

# Owensboro, KY Area Mail Processing (AMP) Public Meeting

**November 3, 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
- Substantial 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

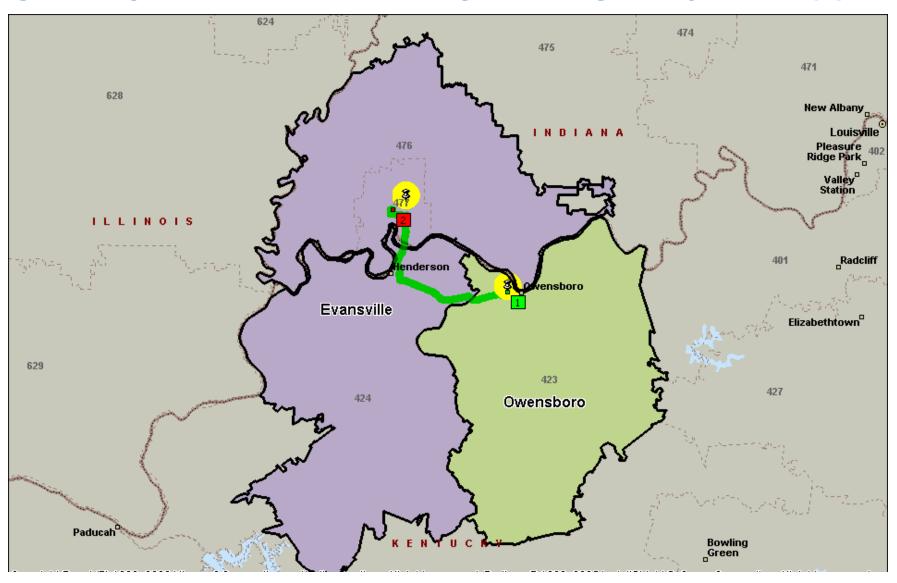


# Topic

Area Mail Processing Study



# **DISTANCE BETWEEN FACILITIES – 43.1 miles**





## **BUSINESS CASE**\*

Mail Processing Workhour Savings: \$56,161

Transportation Savings: \$183,918

Proposed Annual Savings: \$3,346,630

\*Preliminary results subject to change



### **EMPLOYEE IMPACTS**\*

Net craft impacts: -1

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**

- Retail hours remain the same
- Business mail acceptance remains the same
- Collection mail remains the same
- Local postmark remains
- Mailers who drop ship to DCSF 423 can expect changes if the AMP is approved



# First-Class Mail Service Standard Changes

- Upgrade 2-day to Overnight
  - Paducah to Owensboro
  - Terre Haute to Owensboro



#### **NEXT STEPS**

Complete Area and HQ review

Review Public Comments



#### Mail additional comments to:

Manager, Consumer & Industry Contact

Kentuckiana District

PO Box 31631

Louisville, KY 40231-9631

Must be postmarked by November 18, 2011