

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 NT10BIX5570105	3. DUNS Number 807477898
4. Recipient Organization Treasury, New Jersey Department of 125 W. State Street, Trenton, NJ 08608-1101		
5. Current Reporting Period End Date (MM/DD/YYYY) 06-30-2013	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 William Drew	7c. Telephone (area code, number and extension) 6097772650	
	7d. Email Address William.Drew@oit.state.nj.us	
7b. Signature of Certifying Official Submitted Electronically	7e. Date Report Submitted (MM/DD/YYYY): 07-26-2013	

Project Indicators (This Quarter)			
<p>1. Please describe significant project accomplishments completed during this quarter (600 words or less).</p> <p>The NJ BTOP project team continues negotiations with FirstNet on a potential project "pivot" as well as on the Memorandum of Agreement (MOA) to allow use of the spectrum. A Terms and Conditions proposal, with respect to the project pivot, has been put forth and is under review. Two site identification resources were brought on board in April to collect current data on tower resources; the resources have been making significant progress in identifying government owned assets. In addition, an initial coverage design for the Route 21 corridor was completed and a job description for site assessors compiled. A Memorandum of Understanding (MOU) was drafted and sent to New Jersey Transit regarding the cash match for the project; negotiations with New Jersey Transit continue. The project team has developed a logo and name "JerseyNet" and the project website is currently under development, with projected launch in July. The State received a mini-extension of the project until September 2013 and the project team also continues work on the full budget modification.</p>			
<p>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).</p>			
	Milestone	Percent Complete	Narrative (describe reasons for any variance from baseline plan or subsequent written updates provided to your program officer)
2a.	Overall Project	3	See Narrative in Question 1
2b.	Environmental Assessment	90	The environmental assessments were done on the original site list. The State received a categorical exclusion. Letters of compliance were received from Fish and Wildlife, Tribal entities. In addition the Historic Preservation Society issued a programmatic agreement.
2c.	Network Design	5	The network design was not completed because a vendor was not selected through the RFP process. The LTE suspension has impeded the network design portion of the project.
2d.	Rights of Way	0	At this time there are no right of way requirements. Fiber construction which was part of the original design has been removed from the project scope.
2e.	Construction Permits and Other Approvals	0	The project scope does not call for construction of any new towers. Any permits needed for attachment will be obtained by the contractor.
2f.	Site Preparation	0	Site preparation was not started because a vendor was not selected through the RFP process, and changes resulting from the LTE suspension.
2g.	Equipment Procurement	0	Equipment procurement has not started and was delayed due to the LTE suspension.
2h.	Network Build (all components - owned, leased, IRU, etc)	0	Construction of the network is suspended at this time due to the LTE suspension and uncertainty of the 700 MHz spectrum lease.
2i.	Equipment Deployment	0	Equipment deployment has not started and will be delayed due to the LTE suspension and uncertainty of the 700 MHz spectrum lease.
2j.	Network Testing	0	Network testing will be delayed due to the LTE suspension and uncertainty of the 700 MHz spectrum lease.
2k.	Site Identification/ Other (please specify): Initial Coverage Design	100	Site identification resources onboarded and began site identification work; initial coverage design completed
<p>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).</p> <p>See response to question #1. Negotiations with FirstNet continue on the project direction and spectrum lease.</p> <p>As it relates to Question 11&n Actual Federal Funds, the \$1,076,579.29 matches line g. Total Federal share in the Q2 2013 SF425 filing. This is in compliance with NOAA's accrual reporting process.</p> <p>As it relates to Activity Based Expenditures: After an internal review, \$63,724.34 was reallocated from the Administrative and Legal expenses cost classification to the Architectural and engineering fees cost classification. \$933.64 was also reallocated from the Administrative and Legal expenses cost classification to the Miscellaneous cost classification. This includes the \$227.11 charge that was removed, due to being an unallowable expense.</p>			

As it relates to Activity Based Expenditures: After an internal review, \$28,000 was reallocated from Land, structures, right-of-ways, appraisals, etc. to the Other Architectural and Engineering fees cost classification.

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	With NJ's RFP not being fulfilled and the Department of Commerce issuing a partial suspension of the project, we have been unable to deploy network miles per our project baseline.
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	Fiber was in the originally approved design, but has been removed. As such there is none deployed.
Number of new wireless links	0	With NJ's RFP not being fulfilled and the Department of Commerce issuing a partial suspension of the project, we have been unable to complete new wireless links per our project baseline.
Number of new towers	0	n/a
Number of new and/or upgraded interconnection points	0	With NJ's RFP not being fulfilled and the Department of Commerce issuing a partial suspension of the project, we have been unable to deploy new and/or upgraded interconnection points per our project baseline.

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. No change from baseline.

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. No change from baseline.

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).
The State has not designated a third party to operate 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 change from baseline.
	Providers with signed agreements receiving improved access	0	No change from baseline.
	Providers with signed agreements receiving access to dark fiber	0	No change from baseline.
	Please identify the speed tiers that are available and the number of subscribers for each	0	No change from baseline.
Community Anchor Institutions (including Government institutions)	Total subscribers served	0	See Narrative in Project Indicators section 1
	Subscribers receiving new access	0	No change from baseline.
	Subscribers receiving improved access	0	See Narrative in Project Indicators section 1
	Please identify the speed tiers that are available and the number or subscribers for each	0	No change from baseline.
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).
n/a

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).
 New Jersey will continue negotiations on the Memorandum of Understanding (MOU) and project strategy with FirstNet. The team will also continue to negotiate the Memorandum of Agreement (MOA) with New Jersey Transit for the project's cash match. The team plans to finalize site identification activities of government owned sites, as well as continue to update the initial coverage design in the Route 21 corridor. The team will also work on finalizing the Project Charter and Communication plan, and work to finalize membership in the Broadband Working Group. Additionally, the team plans to launch the JerseyNet project website. The team will also continue to review the budget to submit for the full budget modification.

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	4	See narrative above in Question 1
2b.	Environmental Assessment	90	Assessments are complete for the 114 sites in the project. Team may need to replace or supplement these sites so the percent complete will remain at 90%
2c.	Network Design	5	See narrative in Question 1
2d.	Rights of Way	0	Rights of way is no longer needed since the fiber component has been removed from the project.
2e.	Construction Permits and Other Approvals	0	The project scope does not call for construction of any new towers.
2f.	Site Preparation	0	See narrative above in Question 1
2g.	Equipment Procurement	0	See narrative above in Question 1
2h.	Network Build (all components - owned, leased, IRU, etc.)	0	See narrative above in Question 1
2i.	Equipment Deployment	0	See narrative above in Question 1
2j.	Network Testing	0	See narrative above in Question 1
2k.	Other (please specify): Site Identification/ Initial Coverage Design/Site Assessment	100	Onboard site assessment resources and begin site assessment activities; finalize site identification activities and update initial coverage design

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).

The State continues to negotiate the strategy and spectrum lease, which delays project activities. Additionally, New Jersey continues to negotiate the Memorandum of Agreement (MOA) with NJ Transit to secure matching funds.

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	\$502,200	\$0	\$502,200	\$882,871	\$52,960	\$829,911	\$1,294,704	\$464,792	\$829,911
b. Land, structures, right-of-ways, appraisals, etc.	\$14,390,880	\$11,550,000	\$2,840,880	\$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	\$2,129,868	\$0	\$2,129,868	\$110,309	\$0	\$110,309	\$160,611	\$50,302	\$110,309
e. Other architectural and engineering fees	\$1,618,825	\$0	\$1,618,825	\$162,604	\$28,000	\$134,604	\$255,124	\$120,520	\$134,604
f. Project inspection fees	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
g. Site work	\$7,786,518	\$0	\$7,786,518	\$0	\$0	\$0	\$0	\$0	\$0
h. Demolition and removal	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
i. Construction	\$11,090,600	\$0	\$11,090,600	\$0	\$0	\$0	\$0	\$0	\$0
j. Equipment	\$13,544,926	\$0	\$13,544,926	\$0	\$0	\$0	\$0	\$0	\$0
k. Miscellaneous	\$124,335	\$0	\$124,335	\$1,755	\$0	\$1,755	\$1,755	\$0	\$1,755
l. SUBTOTAL (add a through k)	\$51,188,152	\$11,550,000	\$39,638,152	\$1,157,539	\$80,960	\$1,076,579	\$1,712,194	\$635,614	\$1,076,579
m. Contingencies	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
n. TOTALS (sum of l and m)	\$51,188,152	\$11,550,000	\$39,638,152	\$1,157,539	\$80,960	\$1,076,579	\$1,712,194	\$635,614	\$1,076,579

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