

Rural Broadband Task Force

February 4, 2020

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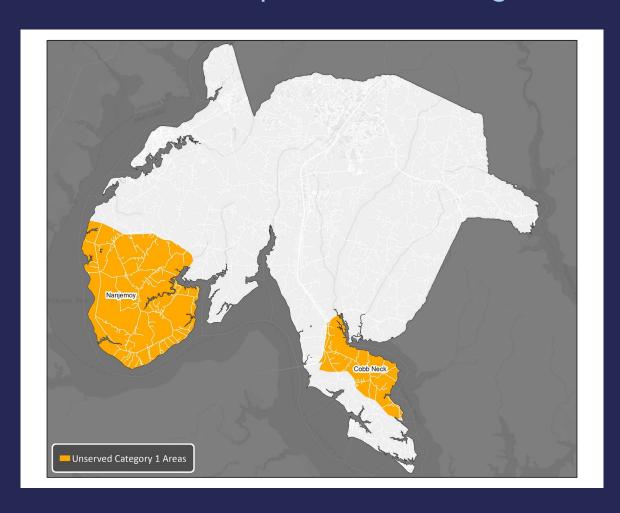
Updates

- Received formal correspondence from SMECO in response to the County's letter from December 20, 2019.
 - SMECO is still "running various financial, market, and feasibility analyses" via their consultant.
 - ▶ Therefore, it is not viable to partner with SMECO as an ISP at this time.
 - SMECO is still participating on the Rural Broadband Task Force and is actively engaged.
- Received draft of the final Broadband Feasibility Study from CTC.
 - ► The report has been reviewed and accepted by the Rural Broadband Task Force.
 - Our consultant is here today to present their final recommendations.

Three Categories of Unserved Locations Identified in Charles County

- Category 1: Contiguous areas where no infrastructure exists capable of delivering broadband
- ► Category 2: Isolated pockets and roads that don't have broadband infrastructure that are located within otherwise-served areas
- Category 3: Locations at the end of long setbacks/driveways requiring customers to contribute to the cost of installation of the "service drop"
 - ► Federal & state governments do **not** consider Category 3 to be "unserved" and do not make grants for this category.

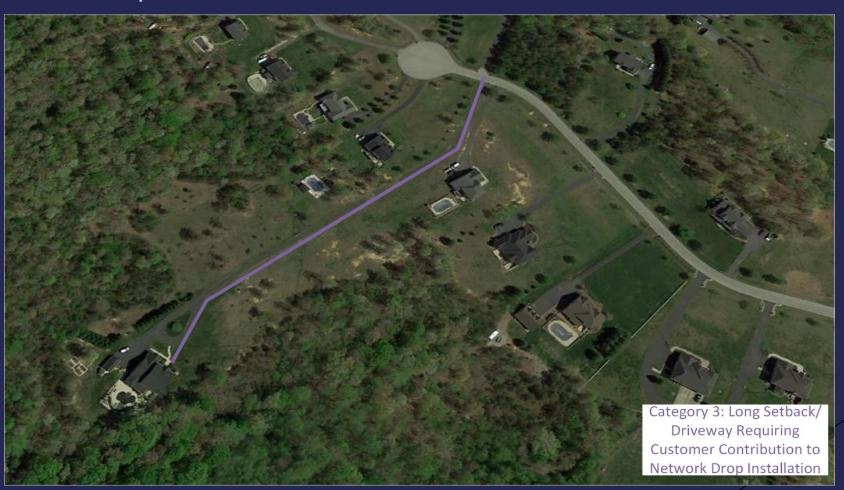
Category 1: Contiguous areas of the County where no infrastructure exists capable of delivering broadband



Category 2: Isolated pockets and roads that don't have broadband infrastructure that are located within otherwise-served areas of the County



Category 3: Locations at the end of long setbacks/driveways requiring customers to contribute to the cost of installation of the "service drop"



Category Comparisons

	Description	Estimated Unserved Homes & Businesses
1	Contiguous geographic areas	Approximately 2,300
2	Addresses on isolated roads / unserved pockets	Approximately 1,000
3	Addresses with long driveways (not considered "unserved" by state and federal definition)	Approximately 1,500

Recommendations to Address Each Category

- ▶ Recommendation 1: Multi-year strategy of state & federal grant support to private partner to service contiguous areas (Category 1).
- ▶ **Recommendation 2:** Encourage Comcast, Verizon and/or other ISP to apply for state & federal funds to fill in isolated roads within their service areas (Category 2).
- ▶ Recommendation 3: Long-term strategy to fill gaps in areas where grant funding is not available (Category 3).

Recommendation 1: Work with private partner to address Category 1

- CTC recommends partnership with ThinkBig Networks.
 - Identified by CTC as lowest risk of potential private partners
 - Small but experienced company
 - Strong management team
 - Track record as ISP in Kent County and Baltimore City
- Collaboration between Charles County and ThinkBig to apply for state grant in February.
 - ThinkBig to apply for funds with County support
 - ► ThinkBig will own & operate network, reducing County risk
 - ► CTC recommends County negotiate for access to fiber
- This effort will be the first step in a multi-year strategy to secure state (and potentially federal) funds to build infrastructure in Category 1 areas.

Recommendation 2: Encourage Comcast, Verizon & other ISPs to apply for state & federal funds to address Category 2

- Comcast & Verizon are uniquely positioned to address isolated roads/pockets because they have infrastructure in surrounding areas.
- ► Their current interest is unclear, but both companies have applied for public funds in other areas for similar efforts.
 - Verizon bid for FCC funds for isolated MD areas (2018)
 - Comcast applied for Virginia state grant funds (2019)
- Charles County can work with both companies and other providers and encourage efforts.
 - ► FCC rural broadband funds to be auctioned in mid-2020
 - State grant funds for these purposes to be made available (likely in 2021)

Recommendation 3: Long-term strategy to address Category 3

- ► Federal & state governments do not consider locations where the cost of building the "service drop" on a long driveway is unaffordable as "unserved."
 - ► Therefore, grant funds are not available for this use.
- In the long-term, this gap would have to be filled by the County and residents where feasible.

Next Steps / Discussion

- Evaluate CTC's recommendations.
- Finalize the CTC Broadband Strategic Plan Report.
- Support ThinkBig in applying for the State of Maryland Grant due February 21, 2020.
- Continue to pursue all options for all three unserved categories.
- ANY QUESTIONS / COMMENTS



Charles County Government

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About Charles County Government

The mission of Charles County Government is to provide our citizens the highest quality service possible in a timely, efficient and courteous manner. To achieve this goal, our government must be operated in an open and accessible atmosphere, be based on comprehensive long- and short-term planning and have an appropriate managerial organization tempered by fiscal responsibility. We support and encourage efforts to grow a diverse workplace. Charles County is a place where all people thrive and businesses grow and prosper; where the preservation of our heritage and environment is paramount; where government services to its citizens are provided at the highest level of excellence; and where the quality of life is the best in the nation.

It is the policy of Charles County to provide equal employment opportunity to all persons regardless of race, color, sex, age, national origin, religious or political affiliation or opinion, disability, marital status, sexual orientation, genetic information, gender identity or expression, or any other status protected by law.