#### NWTAAC Trade Impact Case Study

Trade Adjustment Assistance for Firms (TAAF)

# **Technical Equipment Manufacturer**

#### **CHALLENGE**

Competition from low cost and larger companies in China, Korea, and Taiwan

In the two years prior to starting TAAF:

Sales Change: 3% Jobs Change:

NWTAAC assisted company to prepare a

petition for TAAF

Referred to TAAF by:

**NWTAAC Regional Outreach** 



Small manufacturers of high quality products with high U.S. parts content are becoming rare. Assistance from TAAF helps us stay competitive.

**Manufacturing OEM Executive** 

#### SOLUTION

NWTAAC worked with management to review and advise on a strategy to develop new products as an inducement to acquisition (a viable path to continued operation).

#### Investment

NWTAAC secured approval for \$150,000 for outside expertise with the company matching at 50% (\$75,000). The company invested substantial additional funds to fully implement the strategy.

**Outside** \* Product research with various service providers

- **Expertise** \* Research & development with Embin
  - \* Manufacturing engineering with various service providers

Table: Indexed SALES and

JOBS by program year,

TAAF start = 100% and

year 0.

\* Other operations improvements with various service providers

### **RESULTS**

TAAF focused on product development. The company was acquired by a larger company that was able to more effectively distribute the products. The firm employed \$73,667 of TAAF assistance over 6 years.

Results from start of TAAF:

Sales Change: 53% **Jobs Change:** 5% **Productivity:** +45%

**TAAF Usage:** Full

Status at Close: Company acquired

> Continued operation by new owner Long-term:

200% 150% 100% 50% 0% 2 3

\*Active for 6 years with 1 year of follow-up

TAAF helps companies (typically: small, closely held/family owned) to overcome challenges from import competition. Help focuses on business strategy and outside expertise. The program is single use with a cap on assistance.



## NorthwestTAAC

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Alaska, Idaho, Oregon, Washington

**Trade Adjustment** 

**Assistance for Firms**