

Air emission reductions resulting from the implementation of this project and subsequent expansions will benefit the residents of Perris, an economically disadvantaged community. The City of Perris recognizes these as well as other environmental benefits including reduced traffic trips from the conversion of the organic material to biomethane and an improved tax base resulting from the capital investment in the AD plant.

Sweden and Germany have built large and successful AD facilities to provide renewable energy in these countries as part of their climate change initiatives. Both Germany and Sweden will derive up to 12% of their transportation fuel supplies from AD projects. There are already some 8,000 agricultural and urban AD facilities in Germany alone.

California, with AB 32, the Low Carbon Fuel Standard and the RPS programs has put in place programs that incentivize AD development in California. We believe that if an allocation of Cap and Trade Proceeds for Bioenergy were to be directed to AD infrastructure you will see many AD plants built in California over the coming decade.

Sincerely,



Paul Relis
Senior Vice President
CR&R Incorporated

cc: Cliff Rechtschaffen, Senior Advisor to the Governor
Ana Matosantos, Director, Department of Finance
Matt Rodriguez Secretary, California Environmental Protection Agency
Karen Ross, Secretary, California Department of Food and Agriculture
Ken Pimlott, Director, CalFire
Scott Smithline, Deputy Director, CalRecycle