

FIRST PERFORMANCE PROGRESS REPORT 2010



1. Recipient Organization (Name and complete address including zip code) GovNET Inc., 10105 E. Via Linda, # 386, Scottsdale AZ 85258-5311	2. Award Identification Number NT10BIX5570136
3. Performance Narrative (Q1) <i>Please describe your project activities and progress for the first quarter of your award period. This should include a description of federal expenditures to date, key milestones, the primary activities needed to accomplish those milestones, significant project accomplishments, and any delays or challenges. Please use the milestone categories provided in your baseline report (e.g., environmental assessment, design, rights of way) to structure your answer. (500 words or less)</i>	
Activities completed July 01, 2010 through September 30, 2010: Federal Expenditures to date: \$0 in Q1 <ul style="list-style-type: none"> Received award notification on September 13, 2010; accepted award on September 24, 2010 Began grant management set-up activities and review of applicable federal administrative regulations Established online accounts for Grants Online, Federal Reporting.gov, ASAP.gov, PAM In-depth review of all award terms, and scheduling activity to meet 'Special Award Conditions' noted. Delivered first Special Award Condition (#8) by September 30, 2010 	
4. Performance Projections (Q2) <i>Please describe your anticipated project activities and progress for the next quarter. This should include a description of federal expenditures, key milestones, the primary activities needed to accomplish those milestones, significant project accomplishments, and any potential delays or challenges you foresee. Please use the milestone categories provided in your baseline report (e.g., environmental assessment, design, rights of way) to structure your answer. (500 words or less)</i>	
Activities anticipated from October 1, 2010 through December 31, 2010: Anticipated Federal Expenditures in Q2: \$1,000,000 – consisting of (a) invoices from Environmental Consultant producing the environmental assessment; (b) engineering costs; (c) costs of rights of way; (d) recipient Match contribution to project. <ul style="list-style-type: none"> Issue RFP for professional Environmental Consultant to prepare environmental assessment (EA) - Special Award Cond #11. Award contract and begin project activities, including consultations with State Historical Preservation Office, Fish & Wildlife, and scheduling site surveys for any new construction planned. Environmental assessment to be 40% complete in Q2. Establishing further written procedures for procurement, accounting and grant management. Completing 85% of the Network Design for all 50 Backbone sites Finalizing 25% of right of way leases for backbone; initiating 50% of node leases. No site prep, equipment procurement, network deployment or network testing to be done – on hold to EA completion. Working with Community Anchor Institutions on project benefits/construction schedule/service availability timing. Completing and delivering Special Award Condition #10 (Baseline Report) by November 15, 2010 Negotiate and execute purchase contract for Network Operations Center 	
5. 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.	
5a. Typed or Printed Name and Title of Authorized Certifying Official President, GovNET Inc.	5c. Telephone (area code, number and extension) 5d. Email Address info@govnet.net
5b. Signature of Authorized Certifying Official 	5e. Date Report Submitted (Month, Day, Year) October 30, 2010