

# PROTECT LIHEAP IN 2021

# Alabama By the Numbers

Gross LIHEAP allocation to Alabama in 2019

\$54,194,918

for utility payment assistance and home weatherization programs<sup>1</sup>

498,171

# of households eligible for LIHEAP in Alabama<sup>2</sup>

Alabama LIHEAP funding down

7.83%

from FY10 to FY19

78,584

# of low-income households that received LIHEAP in Alabama in 2019

Only 15.77% of the total eligible population in Alabama received LIHEAP in 2019

82.98%

of LIHEAP recipients in Alabama have at least one vulnerable member:



elderly over 60 43.81%



disabled 62.60%



child under 6 17.71%

Federal home heating/cooling assistance saves Alabama lives.

**NEUAC** urges Congress to protect LIHEAP funding for FY21.

## Why Protect LIHEAP Funding?

The Low-Income Home Energy Assistance Program (LIHEAP) provides critical home heating and cooling help to millions of vulnerable American families. LIHEAP funding peaked when Congress appropriated \$5.1 billion for the program in FY09 and FY10. Since then, funding has fallen by more than one-third. Because of these cuts, one million fewer eligible households receive energy assistance, and average individual grants have been reduced.<sup>3</sup>

#### LIHEAP is not an entitlement.

Unlike entitlement programs, LIHEAP is funded by the annual congressional appropriations process. While states set eligibility rates, federal statute limits houshold income to a maximum of 150 percent of the federal poverty guideline, or 60 percent of the state median income. For example, 150 percent of the FY20 poverty guideline for a family of three is \$31,995.<sup>4</sup> Most LIHEAP recipients earn much less than the maximum thresholds: the latest data show that a typical LIHEAP recipient household had a median income of 83.5 percent of the federal poverty guideline.<sup>5</sup>

### The need for LIHEAP remains high.

In 2018, the national poverty rate was 11.5 percent, and 38.1 million Americans lived in poverty.6

### LIHEAP prioritizes vulnerable households.

More than 90 percent of LIHEAP recipient households have at least one vulnerable person - a senior aged 60 or older, a child aged 18 or under, or an individual with a disability.<sup>7</sup>

#### LIHEAP makes the difference.

The Federal Reserve found that nearly half of American families would struggle to pay for an emergency expense costing \$400.8 LIHEAP frequently meets those exact short-term emergencies and can be the difference between making ends meet or not.

# **Protect LIHEAP.**

#### Sources

- 1. FY10-19 Data, HHS; \*FY2019 reflects preliminary data pending final data validation
- 2. Eligible households, households served and vulnerable household statistics supplied from state reports and are preliminary for FY2019
- 3. NEADA Purchasing Power Table
- 4. https://liheapch.acf.hhs.gov/tables/POP.htm
- 5. HHS FY2017 Budget Justification https://www.acf.hhs.gov/sites/default/files/olab/final\_cj\_2017\_print.pdf
- 6. US Census Bureau: https://www.census.gov/library/publications/2019/demo/p60-266.html
- 7. https://neada.org/program-policy-reports/liheapsurvey/
- 8. "Report on the Economic Well-Being of U.S. Households in 2015" https://www.federalreserve.gov/2015-report-economic-well-being-us-households-201605.pdf