

April 6, 2016

Re: April 19, 2016 PJM Liaison Committee Meeting Agenda

Dear PJM Board of Managers:

The participants in the next Liaison Committee appreciate the Board's comments in support of our proposed agenda for the Liaison Committee's April 19, 2016 meeting. Accordingly, we offer the following agenda for our meeting:

1. **Opening Remarks and Introductions (5 minutes)**
2. **A Deeper Dive into Price Formation (80 minutes)**

The majority of our Liaison Committee meeting will be dedicated to a robust exploration of the issues involved in the Federal Energy Regulatory Commission's ("Commission") Price Formation initiative. This agenda topic will be organized as set forth below. Each sector will have an opportunity to present an opening statement for each listed subtopic before dialogue with the PJM Board.

- a. Principles guiding sectors' price formation philosophies (15 minutes)
- b. Energy market offer cap (25 minutes)
- c. Uplift, including but not limited to the causes of uplift, allocation of uplift, and role of virtual transactions in the creation of uplift (25 minutes)
- d. Data transparency (15 minutes)

3. *EPSA v. FERC*: What's Next for Demand Response in PJM? (30 minutes)

During the pendency of the Supreme Court's review of *EPSA*, PJM has continued to implement its current Tariff and Operating Agreement provisions pertaining to demand response. At the same time, stakeholder discussions on demand response have been relatively limited given the uncertainty around the Commission's jurisdiction. This agenda topic will involve a high-level, strategic discussion of what may be next for demand response in PJM given the *EPSA* decision.

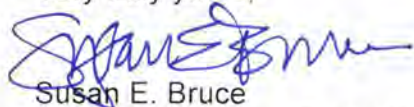
4. Closing Remarks (5 minutes)

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On behalf of the Liaison Committee, we appreciate your active engagement in developing this agenda. We look forward to a productive discussion on April 19 in Philadelphia.

Very truly yours,



Susan E. Bruce
Chair, PJM Liaison Committee

c: David A. Anders, PJM Interconnection, L.L.C.
Members of PJM Liaison Committee