SNAPSHOT CHILD CARE IN ARIZONA

Child Care is Critical for Arizona's Workforce

64% of children under 6 have all available parents in the labor force, up from 59% ten years ago.¹

Child Care is Critical for Reducing Gender and **Racial Disparities in Economic Participation**



63% of mothers with children under 6 participate in the labor force in AZ.²

77% of Black mothers with children under 6 participate in the labor force in AZ.³

COVID-19 Poses a New Threat to the Child Care Sector

Capacity is declining in AZ⁴

child care slots could be lost

50% of child care slots could be lost. Pre-pandemic in AZ there were 2.5 children for every available slot. With COVID closures that number could go as high as 5.0.



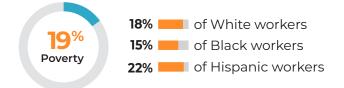
Provider costs are increasing in AZ⁵

Center-based providers' costs are estimated to increase by 84%.

Family-based providers' costs are estimated to increase by 75%.

The Child Care Sector Was Struggling Prior to COVID-19

Child care workers struggled to make ends meet 19% of child care workers in AZ lived in poverty.⁶



Child care is hard to find for many families 48% of people in AZ were living in a child care desert.¹⁰ Costs of providing care were high in AZ⁷

\$1.040/month for center-based infant care \$800/month for center-based toddler care \$710/month for family-based care

Subsidies were insufficient⁸



Monthly gap between subsidy and cost to provider, per child⁹



Child care is hard to afford

A minimum wage worker in AZ spends 44% of their earnings on child care, on average.11



Child Care Is Important to the Economy

Yet only 10% of low-income eligible families in AZ receive federal subsidies¹²

For additional state profiles and more on this topic, visit Investing in the Future of Child Care: sffed.us/childcare

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Endnotes

- 1 U.S. Census Bureau. American Community Survey: 2009 (1-Year Estimate) and 2019 (1-Year Estimate).
- 2 U.S. Census Bureau. IPUMS microdata, American Community Survey: 2014-2018 (5-year Estimate).
- 3 Black racial category consists of Non-Hispanic individuals. U.S. Census Bureau. IPUMS microdata, American Community Survey: 2014-2018 (5-year Estimate).
- 4 Workman, Simon, and Steven Jessen-Howard. "Coronavirus Pandemic Could Lead to Permanent Loss of Nearly 4.5 Million Child Care Slots." Center for American Progress, April 24, 2020. https://www.americanprogress.org/issues/early-childhood/ news/2020/04/24/483817/coronavirus-pandemic-lead-permanent-loss-nearly-4-5-million-child-care-slots/
- 5 Workman, Simon, and Steven Jessen-Howard. "The True Cost of Providing Safe Child Care During the Coronavirus Pandemic." Center for American Progress, September 3, 2020. https://www.americanprogress.org/issues/early-childhood/ reports/2020/09/03/489900/true-cost-providing-safe-child-care-coronavirus-pandemic/
- 6 White and Black racial categories consist of Non-Hispanic individuals. U.S. Census Bureau. IPUMS microdata, American Community Survey: 2014-2018 (5-year Estimate).
- 7 Workman, Simon and Steven Jessen-Howard. "Understanding the True Cost of Child Care for Infants and Toddlers." Center for American Progress, November 15, 2018. https://www.americanprogress.org/issues/early-childhood/reports/2018/11/15/460970/understanding-true-cost-child-care-infants-toddlers/
- 8 Workman, Simon. "Where Does Your Child Care Dollar Go?" Center for American Progress, February 14, 2018. https://www. americanprogress.org/issues/early-childhood/reports/2018/02/14/446330/child-care-dollar-go/
- 9 Based on state subsidy for infant center-based providers. Workman, Simon and Steven Jessen-Howard. "Understanding the True Cost of Child Care for Infants and Toddlers." Center for American Progress, November 15, 2018. https://www. americanprogress.org/issues/early-childhood/reports/2018/11/15/460970/understanding-true-cost-child-care-infants-toddlers/
- 10 "Do You Live in a Child Care Desert?" Center for American Progress, 2018. https://childcaredeserts.org/2018/index.html
- 11 "Child Care Costs in the United States." Economic Policy Institute, October 2020. https://www.epi.org/child-care-costs-in-theunited-states/#/
- 12 Estimated percentage of eligible families receiving subsidies through the Federal Child Care and Development Block Grant based on state eligibility parameters. Ullrich, Rebecca, Stephanie Schmit, and Ruth Cosse. "Inequitable Access to Child Care Subsidies." The Center for Law and Social Policy (CLASP), April 2019. https://www.clasp.org/sites/default/files/publications/2019/04/2019_inequitableaccess.pdf

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