- 1 2022 NYSAC Legislative Conference
- 2 Standing Committee on Economic Development, Environment & Energy
- 3 **Resolution #1**

## Resolution in Support of Raising the Childcare Subsidy Rate and Increasing the Total Allotment to Social Services Districts in Order to Improve Equitable Access to Childcare Across New York State

7 WHEREAS, for years, access to high-quality childcare has been limited to those who

8 can afford it or are fortunate enough to receive a subsidy and be able to locate quality

- 9 care, limiting the ability of parents of young children to enter and succeed in the
- 10 workforce and for employers to find and retain skilled workers; and
- 11 WHEREAS, the average cost of childcare for an infant in New York State is \$15,394 per 12 year, which is more expensive than in all but five states in the country;<sup>1</sup> and
- WHEREAS, childcare in New York State costs more than college, and infant care is
   more expensive than the average rent;<sup>2</sup> and
- 15 WHEREAS, the lack of affordable and accessible childcare during the pandemic has
- 16 driven women, in particular, out of the workforce in large numbers and led many to
- 17 weigh whether staying out of the workforce is more cost-efficient; and
- 18 WHEREAS, New York State's Child Care Availability Task Force, which was co-chaired
- 19 by then-Lieutenant Governor Kathy Hochul, recognized that childcare is not just a
- 20 women's issue but a societal and economic issue that touches every family, in every
- 21 community, regardless of neighborhood or economic status; and
- 22 WHEREAS, according to a statewide poll conducted in the fall of 2020, the majority of
- 23 New York State business leaders say the lack of accessibility and availability of high-
- 24 quality childcare for infants and toddlers negatively impacts their businesses and their application opplexees and
- 25 ability to hire and retain employees;<sup>3</sup> and
- 26 **WHEREAS**, New York employers specifically cite employee absenteeism and calling-
- out due to a lack of access to and availability of childcare for infants and toddlers, as well
- as reduced employee productivity and turnover due to child care issues, as contributing
- 29 to loss in revenue; and
- 30 WHEREAS, on average, working parents in America miss five to nine days of work per
- 31 year because of childcare problems, costing U.S. businesses \$3 billion a year in lost
- 32 productivity;4 and

 $<sup>{}^{1}\</sup>underline{https://ocfs.ny.gov/reports/childcare/Child-Care-Availability-Task-Force-Report.pdf}$ 

<sup>&</sup>lt;sup>2</sup> Ibid.

<sup>&</sup>lt;sup>3</sup> Ibid.

<sup>4</sup> Ibid.

- 1 WHEREAS, Governor Hochul, in one of her first addresses to the business community
- 2 as Governor, identified childcare as one of her top three priorities to support the
- 3 economic recovery from the COVID-19 pandemic;<sup>5</sup> and
- 4 WHEREAS, Office of Children & Family Services (OCFS) Commissioner Sheila Poole,
- 5 in a September 2021 interview, called childcare "the superhighway to economic
- 6 recovery";<sup>6</sup> and
- 7 WHEREAS, the significant difference between the childcare subsidy rate set by OCFS
- 8 and the actual cost of providing care has contributed to extremely low wages for
- 9 childcare workers, 98 percent of whom are women and 60 percent of whom are
- 10 minorities; and
- 11 WHEREAS, low wages have led to a shortage of childcare workers, which has meant
- 12 that childcare providers cannot keep up with demand and have fewer childcare slots to 13 offer; and
- 14 WHEREAS, 64 percent of New Yorkers live in communities that qualify as child care
- 15 deserts, meaning the community lacks sufficient child care for the vast majority of
- 16 families that need it;<sup>7</sup> and
- WHEREAS, the size of the gap between subsidy rates and the true cost of quality varies
  by region but exists across the state for infants and toddlers; and
- 19 WHEREAS, the Child Care Availability Task Force's final report called on New York
- 20 State to adopt subsidy rates that are aligned with the true cost of quality care, including
- recognizing the higher cost of care necessary for infants and toddlers; and
- 22 WHEREAS, high-quality childcare promotes healthy child development, which has
- 23 long-term benefits for children and families, the economy, and society as a whole, as it is
- 24 proven to reduce rates of incarceration, homelessness, and poverty in later life; and
- WHEREAS, children who have quality early learning experiences are less likely to drop
   out of high school, need public assistance, or become a teen parent and are more likely
   to go to college and have good health as an adult; and<sup>8</sup>
- WHEREAS, quality early care and learning also helps reduce the disparities that are
   often associated with race, ethnicity, language, citizenship status, and socio-economic
   level; and
- 31 **WHEREAS**, investing in quality childcare is a critical public investment into 32 a better functioning, more equitable, democratic economy and society.

<sup>&</sup>lt;sup>5</sup> <u>https://www.bizjournals.com/albany/news/2021/09/24/hochul-3-priorities-for-business.html</u>

<sup>&</sup>lt;sup>6</sup> <u>https://spectrumlocalnews.com/nys/central-ny/capital-tonight/2021/09/01/ocfs-commissioner--child-care-is--superhighway-to-economic-recovery-</u>

<sup>7</sup> https://ocfs.ny.gov/reports/childcare/Child-Care-Availability-Task-Force-Report.pdf

<sup>&</sup>lt;sup>8</sup> Ibid.

NOW, THEREFORE, BE IT RESOLVED, that the New York State Association of
 Counties (NYSAC) supports increasing the subsidy rate in the FY 2023 State Budget so

- 3 it more closely aligns with the actual cost of care; and
- BE IT FURTHER RESOLVED, that NYSAC supports increasing the total allotment
  given to social service districts around the state so they can pay the increased subsidy
  rate without having to decrease the number of children and families receiving the
- 7 subsidy; and
- 8 **BE IT FURTHER RESOLVED**, that copies of this resolution be sent to the counties
- 9 of New York encouraging member counties to enact similar resolutions; and
- 10 **BE IT FURTHER RESOLVED**, that NYSAC shall forward copies of this resolution to
- 11 Governor Kathy Hochul, OCFS Commissioner Shelia Poole, the New York State
- 12 Legislature, and all others deemed necessary and proper.