

# Rural Digital Opportunity Fund

California Public Utilities Commission – Information Sheet

https://www.cpuc.ca.gov/communications/federalfunding/

#### What

Up to approximately \$1.6 billion<sup>1</sup> in federal subsidies is available to build broadband internet infrastructure in California through an FCC reverse auction (lowest bidder with best service wins). California service providers must propose low-latency (preferably fiber) projects to maximize the benefits for the state.<sup>2</sup>

- California has the largest number of eligible locations in the country (475,671).
- Eligible households and small businesses located in 4,587 census block groups where no provider offers service at 25 megabits per second (Mbps) download and 3 Mbps upload.

#### Goal

To maximize federal money available to the state by mobilizing local governments and service providers to create projects and bid for locations in the upcoming Phase I reverse auction.

#### **Timing**

The FCC's Phase I Reverse Auction is proposed to begin October 29, 2020. The FCC plans to award up to \$16.4 billion in Phase 1 and \$4 billion in Phase II the following May. The auction is nationwide, which means states will **compete** for the money.

- The FCC is expected to finalize bidding procedures on June 9, 2020.
- Providers must submit their intent to bid during the July 1-15 window using the FCC's Short Form process.
- Winners must be Eligible Telecommunications Carriers (ETCs) or become ETCs shortly after the auction to receive funding. The CPUC adopted an expedited ETC process for RDOF bidders in Resolution <u>T-17693</u>.

#### **Next Steps**

- May-June 2020 Reconcile CASF and RDOF timelines to meet statutory requirements and maximize federal dollars available to the state.
- June-October 2020 Outreach and mobilization, technical assistance, and local government consultation.
- July 1-15 2020 Short Form Filing due to FCC
- October 29, 2020 (planned) Phase I Reverse Auction

<sup>&</sup>lt;sup>1</sup> CostQuest Feb 2020 estimate: subsidies to winners distributed in equal amounts over 10 years.

<sup>&</sup>lt;sup>2</sup> California missed the opportunity to have \$150 Million in Connect America Fund Phase II money based on similar rules because there were no bidders in multiple areas.

## Background

## Key CPUC Filings in the FCC RDOF docket (WC 19-126)

- September 20, 2019 Comments
- October 21, 2019 Reply Comments
- President Batjer January 22, 2020 Letter to FCC
- March 27, 2020 Comments
- Robert Osborn May 18, 2020 Letter to FCC

## Proposed RDOF (Auction 904) Timeline

Phase I auction (Auction 904) bidding is expected to start October 29, 2020 (on May 19, the FCC proposed moving the start date of Auction 904 back a week; the FCC is expected to adopt the May 19 draft order at their June 9 meeting).

The FCC's proposed Auction 904 Dates and Deadlines are:

| Auction Application Tutorial Available (via Internet)      | By June 15, 2020             |
|--|------------------------------|
|  | 4                            |
| Short-Form Application (FCC Form 183) Filing Window Opens  | July 1, 2020; 12:00 noon EDT |
| Short-Form Application (FCC Form 183) Filing Window Closes | July 15, 2020; 6:00 p.m. EDT |
| Auction Bidding Tutorial Available (via Internet)          | By October 14, 2020          |
| Mock Auction Begins  | October 26, 2020             |
| Auction Begins   | October 29, 2020             |

### **Key RDOF Info**

CPUC page on federal funding and RDOF

https://www.cpuc.ca.gov/communications/federalfunding/

CPUC California RDOF eligibility map (Internet Explorer results may vary) <a href="https://www.broadbandmap.ca.gov/federalfunding/">https://www.broadbandmap.ca.gov/federalfunding/</a>

Phase I auction (Auction 904) https://www.fcc.gov/auction/904