

2025 Legislative Affairs Priorities

CHILDCARE TASK FORCE SUBCOMMITTEE

Position Statement

Access to affordable and quality childcare is essential for Utah's economic prosperity. Childcare services directly impact the well-being of Utah families, the productivity of employers, the vibrancy of communities, and the state's long-term economic growth.

While Utah continues to experience population growth, our birthrate has dropped below replacement levels, largely due to the high costs of raising children and childcare. A sustainable birthrate is vital for maintaining the size of our future workforce and ensuring a robust economy. To address this, investing in childcare options that are accessible, flexible, and financially sustainable is imperative. Expanding access to affordable childcare is not just a social necessity but a strategic investment in Utah's future economic success.

Possible Solutions For Consideration in Addressing the Childcare Crisis in Utah

By providing families with flexible, immediate, and sustainable childcare options, Utah can strengthen its workforce, enhance community well-being, and ensure long-term economic resilience. Addressing this issue requires innovative policies that leverage both public and private resources to benefit families, businesses, and communities alike. We propose the following concepts for consideration:

- o Refundable Child Tax Credit: Implement a monthly refundable tax credit for children, similar to the federal government's advanced earned income credit, to provide immediate financial relief for families.
- State-Run Childcare FlexCare Spending Account: Create a state-administered Childcare FlexCare Spending Account to complement the federally available Dependent Care Flexible Spending Account, offering employers additional tools to support working parents.
- Increased Childcare Subsidies: Expand state investments in childcare subsidies to make childcare more affordable and accessible for working families.
- Business Tax Incentives: Introduce a state tax credit for businesses that provide childcare benefits to their employees, incentivizing employers to play an active role in addressing the childcare challenge.

Unlicensed Home-Based Facilities

As a Chamber, we are concerned about additional proposals to increase the number of unrelated children allowed in unlicensed home-based childcare facilities. We believe further deregulation of home-based childcare could compromise child safety, creating environments with less oversight and greater risks for children. ChamberWest emphasizes that the safety and well-being of children should remain a top priority for the state. Ensuring strong safety standards in all childcare settings is non-negotiable.

The Importance of Early Childhood Investment

We commend the state for its recent investments in the K-12 public school system, which have significantly benefited Utah's children. However, we urge additional investments for children from birth through age five, as 90% of brain development occurs by the age of five. Prioritizing early childhood development is crucial to giving Utah's youngest residents the foundation they need to succeed and ensuring a skilled and capable future workforce.

By taking bold and innovative steps to address Utah's childcare crisis, we can set an example for the nation, empower families, and secure a prosperous future for our state.

Subcommittee Members

Kory Holdaway, KMH Consulting & Government Affairs, Chair Council Member Anna Barbieri, City of Taylorsville & White Elegance

Johnny Anderson, ABC Great Beginnings Paul Coates, City of West Jordan Monica Gayden, ChamberWest Councilman Zach Jacob, City of West Jordan Maridee Killian, Fingerprinting Utah Monnica Manuel, RSG Performance Steve Pluim, Talent Team Davina Spencer, Retired from Ruff Tuff Products Brandon Hill, West Valley City Makaila Kelso, Kiln Stephanie Lyon, Stratus HR Greg Park, SME Steel Stephen Smith, Utah Inland Port Authority Daniel Torres, City of Kearns