# Challenges and Opportunities: Child Care and Early Education in Difficult Times



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### Federal Early Childhood Policy

- American Recovery and Reinvestment Act \$5 billion for early childhood
- FY 2011 and FY 2012 \$ increases for child care, Head Start
- Affordable Care Act Maternal and Infant Child Home Visitation program (MICHV)
- Race to the Top Early Learning Challenge -\$450 million awarded to 9 states

#### **Federal Context**

- Focus on deficit reduction
- Republican House favors tax cuts and spending cuts
- Federal Unemployment Insurance benefits expire February 28
- "Supercommittee" failed to reach agreement on deficit reduction
  - Automatic cuts slated to begin January 2013
  - Some low-income programs exempt, not Head Start
  - Reducing defense cuts will put low-income programs at greater risk

#### **CBPP: Tax Cuts Drive Significant Portion of Record Deficit**

#### Economic Downturn, Financial Rescues, And Legacy of Bush Policies Drive Record Deficits

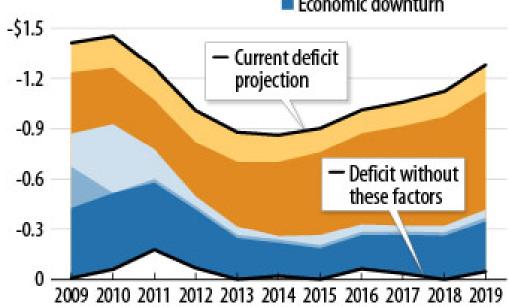
#### Deficit, in trillions



Recovery measures

TARP, Fannie, and Freddie

Economic downturn



Source: CBPP analysis based on Congressional Budget Office estimates.

cbpp.org

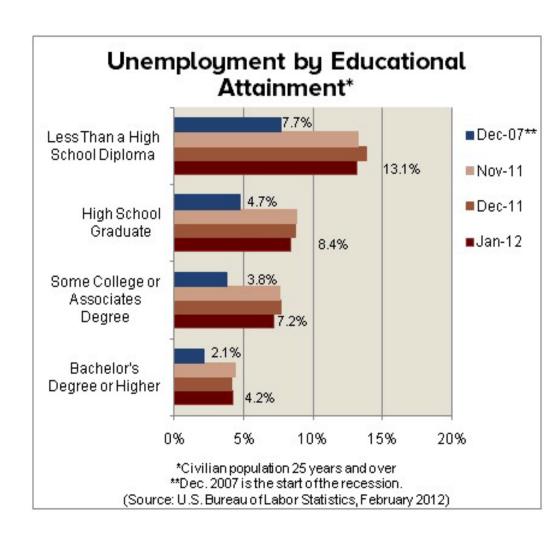
#### **State Context**

- Recession impacted state revenue causing state budget shortfalls.
- State cuts to child care, pre-kindergarten, other early childhood programs.
- State budget shortfalls will impact services Head Start programs rely on.



### **Continued Need for Job Growth**

- January unemployment -8.3% nationally
- Unemployment disproportionately affects lowereducated and minority racial and ethnic groups.





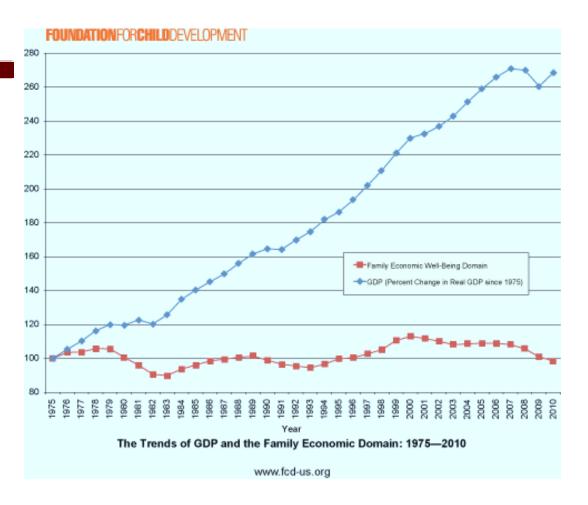
#### **Growth in Child Poverty**

- 46.2 million poor - 1 in 7 **Americans**
- One in four young children is poor. Nearly half are under 200 percent of federal poverty.
- Growth in child poverty for 4th straight year.

	Poverty Rate of Children Under Age 6 (2010)	Low-Income Rate of Children Under Age 6 (2010)
US	25%	48%
ALABAMA	32%	54%
FLORIDA	27%	52%
GEORGIA	29%	54%
KENTUCKY	32%	54%
MISSISSIPPI	38%	62%
NORTH		
CAROLINA	29%	52%
SOUTH		
CAROLINA	32%	55%
TENNESSEE	29%	56%
CLASP calculations of American Community Survey data.		

# Many Families Left Out of Economic Recovery

 Recession wiped out gains in family economic security made over last 35 years.





## Federal Programs Serve a Fraction of Eligible Children

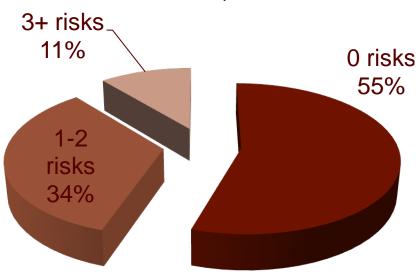
- Head Start serves less than half of eligible preschoolers and less than 4 percent of eligible infants and toddlers in Early Head Start.
- Child care subsidies reach 1 in 6 eligible children.



Source: HS analysis by NWLC; CCDBG analysis by HHS.

# Young Children Face Multiple Risk Factors for Unhealthy Development

### Exposure to Multiple Risk Factors Among Young Children, 2008



These risks include: lives in poverty, with a single parent, in households where both parents have less than a high school education, in families with parents who do not speak English well or at all; and/or has parents with no paid employment.

Source: National Center for Children in Poverty.



#### What Does It All Mean?



### **Tell Your Story**

- What is the state of young children in your community?
- Where are the unmet needs and gaps in services (particular age groups, demographic groups, programs and services)?
- How are early childhood programs helping families connect to needed resources?



### **Next Steps: Take Action!**

- Write op-eds and get media coverage
- Invite policymakers to visit your programs
- Tie Head Start advocacy to economic investment messaging.



#### **Contact Information**

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