Embracing pain, change, and growth: What do people need from their utility now?



Shelby Kuenzli Analyst, E Source

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Fall 2020 E Source Marketing and Communications Leadership Council

Session objectives

Purpose: Show how COVID-19 is affecting customers, how they feel about their utility's response to COVID-19, and how utilities are pivoting their brands through community- and customer-centric messaging

Outcome: Benchmark how customers feel about your COVID-19 efforts and get inspiration and tips for how to continue your positive brand momentum

Session outline



How are customers reacting to utility COVID-19 responses?

How are utilities pivoting their brands during COVID-19?

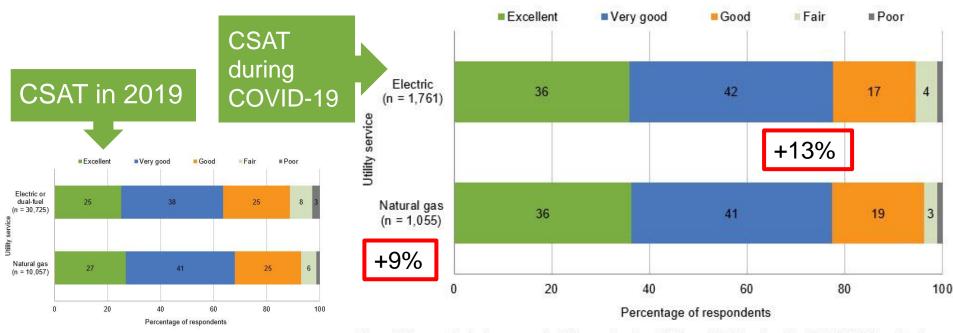
How are utilities showing their community involvement?

Discussion



Are you doing a good job?

Are customers satisfied with their utility companies during COVID-19?

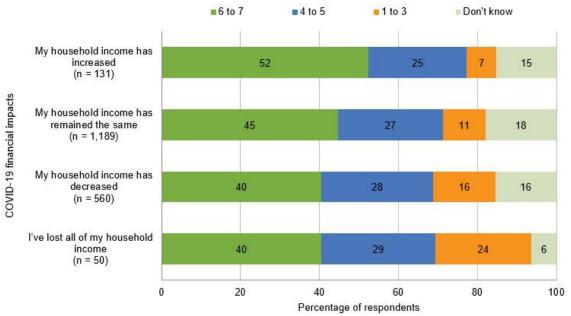


Base: US respondents who are customers of electric, dual-fuel, or natural gas utilifies (n varies). Question A12, A21: Taking into account your overall satisfaction as a customer of your electric or natural gas provider, how would you rate them? Notes: Percentages may not add to 100 due to rounding. We removed data labels less than 2%. © E Source (2019 Residential Customer Insights Center)

Base: US respondents who pay an electricity or natural gas bill (n varies). Question S2_1, S3_1: Thinking about your overall satisfaction with your electric or natural gas utility, how would you rank them? Notes: Percentages may not add to 100 due to rounding. We removed data labels less than 2%. © E Source (2020 COVID-19 Residential Survey)

Are utilities effectively communicating their responses to COVID-19?

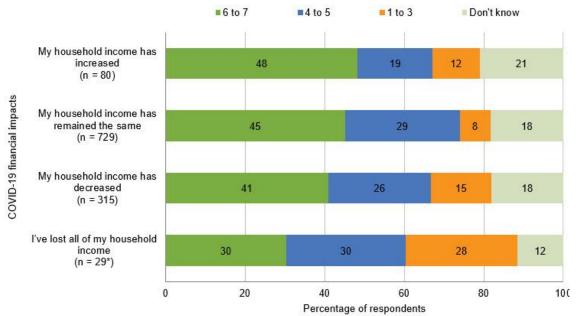
Electric utilities



Base: US and Canadian respondents who pay an electric bill (n varies). Question \$2_2_2: Using a 1-to-7 scale, where 1 means strongly disagree and 7 means strongly agree, please rate how much you agree or disagree with the following statements about your electricity provider during the COVID-19 pandemic. My electricity provider effectively communicates about its response to COVID-19 within the community. \$6_5a: How has COVID-19 impacted your household income? Note: Percentages may not add to 100 due to rounding. © E Source (2020 COVID-19 Residential Survey)

Are utilities effectively communicating their responses to COVID-19?

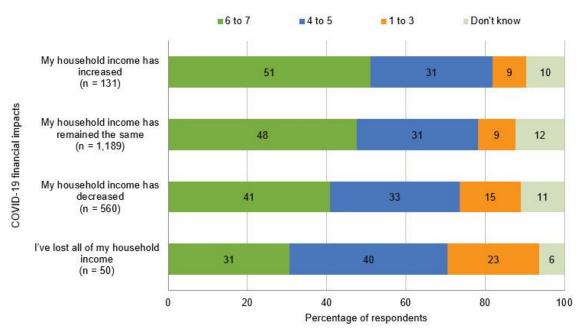
Natural gas utilities



Base: US and Canadian respondents who pay a natural gas bill (n varies). Question S3_2_2: Using a 1-to-7 scale, where 1 means strongly disagree and 7 means strongly agree, please rate how much you agree or disagree with the following statements about your natural gas provider during the COVID-19 pandemic. My natural gas provider effectively communicates about its response to COVID-19 within the community. S6_5a: How has COVID-19 impacted your household income? Notes: Use caution when sample sizes fall below 30. Percentages may not add to 100 due to rounding. © E Source (2020 COVID-19 Residential Survey)

Are utilities making COVID-19-related decisions in customers' best interests?

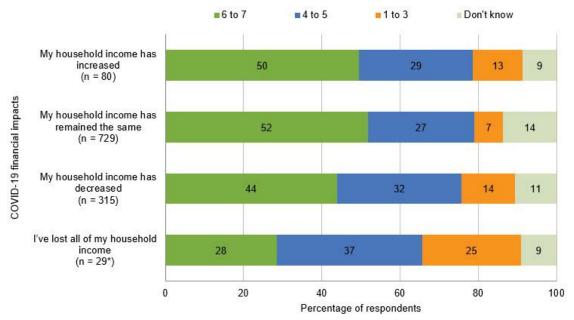
Electric utilities



Base: US and Canadian respondents who pay an electric bill (n varies). Question S2_2_1: Using a 1-to-7 scale, where 1 means strongly disagree and 7 means strongly agree, please rate how much you agree or disagree with the following statements about your electricity provider during the COVID-19 pandemic. My electricity provider makes decisions that are in its customers' best interests. S6_5a: How has COVID-19 impacted your household income? Note: Percentages may not add to 100 due to rounding. © E Source (2020 COVID-19 Residential Survey)

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Key takeaways

- Overall, customers are more satisfied with their utility during COVID-19 than during 2019
- However, customers who lost income because of COVID-19 are reporting lower satisfaction across the board
- Customers who lost income are more likely to think their utility
 didn't communicate effectively about its response to COVID-19
- Customers who lost income are also more likely to think their utility
 didn't make decisions in customers' best interests

The COVID-19 utility brand

How utilities pivoted their brands

- Made sure reliable power was the #1 priority
- Focused on supporting the community, employees, and essential workers
- Shared positive, nonutility stories
- Promoted resources customers needed the most, not just what programs utilities prioritized
- Cemented themselves as cornerstones of the community

Many utilities did this well ...



IBEW Local 920

THANK YOU!

EVERSOUNCE

DTE dte_energy_offic

dte_energy_offici Outside later, Wi outside come soc waiting for her h technicians) Lexi #PetsofDTE #Sta #dogsofinstagra #fridaymood #v

Get online



SEE HOW



Customer and Community Relations, dropped off bags of Girl Scout co Medical Center, Monmouth Medical Center, Southern Campus, Inter City of Asbury Park First Aid and Fire Department, and the Monmouth Department in recognition of their 'round-the-clock efforts during this show them we are #InThisTogether!

Girl Scouts of the Jersey Shore

Our Support for Customers and Communities STUKE NERGY



Thank you #IBEWLor #danbury #eversour #healthca

 \odot 169 likes



ladwp1 · Follo

ladwp1 LADW Our staff step thousands of our line crews voltage lines. ladwpintake.c







219 likes

Add a comment...

And you should still be doing it

- While it's OK to start posting more-traditional utility content, customers are still struggling and need help
- Keep this momentum going
- Now is the time to reevaluate what you want your utility's reputation to be in your community

"Never waste a good crisis"

—Unknown source

Now is the perfect time to build trust

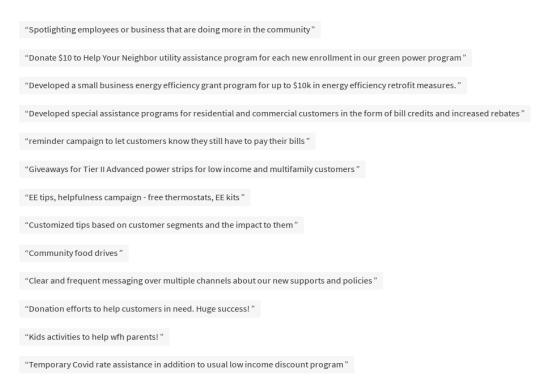
"Nobody cares how much you know, until they know how much you care"

—Theodore Roosevelt

- Show up and do your part
- Don't act alone
- Solve, don't sell
- Communicate with emotion, compassion, and facts

Special Report: Brand Trust and the Coronavirus Pandemic, Edelman Trust Barometer 2020 (PDF)

How are you building trust with your customers during the pandemic?





Communicating about community involvement and investment



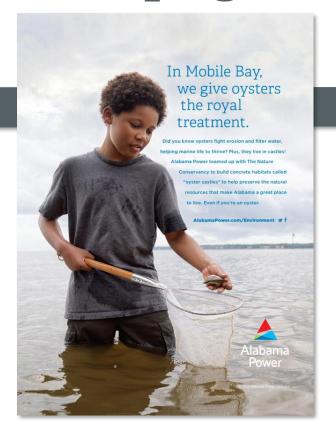
Key takeaways



Alabama Power Smart Kids campaign







Alabama Power Smart Kids campaign



Alabama Power Smart Kids campaign



COVID-19 pandemic and BLM movement response













How are you communicating about your community involvement and investment during the pandemic?

"Stakeholder Newsletters and social media spotlights on various community events"

"Partnering!"

"Social media, customer newsletter, specific stories about employees helping their communities, parenting with other essential services"



Discussion questions

- How have you pivoted your utility brand since COVID-19 started?
- Are there any positive changes or lessons learned from pivoting your brand quickly that you plan to use going forward? If so, can you list them?
- How are you pivoting your brand now and looking forward as the pandemic progresses?

Thank you! Questions?



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www.esource.com/question

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15-minute break Stay in this meeting

Up next: Embracing pain, change, and growth: What do people need from their utility now? Part 2

28



Diversity, equity, and inclusion

The utility's role in social justice and how to "walk the talk"



Jessica Bailis

Associate Solution Director, E Source

Liji Thomas

Head of Diversity & Inclusion, SCE

Purpose and outcome

Purpose: To reflect on utility strategies and initiatives in social justice and diversity, equity, and inclusion, and to learn how communications and actions support your mission and brand

Outcome: To leave with industry insights and recommendations on how to create or improve your utility's plan to "walk the talk"

Session agenda

- Polling the room
- Utilities' response to Black Lives Matter and effects on customer and employee sentiment
- Diversity, equity, and inclusion initiatives in the industry
- Metrics and the effect of corporate citizenship on CSAT
- Hear from Liji Thomas on SCE's Diversity & Inclusion Plan
- Q&A
- Key takeaways

Who you're speaking with today

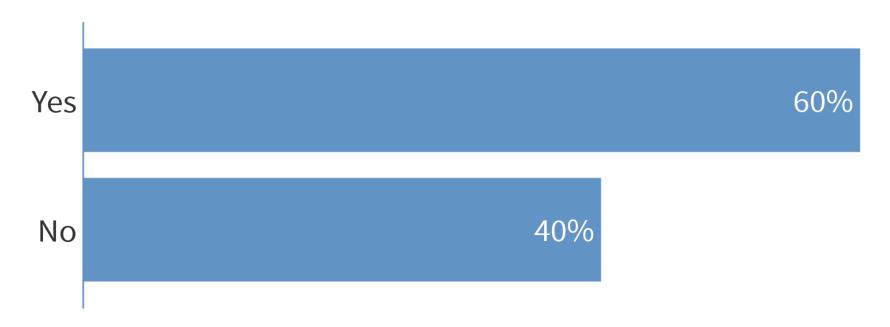


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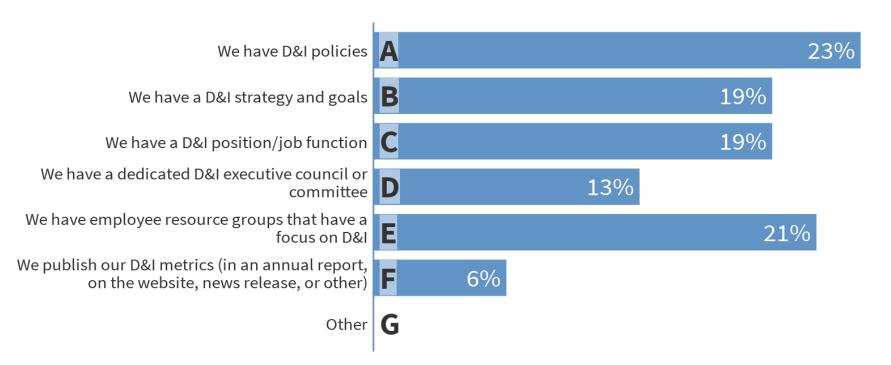
jessica bailis@esource.com



Did your utility make a public statement this year in response to the Black Lives Matter protests?



How is your utility involved in diversity, equity, and inclusion efforts? (select all that apply)





Utilities' response to Black Lives Matter

First to respond: DTE Energy



At DTE, I stand united with our more than 10,000 employees in rejecting all forms of discrimination and violence in our workplace and in our communities. We condemn the inhumanity that caused the death of George Floyd in Minneapolis and what we have witnessed recently in New York, Georgia and other states.

While living through a pandemic that has already affected so many in Michigan, we have learned that COVID-19 is a frightening, invisible force. Racism is another terrible, invisible force that becomes obvious when we see our people and communities in pain.

We can all help by reaching out, listening and offering support, caring and understanding each other.

Jerry Norcia, DTE Energy CEO



35 Comments 100 Shares

Social media response from May 30 to June 12

Appalachian Power

CenterPoint Energy

ComEd

Con Edison

Consumers Energy

Dominion Energy

DTE Energy

Duquesne Light Co. (DLC)

Enbridge Gas

Eversource

Fort Collins Utilities

Hydro Ottawa

Hydro-Québec

NW Natural

PECO

Portland General Electric

SDG&E

Southern California Edison (SCE)

Southern Company

Vectren Indiana

Xcel Energy

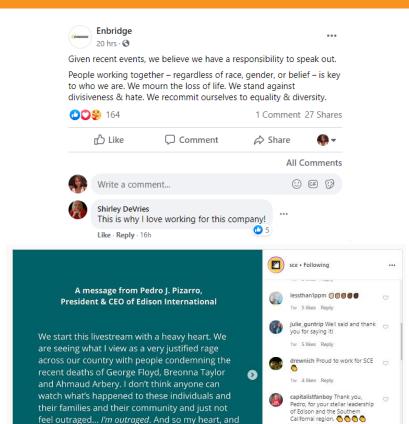


#BlackoutTuesday posts had the highest engagement rate for the week, surpassing other hashtag posts such as #NationalSafetyMonth, #BlackLivesMatter, and #COVID19. Note that these engagement rates are specific to utilities' social media posts from May 31 to June 6, 2020.

Hashtag	Engagement rate (%)*
#BlackoutTuesday	0.59
#NationalSafetyMonth	0.44
#BlackLivesMatter	0.39
#PoweringThruTogether	0.33
#COVID19	0.11

Notes: Engagement rate is the total interactions (likes, comments, shares) on a post per follower expressed as a percentage. The engagement rates we feature are specific to utilities' social media posts from May 31 to June 6, 2020. © E Source; data from Rival IQ (Utilities support the Black Lives Matter movement, and so does E Source)

38



1w 4 likes Reply

501 likes

Add a comment...

HIME S





all of our hearts, go out to the African American,

....

the Black communities and all of the families

impacted by this.

Social media response #Juneteenth (June 18 to 20)

Alabama Power Alliant Energy **Austin Energy BGE**

CenterPoint Energy

Con Edison

Consumers Energy

Dayton Power & Light

DTE Energy

Enteray Mississippi

EPB

Eversource

Fort Collins Utilities

Georgia Power

Indianapolis Power & Light Co.

LG&E and KU

Nicor Gas

NIPSCO

NV Energy

NW Natural

Oklahoma Natural Gas

PECO

PGW

PPL Electric Utilities

Puget Sound Energy

Sacramento Municipal Utility District

Southern California Gas Co.

Southern Company

Southern Company Gas

Tacoma Public Utilities

Tucson Electric Power

Tennessee Valley Authority

Xcel Energy













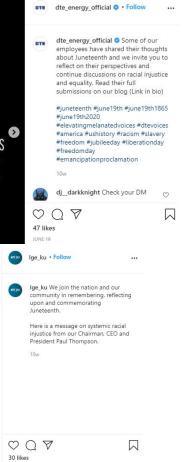
So, I learned about Juneteenth a few years ago when there was a knowledge share at our local library. I researched the purpose and the significance of the day and I was disappointed to know my ancestors were enslaved for 2 years and no one told them! But then I was delighted because as an AA I finally had something to celebrate that was reflective of my culture.

Racism, intolerance and hatred have no place in our society. At LG&E and KU, we are steadfast in our long-standing commitment to diversity and inclusion. Our strength is built upon the diverse perspectives, experiences and talents of our people.

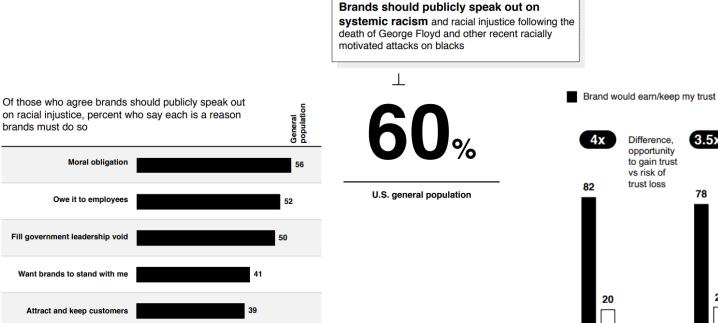
The recent events in Louisville and across the nation shine a light on how much work remains to be done to unite us and end all forms of racial injustice. We are actively listening and participating in conversations with community leaders, our employees and customers, and will further support efforts that drive meaningful and lasting change.

The only way to succeed is by empowering a culture of inclusion, equality, dignity and respect for all.





"Silence is not an option"



Ax Difference, opportunity to gain trust vs risk of trust loss

78

20

21

17

17

14

General population

White Black Latinx Asian American

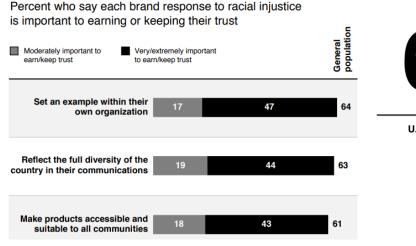
☐ Brand would lose my trust

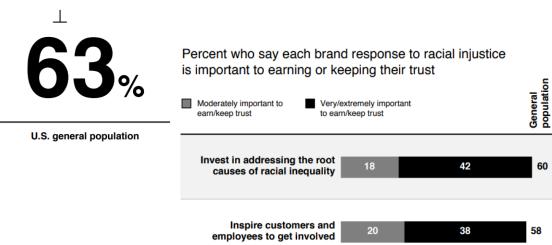
Source: Edelman Trust Barometer 2020 Special Report: Brands and Racial Justice in America (PDF)



"Talk is not enough"

Brands and companies that issue a statement in support of racial equality need to follow it up with concrete action to avoid being seen by me as exploitative or as opportunists





Source: Edelman Trust Barometer 2020 Special Report: Brands and Racial Justice in America (PDF)



Walk the talk



Puget Sound Energy June 19 · 🚱

...

Utilities play a role in advancing diversity, equity & inclusion because we serve every customer. We also know that we cannot address racial injustice alone. Over the last several weeks, we've been listening to our community & finding ways to take action.

We're starting to take action on our commitment to community partnership. As a charter member of the Black Future Co-op Fund & \$150,000 donation, we're acknowledging the harm systemic racism has done in WA. The fund will support efforts to eradicate poverty, build generational wealth & preserve Black Culture.

PSE is committed to the fight for racial justice.

More from our CEO at http://ms.spr.ly/6183TYtwh

#JUNETEENTH2020 #FreedomDay



8 Comments 2 Shares

Diversity, equity, and inclusion initiatives

Dedicated diversity and inclusion (D&I) utility roles

- Cleco renamed its vice president of human resources to chief human resources and diversity officer (2019)
- Duke Energy has had a D&I position for at least seven years—chief diversity and inclusion officer (2019)
- DLC hired its first diversity officer (2019)
- NW Natural has a chief diversity officer and released a human rights policy (2019)
- Pacific Gas and Electric Co. renamed its vice president of human resources as chief diversity officer (2019)

D&I executive councils and committees



Consumers Energy @ConsumersEnergy · Aug 26, 2019

We're committed to the quality a diverse culture can provide. Read about how our Employee Resource Groups are working to enhance diversity and inclusion: bit.ly/2oXx3dy.





Duquesne Light Company

November 6, 2019 · 🔇

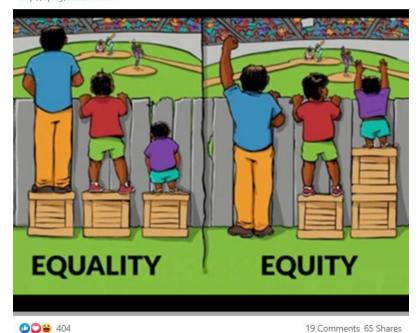
DLC's Diversity and Inclusion Committee recently recognized #NationalHispanicHeritageMonth by partnering with Casa San Jose, a resource that works to empower the Pittsburgh Latinx community. Volunteers cleaned and restored the facility's basement by removing old flooring and restocking rows of new shelving.







Diversity, equity, and inclusion are integral parts of our vision and strategy at Ameren, but we know we need to talk more openly about what this means and how we live these behaviors consistently. We started the conversation about what more we can do to embrace DE&I at this year's Diversity & Inclusion Leadership Summit, and we'd like to share it with you. http://spr.ly/6002GYdzC





...

SCE 🤣 @SCE - Aug 25

Leaders at @edisonintl today shared diversity, equity and inclusion information on the workforce and status of business partnerships & community investment. We recognize the progress we've made to date & remain committed to making more meaningful change.

on.edison.com/3jbciTh





Energy Trust of Oregon's workforce development goals

- Increase the diversity in recruitment and hiring of employees by 25% by the end of 2020
- Increase participation in the Trade Ally Network by minority- and women-owned business by 50% each by the end of 2020
- Increase the number of projects completed by minority- and women-owned trade allies by 15% by the end of 2020
- Increase the number of contracts executed with minority- and women-owned businesses by 15% by the end of 2020



Photo: Pendleton Early Learning Center Reaching and Serving Everyone

Energy Trust is dedicated to helping 1.7 million utility customers in Oregon and Southwest Washington save energy and generate renewable power, today and in the future. It is our responsibility to ensure that all customers can directly benefit from our services, including people with low and moderate incomes, communities of color and rural communities.

We strive to create a culturally diverse, equitable and inclusive organization with employees.

QUICK LINKS

Expanding Diversity Fact Sheet >

Diversity, Equity and Inclusion
Operations Plan >

Diversity, Equity and Inclusion Goals >

Diversity, Equity and Inclusion Policy >

2018 Diversity, Equity and Inclusion
Data and Baseline Analysis >

Source: Energy Trust of Oregon

Supplier diversity



Happy #Juneteenth! One of the most enduring ways we can all support the Black community is to promote Black-owned businesses. Over the years, we've valued diversity in our supply chain and recognized the economic value of small and diverse businesses in the communities that we serve – but what has changed is that we're spotlighting them so our customers and stakeholders get to know them.

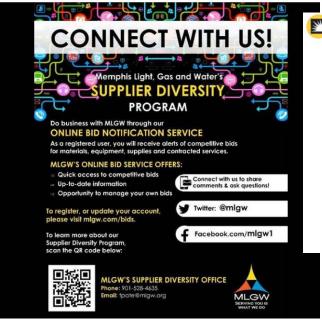
Meet a key business partner - REDE, INC., a certified Minority (African American) Owned Business Enterprise. Owner Hubert Glover has been a strategic partner in managing CenterPoint Energy's print shop services for well over a decade, which has led to the hiring of minority employees that, in turn, provides economic stimulus in communities of color within our footprint. Pictured is Levon Brown, representing REDE, INC. at our annual Supplier Diversity Expo.

Learn more: https://www.redeprintnshop.com/.





#MLGW's Supplier Diversity program of is more vital now than ever before ensuring that we continue our work with certified MWBE/LSBs, despite the challenges of COVID-19 and the national economic recession for millions of households. #ServingYouls\MhatWeDo







2 Shares

Metrics and the effect of corporate citizenship on CSAT

Diversity metrics

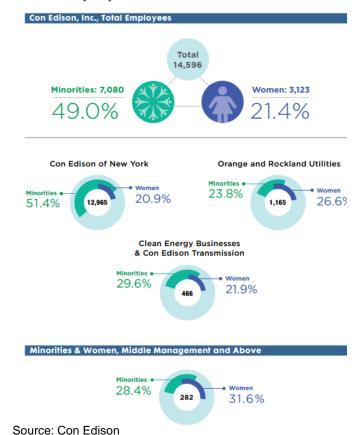
AEP EMPLOYEE REPRESENTATION*

as of Dec. 31, 2019	Employees	Females	%	Minorities	%
Total Employment	17,573	3,454	20%	3,233	18%
Officials & Managers	3,326	543	16%	419	13%
Professionals	5,743	1,578	27%	1,128	20%
as of Dec. 31, 2018	Employees	Females	%	Minorities	%
as of Dec. 31, 2018 Total Employment	Employees 17,930	Females 3,409	% 19%	Minorities 3,127	% 17%

^{*} Does not include all AEP subsidiaries, co-ops and interns, AEP Energy and employees on unpaid leave-of-absence.

Source: American Electric Power

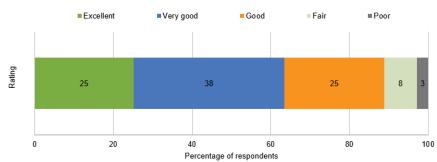
Diversity by the Numbers





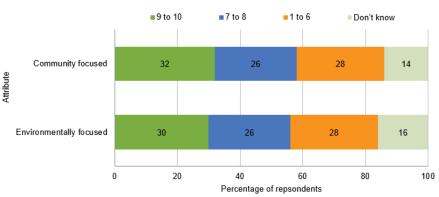
Corporate citizenship and customer satisfaction (CSAT)

Overall CSAT in 2019



Base: US respondents who are customers of electricity or dual-fuel providers (n = 30,725). Question A12: Taking into account your overall satisfaction as a customer of your electricity provider, how would you rate them? Note: Data may not add to 100% due to rounding. © E Source (US Residential Customer Insights Center)

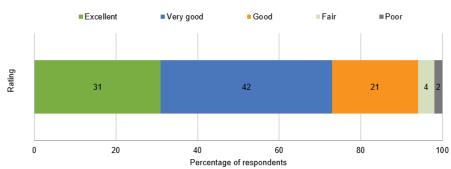
Community and environmental focus in 2019



Base: US respondents who are customers of electricity or dual-fuel providers (n = 30,725). Question A10: How much do you personally agree or disagree with the following statements about your electricity provider for your primary residence? Is environmentally-focused. Is community-focused. Notes: Respondents used a scale of 1 to 10, where 1 means strongly disagree and 10 means strongly agree. Data may not add to 100% due to rounding. © E Source (US Residential Customer Insights Center)

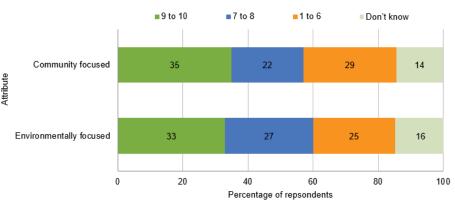
Top J.D. Power utility: PPL Electric Utilities

PPL's overall CSAT in 2019



Base: Customers of PPL Electric Utilities (n = 355). Question A12: Taking into account your overall satisfaction as a customer of your electricity provider, how would you rate them? Note: Data may not add to 100% due to rounding. © E Source (US Residential Customer Insights Center)

PPL's community and environmental focus in 2019



Base: Customers of PPL Electric Utilities (n = 355). Question A10: How much do you personally agree or disagree with the following statements about your electricity provider for your primary residence? Is environmentally-focused. Is community-focused. Notes: Respondents used a scale of 1 to 10, where 1 means strongly disagree and 10 means strongly agree. Data may not add to 100% due to rounding. © E Source (US Residential Customer Insights Center)

Communicating a plan moving forward

Featured speaker



Liji Thomas, CPA, CIA, CRMA, SHRM-CP Head of Diversity & Inclusion Southern California Edison

Strengthening commitment with additional actions based on reviewing data and listening to Black employees

Internal Actions	Timing and Expected Outcomes
Greater Data Transparency/Dashboard Share data regarding representation, pay, turnover and employee sentiment and create officer-level dashboard for continued visibility	Data shared through this August 2020 presentation Standard people metrics dashboard created and deployed by Q2 2021
Inclusion and Cultural Literacy Training Expand current training to include content on anti-racism and microaggressions for all employees	Train all employees in 2021 and monitor for expected increase in Inclusion index of employee sentiment survey over the following year Train all employees in 2021 and monitor for expected increase in Inclusion index of employee sentiment survey over the following year
Talent Accelerator Accelerate talent movement by pairing officers with high-potential talent ³⁰ ; start with Black employees with plans to expand the initiative	First assignments determined by end of Q4 2020; track and measure results by employee development over the next 2-3 years
Talent Pipeline Increase Black scholarship awardees and internships (see external actions for additional scholarships)	Measure success rate of converting more Black interns and scholars to full-time employees
Career Counseling Hire career counselors to help employees navigate their careers at Edison, starting with a pilot for the Networkers ²⁸ membership	Hire new career counselor and pilot program by end of Q4 2020 Create metrics to determine efficacy of career counselor program and impact on employee career paths over 18-36 months
Audit for Potential Bias in HR/Ethics Processes Engage external third party to audit HR and Ethics policies and processes for biases such as racial and gender and improve based on findings	Complete audit of three key HR/Ethics processes by end of Q4 2021

Immediate focus on expanding education, workforce, and marketplace opportunities in the Black community

External Actions	Timing and Expected Outcomes
Issue annual economic impact report highlighting contributions of supplier diversity spend (e.g., jobs, wages, taxes) Provide annual community impact report providing details of philanthropic contributions and featuring nonprofit partners	Issue economic impact report for 2019 spend in Q3 2020 Issue 2020 community impact report in Q2 2021
 Industry/External Partnership and Allyship Join the American Association of Blacks in Energy (AABE) Energy Equity campaign Commit incremental \$1 million shareholder funding over next five years to advance racial equity in our communities 	Become AABE Energy Equity partner in Q3 2020 Award initial \$100,000 contribution to Black Equity Collective and \$25,000 to African American Alliance Fund ³³ in Q3 2020
Skilled Craft Scholarship Program Commit \$1 million shareholder funding to pilot four-year \$250,000 annual scholarship program supporting line worker students to expand diversity in the skilled craft workforce pipeline, with an initial focus on attracting Black participants	Launch effort by end of Q2 2021
Marketplace Development & Supplier Diversity Commission marketplace study to assess availability of diverse businesses in procurement categories where SCE has needs; use findings to inform access and spend targets, with an emphasis on Black-owned businesses	Launch effort in Q4 2020; issue study Q2 2021 (issue date dependent upon third-party supplier engagement)

Key takeaways

- Don't just make a statement, communicate a plan of action
- Use social media, the website, the blog, news releases, community events, and annual reports to communicate your efforts
- Engage your employees
- Measure your D&I efforts and make the results public

Thank you! Questions?



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Liji Thomas, CPA, CIA, CRMA, SHRM-CP Head of Diversity & Inclusion Southern California Edison

Fall 2020 E Source



Marketing Leadership Council

September 22 3:00-5:00 p.m. EDT

September 23 3:00-5:00 p.m. EDT

September 24 3:00-5:00 p.m. EDT

www.esource.com/events



Forum

E SOURCE FORUM 2020



October 6-7, 2020

www.esource.com/forum2020