DATE: 05/06/2013

OMB CONTROL NUMBER: 0660-0037 EXPIRATION DATE: 12/31/2013

QUARTERLY PERFORMANCE PROGRESS REPORT FOR BROADBAND INFRASTRUCTURE PROJECTS							
General Information							
Federal Agency and Organizational Element to Which Report is Submitted	2. Award Identific	cation Numb	oer	3. DUNS Number			
Department of Commerce, National Telecommunications and Information Administration	NT10BIX557002	26		831415570			
4. Recipient Organization							
Keystone Initiative For Network Based Education Suite 209, State College, PA 16803-2291	n and Research 34	41 N. Scier	nce Park Roa	ad			
5. Current Reporting Period End Date (MM/DD/YYY	(Y)	6. Is this the	he last Repo	rt of the Award Period?			
03-31-2013							
7. Certification: I certify to the best of my knowledg purposes set forth in the award documents.	e and belief that th	is report is	correct and	complete for performance of activition	es for the		
7a. Typed or Printed Name and Title of Certifying O	fficial		7c. Telepho	ne (area code, number and extension	n)		
Patricia Campbell		610428918		0			
		-	7d. Email Ad	ddress			
Compliance Officer			pcampbell	@kinber.org			
7b. Signature of Certifying Official			7e. Date Rep	port Submitted (MM/DD/YYYY):			
Submitted Electronically			05-06-2013	3			

DATE: 05/06/2013

OMB CONTROL NUMBER: 0660-0037 EXPIRATION DATE: 12/31/2013

Project Indicators (This Quarter)

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

Construction of the network was completed. 1,612 mile of fiber we completed with 62 CAIS connected to the network. All 15 segments of the network are lit and passing traffic.

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	95	Construction of the network is complete. KINBER is holding the remaining 5% of funds until all proper documentation is complete for closeout.
2b.	Environmental Assessment	100	Milestone is complete.
2c.	Network Design	100	Milestone is complete.
2d.	Rights of Way	100	Milestone is complete.
2e.	Construction Permits and Other Approvals	100	Milestone is complete.
2f.	Site Preparation	100	Milestone is complete.
2g.	Equipment Procurement	100	Milestone is complete.
2h.	Network Build (all components - owned, leased, IRU, etc)	100	Milestone is complete.
2i.	Equipment Deployment	100	Milestone is complete.
2j.	Network Testing	100	Milestone is complete.
2k.	Other (please specify): Fiber Procurement	100	Milestone is complete.

^{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).

No issues to report.

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	1,612	Construction is complete on the network.
New network miles leased	0	n/a for this project.
Existing network miles upgraded	0	n/a for this project.
Existing network miles leased	0	n/a for this project.
Number of miles of new fiber (aerial or underground)	1,612	Construction is complete on the network.
Number of new wireless links	0	n/a for this project.
Number of new towers	0	n/a for this project.

OMB CONTROL NUMBER: 0660-0037 DATE: 05/06/2013 EXPIRATION DATE: 12/31/2013

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	62	Construction is complete on the network.

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	5
Number of agreements currently being negotiated with broadband wholesalers or last mile providers	0
Average term of signed agreements (in quarters)	20

5b. Please list the names of the wholesale and last mile providers with whom you have signed agreements (100 words or less). Providers: Sunesys, Windstream, One Source Networks, Velocity Networks, and PenTeledata

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:

KINBER is not providing wholesale services. Instead, KINBER has entered into agreements with last mile providers to provide solutions and access to offnet members. These services will be coordinated with KINBER staff and customized to each individual need.

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 third party operates (600 words or less). n/a

KINBER will operate the network.

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	5	Five last mile providers have entered into contracts with KINBER.
	Providers with signed agreements receiving improved access	0	We are unaware if any of the partnering providers' service has been improved.
	Providers with signed agreements receiving access to dark fiber	1	One last mile provider has entered into an IRU for dark fiber.
	Please identify the speed tiers that are available and the number of subscribers for each	0	100M to 10G
Community Anchor Institutions (including Government institutions) Total subscribers served Subscribers receiving new access		62	62 CAIs are connected to the network
		4	To date, four locations have received new access from KINBER's network.

RECIPIENT NAME: Keystone Initiative For Network Based Education and Research

AWARD NUMBER: NT10BIX5570026

OMB CONTROL NUMBER: 0660-0037 DATE: 05/06/2013 EXPIRATION DATE: 12/31/2013

Subscriber Type	oscriber Type Access Type		Narrative (describe your reasons for any variance from the baseline plan or any other relevant information)
	Subscribers receiving improved access	58	The remaining 59 CAIS connected to the network will receive improved access.
	Please identify the speed tiers that are available and the number or subscribers for each	0	100M to 10G
Residential / Households Entities passed		0	n/a KINBER is not offering last mile or residential services.
	Total subscribers served	0	n/a KINBER is not offering last mile or residential services.
Subscribers receiving new access		0	n/a KINBER is not offering last mile or residential services.
	Subscribers receiving improved access	0	n/a KINBER is not offering last mile or residential services.
	Please identify the speed tiers that are available and the number of subscribers for each	0	n/a KINBER is not offering last mile or residential services.
Businesses	Entities passed	0	n/a KINBER is not offering last mile or services to businesses.
	Total subscribers served	0	n/a KINBER is not offering last mile or services to businesses.
	Subscribers receiving new access	0	n/a KINBER is not offering last mile or services to businesses.
	Subscribers receiving improved access	0	n/a KINBER is not offering last mile or services to businesses.
	Please identify the speed tiers that are available and the number of subscribers for each	0	n/a KINBER is not offering last mile or services to businesses.
7. Please describe any None at this time.	special offerings you may provide <mark>(600 v</mark>	vords or less).	
8a. Have your network	management practices changed over the	last quarter?	○ Yes ● No
8b. If so, please describ n/a No changes have o	oe the changes (300 words or less). occurred.		
9 Community Anchor I	netitutione		

. 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	na	n/a

Project Indicators (Next Quarter)

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

Completion of final network documentation. We plan on beginning the closeout period in the next quarter and documenting the Federal Government's security interest in the network. we will also be hosting a 2-day Annual Meeting to provide educational and networking opportunities to our members and potential customers in Pittsburgh (June 26 & 27). NTIA staff and Officials have been invited to attend and speak.

In the next quarter, KINBER will continue to market the network and expand service offerings to members and Participants.

RECIPIENT NAME: Keystone Initiative For Network Based Education and Research

AWARD NUMBER: NT10BIX5570026

OMB CONTROL NUMBER: 0660-0037 DATE: 05/06/2013 EXPIRATION DATE: 12/31/2013

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	Project will be complete.
2b.	Environmental Assessment	100	Project will be complete.
2c.	Network Design	100	Project will be complete.
2d.	Rights of Way	100	Project will be complete.
2e.	Construction Permits and Other Approvals	100	Project will be complete.
2f.	Site Preparation	100	Project will be complete.
2g.	Equipment Procurement	100	Project will be complete.
2h.	Network Build (all components - owned, leased, IRU, etc.)	100	Project will be complete.
2i.	Equipment Deployment	100	Project will be complete.
2j.	Network Testing	100	Project will be complete.
2k.	Other (please specify): Fiber procurement	100	Project will be complete.

3.	Please describe any	challenges or	issues anticipated d	uring the next	quarter that may i	mpact planned prog	gress against the p	roject
mi	lestones listed above	e. In particular	, please identify any	areas or issue:	s where technical	assistance from the	e BTOP program m	nay be useful
(60	00 words or less).							

No challenges are anticipated.

OMB CONTROL NUMBER: 0660-0037 DATE: 05/06/2013 EXPIRATION DATE: 12/31/2013

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.

antioipated rigares	o onouna be re	ported daman	attivety from a	and inception to the end of the applicable reporting quarter.							
В	Sudget for Enti	re Project			from Project nd of Current 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	\$3,513,083	\$3,513,083	\$0	\$3,513,083	\$3,513,083	\$0	\$3,513,083	\$3,513,083	\$0		
b. Land, structures, right-of-ways, appraisals, etc.	\$0	\$0	\$0	\$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	\$512,500	\$292,500	\$220,000	\$512,500	\$292,500	\$220,000	\$512,500	\$292,500	\$220,000		
e. Other architectural and engineering fees	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0		
f. Project inspection fees	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0		
g. Site work	\$190,000	\$190,000	\$0	\$190,000	\$190,000	\$0	\$190,000	\$190,000	\$0		
h. Demolition and removal	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0		
i. Construction	\$118,892,448	\$23,691,770	\$95,200,678	\$112,882,085	\$22,615,588	\$90,266,497	\$118,892,448	\$23,691,770	\$95,200,678		
j. Equipment	\$5,850,000	\$1,610,000	\$4,240,000	\$5,739,994	\$1,610,000	\$4,129,994	\$5,850,000	\$1,610,000	\$4,240,000		
k. Miscellaneous	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0		
I. SUBTOTAL (add a through k)	\$128,958,031	\$29,297,353	\$99,660,678	\$122,837,662	\$28,221,171	\$94,616,491	\$128,958,031	\$29,297,353	\$99,660,678		
m. Contingencies	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0		
n. TOTALS (sum of I and m)	\$128,958,031	\$29,297,353	\$99,660,678	\$122,837,662	\$28,221,171	\$94,616,491	\$128,958,031	\$29,297,353	\$99,660,678		

^{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: \$578,562