Logistics Peak Season Update

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Logistics Mission

Create a cost-effective, service sensitive, modern logistics and transportation network through industry standard systems integration and the implementation of world class operating standards. This network must fully support and evolve as the new plant operating and delivery network changes, all in support of the Delivering for America program.

Supporting Delivering for America

The Transportation and Logistics group is tasked with leading the strategic design of a world-class transportation network and developing cost- and service-enhancing processes to enable optimization and execution through Postal Service plants and delivery operations. This will be accomplished by:

- Lead the redesign of the surface transportation network
- Reduce air transport
- Improve carrier management and
- Deploy a state-of-art logistics platform



FY23 Q1 Planning: Air and Surface

- Focusing on service responsive transportation
 - Maximizing air and surface modes holistically
 - Diverting air to surface where feasible
- Utilizing technology for improved visibility and management
 - Four Kites, CLEAR, Freight Auction, etc.
- Advancing volumes to keep facilities fluid
 - Advancing to carriers
 - Advancing to destinating processing facilities



FY23 Q1 Planning: MTE

| MTE Item | | Oct 2021 MTESC On-Hand | Oct 2022 MTESC On-Hand | % SPLY | Oct 2021 Mailers On-Hand | Oct 2022 Mailers On-Hand | % SPLY | USPS Plants On- Hand | Pending Delivery | Oct 2022 Total On-Hand |
|----------------|--|------------------------------|------------------------------|--------|--------------------------------|--------------------------------|--------|-------------------------|---------------------|------------------------------|
| MM Trays | | 1,732,416 | 4,324,236 | 150% | 2,338,199 | 1,718,772 | -26% | 1,154,168 | 0 | 7,197,176 |
| EMM Trays | | 1,548,984 | 679,008 | -56% | 1,682,084 | 1,110,602 | -34% | 513,268 | 720,384 | 2,302,878 |
| 1/2 Trays | | 765,700 | 1,195,050 | 56% | 1,207,922 | 1,121,955 | -7% | 738,298 | 306,280 | 3,055,303 |
| Flat Tubs | A STATE OF THE STA | 270,564 | 109,704 | -59% | 291,302 | 278,081 | -5% | 416,780 | 720,720 | 804,565 |
| Clear Sacks | 10 | 1,111,000 | 1,433,500 | 29% | 1,143,893 | 1,890,645 | 65% | 1,776,949 | 300,000 | 5,101,094 |
| Priority Sacks | FILE COLUMN | 399,000 | 934,000 | 134% | 110,285 | 42,367 | -62% | 1,086,333 | 500,000 | 2,062,700 |
| Pallets | | 89,235 | 103,905 | 16% | 363,303 | 482,112 | 33% | 753,018 | 734,000 | 1,339,035 |

- Plants reporting on MTE twice weekly
- Ongoing Demand Management



FY23 Q1 Planning: MTE

Technology

- MTEOR
 - Feeds information to SV Plant to MTESC
 - Customer Requirements and Activity
 - MTE Orders 15 Days in advance
 - Inventory reports for mailers (weekly)
 - Inventory reports for USPS plants (twice weekly)