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?
09-30-2013	⊙ **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	11-14-2013

Project Indicators (This Quarter)

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

OVERALL PROJECT - Project is complete. Based on revised budget approved in Q1 2013, and under the "no cost extension" approved in Q2 2013. As of 9/30/2013, the project's Award Period closed, and we met all obligations with respect to total miles, CAI's connected, and POI's established.

ENVIRONMENTAL ASSESSMENT - complete

NETWORK DESIGN - complete

CONSTRUCTION PERMITS, APPROVALS, RIGHTS OF WAY - As of 9/30 all utility company "make ready" work that had been completed was requested to be billed to OneCommunity, for final payment. We still have a material number of miles which need to be "made ready", as the incumbent pole owners simply could not get the work done in time, despite having filed many of the applications for pole attachment in some cases months ago. OneCommunity will need to bear this cost, post-grant award period.

SITE PREPARATION - is complete.

EQUIPMENT PROCUREMENT - is complete.

NETWORK BUILD & EQUIPMENT DEPLOYMENT- is complete.

NETWORK TESTING - is complete

SUMMARY OF OVERALL ACCOMPLISHMENTS: Since 2003, OneCommunity's purpose has stated: "OneCommunity is working to turn Northeast Ohio into a "Smart Region" – one that directs its resources and investment to support technological innovation, highly efficient and customer-centric public services, and a superb overall quality of life for its citizens. Technology is vital to this transformation, keyed by OneCommunity's ultra-high-speed, fiber-optic broadband network, which covers almost 2,000 miles around Northeast Ohio and provides data service for more than 2,300 public institutions such as hospitals, schools, libraries and government offices. This broadband network serves as a platform for innovation and collaboration, enabling a variety of beneficial programs and applications in health care, education, government and public safety. It is also an ideal test environment for researchers, technology companies and entrepreneurs."

The ROUND 2 NOFA mirrored this long-standing mission of OneCommunity, stating, " ... the National Telecommunications and Information Administration (NTIA) with $7.2 billion to expand access to broadband services in the United States. In so doing, the Recovery Act recognizes the growing importance of access to broadband services to economic development and to the quality of life of all Americans.... The CCI category will focus on Middle Mile broadband infrastructure projects that offer new or substantially upgraded connections to community anchor institutions."

MSSION ACCOMPLISHED.

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	Project Award Period is complete; Project is in Project Closeout period, where all final invoices and reporting will be addressed.
2b.	Environmental Assessment	100	Project Award Period is complete
2c.	Network Design	100	Project Award Period is complete
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.
2e.	Construction Permits and Other Approvals	100	Project Award Period is complete. Construction has halted; some invoices may arrive post-9/30 for work done in September.
2f.	Site Preparation	100	Project Award Period is complete
2g.	Equipment Procurement	100	Project Award Period is complete
2h.	Network Build (all components - owned, leased, IRU, etc)	100	Project Award Period is complete. Construction has halted; some invoices will arrive post-9/30 for work done in September.
2i.	Equipment Deployment	100	Project Award Period is complete. Construction has halted; some invoices may arrive post-9/30 for work done in September.
2j.	Network Testing	100	Project Award Period is complete. Construction has halted; some invoices may arrive post-9/30 for work done in testing.

	Milestone	Percent Complete	Narrative (describe reasons for any variance from baseline plan or subsequent written updates provided to your program officer)
2k.	**Other (please specify): admin**	100	Project Award Period 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).

BARRIERS TO COMPLETION: NONE. The Award Period ended 9/30/13. We anticipate some residual invoices for work done before 9/30 will come in during Q4. NOTE: MAKE READY - delays in invoicing for "make ready" work by incumbent utility pole owners continues. OneCommunity is now responsible for a material amount of "make ready" which has yet to be invoiced to the company.

MATCHING FUNDS - we remain above the 20% proportionality statutory threshold, and continue to advance toward our target match level.

NTIA TECHNICAL ASSISTANCE - NONE.

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	993	993 miles of new fiber have been deployed in the Project Funded Service Area, against the original KPI of 956 miles; in 2013 a REVISED KPI estimate of 1001 miles was provided, however this was overestimated by eight (8) miles, or 0.79% (.0079) of the total.
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	Baseline is at 808, this completes this KPI. The 808 was a REVISED target total, estimated prior to final network mile upgrades being reported by our sub-recipients, representing an estimate of eight (8) miles off, or 1.1% (0.011) of the total
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 existing network miles leased by OneCommunity, and the KPI target was updated in Q2 to 351 versus original KPI target of 392 |
Number of miles of new fiber (aerial or underground)	993	Total program miles as of 9/30, installed
Number of new wireless links	0	n/a
Number of new towers	0	n/a
Number of new and/or upgraded interconnection points	192	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

Indicators	
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**	3	KPI met, when coupled with providers receiving dark fiber access below.
	Providers with signed agreements receiving improved access	8	All existing wholesaler relationships have purchased circuits for customers. No specific KPI
	Providers with signed agreements receiving access to dark fiber	4	no specific KPI, but is included with the "new access" metric.
	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.

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	960	KPI of 796 is met. In 2013 a revised total of 961 was provided by OneCommunity based on active builds. One (1) site was not completed by 9/30, and is therefore not counted; this represents an error of 0.1% (.001).
	Subscribers receiving new access	241	Application target of 215 exceeded
	Subscribers receiving improved access	719	application target of 581 exceeded
	Please identify the speed tiers that are available and the number or subscribers for each	960	38 < 10 Mb 112 >= 10 MB and < 50 Mb 21 >=50 Mb and < 100 Mb 717 >=100 Mb and < 1 Gb 72 >= 1 Gb
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 subscribers for each	0	na

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

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	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 be closed by 12/29/2013. Remaining fed funds will be used to cover invoices arriving after 9/30 for construction before 9/30, and for allowable close out costs to include transfer to operations ("TTO") for the full network.

ENVIRONMENTAL ASSESSMENT - COMPLETE

NETWORK DESIGN - COMPLETE

CONSTRUCTION PERMITS, APPROVALS, RIGHTS OF WAY - COMPLETE. "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". As a result of incumbent pole owners' inability to process all pole attachment requests related to multiple BTOP projects, these lingering costs must now be borne by OneCommunity.

SITE PREPARATION - COMPLETE

EQUIPMENT PROCUREMENT - COMPLETE

NETWORK BUILD & EQUIPMENT DEPLOYMENT- COMPLETE.

NETWORK TESTING - testing of completed ring segments will continue in conjunction with the final "transfer to operations" (TTO)

PLANNED MILES FOR THE THIRD QUARTER: NA - Award Period Ended 9/30/2013
PLANNED CAI'S WITH NEW OR IMPROVED ACCESS IN THE QTR: NA - Award Period Ended 9/30/2013
PLANNED NEW WHOLESALE/LAST MILE PROVIDER AGREEMENTS: NA - Award Period Ended 9/30/2013

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	Close out period ends 12-29-2013
2b.	Environmental Assessment	100	completed
2c.	Network Design	100	completed
2d.	Rights of Way	0	N/A
2e.	Construction Permits and Other Approvals	100	completed, however OneCommunity remains responsible for a substantial amount of "make ready", as the incumbent pole owners were NOT able to meet the volumes demanded for the BTOP programs in their areas.
2f.	Site Preparation	100	completed
2g.	Equipment Procurement	100	completed
2h.	Network Build (all components - owned, leased, IRU, etc.)	100	completed
2i.	Equipment Deployment	100	completed
2j.	Network Testing	100	will complete in Q3 as we wrap up "TTO" for full network operations

	Milestone	Planned Percent Complete	Narrative (describe reasons for any variance from baseline plan or any other relevant information)
2k.	Other (please specify): miscellaneous	100	will be completed during close out period, includes final reporting requirement costs

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).

Program Income Note: We followed 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 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	$99,517	$13,671	$85,847	$174,518	$13,671	$160,847
b. Land, structures, right-of-ways, appraisals, etc.	$10,510,119	$4,452,624	$6,057,494	$8,727,339	$2,234,154	$6,493,185	$9,769,773	$3,068,101	$6,701,672
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	$1,735,635	$145,508	$1,590,127	$1,750,053	$154,551	$1,595,502
f. Project inspection fees	$0	$0	$0	$0	$0	$0	$0	$0	$0
g. Site work	$112,870	$112,870	$0	$37,740	$37,740	$0	$37,740	$37,740	$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	$17,057,418	$3,766,171	$13,291,247	$18,754,755	$3,990,639	$14,764,116
j. Equipment	$26,433,236	$5,385,499	$21,047,737	$26,971,802	$5,558,495	$21,413,306	$29,484,035	$8,060,294	$21,423,740
k. Miscellaneous	$130,645	$69,567	$61,078	$75,557	$36,582	$38,975	$75,557	$36,582	$38,975
l. SUBTOTAL (add a through k)	$60,532,495	$15,738,448	$44,794,046	$54,705,008	$11,792,321	$42,912,687	$60,046,431	$15,361,578	$44,684,852
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	$54,705,008	$11,792,321	$42,912,687	$60,046,431	$15,361,578	$44,684,852

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