<table>
<tr><td colspan="2" align="center">U.S. DEPARTMENT OF COMMERCE

Performance Progress Report</td><td>**2. Award or Grant Number**
48-50-M09064</td></tr>
<tr><td colspan="2"></td><td>**4. Report Date (MM/DD/YYYY)**
10-02-2013</td></tr>
<tr><td colspan="2">**1. Recipient Name**
Connected Nation, Inc - Texas</td><td>**6. Reporting Period End Date:**
09-30-2013</td></tr>
</table>

3. Street Address

1020 College Street,

5. City, State, Zip Code

Bowling Green, KY 42101-2137

7a. Project / Grant Period Start Date: (MM/DD/YYYY)	7b. End Date: (MM/DD/YYYY)	8. Designated Entity on Behalf of:	
01-01-2010	12-31-2014	The State of Texas	

9. List the individual projects in your approved project plan

	Project Type (Data Collection, Capacity Building, Technical Assistance, etc.)	Project Name (if different from Project Type)	Total Federal Funding Amount	Total Federal Funding Amount expended at the end of this reporting period	Percent of Total Federal Funding amount expended
1	Data Collection	N/A	6,076,429	4,231,444	70%
2	Capacity Building	N/A	563,374	514,612	91%
3	Technical Assistance	N/A	815,103	571,310	70%
4	Planning Teams	N/A	571,094	241,752	42%
5	N/A	N/A	0	0	
6	N/A	N/A	0	0	
			$8,026,000	$5,559,118	69%

10. Personnel

10a. If the project is not fully staffed, describe how any lack of staffing may impact the project's timeline and when the project will be fully staffed.

N/A, this project is fully staffed.

10b. Staffing Table			
Job Title	**FTE %**	**Project(s) Assigned**	**Change**
Chief Strategy Officer	5	Capacity Building	No Change
Manager Program Support	7	Capacity Building	No Change
Partnership Manager	5	Capacity Building	No Change
Program Manager	11	Capacity Building	No Change
Broadband Planning Manager 2	3	Data Collection	No Change
Business Programmer Analyst	2	Data Collection	No Change
CAI Manager	9	Data Collection	No Change
Chief Policy Counsel	3	Data Collection	No Change
Compliance Coordinator	3	Data Collection	No Change
Contract Compliance Manager	2	Data Collection	No Change
ETS Analyst 1	96	Data Collection	No Change
ETS Analyst 2	72	Data Collection	No Change
ETS Analyst 3	52	Data Collection	No Change
ETS Analyst 4	13	Data Collection	No Change
ETS Analyst 5	5	Data Collection	No Change
ETS Analyst 6	2	Data Collection	No Change
ETS Manager	6	Data Collection	No Change
GIS Analyst 1	77	Data Collection	No Change
GIS Analyst 2	18	Data Collection	No Change
GIS Analyst 3	1	Data Collection	No Change
GIS Analyst 4	1	Data Collection	No Change
GIS Services Manager	41	Data Collection	No Change
Grants Management Officer	11	Data Collection	No Change
Outreach & Awareness Intern	2	Data Collection	No Change

Outreach & Awareness Manager	19	Data Collection	No Change
Outreach & Awareness Specialist 1	26	Data Collection	No Change
Outreach & Awareness Specialist 2	16	Data Collection	No Change
Outreach & Awareness Specialist 3	12	Data Collection	No Change
Outreach & Awareness Specialist 4	11	Data Collection	No Change
President & COO	17	Data Collection	No Change
Program Manager	70	Data Collection	No Change
Program Outreach Assistant	2	Data Collection	No Change
Project Coordinator 1	40	Data Collection	No Change
Project Management Director	9	Data Collection	No Change
Project Manager 1	32	Data Collection	No Change
Project Manager 2	4	Data Collection	No Change
Project Manager 3	2	Data Collection	No Change
Provider Relations Manager	14	Data Collection	No Change
State & Local Program Director	11	Data Collection	No Change
State Services Sr. Specialist	22	Data Collection	No Change
Manager Program Support	7	Planning Teams	No Change
Program Coordinator	95	Planning Teams	No Change
Program Manager	12	Planning Teams	No Change
Project Coordinator 2	4	Planning Teams	No Change
Broadband Planning Manager 1	14	Technical Assistance	No Change
Broadband Planning Manager 2	3	Technical Assistance	No Change
Chief Policy Counsel	3	Technical Assistance	No Change
Research & GIS Analyst	33	Technical Assistance	No Change
Research Analyst 1	6	Technical Assistance	No Change

Research Analyst 2			1	Technical Assistance	No Change
Research Analyst 3			1	Technical Assistance	No Change
Research Manager			7	Technical Assistance	No Change

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11. Subcontracts

11a. Subcontracts Table - Include all subcontractors. The totals from this table equal the "Subcontracts Total" from the Program Budget Worksheet (Q. 12, Column 2, 3, and 4)

Name	Subcontract Purpose	RFP Issued (Y/N)	Contract Executed (Y/N)	Start Date	End Date	Total Federal Funds Allocated	Total Matching Funds Allocated	Project and % Assigned (Example: Data Collection 75)	
Eastern Research Services	Data Collection	Yes	Yes	02/08/2010	02/07/2012	67,936	0	Data Collection	80
Eastern Research Services	Technical Assistance	Yes	Yes	02/08/2010	02/07/2012	17,324	0	Technical Assistance	20
Thoroughbred Research Group	Technical Assistance	Yes	Yes	02/09/2010	08/31/2013	235,801	0	Technical Assistance	100
ESRI Production Support	Data Collection	No	Yes	09/21/2009	12/30/2009	73,819	0	Data Collection	100
Legal Consultants	Planning Teams	No	Yes	01/01/2010	12/31/2014	8,915	5,784	Planning Teams	10
Legal Consultants	Data Collection	No	Yes	01/01/2010	12/31/2014	107,608	49,174	Data Collection	90
ETS Contract Labor	Data Collection	No	Yes	01/01/2010	12/31/2014	151,512	120,732	Data Collection	100
GIS Consultants	Data Collection	Yes	Yes	01/01/2010	12/31/2014	201,359	0	Data Collection	100
Hosting	Data Collection	No	No	01/01/2010	03/31/2012	38,683	0	Data Collection	100
Various	Data Collection	No	No	01/01/2010	12/31/2014	11,550	0	Data Collection	100
Various	Technical Assistance	No	No	01/01/2010	12/31/2014	12,105	0	Technical Assistance	100

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11b. Describe any challenges encountered with vendors or subrecipients.

No challenges have been encountered.

12. Budget worksheet

Columns 2, 3, and 4 will match your current project budget for your entire award, which is the SF-424A on file. Only list matching funds that the Department of Commerce has already approved.

Project Budget Element	Federal Funds Awarded	Approved Matching Funds	Total Budget	Federal Funds Expended	Approved Matching Funds Expended	Total Funds Expended
Personnel Salaries	$2,861,710	$651,821	$3,513,531	$2,013,734	$2,250	$2,015,984
Personnel Fringe Benefits	$613,836	$175,076	$788,912	$478,673	$483	$479,156
Travel	$436,998	$0	$436,998	$269,457	$582	$270,039
Equipment	$178,963	$0	$178,963	$128,726	$0	$128,726
Materials / Supplies	$86,035	$0	$86,035	$74,427	$0	$74,427
Subcontracts Total	$926,612	$175,690	$1,102,302	$788,279	$440,513	$1,228,792
Construction	$0	$0	$0	$0	$0	$0
Other	$167,571	$911,067	$1,078,638	$53,738	$994,151	$1,047,889
Total Direct Costs	$5,271,725	$1,913,654	$7,185,379	$3,807,034	$1,437,979	$5,245,013
Total Indirect Costs	$2,754,275	$189,625	$2,943,900	$1,752,084	$3,092	$1,755,176
Total Costs	$8,026,000	$2,103,279	$10,129,279	$5,559,118	$1,441,071	$7,000,189
% of Total	79	21	100	79	21	100

13. Hardware / Software

13a. List any hardware/software purchased during this reporting period.
New purchases this quarter include the following:
-Computers & Software - $670
-Speed Test Software - $1,395

Hardware/Software purchases for the project to date include the following:
- Interactive Mapping Application - $66,693
- GIS Software & Maintenance - $24,561
- Computers & Software - $45,175
- Speed Test Software - $9,127
- Google Earth Pro - $585
- Spectrum Analyzer - $5,323
- Multiple dedicated storage servers and backup replication solution - $18,765
- GPS Units - $516

13b. **Please note any hardware/software that has yet to be purchased and explain why it has not been purchased.**

Remaining purchases may include SQL server for mapping geodatabase, SQL server software, multiple dedicated storage server, security application, additional backup replication solution, computers, a spectrum analyzer, GPS units, interactive map upgrades/maintenance, ArcInfo/ArcGIS maintenance, and speed test updates as well as computers and software maintenance. These items will only be purchased if necessary for the successful completion of the project.

14. SBI PPR Project Attachment (Skip question 14b if Data Collection is your only project).

14a. Complete a SBI PPR Project Data Collection Attachment and attach it to the PPR.

14b. Complete a SBI PPR Attachment for each additional funded project and attach it to the PPR.

15. Certification: I certify to the best of my knowledge and belief that this report is correct and complete for performance of activities for the purpose set forth in the award documents.	

15a. Typed or Printed Name and Title of Authorized Certifying Official
 	
Bernie   Bogle
 	
Grants Management Officer
	15c. Telephone
	  (area code, number, and extension)
	
	270-781-4320
	<hr>15d. Email Address
	
	  bbogle@connectednation.org

15b. Signature of Authorized Certifying Official Submitted Electronically	15e. Date Report Submitted (MM/DD/YYYY) 10-29-2013