

IV (B)(6)

NUMMI Rapid Response
Update

[Discussion]

NUMMI Update
work2future Executive Committee

NUMMI Plant:

- 4,700 employees will be laid off on March 19-31,2010
- 818 employees are from Santa Clara County
- 655 are from work2future services area
- 592 are from San Jose, Ca
- 450 individuals from suppliers may be affected
- Largest number of affected employees in work2future service area are from San Jose
- NUMMI has been TAA-certified: up \$12,000 for training and other benefits
- work2future has been assisting with RR activities at the NUMMI plant (e.g., workshops, coordination of Job/Career Fairs)
- Submitted NEG application requesting \$7.2 million for additional assistance to provide intensive case management, training and other supportive services to NUMMI employees
- NEG Grant Application is being submitted to DOL. EDD and Alameda WIB are currently determining if State or Alameda WIB will be the lead.
- Included in the grant is a request for funding to EDD to help with TAA Case Management and Unemployment Insurance staffing costs.

Suppliers to NUMMI:

- 30 Tier One Suppliers will be affected
- 35 Tier Two Suppliers will be affected
- 200 other suppliers will be directly or indirectly affected
- Estimated 15,000 to 20,000 employees will be affected either by being laid off or reduction in hours
- A total of 5 major suppliers in Santa Clara County
 - 1-Tier 1
 - 4-Tier 2
- Estimated 240 employees from Tiers 1 and 2 in Santa Clara County
- Undetermined number of secondary suppliers in Santa Clara County
- Identified an off-site location (1401 Parkmoor Avenue, San Jose, Suite 220) for NUMMI employees and suppliers
- Manex will conduct Business assessments, gather and analyze data (including benchmarking against a peer group through a proprietary benchmarking system)
 - Meetings being held between EDD TAA managers and WIBS to develop TAA WIB co-enrollment process (no wrong door process)
 - NUMMI is conducting inventory of all parts at the different suppliers to determine what is on hand
 - Estimated dates suppliers may face layoffs are last two weeks in March.