



## FIRST PERFORMANCE PROGRESS REPORT First Quarter 2010

1. Recipient Organization ( <i>Name and complete address including zip code</i> ) <b>Pine Telephone Company, Inc. 210 W. 2<sup>nd</sup> Street, Broken Bow, OK 74728</b>	2. Award Identification Number <b>NT10BIX5570060</b>
3. Performance Narrative (Q1) <i>Please describe your project activities and progress for the first quarter of 2010. This should include a description of federal expenditures to date, key milestones, the primary activities needed to accomplish those milestones, significant project accomplishments, and any delays or challenges. Please use the milestone categories provided in your baseline report (e.g., environmental assessment, design, rights of way) to structure your answer. (500 words or less)</i>  <b>Pine Telephone Company (PTC) did not receive approval of its Application until the second quarter. Consequently, this report is being filed for the second quarter of 2010 rather than the first. There were no federal expenditures during the quarter. Pine has not been approved to receive funds and is awaiting approval of its FONSI. A primary work effort during the quarter was focused on completion of environmental assessments. There was also work performed for the determination of final Tower locations and procurement of land for the sites. The overall network design was completed in the second quarter. All necessary construction permits and other approvals have been obtained. PTC has pushed its schedule back by 3 months due to the late date of its application approval.</b>	
4. Performance Projections (Q2) <i>Please describe your anticipated project activities and progress for the next quarter. This should include a description of federal expenditures, key milestones, the primary activities needed to accomplish those milestones, significant project accomplishments, and any potential delays or challenges you foresee. Please use the milestone categories provided in your baseline report (e.g., environmental assessment, design, rights of way) to structure your answer. (500 words or less)</i>  <b>The total federal expenditures for the third quarter are estimated to be approximately \$5.1 million. The major activity for the third quarter will be the procurement of towers and access and transport equipment. It is expected that over half of the equipment necessary for the project will be procured in the third quarter. Site preparation is anticipated for seven to twelve sites. At the end of the third quarter it is anticipated that 10 sites may be functional, including 3 existing sites and seven new sites. As each individual site is deployed customers will be added to the system. So it is planned to have customers live on the system in the third quarter.</b>	
5. 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.	
5a. Typed or Printed Name and Title of Authorized Certifying Official <b>Cooper Lee Brown</b>	5c. Telephone ( <i>area code, number and extension</i> ) <b>580-584-3300</b> 5d. Email Address <b>leebrown@pine-net.com</b>
5b. Signature of Authorized Certifying Official	5e. Date Report Submitted ( <i>Month, Day, Year</i> ) <b>July 29, 2010</b>

According to the Paperwork Reduction Act, as amended, no person is required to respond to, nor shall any person be subject to penalty for failure to comply with, a collection of information subject to the requirements of the PRA, unless that collection of information displays a currently valid OMB control number. Public reporting burden for this collection of information is estimated to average 1 hour and 30 minutes per response, including time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. Send comments regarding the burden estimate or any other aspect of this collection of information, including suggestions for reducing this burden, to Anthony G. Wilhelm, Director, Broadband Technology Opportunities Program, Office of Telecommunications and Information Applications, National Telecommunications and Information Administration, U.S. Department of Commerce (DOC), 1401 Constitution Avenue, N.W., HCHB, Room 4887, Washington, D.C. 20230.