

CHILDREN IN IOWA SET TO LOSE CHILD CARE DUE TO CHILD CARE CLIFF

Beginning September 30, 2023, states will face a steep dropoff in federal child care investment. Without Congressional action, this cliff will have dire consequences. More than three million children are projected to lose access to child care nationwide. Seventy thousand child care programs are likely to close. This will have ripple effects for parents forced out of work or to cut their work hours, for businesses who will lose valuable employees or experience the impact of their employees' child care disruptions, and state economies that will lose tax revenue and jobs in the child care sector as a result.

Congress should act quickly to protect Iowa's children, families, and communities from the higher costs, reduced earnings, and productivity loss that will come with going over the child care cliff.



The grants were helpful but they don't "stabilize." The grants were used right away and we have nothing left. We have no idea where the money is coming from going forward."

FAMILY CHILD CARE OWNER

13,745



Without intervention, 13,745 children in Iowa are expected to lose their child care as a result of the stabilization cliff.



401 child care programs are projected to close - making it even harder for families to find safe, nurturing child care options.

\$31
MILION



Iowa parents will lose \$31 million in earnings as a result of being forced to cut work hours or leave the workforce.



As children and families feel these consequences, so will state economies. The loss of the federal funds will mean:

less in employer less in state productivity income tax

3,536 %% CHILD CARE JOBS

Finally, the child care sector has been far behind the rest of the economy in recovering jobs post-pandemic. We hear stories around the nation about child care classrooms having to close because there are not enough early educators. An additional 3,536 child care jobs are expected to be lost in Iowa, at a minimum.