

Aragón automotive - Spain



Reference	EGF/2021/004 ES/ Aragón automotive		
Member State	Spain		
Sector	Automotive		
Submitted to European Commission	26 July 2021		
Total budget planned	EUR	1 652 780	
EGF contribution	EUR	1 404 863	
Intervention criterion	Article 4(2)(b) of the EGF Regulation 2021-2027,		
Period of reference	1 November 2020 – 1 May 2021		
Displacements during period of reference	592		
Active employment measures	<p>To be provided for 320 workers and include:</p> <ul style="list-style-type: none"> - Information and welcome sessions; - occupational guidance; - up-skilling, re-skilling and horizontal training; - intensive job-search assistance; - participation incentive, outplacement incentive and contribution to commuting cost. 		

BACKGROUND

- The lockdown measures necessary to contain the COVID-19 pandemic as well as the shortage of semiconductors had a significant impact on the activity and turnover of the businesses in the automotive sector in Spain.
- Car companies were forced to interrupt or significantly slow down their production. Production declined by 18.9% in 2020 year over year.
- Despite the wide and successful use of short-time work schemes, some manufacturers had to shut down production leading to job losses.
- The automotive sectors represents 2.4% of the net employment in Aragón. In June 2021, the overall regional unemployment rate was 10.7% -3.6 percentage points higher than the EU average (7.1%).
- The Aragón regional authorities expect that most displaced workers in the automotive sector will have difficulties in finding new jobs, unless they receive additional and personalised support. This is because many belong to categories of workers that are already at a disadvantage on the regional labour market.