2019 SUPPORTING STATEMENT OMB Docket No. 0572-0130

7 CFR Part 1738 Rural Broadband Access Loans and Loan Guarantees

A. Justification

1. Explain the circumstances that make the collection of information necessary.

The Rural Utilities Service (RUS), is authorized by Title VI, Rural Broadband Access, of the Rural Electrification Act of 1936, as amended (RE Act), to provide loans and loan guarantees to fund the cost of construction, improvement, or acquisition of facilities and equipment for the provision of broadband service in eligible rural areas in the States and Territories of the United States. 7 CFR part 1738 prescribes the types of loans available, facilities financed, and eligible applicants, as well as minimum equity requirements to be considered for a loan. In addition, 7 CFR part 1738 outlines the process through which RUS will consider applicants under the priority consideration required in Title VI.

The term of the loan is based on the expected composite economic life based on the depreciation rates of the facilities financed. The term of the loan can be as high as 35 years. These loans are secured by a first lien on the borrower's broadband system. In the interest of protecting loan security and accomplishing the statutory objective of a sound program of rural broadband service access, Title VI of the RE Act further requires that RUS make or guarantee a loan only if there is reasonable assurance that the loan, together with all outstanding loans and obligations of the borrower, will be repaid in full within the time agreed.

2. <u>Indicate how, by whom, and for what purpose the information is to be used. Except for a new collection, indicate the actual use the Agency has made of the information received from the current collection.</u>

The Rural Broadband Access Loan and Loan Guarantee Program Application Guide

The Guide provides applicants with needed information, definitions and details for completing and submitting an application. The guide can be found on the agency web site: https://www.rd.usda.gov/programs-services/rural-broadband-access-loan-and-loan-guarantee. Eligible entities may be either a nonprofit or for-profit organization and must take one of the following forms: corporation; limited liability company (LLC); cooperative or mutual organization; Indian tribe or tribal organization as defined in 25 U.S.C. 450b; or State or local government, including any agency, subdivision or instrumentality thereof. Individuals or partnerships are not eligible entities.

The collection of information described in this supporting statement is necessary for RUS to determine an applicant's eligibility to borrow under the terms of the RE Act and that the applicant complies with statutory, regulatory, and administrative eligibility requirements for loan

assistance. This information is also used by RUS to determine that the Government's security for loans are reasonably adequate and that the loans will be repaid within the time agreed.

7 CFR 1738 requires that applicants submit an application using the RD Apply online application intake system. Applications must contain those items set forth in the Application Guide and the regulation.

The information in the application will be used to determine: applicant eligibility, availability of broadband service for priority consideration, technical and economic feasibility of the proposed project (that the funds requested are adequate to complete the project taking into consideration any additional funding provided by the applicant and that the loan can be repaid within the allowable time frame), and applicant compliance with certain Federal regulations and requirements. Applicants are required to submit the following:

RD Apply (https://www.rd.usda.gov/programs-services/rd-apply), "Rural Broadband Access Loan and Loan Guarantee online application intake system."

Applications are submitted by loan applicants when requesting a loan from RUS. RD Apply is used by staff (1) as formal notification of an applicant's desire to obtain financing from RUS and (2) in determining the preliminary eligibility of an applicant. RD Apply also includes the necessary certification and notification requirements of OMB Circular A-129 regarding Federal debt delinquency. The information collected in RD Apply is as follows:

- CONGRESSIONAL DISTRICTS (formally RUS Form 532 Schedule A)
 Schedule A shall contain information on the congressional districts.
 This information shall include both the districts where the applicant's headquarters are located and the ones that cover the service territory proposed by the project.
- EXECUTIVE SUMMARY (formally RUS Form 532 Schedule B)
 The executive summary should be a brief description of the proposed project. It should state the reason why the system is needed and the qualifications of the applicant that demonstrate the ability to construct and operate a broadband system. It should also state the number and names of the rural areas to be served, the proposed type of broadband system that will be deployed and the overall cost of the broadband system.

• <u>LEGAL OPINION & PROPERTY SCHEDULE – (formally RUS Form 532 Schedules C-1 and C-2)</u>

A. Legal Opinion – A legal opinion shall be prepared in accordance with the sample format as shown in the appendix of the Application Guide. B. Real Property Schedule shall include the legal descriptions of all the real property owned by the applicant. It should be categorized into real property, leased-property, easements, and rights-of-way.

• <u>CORPORATE STRUCTURE – (formally RUS Form 532 Schedules D-1 through D-6)</u>

A. Articles of Incorporation or Organization – A certified copy of the Articles of Incorporation or Organization of the applicant should be included.

- B. By-laws or Operating Agreement Attach a copy. If the applicant is a Limited Liability Company (LLC), the applicant must submit either LLC agreement for all members of the applicant's LLC or an opinion of counsel which certifies that the applicants agreement does not conflict with any of the LLC agreements of the applicant's members.
- C. Board of Directors or Managing Members include a list of the board members and a brief biography to highlight their experience within the industry and community.
- D. Management Experience and Compensation include information on the key personnel who will manage the company and the project as outlined in the RUS Bulletin 1738-1, Application Guide.
- D. Organizational Chart include an organizational chart showing the key personnel who manage or will manage the company and/or this project and the number of employees in each division or department managed by those personnel.
- E. Parent and Subsidiaries include an organizational chart illustrating all the other entities (parent/subsidiaries) that are affiliated with the applicant and clearly indicate the relationships between these entities and the applicant. An accompanying narrative should briefly indicate any services the affiliate will be providing to the applicant.
- BOARD RESOLUTION (formally RUS Form 532 Schedule E)
 A Board of Directors' resolution or other document authorizing the funding request should be included.

SERVICE AREA MAPS AND DEMOGRAPHIC DATA

Applicants must use the RUS mapping tool to to designate and submit maps of their service area and provide additional demographic data about those service areas.

• <u>SERVICE AREAS – NEW OR EXISTING; FUNDED OR NON-FUNDED –</u> (formally RUS Form 532 Schedule G)

This tab must be completed for all existing and new service areas. The service areas should be listed by four categories:

- O New or existing
- o Funded or Non-Funded

For each service area, the name of the County and the respective State; the area's population; the number of Households (HH) in the area; and the number of Businesses (Bus) in the area should be indicated.

• <u>COMPLIANCE CERTIFICATES – (formally RUS Form 532 Schedules H-1 through H-6)</u>

These forms need to be certified by the applicant to ensure compliance with Federal statutes and regulations.

- A. Equal Opportunity and Nondiscrimination Certification <u>— (formally RUS</u> <u>Form 532</u> (Schedule H-1)
- B. Certification Regarding Architectural Barriers <u>– (formally RUS Form 532</u> Schedule H-2)
- C. Uniform Relocation Assistance and Real Property Acquisition Policies Act of 1970 Certification <u>— (formally RUS Form 532 Schedule H-3)</u>
- D. Certification Regarding Debarment, Suspension, and other Responsibility Matters Primary Covered Transactions <u>– (formally RUS</u> Form 532 Schedule H-4)
- E Certification Regarding Lobbying for Contracts, Grants, Loans, and Cooperative Agreements <u>— (formally RUS Form 532</u> Schedule H-5)
 F. Certification Regarding Flood Hazard Area Precautions <u>— (formally RUS Form 532</u> Schedule H-6)
- OUTSTANDING FEDERAL DEBT (formally RUS Form 532 Schedule I)
 List all outstanding Federal Debt, and attach a copy of the loan documents.

• EQUITY – (formally RUS Form 532 Schedule J-1 and J-2)

RUS requires that as a condition to financing that an applicant have equity in an amount equal to 10 percent of the request loan amount at the time of application. If an applicant's balance sheet does not demonstrate the required equity, include an investor's unconditional legal commitment to cover the shortfall by providing additional equity. This will include a letter from the investor indicating the investor's commitment, the timing for providing the investment, the amount of the investment, and all terms and conditions associated with the investment.

This should indicate all the appropriate categories that will be used to satisfy the credit support requirement. For each category that is used, the dollar amount for that category should be indicated. In addition, if the applicant is an existing telecommunications company, if the

company has had a positive cash flow from operations for the previous two calendar years preceding the date of the application this should be indicated.

• RESEARCH DATA AND MARKET ANALYSIS – (formally RUS Form 532 Schedules K-1 and K-2)

Market research is critical in determining the interest and demands of the targeted rural areas for the services offered. This research provides the applicant with knowledge of market potential, and knowledge of the needs/demands of the potential customer base. But most important market research supports feasibility studies and strategic planning goals. A market survey, satisfactory to RUS, shall be conducted by the applicant in each service area where the applicant proposes to provide broadband service. The market survey will collect data from potential subscribers (both residential and business) on the service offerings and the respective rates to determine the levels of interest in the services and rate plans to be offered by the applicant. The surveys must be conducted within 6 months of the submission of the application to RUS. Surveys can be conducted through direct-mail; telephone; door-to-door interviews; and town hall meetings. The survey questionnaire used for conducting the market survey should, at a minimum, capture the following information:

- 1. Ownership of computers and Internet usage (including time online);
- 2. Existing service provider, types of service provided; rate plans (both price and transmission rate), satisfaction with current provider;
- 3. Proposed services offered by applicant, the respective rate plans (including any one-time fees), and the timeline for providing those services;
- 4. Incentive/introductory packages offered by the applicant;
- 5. Interest in switching service providers and reasons for switching (price, service level, customer service/local presence); and
- 6. Economic and social demographics including age, income level, and family/household members.
- 7. Type of broadband services desired by the customer.

O Research Data – (formally RUS Form 532 Schedule K-1)

Shall contain the methodology for conducting the market survey and the tabulated results for each service area, and a copy of the questionnaire used in the market survey. The results shall include:

- 1. Total number of surveys sent;
- 2. Total number of respondents;
- 3. Number and percent of responses to each question; and
- 4. Cross-tabulations for income levels, computer ownership, Internet usage.

Shall contain an analysis of the research data. The applicant will draw conclusions regarding projected subscriber levels across the different service levels/rates for each service area for each year of the financial forecast. The results will clearly differentiate business subscribers from residential subscribers. The results will be based on the tabulated data from the market survey, as well as other market data gathered with respect to existing and potential competition, and demographics of each service are. The results shall be for each service area taking into account each service area's individual circumstances and shall be based on the number of households/businesses in each service area and not the population of the service area. The applicant must clearly explain the methodology behind the

final subscriber projections. Subscriber projections based on population numbers and national/state statistics are not

acceptable on their own. Projections must be supported from the

• COMPETITIVE ANALYSIS – (formally RUS Form 532 Schedules L-1 and L-2)

research data provided in this section.

The applicant must submit a competitive market analysis for each proposed service area. Shall contain a list of all existing service providers and all resellers competing in the applicant's proposed service area. Also, information on each competitor's service offerings and pricing, the area that is being covered and a description of the quality of services being provided.

Shall be a narrative that describes the applicant's strategic approach for how it intends to successfully compete against existing service providers. The analysis should compare the applicant's offering with their competition's and describe how the applicant will successfully win new customers, including those of its competitors.

FINANCIAL POSITION – (formally RUS Form 532 Schedules M-1 through M-6)
RUS will approve a loan only if, in RUS's sole judgment, the loan will be
repaid according to its terms and within the time agreed upon. It is the
applicant's responsibility to provide RUS with sufficient financial
information and supporting justification to determine that the loan will
be feasible and adequately secured. Long-term forecast analysis
should be based on knowledge of the external and internal factors that
affect a company's operations. Historical financial statements and the

projections should be prepared by a financial consultant, accountant or individual familiar with preparing these types of financial statements and supporting schedules. The applicant must submit evidence of the preparer's qualifications.

A. Historical Financial Statements <u>— (formally RUS Form 532 Schedule M-1)</u> Financial statements of the applicant for the last three (3) years, or for as long as the applicant has been in business if less than three (3) years, must be provided. The financial statements must include the balance sheet, income statement and statement of cash flow as well as any accountant's letter and the notes to the financial statements. Audited financial statements are preferred

B. Schedule of Debt and Equity Funding <u>— (formally RUS Form 532</u> Schedule M-2)

Applicants must provide Debt and Equity Funding information, along with supporting documentation, to provide detail for all existing long-term liabilities, loans, and capital leases. It also documents new non-RUS funding sources that will be needed to fund the Broadband Loan project, working capital, and any other capital projects planned during the forecast period.

C. Subscriber Projection and Service Tiers <u>— (formally RUS Form 532</u> Schedule M-3A, B, and C)

Applicants must submit subscriber projections for each and every service area proposed for the Broadband Loan project.

Subscriber projections must be broken down by service area, service offering (IP Data, Video, or Voice), service type, tier, pricing, and year. The subscriber projections must be supported by the results obtained from the market survey and analysis. It is the applicant's responsibility to clearly demonstrate how the market survey results support all subscriber projections, tiers, and pricing.

D. Pro Forma 5-Year Financial Forecast <u>– (formally RUS Form 532 Schedule M-4A)</u>

Applicants are required to submit a complete financial model of the pro forma five year forecast period

E. Pro Forma Financial Assumptions <u>— (formally RUS Form 532 Schedule M-4B)</u>

Applicants are required to submit a detailed written narrative that documents the various pro forma financial assumptions used to prepare the Pro Forma 5-Year Financial Forecast.

Every category in the pro forma financial statements must be explained with clear details so that RUS may review and understand the basis for the financial projections. The assumptions must allow an RUS financial analyst to re-create the pro forma financial

statements. If the financial forecast is not fully supported by a detailed narrative for every category, it may affect the final decision on the application.

- F. Additional Cash <u>— (formally RUS Form 532 Schedule M-5)</u>
 Applicants should conduct analysis to identify cash shortfalls and provide the resources to cover those amounts.
 G. Depreciation Schedule <u>— (formally RUS Form 532 Schedule M-6)</u>
 A depreciation schedule should include all categories of depreciable equipment and facilities that are proposed for purchase through Broadband Loan Project funds only.
- <u>NETWORK DESIGN</u> (formally RUS Form 532 Schedules N-1 through N-2)
 The Network Design of the application shall include all the technical information on the applicant's existing and proposed systems.

 Applicant shall provide a Network Design Certification in accordance with the Application Guide.
- NETWORK DIAGRAMS (formally RUS Form 532 Schedules O-1 and O-2)
 Existing and proposed network diagrams shall be included in the application and provide the level of detail found in the Application Guide.
- PROJECT COSTS AND BUILDOUT TIMELINE (formally RUS Form 532 Schedule P)

Provide detailed information on the project capital investment, including detailed project costs, build-out timeline, and project milestones.

ENVIRONMENTAL REPORT – (formally RUS Form 532 Schedule Q) RUS is responsible for implementing the requirements of the National Environmental Policy Act of 1969 (NEPA), as amended; the Council on Environmental Quality Regulations for Implementing the Procedural Provisions of NEPA and certain related Federal environmental laws, statutes, regulations, and Executive Orders (EO) that apply to RUS programs. The policies and procedures set forth in 7 CFR Part 1970, Environmental Policies and Procedures, assist RUS with making decisions that are based on an understanding of environmental consequences, and taking action that protects, restores and enhances the environment. Applicants are responsible for ensuring that proposed actions are in compliance with all appropriate RUS requirements. Therefore, applicants must prepare an environmental report in accordance with 7 CFR Part 1970, for any facilities that will be constructed with broadband loan funds. A copy of 7 CFR Part 1970 can be retrieved from RUS's web site:

https://www.rd.usda.gov/publications/regulations-guidelines/regulations/utilities/

<u>LICENSES AND AGREEMENTS – (formally RUS Form 532 Schedule R)</u>
 Applicants must provide the information for all applicable licenses and agreements and provide supporting documentation.

Public Notice Survey – The agency will post a public notice filing at http://broadbandsearch.sc.egov.usda.gov/. Incumbent service providers in the area may respond to the public notice filing by providing a public notice response. The filer must provide specific information and provide mapping of their service territory as required by 7 CFR 1738.204(b). The agency estimates that on average 3 public notice filings will be submitted per application received.

Preparation and Execution of Loan Documents – Applicants whose applications are chosen for funding will be required to execute loan documents with the agency.

Post loan construction and advance requirements and procedures are cleared in Docket 0572-0059, Telecommunications System Construction Policies and Procedures.

3. Describe whether, and to what extent, the collection of information involves the use of automated, electronic, mechanical, or other technological collection techniques or other forms of information technology, e.g. permitting electronic submission of responses, and the basis for the decision for adopting this means of collection.

RUS is committed to meeting the requirements of the E-Government Act, which requires Government agencies in general to provide the public the option of submitting information or transacting business electronically to the maximum extent possible. The Agency requires the use of the RD Apply Online Application Intake System for submitting requests for financial assistance to provide increased opportunities for citizens to access federal government program information and services.

4. <u>Describe efforts to identify duplication.</u> Show specifically why any similar information already available cannot be used or modified for use for the purposes described in Item 2 above.

Each application will be for a new project and new purpose, therefore information to determine economic and technical feasibility and broadband availability will be unique and will not be duplicated. Where an existing borrower requests a new loan, certain organizational information, maintained in RUS files, will not need to be resubmitted, as listed in the application guide.

5. <u>If the collection of information impacts small businesses or other small entities (item 5 of OMB Form 83-I), describe any methods used to minimize burden.</u>

The Agency believes it has minimized the burden on both large and small entities and that the required information is the least amount needed to determine applicant eligibility and project feasibility. It is estimated that 100 percent of the 18 respondents qualify as small businesses.

6. Describe the consequences to Federal program or policy activities if the collection is not conducted or conducted less frequently, as well as any technical or legal obstacles to reducing burden.

The required information is submitted at the time of application and is necessary in order for RUS to make a prudent loan decision; therefore, this information cannot be submitted less frequently.

- 7. Explain any special circumstances that would cause an information collection to be conducted in a manner:
 - a. Requiring respondents to report information more than quarterly.

There are no such requirements.

b. Requiring written responses in less than 30 days.

There are no such requirements.

c. Requiring more than an original and two copies.

There are no such requirements.

d. Requiring respondents to retain records for more than 3 years.

Records will be maintained until the loan fund advance has been audited by RUS in accordance with 7 CFR Part 1767, which is generally less than a 3-year period.

e. That is not designed to produce valid and reliable results that can be generalized to the universe of study.

This information collection does not involve statistical information.

f. Requiring use of statistical sampling which has not been reviewed and approved by OMB.

This information collection does not involve statistical sampling.

g. Requiring a pledge of confidentiality.

There is no such requirement.

h. Requiring submission of proprietary trade secrets.

There is no such requirement.

8. If applicable, identify the date and page number of publication in the Federal Register of the agency's notice soliciting comments on the information collection. Summarize public comments received and describe actions taken by the agency in response to these comments. Describe efforts to consult with persons outside the Agency to obtain their views on the availability of data, frequency of collection, the clarity of instructions and recordkeeping, disclosure, reporting format (if any), and on data elements to be recorded, disclosed, or reported.

In accordance with the Paperwork Reduction Act of 1995, a 60-day notice for public comment was published in the *Federal Register* on August 22, 2018 at **83 FR 4246**. No public comments were received regarding the burden collection.

Additionally, RUS has reached out to the following individuals to obtain their views on the availability of data, frequency of collection, the clarity of instructions and recordkeeping, etc:

Joel O. Williams Regional V.P. Mid States Consultants

Mark Pflum Telecom Engineer RVW, Inc.

Anthony Due General Manager Northeast Oklahoma Electric Cooperative

All three generally agreed that the estimate was reasonable for an average sized project considering the effort required to gather and input the required data. They further indicated that the Environmental Review and OSP Design are activities which contribute significantly to the Engineering time required to complete the information collection.

In addition to contacting the individuals listed above, the Agency periodically reviews procedures to determine if any paperwork requirements can be eliminated without lessening the Government's security of the Agency's loans portfolio. Agency staffs, including General Field Representatives (GFRs), Field Accountants (FAs) and headquarters staff often discuss

paperwork requirement issues with our borrowers, national trade organizations, and supplemental lenders at various meetings, conferences, etc. RUS GFRs and FAs have direct personal contact with borrowers in connection with their responsibilities in fulfillment of RD requirements, including filling out the Form 675.

Suggestions and comments are always considered by the Agency, and RUS remains committed to pursuing further reductions in both the burdens placed upon our borrowers/customers and the total volume of regulations imposed.

9. Explain any decision to provide any payment or gift to respondents, other than reenumeration of contractors or grantees.

No such decision has been made.

10. <u>Describe any assurance of confidentiality provided to respondents and the basis for the assurance in statute, regulation, or Agency policy.</u>

No assurances have been made. Information submitted to RUS by borrowers and applicants is covered by the provisions of the Freedom of Information Act (5 U.S.C. 552).

11. <u>Provide additional justification for any question of a sensitive nature, such as sexual behavior or attitudes, religious beliefs, and other matters that are commonly considered private.</u>

There are no questions of this nature.

12. Provide estimates of the hour burden of the collection of information.

Please reference the separate spreadsheet for a breakdown of the official, approved burden of each individual form's burden hours that is accounted for in this collection package.

 Estimate for annualized costs to respondents for the hour burden for collections of information, identifying and using appropriate wage rate categories.

RUS estimates a cost of \$488,805.98 for respondents to comply with this regulation. The cost is based on an annual average of 18 organizations filing loan applications, 3 responses per Public Notice Filed for each applicant, and 1 loan being awarded. The estimated cost per respondent is \$27,155.89. Organizations use engineering, clerical, financial, and legal personnel to complete these applications and documentation. The wage rates for the wage categories were selected from the Department of Labor, Bureau of Labor Statistics, May 2017. The link is http://www.bls.gov/oes/current/oes_nat.htm. Benefit costs were added to DOL Wages for

private trade, transportation, and utilities industry workers to be 31.7% of total hourly compensation. (Please reference https://www.bls.gov/news.Release/pdf/ecec.pdf). These Department of Labor, Bureau of Labor Statistics, Standard Occupational Classification wage rates were considered in the cost estimates as:

Hourly Wage /(1 - Benefits as percentage of total compensation) = Total hourly compensation

Task item	Item Time	Engineer	Finance	Legal	Clerical
Application	400 hours	45%	25%	10%	20%
PNF Response	1.5 hours	30%	30%	15%	25%
Loan Documents	24 hours	0%	20%	60%	20%

DOL Classification	Role Title	Hourly Wage	Benefits as % of total compensation	Total Hourly compensation
17-2070	Engineering	\$49.31	31.70%	\$72.20
13-2051	Financial	\$47.80	31.70%	\$69.99
23-1011	Legal	\$68.22	31.70%	\$99.88
43-5061	Clerical	\$23.57	31.70%	\$34.51

The estimate for annualized costs to respondents for the hour burden for collections of information is summarized as follows:

			Cost per Hour	
	Hrs. Per Response	Total		Total Cost
		Hours		
18 applicants	400hrs per	7,200	\$66.87	\$481,498.68
	application			
54 public notice	1.5hrs per filing	81.00	\$64.29	\$5,367.41
filings				
1 loan recipients	24hrs per loan	24.00	\$80.83	\$1,939.89
-	document			

Estimated Total costs to respondents	\$488,805.98
Estimated cost per respondent	\$27,155.89

13. <u>Provide an estimate of the total annual cost burden to respondents or recordkeepers resulting from the collection of information.</u>

(a) Total capital and start-up cost component (annualized over its expected useful life); and

There are no capital or start-up costs involved with this collection.

(b) Total operation and maintenance and purchase of services component.

There are no operation and maintenance, or purchase of services costs involved with this collection.

14. Provide estimates of annualized cost to the Federal Government.

The cost to the Federal Government is estimated as follows:

Initial engineering review: (81 hours X18 applications X \$44.28) + 36.25% benefits =	\$
87,963.33	
Initial financial review: (80 hours X 18 applications X \$44.28) + 36.25% benefits =	\$
86,877.36	
Initial recommendation: $(1.5 \text{ hours } X 18 \text{ applications } X 54.91) + 36.25\% \text{ benefits} =$	\$
2,020.00	
Engineering analysis: (240 hours X 1 applications X \$44.28) + 36.25% benefits =	\$
14,479.56	
Financial analysis: (240 hours X 1 applications X \$44.28) + 36.25% benefits =	\$
14,479.56	
Loan closing-Analyst: (2 hours X 1 applications X \$44.28) + 36.25% benefits =	\$
120.66	
Loan closing-Attorney: (1 hour X 1 applications X \$54.91) + 36.25% benefits =	\$
74.83	
Clerical assistance: (2 hours X 18 applications X \$22.03) + 36.25% benefits =	\$
<u>1,080.57</u>	

Total estimated cost to the Federal Government is: \$207,095.87

The salary of \$44.28 per hour is based on the base rate of a D.C. area – engineer or loan specialist (GS 12 -5) in FY 2018.

The salary of \$54.91 per hour is based on the base rate of a D.C. area – branch chief or attorney (GS 14 - 1) in FY 2018.

The salary of \$22.03 per hour is based on the base rate of a D.C. area – administrative assistant (GS 7 - 1) in FY 2018.

15. Explain the reasons for any program changes or adjustments reported in items 13 or 14 of the OMB Form 83-1.

The number of estimated respondents increased from 5 respondents in the previous collection to 18 respondents for this collection. The increase in respondents also increased the annual burden hours from 2,094.50 in the previous collection to 7,305 for this collection. On January 3, 2014, the Agriculture Act of 2014 (Farm Bill) was enacted to provide for the reform and continuation of agricultural and other programs of the Department of Agriculture through fiscal year 2018, and for other purposes. Included in the Farm Bill were significant changes to the Rural Broadband Access Loans and Loan Guarantees Program (Broadband Program). These changes required that the Agency amend the program regulation and legal documents, make major enhancements to its IT systems and initiate a study on providing effective data for the National Broadband Map. The previous collection totals were an estimate associated with the 60-day notice embedded in the interim rule published in the Federal Register on Thursday, July 30, 2015 at 80 FR 45399. This collection updates the number of received applications and annual burden hours since the previous collection cycle.

16. For collection of information whose results will be published, outline plans for tabulation and publication.

There are no plans for publication.

17. If seeking approval to not display the expiration date for OMB approval of the information collection, explain the reasons that display would be inappropriate.

The agency is not seeking such approval.

18. Explain each exception to the certification statement identified in item 19 on OMB 83-1.

There are no exceptions.

B. Collection of Information Employing Statistical Methods.

This collection does not involve statistical methods.