

UNITED STATES OF AMERICA
DEPARTMENT OF ENERGY
OFFICE OF FOSSIL ENERGY

IGI RESOURCES, INC.

FE DOCKET NO. 10-53-NG

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

DOE/FE ORDER NO. 2796

JUNE 2, 2010

I. DESCRIPTION OF REQUEST

On May 18, 2010, IGI Resources, Inc. (IGI) 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 up to 200 billion cubic feet (Bcf) of natural gas from Canada.² The applicant requests the authorization be granted for a two-year term beginning on the date this Order is issued. IGI is an Idaho corporation with its principal place of business in Boise, Idaho.

Additionally, on June 12, 2008, IGI was granted authorization in DOE/FE Order No. 2504 (Order 2504) to import up to 144 Bcf of natural gas from Canada for a two year term beginning August 1, 2008, and extending through July 31, 2010 (2 FE ¶ 71,628). Because IGI has already exceeded the import volumes currently authorized, IGI filed this application requesting new import authority. Order 2504 will be vacated upon the issuance of this Order, because the requested authorization in this docket will supersede the current blanket authorization.

II. FINDING

The application has been evaluated to determine if the proposed import 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 liquefied natural gas (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 from other international sources are deemed to be consistent with the public interest and

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).

²/ On May 21, 2010, IGI modified their application to request an increase in their estimated import volume from 144 to 200 Bcf.

must be granted without modification or delay. The authorization sought by IGI to import natural gas from Canada, a nation with which a free trade agreement is in effect, meets the section 3(c) criteria 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. IGI is authorized to import up to 200 Bcf of natural gas from 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 June 2, 2010, and extending through June 1, 2012.

B. This natural gas may be imported at any point on the border between the United States and Canada.

C. **Monthly Reports:** With respect to the natural gas imports authorized by this Order, IGI 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 of natural gas have been made. Monthly reports shall be filed whether or not initial deliveries have begun. If no imports have been made, a report of “no activity” for that month must be filed. If imports of natural gas have occurred, the report must give the following details: (1) the country of origin; (2) the point(s) of entry; (3) the volume in thousand cubic feet (Mcf); (4) the average purchase price of gas per million British thermal units (MMBtu) at the international border; (5) the name of the supplier(s); (6) the name of the U.S. transporter(s); (7) the estimated or actual duration of the supply agreement(s); and (8) 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 July 31, 2010, and should cover the reporting period from June 2, 2010, through June 30, 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. The blanket authorization issued to IGI in Order No. 2504 on June 12, 2008, is hereby vacated upon issuance of this Order.

Issued in Washington, D.C., on June 2, 2010.



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