

Exhibit B: Source of Funds Schedule

CNMI Broadband Equity, Access, and Deployment (BEAD) Program Subgrant Agreement between CNMI BPD and [Subgrantee Name]

Field	Detail
Project Name/Identifier	[Unique Name or Identifier from Exhibit A]
Subgrantee	[Full Legal Name of Subgrantee]
BPD Subgrant Award Identifier	[BPD Assigned ID]
Agreement Effective Date	[Date]

1. Total Project Budget Summary

This table outlines the overall funding for the project, which constitutes a deployment project covering BEAD-eligible locations within a designated Project Funding Area (PFA).

Funding Category	Amount	Source / Reference / Notes
Total Estimated Project Cost	[\$[Amount]]	(Sum of Federal BEAD + Non-Federal Match)
Federal BEAD Grant Funds (Subaward)	[\$[Amount]]	Funds allocated under the Infrastructure Investment and Jobs Act (IIJA).
Required Non-Federal Matching Funds	[\$[Amount]]	Minimum 25% of Total Estimated Project Cost.
Match Percentage	[Percent]%	

Important Note: The **Match Percentage must be at least 25%** of the Total Estimated Project Cost, as required by the Agreement and the CNMI BEAD Initial Proposal. Although the CNMI is designated as a high-cost area (where a match waiver may apply), the **CNMI BPD anticipates no subgrant award with less than a 25% match** to maximize project reach and achieve universal service. This requirement is subject only to a specific waiver approved in writing by NTIA and BPD.

2. Detailed Source(s) of Non-Federal Matching Funds

The Subgrantee commits to providing the matching funds listed below. The CNMI BPD's strategy emphasizes securing non-federal match **exclusively from subrecipients, often through in-kind contributions**. Documentation for each source is required per Agreement Section 6.03(d).

(List each source separately)

- **Matching Source 1:**
 - Source Name / Entity: [e.g., Subgrantee Name]
 - Source Type¹: [e.g., Subgrantee Cash or Subgrantee Approved In-Kind]
 - Cash Amount: \$[Amount]
 - In-Kind Fair Market Value²: \$[Amount, e.g., \$0.00]
 - Total Contribution: \$[Amount]
 - Verification Method³: [e.g., Bank Statement, Commitment Letter]
 - Status⁴: [e.g., Committed]
- **Matching Source 2:**
 - Source Name / Entity: [e.g., Utility Company Name]
 - Source Type¹: [e.g., Utility Company Funds or Eligible Federal Funds]
 - Cash Amount: \$[Amount]
 - In-Kind Fair Market Value²: \$[Amount, e.g., \$0.00]
 - Total Contribution: \$[Amount]
 - Verification Method³: [e.g., Executed Grant Agreement]
 - Status⁴: [e.g., Committed]
- *[Add additional sources as needed]*
- **Total Matching Funds Summary:**
 - Total Cash Match Provided: \$[Sum of all cash amounts]
 - Total In-Kind Match Provided: \$[Sum of all in-kind values]
 - **Grand Total Match Contribution:** \$[Total Match Amount from Section 1]

Notes for Matching Funds Section:

¹ **Source Type Examples:** Subgrantee Cash, Subgrantee Approved In-Kind, Local Government Funds, Utility Company Funds, Cooperative Funds, Non-Profit/Philanthropic Grant. **Eligible Federal Funds** that may be used as match include those from a federal regional commission or authority, the Families First Coronavirus Response Act, the CARES Act, the Consolidated Appropriations Act, 2021, or the American Rescue Plan Act of 2021 (ARPA). **Funds from other Federal programs, including Universal Service Fund (USF) programs, are generally ineligible as match.**

² **In-Kind Value:** Must be an allowable project cost, valued per **2 C.F.R. § 200.306**. In-kind contributions must be necessary and reasonable to accomplish project objectives. In the broadband context, allowable in-kind contributions could include access to rights-of-way, pole

attachments, conduits, easements, or use of other types of infrastructure. The valuation method requires **prior written BPD approval** (Agreement Section 6.03(c)).

³ **Verification Examples:** Bank statements, signed commitment letters, grant/loan agreements, approved valuation reports for in-kind items, timesheets for valued labor.

⁴ **Status Examples:** Committed, Received. Match must be **reported proportional to each milestone met, unit built, or project complete** (depending on the fixed amount subaward structure).

3. High-Level Project Budget Allocation (Illustrative)

This section details how the Total Estimated Project Cost is allocated by major cost category. Costs listed here must be allowable, allocable, and necessary. BEAD funds are intended to **supplement, not supplant**, other available funds.

Cost Category	Estimated Cost	(BEAD Funds)	(Match Funds)
Network Equipment	[\$Amount]	[\$Amount]	[\$Amount]
Fiber Optic Cable & Materials	[\$Amount]	[\$Amount]	[\$Amount]
Installation & Construction Labor	[\$Amount]	[\$Amount]	[\$Amount]
Engineering, Design & Permitting	[\$Amount]	[\$Amount]	[\$Amount]
Project Management	[\$Amount]	[\$Amount]	[\$Amount]
Environmental/Historic Preservation	[\$Amount]	[\$Amount]	[\$Amount]
Other Direct Costs (Specify):	[\$Amount]	[\$Amount]	[\$Amount]
Indirect Costs (If Applicable) ⁵ :	[\$Amount]	[\$Amount]	[\$Amount]
Totals:	[\$Amount from Section 1]	[\$BEAD Amount from Section 1]	[\$Match Amount from Section 1]

Note for Budget Allocation:

⁵ **Indirect Costs:** Must use a federally approved rate or the de minimis rate if eligible, following applicable cost principles (**2 C.F.R. Part 200, Subpart E** for non-profits/States or **48 C.F.R. Part 31** for commercial organizations).

4. Certification

The undersigned authorized representative of the Subgrantee certifies that the information in this Exhibit B is accurate and complete, and the Subgrantee commits to providing the Required Non-Federal Matching Funds for the Project. The Subgrantee acknowledges that funding for deployment projects will be distributed on a reimbursable basis or based on the terms and conditions of a **fixed amount subaward agreement**, contingent upon satisfactory completion of milestones.

The Subgrantee certifies that **it has available funds to cover its eligible costs until BPD authorizes additional disbursements** upon completion of service milestones and their associated tasks, as required by the CNMI BPD financial vetting process. Failure to provide the committed matching funds, or non-compliance with the BEAD Program requirements (including those set forth in the RPN), may result in default under the Subgrant Agreement, including the enforcement of **clawback provisions**.

Further, the Subgrantee acknowledges that profit, fees, or other incremental charges above the actual cost incurred are not allowable costs under this Subgrant.

For [Subgrantee Name]:

By: (Signature) _____

Printed Name: _____

Title: _____

Date: _____