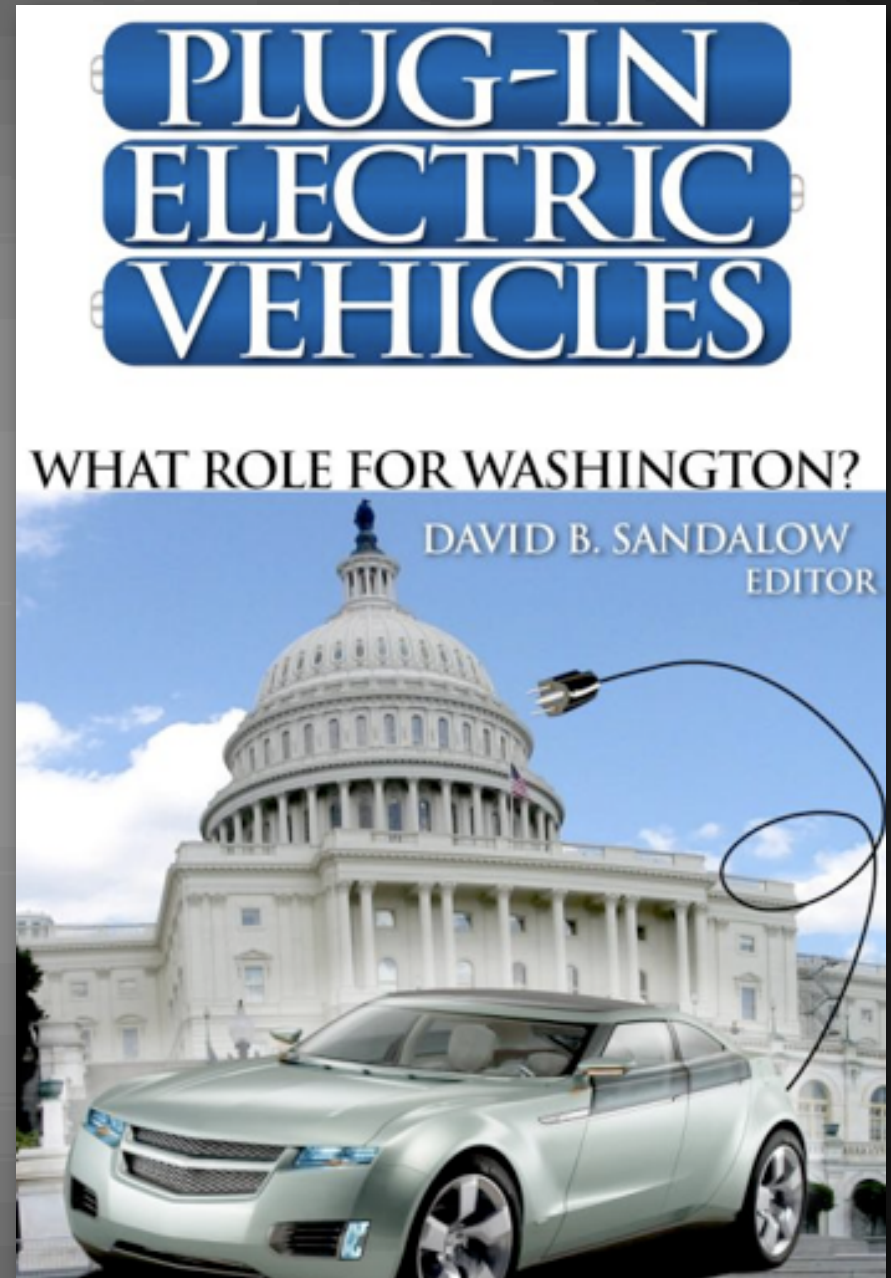


Jon Wellinghoff

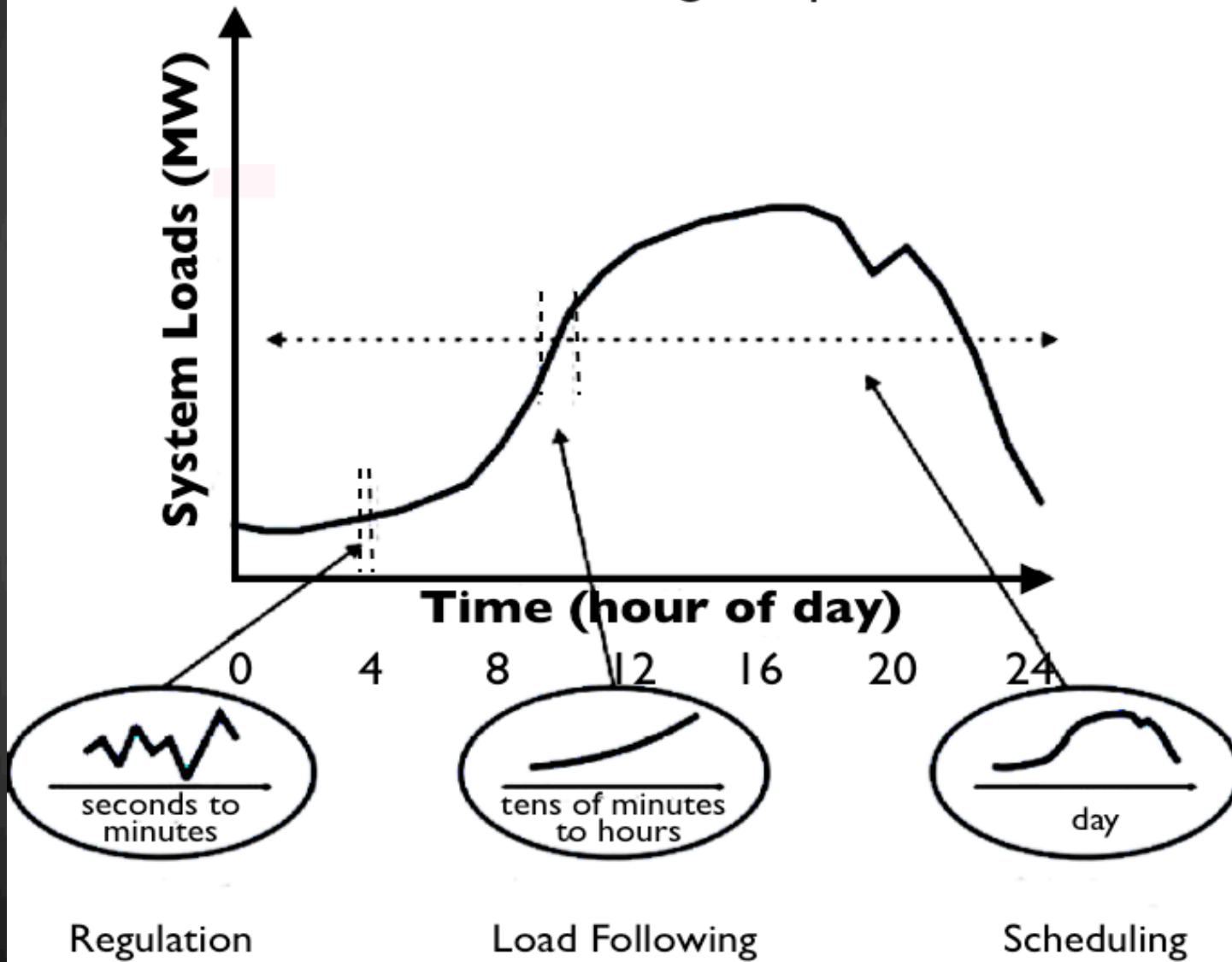
**Federal Energy Regulatory
Commission**

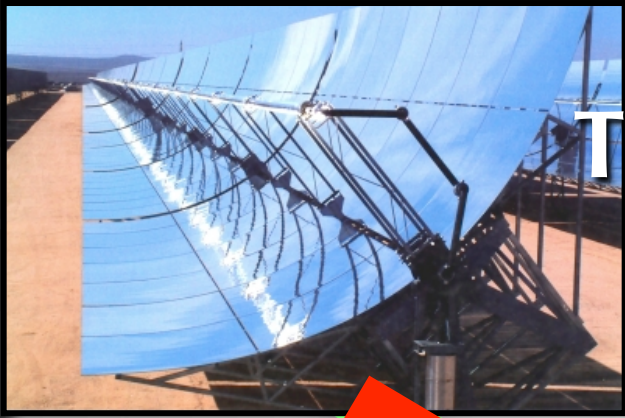
September 23, 2009



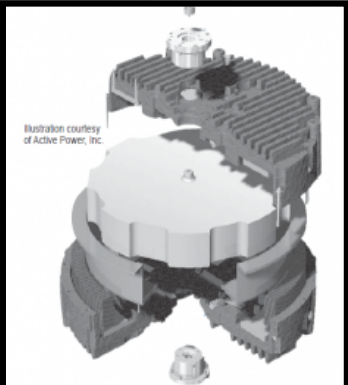
Regulation Services

Time scales for grid operations





The More of This

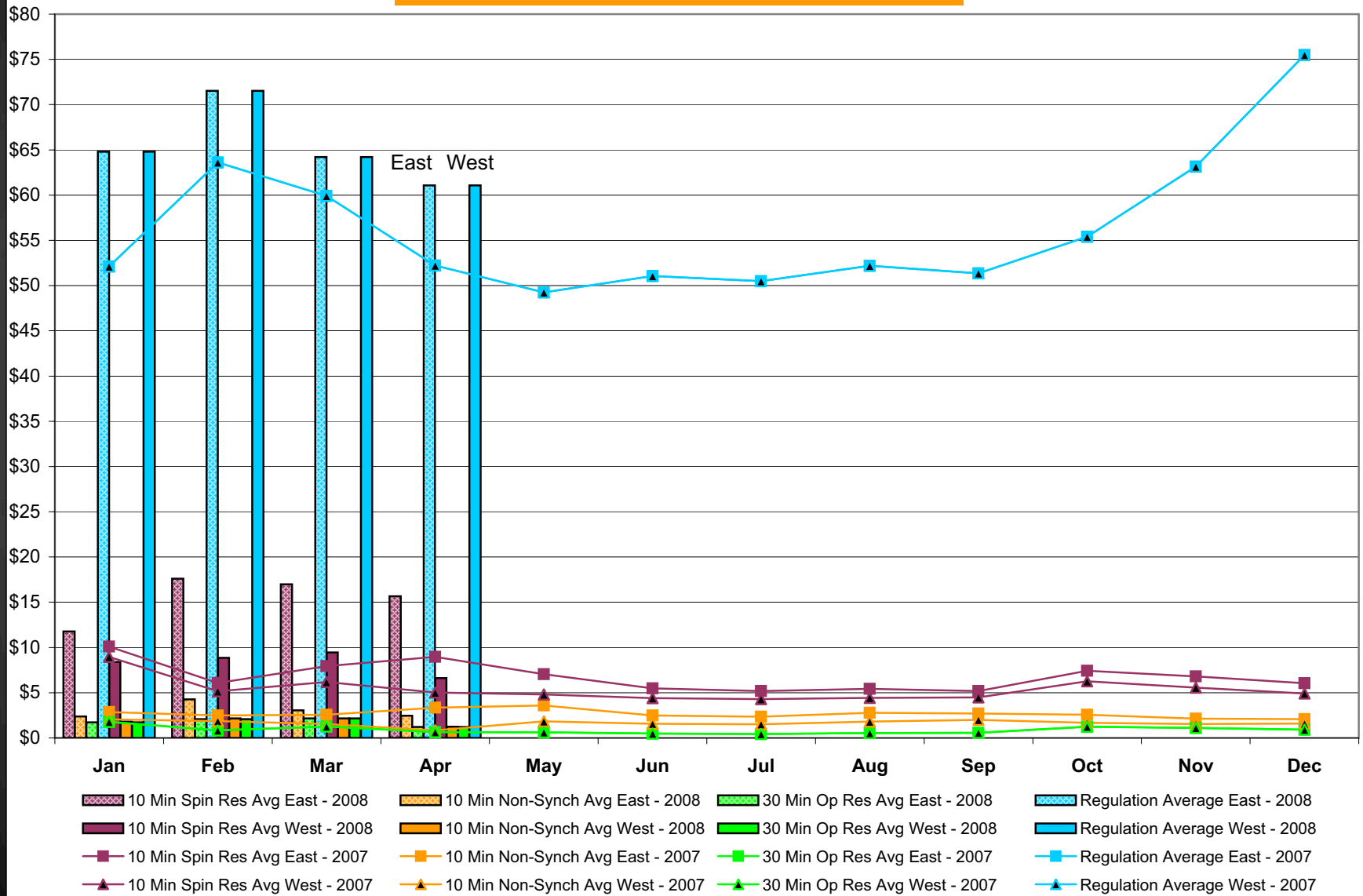


The More We Need
Regulation Services



Value of Regulation Services

**NYISO Monthly Average Ancillary Service Prices
Day Ahead Market 2007 - 2008**



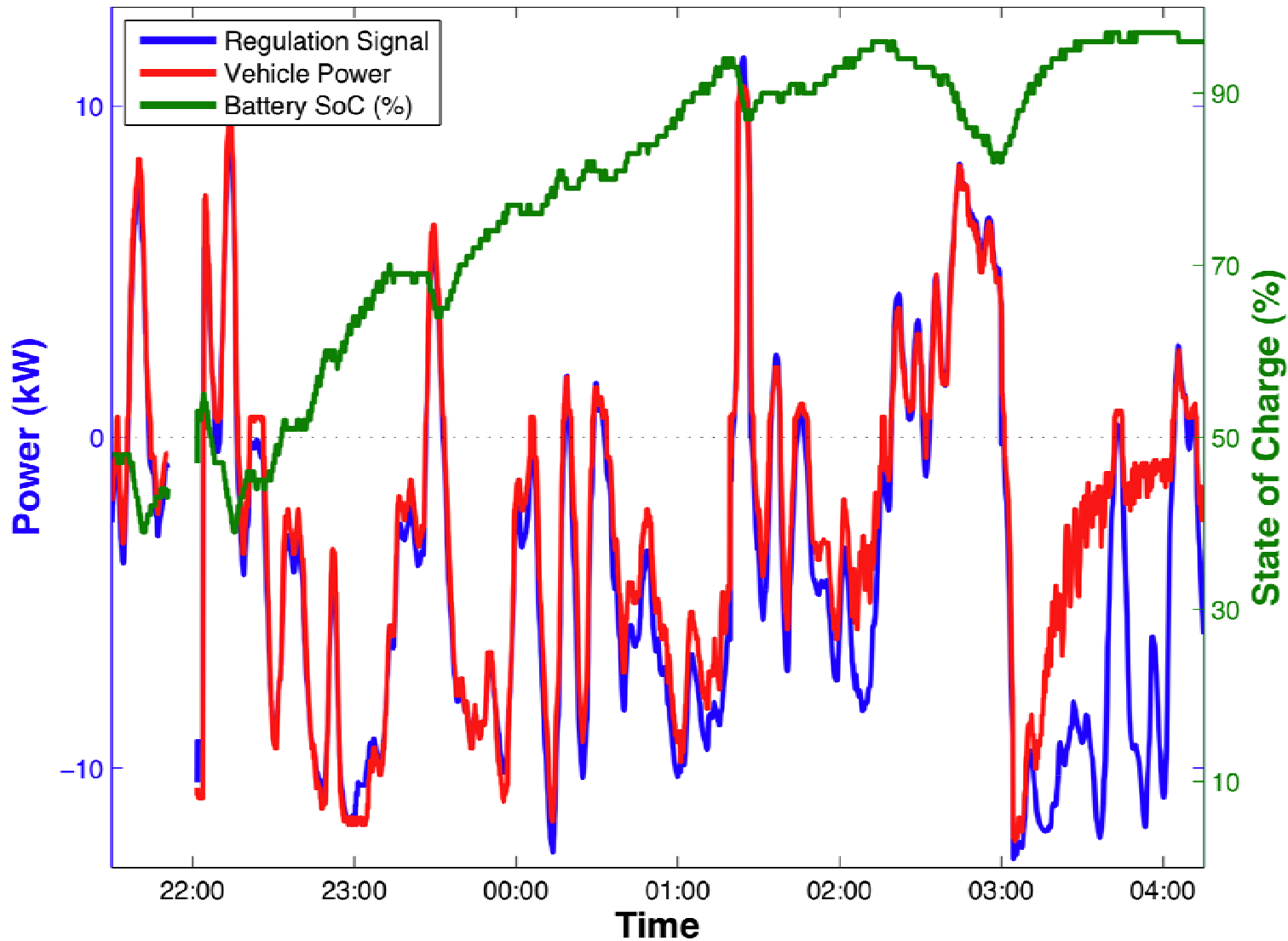
Demonstration of Regulation Services



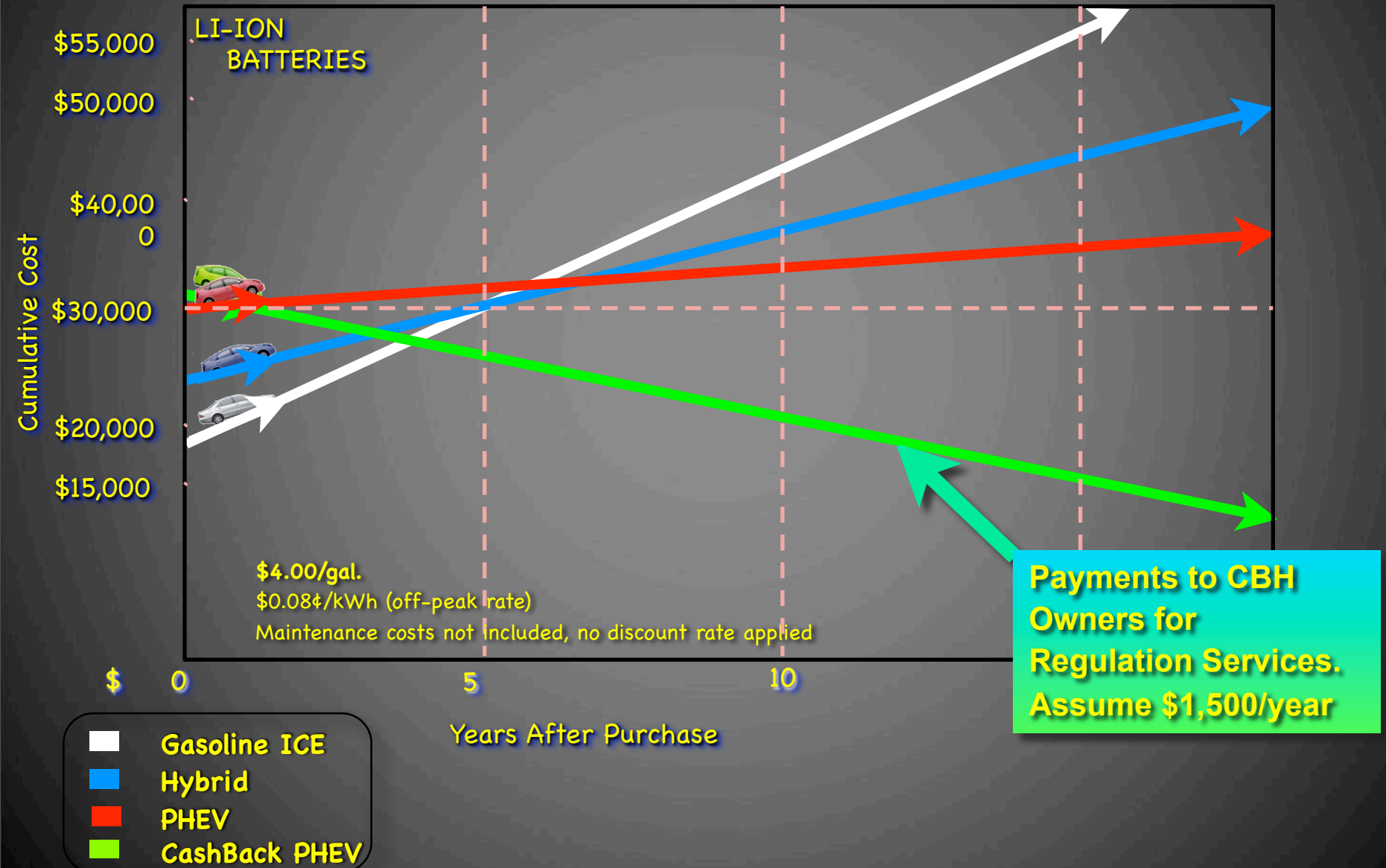
Friday, September 25, 2009

Providing Regulation Services While Charging

Regulation Supply (incidental charging)



Regulation Service Payments- Cash in the "CashBack" Hybrid



CashBack Hybrid (V2G)

Electric System Benefits



Efficient Grid Management

- Ancillary Services (Spinning Reserve & Regulation)
- Dispatchable Reactive Power
- Peak Demand Services (Demand Response)
- Reduced Operating and Planning Reserves
- Distribution/Substation Level Support
- Reduced Line Losses
- Improved Power Plant Efficiency
- Improved Load Factor



Storage & Integration of Renewable Power

- Wind & Solar
- Load Following



Emergency Power Supply



Electric Transit Support

Conclusions

★ The CashBack Hybrid Will:

- Save Their Owners Money on Total Energy Bills
- Cost Less Than a Conventional Gasoline Car on a Life/Cycle Basis in 4-6 Years Depending on Gas and Electric Prices
- Improve the Overall Efficiency of the Electric System Saving All Electric Customers Money
- Allow Maximum Renewable Interconnection to Grid
- Reduce GHGs and Urban Pollution Even if Electricity Source Primarily Coal
- Reduce Foreign Oil Imports
- Improve Grid Reliability and Security



**Thank
You**