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** NT10BIX5570019	**3. DUNS Number** 143482482

4. Recipient Organization

Mid-Atlantic Broadband Cooperative 1100 Confroy Drive, Ste 4, South Boston, VA 24592-6888

5. Current Reporting Period End Date (MM/DD/YYYY) 06-30-2013	**6. Is this the last Report of the Award Period?** ◉ **Yes** ○ **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 Janet Rogers Grants Administrator	**7c. Telephone (area code, number and extension)** 4345701305
	7d. Email Address janet@mbc-va.com
7b. Signature of Certifying Official Submitted Electronically	**7e. Date Report Submitted (MM/DD/YYYY):** 07-18-2014

Project Indicators (This Quarter)

1. Please describe significant project accomplishments completed during this quarter (600 words or less).

MBC has completed all the fiber construction on this project as there has been no construction activity this quarter. All nodes were completed last quarter, along with equipment installation and splicing. Acceptance testing was completed on all network elements and the UCC-1 filing information was sent to the attorneys to file on the state level last quarter. An audit was conducted this quarter. Only close-out activities have been on-going in this quarter.

One hundred and eighteen (118) CAIs have been served in total on this project. The total number of circuits added under this grant was sixty (60). No new contracts were added this quarter. The project total remains at 56 (four (4) disconnected circuits due to BIT).

Total miles placed on this project were 428 miles (100%).   During the quarter we spent $345,116.18, bringing the total amount spent (Federal and Matching) to $19,053,277 (95%). The majority of the expenditures were for construction, equipment installation, and retainage.

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**	100	Complete; 95% of Grant amount spent
2b.	**Environmental Assessment**	100	Complete; 95% of Grant amount spent
2c.	**Network Design**	100	Complete; 95% of Grant amount spent
2d.	**Rights of Way**	100	Complete; 95% of Grant amount spent
2e.	**Construction Permits and Other Approvals**	100	Complete; 95% of Grant amount spent
2f.	**Site Preparation**	100	Complete; 95% of Grant amount spent
2g.	**Equipment Procurement**	100	Complete; 95% of Grant amount spent
2h.	**Network Build (all components - owned, leased, IRU, etc)**	100	Complete; 95% of Grant amount spent
2i.	**Equipment Deployment**	100	Complete; 95% of Grant amount spent
2j.	**Network Testing**	100	Complete; 95% of Grant amount spent
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).

• Assuring all charges were submitted and all close-out activities were begun as instructed

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	428	Complete
New network miles leased	0	N/A

Indicator	Total	Narrative (describe your reasons for any variance from the baseline plan or any other relevant information)
Existing network miles upgraded	0	N/A
Existing network miles leased	0	N/A
Number of miles of new fiber (aerial or underground)	428	Complete
Number of new wireless links	0	N/A
Number of new towers	0	N/A
Number of new and/or upgraded interconnection points	6	Complete

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	60
Number of agreements currently being negotiated with broadband wholesalers or last mile providers	8
Average term of signed agreements (in quarters)	12

5b. Please list the names of the wholesale and last mile providers with whom you have signed agreements (100 words or less). Providers:
Shentel(4), Kinex (7), Lumos(11), GCR(31), Telpage (2), Gamewood (1)**BIT (4)

**Disconnected four (4) BIT circuits on 5/30/13 which were included in program income.

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:
MBC provides secured, carrier-class collocation space (in 1/4 rack increments or 12 rack units) for members
Due to grant funds being used in the construction of the MBC backbone network, dark fiber IRUs are no longer offered.
Fiber lease arrangements are considered on case by case basis. (Member pays annual fee for use of the dark fiber strands.) Five year minimum lease term.

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).
N/A

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**	60	Did not identify any on Baseline
	Providers with signed agreements receiving improved access	0	N/A
	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	60	Shentel(4), Kinex (7), Lumos (11), GCR (31), BIT (4). Telpage(2), Gamewood (1). General offering is 10mbps - 100mbps - Open Access

Subscriber Type	Access Type	Total	Narrative (describe your reasons for any variance from the baseline plan or any other relevant information)
Community Anchor Institutions (including Government institutions)	Total subscribers served	118	Complete
	Subscribers receiving new access	118	Complete
	Subscribers receiving improved access	0	N/A
	Please identify the speed tiers that are available and the number or subscribers for each	118	General offering is 10mbps - 100mbps - Open Access
Residential / Households	Entities passed	0	N/A
	Total subscribers served	0	N/A
	Subscribers receiving new access	0	N/A
	Subscribers receiving improved access	0	N/A
	Please identify the speed tiers that are available and the number of subscribers for each	0	General offering is 10mbps - 100mbps - Open Access
Businesses	Entities passed	0	N/A
	Total subscribers served	0	N/A
	Subscribers receiving new access	0	N/A
	Subscribers receiving improved access	0	N/A
	Please identify the speed tiers that are available and the number of subscribers for each	0	General offering is 10mbps - 100mbps - Open Access

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
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).
• Completed

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	100	Complete; 95% of Grant amount spent
2b.	Environmental Assessment	100	Complete; 95% of Grant amount spent
2c.	Network Design	100	Complete; 95% of Grant amount spent
2d.	Rights of Way	100	Complete; 95% of Grant amount spent
2e.	Construction Permits and Other Approvals	100	Complete; 95% of Grant amount spent
2f.	Site Preparation	100	Complete; 95% of Grant amount spent
2g.	Equipment Procurement	100	Complete; 95% of Grant amount spent
2h.	Network Build (all components - owned, leased, IRU, etc.)	100	Complete; 95% of Grant amount spent
2i.	Equipment Deployment	100	Complete; 95% of Grant amount spent
2j.	Network Testing	100	Complete; 95% of Grant amount spent
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).
• Completed

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.

Cost Classification	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		
	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	$547,423	$0	$547,423	$519,651	$0	$519,651	$519,651	$0	$519,651
b. Land, structures, right-of-ways, appraisals, etc.	$470,000	$323,040	$146,960	$346,067	$226,040	$120,027	$346,067	$226,040	$120,027
c. Relocation expenses and payments	$0	$0	$0	$0	$0	$0	$0	$0	$0
d. Architectural and engineering fees	$2,111,771	$40,000	$2,071,771	$1,902,880	$39,369	$1,863,511	$1,902,880	$39,369	$1,863,511
e. Other architectural and engineering fees	$375,000	$0	$375,000	$297,491	$0	$297,491	$297,491	$0	$297,491
f. Project inspection fees	$226,000	$0	$226,000	$171,296	$0	$171,296	$171,296	$0	$171,296
g. Site work	$310,000	$50,000	$260,000	$238,256	$38,574	$199,682	$238,256	$38,574	$199,682
h. Demolition and removal	$0	$0	$0	$0	$0	$0	$0	$0	$0
i. Construction	$13,315,318	$1,697,624	$11,617,694	$12,933,400	$1,761,839	$11,171,561	$12,933,400	$1,761,839	$11,171,561
j. Equipment	$2,699,851	$1,900,409	$799,442	$2,644,236	$1,935,121	$709,115	$2,644,236	$1,935,121	$709,115
k. Miscellaneous	$0	$0	$0	$0	$0	$0	$0	$0	$0
l. SUBTOTAL (add a through k)	$20,055,363	$4,011,073	$16,044,290	$19,053,277	$4,000,943	$15,052,334	$19,053,277	$4,000,943	$15,052,334
m. Contingencies									
n. TOTALS (sum of l and m)	$20,055,363	$4,011,073	$16,044,290	$19,053,277	$4,000,943	$15,052,334	$19,053,277	$4,000,943	$15,052,334

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: $719,790