OMB CONTROL NO. 0660-0035 EXPIRATION DATE: 11/30/2010

FIRST PERFORMANCE PROGRESS REPORT 2010



1. Recipient Organization (Name and complete address including zip code)	2. Award Identification Number
IOWA HEALTH SYSTEM,	
1200 Pleasant Street	NT10BIX5570084
DES MOINES, IOWA 50309	

3. Performance Narrative (Q1)

Please describe your project activities and progress for the first quarter of your award period. This should include a description of federal expenditures to date, key milestones, the primary activities needed to accomplish those milestones, significant project accomplishments, and any delays or challenges. Please use the milestone categories provided in your baseline report (e.g., environmental assessment, design, rights of way) to structure your answer. (500 words or less)

The project management team has been organized, an Environmental Assessment (EA) vendor has been engaged and network design field correlation is in process. The focus of the project is now on coordinated delivery of project components. The immediate priority is completion of the EA. A kick-off meeting with the EA vendor was recently held and contacts are being initiated with agencies.

All requested information to initiate Section 106 Consultation was submitted to NTIA on 10/5/10. The project has been mapped to USGS 1/24,000 quadrangle maps. The entire project area has been photographically documented. Initial assessment regarding project impacts on wildlife and project affects on historic, ecological, cultural aspects of the region have been estimated and reported. Section 106 consultation through the NTIA with appropriate federal, state and local agencies has been initiated. Consultation with the State Historical Preservation Society and the Office of the State Archeologist is beginning. Initiation of tribal lands review is planned to start via TCNS.

A specific review of network design elements related to the project are underway and active network data is being incorporated into the final design and deployment planning in anticipation of requests for qualifications (RFQs) creation.

No Rights of Way elements yet affect the project.

No construction permits and other approvals yet affect the project.

No site preparation yet affects the project.

No network build components yet affect the project.

No equipment deployment yet affects the project.

No network testing yet affects the project.

Estimated overall project completion at this point is estimated to be 3%. To date, no ARRA funds have been received or obligated as of this quarterly report. Pre-application expenses have been documented and we anticipate drawing down funds in Q2 to cover expenses associated with pre-application, environmental assessment and engineering activities.

4. Performance Projections (Q2)

Please describe your anticipated project activities and progress for the next quarter. This should include a description of federal expenditures, key milestones, the primary activities needed to accomplish those milestones, significant project accomplishments, and any potential delays or challenges you foresee. Please use the milestone categories provided in your baseline report (e.g., environmental assessment, design, rights of way) to structure your answer. (500 words or less)

The following projections apply to the upcoming 90 day period ending 12/31/10.

Pending any unknown results from the EA feedback from either the SHPO, tribal or archeological agencies reviews, the EA vendor will have a draft EA completed by 12/31/10 resulting in the delineation of outstanding issues remaining and tasks completed to issue a FONSI. The options to acquire land and Rights-of-way (ROW) via the site acquisition vendor are anticipated to begin in early November. EA completion is dependent on confirmation of the proposed sites and route paths identified. Sites that do not meet the associated engineering, zoning, permitting and legal approvals will require EA rework.

Contacts will be in process with the community anchor institutions, specifically lowa community colleges, to review infrastructure availability considerations. The final engineering design is dependent on tower zoning approval via cost effective access to the existing network.

Final network design elements, including transition planning / timing for active network elements, will be completed and placed in

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Microsoft Project format for use in actual program deployment.

RFQs for engineering and tower studies, and project related equipment and infrastructure BTOP compliant RFP's and RFP addendums, will be drafted in conjunction with final engineering project plan and appropriately sequenced for posting, vendor response and scoring.

The engineering ROWs will begin for all 22 locations (21 towers & 1 hut) for the fiber laterals.

IHS anticipates the identification and procurement of required construction permits.

IHS does not expect that any project site preparation will be required in the upcoming quarter.

IHS does not anticipate that any actual equipment procurement will be required in the upcoming quarter.

IHS does not anticipate that any network build will be undertaken or completed in the upcoming quarter.

IHS does not anticipate that any newly-deployed network testing will occur in the upcoming quarter.

A review of BIP / BTOP potential project overlap will be underway, as requested by the NTIA Program Manager.

5. 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. 5a. Typed or Printed Name and Title of Authorized Certifying Official Carey M. Gehl Supple Attorney — Iowa Health System 5c. Telephone (area code, number and extension) 515-241-4645 5d. Email Address GehlsuCM@ihs.org 5b. Signature of Authorized Certifying Official CARLY M Mell Supple 11/29/2010

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