

**SENATE
STATE OF MINNESOTA
NINETY-FIRST SESSION**

S.F. No. 1507

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DATE
02/21/2019

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Introduction and first reading
Referred to Agriculture, Rural Development, and Housing Policy

OFFICIAL STATUS

1.1 A bill for an act

1.2 relating to telecommunications; establishing an unserved areas broadband

1.3 development pilot program; appropriating money.

1.4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MINNESOTA:

1.5 Section 1. **UNSERVED AREAS BROADBAND DEVELOPMENT PILOT**

1.6 **PROGRAM.**

1.7 Subdivision 1. Definitions. (a) For the purposes of this section, the following terms have

1.8 the meanings given them.

1.9 (b) "Broadband" or "broadband service" has the meaning given in Minnesota Statutes,

1.10 section 116J.39, subdivision 1, paragraph (b).

1.11 (c) "Broadband infrastructure" has the meaning given in Minnesota Statutes, section

1.12 116J.394, paragraph (c).

1.13 (d) "Satellite broadband equipment" means a satellite dish or modem installed at a

1.14 broadband user's location to receive broadband service from a satellite broadband provider.

1.15 (e) "Commissioner" means the commissioner of employment and economic development.

1.16 (f) "Unserved area" has the meaning given in Minnesota Statutes, section 116J.394,

1.17 paragraph (i).

1.18 Subd. 2. Establishment. A pilot program is established under the Department of

1.19 Employment and Economic Development to award grants to eligible applicants to promote

1.20 access to broadband service in unserved areas of Minnesota.

2.1 Subd. 3. **Eligible expenditures.** Grants under this section may be awarded to cover costs
2.2 related to supporting broadband service, including premise equipment. Grant awards under
2.3 this section are limited to \$300 per household.

2.4 Subd. 4. **Eligibility.** To be eligible for grant awards, applicants must provide broadband
2.5 service that supports speeds of at least 25 megabits per second download and three megabits
2.6 per second upload.

2.7 Subd. 5. **Application process.** (a) An eligible applicant must submit a grant application
2.8 to the commissioner, on a form prescribed by the commissioner.

2.9 (b) The commissioner is responsible for (1) receiving and reviewing grant applications,
2.10 and (2) awarding grants under this section.

2.11 Subd. 6. **Application contents.** An applicant for a grant under this section must provide
2.12 the following information on the application:

2.13 (1) the location of the project;

2.14 (2) the kind and amount of broadband infrastructure or satellite broadband equipment
2.15 to be purchased for the project;

2.16 (3) evidence regarding the unserved nature of the community where the project is located;

2.17 (4) the number of households receiving access to broadband service as a result of the
2.18 project;

2.19 (5) the total cost of the project; and

2.20 (6) any additional information requested by the commissioner.

2.21 Subd. 7. **Report.** By February 15, 2020, the Office of Broadband Development must
2.22 report on the pilot program to the chairs and ranking minority members of the senate and
2.23 house of representatives committees with jurisdiction over broadband development. The
2.24 report must include:

2.25 (1) a list of all grant applications received;

2.26 (2) the total grant amounts requested; and

2.27 (3) the total number of households served by the awarded grants.

3.1 Sec. 2. **UNSERVED AREAS BROADBAND DEVELOPMENT PILOT PROGRAM;**
3.2 **APPROPRIATION.**

3.3 \$..... in fiscal year 2020 is appropriated from the general fund to the commissioner of
3.4 employment and economic development for deposit in the border-to-border broadband fund
3.5 account under Minnesota Statutes, section 116J.396, to award grants for broadband
3.6 development in unserved areas as provided under section 1.