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This bill would modify eligibility criteria for the Advanced Biofuel Production Incentive Program established in 2015. The minimum amount of advanced biofuel that an incentive-eligible facility must produce would decrease from 23,750 MMBtu per quarter to 1,500 MMBtu per quarter. It would also expand eligibility to include advanced biofuels produced from oil or animal fat. Finally, the bill would modify a separate program—the Renewable Chemical Production Incentive Program—by reducing the minimum eligible production level from 750,000 to 250,000 pounds per quarter.

For purposes of the Advanced Biofuel Production Incentive Program, an “advanced biofuel” is as a renewable fuel, other than ethanol derived from corn starch, that has lifecycle greenhouse gas emissions that are at least 50 percent less than baseline lifecycle greenhouse gas emissions, as determined by the United States Environmental Protection Agency (Minn. Stat. § 239.051 and Public Law 110-140).