

## HOUSE CONCURRENT RESOLUTION

REQUESTING THE PUBLIC UTILITIES COMMISSION, IN COLLABORATION WITH THE DEPARTMENT OF COMMERCE AND CONSUMER AFFAIRS' DIVISION OF CONSUMER ADVOCACY, TO CONVENE A WORKING GROUP TO CREATE A HAWAII LOW INCOME HOME ENERGY ASSISTANCE PROGRAM TO ASSIST LOW-INCOME HOUSEHOLDS WITH PAYING FOR THEIR HOME ENERGY.

1 WHEREAS, the Department of Business, Economic Development, 2 and Tourism states in its July 2021 report, "Electricity Burdens 3 on Hawaii Households", that household electricity burden, the 4 percentage of household income spent on electricity bills, is 5 one of the key elements contributing to a household's energy 6 insecurity, especially for low-income households; and

8 WHEREAS, Hawaii's electricity rates are one of the highest 9 in the nation, at close to three times the national average, and 10 vary based on availability of renewable resources, power plants, 11 fuel costs, and pricing regulations; and

WHEREAS, the 2020 report commissioned by the Aloha United 13 Way, "ALICE in Hawaii: A Financial Hardship Study", states that 14 15 forty-two percent of households in the State live below the ALICE (asset limited, income constrained, employed) threshold, 16 meaning that almost half of all families in Hawaii are 17 18 struggling to make ends meet, even though they are employed; and 19 WHEREAS, nine percent of these ALICE families are living in 20 poverty, and this trend has progressively worsened in recent 21 years due to the coronavirus disease 2019 (COVID-19) pandemic; 22

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25 WHEREAS, national survey results show that households below
26 the ALICE threshold fared significantly worse than households
27 above the ALICE threshold during the COVID-19 pandemic, despite

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1 the added protective measures of eviction moratoria and food 2 assistance programs; and 3 4 WHEREAS, the electric utility companies in the State reported that for the month of December 2021, six thousand two 5 hundred twenty-five customers became eligible for service 6 disconnection due to nonpayment of bills; and 7 8 9 WHEREAS, the electric utility companies also reported that they entered into two thousand nine hundred seventy-four payment 10 plan agreements with customers to allow those customers to pay 11 off their unpaid bills over an extended period of time; and 12 13 14 WHEREAS, in response to the devastating impacts of the COVID-19 pandemic, the American Rescue Plan of 2021 authorized 15 the United States Department of the Treasury's Emergency Rental 16 Assistance Program to help households that are unable to pay 17 rent or utilities; and 18 19 20 WHEREAS, in Hawaii, these federal funds are being distributed by each county through the Rental and Utility 21 Assistance Programs and are scheduled to end by September 30, 22 23 2025; and 24 25 WHEREAS, once the federal funding from the Emergency Rental Assistance Program ends, it is anticipated that low-income 26 households will still require utility payment assistance to 27 prevent service terminations; and 28 29 WHEREAS, the Low Income Home Energy Assistance Program 30 31 (LIHEAP) is a federally-funded, state-administered energy program that has been in existence since 1981; and 32 33 34 WHEREAS, the purpose of LIHEAP is to assist low-income 35 households, particularly those with the lowest incomes, that pay a high proportion of household income for home energy; and 36 37 38 WHEREAS, LIHEAP prevents low-income families from having to choose between paying for their electric utility bills or 39 purchasing necessary medication and food; and 40 41

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1 WHEREAS, the federal Administration for Children and 2 Families' Office of Community Services notes that being qualified for LIHEAP does not guarantee that a person in need 3 4 will receive help because LIHEAP assistance disbursements depend on the amount of LIHEAP funds available for the year; once funds 5 run out for the year, further benefits cannot be distributed 6 until more funds are made available by Congress; and 7 8 9 WHEREAS, according to Spotlight on Poverty and Opportunity, fewer than nine thousand Hawaii households, or about two 10 percent, participated in LIHEAP in 2020; now, therefore, 11 12 BE IT RESOLVED by the House of Representatives of the 13 14 Thirty-first Legislature of the State of Hawaii, Regular Session 15 of 2022, the Senate concurring, that the Public Utilities 16 Commission, in collaboration with the Department of Commerce and Consumer Affairs' Division of Consumer Advocacy, is requested to 17 convene a working group to create a Hawaii Low Income Home 18 Energy Assistance Program to assist low-income households with 19 paying for their home energy; and 20 21 22 BE IT FURTHER RESOLVED that the working group consist of the following: 23 24 25 One representative from the Public Utilities (1)Commission; 26 27 (2) One representative from the Department of Commerce and 28 29 Consumer Affairs' Division of Consumer Advocacy; 30 (3) One representative from the Department of Human 31 Services: 32 33 (4) One representative from the Hawaii State Energy 34 Office: 35 36 (5) 37 One representative from each electric utility 38 operating in the State; 39 The Chairperson of the House of Representatives (6) 40 41 Standing Committee on Energy and Environmental 42 Protection;

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2 (7) The Chairperson of the Senate Standing Committee on Energy, Economic Development, and Tourism; and 3 4 5 (8) One representative from Hawaii Energy; and 6 BE IT FURTHER RESOLVED that the working group is requested 7 to submit a report of its findings and recommendations, 8 9 including any proposed legislation, to the Legislature and Governor no later than twenty days prior to the convening of the 10 Regular Session of 2023; and 11 12 BE IT FURTHER RESOLVED that certified copies of this 13 14 Concurrent Resolution be transmitted to the Director of Human Services, Director of Commerce and Consumer Affairs, Consumer 15 Advocate, Chairperson of the Public Utilities Commission, Chief 16 Energy Officer of the Hawaii State Energy Office, President and 17

18 Chief Executive Officer of the Hawaiian Electric Company,19 Chairperson of the Kaua'i Island Utility Cooperative Board of20 Directors, and Executive Director of Hawaii Energy.

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