

February 12, 2009

Manisha Singh Lead, Policy and Regulatory WG California Air Resources Board 1001 I Street Sacramento, California 95812

RE: Draft Low Carbon Fuel Standard (LCFS) Regulation: January workshop

Dear Ms. Singh:

Tellurian Biodiesel, a leading independent marketer and distributor of Biodiesel, specializes in high quality, sustainably produced Biodiesel from recycled and second-use materials. As we grow, our model will implement a closed-loop production process nationwide using feedstocks provided by Encore Biorenewable, our joint venture with McDonalds' supply chain partners Golden State Foods and RTI.

I write today on a matter of great concern—to urge an accelerated timeline for Biodiesel and other diesel alternatives in California's Low Carbon Fuel Standard.

With 9 plants operating (producing at 63 million gallons per year) and others under construction, California's existing Biodiesel infrastructure is capable of much more than a 1% reduction in carbon intensity beginning January 2010. Importantly, we expect our industry's capacity to grow also in both blending and distribution infrastructure from funding that, according to the California Energy Commission, has been allocated in the current AB 118 investment plan.

It cannot be understated that California's Biodiesel industry, which produces the majority of its fuel from recycled sources, offers a model of safety and environmental sustainability that can be a key component in decreasing California's dependence on foreign oil, meeting the requirements of AB32, and creating much needed green jobs.

I strongly recommend ARB to revise the implementation timeline for the diesel fuel pool to include more aggressive decreases in carbon beginning in 2010. Thank you for your consideration of these comments. Please do not hesitate to contact me at (415) 285-8001 should you have any questions.

Sincerely,

Eric Bowen

President and CEO