

## MAXIMIZE LIHEAP FUNDING IN 2022

# North Dakota By the Numbers

Gross LIHEAP allocation to North Dakota in 2020

\$28,072,348

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

### 89,160

# of households eligible for LIHEAP in North Dakota<sup>2</sup> North Dakota LIHEAP funding down

18.22%

from FY10 to FY20

12,575

# of low-income households that received LIHEAP in North Dakota in 2020

Only 14.10% of the total eligible population in North Dakota received LIHEAP in 2020

### 70.30%

of LIHEAP recipients in North Dakota have at least one vulnerable member:



elderly over 60 35.49%





child under 6 17.34%

Federal home heating/cooling assistance saves North Dakota lives.

**NEUAC urges Congress to maximize LIHEAP funding for FY22.** 

www.neuac.org

### Why Maximize 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 FY21 poverty guideline for a family of three is \$32,580.<sup>4</sup> Most LIHEAP recipients earn much less than the maximum thresholds: data show that 82 percent of households served by LIHEAP had an annual household income below \$20,000.<sup>5</sup>

#### The need for LIHEAP remains high.

In 2019, the national poverty rate was 10.5 percent, and 34 million Americans lived in poverty.<sup>6</sup>

More than 1/4 of those who lost jobs during the COVID-19 crisis reported skipping or needing to skip a utility bill payment.<sup>7</sup>

22% of utility customers reported that they had reduced or put off expenses for basic needs like medicine and food in order to pay their utility bills.<sup>8</sup>

#### LIHEAP prioritizes vulnerable households, many of whom are also high risk for COVID-19.

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>5</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.<sup>9</sup> LIHEAP frequently meets those exact short-term emergencies and can be the difference between making ends meet or not.

### Maximize LIHEAP Funding in FY22.

#### Sources

3. NEADA Purchasing Power Table

5. https://neada.org/program-policy-reports/liheapsurvey/

9. https://www.federalreserve.gov/2015-report-economic-well-being-us-households-201605.pdf

<sup>1.</sup> FY10-20 Data, HHS; \*FY2020 reflects preliminary data pending final data validation

<sup>2.</sup> Eligible households, households served and vulnerable household statistics supplied from state reports and are preliminary for FY2020. Eligible households calculated using the federal standard for all states.

<sup>4.</sup> https://www.acf.hhs.gov/ocs/policy-guidance/liheap-im-2020-01-hhs-poverty-guidelines-optional-use-ffy-2020-and-mandatory

<sup>6.</sup> https://www.census.gov/library/publications/2020/demo/p60-270.html

<sup>7.</sup> http://mydocs.epri.com/Docs/public/covid19/COVID-19\_survey\_report.pdf

<sup>8.</sup> https://theconversation.com/energy-is-a-basic-need-and-many-americans-are-struggling-to-afford-it-in-the-covid-19-recession-140416