## THE LACK OF AFFORDABLE AND ACCESSIBLE CHILDCARE IS HURTING **BUSINESSES** AND THE **ECONOMY**

# \$4.2 to \$6.4 billion

is the estimated long-term economic impact of Wisconsin's childcare crisis.<sup>1</sup>



**75**%

of Wisconsin **employers** say that the state economy is impacted by a parent's ability to find affordable, high-quality childcare.<sup>1</sup>

# FAMILIES CANNOT AFFORD THE TRUE COST OF CARE, DRIVING DOWN REVENUE FOR PROVIDERS



Wisconsin families with **ONE** infant are spending

20%

of their annual income on childcare.1

The typical family with an infant and a four-year-old are spending

33%

of their annual income on childcare.1

There are more than **THREE** children under age 5 for every **ONE** licensed childcare slot.<sup>1</sup>





of Wisconsin residents live in childcare deserts.

In **rural** Wisconsin, this number is nearly **80%**.<sup>1</sup>

80%

of Wisconsin's early childhood educators have some form of higher education.<sup>1</sup>



\$11 to \$13

an hour is the average wage of an early childhood educator.<sup>1</sup>



Licensed
Family Provider

\$37,728 \$24,272

Licensed Group Center \$44,582 \$29,387

- Average Recommended Salary
- Average Current Salary<sup>2</sup>

## CHILD CARE PROVIDERS ARE STRUGGLING TO MEET DEMAND, AS THEIR WORKFORCE IS UNDERPAID

Since 2010, the number of providers has decreased 60% and capacity has decreased 24% in Central Wisconsin.3 12,658 9,630 691 276 2022 2022 2010 2010 **Providers** Capacity

In 2022, in the 14-county North Wisconsin area,

**77**%

of providers reported higher rates of staff turnover or shortages.

of licensed capacity is unutilized in West-25% Central Wisconsin due closed classrooms.4

In rural Northern Wisconsin:

**77**% of providers have a waiting list

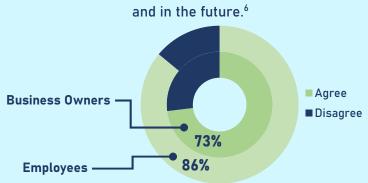
18% of providers are facing closure due to low staffing<sup>5</sup>

15% of licensed capacity is unutilized

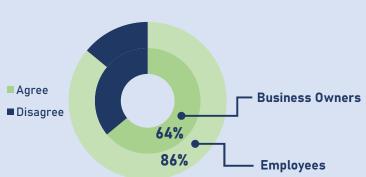
### CHILD CARE IS A BUSINESS ISSUE

Approximately 4 out of 5 Wisconsin employers say the state economy is impacted by parent's access to affordable, high-quality childcare.

Without access to affordable childcare, Wisconsin businesses will face workforce/labor shortages now and in the future.6



It's important for Wisconsin businesses to support childcare for their employees.6



**74**%

of parents have missed work due to lack of childcare, according to a 2020 survey of Dodge and Jefferson County.8

**65**%

of employers believe providing employees with childcare resources is a strategy that should be considered to address labor shortages.6

**22**%

of Eau Claire and Chippewa County employers had an employee leave their job due to a lack of childcare, according to a 2022 survey.7

#### THE WISCONSIN ECONOMIC DEVELOPMENT INSTITUTE

#### **OUR MISSION**

The Wisconsin Economic Development Institute, Inc. (WEDI) is a non-profit, non-partisan foundation established under the Wisconsin Economic Development Association (WEDA) to conduct research and education designed to increase the effectiveness of economic development efforts.

#### **OUR VISION**

A higher quality of life and increased access to wealth and opportunity for Wisconsin citizens through economic development.

<sup>3</sup>https://childcaring.org/

https://www.childcarepartnership.org/tools-data/documents/child-care-capacity-survey-results-w-summary-11-2022.pdf

<sup>5</sup>https://www.wisconsinchild.org/

<sup>&</sup>lt;sup>6</sup>https://dcf.wisconsin.gov/files/childcare/pdf/pdg/wi-employer-2021-research-snapshot.pdf