



UNITED STATES
POSTAL SERVICE®

**East Texas TX P&DC
Area Mail Processing (AMP)
Public Meeting**

December 29, 2011



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

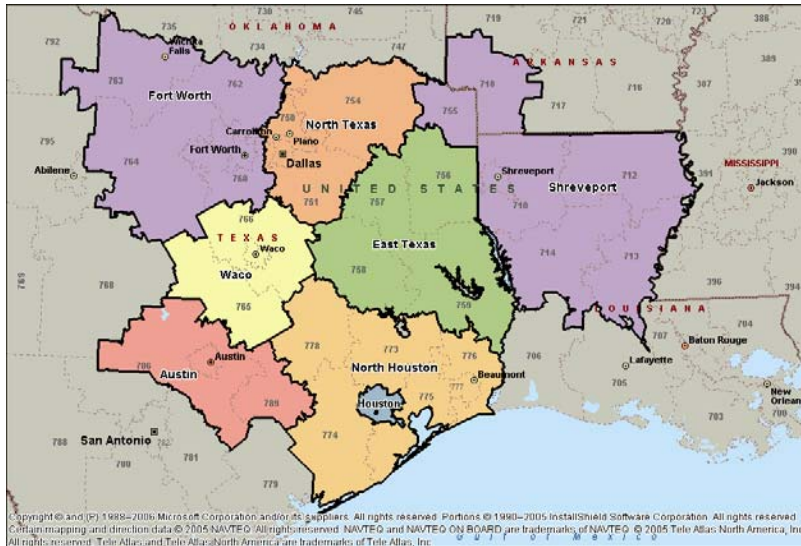
35,000

Fewer Mail Processing Positions

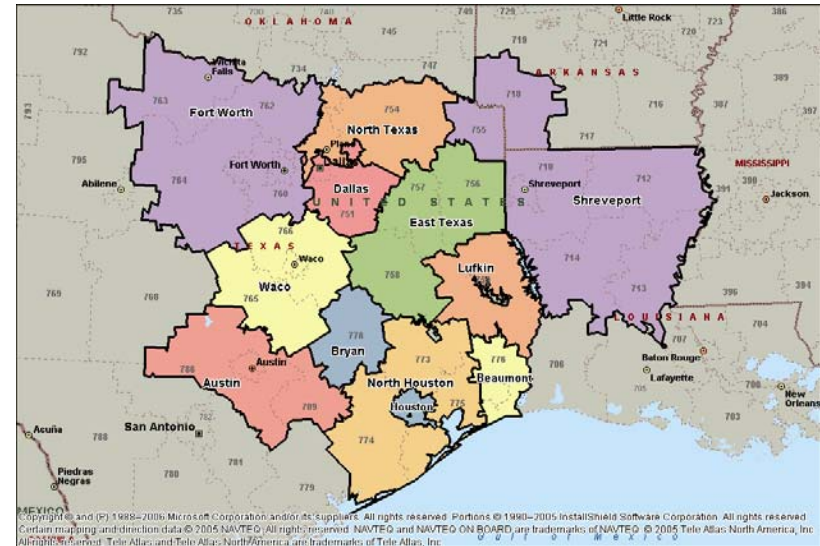


Topic

**Area Mail
Processing
Study**



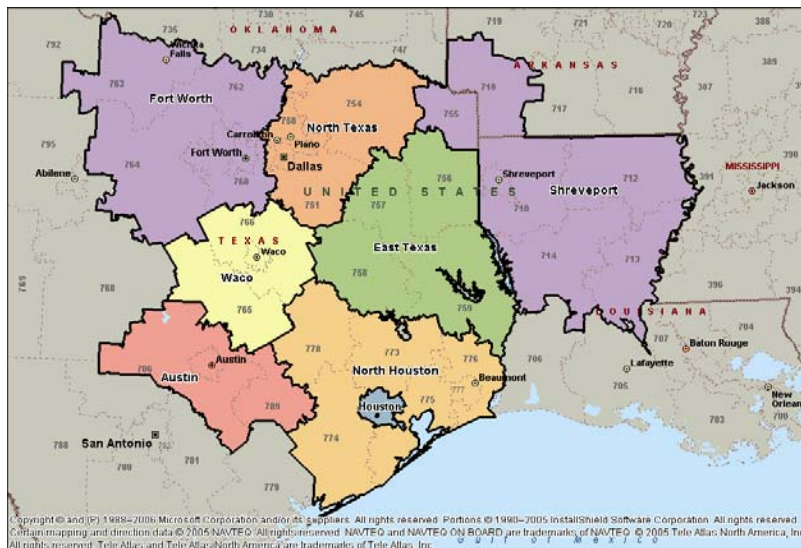
Current Originating Network



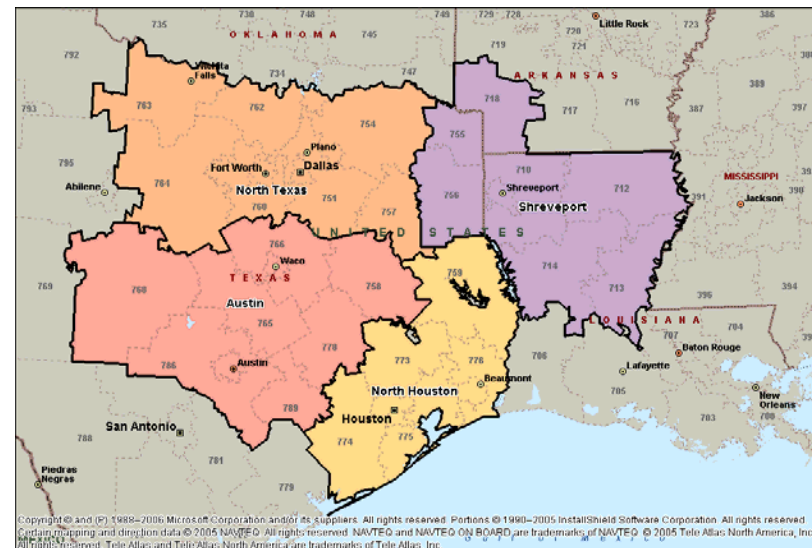
Current Destinating Network

DISTANCE BETWEEN FACILITIES:

ETX to Shreveport	86 miles
ETX to North Texas	119 miles
ETX to North Houston	212 miles
ETX to Austin	230 miles



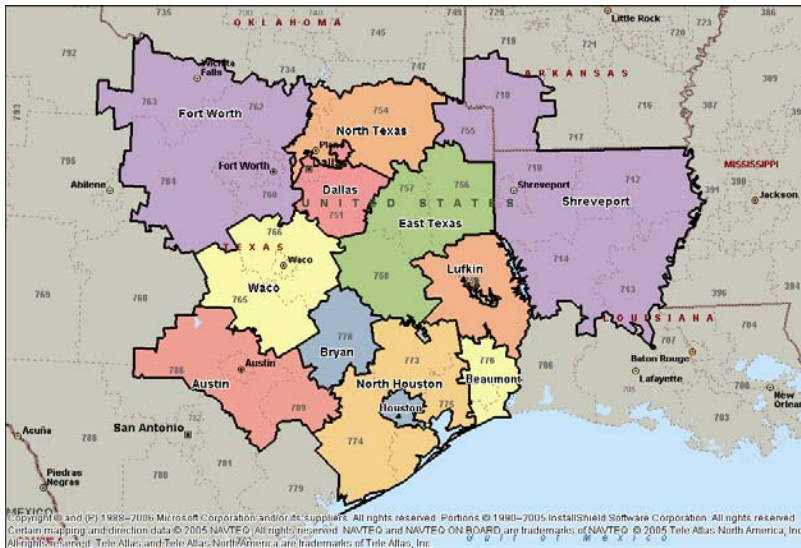
Current Originating Network



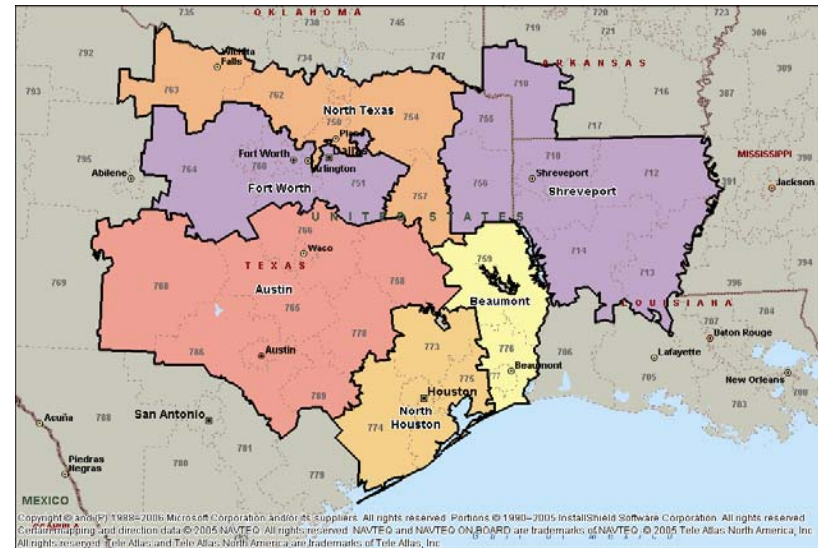
Proposed Originating Network

ETX AMP proposes shifting all originating volumes from:

- 756 to Shreveport
- 757 to North Texas
- 758 to Austin
- 759 to North Houston



Current Destinating Network



Proposed Destinating Network

ETX AMP proposes shifting all destinating volumes from:

- 756 to Shreveport
- 757 to North Texas
- 758 to Austin

BUSINESS CASE*

Mail Processing Workhour Savings:	\$ 6,287,115
Mail Processing Management Savings:	\$ 1,377,410
Maintenance Savings:	\$ 4,241,071
Transportation Savings:	\$ 2,340,504
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Proposed Annual Savings:	\$14,246,100

***Preliminary results subject to change**

EMPLOYEE IMPACTS*

Craft Employees Impacted at East Texas P& C	-241
Proposed Craft Positions to be added at Austin, North Houston, North Texas, and Shreveport	+115
Net Craft Employees impacts due to consolidations	- 126
Net Management Impact	- 7
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Net Total Employee Impact	-133

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 13, 2012