

Head Start's Economic Impact: Through Early Care and Education Gap Lens



Agenda

Overview

- Early Care and Education Gap
- Economic Impact
- Tools and Resources

Read On Arizona is our state's early literacy initiative.



School Readiness





Early Care and Education Gap



Committee Member	State
Samantha Aigner-Treworgy Department of Early Education and Care	MA
Nichole Anderson Department of Family Services	WY
Crystal Arbour Office of Child and Family Services	ME
Jill Bushnell Child Care Collaborative Task Force	WA
Patty Butler Department of Public Health and Human Services	MT
Tracey Campanini Office of Child Development and Early Learning	PA
Tracey Gruber Office of Child Care	UT
Chris Jones Department of Human Services	ND
Lori Masseur Early Childhood Education and Head Start Collaboration Office Nicol Russell Teaching Strategies	AZ
Jeana Ross Department of Early Childhood Education Julie Preskitt Associate Professor of Health Care Organization and Policy, The University of Alabama at Birmingham School of Public Health	AL
Kristi Snuggs Division of Child Development and Early Education	NC
Nicole Vint Department of Health and Human Services	NE

Acknowledgment

The methodology used for the analysis is based the work of the **Bipartisan Policy Center and a 12-state** committee. The analysis was performed by Arth Analytics in collaboration with Read **On Arizona**





Supply

Overview



Potential Need







County Overview

County				
County	Gap	(Gap%	
Apache		1,363	67.89	
Cochise		1,496	33.39	
Coconino		2,060	35.89	
Gila		947	60.19	
Graham		1,022	67.69	
Greenlee		49	14.00	
La Paz		370	78.79	
Maricopa		19,202	9.89	
Mohave		2,466	39.79	
Navajo		2,621	62.19	
Pima		5,250	13.39	
Pinal		4,687	30.3	
Santa Cruz		1,495	62.3	
Yavapai		1,481	24.3	
Yuma		3,712	39.1	



Congressional District Overview

Congressional District						
District	Representative	Gap	Gap %			
Congressional District 1	David Schweikert	1,072	2 3.5%			
Congressional District 2	Eli Crane	10,998	3 40.9%			
Congressional District 3	Ruben Gallego	5,473	3 13.2%			
Congressional District 4	Greg Stanton	1,929	5.6%			
Congressional District 5	Andy Biggs	3,101	1 9.3%			
Congressional District 6	Juan Ciscomani	4,331	1 15.6%			
Congressional District 7	Raul Grijalva	9,826	6 27.4%			
Congressional District 8	Debbie Lesko	1,723	3 5.5%			
Congressional District 9	Paul Gosar	9,768	3 28.6%			



Data Challenges





Economic Impact of ECE Gap



Calculation Components



Household Losses

State Level Assumptions

- Early Care and Education Gap
- Average state hourly wage
- Average state annual number of hours worked
- Statewide working parent to child ratio
- 30% and 50% rate of stopping work



Business Losses

Calculation Assumptions

- Current and future productivity losses
- Turnover cost
- Supplemental pay and healthcare
- Total cost = 29.2% of earnings



Tax Losses

Calculation Assumptions

- Constant percentage
- Modeled as an average national tax
- Include both household and businesses
- 20% average rate applied to total household and business earning loss



Economic Impact of ECE Gap and Head Start



State Level Analysis

Head Start Capacity: 15,605

Increase in Early Care and Education Gap (without Head Start Capacity): **12,739**

Urban 9,363

Rural **3,376**



State Level Analysis

Economic Impact of ECE Gap Increase

Low Estimate: **\$645,725,401**

High Estimate: **\$986,422,759**



Congressional District

Economic Impact of ECE Gap Increase

Congressional District	Head Start Capacity	Increase in Child Care Gap (without Head Start Capacity)	LOW Economic Impact of Increase in Gap (Long Term)	High Economic Impact of Increase in Gap (Long Term)
District 1	833	383	\$ 20,829,958	\$ 31,820,252
District 2	3,210	2,415	\$ 115,334,461	\$ 176,187,179
District 3	3,960	2,829	\$ 153,858,881	\$235,037,837
District 4	871	514	\$ 27,954,656	\$ 42,703,941
District 5	285	582	\$ 31,652,835	\$ 48,353,489
District 6	1,128	833	\$ 41,581,444	\$ 63,520,627
District 7	3,621	3,046	\$ 146,605,301	\$ 223,957,127
District 8	765	596	\$ 32,414,243	\$ 49,516,632
District 9	932	1,541	\$ 75,493,714	\$ 115,325,675
Arizona Total	15,605	12,739	\$ 645,725,401	\$ 986,422,759



Tools and Resources



Arizona's MapLIT







https://readonarizona.org/data-tools/maplit/















Thank you

