

RECIPIENT NAME:Troy Cablevision, Inc.

AWARD NUMBER: NT10BIX5570128

DATE: 02/11/2011

OMB CONTROL NUMBER: 0660-0037

EXPIRATION DATE: 12/31/2013

### QUARTERLY PERFORMANCE PROGRESS REPORT FOR BROADBAND INFRASTRUCTURE PROJECTS

#### General Information

<b>1. Federal Agency and Organizational Element to Which Report is Submitted</b>  Department of Commerce, National Telecommunications and Information Administration	<b>2. Award Identification Number</b>  NT10BIX5570128	<b>3. DUNS Number</b>  153589288
<b>4. Recipient Organization</b>  Troy Cablevision, Inc. 1006 S Brundidge St, Troy, AL 36081-3121		
<b>5. Current Reporting Period End Date (MM/DD/YYYY)</b>  12-31-2010	<b>6. Is this the last Report of the Award Period?</b>  <input type="radio"/> Yes <input checked="" type="radio"/> No	
<b>7. Certification: I certify to the best of my knowledge and belief that this report is correct and complete for performance of activities for the purposes set forth in the award documents.</b>		
<b>7a. Typed or Printed Name and Title of Certifying Official</b>  Vicki F. McPherson	<b>7c. Telephone (area code, number and extension)</b>  3347700937	
	<b>7d. Email Address</b>  vfm@troycable.net	
<b>7b. Signature of Certifying Official</b>  Submitted Electronically	<b>7e. Date Report Submitted (MM/DD/YYYY):</b>  02-11-2011	

**Project Indicators (This Quarter)**

**1. Please describe significant project accomplishments completed during this quarter (600 words or less).**

Listed below are the project accomplishments completed during the quarter ending 12/31/10:  
 -Team members submitted and received approval for the 6 Month Expenditure Plan.  
 -Team members submitted the first draft of the Environmental Assessment to NTIA.  
 -Procurement Team members released a RFP for Project Mapping, awarded the contract and began the mapping process.  
 -Completed land survey for three proposed hub sites.  
 -Procurement Team members released a RFP for Construction and Headend Materials.

**2. Please provide the percent complete for the following key milestones in your project. Write "0" in the Percent Complete column and "N/A" in the Narrative column if your project does not include this activity. If you provided additional milestones in your baseline plan, please insert them at the bottom of the table. Unless otherwise indicated in the instructions, figures should be reported cumulatively from award inception to the end of the most recent reporting quarter. Please provide a narrative description if the percent complete is different from the target provided in your baseline plan (300 words or less).**

	Milestone	Percent Complete	Narrative (describe reasons for any variance from baseline plan or subsequent written updates provided to your program officer)
2a.	Overall Project	1	Project team members will continually monitor progress to total project using % complete construction reports along with budget to actual reports to track financial milestones.
2b.	Environmental Assessment	0	Our consultant elected not to bill the project until the Environmental Assessment is complete, so the zero % is a little misleading. On December 21st, the first draft of the Environmental Assessment was submitted to NTIA. On January 14th, team members have received comments from NTIA, related to the EA Draft. Our Consultants are currently preparing responses to each comment and plan on submitting a final draft by January 31, 2011.
2c.	Network Design	3	Our Engineering Consultants also have elected not to bill the project for work performed through the end of the quarter, so the % complete may be misleading. The engineering Consultants began the mapping the week of November 29th and will continue until complete.
2d.	Rights of Way	0	The project is not allowed to expend any monies in this category until the SAC's are lifted, but Troy Cable currently has agreements with Southeast Alabama Electric Coop, City of Troy, City of Luverne, City of Brundidge and the City of Elba. Once the SAC's are lifted, our plan is to begin construction in areas where agreements exist and request permits and approvals for all other areas at that time.
2e.	Construction Permits and Other Approvals	0	The project is not allowed to expend any monies in this category until the SAC's are lifted, but Troy Cable currently has agreements with Southeast Alabama Electric Coop, City of Troy, City of Luverne, City of Brundidge and the City of Elba. Once the SAC's are lifted, our plan is to begin construction in areas where agreements exist and request permits and approvals for all other areas at that time.
2f.	Site Preparation	0	Not yet deployed
2g.	Equipment Procurement	0	Not yet deployed
2h.	Network Build (all components - owned, leased, IRU, etc)	0	Not yet deployed
2i.	Equipment Deployment	0	Not yet deployed
2j.	Network Testing	0	Not yet deployed
2k.	Other (please specify):	0	N/A

**3. To the extent not covered above, please describe any challenges or issues faced during this past quarter in achieving planned progress against the project milestones listed above. In particular, please identify any areas or issues where technical assistance from the BTOP program may be useful (600 words or less).**

No challenges or issues noted.

**4. Please report the following information regarding network build progress. Write "0" in the Total column and "N/A" in the Narrative column if your project does not include this activity. Unless otherwise indicated in the instructions, figures should be reported cumulatively from award inception to the end of the most recent reporting quarter. Please provide a narrative description if the total is different from the target provided in your baseline plan (600 words or less).**

Indicator	Total	Narrative (describe your reasons for any variance from the baseline plan or any other relevant information)
New network miles deployed	0	N/A
New network miles leased	0	N/A
Existing network miles upgraded	0	N/A
Existing network miles leased	0	N/A
Number of miles of new fiber (aerial or underground)	0	N/A
Number of new wireless links	0	N/A
Number of new towers	0	N/A
Number of new and/or upgraded interconnection points	0	N/A

For questions 5 and 6 please include information relating to agreements that you are negotiating or have entered into, or that your sub recipient, contractor or subcontractor is negotiating or entered into.

**5a. If applicable, please provide the following information with regard to agreements with broadband wholesalers and/or last mile providers as a result of your project.**

Indicators	
Number of signed agreements with broadband wholesalers or last mile providers	0
Number of agreements currently being negotiated with broadband wholesalers or last mile providers	0
Average term of signed agreements (in quarters)	0

**5b. Please list the names of the wholesale and last mile providers with whom you have signed agreements (100 words of less). Providers:**

No signed agreements

**5c. What wholesale services are being provided by this project? Please describe below. As an attachment to this report, please provide pricing plans (in \$ per month) associated with each wholesale service provided by your product (100 words of less). Wholesale services description:**

N/A

**5d. If you have designated a third party to operate all or a portion of your network, please provide the name and contact information for this third party, indicate if this entity is a sub recipient, contractor, and/or subcontractor, and describe with specificity the portion of your network this this third party operates (600 words or less).**

There will be no third party operators of our network.

**6. Please provide the data according to the type of subscriber. Write "0" in the Total column and "N/A" in the Narrative column if your project does not pass or serve a particular subscriber type. Unless otherwise indicated in the instructions, figures should be reported cumulatively from award inception to the end of the most recent reporting quarter. Please provide a narrative description if the total is different from the target provided in your baseline plan (300 words of less).**

Subscriber Type	Access Type	Total	Narrative (describe your reasons for any variance from the baseline plan or any other relevant information)

Subscriber Type	Access Type	Total	Narrative (describe your reasons for any variance from the baseline plan or any other relevant information)
<b>Broadband Wholesalers or Last Mile Providers</b>	Providers with signed agreements receiving new access	0	N/A
	Providers with signed agreements receiving improved access	0	N/A
	Providers with signed agreements receiving access to dark fiber	0	N/A
	Please identify the speed tiers that are available and the number of subscribers for each	0	N/A
<b>Community Anchor Institutions (including Government institutions)</b>	Total subscribers served	0	N/A
	Subscribers receiving new access	0	N/A
	Subscribers receiving improved access	0	N/A
	Please identify the speed tiers that are available and the number or subscribers for each	0	N/A
<b>Residential / Households</b>	Entities passed	0	N/A
	Total subscribers served	0	N/A
	Subscribers receiving new access	0	N/A
	Subscribers receiving improved access	0	N/A
	Please identify the speed tiers that are available and the number of subscribers for each	0	N/A
<b>Businesses</b>	Entities passed	0	N/A
	Total subscribers served	0	N/A
	Subscribers receiving new access	0	N/A
	Subscribers receiving improved access	0	N/A
	Please identify the speed tiers that are available and the number of subscribers for each	0	N/A

**7. Please describe any special offerings you may provide (600 words or less).**  
N/A

**8a. Have your network management practices changed over the last quarter?**     Yes     No

**8b. If so, please describe the changes (300 words or less).**  
N/A

**9. Community Anchor Institutions:**  
Using the table below, please provide a list by service area of the community anchor institutions (including Government institutions) connected to your network as a result of BTOP funds. Figures should be reported for the most recent reporting quarter only (NOT cumulatively). Also indicate whether your organization is currently providing broadband service to the anchor institution. Finally, provide a short narrative description with examples of how institutions are using BTOP-funded infrastructure (300 words or less).

Institution Name	Service Area (town or county)	Type of Anchor Institution (as defined in your baseline)	Are you also the broadband service provider for this institution? (Yes / No)	Narrative description of how anchor institutions are using BTOP-funded infrastructure
N/A	N/A	N/A	N/A	N/A

**Project Indicators (Next Quarter)**

**1. Please describe significant project accomplishments planned for completion during the next quarter (600 words or less).**  
The SmartBand Project Plans on completing the following task during the next quarter:  
-release a RFP for Construction Services and award the contract for construction services.  
-approval of final specifications and design.  
-approval of final project plans.  
-Environmental Review Complete (NEPA Compliance, and Finding of No Significant Impact).  
-Complete Project Mapping.  
-Complete Hub Site Acquisition.  
-Complete enough permitting to allow construction to begin and allow permitting crews to stay ahead of the construction crews.  
-Release RFP for Equipment.  
-Initiate construction of Enterprise Hub Site 1, SAEC Fiber Zone 1, Anchor Institutions Fiber Zone 1, Business Customers Fiber Zone 1 and Core Fiber Zone 1.  
-Initiate upgrade of Troy Headend and Hub Site.

**2. Please provide the percent complete for the following key milestones in your project. Write "0" in the Planned Percent Complete column and "N/A" in the Narrative column if your project does not include this activity. If you provided additional milestones in your baseline plan, please insert them at the bottom of the table. Unless otherwise indicated in the instructions, figures should be reported cumulatively from award inception to the end of the next reporting quarter. Please provide a narrative description if the percent complete is different from the target provided in your baseline plan (300 words or less).**

	Milestone	Planned Percent Complete	Narrative (describe reasons for any variance from baseline plan or any other relevant information)
2a.	Overall Project	24	N/A
2b.	Environmental Assessment	100	N/A
2c.	Network Design	74	N/A
2d.	Rights of Way	78	N/A
2e.	Construction Permits and Other Approvals	78	N/A
2f.	Site Preparation	40	N/A
2g.	Equipment Procurement	21	N/A
2h.	Network Build (all components - owned, leased, IRU, etc.)	17	N/A
2i.	Equipment Deployment	16	N/A
2j.	Network Testing	10	N/A

	Milestone	Planned Percent Complete	Narrative (describe reasons for any variance from baseline plan or any other relevant information)
2k.	Other (please specify):	0	N/A

**3. Please describe any challenges or issues anticipated during the next quarter that may impact planned progress against the project milestones listed above. In particular, please identify any areas or issues where technical assistance from the BTOP program may be useful (600 words or less).**

As with any construction project, weather is always a factor. Due to our project be in the south, we do not anticipated cold weather to be a problem, but if temperatures are close to freezing underground construction will be slowed or stopped. Rain however could cause significant delays in construction during the next quarter.

**Infrastructure Budget Execution Details**

**Activity Based Expenditures (Infrastructure)**

1. Please provide details below on your total budget, cumulative actual expenditures (for the period ending the current quarter), and cumulative anticipated expenditures (for the period ending next quarter) for each line item, including detailed disbursements of both matching funds and federal funds from project inception through end of this quarter (actual) or next quarter (anticipated). Actual and anticipated figures should be reported cumulatively from award inception to the end of the applicable reporting quarter.

Budget for Entire Project				Actuals from Project Inception through End of Current Reporting Period			Anticipated Actuals from Project Inception through End of Next Reporting Period		
Cost Classification	Total Cost (plan)	Matching Funds (plan)	Federal Funds (plan)	Total Cost	Matching Funds	Federal Funds	Total Costs	Matching Funds	Federal Funds
a. Administrative and legal expenses	\$1,770,811	\$355,337	\$1,415,474	\$389,869	\$78,233	\$311,636	\$467,950	\$93,901	\$374,049
b. Land, structures, right-of-ways, appraisals, etc.	\$1,394,639	\$279,853	\$1,114,786	\$1,700	\$341	\$1,359	\$693,713	\$139,204	\$554,509
c. Relocation expenses and payments	\$21,600	\$4,333	\$17,267	\$0	\$0	\$0	\$7,200	\$1,440	\$5,760
d. Architectural and engineering fees	\$847,460	\$170,055	\$677,405	\$41,680	\$8,364	\$33,316	\$629,103	\$126,239	\$502,864
e. Other architectural and engineering fees	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
f. Project inspection fees	\$78,006	\$15,653	\$62,353	\$0	\$0	\$0	\$19,250	\$3,863	\$15,387
g. Site work	\$10,411,565	\$2,089,224	\$8,322,341	\$0	\$0	\$0	\$1,993,520	\$400,028	\$1,593,492
h. Demolition and removal	\$27,400	\$5,498	\$21,902	\$0	\$0	\$0	\$13,700	\$2,750	\$10,950
i. Construction	\$16,923,915	\$3,396,017	\$13,527,898	\$0	\$0	\$0	\$3,033,645	\$608,743	\$2,424,902
j. Equipment	\$1,137,016	\$228,158	\$908,858	\$0	\$0	\$0	\$481,041	\$96,528	\$384,513
k. Miscellaneous	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
<b>l. SUBTOTAL (add a through k)</b>	<b>\$32,612,412</b>	<b>\$6,544,128</b>	<b>\$26,068,284</b>	<b>\$433,249</b>	<b>\$86,938</b>	<b>\$346,311</b>	<b>\$7,339,122</b>	<b>\$1,472,696</b>	<b>\$5,866,426</b>
m. Contingencies	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
<b>n. TOTALS (sum of l and m)</b>	<b>\$32,612,412</b>	<b>\$6,544,128</b>	<b>\$26,068,284</b>	<b>\$433,249</b>	<b>\$86,938</b>	<b>\$346,311</b>	<b>\$7,339,122</b>	<b>\$1,472,696</b>	<b>\$5,866,426</b>

2. Program Income: Please provide the program income you listed in your application budget and actuals to date through the end of the reporting period.

a. Application Budget Program Income: \$0

b. Program Income to Date: \$0