

RECIPIENT NAME:ONECOMMUNITY

AWARD NUMBER: NT10BIX5570067

DATE: 02/20/2011

OMB CONTROL NUMBER: 0660-0037

EXPIRATION DATE: 12/31/2013

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 NT10BIX5570067	3. DUNS Number 806546326
4. Recipient Organization ONECOMMUNITY 1375 Euclid Ave, STE 500, Cleveland, OH 44115-1808		
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 Jim Hay	7c. Telephone (area code, number and extension) X	
	7d. Email Address jhay@onecommunity.org	
7b. Signature of Certifying Official Submitted Electronically	7e. Date Report Submitted (MM/DD/YYYY): 02-20-2011	

Project Indicators (This Quarter)

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

OVERALL PROJECT - program progressed as per schedule, with major milestones met on time
 ENVIRONMENTAL ASSESSMENT - draft was completed by 12/31/10, and scheduled to be filed on 01/01/2011
 NETWORK DESIGN - preliminary designs were completed on schedule, however at a cost over budget due to need to accelerate to meet the EA schedule
 CONSTRUCTION PERMITS, APPROVALS, RIGHTS OF WAY - by qtr end began to file for "make ready engineering" work with utility pole owners. Need utility companies to conduct their engineering, then can commence make ready work post-EA approval
 SITE PREPARATION - not started, pending EA approval
 EQUIPMENT PROCUREMENT - core network backbone equipment orders and related materials were all issued; first shipments arrived in December
 NETWORK BUILD & EQUIPMENT DEPLOYMENT- no funds were expended on network build out (to commence after EA approval)
 EQUIPMENT DEPLOYMENT - no funds were expended on deploying into operations equipment which had been procured (Post-EA approval work)
 NETWORK TESTING - no progress, dependent on network build & equipment deployment (i.e., post-EA approval work)

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	10	Percent complete is based on amount budgeted vs spent, and includes both federal funds and matching funds. Total project spend is ahead of baseline (4%) due to large equipment purchases paid for in the period ending 12/31/2010.
2b.	Environmental Assessment	81	On plan, as % of estimated effort to complete.
2c.	Network Design	90	The pct complete here is expressed as a % of effort (vs budget). Network design is largely complete (although some level of design activity will be continuous, however, the bulk of effort was "up front").
2d.	Rights of Way	0	There were no new rights of way that were needed to be acquired. The project baseline was established as the physical walkouts were being conducted for the EA. It was assumed for planning purposes some new rights of way might be needed, and that these would be acquired during the walkout and EA process. To-date we have found no need for new Rights of Way for the project - we are in existing rights of way and are seeking permit approvals from the utility infrastructure owners. Hence the variance from the baseline. We do anticipate we may need one or two. As these are encountered, and budget from the "Land, Structures, Rights of Way" is expended, it will be reported here.
2e.	Construction Permits and Other Approvals	1	By period end permitting with utility companies was just ramping up; baseline reflects an incorrect plan percentage of 50% based on EA approval dependency. Permissions to enter new hub sites planned will also be reported here, and by 12/31/2010 no new colocation agreements had been signed. Less than 1% of the total project budget had been expended by 12/31/2010 for permitting with the utility infrastructure owners.
2f.	Site Preparation	0	Not commenced due to dependency on EA approval
2g.	Equipment Procurement	6	The percent complete is based on % of total program budget. First shipments of networking gear were received in December on plan; baseline of 45% anticipated more equipment arriving in the quarter than we were able to achieve for federally funded purchases. Matching equipment (both cash and in kind) occurred by 12/31/2011 as well.

	Milestone	Percent Complete	Narrative (describe reasons for any variance from baseline plan or subsequent written updates provided to your program officer)
2h.	Network Build (all components - owned, leased, IRU, etc)	0	Percent complete is expressed as a % of the federal program budget. No construction has been started as of 12-31-10.
2i.	Equipment Deployment	0	Percent complete is expressed as a % of the federal program budget. No construction or equipment deployment has begun as of 12-31-10.
2j.	Network Testing	0	Not commenced
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).

ENVIRONMENTAL ASSESSMENT - engineering costs are over budgeted amounts due to incurring excess engineering costs in order to meet a deadline of Jan 2, 2011 for our draft EA filing, 6 months post-award date. Much of the work had to be outsourced to engineering firms in order to get all the work done in time for the EA draft filing.

BARRIERS TO IMPLEMENTATION - at this point include needing wage determinations from the DOL in order to complete a construction services RFP process, and completion of the NTIA environmental assessment and receipt of the "FONSI".

NTIA TECHNICAL ASSISTANCE - none.

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	0	construction not started (dependency on EA approval for federal funds).
New network miles leased	0	construction not started (dependency on EA approval)
Existing network miles upgraded	0	construction not started (dependency on EA approval)
Existing network miles leased	0	no new leases occurred, as per the instructions
Number of miles of new fiber (aerial or underground)	0	construction not started (dependency on EA approval)
Number of new wireless links	0	n/a
Number of new towers	0	n/a
Number of new and/or upgraded interconnection points	0	construction not started (dependency on EA approval)

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	0
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 at this time; we have been focusing on construction launch activities, primarily EA completion.

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:
None 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 this third party operates (600 words or less).
Not applicable. OneCommunity operates a 900 mile network in NE Ohio today. This project will double the size and allow us to serve new or improve service to 796 additional community anchor institutions.

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	on plan
	Providers with signed agreements receiving improved access	0	on plan
	Providers with signed agreements receiving access to dark fiber	0	on plan
	Please identify the speed tiers that are available and the number of subscribers for each	0	N/A at this time
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

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

8b. If so, please describe the changes (300 words or less).
 Not applicable. OneCommunity currently operates a 900 mile network in NE Ohio benefitting community anchor institutions ranging from hospitals and health clinics to schools and libraries to institutions of higher education. This project will allow us to double our network size and further our non-profit mission to serve community anchor institutions as one means to help communities grow and prosper through adoption of new technologies, in particular broadband. Our current network management practices of operating an open network remain in place.

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	none in this period

Project Indicators (Next Quarter)

1. Please describe significant project accomplishments planned for completion during the next quarter (600 words or less).
 OVERALL PROJECT - will progress as per plan, with construction starting up (make ready work, underground work, etc..) post-EA approval
 ENVIRONMENTAL ASSESSMENT - Anticipate finding of no significant impact (FONSI) during the quarter
 NETWORK DESIGN - Initial designs will be completed when FONSI is received. Ongoing design activities involve network programming & optimization with donated resources.
 CONSTRUCTION PERMITS, APPROVALS, ROW - utility company engineering and "make ready" statements will be completed for our five (5) highest priority segments. Payments will be issued post-EA approval in order to begin "make ready" work on these ring segments. All other permit requirements will be completed as well
 SITE PREPARATION - five (5) existing core sites will be upgraded once the FONSI is issued.
 EQUIPMENT PROCUREMENT & DEPLOYMENT - P.O.'s will be issued for fiber optic cable and construction materials, completing the bulk of the procurement stage; equipment deployment of network equipment will commence with the five existing core site upgrades
 NETWORK BUILD - will commence with "make ready" work being authorized, and underground construction starting where able. Other equipment & materials will be deployed as ring segment "make ready" is completed or underground work can commence.
 NETWORK TESTING - will commence with testing of upgrades to the five existing core 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	27	Based on overall budget vs planned spend through 3/31/2011. Almost all equipment and materials will have been received by quarter end (>\$13mm)
2b.	Environmental Assessment	100	The EA will be completed with the FONSI.
2c.	Network Design	95	% complete as a % of effort. Estimate to complete is based on initial design being completed after EA approval, and additional ongoing design activities continue as network is built. Most of the matching funds in this category will be expended on the ongoing design optimization activities.
2d.	Rights of Way	0	We do not foresee the need for any new Rights of Way in Q2-2011, as we will just be starting construction. It was assumed for planning purposes some new rights of way might be needed. To-date we have found no need for new Rights of Way for the project - we are in existing rights of way and are seeking permit approvals from the utility infrastructure owners. Hence the variance from the baseline will continue.

	Milestone	Planned Percent Complete	Narrative (describe reasons for any variance from baseline plan or any other relevant information)
			We do still anticipate we may need one or two. As these are encountered, and budget from the "Land, Structures, Rights of Way" is expended, it will be reported here.
2e.	Construction Permits and Other Approvals	71	Percent complete is based on % of budget from the project budget category of "Land, Structures, Rights of Way" (424-C category), which we mapped into this PPR and baseline milestone category. So as a % of budget allocated to this milestone category, we will ramp up of "make ready" (MR) engineering activities by utility companies by quarter end.
2f.	Site Preparation	11	Percent complete based on % of budget. Matching funds will be spent on existing hub site upgrade in Q2 2011.
2g.	Equipment Procurement	42	Percent complete based on: fed funding - receipt of additional equipment shipments from PO's placed in December (for equipment) and January (for fiber); and matching funding from payments by sub-recipients in preparation of their network build outs.
2h.	Network Build (all components - owned, leased, IRU, etc.)	11	Percent complete based on ramp up of make ready on aerial routes post-FONSI; commencement of underground where plausible on underground routes. Of 13 overall ring segments we are planning to start work on the top five (5) rings.
2i.	Equipment Deployment	17	Percent complete based on work at existing core network sites; post-FONSI when deployment can begin. Less than 1% of total project. Plus matching funds spent by sub-recipients on equipment installation.
2j.	Network Testing	0	This will be continuous throughout, but with construction ramping up we do not anticipate a significant amount of effort here through 3/31/2011.
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 (600 words or less).

ENVIRONMENTAL ASSESSMENT COMPLETION: We are currently working with USF&W and Ohio's Historic Preservation Office (OHPO) to complete a Section 7 and Section 106 consultation, respectively. Formal requests were filed with the agencies on January 11 (acknowledged receipt date), with each agency allotted up to 30 days to respond, target of FEB 11. Allowing for incorporation of any comments taking several days, we anticipate our final submittal on or about FEB 16. This will be a challenge to have the FONSI issued by February month end.

ITEMS SPECIFIC TO THIS PROJECT: in addition to the EA, a determination on (1) Davis Bacon wages for OSP work in NE Ohio, and (2) acceptance of OneCommunity's bonding policy, will allow us to complete an active RFP and select several construction firms to help with deployment beginning in April.

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	\$268,147	\$24,379	\$243,768	\$72,391	\$12,088	\$60,303	\$87,867	\$12,088	\$75,779
b. Land, structures, right-of-ways, appraisals, etc.	\$4,261,800	\$0	\$4,261,800	\$5,000	\$0	\$5,000	\$2,717,180	\$0	\$2,717,180
c. Relocation expenses and payments	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
d. Architectural and engineering fees	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
e. Other architectural and engineering fees	\$1,230,720	\$900,000	\$330,720	\$1,222,148	\$65,824	\$1,156,324	\$1,330,420	\$96,032	\$1,234,388
f. Project inspection fees	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
g. Site work	\$180,250	\$180,250	\$0	\$0	\$0	\$0	\$144,156	\$0	\$144,156
h. Demolition and removal	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
i. Construction	\$35,225,331	\$15,494,088	\$19,731,243	\$0	\$0	\$0	\$501,437	\$357,282	\$144,155
j. Equipment	\$28,631,231	\$8,404,716	\$20,226,515	\$5,513,168	\$3,867,462	\$1,645,706	\$9,069,213	\$3,867,462	\$5,201,751
k. Miscellaneous	\$185,000	\$185,000	\$0	\$525	\$0	\$525	\$525	\$0	\$525
l. SUBTOTAL (add a through k)	\$69,982,479	\$25,188,433	\$44,794,046	\$6,813,232	\$3,945,374	\$2,867,858	\$13,850,798	\$4,332,864	\$9,517,934
m. Contingencies	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
n. TOTALS (sum of l and m)	\$69,982,479	\$25,188,433	\$44,794,046	\$6,813,232	\$3,945,374	\$2,867,858	\$13,850,798	\$4,332,864	\$9,517,934

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