

NERC

NORTH AMERICAN ELECTRIC
RELIABILITY CORPORATION

Key Compliance Trends

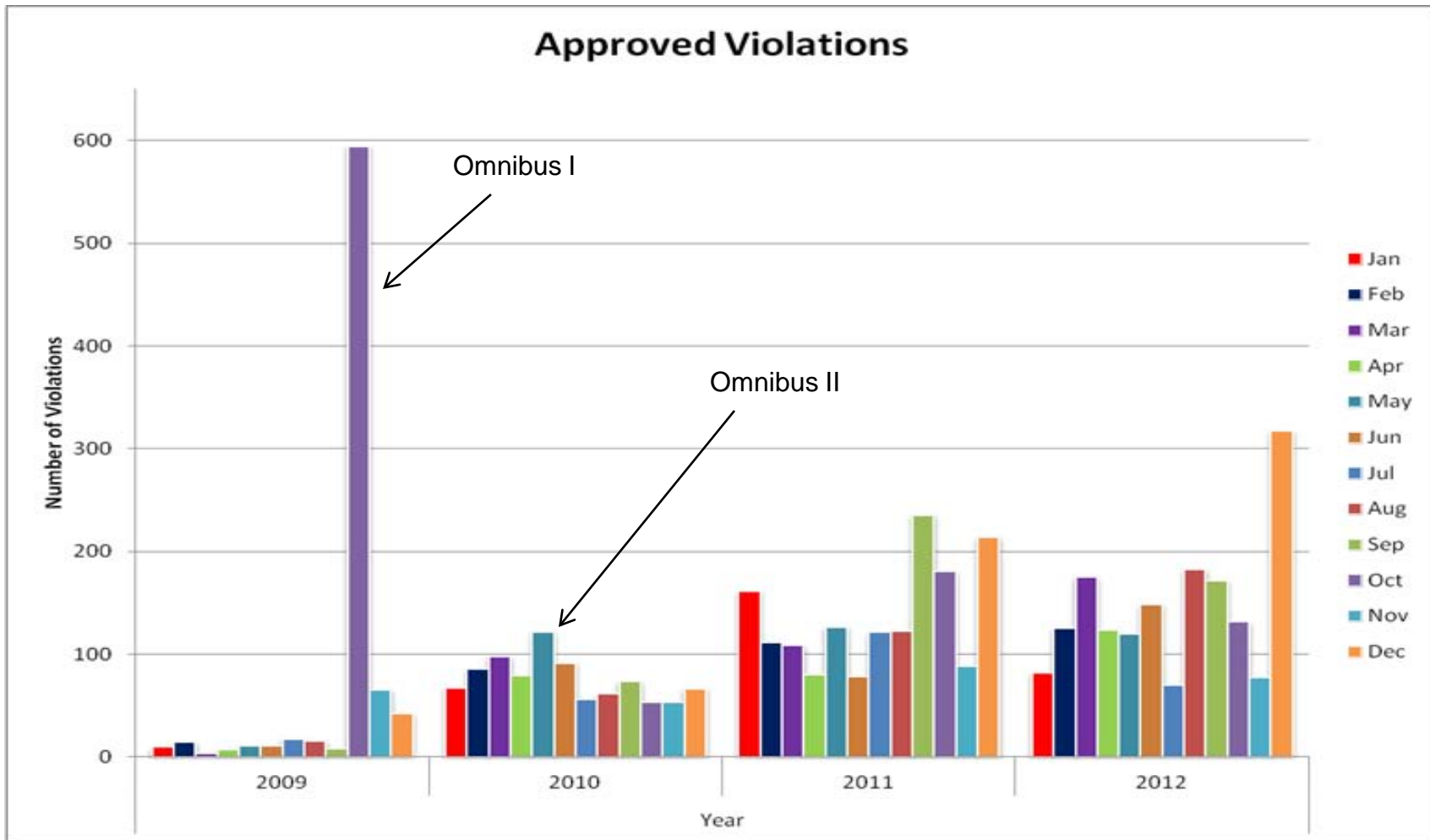
Item 2.a

January 8, 2012

RELIABILITY | ACCOUNTABILITY

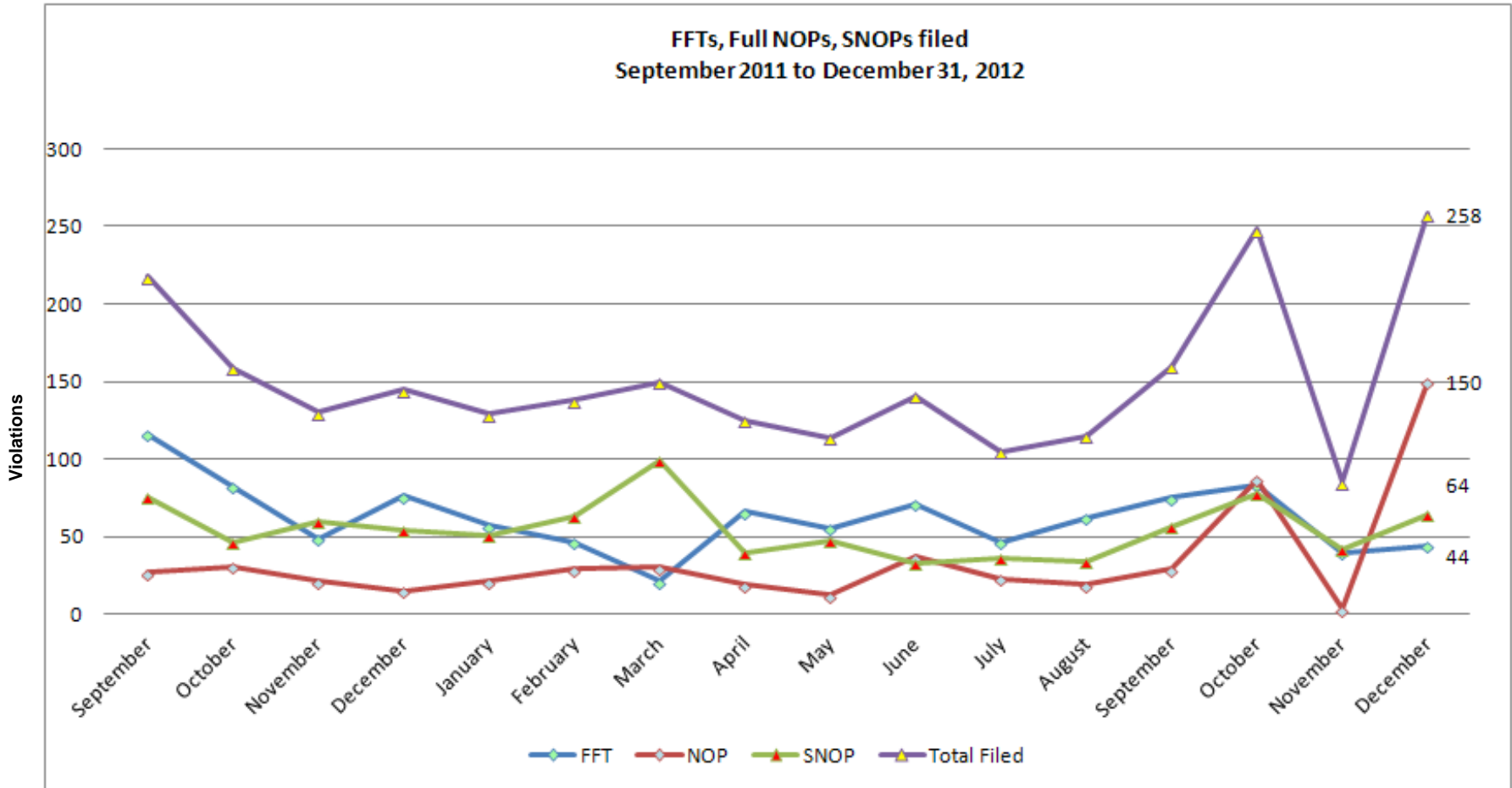


- 137 new violations received in December
 - In addition, 18 Canadian violations were received in December 2012
- 258 items filed with FERC in December
 - 44 FFT remediated issues
 - 214 NOPs (64 via spreadsheet NOPs and 150 via full NOPs)
- Six months violation receipt average
 - December: 172 violations per month

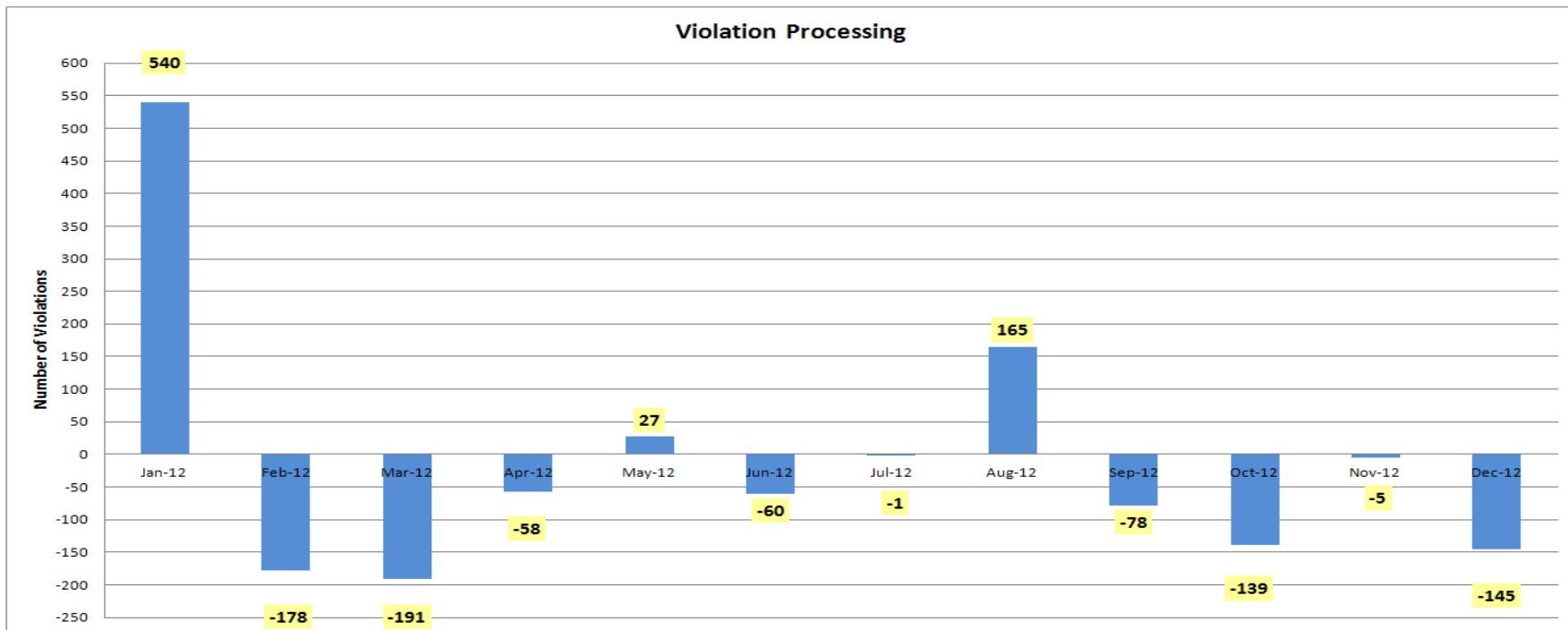


Includes FFTs and NOPs

FFTs, Full NOPs, SNOPs filed
September 2011 to December 31, 2012



Violation Processing Within 12 Months



	Jan-12	Feb-12	Mar-12	Apr-12	May-12	Jun-12	Jul-12	Aug-12	Sep-12	Oct-12	Nov-12	Dec-12	For the Year 2012	End of year 2011
New	693	229	168	106	194	149	122	332	138	163	138	137	2569	2944
Dismissed	24	269	209	39	53	68	18	52	56	54	58	24	924	962
Filed	129	138	150	125	114	141	105	115	160	248	85	258	1768	1695
Total Dismissed and Filed	153	407	359	164	167	209	123	167	216	302	143	282	2692	2657
Violation Processing	540	-178	-191	-58	27	-60	-1	165	-78	-139	-5	-145	-123	287

- 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 December 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 – As of December 31, 2012 (Months)				
	Active Violations	Violations Filed with FERC (July 1, 2012 to December 31, 2012)	Total # of dismissals (July 1, 2012 to December 31, 2012)	Caseload Index (Months)
ERO	3281	971	262	15.97*

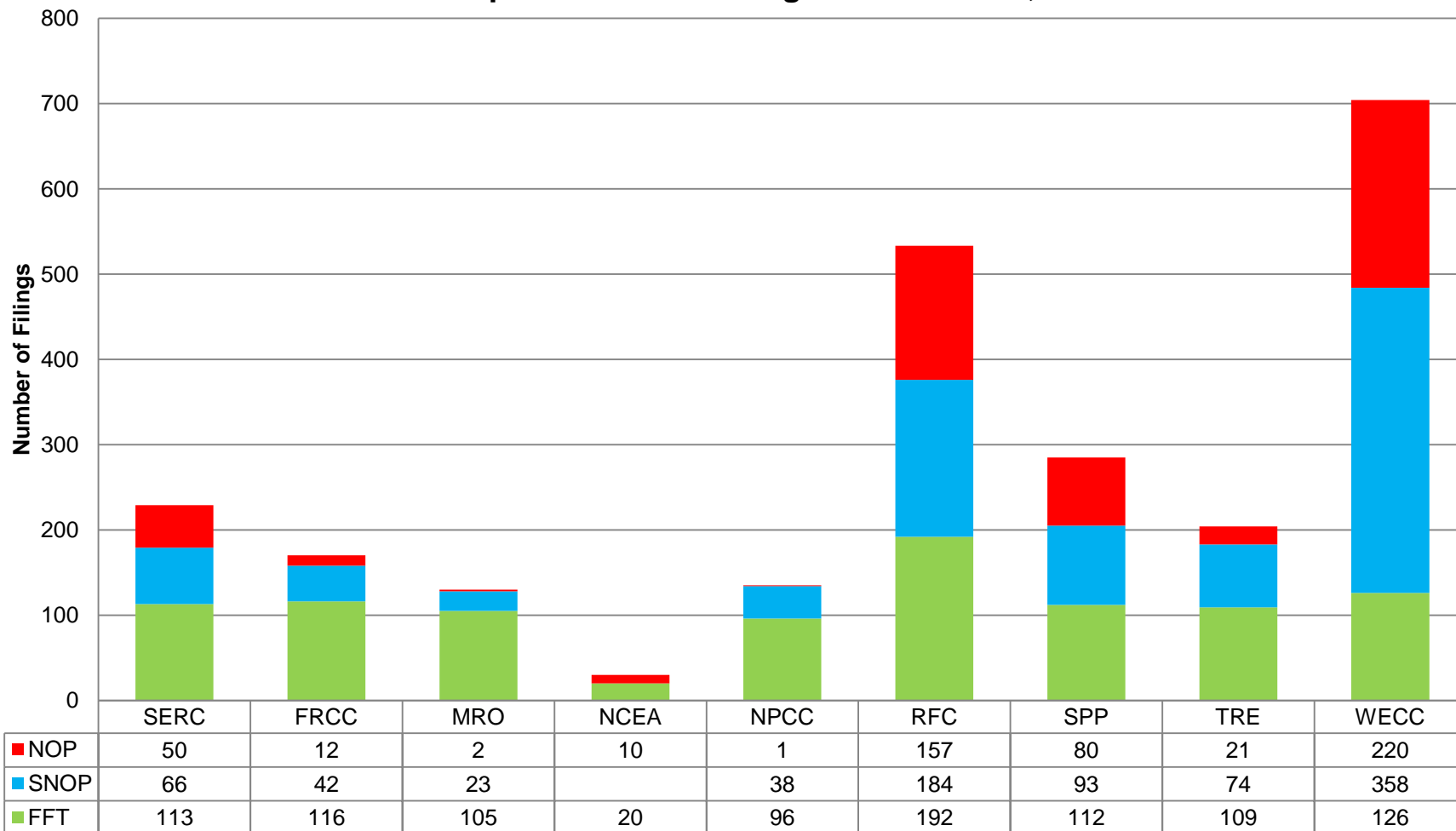
* When violations already filed with FERC are excluded, the number of active violations equals 2732 and the caseload index is 13.3.

Regional Caseload Index –as of December 31, 2012 (months)				
	Active Violations	Violations Filed with NERC (July 1, 2012 to December 31, 2012)	Total # of Dismissals (July 1, 2012 to December 31, 2012)	Caseload Index (Months)
FRCC	87	32	3	14.9
MRO	217	113	24	9.5
NPCC	251	81	25	14.2
RFC	765*	152	15	27.5
SERC	548	150	34	17.9
SPP	248*	163	20	8.1
TRE	292	83	63	12.0
WECC	580*	214	86	11.6

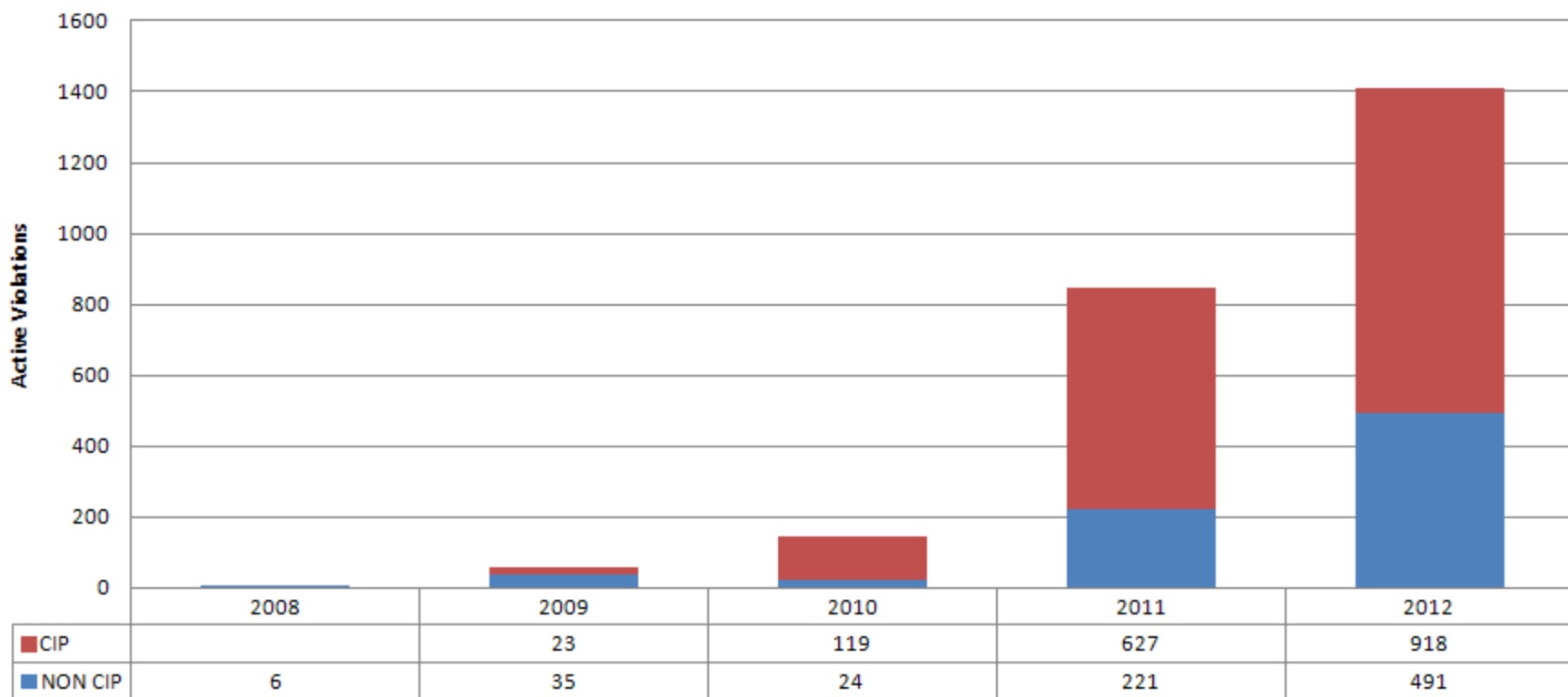
* Excludes "on hold" violations.

RFC= 60, SPP-RE= 49, WECC= 213

**FFTs, SNOPs and Full NOPs Filed
From September 2011 through December 31, 2012**

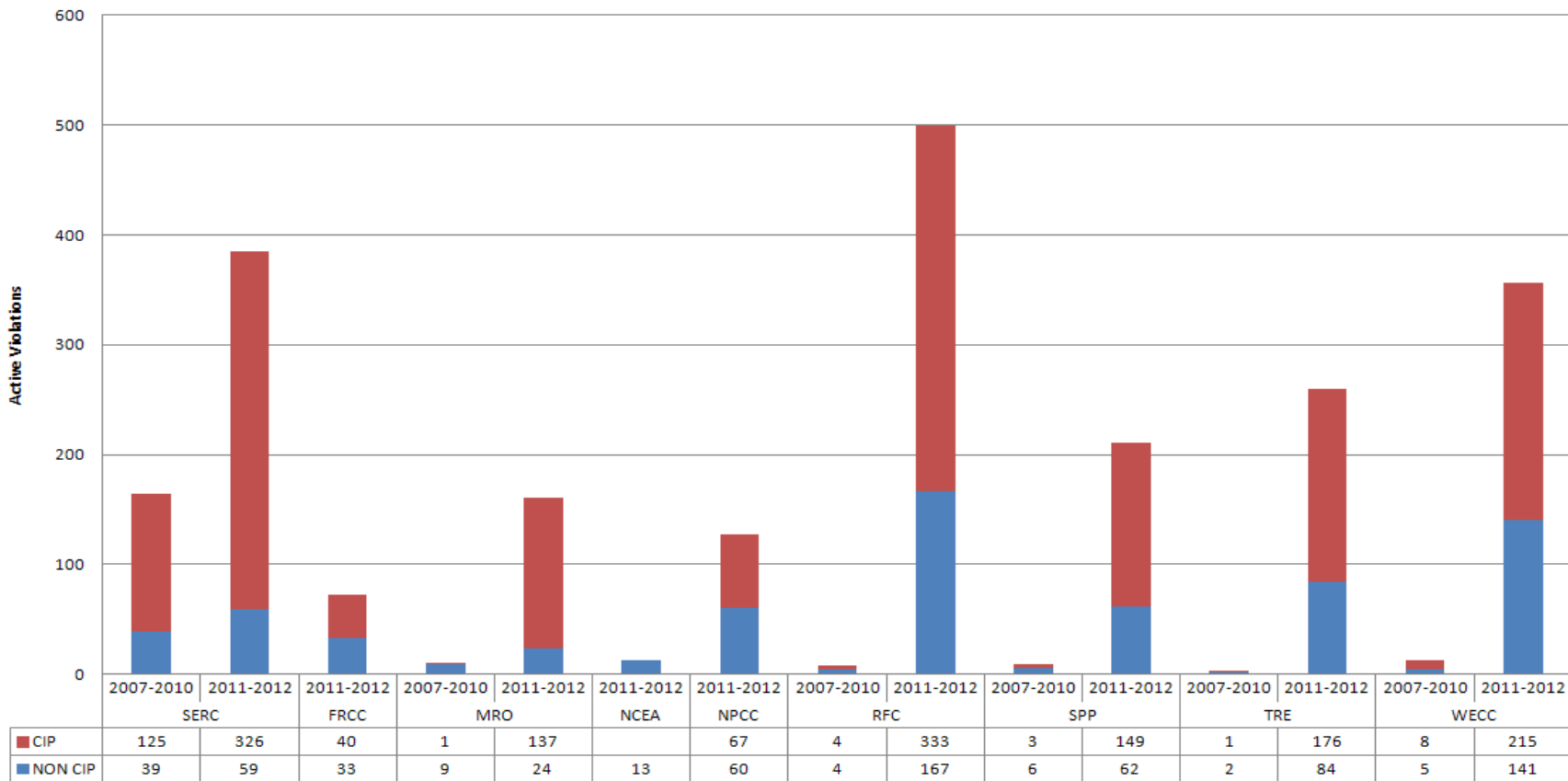


ERO Inventory CIP and Non-CIP Violations
Based on Discovery Dates from June 2007 to December 31, 2012
Reflects Violations for Federal Entities Being Processed
Excludes Canadian Violations



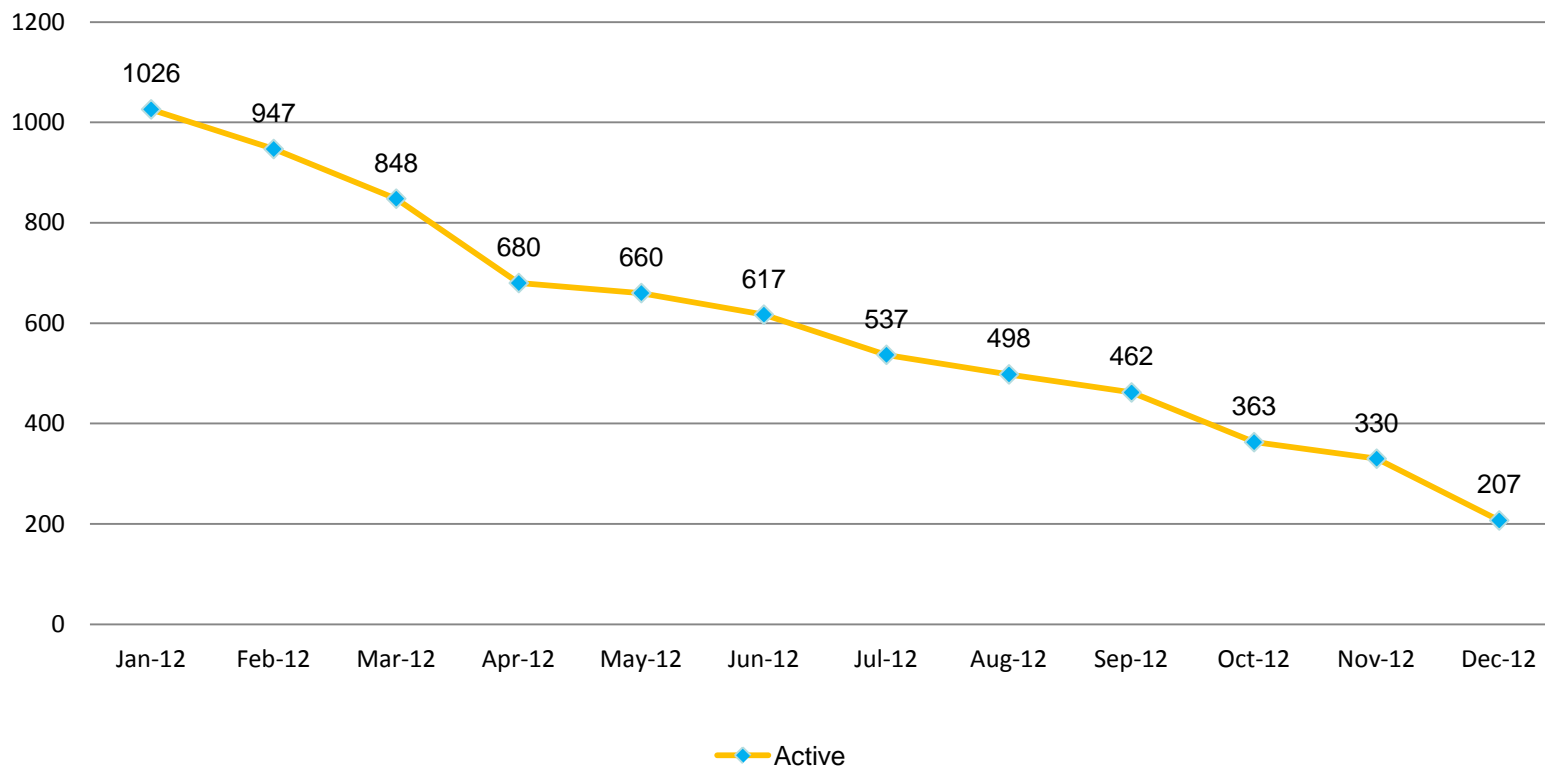
ERO Inventory Regional Breakdown CIP and Non-CIP Violations

ERO Inventory Regional Breakdown CIP and Non-CIP Violations
Based on Discovery Dates from June 2007 to December 31, 2012
Reflects Violations for Federal Entities Being Processed
Excludes Canadian Violations



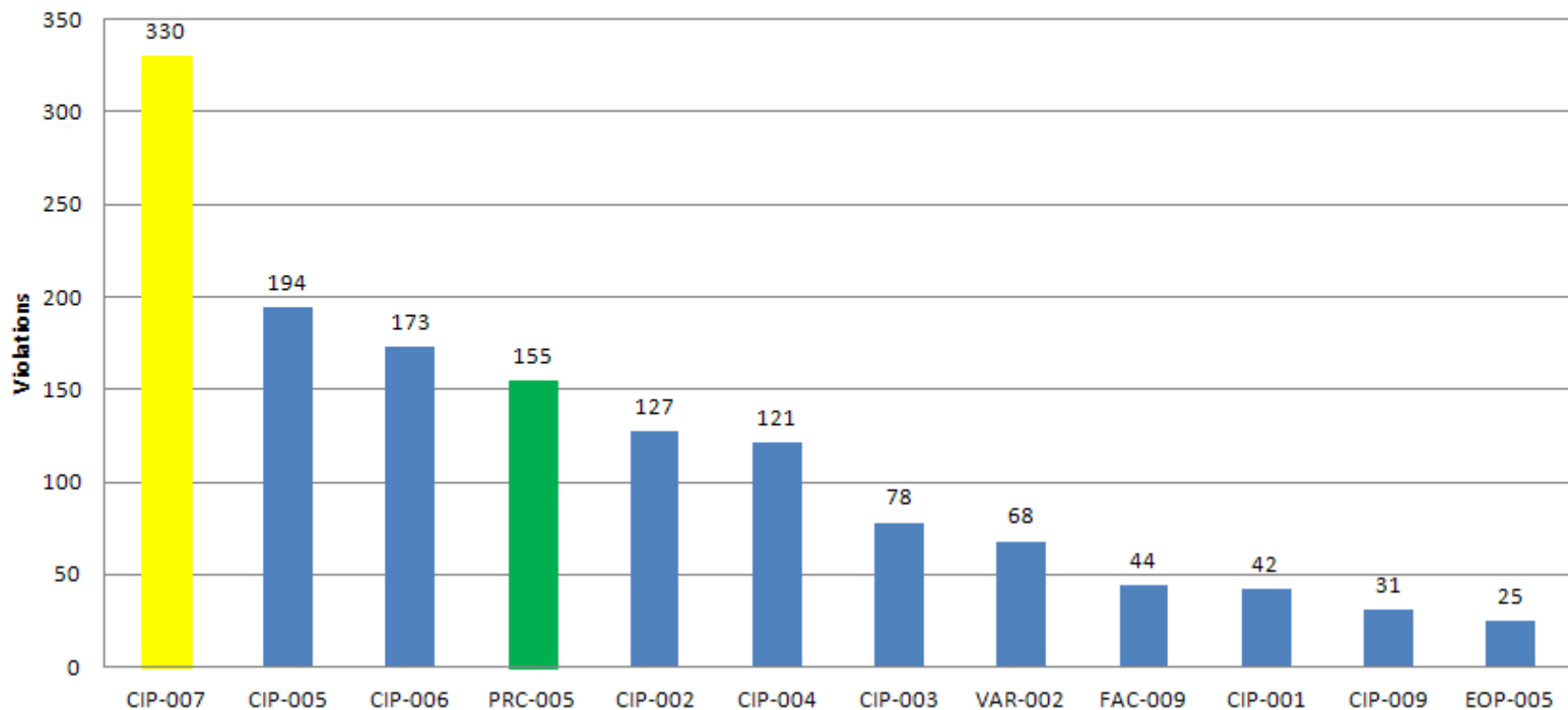
Active Pre-2011 Caseload Available for Processing

**Active Pre-2011 Caseload
Available for Processing**



Top 12 Enforceable Standards

**Top 12 Enforceable Standards Violated
(Active and Closed)
From January 1, 2012 through December 31, 2012**



Top 20 Enforceable Standards

