



UNITED STATES  
POSTAL SERVICE®

**Lufkin TX CSMPC  
Area Mail Processing (AMP)  
Public Meeting**

**January 4, 2012**



# Two Topics

**Radical  
Network  
Realignment**

**Area Mail  
Processing  
Study**



Volume in Billions of Pieces

# NETWORK CAPACITY

**GROWTH**  
Capacity Expansion



# NETWORK CAPACITY



## Potential Decrease in Processing Facilities Through 2013



## 487 Facilities Today



● Current Mail Processing Sites

## Studying 252 Facilities for Potential Consolidation





## Potential Network





**Mail Processing Facility**



## **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

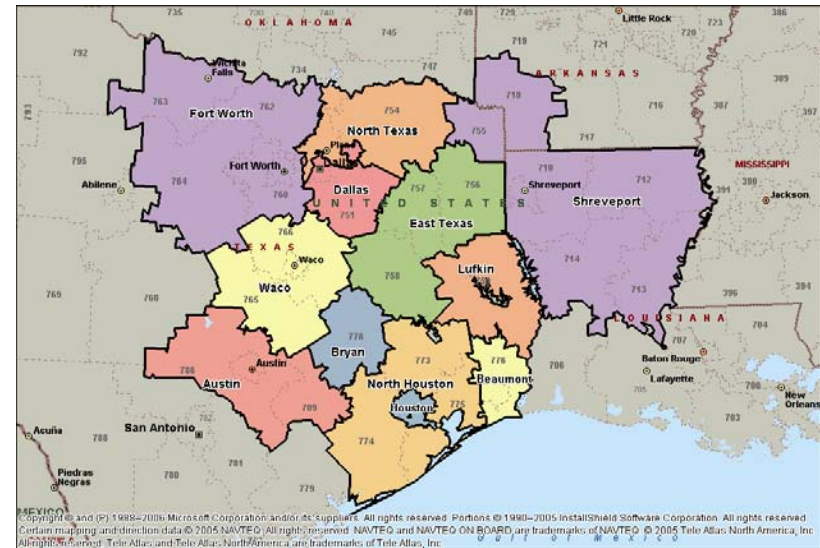
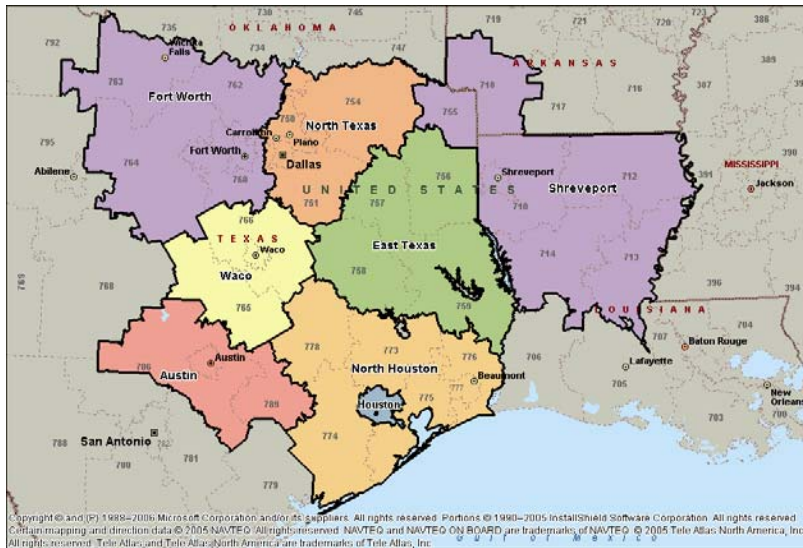
**35,000**

Fewer Mail Processing Positions



# Topic

**Area Mail  
Processing  
Study**

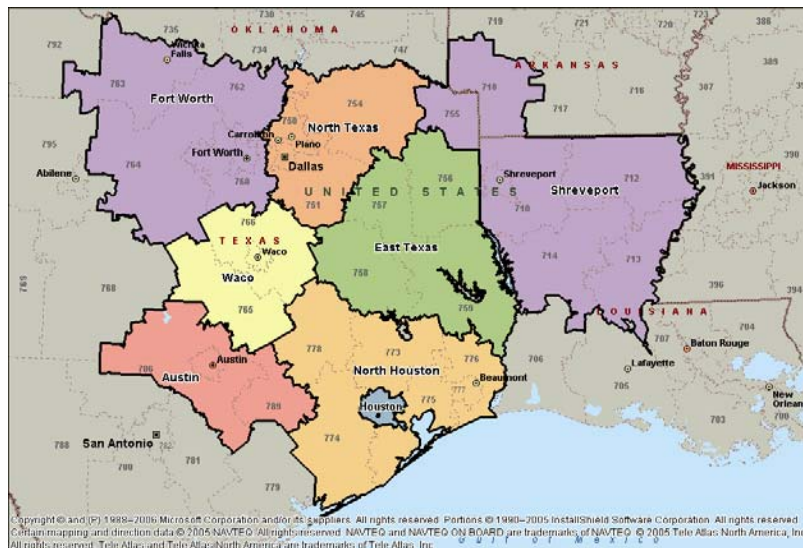


**Current Originating Network**

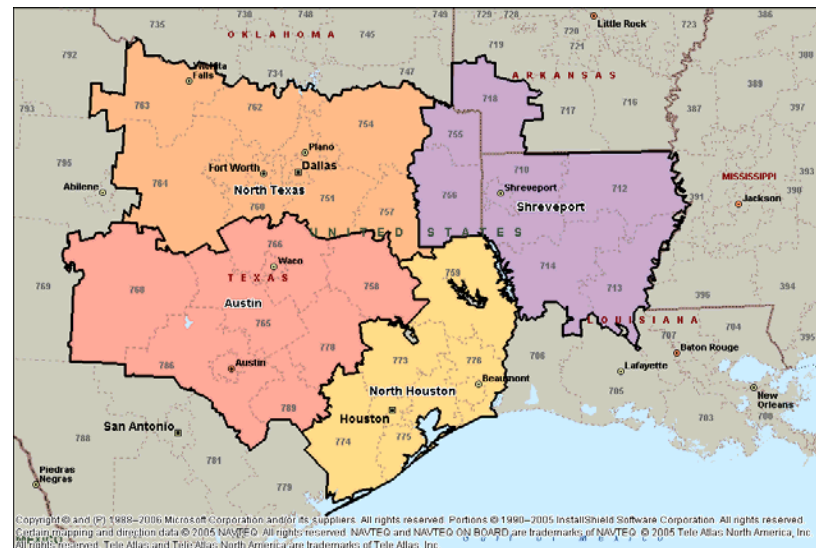
**Current Destinating Network**

## DISTANCE BETWEEN FACILITIES:

Lufkin to Beaumont 112 miles  
 ETX to North Houston 212 miles



**Current Originating Network**



**Proposed Originating Network**

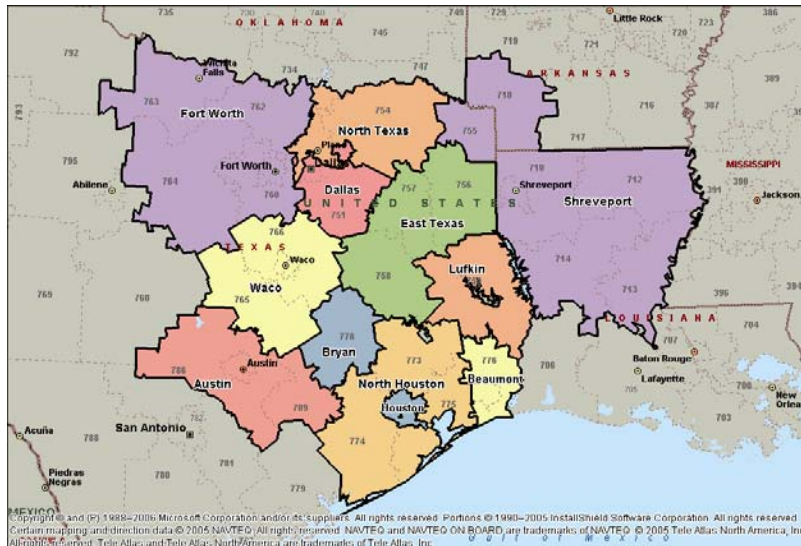
**ETX AMP proposes shifting all originating volumes from:**

- 759 to North Houston

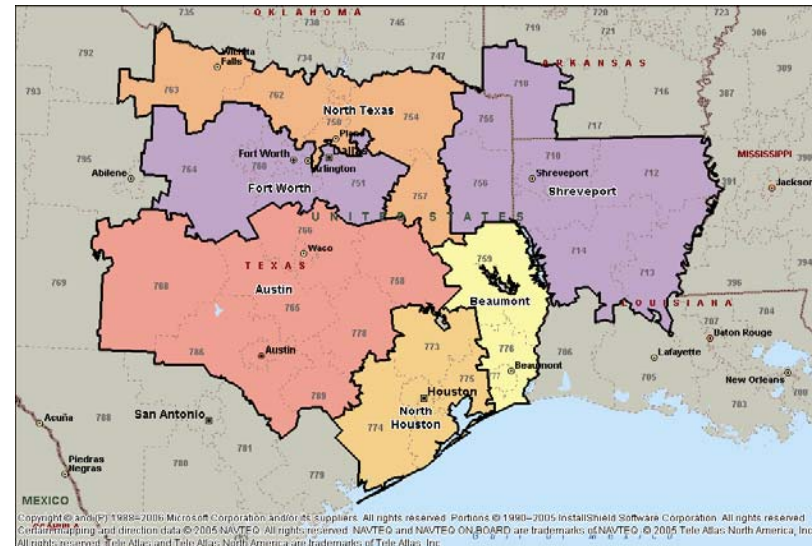


## DISTANCE BETWEEN FACILITIES:

Lufkin to Beaumont 112 miles  
ETX to North Houston 212 miles



**Current Destinating Network**



**Proposed Destinating Network**

Lufkin AMP proposes shifting all destinating volumes from:

- 759 to Beaumont

## BUSINESS CASE\*

Mail Processing Workhour Savings:	\$1,421,958
Mail Processing Management Savings:	\$ 366,546
Maintenance Savings:	\$ 810,593
Transportation Savings:	\$ 20,132
<hr/>	
Proposed Annual Savings:	\$2,619,229

**\*Preliminary results subject to change**

## EMPLOYEE IMPACTS\*

Craft Employees Impacted at Lufkin CSMPC	-31
Proposed Craft Positions to be added at Beaumont	+ 5
Net Craft Employee Impact as a result Consolidation	- 26
Net Supervisor/Management Employee Impact	- 2
<hr/>	
Net Total Employee Impact	- 28

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  
Dallas District  
951 W Bethel Rd  
Coppell TX 75099-9631

*Must be postmarked by January 19, 2012.*