## SUBSTITUTE FOR HOUSE BILL NO. 4649

A bill to amend 1984 PA 34, entitled "Michigan low income heating assistance and shut-off protection act,"

by amending section 7 (MCL 400.1207).

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Sec. 7. (1) There is created a low income heating assistance
- 2 and shut-off protection program. The program shall be administered
- 3 by the department to prevent utility service shut-offs, promote
- 4 awareness of and changes in energy use habits, promote conservation
- 5 techniques, provide incentives for energy conservation, help reduce
- 6 energy use by improving the housing stock, and provide relocation
- 7 assistance.
- 8 (2) The department shall do all of the following:
- 9 (a) Coordinate weatherization efforts for assisted households.

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(b) Authorize use of weatherization resources among the
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    dwellings of all assisted households in the state. The department
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    shall give first priority to households which exceed the annual
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    consumption cap.
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         (c) Not later than the beginning of the third program year,
    promulgate rules to create an energy conservation incentive which
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    shall provide direct financial benefits to assisted households
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    which reduce their use of heating energy. The rules shall be
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    promulgated pursuant to the administrative procedures act of 1969,
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    Act No. 306 of the Public Acts of 1969, being sections 24.201 to
    24.315 of the Michigan Compiled Laws .
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         (d) Subject to restrictions prescribed by federal regulations
    governing aid to families with dependent children, rules of the
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    state department of social services, or otherwise, for preventing
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    the disclosure of confidential information to any person not
    authorized by law to receive the confidential information, the
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    state department of social services shall make available to a
    public utility regulated by the Michigan public service commission
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    information concerning applicants and recipients of public
    assistance, the disclosure of which is necessary and the use of
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    which is strictly limited to the purpose of a public utility's
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    administering a program created by statute or an order of the
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    Michigan public service commission and intended to assist
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    applicants or recipients of public assistance in defraying their
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    energy costs.
         (e) Not later than the beginning of the third program year, in
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    cooperation with provider utilities, implement a positive billing
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- 1 system by which the difference, if any, between an assisted
- 2 household's monthly heating bills and the household's heating
- 3 allotments and supplemental payments will be billed directly to the
- 4 department and paid to the provider utility monthly, up to the
- 5 annual consumption cap.
- 6 (B) NOTWITHSTANDING THE PROVISIONS OF THE SOCIAL WELFARE ACT,
- 7 1939 PA 280, MCL 400.1 TO 400.119B, AND SUBJECT TO RESTRICTIONS
- 8 PRESCRIBED BY FEDERAL REGULATIONS GOVERNING TEMPORARY ASSISTANCE TO
- 9 NEEDY FAMILIES OR OTHER FEDERAL PROGRAMS, RULES OF THE DEPARTMENT,
- 10 OR OTHERWISE, FOR PREVENTING THE DISCLOSURE OF CONFIDENTIAL
- 11 INFORMATION TO ANY PERSON NOT AUTHORIZED BY LAW TO RECEIVE THE
- 12 CONFIDENTIAL INFORMATION, ON AN ANNUAL BASIS, THE DEPARTMENT SHALL
- 13 MAKE AVAILABLE TO AN ENERGY PROVIDER INFORMATION CONCERNING
- 14 APPLICANTS FOR, AND RECIPIENTS OF, PUBLIC ASSISTANCE, THE
- 15 DISCLOSURE OF WHICH IS NECESSARY AND THE USE OF WHICH IS STRICTLY
- 16 LIMITED TO THE PURPOSE OF AN ENERGY PROVIDER ADMINISTERING A
- 17 PROGRAM CREATED BY STATUTE OR BY ORDER OF THE MICHIGAN PUBLIC
- 18 SERVICE COMMISSION AND INTENDED TO ASSIST APPLICANTS FOR, OR
- 19 RECIPIENTS OF, PUBLIC ASSISTANCE IN DEFRAYING THEIR ENERGY COSTS OR
- 20 PREVENTING OR DELAYING UTILITY DISCONNECTION.
- 21 (C) (f)—Expand the department's energy crisis intervention
- 22 services within available resources. The department shall review
- 23 and make recommendations concerning cases of assisted households
- 24 having natural gas use or electrical consumption which THAT exceeds
- 25 the annual consumption cap, and shall expand its effort to identify
- 26 dwellings which THAT cannot be made energy-efficient and help
- 27 relocate those assisted households to more energy efficient

- 1 dwellings if reasonable alternative housing is available. The
- 2 department shall determine whether a dwelling cannot be made energy
- 3 efficient.
- 4 (D) (g) Not later than the beginning of the second program
- 5 year, develop DEVELOP and implement a uniform record keeping and
- 6 reporting system for the program.
- 7 (E) (h) Establish monitoring criteria for program evaluation
- 8 which THAT shall include, but not be limited to, all of the
- 9 following:
- 10 (i) The number of assisted households  $\frac{\text{which}}{\text{THAT}}$  exceed the
- 11 annual consumption cap.
- 12 (ii) The average consumption both before and after
- 13 weatherization for each assisted household.
- 14 (iii) The number of shut-offs of heating service to assisted
- 15 households.
- (iv) The number of dwellings of assisted households
- 17 weatherized.