

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 NT10BIX5570158	3. DUNS Number 962696089
4. Recipient Organization Los Angeles Regional Interoperable Communications System Authority 2525 Corporate PL Ste 200, Monterey Park, CA 91754-7672		
5. Current Reporting Period End Date (MM/DD/YYYY) 06-30-2013	6. Is this the last Report of the Award Period? <div style="text-align: center;"> <input type="radio"/> Yes <input checked="" type="radio"/> No </div>	
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 Arnaldo de la Paz	7c. Telephone (area code, number and extension) 3238818318	7d. Email Address arnaldo.delapaz@la-rics.org
7b. Signature of Certifying Official Submitted Electronically	7e. Date Report Submitted (MM/DD/YYYY): 07-24-2013	

Project Indicators (This Quarter)

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

The NTIA denied the LA-RICS proposal for a separate environmental process and gave instructions to complete the CEQA process first before proceeding with NEPA. This may prove problematic because if any of the proposed 255 LTE sites requires any kind of a CEQA process, the process is put on hold, thus putting NEPA on hold. To avoid this scenario, LA-RICS re-examined the site list to identify which sites may delay CEQA and dropped them from the list. This reduced the site list to 232. However, LA-RICS staff needs to conduct new studies to determine how the revised site list is going to affect network coverage and if replacement sites will need to be located.

During this quarter, LA-RICS completed the final draft of the site access agreement it needed to execute with cities owning potential LTE sites. The LA-RICS Joint Powers Authority (JPA) Board approved the draft and authorized the initiation of consultation with the cities.

Also, LA-RICS concluded negotiations with FirstNet for the Spectrum Management Lease Agreement and finalized a draft agreement. The LA-RICS Joint Powers Authority and the FirstNet Board approved the draft agreement in their separate meetings. The agreement is scheduled to be executed in the next quarter.

The draft of the Request for Proposal (RFP) for the LTE system is in the final stages and is expected to be completed early in the next quarter. After the LA-RICS JPA Board approves release of the RFP, the procurement process will soon follow.

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	3	The sites list was reduced to CEQA-compliant sites to avoid further delays that may compromise the project schedule.
2b.	Environmental Assessment	59	Continue CEQA exemption applicability screening and eligibility assessment including additional field surveys and record research on baseline and replacement sites. Discussed NEPA approach with NTIA and prepared a preliminary draft project narrative description.
2c.	Network Design	27	The RFP for the LTE system is almost complete.
2d.	Rights of Way	7	Conducted detailed site and land valuation analysis; will begin site use agreement consultation with cities.
2e.	Construction Permits and Other Approvals	3	Working with legal counsel to plan for permitting of LTE sites.
2f.	Site Preparation	0	Pending release of LTE RFP
2g.	Equipment Procurement	0	Pending release of LTE RFP
2h.	Network Build (all components - owned, leased, IRU, etc)	0	Pending release of LTE RFP
2i.	Equipment Deployment	0	Pending release of LTE RFP
2j.	Network Testing	0	Pending release of LTE RFP
2k.	Other (please specify):		

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).

After the solution proposed by LA-RICS to expedite the environmental process was denied, the timeline to complete the project within the grant performance period became even more challenging.

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	0	N/A
New network miles leased	0	Procurement process on hold
Existing network miles upgraded	0	Procurement process on hold
Existing network miles leased	0	N/ N/A
Number of miles of new fiber (aerial or underground)	0	Procurement process on hold
Number of new wireless links	0	Procurement process on hold
Number of new towers	0	Procurement process on hold
Number of new and/or upgraded interconnection points	0	Procurement process on hold

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

5b. Please list the names of the wholesale and last mile providers with whom you have signed agreements (100 words or less). Providers:
N/A

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:
N/A

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

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	0	N/A

Subscriber Type	Access Type	Total	Narrative (describe your reasons for any variance from the baseline plan or any other relevant information)
	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	0	N/A
Community Anchor Institutions (including Government institutions)	Total subscribers served	0	Zero variance
	Subscribers receiving new access	0	Zero variance
	Subscribers receiving improved access	0	Zero variance
	Please identify the speed tiers that are available and the number or subscribers for each	0	System not deployed yet
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	N/A
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	N/A

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	Type of Anchor	Are you also the	Narrative description of how anchor institutions are using BTOP-
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	Area (town or county)	Institution (as defined in your baseline)	broadband service provider for this institution? (Yes / No)	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).
 During the next quarter, LA-RICS plans to accomplish the following:
 • Complete execution of the Spectrum Management Lease Agreement with FirstNet
 Provide all required documentation for the NTIA to lift the suspension on the BTOP award and extend the performance period of the grant
 • Complete the final draft of the RFP for the LTE system and begin the procurement process
 • Begin consultation with cities for site access agreements for LTE sites

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	3	Procurement process for the LTE system is expected to start soon
2b.	Environmental Assessment	65	Provide project information needed to initiate consultation with federal resource agencies. Continue to consult with NTIA on NEPA document approach and methodology. Re-initiate local outreach.
2c.	Network Design	29	Complete the RFP for the LTE system and begin the procurement process
2d.	Rights of Way	7	Conduct detailed site and land valuation analysis; will begin site use agreement consultation with cities.
2e.	Construction Permits and Other Approvals	3	Working with legal counsel to plan for permitting of LTE sites
2f.	Site Preparation	0	Procurement process on hold
2g.	Equipment Procurement	0	Procurement process on hold
2h.	Network Build (all components - owned, leased, IRU, etc.)	0	Procurement process on hold
2i.	Equipment Deployment	0	Procurement process on hold
2j.	Network Testing	0	Procurement process on hold
2k.	Other (please specify):		

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).
 Staff needs to conduct more studies on how the reduced site locations will affect network system coverage; replacement sites may have to be identified, preferably CEQA compliant locations.
 Please note: In the next section for Infrastructure Budget Execution Details, under the column for Actuals from Project Inception, the Matching Funds for Administrative and legal expenses amount of \$1,973,913 is lower than the amount of \$2,067,680 reported in the previous quarter. This is caused by an adjustment to reclassify previously reported expenditures from Administrative and legal expenses into Architectural and engineering fees.

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.

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		
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	\$13,297,104	\$2,685,484	\$10,611,620	\$2,427,323	\$1,973,913	\$453,410	\$2,724,911	\$2,122,337	\$602,574
b. Land, structures, right-of-ways, appraisals, etc.	\$73,597,901	\$37,780,781	\$35,817,120	\$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	\$16,360,786	\$1,543,236	\$14,817,550	\$3,367,072	\$349,226	\$3,017,846	\$3,849,407	\$517,226	\$3,332,181
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	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
h. Demolition and removal	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
i. Construction	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
j. Equipment	\$113,368,574	\$20,394,864	\$92,973,710	\$0	\$0	\$0	\$0	\$0	\$0
k. Miscellaneous	\$1,270,000	\$850,000	\$420,000	\$0	\$0	\$0	\$0	\$0	\$0
l. SUBTOTAL (add a through k)	\$217,894,365	\$63,254,365	\$154,640,000	\$5,794,395	\$2,323,139	\$3,471,256	\$6,574,318	\$2,639,563	\$3,934,755
m. Contingencies	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
n. TOTALS (sum of l and m)	\$217,894,365	\$63,254,365	\$154,640,000	\$5,794,395	\$2,323,139	\$3,471,256	\$6,574,318	\$2,639,563	\$3,934,755

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
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