

RECIPIENT NAME:ONWAV INC.

AWARD NUMBER: NT10BIX5570080

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 NT10BIX5570080	3. DUNS Number 800782943
4. Recipient Organization ONWAV INC. 1609 Fairway Drive, Cookeville, TN 38501-2024		
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 Michael Powell	7c. Telephone (area code, number and extension) 9315447224	
	7d. Email Address Mpowell@onwav.com	
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).
 OnWav finalized the Proposed Funded Service area. OnWav issued an Request For Proposal for Project Management, Network Engineering and Design, Compliance Reporting, Procurement and Bidding. OnWav selected Widely Inc. as the winning bidder for this Request for Proposal OnWav issued a Request for Proposal to complete all tasks related to the Environmental Assessment (EA) at the end of the quarter.

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	0	No Variance from Baseline
2b.	Environmental Assessment	0	No Variance from Baseline
2c.	Network Design	0	No Variance from Baseline
2d.	Rights of Way	0	No Variance from Baseline
2e.	Construction Permits and Other Approvals	0	No Variance from Baseline
2f.	Site Preparation	0	No Variance from Baseline
2g.	Equipment Procurement	0	No Variance from Baseline
2h.	Network Build (all components - owned, leased, IRU, etc)	0	No Variance from Baseline
2i.	Equipment Deployment	0	No Variance from Baseline
2j.	Network Testing	0	No Variance from Baseline
2k.	Other (please specify):	0	No Variance from Baseline

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).

Onwav's original deployment schedule needs to be amended as a result of the difficulties in solving an overlap issue with a BIP winner. OnWav approached the problem by initially mapping out the affected census blocks. This showed that descoping those blocks from OnWav's project would not have a meaningful impact, Final resolution is expected to be complete the first week of January.
 Resolving issues like these is best solved by examining the details. The sooner those details can be provided by BTOP, the sooner a solution can be reached.

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 from Baseline
New network miles leased	0	No Variance from Baseline
Existing network miles upgraded	0	No Variance from Baseline
Existing network miles leased	0	No Variance from Baseline
Number of miles of new fiber (aerial or underground)	0	No Variance from Baseline
Number of new wireless links	0	No Variance from Baseline
Number of new towers	0	No Variance from Baseline

Indicator	Total	Narrative (describe your reasons for any variance from the baseline plan or any other relevant information)
Number of new and/or upgraded interconnection points	0	No Variance from 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	3
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: OnWav is still in negotiation with both wholesalers and last mile providers for interconnection.

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:

OnWav is still in the process of deploying the network, as a result, OnWav does not yet have any products available yet.

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).

OnWav has not designated a third party to operation any of its network. OnWav will operate and manage the entire network internally.

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	OnWav is still in the negotiation stage for contracts relating to Broadband Wholesalers or Last Mile Providers
	Providers with signed agreements receiving improved access	0	OnWav is still in the negotiation stage for contracts relating to Broadband Wholesalers or Last Mile Providers
	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	OnWav is still in the negotiation stage for contracts relating to Broadband Wholesalers or Last Mile Providers
Community Anchor Institutions (including Government institutions)	Total subscribers served	0	OnWav's network is not yet complete with construction, as a result subscribers will not be added until future quarters
	Subscribers receiving new access	0	OnWav's network is not yet complete with construction, as a result subscribers will not be added until future quarters
	Subscribers receiving improved access	0	N/A

Subscriber Type	Access Type	Total	Narrative (describe your reasons for any variance from the baseline plan or any other relevant information)
	Please identify the speed tiers that are available and the number or subscribers for each	0	OnWav's network is not yet complete with construction, as a result subscribers will not be added until future quarters
Residential / Households	Entities passed	0	OnWav's network is not yet complete with construction, as a result no households have yet been passed, but this will increase in future quarters
	Total subscribers served	0	OnWav's network is not yet complete with construction, as a result no households have yet been passed, but this will increase in future quarters
	Subscribers receiving new access	0	OnWav's network is not yet complete with construction, as a result no households have yet been passed, but this will increase in future quarters
	Subscribers receiving improved access	0	N/A
	Please identify the speed tiers that are available and the number of subscribers for each	0	OnWav's network is not yet complete with construction, as a result no households have yet been passed, but this will increase in future quarters
Businesses	Entities passed	0	OnWav's network is not yet complete with construction, as a result no businesses have yet been passed, but this will increase in future quarters
	Total subscribers served	0	OnWav's network is not yet complete with construction, as a result no businesses have yet been passed, but this will increase in future quarters
	Subscribers receiving new access	0	OnWav's network is not yet complete with construction, as a result no businesses have yet been passed, but this will increase in future quarters
	Subscribers receiving improved access	0	N/A
	Please identify the speed tiers that are available and the number of subscribers for each	0	OnWav's network is not yet complete with construction, as a result no businesses have yet been passed, but this will increase in future quarters

7. Please describe any special offerings you may provide (600 words or less).

OnWav is still in the process of deploying the network, as a result, OnWav does not yet have any products available yet.

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

8b. If so, please describe the changes (300 words or less).

OnWav has not made any changes to its network management practices over the last quarter.

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).

In the next Quarter, OnWav intends to select an EA vendor based on the RFP just released. This vendor will complete the initial draft EA report. Final completion of all steps of the EA requirement will be complete next quarter, and OnWav intends to meet all requirements for the issuance of the FONSI. OnWav also intends to begin site acquisition for the 7 existing site locations in the next 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	30	No Deviation from the Baseline
2b.	Environmental Assessment	100	No Deviation from the Baseline
2c.	Network Design	100	No Deviation from the Baseline
2d.	Rights of Way	0	No Deviation from the Baseline
2e.	Construction Permits and Other Approvals	0	No Deviation from the Baseline
2f.	Site Preparation	0	No Deviation from the Baseline
2g.	Equipment Procurement	0	No Deviation from the Baseline
2h.	Network Build (all components - owned, leased, IRU, etc.)	0	No Deviation from the Baseline
2i.	Equipment Deployment	0	No Deviation from the Baseline
2j.	Network Testing	0	No Deviation from the Baseline
2k.	Other (please specify):	0	No Deviation from the Baseline

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).

Completing the Environmental Assessment report in a very short timeframe will be difficult. However, OnWav intends to meet this goal by hiring a highly qualified and experienced Environmental Firm.

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	\$405,000	\$405,000	\$0	\$0	\$0	\$0	\$122,000	\$122,000	\$0
b. Land, structures, right-of-ways, appraisals, etc.	\$2,303,662	\$88,600	\$2,215,062	\$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	\$124,440	\$0	\$124,440	\$0	\$0	\$0	\$94,000	\$94,000	\$0
e. Other architectural and engineering fees	\$30,417	\$0	\$30,417	\$0	\$0	\$0	\$0	\$0	\$0
f. Project inspection fees	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
g. Site work	\$7,500	\$7,500	\$0	\$0	\$0	\$0	\$0	\$0	\$0
h. Demolition and removal	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
i. Construction	\$267,975	\$199,575	\$68,400	\$0	\$0	\$0	\$0	\$0	\$0
j. Equipment	\$2,368,083	\$189,281	\$2,178,802	\$0	\$0	\$0	\$0	\$0	\$0
k. Miscellaneous	\$994,918	\$427,592	\$567,326	\$0	\$0	\$0	\$0	\$0	\$0
l. SUBTOTAL (add a through k)	\$6,501,995	\$1,317,548	\$5,184,447	\$0	\$0	\$0	\$216,000	\$216,000	\$0
m. Contingencies	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
n. TOTALS (sum of l and m)	\$6,501,995	\$1,317,548	\$5,184,447	\$0	\$0	\$0	\$216,000	\$216,000	\$0

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