CALIFORNIA ENERGY COMMISSION

1516 NINTH STREET SACRAMENTO, CA 95814-5512 www.energy.ca.gov



NOTICE OF PROPOSED AWARD (NOPA)

Research and Demonstration to Decarbonize Transportation Fuels
Grant Solicitation GFO-16-901
May 17, 2017

On January 23, 2017, the California Energy Commission (Energy Commission) released a competitive solicitation to fund research and pre-commercial demonstration of fungible low-carbon fuel production processes. Up to \$15,000,000 in Low-Carbon Fuel Research and Development Program funding was available to support research and development for pilot-scale production of fungible low-carbon intermediate bio-oil fuel produced using advanced thermochemical conversion methods.

The Energy Commission received seven proposals by the due date of April 3, 2017. Each proposal was screened, reviewed, evaluated, and scored using the criteria in the solicitation.

The attached "Notice of Proposed Award" identifies each applicant selected and recommended for funding by Energy Commission staff and includes the recommended funding amount and score. The total amount recommended is \$11,400,000.

Funding of proposed projects resulting from this solicitation is contingent upon the approval of these projects at a publicly noticed Energy Commission Business Meeting and execution of a grant agreement. If the Energy Commission is unable to timely negotiate and execute a funding agreement with an Applicant, the Energy Commission, at its sole discretion, reserves the right to cancel or otherwise modify the pending award, and award the funds to another applicant.

In addition, the Energy Commission reserves the right to negotiate with successful applicants to modify the project scope, schedule, and/or level of funding.

This notice is being mailed to all parties who submitted an application to this solicitation and is also posted on the Energy Commission's website at: www.energy.ca.gov/contracts/.

For information, please contact Gordon Kashiwagi at (916) 654-5131, Gordon.Kashiwagi@energy.ca.gov.

Gordon Kashiwagi Commission Agreement Officer



California Energy Commission GFO-16-901

Research and Demonstration to Decarbonize Transportation Fuels

Notice of Proposed Award

May 17, 2017

| Rank | Project Applicant | Title | Energy Commission Funds Requested | Energy Commission Proposed Award | Match Funds | Score | Award Status |
|--|--|---|--------------------------------------|-------------------------------------|--------------|-------|--------------|
| Proposed Awards | S | | | | | | |
| 1 | Lawrence Livermore National Security, LLC | Wood-to-Fuel for California's Transportation Sector Using Autothermal Pyrolysis | \$5,700,000 | \$5,700,000 | \$1,696,787 | 76.4 | Awardee |
| 2 | Biogas Energy Inc. | Conversion of Wood Biomass to Bio- Oil in an Ablative Fast Pyrolisis Reactor | \$5,700,000 | \$5,700,000 | \$1,710,000 | 70.8 | Awardee |
| Total Funding Recommended | | | \$11,400,000 | \$11,400,000 | \$3,406,787 | | |
| Did Not Pass | | | | | | | |
| Project Applicant | | Title | Energy Commission Funds Requested | Energy Commission Proposed Award | Match Funds | Score | Award Status |
| Green Earth Management, LLC. | | Municipal Yard Waste into Bio-Oil | \$3,151,690 | \$0 | \$2,447,079 | | Did Not Pass |
| Clean Green Hydrogen Power, Inc. | | Forest Residue into Bio-Oil | \$3,151,690 | \$0 | \$2,447,079 | | Did Not Pass |
| Mercurius Biorefining, Inc. | | REACH Technology Demonstration Plant | \$5,700,000 | \$0 | \$3,475,000 | | Did Not Pass |
| Biodico, Inc. | | Biomass to Bio-Oil | \$3,193,362 | \$0 | \$1,667,700 | | Did Not Pass |
| San Diego State University Research Foundation | | Demonstration of Fungible Low- Carbon Bio-Crude Solution with Potential Wide Scale Adoption | \$3,004,678 | \$0 | \$752,444 | | Did Not Pass |
| Total | | | \$18,201,420 | | \$10,789,302 | | |
| Grand Total | | | \$29,601,420 | \$11,400,000 | \$14,196,089 | | |