

Low Income Home Energy Assistance Program (LIHEAP): Estimated Allocations

Libby Perl Analyst in Social Legislation Domestic Social Policy Division

Summary

The Low Income Home Energy Assistance Program (LIHEAP) is a block grant program under which the federal government gives annual grants to states, the District of Columbia, U.S. territories and commonwealths, and Indian tribal organizations to operate multi-component home energy assistance programs for needy households. This report contains two tables that show estimated LIHEAP allocations to the states. **Table 1** shows amounts proposed by the President, House of Representatives, and Senate for FY2007, while **Table 2** shows estimated state allocations at other hypothetical increments. For detailed information on how the LIHEAP formula allocates funds to the states, see CRS Report RL33275, *Low-Income Home Energy Assistance Allocation Rates: Legislative History and Current Law*, by Julie M. Whittaker and Libby Perl. This report will be updated when proposed funding levels change.

Low Income Home Energy Assistance Program

The Low Income Home Energy Assistance Program (LIHEAP) is a block grant program under which the federal government gives annual grants to states, the District of Columbia, U.S. territories and commonwealths, and Indian tribal organizations to operate multi-component home energy assistance programs for needy households.¹ Established in 1981 by Title XXVI of P.L. 97-35, LIHEAP has been reauthorized and amended several times, most recently in 2005, when P.L. 109-58 reauthorized annual regular LIHEAP funds at \$5.1 billion per year from FY2005 to FY2007. The total LIHEAP appropriation for FY2006 was \$3.161 billion (P.L. 109-149 and P.L. 109-204), the largest amount ever appropriated for the program. As of the date of this report, the FY2007 funding level for LIHEAP is \$1.98 billion under a continuing resolution (CR), P.L. 109-383, that expires on February 15, 2007.

¹ For additional information on LIHEAP, see CRS Report RL31865, *The Low-Income Home Energy Assistance Program (LIHEAP): Program and Funding*, by Libby Perl.

The LIHEAP statute provides for two types of program funding: regular funds and contingency funds. Regular funds are allotted to states according to methods prescribed by the LIHEAP statute.² The method of allotment may change based on the amount of funds appropriated by Congress. In FY2006, \$2.48 billion of the total LIHEAP appropriation was distributed as regular funds. The second type of LIHEAP funding, called contingency funds, may be released and allotted to one or more states at the discretion of the President and the Secretary of Health and Human Services (HHS). The contingency funds may be released at any point in the fiscal year to meet additional home energy assistance needs created by a natural disaster or other emergency.³ In FY2006, Congress provided \$681 million in contingency funds.

Proposed FY2007 Funding

For FY2007, the President's budget proposed to provide \$1.782 billion in regular LIHEAP funds. Column (a) of **Table 1** shows the estimated amount of funds that each state would receive at an appropriation of \$1.782 billion. The House Appropriations Committee proposed funding the LIHEAP regular grants at \$1.93 billion (H.R. 5647). The estimated allocations to the states at this appropriations level are provided in column (b) of Table 1. Finally, the Senate Appropriations Committee recommended \$1.98 billion for regular LIHEAP funds (S. 3708). The estimated allocations to the states at \$1.98 billion are shown in column (c) of Table 1. Note that funding under the most recent CR (P.L. 109-383) is also \$1.98 billion. The final column of Table 1, column (d), allows for comparison with allotments in FY2006 when \$2.48 billion was appropriated.

Following **Table 1**, **Table 2** shows estimated allocations to the states at various hypothetical appropriations levels. These amounts are \$1.75 billion, \$2.0 billion, \$2.25 billion, \$2.5 billion, \$2.75 billion, \$3.0 billion, \$4.0 billion, and \$5.1 billion (the amount at which the LIHEAP program was last authorized in P.L. 109-58).

² See Section 2604(a)-(d) of the Low Income Home Energy Assistance Act (Title XXVI of P.L. 97-35), as amended. The section is codified at 42 U.S.C. §8623(a)-(d) (2002).

³ Depending on how Congress appropriates them, contingency funds may remain available for distribution in more than one fiscal year or they may expire with the fiscal year for which they were appropriated.

Table 1. LIHEAP Estimated State Regular Fund Allotments Under
Current Proposals Compared to FY2006 Allotments
(\$ in millions)

| President' Request: \$1.782 billion ^a State (a) | | House Appropriations Committee: \$1.93 billion ^b (b) | Senate Appropriations Committee and CR: \$1.98 billion ^c (c) | FY2006 Regular Fund Allotments: \$2.48 billion ^d (d) | |
|--|-----------|--|---|--|--|
| Alabama | \$15.069 | \$16.574 | \$16.769 | \$31.310 | |
| Alaska | \$9.619 | \$10.579 | \$10.704 | \$12.572 | |
| Arizona | \$7.287 | \$8.015 | \$8.110 | \$15.142 | |
| Arkansas | \$11.498 | \$12.647 | \$12.796 | \$22.765 | |
| California | \$80.840 | \$88.914 | \$89.963 | \$153.184 | |
| Colorado | \$28.186 | \$31.001 | \$31.367 | \$31.729 | |
| Connecticut | \$36.770 | \$40.442 | \$40.920 | \$47.809 | |
| Delaware | \$4.881 | \$5.368 | \$5.431 | \$10.141 | |
| District of Columbia | \$5.710 | \$6.281 | \$6.355 | \$7.852 | |
| Florida | \$23.843 | \$26.225 | \$26.534 | \$49.542 | |
| Georgia | \$18.852 | \$20.735 | \$20.979 | \$39.170 | |
| Hawaii | \$1.898 | \$2.088 | \$2.113 | \$2.555 | |
| Idaho | \$10.995 | \$12.093 | \$12.235 | \$14.370 | |
| Illinois | \$101.773 | \$111.938 | \$113.259 | \$145.959 | |
| Indiana | \$46.080 | \$50.682 | \$51.280 | \$53.986 | |
| Iowa | \$32.658 | \$35.919 | \$36.343 | \$36.762 | |
| Kansas | \$14.998 | \$16.496 | \$16.690 | \$26.798 | |
| Kentucky | \$23.980 | \$26.375 | \$26.686 | \$44.347 | |
| Louisiana | \$15.406 | \$16.944 | \$17.144 | \$32.010 | |
| Maine | \$23.821 | \$26.200 | \$26.509 | \$26.815 | |
| Maryland | \$28.154 | \$30.966 | \$31.332 | \$58.499 | |
| Massachusetts | \$73.552 | \$80.898 | \$81.853 | \$82.797 | |
| Michigan | \$96.625 | \$106.275 | \$107.529 | \$108.770 | |
| Minnesota | \$69.613 | \$76.565 | \$77.469 | \$78.363 | |
| Mississippi | \$12.919 | \$14.209 | \$14.377 | \$26.843 | |
| Missouri | \$40.652 | \$44.712 | \$45.240 | \$59.541 | |
| Montana | \$12.896 | \$14.184 | \$14.351 | \$16.856 | |
| Nebraska | \$16.150 | \$17.763 | \$17.973 | \$21.109 | |
| Nevada | \$3.423 | \$3.765 | \$3.809 | \$7.112 | |
| New Hampshire | \$13.922 | \$15.312 | \$15.493 | \$18.197 | |
| New Jersey | \$68.282 | \$75.101 | \$75.988 | \$77.540 | |
| New Mexico | \$9.123 | \$10.035 | \$10.153 | \$11.925 | |
| New York | \$222.951 | \$245.218 | \$248.112 | \$250.974 | |
| North Carolina | \$33.226 | \$36.545 | \$36.976 | \$69.038 | |
| North Dakota | \$14.009 | \$15.408 | \$15.590 | \$18.310 | |
| Ohio | \$90.034 | \$99.026 | \$100.194 | \$122.259 | |
| Oklahoma | \$13.851 | \$15.235 | \$15.415 | \$28.780 | |
| Oregon | \$21.846 | \$24.027 | \$24.311 | \$24.591 | |
| Pennsylvania | \$119.758 | \$131.718 | \$133.273 | \$134.810 | |

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| State | President's Request: \$1.782 billion ^a (a) | House Appropriations Committee: \$1.93 billion ^b (b) | Senate Appropriations Committee and CR: \$1.98 billion ^c (c) | FY2006 Regular Fund Allotments: \$2.48 billion ^d (d) |
|----------------|---|--|---|--|
| Rhode Island | \$12.107 | \$13.316 | \$13.473 | \$15.825 |
| South Carolina | \$11.968 | \$13.163 | \$13.318 | \$24.867 |
| South Dakota | \$11.378 | \$12.514 | \$12.662 | \$14.871 |
| Tennessee | \$24.291 | \$26.717 | \$27.033 | \$46.363 |
| Texas | \$39.667 | \$43.629 | \$44.144 | \$82.421 |
| Utah | \$13.098 | \$14.406 | \$14.576 | \$17.120 |
| Vermont | \$10.435 | \$11.477 | \$11.613 | \$13.639 |
| Virginia | \$34.295 | \$37.720 | \$38.166 | \$71.259 |
| Washington | \$35.933 | \$39.522 | \$39.988 | \$40.450 |
| West Virginia | \$15.869 | \$17.454 | \$17.660 | \$23.818 |
| Wisconsin | \$62.661 | \$68.920 | \$69.733 | \$70.538 |
| Wyoming | \$5.244 | \$5.768 | \$5.836 | \$6.854 |
| Total | \$1,752.10 | \$1,927.09 | \$1,949.83 | \$2,449.16 |

Source: Congressional Research Service (CRS) calculations based on factors provided by the Department of Health and Human Services (HHS) in December 2005.

Note: These estimates take into account current program practice where HHS sets aside funds out of the regular LIHEAP fund appropriation for the territories, training and technical assistance, leveraging incentive grants, and the Residential Energy Assistance Challenge Option Program (REACH). This has implications for the total amount of funds going directly to the states. For example, an appropriation of \$1.98 billion is estimated to result in \$1.95 billion in regular LIHEAP funds going directly to the states, after the amounts for these set-asides are subtracted from the total appropriation.

a. The President's FY2007 budget proposed to provide \$1.782 billion in regular LIHEAP funds. The budget proposal included \$27.225 million for leveraging incentive grants.

b. The House Appropriations Committee proposed to provide \$1.93 billion in regular LIHEAP funds (H.R. 5647). Note that this amount does not include funds for leveraging incentive grants.

c. The Senate Appropriations Committee proposed to provide \$1.98 billion in regular LIHEAP funds (S. 3708), including \$27.225 million for leveraging incentive grants. The continuing resolution (CR) also provided \$1.98 billion in regular LIHEAP funds through February 15, 2007.

d. The total regular fund appropriation for FY2006 was \$2.48 billion, \$1.98 of which was appropriated in P.L. 109-149, and \$500 million in P.L. 109-204. Initially, P.L. 109-149 appropriated \$2.0 billion for regular funds, but the amount was subject to a 1% across-the-board rescission, resulting in a \$1.98 billion appropriation (P.L. 109-148). In addition, both training and technical assistance and the leveraging incentive and REACH funds were reduced by 1% in column (d).

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Table 2. LIHEAP Estimated State Allotments at Hypothetical Regular Fund Appropriations Levels (\$ in millions)

| State | \$1.75 billion (a) | \$2.0 billion (b) | \$2.25 billion (c) | \$2.5 billion (d) | \$2.75 billion (e) | \$3.0 billion (f) | \$4.0 billion (g) | \$5.1 billion (h) |
|----------------------|-----------------------|----------------------|-----------------------|----------------------|-----------------------|----------------------|----------------------|----------------------|
| Alabama | \$14.792 | \$16.939 | \$24.054 | \$31.971 | \$40.576 | \$47.024 | \$67.511 | \$87.205 |
| Alaska | \$9.442 | \$10.812 | \$11.392 | \$12.673 | \$13.955 | \$15.236 | \$20.363 | \$26.002 |
| Arizona | \$7.153 | \$8.192 | \$11.633 | \$15.461 | \$19.623 | \$22.741 | \$32.649 | \$42.233 |
| Arkansas | \$11.287 | \$12.925 | \$18.354 | \$22.948 | \$25.269 | \$27.589 | \$36.872 | \$47.082 |
| California | \$79.353 | \$90.872 | \$129.040 | \$154.416 | \$170.031 | \$185.646 | \$248.107 | \$316.814 |
| Colorado | \$27.668 | \$31.684 | \$31.729 | \$31.729 | \$31.729 | \$34.080 | \$45.546 | \$58.158 |
| Connecticut | \$36.094 | \$41.333 | \$43.320 | \$48.194 | \$53.067 | \$57.941 | \$77.435 | \$98.878 |
| Delaware | \$4.791 | \$5.486 | \$7.791 | \$10.355 | \$11.738 | \$12.816 | \$17.128 | \$21.871 |
| District of Columbia | \$5.605 | \$6.419 | \$7.115 | \$7.915 | \$8.715 | \$9.516 | \$12.717 | \$16.239 |
| Florida | \$23.405 | \$26.802 | \$38.060 | \$50.587 | \$64.204 | \$74.406 | \$106.823 | \$138.181 |
| Georgia | \$18.505 | \$21.191 | \$30.092 | \$39.997 | \$50.763 | \$58.830 | \$84.460 | \$109.253 |
| Hawaii | \$1.864 | \$2.134 | \$2.315 | \$2.575 | \$2.836 | \$3.096 | \$4.138 | \$5.284 |
| Idaho | \$10.792 | \$12.359 | \$13.021 | \$14.486 | \$15.951 | \$17.416 | \$23.275 | \$29.721 |
| Illinois | \$99.901 | \$114.403 | \$132.254 | \$147.132 | \$162.011 | \$176.890 | \$236.404 | \$301.871 |
| Indiana | \$45.232 | \$51.798 | \$51.872 | \$54.420 | \$59.924 | \$65.427 | \$87.440 | \$111.654 |
| Iowa | \$32.057 | \$36.710 | \$36.762 | \$36.762 | \$36.762 | \$36.762 | \$47.595 | \$60.776 |
| Kansas | \$14.722 | \$16.859 | \$23.940 | \$27.014 | \$29.746 | \$32.477 | \$43.405 | \$55.424 |
| Kentucky | \$23.539 | \$26.956 | \$38.278 | \$44.704 | \$49.224 | \$53.745 | \$71.828 | \$91.718 |
| Louisiana | \$15.122 | \$17.317 | \$24.591 | \$32.685 | \$41.483 | \$48.075 | \$66.623 | \$85.072 |
| Maine | \$23.383 | \$26.777 | \$26.815 | \$26.815 | \$26.815 | \$27.561 | \$36.834 | \$47.034 |
| Maryland | \$27.636 | \$31.648 | \$44.941 | \$59.733 | \$73.382 | \$80.121 | \$107.078 | \$136.730 |
| Massachusetts | \$72.199 | \$82.680 | \$82.797 | \$82.797 | \$84.738 | \$92.520 | \$123.648 | \$157.890 |
| Michigan | \$94.847 | \$108.616 | \$108.770 | \$108.770 | \$108.770 | \$116.941 | \$156.286 | \$199.566 |
| Minnesota | \$68.332 | \$78.251 | \$78.363 | \$78.363 | \$78.363 | \$78.363 | \$78.363 | \$90.280 |
| Mississippi | \$12.682 | \$14.522 | \$20.622 | \$27.410 | \$34.788 | \$40.316 | \$57.881 | \$74.871 |

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| State | \$1.75 billion (a) | \$2.0 billion (b) | \$2.25 billion (c) | \$2.5 billion (d) | \$2.75 billion (e) | \$3.0 billion (f) | \$4.0 billion (g) | \$5.1 billion (h) |
|----------------|-----------------------|----------------------|-----------------------|----------------------|-----------------------|----------------------|----------------------|----------------------|
| Missouri | \$39.904 | \$45.697 | \$53.950 | \$60.020 | \$66.089 | \$72.159 | \$96.436 | \$123.142 |
| Montana | \$12.659 | \$14.496 | \$15.273 | \$16.991 | \$18.709 | \$20.428 | \$27.300 | \$34.861 |
| Nebraska | \$15.853 | \$18.155 | \$19.127 | \$21.279 | \$23.431 | \$25.583 | \$34.190 | \$43.658 |
| Nevada | \$3.360 | \$3.847 | \$5.463 | \$7.262 | \$9.216 | \$10.681 | \$15.334 | \$19.836 |
| New Hampshire | \$13.666 | \$15.650 | \$16.488 | \$18.343 | \$20.198 | \$22.053 | \$29.472 | \$37.634 |
| New Jersey | \$67.026 | \$76.756 | \$76.865 | \$78.163 | \$86.068 | \$93.972 | \$125.589 | \$160.368 |
| New Mexico | \$8.956 | \$10.256 | \$10.805 | \$12.021 | \$13.236 | \$14.452 | \$19.314 | \$24.663 |
| New York | \$218.850 | \$250.618 | \$250.974 | \$250.974 | \$253.185 | \$276.436 | \$369.444 | \$471.752 |
| North Carolina | \$32.615 | \$37.350 | \$53.038 | \$70.494 | \$88.265 | \$96.371 | \$128.795 | \$164.462 |
| North Dakota | \$13.751 | \$15.747 | \$16.591 | \$18.457 | \$20.324 | \$22.190 | \$29.656 | \$37.869 |
| Ohio | \$88.377 | \$101.207 | \$110.779 | \$123.242 | \$135.705 | \$148.167 | \$198.018 | \$252.854 |
| Oklahoma | \$13.597 | \$15.570 | \$22.110 | \$29.388 | \$34.672 | \$37.856 | \$50.593 | \$64.604 |
| Oregon | \$21.444 | \$24.557 | \$24.591 | \$24.591 | \$24.591 | \$24.906 | \$33.286 | \$42.504 |
| Pennsylvania | \$117.555 | \$134.619 | \$134.810 | \$134.810 | \$146.256 | \$159.688 | \$213.415 | \$272.515 |
| Rhode Island | \$11.884 | \$13.610 | \$14.339 | \$15.952 | \$17.565 | \$19.178 | \$25.631 | \$32.728 |
| South Carolina | \$11.748 | \$13.453 | \$19.103 | \$25.391 | \$32.226 | \$37.347 | \$53.618 | \$69.357 |
| South Dakota | \$11.168 | \$12.790 | \$13.475 | \$14.991 | \$16.507 | \$18.023 | \$24.086 | \$30.756 |
| Tennessee | \$23.844 | \$27.306 | \$38.775 | \$46.736 | \$51.462 | \$56.188 | \$75.093 | \$95.888 |
| Texas | \$38.938 | \$44.590 | \$63.319 | \$84.160 | \$106.814 | \$123.787 | \$177.718 | \$229.887 |
| Utah | \$12.857 | \$14.724 | \$15.513 | \$17.258 | \$19.003 | \$20.748 | \$27.729 | \$35.407 |
| Vermont | \$10.243 | \$11.730 | \$12.358 | \$13.749 | \$15.139 | \$16.529 | \$22.091 | \$28.208 |
| Virginia | \$33.664 | \$38.551 | \$54.744 | \$72.762 | \$80.357 | \$87.737 | \$117.256 | \$149.727 |
| Washington | \$35.272 | \$40.392 | \$40.450 | \$40.450 | \$40.450 | \$40.450 | \$50.121 | \$64.001 |
| West Virginia | \$15.577 | \$17.839 | \$21.582 | \$24.010 | \$26.438 | \$28.866 | \$38.578 | \$49.261 |
| Wisconsin | \$61.509 | \$70.438 | \$70.538 | \$70.538 | \$70.538 | \$70.538 | \$82.545 | \$105.404 |
| Wyoming | \$5.148 | \$5.895 | \$6.211 | \$6.910 | \$7.608 | \$8.307 | \$11.102 | \$14.176 |
| Total | \$1,719.868 | \$1,969.529 | \$2,219.19 | \$2,468.852 | \$2,718.513 | \$2,968.175 | \$3,966.821 | \$5,065.33 |

Source: Congressional Research Service (CRS) calculations based on factors provided by the Department of Health and Human Services (HHS) in December 2005.

Note: For each of these estimates, \$27.5 million for leveraging incentive grants, \$300,000 for training and technical assistance, and the estimated grants to the territories have been removed from the total hypothetical grant amounts.