



South Dakota receives historic \$41.9 million for home energy assistance – a record amount thanks to the American Rescue Plan

Today, the Biden-Harris Administration announced that due to passage of the American Rescue Plan, South Dakota has received **a record \$41.9 million for the Low Income Home Energy Assistance Program (LIHEAP) available this fiscal year (October 2021 to September 2022)**. As part of a state-by-state breakdown of funding, the Administration reported that in addition to an annual appropriation of \$17.4 million for South Dakota, the state received an additional \$24.5 million in funds from the American Rescue Plan – **more than double the state’s typical annual funding**. The total of \$41.9 million is the highest amount South Dakota has ever received in LIHEAP to help families struggling with the costs of home heating.

- **The American Rescue Plan More Than Doubled LIHEAP Funding Nationally:** In 2021, the Biden-Harris Administration and Congressional Democrats delivered \$8 billion in LIHEAP funding nationally, **more than doubling typical annual appropriations** due to \$4.5 billion provided by the American Rescue Plan. This is the largest appropriation in a single year since the program was established in 1981. These resources are already allowing states across the country to provide more home energy relief than ever before.
- **The American Rescue Plan Provided Additional Historic Resources for Utility Relief Including the Emergency Rental Assistance (ERA) Program and State & Local Fiscal Recovery Fund:** The American Rescue Plan provided other critical resources that states and localities can use to address home energy costs. ERA programs, which received an additional \$21.5 billion in funding from the American Rescue Plan, can provide help with past-due utility bills or ongoing assistance with energy costs to help distressed renters avoid shut-offs and keep current on expenses. State & Local Fiscal Recovery Funds can also be deployed to help deliver energy relief to families.

To ensure that these historic resources are distributed swiftly and equitably this winter, the Administration has taken action, including:

- **Called on States to Plan Early:** In November, the White House [called on states, localities, and tribes to plan early to distribute American Rescue Plan funds](#) to address home energy costs this winter.
- **Secured Commitments from Utilities to Avoid Shut-offs and Expedite Aid:** The White House [called on utility companies](#) to prevent devastating utility shut-offs and help expedite the delivery of unprecedented federal aid. So far, 14 major utility companies and a delivered fuel trade association have responded. *In South Dakota, major utility **NorthWestern Energy** has committed to proactively use its resources to help.*
- **Called for Coordination of LIHEAP and Emergency Rental Assistance Relief to Families:** To maximize the impact of home heating assistance, the White House called for states, localities, and tribes to coordinate across programs including LIHEAP and ERA. The Department of Health and Human Services and the Treasury Department have issued guidance and co-hosted webinars on LIHEAP and ERA best practices that have attracted over 500 administrators – collectively representing 47 states, the District of Columbia, and 72 tribal governments. More than 50 percent of these administrators now report they are coordinating across these programs.