Congress of the United States

Washington, DC 20515

November 25, 2024

The Honorable Charles Schumer Majority Leader U.S. Senate Washington, DC 20510

The Honorable Patty Murray Chair Committee on Appropriations U.S. Senate Washington, DC 20510

The Honorable Mike Johnson Speaker U.S. House of Representatives Washington, DC 20515

The Honorable Tom Cole Chairman Committee on Appropriations U.S. House of Representatives Washington, DC 20515 The Honorable Mitch McConnell Minority Leader U.S. Senate Washington, DC 20510

The Honorable Susan Collins Vice Chair Committee on Appropriations U.S. Senate Washington, DC 20510

The Honorable Hakeem Jeffries Minority Leader U.S. House of Representatives Washington, DC 20515

The Honorable Rosa DeLauro Ranking Member Committee on Appropriations U.S. House of Representatives Washington, DC 20515

Dear Majority Leader Schumer, Minority Leader McConnell, Chair Murray, Vice Chair Collins, Speaker Johnson, Leader Jeffries, Chairman Cole, and Ranking Member DeLauro:

We write today to reiterate our support for robust funding for child care in the final Fiscal Year (FY) 2025 funding legislation. Without additional investments by the federal government, child care will remain unaffordable and hard to find for working families, and child care providers will continue to struggle. We appreciate the \$1.6 billion increase for child care assistance in the Senate's Labor, Health and Human Services, Education bill voted out of the Appropriations Committee in August, and we urge you to protect and prioritize funding for child care as you finalize FY 2025 appropriations legislation. When Congress invests in child care, kids, families, communities, and the economy are stronger.

Congress has taken important steps to protect the child care industry from collapse. The American Rescue Plan Act provided \$15 billion in supplemental funding for the Child Care Development Block Grant (CCDBG) and \$24 billion to create the Child Care Stabilization grants. These vital stabilization grants helped more than 220,000 child care providers stay in business, and saved an estimated 10 million child care slots. The combined COVID-19 relief funds reduced child care costs for more than 1 million children. The historic \$39 billion in child

¹ https://www.acf.hhs.gov/occ/infographic/covid-investments-child-care-supporting-children-families-and-providers

care funding has since expired, and the absence of additional investments continues to affect the child care sector. The stabilization funds helped child care providers cover their costs without raising fees for families. In a poll conducted one month after the expiration of stabilization grants, RAPID, in partnership with the National Association for the Education of Young Children (NAEYC), found that 29 percent of families surveyed had already seen their child care tuition increase.²

Despite consistent bipartisan support for increasing investments in federal child care assistance, funding for the child care system has not met the needs of American families. The challenges affecting access to child care are not new, and this shortage has continued to strain our economy. Recently, The Century Foundation reported that since 2019, child care prices have increased by 6 percent in Wisconsin and 46 percent in New York.³ The broken child care market has created increasing tension among families, workers, and providers: child care providers cannot afford to run their businesses or pay adequate wages to their staff using only revenue from parents, and while child care costs remain unaffordable and unsustainable for working families. For years, the situation has been a nightmare for families, particularly for many families with low incomes, families of color, families seeking infant and toddler care, parents who need specialized care for children with disabilities, and those who need care during non-traditional hours. These costs are forcing parents – specifically women – out of the workforce.⁴

The child care workforce has been one of the slowest sectors to recover from the pandemic. Wages for this critical workforce remain unacceptably low, further fueling the shortage of available child care options for families. Department of Labor data shows that between March and September 2024, the number of child care workers has largely stayed the same. Earlier this year, NAEYC conducted a survey showing that 56 percent of child care providers reported being under-enrolled relative to their capacity, due to staffing shortages (89 percent), low pay (77 percent), and lack of affordability for families (66 percent). The workforce shortage and the frequent turnover of the workforce are directly attributable to the low wages and lack of benefits in the sector. In fact, the inadequate compensation contributes to turnover in child care workers that is approximately 65 percent higher than other industries. Caregiving underpins all other work: parents rely on care for their kids, allowing employers nationwide to keep their doors open.

We appreciate the \$725 million increase for CCDBG in the FY 2024 spending bill. It is essential Congress again act in a bipartisan manner to expand and restore critical federal resources for affordable, high-quality child care. By securing robust funding for child care in the FY 2025 appropriations legislation, we can meet the needs of families, providers, and employers.

² https://www.naeyc.org/sites/default/files/globally-shared/nov_survey_brief.pdf

³ https://tcf.org/content/report/child-care-funding-cliff-at-one-year/

 $^{^{4}\ \}underline{\text{https://www.americanprogress.org/article/playbook-for-the-advancement-of-women-in-the-economy/providing-affordable-accessible-and-high-quality-child-care/}$

⁵ https://fred.stlouisfed.org/series/CES6562440001

⁶ https://www.naeyc.org/sites/default/files/globally-shared/downloads/PDFs/our-work/public-policy-advocacy/ 2.24 naeyc survey press release final 1.pdf

⁷ https://www.clevelandfed.org/publications/cd-reports/2024/20240119-childcare-and-education-workforce

The temporary, federal child care funds and historic increases to annual child care funding provided much-needed lifelines to the child care industry, but it is crucial that, at minimum, we sustain that level of investment to secure this sector's survival and prevent this emergency from worsening. Child care providers, employers, workers, children, and families need our help. We urge you to provide a robust investment to address the growing child care crisis. Thank you for your attention to this important matter.

Sincerely,

Tim Kaine

United States Senator

Suzanne Bonamici Member of Congress

Robert P. Casey, Jr.

United States Senator

Bernard Sanders

United States Senator

Tina Smith

United States Senator

Elizabeth Warren

United States Senator

oaquin Castro

Member of Congress

Sara Jacobs

Member of Congress

Mikie Sherrill

Member of Congress

Ja**c**k Reed

United States Senator

Abigail Davis Spanberger
Member of Congress

Lasheda flail

Rashida Tlaib Member of Congress

Judy Chu Member of Congress

Sylvia R. Garcia
Member of Congress

Maria Cantwell
United States Senator

Dwight Evans Member of Congress

Sharice L. Davids Member of Congress Eleanor Halmas Norton

Eleanor Holmes Norton Member of Congress

Mazie K. Hirono United States Senator

Nikema Williams
Member of Congress

Jan Schakowsky Member of Congress

Josh Gottheimer Member of Congress

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David Scott Member of Congress Jeffrey A. Merkley
United States Senator

Sheldon Whitehouse United States Senator

Seth Moulton Member of Congress

Jeanne Shaheen
United States Senator

Richard Blumenthal United States Senator

Michael F. Bennet
United States Senator

Teresa Leger Fernandez Member of Congress Angus S. King, Jr.
United States Senator

Kirsten Gillibrand
United States Senator

Sean Casten
Member of Congress

Martin Heinrich United States Senator

Nanette Diaz Barragán
Member of Congress

Andrea Salinas Member of Congress

Linda T. Sánchez Member of Congress



Shri Thanedar Member of Congress

Nydia M. Velázquez Member of Congress

Kevin Mullin Member of Congress

Paul D. Tonko Member of Congress

Becca Balint Member of Congress

Gwen S. Moore Member of Congress Ron Wyden
United States Senator

Greg Landsman Member of Congress

John Garamendi Member of Congress

Sheila Cherfilus-McCormick Member of Congress

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Sanford D. Bishop, Jr. Member of Congress

Gregory W. Meeks Member of Congress

Dan Goldman Member of Congress Chris Deluzio
Member of Congress

Lucy McBath
Member of Congress

Amy Klobuchar United States Senator

Nikki Budzinski Member of Congress

Deborah K. Ross Member of Congress

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Salud Carbajal Member of Congress

Henry C. "Hank" Johnson, Jr. Member of Congress George S. Helmy
United States Senator

Jernifer L. McClellan Member of Congress

Ritchie Torres
Member of Congress

Jacky Rosen
United States Senator

Elissa Slotkin Member of Congress

Bennie G. Thompson Member of Congress

Marilyn Strickland Member of Congress Melanie Stansbury

Member of Congress

United States Senator

Raja Krishnamoorthi Member of Congress

Member of Congress

Member of Congress

Debbie Stabenow United States Senator

United States Senator

United States Senator

United States Senator

Danny K. Davis Member of Congress

Member of Congress

Chris Pappas

Member of Congress

Brendan F. Boyle

Member of Congress

Member of Congress

R.,UBW=

Raphael Warnock **United States Senator**

Cory A. Booker **United States Senator**

United States Senator

United States Senator

Member of Congress

Summer L. Lee Member of Congress

Jasmine Member of Congress Andy Kim

Member of Congress

Peter Welch

United States Senator

Welch

Member of Congress

Emilia Strong Sykes Member of Congress

United States Senator

Maxine Waters Member of Congress

Member of Congress

Al Green Member of Congress

Gabe Amo Member of Congress

Katie Porter Member of Congress

Chris Van Hollen United States Senator

Member of Congress

Zoe Lofgren Member of Congress

Member of Congress

Christopher A. Coons

United States Senator

Mike Levin Member of Congress

Wille Ter

Catherine Cortez Masto **United States Senator**

Lori Trahan Member of Congress

United States Senator

Member of Congress

Member of Congress

Debbie Dingell
Member of Congress