# FIRST PERFORMANCE PROGRESS REPORT 2010



1. Recipient Organization (Name and complete address including zip code)	2. Award Identification Number
GovNET Inc., 10105 E. Via Linda, # 386, Scottsdale AZ 85258-5311	NT10BIX5570136
2 Defense and Nevertice (01)	

# 3. Performance Narrative (Q1)

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)

# Activities completed July 01, 2010 through September 30, 2010:

Federal Expenditures to date: \$0 in Q1

- 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)

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)

# 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.

- 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	5c. Telephone (area code, number and extension)
President, GovNET Inc.	5d. Email Address info@govnet.net
5b. Signature of Authorized Certifying Official	5e. Date Report Submitted ( <i>Month, Day, Year</i> ) October 30, 2010

According to the Paperwork Reduction Act, as amended, no person is required to respond to, nor shall any person be subject to penalty for failure to comply with, a collection of information subject to the requirements of the PRA, unless that collection of information displays a currently valid OMB control number. Public reporting burden for this collection of information is estimated to average 1 hour and 30 minutes per response, including time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. Send comments regarding the burden estimate or any other aspect of this collections of information, including suggestions for reducing this burden, to Anthony G. Wilhelm, Director, Broadband Technology Opportunities Program, Office of Telecommunications and Information Administration, U.S. Department of Commerce (DOC), 1401 Constitution Avenue, N.W., HCHB, Room 4887, Washington, D.C. 20230.