QUARTERLY PERFORMANCE PROGRESS REPORT FOR BROADBAND INFRASTRUCTURE PROJECTS

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	NT10BIX5570107	020271826

4. Recipient Organization

Texas A&M University 750 Agronomy Rd
STE 2701, College Station, TX 77843-0001

5. Current Reporting Period End Date (MM/DD/YYYY)	6. Is this the last Report of the Award Period?
06-30-2011	◯ 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)
Marcie Avery	X
	7d. Email Address
	mavery@tamu.edu

7b. Signature of Certifying Official	7e. Date Report Submitted (MM/DD/YYYY):
Submitted Electronically	08-18-2011

Project Indicators (This Quarter)

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

During this quarter we completed and submitted the Final Environmental Assessment. Upon having received request for additional detail regarding environmental issues from previous matrix from the NTIA, submitted requested modifications and additional tribal responses resubmitted the EA. We received FONSI on 7 JUNE. The TAMU team and the engineers visited Corpus Christi, Kingsville, and Canyon to complete the engineering sections of this project. Eighty five percent of the engineering is complete at this time and material is on order for the first phase of construction. A few of the permits have also been completed and submitted and approved. Pole attachment agreements have been executed with four of the electric utility companies. Site construction has commenced on the Riverside segment. We received approval of the Sub-Recipient agreement from TAMU counsel and have the terms under negotiation with three of the sub-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 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	13	On Schedule (See Note Below)
2b.	Environmental Assessment	100	FONSI Received 06/07/2011
2c.	Network Design	85	Emphasis on construction kept us from finishing the Network Design
2d.	Rights of Way	70	On Schedule exception noted below
2e.	Construction Permits and Other Approvals	70	On Schedule exception noted below
2f.	Site Preparation	8	We are behind schedule due to delays in the receipt FONSI.
2g.	Equipment Procurement	30	Orders initiated after receipt of FONSI some materials received
2h.	Network Build (all components - owned, leased, IRU, etc)	1	We anticipated building 4% completion but only completed 1%
2i.	Equipment Deployment	0	Equipment for two systems are on order and awaiting installation.
2j.	Network Testing	0	Installation completion did not allow time for final testing
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).

2a. Actual expenditures reported on final page do not accurately reflect the work completed. We anticipate invoices and payments for work completed in this quarter to be processed in the next quarter.
2d. Negotiating access to ROW with TxDOT utilizing their Lease Agreement process for non-Utility ROW access.
2e. Aerial construction in San Antonio pending receipt of Certificate of Insurance from Verizon's Carrier

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	2	Construction commenced 06/15/2011after receipt of FONSI 06/07/2011
New network miles leased	0	No Variance
Existing network miles upgraded	0	Behind schedule due to delays in receiving the FONSI.
Existing network miles leased	0	No Variance
Number of miles of new fiber (aerial or underground)	0	Behind schedule due to delays in receiving the FONSI.

Indicator	Total	Narrative (describe your reasons for any variance from the baseline plan or any other relevant information)
Number of new wireless links	0	N/A
Number of new towers	0	N/A
Number of new and/or upgraded interconnection points	0	Behind schedule due to delays in receiving the FONSI.

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	6
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 or less). Providers:
N/A

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 or 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).

We anticipate that a portion of the network will be run by sub-recipients but no agreements have been signed at this time.

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 or less).

Subscriber Type	Access Type	Total	Narrative (describe your reasons for any variance from the baseline plan or any other relevant information)
Broadband Wholesalers or Last Mile Providers	**Providers with signed agreements receiving new access**	0	No Variance
	Providers with signed agreements receiving improved access	0	Sub-recipient agreements have taken longer to prepare than anticipated. We anticipate being on schedule by Q3-2011.
	Providers with signed agreements receiving access to dark fiber	0	No Variance
	Please identify the speed tiers that are available and the number of subscribers for each	0	No Variance
Community Anchor Institutions (including Government institutions)	**Total subscribers served**	0	Behind schedule due to delays in receiving the FONSI.

Subscriber Type	Access Type	Total	Narrative (describe your reasons for any variance from the baseline plan or any other relevant information)
	Subscribers receiving new access	0	Behind schedule due to delays in receiving the FONSI.
	Subscribers receiving improved access	0	No Variance
	Please identify the speed tiers that are available and the number or subscribers for each	0	No Variance
Residential / Households	Entities passed	0	No Variance
	Total subscribers served	0	No Variance
	Subscribers receiving new access	0	No Variance
	Subscribers receiving improved access	0	No Variance
	Please identify the speed tiers that are available and the number of subscribers for each	0	No Variance
Businesses	Entities passed	0	No Variance
	Total subscribers served	0	No Variance
	Subscribers receiving new access	0	No Variance
	Subscribers receiving improved access	0	No Variance
	Please identify the speed tiers that are available and the number of subscribers for each	0	No Variance

7. Please describe any special offerings you may provide (600 words or less).
None at this time

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).
With the receipt of the FONSI on 06/07/2011 we were able to begin construction on Riverside. We anticipate completion of construction on Riverside, San Antonio and portions of Corpus Christi networks and TAMU Central TX. We anticipate completing all

engineering and TXDOT lease agreements for the remainder of the project sites.

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	19	No Variance
2b.	Environmental Assessment	100	No Variance
2c.	Network Design	100	No Variance
2d.	Rights of Way	95	Delays due to TxDOT
2e.	Construction Permits and Other Approvals	95	San Antonio aerial construction pending receipt of insurance certificate from Verizon.
2f.	Site Preparation	16	Delay due to FONSI approval 06/07/2011
2g.	Equipment Procurement	30	Delay due to FONSI approval 06/07/2011
2h.	Network Build (all components - owned, leased, IRU, etc.)	7	Delay due to FONSI approval 06/07/2011
2i.	Equipment Deployment	2	Delay due to FONSI approval 06/07/2011
2j.	Network Testing	7	Delay due to FONSI approval 06/07/2011
2k.	Other (please specify):	0	No Variance

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).
N/A

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.

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. Administrative and legal expenses	$71,820	$0	$71,820	$15,959	$0	$15,959	$17,959	$0	$17,959
b. Land, structures, right-of-ways, appraisals, etc.	$0	$0	$0	$0	$0	$0	$0	$0	$0
c. Relocation expenses and payments	$0	$0	$0	$0	$0	$0	$0	$0	$0
d. Architectural and engineering fees	$728,629	$157,169	$571,460	$23,497	$0	$23,497	$549,391	$141,922	$407,469
e. Other architectural and engineering fees	$0	$0	$0	$0	$0	$0	$0	$0	$0
f. Project inspection fees	$0	$0	$0	$0	$0	$0	$0	$0	$0
g. Site work	$0	$0	$0	$0	$0	$0	$0	$0	$0
h. Demolition and removal	$0	$0	$0	$0	$0	$0	$0	$0	$0
i. Construction	$8,687,612	$2,835,117	$5,852,495	$90	$25	$65	$1,328,530	$853,499	$475,031
j. Equipment	$55,000	$0	$55,000	$0	$0	$0			
k. Miscellaneous	$0	$0	$0	$0	$0	$0	$0	$0	$0
l. SUBTOTAL (add a through k)	$9,543,061	$2,992,286	$6,550,775	$39,546	$25	$39,521	$1,895,880	$995,421	$900,459
m. Contingencies	$0	$0	$0	$0	$0	$0	$0	$0	$0
n. TOTALS (sum of l and m)	$9,543,061	$2,992,286	$6,550,775	$39,546	$25	$39,521	$1,895,880	$995,421	$900,459

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