

Key Compliance Trends

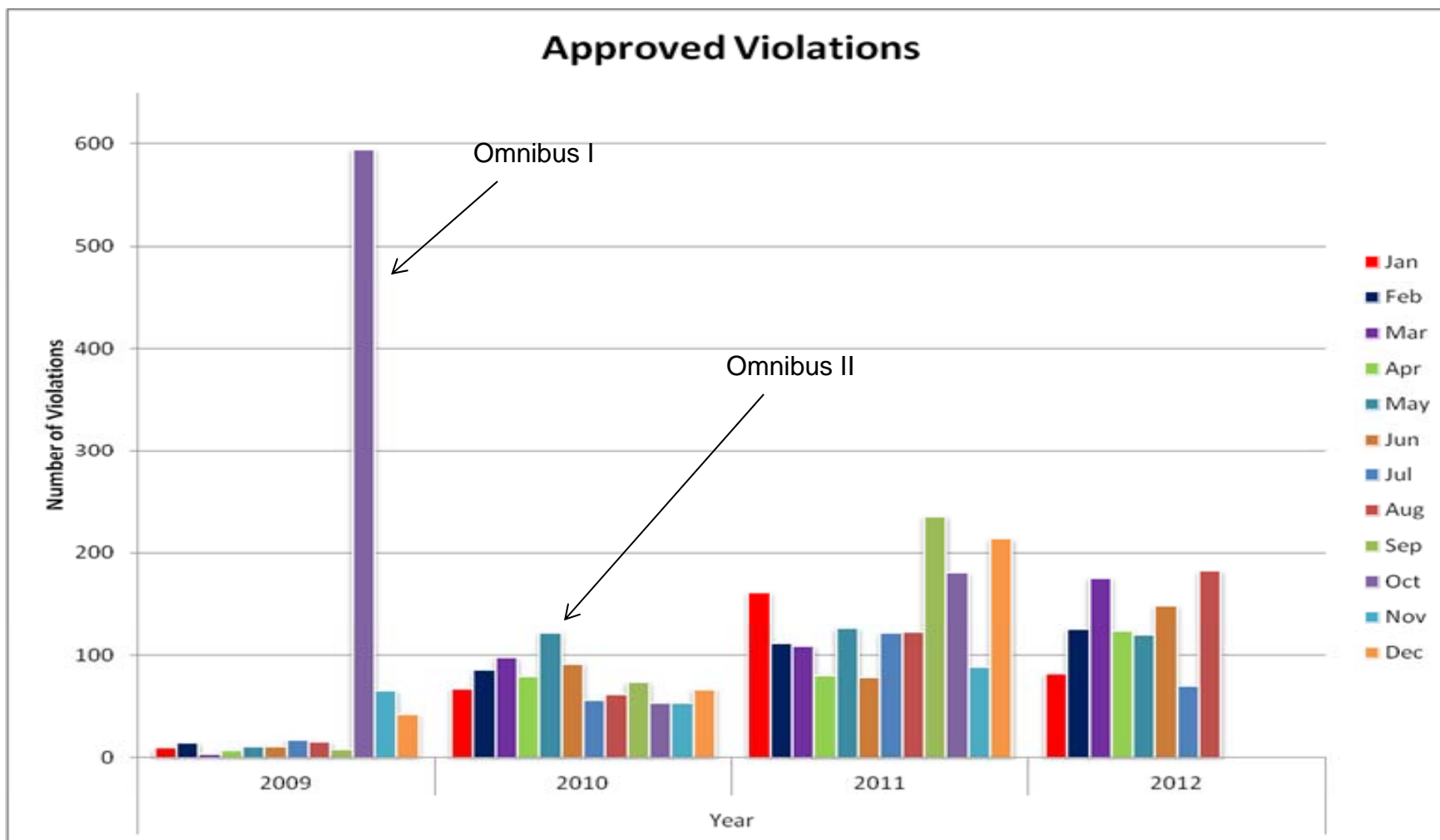
Item 2.a

September 10, 2012

RELIABILITY | ACCOUNTABILITY

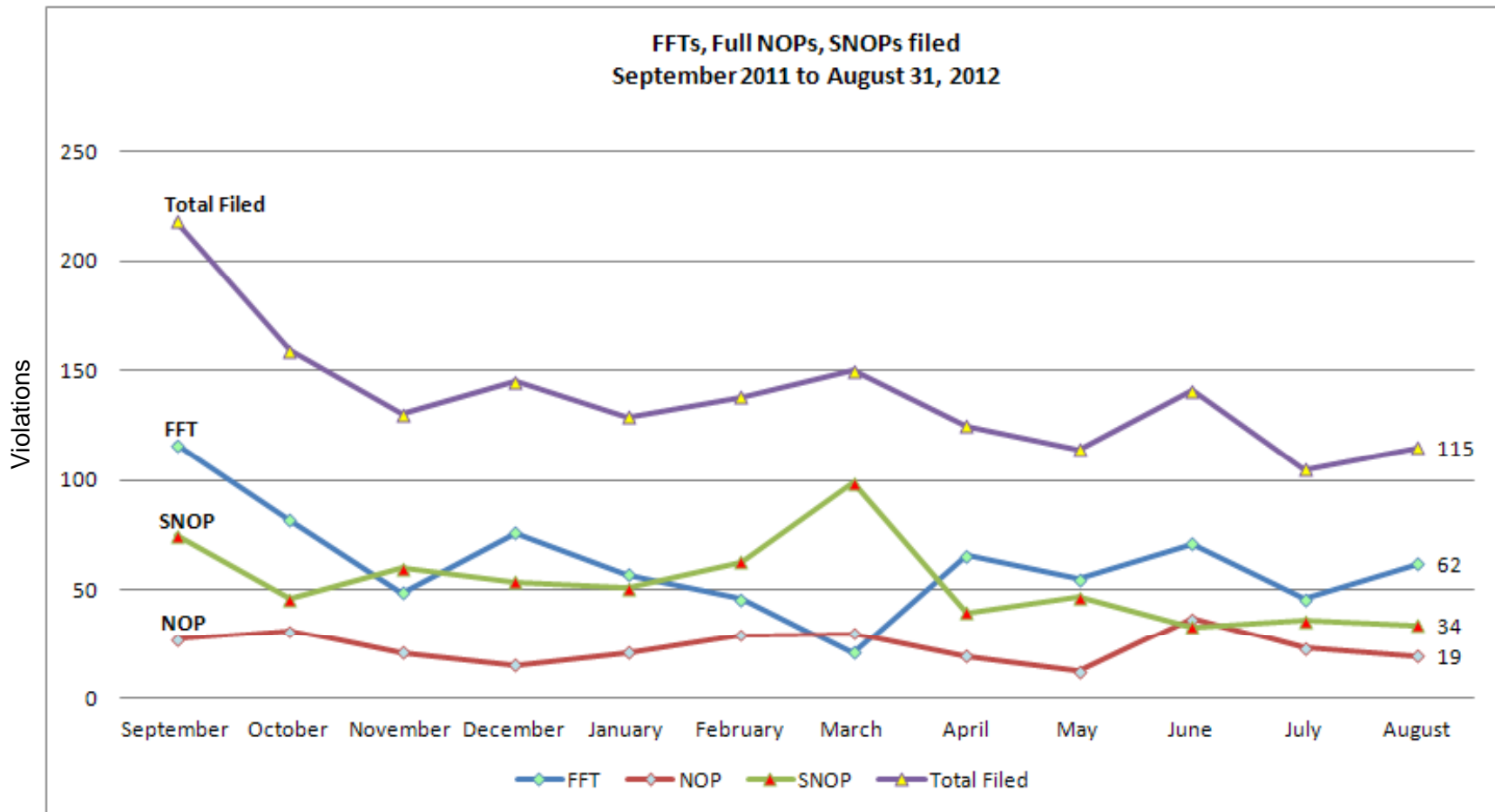


- 332 new violations received in August
 - 14 additional Canadian violations were received in August
- 122 new violations were received in July- No Canadian
- 115 FERC filings in August
 - 62 FFT remediated issues
 - 53 NOPs (34 via spreadsheet NOPs and 19 via full NOPs)
- 105 FERC filings in July
 - 46 FFT, 36 SNOP, 23 Full NOP
- Six-month violation receipt average
 - August: 179 violations per month
 - July: 161 violations per month

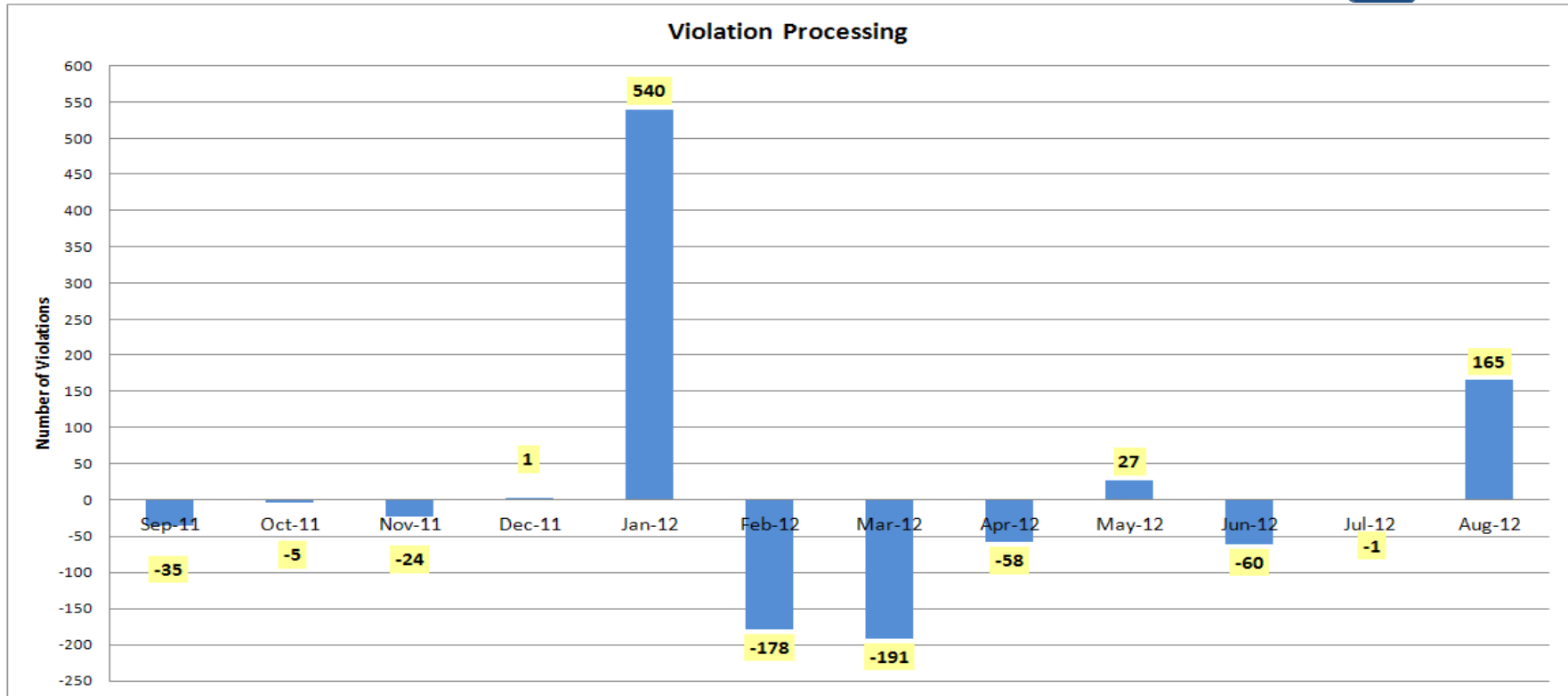


Includes FFTs and NOPs

CEI Processing Statistics



Violation Processing over last 12 months



| | Sep-11 | Oct-11 | Nov-11 | Dec-11 | Jan-12 | Feb-12 | Mar-12 | Apr-12 | May-12 | Jun-12 | Jul-12 | Aug-12 |
|----------------------------------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|
| New | 262 | 247 | 212 | 203 | 693 | 229 | 168 | 106 | 194 | 149 | 122 | 332 |
| Dismissed | 79 | 93 | 105 | 57 | 24 | 269 | 209 | 39 | 53 | 68 | 18 | 52 |
| Filed | 218 | 159 | 131 | 145 | 129 | 138 | 150 | 125 | 114 | 141 | 105 | 115 |
| Total Dismissed and Filed | 297 | 252 | 236 | 202 | 153 | 407 | 359 | 164 | 167 | 209 | 123 | 167 |
| Violation Processing | -35 | -5 | -24 | 1 | 540 | -178 | -191 | -58 | 27 | -60 | -1 | 165 |

Caseload Index Description

- NERC Caseload Index--Total number of Active Violations divided by the sum of the 6-month average of number of violations filed with FERC plus the 6-month average number of dismissals
- Regional Caseload Index-- Total number of Active Violations divided by the sum of the 6-month average of number of violations filed with NERC plus the 6-month average number of dismissals
- Active violations include all violations as of August 31, 2012 that are not closed or dismissed. This includes violations that are being processed by NERC or have been sent to FERC and are awaiting closing actions

ERO Caseload Index

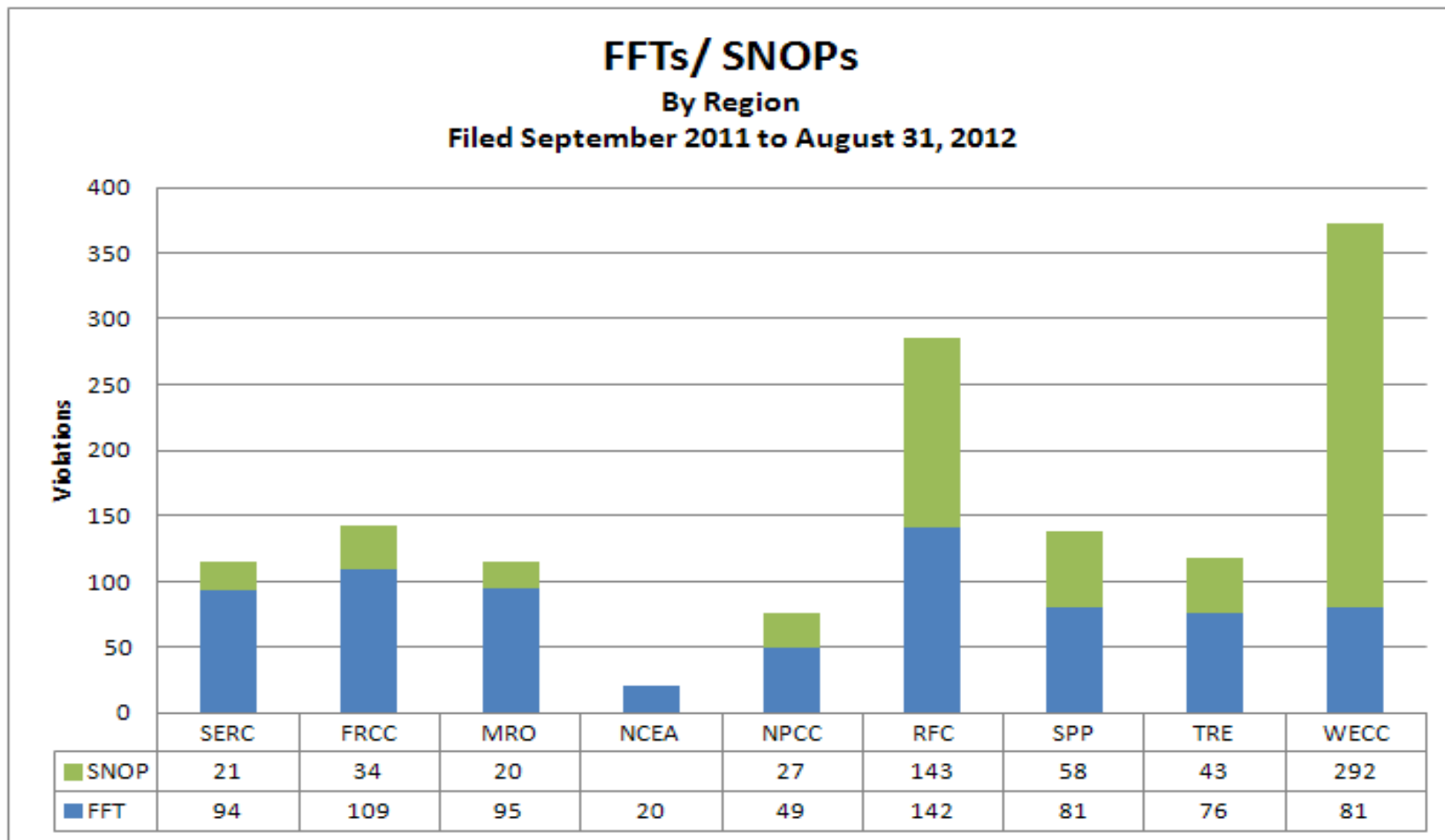
Rolling 6 Months Average Processing for March 1, 2012 to August 31, 2012

| ERO Caseload Index – As of August 31, 2012 (Months) | | | | |
|---|-------------------|--|---|----------------------------|
| | Active Violations | Violations Filed with FERC (March 1, 2012 to August 31, 2012) | Total # of dismissals (March 1, 2012 to August 31, 2012) | Caseload Index (Months) |
| ERO | 3148 | 750 | 439 | 15.9 |

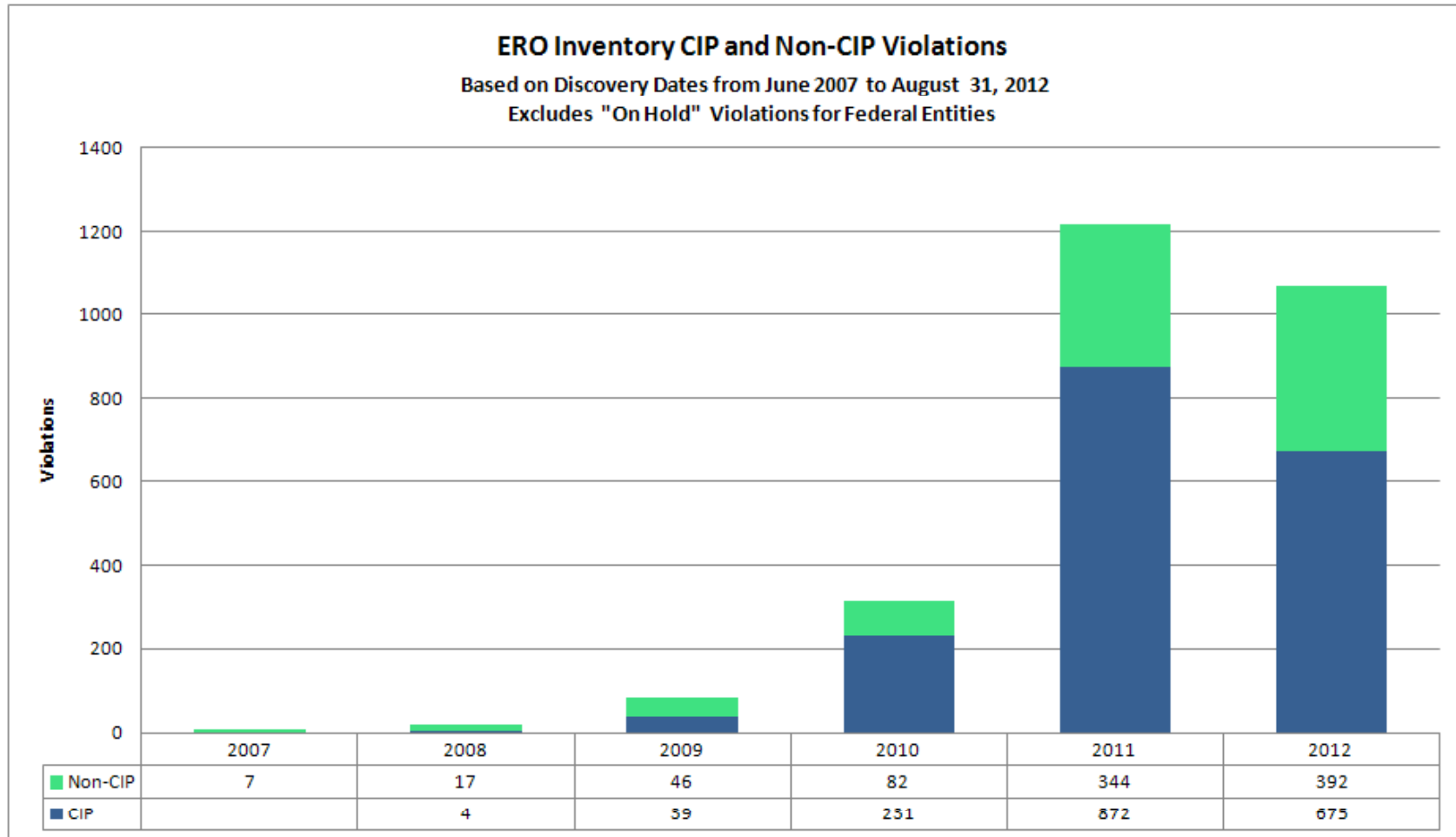
Regional Caseload Index

Rolling 6 Months Average Processing for March 1, 2012 to August 31, 2012

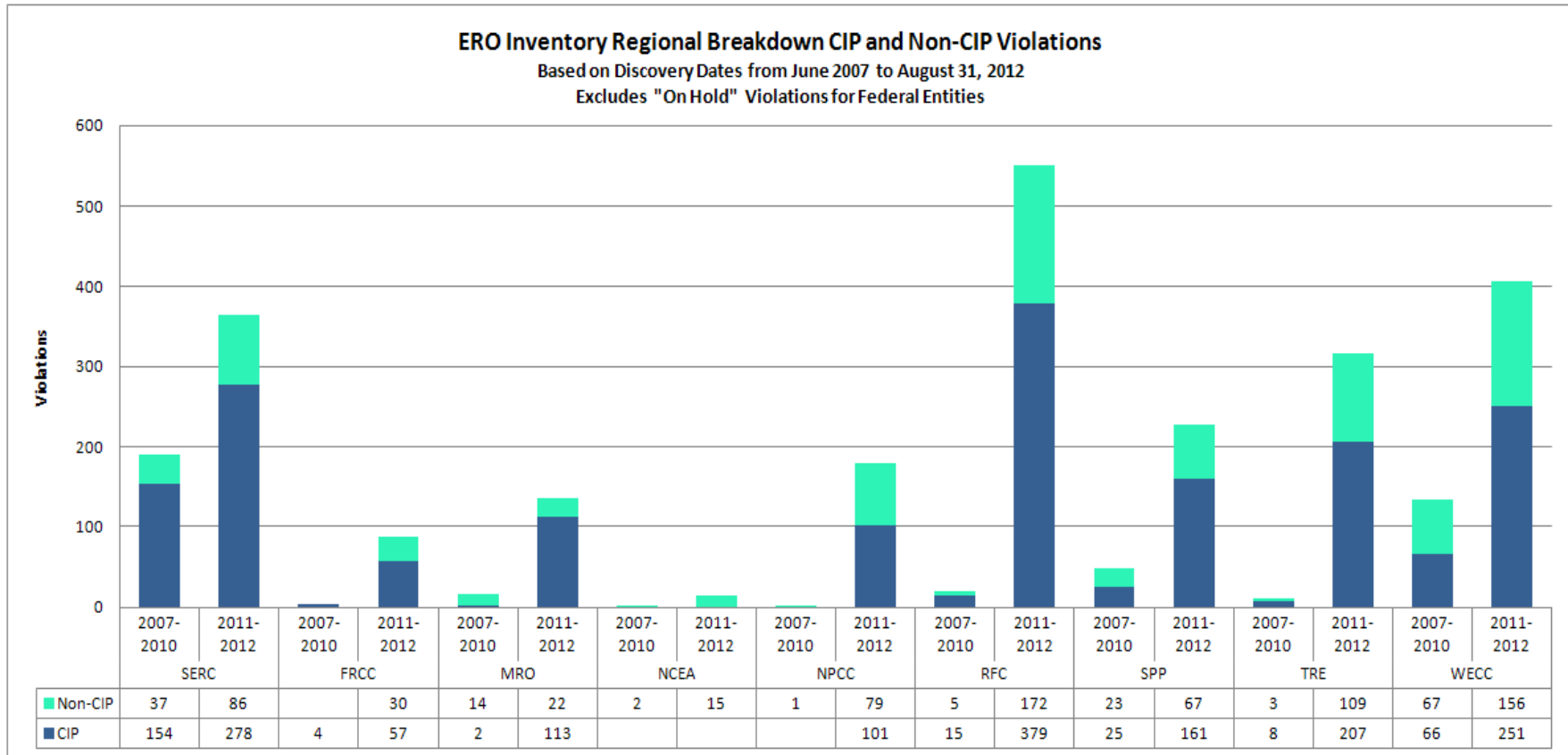
| Regional Caseload Index –as of August 31, 2012 (months) | | | | |
|--|--|--|---|----------------------------|
| | Active Violations | Violations Filed with NERC (March 1, 2012 to August 31, 2012) | Total # of Dismissals (March 1, 2012 to August 31, 2012) | Caseload Index (Months) |
| FRCC | 101 | 58 | 8 | 9.2 |
| MRO | 183 | 49 | 38 | 12.6 |
| NPCC | 235 | 65 | 28 | 15.2 |
| RFC | 775 60 'On-hold' violations excluded | 264 | 30 | 15.8 |
| SERC | 508 34 'On-hold' violations excluded | 139 | 44 | 16.7 |
| SPP RE | 317 | 65 | 27 | 20.7 |
| TRE | 383 | 79 | 15 | 24.4 |
| WECC | 641 212 'On-hold' violations excluded | 300 | 220 | 7.4 |



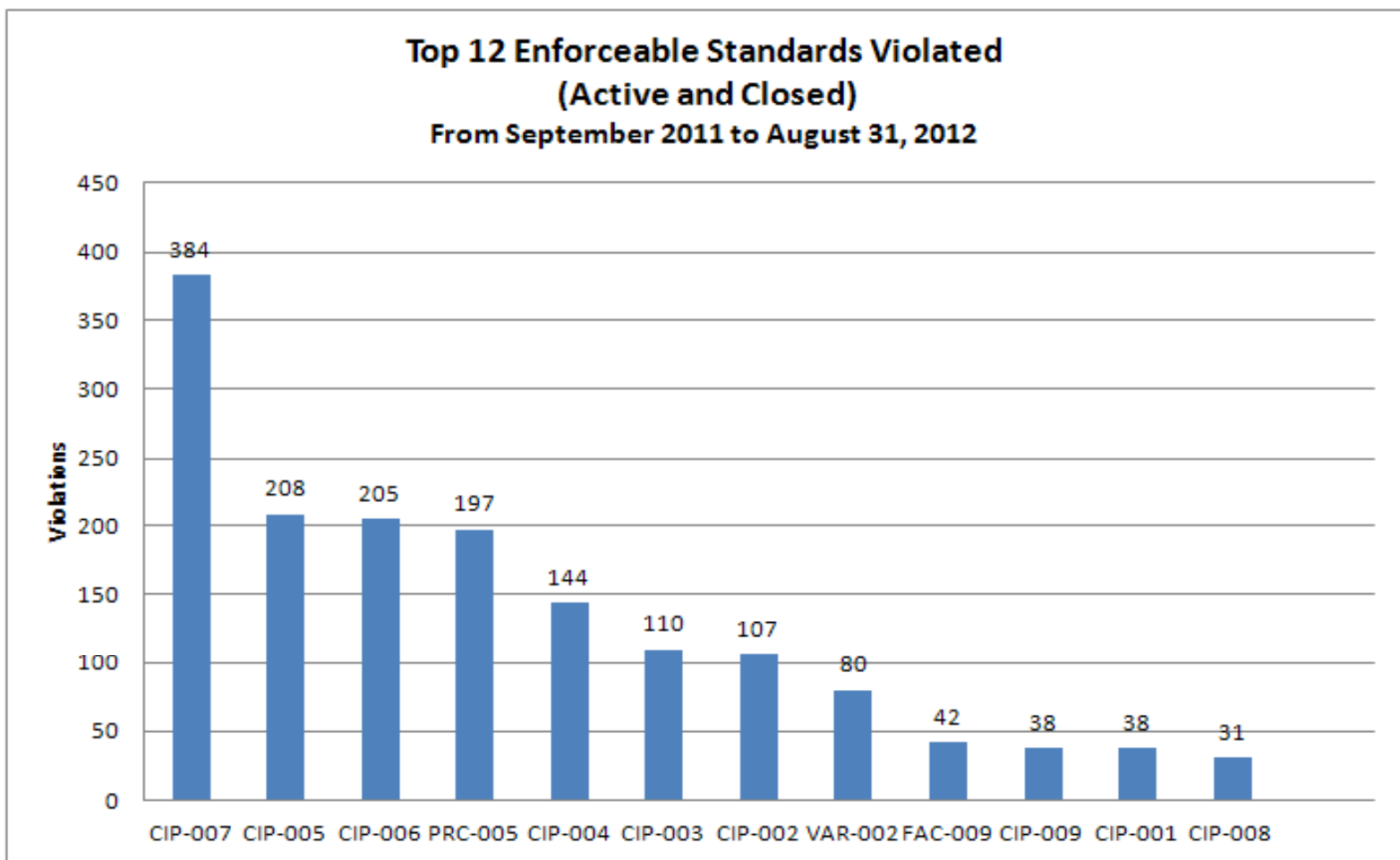
ERO Inventory CIP and Non-CIP Violations



ERO Inventory Regional Breakdown CIP and Non-CIP Violations



Top 12 Enforceable Standards



Top 20 Enforceable Standards

