

Ford, Fiat Chrysler, Honda, Toyota seek to restart factories

March 26 2020, by Tom Krisher



In this Nov. 11, 2014 photo, Ron Hudgins welds a 2015 Ford F-150 cab at the Dearborn Truck Plant in Dearborn, Mich. General Motors, Ford, jet engine maker Rolls-Royce and other companies are talking to their governments about repurposing idled factories to produce vital goods to fight the coronavirus such as ventilators and surgical masks. On Friday, March 20, 2020 President Donald Trump invoked the Korean War-era Defense Production Act, allowing the government to marshal the private sector to fight the COVID-19 pandemic. Although it allows the government to steer factories to overcome shortages, makers of heavy goods such as cars and trucks can't just flip a switch and

produce something else. (AP Photo/Paul Sancya)

Ford, Fiat Chrysler, Honda and Toyota took steps Thursday to restart North American factories that have been closed to protect workers from the coronavirus.

The plants would reopen in early or mid-April, restoring the largest source of cash for automakers that generally book revenue when they ship vehicles to dealerships.

Auto companies, like other businesses, are trying to manage their way through the coronavirus crisis, which has forced factories to close amid employee concerns that they could catch the virus while working close to others at factory work stations.

Ford said it wants to reopen five North American assembly plants, starting with one in Mexico April 6 and continuing with four in the U.S. on April 14. The move was immediately met with skepticism by the United Auto Workers union, which represents 56,000 Ford factory workers.

"The UAW continues to review with great caution and concern decisions being made about restarting workplaces, especially at advanced dates," union President Rory Gamble said in a statement.

Honda wants to reopen U.S. and Canadian factories on April 7, a week later than originally planned, while Toyota plans to restart North American plants on April 20. Fiat Chrysler intends to reopen U.S. and Canadian factories April 14 depending on state restrictions and plant readiness. General Motors says it hasn't decided yet when factories would restart. Most automakers said they would monitor the virus and

adjust decisions if needed.

The moves come as U.S. new auto sales are expected to fall dramatically for the month of March. Edmunds.com expects March sales to fall nearly 36% from a year earlier.

Ford, in a release before the markets opened Thursday, said it's aiming to reopen its factory in Hermosillo, Mexico, followed by its Dearborn, Michigan, truck plant, Kentucky truck plant in Louisville, the Ohio Assembly Plant near Cleveland, and the Transit van line at the Kansas City plant. The company also wants to reopen some parts-making plants on the same day, including four in Michigan, which is among the states hardest hit by the virus.

The Dearborn, Michigan, automaker says it will introduce additional safety measures to protect workers, but said it would give details later. Ford wants to reopen five North American assembly plants in April that were closed due to the threat of coronavirus.

All three Detroit automakers suspended production at U.S. factories a week ago under pressure from the United Auto Workers union, which had concerns about worker safety.

The Ford decision comes as the number of people infected by the virus spikes in Michigan. On Wednesday the state reported at least 2,294 infections and that the number of deaths nearly doubled from 24 to 43.



This Feb. 15, 2018, file photo shows a Ford logo on the grill of a 2018 Ford Explorer on display at the Pittsburgh Auto Show. Ford says it wants to reopen five North American assembly plants in April that were closed due to the threat of coronavirus. The three Detroit automakers suspended production at North American factories March 19, 2020, under pressure from the United Auto Workers union, which had concerns about members working closely at work stations and possibly spreading the virus. (AP Photo/Gene J. Puskar, File)

Two Detroit-area hospital systems said they are caring for more than 1,000 COVID-19 patients at 13 hospitals. At Beaumont Health and Henry Ford Health System, operating rooms were being converted into intensive care units and clinics had been turned into rooms for patients needing other medical care.

President Donald Trump said Wednesday that he is hoping the United States will be reopened by Easter as he weighs how to relax nationwide social-distancing guidelines to put some workers back on the job during the coronavirus outbreak.

Dr. Amesh Adalja, an infectious disease specialist and senior scholar at the Center for Health Security at Johns Hopkins, said by April 14, experts will have a better idea what the trajectory is for new coronavirus cases and whether factories can be run with appropriate social distancing. It's important, he said, to find ways to operate factories safely. "I would say we have to think about what the path forward is going to be," he said.

The decisions on whether to reopen factories should be based on local virus transmissions and infections, he said, adding that the number of people infected is going to rise because of additional testing that is now being done.

Cole Stevenson, a worker who installs steering wheels at Ford's huge pickup truck plant in Dearborn, said a reopening three weeks into the future is probably long enough to protect workers. "If they've researched up enough on how long the virus lives on surfaces and things like that, and they're doing their part to keep that at a minimum, I guess I'm not too inclined to worry," he said.

Stevenson said other workers may be more apprehensive about the virus, but he says he keeps his distance to guard against the coronavirus.

The UAW's Gamble, though, suggested that Ford keep worker safety at the top of its list before restarting operations. "The only guideline in a boardroom should be management asking themselves, 'Would I send my family—my own son or daughter—into that plant and be 100% certain they are safe?'" Gamble said.

The Ford Motor factories, which largely make highly profitable pickup trucks, commercial vans and big SUVs, are key to Ford's financial health. The Ford F-150 pickup made at the Dearborn Truck plant is the top-selling vehicle in America that's responsible for much of the company's profit.

The Ford factories were to be closed until March 30. Combined, the Detroit automakers have about 150,000 unionized factory workers.

Two union workers from Fiat Chrysler plants in the Detroit area and Kokomo, Indiana, have died this week from complications due to the virus, but it's not clear whether they got it at the factories or elsewhere.

For most people, the coronavirus causes mild or moderate symptoms, such as fever and cough that clear up in two to three weeks. For some, especially older adults and people with existing health problems, it can cause more severe illness, including pneumonia, or death.

The effort to reopen the plants comes as Amazon and other large warehouses continue operations, although some of the goods they're distributing are considered essential.

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Citation: Ford, Fiat Chrysler, Honda, Toyota seek to restart factories (2020, March 26) retrieved 10 April 2024 from <https://techxplore.com/news/2020-03-ford-honda-toyota-restart-virus.html>

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