

SSG-WI Market Monitoring Work Group “Areas of Likely Consensus”

1. Independence of Market Monitoring Entity:
 - a. Market Monitoring Entity should be independent from RTOs and market participants
 - b. RTO Boards will not act as screen for Market Monitoring Entity reports and recommendations; Market Monitoring Entity will have direct relationship with federal, state, and provincial regulatory and enforcement entities

2. Markets to be Monitored:
 - a. RTO Markets

3. Functions of Market Monitoring Entity:
 - a. Market Monitoring Entity actively monitors, identifies anomalous market performance, studies to determine cause, reports results to regulatory and enforcement entities as appropriate
 - b. Market Monitoring Entity develops and uses objective standards and professional judgment to evaluate market performance and identify anomalous market performance
 - c. Market Monitoring Entity actively monitors and evaluates RTO market design and, in cooperation with RTO staff, recommends market design and rule changes
 - d. Market Monitoring Entity monitors compliance with FERC-imposed mitigation measures and RTO-designed, FERC-approved mitigation measures