

Table 3. Projected Production Costs for Diesel Fuel by Feedstock, 2004-2013
(2002 Dollars per Gallon)

Marketing Year	Soybean Oil	Yellow Grease	Petroleum
2004/05	2.54	1.41	0.67
2005/06	2.49	1.39	0.78
2006/07	2.47	1.38	0.77
2007/08	2.44	1.37	0.78
2008/09	2.52	1.40	0.78
2009/10	2.57	1.42	0.75
2010/11	2.67	1.47	0.76
2011/12	2.73	1.51	0.76
2012/13	2.80	1.55	0.75

Notes: The soybean oil marketing year is October 1 to September 30. Petroleum diesel cost is for the calendar year encompassing the last 9 months of the soybean oil marketing year. Cost is assumed to be the price at the refinery gate in Petroleum Administration for Defense District 3 (PADD 3; U.S. Gulf Coast) for low-sulfur diesel in 2005 and for ultra-low-sulfur diesel in 2006-2013. Biodiesel costs are for total output of 80 million gallons per year or less and do not include distribution or applicable taxes.

Source: Energy Information Administration, Office of Integrated Analysis and Forecasting. Petroleum diesel cost from National Energy Modeling System run AEO2004.D101703E.