OMB CONTROL NO. 0660-0035 EXPIRATION DATE: 10/31/2010

FIRST PERFORMANCE PROGRESS REPORT First Quarter 2010



1. Recipient Organization (Name and complete address including zip code)	2. Award Identification Number
DeltaCom, Inc. 7037 Old Madison Pike, Huntsville, Alabama 35806	NT10BIX5570034

Performance Narrative (Q1)

Please describe your project activities and progress for the first quarter of 2010. 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)

DeltaCom reviewed the CD-450 documentation researched compliance issues and will accept the grant by 04/30/2010. DeltaCom is preparing information requested by the National Telecommunications and Information Administration ("NTIA") Environmental department and has provided route maps for the project area. DeltaCom is also ensuring it is enrolled in all applicable systems needed to implement the funded project and to provide all requested reports regarding the project. DeltaCom, Inc. did not expend federal funds in the first quarter of this award.

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)

DeltaCom, Inc. will continue to work to complete the Environmental Assessment in Quarter Two and will engage an environmental consulting firm to provide assistance. Professional engineering for the project must be completed during this phase in order to create the detailed maps required for the Environmental Assessment documentation.

DeltaCom will develop internal policies and procedures to ensure compliance with the conditions outlined in the CD-450 documentation included in the award.

The total federal spending for Quarter Two is anticipated to be at least \$24,800.

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) (256) 382-3942

Jerry Watts - Vice President, Government and Industry Affairs

5d. Email Address

Jerry.watts@deltacom.com

5b. Signature of Authorized Certifying Official

5e. Date Report Submitted (Month, Day, Year)

04/28/2010

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 collection of information, including suggestions for reducing this burden, to Anthony G. Wilhelm, Director, Broadband Technology Opportunities Program, Office of Telecommunications and Information Applications, National Telecommunications and Information Administration, U.S. Department of Commerce (DOC), 1401 Constitution Avenue, N.W., HCHB, Room 4887, Washington, D.C. 20230.