

QUARTERLY PERFORMANCE PROGRESS REPORT FOR BROADBAND INFRASTRUCTURE PROJECTS

General Information

1. Federal Agency and Organizational Element to Which Report is Submitted Department of Commerce, National Telecommunications and Information Administration	2. Award Identification Number NT10BIX5570032	3. DUNS Number 107957268
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4. Recipient Organization Lane Council of Government 859 Willamette ST STE 500, Eugene, OR 97401-3174

5. Current Reporting Period End Date (MM/DD/YYYY) 03-31-2011	6. Is this the last Report of the Award Period? <input type="radio"/> Yes <input checked="" type="radio"/> No
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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 Milo Mecham Program Manager	7c. Telephone (area code, number and extension) 5416824023
	7d. Email Address mmecham@lcog.org

7b. Signature of Certifying Official Submitted Electronically	7e. Date Report Submitted (MM/DD/YYYY): 05-11-2011
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Project Indicators (This Quarter)

1. Please describe significant project accomplishments completed during this quarter (600 words or less).
 Completed the Environmental Assessment and received the Finding of No Significant Impact. Received approval for four sole source construction contracts.

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	4	The Environmental Assessment took much longer than anticipated in the original baseline plan. We expect that we will be able to work back to the planned progress over the next year.
2b.	Environmental Assessment	100	This aspect of the project has been completed.
2c.	Network Design	90	The design is completed except for the final refinements that will be done during construction to respond to changed circumstances in the field.
2d.	Rights of Way	20	The application process has been initiated. All necessary rights of way have been obtained in two cities.
2e.	Construction Permits and Other Approvals	15	Applications have been submitted in several cities. With the Environmental Assessment submitted, this portion of the project can begin to move quickly.
2f.	Site Preparation	0	This portion of the project has been waiting for the completion of the Environmental Assessment. With the selection of some of the construction contractors, this work can commence.
2g.	Equipment Procurement	5	Some of the equipment specifications have been determined. The procurement regulations have been clarified so that acquisition can move forward.
2h.	Network Build (all components - owned, leased, IRU, etc)	10	The terms for the IRUs for the match have been settled. Execution of the IRUs is expected this quarter. This will allow the completion of more than half of the Network Build.
2i.	Equipment Deployment	0	Deployment will follow construction. With construction set to begin in Q2 of 2011, equipment deployment may start in Q3 or Q4.
2j.	Network Testing	0	This is not out of schedule.
2k.	Other (please specify):	0	NA

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).

The challenges discussed above encompass the challenges faced. The delay in completion of the environmental assessment delayed the start of construction. We were able to work out with the BTOP program a plan to work back to the original schedule.

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)

Indicator	Total	Narrative (describe your reasons for any variance from the baseline plan or any other relevant information)
New network miles deployed	0	The baseline was too optimistic, especially with regard to the completion of the environmental assessment. It should be possible to quickly catch up for most of the original prediction because much of it involved an IRU which is in the process of completion this quarter.
New network miles leased	10	The terms for all the network leases have been accepted. Completion of all the leases is expected this quarter.
Existing network miles upgraded	0	No deviation from expected progress
Existing network miles leased	0	No deviation from expected progress
Number of miles of new fiber (aerial or underground)	0	Mobilization for construction will begin in Q2 2011, actual construction is expected to begin Q3 2011
Number of new wireless links	0	NA
Number of new towers	0	NA
Number of new and/or upgraded interconnection points	0	Bids are expected to be distributed in Q2 2011. Construction is expected to start Q3 2011

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	3
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: None thus far. We are nearing completion of negotiations with three providers, and will solicit proposals from additional providers as the network develops.

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:

Maximum service levels are planned at the gigabit or the 100 megabit level. Services are planned to be offered at all levels. No pricing decisions have been made at this time.

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 third party operates (600 words or less).

No designations have been made yet. It is planned to designate several third party contractors to operate portions of the network.

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 agreements were negotiated until the environmental assessment was completed. Discussions have started with some of the providers.

Subscriber Type	Access Type	Total	Narrative (describe your reasons for any variance from the baseline plan or any other relevant information)
	Providers with signed agreements receiving improved access	0	No agreements were negotiated until the environmental assessment was completed. Discussions have started with some of the providers.
	Providers with signed agreements receiving access to dark fiber	0	No agreements were negotiated until the environmental assessment was completed. Discussions have started with some of the providers.
	Please identify the speed tiers that are available and the number of subscribers for each	0	NA
Community Anchor Institutions (including Government institutions)	Total subscribers served	0	After construction is begun, the project will begin to serve the anchor institutions.
	Subscribers receiving new access	0	After construction is begun, the project will begin to serve the anchor institutions.
	Subscribers receiving improved access	0	After construction is begun, the project will begin to serve the anchor institutions.
	Please identify the speed tiers that are available and the number or subscribers for each	0	After construction is begun, the project will begin to serve the anchor institutions
Residential / Households	Entities passed	0	NA
	Total subscribers served	0	NA
	Subscribers receiving new access	0	NA
	Subscribers receiving improved access	0	NA
	Please identify the speed tiers that are available and the number of subscribers for each	0	NA
Businesses	Entities passed	0	NA
	Total subscribers served	0	NA
	Subscribers receiving new access	0	NA
	Subscribers receiving improved access	0	NA
	Please identify the speed tiers that are available and the number of subscribers for each	0	NA

7. Please describe any special offerings you may provide (600 words or less).
NA

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

8b. If so, please describe the changes (300 words or less).
NA

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	Type of Anchor	Are you also the	Narrative description of how anchor institutions are using BTOP-
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	Area (town or county)	Institution (as defined in your baseline)	broadband service provider for this institution? (Yes / No)	funded infrastructure
None yet	NA	NA	NA	NA

Project Indicators (Next Quarter)

1. Please describe significant project accomplishments planned for completion during the next quarter (600 words or less).
 Begin Construction. Solicit construction bids for additional portions of the network. Solicit construction bids for the interconnection site.

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	20	Construction should begin this quarter.
2b.	Environmental Assessment	100	This has been completed.
2c.	Network Design	100	This should be completed this quarter as construction begins.
2d.	Rights of Way	30	This should proceed ahead of construction.
2e.	Construction Permits and Other Approvals	30	This should proceed ahead of construction.
2f.	Site Preparation	25	This should proceed ahead of construction.
2g.	Equipment Procurement	10	With constructin underway, some equipment can be purchased for installation as construction is completed.
2h.	Network Build (all components - owned, leased, IRU, etc.)	75	The completion of the IRU for leased fiber should be done this quarter, which will bring the project back to baseline expectations.
2i.	Equipment Deployment	0	Deployment will start after construction has moved far enough along so that connections to the internet can be accomplished.
2j.	Network Testing	10	This will proceed as construction is completed.
2k.	Other (please specify):	0	NA

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).

No special challenges are anticipated. It will take sometime to get construction back on schedule, but by using multiple contractors working on different portions of the network, project completion within the original three year time frame is expected.

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.

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		
Cost Classification	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	\$39,000	\$39,000	\$0	\$38,467	\$38,467	\$0	\$38,467	\$38,467	\$0
b. Land, structures, right-of-ways, appraisals, etc.	\$30,000	\$18,000	\$12,000	\$0	\$0	\$0	\$18,000	\$18,000	\$0
c. Relocation expenses and payments	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
d. Architectural and engineering fees	\$400,430	\$26,000	\$374,430	\$398,170	\$14,000	\$384,170	\$469,170	\$67,000	\$402,170
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	\$8,390,480	\$2,030,505	\$6,359,975	\$0	\$0	\$0	\$100,000	\$0	\$100,000
j. Equipment	\$1,538,655	\$0	\$1,538,678	\$0	\$0	\$0	\$0	\$0	\$0
k. Miscellaneous	\$40,470	\$0	\$40,470	\$4,627	\$884	\$3,743	\$4,627	\$884	\$3,743
l. SUBTOTAL (add a through k)	\$10,439,035	\$2,113,505	\$8,325,553	\$441,264	\$53,351	\$387,913	\$630,264	\$124,351	\$505,913
m. Contingencies	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
n. TOTALS (sum of l and m)	\$10,439,035	\$2,113,505	\$8,325,553	\$441,264	\$53,351	\$387,913	\$630,264	\$124,351	\$505,913

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
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