RE 61 e-FILING REPORT COVER SHEET

REPORT NAME:

2015 Service Quality Measure Annual Report

COMPANY NAME:

Portland General Electric

DOES REPORT CONTAIN CONFIDENTIAL INFORMATION?

No

If known, please select designation: RE (Electric)

Report is required by:

OPUC Order No. 11-160, (amended Order No. 97-196 (UM 814))

Is this report associated with a specific docket/case?

No

Key words:

2015 Service Quality Measure (SQM) Annual Report

If known, please select the PUC Section to which the report should be directed:

Electric Rates and Planning



Portland General Electric 2015 Service Quality Measure Report

SERVICE QUALITY MEASURE ANNUAL REVEIW Review of Safety and Operational Performance Areas

Portland General Electric submits this annual report pursuant to OPUC Order 97-196 as later amended to provide information on the service quality of the Company. The information addresses Service Quality Performance Measures on the following:

- C1 "At Fault" customer complaint frequency
- R1 Average customer interruption duration
- R2 Average customer interruption frequency
- R3 Average momentary interruption frequency
- R4 Annual service restoration
- X1 Vegetation Management program
- X2 Pole and overhead facilities inspection, testing and maintenance program
- X3 Other Programs (Marina inspection and maintenance)

In addition to the reporting on the above stated service quality performance measures, and to provide a fuller picture of PGE's service quality, PGE has included in this report since 2008, additional information we call 21st Century Service Quality Indicators. These 21st Century Service Quality Indicators are included in an Appendix to this report and provide information on the following: customer satisfaction, system reliability and NESC safety violations.

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2015 Annual Review of Safety and Operational Performance Areas

A. Relentless Safety at PGE

PGE is committed to providing a safe and healthy place of business for employees, customers, and the general public. Safety is a core value that is integrated into everything we do. No job we do, nor service we perform, is so urgent that we cannot take the time to perform the job safely. PGE conducts operations that meet or exceed compliance with all applicable laws, regulations and company standards; strive to continually improve our overall safety and health performance; and transparently communicate our progress.

Most hazards can be identified and effectively controlled or eliminated to prevent incidents and their consequences. We identified critical safety components of our daily work and provide training and work practices for employees, including *PGE's Safety Rules to Live By* (where applicable) which are:

- 1. Wear appropriate arc flash personal protective equipment (PPE).
- 2. Follow all electrical safety testing and grounding rules.
- 3. Follow approachable working clearance/cover rules.
- 4. Follow all fall protection rules.
- 5. Follow all lock out/tag out rules and procedures including hazardous energy source isolation and dissipation requirements.
- 6. Follow confined space and enclosed space entry requirements.

Our safety efforts are managed and monitored through the PGE's Safety Management System. The primary purpose of PGE's Safety Management System is to provide a tool that reduces the risk of occupational injuries and incidents and improves safety performance. The Safety Management System provides a systematic approach to managing safety planning, implementation, measurement, with a focus on our value of continuous improvement. Additionally, this system provides guidance to methodically manage safety risks, opportunities and impacts across the company. It is also designed to impart a consistent approach and provide a common platform that is sustainable while establishing the standard for implementing the PGE Safety and Health Policy.

Corporate oversight is provided through the Executive Safety Council (ESC). The Council provides safety oversight for the company and our customers. Their commitment to relentless safety provides direction to the various workgroups and is able to align resources needed to address safety issues. The Officers and senior management representatives on the ESC meet with employee groups to hear safety concerns and to share information on safety initiatives. The ESC helps eliminate barriers that can impede our work on safety. We strive to provide visible management commitment to safety and support each other to achieve our vision of an injury-free work place.

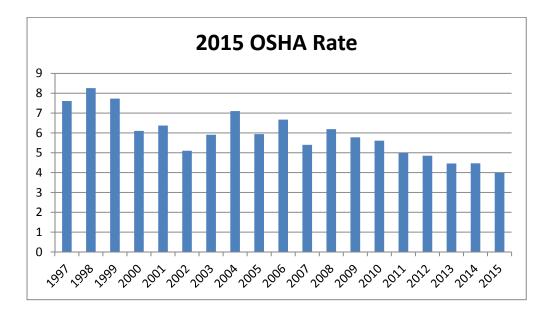
It is essential to have every employee committed to and actively participate in our safety goals. Leaders and employees are expected to embrace and support safety programs; actively hold themselves and those working with them accountable to follow safety rules, policies, and guidelines; recognize co-workers of all levels for their efforts to model and improve our safety performance and culture; and be a safety role model. Leaders also work to effectively lead, promote, and influence their team to achieve a sustainable injury-free workplace.

We have a variety of employee supported safety programs including our safety committees, SHARP, VPP programs, and Grassroots Safety teams. These programs leverage the experience of the frontline workforce to identify hazards and work to correct them. Eliminating physical hazards, improving work procedures, and understanding regulatory compliance are key components of employee efforts in these programs. Their success builds each year and is part of the foundation of our safe work environment.

Public safety is another important part of our business. We focus on identification, development, implementation and communication of programs and materials designed to provide awareness of potential electrical hazards that can cause significant danger, injury, harm or compromise to the safety of our employees and the general public. Outreach and safety around electricity awareness is conducted to prevent and protect the public from injuries involving our electrical equipment. We pursue strategic partnerships and conduct outreach activities with key at-risk groups such as fireman, agricultural workers, tree trimmers, construction workers, and school age children to increase understanding of electrical safety issues.

We track a variety of leading and lagging indicators to gauge our improvements. The diagrams on the following page are two examples of the data we track and communicate to all employees. Employee engagement in safety continues to improve and our focus on relentless safety is reflected in improvements in our safety culture, employee participation, and employees going home without injury at the end of each day.

LEADING INDICATORS FOR 2015 Event Count by Type 500 451 400 300 Concern/Suggestion 📕 Near Miss Recognition, Peer-to-Peer 200 177 169 100 0 Concern/Suggestion Near Miss Recognition, Peer-to-Peer



B. Performance Measures C-1Customer "At-Fault" Complaint Frequency

Customer Complaints and Customer Service Measures

In 2015, PGE's OPUC Liaisons fielded 203 customer complaints, a decrease from 236 complaints in 2014. Of these, the OPUC determined 20 "At-Fault" designations resulting in PGE's 2015 total At-Fault Complaint rate per 1,000 customers. PGE meticulously reviews all At-Fault complaints for root cause and lessons learned.

| Year | Logged Complaints | Total Customers | At Faults | At Fault Frequency |
|------|----------------------|--------------------|--------------|-----------------------|
| 2011 | 254 | 822,466 | 14 | 0.0170 |
| 2012 | 208 | 828,354 | 12 | 0.0146 |
| 2013 | 282 | 836,070 | 16 | 0.0191 |
| 2014 | 236 | 842,273 | 5 | 0.0059 |
| 2015 | 203 | 852,164 | 20 | 0.0234 |

C. Reliability Performance Measures: R1-SAIDI, R2-SAIFI, R3-MAIFI, R4-CAIDI

Executive Summary

This executive summary provides an overview of the 2015 Reliability Report and highlights key information with comparisons to past years' data. If there are any questions about this information, please call Rob Weik at (503) 464-8131.

a. 2015 Reliability

The three year weighted average for SAIDI, SAIFI, and MAIFI indices in 2015 were 80.5 minutes, 0.59 occurrences, and 1.12 occurrences respectively. The three-year weighted averages for all of PGE's reliability indices are below the OPUC thresholds for system performance (see Table 1), but are reflecting an increasing trend. A primary contributor to this trend, specifically in 2014 and 2015, is the increase in frequency of short duration (24-48 hour) storms impacting PGE's service territory.

The five-year average service availability for Portland General Electric customers is 99.986%. Service availability in 2015 was 99.986%.

Continued efforts in 2016 will improve system reliability by focusing on the poorest performing feeders and tap lines, putting processes in place to reduce the length of major outages and investigating outage causes that are trending up.

b. Summary of Reliability Indices

Table 1 below, provides a 10-year summary of the PGE's reliability indices (excluding Major Event Days) and shows that PGE's three-year system average stayed below the OPUC SAIDI, SAIFI, and MAIFI Level 1 and 2 threshold limits in 2015.

NOTE: A day is designated as a Major Event Day when the daily system SAIDI exceeds a threshold value, T_{MED} . PGE utilizes the IEEE Standard 1366 methodology to calculate the T_{MED} value. In 2015, March 15th, August 29th, November 17th 18th, December 8th -9th, and December 21st were designated as Major Event Days.

| Year | SAIDI (minutes) | SAIFI (occurrences) | MAIFI (occurrences) | CAIDI (minutes) | Number of outages |
|---|--------------------|------------------------|------------------------|--------------------|-------------------|
| 2015 | 75 | 0.48 | 1.2 | 156 | 6,613 |
| *2014 | 96 | 0.70 | 1.4 | 135 | 5,834 |
| *2013 | 61 | 0.45 | 0.9 | 136 | 4,495 |
| 2012 | 72 | 0.55 | 1.1 | 131 | 5,093 |
| 2011 | 66 | 0.51 | 0.9 | 129 | 4,535 |
| 2010 | 77 | 0.65 | 1.1 | 118 | 5,454 |
| 2009 | 115 | 0.81 | 1.4 | 142 | 6,354 |
| 2008 | 75 | 0.73 | 1.3 | 103 | 5,817 |
| 2007 | 77 | 0.71 | 1.3 | 109 | 5,994 |
| 2006 | 117 | 1.06 | 1.6 | 110 | 6,930 |
| 2005 | 86 | 0.83 | 1.6 | 104 | 5,560 |
| 2004 | 85 | 0.80 | 1.8 | 106 | 5,582 |
| 2003 | 82 | 0.80 | 2.1 | 103 | 5,366 |
| 3-Year Weighted Average for 2015 | 78.2 | 0.54 | 1.2 | 146.2 | N/A |
| OPUC Goal Level 1 Penalty Level 2 Penalty | 90 105 115 | 1.0 1.2 1.4 | 3 5 7 | N/A | N/A |

TABLE 1 10-YEAR SUMMARY OF RELIABILITY INDICES (EXCLUDING MAJOR EVENT DAYS)

*System performance values for 2013 and 2014 reflect the corrected values as described in PGE's supplemental filing for PGE 2013 and 2014 Service Quality and Annual Reliability Reports filed 8.26.15.

The following methods/exclusions were used to derive PGE's 2015 system reliability indices:

- 1. The three-year weighted averaging formula was calculated with 2015 weighted at 50%, 2014 weighted at 30%, and 2013 weighted at 20%.
- 2. Excluded from SAUDI and SAIFI calculations are:
 - All outages of five minutes or less Outage causes reported as Non-outage: Telco Wire, Cable TV Wire, Verizon Equipment, Qwest Equipment, or Comcast Equipment

c. Underperforming Feeder Summary

PGE feeders are classified as Urban, Rural, or Remote and have established performance thresholds (see Appendix for details). Feeders with indices greater than or equal to the defined feeder classification thresholds are designated as underperforming.

A 10-year summary of PGE's underperforming feeders is shown below in Table 2. The number of underperforming feeders is displayed by year and filtered by reliability index and total. Of PGE's 580 feeders, 9 (1.6%) have been underperforming for the last three consecutive years and 29 (5.0%) have been underperforming for two out of the last three years.

| | Num | ber of Underperfor | ming Feeders (by in | ndex) | Total |
|------|-------|--------------------|---------------------|-------------------------|---|
| Year | SAIDI | SAIFI | MAIFI | MAIFI ONLY ¹ | Underperforming Feeders ² |
| 2015 | 79 | 23 | 24 | 19 | 101 |
| 2014 | 109 | 44 | 16 | 13 | 127 |
| 2013 | 53 | 19 | 10 | 7 | 63 |
| 2012 | 58 | 24 | 11 | 11 | 76 |
| 2011 | 56 | 29 | 11 | 12 | 61 |
| 2010 | 78 | 37 | 11 | 7 | 91 |
| 2009 | 124 | 44 | 25 | 12 | 136 |
| 2008 | 59 | 34 | 16 | 12 | 80 |
| 2007 | 71 | 35 | 25 | 17 | 96 |
| 2006 | 114 | 86 | 24 | 15 | 143 |
| 2005 | 76 | 49 | 33 | 27 | 111 |
| 2004 | 67 | 45 | 40 | 26 | 104 |
| 2003 | 77 | 45 | 51 | 36 | 116 |

TABLE 210-YEAR SUMMARY OF UNDERPERFORMING FEEDERS

Designates the feeders underperforming only for the MAIFI threshold and no other index thresholds (i.e. SAIDI and SAIFI). This column was added to show the benefit of tracking MAIFI on more feeders every year.

² A feeder can be underperforming for more than one index. Feeders that fall in multiple underperforming indices are only captured once in the *Total Underperforming Feeders* value.

d. Worst SAIDI Days

Table 3 displays the top 10 days with most significant impact to SAIDI in 2015 (NOTE: Major Event Days are excluded). The ranking is based on the total number customer outage minutes for the day and associated contribution to SAIDI. These 10 days made up 22% of the total customer minutes in 2015 and contributed 16 minutes to the 2015 system SAIDI value.

| Rank | Date | Customer-Outage Minutes | Minutes Contributed to SAIDI Total | Outage Cause |
|------|------------|----------------------------|--|-----------------------------|
| 1 | 12/7/2015 | 1,975,612 | 2.28 | Vegetation |
| 2 | 12/1/2015 | 1,553,404 | 1.79 | Vegetation |
| 3 | 2/9/2015 | 1,458,705 | 1.68 | Weather |
| 4 | 8/30/15 | 1,415,943 | 1.63 | Weather |
| 5 | 12/10/2015 | 1,405,881 | 1.62 | Vegetation |
| 6 | 1/18/2015 | 1,380,072 | 1.59 | Vegetation |
| 7 | 12/2/2015 | 1,362,336 | 1.57 | Vegetation |
| 8 | 5/18/2015 | 1,283,040 | 1.48 | Loss of Supply-Substation |
| 9 | 10/31/2015 | 1,124,277 | 1.29 | Loss of Supply-Transmission |
| 10 | 7/16/2015 | 1,099,908 | 1.27 | Equipment |

TABLE 310 WORST DAYS FOR SAIDI IN 2015(EXCLUDING MAJOR EVENT DAYS)

D. X1 - Vegetation Management Program

1. Description: The Vegetation Management Program is a Basic Maintenance Program that is set apart from the other inspection and maintenance programs due to the crucial effect trees can have on system safety and reliability. Trees and other vegetation are trimmed or removed to provide line clearance and prevent system damage. The Vegetation Management personnel count is a valuable early warning indicator to alert Staff of the Company's ability to adequately maintain its system.

2. Understanding:

The Company acknowledges that "tickling," "brushing" contacts, brown leaves, desiccation, or any other descriptions, or results of, direct or arcing contact with primary conductors is interpreted by Staff as interference.

3. PGE Quality Control:

The Company shall inspect not less than 10% of recently completed tree trimming on a continuous basis to ensure compliance with the Program Plan and achievement of adequate clearance. PGE Foresters monitor all trimming projects on a continual basis using QA performance logs for each project.

4. Program Expenditures:

The Annual Report will contain information showing the Company's actual annual expenditures compared with its previously planned expenditures. Information will include total budget with actual versus budgeted for each of the following elements: Maintenance Cycle Trimming, Customer Assistance Trimming, Line Construction Trimming, and PGE Supervision and Administration.

Budget Plan and Actual Expenditures:

| | Actual | Budget |
|---------------------------------------|-----------------|--------------|
| 2014 Actual versus budgeted: | \$13,450,480 | \$13,746,624 |
| 2015 Actual versus budgeted: | \$14,441,214 | \$14,144,036 |
| | | |
| • PGE Supervision and Administration: | \$ 677,230 | |
| Maintenance Cycle Trimming: | \$13,547,741 94 | 1% |
| • Customer Assistance Trimming : | \$ 722,061 59 | 6 |
| Line Construction Trimming: | \$ 144,412 19 | 6 |
| | | |

5. Vegetation Management Personnel Information:

The Company's Annual Report shall include the number of full time employees assigned to the following positions for each of the last three years:

| | 2015 | 2014 | 2013 |
|---|------|------|------|
| | | | |
| a) Company foresters: | 8 | 8 | 8 |
| b) Company tree trimmers and arborists; and | 0 | 0 | 0 |
| c) Contractor tree trimmers and arborists. | 99 | 95 | 95 |

E. Performance Measure X2 Pole & Overhead Facilities Inspection, Testing, and Maintenance Program

Summary of Program

The year 2015 was our 9th year of the Facility Inspections and Treatment to the National Electrical Safety Code (FITNES) III 10-year cycle. 2015 FITNES overhead inspection and treatment was performed on 29,714 distribution and transmission poles and associated overhead distribution facilities (11% of 270,000 wood poles included in the FITNES Overhead Program).

a. Corrections of Violations Discovered During Inspections

- FITNES Program timelines are established and maintained to perform corrections, repairs, or replacement work within two (2) years of violation discovery. 13,000 violations were corrected in 2015.
- Violations deemed an immediate hazard receive expedited attention to ensure treatment/correction within 30 days.

b. PGE Quality Control

- Accuracy of the inspection is ensured by performing QC on a random sampling pulled on average weekly.
- QC was also performed on 1,605 corrected violations (12.3% of total 13,000 corrections).

c. Inspection Program Expenditures

 2015 Pole and Overhead Facilities Inspection, Testing and Pole Treatment: \$1,026,000 (Budget) \$939,000 (Actual).

d. All PGE OH FITNES Program Expenditures

| | 2015 | |
|---|-------------|-------------|
| | Budget | Actuals |
| Pole and OH Facilities Inspection, Testing, & Treatment | \$1,026,000 | \$939,000 |
| Pole and OH Facilities Repair (O&M) | \$1,284,000 | \$1,087,400 |
| Pole Replacements (Capital) | \$1,022,000 | \$735,500 |

e. 2016 FITNES Plans

PGE plans to complete the Cycle 3 FITNES plan for Pole and OH Inspections and inspect approximately 28,000 poles and related OH facilities in 2016.

F. Performance Measure X3 - Other Programs

Marina Inspections

Forty seven Marinas were inspected this quarter. One Marina was found to have violations. All inspection reports were entered into Maximo and forwarded to the appropriate region for resolution.

The following are violations reported, but not corrected since 2013:

| M1452510 | Low Drop | Reported Oct 2014 |
|----------|------------------------|------------------------|
| M1406718 | Low Drop & Tight TX | Reported April 2013 |
| M1412317 | Numerous Minor Repairs | Reported April 2013 |
| M1429546 | B/O Primary Conduit | Reported April 2014 |
| M1457278 | Raise TX | Reported November 2014 |
| M1457281 | Raise TX | Reported November 2014 |

PGE New Construction Quality Assurance Program

PGE QA's

- 1. 92 poles inspected involving new pole installations inspected in Q1 of 2015
- 2. 0 violations were found
- 3. Violations per pole was 0.0%

PGE Safety Survey for inspection of imminent danger of Overhead System

Safety Surveys

- 1. 38 Townships are in the 2015 cycle
- 2. 30% were inspected in Q1 of 2015
- 3. One Work Order created and forwarded to Region to fix B/O conduit.
- 4. 20 double poles reported on Safety Survey forwarded to UAM to review.

Maximo

In 2014, CS&I went to bid on 250 jobs with a total bid amount of \$5.9 million.

This averages 62 jobs per quarter and \$1.5 million per quarter.

Q1 of 2015 we have bid 13 jobs with a total bid amount of \$206,000.

Appendix

21st Century Service Quality Indicators

1. <u>Customer Survey Data</u>

PGE collects survey data from Residential, Business and Large Industrial (Key) customers to measure and evaluate how customers perceive its performance across several areas including:

- Reliability and Power Quality
- Customer Service
- Management
- Communications
- Pricing
- Corporate Citizenship
- Billing and Payment

The surveys reveal relative strengths and weaknesses in the Company's performance as well as opportunities for improvement.

PGE contracts with Market Strategies International (MSI), an independent, fullservice customer market research company headquartered in Michigan, to conduct customer satisfaction surveys among PGE's residential and general business customers.

Each quarter, MSI surveys 400 to 600 residential customers and every other quarter, (Q2 and Q4) they survey 300-400 general business customers. They analyze and benchmark the collected data and provide PGE with quarter-to-quarter and year-to-year comparisons based on the "percent total positive" (%6-10) scores on an 11-point scale (where 0 represents "*Extremely Dissatisfied*" and 10 means "*Extremely Satisfied*"). According to the fourth-quarter 2015 MSI survey, PGE received a positive rating on overall satisfaction for both residential and business customers, placing it in the top quartile for residential and business customers.

In addition, PGE also acquires the results of the annual J.D. Power and Associates Electric Utility Customer Satisfaction StudySM (J.D. Power Study) for both residential and general business customers. PGE uses the J.D. Power Study primarily as a benchmark to other electric utilities. In 2015, PGE ranked 6th among the top 94 investor-owned utilities in the nation for residential customer satisfaction. In 2015, PGE ranked 2nd among utilities in the West for business customer satisfaction by J.D. Power & Associates.

For its large industrial customers (key customers), PGE contracts with TQS Research, Inc. (TQS), an independent market research firm, to conduct annual customer satisfaction surveys. TQS, headquartered in Georgia, specializes in business-tobusiness research among the largest energy users in the United States and Canada. For 2015, TQS completed 71 PGE key customer interviews and benchmarked the data against the results of 49 U.S. utility holding companies. TQS uses a 10-point scale (with 1 being *Very Dissatisfied* and 10 being *Very Satisfied*) and reports the percent of customers that give a rating of 8, 9, or 10 (%8-10).

In the 2015 TQS research, PGE ranked 9^{th} nationally in overall customer satisfaction and 6^{th} in reliability with large key customers, placing it in the top quartile among electric utility holding companies.

2. <u>Ranking Methodology</u>:

National and/or peer comparison groups are not identical for MSI, J.D. Power and TQS research results, but there is some overlap in the utilities surveyed. In 2014, MSI included approximately 100 utilities serving residential customers and approximately 90 utilities serving business customers in their national databases. J.D. Power surveyed about 140 utilities for its residential study and about 100 utilities for its general business study. For both MSI and J.D. Power, PGE compares itself to all surveyed utilities and to a sub-set defined as a "peer group." The TQS national comparison database contains 49 utilities and compares performance with respect to key customers only.

Utilities in the peer comparison groups for PGE are shown in the tables below for MSI, J.D. Power and TQS.

| Residential | Business |
|---------------------------|---------------------------|
| NV Energy North | NV Energy North |
| NV Energy South | NV Energy South |
| Pacific Gas & Electric | Pacific Gas & Electric |
| Pacific Power | Pacific Power |
| Portland General Electric | Portland General Electric |
| Puget Sound Energy | Puget Sound Energy |
| Rocky Mountain Power | Rocky Mountain Power |
| San Diego Gas & Electric | San Diego Gas & Electric |
| Seattle City Light | Southern CA Edison |
| Southern CA Edison | |

PGE's 2015 MSI Survey peer groups

| Residential | Business |
|------------------------------|-----------------------------|
| APS | APS |
| L. A. Dept. of Water & Power | L.A. Dept. of Water & Power |
| NV Energy | NV Energy |
| Pacific Gas and Electric | Pacific Gas and Electric |
| Pacific Power | Pacific Power |
| Puget Sound Energy | Puget Sound Energy |
| Rocky Mountain Power | Rocky Mountain Power |
| San Diego Gas & Electric | San Diego Gas & Electric |
| SMUD | Southern California Edison |
| Southern California Edison | SRP |
| SRP | Xcel Energy-West |
| Xcel Energy-West | |

PGE's 2015 J.D. Power Study Peer Groups

2015 TQS National Utility Benchmark Study of Large Key Accounts

| Top 20 of 49 Holding Companies |
|--------------------------------|
| Berkshire Hathaway |
| Southern Co |
| We Energies |
| OG&E |
| Consumers |
| WPS |
| FP&L |
| SCE&G |
| PGE |
| Duke Energy |
| PPL Corp |
| AEP |
| Xcel |
| Entergy |
| TVA |
| DTE |
| Texas Utilities |
| San Diego Gas & Electric |
| CenterPoint |
| Avista Corp |

3. <u>Customer Satisfaction Results</u>:

Survey Question & Result

MSI:

Survey Question: "Based on your overall experience as a customer of PGE, how would you rate the company on a 0-10 scale, where a 0 means you are extremely dissatisfied and 10 mean you are extremely satisfied?"

TQS:

Survey Question: "Overall, how satisfied are you with the full package of electrical services provided by your local utility?" See PGE Customer Satisfaction results below.

| | MSI: Residential (%6-10) | MSI: General Business (%6-10) | TQS: Key Customers (%8-10) |
|------|-----------------------------|----------------------------------|-------------------------------|
| 2015 | 89% | 90% | 83.1% |
| 2014 | 88% | 94% | 90.5% |
| 2013 | 90% | 94% | 90.9% |
| 2012 | 86% | 94% | 93.9% |
| 2011 | 86% | 92% | 90.5% |
| 2010 | 86% | 94% | 81% |
| 2009 | 85% | 92% | 72% |
| 2008 | 85% | 94% | 82% |
| 2007 | 83% | 92% | 75% |
| 2006 | 82% | 92% | 76% |
| 2005 | 81% | 93% | 64% |
| 2004 | 80% | 87% | 58% |

PGE Customer Satisfaction Rolling Average Results

Year End 2015 Rank on Customer Satisfaction

| National | 15th/111 | 25 th /98 | 9 th /49 |
|----------|----------|----------------------|---------------------|
| Peers | 3rd/10 | 2nd/9 | NA |

4. <u>System Reliability Results</u>:

Survey Question and Results

MSI:

Survey Question: "Thinking about the overall reliability of electric service to your [home/business], on a 0-10 scale, where 0 means you are extremely dissatisfied and 10 means you are extremely satisfied, how satisfied are you with the overall reliability of electric service?"

TQS:

Survey Question: "Overall how satisfied are you with the reliability of electric power?"

| | Year End 20 |)15 Rank on System Reli | ability |
|----------|--------------------------------|----------------------------------|-------------------------------|
| | MSI: Residential (%6-10) | MSI: General Business (%6-10) | TQS: Key Customers (%8-10) |
| 2015 | 84% | 98% | 90.1% |
| 2014 | 96% | 96% | 91.7% |
| 2013 | 97% | 96% | 96.6% |
| 2012 | 96% | 96% | 97.6% |
| 2011 | 95% | 98% | 88.4% |
| 2010 | 95% | 95% | 95.7% |
| 2009 | 94% | 98% | 86.6% |
| 2008 | 95% | 96% | 86.2% |
| 2007 | 94% | 95% | 85% |
| 2006 | 95% | 94% | 88% |
| 2005 | 94% | 94% | 83% |
| 2004 | 93% | 91% | 71% |
| | Year End 20 | 14 Rank on System Relia | bility |
| National | 5th/110 | 4th/97 | 6th /49 |
| Peers | 2nd/10 | 1st/9 | NA |

PGE System Reliability Rolling Average Results

5. <u>Safety Results – Note: Safety Not asked in 2014 for Residential Survey</u>

MSI:

Survey Question: "Using this same 0-10 scale, how would you rate PGE in terms of helping customers use electricity safely in their [homes/businesses]?"

| | Residential (MSI) | General Business (MSI) |
|------|----------------------|------------------------|
| | (%6-10) | (%6-10) |
| 2015 | Not asked | 87% |
| 2014 | Not asked | 80% |
| 2013 | Not asked | 85% |
| 2012 | 80% | 80% |
| 2011 | 76% | 83% |
| 2010 | 75% | 79% |
| 2009 | 76% | 70% |
| 2008 | 76% | 64% |
| 2007 | 77% | 70% |
| 2006 | 79% | 67% |
| 2005 | 74% | 62% |
| 2004 | 74% | 60% |

PGE Safety

6. <u>PGE Feeder Classification Criteria</u>:

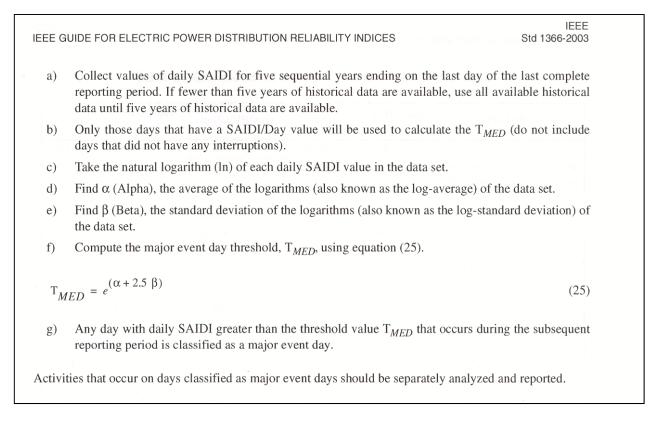
- Urban 50% or more of the feeder load is located inside the Urban Growth Boundary (UGB)
- Rural One or more of the following apply:
 - a. Load is greater than 0.5 MVA per square mile
 - b. More than 100 customers per square mile
 - c. Serving load inside an incorporated city
 - d. Directly adjacent to the UGB with feeder ties into the UGB
- Remote Not classified as Urban or Rural

7. <u>PGE Feeder Classification Performance Thresholds</u>:

| Feeder Classification | SAIDI (minutes) | SAIFI (occurrences) | MAIFI (occurrences) |
|-----------------------|--------------------|------------------------|------------------------|
| Urban | 120 | 2.0 | 5 |
| Rural | 300 | 2.6 | 10 |
| Remote | 420 | 2.6 | 15 |

8. IEEE 2.5 BETA Method

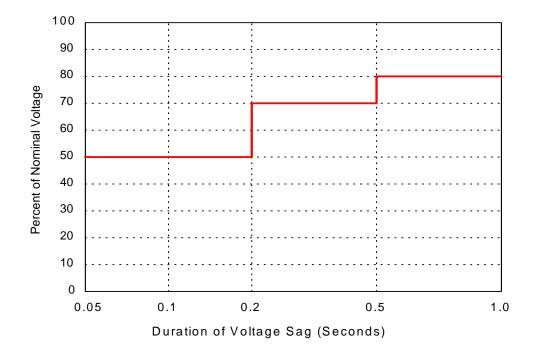
The 2.5 Beta Method looks at the Daily SAIDI values of a utility and compares them to a threshold value (T-MED) obtained by performing a logarithmic distribution analysis on the previous 5 years of outage data. Calculating a T-MED value allows the utility to identify and study days in which the distribution system experienced stresses beyond what is observed under daily operation. Per IEEE Standard 1366-2003 the steps to obtain major event day threshold (T-MED) are outlined below.



Since OPUC, PGE, Pacific Corp., and Idaho Power have collaborated on incorporating the IEEE-2.5 Beta method for calculating Major Event Days into Oregon's Electric Service Reliability Rules. The new rules became affective January of 2012.

9. SARFI

System Average RMS Variation Frequency Index (SARFI) represents the average number of RMS sag events experienced by a customer over a time period, where the disturbances are those with a magnitude less than the semiconductor equipment voltage sag ride-through capability curve specified in SEMI F47-0200 (below).



The Semiconductor Equipment and Materials International (SEMI) developed the SEMI F47-0200 standard for semiconductor process equipment voltage sag immunity. The standard specifies minimum voltage sag ride-through requirements of semiconductor processing equipment. A voltage sag event is defined as a short term decrease in voltage (10 - 90% of nominal) ranging between 0.5 cycles and one minute. Voltage sags can be caused by bad weather, tree into line, car hit pole, failed equipment on PGE's system, or events originating outside PGE's system.

In 2015, PGE's Large Customer Quality and Reliability Program (QRP) tracked voltage sag events against the SEMI F47 curve for 25 customers who have unique power quality and reliability requirements.

The PGE Quality and Reliability Program (QRP) is a focused effort to provide a high level of service reliability to a group of customers determined to have unique reliability needs. The QRP program includes monitoring and reporting of power quality and reliability metrics for 26 customer sites and customers located within our three Reliability Areas. These Reliability Areas are Downtown Salem Core, Hillsboro-Sunset, and Downtown Portland Network.

Additional objectives of the QRP Program include:

- working with stakeholders to review the facilities serving QRP customers and identify potential system improvements
- developing detailed maintenance plans including enhanced system inspections and testing.
- managing implementation of identified capital improvements
- performing root cause investigations and identifying preventive actions for significant reliability events

Through this effort, PGE is providing a higher level of service excellence to meet the service quality and reliability needs of an increasingly sophisticated and demanding customer base.

Events below the curve are considered a SARFI event. SARFI is calculated using the following formula:

$$SARFI = \sum \frac{Total \ Number \ of \ Events}{Total \ Number \ of \ Customers}$$

The 2015 SARFI results reflect 16 events.

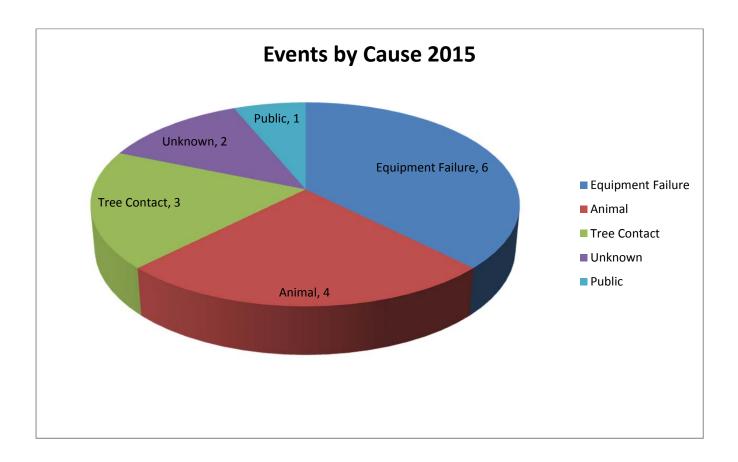
| Year | SEMI F47 | SEMI F47 | SARFI | SARFI |
|------|---------------|--------------------|---------|--------------|
| | (occurrences) | (occurrences | (total) | (originating |
| | | originating inside | | inside PGE |
| | | PGE system) | | system) |
| 2015 | 16 | 15 | 0.62 | 0.58 |

10. Summary of 2015 SARFI SEMI results *% Sag is the percentage of nominal voltage remaining during event

| # of Customers | Event Date | Duration | Worst Case Voltage | Description of Event | Follow-Up | | | | |
|-------------------|---------------|-----------------|--------------------------|---|---|--|--|--|--|
| 5 | 3/6/15 | 3.25 Cycles | 49.70% | Reactor Fire at Keeler BPA substation. | None required. | | | | |
| 1 | 4/19/15 | 29.42 Cycles | 23.04% | Switch 8373 failed on Sunset-Blanchet. | Switch replaced. | | | | |
| 1 | 5/23/15 | 4.44 Cycles | 23.04% | Squirrel contact on Urban- Kelly. | None required. | | | | |
| 1 | 5/24/15 | 29.63 Cycles | 13.44% | Cutout failure on Brookwood-Borwick. | Replaced cutouts and installed cross arm. | | | | |
| 1 | 6/14/15 | 1.68 Cycles | 37.43% | Squirrel contact on Urban- Barbur | None required. | | | | |
| 1 | 7/9/15 | 16.2 Cycles | 1.99% | UG Conductor Failure on Urban-Gibbs feeder. | None required. | | | | |
| 1 | 7/13/15 | 37.08 Cycles | 41.24% | Tree limb on Harmony- Milwaukie feeder. | IR scan resulted in the replacement of two fused cutouts. | | | | |
| 1 | 8/11/15 | 4.8 Cycles | 43.79% | Broken side stack insulator on PACW 115 kV line caused line contact on PGE distribution feeder. | None required. | | | | |

| # of Customers | Event Date | Duration | Worst Case Voltage | Description of Event | Follow-Up | | | | | |
|-------------------|---------------|-----------------|--------------------------|---|----------------|--|--|--|--|--|
| 1 | 8/29/15 | 8.76 Cycles | 43.05% | OH conductor failure on Stephens-11001 feeder. | None required | | | | | |
| 1 | 9/13/15 | 1.32 Cycles | 44.85% | Squirrel contact on Urban- Barbur feeder. | None | | | | | |
| 1 | 10/31/15 | 6.84 Cycles | 8.68% | Tree limb on Harmony- Milwaukie feeder. | None required | | | | | |
| 1 | 11/12/15 | 27.46 Cycles | 28.84% | Underground Dig-in on Sunset-Cornell | Cable repaired | | | | | |
| 1 | 11/17/15 | 1.3 Seconds | 10.32% | Tree limb on Harmony- Milwaukie feeder. | None required | | | | | |
| 1 | 12/10/15 | 4.8 Cycles | 41.92% | Unknown, Lightning in area. | None required | | | | | |
| 1 | 12/10/15 | 6.96 Cycles | 18.46% | Broken side stack on Chemawa-Salem 57 kV caused feeder lockout on Indian-Keizer | None required | | | | | |
| 1 | 12/21/15 | 18.48 Cycles | 36.92% | Fault on Liberty- Morningside caused trip and reclose on Hillcrest- Liberty 115 kV | None required | | | | | |

The graph below represents the sources for the 16 SARFI events which occurred in 2015:



11. 2015 NESC Violations

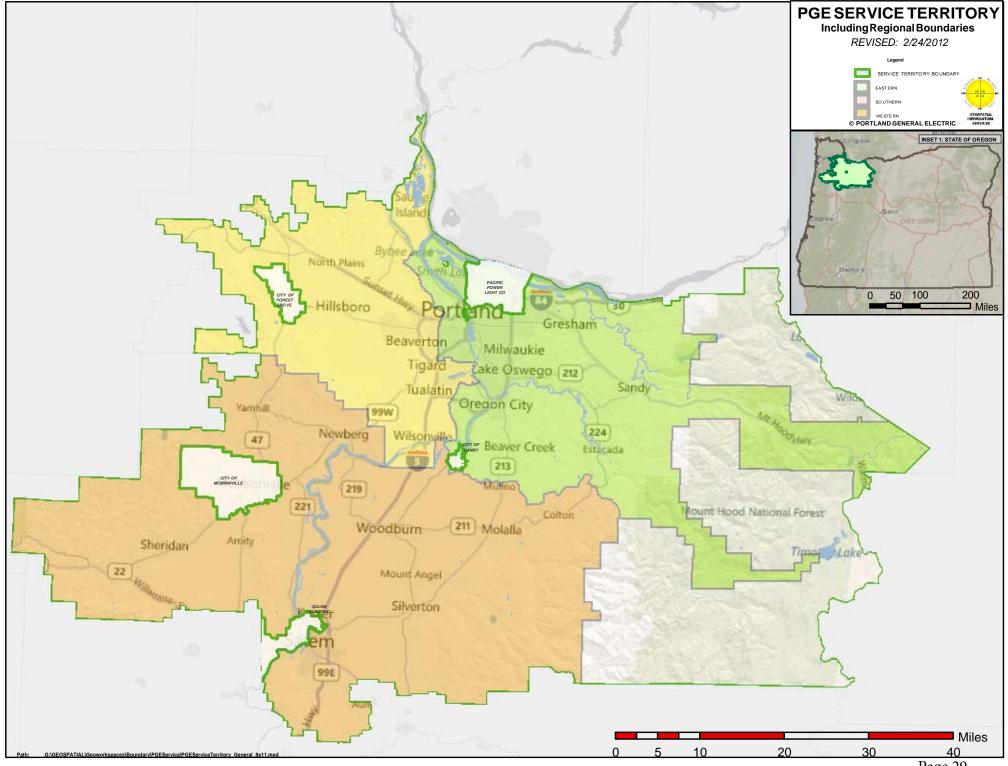
Starting in 1999 a random sample of newly constructed poles have been inspected by trained personnel looking for any National Electrical Safety Code NESC violations. The results are reviewed with Line Crew Management from the region of the work as well as with the Line crew who built the violation. They are then responsible to make the appropriate corrections confirmed by further inspection.

Steady progress has continued. Increased connection between qualified NESC inspectors and Foreman during construction has enhanced embedded learning for the crews along with ongoing NESC Foreman development program. The result reduced VPP from .05 violations per pole in 2014 on 320 selected poles. In 2015, 270 poles were selected and the violations per pole lowered to .019 on work done by PGE crews.

PGE brought an increased number of contract line crews on the property. 52 jobs that required construction design were inspected as part of their performance measurement. A violation per job was calculated to be @ .04.

* Table shows NESC inspection results of work done by PGE crews on jobs requiring new pole construction

| | | ABANDONED ANCHOR | BUILDING CLEARANCE | B/O GROUND | CONDUIT DAM/BRKTS | CLEARANCE PEDESTRIAN | CLIMBING SPACE | GROUND ROD | WH.CLEAR | GUY BONDING | GUY SLACK | INSULATOR BROKEN | WIRE OFF INSULATOR | STRUCTURE CLEARANCE | LOOSE WIRE | RISER GROUNDING | SECONDARY CLEARANCE | DRIVEWAY CLEARANCE | AG CLEARANCE | POLE-COM CLERANCE | ROAD CLEARANCE | RAILROAD CLEARANCE | SERVICE ATTACHMENT | MIDSPAN COM CLEARANCE | SERVICE CLEARANCE | VERTICAL CLEARANCE | TOTAL VIOLATIONS | VIOLATIONS PER POLE |
|----------|-------|------------------|--------------------|------------|-------------------|----------------------|----------------|------------|----------|--------------------|-----------|------------------|--------------------|---------------------|------------|-----------------|---------------------|--------------------|--------------|-------------------|----------------|--------------------|--------------------|-----------------------|-------------------|--------------------|------------------|---------------------|
| REGION | POLES | AH | BC | BG | CD | СР | CS | DG | DL | GI | GS | IB | IW | LC | LW | MR | NC | ос | OG | РС | RC | RR | SA | sc | SD | vc | | |
| PSC | 36 | | | | 1 | | 1 | | | | | | | | 1 | | 2 | | | | | | | | | | 5 | 0.139 |
| ORE CITY | 23 | | | | | | | | | | | | | | | | | | | | | | | | | | 0 | 0.000 |
| EASTERN | 54 | | | | | | | | | | | | | | | | | | | | | | | | | | 0 | 0.000 |
| SOUTHERN | 0 | | | | | | | | | | | | | | | | | | | | | | | | | | 0 | 0.000 |
| WESTERN | 157 | | | | | | | | | | | | | | | | | | | | | | | | | | 0 | 0.000 |
| TOTAL | 270 | 0 | 0 | 0 | 1 | | 1 | 0 | 0 | 0 | 0 | | | 0 | 1 | 0 | 2 | 0 | 0 | 0 | 0 | | 0 | 0 | 0 | 0 | 5 | 0.019 |



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Portland General Electric Company 121 SW Salmon Street • Portland, Oregon 97204 PortlandGeneral.com

April 29, 2016

Public Utility Commission of Oregon Attn: Filing Center 201 High Street SE P.O. Box 1088 Salem, OR 97308-1088

RE: PGE 2015 Service Quality Measure (SQM) Annual Report

Pursuant to Order No. 11-160, which amended Order No, 97-196 (UM 814), PGE hereby submits, the 2015 Service Quality Measure Annual Report. This report covers the service quality performance of PGE in 2015. Per the terms of Order 11-160, the PGE Master Agreement, which includes the revised PGE Service Quality Measures, expires December 31, 2016. Accordingly, this annual report is the final report submitted pursuant to the Order.

Should you have any questions regarding this filing, please contact Terri Bowman at (503) 464-8854 or Mary Widman at (503) 464-8223.

Please direct all formal correspondence and requests to the following email address pge.opuc.filings@pgn.com

Sincerely,

Frenzer

Karla Wenzel Manager, Pricing and Tariffs

Enclosure Cc: Lori Koho, OPUC