QUARTERLY PERFORMANCE PROGRESS REPORT FOR BROADBAND INFRASTRUCTURE PROJECTS

General Information

1. Federal Agency and Organizational Element to Which Report is Submitted	2. Award Identification Number	3. DUNS Number
Department of Commerce, National Telecommunications and Information Administration	NT10BIX5570067	179260901

4. Recipient Organization

ONECOMMUNITY 1375 Euclid Ave, STE 500, Cleveland, OH 44115-1808

5. Current Reporting Period End Date (MM/DD/YYYY)	6. Is this the last Report of the Award Period?
06-30-2013	◯ 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	7c. Telephone (area code, number and extension)
Jim Hay	X
	7d. Email Address jhay@onecommunity.org

7b. Signature of Certifying Official	7e. Date Report Submitted (MM/DD/YYYY):
Submitted Electronically	08-29-2013

Project Indicators (This Quarter)

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

OVERALL PROJECT - Project is proceeding according to plan, based on revised budget approved in Q1 2013, and under the "no cost extension" approved in Q2 2013.

ENVIRONMENTAL ASSESSMENT - completed in Q1-2011. Environmental Protection Measures (EPMs) continue to be enforced during construction
NETWORK DESIGN - completed in Q1-2011 quarter. Optimization of designs to improve routes, address EPM's or lower costs continues on an as needed basis.
CONSTRUCTION PERMITS, APPROVALS, RIGHTS OF WAY - All utility company "make ready" work is either underway or pending an invoice from the utility company. All other permits for our backbone and active CAI middle mile lateral build outs have also been completed as well.
SITE PREPARATION - on plan. All hub sites have had new electronics installed, and are awaiting the installation of the fiber. Ten of 15 planned hub sites have been completed, including installation of new fiber if/as applicable.
EQUIPMENT PROCUREMENT - is complete. Remaining equipment purchases involve CPE electronics for bringing customers on net (e.g., to ensure compatibility with customer LAN/WAN), and OSP construction materials needed to deploy fiber, which continues as needed to replenish inventory.
NETWORK BUILD & EQUIPMENT DEPLOYMENT- continue in parallel. During the quarter our total fiber deployed reached 981 miles.
NETWORK TESTING - testing of completed segments continues on plan as does testing of middle mile laterals to CAI locations

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	84	Percent complete is based on the total actual expenditures as related to the revised budget for both federal and matching funds. Our baseline is at 100% so we are behind due to matching funds from program income now coming in, and "make ready" still to be invoiced. Our grant has received a "no cost extension" in order to complete these items.
2b.	Environmental Assessment	100	Percent complete is based on revised budget approved in Q1 2013. Our Environmental Assessment was completed in Q1-2011. Assessment work continues in conjunction with enforcement of our Special Award Conditions related to our Environmental Protection Measures (EPMs)
2c.	Network Design	80	Percent complete is based on revised budget. Network design initially completed in Q1 2011. Network design activities occur as needed for route optimization and EPM enforcement.
2d.	Rights of Way	0	There were no new rights of way that were needed to be acquired. The project baseline was established as the physical walkouts were being conducted for the EA. It was assumed for planning purposes some new rights of way might be needed, and that these would be acquired during the walkout and EA process. To-date we have found no need for new Rights of Way for the project - we are in existing rights of way and are seeking permit approvals from the utility infrastructure owners. Hence the variance from the baseline. We do anticipate we may need one or two. As these are encountered, and budget from the 424C category of "Land, Structures, Rights of Way" is expended, it will be reported here. For "make ready" and other permitting, budget for that is reported in 2e, Construction Permits & Other Approvals, which reflects all of the spending from the 424C budget category of Land, Structures, Rights of Way.
2e.	Construction Permits and Other Approvals	77	Percent complete is based on revised budget amount vs actual expenses, both federal funds & match funds expended (as budgeted in the 424C category of Land, Structures & Rights of Way). Incumbent utility pole owners are still slow to invoice us for make ready. Baseline is

	Milestone	Percent Complete	Narrative (describe reasons for any variance from baseline plan or subsequent written updates provided to your program officer)
			at 100%, so we are behind, and have extended the project until 9/30 to resolve this.
2f.	Site Preparation	33	Percent complete expressed as a % of revised budget. We remain on plan. Baseline is at 100%, however, we have not had need to expend any further funds on site preparation as of 03-31-2013.
2g.	Equipment Procurement	100	Percent complete is based on the total actual expenditures as related to the revised budget for both federal and matching funds. Our baseline is at 100% so we are on plan.
2h.	Network Build (all components - owned, leased, IRU, etc)	68	Percent complete is based on revised budget vs. actual expenses. Network build, equipment deployment and testing work all continues as planned. Baseline plan for network build is at 100% of budget, however we have yet to purchase new leased fiber which would bring us more in line with planned budget expenditures.
2i.	Equipment Deployment	100	Baseline is at 100%, so we are on plan. Equipment deployment is largely complete, with perhaps minor modifications needed based on network testing results.
2j.	Network Testing	42	Baseline is at 90%. Our current percent complete is based on expended portion of budgeted amounts (both fed and match dollars). We are behind in our testing, but will be completed during the extension period. In addition, testing productivity has been high as we have not found many issues requiring resolution, due to solid installation practices we followed.
2k.	Other (please specify): miscellaneous & admin	100	Current percent complete is based on revised budget vs. actual expenditures. Total expenditures in this category amounts to less than 1% of total project.

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).

BARRIERS TO COMPLETION: MAKE READY - delays in invoicing for "make ready" work by incumbent utility pole owners. Even though we deployed to meet critical programmatic deadlines, we still need to have make ready work invoiced before we can install permanent connections in some areas.

MATCHING FUNDS - we have surpassed the 20% proportionality threshold, reaching 21.1%, and continue to advance toward our target match level.

NTIA TECHNICAL ASSISTANCE - The program received a "no cost extension" during the quarter; no further assistance needed at this time.

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	981	981 miles of new fiber have been deployed in our Project Funded Service Area, completing all core backbone segments, and connecting over 200 CAI locations with new fiber, against a baseline of 956
New network miles leased	325	325 miles have been leased in our PFSA, against a baseline of 282. This included two major IRU's, one with regional partner Medina County, which is integral to our PFSA ring structure, and one with sub-recipient and OMMC partner OARnet, which enables us to connect to two other BTOP grantees and cover over 75% of the state of Ohio.
Existing network miles upgraded	799	Sub-recipient OARnet completed the upgrade of their network within our PFSA, which has improved an additional 393 miles of existing fiber in the PFSA, serving numerous institutions of

Indicator	Total	Narrative (describe your reasons for any variance from the baseline plan or any other relevant information)
		higher education and community colleges. Baseline is at 808, this completes this KPI.
Existing network miles leased	351	All existing leased fiber has been "upgraded" as new electronics were deployed in the five (5) existing hub sites. This is the total, so the KPI target should be 351 versus original KPI target of 392
Number of miles of new fiber (aerial or underground)	981	program total miles as of 6/30/2013
Number of new wireless links	0	n/a
Number of new towers	0	n/a
Number of new and/or upgraded interconnection points	182	We continue to add relationships with ISPs and wholesalers, which lead to more points of interconnection. Baseline is at 271, however, existing and planned POI's changed due to consolidations in the telecom space in particular (e.g., Global Crossing, one of our largest wholesale customers for individual circuits, was acquired by Level3, reducing the number of points commensurate with where they were collocated).

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	15
Number of agreements currently being negotiated with broadband wholesalers or last mile providers	0
Average term of signed agreements (in quarters)	68

5b. Please list the names of the wholesale and last mile providers with whom you have signed agreements (100 words or less). Providers:
NOTE: The information provided here in 5a and 5b reflect services we are selling to these third parties.

We had or now have relationships with the following wholesale/last mile providers:
Global Crossing/Level 3   (existing/improved)
North Coast Wireless   (existing/improved)
NetX Internet   (new)
Windstream KDL   (existing/improved)
Mango Bay Internet   (new)
Zito Media   (existing/improved)
ACC   (new)
Time Warner Cable   (existing/improved)
Agile Networks   (new)
Continental Broadband   (existing/improved)
Time Warner Telecom of Ohio   (existing/improved)
United Private Networks   (new)
Alltel Wireless   (new)
Cox Communications   (new)
Fidelity Access Networks   (new)

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:
Through pre-existing wholesale arrangements, we are now offering ethernet access (circuits) to our wholesale partners on primarily a "lit" services basis from 10 Mbps up to 40,000 Mbps. We also offer Internet services at a price per Mbps depending on ethernet access purchased, speed, and term of contract.

We offer these Ethernet Access and Internet services on a wholesale basis, under our Master Services Agreement on file with the state of Ohio. Please refer to a copy of our MSA pricing filed with the State of Ohio, attached to this report.

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).
not applicable.

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**	7	Baseline is at 5. 7 providers have signed new agreements (see Question 5b).
	Providers with signed agreements receiving improved access	8	All existing wholesaler relationships have purchased circuits for their customers, from us under the program.
	Providers with signed agreements receiving access to dark fiber	4	4 parties have executed agreements for dark fiber
	Please identify the speed tiers that are available and the number of subscribers for each	15	1 provider (Nova) 1 gbps circuit 4 providers, 5 IRUs 10+ gbps/dark fiber 10 providers - have purchased wholesale at various levels and prices, averaging 250 Mbps, across a range of wholesale ethernet access services ranging from 10 Mbps to 1 Gbps.
Community Anchor Institutions (including Government institutions)	**Total subscribers served**	943	Includes subscribers receiving new fiber, and those receiving improved service as a result of the BTOP program. Baseline is at 796 CAI's, so we have met this KPI.
	Subscribers receiving new access	227	Revised baseline set the "new" fiber mark at 215 loations, so we are ahead of plan
	Subscribers receiving improved access	716	Revised baseline for "improved" service is at 581, so we are ahead of plan
	Please identify the speed tiers that are available and the number or subscribers for each	943	< 10 Mb 36 >= 10 Mb and < 50 Mb 105 >= 50 Mb and < 100 Mb 18 >= 100 Mb and < 1 Gb 715 >= 1 Gb 69
Residential / Households	**Entities passed**	0	na
	Total subscribers served	0	na
	Subscribers receiving new access	0	na
	Subscribers receiving improved access	0	na
	Please identify the speed tiers that are available and the number of subscribers for each	0	na
Businesses	**Entities passed**	0	na
	Total subscribers served	0	na
	Subscribers receiving new access	0	na
	Subscribers receiving improved access	0	na
	Please identify the speed tiers that are available and the number of	0	na

Subscriber Type	Access Type	Total	Narrative (describe your reasons for any variance from the baseline plan or any other relevant information)
	subscribers for each		

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

None.

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

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

Not applicable

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
see addendum	see addendum	see addendum	see addendum	see addendum **NOTE: The current totals above reflect internally audited location counts. These totals reflect all adjustments to CAI's reported in prior periods; as such, counts of CAIs in the Addendum may not reconcile to prior period totals and current period totals.**

Project Indicators (Next Quarter)

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

OVERALL PROJECT - The project will reach 98% completion during Q3 2013, based on total funds expended (federal & matching) against the revised budget. Main expenditures in Q3 will be construction invoices as well as "make ready" expenses.

ENVIRONMENTAL ASSESSMENT - completed in Q1-2011. Environmental Protection Measures (EPMs) continue to be enforced during construction on an "as needed" basis.

NETWORK DESIGN - Initially completed in Q1-2011. Optimization of designs to improve routes, address EPM's or lower costs continues on an as needed basis. We will be at 100% of our revised budget by the end of the quarter.

CONSTRUCTION PERMITS, APPROVALS, RIGHTS OF WAY - "Make ready" will continue to be invoiced and paid for completed middle mile segments, as well as for new CAI locations being brought "on net". we will be at 100% of budget by 9/30.

SITE PREPARATION - on plan. All hub sites have had new electronics installed, and fiber installation will continue, with all pure "middle mile" fiber expected to be completed in all hubs by 7/31/2013.

EQUIPMENT PROCUREMENT - Is planned to be 100% complete during the third quarter.

NETWORK BUILD & EQUIPMENT DEPLOYMENT- Network build out will continue through Q3 2013, as several laterals to CAI locations are wrapped up.

NETWORK TESTING - testing of completed ring segments continues on plan, as rings are completed.

PLANNED MILES FOR THE THIRD QUARTER: 20 (wrapping up CAI build outs)
PLANNED CAI'S WITH NEW OR IMPROVED ACCESS IN THE QTR: another 18 CAI locations which are underway will be completed
PLANNED NEW WHOLESALE/LAST MILE PROVIDER AGREEMENTS: 0

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	98	All construction and related activities will be completed ON OR BEFORE 9/30/2013. Expressed as a percent of budget, we anticipate most bills will be paid in the quarter, however, some invoices are anticipated to come in during the close out period, but again for all work completed prior to 9/30/2013.
2b.	Environmental Assessment	100	Environmental Assessment was completed in Q1 2013, and EA activities continue through the enforcement of our Environmental Protection Measures.
2c.	Network Design	100	Network design activities continue as needed for redesign of routes due to EPM enforcement.
2d.	Rights of Way	0	We do not foresee the need for any new Rights of Way during this project, as we are deploying in existing Rights of Way. To-date we have found no need for new Rights of Way for the project - we are in existing rights of way and are seeking permit approvals from the utility infrastructure owners. Hence the variance from the baseline will continue.
2e.	Construction Permits and Other Approvals	100	percent complete is based on budgeted amount (revised budget) and actual expenditures through Q3 2013.
2f.	Site Preparation	42	Site preparation work is expected to continue as needed to complete the rings
2g.	Equipment Procurement	100	Equipment purchases may continue for customer premise equipment & OSP materials replenishment, but only as needed in order to complete work by 9/30.
2h.	Network Build (all components - owned, leased, IRU, etc.)	95	All construction and related activities will be completed ON OR BEFORE 9/30/2013. Expressed as a percent of budget, we anticipate most bills will be paid in the quarter, however, some invoices are anticipated to come in during the close out period, but again for all work completed prior to 9/30/2013.
2i.	Equipment Deployment	100	percent complete is based on budgeted amount (revised budget) and actual expenditures through Q3 2013.
2j.	Network Testing	90	All construction and related activities will be completed ON OR BEFORE 9/30/2013. Expressed as a percent of budget, we anticipate most bills will be paid in the quarter, however, some invoices are anticipated to come in during the close out period, but again for all work completed prior to 9/30/2013.
2k.	Other (please specify): miscellaneous	100	percent complete is based on budgeted amount (revised budget) and actual expenditures through Q3 2013.

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).

In Q1 we completed a new budget with new match proportionality, and in Q2 we have achieved over 21% proportionality (based on spending through 6/30/13). We are still working with incumbent utility pole owners to get all work done and invoiced for "make ready" for the project. As a result, in Q2 we requested and were granted a "no cost extension" until Sept 30, 2013.

Program Income Note: We are following the "Cost-Sharing Method" for treatment of program income, and all program income earned to-date net of allowable costs has been reinvested into the program as cash match.

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	$255,856	$12,088	$243,768	$99,511	$13,671	$85,840	$99,511	$13,671	$85,840
b. Land, structures, right-of-ways, appraisals, etc.	$10,510,119	$4,452,624	$6,057,494	$8,083,477	$2,073,222	$6,010,256	$11,576,555	$5,354,711	$6,221,844
c. Relocation expenses and payments	$0	$0	$0	$0	$0	$0	$0	$0	$0
d. Architectural and engineering fees	$0	$0	$0	$0	$0	$0	$0	$0	$0
e. Other architectural and engineering fees	$1,652,586	$111,093	$1,541,493	$1,719,160	$145,508	$1,573,652	$1,734,160	$145,508	$1,588,652
f. Project inspection fees	$0	$0	$0	$0	$0	$0	$0	$0	$0
g. Site work	$112,870	$112,870	$0	$37,545	$37,545	$0	$47,545	$47,545	$0
h. Demolition and removal	$0	$0	$0	$0	$0	$0	$0	$0	$0
i. Construction	$21,437,183	$5,594,707	$15,842,476	$14,410,619	$2,991,481	$11,419,137	$18,925,929	$4,205,679	$14,720,250
j. Equipment	$26,433,236	$5,385,499	$21,047,737	$26,533,136	$5,496,546	$21,036,590	$27,281,492	$5,936,345	$21,345,147
k. Miscellaneous	$130,645	$69,567	$61,078	$74,956	$32,148	$42,807	$89,956	$32,148	$57,807
l. SUBTOTAL (add a through k)	$60,532,495	$15,738,448	$44,794,046	$50,958,404	$10,790,121	$40,168,282	$59,755,148	$15,735,607	$44,019,540
m. Contingencies	$0	$0	$0	$0	$0	$0	$0	$0	$0
n. TOTALS (sum of l and m)	$60,532,495	$15,738,448	$44,794,046	$50,958,404	$10,790,121	$40,168,282	$59,755,148	$15,735,607	$44,019,540

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