



# Market Monitoring Best Practices

Markets Committee of the Board of Directors

March 24, 2026



## **Market Monitoring Best Practices**

MISO Markets Committee of the Board of Directors

The Board recognizes that the Independent Market Monitor (IMM) plays a unique role in MISO's public service mission as the most reliable, value creating regional transmission organization (RTO). The Federal Energy Regulatory Commission (FERC) requires MISO to have a Market Monitoring Unit (MMU) to independently evaluate MISO's markets, proposals, and market participants, publish reports, and when necessary, refer concerning behavior to FERC, MISO, or this Board, all to ensure that MISO's markets produce just and reasonable rates. Over twenty years ago MISO selected Potomac Economics as an external IMM to fulfill the role of its MMU. FERC approved MISO's IMM structure and maintains the authority to review and approve MISO's IMM as its MMU.

In accordance with the MISO Tariff the Markets Committee has a fiduciary obligation to review the services of the MMU. Given the importance of the market monitoring function and the IMM, the broad authority it possesses, and the sensitivity of its matters, the MISO Board, through the Markets Committee, has been working with the IMM for several years to ensure the effectiveness of the market monitoring function. A best practices review of MISO's market monitoring practices and function will help the Committee ensure that we have the right objectives, and we are fully prepared to meet those objectives in a changing environment.

MISO's Board of Directors is committed to transparency and strong governance, which is why the Markets Committee of the Board of Directors feels it is prudent to consider the engagement of an independent third party to conduct a best practices review of MISO's market monitoring function.

Pursuant to its Charter the Committee will discuss in open session whether it will direct MISO to engage an independent third-party vendor, on its behalf, to conduct a best practices review of the overall market monitoring function to assess if a future consideration of any improvements is appropriate.