Bipartisan Infrastructure Law: USDA Broadband Investment in the Territories

Farah Ahmad *Chief of Staff* USDA Rural Development



Broadband Funding across Federal Government

FCC

- Regulator
- Universal Service Fund programs support affordability of service; internet access in areas that are high-cost to serve; internet access in schools and libraries; and internet access for rural health care providers

USDA

- Dedicated to supporting broadband service in rural communities
- Long-standing programs since 1940s, funded by congress every year

NTIA

- Focused on tracking connectivity across the United States
- One-time funds for connectivity projects for states, Tribes, territories; middle mile projects; digital inclusion projects

\$65 Billion in IIJA Broadband Investment

FCC – Regulator, funds universal service programs

• \$14.2 B – Affordable Connectivity Program

USDA – Focused on rural communities, lender

• \$2 B – ReConnect and Rural Broadband Loans

NTIA – Focused on U.S. connectivity

- \$42 B BEAD (funding to states, territories for their own programs)
- \$2 B Tribal Broadband Connectivity
- \$1 B Middle Mile
- \$2 B Digital Equity

IIJA Broadband Investment at USDA

- \$2 Billion to USDA for existing programs at the Rural Utilities Service that fund broadband infrastructure in rural communities:
 - \$74 Million for the Rural Broadband Loan Program
 - \$1.926 Billion for the ReConnect Program

RUS is uniquely dedicated to funding broadband infrastructure in rural areas

IIJA at USDA: ReConnect Program

\$1.926 Billion for the ReConnect Program

- 50% of the Proposed Funding Service Area must be unserved.
- **10% set-aside (\$192.6 Million)** for areas where at least 90% of households do not have sufficient broadband access.
- Waiver of Grant Matching Requirement for Alaska Native Corporations, Tribal Governments, projects serving colonias, and projects serving persistent poverty counties.
- **\$5 Million** in Technical Assistance for the establishment and growth of cooperatives to offer broadband.

USDA ReConnect Program

- **Purpose:** Fund rural broadband infrastructure construction, maintenance, improvement, and expansion of broadband service.
- **Funding Type:** Loans, grants, and loan/grant combinations. Typically, a 25% matching requirement for grants.
- Eligibility:
 - Rural communities of 20,000 or less
 - 90% Proposed Service Area must be unserved
 - Territories are eligible

ReConnect Round 3

Closed March 9 – \$1.15 Billion

- Loans, Loan/Grant Combos, Grants with 25% Match.
- \$350 Million Grant Set-Aside with No Match for Tribes and Socially Vulnerable Communities – This category includes Puerto Rico, Guam, American Samoa, Northern Mariana Islands, Palau, Marshall Islands, Federated States of Micronesia, and the U.S. Virgin Islands.
- Areas without 100/20 Mbps are eligible for funding. 90% of Proposed Service Area must be unserved.
- Priority points for projects that serve Socially Vulnerable Communities, including Territories.

Distance Learning & Telemedicine Grants

- **Purpose:** Equipment to deliver telemedicine service and distance learning curriculums in rural communities with a population of 20,000 people or less.
- Funding Type: Grants with 15% Matching Fund Requirement.
 - Up to 20% of a grant can be used for broadband facilities that support distance learning or telemedicine.
- Eligible entities: Federally recognized Tribes, nonprofits, for-profit businesses, consortia.

Community Connect Grant Program

- Purpose: Construction and expansion of broadband service in rural communities with a population of 20,000 people or less, where broadband service does not currently exist.
 - Must focus on a single community.
 - Must have a community center. Cover the cost of providing broadband service free of charge in critical community facilities for 2 years.
 - Less than 10% of the grant amount or up to \$150,000 may be used for the improvement, expansion, construction or acquisition of the community center.
- Funding Type: Grants with 15% Matching Fund Requirement.
- Eligible entities: Federally recognized Tribes, nonprofits, businesses, coops, etc.

Success Story in Territories

• Island Eye Center receives \$742,547 in DLT grant funds to provide tele ophthalmology in Guam

Images of the retina are taken to diagnose and prevent diabetic retinopathy

• American Samoa Medical Center Authority receives \$677,675 in DLT grant funds to offer telemedicine services to remote patients

Hardware is utilized to create a real-time interaction between doctors and patients, so they may receive proper medical attention

Contact Rural Utilities Service

More information: https://www.usda.gov/reconnect

https://www.usda.gov/broadband

Upcoming Webinars:

https://www.usda.gov/reconnect/events

Contact your General Field Representative (GFR): https://www.rd.usda.gov/contact-us/telecom-gfr

Robert Machado

Robert.Machado@usda.gov Cell Phone: (202) 934-0601 Guam, Federated States of Micronesia, American Samoa, Northern Mariana Islands

Andrew E. Hayes

<u>Andrew.Hayes@usda.gov</u> Cell Phone: (770) 312-7073 Puerto Rico, Virgin Islands



Chris Kanazawa

Rural Development State Director for Hawaii and Western Pacific <u>Chris.Kanazawa@usda.gov</u> Office Phone: (808) 291-2058



USDA is an equal opportunity provider, employer, and lender.