119TH CONGRESS 1ST SESSION

H.R. 2399

AN ACT

To require the Federal Communications Commission to establish a vetting process for prospective applicants for high-cost universal service program funding.

- 1 Be it enacted by the Senate and House of Representa-
- ${\it 2\ tives\ of\ the\ United\ States\ of\ America\ in\ Congress\ assembled},$

1 SECTION 1. SHORT TITLE.

2	This Act may be cited as the "Rural Broadband Pro-
3	tection Act of 2025".
4	SEC. 2. VETTING PROCESS FOR PROSPECTIVE HIGH-COST
5	UNIVERSAL SERVICE FUND APPLICANTS.
6	Section 254 of the Communications Act of 1934 (47
7	U.S.C. 254) is amended by adding at the end the fol-
8	lowing:
9	"(m) Vetting of High-Cost Fund Recipients.—
10	"(1) Definitions.—In this subsection—
11	"(A) the term 'covered funding' means any
12	new offer of high-cost universal service program
13	funding, including funding provided through a
14	reverse competitive bidding mechanism provided
15	under this section, for the deployment of a
16	broadband-capable network and the provision of
17	supported services over the network; and
18	"(B) the term 'new covered funding award'
19	means an award of covered funding that is
20	made based on an application submitted to the
21	Commission on or after the date on which rules
22	are promulgated under paragraph (2).
23	"(2) Commission Rulemaking.—Not later
24	than 180 days after the date of enactment of this
25	subsection, the Commission shall initiate a rule-
26	making proceeding to establish a vetting process for

applicants for, and other recipients of, a new covered
funding award.

"(3) Contents.—

"(A) IN GENERAL.—In promulgating rules under paragraph (2), the Commission shall provide that, consistent with principles of technology neutrality, the Commission will only award covered funding to applicants that can demonstrate that they meet the qualifications in subparagraph (B).

"(B) Qualifications described.—An applicant for a new covered funding award shall include in the initial application a proposal containing sufficient detail and documentation for the Commission to ascertain that the applicant possesses the technical, financial, and operational capabilities, and has a reasonable business plan, to deploy the proposed network and deliver services with the relevant performance characteristics and requirements defined by the Commission and as pledged by the applicant.

"(C) EVALUATION OF PROPOSAL.—The Commission shall evaluate a proposal described in subparagraph (B) against—

1	"(i) reasonable and well-established
2	technical, financial, and operational stand-
3	ards, including the technical standards
4	adopted by the Commission in orders of
5	the Commission relating to Establishing
6	the Digital Opportunity Data Collection
7	(WC Docket No. 19–195) (or orders of the
8	Commission relating to modernizing any
9	successor collection) for purposes of enti-
10	ties that must report broadband avail-
11	ability coverage; and
12	"(ii) the applicant's history of com-

"(ii) the applicant's history of complying with requirements in the Commission and other government broadband deployment funding programs.

"(D) PENALTIES FOR PRE-AUTHORIZATION DEFAULTS.—In adopting rules for any new covered funding award, the Commission shall set a penalty for pre-authorization defaults of at least \$9,000 per violation and may not limit the base forfeiture to an amount less than 30 percent of the applicant's total support, unless the Com-

- 1 mission demonstrates the need for lower pen-
- 2 alties in a particular instance.".

Passed the House of Representatives April 28, 2025. Attest:

Clerk.

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