NP-CA-10

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6 7 Q. The State of Vermont has approximately 340,000 customers serviced by 20 electric utilities each requiring *Service Quality and Reliability Plans*. Have all electric utilities filed their plans with the Vermont Public Service Board for final approval? Are the plans for all utilities in the State of Vermont identical, or are there differences? If there are differences between utilities please list these differences and what factors were used in determining the uniqueness of each utility's plan?

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 \boldsymbol{A} . According to staff at the Vermont Public Service Board, all distribution utilities have filed Service Quality and Reliability Plans that have received Board approval. In fact, most of the distribution companies have submitted second generation plans with performance guarantees. The plans submitted by the distribution companies are generally consistent in terms of the performance areas being reported, but there are differences among the plans relating to the performance standards/targets, the means for measuring performance, and the performance guarantees. Performance standards/targets were based on industry experience elsewhere adjusted to take into account historical performance for the specific utility. The Consumer Advocate (Department of Public Service) had no desire to impose a stricter performance reliability requirement and its attendant costs on a utility if its customers were reasonably satisfied with historical reliability performance. The larger distribution companies generally have stricter monitoring and reporting requirements than the smaller distribution companies because they can justify expenditures for better tools such as call centers, outage management systems, etc. Performance guarantees are required for all distribution companies, but vary among companies to the extent that specific customers can be identified that were affected by poor performance, and with respect to the ownership and size of the company; i.e., larger utilities generally have higher payouts, and investors are required to pay for the service guarantees when the utility is investor owned.

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