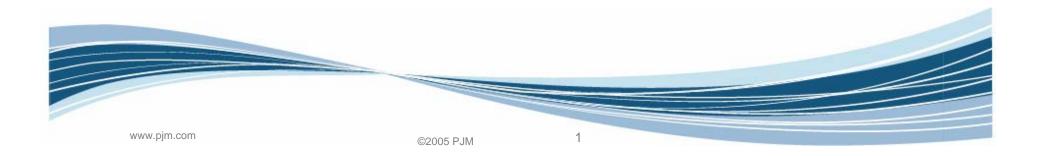


## **MARKET MONITORING REPORT**

MIC May 31, 2005 Joseph E. Bowring Market Monitor





- CDTF is developing proposals in the following areas. The proposals will be brought through the committee process.
  - Cost-based offers for pumped storage
  - Cost-based no load offers for market-based offers

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- Contract-based start costs
- Major combustion turbine overhaul costs
  - Capital vs expense categories

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- FERC filing in mid July
- Modifications to Market Monitoring Plan
  - Clarification
  - Consistent with recent FERC Orders re market monitoring
  - Explicit statement of procedures
  - References to all market monitoring related responsibilities in OA and OATT
- Proposed approach to aggregate market power

