Portland General Electric

From Climate Risk to Resilience

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Wildfire Operations Program Management







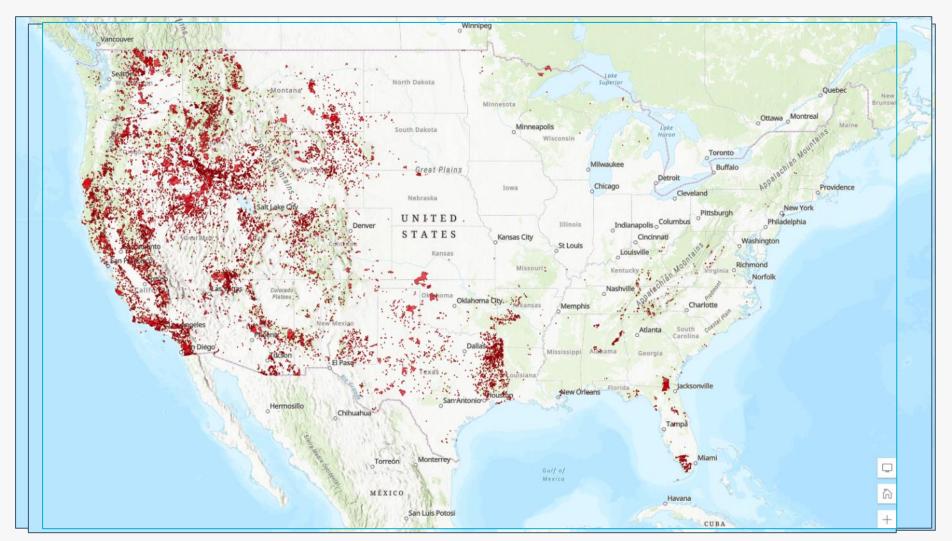
Agenda

- The effects of climate change on weather patterns and the rise of catastrophic wildfires in the West
- Portland General Electric (PGE) introduction
- State of Oregon regulatory action
- PGE's Wildfire Mitigation Plan (WMP)
 - WMP initiatives and actions





Wildfires across the United States 2000 - 2018



US Wildfires - 2000-2005

US Wildfires - 2006-2012

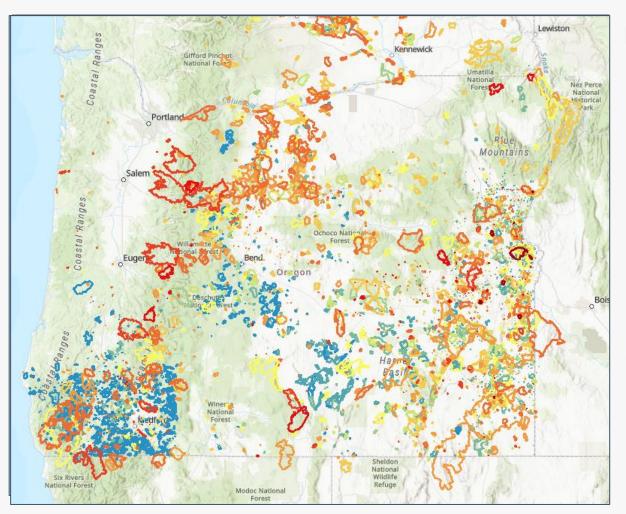
US Wildfires - 2013-2018

US Wildfires - 2000-2018

<u>USGS - Wildland Fires Incidents, US</u> <u>Department of the Interior, Published: 2018</u>



Wildfires across Oregon (Pre1980 - 2023)



Pre-1980

1980-89

1990-99

2000-09

2010-19

2020-23

All Time



PGE at a glance

Quick facts

- Vertically integrated electric utility encompassing generation, transmission and distribution
- Approximately 926,000 retail customers within a service area of approximately 1.9 million residents
- Roughly half of Oregon's population lives within PGE service area, encompassing 51 incorporated cities entirely within the State of Oregon
- Roughly two-thirds of Oregon's commercial and industrial activity occurs in PGE service area

Leading the way to a clean energy future for Oregon

- Our goals align with the 100% clean energy by 2040 framework as mandated by ORS 469A.410. The targets to reduce baseline greenhouse gas emissions from power served to Oregon retail customers are:
 - 80% reduction in greenhouse gas emissions by 2030
 - 90% reduction in greenhouse gas emissions by 2035
 - 100% reduction in greenhouse gas emissions by 2040

3,300+ MWs of Generation



Financial snapshot

- 2022 revenue: \$2.6 billion
- 2022 diluted earnings per share: \$2.60 GAAP,
 \$2.74 adjusted non-GAAP
- Net utility plant assets: \$8.0 billion⁽¹⁾

(1) As of December 31, 2022



Oregon's legislative and regulatory actions

Recognizing the rapidly increasing threat of wildfire due to climate change, Oregon has taken an all-hands on deck approach with several significant actions in the last four years to reduce wildfire risk throughout the state.

2019: Establishment of Governor's Wildfire Response Council tasked with reviewing Oregon's current model for wildfire prevention, preparedness and response. Work resulted in a recommendation report for action to improve the state's wildfire prevention and response.

2020: Governor Brown issues EO 20-04 which, among other things, directs the Oregon Public Utility Commission (OPUC) to evaluate utility risk-based wildfire protection plans consistent with the Wildfire Response Council's report.

2021: Oregon Legislature passes SB 762, the state's comprehensive wildfire bill based on the recommendations of the Wildfire Council. The bill included direction to ten state agencies, including the OPUC. Electric utilities are required to submit risk-based wildfire mitigation plans to their governing body which includes wildfire risk analysis mapping and mitigation investments.

2022: OPUC completes rulemaking related to the implementation of SB 762.



PGE's Wildfire Mitigation Journey

2018

- Provided Monthly Seasonal Outlooks from late Spring to Fall
- Initiated development of a Wildland Fire Guide

2019

- Initial fire risk
 assessment model
 and risk evaluation
- Evaluating PSPS in Tier III risk area
- Initiated Annual Inspections in risk areas

2020

- Enhanced fire risk model
- Modified approach to design and construction in highrisk areas

2021

- First Wildfire
 Mitigation Plan (WMF
 approved by the
 OPLIC
- Updated risk
 assessment, which
 resulted in expanding
 High Fire Risk Zones
 from 1 to 7
- Expanded situational awareness
- 26 weather stations
- 2 HD AI Cameras

2022

- 2022 WMP approved
- Updated risk assessment, which resulted in modifying existing High Fire Risk Zones and expanding from 7 to 10
- Expanded situational awareness capabilities
- 23 additional weather stations
- 24 HD AI Cameras
- Grid Hardening
- Engagement strategies
 (WMP, Public Safety
 Partners, Information
 and Awareness)

2023

- 2023 WMP submitted
- Updated risk
 assessment, which
 resulted in minor
 modifications to existing
 High Fire Risk Zones
- Expanding situational awareness capabilities
- 30 Additional remote automated weather stations
- 6 HD Al-enhanced cameras
- Grid Hardening
- Expanding engagement strategies (WMP, Public Safety Partners, Information and Awareness)

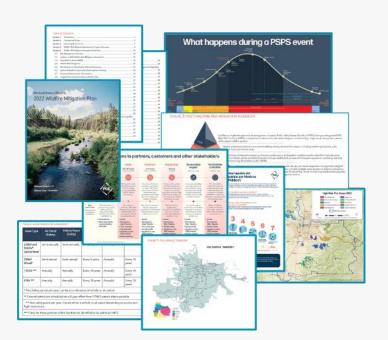


2023 Wildfire Mitigation Plan (WMP)

Submitted to OPUC 12.22.22

WMP Topics Include:

Available Online:



- ✓ Wildfire Risk Mitigation Programs & Activities
- ✓ Operating Protocols
- ✓ Operations During PSPS Events
- ✓ Asset Management & Inspections
- ✓ Vegetation Management
- ✓ Community Outreach & Public Awareness
- ✓ Research & Development

As Oregon's weather gets hotter and drier, wildfires can hit suddenly and grow quickly and create a greater likelihood of summer safety-related power outages. We're preparing and we encourage Prepare your business Prepare your home Portland General Electric Portland General Electric Public Safety Power Shutoff 2023 Wildfire Mitigation Portland General Electric 2022 PSPS Annual Report WMP on Portlandgeneral.com

Approval expected no later than 06.19.23 (180 days from submission)



Wildfire Risk Framework

Risk (Wildfire) = Likelihood * Consequence

Variables

- Likelihood of a spark
- Likelihood of fire propagation
- Likelihood of impact

Datasets*

- Asset health data/fault/outages
- Fire behavior (wind, burn probability, temperature, topology, humidity, moisture)
- Energy release component, fuel/land cover

Variables

- Safety
- Environment
- Reliability
- Financial

Datasets*

- Total costs of wildfire study
- Watershed/surface water
- Cultural/Historic areas
- Habitat/Species (Salmon, Wetlands etc.)
- Property
- Critical infrastructure (railways, highways etc.)
- Historic structures
- Population density/housing

Risk of wildfire calculated at individual structure/pole location

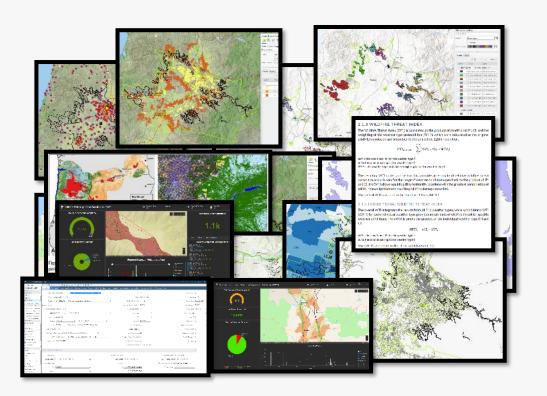
* Does not reflect comprehensive inventory



Factors considered in High Fire Risk Zone designation

HFRZ are the areas where there is the highest risk, both in likelihood and consequence, of PGE equipment starting a wildfire

More than two dozen data sets are assessed to determine these areas

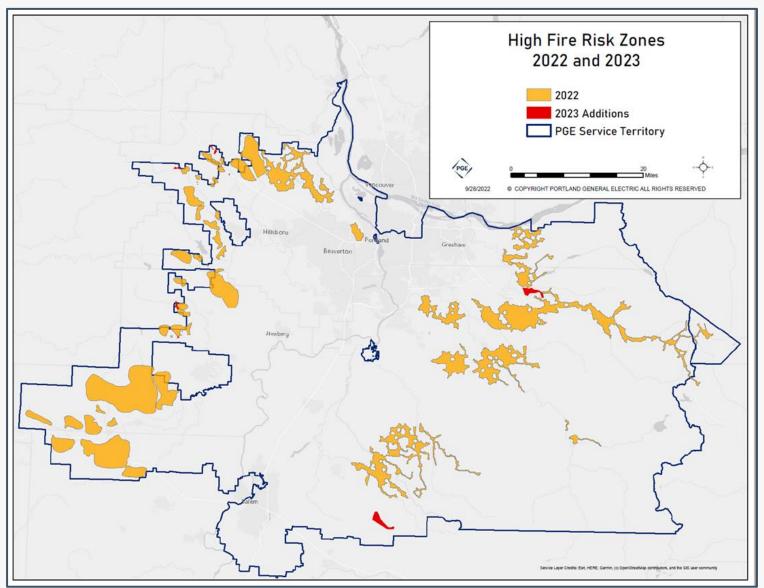


- Service territory & PGE structures
- Existing structure type & load
- Assessments from nationally recognized experts
- Consultations with local fire chiefs
- Ourrent asset health
- Population & meter density
- Terrain slope & aspect
- Road/egress access & condition
- USDA's WF Risk to Communities
- Drinking water & watersheds

- CDC's social vulnerability indices
- Fire station proximity & access
- Road/egress access & condition
- Oritical habitats
- WU boundaries
- Oultural & scenic landmarks
- Meteorology benchmarks
- Outage history
- Comparative metrics

PGE

High Fire Risk Zones (2023)



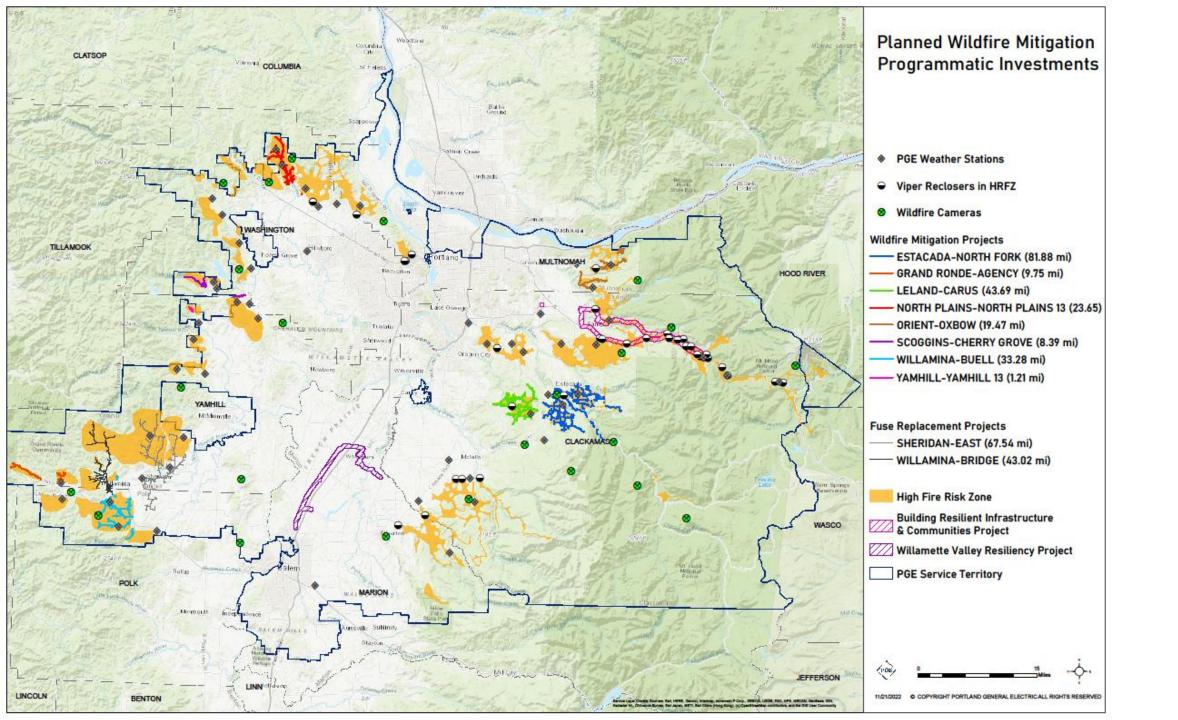


WMR | Purpose and Goals

PGE's Wildfire Mitigation & Resiliency (WM&R) organization plans and implements the Wildfire Mitigation Program, developing and coordinating wildfire mitigation activities across the company.



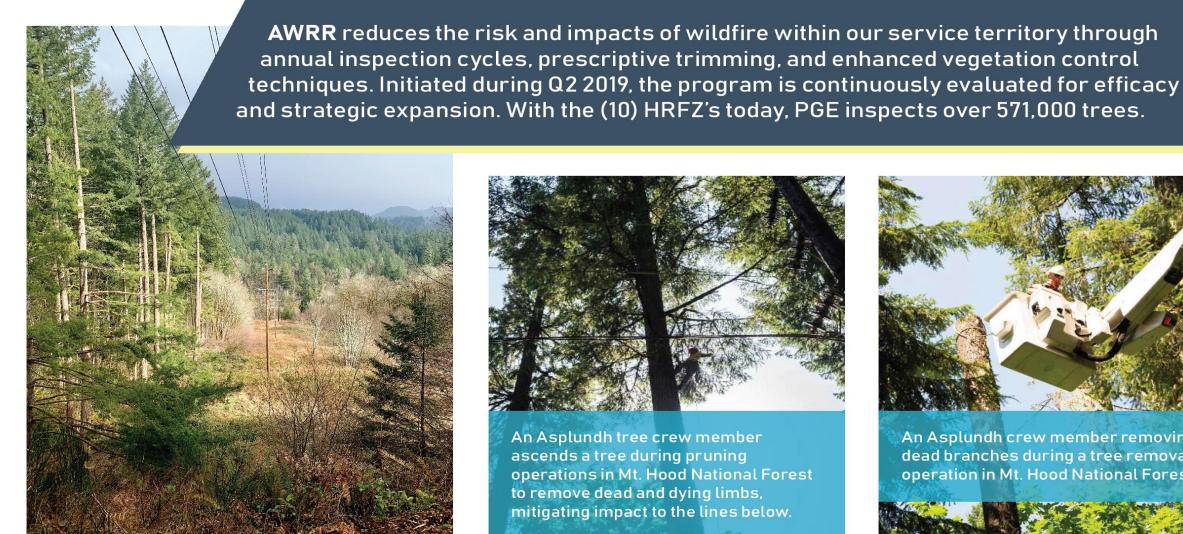
PGE's goal is to improve regional safety by reducing the risk that PGE's electric utility infrastructure could cause a wildfire, while limiting the impacts of Public Safety Power Shutoff (PSPS) events and other mitigation activities on customers and increasing the resiliency of PGE assets to wildfire damage.

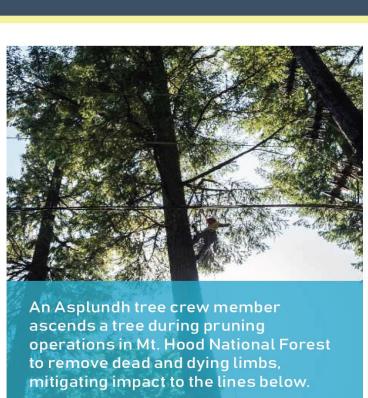






Advanced Wildfire Risk Reduction (AWRR)







Enhancing Situational Awareness



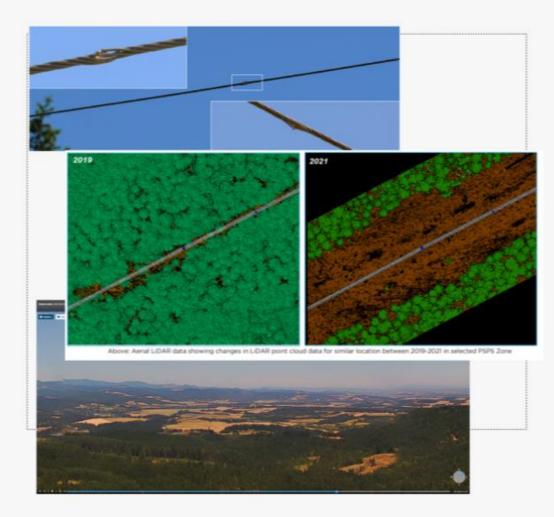
Early Fault Detection System

Detects energy detection signals on the distribution system that are present when equipment on the circuit begins to fail, but has not escalated to an arcing fault

Artificial Intelligence Cameras

Detects ignitions and triangulates their location within 100m accuracy to fire agencies in real-time

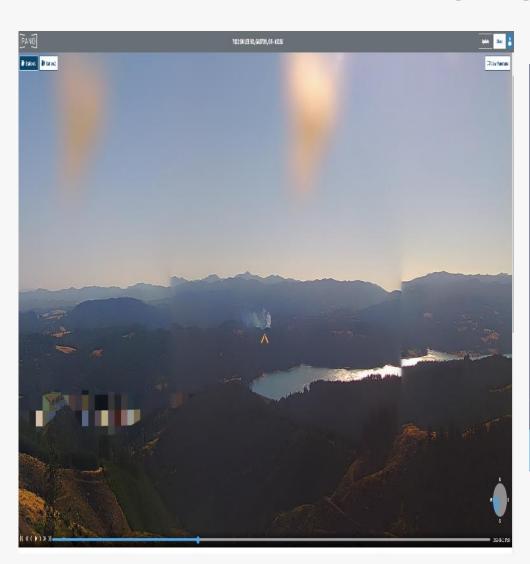
Wildfire/Asset Management Technology and Processes
Using drive by and aerial inspection data including hyperspectral imagery/Lidar to perform both-as-built records
and inform design

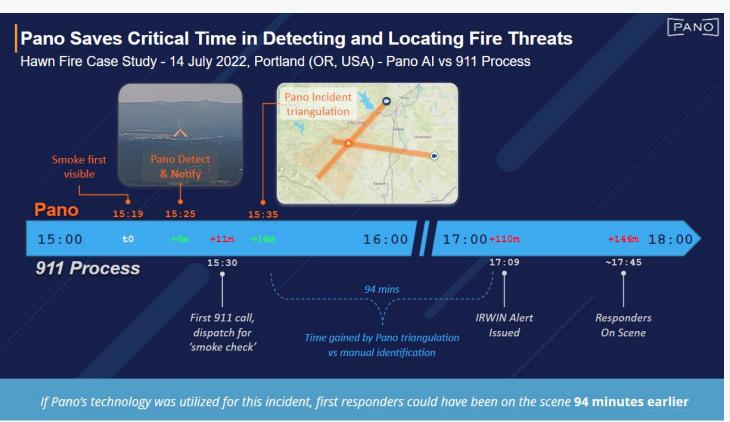


From top to bottom: a damaged conductor flagged by early fault detection sensors; LIDAR data of vegetation density/health; a fire detected by AI cameras

World leading ignition detection







Case study of ignition timing vs historical

Hawn fire 7.14.22 zone 9



Operating Protocols



Device Settings



Normal



Fire Season



Red Flag Warning



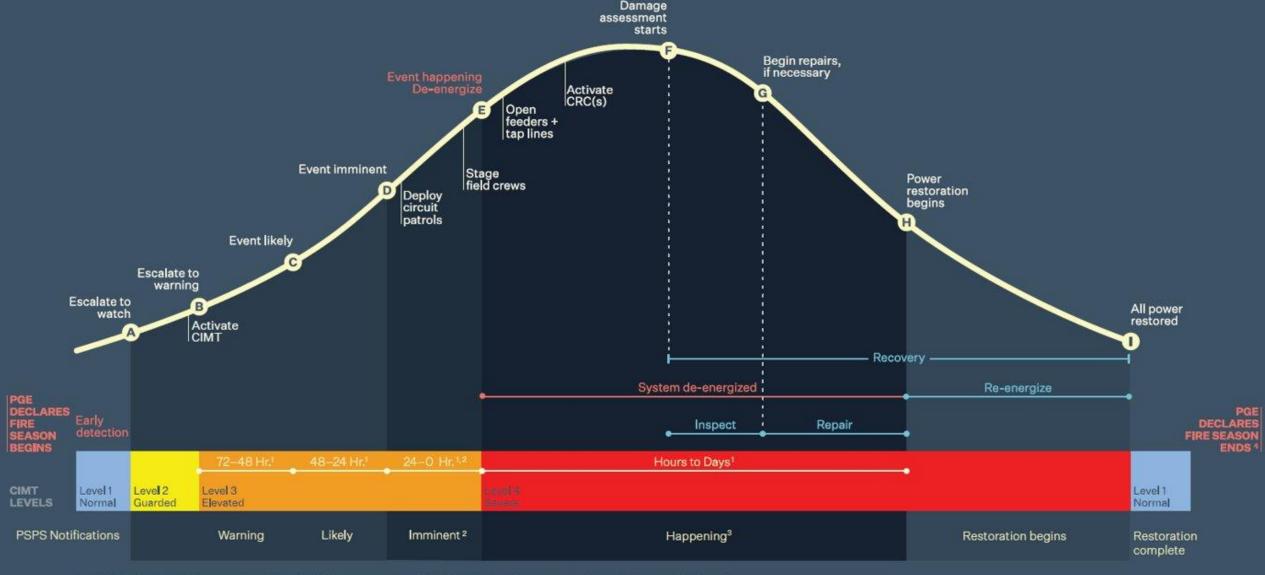
- Fire Trailer
- Fire Season Suppression Tools and Equipment
- Fire Season Tailboard Supplement
- Red Flag Warning



Fire Season Work Practices Employee and Supplier Training

- Fuels, weather and topography impact on wildfire ignition and spread
- Fire weather zone forecasts
- Suppression tools and equipment
- Basic suppression tactics
- Lookouts, communications, escape routes, and safety zones

What happens during a PSPS event



^{1.} Actual timeline dependent on severity of factors. 2. In this phase we communicate status to all customers, per compliance, 1-4 hours prior to the outage. 3. In this phase PGE will provide status updates at least every 24 hours. 4. PGE will submit an Annual OPUC Report no later than December 31st.

PSPS notifications to partners, customers and other stakeholders



Warning

48-72 hours before a PSPS

Likely

24-48 hours 1-4 hours before a PSPS before a PSPS

Happening'

During a PSPS

Restoration begins*

When it's safe

Restoration complete*

PSPS is over





When:

We haven't made a final decision yet, but it's looking like a PSPS is possible.

We haven't made a final decision yet, but it's looking increasingly likely a PSPS will be necessary.



Imminent

To protect lives and property, we expect to call a PSPS very soon. Now's the time to activate your emergency plan and be sure to keep your outage kit handy.



Power is being shut off. PGE may open a Community Resource Center to provide essential resources like information, water, ice and a place to charge electronic devices.



Crews are patrolling and will respond to downed lines, repair damage and visually inspect equipment to make sure it's safe to restore power.



The immediate threat has passed and power has been restored. But we'll continue to monitor conditions so we can keep our customers and communities safe.

How you'll hear may include:

(From us and emergency partners)

We will notify our partners (e.g. public safety partners, key government officials and critical facilities) via:

- Email/Phone
- Other approprite communication channels

We, and our partners, will notify stakeholders and community-based organizations via:

- notification
- Updates on the
- Media updates
- Advertising

We, and our partners. will give impacted customers an estimated time when their power will be shut off via:

- Email
- Public safety notification
- Social media
- Updates on the PGE website
- Media updates
- Advertising

We know this is challenging. so we'll do everything we can to stay in touch with impacted customers via:

- Email
- Social media
- Updates on the **PGE** website
- Media updates
- Proactive power out text message
- Advertising

As crews work on restoration, we'll share any new or relevant information to make sure you're kept up to date via:

- Email
- Public Safety Notification
- Social media
- Updates on the **PGE** website
- Media updates
- Advertising

When conditions stabilize and power has been restored. we'll notify impacted customers via:

- Email
- Social media
- Updates on the **PGE** website
- Media updates
- Proactive power on text message
- Advertising

impacted customers,

- Email
- Public safety
- Social media
- **PGE** website



Recharge Relief Activation Strategy



WHAT IS RECHARGE RELIEF?

Nimble Mobile Readiness Units (MRUs) deployed within hours of a Public Safety Power Shut-off serving impacted communities

PGE branded trailer providing support and information, staffed by experienced emergency management professionals, and adaptable to everchanging weather conditions, variety of terrains, and spaces

HOW DOES IT WORK?

- A Recharge Relief MRU will be at a predetermined location as a Public Safety Power Shut-off is activated
- Recharge Relief MRUs are approachable by walk-up, have tables and chairs under an awning, and drinkable water for consumption all while customers charge and get the information they need
- PGE's goal is for Recharge Relief MRUs to be in or near active PSPS zones where vulnerable customers need us most

WHERE IS IT LOCATED?

- A diversity, equity, and inclusion lens was used to determine where to locate and we're making sure the places we choose are fully accessible, on or near main roads, and likely known locations within the community
- Locations will be shared with impacted consumers when the PSPS is activated, on PGE's wildfire PSPS page
- Some PSPS areas may need to share a Recharge Relief MRU depending on availability and staffing

Proposed Project: Portable Battery Pilot

Budget: \$100,000

Objective: Increase resilience for vulnerable customers affected by PSPS









- Note: These are <u>not</u> grid tied batteries, which would be about 10x the cost to provide.
- PGE will study the procurement, distribution, and customer experience
- Initial intent is to provide backup for medical devices, but possible expansion could include devices for keeping medication cold
- Extensive research was conducted prior to proposing this pilot
 - In-depth interviews with adults living with disabilities, caregivers, and community service providers
 - Quantitative survey research of adults with disabilities and caregivers
 - Secondary research of peer utilities in California, interviews with battery manufacturers, and technical studies by EPRI



WMP Engagement Strategy



2022 Lessons Learned

- Timing of sessions, and location of in-person sessions, is critical
- Issues and concerns were broader than utility wildfire mitigation

2023 Plan

- Increase quantity of in-person sessions
- In-person sessions will be within, or adjacent to, PSPS areas
- Hold sessions as early as June 2023
 - A wider range of stakeholders, both internal and external, will be invited to participate in each event
 - Create a more community-centric and holistic experience for customers



Let's meet the future together.