Greg Canfield

Secretary, Alabama Department of Commerce

MADE IN ALABAMA

Question:

What's the big deal about manufacturing?

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Manufacturing DRIVES Alabama's economy.

S44 Billon

Valued Added Contribution

Share of State GDP

Manufacturing's scope is massive in Alabama.

275,000

Employees

Manufacturers

4,000+ \$82,500

Avg. Annual Salary, Manufacturing Employees (vs. \$67,600 State Average)

Impact:

Manufactured goods were responsible for most of Alabama's record **\$22.6 Billion** in exports in 2022.

Impact

Manufacturing projects helped Alabama set a new record for inbound capital investment in 2022 — \$10.1 Billion.

Novelis — Baldwin County

First integrated aluminum mill in U.S. for four decades

Selected a "Corporate Impact" Project of Year by Trade & Industry Development

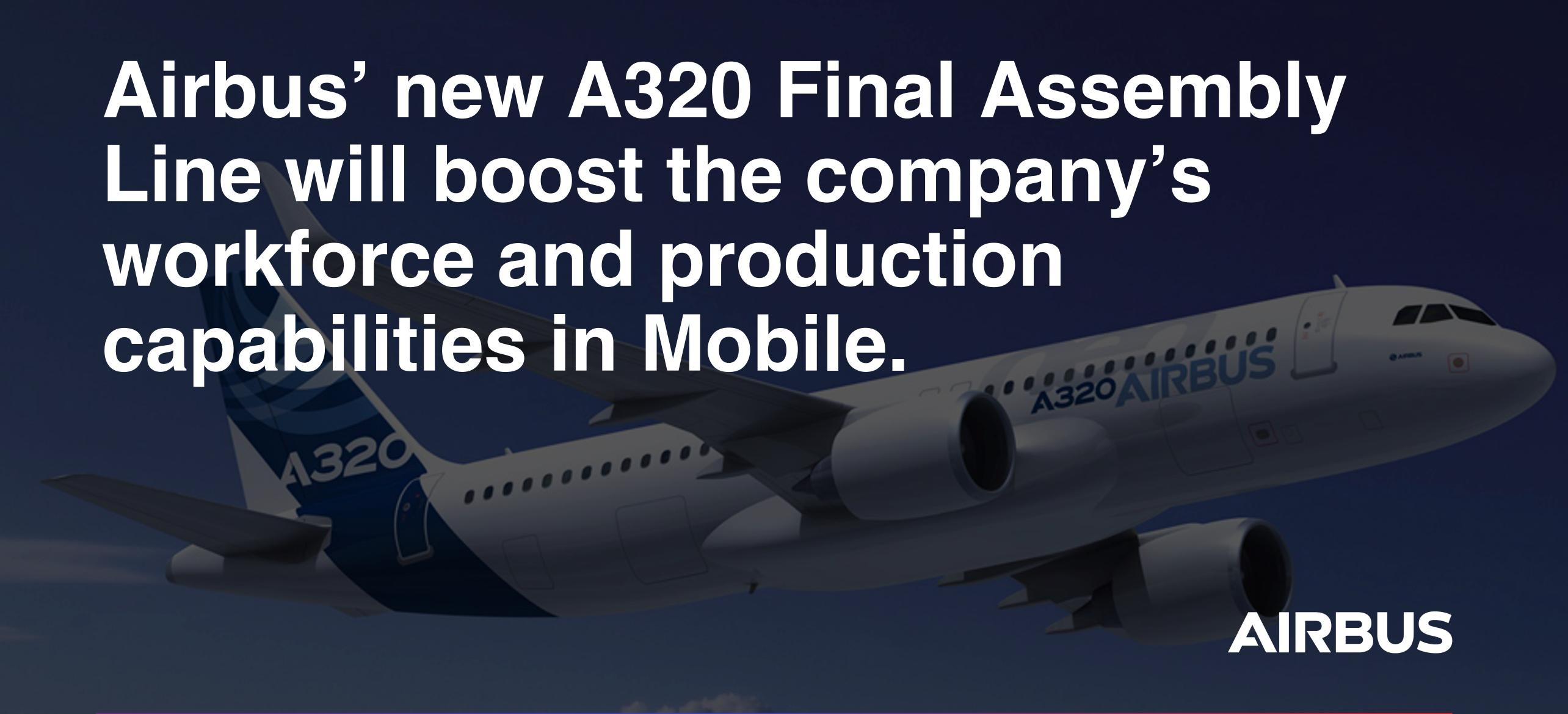
\$2.5 Billion

Capital Investment

1,000

Jobs

Novelis



First Solar — Lawrence County

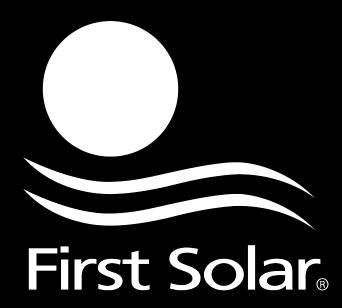
Largest rural investment project in years

\$1.1 Billion in Capital Investment

715 new jobs

"Community Impact" Project of Year

-Trade & Industry Development Magazine



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The momentum isn't slowing — manufacturing projects announced during 2023 are packing a punch.

Sierra Nevada (Phenix City)

Ultra Safe Nuclear (Gadsden)

Kronospan (Oxford)

Samkee (Selma)

Big Question: How do we help these companies find the one thing they need most — a workforce?

The first step is simple.

AIDT is our not-so-secret secret weapon.

Top 3 Workforce Development Agency in U.S.

—Business Facilities



AIDT was a workforce development powerhouse in 2022.

Assisted 176 Companies

Trained 30,000 Citizens for New Careers

Hosted 48 Job Fairs

Direct/Indirect Impact on 93,000 Jobs

Boosted Wages by \$1.8 Billion



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AIDT is at the heart of the Airbus growth project in Mobile that's adding 1,000 jobs.

FlightWorks Alabama

FlightPath9/We Build It Better

Expanding Apprenticeships

Expansion of Aviation Center





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AIDT relaunched its 'Shift' campaign to expand employment in Alabama's auto industry.

Targets workers for 11,000 industry positions

Recruitment across Alabama and neighboring states

Seeking candidates for all types of positions





AIDT is already preparing workers for Manufacturing 4.0 jobs

Virtual Reality-based training

Partnerships with manufacturers & AR developers

Alabama Robotics Technology Park



Alabama's workforce development team isn't resting on its laurels.

Alabama Office of Apprenticeship

- Funding incentives for new apprenticeships
- Created nation's first RN and LPN registered apprenticeships
- Teamed with every Alabama community college to launch apprenticeships

Regional Workforce Councils

- Redesigned performance metrics on Gov. Ivey's Success Plus initiatives
- Launched Modern Manufacturing Program around each OEM and expanded MMP in Region 3

Workforce Development Milestones

Labor Force Participation

Self-Sufficiency Tool

Success Plus progress report

National Model, College and Career Readiness

Commerce supports a broad-based effort to increase Alabama's labor participation rate.

57% Current Rate 62%

National Average



What's behind the low rate?

Transportation challenges

Low educational attainment/skills mismatch

Low pay

Child-care issues

The Alabama team is working to develop pathways that will get more people into the workforce.

One Example: Child-care

Understanding the problem

20% of employed Alabamians missed work due to child-care challenges in 2021.

Four in 10 Alabama kids lack access to childcare

85,000 Alabama families need access to childcare but have no quality, affordable options.

One Example: Child-care

Businesses need more tools to support child-care for their employees — and we need to boost workforce participation to help ensure Alabama's children are put on a path to success.

One Example: Child-care

Legislative proposals have been floated to expand access to child-care:

Tax credit for building on-site centers

Stipend for employee child-care expenses.

Enhanced support for child-care centers based on quality ratings

Looking ahead, there are plenty of reasons for optimism as we approach 2024.

Strong state economy

Record employment

Promising economic development pipeline

New "Game Plan" tools (SEEDS Act)





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