DETAILED MODEL PLAN (LIHEAP)

Program Name: Low Income Home Energy Assistance
Grantee Name: Michigan
Report Name: DETAILED MODEL PLAN (LIHEAP) Revision # 2
Report Period: 10/01/2019 to 09/30/2020
Report Status: Saved -- Validated (Revision #2)

Report Sections

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4. Section 3 - COOLING ASSISTANCE
5. Section 4 - CRISIS ASSISTANCE
6. Section 5 - WEATHERIZATION ASSISTANCE
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20. Section 19: Certification Regarding Drug-Free Workplace Requirements
21. Section 20: Certification Regarding Lobbying
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### Mandatory Grant Application SF-424

**U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES**
**ADMINISTRATION FOR CHILDREN AND FAMILIES**

**LOW INCOME HOME ENERGY ASSISTANCE PROGRAM (LIHEAP)**
**MODEL PLAN**
**SF - 424 - MANDATORY**

#### *1.a. Type of Submission:*
- [ ] Plan
- [ ] Consolidated Application/Plan
- [ ] Funding Request?

#### *1.b. Frequency:*
- [ ] Annual

#### *1.c. Consolidated Application/Plan/Funding Request?*

**Explanation:**

#### *1.d. Version:*
- [ ] Initial
- [ ] Resubmission
- [ ] Revision
- [ ] Update

#### 2. Date Received:

#### 3. Applicant Identifier:

**State Use Only:**

#### 4a. Federal Entity Identifier:

#### 5. Date Received By State:

#### 4b. Federal Award Identifier:

#### 6. State Application Identifier:

### 7. APPLICANT INFORMATION

#### *a. Legal Name:*
State of Michigan, Department of Health and Human Services

#### *b. Employer/Taxpayer Identification Number (EIN/TIN):*
38-60001

#### *c. Organizational DUNS:*
805340163

#### *d. Address:*

<table>
<thead>
<tr>
<th>*Street 1:</th>
<th>P.O. BOX 30037</th>
</tr>
</thead>
<tbody>
<tr>
<td>*City:</td>
<td>LANSING</td>
</tr>
<tr>
<td>*State:</td>
<td>MI</td>
</tr>
<tr>
<td>*Country:</td>
<td>United States</td>
</tr>
<tr>
<td>*Zip / Postal Code:</td>
<td>48909 -</td>
</tr>
</tbody>
</table>

#### *e. Organizational Unit:*

**Department Name:**
Michigan Department of Health & Human Services

**Division Name:**
Field Operations Administration

#### *f. Name and contact information of person to be contacted on matters involving this application:*

<table>
<thead>
<tr>
<th>Prefix:</th>
<th>*First Name:</th>
<th>Middle Name:</th>
<th>*Last Name:</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Tammy</td>
<td></td>
<td>Bair</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Suffix:</th>
<th>Title:</th>
<th>Organizational Affiliation:</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>*Telephone Number:</th>
<th>Fax Number</th>
<th>*Email:</th>
</tr>
</thead>
<tbody>
<tr>
<td>517-342-00 30</td>
<td>5172417570</td>
<td><a href="mailto:bairt@michigan.gov">bairt@michigan.gov</a></td>
</tr>
</tbody>
</table>

#### *8a. TYPE OF APPLICANT:*
- [ ] State Government

#### b. Additional Description:

#### *9. Name of Federal Agency:*

**Catalog of Federal Domestic Assistance Number:**

<table>
<thead>
<tr>
<th>CFDA Title:</th>
</tr>
</thead>
<tbody>
<tr>
<td>Low-Income Home Energy Assistance</td>
</tr>
</tbody>
</table>

**10. CFDA Numbers and Titles**

<table>
<thead>
<tr>
<th>Catalog of Federal Domestic Assistance Number:</th>
<th>CFDA Title:</th>
</tr>
</thead>
<tbody>
<tr>
<td>93568</td>
<td>Low-Income Home Energy Assistance</td>
</tr>
</tbody>
</table>

**11. Descriptive Title of Applicant’s Project**
LIHEAP State Plan

**12. Areas Affected by Funding:**
Energy Assistance
13. CONGRESSIONAL DISTRICTS OF:

<table>
<thead>
<tr>
<th>* a. Applicant</th>
<th>b. Program/Project:</th>
</tr>
</thead>
<tbody>
<tr>
<td>08</td>
<td>statewide</td>
</tr>
</tbody>
</table>

Attach an additional list of Program/Project Congressional Districts if needed.

14. FUNDING PERIOD:

<table>
<thead>
<tr>
<th>a. Start Date:</th>
<th>b. End Date:</th>
</tr>
</thead>
<tbody>
<tr>
<td>10/01/2019</td>
<td>09/30/2020</td>
</tr>
</tbody>
</table>

15. ESTIMATED FUNDING:

<table>
<thead>
<tr>
<th>* a. Federal ($)</th>
<th>b. Match ($)</th>
</tr>
</thead>
<tbody>
<tr>
<td>$0</td>
<td>$0</td>
</tr>
</tbody>
</table>

16. IS SUBMISSION SUBJECT TO REVIEW BY STATE UNDER EXECUTIVE ORDER 12372 PROCESS?

| a. This submission was made available to the State under the Executive Order 12372 |
| b. Program is subject to E.O. 12372 but has not been selected by State for review. |
| c. Program is not covered by E.O. 12372. |

17. Is The Applicant Delinquent On Any Federal Debt?

- [ ] YES
- [x] NO

Explanation:

18. By signing this application, I certify (1) to the statements contained in the list of certifications** and (2) that the statements herein are true, complete and accurate to the best of my knowledge. I also provide the required assurances** and agree to comply with any resulting terms if I accept an award. I am aware that any false, fictitious, or fraudulent statements or claims may subject me to criminal, civil, or administrative penalties. (U.S. Code, Title 218, Section 1001)

**I Agree

** The list of certifications and assurances, or an internet site where you may obtain this list, is contained in the announcement or agency specific instructions.

<table>
<thead>
<tr>
<th>18a. Typed or Printed Name and Title of Authorized Certifying Official</th>
<th>18c. Telephone (area code, number and extension)</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td></td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>18b. Signature of Authorized Certifying Official</th>
<th>18d. Email Address</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td></td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>18e. Date Report Submitted (Month, Day, Year)</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
</tr>
</tbody>
</table>

Attach supporting documents as specified in agency instructions.
Section 1 - Program Components

Program Components, 2605(a), 2605(b)(1) - Assurance 1, 2605(c)(1)(C)

1.1 Check which components you will operate under the LIHEAP program.
(Note: You must provide information for each component designated here as requested elsewhere in
this plan.)

<table>
<thead>
<tr>
<th>Component</th>
<th>Dates of Operation</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Start Date</td>
</tr>
<tr>
<td>Heating assistance</td>
<td>01/01/2020</td>
</tr>
<tr>
<td>Cooling assistance</td>
<td></td>
</tr>
<tr>
<td>Crisis assistance</td>
<td>10/01/2019</td>
</tr>
<tr>
<td>Weatherization assistance</td>
<td>10/01/2019</td>
</tr>
</tbody>
</table>

Provide further explanation for the dates of operation, if necessary

Estimated Funding Allocation, 2604(C), 2605(k)(1), 2605(b)(9), 2605(b)(16) - Assurances 9 and 16

1.2 Estimate what amount of available LIHEAP funds will be used for each component that you will operate: The total of all percentages
must add up to 100%.

<table>
<thead>
<tr>
<th>Component</th>
<th>Percentage ( % )</th>
</tr>
</thead>
<tbody>
<tr>
<td>Heating assistance</td>
<td>40.00%</td>
</tr>
<tr>
<td>Cooling assistance</td>
<td>0.00%</td>
</tr>
<tr>
<td>Crisis assistance</td>
<td>42.00%</td>
</tr>
<tr>
<td>Weatherization assistance</td>
<td>3.00%</td>
</tr>
<tr>
<td>Carryover to the following federal fiscal year</td>
<td>0.00%</td>
</tr>
<tr>
<td>Administrative and planning costs</td>
<td>10.00%</td>
</tr>
<tr>
<td>Services to reduce home energy needs including needs assessment (Assurance 16)</td>
<td>5.00%</td>
</tr>
<tr>
<td>Used to develop and implement leveraging activities</td>
<td>0.00%</td>
</tr>
</tbody>
</table>
Alternate Use of Crisis Assistance Funds, 2605(c)(1)(C)

1.3 The funds reserved for winter crisis assistance that have not been expended by March 15 will be reprogrammed to:

- Heating assistance
- Cooling assistance
- Weatherization assistance
- Other (specify): Not applicable

Categorical Eligibility, 2605(b)(2)(A) - Assurance 2, 2605(c)(1)(A), 2605(b)(8A) - Assurance 8

1.4 Do you consider households categorically eligible if one household member receives one of the following categories of benefits in the left column below?

- Yes
- No

If you answered "Yes" to question 1.4, you must complete the table below and answer questions 1.5 and 1.6.

<table>
<thead>
<tr>
<th>Program Name</th>
<th>Heating</th>
<th>Cooling</th>
<th>Crisis</th>
<th>Weatherization</th>
</tr>
</thead>
<tbody>
<tr>
<td>TANF</td>
<td>☑️ Yes</td>
<td>☑️ No</td>
<td>☑️ Yes</td>
<td>☑️ No</td>
</tr>
<tr>
<td>SSI</td>
<td>☑️ Yes</td>
<td>☑️ No</td>
<td>☑️ Yes</td>
<td>☑️ No</td>
</tr>
<tr>
<td>SNAP</td>
<td>☑️ Yes</td>
<td>☑️ No</td>
<td>☑️ Yes</td>
<td>☑️ No</td>
</tr>
<tr>
<td>Means-tested Veterans Programs</td>
<td>☑️ Yes</td>
<td>☑️ No</td>
<td>☑️ Yes</td>
<td>☑️ No</td>
</tr>
</tbody>
</table>

1.5 Do you automatically enroll households without a direct annual application?

- Yes
- No

If Yes, explain:

1.6 How do you ensure there is no difference in the treatment of categorically eligible households from those not receiving other public assistance when determining eligibility and benefit amounts?

SNAP Nominal Payments

1.7a Do you allocate LIHEAP funds toward a nominal payment for SNAP households?

- Yes
- No

If you answered "Yes" to question 1.7a, you must provide a response to questions 1.7b, 1.7c, and 1.7d.

1.7b Amount of Nominal Assistance: $20.01

1.7c Frequency of Assistance

- Once Per Year
- Once every five years
- Other - Describe:

1.7d How do you confirm that the household receiving a nominal payment has an energy cost or need?

- Households who have an energy expense included in their rent may receive the SNAP nominal payment if they have not already received energy assistance through LIHEAP or MEAP, exceeding $20.

Determination of Eligibility - Countable Income

1.8. In determining a household's income eligibility for LIHEAP, do you use gross income or net income?

- Gross Income
- Net Income

1.9. Select all the applicable forms of countable income used to determine a household's income eligibility for LIHEAP

- Wages
- Self-Employment Income
- Contract Income
<table>
<thead>
<tr>
<th>Description</th>
</tr>
</thead>
<tbody>
<tr>
<td>Payments from mortgage or Sales Contracts</td>
</tr>
<tr>
<td>Unemployment insurance</td>
</tr>
<tr>
<td>Strike Pay</td>
</tr>
<tr>
<td>Social Security Administration (SSA) benefits</td>
</tr>
<tr>
<td>Excluding MediCare deduction</td>
</tr>
<tr>
<td>Including MediCare deduction</td>
</tr>
<tr>
<td>Supplemental Security Income (SSI)</td>
</tr>
<tr>
<td>Retirement / pension benefits</td>
</tr>
<tr>
<td>General Assistance benefits</td>
</tr>
<tr>
<td>Temporary Assistance for Needy Families (TANF) benefits</td>
</tr>
<tr>
<td>Supplemental Nutrition Assistance Program (SNAP) benefits</td>
</tr>
<tr>
<td>Women, Infants, and Children Supplemental Nutrition Program (WIC) benefits</td>
</tr>
<tr>
<td>Loans that need to be repaid</td>
</tr>
<tr>
<td>Cash gifts</td>
</tr>
<tr>
<td>Savings account balance</td>
</tr>
<tr>
<td>One-time lump-sum payments, such as rebates/credits, winnings from lotteries, refund deposits, etc.</td>
</tr>
<tr>
<td>Jury duty compensation</td>
</tr>
<tr>
<td>Rental income</td>
</tr>
<tr>
<td>Income from employment through Workforce Investment Act (WIA)</td>
</tr>
<tr>
<td>Income from work study programs</td>
</tr>
<tr>
<td>Alimony</td>
</tr>
<tr>
<td>Child support</td>
</tr>
<tr>
<td>Interest, dividends, or royalties</td>
</tr>
<tr>
<td>Commissions</td>
</tr>
<tr>
<td>Legal settlements</td>
</tr>
<tr>
<td>Insurance payments made specifically for the repayment of a bill, debt, or estimate</td>
</tr>
<tr>
<td>Veterans Administration (VA) benefits</td>
</tr>
<tr>
<td>Earned income of a child under the age of 18</td>
</tr>
<tr>
<td></td>
</tr>
<tr>
<td>---</td>
</tr>
<tr>
<td></td>
</tr>
<tr>
<td>✔</td>
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<tr>
<td>✔</td>
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<td></td>
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<tr>
<td></td>
</tr>
<tr>
<td></td>
</tr>
<tr>
<td>✔</td>
</tr>
</tbody>
</table>

Crisis: DHHS policy manual item, ERM 206, provides a complete list of countable and excluded income for crisis assistance. Federal Income Tax refunds are excluded as income; however, other refunds are countable.

Heating: Total Household Resources are counted for the Home Heating Credit which includes interest, dividends, or royalties and excludes all Income Tax refunds and income of a dependent child under the age of 18, unless the applicant is a minor.

If any of the above questions require further explanation or clarification that could not be made in the fields provided, attach a document with said explanation here.
### Section 2 - Heating Assistance

**Eligibility, 2605(b)(2) - Assurance 2**

<table>
<thead>
<tr>
<th>Add</th>
<th>Household size</th>
<th>Eligibility Guideline</th>
<th>Eligibility Threshold</th>
</tr>
</thead>
<tbody>
<tr>
<td>1</td>
<td>All Household Sizes</td>
<td>HHS Poverty Guidelines</td>
<td>110.00%</td>
</tr>
</tbody>
</table>

2.2 Do you have additional eligibility requirements for Heating Assistance?  
- Yes  
- No

2.3 Check the appropriate boxes below and describe the policies for each.

- Do you require an Assets test?  
  - Yes  
  - No

- Do you have additional/differing eligibility policies for:
  - Renters?  
    - Yes  
    - No
  - Renters Living in subsidized housing?  
    - Yes  
    - No
  - Renters with utilities included in the rent?  
    - Yes  
    - No

2.4 Describe how you prioritize the provision of heating assistance to vulnerable populations, e.g., benefit amounts, early application periods, etc.

- Elderly?  
  - Yes  
  - No
- Disabled?  
  - Yes  
  - No
- Young children?  
  - Yes  
  - No
- Households with high energy burdens?  
  - Yes  
  - No
- Other?  
  - Yes  
  - No

**Explanations of policies for each “yes” checked above:**

The Home Heating Credit (HHC) application captures the number of exemptions allowed for each household with priority given to those who are deaf, disabled, blind or a qualified veteran.

The credit amount for renters, whose heating costs are included in their rent or if heat service is in someone else’s name, is reduced by 50 percent. Michigan believes that the 50 percent reduction is equitable and within the guidelines of this program since groups whose heat is included in their rent or when the bill is in someone else’s name are unable to provide proof of their actual heat obligations and costs. This group is eligible but at a lower benefit amount.

HHC allows applicants to provide their actual heating costs; therefore those paying actual costs that are greater than the standard credit, for the same group size, receive a larger benefit amount.

Program details and eligibility requirements can be found on the Department of Treasury’s website: [www.michigan.gov/taxes](http://www.michigan.gov/taxes).

**Determination of Benefits 2605(b)(5) - Assurance 5, 2605(c)(1)(B)**

2.5 Check the variables you use to determine your benefit levels. (Check all that apply):

- Income
- Family (household) size
The standard credit computation uses standard allowances established by law and the alternate credit uses actual heating costs to compute the Home Heating Credit. The benefit amount is determined using actual heating costs for an established 12 month period, (November 1 through October 31). The MI-1040CR-7 Instruction Booklet and Application provide specific details about how each benefit is calculated. See attached HH C Instruction Booklet, pages 5 & 6. The FY20 HHC Instruction booklet and application (for Tax year 2019) will not be available until January so FY19 documentation has been attached for reference.

<table>
<thead>
<tr>
<th>Benefit Levels, 2605(b)(5) - Assurance 5, 2605(c)(1)(B)</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>2.6 Describe estimated benefit levels for FY 2020:</strong></td>
</tr>
<tr>
<td>Minimum Benefit</td>
</tr>
</tbody>
</table>

| **2.7 Do you provide in-kind (e.g., blankets, space heaters) and/or other forms of benefits?** | Yes | No |
|---------------------------------------------------------------|
| If yes, describe. |
| N/A |

If any of the above questions require further explanation or clarification that could not be made in the fields provided, attach a document with said explanation here.
Section 3 - Cooling Assistance

Eligibility, 2605(c)(1)(A), 2605(b)(2) - Assurance 2

3.1 Designate the income eligibility threshold used for the Cooling component:

<table>
<thead>
<tr>
<th>Add</th>
<th>Household size</th>
<th>Eligibility Guideline</th>
<th>Eligibility Threshold</th>
</tr>
</thead>
<tbody>
<tr>
<td>1</td>
<td></td>
<td></td>
<td>0.00%</td>
</tr>
</tbody>
</table>

3.2 Do you have additional eligibility requirements for Cooling Assistance?  
- Yes  
- No

3.3 Check the appropriate boxes below and describe the policies for each.

Do you require an Assets test?  
- Yes  
- No

Do you have additional/differing eligibility policies for:

- Renters?  
  - Yes  
  - No
- Renters Living in subsidized housing?  
  - Yes  
  - No
- Renters with utilities included in the rent?  
  - Yes  
  - No

Do you give priority in eligibility to:

- Elderly?  
  - Yes  
  - No
- Disabled?  
  - Yes  
  - No
- Young children?  
  - Yes  
  - No
- Households with high energy burdens?  
  - Yes  
  - No
- Other?  
  - Yes  
  - No

Explanations of policies for each “yes” checked above:

3.4 Describe how you prioritize the provision of cooling assistance to vulnerable populations, e.g., benefit amounts, early application periods, etc.

Determination of Benefits 2605(b)(5) - Assurance 5, 2605(c)(1)(B)

3.5 Check the variables you use to determine your benefit levels. (Check all that apply):

- Income
- Family (household) size
- Home energy cost or need:
  - Fuel type
  - Climate/region
  - Individual bill
  - Dwelling type
  - Energy burden (% of income spent on home energy)
  - Energy need
- Other - Describe:
3.6 Describe estimated benefit levels for FY 2020:

<table>
<thead>
<tr>
<th>Minimum Benefit</th>
<th>Maximum Benefit</th>
</tr>
</thead>
<tbody>
<tr>
<td>$0</td>
<td>$0</td>
</tr>
</tbody>
</table>

3.7 Do you provide in-kind (e.g., fans, air conditioners) and/or other forms of benefits?  
- [ ] Yes  
- [ ] No  

If yes, describe.

If any of the above questions require further explanation or clarification that could not be made in the fields provided, attach a document with said explanation here.
Section 4 - CRISIS ASSISTANCE

Eligibility - 2604(c), 2605(c)(1)(A)

4.1 Designate the income eligibility threshold used for the crisis component

<table>
<thead>
<tr>
<th>Add</th>
<th>Household Size</th>
<th>Eligibility Guideline</th>
<th>Eligibility Threshold</th>
</tr>
</thead>
<tbody>
<tr>
<td>1</td>
<td>All Household Sizes</td>
<td>HHS Poverty Guidelines</td>
<td>150.00%</td>
</tr>
</tbody>
</table>

4.2 Provide your LIHEAP program’s definition for determining a crisis.

Eligibility for an energy-related crisis is based on the household's demonstration of immediate need for assistance with home heating fuel, electricity or energy-related home repair of a non-functioning furnace. Crisis means the following:

- An individual or household has received a past due or shut off notice on an energy bill for his or her household.
- A residential fuel tank is estimated to contain not more than 25% of its heating fuel capacity.
- A stated need for household deliverable fuel or a non-traditional fuel source in which there is no meter or regular energy bill provided (examples include: wood, corn, cherry pits, etc.).
- A notice that the balance of a prepayment account is below $100.
- A statement from a licensed furnace provider indicating the homeowner's furnace is inoperable and in need of repair or replacement.

4.3 What constitutes a life-threatening crisis?

A household is considered to have a life-threatening crisis if the following criteria is met:

- The household is not protected by Michigan’s Winter Protection Plan;
- The household has experienced disconnection of natural gas or electric service or have run out of deliverable fuel or a non-traditional heat source such as wood, corn, cherry pits, etc., or the household has a statement from a licensed service provider indicating the homeowner's furnace is inoperable and in need of repair or replacement;
- Restoration of energy services is medically necessary
- The household does not have any temporary housing alternatives while the emergency is being resolved.

Crisis Requirement, 2604(c)

4.4 Within how many hours do you provide an intervention that will resolve the energy crisis for eligible households? 48 Hours

4.5 Within how many hours do you provide an intervention that will resolve the energy crisis for eligible households in life-threatening situations? 18 Hours

Crisis Eligibility, 2605(c)(1)(A)

4.6 Do you have additional eligibility requirements for CRISIS ASSISTANCE? ☐ Yes  ☑ No

4.7 Check the appropriate boxes below and describe the policies for each

Do you require an Assets test? ☐ Yes  ☑ No

Do you give priority in eligibility to:

- Elderly?  ☐ Yes  ☑ No
- Disabled?  ☐ Yes  ☑ No
- Young Children?  ☐ Yes  ☑ No
- Households with high energy burdens?  ☐ Yes  ☑ No
- Other?  ☐ Yes  ☑ No

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### In Order to receive crisis assistance:

<table>
<thead>
<tr>
<th>Question</th>
<th>Yes</th>
<th>No</th>
</tr>
</thead>
<tbody>
<tr>
<td>Must the household have received a shut-off notice or have a near empty tank?</td>
<td>☐</td>
<td>☑</td>
</tr>
<tr>
<td>Must the household have been shut off or have an empty tank?</td>
<td>☐</td>
<td>☑</td>
</tr>
<tr>
<td>Must the household have exhausted their regular heating benefit?</td>
<td>☐</td>
<td>☑</td>
</tr>
<tr>
<td>Must renters with heating costs included in their rent have received an eviction notice?</td>
<td>☐</td>
<td>☑</td>
</tr>
<tr>
<td>Must heating/cooling be medically necessary?</td>
<td>☐</td>
<td>☑</td>
</tr>
<tr>
<td>Must the household have non-working heating or cooling equipment?</td>
<td>☐</td>
<td>☑</td>
</tr>
<tr>
<td>Other?</td>
<td>☐</td>
<td>☑</td>
</tr>
</tbody>
</table>

#### Do you have additional / differing eligibility policies for:

<table>
<thead>
<tr>
<th>Group</th>
<th>Yes</th>
<th>No</th>
</tr>
</thead>
<tbody>
<tr>
<td>Renters?</td>
<td>☐</td>
<td>☑</td>
</tr>
<tr>
<td>Renters living in subsidized housing?</td>
<td>☐</td>
<td>☑</td>
</tr>
<tr>
<td>Renters with utilities included in the rent?</td>
<td>☐</td>
<td>☑</td>
</tr>
</tbody>
</table>

#### Explanations of policies for each “yes” checked above:

In order to qualify for the State Emergency Relief (SER) crisis assistance, the household must use their available resources to resolve their own emergency therefore an asset test is included in the eligibility determination. Effective June 1, 2019 the protected cash asset limit increased from $50 to $500. Households with assets exceeding $500 must use their available resources toward resolving their emergency.

In instances where the energy costs are included in the rental obligation, no crisis assistance is issued. However, the property owner has the right to apply and an eligibility determination would be made for their request.

Asset policy is located in policy manual, ERM 205, which outlines countable and excluded assets used for eligibility, see attached document.

### Determination of Benefits

#### 4.8 How do you handle crisis situations?

- [ ] Separate component
- [ ] Fast Track
- [ ] Other - Describe: ___

#### 4.9 If you have a separate component, how do you determine crisis assistance benefits?

- [ ] Amount to resolve the crisis: ___
- [ ] Other - Describe: ___

Crisis payments are the minimum amount needed to prevent shut off or restore service for natural gas and electric services for at least 30 days. Payments for other fuel types and deliverable fuels may be made up to the fiscal year cap.

### Crisis Requirements, 2604(c)

#### 4.10 Do you accept applications for energy crisis assistance at sites that are geographically accessible to all households in the area to be served?

- ☐ Yes  ☑ No  Explain.

DIHHS county offices are operated statewide; an SER application can be mailed in, faxed or hand-delivered to any DHHS office. Applications are also accepted electronically through the DHHS MI Bridges online application platform. Furthermore, grantees receiving energy assistance funding through the Michigan Energy Assistance Program (MEAP) will be partnering with DHHS to become Navigation and Referral Partners using the department's Integrated Service Delivery (ISD) platform. MEAP grantees are expected to assist with the online application process for those seeking crisis energy assistance if they present with an emergency at a MEAP grantee location.

#### 4.11 Do you provide individuals who are physically disabled the means to:

- Submit applications for crisis benefits without leaving their homes?
  - [ ] Yes  ☑ No  If No, explain.
- Travel to the sites at which applications for crisis assistance are accepted?
  - [ ] Yes  ☑ No  If No, explain.

If you answered “No” to both options in question 4.11, please explain alternative means of intake to those who are homebound or physically disabled?
### Benefit Levels, 2605(c)(1)(B)

4.12 Indicate the maximum benefit for each type of crisis assistance offered.

<table>
<thead>
<tr>
<th>Crisis Type</th>
<th>Maximum Benefit</th>
</tr>
</thead>
<tbody>
<tr>
<td>Winter Crisis</td>
<td>$0.00</td>
</tr>
<tr>
<td>Summer Crisis</td>
<td>$0.00</td>
</tr>
<tr>
<td>Year-round Crisis</td>
<td>$1,200.00</td>
</tr>
</tbody>
</table>

4.13 Do you provide in-kind (e.g. blankets, space heaters, fans) and/or other forms of benefits?

- Yes
- No

If yes, Describe

The maximum payment is $1,200, based on fuel type and the minimum amount needed to resolve the energy crisis. SER payment amounts exceeding the payment maximum require an exception by the LIHEAP program office.

4.14 Do you provide for equipment repair or replacement using crisis funds?

- Yes
- No

If you answered "Yes" to question 4.14, you must complete question 4.15.

4.15 Check appropriate boxes below to indicate type(s) of assistance provided.

<table>
<thead>
<tr>
<th>Assistance</th>
<th>Winter Crisis</th>
<th>Summer Crisis</th>
<th>Year-round Crisis</th>
</tr>
</thead>
<tbody>
<tr>
<td>Heating system repair</td>
<td></td>
<td></td>
<td>✓</td>
</tr>
<tr>
<td>Heating system replacement</td>
<td></td>
<td></td>
<td>✓</td>
</tr>
<tr>
<td>Cooling system repair</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Cooling system replacement</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Wood stove purchase</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Pellet stove purchase</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Solar panel(s)</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Utility poles / gas line hook-ups</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Other (Specify):</td>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

4.16 Do any of the utility vendors you work with enforce a moratorium on shut offs?

- Yes
- No

If you responded "Yes" to question 4.16, you must respond to question 4.17.

4.17 Describe the terms of the moratorium and any special dispensation received by LIHEAP clients during or after the moratorium period.

Public Act 95 of 2013 created the low-income energy assistance fund which is the funding mechanism for the Michigan Energy Assistance Program (MEAP). The act states: "An electric utility, municipally owned electric utility, or a cooperative electric utility may elect to not collect a low-income energy assistance funding factor under this section by annually filing a notice with the public service commission by July 1. Notwithstanding any other provision of this act, an electric utility, municipally owned electric utility, or a cooperative electric utility that elects not to collect a low-income energy assistance funding factor under this section shall not shut off service to any residential customer from November 1 to April 15 for nonpayment of a delinquent account."

If any of the above questions require further explanation or clarification that could not be made in the fields provided, attach a document with said explanation here.
Section 5 - WEATHERIZATION ASSISTANCE

Section 5: WEATHERIZATION ASSISTANCE

Eligibility, 2605(c)(1)(A), 2605(b)(2) - Assurance 2

5.1 Designate the income eligibility threshold used for the Weatherization component

<table>
<thead>
<tr>
<th>Add</th>
<th>Household Size</th>
<th>Eligibility Guideline</th>
<th>Eligibility Threshold</th>
</tr>
</thead>
<tbody>
<tr>
<td>1</td>
<td>All Household Sizes</td>
<td>HHS Poverty Guidelines</td>
<td>200.00%</td>
</tr>
</tbody>
</table>

5.2 Do you enter into an interagency agreement to have another government agency administer a WEATHERIZATION component?

- Yes
- No

5.3 If yes, name the agency.

5.4 Is there a separate monitoring protocol for weatherization?

- Yes
- No

WEATHERIZATION - Types of Rules

5.5 Under what rules do you administer LIHEAP weatherization? (Check only one.)

- Entirely under LIHEAP (not DOE) rules
- Entirely under DOE WAP (not LIHEAP) rules
- Mostly under LIHEAP rules with the following DOE WAP rule(s) where LIHEAP and WAP rules differ (Check all that apply):
  - Income Threshold
  - Weatherization of entire multi-family housing structure is permitted if at least 66% of units (50% in 2- & 4-unit buildings) are eligible units or will become eligible within 180 days
  - Weatherize shelters temporarily housing primarily low income persons (excluding nursing homes, prisons, and similar institutional care facilities).
  - Other - Describe:

- Mostly under DOE WAP rules, with the following LIHEAP rule(s) where LIHEAP and WAP rules differ (Check all that apply):
  - Income Threshold
  - Weatherization not subject to DOE WAP maximum statewide average cost per dwelling unit.
  - Weatherization measures are not subject to DOE Savings to Investment Ratio (SIR) standards.
  - Other - Describe:
    - Re-weatherization is allowable, health and safety items that are not covered by DOE WAP Health and Safety Plan may be included. The State of Michigan allows for the following measures under LIHEAP:
      - roof repairs
      - solar screen installation
      - door installation
      - storm window installation
      - energy efficient appliance repair/replacement (including: gas cook stoves, furnaces & water heaters)
      - procurement of vehicles and equipment
      - additional measures not called for in the audit may be implemented to reduce deferrals, with a total fiscal cost not to exceed 25% of the LIHEAP P allocation toward weatherization services.

Eligibility, 2605(b)(5) - Assurance 5
5.6 Do you require an assets test?  

<table>
<thead>
<tr>
<th></th>
<th>Yes</th>
<th>No</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

5.7 Do you have additional/differing eligibility policies for:  

<table>
<thead>
<tr>
<th></th>
<th>Renters</th>
<th>Renters living in subsidized housing</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Yes</td>
<td>No</td>
</tr>
<tr>
<td></td>
<td>Yes</td>
<td>No</td>
</tr>
</tbody>
</table>

5.8 Do you give priority in eligibility to:  

<table>
<thead>
<tr>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Yes</td>
<td>No</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td>Yes</td>
<td>No</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td>Yes</td>
<td>No</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td>Yes</td>
<td>No</td>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

If you selected "Yes" for any of the options in questions 5.6, 5.7, or 5.8, you must provide further explanation of these policies in the text field below.

Michigan utilizes a priority point system when delivering services to low income homes to meet 10 CR 440.16(b)(15).

Mandatory priority categories include households with:

- children
- an elderly group member
- a disabled group member, including SSI recipient(s)
- high energy usage and high energy burden

The Department of Licensing and Regulatory Affairs' Public Service Commission publishes an annual report titled, "Michigan Energy Appraisal". High Residential Energy User households are defined as meeting or exceeding the normalized heating fuel consumption identified in the Michigan Energy Appraisal by 10 percent or more.

Households with a high energy burden are defined as follows: 'any household that pays more than 20% of its total annual household income toward annual energy costs.'

Each rental unit weatherized requires the landlord to complete an agreement.

5.9 Do you have a maximum LIHEAP weatherization benefit/expenditure per household?  

<table>
<thead>
<tr>
<th></th>
<th>Yes</th>
<th>No</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

5.10 If yes, what is the maximum?  $0

5.11 What LIHEAP weatherization measures do you provide? (Check all categories that apply.)

<table>
<thead>
<tr>
<th>Weatherization needs assessments/audits</th>
<th>Energy related roof repair</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td></td>
</tr>
<tr>
<td>Caulking and insulation</td>
<td>Major appliance Repairs</td>
</tr>
<tr>
<td>Storm windows</td>
<td>Major appliance replacement</td>
</tr>
<tr>
<td>Furnace/heating system modifications/ repairs</td>
<td>Windows/sliding glass doors</td>
</tr>
<tr>
<td>Furnace replacement</td>
<td>Doors</td>
</tr>
<tr>
<td>Cooling system modifications/ repairs</td>
<td>Water Heater</td>
</tr>
<tr>
<td>Water conservation measures</td>
<td>Cooling system replacement</td>
</tr>
<tr>
<td>Compact florescent light bulbs</td>
<td>Other - Describe:</td>
</tr>
</tbody>
</table>

If any of the above questions require further explanation or clarification that could not be made in the fields provided, attach a document with said explanation here.
Section 6: Outreach, 2605(b)(3) - Assurance 3, 2605(c)(3)(A)

### 6.1 Select all outreach activities that you conduct that are designed to assure that eligible households are made aware of all LIHEAP assistance available:

- Place posters/flyers in local and county social service offices, offices of aging, Social Security offices, VA, etc.
- Publish articles in local newspapers or broadcast media announcements.
- Include inserts in energy vendor billings to inform individuals of the availability of all types of LIHEAP assistance.
- Mass mailing(s) to prior-year LIHEAP recipients.
- Inform low income applicants of the availability of all types of LIHEAP assistance at application intake for other low-income programs.
- Execute interagency agreements with other low-income program offices to perform outreach to target groups.

**Other (specify):**

Michigan informs low-income residents and other stakeholders of the availability of LIHEAP via notices to clients, State websites, letters, posters, publications, weatherization referrals, United Way's 2-1-1 phone referral system and regular involvement with the Coalition to Keep Michigan Warm. DHHS is also a contributing member to the State of Michigan's Low Income Energy Waste Reduction workgroup and provides information about LIHEAP services to other stakeholders and service providers.

---

If any of the above questions require further explanation or clarification that could not be made in the fields provided, attach a document with said explanation here.
Section 7: Coordination, 2605(b)(4) - Assurance 4

7.1 Describe how you will ensure that the LIHEAP program is coordinated with other programs available to low-income households (TANF, SSI, WAP, etc.).

- Joint application for multiple programs
- Intake referrals to/from other programs
- One-stop intake centers
- Other - Describe:

The DHHS county offices who are responsible for determining eligibility for LIHEAP crisis assistance also process applications for TANF, SNAP, Medicaid and other public assistance benefit programs. LIHEAP crisis assistance is also coordinated with the Michigan Energy Assistance Program (MEAP). Households who apply for crisis assistance are referred to a MEAP grantee for additional energy assistance services, including Assurance 16 activities. Note: MEAP also utilizes state funding.

LIHEAP weatherization will be coordinated with the US Department of Energy (DOE) Weatherization Assistance Program (WAP). Local weatherization operators coordinate LIHEAP and DOE funds to meet weatherization needs at the local level.

Michigan's Community Action Agencies and other MEAP grantees provide energy assistance, referrals to WAP and other self-sufficiency programs.

If any of the above questions require further explanation or clarification that could not be made in the fields provided, attach a document with said explanation here.
Section 8: Agency Designation, 2605(b)(6) - Assurance 6 (Required for state grantees and the Commonwealth of Puerto Rico)

8.1 How would you categorize the primary responsibility of your State agency?

<table>
<thead>
<tr>
<th>Category</th>
<th>Selection</th>
</tr>
</thead>
<tbody>
<tr>
<td>Administration Agency</td>
<td>✔️</td>
</tr>
<tr>
<td>Commerce Agency</td>
<td></td>
</tr>
<tr>
<td>Community Services Agency</td>
<td></td>
</tr>
<tr>
<td>Energy / Environment Agency</td>
<td></td>
</tr>
<tr>
<td>Housing Agency</td>
<td></td>
</tr>
<tr>
<td>Welfare Agency</td>
<td>✔️</td>
</tr>
<tr>
<td>Other - Describe:</td>
<td></td>
</tr>
</tbody>
</table>

Alternate Outreach and Intake, 2605(b)(15) - Assurance 15

If you selected "Welfare Agency" in question 8.1, you must complete questions 8.2, 8.3, and 8.4, as applicable.

8.2 How do you provide alternate outreach and intake for HEATING ASSISTANCE?

DHHS and the Department of Treasury coordinate outreach activities to inform LIHEAP eligible households of the program, as well as inform such households of other energy assistance programs. Target groups are senior citizens, disabled residents, Native Americans, migrants and households with young children. To reach this goal, Community Action Agencies, the Michigan Public Service Commission, the Office of Services to the Aging, the Commission on Indian Affairs and other advocate groups are informed of LIHEAP.

The Department of Treasury will mail a Home Heating Credit application to all households who were eligible for the program during the previous fiscal year, including households with high home energy burdens, low income senior citizens who filed a property tax claim during the previous fiscal year and to TANF recipients.

8.3 How do you provide alternate outreach and intake for COOLING ASSISTANCE?

N/A

8.4 How do you provide alternate outreach and intake for CRISIS ASSISTANCE?
The LIHEAP crisis assistance component is coordinated with the Michigan Energy Assistance Program (MEAP). MEAP is an energy assistance program that offers Assurance 16 activities, enrollment into utility companies affordable payment plans, and other direct payment assistance. MEAP is funded with LIHEAP Assurance 16 and state funds. Through a “no-wrong door” approach, MEAP grantees will assist households with their heating process for SEER crisis assistance and accept self-referrals to households seeking additional energy assistance and support in becoming energy self-sufficient. A household who applies for LIHEAP crisis assistance is eligible to receive Assurance 16 services; households that receive a LIHEAP crisis payment are eligible for additional MEAP assistance payments (state funds) and other self-sufficiency services.

Clarification to 8.5 Heating - As required by the State of Michigan Income Tax Act of 1967, the Department of Treasury is responsible for determining benefits for the home heating credit.

### 8.5 LIHEAP Component Administration.

<table>
<thead>
<tr>
<th>8.5a Who determines client eligibility?</th>
<th>Heating</th>
<th>Cooling</th>
<th>Crisis</th>
<th>Weatherization</th>
</tr>
</thead>
<tbody>
<tr>
<td>Other</td>
<td>Non-Applicable</td>
<td>State Welfare Agency</td>
<td>Community Action Agencies</td>
<td></td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>8.5b Who processes benefit payments to gas and electric vendors?</th>
<th>Heating</th>
<th>Cooling</th>
<th>Crisis</th>
<th>Weatherization</th>
</tr>
</thead>
<tbody>
<tr>
<td>Other</td>
<td>Non-Applicable</td>
<td>State Welfare Agency</td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>8.5c Who processes benefit payments to bulk fuel vendors?</th>
<th>Heating</th>
<th>Cooling</th>
<th>Crisis</th>
<th>Weatherization</th>
</tr>
</thead>
<tbody>
<tr>
<td>Other</td>
<td>Non-Applicable</td>
<td>State Welfare Agency</td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>8.5d Who performs installation of weatherization measures?</th>
<th>Heating</th>
<th>Cooling</th>
<th>Crisis</th>
<th>Weatherization</th>
</tr>
</thead>
<tbody>
<tr>
<td>Community Action Agencies</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

If any of your LIHEAP components are not centrally-administered by a state agency, you must complete questions 8.6, 8.7, 8.8, and, if applicable, 8.9.

### 8.6 What is your process for selecting local administering agencies?

The Department of Health and Human Services has an Interagency Agreement (IA) with the Department of Treasury for the administration of heating assistance and with the Department of Licensing and Regulatory Affairs for the administration of Assurance 16 activities offered through the MEAP program. We are currently in the review and selection process for MEAP and the number of grantees for FY20 is unknown at this time; there were 9 MEAP grantees selected to provide services in FY19.

The LIHEAP Weatherization dollars are allocated to current DOE Weatherization providers with active contracts with our department. In 2016, the Bureau of Community Action and Economic Opportunity held a statewide RFP for Weatherization providers.

### 8.7 How many local administering agencies do you use? 25 CAAs

### 8.8 Have you changed any local administering agencies in the last year?

- Yes
- No

### 8.9 If so, why?

- Agency was in noncompliance with grantee requirements for LIHEAP -
- Agency is under criminal investigation
- Added agency
- Agency closed
- Other - describe

The County of Kalamazoo Community Action Bureau voluntarily rescinded their Community Action Agency designation and terminated all related agreements. This was not related to non-compliance or performance issues.

Follow up questions posed by OSC and MDHHS responses:

1.) Please explain if there is suspicion that the County of Kalamazoo Community Action Bureau may have misspent or mismanaged prior-year LIHEAP
funds. No, the agency was in good standing when they rescinded their designation.

2.) Has any fraud been discovered at the agency? If so, please explain. No.

3.) Were any other federal programs impacted such as Dept. of Energy Weatherization, CSBG, etc.? If so, please explain. No. Several years ago, a program was ran that resulted in disallowed costs for CSBG but the amount was paid back and the monitoring finding has been resolved and closed.

4.) Who are the new LIHEAP subgrantees replacing the agency? Please list their names, addresses and contact information. Community Action Agency South Central Michigan has taken over the Kalamazoo County Service area as an interim provider selected through an RFP process. (same info applies as what has been submitted for them—they are an existing CAA).

If any of the above questions require further explanation or clarification that could not be made in the fields provided, attach a document with said explanation here.
## Section 9: Energy Suppliers, 2605(b)(7) - Assurance 7

9.1 Do you make payments directly to home energy suppliers?

<table>
<thead>
<tr>
<th>Heating</th>
<th>Yes</th>
<th>No</th>
</tr>
</thead>
<tbody>
<tr>
<td>Cooling</td>
<td>Yes</td>
<td>No</td>
</tr>
<tr>
<td>Crisis</td>
<td>Yes</td>
<td>No</td>
</tr>
</tbody>
</table>

If yes, Describe.

Home Heating Credit benefits will be issued as an energy draft or vendor payment if the household has a direct responsibility to an energy supplier for heating costs; or as a direct payment if heat is included in rent.

9.2 How do you notify the client of the amount of assistance paid?

Clients are issued a statement notifying them of the amount of assistance paid after a payment is made to their energy supplier.

9.3 How do you assure that the home energy supplier will charge the eligible household, in the normal billing process, the difference between the actual cost of the home energy and the amount of the payment?

Each energy provider is required to sign a Participation Agreement for Michigan's LIHEAP form. The agreement form outlines conditions for participation as a LIHEAP provider. The first condition of the form requires that, "The energy supplier or furnace contractor shall not charge the eligible household any more than the difference between the normal charge for the service and the payment amount received or expected from the Michigan Department of Health and Human Services (MDHHS)."

9.4 How do you assure that no household receiving assistance under this title will be treated adversely because of their receipt of LIHEAP assistance?

Energy providers are required to sign a participation agreement form that assures non-discrimination against eligible households. Vendor payments for energy services and energy drafts may be accepted only by enrolled energy suppliers. Local DHHS offices have access to the provider file through an online inquiry. The Department of Treasury will not redeem energy drafts submitted by non-enrolled energy suppliers.

Home repair service providers must agree to non-discrimination provisions before payment will be made as well. All home repair service providers must be licensed by the State of Michigan Department of Licensing and Regulatory Affairs. The Authorization/Invoice provided to the provider outlines these provisions and must be signed by the provider, prior to payment being issued.

9.5. Do you make payments contingent on unregulated vendors taking appropriate measures to alleviate the energy burdens of eligible households?

<table>
<thead>
<tr>
<th>Yes</th>
<th>No</th>
</tr>
</thead>
</table>

If so, describe the measures unregulated vendors may take.

If any of the above questions require further explanation or clarification that could not be made in the fields provided, attach a document with said explanation here.
Section 10: Program, Fiscal Monitoring, and Audit, 2605(b)(10)

10.1. How do you ensure good fiscal accounting and tracking of LIHEAP funds?

Fiscal control and accounting procedures have been established to assure proper dispersal for all federal funds received. The State of Michigan has upgraded its financial and accounting system and now uses a Statewide Integrated Government Management Application, also known as SIGMA. SIGMA has improved the way Michigan performs financial transactions, including budgeting, accounting and payments.

DHHS must follow rigorous fiscal accountability and control procedures as laid out in the Financial Management Guide (FMG). The FMG represents a consolidation of state financial management policies and procedures. The FMG is an internal document, available on the State of Michigan's intranet.

The program area works with Grant Management Staff to develop Interagency Agreements which specify the responsibilities of any state department and the DHHS in the dispersal of federal funds and reporting the required data and fiscal information to the US Department of Health and Human Services. Involved state departments will cooperate in providing reports, as outlined in the Interagency Agreement and with the federal investigations undertaken in accordance with section 2608 of the Low Income Home Energy Assistance Act of 1981, as amended.

The LIHEAP Program Office also works with the department's Bureau of Audit and Compliance division for ongoing reviews of crisis assistance benefits issued through the State Emergency Relief program. These reviews include accounting and tracking practices.

MDHHS intends to request federal review of Finding #2 in Section 10.3 below and has also provided a written definition of administrative costs and is evaluating whether or not a change is needed to our Random Moment Time Study to resolve this issue.

Audit Process

10.2. Is your LIHEAP program audited annually under the Single Audit Act and OMB Circular A - 133?

Yes

10.3. Describe any audit findings rising to the level of material weakness or reportable condition cited in the A-133 audits, Grantee monitoring assessments, inspector general reviews, or other government agency reviews of the LIHEAP agency from the most recently audited fiscal year.

No Findings

<table>
<thead>
<tr>
<th>Finding</th>
<th>Type</th>
<th>Brief Summary</th>
<th>Resolved?</th>
<th>Action Taken</th>
</tr>
</thead>
<tbody>
<tr>
<td>1</td>
<td>other</td>
<td>MDHHS did not maintain sufficient documentation of its efforts to evaluate client eligibility, verify income and assets, and properly authorize payments and did not document results in accordance with policy for 5 (29%) of 17 sampled LIHEAP-funded State Emergency Relief (SER) energy payments.</td>
<td>In Progress</td>
<td>procedure/policy changes</td>
</tr>
<tr>
<td>2</td>
<td>other</td>
<td>MDHHS did not appropriately record LIHEAP expenditures as administrative costs in SIGMA. In addition, MDHHS drew down federal funds of $10.7 million for administrative expenditures that were in excess of the allowable federal amount. During its year-end closing procedures, MDHHS reclassified $10.6 million of administrative expenditures related to eligibility determinations, which were all</td>
<td>In Progress</td>
<td>procedure/policy changes</td>
</tr>
</tbody>
</table>
located through the PACAP, to a federally funded non-administrative expenditure category. We calculated total LIHEAP federally funded administrative expenditures (including the $10.6 million that was reclassified to a non-administrative category) to be $26.8 million in fiscal year 2018. This exceeds the federal 10% planning and administrative earmark threshold by $10.7 million.

10.4. Audits of Local Administering Agencies

What types of annual audit requirements do you have in place for local administering agencies/district offices? Select all that apply.

- Local agencies/district offices are required to have an annual audit in compliance with Single Audit Act and OMB Circular A-133
- Local agencies/district offices are required to have an annual audit (other than A-133)
- Local agencies/district offices' A-133 or other independent audits are reviewed by Grantee as part of compliance process.
- Grantee conducts fiscal and program monitoring of local agencies/district offices

Compliance Monitoring

10.5. Describe the Grantee's strategies for monitoring compliance with the Grantee's and Federal LIHEAP policies and procedures: Select all that apply

Grantee employees:

- Internal program review
- Departmental oversight
- Secondary review of invoices and payments
- Other program review mechanisms are in place. Describe:

Local Administering Agencies / District Offices:

- On-site evaluation
- Annual program review
- Monitoring through central database
- Desk reviews
- Client File Testing / Sampling
- Other program review mechanisms are in place. Describe:

10.6. Explain, or attach a copy of your local agency monitoring schedule and protocol.

Weatherization: The Department's Bureau of Community Action and Economic Opportunity (BCAEO) conducts the program monitoring for weatherization. We monitor 10 percent file reviews and 5 percent onsite technical monitoring. Grant managers monitor expenditures and grant compliance throughout the grant period. Annual programmatic and fiscal monitoring are completed at each agency along with the quarterly production desk reviews. See attached Monitoring Plan.

MEAP: MEAP grantees provide financial status reports on a monthly basis and provide program status reports on a quarterly basis, which are reviewed by monitoring staff from the Michigan Public Service Commission, who administers MEAP on behalf of DHHS. Reporting requirements are outlined in the RFP, see attached. Staff from the LIHEAP program office work closely with MPSC staff to ensure compliance and appropriate spending of LIHEAP.

10.7. Describe how you select local agencies for monitoring reviews.

Site Visits:

5 percent of LIHEAP weatherized homes are monitored based on annual production reports from CAAs.
MPSC will review and perform an attribute-sampling of the monthly client lists and conduct site visits with each grant recipient during the fiscal year as well. An initial site visit will be conducted with each grantee within six weeks of the grant agreements being signed.

**Desk Reviews:**

10 percent of LIHEAP weatherized homes are monitored based on annual production reports from CAAs.

<table>
<thead>
<tr>
<th>Question</th>
<th>Answer</th>
</tr>
</thead>
<tbody>
<tr>
<td>10.8. How often is each local agency monitored?</td>
<td>Annually. More often if necessary.</td>
</tr>
<tr>
<td>10.9. What is the combined error rate for eligibility determinations?</td>
<td>Data not available</td>
</tr>
<tr>
<td>10.10. What is the combined error rate for benefit determinations?</td>
<td>Data not available</td>
</tr>
<tr>
<td>10.11. How many local agencies are currently on corrective action plans</td>
<td>None</td>
</tr>
<tr>
<td>10.12. How many local agencies are currently on corrective action plans for financial accounting or administrative issues?</td>
<td>None</td>
</tr>
</tbody>
</table>

If any of the above questions require further explanation or clarification that could not be made in the fields provided, attach a document with said explanation here.
Section 11 - Timely and Meaningful Public Participation, 2605(b)(12), 2605(c)(2)

11.1 How did you obtain input from the public in the development of your LIHEAP plan?  
Select all that apply.

- Tribal Council meeting(s)
- Public Hearing(s)
- Draft Plan posted to website and available for comment
- Hard copy of plan is available for public view and comment
- Comments from applicants are recorded
- Request for comments on draft Plan is advertised
- Stakeholder consultation meeting(s)
- Comments are solicited during outreach activities
- Other - Describe: N/A

11.2 What changes did you make to your LIHEAP plan as a result of this participation?

No changes will be made at this time. A comment was received regarding the percentage of LIHEAP funding being allocated to Weatherization services but additional conversations will be required before any changes can be considered and/or implemented.

Public Hearings, 2605(a)(2) - For States and the Commonwealth of Puerto Rico Only

11.3 List the date and location(s) that you held public hearing(s) on the proposed use and distribution of your LIHEAP funds?

<table>
<thead>
<tr>
<th>Date</th>
<th>Event Description</th>
</tr>
</thead>
<tbody>
<tr>
<td>08/16/2019</td>
<td>LIHEAP Public Hearing, Lansing MI</td>
</tr>
</tbody>
</table>

11.4 How many parties commented on your plan at the hearing(s)? 3

11.5 Summarize the comments you received at the hearing(s).

The comments provided were in support of the LIHEAP State Plan and asked for some additional considerations be made regarding crisis copayments.

11.6 What changes did you make to your LIHEAP plan as a result of the comments received at the public hearing(s)?

Changes have not been made as a result of the comments provided however, there is a monthly workgroup meeting that has been having conversations about copayments and programmatic improvements. These will continue to take place.

If any of the above questions require further explanation or clarification that could not be made in the fields provided, attach a document with said explanation here.
Section 12 - Fair Hearings, 2605(b)(13) - Assurance 13

12.1 How many fair hearings did the grantee have in the prior Federal fiscal year? see notes below

12.2 How many of those fair hearings resulted in the initial decision being reversed? see notes below

12.3 Describe any policy and/or procedural changes made in the last Federal fiscal year as a result of fair hearings?

- Crisis assistance: There were 23 hearings for SER in FY18 and 48 requested in FY19 (10/1/2018-7/15/2019), resulting in 6 and 13 reversals, respectively.
- Heating assistance - there were 55 hearings for the Home Heating Credit; 7 resulted in a full reversal and 27 resulted in a partial reversal.
- Weatherization - none

No changes were made as a result of fair hearings.

12.4 Describe your fair hearing procedures for households whose applications are denied.

Each SER application and Decision Notice informs the applicant of their right to contest a department decision affecting eligibility or benefit levels whenever they believe the decision is incorrect. The Department provides an administrative hearing to review the decision and determine its appropriateness. The applicant, or their representative, has 90 calendar days from the date of the written notice of case action to request a hearing. The request must be received by the Department within the 90 days.

Home Heating Credit applicants are advised of their opportunity to discuss any denial with Department of Treasury personnel. Applicants will be provided with a fair hearing which will be conducted by the Department of Treasury. Instructions regarding an HHS Adjustment or Denial can be found at the following link, [https://www.michigan.gov/taxes/0,4676,7-238-74531_47057---,00.html](https://www.michigan.gov/taxes/0,4676,7-238-74531_47057---,00.html).

12.5 When and how are applicants informed of these rights?

The application forms and determination notices inform clients of their right to a hearing. These include an explanation of how and where to file a hearing request, and the right to representation.

12.6 Describe your fair hearing procedures for households whose applications are not acted on in a timely manner.

The application forms and each written notice informs clients of their right to a hearing. An individual may request a hearing because an application for crisis assistance was not acted upon timely.

12.7 When and how are applicants informed of these rights?

The applicant is informed of this information, in writing, on the application and also on the eligibility determination notice once the level of benefits have been determined.

If any of the above questions require further explanation or clarification that could not be made in the fields provided, attach a document with said explanation here.
13.1 Describe how you use LIHEAP funds to provide services that encourage and enable households to reduce their home energy needs and thereby the need for energy assistance?

Assurance 16 funding will be allocated to the Michigan Energy Assistance Program (MEAP) so that households applying for crisis assistance can receive Assurance 16 services to assist with the reduction of energy costs and their need for assistance. Michigan Public Act of 2012 states, "Energy assistance must include services that will enable participants to become or move toward becoming self-sufficient, including assisting participants in paying their energy bills on time, assisting participants in budgeting for and contributing to their ability to provide for energy expenses, and assisting participants in utilizing energy services to optimize on energy efficiency."

Allowable self-sufficiency expenditures are included in the MEAP manual and include needs assessment, budgeting assistance, energy education, and providing assistance to households to enroll in affordable payment plans offered by their energy provider(s).

Households who receive weatherization services may also receive Assurance 16 services, as part of the WAP.

13.2 How do you ensure that you don't use more than 5% of your LIHEAP funds for these activities?

Assurance 16 funding will be made available through an Interagency Agreement with the Michigan Public Service Commission, which is a division of Licensing and Regulatory Affairs within the State of Michigan government. Programmatic and fiscal monitoring of the MEAP grants will ensure that expenditure is within the amount allocated.

Similarly, expenditure of LIHEAP Assurance 16 funding will be monitored by the Department's Bureau of Community Action and Economic Opportunity. Funding will be allocated once the block grant is awarded and the total Assurance 16 allocation will not exceed the 5% allowed.

The Financial Specialist is responsible for monitoring Assurance 16 expenditure as well. It is tracked quarterly for the first two quarters and monthly for the second half of the fiscal year to ensure compliance.

13.3 Describe the impact of such activities on the number of households served in the previous Federal fiscal year.

Assurance 16 funding was not utilized for FY18. FY19 data not finalized.

13.4 Describe the level of direct benefits provided to those households in the previous Federal fiscal year.

Assurance 16 funding was not utilized for FY18. FY19 data not finalized.

13.5 How many households applied for these services? 0

13.6 How many households received these services? 0

If any of the above questions require further explanation or clarification that could not be made in the fields provided, attach a document with said explanation here.
Section 14: Leveraging Incentive Program, 2607(A)

14.1 Do you plan to submit an application for the leveraging incentive program?
- [ ] Yes  - [ ] No

14.2 Describe instructions to any third parties and/or local agencies for submitting LIHEAP leveraging resource information and retaining records.

N/A

14.3 For each type of resource and/or benefit to be leveraged in the upcoming year that will meet the requirements of 45 C.F.R. § 96.87(d)(2)(iii), describe the following:

<table>
<thead>
<tr>
<th>Resource</th>
<th>What is the type of resource or benefit?</th>
<th>What is the source(s) of the resource?</th>
<th>How will the resource be integrated and coordinated with LIHEAP?</th>
</tr>
</thead>
<tbody>
<tr>
<td>1</td>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

If any of the above questions require further explanation or clarification that could not be made in the fields provided, attach a document with said explanation here.
Section 15: Training

15.1 Describe the training you provide for each of the following groups:

a. Grantee Staff:

<table>
<thead>
<tr>
<th>Training Provided:</th>
<th>How Often?</th>
</tr>
</thead>
<tbody>
<tr>
<td>Formal training on grantee policies and procedures</td>
<td>✓ Annually</td>
</tr>
<tr>
<td></td>
<td>✓ As needed</td>
</tr>
<tr>
<td>Employees are provided with policy manual</td>
<td>✓</td>
</tr>
<tr>
<td>Other-Describe:</td>
<td>site visits</td>
</tr>
</tbody>
</table>

b. Local Agencies:

<table>
<thead>
<tr>
<th>Training Provided:</th>
<th>How Often?</th>
</tr>
</thead>
<tbody>
<tr>
<td>Formal training conference</td>
<td></td>
</tr>
<tr>
<td></td>
<td>✓ Annually</td>
</tr>
<tr>
<td></td>
<td>✓ As needed</td>
</tr>
<tr>
<td>Employees are provided with policy manual</td>
<td>✓</td>
</tr>
<tr>
<td>Other - Describe:</td>
<td></td>
</tr>
</tbody>
</table>

c. Vendors

<table>
<thead>
<tr>
<th>Training Provided:</th>
<th>How Often?</th>
</tr>
</thead>
<tbody>
<tr>
<td>Formal training conference</td>
<td>✓ Annually</td>
</tr>
<tr>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>☐</strong> As needed</td>
<td></td>
</tr>
<tr>
<td><strong>☐</strong> Other - Describe:</td>
<td></td>
</tr>
<tr>
<td><strong>☑</strong> Policies communicated through vendor agreements</td>
<td></td>
</tr>
<tr>
<td><strong>☐</strong> Policies are outlined in a vendor manual</td>
<td></td>
</tr>
</tbody>
</table>

**Other - Describe:**

Changes in policy requirements are typically communicated verbally, through mail or phone and discussed at the monthly Coalition to Keep Michigan Warm meetings and various association groups that provide governance to LIHEAP energy providers. LIHEAP policy manuals are available to the public as well. BCAEO holds an annual WAP conference for Weatherization.

| 15.2 Does your training program address fraud reporting and prevention? |
| ☑ Yes  |
| ☐ No  |

If any of the above questions require further explanation or clarification that could not be made in the fields provided, attach a document with said explanation here.
Section 16: Performance Goals and Measures, 2605(b) - Required for States Only

16.1 Describe your progress toward meeting the data collection and reporting requirements of the four required LIHEAP performance measures. Include timeframes and plans for meeting these requirements and what you believe will be accomplished in the coming federal fiscal year.

The LIHEAP program office continues to identify business and technical solutions required for obtaining and reporting the required performance measures. We have begun working with more energy providers, in addition to the largest three companies. DHHS recently advocated for legislative changes to allow the Department of Treasury to gather and report information needed for LIHEAP Performance Measures reporting. This legislative change will allow Michigan to include heating assistance (Home Heating Credit) recipients in the Performance Measures report, which we anticipate occurring for FY21.

If any of the above questions require further explanation or clarification that could not be made in the fields provided, attach a document with said explanation here.
Section 17: Program Integrity, 2605(b)(10)

17.1 Fraud Reporting Mechanisms

a. Describe all mechanisms available to the public for reporting cases of suspected waste, fraud, and abuse. Select all that apply.

- Online Fraud Reporting
- Dedicated Fraud Reporting Hotline
- Report directly to local agency/district office or Grantee office
- Report to State Inspector General or Attorney General
- Forms and procedures in place for local agencies/district offices and vendors to report fraud, waste, and abuse
- Other - Describe:

b. Describe strategies in place for advertising the above-referenced resources. Select all that apply

- Printed outreach materials
- Addressed on LIHEAP application
- Website
- Other - Describe:

17.2. Identification Documentation Requirements

a. Indicate which of the following forms of identification are required or requested to be collected from LIHEAP applicants or their household members.

<table>
<thead>
<tr>
<th>Type of Identification Collected</th>
<th>Collected from Whom?</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Applicant Only</td>
</tr>
<tr>
<td>Social Security Card is photocopied and retained</td>
<td>Required</td>
</tr>
<tr>
<td></td>
<td>Requested</td>
</tr>
<tr>
<td>Social Security Number (Without actual Card)</td>
<td>Required</td>
</tr>
<tr>
<td></td>
<td>Requested</td>
</tr>
<tr>
<td>Government-issued identification card (i.e.: driver’s license, state ID, Tribal ID, passport, etc.)</td>
<td>Required</td>
</tr>
<tr>
<td></td>
<td>Requested</td>
</tr>
</tbody>
</table>
b. Describe any exceptions to the above policies.

### 17.3 Identification Verification

Describe what methods are used to verify the authenticity of identification documents provided by clients or household members. Select all that apply.

- [x] Verify SSNs with Social Security Administration
- [x] Match SSNs with death records from Social Security Administration or state agency
- [x] Match SSNs with state eligibility/case management system (e.g., SNAP, TANF)
- [ ] Match with state Department of Labor system
- [ ] Match with state and/or federal corrections system
- [ ] Match with state child support system
- [x] Verification using private software (e.g., The Work Number)
- [ ] In-person certification by staff (for tribal grantees only)
- [ ] Match SSN/Tribal ID number with tribal database or enrollment records (for tribal grantees only)
- [ ] Other - Describe:

### 17.4 Citizenship/Legal Residency Verification

What are your procedures for ensuring that household members are U.S. citizens or aliens who are qualified to receive LIHEAP benefits? Select all that apply.

- [ ] Clients sign an attestation of citizenship or legal residency
- [ ] Client's submission of Social Security cards is accepted as proof of legal residency
- [ ] Noncitizens must provide documentation of immigration status
- [ ] Citizens must provide a copy of their birth certificate, naturalization papers, or passport
- [ ] Noncitizens are verified through the SAVE system
- [ ] Tribal members are verified through Tribal enrollment records/Tribal ID card
- [ ] Other - Describe:

   The data match with the Social Security Administration is sufficient verification of citizenship.

### 17.5 Income Verification

What methods does your agency utilize to verify household income? Select all that apply.

- [x] Require documentation of income for all adult household members
- [x] Pay stubs
- [ ] Social Security award letters
- [ ] Bank statements
- [x] Tax statements
- [x] Zero-income statements
- [ ] Unemployment Insurance letters
- [ ] Other - Describe:

   DHS-38, Employment Verification form

- [x] Computer data matches:

   Income information matched against state computer system (e.g., SNAP, TANF)
| Proof of unemployment benefits verified with state Department of Labor |
| Social Security income verified with SSA |
| Utilize state directory of new hires |
| **Other - Describe:** |
| Electronic data exchanges including the department's internal Consolidated Inquiry and Single Online Query for income records. |

### 17.6. Protection of Privacy and Confidentiality

Describe the financial and operating controls in place to protect client information against improper use or disclosure. Select all that apply.

- [ ] Policy in place prohibiting release of information without written consent
- [ ] Grantee LIHEAP database includes privacy/confidentiality safeguards
- [ ] Employee training on confidentiality for:
  - [ ] Grantee employees
  - [ ] Local agencies/district offices
- [ ] Employees must sign confidentiality agreement
  - [ ] Grantee employees
  - [ ] Local agencies/district offices
- [ ] Physical files are stored in a secure location
- [ ] Other - Describe:

### 17.7. Verifying the Authenticity

What policies are in place for verifying vendor authenticity? Select all that apply.

- [ ] All vendors must register with the State/Tribe.
- [ ] All vendors must supply a valid SSN or TIN/W-9 form
- [ ] Vendors are verified through energy bills provided by the household
- [ ] Grantee and/or local agencies/district offices perform physical monitoring of vendors
- [ ] Other - Describe and note any exceptions to policies above:

### 17.8. Benefits Policy - Gas and Electric Utilities

What policies are in place to protect against fraud when making benefit payments to gas and electric utilities on behalf of clients? Select all that apply.

- [ ] Applicants required to submit proof of physical residency
- [ ] Applicants must submit current utility bill
- [ ] Data exchange with utilities that verifies:
  - [ ] Account ownership
  - [ ] Consumption
  - [ ] Balances
  - [ ] Payment history
  - [ ] Account is properly credited with benefit
- [ ] Other - Describe:

- [ ] Centralized computer system/database tracks payments to all utilities
- [ ] Centralized computer system automatically generates benefit level
- [ ] Separation of duties between intake and payment approval
- [ ] Payments coordinated among other energy assistance programs to avoid duplication of payments
- [ ] Payments to utilities and invoices from utilities are reviewed for accuracy
- [ ] Computer databases are periodically reviewed to verify accuracy and timeliness of payments made to utilities
17.9. Benefits Policy - Bulk Fuel Vendors

What procedures are in place for averting fraud and improper payments when dealing with bulk fuel suppliers of heating oil, propane, wood, and other bulk fuel vendors? Select all that apply.

- Vendors are checked against an approved vendors list
- Centralized computer system/database is used to track payments to all vendors
- Clients are relied on for reports of non-delivery or partial delivery
- Two-party checks are issued naming client and vendor
- Direct payment to households are made in limited cases only
- Vendors are only paid once they provide a delivery receipt signed by the client
- Conduct monitoring of bulk fuel vendors
- Bulk fuel vendors are required to submit reports to the Grantee
- Vendor agreements specify requirements selected above, and provide enforcement mechanism
- Other - Describe:

  Crisis payments to bulk and deliverable fuel vendors are not released until a service invoice has been received from the deliverable fuel provider or client confirmation of delivery of wood, or other fuel types, has been confirmed.

17.10. Investigations and Prosecutions

Describe the Grantee’s procedures for investigating and prosecuting reports of fraud, and any sanctions placed on clients/staff/vendors found to have committed fraud. Select all that apply.

- Refer to state Inspector General
- Refer to local prosecutor or state Attorney General
- Refer to US DHHS Inspector General (including referral to OIG hotline)
- Local agencies/district offices or Grantee conduct investigation of fraud complaints from public
- Grantee attempts collection of improper payments. If so, describe the recoupment process

  Providers who are unwilling to cooperate in the refund/recoupment process will have their provider enrollment terminated. In some instances the State's Department of Treasury will impose a tax offset to collect the amount over issued.

  When an SER overissuance is found, it is the responsibility of the worker to determine the refund amount and notify the provider of the details and request the repayment.

  Providers are instructed to submit repayment to the DHHS Cashiers Office and are asked to include the following information: customer name, address and case number so we can ensure proper processing of the refund.

- Clients found to have committed fraud are banned from LIHEAP assistance. For how long is a household banned?
- Contracts with local agencies require that employees found to have committed fraud are reprimanded and/or terminated
- Vendors found to have committed fraud may no longer participate in LIHEAP
- Other - Describe:

If any of the above questions require further explanation or clarification that could not be made in the fields provided, attach a document with said explanation here.
Section 18: Certification Regarding Debarment, Suspension, and Other Responsibility Matters

Certification Regarding Debarment, Suspension, and Other Responsibility Matters—Primary Covered Transactions

Instructions for Certification

1. By signing and submitting this proposal, the prospective primary participant is providing the certification set out below.

2. The inability of a person to provide the certification required below will not necessarily result in denial of participation in this covered transaction. The prospective participant shall submit an explanation of why it cannot provide the certification set out below. The certification or explanation will be considered in connection with the department or agency’s determination whether to enter into this transaction. However, failure of the prospective primary participant to furnish a certification or an explanation shall disqualify such person from participation in this transaction.

3. The certification in this clause is a material representation of fact upon which reliance was placed when the department or agency determined to enter into this transaction. If it is later determined that the prospective primary participant knowingly rendered an erroneous certification, in addition to other remedies available to the Federal Government, the department or agency may terminate this transaction for cause or default.

4. The prospective primary participant shall provide immediate written notice to the department or agency to which this proposal is submitted if at any time the prospective primary participant learns that its certification was erroneous when submitted or has become erroneous by reason of changed circumstances.

5. The terms covered transaction, debarred, suspended, ineligible, lower tier covered transaction, participant, person, primary covered transaction, principal, proposal, and voluntarily excluded, as used in this clause, have the meanings set out in the Definitions and Coverage sections of the rules implementing Executive Order 12549. You may contact the department or agency to which this proposal is being submitted for assistance in obtaining a copy of those regulations.

6. The prospective primary participant agrees by submitting this proposal that, should the proposed covered transaction be entered into, it shall not knowingly enter into any lower tier covered transaction with a person who is proposed for debarment under 48 CFR part 9, subpart 9.4, debarred, suspended, declared ineligible, or voluntarily excluded from participation in this covered transaction, unless authorized by the department or agency entering into this transaction.

7. The prospective primary participant further agrees by submitting this proposal that it will include the clause titled "Certification Regarding Debarment, Suspension, Ineligibility and Voluntary Exclusion-Lower Tier Covered Transaction," provided by the department or agency entering into this covered transaction, without modification.
8. A participant in a covered transaction may rely upon a certification of a prospective participant in a lower tier covered transaction that it is not proposed for debarment under 48 CFR part 9, subpart 9.4, debarred, suspended, ineligible, or voluntarily excluded from the covered transaction, unless it knows that the certification is erroneous. A participant may decide the method and frequency by which it determines the eligibility of its principals. Each participant may, but is not required to, check the List of Parties Excluded from Federal Procurement and Nonprocurement Programs.

9. Nothing contained in the foregoing shall be construed to require establishment of a system of records in order to render in good faith the certification required by this clause. The knowledge and information of a participant is not required to exceed that which is normally possessed by a prudent person in the ordinary course of business dealings.

10. Except for transactions authorized under paragraph 6 of these instructions, if a participant in a covered transaction knowingly enters into a lower tier covered transaction with a person who is proposed for debarment under 48 CFR part 9, subpart 9.4, suspended, debarred, ineligible, or voluntarily excluded from participation in this transaction, in addition to other remedies available to the Federal Government, the department or agency may terminate this transaction for cause or default.

Certification Regarding Debarment, Suspension, and Other Responsibility Matters--Primary Covered Transactions

(1) The prospective primary participant certifies to the best of its knowledge and belief, that it and its principals:

(a) Are not presently debarred, suspended, proposed for debarment, declared ineligible, or voluntarily excluded by any Federal department or agency;

(b) Have not within a three-year period preceding this proposal been convicted of or had a civil judgment rendered against them for commission of fraud or a criminal offense in connection with obtaining, attempting to obtain, or performing a public (Federal, State or local) transaction or contract under a public transaction; violation of Federal or State antitrust statutes or commission of embezzlement, theft, forgery, bribery, falsification or destruction of records, making false statements, or receiving stolen property;

(c) Are not presently indicted for or otherwise criminally or civilly charged by a governmental entity (Federal, State or local) with commission of any of the offenses enumerated in paragraph (1)(b) of this certification; and

(d) Have not within a three-year period preceding this application/proposal had one or more public transactions (Federal, State or local) terminated for cause or default.

(2) Where the prospective primary participant is unable to certify to any of the statements in this certification, such prospective participant shall attach an explanation to this proposal.
Certification Regarding Debarment, Suspension, Ineligibility and Voluntary Exclusion--Lower Tier Covered Transactions

Instructions for Certification

1. By signing and submitting this proposal, the prospective lower tier participant is providing the certification set out below.

2. The certification in this clause is a material representation of fact upon which reliance was placed when this transaction was entered into. If it is later determined that the prospective lower tier participant knowingly rendered an erroneous certification, in addition to other remedies available to the Federal Government the department or agency with which this transaction originated may pursue available remedies, including suspension and/or debarment.

3. The prospective lower tier participant shall provide immediate written notice to the person to which this proposal is submitted if at any time the prospective lower tier participant learns that its certification was erroneous when submitted or had become erroneous by reason of changed circumstances.

4. The terms covered transaction, debarred, suspended, ineligible, lower tier covered transaction, participant, person, primary covered transaction, principal, proposal, and voluntarily excluded, as used in this clause, have the meaning set out in the Definitions and Coverage sections of rules implementing Executive Order 12549. You may contact the person to which this proposal is submitted for assistance in obtaining a copy of those regulations.

5. The prospective lower tier participant agrees by submitting this proposal that, should the proposed covered transaction be entered into, it shall not knowingly enter into any lower tier covered transaction with a person who is proposed for debarment under 48 CFR part 9, subpart 9.4, debarred, suspended, declared ineligible, or voluntarily excluded from participation in this covered transaction, unless authorized by the department or agency with which this transaction originated.

6. The prospective lower tier participant further agrees by submitting this proposal that it will include this clause titled “Certification Regarding Debarment, Suspension, Ineligibility and Voluntary Exclusion--Lower Tier Covered Transaction,” without modification, in all lower tier covered transactions and in all solicitations for lower tier covered transactions.

7. A participant in a covered transaction may rely upon a certification of a prospective participant in a lower tier covered transaction that it is not proposed for debarment under 48 CFR part 9, subpart 9.4, debarred, suspended, ineligible, or voluntarily excluded from covered transactions, unless it knows that the certification is erroneous. A participant may decide the method and frequency by which it determines the eligibility of its principals. Each participant may, but is not required to, check the List of Parties Excluded from Federal Procurement and Nonprocurement Programs.

8. Nothing contained in the foregoing shall be construed to require establishment of a system of records in order to render in good faith the certification required by this clause. The knowledge and information of a participant is not required to exceed that which is normally possessed by a prudent person in the ordinary course of business dealings.
9. Except for transactions authorized under paragraph 5 of these instructions, if a participant in a covered transaction knowingly enters into a lower tier covered transaction with a person who is proposed for debarment under 48 CFR part 9, subpart 9.4, suspended, debarred, ineligible, or voluntarily excluded from participation in this transaction, in addition to other remedies available to the Federal Government, the department or agency with which this transaction originated may pursue available remedies, including suspension and/or debarment.

Certification Regarding Debarment, Suspension, Ineligibility and Voluntary Exclusion—Lower Tier Covered Transactions

(1) The prospective lower tier participant certifies, by submission of this proposal, that neither it nor its principals is presently debarred, suspended, proposed for debarment, declared ineligible, or voluntarily excluded from participation in this transaction by any Federal department or agency.

(2) Where the prospective lower tier participant is unable to certify to any of the statements in this certification, such prospective participant shall attach an explanation to this proposal.

☑ By checking this box, the prospective primary participant is providing the certification set out above.
Section 19: Certification Regarding Drug-Free Workplace Requirements

This certification is required by the regulations implementing the Drug-Free Workplace Act of 1988: 45 CFR Part 76, Subpart F, Sections 76.630(c) and (d)(2) and 76.645(a)(1) and (b) provide that a Federal agency may designate a central receipt point for STATE-WIDE AND STATE AGENCY-WIDE certifications, and for notification of criminal drug convictions. For the Department of Health and Human Services, the central pint is: Division of Grants Management and Oversight, Office of Management and Acquisition, Department of Health and Human Services, Room 517-D, 200 Independence Avenue, SW Washington, DC 20201.

Certification Regarding Drug-Free Workplace Requirements (Instructions for Certification)

1. By signing and/or submitting this application or grant agreement, the grantee is providing the certification set out below.

2. The certification set out below is a material representation of fact upon which reliance is placed when the agency awards the grant. If it is later determined that the grantee knowingly rendered a false certification, or otherwise violates the requirements of the Drug-Free Workplace Act, the agency, in addition to any other remedies available to the Federal Government, may take action authorized under the Drug-Free Workplace Act.

3. For grantees other than individuals, Alternate I applies.

4. For grantees who are individuals, Alternate II applies.

5. Workplaces under grants, for grantees other than individuals, need not be identified on the certification. If known, they may be identified in the grant application. If the grantee does not identify the workplaces at the time of application, or upon award, if there is no application, the grantee must keep the identity of the workplace(s) on file in its office and make the information available for Federal inspection. Failure to identify all known workplaces constitutes a violation of the grantee's drug-free workplace requirements.

6. Workplace identifications must include the actual address of buildings (or parts of buildings) or other sites where work under the grant takes place. Categorical descriptions may be used (e.g., all vehicles of a mass transit authority or State highway department while in operation, State employees in each local unemployment office, performers in concert halls or radio studios).

7. If the workplace identified to the agency changes during the performance of the grant, the grantee shall inform the agency of the change(s), if it previously iden
tified the workplaces in question (see paragraph five).

8. Definitions of terms in the Nonprocurement Suspension and Debarment common rule and Drug-Free Workplace common rule apply to this certification. Grantees' attention is called, in particular, to the following definitions from these rules:

**Controlled substance** means a controlled substance in Schedules I through V of the Controlled Substances Act (21 U.S.C. 812) and as further defined by regulation (21 CFR 1308.11 through 1308.15);

**Conviction** means a finding of guilt (including a plea of nolo contendere) or imposition of sentence, or both, by any judicial body charged with the responsibility to determine violations of the Federal or State criminal drug statutes;

**Criminal drug statute** means a Federal or non-Federal criminal statute involving the manufacture, distribution, dispensing, use, or possession of any controlled substance;

**Employee** means the employee of a grantee directly engaged in the performance of work under a grant, including: (i) All direct charge employees; (ii) All indirect charge employees unless their impact or involvement is insignificant to the performance of the grant; and, (iii) Temporary personnel and consultants who are directly engaged in the performance of work under the grant and who are on the grantee's payroll. This definition does not include workers not on the payroll of the grantee (e.g., volunteers, even if used to meet a matching requirement; consultants or independent contractors not on the grantee's payroll; or employees of subrecipients or subcontractors in covered workplaces).

Certification Regarding Drug-Free Workplace Requirements

**Alternate I. (Grantees Other Than Individuals)**

The grantee certifies that it will or will continue to provide a drug-free workplace by:

(a) Publishing a statement notifying employees that the unlawful manufacture, distribution, dispensing, possession, or use of a controlled substance is prohibited in the grantee's workplace and specifying the actions that will be taken against employees for violation of such prohibition;
(b) Establishing an ongoing drug-free awareness program to inform employees about --
   (1) The dangers of drug abuse in the workplace;
   (2) The grantee's policy of maintaining a drug-free workplace;
   (3) Any available drug counseling, rehabilitation, and employee assistance programs; and
   (4) The penalties that may be imposed upon employees for drug abuse violations occurring in the workplace;
(c) Making it a requirement that each employee to be engaged in the performance of
the grant be given a copy of the statement required by paragraph (a);
(d) Notifying the employee in the statement required by paragraph (a) that, as a condition of employment under the grant, the employee will --
(1) Abide by the terms of the statement; and
(2) Notify the employer in writing of his or her conviction for a violation of a criminal drug statute occurring in the workplace no later than five calendar days after such conviction;
(e) Notifying the agency in writing, within ten calendar days after receiving notice under paragraph (d)(2) from an employee or otherwise receiving actual notice of such conviction. Employers of convicted employees must provide notice, including position title, to every grant officer or other designee on whose grant activity the convicted employee was working, unless the Federal agency has designated a central point for the receipt of such notices. Notice shall include the identification number(s) of each affected grant;
(f) Taking one of the following actions, within 30 calendar days of receiving notice under paragraph (d)(2), with respect to any employee who is so convicted -
(1) Taking appropriate personnel action against such an employee, up to and including termination, consistent with the requirements of the Rehabilitation Act of 1973, as amended; or
(2) Requiring such employee to participate satisfactorily in a drug abuse assistance or rehabilitation program approved for such purposes by a Federal, State, or local health, law enforcement, or other appropriate agency;
(g) Making a good faith effort to continue to maintain a drug-free workplace through implementation of paragraphs (a), (b), (c), (d), (e) and (f).
(B) The grantee may insert in the space provided below the site(s) for the performance of work done in connection with the specific grant:

Place of Performance (Street address, city, county, state, zip code)

<table>
<thead>
<tr>
<th>235 S. Grand Avenue</th>
</tr>
</thead>
<tbody>
<tr>
<td>* Address Line 1</td>
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<tr>
<td></td>
</tr>
<tr>
<td>Address Line 2</td>
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<tr>
<td></td>
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<td>Address Line 3</td>
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</tr>
<tr>
<td>Lansing</td>
</tr>
<tr>
<td>* City</td>
</tr>
<tr>
<td>MI</td>
</tr>
<tr>
<td>* State</td>
</tr>
<tr>
<td>48933-1805</td>
</tr>
<tr>
<td>* Zip Code</td>
</tr>
</tbody>
</table>

Check if there are workplaces on file that are not identified here.

Alternate II. (Grantees Who Are Individuals)

(a) The grantee certifies that, as a condition of the grant, he or she will not engage in the unlawful manufacture, distribution, dispensing, possession, or use of a controlled substance in conducting any activity with the grant;

(b) If convicted of a criminal drug offense resulting from a violation occurring during the conduct of any grant activity, he or she will report the conviction, in writing, within 10 calendar days of the conviction, to every grant officer or other designee, un
less the Federal agency designates a central point for the receipt of such notices. When notice is made to such a central point, it shall include the identification number(s) of each affected grant.

[55 FR 21690, 21702, May 25, 1990]

By checking this box, the prospective primary participant is providing the certification set out above.
Section 20: Certification Regarding Lobbying

The submitter of this application certifies, to the best of his or her knowledge and belief, that:

1) No Federal appropriated funds have been paid or will be paid, by or on behalf of the undersigned, to any person for influencing or attempting to influence an officer or employee of an agency, a Member of Congress, an officer or employee of Congress, or an employee of a Member of Congress in connection with the awarding of any Federal contract, the making of any Federal grant, the making of any Federal loan, the entering into of any cooperative agreement, and the extension, continuation, renewal, amendment, or modification of any Federal contract, grant, loan, or cooperative agreement.

2) If any funds other than Federal appropriated funds have been paid or will be paid to any person for influencing or attempting to influence an officer or employee of any agency, a Member of Congress, an officer or employee of Congress, or an employee of a Member of Congress in connection with this Federal contract, grant, loan, or cooperative agreement, the undersigned shall complete and submit Standard Form-LLL, `Disclosure Form to Report Lobbying,' in accordance with its instructions.

3) The undersigned shall require that the language of this certification be included in the award documents for all subawards at all tiers (including subcontracts, subgrants, and contracts under grants, loans, and cooperative agreements) and that all subrecipients shall certify and disclose accordingly. This certification is a material representation of fact upon which reliance was placed when this transaction was made or entered into. Submission of this certification is a prerequisite for making or entering into this transaction imposed by section 1352, title 31, U.S. Code. Any person who fails to file the required certification shall be subject to a civil penalty of not less than $10,000 and not more than $100,000 for each such failure.

Statement for Loan Guarantees and Loan Insurance

The undersigned states, to the best of his or her knowledge and belief, that:

If any funds have been paid or will be paid to any person for influencing or attempting to influence an officer or employee of any agency, a Member of Congress, an officer or employee of Congress, or an employee of a Member of Congress in connection with this commitment providing for the United States to insure or guarantee a loan, the undersigned shall complete and submit Standard Form-LLL, `Disclosure Form to Report Lobbying,' in accordance with its instructions. Submission of this statement is a prerequisite for making or entering into this transaction.
ion imposed by section 1352, title 31, U.S. Code. Any person who fails to file the required statement shall be subject to a civil penalty of not less than $10,000 and not more than $100,000 for each such failure.

☑️ By checking this box, the prospective primary participant is providing the certification set out above.
(1) use the funds available under this title to--

   (A) conduct outreach activities and provide assistance to low income households in meeting their home energy costs, particularly those with the lowest incomes that pay a high proportion of household income for home energy, consistent with paragraph (5);

   (B) intervene in energy crisis situations;

   (C) provide low-cost residential weatherization and other cost-effective energy-related home repair; and

   (D) plan, develop, and administer the State's program under this title including leveraging programs, and the State agrees not to use such funds for any purposes other than those specified in this title;

(2) make payments under this title only with respect to--

   (A) households in which one or more individuals are receiving--

      (i) assistance under the State program funded under part A of title IV of the Social Security Act;

      (ii) supplemental security income payments under title XVI of the Social Security Act;

      (iii) food stamps under the Food Stamp Act of 1977; or

      (iv) payments under section 415, 521, 541, or 542 of title 38, United States Code, or under section 306 of the Veterans’ and Survivors’ Pension Improvement Act of 1978; or

   (B) households with incomes which do not exceed the greater of -

      (i) an amount equal to 150 percent of the poverty level for such State; or

      (ii) an amount equal to 60 percent of the State median income;

(except that a State may not exclude a household from eligibility in a fiscal year solely on the basis of household income if such income is less than 110 percent of the poverty level for such State, but the State may give priority to those households with the highest home energy costs or needs in relation to household income.

(3) conduct outreach activities designed to assure that eligible households, especially households with elderly individuals or disabled individuals, or both, and households with high home energy burdens, are made aware of the assistance available under this title, and any similar energy-related assistance available under subtitle B of title VI (relating to community services block grant program) or und
er any other provision of law which carries out programs which were administere
der under the Economic Opportunity Act of 1964 before the date of the enactment
d of this Act;

(4) coordinate its activities under this title with similar and related programs adm
inistered by the Federal Government and such State, particularly low-income ene
ergy-related programs under subtitle B of title VI (relating to community services
block grant program), under the supplemental security income program, under p
art A of title IV of the Social Security Act, under title XX of the Social Security Act,
under the low-income weatherization assistance program under title IV of the E
nergy Conservation and Production Act, or under any other provision of law whi
ch carries out programs which were administered under the Economic Opportun
ity Act of 1964 before the date of the enactment of this Act;

(5) provide, in a timely manner, that the highest level of assistance will be furnish
ed to those households which have the lowest incomes and the highest energy c
Costs or needs in relation to income, taking into account family size, except that t
he State may not differentiate in implementing this section between the househol
ds described in clauses 2(A) and 2(B) of this subsection;

(6) to the extent it is necessary to designate local administrative agencies in orde
r to carry out the purposes of this title, to give special consideration, in the desig
nation of such agencies, to any local public or private nonprofit agency which w
as receiving Federal funds under any low-income energy assistance program or
weatherization program under the Economic Opportunity Act of 1964 or any othe
r provision of law on the day before the date of the enactment of this Act, except
that -

(A) the State shall, before giving such special consideration, determine that the
agency involved meets program and fiscal requirements established by the State; a
nd

(B) if there is no such agency because of any change in the assistance furnish
ed to programs for economically disadvantaged persons, then the State shall give s
pecial consideration in the designation of local administrative agencies to any succ
essor agency which is operated in substantially the same manner as the predecess
or agency which did receive funds for the fiscal year preceding the fiscal year for w
ich the determination is made;

(7) if the State chooses to pay home energy suppliers directly, establish procedu
res to --

(A) notify each participating household of the amount of assistance paid on its
beHALf;

(B) assure that the home energy supplier will charge the eligible household, in
the normal billing process, the difference between the actual cost of the home ener
gy and the amount of the payment made by the State under this title;

(C) assure that the home energy supplier will provide assurances that any agre
ement entered into with a home energy supplier under this paragraph will contain p
provisions to assure that no household receiving assistance under this title will be treated adversely because of such assistance under applicable provisions of State law or public regulatory requirements; and

(D) ensure that the provision of vendor payments remains at the option of the State in consultation with local grantees and may be contingent on unregulated vendors taking appropriate measures to alleviate the energy burdens of eligible households, including providing for agreements between suppliers and individuals eligible for benefits under this Act that seek to reduce home energy costs, minimize the risks of home energy crisis, and encourage regular payments by individuals receiving financial assistance for home energy costs;

(8) provide assurances that,

(A) the State will not exclude households described in clause (2)(B) of this subsection from receiving home energy assistance benefits under clause (2), and

(B) the State will treat owners and renters equitably under the program assisted under this title;

(9) provide that--

(A) the State may use for planning and administering the use of funds under this title an amount not to exceed 10 percent of the funds payable to such State under this title for a fiscal year; and

(B) the State will pay from non-Federal sources the remaining costs of planning and administering the program assisted under this title and will not use Federal funds for such remaining cost (except for the costs of the activities described in paragraph (16));

(10) provide that such fiscal control and fund accounting procedures will be established as may be necessary to assure the proper disbursal of and accounting for Federal funds paid to the State under this title, including procedures for monitoring the assistance provided under this title, and provide that the State will comply with the provisions of chapter 75 of title 31, United States Code (commonly known as the "Single Audit Act");

(11) permit and cooperate with Federal investigations undertaken in accordance with section 2608;

(12) provide for timely and meaningful public participation in the development of the plan described in subsection (c);

(13) provide an opportunity for a fair administrative hearing to individuals whose claims for assistance under the plan described in subsection (c) are denied or are not acted upon with reasonable promptness; and

(14) cooperate with the Secretary with respect to data collecting and reporting under section 2610.
(15) * beginning in fiscal year 1992, provide, in addition to such services as may be offered by State Departments of Public Welfare at the local level, outreach and intake functions for crisis situations and heating and cooling assistance that is administered by additional State and local governmental entities or community-based organizations (such as community action agencies, area agencies on aging and not-for-profit neighborhood-based organizations), and in States where such organizations do not administer functions as of September 30, 1991, preference in awarding grants or contracts for intake services shall be provided to those agencies that administer the low-income weatherization or energy crisis intervention programs.

* This assurance is applicable only to States, and to territories whose annual regular LIHEAP allotments exceed $200,000. Neither territories with annual allotments of $200,000 or less nor Indian tribes/tribal organizations are subject to Assurance 15.

(16) use up to 5 percent of such funds, at its option, to provide services that encourage and enable households to reduce their home energy needs and thereby the need for energy assistance, including needs assessments, counseling, and assistance with energy vendors, and report to the Secretary concerning the impact of such activities on the number of households served, the level of direct benefits provided to those households, and the number of households that remain unserved.
## Plan Attachments

### PLAN ATTACHMENTS

The following documents must be attached to this application:

- Delegation Letter is required if someone other than the Governor or Chairman Certified this Report.
- Heating component benefit matrix, if applicable
- Cooling component benefit matrix, if applicable
- Minutes, notes, or transcripts of public hearing(s).