

San Diego Clean Cities Coalition Biofuels Event

Jorge Parra February 11, 2014 www.propelfuels.com





Changing the Way America Fuels

The US imports 70% of our nation's oil from other countries – that's 500 billion dollars leaving our economy each year.

Fleets deserve another option.

That's where Propel renewable fuels come in.





About Propel Fuels

- Leading renewable fuel retailer in California
- Opened first CA Station 2008
- 45 Stations on West Coast
- Current fuels: E85 & B20 biodiesel

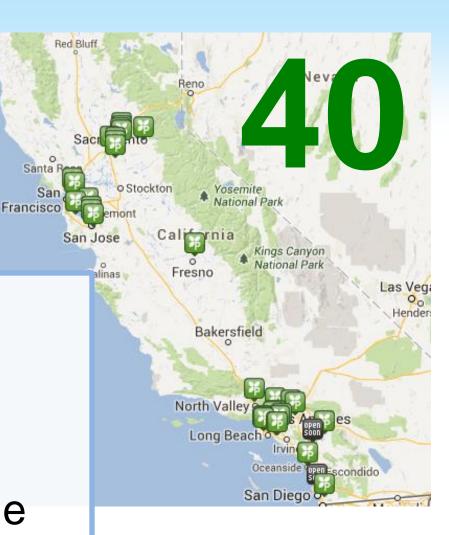


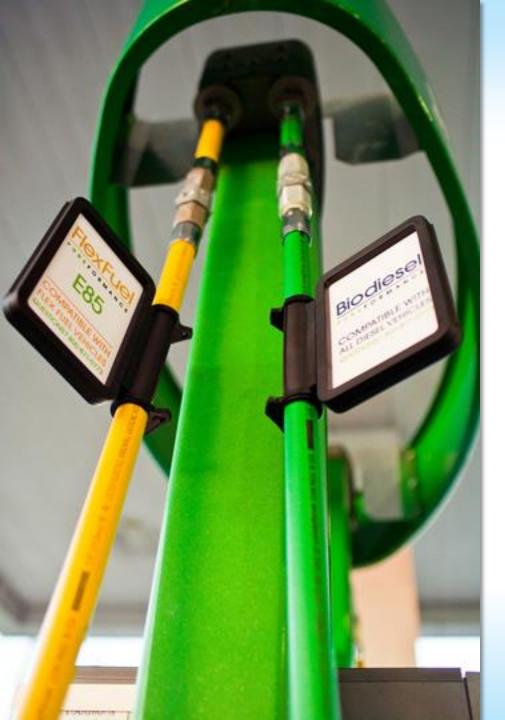




The Largest Clean Mobility Network.

Leading Renewable Fuel Brand.





Our Products

Today's Renewable Fuels:



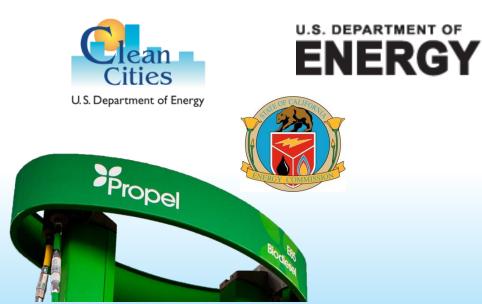
Tomorrow's Renewable Fuels:
Cellulosic, Algae,
Waste-Based Fuels
Renewable Diesel

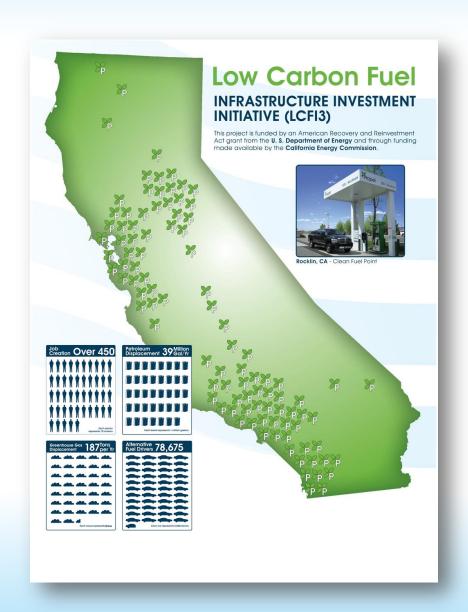
Creating Public Access...

Grant Program 100 Stations

California Goals (LCFS)
10% reduction in CI by 2020

EPAct Govn't Mandate





Clean, Low-Carbon, American Fuels

FlexFuelE85

- Made from No. 2 corn, cellulose and waste sources
- 20-40% fewer CO₂ emissions*
- 30% fewer carbon monoxide emissions
- 50% less cancer-causing particulate matter (PM) emissions

Biodiesel

- Made from soy oil, waste grease, tallow, canola oil
- 20-80% fewer CO₂ emissions compared to petro-diesel*
- 50-90% fewer cancercausing compounds
- 30-40% reduction in Air Toxins



Reduce dependence on foreign oil: 13 billion/gal/yr



Support American farmers & new jobs: 400,000 jobs

Strengthen the domestic economy: \$50 billion to GDP



Increased Performance

FlexFuelE85

- Higher octane 98+
- Burns cooler for increased engine life and performance (horsepower and torque)
- Fewer engine deposits mean less vehicle maintenance
- Faster acceleration equivalent to ~20% more power

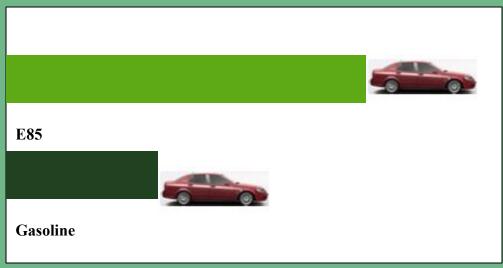
Biodiesel

- Increased lubricity =
- Reduced engine wear
- Less frequent oil changes
- No need for costly additives (saved \$.05-\$.20 per gallon)
- Fuel economy with B5 and B20 is similar to standard petroleum diesel



Performance with E85

US DOE Oak Ridge National Lab Data



Saab 9-5 Full acceleration from 40-70mph

Source: US Department of Energy, Fuels, Engines and Emission Research Center, Oak Ridge National Laboratory May 2007

Results

- E85 vehicle reached target speed 2 seconds (500ft) faster
- Equates to 20% more power (180 horsepower vs. 150 horsepower)



Warranty. Guarantee. Sustainability.





- Fuel blends compatible with all Flex Fuel-capable and diesel vehicles
- We stand behind our fuels 100% -- We offer the highest-quality clean fuels available
- Propel provides customers the most local and sustainable fuels that meet cost and quality standards



Renewable Fuels & Fleets

Public Fleets

USPS, CalTrans, State and Federal Fleets, Veteran's Affairs

Private Fleets

Hertz & Enterprise Rental Cars Summit Airworks Judi's Cleaners Junk King Towing Fleets





Government Supported Fuels

Energy Policy Act (EPACT)
Compliance

"Section 701 of EPACT 2005 requires Federal agencies to use alternative fuels in fleet dual-fuel vehicles is the fuel is available within five miles or 15 minutes..."

*Source: US Department of Energy Federal Management Program (FEMP) Fact Sheet, 2008





Federal Energy Management Program

Fact Sheet

Leading by example, saving energy and taxpayer dollars in Federal facilities

Federal Fleet Requirements

EPACT and E.O. 13423: How Do Federal Fleets Comply?

The Federal Fleet initiative is shaped by the requirements of Title III of the Energy Policy Act (EPACT) of 1992, as amended by EPACT of 2005, and Executive Order (E.O.) 13423. Under Title III of EPACT 1992, 75% of a Federal fleet's covered light-duty vehicle (LDV) acquisitions in U.S. metropolitan areas must be alternative fuel vehicles (AFVs). Agencies receive credits for each light-medium, or heavy-duty AFV they acquire each year and for biodiesel (typically used in B20, a blend of 20% biodiesel, 80% petroleum diesel) used in fleet vehicles. Table 1 lists the number of credits agencies are awarded for AFVs and biodiesel use.

	A
n	
	1) (1) (1) (1) (1) (1) (1) (1) (1) (1) (
	EDACT Section 701 and E.O. 12422 require Federal

EPACT Section 701 and E.O. 13423 require Federal agencies to use alternative fuel in AFVs. Here, a driver fills a government Honda GX with compressed natural gas.

Table 1. EPACT Credit Structure		
Credits Awarded	Situation	
1	Dual-fuel (flexible or bi-fuel) vehicles, regardless of vehicle size class as long as the vehicle meets the AFV definition of EPACT 1992, as amended by EPACT 2005	
2	Dedicated light-duty AFVs	
3	Dedicated medium-duty AFVs	
	Dedicated heavy-duty AFVs	

Svery 450 gallons of pure biodiesel (equivalent to 2,250 gallons of B20) used in 3 vehicles. Caps at 50% of EPACT requirements.

Section 701 of EPACT 2005 requires Federal agencies to use alternative fuels in fleet dual-fuel vehicles (flexible or bi-fuel) if the fuel is available within five miles or 15 minutes and does not cost more than gasoline on a per-gallon basis.

In addition to Title III and Section 701 requirements, Federal agencies must also comply with E.O. 13423, which was issued by President Bush in January 2007 and revoked E.O. 13149. Under E.O. 13423, agencies are required to:

- Reduce petroleum consumption by 2% annually through fiscal year (FY) 2015 compared to their FY 2005 baseline value.
- Increase alternative fuel use by at least 10% compounded annually through FY 2015 compared to their FY 2005 baseline value.

Who Is Covered?

Court Services and Offender Supervision

General Services Administration

National Aeronautics and Space Administration

Smithsonian Institute

Social Security Administration

- U.S. Department of Agriculture
- U.S. Department of Commerce
- U.S. Department of Defense
- U.S. Department of Energy
- U.S. Department of Health and Human Services
- U.S. Department of Homeland Security
- U.S. Department of Housing and Urban Development
- U.S. Department of the Interior
- U.S. Department of Justice
- U.S. Department of Labor
- U.S. Department of State
- U.S. Department of Transportation
- U.S. Department of Treasury
- U.S. Department of Veterans Affairs
- U.S. Environmental Protection Agency
- U.S. Postal Service



Convenient Access and Payment

- Chula Vista, CA
- Kearny Mesa Rd (San Diego)
- Oceanside, CA (2 locations)
- San Marcos, CA





Propel CleanDrive Fleet Card

featuring the **Volume Rebate Program**

- Save up to 5¢ per gallon (beginning at 500 gals/month)
- Fuel in and out of network
- Manage your fleet & control fueling costs
- Monitor and report on your environmental impact





CleanDrive® CO₂ Reporting

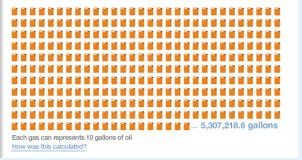
CleanDrive Program Emissions Reporting

- Track emission reductions associated with and the positive social impact of using low-carbon fuels
- Compatible with entire Propel station network
- Compliance reporting for public agencies & green businesses





Using clean fuels, CleanDrive users have reduced: 5,307,218.6 gallons of imported oil



Using clean fuels, CleanDrive users have displaced: 199,790.74 barrels of oil



CleanDrive users' CO2 reductions from using clean fuels has the equivalent annual impact of:

6,270,607







Fleet Customers in Chula Vista

American Towing Anthony's Auto Center

USPS







Benefits of Partnership

- Government Supported: Use of renewable fuels is government mandated when fuels are within a 5-mile or 15-minute drive
- Increased Vehicle Performance: High-octane Flex Fuel E85 offers increased power; higher-cetane, lubricating biodiesel facilitates easier engine starting and smoother operation
- Affordable: Flex Fuel E85 and biodiesel are affordably priced with their petroleum-based counterparts
- Auditable Emissions Reporting: CleanDrive program tracks emissions reductions and enhances compliance reporting
- Convenient Access: multiple locations in Greater San Diego area;
 24/7 access to fuels; ease of ingress/egress for large vehicles (ie Towing Vehicles, etc)





Thank You!

Jorge Parra 858-414-2431 jorge.parra@propelfuels.com









