

Network Rationalization Update Industry Webinar

January 28, 2013

To listen to a <u>recording</u> of this presentation please visit:

https://usps.webex.com/usps/lsr.php?AT=pb&SP=EC&rID=16156142&rKey=32925b1f73733880



Network Rationalization

Objective

Define and implement an efficient and affordable network and supporting infrastructure that corresponds to reduced volume of mail by adjusting the workforce and disposing of facilities, vehicles, and equipment to support the reduction in network infrastructure.

Comprised of Service Standards Changes & 2 Phases

- 1. Service Standard Change July 1, 2012
- 2. Phase 1 Consolidation
 - a. Summer 2012: Phase 1 August 2012 (completed)
 - b. 2013: Phase 1: Started January 2013
- 3. Phase 2 Consolidation
 - a . 2014: Phase 2: Starts February 2014



Interim Service Standard Change Effective July 1, 2012

- Final Rule published in Federal Register, May 2012
- Maintains overnight First-Class Mail service for areas served by local mail processing facility
- Preserves 80% of overnight First-Class Mail delivery volume
- Post-2014: Plan revised entry times for overnight



CURRENT NETWORK RATIONALIZATION TIMELINE





Full	Originating Only	Destinating Only	Total	
40	12	48	100	

- Full Consolidation of both originating and destinating operations
- Originating Mail that is dropped in a collection box or at the local post office served by that particular processing center.
- Destinating Mail that originated across the country and is destined for addresses serviced by that particular processing center.
- Consolidations will take place between January and July 2013

Number of Consolidations as of Mail Move Plan published January 25, 2013



Mail Move Plan is updated and posted weekly on RIBBS https://ribbs.usps.gov

- Enables mailers to plan consolidation implementation progress
- File provides targeted mail move consolidation site information, type, and date

RIBBS



Mail Move Plan File

AREA	De-Activation Plant		Activation Plant						
Origina		Originating			Destinating	DPS]		
		O-Letter	O-Flat	O-Package	D-Letter	D-Flat	D-Package	DPS-Letter	
SA	Jonesboro CSMPC	1/22/13	1/22/13	1/22/13	1/22/13	2/16/13	2/16/13	1/22/13	Little Rock P&DC
SA	Jonesboro CSMPC	2/16/13	2/16/13	2/16/13	2/16/13	2/16/13	2/16/13	2/16/13	Memphis P&DC
WE	Tucson P&DC	2/25/13	2/25/13	N/A	N/A	N/A	N/A	N/A	Phoenix P&DC
PA	Long Beach P&DC	N/A	N/A	N/A	7/1/13	7/1/13	7/1/13	7/1/13	Los Angeles P&DC
PA	Stockton P&DC	N/A	N/A	N/A	5/11/12	3/9/13	3/9/13	5/11/12	West Sacramento P&DC
SA	Gainesville P&DF	2/23/13	2/23/13	2/23/13	N/A	N/A	2/23/13	N/A	Jacksonville P&DC
SA	Panama City P&DF	N/A	N/A	N/A	1/26/13	1/26/13	1/26/13	1/26/13	Pensacola P&DC
SA	South Florida P&DC	N/A	N/A	N/A	2/23/13	N/A	N/A	2/23/13	Miami P&DC
СМ	Acworth GA CSMPC	N/A	N/A	N/A	N/A	N/A	N/A	6/7/13	Atlanta P&DC
SA	Albany GA CSMPC	2/23/13	2/23/13	2/23/13	2/23/13	2/23/13	2/23/13	2/23/13	Tallahassee P&DF
СМ	Athens GA P&DF	N/A	N/A	N/A	2/8/13	N/A	N/A	N/A	North Metro P&DC
СМ	Atlanta GA P&DC	4/19/13	4/19/13	N/A	N/A	N/A	N/A	N/A	North Metro P&DC
СМ	Cartersville GA CSMPC	N/A	N/A	N/A	N/A	N/A	N/A	2/22/13	Atlanta P&DC
SA	Columbus GA CSMPC	N/A	N/A	N/A	2/23/13	2/23/13	2/23/13	2/23/13	Macon P&DC
CM	Douglasville GA CSMPC	N/A	N/A	N/A	N/A	N/A	N/A	1/22/13	Atlanta P&DC
СМ	Marietta GA DDC	N/A	N/A	N/A	N/A	N/A	N/A	3/22/13	North Metro P&DC
SA	Savannah P&DF	2/2/13	2/2/13	2/2/13	2/4/13	2/4/13	2/4/13	2/4/13	Charleston P&DF
SA	Savannah P&DF	2/2/13	2/2/13	2/2/13	2/2/13	2/2/13	2/2/13	2/2/13	Macon P&DC
SA	Savannah P&DF	2/2/13	2/2/13	2/2/13	2/2/13	2/2/13	2/2/13	2/2/13	Jacksonville P&DC
GL	Bloomington IL P&DF	N/A	N/A	N/A	2/23/13	2/23/13	2/23/13	2/23/13	Champaign P&DF
GL	Rockford P&DF	N/A	N/A	N/A	1/23/13	1/7/13	1/7/13	1/23/13	Palatine P&DC
GL	Gary P&DC	3/30/13	3/30/13	N/A	N/A	N/A	N/A	N/A	So Suburban P&DC



Intelligent Mail® Services

Address Quality

Business Mail

Acceptance

Certifications

Industry Outreach

Release Schedul

Move Update

MTAC

Operations

Major/Minor

Products

Mail Move Plan on RIBBS Homepage



Mail Service Updates

Mail service updates are provided to the mailing industry so mailers are aware when service is suspended at Post Office facilities for any reason, including natural disasters, such as floods or fires. Updates are made in real time, and these pages are updated frequently. For details of the current impacted areas, click here.

Intelligent Mail® Services

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eDoc and Full-Service Authorization for Software Vendors

The Postal Service has launched a voluntary process for software vendors and developers to authorize their product(s) in the Test Environment for Mailers (TEM). To get started, <u>click here</u> to review the Mail.dat or Mail.XML guides and access the on-line Envolument Tool.

Transitioning to the Intelligent Mail Barcode Webinar Series

The Postal Service hosted a series of webinars to assist mailers in transitioning from the POSTNET barcode to the Intelligent Mail barcode. For a description of the webinars and links to the recordings and presentations, <u>click here</u> to go to the Education page.

IMPORTANT UPDATES

Click here for the Network Rationalization Consolidations (Winter 2013)

On the Move

The National Customer Support Center (NCSC) is moving its office location. Starting Dec. 1, the new address for the NCSC will be:

NATIONAL CUSTOMER SUPPORT CENTER UNITED STATES POSTAL SERVICE 225 N HUMPHREYS BLVD STE 501 MEMPHIS TN 38188-1001

The NCSC works closely with the mailing industry, vendors and internal postal customers to improve address quality. The USPS headquarters office of Address Management also is located at the NCSC.

Numerous USPS publications, forms, brochures, etc. currently provide the existing address for the NCSC – all of which will need to be updated, including those on usps.com and other postal websites. Telephone numbers for all NCSC personnel and program support groups will remain the same.

Click on the link for Latest Mail Move Plan



Mail Move Plan File

Mail Move Plan File Includes:

- Consolidation sites scheduled for 2013
- •Site address, locale key, and the name of the activation (gaining) facility
- Workload migration "target" dates
- •Mail shape effected (e.g. letters, flats, parcels/bundles)
- Process step/entry level (e.g. originating, destinating, and DPS)

AREA	De-Activation Plant		Activation Plant						
		Originating			Destinating			DPS	
		O-Letter	O-Flat	O-Package	D-Letter	D-Flat	D-Package	DPS-Letter	
SA	Jonesboro CSMPC	1/22/13	1/22/13	1/22/13	1/22/13	2/16/13	2/16/13	1/22/13	Little Rock P&DC
SA	Mesboro CSMPC	2/16/13	2/16/13	2/16/13	2/16/13	2/16/13	2/16/13	2/16/13	Memphis P&DC
WE	Tucson P&DC	2/25/13	2/25/13	N/A	N/A	N/A	N/A	N/A	Phoenix P&DC
PA	Long Beach P&DC	N/A	N/A	N/A	7/1/13	7/1/13	7/1/13	7/1/13	Los Angeles P&DC
A	Stockton P&DC	N/A	N/A	N/A	5/11/12	3/9/13	3/9/13	5/11/12	West Sacramento P&DC
SA	Gainesville P&DF	2/23/13	2/23/13	2/23/13	N/A	N/A	2/23/13	N/A	Jacksonville P&DC
SA	Panama City P&DF	N/A	N/A	N/A	1/26/13	1/26/13	1/26/13	1/26/13	Pensacola P&DC
SA	South Florida P&DC	N/A	N/A	N/A	2/23/13	N/A	N/A	2/23/13	Miami P&DC
CM	Acworth GA CSMPC	N/A	N/A	N/A	N/A	N/A	N/A	6/7/13	Atlanta P&DC
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SA	Savannah P&DF	2/2/13	2/2/13	2/2/13	2/2/13	2/2/13	2/2/13	2/2/13	Jacksonville P&DC
GL	Bloomington IL P&DF	N/A	N/A	N/A	2/23/13	2/23/13	2/23/13	2/23/13	Champaign P&DF
GL	Rockford P&DF	N/A	N/A	N/A	1/23/13	1/7/13	1/7/13	1/23/13	Palatine P&DC
GL	Gary P&DC	3/30/13	3/30/13	N/A	N/A	N/A	N/A	N/A	So Suburban P&DC

	<u>v</u>											
AREA	De-Activation Plant		Activation Plant									
			Originating Destinating DPS									
		O-Letter	O-Flat	O-Package	D-Letter	D-Flat	D-Package	DPS-Letter				
SA	Jonesboro CSMPC	1/22/13	1/22/13	1/22/13	1/22/13	2/16/13	2/16/13	1/22/13	Little Rock P&DC			
SA	Jonesboro CSMPC	2/16/13	2/16/13	2/16/13	2/16/13	2/16/13	2/16/13	2/16/13	Memphis P&DC			



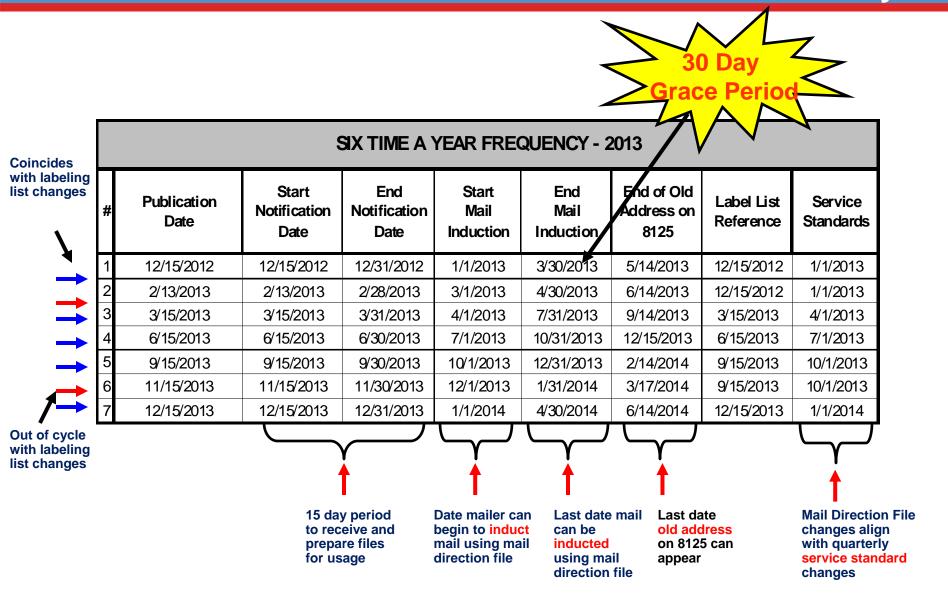
2013 Labeling List Structured Release Cycle

	FOUR TIME A YEAR (QUARTERLY) FREQUENCY - 2013											
#	Publication Date	Start Notification Date	End Notification Date	Start Mail Verification	End Mail Induction	Label List Expires	Service Standards					
1	12/15/2012	12/15/2012	12/31/2012	1/1/2013	4/30/2013	4/30/2013	1/1/2013					
2	3/15/2013	3/15/2013	3/31/2013	4/1/2013	7/31/2013	7/31/2013	4/1/2013					
3	6/15/2013	6/15/2013	6/30/2013	7/1/2013	10/31/2013	10/31/2013	7/1/2013					
4	9/15/2013	9/15/2013	9/30/2013	10/1/2013	1/31/2014	1/31/2014	10/1/2013					

- Publications occur 15 days prior to the start of a postal quarter
- Mailers can begin using the data for mail being inducted beginning at the start of a postal quarter
- 30-day grace period to use the old or the new labeling list



2013 Mail Direction File Structured Release Cycle





Labeling List, Mail Direction File and Mail Move Plans – Headquarters Process

Review mail move dates for 2013 consolidations

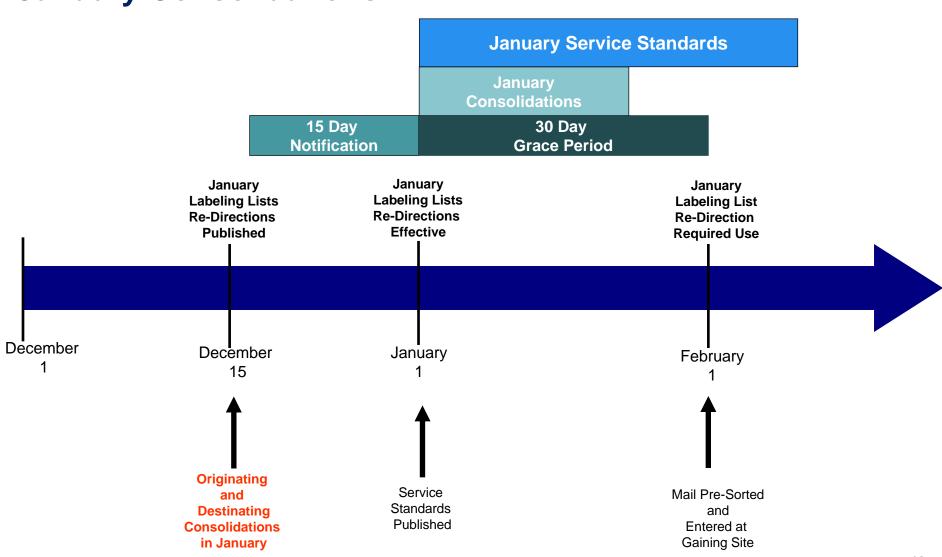
 In November 2012, postal headquarters began review of mail move dates for 2013 consolidations

Developed three categories for 2013 consolidations

- Consolidations began January 2013
 - Implemented labeling list changes
 - Implemented mail direction file changes
 Implemented service standard changes
- Consolidations beginning February 2013
 - Implement mail direction file changes, March 1, 2013
 - Implement labeling list changes, April 1, 2013
- Consolidations where site's 3-digits are being split across multiple gaining plants
 - Implemented labeling list changes, January 1, 2013
 - Implemented service standard changes, January 1, 2013
 - Implement mail direction file changes, March 1, 2013
 - Implement labeling list changes, April 1, 2013
 - Implement service standard changes, April 1, 2013



January Consolidations

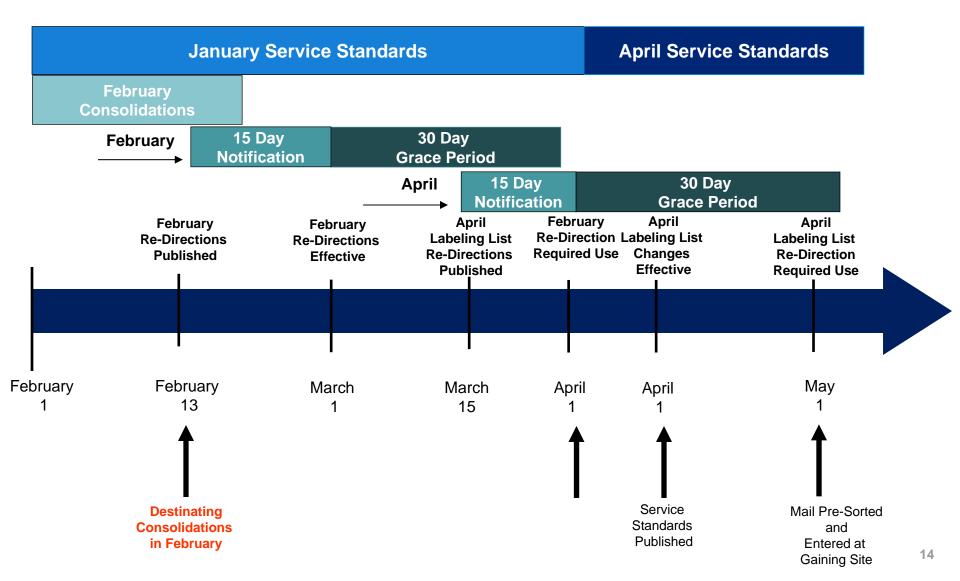


Example: January Consolidation

- Liberal, KS into Amarillo, TX
 - Implement labeling list changes January 1, 2013
 - SCF Liberal, KS (679,739) into SCF Amarillo, TX (790 792)
 - New labeling list entry (SCF Amarillo, TX (679, 739, 790 792)
 - Service Standards updated January 1, 2013
 - SCF Liberal, KS (679,739) overnight to SCF Amarillo, TX (790-792)
 - Implement mail direction file changes January 1, 2013
 - All drop ship entry for SCF Liberal, KS must be made in Amarillo, TX
 - Required February 1



February Consolidations



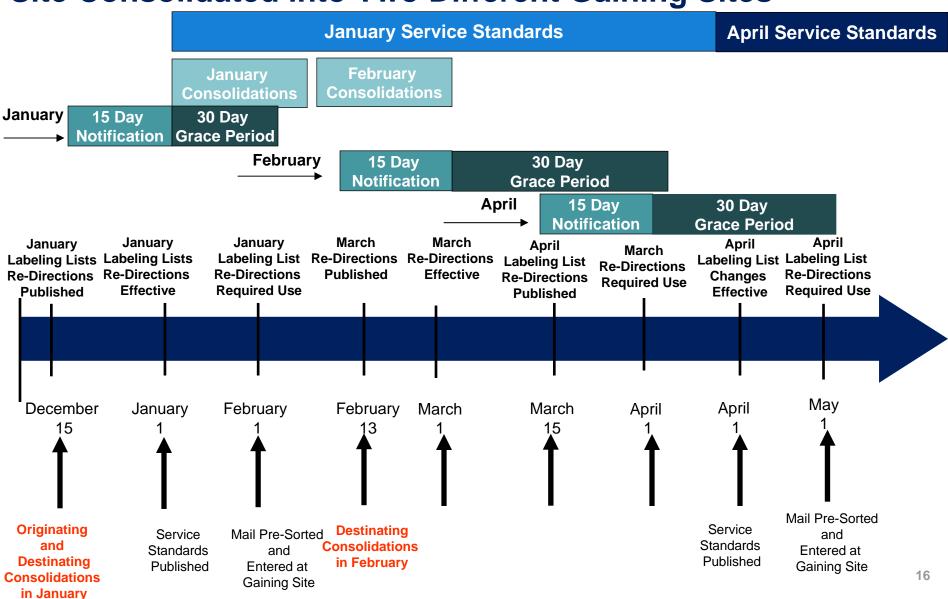


Example: February Consolidation

- Albany, GA into Tallahassee, FL
 - Implement re-directions in FAST March 1, 2013
 - SCF Albany, GA (317, 398) re-directed to SCF Tallahassee, FL
 - Service standards remain in effect as of January 1, 2013
 - SCF Albany, GA (317, 398) overnight to itself only (FCM)
 - SCF Tallahassee, FL (323) overnight to itself only (FCM)
 - Delete L005 SCF entry for Albany, GA (317, 398) April 1, 2013
 - FAST will expire re-directions implemented on March 1, 2013
 - Update L005 SCF entry for Tallahassee, FL (317, 323, 398) April 1, 2013
 - All mail pre-sorted and entered at Tallahassee, FL by May 1, 2013
 - Service standards will be updated based on new 3-digit ZIP Codes in Tallahassee, FL – April 1, 2013
 - SCF Tallahassee, FL will be overnight to/from 317, 323, 398



Site Consolidated into Two Different Gaining Sites





Example: Site into Multiple Gaining Sites

- Jonesboro, AR into Little Rock, AR and Memphis, TN
 - Create a new labeling list entry to split Jonesboro into two separate
 SCF entries on the L005 January 1, 2013
 - SCF NE Arkansas (724) and SCF Batesville (725)
 - Maintain same drop ship location in FAST for both default SCFs
 - Service Standards updated based on new SCFs January 1, 2013
 - Implement re-directions in FAST March 1, 2013
 - SCF NE Arkansas (724) re-directed to SCF Memphis, TN
 - SCF Batesville (725) re-directed to SCF Little Rock, AR
 - Delete labeling list entries for SCF NE Arkansas (724) and SCF Batesville (725) in L005 – April 1, 2013
 - Will expire all re-directions implemented on March 1, 2013
 - All mail presorted and entered at gaining sites by May 1, 2013
 - Service standard updates based on new SCF designations April 1, 2013



Tools & Processes Implemented to Ensure Seamless Service Performance

Flawless Execution

Early Warning System

Recovery "Tiger Team"

Tools &
Processes in
place to
ensure
Seamless
Service
Performance

- Early Warning System (EWS) well established
- Mail move plan updated weekly and posted on RIBBS
- Continued communication with the mailing industry
- Site Intervention based on EWS
- Feedback system in place to address customer issues:
 - CustomerFirst! System
 - BSN eService



Early Warning System (EWS) Seamless Service Performance

Available Tools







EWS Reports

Daily Monitoring of plant inventory levels

- First Class
- Periodicals
- Standard Letters
- Standard Flats

Weekly Monitoring of:

- Work in Process (WIP) cycle time
- Pieces processed after clearance time
- STD on-hand

CustomerFirst! System

- Business Service Network's (BSN) repository of mailer customer issues
- Issues tracked as Service Requests (SR)
- •SRs handled as open tickets needing resolution in order to be closed

BSN eService

- •Customer-facing access point for CustomerFirst!
- BSN customers can submit electronic inquiries and can learn status of inquiry from web account
- Non-BSN customers may contact a local BSN representative by phone or email for support



Industry Engagement is Imperative

- USPS remains committed to continued information sharing
- Mailers continue planning based on Mail Move plan schedule
- Review Mail Move plan file for up to date information
- Mail Move plan published weekly on the USPS Rapid Information Bulletin Board (RIBBS) at: https://ribbs.usps.gov
- Report issues/concerns through available tools