

Energy Branch Financial Management Division

**Small Rural Frozen Rolling Base (SR-FRB)
Incentive**





Small Rural Frozen Rolling Base (SR-FRB)

- What is the SR-FRB?
- Benefits of SR-FRB
- Eligibility
- How to elect to participate?
- HUD processing
- Questions

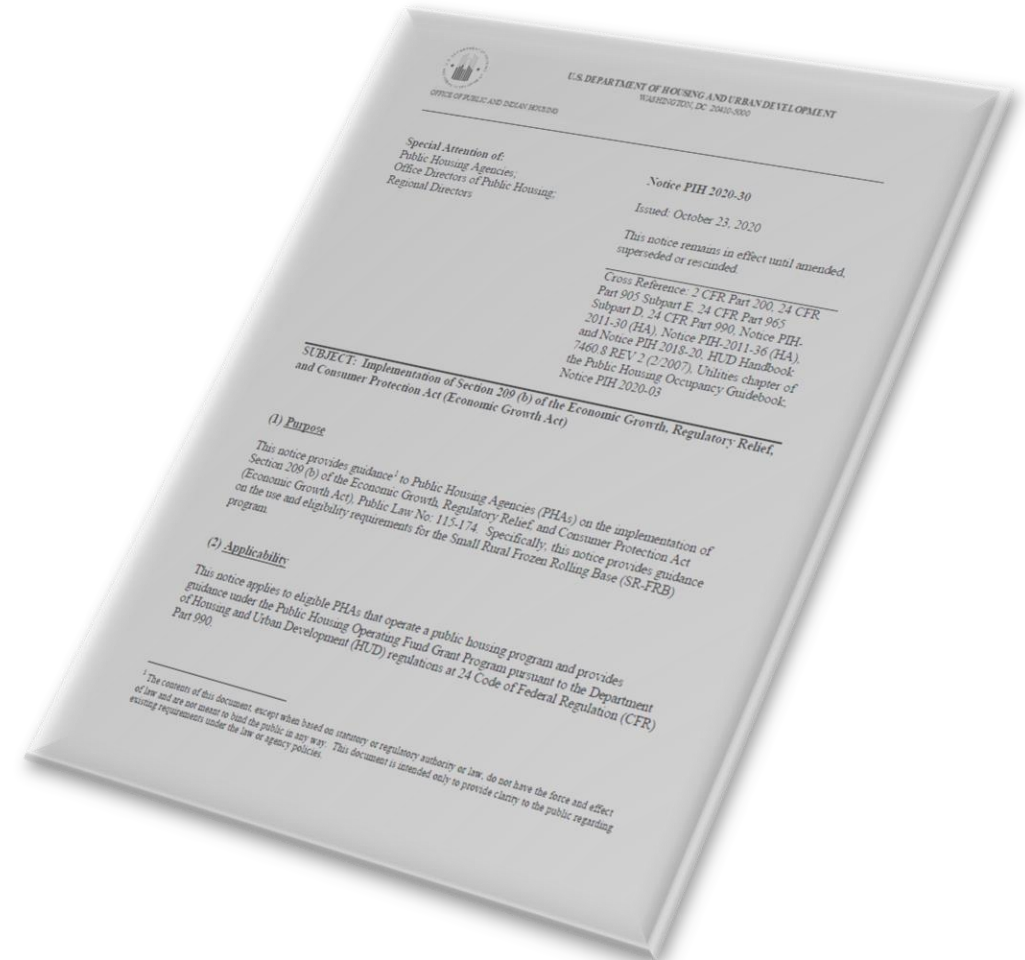




Small Rural Frozen Rolling Base (SR-FRB)

What is SR-FRB?

- Enabled through Section 209 of Public Law (PL) No: 115-174
Economic Growth, Regulatory Relief, and Consumer Protection Act
- Notice **PIH-2022-32**





Elections or Revisions related to SR-FRB

- PHAs may submit elections/revisions for the SR-FRB
- Deadline for submission of election or revision will be announced in the Operating Fund notice each year
- Visit the OpFund website for information:
 - https://www.hud.gov/program_offices/public_indian_housing/programs/ph/am



Small Rural Frozen Rolling Base (SR-FRB)

What is SR-FRB?- Utilities

Per Utility Per Amp

Electricity



Natural Gas



Heating Fuel

Water and Sewerage Services



~~NO Utilities with Flat Rates~~



Small Rural Frozen Rolling Base (SR-FRB)

Benefits



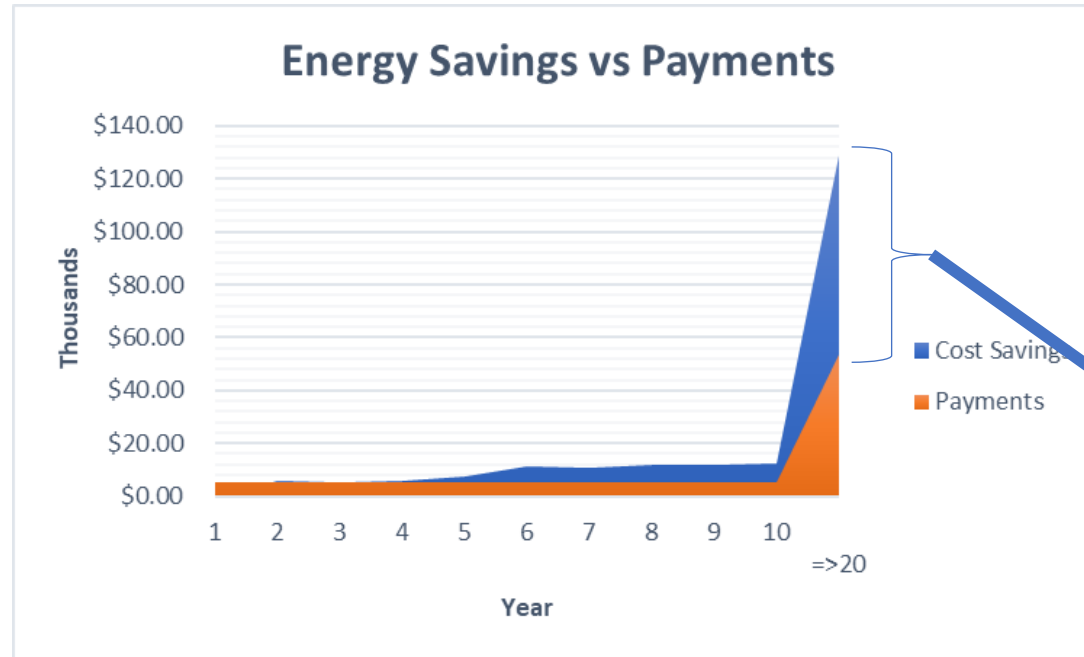
- PHA must maintain documentation for Capital Fund Expenses
- PHA must return any fund not expended by the account cancellation date to HUD



Small Rural Frozen Rolling Base (SR-FRB)

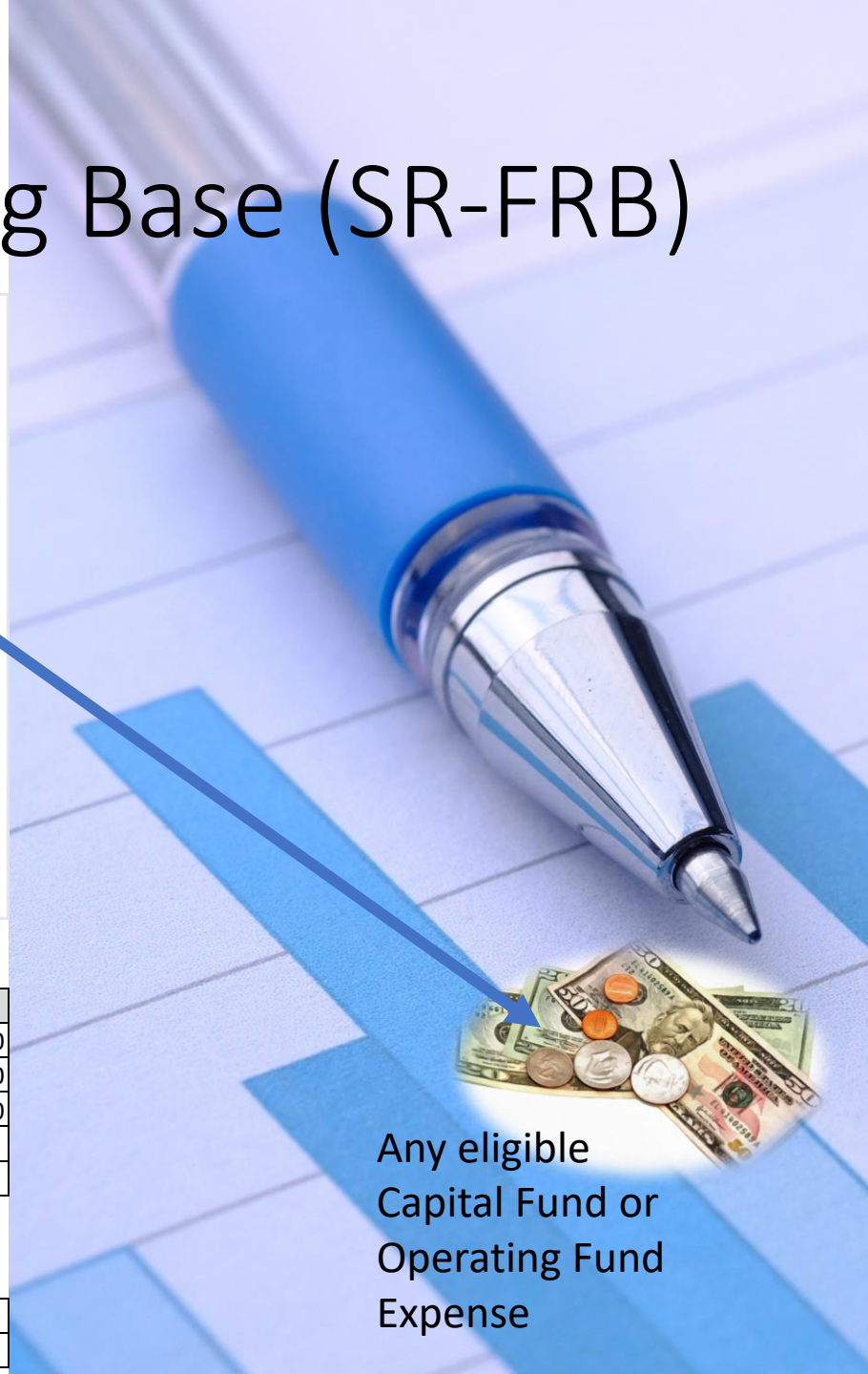
Benefits

Sustainable funding stream for energy and water projects



Electricity	Install LED					New HVAC						
Year	1	2	3	4	5	6	7	8	9	10	=>20	
FRB	125	125	125	125	125	125	125	125	125	125	1250	
Actual	125	70	74	73	60	30	34	29	31	32	310	
Savings	0	55	51	52	65	95	91	96	94	93	940	
Rate	\$ 0.100	\$ 0.103	\$ 0.107	\$ 0.110	\$ 0.113	\$ 0.117	\$ 0.121	\$ 0.125	\$ 0.129	\$ 0.133	\$ 0.137	
Cost Savings	\$0.00	\$5.68	\$5.43	\$5.72	\$7.37	\$11.12	\$10.99	\$11.97	\$12.09	\$12.35	\$128.80	

Loan	\$ 65										
Int Rate	0.06										
Payments	\$5.35	\$5.35	\$5.35	\$5.35	\$5.35	\$5.35	\$5.35	\$5.35	\$5.35	\$5.35	\$53.46
SRFRB Benefit	0	\$0.33	\$0.09	\$0.37	\$2.03	\$5.77	\$5.65	\$6.62	\$6.75	\$7.00	\$75.34



Any eligible
Capital Fund or
Operating Fund
Expense



Small Rural Frozen Rolling Base (SR-FRB)

Eligible

- 550 units or less
- Rural
- On eligibility list in Opfund Portal

Non-Eligible

Energy Performance Contract (EPC) at project

- Must choose between SR-FRB and EPC

Alternative Operating Subsidy (AOS) Moving to Work (MTW) Agencies

- Otherwise eligible PHAs not eligible unless the amend MTW agreement to adopt Operating Fund Formula found at 24 CFR Part 990



Authorized Revisions for CY 2023

- Adding a utility for a development that is already participating in the SR-FRB program;
- Removing a project from participation in the SR-FRB program
- Removing Units from Inventory (adjustment to SR-FRB required);
- Change in resident responsibility (adjustment to SR-FRB required);
and
- Changing heating fuel source (i.e., switching heating fuel from oil to gas or electricity, adjustment to SR-FRB required).
- Adding a new development/AMP to the program with a new utility.



Small Rural Frozen Rolling Base (SR-FRB)

How PHAS Elect to Participate

Elect to participate in the OpFund Web Portal

A screenshot of the "User Login" page in the OpFund Web Portal. The page has a blue header with "User Login" and navigation links for "faq", "help", "search", "home", and "logout". A sidebar on the left contains a "Secure Systems" logo. The main content area includes a login notice, a "Legal Warning" section, a "Warning Notice" section, a "Message of the Day" section, and a "System Use Notification" section. At the bottom, there are "Accept" and "Logout" buttons.

User Login [faq](#) | [help](#) | [search](#) | [home](#) | [logout](#)

Secure Systems

You must login at least once every 90 days to maintain an active ID. If you do not login again before 18 Aug 2021, your ID will be automatically deactivated. If your User ID is deactivated, please contact the TAC to reactivate your ID.

Legal Warning

Misuse of Federal Information through the HUD Secure Connection web site falls under the provisions of title 18, United States Code, Section 1030. This law specifies penalties for exceeding authorized access, alterations, damage, or destruction of information residing on Federal Computers.

Warning Notice

The Secure Systems security access software supports Internet Explorer 7.0 browser. Other browsers may not be compatible with this software.

Message of the Day

System Use Notification

Unauthorized use of this U.S. Government system is prohibited and subject to criminal/civil penalties. This system may be monitored/subject to audit, to which you consent by using the system. System Data may be disclosed for any lawful government purpose.

(Message ID# 71500 - Updated by C65223 on Mon Aug 03 13:49:12 EDT 2020)

- Attend Lab Sessions
- Video Provided to give direction
- Ask for assistance
- Questions to SR_FRB@hud.gov



SR-FRB Considerations

- Does your PHA intend to implement energy conservation measures in the next 12-months
 - Should be anticipated to make a significant reduction in utility consumption:
 - Water savings (low-flow fixtures, leaky pipe overhaul or replacement);
 - Replacements of major systems, especially lighting, heating and cooling;
 - Significant tightening of the building envelope.
- Was your last 12 months of consumption abnormally high or low?
 - If high, consider investigating source of elevated consumption to ensure it will not repeat;
 - If low, consider impact of return to normal consumption on FRB.



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How PHAs Participate

Heating Degree Day (HDD) – PHAs must identify in the Portal if there is a heating degree day adjustment request. PHAs must provide necessary documentation for adjustment.

Financing for Energy or Water Efficiency Measures. PHAs Indicate during application and provide necessary documentation. (Section 30)

In future years, PHAs can elect to have additional projects or utilities participate

In future years, PHAs may **elect to not participate.** Must wait four (4) years to participate again.





Small Rural Frozen Rolling Base (SR-FRB)

How to Participate

Multiple Utility Providers for One Utility

- More than One bill for same utility, combine all consumption on Form HUD-52722.
- Use the same time frame for all accounts in that utility
- PHAs must ensure that data is correct
- If one bill has fixed consumption, the PHA may only freeze the utility bills that have ACTUAL consumption. Flat rates are not eligible.





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Questions

Send to SRFRB@HUD.GOV

