



Our Customers are saying

Don Esarey, Cheyenne County Road and Bridge (January 2007): "We ran some American Agri-Diesel in our snow removal equipment clearing the snow from the 2 blizzards and did not have a problem. On the coldest day of the winter so far, the equipment running American Agri-Diesel performed flawlessly, while the equipment running brand X regular diesel gelled up. We were not even able to pump the regular diesel from the bulk tanks or from our pickup tanks to fill equipment. When you have people depending on you for a service, you can't afford problems with your fuel. We are switching to American Agri-Diesel for all of our fuel."

Kevin Domsch, Owner KC Pumping Service (January 2007): "We have been running American Agri-Diesel in all of our trucks and equipment for a few months now and have had no problems. Our snow removal equipment has been plowing snow for the past few weeks clearing out the drifts from the 2 blizzards to gain access to the many remote oil wells in the area for service. It is nice to know we are running a renewable fuel in our oilfield business."

Steve Scott Burlington, Colorado (January 2007): "I have been running American Agri-Diesel in all of my farm equipment for several months now with no problems at all. I believe all farmers should run Agri-Diesel in their operations."

Donn Witzel, Owner Donn Witzel Construction (January 2007): "We switched to American Agri-Diesel in December in our construction and snow removal equipment and have had no problems at all. Our equipment has been plowing snow from the 2 blizzards in temperatures down to 0 degrees F and we have noticed no difference in performance at all."

From Joel Dwire of Dwire Earthmoving & Excavating (January 2007): "We have been running American Agri-Diesel A-20 in our entire fleet of 70+ machines since October of 2006 with great success. We didn't notify any of the equipment operators that we had switched to this fuel because we wanted to see if anyone noticed a performance loss. So far, none of the operators have reported any noticeable change in performance. We have operated in temperatures down to -5 degrees Fahrenheit with no problem."

OUTLINE FOR SUPPORT OF SENATE BILL 07-238

The biodiesel provision ...

1. Will generate \$1.5 billion dollars of new business for Colorado
2. Encourages renewable energy that provides an 80% return on a 20% energy input
3. Encourages fuel made from locally grown crops that require *little or no water*
4. Encourages a manufacturing process that generates NO pollution and uses *no water*
5. Requires NO modification of existing infrastructure, fuel pumps, equipment or machinery - **Just Fuel Up and Go!**
6. Will lower exhaust pollution
7. Will help to reduce our dependence on foreign oil
8. Provides more stable pricing. The price of biodiesel fluctuates much less than petroleum diesel. This will eliminate extreme price swings for consumers
9. Is economical. American Agri-Diesel and Colorado produced biodiesel is currently less expensive than petroleum diesel per gallon.

**American Agri-Diesel produces agri-biodiesel in
Burlington, Colorado**

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Producing quality fuel. Decreasing dependence on foreign fuel.

About American Agri-Diesel

American Agri-Diesel broke ground in August 2006 and has been producing agri-diesel in Burlington, CO, since. The mission of American Agri-Diesel is to produce a quality fuel that will make a positive impact on the air quality of every machine that uses agri-diesel while reducing dependency on foreign oil. Our quality fuel meets or exceeds the ASTM standards. It can be used as 100% fuel in place of No. 1 or No. 2 diesel fuel, or as a blend at any percentage desired.

American Agri-Diesel prides itself in being a producer of biodiesel in the state of Colorado. Our goal to purchase seed locally, produce the fuel locally and sell the agri-diesel and its by-products locally and nationally. We are a firm believer in helping to boost the local economy within the city as well as state-wide. As a member of the National Biodiesel Board, we are constantly keeping up to date on current issues in the fuel industry in order to continue to produce and distribute the highest quality fuel in Colorado.



Problems with current alternative fuels

Ethanol is not the most sustainable answer to alternative fuels. The crop (corn) requires irrigation to grow and massive amounts of water to process. This is something Colorado cannot sustain long term. It takes as much energy to create one gallon of ethanol as it produces. Ethanol is a 1 to 1 energy input to return.

The "food versus fuel" argument. The use of corn to make ethanol is causing higher consumer food prices.

Electric hybrid poses a whole new set of issues. The resources required to produce the batteries makes this option non-sustainable. How will we dispose of the waste batteries from these cars?

Natural Gas is not a viable alternative due to the fact that there are not enough fueling stations. Additionally, natural gas is extremely expensive.

American Agri-Diesel is the answer!

Biodiesel is the most sustainable fuel that can be produced in the United States with minimal natural resources. Biodiesel crops can be grown on dry land or with very little irrigation. This means **large amounts of land not currently in production could be put back into production without negative impact.** There is little or no waste in the production of American Agri-Diesel. No modification of equipment or infrastructure is needed to dispense or use this fuel.

American Agri-Diesel's proposal - support Senate Bill 07-238

1. American Agri-Diesel supports legislation that mandates a minimum of 5% biodiesel, as an additive for lubricity, in all diesel fuel sold in Colorado (est. 60,000 barrels a day*).

Impact for Colorado

- With a 5% biodiesel mandate, approximately **\$150 million dollars** will remain in Colorado instead of being spent outside of the US and Colorado for foreign oil.
- If you use the multiplier of \$3 (production costs) created for every dollar spent, **this would mean \$1.5 billion dollars of new business for Colorado.**
- No "food versus fuel" problem. American Agri-Diesel is manufactured from soy or dry land crops that are not primarily human consumable. **Biodiesel production proposed by American Agri-Diesel will not affect the human food market or prices.**

2. Suggested Clarification to the Bill

Provide that biodiesel under this bill specifically excludes biodiesel made from animal fats, used vegetable oil or grease and palm or olive oils. These feed stocks have shown to have quality control issues as well as high cloud points and cause gelling in low temperatures that will be a problem in Colorado.

Senate Bill 07-238 - Summary of Legislation

Senate Sponsorship – Senator Shaffer; House Sponsorship – Representative Fischer

This bill establishes renewable fuel standards for diesel and gasoline, based on Colorado production levels of biodiesel and ethanol respectively. Specifically, the bill requires the Department of Labor and Employment (DOLE) to monitor biodiesel and ethanol production in Colorado, and notify dealers when production hits certain trigger levels. For biodiesel, when annualized production reaches:

5 million gallons for a 3 month period, after 90 days diesel fuel must contain at least 2 percent renewable diesel fuel by volume; and

15 million gallons for a 3 month period, after 90 days diesel fuel must contain at least 5 percent renewable diesel fuel by volume.

For ethanol, when production reaches 115 million gallons, after 90 days gasoline must contain at least 10 percent ethanol by volume. The bill requires the executive director of the DOLE to adopt standards by rule for the composition of renewable diesel fuel sold in Colorado, which at a minimum, must meet ASTM D 6751 specifications. The executive director of DOLE is authorized to test any renewable diesel for compliance with these standards. As part of this testing, the executive director may obtain samples of renewable diesel for quality assurance. A portion of the sampling costs, including the transportation and testing, must be borne by the business from which the sample is obtained. Each producer, operator or importer of renewable diesel fuel is required to keep for at least 1 year, the certificate of analysis for each batch or production lot of renewable diesel sold in Colorado. The Division of Oil and Public Safety is authorized, upon reasonable notice, to examine records and equipment maintained by each producer, operator or importer.