

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 NT10BIX5570111	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) 06-30-2011	6. Is this the last Report of the Award Period? <div style="text-align: center;"> <input type="radio"/> Yes <input checked="" type="radio"/> No </div>	
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 Dave Spencer	7c. Telephone (area code, number and extension) 2083436477	7d. Email Address noanet@chrsolutions.com
7b. Signature of Certifying Official Submitted Electronically	7e. Date Report Submitted (MM/DD/YYYY): 07-28-2011	

Project Indicators (This Quarter)

1. Please describe significant project accomplishments completed during this quarter (600 words or less).
 Northwest Open Access Network continued to work on the Environmental Process in anticipation of receipt of Finding of No Significant Impact (FONSI). Work with the Bureau of Land Management and the US Forest Service in a collaborative effort to gain approval for building of our Network on or near these Federal lands. Additionally, work continues on budgeting, inclusive of Sub Recipient projects, to ultimately draft agreements and finalize time lines for field staking, permitting, contractor and other vendor selection processes. A significant effort has been spent collecting data and visiting wireless sites in preparation of the Federal Communications Commission (FCC) application and execution per the Programmatic Agreement between the National Telecommunications and Information Administration (NTIA) and the FCC.

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	3	No variance.
2b.	Environmental Assessment	95	Work continues on the Environmental process to work towards receipt of Finding of No Significant Impact by end of Quarter 3, 2011.
2c.	Network Design	45	No variance.
2d.	Rights of Way	15	Rights of Way acquisition has been initiated with preliminary work taking place. Delays in initial acceptance of the award has extended this portion of the projected progress milestone. The Project will meet the NTIA metric of two thirds complete by end of year two through aggressive project management and bringing in additional resources as may be required.
2e.	Construction Permits and Other Approvals	20	Some preliminary work has been initiated in the permitting process and will continue in an aggressive manner to expedite this metric as we work to achieve Finding of No Significant Impact (FONSI).
2f.	Site Preparation	10	Site preparation is lagging Baseline projections while we await Finding of No Significant Impact. Once approval is received and ground disturbing activities are allowed, additional resources will be allocated to staking and Site Preparation.
2g.	Equipment Procurement	20	Equipment procurement is substantially complete with final design being iterated with the vendor. Equipment purchases originally planned during the initial six months of the project are being allocated to purchases later in the project. Anticipation of meeting the Baseline projections for this metric will be by the end of year two of the project timeline.
2h.	Network Build (all components - owned, leased, IRU, etc)	0	No variance.
2i.	Equipment Deployment	0	The Baseline projection assumed In Kind Assets would have been approved during this quarter of the project and those assets have yet to receive approval for deployment to the project.
2j.	Network Testing	0	No variance.
2k.	Other (please specify):NA	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).
 NoaNet is actively working with the Program Officer to enable FONSI to be issued late July to early August. NoaNet is also awaiting approval of the adjusted In Kind Assets.

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	No Variance.
New network miles leased	0	NA
Existing network miles upgraded	0	NA
Existing network miles leased	0	NA
Number of miles of new fiber (aerial or underground)	0	No Variance.
Number of new wireless links	0	No Variance.
Number of new towers	0	NA
Number of new and/or upgraded interconnection points	0	No Variance.

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	43
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 43 signed agreements referred to above are comprised of the 37 original or pre-existing wholesale customers with Northwest Open Access Network with existing agreements pre-dating the Broadband Technology Opportunities Program award and six (6) new agreements from the previous four quarters. These contracts have non-disclosure provisions that prohibit public release of their specific names without prior written consent. The list of pre-existing customers was previously provided to National Telecommunications and Information Administration (NTIA) under separate cover as "Privileged and Confidential" sales and 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 broadband wholesale services being provided as this project is currently awaiting receipt of finding of No Significant Impact (FONSI) on the Environmental Assessment. Once customers are receiving service, the list of wholesale service offerings and prices will be updated and 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).

Sub Recipients:

Black Rock Cable, Inc., 1512 Fairview St., Bellingham, WA 98229 360-738-3116
 Kitsap Public Utility District, 1431 Finn Hill Road, PO Box 1989, Poulsbo, WA 98370 360-779-7656

Negotiations with other third party providers are in process with no final determination at this time. Additional third party operators will likely be added as the project progresses.

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	No Variance.
	Providers with signed agreements receiving improved access	0	NA
	Providers with signed agreements receiving access to dark fiber	0	NA
Community Anchor Institutions (including Government institutions)	Please identify the speed tiers that are available and the number of subscribers for each	0	NA
	Total subscribers served	0	The number included on the Baseline projection was an error, as no miles of fiber were expected to be deployed at this time in the project.
	Subscribers receiving new access	0	The number included on the Baseline projection was an error, as no miles of fiber were expected to be deployed at this time in the project.
	Subscribers receiving improved access	0	NA
Residential / Households	Please identify the speed tiers that are available and the number of subscribers for each	0	N/A
	Entities passed	0	NA
	Total subscribers served	0	NA
	Subscribers receiving new access	0	NA
	Subscribers receiving improved access	0	NA
Businesses	Please identify the speed tiers that are available and the number of subscribers for each	0	NA
	Entities passed	0	NA
	Total subscribers served	0	NA
	Subscribers receiving new access	0	NA
	Subscribers receiving improved access	0	NA

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).

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 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
NA	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).
 Most importantly, we are anticipating receipt of Finding of No Significant Impact from the Environmental Assessment. This will lead the way for continued progress in all metrics across all phases of the Project. Staking, Permitting and Right of Way acquisition are all being coordinated in support of an accelerated construction schedule.

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	When the anticipated approval of the In Kind Asset for Land and Equipment is received, the overall progress of the project will surpass the Baseline projections.
2b.	Environmental Assessment	100	No variance.
2c.	Network Design	60	No variance.
2d.	Rights of Way	25	Rights of Way will lag an aggressive Baseline projection well into this year. Anticipation was that the Environmental process would not take as much time and the process would have began sooner.
2e.	Construction Permits and Other Approvals	30	See comment above in reference to permitting.
2f.	Site Preparation	20	Site preparation is scheduled to start in this quarter with an accelerated timeline. Completion of this particular milestone will fall into the final year of the project and may not attain the Baseline projection until final completion.
2g.	Equipment Procurement	75	Approval of In Kind assets will drive this metric beyond the original Baseline projections. Assets booked to the project and implemented into the Network will be attributable towards the build.
2h.	Network Build (all components - owned, leased, IRU, etc.)	0	Earlier Baseline projections had Network Build starting in the first quarter of year two of the project. However, as a result of the longer than anticipated Environmental process, this metric will not start until the following quarter.
2i.	Equipment Deployment	75	As In Kind Assets are allowable to the Project, Equipment in place will be deployed.
2j.	Network Testing	0	Network testing will follow the Network Build Metric once that portion of the Project is started. It is anticipated that this metric will attain the Baseline projection by end of year two of the Project.
2k.	Other (please specify): NA	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).

None are anticipated, however, unidentified challenges and issues are always a concern. Additional resources will be implemented when needed to insure successful completion of the Project as required by the Broadband Technology Opportunities Program.

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	\$199,992	\$199,992	\$0	\$0	\$0	\$0	\$0	\$0	\$0
b. Land, structures, right-of-ways, appraisals, etc.	\$2,100,722	\$2,018,722	\$82,000	\$0	\$0	\$0	\$3,000,000	\$3,000,000	\$0
c. Relocation expenses and payments	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
d. Architectural and engineering fees	\$7,506,240	\$75,000	\$7,431,240	\$699,993	\$153,979	\$546,014	\$1,000,000	\$200,000	\$800,000
e. Other architectural and engineering fees	\$21,573	\$0	\$21,573	\$25,225	\$0	\$25,225	\$75,000	\$0	\$75,000
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	\$52,877,030	\$16,526,459	\$36,350,571	\$0	\$0	\$0	\$0	\$0	\$0
j. Equipment	\$15,239,344	\$4,672,381	\$10,566,963	\$0	\$0	\$0	\$11,500,000	\$11,500,000	\$0
k. Miscellaneous	\$54,000	\$54,000	\$0	\$0	\$0	\$0	\$0	\$0	\$0
l. SUBTOTAL (add a through k)	\$77,998,901	\$23,546,554	\$54,452,347	\$725,218	\$153,979	\$571,239	\$15,575,000	\$14,700,000	\$875,000
m. Contingencies	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
n. TOTALS (sum of l and m)	\$77,998,901	\$23,546,554	\$54,452,347	\$725,218	\$153,979	\$571,239	\$15,575,000	\$14,700,000	\$875,000

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: \$0	b. Program Income to Date: \$0
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