QUARTERLY PERFORMANCE PROGRESS REPORT FOR BROADBAND INFRASTRUCTURE PROJECTS

General Information		
1. Federal Agency and Organizational Element to Which Report is Submitted GOL	**2. Award Identification Number** NT10BIX5570004	**3a. DUNS Number** 831358234
		3b. EIN 270496741

4. Recipient Organization (Name and complete address including country, congressional district, and zip code)

North Georgia Network Cooperative, Inc. 6135 State Hwy 115, Clarkesville, GA 30523-0095

5. Current Reporting Period End Date (MM/DD/YYYY) 09-30-2010	**6. Is this the last Report of the Award Period?** ○ 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 Lee Ann Roy Grant Manager	**7c. Telephone (area code, number and extension)** 7068642196
	7d. Email Address laroy@windstream.net
7b. Signature of Certifying Official Submitted Electronically	**7e. Date Report Submitted (MM/DD/YYYY):** 11-01-2010

Project Indicators (This Quarter)

1. Please describe significant project accomplishments completed during this quarter (150 words or less).

Significant progress on substantial EA revisions toward receiving FONSI. Secured C-POP site leases. Planning and logistics in preparation for construction. Issued RFQs and/or RFPs for auditor and marketing consultant and for equipment, materials and labor in preparation for construction phase. All allowable activities to be prepared for construction phase with receipt of FONSI.

2. Please provide the percent complete for the following key milestones in your project. Write "N/A" in the second 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 (100 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	22	Project delayed due to pending EA approval
2b.	Environmental Assessment	85	EA revisions to include Last Mile build caused delays
2c.	Network Design	70	EA revisions to include Last Mile build caused delays
2d.	Rights of Way	70	N/A
2e.	Construction Permits and Other Approvals	0	N/A
2f.	Site Preparation	10	Project delayed due to pending EA approval
2g.	Equipment Procurement	10	Project delayed due to pending EA approval
2h.	Network Build (all components - owned, leased, IRU, etc)	0	Project delayed due to pending EA approval
2i.	Equipment Deployment	0	N/A
2j.	Network Testing	0	N/A
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 (150 words or less).

NGN had challenges with revising our EA to include the Last Mile portion of our project, which caused considerable delays. NTIA's environmental team has been providing technical assistance and we feel the issues have been resolved and we are very close now to receiving a FONSI.

4. Please report the following information regarding network build progress. Write "N/A" in the second 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 (100 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	0	N/A
New network miles leased	0	N/A
Existing network miles upgraded	0	N/A
Existing network miles leased	0	N/A
Number of miles of new fiber (aerial or underground)	0	N/A
Number of new wireless links	0	N/A
Number of new towers	0	N/A
Number of interconnection points	0	N/A

For questions 5 and 6 please include information relating to agreements that you are negotiating or have entered into, or that your subrecipient, 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	1
Average term of signed agreements	0

5b. Please list the names of the wholesale and last mile providers with whom you have signed agreements. 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. 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 subrecipient, contractor, and/or subcontractor, and describe with specificity the portion of your network this this third party operates (150 words or less).
N/A

6. Please provide the data according to the type of subscriber. Write "N/A" 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 (100 words of 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	N/A
	Providers with signed agreements receiving improved access	0	N/A
	Providers with signed agreements receiving access to dark fiber	0	N/A
	Please identify the speed tiers that are available and the number of subscribers for each	0	N/A
Community Anchor Institutions (including Government institutions)	**Total subscribers served**	0	N/A
	Subscribers receiving new access	0	N/A
	Subscribers receiving improved access	0	N/A
	Please identify the speed tiers that are available and the number or subscribers for each	0	N/A
Residential / Households	**Entities passed**	0	N/A
	Total subscribers served	0	N/A
	Subscribers receiving new access	0	N/A
	Subscribers receiving improved access	0	N/A
	Please identify the speed tiers that are available and the number of subscribers for each	0	N/A
Businesses	**Entities passed**	0	N/A
	Total subscribers served	0	N/A
	Subscribers receiving new access	0	N/A
	Subscribers receiving improved access	0	N/A
	Please identify the speed tiers that are available and the number of subscribers for each	0	N/A

7. Please describe any special offerings you may provide (150 words or less).

N/A

8a. Have your network management practices changed over the last quarter? ◉ **No** ○ **Yes**

8b. If so, please describe the changes (150 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. Unless otherwise indicated in the instructions, figures should be reported cumulatively from award inception to the end of the most recent calendar year. 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 (100 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
N/A	N/A	N/A	N/A	N/A
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 (150 words or less).

Complete final EA revisions and receive FONSI. Complete network design for middle mile, logical network design for middle mile. Obtain ROWs and secure permits in selected zones. Begin construction phase to include awarding vendor and equipment contracts; site preparation and staging of construction equipment. Complete IRU agreements; begin developing testing plans and procedures.

2. Please provide the percent complete for the following key milestones in your project. Write "N/A" in the second 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 (100 words or less).

	Milestone	Planned Percent Complete	Narrative (describe reasons for any variance from baseline plan or any other relevant information)
2a.	Overall Project	25	Project delayed due to pending EA approval
2b.	Environmental Assessment	100	N/A
2c.	Network Design	80	Middle Mile 80% complete. Last mile 0% complete and can not be completed until middle mile is complete. Middle mile project delayed due to pending EA approval
2d.	Rights of Way	80	Middle Mile 80% complete. Last mile 0% complete and can not be completed until middle mile is complete. Middle mile project delayed due to pending EA approval
2e.	Construction Permits and Other Approvals	5	Project delayed due to pending EA approval
2f.	Site Preparation	15	N/A
2g.	Equipment Procurement	15	Project delayed due to pending EA approval
2h.	Network Build (all components - owned, leased, IRU, etc.)	0	Project delayed due to pending EA approval
2i.	Equipment Deployment	0	Project delayed due to pending EA approval
2j.	Network Testing	0	Project delayed due to pending EA approval
2k.	Other (please specify):	0	N/A

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 (150 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	$1,628,750	$325,750	$1,303,000	$428,394	$85,679	$342,715	$884,994	$176,999	$707,995
b. Land, structures, right-of-ways, appraisals, etc.	$4,110,896	$822,179	$3,288,717	$28,500	$5,700	$22,800	$43,500	$8,700	$34,800
c. Relocation expenses and payments	$250,000	$50,000	$200,000	$0	$0	$0	$0	$0	$0
d. Architectural and engineering fees	$557,000	$111,400	$445,600	$0	$0	$0	$0	$0	$0
e. Other architectural and engineering fees	$0	$0	$0	$0	$0	$0	$0	$0	$0
f. Project inspection fees	$517,050	$103,410	$413,640	$0	$0	$0	$0	$0	$0
g. Site work	$20,113,92	$4,022,784	$16,091,13	$0	$0	$0	$150,000	$30,000	$120,000
h. Demolition and removal	$37,500	$7,500	$30,000	$0	$0	$0	$0	$0	$0
i. Construction	$269,450	$0	$0	$0	$0	$0	$0	$0	$0
j. Equipment	$14,660,97	$2,932,194	$11,728,77	$58,508	$11,702	$46,806	$507,860	$101,572	$406,288
k. Miscellaneous	$0	$0	$0	$0	$0	$0	$0	$0	$0
l. SUBTOTAL (add a through k)	$42,145,53	$8,375,217	$33,500,87	$515,402	$103,081	$412,321	$1,586,354	$317,271	$1,269,083
m. Contingencies	$0	$0	$0	$0	$0	$0	$0	$0	$0
TOTALS (sum of l and m)	$42,145,53	$8,375,217	$33,500,87	$515,402	$103,081	$412,321	$1,586,354	$317,271	$1,269,083

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