

# Weatherization & LIHEAP: Fact, Fiction or Fuzzy?

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# Leveraged Funds Included in Budget

	Advantages	Challenges
Leveraged Funds Included in Budget	<p>By including leveraged funds amount in the budget, those funds are calculated into administration percentages and T&amp;TA allocations, giving the Grantee and Subgrantees additional funds to administer the leveraged resources and train staff.</p> <p><i>Leveraged funds may include an administrative component, obviating the need for this approach.</i></p>	<p>Must follow all DOE rules, regulations and guidelines and any measures installed using these leveraged funds must be justified by the audit/priority list, follow DOE approved procedures, and must be included in the average cost calculation.</p> <p>As such, the Grantee <b><u>cannot use</u></b> the leveraged funds for any measures or activities not justified by the audit or included in Appendix A.</p>

# Leveraged Funds Not Included in Budget

	Advantages	Challenges
Leveraged Funds Not Included in Budget	<p>The funds leveraged do not have to follow all DOE rules. Instead, these funds can be used in parallel to the DOE Program and funds can be allocated for other activities not necessarily justified by the audit or included in Appendix A (e.g., house repairs beyond the allowable incidental repairs, replacing stand-alone freezers, health and safety activities that if not accomplished might result in a deferral, etc.).</p> <p>A percentage of the WAP grant can be used to attract leveraged funds even though the leveraged funds are not included in the DOE Program budget.</p>	<p>No additional DOE funds above the allowable administrative fund percentage can be used to administer leveraged funds or be allocated for T&amp;TA if the leveraged funds are not included in the DOE budget.</p> <p>Any additional administrative funds must be part of the leveraged funding budget.</p>

# Blended WAP/LIHEAP Funds In a House Can Pay For...

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- Whole-House Energy Audit
- Measures installed to Standard Work Specifications(SWS)
- Final Inspection/Quality Control Inspection(QCI)
- Administrative Costs
- Training

# LIHEAP Funds ONLY In a House Can Pay For...

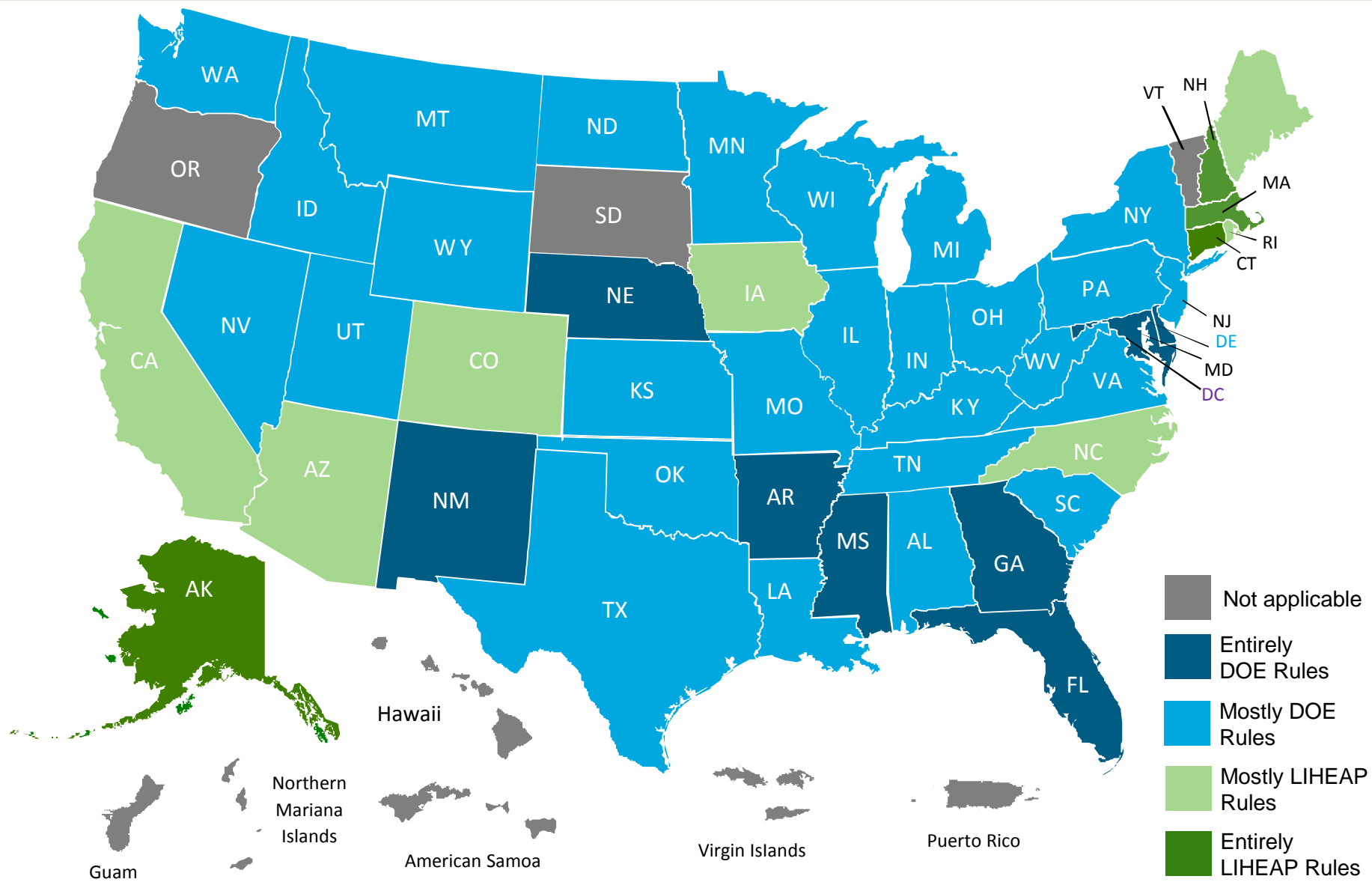
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- Health & Safety measures not allowed in Weatherization Program Notice 11-6, such as cookstove replacements.
- Scopes of work that do not meet DOE guidelines, for example, Weatherization without meeting ASHRAE ventilation standards.

# LIHEAP: Fact, Fiction, or Fuzzy

	Per HHS:
<p>LIHEAP is a block grant that we can spend how we want.</p>	<p>HHS requires Grantees to have a plan and the funds must be expended in accordance to the plan.</p> <p>Grantees can choose:</p> <ul style="list-style-type: none"><li>• Entirely DOE rules</li><li>• Entirely LIHEAP rules</li><li>• Mostly LIHEAP rules</li><li>• Mostly DOE rules</li></ul>

# Agency Rules

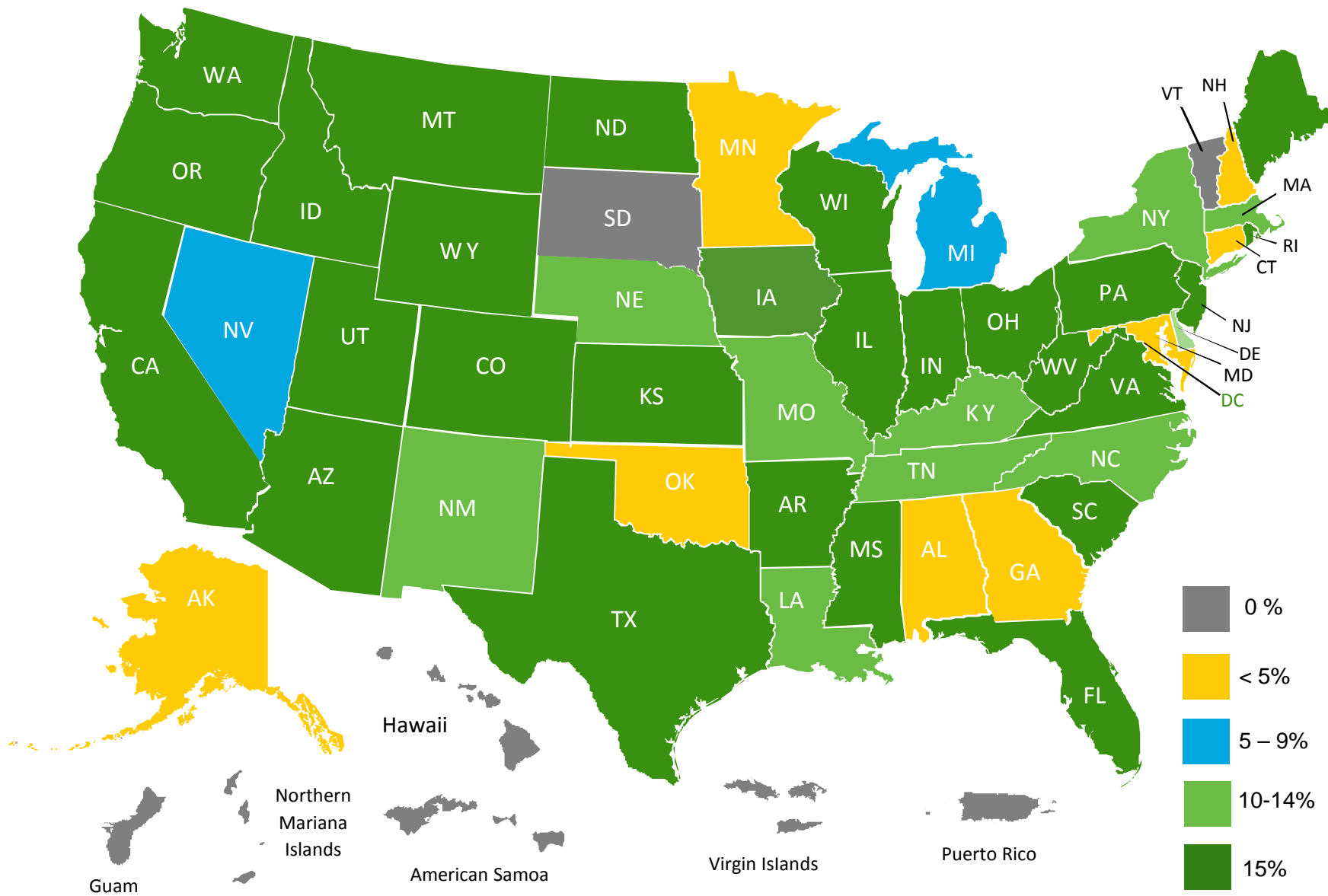


# LIHEAP: Fact, Fiction, or Fuzzy

	Per HHS
With LIHEAP funds, we can take 15% for weatherization.	<p>In FY2016, 45 states and DC transferred some percentage of funds to LIHEAP.</p> <p>Maximum, without waiver, is 15% but, if a LIHEAP Grantee wishes to spend more, they can ask for a waiver for up to 25%.</p>



# Percentage of LIHEAP Funds Transferred (2016)



# LIHEAP: Fact, Fiction, or Fuzzy

	Per HHS
We use LIHEAP to take care of everything DOE doesn't allow.	<p>Grantees participating in “LIHEAP Weatherization” must determine what measures they will offer.</p> <p>All measures offered must be <i>low-cost, cost-effective, residential weatherization or other energy-related home repairs</i> (that do not constitute construction).</p>

# Examples of Measures in LIHEAP Plans

- Storm windows
- Furnace modifications, replacements, repairs
- Cooling system modifications, replacements, repairs
- Water conservation measures
- Lighting measures
- Energy-related roof repair
- Major appliance repairs or replacement
- Windows/Sliding glass doors
- Doors
- Water Heaters
- Solar screens

# LIHEAP: Fact, Fiction, or Fuzzy

	Per HHS
We need to spend LIHEAP dollars first because those are subject to re-allotment requirements the DOE dollars don't have.	LIHEAP dollars that are not obligated in the FY in which they are disbursed are included in the 10% carryover limit. They are subject to LIHEAP re-allotment requirements if the Grantee exceeds its carryover limit in a given FY.

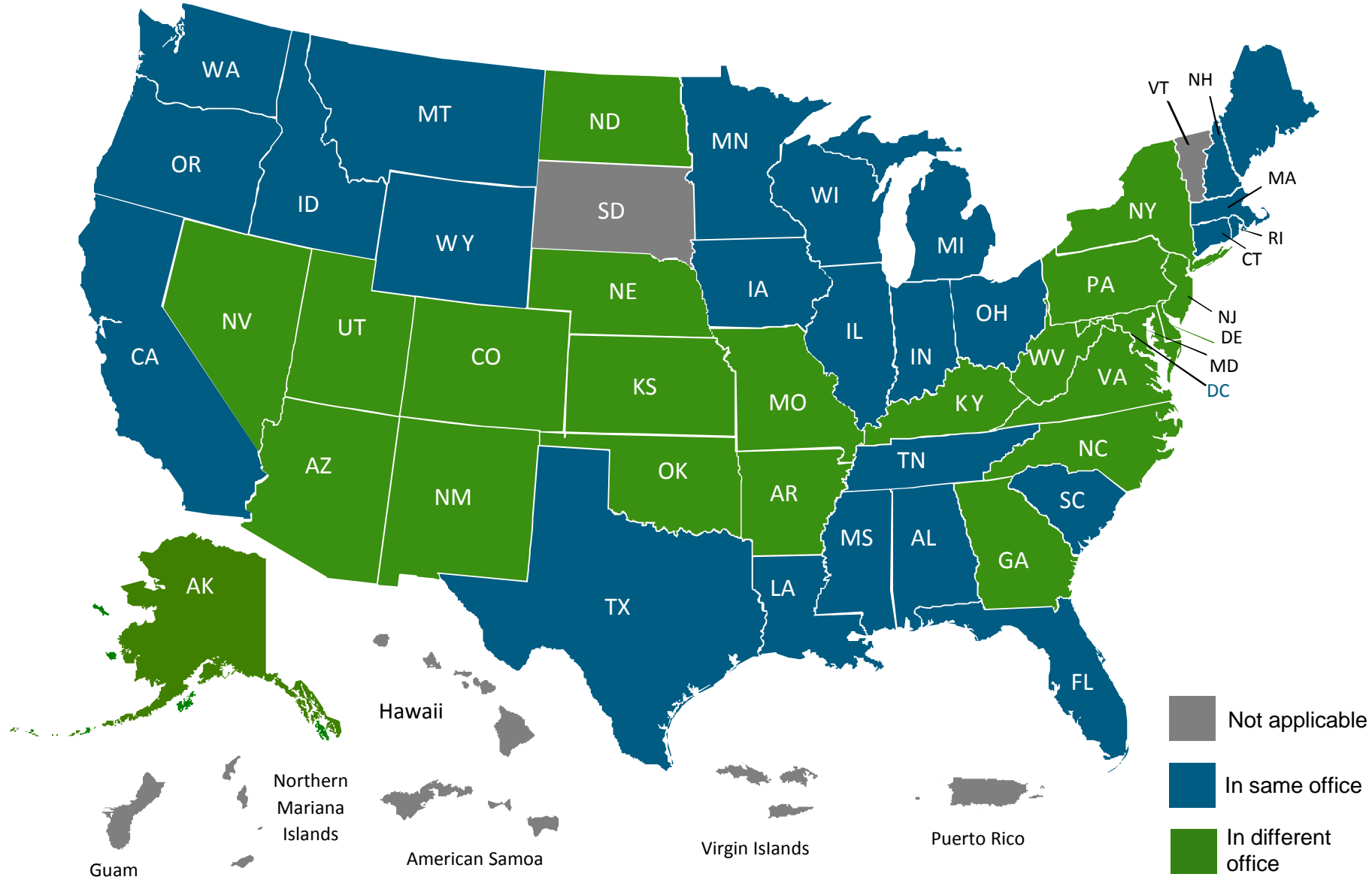
# LIHEAP: Fact, Fiction, or Fuzzy

	Per HHS
We can use LIHEAP to replace heating systems without having to contend with DOE's Health & Safety guidelines.	Yes, but you must include that you are using these funds to replace heating systems within your LIHEAP plan.

# LIHEAP: Fact, Fiction, or Fuzzy

	Per HHS
WAP and LIHEAP are usually in the same office.	Country is pretty well split!

# WAP/LIHEAP Office Overlap



# Summary

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- **The LIHEAP/WAP relationship is incredibly valuable.**
- **Tremendous flexibility is provided so Grantees can establish programs that meet their specific needs.**
- **Something to think about:**
  - Tracking WAP deferrals can often help determine good use of LIHEAP funds.