

# INFRASTRUCTURE INVESTMENT AND JOBS ACT NEW FUNDING INITIATIVES

NATIONAL TELECOMMUNICATIONS AND INFORMATION ADMINISTRATION



## OUTLINE

- **Overview** of IIJA funding
- 2 Broadband Equity, Access & Deployment (BEAD) Program
- 3 Enabling **Middle Mile** Broadband Infrastructure

#### **Digital Equity** programs

- State Digital Equity Planning Grant program
- State Digital Equity Capacity Grant program
- Digital Equity Competitive Grant program
- 5 **Tribal** Connectivity Technical Amendments

## INFRASTRUCTURE ACT\* CREATES ~\$65B IN BROADBAND FUNDING

NTIA will administer ~\$48B of this new funding		FCC to administer ~\$14B
BEAD	DIGITAL EQUITY	<b>\$14.2B</b> Affordable Connectivity
\$42.45B	\$2.75B	Program
Title I - Broadband Equity, Access & Deployment Program	Title III – Digital Equity Act	USDA to administer \$2B
MIDDLE MILE	TRIBAL	<b>\$2.0B</b> Via the Rural Utilities Service
\$1.00B	\$2.00B	Private Activity Bonds \$600M
Title IV - Enabling Middle Mile Broadband Infrastructure	Title II - Tribal Connectivity Technical Amendments	<b>\$600M</b> Authorizes State/local gov'ts to use private activity bonds for rural broadband

\* Infrastructure Investment and Jobs Act, Division F, Pub. L. 117-58 (Nov. 15, 2021) Note: funding amounts inclusive of all administrative set-asides

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## **BEAD (I/III)** | THE "BEAD" PROGRAM WILL PROVIDE ~\$42B FOR INFRASTRUCTURE PLANNING AND IMPLEMENTATION

#### **OVERVIEW**

**Official name:** Broadband Equity, Access and Deployment Program

Funding pool: \$42.45B

**Type of program:** State and Territory formula program

**Program objective**: to close the availability gap, as Congress finds that "access to affordable, reliable, high-speed broadband is essential to full participation in modern life in the United States."

#### **PROGRAM PRIORITIES**

- Unserved locations No access to 25/3 Mbps
- 2 Underserved locations No access to 100/20 Mbps
- 3 Community anchor institutions Without gigabit connections

#### Eligible entity must also prioritize

- Persistent poverty / high-poverty areas
- Speed of proposed network
- Build time
- Demonstrated record on compliance with federal labor & employment laws

#### **OTHER KEY FEATURES**

#### **Quality requirements**

Specific network requirements are included e.g., speeds of at least 100/20 Mbps

#### Matching requirement

Eligible entities must ensure that they or a subgrantee provide at least 25% match (unless waiver granted)

#### Low-cost plan requirement

Required to offer a low-cost plan to eligible subscribers (to be determined by NTIA)

Note: funding amounts inclusive of all administrative set-asides

#### BEAD (II/III) | STATES AND U.S. TERRITORIES ARE ELIGIBLE FOR FUNDING, WITH LEGISLATION SPECIFYING ELIGIBLE ACTIVITIES ELIGIBLE ENTITIES ELIGIBLE COSTS & ACTIVITIES

"Eligible entity" for this program refers to all 50 U.S. States and U.S. Territories (including the District of Columbia, Puerto Rico, the U.S. Virgin Islands, Guam, American Samoa, and the Commonwealth of the Northern Mariana Islands)

**\$100,000,000** shall be allocated to, and divided equally among, the United States Virgin Islands, Guam, American Samoa, and the Commonwealth of the Northern Mariana Islands.

If an eligible entity fails to submit, or fails to gain approval for, a 'covered application' (LOI, initial proposal or final proposal) by the relevant deadline, a **political subdivision, or consortium of political subdivisions** of the entity, may submit a covered application Planning / pre-deployment funds (no more than 5% of min. allocation) up to \$1.25 million for the U.S. Virgin Islands, Guam, American Samoa, and the Commonwealth of the Northern Mariana Islands

- Research & data collection
- Budget development
- Publications, outreach & communication support
- Provision of technical assistance
- Employee training for eligible entity or political subdivision staff
- Establishing capacity in the eligible entity's office responsible for program

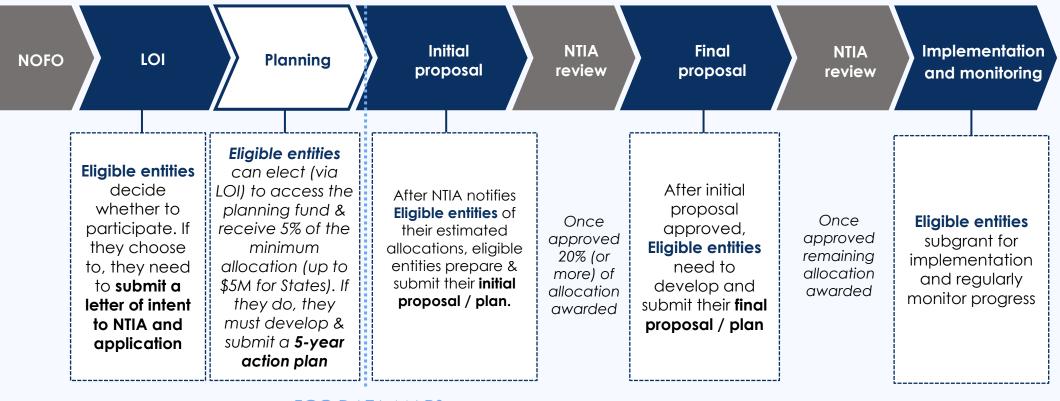
#### Grant / deployment funds

- Unserved & underserved area service projects
- Connecting eligible community anchor institutions
- Data collection, broadband mapping & planning
- Broadband adoption (incl. affordable device provision)
- Installing internet/Wi-Fi infrastructure (or providing reduced cost broadband) in multi-family residential building

#### Eligible entities can use no more than 2% for administrative purposes



## **BEAD (III/III)** | THERE ARE THREE KEY (AND ONE OPTIONAL) STEPS FOR ELIGIBLE ENTITIES TO RECEIVE FUNDING ALLOCATION



FCC DATA MAPS RELEASED

**Key:** Eligible entity activity NTIA activity

Note: funding amounts inclusive of all administrative set-asides

## MIDDLE MILE (I/II) | \$1 BILLION ALLOCATED TO MIDDLE MILE GRANT PROGRAM TO SUPPORT EXPANSION OF NETWORKS

#### **OVERVIEW**

**Official name:** Enabling Middle Mile Broadband Infrastructure

Funding pool: \$1.00B

**Type of program:** Direct competitive grant on technology-neutral basis

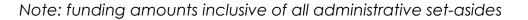
**Program objective**: "Encourage the expansion and extension of middle mile infrastructure to reduce the cost of connecting unserved and underserved areas ... and to promote broadband connection resiliency"

#### **PROGRAM PRIORITIES**

- For eligible entities meeting at least two of five conditions:
- Adopt "fiscally sustainable middle mile strategies"
- Commit to offering non-discriminatory interconnect
- Identify specific, documented and sustainable demand for middle mile interconnect
- □ Identify conditions/resources to speed up project
- Demonstrate benefits to national security interests

#### Eligible entities must also:

- Agree to prioritize connecting to unserved areas, connecting to non-contiguous trust lands, or offering wholesale carrier-neutral service at reasonable rate
- Offer interconnection "in perpetuity ... on reasonable rates and terms"



## MIDDLE MILE (II/II) | LEGISLATIVE LANGUAGE IS BROAD WITH REGARDS TO ELIGIBLE ENTITIES AND ELIGIBLE USES

#### **ELIGIBLE ENTITIES**

#### Can be one or a partnership of multiple:

- State or its political subdivisions
- Tribal government
- Tech company
- Electric utility, utility cooperative or public utility district
- Telecom company or cooperative,
- Nonprofit foundation, corporation, institution, or association
- Regional planning counsel
- Native entity
- Economic development authority

#### **ELIGIBLE COSTS & ACTIVITIES**

Middle mile grants can be used for "the construction, improvement, or acquisition of middle mile infrastructure"

**Middle mile infrastructure** broadly means "any broadband infrastructure that does not connect directly to an end-user location, including an anchor institution," **and includes**:

- Leased dark fiber, interoffice transport, backhaul, carrierneutral internet exchange facilities, carrier-neutral submarine cable landing stations, undersea cables, transport connectivity to data centers, special access transport, and other similar services
- Wired or private wireless broadband infrastructure, including microwave capacity, radio tower access, and other services or infrastructure for a private wireless network, e.g., towers, fiber, and microwave links

## DIGITAL EQUITY (I/V) | THE DIGITAL EQUITY ACT CREATES 3 SEQUENCED PROGRAMS TO PROMOTE DIGITAL INCLUSION

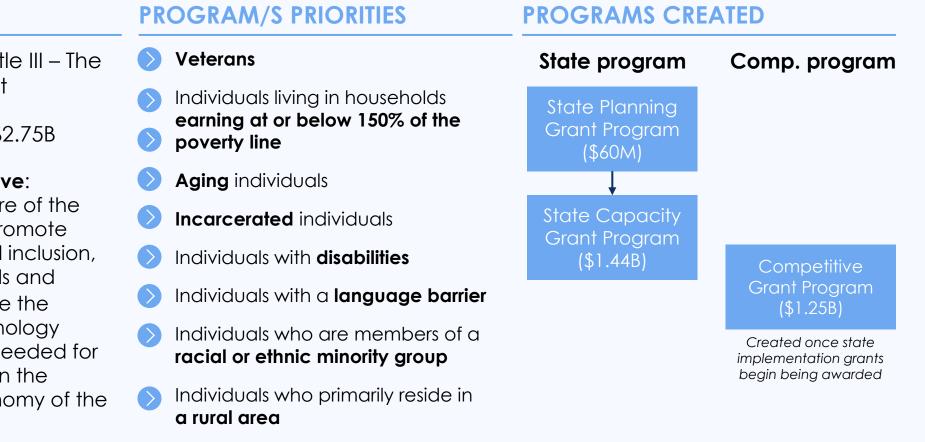
#### **OVERVIEW**

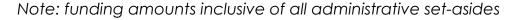
**Official name:** Title III – The Digital Equity Act

Funding pool: \$2.75B

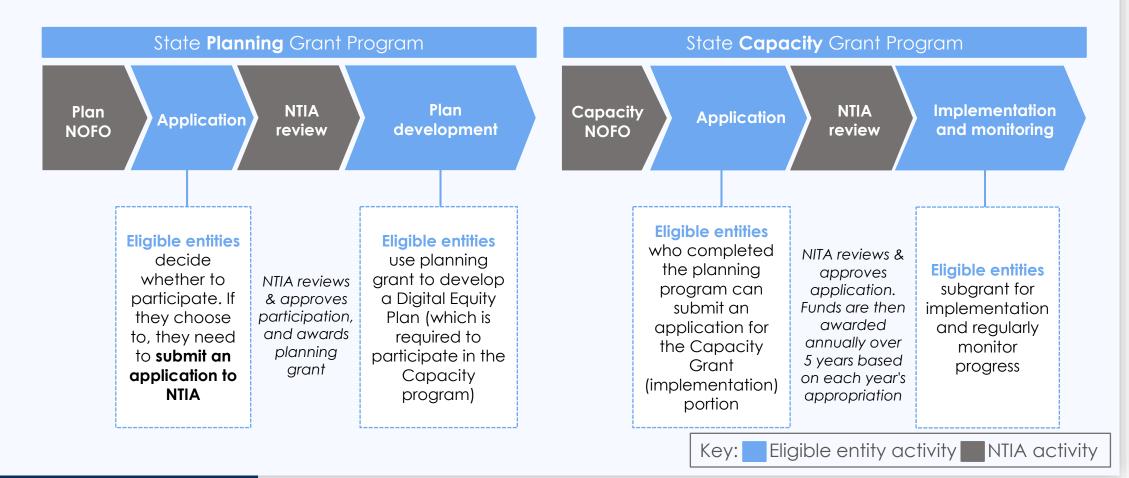
#### Programs' objective:

support the closure of the digital divide & promote equity and digital inclusion, so that "individuals and communities have the information technology capacity that is needed for full participation in the society and economy of the United States."





## DIGITAL EQUITY (II/V) | STATE PROGRAM HAS TWO DISTINCT FUNDING STREAMS - COMPLETING THE FIRST IS KEY FOR SECOND



# DIGITAL EQUITY (III/V) | THE FIRST PROGRAM CREATES \$60M FOR STATE DIGITAL EQUITY PLANNING

#### State Planning Grant Program

#### **OVERVIEW**

#### ELIGIBILITY

**Official name:** State Digital Equity Planning Grants

Funding pool: \$60M

**Type of program:** State and Territory formula program

#### Programs' objective:

Ensure States have the capacity & appropriate plans to achieve digital equity & support digital inclusion **"Eligible entities"** for this program are any U.S. State, the District of Columbia & Puerto Rico. State Governors must appoint an 'administering entity', which can be one, or a partnership of:

- The State, political subdivision, agency, or instrumentality of State
- An Indian Tribe, Alaska Native entity or Native Hawaiian organization located in the State
- A foundation, corporation, institution, association, or coalition that is a not-for-profit, not a school, and is providing services in the State;
- A community anchor institution (not a school) located in the State.
- A local educational agency that is located in the State.
- An entity located in the State that carries out a workforce development program.
- An agency of the State that is responsible for administering or supervising adult education and literacy activities in the State.
- A public or multi-family housing authority that is located in the State.

#### ELIGIBLE COSTS

Grant funds awarded for planning can only be used for the following purposes

- To develop the Stage Digital Equity Plan
- To make subgrants to any eligible entities <u>to assist in</u> <u>the development</u> <u>of the State Digital</u> <u>Equity Plan</u>

Note: funding amounts inclusive of all administrative set-asides

## DIGITAL EQUITY (IV/V) | FOLLOWING PLANNING PROGRAM, STATES CAN APPLY FOR CAPACITY GRANTS TO IMPLEMENT

#### State Capacity Grant Program

The act authorizes \$240M to be appropriated for FY 2022, and \$300M per year for FY 2023 – FY 2026. From these amounts at least 1% would be set aside for grants for territories.

#### **OVERVIEW**

**Official name:** State Digital Equity Capacity Grants

**Funding pool**: \$1.44B

**Type of program:** State and Territory formula program

#### Programs' objective:

To support the implementation of State Digital Equity Plans and digital inclusion activities

#### ELIGIBILITY

Eligibility and administering entity options are **consistent** with the planning program

Note, in order to apply for Capacity Grants, States must have participated in and completed the planning program

#### **ELIGIBLE COSTS & ACTIVITIES**

## Funds awarded under this program can only be used for the following purposes:

- To update or maintain the State's Digital Equity Plan (no more than 20% of amount awarded)
- To implement the State's Digital Equity Plan
- To award sub-grants to 'eligible entities' to assist in implementation of the State's Plan
- To pursue digital inclusion activities in the State consistent with the Plan
- To report back to the State on related activities
- To determine the efficacy of efforts (no more than 5% of awarded funds can be used)
   No more than 3% can be used for administrative purposes

## DIGITAL EQUITY (V/V) | ONCE NTIA BEGINS AWARDING STATE CAPACITY GRANTS, COMPETITIVE PROGRAM WILL BE LAUNCHED

#### Competitive Grant Program

#### **OVERVIEW**

#### ELIGIBILITY

#### **Official name:** Digital Equity Competitive Grant Program

Funding pool: \$1.25B

#### **Type of program:** Competitive grant

#### Programs' objective:

Support efforts to promote digital inclusion, achieve digital equity & improve adoption of broadband

## Any of the following, if they are not serving / have not served, as administering entity under state program

- A political subdivision, agency, or instrumentality of a State, including an agency of a State that is responsible for administering or supervising adult education and literacy activities, or for providing public housing, in State
- Indian Tribe/ Alaska Native entity / Native Hawaiian
  organization
- A foundation, corporation, institution, or association that is a not-for-profit and not a school
- A community anchor institution
- A local educational agency
- Entity that carries out a workforce development program
- A partnership between any of the entities described above, and any additional entities approved by NTIA

#### **ELIGIBLE ACTIVITIES**

## Must support at least one of the following, <u>to</u> <u>benefit covered population/s</u>

- Develop & implement digital inclusion activities
- Facilitate broadband adoption to provide educational and employment opportunities
- Implement training and/or other workforce development programs
- Make equipment, instrumentation, networking capability, hardware and software, or digital network technology available at low/no cost
- Construct, upgrade, expend, or operate new or existing public access computing centers through CAIs

Max 10% for administration; Max Federal share of any project is 90%; Max 10% for evaluation



## **State Broadband Leaders Network**

One-stop shop for resources on state broadband efforts

Active network of state leaders leading state-level broadband efforts

Channel for communication and review of polices between federal agencies and states

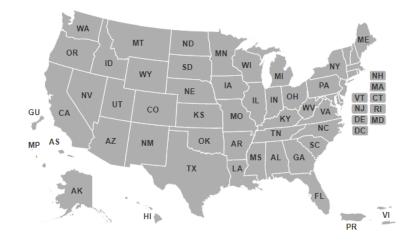
#### State Broadband Leaders Network (SBLN)

The National Telecommunications and Information Administration's (NTIA) BroadbandUSA program convenes and facilitates the State Broadband Leaders Network (SBLN), a community of practitioners who work on state broadband initiatives. SBLN participants share priorities and best practices and discuss emerging telecommunications policy issues. The network also provides a forum to strengthen policy and program connections among states, local jurisdictions and federal agencies.

For more information on the SBLN, consult the SBLN Fact Sheet

#### **State Broadband Programs**

Select 'state' to review State Broadband Programs







## **Consolidated Appropriations Act, 2021 Grant Programs Overview**



#### **Broadband Infrastructure Deployment Grants:**

Grants for covered broadband projects, defined as competitively and technologically neutral projects for the deployment of fixed broadband service in a census block with at least one household or business that does not have access to 25/3: \$288 million.

Application Deadline: August 17, 2021

The Government of Guam Department of Administration was awarded \$12,770,692.18 designed to bring qualifying broadband to 10,000 unserved households.

Infrastructure NOFO Link \*Consolidated Appropriations Act, 2021 15 | NTIA BroadbandUSA



#### **Connecting Minority Communities Pilot Program:**

Grants to eligible recipients in anchor communities for the purchase of broadband internet access service or any eligible equipment, or to hire and train information technology personnel: \$268 million.

Application Deadline: December 1, 2021

#### CMC NOFO Link



#### **Tribal Broadband Connectivity Grants:**

Grants to expand access to and adoption of: (A) broadband service on Tribal land; or (B) remote learning, telework, or telehealth resources during the COVID-19 pandemic: \$980 million.

Application Deadline: September 1, 2021

Tribal NOFO Link

