NWTAAC Trade Impact Case Study

Trade Adjustment Assistance for Firms (TAAF)

Lumber Mill

CHALLENGE

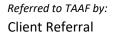
Commodity price competition from Canada and China

In the two years prior to starting TAAF:

Sales Change: -21% Jobs Change: -22%

NWTAAC assisted company to prepare a

petition for TAAF





The marketing imperative of differentiation becomes important for domestic companies facing trade impact, even commodity producers.

SOLUTION

NWTAAC worked with management to review and advise on a strategy to differentiate products based on species qualities.

Investment

NWTAAC secured approval for \$150,000 for outside expertise with the company matching at 50% (\$75,000). The company invested \$1.2 Million to fully implement the strategy.

Outside * Distribution Strategy with Leonard Gus

Expertise * Plant Automation with USNR

* Plant Engineering with Wagoner Electronics

RESULTS

TAAF focused on marketing and operations improvements. The company successfully implemented its differentiation strategy. The firm employed \$75,000 of TAAF assistance over 1 year.

Results from start of TAAF:

Sales Change: 94% Jobs Change: 18% **Productivity:** +65% Table: Indexed SALES and JOBS by program year, TAAF start = 100% and

year 0.

Full **TAAF Usage:**

Status at Close: Company expanded

> Continued operation and growth Long-term:

300% 200% 100% 0%

*Active for 1 year with 4 years 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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NWTAAC is a private, non-profit organization with over 35 years experience in the Pacific Northwest

Trade Adjustment Assistance for Firms

Alaska, Idaho, Oregon, Washington

