

Child care over the business cycle ^[1]

Author: Brown, J. H. & Herbst, C. M.

Source: IZA - Institute of Labour Economics

Format: Article

Publication Date: 22 Jan 2021

AVAILABILITY

Access online (full PDF) ^[2]

Access online ^[3]

Excerpt from abstract

We estimate the impact of macroeconomic conditions on the child care market. We find that the industry is substantially more exposed to the business cycle than other low-wage industries and responds more strongly to negative shocks than positive ones. Indeed, child care employment requires more time to recover than the rest of the economy. Although the reduction in supply may pose difficulties for parents, we find evidence that center quality is countercyclical. When unemployment rates are higher, child care workers have on average higher levels of education and experience, turnover rates are lower, and consumer reviews on Yelp.com are higher.

Region: United States ^[4]

Tags: market ^[5]

quality ^[6]

economics ^[7]

Source URL (modified on 29 Jan 2021): <https://childcarecanada.org/documents/research-policy-practice/21/01/child-care-over-business-cycle>
Links

[1] <https://childcarecanada.org/documents/research-policy-practice/21/01/child-care-over-business-cycle> [2] <http://ftp.iza.org/dp14048.pdf> [3] <https://www.iza.org/publications/dp/14048> [4] <https://childcarecanada.org/taxonomy/term/7865> [5] <https://childcarecanada.org/taxonomy/term/8925> [6] <https://childcarecanada.org/category/tags/quality> [7] <https://childcarecanada.org/category/tags/economics>