## One Hundred Seventh Legislature - First Session - 2021

## **Introducer's Statement of Intent**

## LB388

**Chairperson: Senator Curt Friesen** 

**Committee: Transportation and Telecommunications** 

Date of Hearing: February 08, 2021

The following constitutes the reasons for this bill and the purposes which are sought to be accomplished thereby:

LB 388 creates the Nebraska Broadband Bridge Act within the Public Service Commission. The Act provides \$20 million in grants annually to increase access to high speed broadband across the state.

Eligible areas to receive the grants are prioritized into three categories; (1) unserved areas that have not been targeted for a project, (2) unserved areas that are receiving federal support for construction that will not be completed within 24 months, and (3) underserved areas that have developed a broadband and digital inclusion plan.

The Act offers a challenge process if a provider has begun construction in the proposed project area at speeds equal to or greater than 100/20 Mbps, or the provider commits to complete construction in the proposed area at speeds equal to or greater than 100/20 Mbps no later than 18 months after the grant awards are made.

Recipients of the grant must provide broadband speeds of 100 Mbps/100 Mbps or greater, matching funds equal to at least 50% of the development costs, and complete the project within 18 months. The Commission may permit one extension of up to six months upon request and for good cause. If the project is not completed within the time frame, a percentage of the grant must be repaid for each month the project is extended.

After completion of a project, recipients will be required to conduct a speed test as determined by the Public Service Commission. If the broadband network does not provide scalable speeds of 100/100 Mbps, the grant recipient must pay back the grant.

| Principal Introducer: |                      |
|-----------------------|----------------------|
| •                     | Senator Curt Friesen |