## 2020 VERMONT COVID-RESPONSE CONNECTIVITY PROGRAMS

PREPARED BY MARIA ROYLE, VERMONT LEGISLATIVE COUNSEL JANUARY 12, 2021

#### **RELEVANT 2020 LEGISLATION**

- Act 137 (H.966; COVID-19 funding and assistance), effective July 2, 2020
  - Coronavirus Relief Fund established by the federal CARES Act
  - \$200+M (of the \$1.25B) for broadband, housing, and economic relief
- Act 154 (H.969; i.e., FY 2021 "big bill"), effective October 2, 2020

# ABC PROGRAM – GENERAL PROVISIONS (SEC. 13 OF ACT 137)

- Accelerated Broadband Connectivity (ABC) Program
- \$17,433,500 appropriation
- Purpose: to rapidly and significantly increase broadband connectivity consistent with <u>CRF parameters</u> in a manner that best serves the <u>State's goal of achieving universal 100/100 Mbps service by 2024</u>
  - Necessary
  - Unbudgeted
  - Incurred during the covered period (March 1, 202 through December 30, 2020)
- <u>5</u> programs and initiatives

### ABC PROGRAM - GENERAL PROVISIONS (CONT'D.)

- Guidelines: significantly increase broadband capacity for distance learning, telehealth, and telework; and attempt to direct funds to economically-challenged households or communities
- 25/3 Mbps; however, when feasible, priority to 100/100 Mbps
- Public database location and capacity of funded infrastructure
- TCAB and CUD notice. Commissioner can override CUD objection, reasons in writing

## ABC PROGRAM - GENERAL PROVISIONS (CONT'D.)

- Advance payments, if necessary for project commencement
- Awards may be retained until incurred and properly documented
- Coordination with stakeholders, including VELCO and FirstNet, to leverage assets
- Monthly reporting to legislative committees
- Confidentiality
- Unexpended funds revert to State on December 20, 2020
- Sunset date of January 1, 2021

# 1. LINE EXTENSION CUSTOMER ASSISTANCE PROGRAM

- Up to \$2M
- <u>Purpose</u>: to provide financial assistance for customer costs ("contributions in aid of construction") associated with line extensions to unserved locations
- Unserved location = no access to 25/3 Mbps
- Per customer cap of \$3K
- Eligible locations must provide data related to remote learning, telehealth, and telework needs
- Health care providers/schools can apply on behalf of patients/students
- Most cost-effective and site-appropriate line extension

## 2. GET VERMONTERS CONNECTED NOW INITIATIVE

- Funds distributed through the existing Connectivity Initiative
- Grants to ISPs
- <u>Purpose</u>: to offset customer costs of FTTP (fiber-to-the-premises) installations, including underground conduit where required, and service drops
- Prioritization for underground conduit projects to low-income households with remote learning, telehealth, and telework needs

# 3. TEMPORARY BROADBAND LIFELINE PROGRAM

- Subsidy program available to the extent administratively feasible within time constraints
- <u>Purpose</u>: to provide subsidies for customer broadband monthly subscriptions to increase adoption rates

## 4. (COVID) CONNECTIVITY INITIATIVE

- Purpose: to distribute CRF funds through the existing State grant program
- For projects that can be completed by December 30, 2020

#### 5. WI-FI DEPLOYMENT

- Up to \$50K \$175K\*
- <u>Purpose</u>: to reimburse DPS and ADS for costs associated with deployment of Wi-Fi hotspots not covered by FEMA
- \* Amendment in Act 154, Sec. B.1104

## CONNECTED COMMUNITY RESILIENCE PROGRAM (SEC. 14)

- \$800K \$2.3M grant program administered by DPS\*
- <u>Purpose</u>: to fund recovery planning efforts of CUDs, particularly with regard to accelerating deployment schedules
- Eligible costs: consultant fees, admin expenses, any other recovery planning costs deemed appropriate by the Commissioner
- Award cap of \$100K \$400K\*

\* Amendments in Act 154, Sec.B.1105.1

### TELECOMMUNICATIONS RECOVERY PLAN (SEC. 15)

- \$500K to DPS
- Retain consultant to assist with plan preparation
- <u>Purpose</u>: Reassess the State's critical connectivity needs in light of the pandemic and to reevaluate deployment objectives going forward
- Due December 20, 2020

• Sec. 16 specifies the next State 10-year Telecom Plan is due June 30, 2021

### TELEHEALTH CONNECTIVITY PROGRAM (SEC. 17)

- \$800K to the Department of Health
- Administered by VPQHC (18 VSA § 9416)
- <u>Purpose</u>: to support equitable access to telehealth services by providing outreach and educational opportunities that improve digital literacy skills of patients and providers; also by providing equipment, particularly in digitally and medically underserved areas, distributed geographically throughout the State
- Prioritization for assistance to vulnerable and high-risk patients
- Funds distributed on a rolling basis
- Sunset December 31, 2020
- Report to legislative committees on or before January 15, 2021

### PEG ACCESS FUNDING AND STUDY (SECS. 18 AND 19)

- \$466,500 to DPS to be disbursed to AMOs
- <u>Purpose</u>: to fund staffing and operational costs incurred due to unbudgeted and unplanned coverage of public meetings and events, and expenditures related to increased production and technical support for live-streaming government and community based organizations
- Study by ACCD-retained consultant
  - (Act 154: Sec. B.1100(9) \$100K; Sec. B.1105, repeals AMO analysis in Telecom Plan)
- <u>Purpose</u>: to review the current business model of PEG TV channels and provide recommendations to ensure the future financial stability and viability
- Due on or before January 15, 2021 (possible extension)

### **UTILITY RATEPAYER ARREARAGES** (SEC. 20)

- \$8M to DPS (VCAAP VT COVID-19 Arrearage Assistance Program)
- <u>Purpose</u>: to simultaneously minimize financial hardship caused by pandemic and mitigate utility rate increases
- Financial support to ratepayers to cover account arrearages of ratepayers likely to face disconnection when PUC moratorium on involuntary disconnections ends
- \*Note: PUC lifted moratorium on October 15, 2020 and reinstated the moratorium on December 22, 2020 to last through March 31, 2021

## IT - ADS CYBERSECURITY (SEC. 21)

- \$2M to ADS
- <u>Purpose</u>: to mitigate cybersecurity risks posed by State employees working from home

## E-911 FUNDING (SEC. 21A)

- \$200K to E-911 Fund
- <u>Purpose</u>: to fund necessary expenses incurred due to unbudgeted and unplanned critical public health and safety activities and services

## ACT 154 – FY 2021 ONE-TIME GF APPROPRIATIONS AND MISC. (SEC.B.1100; SEC.B1105.2)

- \$250K to DPS for State 10-year Telecom Plan
- \$1.5M to DPS for grants to CUDs
  - <u>Purpose</u>: to provide cash equity to secure loans to finance broadband projects, including the 10% of project costs required to securing financing through VEDA's Broadband Expansion Loan Program
  - A CUD may not receive more than \$400K in awards
- Feasibility studies funded through the Broadband Innovation Grant Program must conclude within 12, rather than 6 months