## 26TH ANNUAL BC CHILD POVERTY REPORT CARD

firstcall
Child and Youth Advocacy Society


2022 BC CHILD POVERTY REPORT CARD

federal and provincial government transfers kept 153，630 B．C． children out of poverty．
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## 2022 BC CHILD POVERTY REPORT CARD

$\checkmark$ Government income supports work to reduce child poverty
$\checkmark 116,500$ poor BC children is still too many
$\checkmark$ Inequities continue to raise the poverty risk of some groups of children
$\checkmark$ The 2020 drop in the child poverty rate is likely to disappear unless we act on these lessons

## One in Eight BC Children Living in Poverty

All-Ages, Child (0-17) and Young Children (0-5)
Poverty Rates, BC and Canada, CFLIM After Tax, 2020

| Young children (0-5 years) poverty rate | BC | 35,230 young children | 13\% |
| :---: | :---: | :---: | :---: |
|  | Canada | 327,550 young children 14.2\% |  |
| Child (0-17 years) poverty rate | BC | 116,500 children | 13.3\% |
|  | Canada | 999,110 children | 13.5\% |
| All ages poverty rate | BC | 644,990 | 13.2\% |
|  | Canada | 4,868,950 people | 13.3\% |

Source: Statistics Canada. Table: 11-10-0018-01, 2020

## One in Eight BC Children Living in Poverty

Child Poverty Rates, by Province/Territory, CFLIM After Tax, 2020


[^0]
## One in Eight BC Children Living in Poverty

Child (0-17-year-old) Poverty Rate, 59 BC First Nations Reserves, CFLIM-AT, 2020

| All 59 reserves |
| ---: | :--- | ---: | :--- |
| with data available |$\quad 3,900$ children $\quad \mathbf{2 9 . 2 \%}$


| Rural reserves (31 reserves) |  | 2,090 children |
| :---: | :---: | :---: |
| Urban (within CMA/CA) reserves (28 reserves) | 1,810 children | 25.2\% |

Source: Statistics Canada. Table I-13, Community Data Program, 2020

## One in Eight BC Children Living in Poverty

BC Child (0-14) Poverty Rates (LIM-AT), Select Racialized Groups, 2020


[^1]
## FACT

 SHEET
## BC's Child Poverty Rates Over Time

Child Poverty Rates, Canada and British Columbia, CFLIM After Tax, 2000-2020

Between 2019 and 2020, the number of BC children living in poverty dropped by 40,060 .

10\%

5\%

0\%

| $0$ | O-N | O | O | O | O | $\begin{aligned} & \text { ○ } \\ & \hline 0 \\ & \hline \end{aligned}$ | O-N | O-N | $\begin{aligned} & \text { O} \\ & \text { O } \end{aligned}$ | O- | $\bar{\sim}$ | $\stackrel{N}{\mathrm{~N}}$ | $\stackrel{\mathrm{M}}{\mathrm{O}}$ | $\underset{\sim}{\text { O}}$ | $\stackrel{n}{0}$ | $\stackrel{\bullet}{0}$ | $\stackrel{N}{\mathrm{~N}}$ | $\underset{\sim}{\infty}$ | $\stackrel{\text { O }}{\substack{0}}$ |
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[^2]
## BC's Child Poverty Rates Over Time

Number of poor children, British Columbia, based on CFLIM-AT, 2000-2020


[^3]
## APPENDIX 1

## MEASURING POVERTY REDUCTION

Statistics Canada's 2020 Thresholds for After-Tax Census
Family Low Income Measure (CFLIM)

| Number of family members | Income Threshold |
| :--- | :---: |
| Single person (no child) | $\$ 23,976$ |
| Lone parent with one child | $\$ 33,907$ |
| Lone parent with two children | $\$ 41,528$ |
| Couple with one child | $\$ 41,528$ |
| Couple with two children | $\$ 47,952$ |

## BC Child Poverty by Family Type

Proportion of BC Children 0-17 in Couple Families and Lone-Parent Families, 2020


Source: Statistics Canada, Table 39-10-0041-01 and Table 11-10-0018-01, 2020

## WOMEN'S POVERTY

In BC in 2020, 80\% of loneparent families were female-led. These families' median annual income was \$54,620, just 75\% of the male lone-parent median income of $\$ 72,460$. For many Ione mothers, the difficulty of finding affordable quality child care-so they can sustain employment-remains one of the most common obstacles that leaves them raising their children in poverty.

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Source: Statistics Canada.
Table 11-10-0011-01, 2020
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Child Poverty Rate by Family Type, CFLIM-AT, British Columbia, 2000-2020


Median After-tax Incomes for BC Couple Families (with two children) and Lone-Parent Families (with two children), 2020


## 4 Depth of Family Poverty

DEPTH OF LOW INCOME FOR FAMILIES IN BRITISH COLUMBIA, 2020


[^4]
## Depth of Family Poverty

## IMPACT OF LIVING IN DEEP POVERTY: PAYING THE RENT AND FOOD INSECURITY



The gap between market rents for vacant units compared to occupied ones greatly widened between 2020 and 2022. In 2022, families faced an average asking rent that was $43 \%$ higher than that paid by a renter who already occupied a unit.
"I live in subsidized family housing. I need family support to help me raise my kids while I work, because there's no affordable daycare available to us, but I'm not allowed to have my sister move in with us to help out. I feerlike I can't win."

- Single mother



## Child Poverty and Working Parents

## LOW WAGES AND PRECARIOUS WORK

Income Gaps for Parents Working Full-Time, Full-Year at BC's Minimum Wage in 2020, Compared to LIM Before Tax, 2020


[^5]
## Children in Families on Welfare

Federal and Provincial Shares of Welfare Incomes and Poverty Gaps by Family Type in BC, 2020


In 2020, a couple family on welfare with two children, had to get by on $\$ 36,744$.

That's \$11,208 below the poverty line.

"I regularly buy only half of the items on my grocery list due to increasing food costs. It's quickly becoming impossible to make healthy choices." - Single mother SHET

## Children in Families on Welfare

Welfare Incomes (Adjusted for Inflation, 2019 Constant Dollars), by Family Type, BC, 1989-2020

\% of Children 0-17 Years Old in British Columbia in Low Income Families, by Regional District, Based on Census Family Low Income After Tax Measure (CFLIM-AT), 2020

## Across BC



## Child Poverty

## Across BC

 SHEET

## Growing Income Inequality

BC Average Total Family Income Share, 2020

Poorest half of BC families' share: 27\%


[^6]
## Growing Income Inequality



Gap Between Poorest and Richest 10\% of BC Families with Children, in 2020 Constant Dollars

| BC families with <br> children under <br> 18 years, 2019 | Average total <br> income, <br> highest decile | Average total <br> income, <br> lowest decile | Annual income <br> difference <br> between <br> highest and <br> lowest deciles | Average total <br> income ratio: <br> highest to <br> lowest decile |
| :--- | :---: | :---: | :---: | :---: |
| All census families | $\$ 347,993 / \mathrm{yr}$ | $\$ 21,879 / \mathrm{yr}$ | $\$ 326,114$ | 16 times |
| Couple families | $\$ 377,957 / \mathrm{yr}$ | $\$ 39,636 / \mathrm{yr}$ | $\$ 338,321$ | 10 times |
| Lone-parent families | $\$ 148,031 / \mathrm{yr}$ | $\$ 6,040 / \mathrm{yr}$ | $\$ 141,991$ | 25 times |

Source: Statistics Canada custom tabulation, data from T1 Family Files 2020

## Importance of Government Help: Public Policy Matters

Rate of Child Poverty Reduction by Government Transfer Payments, by Province/Territory, 2020



153,630 BC children were kept out of poverty in 2020 thanks to government help

[^7]
## Importance of Government Help: Public Policy Matters

BC Child Poverty Rates (CFLIM-AT) With and Without Government Transfers, 2020

Child poverty rate without government transfers
Child poverty rate without pandemic benefits
Child poverty rate without CCB
Child poverty rate after tax (with all govt transfers)
19.6\%
30.9\%
19.9\%
-HET SHEET

## Impact of COVID-19 Benefits on Family Income

## WHICH FAMILIES RECEIVED WHICH BENEFITS?

Percentage of families with children (0-17), by family after-tax income
 decile, receiving various COVID-19 benefits, BC, 2020

|  | Families with <br> any COVID-19 <br> government <br> supports and <br> benefits | Families with <br> COVID-19 <br> Emergency and <br> recovery benefits | Families with <br> COVID-19 <br> Enhancements to <br> existing federal <br> programs | Families with <br> COVID-19 <br> Provincial and <br> territorial benefits |
| :--- | :---: | :---: | :---: | :---: |
| All families | 94.3 | 50.0 | 89.1 | 81.2 |
| Lowest decile | 87.4 | 44.0 | 77.6 | 77.4 |
| 2nd decile | 97.9 | 64.5 | 92.4 | 92.7 |
| 3rd decile | 98.1 | 61.7 | 93.2 | 93.9 |
| Highest decile | 78.7 | 30.3 | 72.0 | 40.2 |

## Impact of COVID-19 Benefits on Family Income

## HOW MUCH DID RICHER AND POORER FAMILIES RECEIVE?

Median amount received, total COVID-19 benefits, by couples and single mothers with children (0-17), adjusted family after-tax income decile, BC, 2020

|  | Couple family with <br> children (0-17) | Single mother family <br> with children (0-17) |
| :--- | :---: | :---: |
| Total | 4,400 | 2,760 |
| Lowest decile | 4,400 | 2,260 |
| 2nd decile | 9,600 | 9,200 |
| 3rd decile | 9,000 | 5,600 |
| Highest decile | 860 | 700 |

## Impact of COVID-19 Benefits on Family Income

Percentage of families (in bottom half of adjusted family after-tax income) with children (0-17) receiving provincial/territorial COVID-19 benefits, by province/territory, 2020


British Columbia had the highest percentage of low-to-moderate income families receiving provincial/territorial COVID-19 benefits.

[^8]
## Recommendations: What Needs to Happen

## 25 RECOMMENDATIONS FOR ALL LEVELS OF GOVERNMENT



TAX FAIRNESS AND INCOME SUPPORT<br>Minimum wages | Living wages | Welfare rates | Child benefits | El reform | Tax reform

## TARGETED INITIATIVES FOR GROUPS OVER-REPRESENTED IN POVERTY DATA

Indigenous communities | Newcomers | Youth in/from care | Kinship caregivers

## LOWER BARRIERS AND IMPROVE LIVES THROUGH UNIVERSAL PROGRAMS

Child care | Support for families raising children with disabilities |
Public health | Affordable housing | Public schools | Public transit | Digital access | Pharmacare

## Recommendations: What Needs to Happen

## TAX FAIRNESS AND INCOME SUPPORT

1. P Establish a permanent Fair Wages Commission to examine issues related to low wages and precarity in BC to advise government on strategies that bring workers above the poverty line. Make sure all workers in BC are covered by the hourly minimum wage by the end of 2023.
2. F P L Governments at all levels should ensure their direct and contract employees are paid a living wage that allows them to meet their basic needs, properly support their children and avoid chronic financial stress.
3. F P Significantly raise income and disability assistance rates to bring total welfare incomes up to the CFLIM after-tax poverty thresholds and index them to inflation. Federal investments must support social assistance adequacy through the Canada Social Transfer and tie investments to adequacy standards..
4. P Adjust income and disability assistance rates for families with children with disabilities to recognize the additional costs associated with raising children with extra support needs.

## RECOMMENDATIONS

5. F

Ensure the Canada Child Benefit, in combination with other income measures, raises all families with children above the CFLIM after tax poverty lines calculated through tax filer data and ensure access to this and other federal benefits for families in population groups with higher rates of poverty.
6. P Index the BC family benefit to inflation to ensure the value of the benefit does not erode over time.
7. F Enhance Employment Insurance to expand access, duration, and level of benefits to reduce inequity for lower-income workers and prevent and reduce child and family poverty, including establishing a minimum benefit floor.
8. F Ensure maternity and parental leave benefits are universally available to all parents (regardless of work status), increase the duration of leave and ensure the benefit levels are not less than the CFLIM after-tax poverty lines.
9. $F$ P Address growing income inequality and generate revenue for poverty reduction programs by eliminating or reducing highly regressive and expensive tax loopholes, closing tax havens, taxing extreme wealth and implementing an excess profit tax focused on corporate pandemic windfalls.

## RECOMMENDATIONS

## TARGETED INITIATIVES FOR GROUPS OVER-REPRESENTED IN POVERTY DATA

10. F P Collaborate with First Nations, Métis and Inuit governments and Indigenous organizations to address the factors leading to child and family poverty in order to prevent, reduce and eradicate child and family poverty in Indigenous communities. The federal government must comply with the rulings of the Canadian Human Rights Tribunal to provide adequate funding for child welfare services on reserve and ensure the full application of Jordan's Principle for First Nations children. Federal and provincial governments must ensure culturally safe supports and public services are also provided to Métis and Inuit children and to other Indigenous children living off-reserve in urban centres not covered under Jordan's Principle.
11. P Automatically enroll all young people transitioning out of care in an income support program that meets their basic living costs and ensures they have safe, secure and affordable housing.
12. Review and enhance supports to grandparents raising grandchildren and other kinship care provid-
$\square$ ers, including Child in the Home of a Relative care providers. Allow grandparents on CPP Disability who are raising their grandchildren to continue to receive the CPP children's benefit after they turn 65 and remove administrative barriers to receiving the Canada Child Benefit for kinship care providers.

## RECOMMENDATIONS

13. Intensify efforts to help immigrants and refugees adjust to life in Canada by enhancing employment
$\square$ assistance, removing long-standing barriers to foreign-trained professionals accessing jobs in their field, making more language training with child care available, and improving employment standards and human rights protections and enforcement.
14. Immediately cancel all outstanding refugee transportation loan debt and cease seeking repayment F of transportation costs for all new refugees coming to Canada.

## LOWER BARRIERS AND IMPROVE LIVES THROUGH UNIVERSAL PROGRAMS

15. Continue to prioritize new early learning and child care investments in 2023 budget and beyond to
$\square$ establish universal access to a system of high-quality, inclusive child care for BC children and families that has no parent fee for low-income families. Create enough licensed child care spaces for all who choose them. Ensure early childhood educators are paid compensation that reflects their education and the importance of the work they do by implementing a province-wide, publicly funded competitive wage grid for positions within the child care sector. Ensure there are adequate resources and support for the implementation of the Indigenous Early Learning and Child Care Framework.

## RECOMMENDATIONS

16. 

Increase program funding and support for families raising children with disabilities and complex medical needs to ensure they have timely, universal access everywhere in BC to a core suite of early intervention therapies; timely assessments; family respite; inclusive child care; health, medical and in-home supports.
17. $\mathbf{P}$ Increase investment in public health initiatives aimed to support maternal and parental health and healthy infant development, as well as non-barriered, free, community-based programs and services for all families with young children to ensure these supports are available throughout the province and designed to reach families experiencing poverty and other threats to their ability to thrive.
18. F P L Scale up funding to build thousands of new social and affordable rental housing units and maintain existing affordable housing stock to reduce the number of families in core housing need and to eliminate homelessness. Tie rent control to the unit to remove the incentive for evictions of current tenants to raise the rent for new tenants.
19. F P Contribute funding to establish a universal, cost-shared, healthy school food program for all K-12 students that is respectful of local contexts, connected to community and curriculum, health-promoting and sustainable.

## RECOMMENDATIONS

20. 

Ensure K-12 public education funding is sufficient to mitigate inequities between high- and low-income neighbourhoods, school districts and families and to ensure appropriate inclusion of students with diverse learning needs. This includes enhancing funding to school districts for special education assistants, arts programming, libraries, student support services, and deferred maintenance, among other areas that still require urgent attention in future provincial budgets. Schools need additional funds to implement public health response measures arising from the COVID-19 pandemic.
21. F P Create universal access to post-secondary education by eliminating tuition fees.
22. P Provide free public transit for minors ages 13 to 18 and free or reduced-fee transit access for low-income households.
23. F P Work with industry to ensure lower income families and youth have access to technology (both hardware and Internet access) so that they are able to apply for financial assistance, learning opportunities and access other supports.
24. F P Introduce universal coverage for all Canadians for prescription drugs, dental care, eye care, hearing aids, and assistive devices/products as essential aspects of health care.

## RECOMMENDATIONS

## ADDITIONALLY

25. F P The CFLIM-AT is a broad, comprehensive, and relative measure of poverty. Replace the Market Basket Measure with the Census Family Low Income Measure After Tax (CFLIMAT), calculated with annual tax filer data, as Canada's and BC's official measure of poverty.

Read the full BC Child Poverty Report Card, support our calls to action, and subscribe to the The Child \& Youth Advocate newsletter at: www.firstcallbc.org

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Email us at info@firstcallbc.org


[^0]:    Source: Statistics Canada. Table: 11-10-0018-01, 2020

[^1]:    Source: Statistics Canada, Census of Population 2021

[^2]:    Source: Statistics Canada, Table: 11-10-0018-01

[^3]:    Source: Statistics Canada, 2020 Table

[^4]:    Source: Statistics Canada. Table: 11-10-0020-01, 2020

[^5]:    Source: Statistics Canada. Table 11-10-0232-01 Low income measure (LIM) thresholds

[^6]:    Source: Statistics Canada custom tabulation, data from T1 Family Files 2020

[^7]:    Source: Statistics Canada custom tabulation, data from T1 Family Files 2020

[^8]:    Source: Statistics Canada Census of Population 2021

