



Reporting Requirements

USDA RUS ReConnect Program



Rural Development



Albert Chang, Ph.D.

Chief
Post-Loan Servicing
Financial Operations Branch
Portfolio Management and
Risk Assessment Division

Financial Requirements



Financial Requirements

For 100% Loans:

- At least two of the three requirements on the Financial Requirements Commencement Date, as specified in Schedule 1 hereto, until the Loan is repaid in full:
 - a minimum TIER requirement of 1.2;
 - a minimum DSCR requirement of 1.2; and
 - a minimum Current Ratio of 1.2
- Tangible equity to Total Assets must be at least 20 percent at the end of the calendar year starting in the third year and ending in the fifth year of the award
- Positive cash flow from operations at the end of the fifth year of the award
- Positive ending cash balance as reflected on the cash flow statement for each year of the forecast period

Financial Requirements (Continued)

For Loan and Grant Combinations:

- Same less tangible equity requirement in paragraph (b)

For 100% Grants:

- The Awardee shall maintain a positive ending cash balance as reflected on the cash flow statement for each year in which grant funds are expended



Reporting Requirements



Reporting Requirements (For All Awards)

Quarterly Reporting:

- Due 30 days after each quarter in the calendar year
- Submit the following information through RUS's online reporting system:
 - (i) Balance sheets, income statements, and statements of cash flow
 - (ii) Summaries of the rate packages
 - (iii) Number of customers taking broadband service on a per community basis
 - (iv) Completion of status of the build-out



Reporting Requirements (Continued)

Annual Report:

- Due 30 days after the end of each calendar year
- Submit updated service area maps through RUS's online mapping tool, showing the areas where construction has been completed and geospatial location of residences and businesses that are receiving new broadband service until the entire proposed service area can receive the broadband service



Reporting Requirements (Continued)

Project Completion Report:

- Due 90 days after the expiration or termination of the Award or expenditure of all Award funds. The report shall address:
 - i. A comparison of actual accomplishments to the objectives set forth in the Application
 - ii. A description of problems, delays, or adverse conditions that occurred which affected the attainment of overall Project objectives
 - iii. A comparison of how funds were spent against the original general budget in the Application
 - iv. A final buildout map on the RUS mapping tool indicating that all construction has been completed as proposed in the Application
- Failure to properly report, given the extreme national interest in understanding where federal dollars are going, may result in the suspension of advances





United States
Department of
Agriculture

Rural Development