

FY 2005 Bioenergy Program

Cumulative Fiscal Year (FY) 2005 Payment Information

The following table summarizes Bioenergy Program Payments earned during FY2005. Payments shown reflect adjustments made through December 12, 2005:

The sum of quarterly Fiscal Year (FY) 2005 data published on the Bioenergy Program (Program) website does not balance with year end totals due to refunds for production increases not maintained through the end of the FY and examination corrections. Program funding restrictions require use of \$34.5 million of FY 2006 funds for fourth quarter FY 2005 payments and refunds received from earlier FY 2005 payments (quarters 1 through 3) cannot be used after the end of FY 2005 (September 30, 2005).

Fuel	Gallons Reported	Payments
Ethanol Increase	543,546,642	\$65,947,726
Biodiesel Increase	50,922,590	\$32,022,011
Biodiesel Base	15,263,152	\$1,630,945
Total Biodiesel	66,185,742	\$33,652,956
Program Total	609,732,383	\$99,600,682

Fourth Quarter, Fiscal Year (FY) 2005 Payment Information

The fourth quarter payments under the Bioenergy Program were authorized on December 12, 2005. A 43.3628% proration factor was required to hold payments to available funding. Payments for the fourth quarter are as follows:

The sum of quarterly Fiscal Year (FY) 2005 data published on the Bioenergy Program (Program) website does not balance with year end totals due to refunds for production increases not maintained through the end of the FY and examination corrections. Program funding restrictions require use of \$34.5 million of FY 2006 funds for fourth quarter FY 2005 payments and refunds received from earlier FY 2005 payments (quarters 1 through 3) cannot be used after the end of FY 2005 (September 30, 2005).

Fuel	Gallons Reported	Payments
Ethanol Increase	143,446,554	\$18,242,969
Biodiesel Increase	25,368,142	\$15,628,422
Biodiesel Base	5,257,235	\$628,550
Total Biodiesel	30,625,377	\$16,256,972
Program Total	174,071,931	\$34,499,941

Supplemental, Fiscal Year (FY) 2005 Payment

Commodity Operations authorized an additional payment of approximately \$500,000 under the FY 2005 Bioenergy Program on September 28, 2005. Refunds of slightly over \$500,000 of FY 2005 funds were collected since third quarter Program payments were issued. Commodity Operations decided to issue a supplemental payment rather than lose these funds at fiscal year end. The supplemental payment was issued to participants based on FY 2005 Program payments to date.

Third Quarter, Fiscal Year (FY) 2005 Payment Information

The third quarter payments under the Bioenergy Program were authorized on September 8, 2005. A 36.4201% proration factor was required to hold payments to available funding. Payments for the third quarter are as follows:

Fuel	Gallons Reported	Payments
Ethanol Increase	135,023,501	\$14,796,238
Biodiesel Increase	11,746,015	\$7,521,559
Biodiesel Base	4,335,874	\$412,982
Total Biodiesel	16,081,889	\$7,934,541
Program Total	151,105,390	\$22,730,779

Second Quarter, Fiscal Year (FY) 2005 Payment Information

The second quarter payments under the Bioenergy Program were authorized on May 19, 2005. A 50.0617% proration factor was required to hold payments to available funding. Payments for the second quarter are as follows:

Fuel	Gallons Reported	Payments
Ethanol Increase	138,567,336	\$18,460,668
Biodiesel Increase	4,299,359	\$3,028,905
Biodiesel Base	3,663,790	\$403,711
Total Biodiesel	7,963,149	\$3,432,616
Program Total	146,530,485	\$21,893,284

First Quarter, Fiscal Year (FY) 2005 Payment Information

The first quarter payments under the Bioenergy Program were authorized on February 16, 2005. A 39.6146% proration factor was required to hold payments to available funding. Payments for the first quarter are as follows:

Fuel	Gallons Reported	Payments
Ethanol Increase	143,752,942	\$15,778,962
Biodiesel Increase	9,825,164	\$5,979,088
Biodiesel Base	977,568	\$75,758
Total Biodiesel	10,802,732	\$6,054,846
Program Total	154,555,674	\$21,833,808

Fiscal Year (FY) 2005 Bioenergy Program (Program) Payment Information

The FY 2005 appropriations bill approved Program funding of \$100 million for FY 2005. Program provisions also provide for a payment limitation per producer of five percent of available funds per FY. Thus, a payment limitation of \$5.0 million will be in effect for FY 2005 payments.

The FY 2003 appropriations bill limited Program expenditures on payments issued during FY 2003 to \$115.5 million. This resulted in the balance, or \$34.5 million, of FY 2003 funding being available for FY 2003 fourth quarter payments issued during FY 2004. This provision has carried forward into the subsequent FYs. Also beginning in FY 2003, the Office of Management and Budget (OMB) added a restriction to the Program's apportionment that all funds apportioned for a FY had to be spent during the applicable FY (apportionment restriction). Program payments are not usually issued until approximately 45 to 60 days after the end of the applicable quarter. Thus, with the apportionment restriction, the Program's payment earned FY (the time period of production covered by Program payments) versus the Program's funding (OMB apportionment) FY became different. Section 9010 of the Farm Security and Rural Investment Act of 2002 (the 2002 Act) specifies the payment earned FY. Therefore, FY 2005 funding will cover fourth quarter FY 2004 (\$34.5 million) plus the first three quarters of FY 2005 Program payments. The FY 2005's fourth quarter payments (\$34.5 million) will be taken out of FY 2006 funding.

OMB issued apportionments for FY 2005 of \$100 million. As stated above, \$34.5 million was paid out for fourth quarter FY 2004 payments. This, subtracted from \$100 million, leaves \$65.5 million to cover the first three quarters of FY 2005 payments based on the apportionment restriction. The Program divides available funding equally among the quarters of payments to be issued (three remaining based on the apportionment restriction), thus the Program will limit the first three quarters of FY 2005 payments to \$21.8 million each quarter and \$34.5 million will again be available for fourth quarter FY.