

# Lancaster, PA Area Mail Processing (AMP) Public Meeting

**November 21, 2011** 



# **Two Topics**

Radical Network Realignment Area Mail Processing Study



#### Mail Volume Shifting to a Less Profitable Mix



Volume in Billions of Pieces



# **NETWORK CAPACITY**





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# Potential Decrease in Processing Facilities Through 2013



### **Mail Processing Facility Footprint**





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**Studying 252 Facilities for Potential Consolidation** 



## **Mail Processing Facility Footprint**





#### **Mail Processing Redesign**







#### **FUTURE NETWORK**

- Support 2-3 day Service Standards
- Revised Entry Times
- Reduced Equipment
- Reduced Footprint

#### **BENEFITS**

- Eliminate Excess Capacity
- More Efficient Transportation Network
- Fully Utilized Workforces
- Significant Annual Savings



#### **CHANGES**

- Planning for new mail processing footprint and transport pattern
- Transitioning to 2-3 day service standard

#### **OUR APPROACH**

Ongoing communication and collaborative solutions





559,000

**Total Career Employees** 

151,000

**Total Mail Processing Employees** 

35,000

Fewer Mail Processing Positions

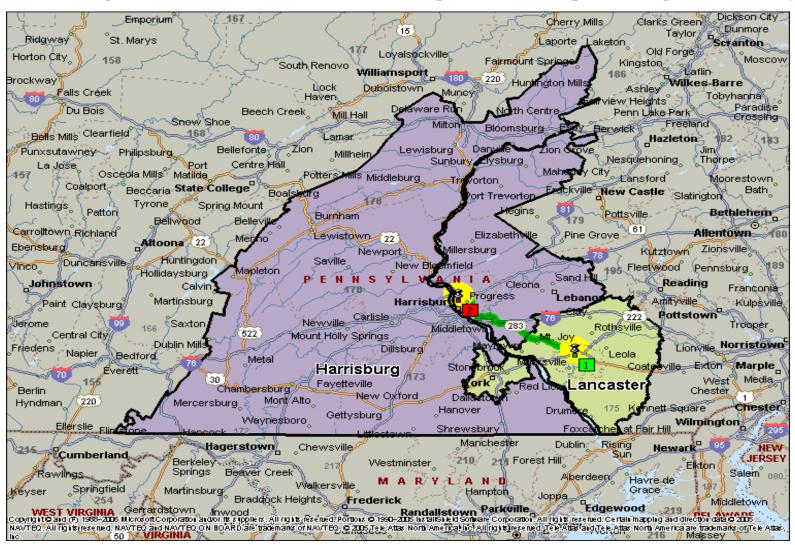


# Topic

Area Mail Processing Study



#### **DISTANCE BETWEEN FACILITIES – 40.2 miles**





## **BUSINESS CASE**\*

Mail Processing Workhour Savings: \$3,767,324

Mail Processing Management Savings: \$1,286,760

Maintenance Savings: \$ 1,171,103

Transportation Savings: \$ 630,624

Proposed Annual Savings: \$6,855,811

<sup>\*</sup>Preliminary results subject to change



## **EMPLOYEE IMPACTS**\*

Net craft impacts: -108

Net management impacts: -9

All bargaining employee reassignments will be made in accordance with the respective collective bargaining agreements.

<sup>\*</sup>Preliminary results subject to change



#### **CUSTOMER & DELIVERY SERVICES**

- Supports a 2-3 day service standard for First-Class Mail
- Retail and other services
- Business mail acceptance
- Collection mail
- Delivery of mail
- Local postmark



#### **NEXT STEPS**

Complete Area and HQ review

Review Public Comments

Continue Network Optimization studies



#### Mail additional comments to:

Manager, Consumer & Industry Contact CENTRAL PA DISTRICT 1425 CROOKED HILL RD HARRISBURG PA 17107-9601

All comments must be postmarked by December 6, 2011.