What does this program do?

The ReConnect Program is an innovative new pilot program that offers unique federal financing and funding options in the form of loans, grants, and loan/grant combinations to facilitate broadband deployment in areas of rural America that don't currently have sufficient access to broadband. This pilot program will generate private sector investment to deploy broadband infrastructure to provide high-speed internet e-Connectivity to as many rural premises as possible, including homes, community facilities for healthcare and public safety, schools, libraries, farms, ranches, factories, and other production sites.

Who may apply for this program?

Eligible applicants must be able to supply retail broadband to customers. Applicant types include:

- Cooperatives, non-profits, or mutual associations
- · For-profit corporations or limited liability companies
- States, local governments, or any agency, subdivision, instrumentality, or political subdivision thereof
- A territory or possession of the U.S.
- An Indian tribe (as defined in section 4 of the Indian Self-Determination and Education Assistance Act (25 U.S.C. § 450b))

What is an eligible area?

For a geographic area to be eligible to receive federal funds from the ReConnect program, it must meet two criteria: (1) it must be rural and (2) 90% of households proposed to be served must not have sufficient access to broadband.

- WHAT IS CONSIDERED "RURAL"?
- Service areas shall not be located in a city, town or incorporate area that has a population greater than 20,000 or an urbanized area adjacent to a city or town with a population greater than 50,000 people
- Eligible areas must be completely contained within a rural area or composed of multiple rural areas. Visit the mapping tool at <u>reconnect.usda.gov</u> for additional eligibility information.
- WHAT IS "CURRENTLY INSUFFICIENT SERVICE"?
- At least 90 percent of households in the proposed area must not have sufficient access to broadband service
- For this program, sufficient access is defined as fixed terrestrial broadband service at 10 Mbps (megabits per second) downstream and 1 Mbps upstream
- No part of the proposed area may overlap with the service area of a company that has received a broadband loan from the Rural Utilities Service (RUS) as defined in this Funding Opportunity Announcement (FOA).

How may funds be used?

This program provides funding for:

- The construction, improvement, and acquisition of facilities required to provide service at a minimum of 25 Mbps downstream and 3 Mbps upstream
- An acquisition of an existing system not currently providing sufficient access to broadband, under certain circumstances and with restrictions
- Some pre-application expenses may also be eligible for reimbursement.

How do we apply?

Basic information may be viewed at <u>reconnect.usda.gov</u>. Detailed application guidelines are available at this site, and USDA will accept applications via this portal. The opening date for applications will be announced at a later date.

Where can we find technical assistance?

USDA and its partners will hold technical assistance webinars that will be recorded and available for viewing on demand after their initial broadcast. Six regional in-person workshops will also be held across the country. Webinar and workshop dates and times, and additional technical assistance is available through reconnect.usda.gov. Rural Development's General Field Representatives and State Directors can also assist with general questions.

What kind of funding is available?

The type and amount of award will depend on the type of financing or funding that best fits the applicant's business model, service area, and financial plan. An applicant may submit only one application, for one of the following three options:

Type of Funding Available	Total Funding Available for the Funding Type/ Maximum Award	How USDA Will Select Projects	Application Deadline
Rural Broadband Grant, with applicant supplying a cash contribution equal to 25% of project cost	Total of \$200 million in federal funds available/\$25 million maximum award per project	Competitive review based on criteria, such as the number of rural premises connected by the project and service speed that will be provided, for areas where 100% of households do not have sufficient access to broadband	May 31, 2019
Grant + Loan Combo (50% of award as a grant/50% of award as a loan at Treasury rate of approximately 3.875%)	Total of \$200 million in federal funds available/\$50 million maximum award per project	Competitive review based on criteria, such as the number of rural premises connected by the project and service speed that will be provided, for areas where at least 90% of households do not have sufficient access to broadband	June 21, 2019
Low Interest Rural Broadband Loan (fixed at 2%)	Total of \$200 million in federal funds available/\$50 million maximum award per project	Funds to be awarded on a "first-come- first-served" basis while available for areas where at least 90% of households do not have sufficient access to broadband	July 12, 2019

Why does USDA Rural Development do this?

On March 23, 2018, Congress passed the Consolidated Appropriations Act, 2018 which provided \$600 million in Federal funds for a pilot program for rural broadband loans and grants. This appropriation created the **Rural eConnectivity Pilot Program** (**ReConnect Program**) to build infrastructure for essential internet e-Connectivity services to rural areas without sufficient access to broadband, defined by the new law as 10 Mbps (megabits per second) downstream and 1 Mbps upstream.

http://reconnect.usda.gov http://www.usda.gov/broadband

NOTE: Because citations and other information may be subject to change please always consult the program instructions listed in the Federal Record. You may also contact your General Field Representative for assistance. You will find additional forms, resources, and program information at reconnect.usda.gov. USDA is an equal opportunity provider, employer, and lender.



USDA RURAL DEVELOPMENT – OREGON

TELECOMMUNICATIONS PROGRAMS

USDA Program Administered in OREGON	Purpose What is the program's goal?	Type How does it work?	Eligible Applicants Who may apply?	Eligible Areas What is rural?	Authorized Purposes How may funds be used?	Typical Amount of Assistance	Rates & Terms Subject to change	Key to Success	When to Apply
Community Connect Grants	Provide public access to broadband in otherwise unserved communities	USDA grants	Public bodies, tribes, cooperatives, limited dividend or mutual associations, non-profits, corporations, or other legally organized entities	A single community without broadband outside incorporated or unincorporated cities with a population of more than 20,000	Build broadband infrastructure and establish a community center that offers free public access to broadband for two years	\$100,000 to \$3 million	Grant	Contact USDA prior to submitting application	Announced in the Federal Register and on grants.gov
Distance Learning & Telemedicine (DLT) Grants	Development and deployment of advanced telecommunication services throughout rural America to improve education and healthcare	USDA grants	Municipalities, for- profits, or nonprofit corporations that operate rural schools, libraries, clinics, or other educational or healthcare facilities	Rural areas outside incorporated or unincorporated cities with a population of up to 20,000	Provide end-user equipment and programming that delivers distance learning or telemedicine services to eligible areas	\$50,000 to \$500,000	Grant; a minimum of 15% in matching funds is required	A letter of support from the Rural Development State Director in the state where the project is located is required	Announced in the Federal Register and on grants.gov
Rural Broadband Loans & Loan Guarantees	Broadband service deployment to eligible rural communities	USDA direct loans or loan guarantees	Entities seeking to provide broadband services in rural areas	All areas except towns with a population of more than 20,000 and their contiguous urbanized areas	Finance the construction, improvement, or acquisition of facilities or equipment to provide broadband services in eligible rural communities	Varies by project	Interest rates are established in accordance with 7 CFR 1738	Contact USDA prior to submitting application	Announced in the Federal Register and on grants.gov
Telecommunication Infrastructure Loans & Loan Guarantees	Assist rural communities in obtaining affordable, high-quality telecommunication services	USDA direct loans or loan guarantees	Nonprofit and cooperative associations, public bodies, or other utilities	Rural areas with a population of less than 5,000	Enhance 911 emergency service, digital switching equipment, fiber optic cable, or traditional main system telecommunications service	Varies by project	Interest rates are established in accordance with 7 CFR 1714	Contact USDA prior to submitting application	Year-round

More information on these programs is available online at http://www.rd.usda.gov/or.

These programs are administered by USDA Rural Development's Rural Utilities Service in Washington, D.C. and by regional General Field Representatives.

Contact a program staff member directly:

ELECTRIC General Field Representative	Serving Alaska, California, Hawaii, Idaho, Montana, Nevada, Oregon , and Washington State	Rodney Peach	(509) 309-6923	rodney.peach@usda.gov	
TELECOMMUNICATIONS General Field Representative	Serving Oregon & Washington State	John Holman	(503) 414-3369	john.holman2@usda.gov	