UNITED STATES OF AMERICA DEPARTMENT OF ENERGY OFFICE OF FOSSIL ENERGY

CPI ENERGY SERVICES (US) LLC)	FE DOCKET NO. 10-20-NG

ORDER GRANTING BLANKET AUTHORIZATION TO IMPORT AND EXPORT NATURAL GAS FROM AND TO CANADA, AND VACATING PRIOR AUTHORIZATION

DOE/FE ORDER NO. 2762

I. DESCRIPTION OF REQUEST

On February 17, 2010, CPI Energy Services (US) LLC (CPI Energy) filed an application with the Office of Fossil Energy (FE) of the Department of Energy (DOE) under section 3 of the Natural Gas Act (NGA)¹ for blanket authorization to import and export up to a combined total of 132 billion cubic feet (Bcf) of natural gas from and to Canada. The applicant requests the authorization be granted for a two-year term beginning the date the Order is issued by FE. CPI Energy is a Delaware limited liability corporation with its principal place of business in Calgary, Alberta.

Additionally, on November 16, 2009, EPLP Energy Services (US) LLC (EPLP) changed its name to CPI Energy. EPLP was granted authorization in DOE/FE Order No. 2669 to import and export natural gas from and to Canada for a two year term beginning July 2, 2009, and extending through July 1, 2011. On February 17, 2010, CPI Energy requested that DOE/FE Order No. 2669 be vacated on the date the new Order is issued by FE, as a result of the name change.

II. FINDING

The application has been evaluated to determine if the proposed import and export arrangement meets the public interest requirement of section 3 of the NGA, as amended by section 201 of the Energy Policy Act of 1992 (Pub. L. 102-486). Under section 3(c), the import and export of natural gas, including LNG, from and to a nation with which there is in effect a free trade agreement requiring national treatment for trade in natural gas and the import of LNG

 $[\]underline{1}$ / 15 U.S.C. § 717b. This authority is delegated to the Assistant Secretary for FE pursuant to Redelegation Order No. 00.002.04D (November 6, 2007).

from other international sources are deemed to be consistent with the public interest and must be granted without modification or delay.

The authorization sought by CPI Energy to import and export natural gas from and to Canada, a nation with which a free trade agreement is in effect, meets the section 3(c) criterion and, therefore, is consistent with the public interest. This Order authorizes transactions with terms of no longer than two years.

ORDER

Pursuant to section 3 of the NGA, it is ordered that:

A. CPI Energy is authorized to import and export up to a combined total of 132 Bcf of natural gas from and to Canada, pursuant to transactions that have terms of no longer than two years. This authorization shall be effective for a two-year term beginning on March 8, 2010, and extending through March 7, 2012.

- B. This natural gas may be imported and exported at any point on the borders between the United States and Canada.
- C. Monthly Reports: With respect to the natural gas imports and exports authorized by this Order, CPI Energy shall file with the Office of Natural Gas Regulatory Activities, within 30 days following the last day of each calendar month, a report indicating whether imports or exports of natural gas have been made. Monthly reports must be filed whether or not initial deliveries have begun. If no imports and/or exports have been made, a report of "no activity" for that month must be filed. If imports and/or exports of natural gas have occurred, the report must give the following details: (1) for imports, the country of origin; (2) for exports, the country of destination; (3) the point(s) of entry and exit; (4) the volume in thousand cubic feet (Mcf); (5) the average purchase price of gas per million British thermal units (MMBtu) at the international border; (6) the name of the supplier(s); (7) the name of the U.S. transporter(s); (8) the estimated

or actual duration of the supply agreement(s); and (9) for imports, the geographic markets(s) served (list State(s), U.S. Census Region(s), or general U.S. geographic area(s)). [OMB No.: 1901-0294]

- D. The first monthly report required by this Order is due not later than April 30, 2010, and should cover the reporting period from March 8, 2010 through March 31, 2010.
- E. All monthly report filings shall be made to U.S. Department of Energy (FE-34), Office of Fossil Energy, Office of Natural Gas Regulatory Activities, P.O. Box 44375, Washington, D.C. 20026-4375, Attention: Ms. Yvonne Caudillo. Alternatively, reports may be e-mailed to Ms. Caudillo at Yvonne.caudillo@hq.doe.gov or ngreports@hq.doe.gov, or may be faxed to Ms. Caudillo at (202) 586-6050.

F. EPLP's blanket authorization to import and export natural gas from and to Canada in DOE/FE Order No. 2669, issued on July 17, 2009, is hereby vacated effective March 8, 2010.

Issued in Washington, D.C., on March 8, 2010.

John A. Anderson

Manager, Natural Gas Regulatory Activities Office of Oil and Gas Global Security and Supply Office of Fossil Energy

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