### THE SACRAMENTO BEE sacbee.com

## **Business**

Business

Comments (1) | TRecommend (0) | Print

# California gains stimulus funds for broadband Internet

ShareThis Buzz up!

By Mark Glover mglover@sacbee.com

Published: Thursday, Oct. 8, 2009 - 12:00 am | Page 9B

Last Modified: Thursday, Oct. 8, 2009 - 8:27 am

California will receive some of the first federal stimulus money to close the so-called digital divide, but it's angling for much more.

On Monday, the U.S. Department of Commerce's National Telecommunications and Information Administration awarded the first four grants under its State Broadband Data and Development Grant Program.

#### More on sacbee.com

powered by Lingospot



AP Poll: Health care overhaul has a pulse
RICARDO ALONSO-ZALDIVAR and TREVOR TOMPSON, 1 day, 10 hours ago



Matsui arranges forum on health-care changes Bobby Caina Calvan, 1 day, 15 hours ago



Matsui announces health care forum - Latest News - sacbee. com Bobby Caina Calvan, 2 days, 4 hours ago

The California Public Utilities Commission landed about \$1.8 million to collect and verify the availability, speed and location of broadband Internet service across the state, plus \$500,000 for broadband planning costs over four years.

Indiana, North Carolina, and Vermont also received grants totaling about \$4.5 million under the program.

Sunne Wright McPeak, president and CEO of the California Emerging Technology Fund, a nonprofit group underwritten by four merged phone companies to oversee one effort to expand the use of broadband, said Tuesday that California's award is a good start but that the state is hoping to receive as much as \$1 billion in additional stimulus money to expand broadband service statewide.

"We hope it's going to happen over time," she said. "This particular pot of money was processed separately, but there's much more yet to be awarded."

The competition among states for the big money is enormous. McPeak said there are \$28 billion in applications from states, nonprofit groups and others for an available \$4 billion.

To complicate things further, several federal agencies are involved in the process. McPeak said the first round of larger awards likely won't be announced until late November or early December.

One of the key considerations in the process will be what constitutes a rural area, and how best to bring broadband service to those regions.

That issue also was emphasized in a report released Monday by Valley Vision, the nonprofit Sacramento-based think tank. The three-month Regional Broadband Scoping Study investigated ways to improve digital access in the six-county Sacramento region.

The study said regional businesses, particularly in **health** care, stand to benefit from high-speed, digital access, but current assets are "underutilized and there is no cohesive strategy to improve the status quo."

Valley Vision's study noted that "broadband is the education backbone for the region, critical to bridging the digital divide

for both parents and children, and to foster economic development. Yet many rural school districts lack broadband access and availability ... "

The federal stimulus money for expanded broadband service is a byproduct of a key Obama administration goal: getting more Americans hooked up to high-speed Internet.

California's situation is typical of the nation. About 96 percent of California households have access to a high-speed Internet connection, but 45 percent of residents don't have broadband connections in their homes because of geography, disabilities, a lack of English skills or poverty.

Most of the state's 4 percent lacking broadband service are in less-populated rural regions that aren't financially attractive enough to lure big companies.

McPeak pointed to studies showing that the faster the Internet connection, the more people will use it. She said it's unacceptable that almost half the residents of a state with California's reputation for embracing cutting-edge technology are not hooked up to broadband.

ShareThis Buzz up!

Call The Bee's Mark Glover, (916) 321-1184.

Topic Tags powered by Lingospot

#### **Related Topics**

California Public Utilities Commission Health Care
North Carolina Seed Money Sex
Education Taxi Drivers Vermont

#### **Popular Topics**

Arnold Schwarzenegger Columbus Day Jerry
Brown MC Hammer Meg Whitman Paul
Westphal Tom Campbell

Hide comments on sacbee.com

#### **About Comments**

Reader comments on Sacbee.com are the opinions of the writer, not The Sacramento Bee. If you see an objectionable comment, click the "report abuse" button below it. We will delete comments containing inappropriate links, obscenities, hate speech, and personal attacks. Flagrant or repeat violators will be banned. See more about comments here.

#### What You Should Know About Comments on Sacbee.com

Sacbee.com is happy to provide a forum for reader interaction, discussion, feedback and reaction to our stories. However, we reserve the right to delete inappropriate comments or ban users who can't play nice. (See our full terms of service here.)

Here are some rules of the road:

- Keep your comments civil. Don't insult one another or the subjects of our articles. If you think a comment violates our guidelines click the "report abuse" button to notify the moderators. Responding to the comment will only encourage bad behavior.
- Don't use profanities, vulgarities or hate speech. This is a general interest news site. Sometimes, there are children present. Don't say anything in a way you wouldn't want your own child to hear.
- Do not attack other users; focus your comments on issues, not individuals.
- Stay on topic. Only post comments relevant to the article at hand. If you want to discuss an issue with a specific user, click on his profile name and send him a direct message.
- Do not copy and paste outside material into the comment box.

- Don't repeat the same comment over and over. We heard you the first time.
- Do not use the commenting system for advertising. That's spam and it isn't allowed.
- Don't use all capital letters. That's akin to yelling and not appreciated by the audience.

You should also know that The Sacramento Bee does not screen comments before they are posted. You are more likely to see inappropriate comments before our staff does, so we ask that you click the "report abuse" button to submit those comments for moderator review. You also may notify us via email at feedback@sacbee.com. Note the headline on which the comment is made and tell us the profile name of the user who made the comment. Remember, comment moderation is subjective. You may find some material objectionable that we won't and vice versa.

If you submit a comment, the user name of your account will appear along with it. Users cannot remove their own comments once they have submitted them, but you may ask our staff to retract one of your comments by sending an email to feedback@sacbee.com. Again, make sure you note the headline on which the comment is made and tell us your profile name.

You must be logged in to leave a comment. Login   Register					POWERED BY 😭 Pluck	
Submit						
Comment: 🗐 1	Showing:	Newest first				



#### MichaelLandon wrote on 10/08/2009 06:30:14 AM:

"McPeak pointed to studies showing that the faster the Internet connection, the more people will use it. She said it's unacceptable that almost half the residents of a state with California's reputation for embracing cutting-edge technology are not hooked up to broadband. " How many of these folks even hav a computer? Will the taxpayers be buying computers for the "underserved" next?

Recommend (0)

More comments on this story: 1

**Need Affordable Health Care?** 

Get Affordable Health Insurance Quotes
Online - Plans from
USInsuranceOnline.com

Scores
Free 3-b
FreeCred

Free 2009 Credit Report and All 3 Scores

Free 3-bureau Credit Report FreeCreditReportsInstantly.com

Super Cheap Home Insurance

Get Discount Homeowners Insurance Online – Rates from \$20 Discount-Home-Insurance.org

Ads by Yahoo!