

AGENDA

MARKET MONITORING UNIT ADVISORY COMMITTEE

LOCATION: PJM INTERCONNECTION
DATE: MONDAY, DECEMBER 10, 2012, 10:00 AM

This is the fifth meeting of the Market Monitoring Unit Advisory Committee (MMUAC), established pursuant to Section III.H of Attachment M of the PJM Open Access Transmission Tariff, effective August 1, 2008. Section III.H provides that the MMUAC “act as a liaison between stakeholders and the MMU” and that it “provide advice from time to time on matters relevant to the MMU’s responsibilities under this [the PJM Market Monitoring] Plan.”

1. MARKET POWER AND MANIPULATION

The MMU monitors the markets to detect, deter and call to the attention of regulators market power and manipulation. The MMU also monitors the markets and the market rules to identify problems that inhibit competition. How does the MMU define these terms? What is the difference? Why are market power and manipulation bad for competitive markets? What kinds of competitive concerns exist that do not involve market power and manipulation?

2. INDEPENDENCE AND INSTITUTIONAL PARITY

Since August 1, 2008, the MMU has been established as a separate company in order to ensure its independence. How have those arrangements worked from the MMU perspective? Are the provisions for retaining and funding the MMU function consistent with independence and effective market monitoring? How could the institutional arrangements be improved to promote independence?

3. STAKEHOLDER QUESTIONS AND COMMENTS

Stakeholders are invited to comment, ask questions and provide advice about the market monitoring function and the MMU’s performance under the Market Monitoring Plan.