

Table 4. Soybean Oil Biodiesel Production Costs and Subsidies, 2004-2006
(2002 Dollars per Gallon)

Costs and Subsidies	Fiscal Year		
	2004	2005	2006
Variable Cost.	2.55	2.54	2.49
CCC Base Production Payment . .	-0.43	-0.22	-0.00
Variable Cost of Base Production, Net.	2.12	2.32	2.49
Variable Cost.	2.55	2.54	2.49
CCC Additional Production Payment	-1.45	-1.46	-1.47
Variable Cost of Additional Production, Net.	1.10	1.08	1.12

Note: CCC = Commodity Credit Corporation.

Sources: Energy Information Administration, Office of Integrated Analysis and Forecasting. Variable costs estimated assuming total annual output of 200 million gallons. Payment estimates based on 7 CFR Part 1424 (Bioenergy Program Final Rule). Soybean and soybean oil price projections from U.S. Department of Agriculture, *USDA Agricultural Baseline Projections to 2012*, Staff Report WAOB-2003-1 (Washington, DC, February 2003), web site www.ers.usda.gov/publications/waob031/waob20031.pdf.