

RECIPIENT NAME:CVIN, LLC

AWARD NUMBER: NT10BIX5570126

DATE: 11/10/2011

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 NT10BIX5570126	3. DUNS Number 010738198
4. Recipient Organization CVIN, LLC 1346 N Floyd Ave, Fresno, CA 93723-9519		
5. Current Reporting Period End Date (MM/DD/YYYY) 09-30-2011	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 David Douglas	7c. Telephone (area code, number and extension) X	
	7d. Email Address douglasd@CVIN.com	
7b. Signature of Certifying Official Submitted Electronically	7e. Date Report Submitted (MM/DD/YYYY): 11-10-2011	

Project Indicators (This Quarter)

1. Please describe significant project accomplishments completed during this quarter (600 words or less).
 Environmental assessment (EA) processes continued through this quarter. The California Environmental Quality Act (CEQA) study was completed and adopted as a Negative Declaration by the California Public Utilities Commission (CPUC) on July 14, 2011. The National Environmental Policy Act (NEPA) final EA study was submitted to National Telecommunications and Information Administration (NTIA) for review. Federal agency concurrence and initial notification of a Finding of No Significant Impact (FONSI) was received on September 30, 2011. CVIN has hired additional key staff members including a CAD Specialist, Construction Accountant, and Network Manager in anticipation of beginning project construction early in quarter four of 2011. CVIN is also preparing to hire Network Specialists and Construction Inspectors. Detailed project engineering is completed. The project has been broken down into 30 construction segments. The first segment was bid out to construction contractors on August 30, 2011 and final competitive bids were received on September 27, 2011. Several additional segments have been bid out and are awaiting bid submittals from construction contractors. Additional pre-bid conferences have been conducted to qualify new construction contractors to participate in upcoming construction bids. Initial orders for conduit and fiber optic cable have been placed and are staged for immediate delivery. All grant fund expenditures this quarter are included in our approved 10-month Extended Procurement Budget.

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	Construction could not commence this quarter since the FONSI was not issued until September 30, 2011. Construction will commence next quarter and we anticipate catching up to the baseline during Q1-2012.
2b.	Environmental Assessment	100	No change from the baseline.
2c.	Network Design	85	Additional delays experienced with engineering firm. We anticipate catching up to the baseline during Q4-2011.
2d.	Rights of Way	50	We are slightly behind schedule due to delays from network design and rights of way authorities. We anticipate catching up to the baseline during Q4-2011.
2e.	Construction Permits and Other Approvals	50	We are slightly behind schedule due to delays from network design and permitting authorities. We anticipate catching up to the baseline during Q4-2011.
2f.	Site Preparation	0	Construction could not commence this quarter since the FONSI was not issued until September 30, 2011. Construction will commence next quarter and we anticipate catching up to the baseline during Q1-2012.
2g.	Equipment Procurement	0	Construction could not commence this quarter since the FONSI was not issued until September 30, 2011. Construction will commence next quarter and we anticipate catching up to the baseline during Q1-2012.
2h.	Network Build (all components - owned, leased, IRU, etc)	0	Construction could not commence this quarter since the FONSI was not issued until September 30, 2011. Construction will commence next quarter and we anticipate catching up to the baseline during Q1-2012.
2i.	Equipment Deployment	0	Construction could not commence this quarter since the FONSI was not issued until September 30, 2011. Construction will commence next quarter and we anticipate catching up to the baseline during Q1-2012.
2j.	Network Testing	0	No change from the baseline.
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).
 One of the greatest challenges for CVIN which delayed the Final Environmental Assessment (EA) submission to the NTIA to complete NEPA and obtain the FONSI was the delay in receiving the final concurrence letter from the USFWS. The NTIA officials assisted CVIN by outreaching to USFWS to receive the final letter of concurrence on September 14, 2011. This allowed CVIN environmental consultants to finalize the EA for NTIA. CVIN commends the exceptional effort and support provided by NTIA to assist CVIN on reaching a major milestone. CVIN has submitted a number of construction permit applications with various jurisdictions for review and

is working with their professional staff to meet conditions for approvals.

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 could not commence since the FONSI was not issued until September 30, 2011.
New network miles leased	0	N/A
Existing network miles upgraded	0	Construction could not commence since the FONSI was not issued until September 30, 2011.
Existing network miles leased	0	Construction could not commence since the FONSI was not issued until September 30, 2011.
Number of miles of new fiber (aerial or underground)	0	Construction could not commence since the FONSI was not issued until September 30, 2011.
Number of new wireless links	0	No change from the baseline.
Number of new towers	0	No change from the baseline.
Number of new and/or upgraded interconnection points	0	Construction could not commence since the FONSI was not issued until September 30, 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	36
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:
N/A as construction has not yet begun.

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:

N/A as construction has not yet begun.

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).

Once the project is complete, the services provided to Anchor Institutions will be managed by our partner, the Corporation for Education Network Initiatives in California (CENIC) who is a sub-recipient. We (CVIN) will manage all commercial services to third party providers, business and residential customers. CENIC's Chief Technology Officer, David Reese, is their operations contact for the project (dave@cenic.org, 714-220-3444).

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 the baseline.
	Providers with signed agreements receiving improved access	0	Construction could not commence since the FONSI was not issued until September 30, 2011.
	Providers with signed agreements receiving access to dark fiber	0	No change from the baseline.
Community Anchor Institutions (including Government institutions)	Please identify the speed tiers that are available and the number of subscribers for each	0	Construction could not commence since the FONSI was not issued until September 30, 2011.
	Total subscribers served	0	Construction could not commence since the FONSI was not issued until September 30, 2011.
	Subscribers receiving new access	0	Construction could not commence since the FONSI was not issued until September 30, 2011.
	Subscribers receiving improved access	0	N/A
Residential / Households	Please identify the speed tiers that are available and the number of subscribers for each	0	Construction could not commence since the FONSI was not issued until September 30, 2011.
	Entities passed	0	No change from the baseline.
	Total subscribers served	0	No change from the baseline.
	Subscribers receiving new access	0	No change from the baseline.
	Subscribers receiving improved access	0	N/A
Businesses	Please identify the speed tiers that are available and the number of subscribers for each	0	No change from the baseline.
	Entities passed	0	No change from the baseline.
	Total subscribers served	0	No change from the baseline.
	Subscribers receiving new access	0	No change from the baseline.
	Subscribers receiving improved access	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
not yet begun	not yet begun	not yet begun	not yet begun	not yet begun

Project Indicators (Next Quarter)

1. Please describe significant project accomplishments planned for completion during the next quarter (600 words or less).

CVIN anticipates the delivery of additional materials and the commencement of construction. In addition, CVIN anticipates conducting the first public ground-breaking ceremony to include various public and community officials. CVIN anticipates contracting biological and cultural resource specialist to monitor construction activities for compliance to both CEQA and NEPA Plans. In addition, CVIN anticipates hiring Construction Inspectors to monitor construction contractor activities. CVIN anticipates completing various permitting agreements and additional construction segment contracts to progressively advance construction. We intend to have at least 100 miles of new network deployed and 185 miles of upgraded network, but won't have any leased network miles yet. We will have two signed agreements with last mile providers but won't be in a position to connect any CAI's yet. There have been some slight adjustments in Budget Classifications which will remain under 10% of the total budget. We will work with our Grants Officer to address any budget updates that need to be reflected on next quarter's PPR.

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	16	Construction is delayed since FONSI was not issued until September 30, 2011. Construction will commence during Q4-2011 and significant progress is anticipated during Q1-2012.
2b.	Environmental Assessment	100	Complete
2c.	Network Design	100	Complete
2d.	Rights of Way	85	No change from the baseline.
2e.	Construction Permits and Other Approvals	85	No change from the baseline.
2f.	Site Preparation	20	Construction is delayed since FONSI was not issued until September 30, 2011. Construction will commence during Q4-2011 and significant progress is anticipated during Q1-2012.
2g.	Equipment Procurement	35	Construction is delayed since FONSI was not issued until September 30, 2011. Construction will commence during Q4-2011 and significant progress is anticipated during Q1-2012.
2h.	Network Build (all components - owned, leased, IRU, etc.)	20	Construction is delayed since FONSI was not issued until September 30, 2011. Construction will commence during Q4-2011 and significant progress is anticipated during Q1-2012.
2i.	Equipment Deployment	20	Construction is delayed since FONSI was not issued until September 30, 2011. Construction will commence during Q4-2011 and significant progress is anticipated during Q1-2012.
2j.	Network Testing	5	Construction is delayed since FONSI was not issued until September 30, 2011. Construction will commence during Q4-2011 and significant progress is anticipated during Q1-2012.
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).

Construction will commence this quarter. The expectation of significant progress will hinge on effective biological and cultural monitoring as well as cooperation from rights of way and permitting authorities.

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	\$227,000	\$68,100	\$158,900	\$294,890	\$96,008	\$198,882	\$334,890	\$100,467	\$234,423
b. Land, structures, right-of-ways, appraisals, etc.	\$215,963	\$64,789	\$151,174	\$329,160	\$124,012	\$205,148	\$500,000	\$150,000	\$350,000
c. Relocation expenses and payments	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
d. Architectural and engineering fees	\$1,212,173	\$363,652	\$848,521	\$2,537,350	\$847,277	\$1,690,073	\$3,000,000	\$900,000	\$2,100,000
e. Other architectural and engineering fees	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
f. Project inspection fees	\$730,319	\$219,096	\$511,223	\$0	\$0	\$0	\$75,000	\$22,500	\$52,500
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	\$64,214,212	\$19,264,273	\$44,949,939	\$147,475	\$87,655	\$59,820	\$6,556,000	\$1,966,801	\$4,589,199
j. Equipment	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
k. Miscellaneous	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
l. SUBTOTAL (add a through k)	\$66,599,667	\$19,979,910	\$46,619,757	\$3,308,875	\$1,154,952	\$2,153,923	\$10,465,890	\$3,139,768	\$7,326,122
m. Contingencies	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
n. TOTALS (sum of l and m)	\$66,599,667	\$19,979,910	\$46,619,757	\$3,308,875	\$1,154,952	\$2,153,923	\$10,465,890	\$3,139,768	\$7,326,122

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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