# ## FIRST THINGS FIRST

# **Business Case for Child Care**



Child care challenges aren't just a family issue—they're a workforce issue. Every day, thousands of Arizona workers struggle to find and afford quality child care, impacting their ability to show up, stay focused and stay employed. In Arizona, child care challenges costs the economy \$4.7 billion annually.

In today's competitive hiring environment, employers find that family-friendly workplaces aren't just nice to have—they're a strategic advantage. Reliable child care helps companies attract and retain top talent, improve productivity and build a more diverse and resilient workforce.

The ability to recruit and retain top talent is more important than ever, and **child care is key** to solving many of the workforce challenges that Arizona businesses face. That's why the business community needs to be part of finding solutions to the child care crisis."

Danny Seiden
President & CEO
Arizona Chamber of Commerce & Industry

### The Cost of Inaction

Businesses lose money when productivity drops and employee turnover rises—often because working families can't access affordable, reliable child care.

\$958 million
annually due to
absences and turnover.

Arizona loses \$725 million annually in tax revenue. **5 Families lose \$3 billion**in earnings and
job search expenses.



Calculate the annual financial loss due to parent absences, indirect and direct losses to the business, and the replacement cost for employees who quit due to child care challenges. **Find out at FirstThingsFirst.org/cost-calculator** 

#### The Workforce Behind the Workforce

Funded through tobacco revenue, Arizona voters established **First Things First** as the state's only public funding source dedicated exclusively to early childhood. High-quality early childhood programs lay the foundation for a strong workforce. Children who have access are more likely to:



**Graduate high school** 



Have lower rates of incarceration



Not use social welfare programs



Earn more over their lifetimes



**Pursue higher education** 



Reduced crime-related costs

In fact, every \$1 invested yields up to \$16 in returns. Investing in early childhood delivers long-term results for families, communities and Arizona's economy.



live in households where all adults work.

Access to reliable child care allows these families to stay in the workforce.

# What Businesses Can Do

Arizona businesses are in a unique position to lead on this issue. Here's how you can take action:

- Support your workforce with reliable and flexible scheduling, onsite or nearsite care, child care subsidies and information about child care assistance.
- Advocate for smart policy at the local, state and federal levels that increases funding and access.
- **Raise awareness** among elected officials and other business leaders about the impacts on your business and the economy.

# Create a working future.

Business leaders are critical in shaping Arizona's economic success. By lending your voice, you can help drive action-oriented conversations with businesses, government leaders, policymakers and community partners—bringing early childhood to the forefront of workforce and economic development strategies.

