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PJM Board of Managers

Subject: Members' Agenda for the October 14, 2009 Liaison Committee Meeting

The members of the Liaison Committee have reviewed the Board suggested topics and developed the following proposed agenda for the upcoming meeting. Relative to the Board's offered topic of the reliability and market impacts of retirement of coal-fired units, the Liaison Committee agrees it is an issue of paramount importance but is concerned the national debate has not yet matured. Meaningful dialogue on the subject may be better planned for the December General Session or a later Liaison Committee meeting with the Board. The Liaison Committee has offered an alternative topic regarding the PJM transmission planning process.

1. Welcome and Introductions
2. Discussion of the PJM transmission planning process and potential ways to improve this process in light of increasing federal and state legislative and regulatory requirements, including the implementation of environmental policies. How might the likely new role of the Eastern Interconnection Planning Collaborative help PJM's planning efforts?
3. Demand Response Issues:
  - a. Given the long debate among the Stakeholders on demand response compensation, the Liaison Committee would appreciate Board comment on the underlying factors the Board considered in reaching its final decisions on this issue in early June, 2009
  - b. Open dialogue on how the evolution of Price Responsive Demand and implementation of a scarcity pricing mechanism will better enable demand to participate in PJM's markets
4. Opportunities via the Strategic Planning Process and GAST to further improve PJM operational excellence, the stakeholder process and Board interaction with the Stakeholders
  - a. Board comment and discussion of any action taken regarding the draft Strategic Plan
  - b. Discussion of next steps for the Strategic Plan and GAST: opportunities for the Board and the GAST to collaborate on potential methods to enhance Board interaction with the Stakeholders, putting the Strategic Plan into action, and opportunities for the Stakeholders to have input into future situational analyses
5. December 2, 2009 General Session
  - a. Update from Chair on efforts to date, suggested topics and format
  - b. Board reaction
  - c. Discussion

## 6. Closing Remarks

On behalf of the Liaison Committee, thank you for your help in creating this agenda. We look forward to seeing you on October 14<sup>th</sup>.

Sincerely,

Edward D. Tatum, Jr.  
Liaison Committee Chair