QUARTERLY PERFORMANCE PROGRESS REPORT FOR SUSTAINABLE BROADBAND ADOPTION

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** **06-43-B10540**	**3. DUNS Number** **829939854**

4. Recipient Organization

ZERODIVIDE 425 Bush St STE 300, San Francisco, CA 941083721

5. Current Reporting Period End Date (MM/DD/YYYY) 12-31-2010	**6. Is this the last Report of the Award Period?** ◯ 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 David Veneziano	**7c. Telephone (area code, number and extension)**
	7d. Email Address david@zerodivide.org
7b. Signature of Certifying Official Submitted Electronically	**7e. Date Report Submitted (MM/DD/YYYY):** 01-27-2011

Project Indicators (This Quarter)

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

ZeroDivide completed all of the items identified in our implementation plan for Q2. Specifically we successfully achieved the following: (Activities are clustered by Milestone Categories)

Overall Project
• Submission of 1st grant quarter ARRA, SF-425, PPR
• Complete baseline plans and timely submission
• Participate in federal training conference
• Complete development of standardized subaward agreement
• Conference call with subrecipients to review award and subaward agreements
• Collection of information from subrecipients for quarterly reporting

In addition, we:

Overall Project
• Contracted with Amy Luckey to serve as the Program Manager for the Generation ZD Digital Literacy Program through March of 2011. Along with managing relations with the anchor organizations, Amy's primary task is to design the technical assistance and community of practice elements of the Generation ZD program.
• Created and launched a Generation ZD website for the anchor organizations. The site provides one easy spot where anchors can find all the GenZD-related information and resources they need, including information about their colleagues' programs and useful BTOP-related materials. The site is located at: https://sites.google.com/site/genzdanchors/
• Completed our BTOP desk review on Friday, December 17, 2010.
• Presented at the "Evaluation and Measurement: Making it Count" session at the Round 2 Post-Award Recipient Workshop (Nov. 9-10 in Herndon, Virginia).

Travel
• Scheduled site visits to each of the seven anchor organizations for Q1-2011(project Q3).
Also, although most subrecipients' GenZD programming will start in Q3, subrecipients conducted the following activities in Q2:

Training: (1) Broadband/Digital
• Three hired new staff for their BTOP-funded program, one initiated a search.
• Five reported curriculum-related efforts: field-testing, developing, revising, or researching curriculum and program design.
• Two conducted community needs assessments.
• Two conducted digital media trainings.

Outreach Activities
• Two publicized their BTOP grant program.
• Two reported efforts to leverage the BTOP funding to attract additional donors.

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 report, please insert them at the bottom of the table. 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 any other relevant information)
2.a.	**Overall Project**	5	Please see #1 above for a summary of our project progress. We met our baseline milestones in Q2 and are on track moving forward.
2.b.	**Equipment / Supply Purchases**	-	Progress reported in Question 4 below
2.c.	**Awareness Campaigns**	-	Progress reported in Question 4 below
2.d.	**Outreach Activities**	-	Progress reported in Question 4 below
2.e.	**Training Programs**	-	Progress reported in Question 4 below

		Milestone	Percent Complete	Narrative (describe reasons for any variance from baseline plan or any other relevant information)
2.f.		Other (please specify):	-	Progress reported in Question 4 below

3. 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).

None.

4a. In the chart below, please provide the requested information on your BTOP grant-funded SBA activities. Please also provide a short description of the activity (600 words or less). Figures should be reported cumulatively from award inception to the end of the most recent reporting quarter. Please ensure that the numbers of new household subscribers and business or community anchor institution (CAI) subscribers reflected in the "Total" row represent the unduplicated number of new subscribers that can be attributed to your SBA project as a whole.

Name of the SBA Activity	Location of SBA Activity	Description of Activity (600 words or less)	Size of Target Audience	Actual Number of Participants	New Subscribers: Households	New Subscribers: Businesses and/or CAIs
N/A	N/A	We did not undertake any public SBA activities in Q2.	0	0	0	0
		Total:	**0**	**0**	**0**	**0**

4b. Please describe your method for determining the number of households, businesses, and/or (CAIs) subscribing to broadband as a result of your SBA programs (600 words or less).

N/A.

4c. Please provide a narrative explanation if the total number of new subscribers is different from the targets provided in your baseline plan (600 words or less).

N/A.

4d. Please provide the number of households and the number of businesses and CAIs receiving discounted broadband service as result of BTOP funds.

Households: 0	**Businesses and CAIs :** 0

Project Indicators (Next Quarter)

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

We are on track to undertake the following activities in our implantation plan during Q3:
(Activities are clustered by Milestone Categories)

Overall Project
• Submission of quarterly ARRA, SF-425, PPR
• Subrecipient subaward agreements fully executed
• Subrecipient plans complete - detailed quarterly goals by subrecipients
• Collection of information from subrecipients for quarterly reporting
• Development of monitoring processes (site visit and/or desk review content)
• ASAP billing

Equipment Purchases (<$5,000 per unit, will be classified as "Supplies" per CFR definition)
• Procurement of equipment for subrecipients
• Equipment in place with subrecipients

Training: (2) Capacity/Sustainability
• Quarterly "360 Support" of subrecipients begins

Travel
• Site visits - programmatic and financial monitoring

Training: (1) Broadband/Digital
In addition, the subrecipients will conduct digital media training funded by BTOP in Q3 as planned.

We have moved the subrecipients' visit to San Francisco for training (in the Training: (2) Capacity/Sustainability milestone category) to Q4, when we will have a better assessment of their shared training needs following from our site visits in Q3.

The following will also occur in early Q4:

Training: (2) Capacity/Sustainability
• Based on our site visit assessments of the subrecipients' "360 support" technical assistance needs and interests, design our 2011 technical assistance activities for the 7 subrecipients.

Other (Evaluation & Data tracking)
• Establish and begin implementing our evaluation and data collection strategies.

2. Please provide the percent complete anticipated for the following key milestones in your project as of the end of the next quarter. Write "0" in the second column if your project does not include this activity. If you provided additional milestones in your baseline report, please insert them at the bottom of the table. Figures should be reported cumulatively from award inception to the end of the next reporting quarter. Please provide a narrative description if the planned 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 any other relevant information)
2.a.	Overall Project	20	Please see #1 above for a summary of our expected project progress. We are on track to conduct most of our activities planned for Q3 in our baseline implementation plan - and thus meet our milestones for the quarter. Noted in #1 above are three activities that we are moving to early Q4 (annual visit of subrecipients to SF, design of T.A. program for sub-recipients, evaluation implementation). These have been shifted slightly so that we can best use the information gained from our site visits in Q3 to inform our programming.
2.b.	Equipment Purchases	-	Milestone Data Not Required
2.c.	Awareness Campaigns	-	Milestone Data Not Required
2.d.	Outreach Activities	-	Milestone Data Not Required
2.e.	Training Programs	-	Milestone Data Not Required
2.f.	Other (please specify):	-	Milestone Data Not Required

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).
None.

Sustainable Broadband Adoption Budget Execution Details

Activity Based Expenditures (Sustainable Broadband Adoption)

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. Personnel	$426,334	$0	$426,334	$0	$0	$0	$77,514	$0	$77,514
b. Fringe Benefits	$106,584	$0	$106,584	$0	$0	$0	$19,379	$0	$19,379
c. Travel	$49,350	$0	$49,350	$0	$0	$0	$5,483	$0	$5,483
d. Equipment	$0	$0	$0	$0	$0	$0	$0	$0	$0
e. Supplies	$110,600	$0	$110,600	$0	$0	$0	$110,600	$0	$110,600
f. Contractual	$994,400	$605,000	$389,400	$0	$0	$0	$84,037	$53,182	$30,855
g. Construction	$0	$0	$0	$0	$0	$0	$0	$0	$0
h. Other	$15,000	$0	$15,000	$0	$0	$0	$15,000	$0	$15,000
i. Total Direct Charges (sum of a through h)	$1,702,268	$605,000	$1,097,268	$0	$0	$0	$312,013	$53,182	$258,831
j. Indirect Charges	$286,974	$0	$286,974	$0	$0	$0	$2,395	$0	$63,773
k. TOTALS (sum of i and j)	$1,989,242	$605,000	$1,384,242	$0	$0	$0	$314,408	$53,182	$322,604

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