## Congress of the United States Washington, DC 20515

December 20, 2021

The Honorable Xavier Becerra Secretary U.S. Department of Health and Human Services 330 C Street SW Washington, DC 20416

## Dear Secretary Becerra:

We thank the Department of Health and Human Services for its recent release of the Low Income Home Energy Assistance Program's (LIHEAP) annual allocation that will augment relief funding provided by the American Rescue Plan. However, we remain concerned that the ongoing global energy crisis will adversely impact families who will rely on LIHEAP to stay warm this winter.

As the world economy recovers from the pandemic, global energy markets are struggling to keep up with a surge in demand and prolonged supply shortages. Natural gas prices across Europe have increased sixfold compared to this time last year, while coal and natural gas deficits have plunged China into a power crisis that has forced Chinese factories and businesses to rely on diesel-fueled generators just to maintain operations. To meet global demand, U.S. liquefied natural gas exports continue to grow faster than domestic natural gas production, depleting our natural gas inventories and raising prices on American families in the process. While we applaud President Biden's focus on addressing high fuel costs, we are concerned that the ongoing volatility in global prices for fossil fuels like natural gas could exacerbate the anticipated spike in home heating costs as this energy crisis impacts the United States.

The U.S. Energy Information Administration (EIA) projects that the cost of home heating for households will increase by 30 percent this winter, which is a level that has not been seen since

<sup>1</sup> Lauren Chadwick, euronews., "Europe's energy crisis: Five charts to explain why your bills might go up this winter" (October 2021) <a href="https://www.euronews.com/2021/10/25/europe-s-energy-crisis-five-charts-to-explain-why-your-bills-might-go-up-this-winter">https://www.euronews.com/2021/10/25/europe-s-energy-crisis-five-charts-to-explain-why-your-bills-might-go-up-this-winter</a>

<sup>&</sup>lt;sup>2</sup> Ariel Cohen, Forbes, "China's Energy Crisis Deepens With Potentially Fatal Consequences" (October 2021) <a href="https://www.forbes.com/sites/arielcohen/2021/10/19/chinas-energy-crisis-deepens-with-potentially-fatal-consequences/?sh=52faa0121163">https://www.forbes.com/sites/arielcohen/2021/10/19/chinas-energy-crisis-deepens-with-potentially-fatal-consequences/?sh=52faa0121163</a>

<sup>&</sup>lt;sup>3</sup> U.S. Energy Information Administration, "U.S. natural gas prices likely to remain elevated through the winter" (October 2021) https://www.eia.gov/todayinenergy/detail.php?id=49956

<sup>&</sup>lt;sup>4</sup> The White House, "President Biden Announces Release from the Strategic Petroleum Reserve As Part of Ongoing Efforts to Lower Prices and Address Lack of Supply Around the World" (November 2021) <a href="https://www.whitehouse.gov/briefing-room/statements-releases/2021/11/23/president-biden-announces-release-from-the-strategic-petroleum-reserve-as-part-of-ongoing-efforts-to-lower-prices-and-address-lack-of-supply-around-the-world/">https://www.whitehouse.gov/briefing-room/statements-releases/2021/11/23/president-biden-announces-release-from-the-strategic-petroleum-reserve-as-part-of-ongoing-efforts-to-lower-prices-and-address-lack-of-supply-around-the-world/</a>

2014, and would impact 61 million households that use natural gas for heating.<sup>5</sup> The EIA expects even larger surges in home heating costs this winter for the 10 percent of American households relying on deliverable fuels like propane and heating oil.<sup>6</sup> According to the National Energy Assistance Directors Association, the average residential natural gas bill will increase from \$572 to \$746 and heating oil bills per household will rise from \$1,272 to \$1,734.<sup>7</sup> As a consequence, the purchasing power of appropriated LIHEAP funding would drop by as much as 30 percent. That means that the program's value in available funding would decrease by \$1.14 billion from \$3.8 billion for regular appropriations and by \$1.35 billion from \$3.15 billion for stimulus funds.<sup>8</sup> For low-income families, these price increases are unsustainable and will force them to choose between heating their homes and other essentials like rent, food, or medicine.

As state agencies and grantees prepare their winter programs, it is crucial that they have strong support from your department to assist low-income households. In consideration of these concerns, we respectfully request that you provide answers to the following questions:

- 1. On November 18, 2021, the Biden administration unveiled recommendations on how American Rescue Plan funds should be used to protect households from rising home heating costs. <sup>9</sup> Can you provide us with an update on your agency's efforts to meet these recommendations and share your timeline for expediting assistance?
- 2. Last year, LIHEAP funding reached about 16 percent of the eligible population. This winter season, what percentage of the eligible population does your Department expect to serve with the additional \$4.5 billion for LIHEAP and emergency rental assistance from the American Rescue Plan?
- 3. How has your Department made it easier for households to apply for LIHEAP assistance during this pandemic and ongoing energy crisis?
- 4. What steps has the Department taken to increase outreach to non-traditional households, especially those who have recently become unemployed and/or do not know that they qualify for LIHEAP?
- 5. Does the Department anticipate that current funding is sufficient to meet expected increases in energy prices or will additional resources be necessary?

Thank you for your consideration and for your work for vulnerable families.

<sup>&</sup>lt;sup>5</sup> U.S. Energy Information Administration, "Winter Fuels Outlook" (October 2021) https://www.eia.gov/outlooks/steo/special/winter/2021\_Winter\_Fuels.pdf

<sup>&</sup>lt;sup>6</sup> U.S. Energy Information Administration, "Winter Fuels Outlook" (October 2021) <a href="https://www.eia.gov/outlooks/steo/report/WinterFuels.php">https://www.eia.gov/outlooks/steo/report/WinterFuels.php</a>

<sup>&</sup>lt;sup>7</sup> National Energy Assistance Directors' Association, "Build Back Better Leadership Letter" (October 2021) https://neada.org/wp-content/uploads/2021/10/BBBLeadershipLetter.pdf

<sup>&</sup>lt;sup>8</sup> Kim Riley, Daily Energy Insider, "National Energy Assistance Directors' Association calls for \$5B extra to ramp up LIHEAP" (October 2021) <a href="https://dailyenergyinsider.com/featured/32384-national-energy-assistance-directors-association-calls-for-5b-extra-to-ramp-up-liheap/">https://dailyenergyinsider.com/featured/32384-national-energy-assistance-directors-association-calls-for-5b-extra-to-ramp-up-liheap/</a>

<sup>&</sup>lt;sup>9</sup> The White House, "FACT SHEET: Biden Administration Deploys American Rescue Plan Funds to Protect Americans from Rising Home Heating Costs; Calls on Utility Companies to Prevent Shut Offs This Winter" (November 2021) <a href="https://www.whitehouse.gov/briefing-room/statements-releases/2021/11/18/fact-sheet-biden-administration-deploys-american-rescue-plan-funds-to-protect-americans-from-rising-home-heating-costs-calls-on-utility-companies-to-prevent-shut-offs-this-winter/">https://www.whitehouse.gov/briefing-room/statements-releases/2021/11/18/fact-sheet-biden-administration-deploys-american-rescue-plan-funds-to-protect-americans-from-rising-home-heating-costs-calls-on-utility-companies-to-prevent-shut-offs-this-winter/</a>

Sincerely,

Katherine Clark
Member of Congress

Gwen S. Moore Member of Congress Sylvia R. Garcia Member of Congress Jack Reed United States Senator

## Also signed by:

Eleanor Holmes Norton Kirsten Gillibrand Member of Congress United States Senator

Nanette Diaz Barragán Debbie Stabenow Member of Congress United States Senator

Madeleine Dean Michael F. Bennet Member of Congress United States Senator

Nikema Williams Tina Smith
Member of Congress United States Senator

Bobby L. Rush Jeanne Shaheen Member of Congress United States Senator

Lori Trahan Sheldon Whitehouse Member of Congress United States Senator

Susan Wild Sherrod Brown
Member of Congress United States Senator

Mark Takano Elizabeth Warren Member of Congress United States Senator

Chris Pappas Edward J. Markey Member of Congress United States Senator

Jan Schakowsky Ben Ray Luján Member of Congress United States Senator

Danny K. Davis Chris Van Hollen Member of Congress United States Senator

Emanuel Cleaver, II Ron Wyden
Member of Congress United States Senator

Deborah K. Ross	Amy Klobuchar
Member of Congress	United States Senator
Barbara Lee	Jon Ossoff
	United States Senator
Member of Congress	Officed States Seriator
Bonnie Watson Coleman	Christopher S. Murphy
Member of Congress	United States Senator
8	
Terri A. Sewell	Dianne Feinstein
Member of Congress	United States Senator
Cindy Axne	Bernard Sanders
Member of Congress	United States Senator
	M I D W
Seth Moulton	Mark R. Warner
Member of Congress	United States Senator
Jesús G. "Chuy" García	Jason Crow
Member of Congress	Member of Congress
Wellief of Congress	Welliot of Congress
Yvette D. Clarke	Joe Courtney
Member of Congress	Member of Congress
James R. Langevin	Salud Carbajal
Member of Congress	Member of Congress
Marcy Kaptur	Conor Lamb
Member of Congress	Member of Congress
Gregory W. Meeks	Grace Meng
Member of Congress	Member of Congress
Weiner of Congress	Welliet of Congress
Debbie Dingell	Jamaal Bowman, Ed.D
Member of Congress	Member of Congress
Kim Schrier, M.D.	Jim Costa
Member of Congress	Member of Congress
Jake Auchincloss	Avanna Dragalass
***************************************	Ayanna Pressley Member of Congress
Member of Congress	Member of Congress
J. Luis Correa	Rashida Tlaib
Member of Congress	Member of Congress

Ann McLane Kuster	Raja Krishnamoorthi
Member of Congress	Member of Congress
Earl Blumenauer	Karen Bass
Member of Congress	Member of Congress
Chellie Pingree	Daniel T. Kildee
Member of Congress	Member of Congress
Cori Bush	Henry C. "Hank" Johnson, Jr.
Member of Congress	Member of Congress
Ron Kind	Al Lawson
Member of Congress	Member of Congress
A. Donald McEachin	James P. McGovern
Member of Congress	Member of Congress
Mark Pocan	Tony Cárdenas
Member of Congress	Member of Congress
Cheri Bustos	Peter A. DeFazio
Member of Congress	Member of Congress
Stephen F. Lynch	Hakeem Jeffries
Member of Congress	Member of Congress
Jim Cooper	David N. Cicilline
Member of Congress	Member of Congress
Ami Bera, M.D.	Anna G. Eshoo
Member of Congress	Member of Congress
Sharice L. Davids	Jerry McNerney
Member of Congress	Member of Congress
William R. Keating	Ilhan Omar
Member of Congress	Member of Congress
Vicente Gonzalez	John Yarmuth
Member of Congress	Member of Congress
Brenda L. Lawrence	Peter Welch
Member of Congress	Member of Congress

Lisa Blunt Rochester Member of Congress

Ritchie Torres Member of Congress

Mike Quigley Member of Congress

Derek Kilmer Member of Congress

Joaquin Castro Member of Congress

Ro Khanna Member of Congress

Thomas R. Suozzi Member of Congress

Adriano Espaillat Member of Congress

Colin Allred Member of Congress

Carolyn B. Maloney Member of Congress Jimmy Gomez Member of Congress

Kathleen M. Rice Member of Congress

Teresa Leger Fernández Member of Congress

Josh Gottheimer Member of Congress

Mondaire Jones Member of Congress

Steve Cohen Member of Congress

Ed Case Member of Congress

Julia Brownley Member of Congress

Marie Newman Member of Congress

Veronica Escobar Member of Congress