# The Investor's Case: Child Care Access & Quality



### What Science and Research Tell Us...

- Children's brains grow explosively in the first 3 years of life, forming more than 1 million new neural connections per second. Safe, stimulating early environments are essential to promoting healthy development in these crucial years.
- As the percentage of <u>working mothers</u> has risen to 70% in recent decades, the time that children under 5 spend in child care has increased in tandem. More than 40% of children of working mothers spend <u>35+ hours/week</u> in child care.
- And yet, according to the National Institutes of Health, a <u>mere 10%</u> of child care settings meet the definition of "high-quality." Quality tends to be <u>lowest for children</u> <u>under 2</u>—precisely when it matters most.
- The U.S. ranks <u>dead last</u> among developed nations on childcare affordability. In 24 states, the average full-time infant daycare costs more than average monthly rent.

## Why It Matters...

- Lack of access to quality, affordable child care inhibits parents' careers and undermines families' economic security, <u>costing the U.S. an estimated \$57 billion</u> in lost earnings, productivity, and tax revenues every year.
- This status quo also disadvantages the 2 million child care industry employees, many of whom are women of color. These workers are among the least likely to make <u>a living wage</u>; in 2018, a full 53% were on at least 1 public assistance program.
- Conversely, improved child care has the potential to enhance educational equity.
   Children in high-quality programs consistently show <u>better cognitive function</u>,
   language development, and kindergarten readiness relative to their peers in lesser settings.

# What "Good" Would Look Like...

- Our goal is to optimize children's development and bolster families' and providers' economic well-being. To do so, we must improve:
  - Quality: <u>key features</u> of high-quality child care include small adult-to-child ratios, formal training for providers, and positive caregiving practices like <u>serve</u> <u>and return</u> and regular book reading.
  - Access & affordability: according to Brookings, affordable childcare should not exceed 7% of family income.
  - Workforce development: all child care providers should receive pre- and in-service training, as well as improved pay and benefits.

# Strategies for Scaled Impact...

Advocacy to boost public support for paid parental leave, child care benefits, and improved provider compensation

Tech-enabled platforms that increase families' knowledge of and access to affordable care options

Innovative approaches that deliver highquality professional development to diverse care providers

# Dig Deeper: Child Care Access & Quality

### **Key Terms:**

- Family, Friend, & Neighbor Care (FFN): care provided in the child's or caregiver's home by a person who is a relative, friend, neighbor, or babysitter
- Family Child Care Homes: care provided for small groups of children in a residential setting, usually by one or two child care workers
- Child Care Centers: care provided for larger groups of children, often grouped by age, in a non-residential, commercial building by a larger staff

# **Key Research Studies**

- The national crisis in child care affordability
- How child care quality in early life predicts <u>cognitive</u> / <u>academic</u> <u>outcomes</u> in adolescence
- Lasting positive effects of <u>subsidized child care</u> in Norway
- How child care can help reduce socioeconomic inequalities

### **Field Leaders**

- Child Care Aware of America works with 400+ state and local child care resource and referral agencies nationwide
- Council for a Strong America promotes bipartisan solutions to the national child care crisis

# **Promising Innovators**

- All Our Kin transforms family child care supply, quality, and sustainability through professional learning and support
- MyVillage supports a high-quality, nationally standardized family home childcare network through business supports, mentorship, and peer connections
- Visit our <u>Venture Index</u> for more innovators in this space!

# **Key Funders**

- W.K. Kellogg Foundation
- Ms. Foundation for Women
- The Administration for Children and Families' <u>Child Care and</u> <u>Development Fund</u>
- To learn more, check out this national database of early child care funders!

# Sample Metrics & Tools

#### **METRICS**

- Program structure and skill-building activities
- Relationships and interactions between children and providers
- Physical space and resources

#### ASSESSMENT TOOLS

- Child Care Quality Rating System (ORS)
- Family Child Care Environmental Rating Scale, Revised (FCCERS-R)

Want to learn more? Check out Promise's full <u>resource library!</u> Feedback on our materials? Share your thoughts with us!