

# MAXIMIZE LIHEAP FUNDING IN 2022

# Texas By the Numbers

Gross LIHEAP allocation to Texas in 2020

\$163,052,186

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

2,582,998

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

Texas LIHEAP funding down

11.04%

from FY10 to FY20

139,799

# of low-income households that received LIHEAP in Texas in 2020

Only 5.41% of the total eligible population in Texas received LIHEAP in 2020

79.44%

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



elderly over 60 42.84%



disabled 51.90%



child under 6 16.56%

Federal home heating/cooling assistance saves Texas lives.

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

## 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 \$32,580.4 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 \$20,000.5

## The need for LIHEAP remains high.

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

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.8

### 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 \$400.9 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

- 1. FY10-20 Data, HHS; \*FY2020 reflects preliminary data pending final data validation
- 2. 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.
- 3. NEADA Purchasing Power Table
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- 5. https://neada.org/program-policy-reports/liheapsurvey/
- 6. https://www.census.gov/library/publications/2020/demo/p60-270.html
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- 8. https://theconversation.com/energy-is-a-basic-need-and-many-americans-are-struggling-to-afford-it-in-the-covid-19-recession-140416
- 9. https://www.federalreserve.gov/2015-report-economic-well-being-us-households-201605.pdf