



## BEAD Payment Schedule

**Draw 1: 10% of project total** upon approval of the budget, compliance documentation, and submission of the engineering design certified by a professional engineer.

**Draw 2: 25% of project total** upon completion of at least 25% of the project build. In the case of an LEO capacity subgrantee, upon the subscription rate reaching at least 25%.

**Draw 3: 10% of project total** upon completion of at least 35% of the project build. In the case of an LEO capacity subgrantee, upon the subscription rate reaching at least 35%.

**Draw 4: 25% of project total** upon completion of at least 60% of the project build. In the case of an LEO capacity subgrantee, upon the subscription rate reaching at least 60%.

**Draw 5: 10% of project total** upon completion of at least 75% of the project build. In the case of an LEO capacity subgrantee, upon the subscription rate reaching at least 75%.

**Draw 6: 20% of project total** upon 100% project completion, including submission of all required completion documentation and successful performance testing.

Other considerations with this payment structure include:

### Special Award Conditions

- DOM may impose special award conditions for each milestone dependent on the risk of the subrecipient identified in the risk assessment including, but not limited to certification by a professional engineer or additional financial documentation.

### Draw Frequency and Flexibility

- Grantees are permitted up to two draws per year, spaced at a maximum of six months apart.
- Grantees may opt for fewer draws if project milestones are achieved faster than anticipated.
- In the case of an LEO capacity subgrant, four years following execution of the grant agreement, 100% of the award will be paid upon subgrantee certification that it can initiate broadband service within 10 business days of a request to every covered ESL in the project area, regardless of subscription rate.
- Accelerated progress will not result in penalties or delays in reimbursement.

### Project Milestones Based on Certified Percentage Completion

- Each draw (excluding the initial draw) is contingent upon the grantee reaching specified project milestones, defined as percentages of the total project build completed.
- In the case of an LEO capacity subgrant, each draw (excluding the initial draw) is contingent upon the grantee reaching specified project milestones, defined as number of subscribers. Progress must be documented, affirming that the subscription rate is accurate.