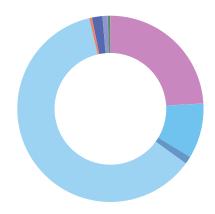


# Early Childhood Education in South Dakota



State and federal funding enables more than 9,144 children and families in South Dakota to access high-quality, public and private, early childhood programs.<sup>1</sup>

### Federal and State Early Childhood Education Funding in South Dakota



\$53.3M • Head Start and Early Head Start<sup>2</sup>

\$21.2M • CCDBG and Mandatory Funds<sup>3</sup>

\$2.8M • CCDBG State Match4

\$135.3M • CCDBG COVID-Relief Allocations: CARES<sup>5</sup> | CRRSA<sup>6</sup> | ARPA (CCDF + Stabilization)<sup>7</sup>

\$1.0M • MIECHV<sup>8</sup>

\$3.6M • IDEA Part C9

\$2.3M • IDEA Part B, Sec. 61910

\$0.8M ● TANF<sup>11</sup> Early Learning and Care Expenditures<sup>12</sup>

#### **South Dakota Quick Facts**

2.845

Children Enrolled in Head Start<sup>17</sup>

34.15%

Eligible Children Served by Head Start<sup>18</sup>

0Ω1

Children Enrolled in Early Head Start<sup>19</sup>

7.60%

Eligible Children Served by Early Head Start<sup>20</sup>

2,346

Children Under Six Served by CCDBG and Mandatory Funds<sup>21</sup>

8.9%

Eligible Children Under Six Served by CCDBG and Mandatory Funds<sup>22</sup> **171** 

Families Served by MIECHV<sup>23</sup>

917

Children Served by IDEA Part C<sup>24</sup>

1,884

Children Served by IDEA Part B, Sec. 619<sup>25</sup>

18.18%

Three- and Four-year old Children who Attend Public ECE<sup>26</sup>

# Early Childhood Education Economic Impact

In addition to the benefits to young children, access to affordable, high-quality child care can increase parental labor force participation and family economic stability. Child care problems, however, adversely affect both state and national economies. As a direct result of child care issues, the national economy loses upward of \$57 billion annually in the form of lost earnings, productivity, and revenue.<sup>13</sup>

#### In South Dakota

4.1% of parents make career sacrifices due to child care issues.<sup>14</sup>

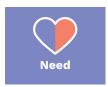
Labor force participation of mothers with children under the age of 5 decreased from 84.3% in 2019 to 75.5% in 2021. 15

### Nationwide<sup>16</sup>

The percent of families that reported difficulty finding space in a home- or center-based program increased dramatically from 22% in December 2021 to 58% in January 2022.

71% of parents report that difficulty finding child care has impacted their ability to work.

## South Dakota Early Learning and Care Snapshot



- Population Under Six: 72,932<sup>27</sup>
- Under Six Living in Poverty: 18.40%<sup>28</sup>
- 71.54% of children under six have all available parents in the workforce<sup>29</sup>



- 43% of South Dakota residents live in a "child care desert"<sup>30</sup>
- For rural families and families with low incomes, this percentage is even higher<sup>31</sup>

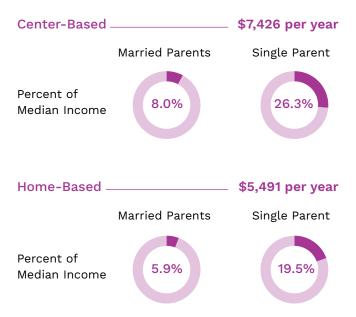


- The average price of child care is \$6,225 per year<sup>32</sup>
- The median household income is \$92,744<sup>33</sup>

### High Price of Care<sup>34</sup>

Too often, the care that is available costs more than families can afford.

#### **Annual Price of Infant Care in South Dakota**



### Low Compensation for Early Educators

Despite the critical nature of their work, early educators are among the most underpaid workers in the nation.<sup>35</sup>

\$9.99 Child Care Workers Hourly Rate

# **\$20,770**Child Care Worker Est. Annual Salary

\$15,080 Federal Minimum Wage Poverty Line\* Nationally, child care workers make less than **98%** of all occupations

## The Temporary Impact of ARPA Funding

In South Dakota, 10,056 child care spots were saved by ARPA funds.<sup>36</sup>

Of providers who received stabilization grants:37

92%

said funding helped them stay open.

75%

used funds for compensation but still struggle to provide competitive wages and benefits. 46%

used funds to pay debts taken on in the course of the pandemic, including

63%

of those in family child care homes.

This figure includes beneficiaries of Head Start, Early Head Start, the Child Care and Development Block Grant (COBEG), the Maternal, Infant, and Early Childhood, Home Visiting Program (MICENP), state-funded Pre-K, and the Individuals with Disabilities Education Act (IDEA) Parts B, Sec. 619 and C. In some cases, children and families are served by more than one program. |

2 Head Start Early Childhood Learning and Knowledge Center J 3 Office of Child Care (OCC) GY2021 CCDE Allocations (Based on Appropriations) | 4 Ibid 15 OCC CARES Act CCDBG Supplemental Funding Allocations for States and Territories | 6 OCC Commissions and Relief Supplemental Appropriations Act (CRRSA) of 2021 Allocations for States and Territories | 6 OCC Commissions and Relief Supplemental Appropriations Act (CRRSA) of 2021 Allocations for States and Territories | 7 OCC American Rescue Plan Act (ARPA) Supplemental Stabilization and CCDE Discretionary Funding Allocation Tables for States and Territories | 8 Health Resources and Services Administration (HBSA) | 9 U.S. Denartment of Education (ED) | 10 Ibid | 11 Temporary Assistance for Needy Families (TANF) | 12 Office of Family Assistance TANF FY2019 Financial Data | 13 Council for a Strong America | 14 Data. Resource Center for Child and Adolescent Health 2019 | 15 Committee for Economic Development (CED) | 16 Rapid-Ec Survey. March 2022 | 17 Office of Head Start Performance Indicator Report (PIR) | 18 PIR and U.S. Census Bureau (Census) | 19 PIR | 20 PIR and Census | 21 OCC FY2020 CCCDF Prellminary Data Tables | 92 Center for American Progress (APP) = Early Learning in the U.S.; 2021 | 23 HBSA | 24 ED | 25 ED | 26 National Institute for Early Education Research - State of Preschool 2021 (includes preschool, Head Start, and Special Education) | 27 Census | 28 Census | 29 Census | 20 Center for American Progress (APP) = Early Learning in the U.S.; 2021 | 23 HBSA | 24 ED | 25 ED | 26 National Institute for Early Education Research - State of Preschool 2021 (includes preschool, Head Start, and