Submitter: Eric Martin

On Behalf Of:

Committee: Joint Committee On Transportation

Measure: HB4141

Chair Beyer, Chair McClain, and other members of the committee, My name is Eric Martin, I work for a straw baling operation and I oppose HB4141 because Oregon already provides incentives and regulations to drive more renewable transportation energy sources into Oregon.

- In 2015, the Oregon Legislature passed the Clean Fuels Program that, through a regulatory framework, incentivizes the sale of renewable diesel.
- Pursuant to the Governor's Executive Order 20-04, the Department of Environmental Quality is already considering a rule that would more than double the clean fuels standard and make fuels like Renewable Diesel even more valuable.
- Additionally, the Environmental Quality Commission adopted the Climate
 Protection Program that creates a preference for fuels like Renewable Diesel.
 Renewable Diesel faces significant cost competitiveness and supply challenges that
 have not been addressed by the bill. There continues to be a disconnect between
 the available supply and Oregon's demand. Today, not everyone can purchase
 Renewable Diesel due to the supply and storage constraints.

Based on existing data, there is almost no way to know whether those realities will change. For purposes of a reference point, in 2019, Oregonians used over 719 million gallons of diesel. By comparison, less than 17 million gallons of Renewable Diesel and 60 million gallons of biodiesel were brought into the state. Meaning, Renewable Diesel amounted to less than 3% of the fuel used in diesel engines. We simply do not have the Renewable Diesel supply and infrastructure for a fuel transition of this size and magnitude.

Before Oregon takes this risky step in removing critical fuels from the market, we must better understand Oregon's opportunity for new and emerging fuels and technologies that can ensure Oregon remains economically competitive.

Thank you for time

Eric Martin