July 25, 2017

Senator Torrey Westrom Chair, Agriculture, Rural Development, and Housing Finance Committee 3201 Minnesota Senate Building 95 University Avenue W 55155 St. Paul, MN 55155

Senator Bill Weber Chair, Agriculture, Rural Development, and Housing Policy Committee 2109 Minnesota Senate Building 95 University Avenue W 55155 St. Paul, MN 55155

Senator Gary Dahms Chair, Commerce and Consumer Protection Committee Finance and Policy Committee 2111 Minnesota Senate Building 95 University Avenue W 55155 St. Paul, MN 55155

Senator Scott J. Newman Chair, Transportation Finance and Policy Committee Committee 3105 Minnesota Senate Building 95 University Avenue W St. Paul, MN 55155

Representative Rod Hamilton Chair, Agriculture Finance Committee 443 State Office Building 100 Rev. Dr. Martin Luther King Jr. Blvd. St. Paul, MN

Representative Paul Anderson Chair, Agriculture Policy Committee 369 State Office Building 100 Rev. Dr. Martin Luther King Jr. Blvd. St. Paul, MN

Representative Joe Hoppe Chair, Commerce and Regulatory Reform 543 State Office Building 100 Rev. Dr. Martin Luther King Jr. Blvd. St. Paul, MN

Representative Paul Torkelson Chair, Transportation Finance 381 State Office Building 100 Rev. Dr. Martin Luther King Jr. Blvd. St. Paul, MN 55155

Representative Linda Runbeck Chair, Transportation and Regional Governance Policy Committee 417 State Office Building 100 Rev. Dr. Martin Luther King Jr. Blvd. St. Paul, MN 55155

Dear Committee Chairs:

Minnesota became the first state in the country to mandate the use of biodiesel in September of 2005 and currently requires a minimum content level of ten percent biodiesel (B10) in diesel fuel sold in Minnesota for the months of April through September.

By law, Minnesota's minimum content mandate is set to increase to 20% biodiesel (B20) on May 1, 2018. Before a new mandate can be implemented, however, the law (Minn. Stat. § 239.77, Subd. 2 (a)) requires the commissioners of agriculture, commerce and the pollution control agency to determine whether four statutory conditions have been met. These conditions involve federal standards for blend specifications, the production capacity of biodiesel in Minnesota, the amount of infrastructure and regulatory protocol for biodiesel blending, and the source offeedstocks.

After an interagency review and in consultation with the Minnesota Biodiesel Task Force, stakeholders, and technical experts, we have determined that these four conditions have been met, and Minnesota is prepared to move to the next scheduled minimum content level of 20% (B20) on May 1, 2018.

Attached to this letter are the state's findings and a notice will be published in the July 31, 2017 edition of the Minnesota State Register.

Please contact us with any questions.

Sincerely,

Signed copy on file

David J. Frederickson Commissioner, MN Department of Agriculture

Signed copy on file

Mike Rothman Commissioner, MN Department of Commerce

Signed copy on file

John Linc Stine Commissioner, MN Pollution Control Agency

Cc:

Senator Kari Dziedzic Senator Foung Hawj Senator Dan Sparks Senator Scott Dibble Representative Jeanne Poppe Representative David Bly Representative Linda Slocum Representative Frank Hornstein Representative Connie Bernardy Members of the Biodiesel Task Force