



## **Results of the 2016 Child Care Market Rate Survey: Minnesota Child Care Provider Business Update**

March 2017

# 651-431-3809

Attention. If you need free help interpreting this document, call the above number.

የስተውሉ፡ ካለምንም ክፍያ ይህንን ደኩመንት የሚተረጉምሎ አስተርጓሚ ከፈለጉ ከላይ ወደተጻፈው የስልክ ቁጥር ይደውሉ።

ملاحظة: إذا أردت مساعدة مجانية لترجمة هذه الوثيقة، اتصل على الرقم أعلاه.

သတိ။ ဤစာရွက်စာတမ်းအားအခမဲ့ဘာသာပြန်ပေးခြင်း အကူအညီလိုအပ်ပါက၊ အထက်ပါဖုန်းနံပါတ်ကိုခေါ်ဆိုပါ။

កំណត់សំគាល់ ។ បើអ្នកត្រូវការជំនួយក្នុងការបកប្រែឯកសារនេះដោយឥតគិតថ្លៃ សូមហៅទូរស័ព្ទតាមលេខខាងលើ ។

請注意，如果您需要免費協助傳譯這份文件，請撥打上面的電話號碼。

Attention. Si vous avez besoin d'une aide gratuite pour interpréter le présent document, veuillez appeler au numéro ci-dessus.

Thov ua twb zoo nyeem. Yog hais tias koj xav tau kev pab txhais lus rau tsab ntaub ntawv no pub dawb, ces hu rau tus najnpawb xov tooj saum toj no.

ဟ်သ့ဟ်သးဘဉ်တက့ၢ်. ဝဲန့ၢ်လိၣ်ဘဉ်တၢ်မၤစၢၤကလိၣ်တၢ်ကကျိးထံဝဲဒၣ်လိၣ် တီလိၣ်မိတခါအံၤန့ၢ်, ကိးဘဉ်လိၣ်ဝဲစီနီၢ်ဂံၢ်လၢထးအံၤန့ၢ်တက့ၢ်.

알려드립니다. 이 문서에 대한 이해를 돕기 위해 무료로 제공되는 도움을 받으시려면 위의 전화번호로 연락하십시오.

ໂປຣດຊາບ. ຖ້າຫາກ ທ່ານຕ້ອງການການຊ່ວຍເຫຼືອໃນການແປເອກະສານນີ້ພຣີ, ຈົ່ງໂທໂປທີ່ໝາຍເລກຂ້າງເທິງນີ້.

Hubachiisa. Dokumentiin kun bilisa akka siif hiikamu gargaarsa hoo feete, lakkoobsa gubbatti kenname bibili.

Внимание: если вам нужна бесплатная помощь в устном переводе данного документа, позвоните по указанному выше телефону.

Digniin. Haddii aad u baahantahay caawimaad lacag-la'aan ah ee tarjumaadda qoraalkan, lambarka kore wac.

Atención. Si desea recibir asistencia gratuita para interpretar este documento, llame al número indicado arriba.

Chú ý. Nếu quý vị cần được giúp đỡ dịch tài liệu này miễn phí, xin gọi số bên trên.

LB2 (8-16)



For accessible formats of this publication or additional equal access to human services, write to [dhs.ccap@state.mn.us](mailto:dhs.ccap@state.mn.us), call 651-431-3809, or use your preferred relay service. (ADA1 [9-15])

# Contents

---

- Executive summary .....2
- Results of the 2016 Minnesota Child Care Provider Business Update .....2
  - Table 1: 2016 Minnesota Child Care Provider Business Update: Child care center 25<sup>th</sup>, 50<sup>th</sup> and 75<sup>th</sup> percentiles .....3
  - Table 2: 2016 Minnesota Child Care Provider Business Update: Family child care 25<sup>th</sup>, 50<sup>th</sup> and 75<sup>th</sup> percentiles .....4
  - Table 3: 2016 Minnesota Child Care Provider Business Update: Price cluster assignments for center and family child care.....5
  - Figure 1: 2016 Minnesota price clusters: Child care centers .....8
  - Figure 1: 2016 Minnesota price clusters: Family child care .....9

## Executive summary

---

The Minnesota Department of Human Services (department), consistent with federal requirements, conducts a statewide survey of prices charged by licensed family child care and licensed center child care providers. The market rate survey is a component of the Minnesota Child Care Provider Business Update.

Based on prices reported on the survey, counties are grouped into price clusters by provider type. Price data is analyzed separately for licensed family child care and licensed center-based child care. All prices reported by providers in the counties that form a price cluster are grouped for analysis, and survey results apply to the entire price cluster.

Separate results are generated for hourly, daily and weekly prices in four age groups. The 25<sup>th</sup>, 50<sup>th</sup> and 75<sup>th</sup> percentiles of provider prices are reported here. The 25<sup>th</sup> percentile is the price where one-quarter of the prices are lower and three-quarters are higher. The 50<sup>th</sup> percentile (median) is the price where one-half of the prices are higher and one-half are lower. The 75<sup>th</sup> percentile is the price where three-quarters of the prices are lower and one-quarter are higher.

Although results are used to inform setting of maximum rates paid for care under the Child Care Assistance Program, results in this document are distinct from these maximum rates. Current Child Care Assistance Program maximum rates were set by the Minnesota Department of Human Services, based on legislative direction and effective on Feb. 3, 2014. These maximums are based on the higher of the 25<sup>th</sup> percentile of the 2011 market rate survey results, or the maximums in place on Nov. 28, 2011.

## Results of the 2016 Minnesota Child Care Provider Business Update

---

**Table 1:** 2016 Minnesota Child Care Provider Business Update:

Child care center 25<sup>th</sup>, 50<sup>th</sup> and 75<sup>th</sup> percentiles

**Table 2:** 2016 Minnesota Child Care Provider Business Update:

Family child care 25<sup>th</sup>, 50<sup>th</sup> and 75<sup>th</sup> percentiles

**Table 3:** 2016 Minnesota Child Care Provider Business Update:

Price cluster assignments for center and family child care

**Figure 1:** 2016 Minnesota price clusters: Child care centers

**Figure 2:** 2016 Minnesota price clusters: Family child care

Table 1: 2016 Minnesota Child Care Provider Business Update: Child care center 25<sup>th</sup>, 50<sup>th</sup> and 75<sup>th</sup> percentiles

| Center Price Cluster <sup>1</sup> | Age Group  | Hourly Rate 25 <sup>th</sup> Percentile | Hourly Rate 50 <sup>th</sup> Percentile | Hourly Rate 75 <sup>th</sup> Percentile | Daily Rate 25 <sup>th</sup> Percentile | Daily Rate 50 <sup>th</sup> Percentile | Daily Rate 75 <sup>th</sup> Percentile | Weekly Rate 25 <sup>th</sup> Percentile | Weekly Rate 50 <sup>th</sup> Percentile | Weekly Rate 75 <sup>th</sup> Percentile |
|-----------------------------------|------------|---|---|---|--|--|--|---|---|---|
| <b>1</b>                          | Infant     | \$3.00                                  | \$3.50                                  | \$3.85                                  | \$29.60                                | \$31.50                                | \$36.00                                | \$133.00                                | \$161.00                                | \$175.00                                |
|                                   | Toddler    | \$2.75                                  | \$3.35                                  | \$3.75                                  | \$28.00                                | \$29.00                                | \$31.00                                | \$126.00                                | \$146.00                                | \$155.00                                |
|                                   | Preschool  | \$2.75                                  | \$3.10                                  | \$3.45                                  | \$23.00                                | \$27.00                                | \$29.00                                | \$120.00                                | \$129.00                                | \$145.00                                |
|                                   | School age | \$2.50                                  | \$2.90                                  | \$3.50                                  | \$26.00                                | \$28.00                                | \$29.00                                | \$108.00                                | \$113.00                                | \$120.00                                |
| <b>2</b>                          | Infant     | \$4.00                                  | \$4.80                                  | \$6.31                                  | \$36.00                                | \$41.00                                | \$43.75                                | \$175.00                                | \$190.00                                | \$197.00                                |
|                                   | Toddler    | \$3.75                                  | \$4.25                                  | \$5.75                                  | \$33.50                                | \$37.00                                | \$40.00                                | \$155.00                                | \$180.00                                | \$188.00                                |
|                                   | Preschool  | \$3.50                                  | \$3.90                                  | \$5.66                                  | \$31.00                                | \$35.00                                | \$37.00                                | \$145.00                                | \$161.00                                | \$174.00                                |
|                                   | School age | \$3.50                                  | \$3.75                                  | \$5.52                                  | \$27.50                                | \$32.00                                | \$35.00                                | \$135.00                                | \$142.00                                | \$150.00                                |
| <b>3</b>                          | Infant     | \$9.00                                  | \$11.50                                 | \$13.00                                 | \$50.00                                | \$55.00                                | \$65.00                                | \$181.00                                | \$206.00                                | \$229.00                                |
|                                   | Toddler    | \$7.75                                  | \$10.00                                 | \$11.00                                 | \$43.00                                | \$49.00                                | \$55.00                                | \$168.00                                | \$188.00                                | \$208.00                                |
|                                   | Preschool  | \$7.00                                  | \$9.50                                  | \$11.00                                 | \$40.00                                | \$46.00                                | \$52.00                                | \$155.00                                | \$177.00                                | \$190.00                                |
|                                   | School age | \$6.00                                  | \$8.00                                  | \$9.50                                  | \$32.00                                | \$36.00                                | \$46.50                                | \$135.00                                | \$145.00                                | \$150.00                                |
| <b>4</b>                          | Infant     | \$10.00                                 | \$14.00                                 | \$14.00                                 | \$85.00                                | \$100.00                               | \$168.00                               | \$290.00                                | \$331.00                                | \$375.00                                |
|                                   | Toddler    | \$9.00                                  | \$10.80                                 | \$12.00                                 | \$64.15                                | \$78.00                                | \$108.00                               | \$249.00                                | \$289.00                                | \$330.00                                |
|                                   | Preschool  | \$8.00                                  | \$9.60                                  | \$11.00                                 | \$57.84                                | \$69.41                                | \$90.00                                | \$225.00                                | \$252.00                                | \$284.00                                |
|                                   | School age | \$7.50                                  | \$7.50                                  | \$9.00                                  | \$53.00                                | \$56.00                                | \$77.00                                | \$175.00                                | \$189.00                                | \$238.00                                |

<sup>1</sup> Minnesota counties were grouped into clusters based on child care prices. A list of counties included in each price cluster is in Table 3.

<sup>2</sup> The 50<sup>th</sup> percentile is equivalent to the median.

Table 2: 2016 Minnesota Child Care Provider Business Update: Family child care 25<sup>th</sup>, 50<sup>th</sup> and 75<sup>th</sup> percentiles

| Center Price Cluster <sup>1</sup> | Age Group  | Hourly Rate 25th Percentile | Hourly Rate 50th Percentile | Hourly Rate 75th Percentile | Daily Rate 25th Percentile | Daily Rate 50th Percentile | Daily Rate 75th Percentile | Weekly Rate 25th Percentile | Weekly Rate 50th Percentile | Weekly Rate 75th Percentile |
|-----------------------------------|------------|-----------------------------|-----------------------------|-----------------------------|----------------------------|----------------------------|----------------------------|-----------------------------|-----------------------------|-----------------------------|
| <b>1</b>                          | Infant     | \$2.25                      | \$2.50                      | \$2.55                      | \$20.50                    | \$24.00                    | \$25.00                    | \$100.00                    | \$110.00                    | \$125.00                    |
|                                   | Toddler    | \$2.25                      | \$2.50                      | \$2.50                      | \$20.00                    | \$23.00                    | \$25.00                    | \$100.00                    | \$105.00                    | \$120.00                    |
|                                   | Preschool  | \$2.25                      | \$2.40                      | \$2.50                      | \$20.00                    | \$22.00                    | \$25.00                    | \$100.00                    | \$100.70                    | \$115.00                    |
|                                   | School Age | \$2.25                      | \$2.40                      | \$2.50                      | \$20.00                    | \$22.00                    | \$25.00                    | \$100.00                    | \$100.00                    | \$110.00                    |
| <b>2</b>                          | Infant     | \$2.50                      | \$2.75                      | \$3.00                      | \$25.00                    | \$25.50                    | \$30.00                    | \$120.00                    | \$127.00                    | \$140.00                    |
|                                   | Toddler    | \$2.50                      | \$2.60                      | \$3.00                      | \$24.00                    | \$25.00                    | \$28.00                    | \$115.00                    | \$125.00                    | \$130.00                    |
|                                   | Preschool  | \$2.50                      | \$2.50                      | \$3.00                      | \$23.00                    | \$25.00                    | \$26.50                    | \$112.00                    | \$120.00                    | \$125.00                    |
|                                   | School Age | \$2.40                      | \$2.50                      | \$3.00                      | \$23.00                    | \$25.00                    | \$26.00                    | \$110.00                    | \$120.00                    | \$125.00                    |
| <b>3</b>                          | Infant     | \$2.95                      | \$3.10                      | \$4.00                      | \$30.00                    | \$31.00                    | \$35.00                    | \$140.00                    | \$150.00                    | \$165.00                    |
|                                   | Toddler    | \$2.75                      | \$3.00                      | \$4.00                      | \$27.00                    | \$30.00                    | \$35.00                    | \$130.00                    | \$140.00                    | \$155.00                    |
|                                   | Preschool  | \$2.75                      | \$3.00                      | \$4.00                      | \$26.00                    | \$30.00                    | \$32.00                    | \$125.00                    | \$135.00                    | \$150.00                    |
|                                   | School Age | \$2.75                      | \$3.00                      | \$3.75                      | \$25.00                    | \$27.00                    | \$30.00                    | \$117.00                    | \$125.00                    | \$140.00                    |
| <b>4</b>                          | Infant     | \$5.00                      | \$6.00                      | \$8.00                      | \$35.00                    | \$40.00                    | \$47.00                    | \$160.00                    | \$180.00                    | \$200.00                    |
|                                   | Toddler    | \$5.00                      | \$6.00                      | \$8.00                      | \$35.00                    | \$40.00                    | \$45.00                    | \$150.00                    | \$170.00                    | \$190.00                    |
|                                   | Preschool  | \$5.00                      | \$5.50                      | \$7.00                      | \$31.55                    | \$35.00                    | \$40.00                    | \$145.00                    | \$160.00                    | \$175.00                    |
|                                   | School Age | \$5.00                      | \$5.25                      | \$7.00                      | \$30.00                    | \$34.00                    | \$40.00                    | \$125.00                    | \$145.00                    | \$160.00                    |

<sup>1</sup> Minnesota counties were grouped into clusters based on child care prices. A list of counties included in each price cluster is in Table 3.

<sup>2</sup> The 50<sup>th</sup> percentile is equivalent to the median.

Table 3: 2016 Minnesota Child Care Provider Business Update: Price cluster assignments for center and family child care

| County Name | Center Price Cluster Assignment | Family Child Care Price Cluster Assignment |
|-------------|---------------------------------|--|
| Aitkin      | Unassigned <sup>1</sup>         | 3  |
| Anoka       | 4                               | 4  |
| Becker      | 3                               | 2  |
| Beltrami    | 2                               | 2  |
| Benton      | 2                               | 2  |
| Big Stone   | Unassigned <sup>1</sup>         | 1  |
| Blue Earth  | 2                               | 2  |
| Brown       | 2                               | 1  |
| Carlton     | 2                               | 3  |
| Carver      | 4                               | 4  |
| Cass        | 1                               | 2  |
| Chippewa    | 1                               | 1  |
| Chisago     | 3                               | 3  |
| Clay        | 2                               | 2  |
| Clearwater  | Unassigned <sup>1</sup>         | 2  |
| Cook        | 1                               | 3  |
| Cottonwood  | 1                               | 2  |
| Crow Wing   | 2                               | 2  |
| Dakota      | 4                               | 4  |
| Dodge       | 2                               | 3  |
| Douglas     | 1                               | 2  |
| Faribault   | 1                               | 1  |
| Fillmore    | 1                               | 2  |
| Freeborn    | 2                               | 2  |
| Goodhue     | 3                               | 3  |
| Grant       | Unassigned <sup>1</sup>         | 2  |
| Hennepin    | 4                               | 4  |
| Houston     | 1                               | 2  |
| Hubbard     | 2                               | 2  |
| Isanti      | 3                               | 3  |
| Itasca      | 2                               | 3  |

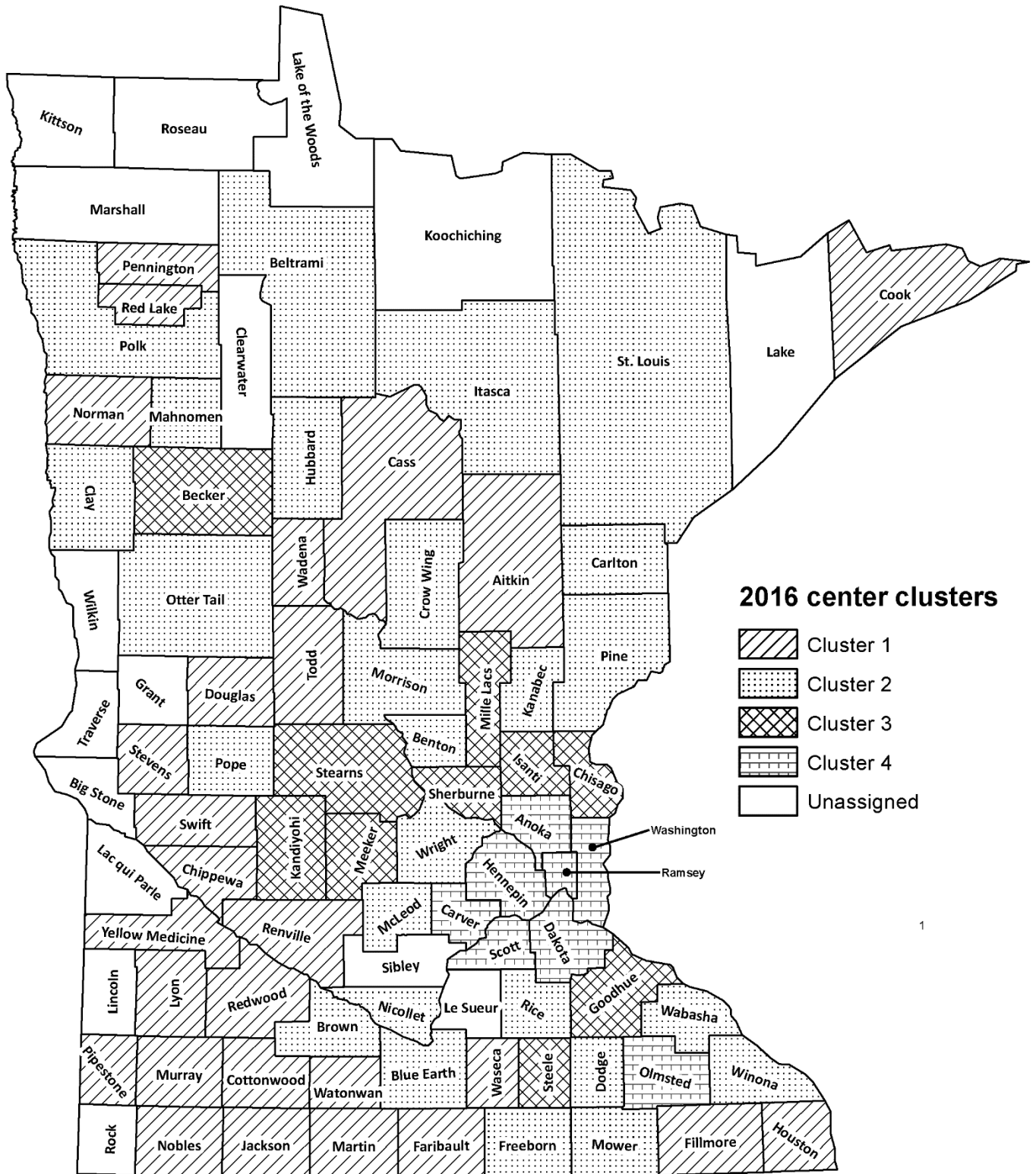
| County Name       | Center Price Cluster Assignment | Family Child Care Price Cluster Assignment |
|-------------------|---------------------------------|--|
| Jackson           | 1                               | 1  |
| Kanabec           | 2                               | 1  |
| Kandiyohi         | 3                               | 2  |
| Kittson           | Unassigned <sup>1</sup>         | 1  |
| Koochiching       | Unassigned <sup>1</sup>         | 1  |
| Lac qui Parle     | Unassigned <sup>1</sup>         | 2  |
| Lake              | Unassigned <sup>1</sup>         | 2  |
| Lake of the Woods | Unassigned <sup>1</sup>         | 1  |
| Le Sueur          | Unassigned <sup>1</sup>         | 3  |
| Lincoln           | Unassigned <sup>1</sup>         | 1  |
| Lyon              | 1                               | 2  |
| McLeod            | 2                               | 2  |
| Mahnomen          | Unassigned <sup>1</sup>         | 1  |
| Marshall          | 1                               | 1  |
| Martin            | 2                               | 1  |
| Meeker            | 3                               | 2  |
| Mille Lacs        | 3                               | 2  |
| Morrison          | 2                               | 1  |
| Mower             | 2                               | 2  |
| Murray            | 1                               | 1  |
| Nicollet          | 2                               | 2  |
| Nobles            | 1                               | 1  |
| Norman            | 1                               | 1  |
| Olmsted           | 4                               | 3  |
| Otter Tail        | 2                               | 2  |
| Pennington        | 1                               | 2  |
| Pine              | 2                               | 2  |
| Pipestone         | 1                               | 1  |
| Polk              | 2                               | 2  |
| Pope              | 2                               | 2  |
| Ramsey            | 4                               | 4  |
| Red Lake          | 1                               | 1  |
| Redwood           | 1                               | 2  |



| County Name     | Center Price Cluster Assignment | Family Child Care Price Cluster Assignment |
|-----------------|---------------------------------|--|
| Renville        | 1                               | 2  |
| Rice            | 2                               | 3  |
| Rock            | Unassigned <sup>1</sup>         | 1  |
| Roseau          | Unassigned <sup>1</sup>         | 1  |
| St. Louis       | 2                               | 3  |
| Scott           | 4                               | 4  |
| Sherburne       | 3                               | 3  |
| Sibley          | Unassigned <sup>1</sup>         | 3  |
| Stearns         | 3                               | 2  |
| Steele          | 3                               | 2  |
| Stevens         | 1                               | 1  |
| Swift           | 1                               | 1  |
| Todd            | 1                               | 1  |
| Traverse        | Unassigned <sup>1</sup>         | 2  |
| Wabasha         | 2                               | 2  |
| Wadena          | 1                               | 2  |
| Waseca          | 1                               | 2  |
| Washington      | 4                               | 4  |
| Watonwan        | 1                               | 1  |
| Wilkin          | Unassigned <sup>1</sup>         | 1  |
| Winona          | 2                               | 2  |
| Wright          | 2                               | 3  |
| Yellow Medicine | 1                               | 1  |

<sup>1</sup> Counties with no reported prices in 2016 are not assigned to a price cluster.

Figure 1: 2016 Minnesota price clusters: Child care centers



<sup>1</sup> Counties with no reported center rates in 2016 are not assigned a price cluster.

Figure 1: 2016 Minnesota price clusters: Family child care

