QUARTERLY PERFORMANCE PROGRESS REPORT FOR SUSTAINABLE BROADBAND ADOPTION

General Information

1. Federal Agency and Organizational Element to Which Report is Submitted	2. Award Identification Number	3. DUNS Number
Department of Commerce, National Telecommunications and Information Administration	**47-43-B10542**	**859149820**

4. Recipient Organization

Connected Tennessee, LLC 618 Church ST STE 305, Nashville, TN 372192437

5. Current Reporting Period End Date (MM/DD/YYYY)	6. Is this the last Report of the Award Period?
03-31-2011	○ Yes ⊙ No

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.

7a. Typed or Printed Name and Title of Certifying Official	7c. Telephone (area code, number and extension)
Bernie Bogle	
	7d. Email Address
	bbogle@connectednation.org

7b. Signature of Certifying Official	7e. Date Report Submitted (MM/DD/YYYY):
Submitted Electronically	04-26-2011

Project Indicators (This Quarter)

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

* Continued outreach and awareness efforts to educate citizens about the program through various statewide news outlets

* Hosted an in-person program review meeting with various partners (Boys and Girls Clubs of Tennessee, Department of Children's Services, the Tennessee Department of Economic and Community Development, and the Department of Workforce Development)

* Worked with program partners to answer questions and ensure compliance of the program

* Continued regular project planning meeting sessions with all project staff

* Continued to revise and utilize a project Work Breakdown Structure

* Conducted a second Request for Proposal for the purchase of computers pursuant to this program. This process included question and answer communication with manufacturers, reference checks on potential vendors, as well as the convening of a review committee

* Program employees continued outreach efforts to Boys and Girls Clubs points of contact to ensure successful computer distribution and program implementation

* Submitted a request for the re-classification of computers, germane to this program, from equipment to supplies

* Created online survey to track Internet and computer use and availability before and after computer distributions

* Distributed online survey link to Boys and Girls Clubs to poll members on computer and Internet use

* Identified and executed contract with winning RFP vendor

* Placed orders for the computers for Boys and Girls Clubs

* Worked with the Tennessee Department of Children's Services (DCS) representatives to identify initial recipients

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 report, please insert them at the bottom of the table. 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 any other relevant information)
2.a.	**Overall Project**	32	The overall project was expected to be at 37% complete at the end of this reporting quarter. However, expenses for computer purchases originally anticipated to occur during this quarter will not be incurred until next quarter.
2.b.	**Equipment / Supply Purchases**	-	Progress reported in Question 4 below
2.c.	**Awareness Campaigns**	-	Progress reported in Question 4 below
2.d.	**Outreach Activities**	-	Progress reported in Question 4 below
2.e.	**Training Programs**	-	Progress reported in Question 4 below
2.f.	**Other (please specify):**	-	Progress reported in Question 4 below

3. 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).

During this project quarter, Connected Tennessee experienced no challenges or issues.

4a. In the chart below, please provide the requested information on your BTOP grant-funded SBA activities. Please also provide a short description of the activity (600 words or less). Figures should be reported cumulatively from award inception to the end of the most recent reporting quarter. Please ensure that the numbers of new household subscribers and business or community anchor institution (CAI) subscribers reflected in the "Total" row represent the unduplicated number of new subscribers that can be attributed to your SBA project as a whole.

Name of the SBA Activity	Location of SBA Activity	Description of Activity (600 words or less)	Size of Target Audience	Actual Number of Participants	New Subscribers: Households	New Subscribers: Businesses and/or CAIs
N/A	N/A	N/A	0	0	0	0
Total:			**0**	**0**	**0**	**0**

4b. Please describe your method for determining the number of households, businesses, and/or (CAIs) subscribing to broadband as a result of your SBA programs (600 words or less).

Generally, Connected Tennessee plans to determine the number of households, businesses, and/or CAI subscribing to broadband as a result of this program through the use of statistical telephone research surveys. These residential and business Technology Trends are completed annually. The first release of data is anticipated to be during Quarter 2 of 2011 (project quarter 4).

4c. Please provide a narrative explanation if the total number of new subscribers is different from the targets provided in your baseline plan (600 words or less).

N/A, the total number of new subscribers is in line with the baseline report Connected Tennessee has submitted.

4d. Please provide the number of households and the number of businesses and CAIs receiving discounted broadband service as result of BTOP funds.

Households: 0	**Businesses and CAIs :** 0

Project Indicators (Next Quarter)

1. Please describe significant project accomplishments planned for completion during the next quarter (600 words or less).

Department of Children's Services recipient numbers will be sent to Connected Tennessee and the events will begin to distribute the computers to the students.

Clubs receiving computers will begin to host regional community awareness events and offer training programs for the Clubs' participating youth.

Connected Tennessee plans to continue to: work with program partners to answer questions and ensure compliance of the program; hold regular project planning meeting sessions with all project staff; and revise and utilize a project Work Breakdown Structure and an internal Web-based application program.

2. Please provide the percent complete anticipated for the following key milestones in your project as of the end of the next quarter. Write "0" in the second column if your project does not include this activity. If you provided additional milestones in your baseline report, please insert them at the bottom of the table. Figures should be reported cumulatively from award inception to the end of the next reporting quarter. Please provide a narrative description if the planned 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 any other relevant information)
2.a.	**Overall Project**	58	As a result of matching support previously received and the inclusion of computer purchase expenses, Connected Tennessee anticipates next quarter's overall project percent complete milestone will be higher than anticipated within the revised baseline plan.
2.b.	**Equipment Purchases**	-	Milestone Data Not Required
2.c.	**Awareness Campaigns**	-	Milestone Data Not Required
2.d.	**Outreach Activities**	-	Milestone Data Not Required
2.e.	**Training Programs**	-	Milestone Data Not Required

2.f.	Other (please specify):	-	Milestone Data Not Required

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).

Connected Tennessee does not anticipate any challenges or issues next quarter.

Sustainable Broadband Adoption Budget Execution Details

Activity Based Expenditures (Sustainable Broadband Adoption)

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.

Cost Classification	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		
	Total Cost (plan)	Matching Funds (plan)	Federal Funds (plan)	Total Cost	Matching Funds	Federal Funds	Total Costs	Matching Funds	Federal Funds
a. Personnel	$506,492	$0	$506,492	$78,732	$0	$78,732	$129,381	$0	$129,381
b. Fringe Benefits	$108,643	$0	$108,643	$16,343	$0	$16,343	$27,207	$0	$27,207
c. Travel	$42,797	$0	$42,797	$2,209	$0	$2,209	$5,660	$0	$5,660
d. Equipment	$1,964,800	$950,300	$1,014,500	$856,789	$856,789	$0	$1,566,489	$1,136,789	$429,700
e. Supplies	$50,940	$0	$50,940	$3,454	$0	$3,454	$8,404	$0	$8,404
f. Contractual	$7,500	$3,750	$3,750	$11,921	$5,022	$6,899	$12,372	$5,248	$7,124
g. Construction	$0	$0	$0	$0	$0	$0	$0	$0	$0
h. Other	$0	$0	$0	$0	$0	$0	$0	$0	$0
i. Total Direct Charges (sum of a through h)	$2,681,172	$954,050	$1,727,122	$969,448	$861,811	$107,637	$1,749,513	$1,142,037	$607,476
j. Indirect Charges	$560,265	$0	$560,265	$82,102	$0	$82,102	$120,295	$0	$120,295
k. TOTALS (sum of i and j)	$3,241,437	$954,050	$2,287,387	$1,051,550	$861,811	$189,739	$1,869,808	$1,142,037	$727,771

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