State of Alaska

Bipartisan Infrastructure Law (BIL): Broadband Investments
House Labor & Commerce Committee

Feb 25, 2022



Overview: Broadband Investments in BIL

- BIL contains \$550 billion in "new" above the line spending
- Broadband is 12% or \$65 billion of spending
- 3rd largest category of new spending

\$550 billion by Category

Transportation:	\$2	284	billion
Energy & Power:	\$	73	billion
Broadband:	\$	65	billion
Water:	\$	55	billion
Resiliency:	\$	44	billion
Environmental Remediation:	\$	21	billion
Public Lands:	\$	8	billion

Broadband Investment - \$65 billion

Broadband Infrastructure: \$ 50.8 billion Affordability Provisions: \$ 14.2 billion



Broadband investments flow through 3 federal agencies:

National Telecommunications & Information Agency (NTIA)

\$48.2 billion

- Establish and administer grant programs
- Provide technical guidance
- Oversee/approve state plans

Federal Communications Commission (FCC)

\$14.2 billion

- Develop "Broadband Location Fabric"
- Administer affordability subsidy
- Regulate internet access equity

USDA – Rural Utilities Service

\$2.0 billion

 Distance Learning, Telemedicine, and Broadband Program



Overview: Program Funding

Funding by Agency and Program

NTIA	BEAD (Broadband Equity, Access, and Deployment) Grant Program**	
	Initial State/Territory Allocations (\$100 Mill per state)	\$ 5,300.0
	High-Cost Area Formula Distribution	\$ 4,458.0
	Formula Distribution based on Unserved Locations within US	\$ 32,692.0
NTIA	Middle Mile Infrastructure Grant Program	\$ 1,000.0
NTIA	Digital Equity Grant Program (Digital Equity Act)	
	State Digital Equity Initial Planning Grant (Sec 60304 c3)	\$ 60.0
	State Digital Equity Plan Implementation Grants (Sec 60304 d)	\$ 1,440.0
	Digital Equity Competitive Grant Program (Sec 60305)	\$ 1,250.0
NTIA	Tribal Broadband Connectivity Program (TBCP)	\$ 2,000.0
		\$ 48,200.0
USDA	Rural Utilities Service—Distance Learning, Telemedicine, and Broadband Program	\$ 2,000.0
FCC	Broadband Affordability Provisions (Household Subsidies)	\$ 14,200.0

^{**} SOA Governor's Office Estimates



Establish Broadband Office & Initial Planning: Funding

Initial Funding

\$200,000 existing EDA grant

Mid-Term Funding

- \$5 million federal planning from the NTIA
- 5% of State's minimum \$100 mill BEAD allocation
- Available once NTIA issues Notice of Funding Opportunity (~June) and after State files Letter of Intent

Long-Term Funding

 2% of the total amount the State eventually receives from BEAD program allocation can be used to administer the state's program



Deliverables & Phasing

- 1 NTIA NOFO Issued
 Letter of Intent Filed
 5-Year Action Plan Developed
 - 2 FCC Fabric Published
 Initial Proposal
 Mapping Challenge Process
 - Funding Deployed
 Final Proposal
 Initial Report



BEAD Concludes

Final Report

Potential Impacts on Timeline

NTIA Notice of Funding Opportunity (NOFO)

- Initial pre-planning money is contingent on NTIA issuing NOFO
- Agency has indicated this may be delayed from May 15 until mid-June

FCC Fabric Mapping

- No deployment funding until Fabric is complete
- Availability of Alaska baseline geospatial data
- CostQuest contract challenged
- Provider data collection deadline is September 1
 - Delays of over a year in reviewing collected data are typical (ex. 477s)



Alaska Comments to NTIA's Request for Comment on BEAD

Allow BEAD funding to be used for middle-mile

Assumed to be eligible, but not explicit in IIJA

Provide a small amount of funding for immediate deployment use

Let's not make unserved areas of our state wait years for grants

Take Alaska into account when creating "high-cost" area definition

- 10% of BEAD funding reserved for high-cost areas
- Alaska is an extreme outlier and should be prioritized

A "broadband parity adjustment" should be an eligible use of funds

With significant federal funds coming to Alaska, some could made available for this purpose

Allow BEAD funding to be used for State of Alaska Broadband Assistance Grant Program (DEED)

Broadband Assistance Grants help schools get to 25/3 broadband speeds; BEAD funding could supplement

Unify the BEAD and Digital Equity Act deliverables

 Reduce duplicative work and improve efficiency by combining State planning for NTIA BEAD & Digital Equity Act (DEA) programs

