

#### Bryan CSMPC Area Mail Processing (AMP) Public Meeting

January 3, 2012

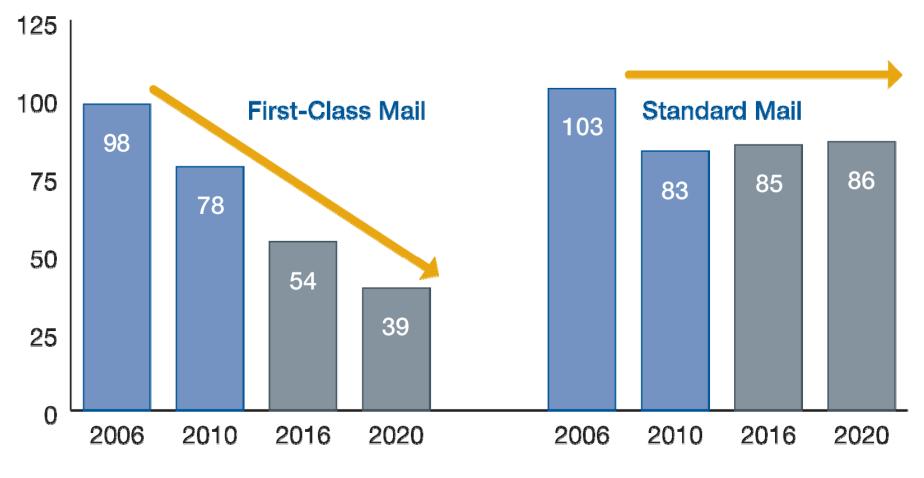


## **Two Topics**

#### Radical Network Realignment

Area Mail Processing Study

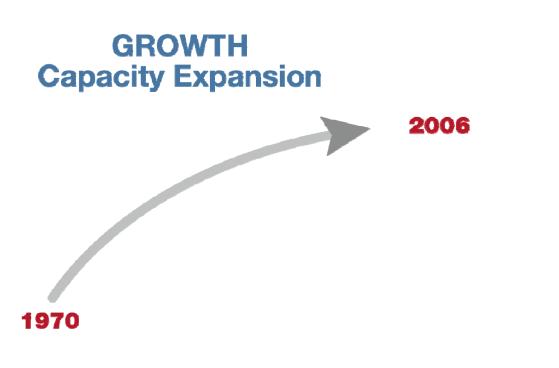
#### **DENITED STATES POSTAL SERVICE®** Mail Volume Shifting to a Less Profitable Mix



Volume in Billions of Pieces

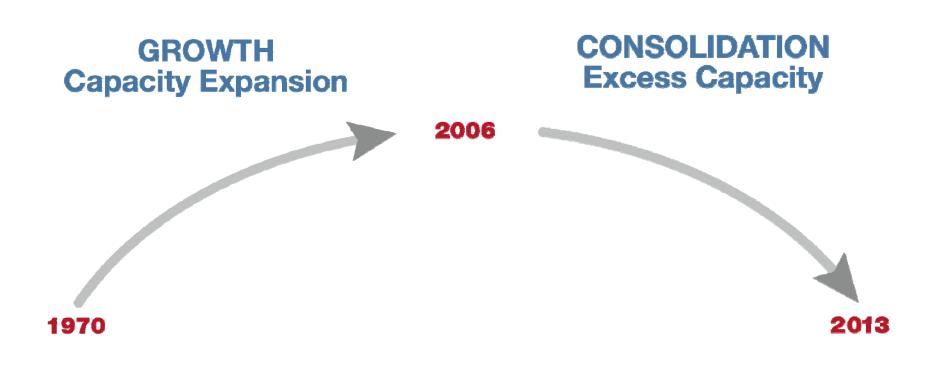


## **NETWORK CAPACITY**



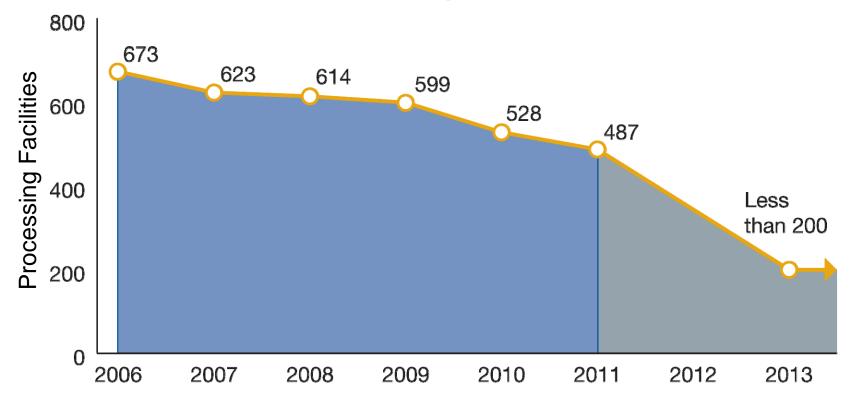


## **NETWORK CAPACITY**





#### Potential Decrease in Processing Facilities Through 2013





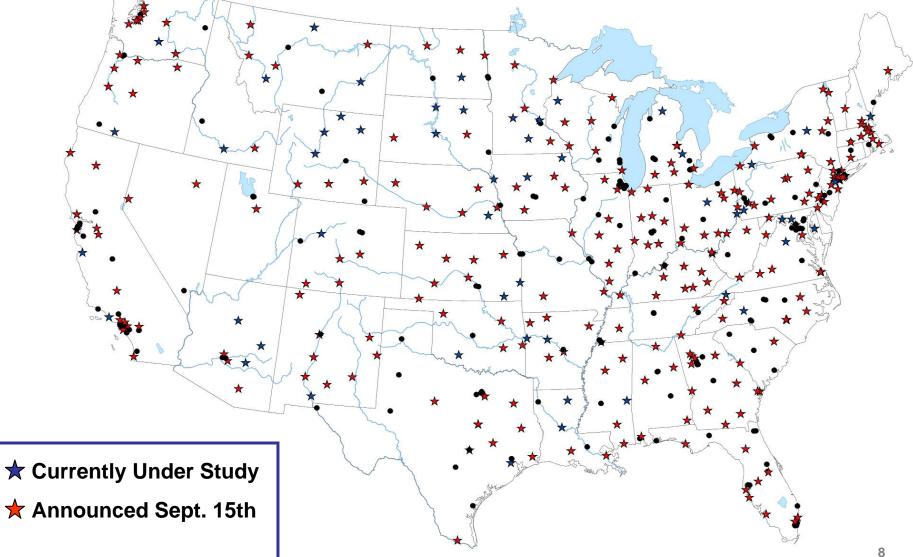
#### **Mail Processing Facility Footprint**





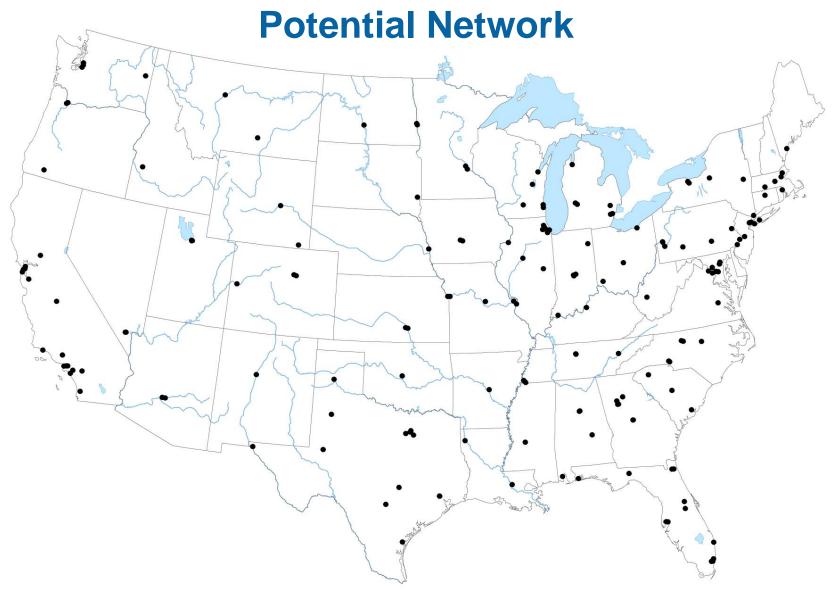
**Studying 252 Facilities for Potential Consolidation** 

UNITED STATES POSTAL SERVICE®



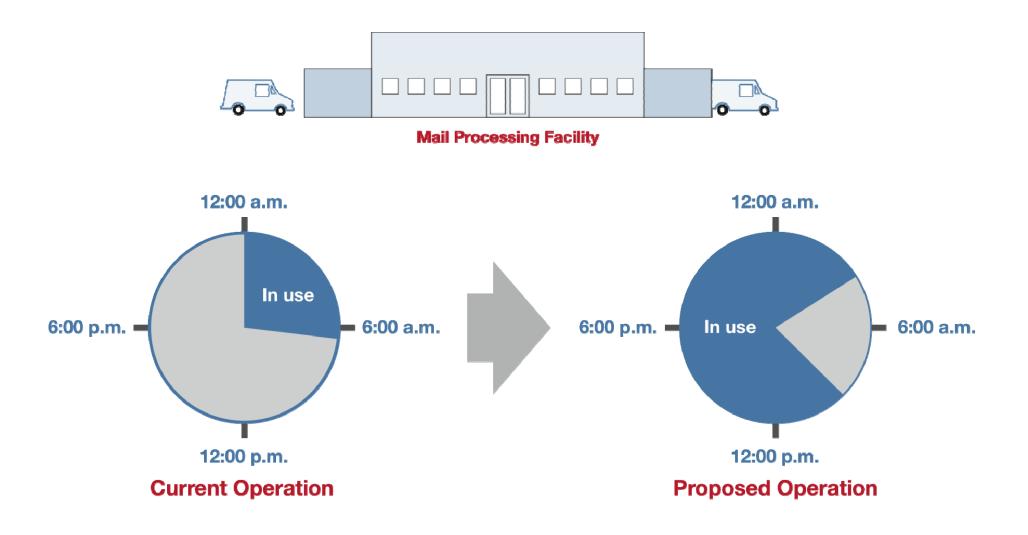


#### Mail Processing Facility Footprint





#### **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

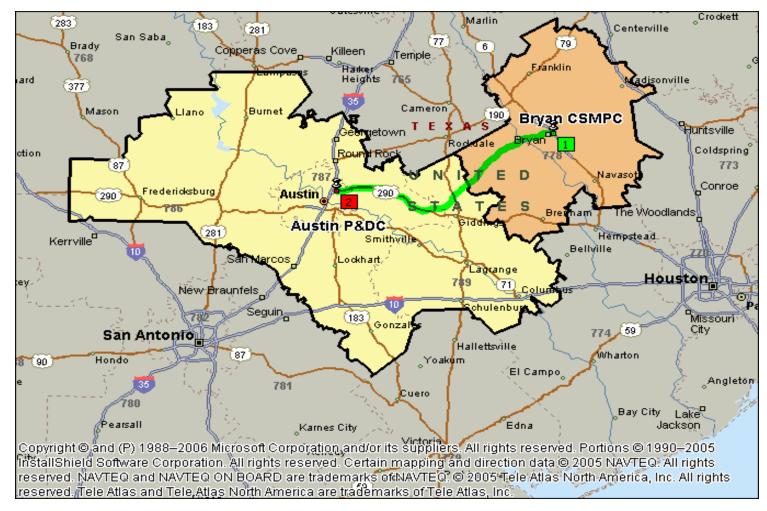


# Topic

Area Mail Processing Study



#### **DISTANCE BETWEEN FACILITIES – 100 miles**





#### **BUSINESS CASE**<sup>\*</sup>

Mail Processing Workhour Savings:	\$2	,438,423
Mail Processing Management Savings:	\$	99,622
Maintenance Savings:	\$	108,967
Transportation Savings:	\$3	,055,181
Proposed Annual Savings:	\$5	,702,193

\*Preliminary results subject to change



#### **EMPLOYEE IMPACTS**<sup>\*</sup>

Craft Employees Impacted at Bryan CSMPC	- 40
Proposed Craft Positions to be added at Austin P&DC	+ 5
Net Craft Employees impacts due to consolidations	- 35

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

\*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 and Industry Contact Houston District PO Box 250001 Houston TX 77202-9631

Must be postmarked by January 18, 2012.