# KING COUNTY STATE OF THE

**ECONOMIC IMPACT** 



144,25 CHILDREN UNDER SIX



IN THE WORKFORCE

DO NOT HAVE ACCESS TO EARLY LEARNING

**HOUSEHOLDS** 

**READY** 

# AFFORDABILITY OF CHILD CARE PERCENT OF INCOME PAID

Child care costs place a tremendous burden on families, impacting work time, productivity, and long-term career outcomes and opportunities. The average income of a family of four in our region is \$180,120. The typical cost of child care for a family with one infant and one preschooler in center-based care is \$49,440, 27% of their average annual income.

A FAMILY OF FOUR WOULD PAY 27% OF THEIR INCOME FOR TWO CHILDREN IN CHILD CARE.

THE WASHINGTON STATE DEPARTMENT OF COMMERCE STATES CHILD CARE SHOULD COST NO MORE THAN 7% OF INCOME.

#### PRICE BY AGE GROUP

\$28,500

**INFANTS:** <1 YR

\$24,636 TODDLERS:

1 - 2 YRS

\$20,940 PRESCHOOLERS:

3 - 5 YRS

SCHOOL-AGE: 6 - 12 YRS

#### CHILD CARE PROGRAMS: WHAT'S THE COST?

There is a big difference between the annual cost of providing high-quality child care, state-provided child care subsidies, and what families can afford. Many child care programs subsidize this difference with low salaries and other cuts that hurt their workforce and bottom line.



cost of quality child care\* (preschool, child care center)

maximum subsidy provided by DCYF for income eligible families

\$20,940 median price of child care charged to families

## **ESTIMATED REGIONAL IMPACT TO EMPLOYERS**

\$812M annual cost employers incur due to lack of child care.

**52,909** workers with children under six years old quit a job due to child care issues.

**36,743** workers with children under six years old fired from work due to child care issues.

## PERCENT OF CHILDREN WITH **ACCESS TO CHILD CARE**

**INFANTS:** <1 YR

TODDLERS:

SCHOOL-AGE: 6 - 12 YRS

# **GROWING THE WORKFORCE**

**MORE EARLY EDUCATORS NEEDED** TO INCREASE ACCESS

According to the 2022 Department of Commerce Cost of Quality Report.



# WHAT BUSINESSES SHOULD KNOW

\$1 \Rightarrow \$3

#### **Invest & Return**

Every dollar invested in early childhood development yields a 3X return to the community.



receive high-quality early care

and education.

\_

Invest

Each low-income preschool
age child in our region needs
an investment of ~\$25k per
year, over 3 years, in order to



#### Develop

By ensuring the development of the most critical skills in early childhood, children begin school ready to succeed.



#### Sustain

Strong K-12 and higher education systems and jobs that pay a family wage build on our investments.





#### **GAIN \$225**k

Per-child return on investment, students and communities see increased wages; less need for supplemental services; and healthier, more robust local economies.



# **WHAT EMPLOYERS CAN DO:**

# SUPPORT EMPLOYEE ACCESS TO CHILD CARE AND RELATED BENEFITS

- Lower cost options can include informing employees of child care subsidies; connecting employees with child care resource and referral networks; implementing "bring your infant to work"; and other family friendly policies.
- Higher cost options can include providing backup child care; contracting with nearby child care programs; and offering child care vouchers or tuition payments.
- Learn more about <u>Family Friendly Workplace</u> policies from the Department of Commerce.

# CHAMPION POLICIES THAT INCREASE ACCESS FOR ALL WASHINGTON FAMILIES

- Join the conversation! Local <u>Early Learning Coalitions</u> and <u>STEM</u>
   <u>Networks</u> are creating child care access plans. Join them and shape the future of child care in your community. See contact information below.
- Talk to <u>your legislators</u> about how the lack of affordable child care has impacted you, your employees, and business. Let them know why this issue is important to you and that you want them to act.
- Join Washington STEM as a <u>Child Care Champion</u>. Connect with us and business leaders and employers across the state to learn more about the issues and solutions, and how to advocate for change.

# WHAT IS THE BOTTOM LINE?

Employers have an important opportunity to invest in their workforce by becoming family friendly workplaces. They also have a role in championing policies that increase access to child care for all Washington families. These investments will yield returns for children, families, and businesses. And they are the right thing to do!

# **LEARN MORE AND GET INVOLVED.**

- Email employerta@commerce.wa.gov to learn more about the Department of Commerce Family Friendly Workplace Technical Assistance Program and receive updates.
- Visit the Washington STEM Child Care Champions webpage using the link or QR code: <a href="https://bit.ly/3XTzE5B">https://bit.ly/3XTzE5B</a>.
- Contact your Early Learning Coalition Lead: Tristen Hall, King County Early Learning Coalition, KCELC@childcare.org.
- Contact Soleil Boyd, Washington STEM Senior Program Officer, soleil@washingtonstem.org.

