

Advocates for Ohio's Future

Child Care & Pandemic EBT Updates

March 19, 2021



Advocates for Ohio's Future (AOF) is a nonprofit, nonpartisan coalition of over 500 state and local health and human services policy, advocacy and provider organizations that strive to strengthen families and communities through public funding for health, human services, and early care & education.

We work to empower and support nonprofit organizations in the critical work they do, especially as it relates to lifting up the most vulnerable among us.



Child Care is essential

Will Petrik, Budget Researcher



Policy Matters Ohio is a nonprofit policy research institute that creates a more vibrant, equitable, sustainable and inclusive Ohio through research, strategic communications, coalition building and policy advocacy.





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Why Child Care is Essential

- High-quality child care and early learning opportunities help prepare children for the future.
- All parents deserve to go to work knowing their kids have a safe, nurturing place to go.
- Child care is the workforce behind the workforce.



Before COVID-19, the child care system was fragile and unstable

Child care workers and preschool teachers are paid poorly in Ohio					
	Median hourly wage	Median annual salary			
Child care workers	\$10.65	\$22,160			
Preschool teachers	\$13.06	\$27,170			
Kindergarten teachers	NA*	\$57,460			
Elementary school teachers	NA*	\$64,470			
Civil engineers	\$38.20	\$79,460			

Source: U.S. Bureau of Labor Statistics, Occupational Employment Statistics, "May 2019 State Occupational Employment and Wage Estimates," <u>https://bit.lv/3ilb6NF</u>

* Occupational Wage Survey data do not give median hourly wage for kindergarten and elementary school teachers because teachers' summer sessions - in which work responsibilities vary across districts - make it difficult to calculate hours worked.



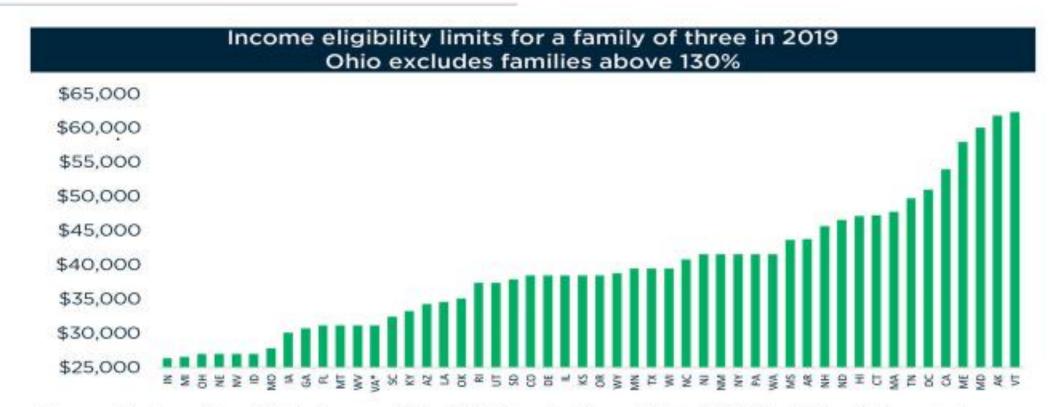
Child care is unaffordable for many working parents

	% of Income Spent on Child Care				
	Total median income	Center- based care for one infant (\$10,009 / year)	Center-based care for an infant and a 4 year old (\$18,267 / year)	Home-based care for one infant (\$7,500 / View Larg year)	Home-based care for an infant and a 4 Year Old er (\$14,038 / year)
Ohio median household income	\$56,111	18%	33%	14%	25%
Ohio median family income	\$72,028	14%	25%	11%	19%
Ohio median per capita income	\$31,293	32%	58%	24%	45%

Source: Average cost of center-based care for one infant and for an infant and a 4 year old from "Price of Child Care in Ohio," Child Care Aware of America, <u>https://bit.lv/2BRqCic</u>. Total median income numbers from the American Community Survey, 2018, data.census.gov, <u>https://bit.lv/3Ir9L1t</u>. Note: A family consists of two or more people related by birth, marriage, or adoption residing in the same housing unit. A household may consist of a person living alone or unrelated individuals or families living together.



Ohio does less than most states to help working parents afford child care



Policy Matters Ohio Source: Schulman, Karen, "Early Progress: State Child Care Assistance Policies 2019," The National Women's Law Center, 2019, from Table Ia: Income Eligibility Limits for a Family of Three in 2018 and 2019, https://bit.ly/3gribym

The child care industry was teetering before COVID-19. The pandemic has had a disastrous effect.

- Child care providers are struggling to stay afloat.
- 81% of child care providers are serving fewer children than before the pandemic; 91% are paying more for cleaning supplies
- 56% of child care facility owners say they are losing money everyday
- Ohio's publicly funded child care program serves roughly 16,000 fewer children now compared to before the pandemic.



This has hurt Ohio's children, families, child care workers, and our economy.

- Children need social relationships. Children also need high quality early education to enter kindergarten ready to learn.
- According to the National Women's Law Center, more than 2 million women have left the workforce nationwide since the pandemic began last year.
- 17% of child care workers have lost their job since the start of the pandemic
- We cannot fully restart our economy until we address the child care crisis.



The Governor's proposed budget

Increase in Federal Funding Publicly funded <u>child care</u> funding 2022-2023 state budget (millions of dollars)									
Line item	Source	Program	2020-21 Estimate	2022-23 Proposed Budget	Change	Percent Change			
600617	Federal	Child Care	\$726.7	\$937.0	\$210.2	28.6%			
600689	Federal	TANF (child care)*	\$978.3	\$1,088.0	\$109.6	11.2%			
600413	GRF	Child Care State MOE	\$166.9	\$166.9	\$0.0	0.0%			
600535	GRF	Early Care & Education	\$282.1	\$282.6	\$0.5	0.2%			
		Total	\$2,154.1	\$2,474.5	\$320.4	14.9%			

Sources: Main Operating Budget, Appropriation Spreadsheet, Ohio Legislative Service Commission (LSC), <u>https://bit.ly/2Qmn6or</u>, *Note: Temporary Assistance for Needy Families (TANF) line items taken from the TANF Program Services Framework for SFY 2022-23, Ohio Department of Job and Family Services (ODJFS), <u>https://bit.ly/3cQ0rbJ</u>.



The American Rescue Plan - Federal relief will make a difference

- Provides significant investments in child care
 - \$500 million for expanded child care assistance
 - \$800 million to help stabilize child care providers



The American Rescue Plan - Federal relief will make a difference

- Provides unprecedented resources for children and families
 - \$1,400 stimulus checks per person (one-time stimulus)
 - \$3,000 per child (Child Tax Credit) \$3,600 per child 5 years old or younger – fully available to children in families with low or no earnings
 - Child and Dependent Care Tax Credit the max credit has been increased from \$1,050 to \$4,000 for one child and \$2,100 to \$8,000 for two or more children.



We need a long-term fix for our child care infrastructure

- Access and affordability: Help parents get back to work by making child care more accessible and affordable. Expand initial eligibility for publicly funded child care from 130% to 200% of the federal poverty level.
- Sustainability: Make sure children, their families, and child care staff are safe and healthy. Ensure child care providers can keep their doors open.
- Quality: Ensure kids receive the quality care they need to thrive; this includes making sure the child care workforce is paid a living wage.
- Equity: Make targeted investments in children and families who have historically been excluded.



Interested in learning more?

- Talk with parents in your community. Ask them about their struggles and hopes.
- Review the <u>Expand Access to High Quality Child Care</u> brief on the Ohio Children's Budget Coalition website
- Reach out to me with any questions. My email is wpetrik@policymattersohio.org and my cell is 614 507 8941





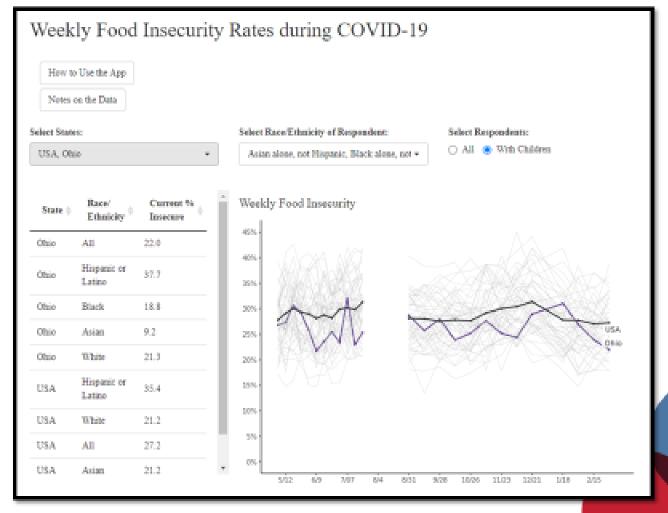
THANK YOU

P-EBT + WIC Improvements in the American Rescue Plan

Advocates for Ohio's Future Webinar March 19, 2021

Ohio's Child Hunger Crisis Persists

- During week of March 1, 2021, 22% of Ohio households with children were food insecure.
- This includes
 - 21% of white families
 - 19% of Black families
 - 38% of Hispanic/Latino families
- Improvement from January (when 31% of households with children were food insecure), but still far too high



https://www.ipr.northwestern.edu/state-food-insecurity.html

Pandemic EBT for School Children

- The Pandemic Electronic Benefits Transfer (P-EBT) Program was authorized by Congress in March 2020. P-EBT provides grocery money to families whose children missed out on free/reduced-price meals at school due to COVID-19.
- In Ohio, P-EBT is run by the Ohio Department of Job and Family Services (ODJFS) and the Ohio Department of Education (ODE). Last school year, Ohio issued P-EBT benefits to 872,000 children worth \$261 million.
- For August-September, Ohio issued a 2nd Round of P-EBT benefits to 490,000 school children in schools that were operating virtually for 5+ consecutive days.
- In October, Congress extended P-EBT for the rest of the 2020-2021 school year. Ohio launched P-EBT 3.0 in February 2021. Estimated issuing \$492 million to 600,000 students.





Pandemic EBT for SNAP Participants Under 6

- Authorized October 1, 2020
- Federal guidance not released until January 29, 2021
- First plan approved on February 25 (Arizona)
- Ohio (ODJFS + ODE) actively preparing plan for federal approval
- CCS recommended following Arizona's county-based model
- Encourage Child Care families to enroll in SNAP to qualify for P-EBT!

P-EBT Expansion in America Rescue Plan Act

- \$5 billion investment
- Allows states to provide P-EBT benefits during summer months
- Extends P-EBT for remainder of public health emergency so Congress won't need to act again (e.g. for Fall 2021 or a future pandemic)
- FNS will need to issue guidance, so benefit \$ value still unclear.
 - Legislation allows for "up to 90 days." At \$6.82 per day, could be worth > \$600 per child in additional food benefits.
- Effectively a nationwide "Summer EBT" program. Could this be the first summer that child hunger rates actually go <u>down</u> nationwide?!



Special Supplemental Nutrition Program for Women, Infants and Children (WIC)

Up to \$880 million to:

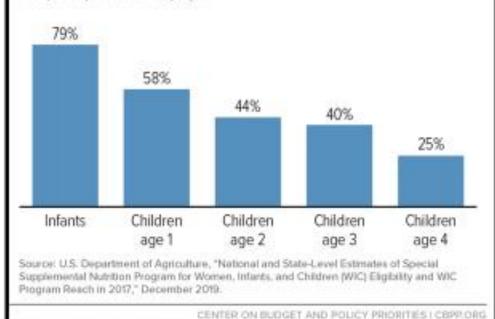
- Modernize the program
- Support innovative service delivery models
- Conduct robust outreach
- Increase the cash value of WIC by up to \$35/month
 - Only through September 30, 2021



Why WIC Modernization + Outreach is Needed

Eligible Toddlers Less Likely Than Eligible Infants to Participate in WIC

WIC participation rates by age







Remember SNAP!

- SNAP's 15% Boost Extended through September
 - Increased max benefit for 1 person from \$204 to \$234
 - Average of \$28 per person/month
 - Still doesn't cover cost of Low-Cost Food Plan
- Emergency Allotments will end if Ohio's public health emergency rescinded
- Encourage eligibility families to enroll in SNAP Never been a better time!
 - 15% Boost
 - Emergency Allotments (for now)
 - P-EBT Benefits



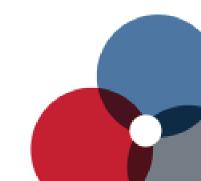


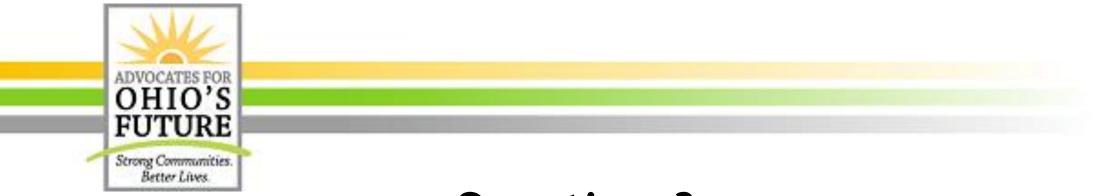
Thank You!

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Questions?

Next Webinar: Friday April 2, 10:30am Sub-Bill Review & Senate Process

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