

POStPlan and Its Effect on Rural Post Offices

Steve LeNoir, Mark Strong



Federal Register Change

Federal Register Change 12/01/2011

 Consolidation rules for changing an independent Post Office to a station without having to follow consolidation rules

 Staffing of a Post Office can be with any postal employee - not necessarily a Postmaster



POStPlan

Four distinct options exist now that two Final Rules were published:

- Merge with nearby Post Office
- Engage a local establishment and contract with local business for Village Post Office or contract post office - Post Office discontinued.
- <u>Deliver</u> with rural/contract delivery service and discontinue Post Office
- Maintain the Post Office, adjust administration requirements and hours of service to meet the value of work (POStPlan with rule change)



POStPlan Impact

Postmaster vacancies facilitate deployment schedule:

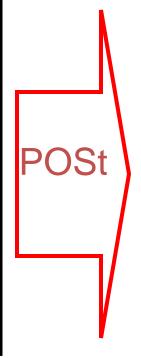
- 13,167 Offices will have migrated to the POStPlan
- 9,800 Estimate of Impacted Postmasters
- 4,000 Approximate Number Left to Convert
- 3,219 Impacted Postmasters Remaining



POStPlan

 Small post office hours of operation exceed their earned hours based on the community's demand for retail services. Suspensions and and a few closures have the 2014 numbers slightly different then shown

Prior November	#Small
2012	Offices
Level 11	4,429
Level 13	6,140
Level 15	2,808
Level 16	2,805
Level 51 (12 hr/weekly)	81
Level 53 (24 hr/weekly)	506
Level 55 (36 hr/weekly)	590
Total	17,732



Oct 2014		# Offices
Level 2	Non-Career	1,963
Level 4	Non-Career	6,861
Level 6	PT "Postmaster"	4,453
New Level 18	Career	4,655
Total		17,732



POStPlan Implementation

 Nov 17, 2012 - First POStPlan realignment of retail hours

4,000 Remain to be converted today

Oct 1, 2014 - POStPlan First Phase Complete



POStPlan Future

Post Offices can be evaluated every year and reduced further based on earned hours

- Less use by customer base can reduce levels
- Delivery route optimization will reduce levels
- Contract stations and VPOs can reduce levels
- Current volume trends can reduce levels



POStPlan Future

Codifying POStPlan

 S. 1486 has language that would include POStPlan in Title 39

White House budget for 2015 has similar language



Impact to Lessors

- Delivery Optimization
- Retail Optimization
- POSTPlan
- Consolidations based on new rules



Challenge to Lessors

- Negotiating Position based on use
- Continued maintenance
- New or Old costly improvements
- Security improvements (USPS cost)