

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 NT10BIX5570047	3. DUNS Number 127973282
4. Recipient Organization Northwest Open Access Network 5802 Overlook Avenue NE, Tacoma, WA 98422-1435		
5. Current Reporting Period End Date (MM/DD/YYYY) 12-31-2010	6. Is this the last Report of the Award Period? <input type="radio"/> Yes <input checked="" type="radio"/> 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 Rob Kopp	7c. Telephone (area code, number and extension) 2085859698	
	7d. Email Address rkopp@noanet.net	
7b. Signature of Certifying Official Submitted Electronically	7e. Date Report Submitted (MM/DD/YYYY): 02-11-2011	

Project Indicators (This Quarter)

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

Northwest Open Access Network (NoaNet) continued to progress on route preparation, right of way acquisition, and permitting. NoaNet provided notice of the Statewide State Environmental Protection Act (SEPA) determination and fulfilled associated process that are expected to conclude mid January. No comments of any substance were received in response to this SEPA determination which clears the way for construction permitting with local and governmental jurisdictions. Optical Network equipment was purchased for placement once construction has proceeded. Final staking has been completed on all NoaNet routes as well as sub participant routes for Pacific PUD and Black Rock Cable. Construction bids were released to the street and responses were received within the quarter. In addition, route modifications are being finalized on select routes with final approval pending with NTIA. Finally, we completed our first reimbursement for sub participants as well as additional training for sub participant reporting.

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	5	The overall project is lagging the baseline as a result of the time consumed on the Environmental Assessment (EA) and subsequent receipt of the Finding of No Significant Impact (FONSI). During the fourth quarter of 2010, significant progress has been made towards permitting, yet final receipt of permits and State Environmental Protection Act clearance has protracted constructions start dates.
2b.	Environmental Assessment	100	N/A
2c.	Network Design	50	N/A
2d.	Rights of Way	25	See 2a. above.
2e.	Construction Permits and Other Approvals	30	See 2a. above.
2f.	Site Preparation	20	See 2a. above.
2g.	Equipment Procurement	15	See 2a. above.
2h.	Network Build (all components - owned, leased, IRU, etc)	0	Based on the above comments, construction has not yet started.
2i.	Equipment Deployment	0	See 2a. above.
2j.	Network Testing	0	In addition to comments provided in 2a., construction has not yet started, consequently not allowing for Network Testing to be initiated.
2k.	Other (please specify): N/A	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).

Based on the original baseline projections, construction was scheduled to begin prior to this quarter. With the permitting taking on some unanticipated delays, this will delay construction until the next quarter.

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 projections had indicated construction starting in the 3rd quarter of 2010. Due to the duration of the permitting process taking longer than originally projected, the project timeline is delayed. It is anticipated Northwest Open Access Network will be on target with this milestone by the end of Year 2 of the project.
New network miles leased	0	N/A
Existing network miles upgraded	0	See narrative above.
Existing network miles leased	0	See narrative above.
Number of miles of new fiber (aerial or underground)	0	See narrative above.
Number of new wireless links	0	N/A
Number of new towers	0	N/A
Number of new and/or upgraded interconnection points	0	See narrative above.

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	38
Number of agreements currently being negotiated with broadband wholesalers or last mile providers	1
Average term of signed agreements (in quarters)	20

5b. Please list the names of the wholesale and last mile providers with whom you have signed agreements (100 words or less). Providers: The 38 signed agreements referred to above are comprised of 36 pre-existing wholesale customers of NoaNet with Agreement start dates pre-dating the Broadband Technology Opportunities Program award and (2) new agreements in the past two quarters. These contracts have non-disclosure provisions that prohibit public release of their specific names without prior consent. The list of pre-existing customers has been previously provided to NTIA under separate cover as "Privileged and Confidential" sales-marketing information.

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: There are currently no wholesale services being provided as a result of this funding since limited construction started this quarter. As the network is built, turned up, and tested, this list will be updated and data will be provided.

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).

Subrecipients:
 SawNet, c/o Sawtooth Technologies, 50 SE Cascade Ave, Stevenson, WA 98648 509-427-4865
 Black Rock Cable, Inc., 1512 Fairview St., Bellingham, WA 98229 360-738-3116

Network drawings have been previously provided.

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)

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 (600 words or less).
 None at this time in the project.

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
None at this time.	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).
 Additional construction contracts will be advertised for bidding and awards made for additional NoaNet and most sub participant segments of the network. Rights of way and permitting continue within the project, with anticipated completion by end of Year 2 of the project timeline. Construction will start to advance at a rapid pace as weather and permitting allows. Some sub participants are anticipated to begin construction on their phases of the project as we near the end of the quarter. We will begin processing reimbursements for a majority of our sub participants, which will include more comprehensive reporting for the quarter.

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	10	Delay in completing the Environmental Assessment and subsequent receipt of finding of No Significant Impact (FONSI) has extended the current overall project timeline into future quarters. Construction is now targeted to begin in the first quarter of 2011. Some permitting issues have hindered progress on select routes but are anticipated to be resolved this quarter as well. Weather has impacted some select routes for preparation, but again hopeful to resolve this quarter.
2b.	Environmental Assessment	100	N/A
2c.	Network Design	70	N/A
2d.	Rights of Way	50	See 2a. above.
2e.	Construction Permits and Other Approvals	40	See 2a. above.
2f.	Site Preparation	30	See 2a. above.
2g.	Equipment Procurement	40	See 2a. above.
2h.	Network Build (all components - owned, leased, IRU, etc.)	5	See 2a. above.
2i.	Equipment Deployment	15	See 2a. above.
2j.	Network Testing	5	See 2a. above.
2k.	Other (please specify): N/A	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 (600 words or less).

Once again, weather could play a role in progression of construction during the next quarter. It is anticipated that in Year 2 of the project that some, if not all of the lag in the milestones will be on target. Northwest Open Access Network has intentions of completing the project within the Broadband Technology Opportunities Program guidelines.

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	\$1,385,673	\$0	\$1,385,673	\$0	\$0	\$0	\$0	\$0	\$0
b. Land, structures, right-of-ways, appraisals, etc.	\$3,845,935	\$3,574,685	\$271,250	\$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	\$5,193,245	\$0	\$5,193,245	\$1,164,824	\$0	\$1,164,824	\$2,250,000	\$0	\$2,250,000
e. Other architectural and engineering fees	\$2,136,368	\$0	\$2,136,368	\$344,948	\$0	\$344,948	\$1,000,000	\$0	\$1,000,000
f. Project inspection fees	\$8,194,858	\$0	\$8,194,858	\$961,349	\$0	\$961,349	\$2,000,000	\$0	\$2,000,000
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	\$70,065,546	\$11,209,538	\$58,856,008	\$0	\$0	\$0	\$1,000,000	\$0	\$1,000,000
j. Equipment	\$15,517,288	\$7,414,371	\$8,102,917	\$1,993,702	\$0	\$1,993,702	\$3,000,000		\$3,000,000
k. Miscellaneous	\$207,678	\$0	\$207,687	\$0	\$0	\$0	\$0	\$0	\$0
l. SUBTOTAL (add a through k)	\$106,546,591	\$22,198,594	\$84,348,006	\$4,464,823	\$0	\$4,464,823	\$9,250,000	\$0	\$9,250,000
m. Contingencies	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
n. TOTALS (sum of l and m)	\$106,546,591	\$22,198,594	\$84,348,006	\$4,464,823	\$0	\$4,464,823	\$9,250,000	\$0	\$9,250,000

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: \$2,022,249 b. Program Income to Date: \$0