LEGISLATURE OF NEBRASKA ONE HUNDRED EIGHTH LEGISLATURE

FIRST SESSION

## **LEGISLATIVE BILL 359**

Introduced by Hughes, 24. Read first time January 12, 2023 Committee: Transportation and Telecommunications
A BILL FOR AN ACT relating to the Nebraska Broadband Bridge Act; to amend
section 86-1304, Revised Statutes Cumulative Supplement, 2022; to
change provisions relating to application deadlines; and to repeal
the original section.

5 Be it enacted by the people of the State of Nebraska,

Section 1. Section 86-1304, Revised Statutes Cumulative Supplement,
 2022, is amended to read:

3 86-1304 (1)(a) A provider, a cooperative, a political subdivision, or an Indian tribe may apply to the commission for a grant on forms 4 provided by the commission. The grant shall only be used for development 5 costs for a qualifying project. The application shall indicate the 6 project area. The applicant shall provide matching funds equal to fifty 7 percent of the total development costs of the project if located outside 8 9 a high-cost area, or twenty-five percent of the total development costs of the project if located inside a high-cost area, as such areas are 10 determined by the commission. The matching funds requirement in this 11 subdivision shall not apply to any portion of a grant comprised of 12 federal funds. In order to qualify, the project is required to provide 13 broadband Internet service scalable to one hundred megabits per second 14 for downloading and one hundred megabits per second for uploading, or 15 16 greater. The commission shall establish deadlines for applications and publish notice of the deadlines on the commission's website Applications 17 shall be submitted on or before July 1 for each fiscal year. 18

(b) An application from a political subdivision or an Indian tribeshall be made as part of a public-private partnership with a provider.

(2)(a) As part of the application, the applicant shall agree to complete the project within eighteen months after the date the grant is awarded. The commission may permit extensions upon request and for good cause shown.

(b) If a grant recipient fails to complete the project by the agreed or extended deadline, as the case may be, the recipient shall repay the grant as provided in this subdivision. If no extension is permitted, ten percent of the grant shall be repaid for each month that the project is not complete after the eighteen-month period, up to one hundred percent of the grant. If an extension is permitted, twenty percent of the grant shall be repaid for each month that the project is not complete after the

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1 extension period, up to one hundred percent of the grant.

2 (3)(a) As part of the application, the applicant shall agree to 3 submit the broadband network completed as a result of the grant to speed 4 tests as determined by the commission. The grant recipient shall conduct 5 the speed tests and submit the results to the commission. The speed tests 6 shall be conducted for one week using a random sample of locations of 7 consumers who subscribe to the network completed as a result of the 8 grant.

9 (b) If the broadband network does not provide service at the speeds required pursuant to subdivision (1)(a) of this section according to the 10 speed tests under subdivision (3)(a) of this section, the grant recipient 11 shall be allowed a reasonable time to address the speed deficiencies and 12 conduct a second set of speed tests as described in subdivision (3)(a) of 13 this section. If the broadband network does not provide service at the 14 speeds required pursuant to subdivision (1)(a) of this section according 15 to the second set of speed tests, the grant recipient shall repay the 16 17 grant.

Sec. 2. Original section 86-1304, Revised Statutes Cumulative Supplement, 2022, is repealed.