Early Childhood Inequalities





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IFS Institute for Fiscal Studies



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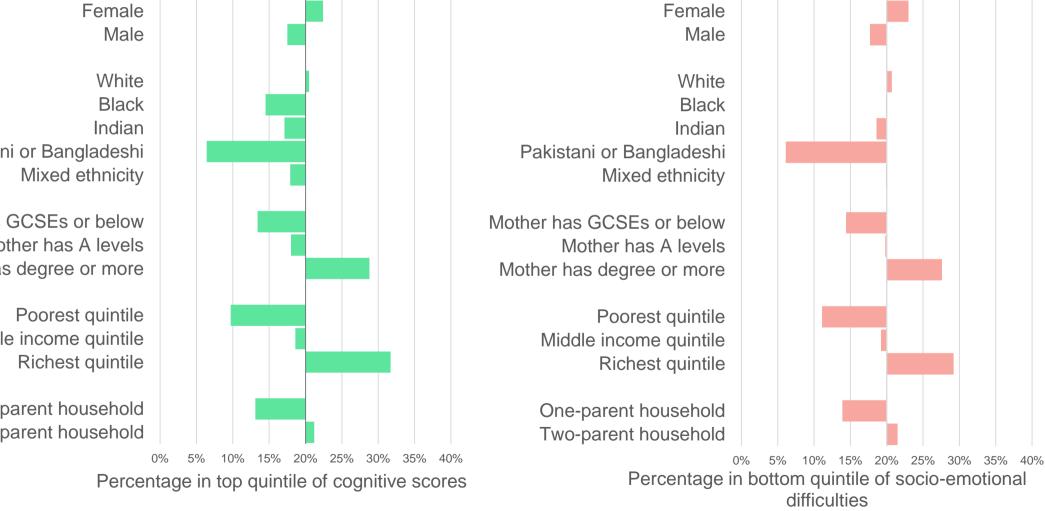
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Inequalities in early years matter

Inequalities in development at age 3

Source: Millennium Cohort Study





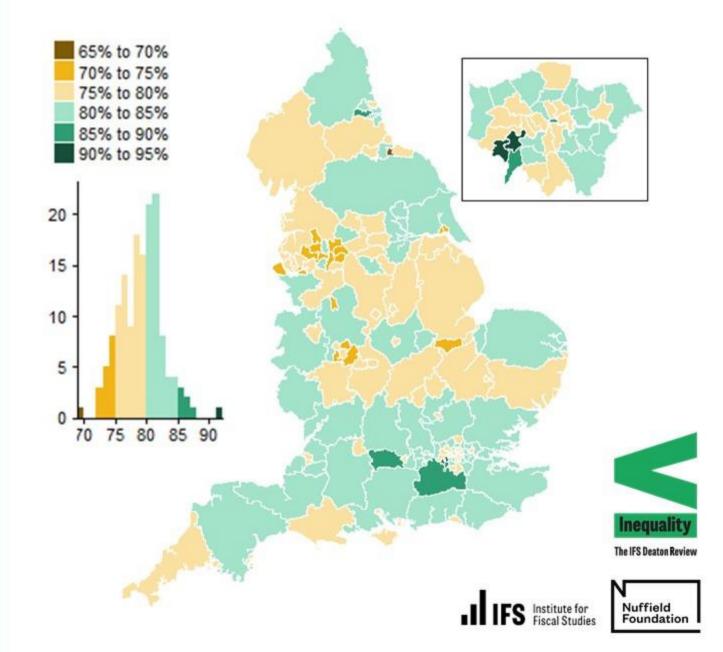
Pakistani or Bangladeshi

Mother has GCSEs or below Mother has A levels Mother has degree or more

Middle income quintile

One-parent household Two-parent household In the South East of England, around 82% of children reach the expected level of development at age 5.

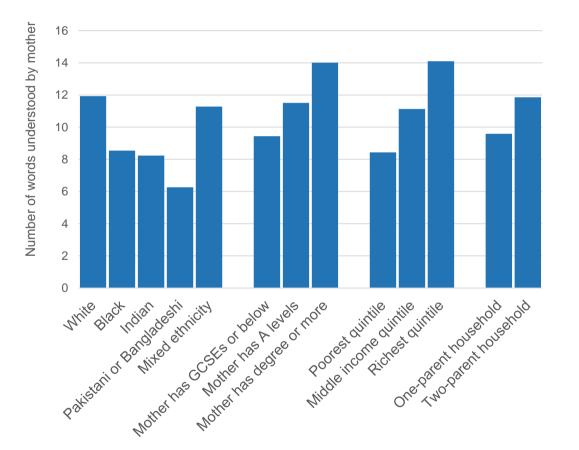
In the North West, just 76% of children reach the expected level of development at age 5. Percentage of children reaching at least expected level of development at age 5, Early Years Foundation Stage Profile 2018/19



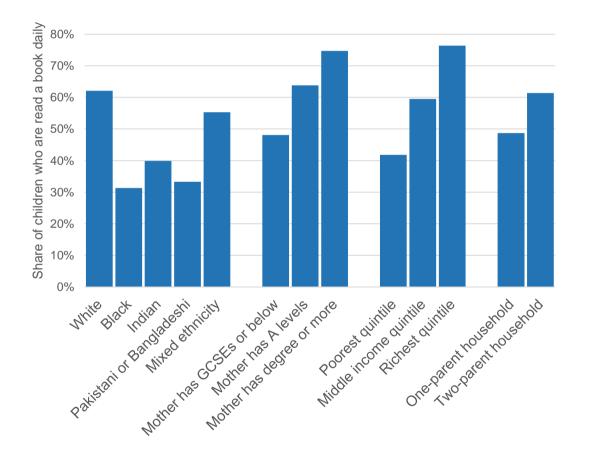
Inequalities in environments at age 3

Educational environments

Maternal vocabulary score (in English)



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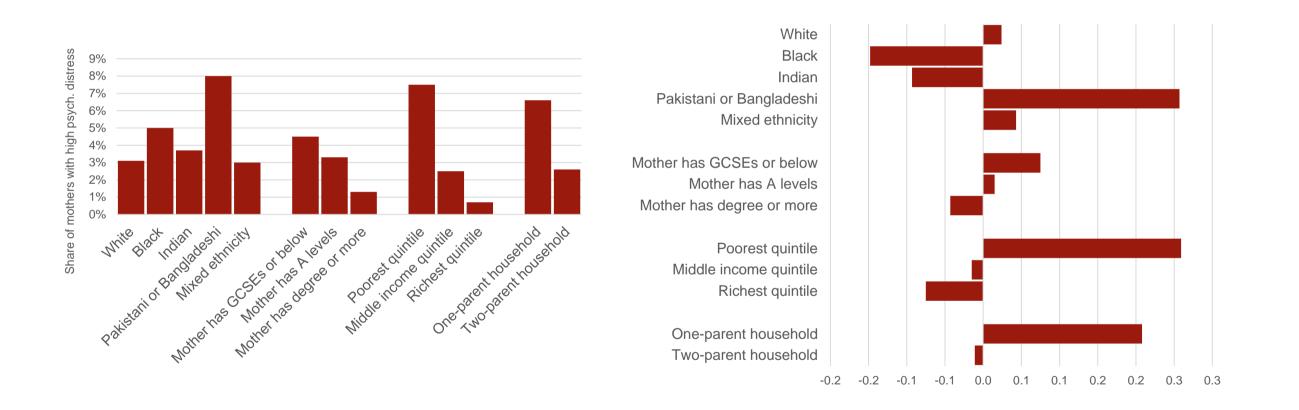
Read a book to daily

Inequalities in environments at age 3

Emotional environments – 'relational aspects' of family home

High maternal psychological distress

Parent child relationship – conflict





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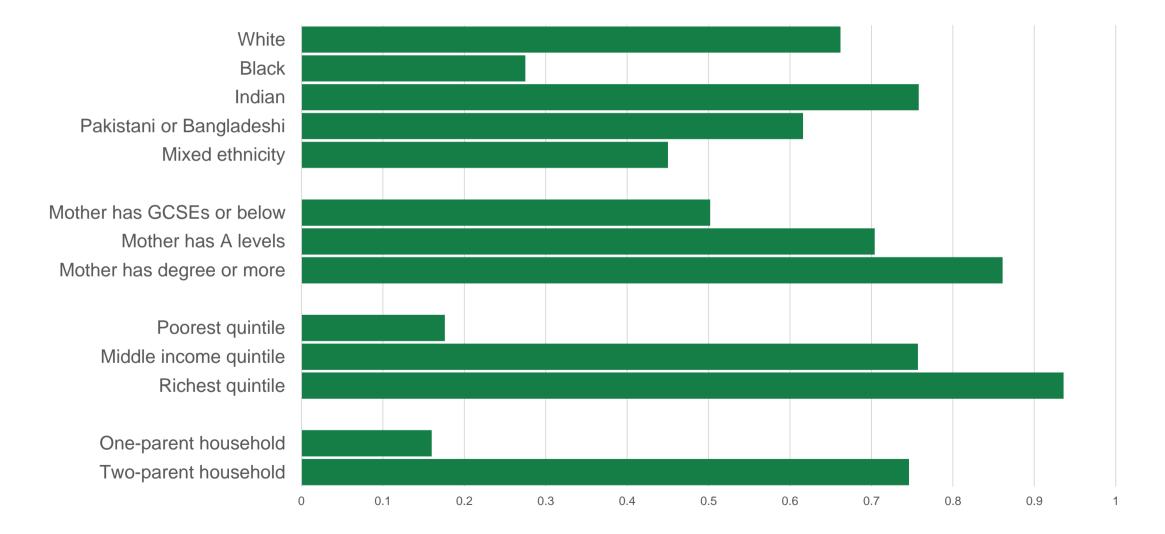
LONGITUDINAL

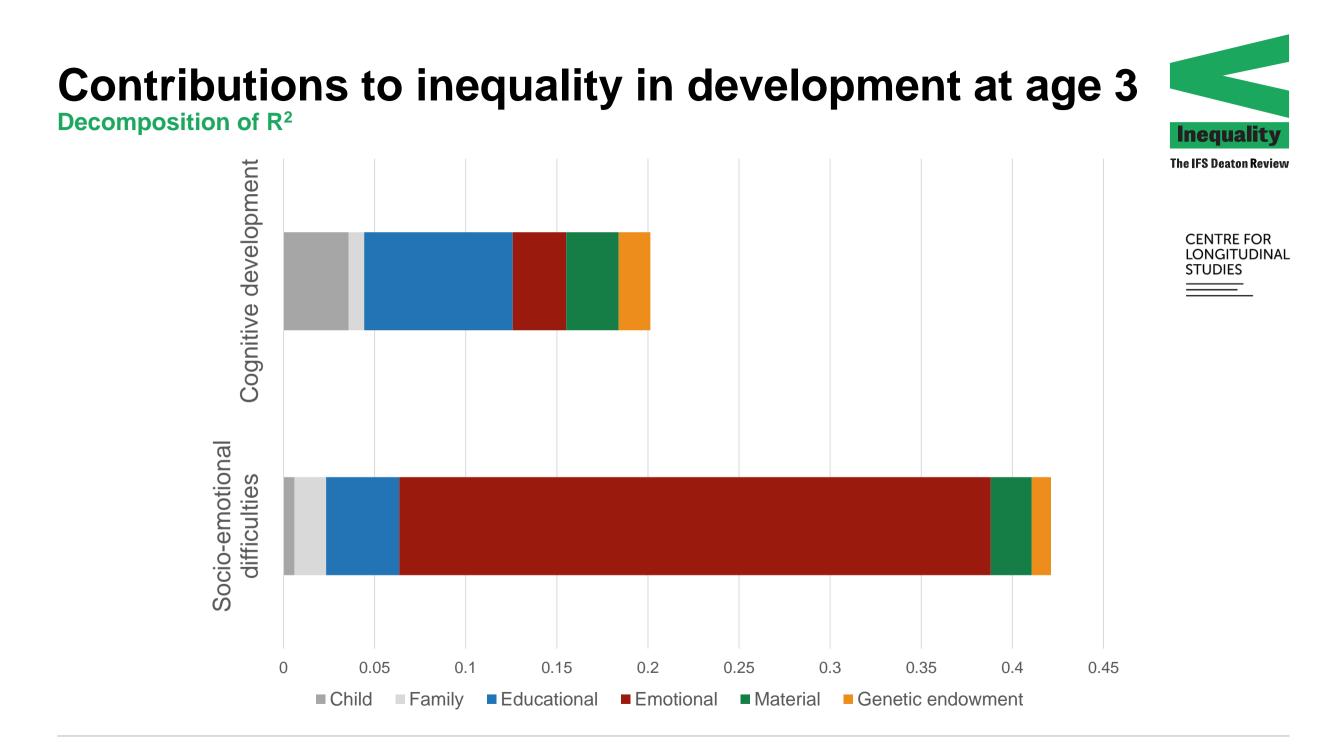
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Inequalities in environments at age 3

Material environments – home ownership





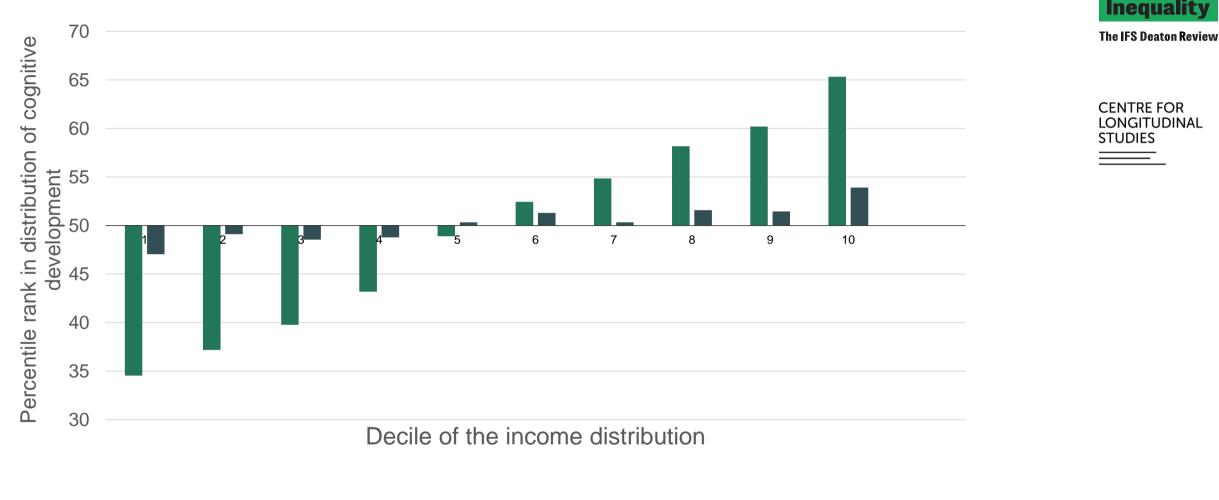




Crucible of early development, ages 0-3 is the family home environment: especially the emotional and nurturing aspects of the environment but also cognitive stimulation and educational inputs

> **BUT** policy has re-focused towards in-work childcare subsidies, while cutting benefits and family programmes (as Sarah will discuss...)

Income gradient in early development



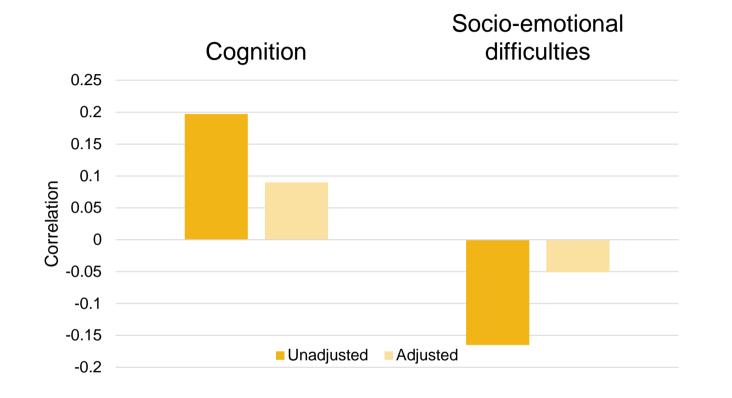
Uncontrolled Controlling for environments

→Policy should target BOTH income and environments

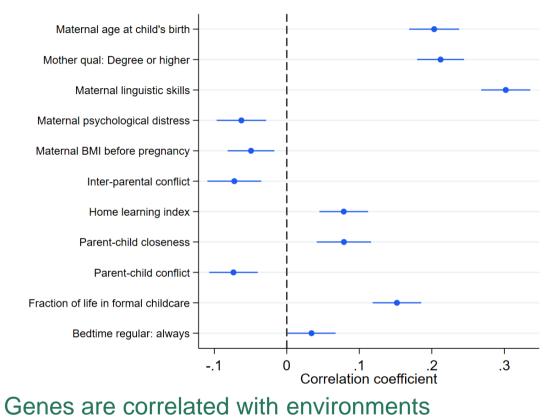
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Genetic associations with early development





Genes are associated with early child development and adolescent outcomes



\rightarrow There is an imperative to intervene on environments whatever its origin

Early development has lasting consequences

Gap in weekly earnings (£)

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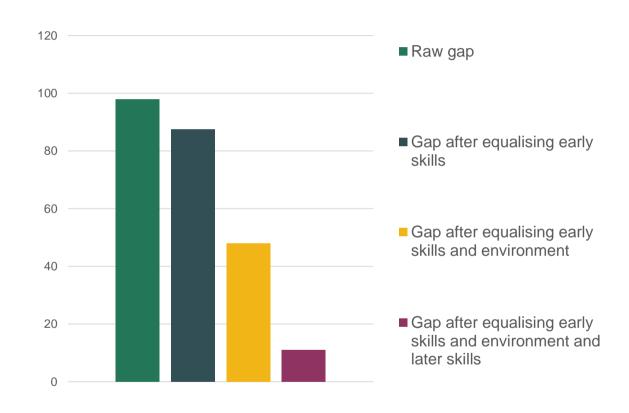


Adjusted associations between development at age 5 and age 42 outcomes (controlling for early skills and environments only)

	Degree	Earnings
Cognitive skills	0.078***	38.522***
	(0.006)	(4.592)
Socio-emotional difficulties	-0.011*	-12.245**
	(0.006)	(4.975)
R-squared	0.181	0.204
Ν	5,938	5,444
Mean	0.29	£377.40

Source: 1970 British Cohort Study

Maternal education gap in weekly earnings at 42



→Policy should also target later skills

