UNITED STATES OF AMERICA DEPARTMENT OF ENERGY OFFICE OF FOSSIL ENERGY

CANADIAN HYDROCARBONS)
MARKETING (U.S.) INC.) FE DOCKET NO. 92-155-NG

ORDER GRANTING BLANKET AUTHORIZATION TO IMPORT NATURAL GAS FROM CANADA

DOE/FE ORDER NO. 755

DECEMBER 18, 1992

I. DESCRIPTION OF REQUEST

On December 8, 1992, Canadian Hydrocarbons Marketing (U.S.)

Inc. (Canadian Hydrocarbons) filed and application with the

Office of Fossil Energy of the Department of Energy (DOE), under section 3 of the Natural Gas Act (NGA), requesting blanket authorization to import up to 72 Bcf of natural gas from Canada over a two-year term beginning on April 1, 1993, (See 1 FE

70,413) the day after Canadian Hydrocarbons' current authorization expires, through March 31, 1995.

Canadian Hydrocarbons, a Delaware corporation with its headquarters in Alberta, Canada, is a wholly-owned subsidiary of Canadian Hydrocarbons Marketing Inc., whose parent corporation is Westcoast Energy Inc. Canadian Hydrocarbons proposes to act on its own behalf or as an agent on behalf of others.

II. FINDING

The application filed by Canadian Hydrocarbons has been evaluated to determine if the proposed import arrangement meets the public interest requirements of section 3 of NGA, as amended by section 201 of The Energy Policy Act of 1992 (Pub. L. No. 102-486). Under section 3(c), the import of natural gas from a nation with which there is in effect a free trade agreement requiring national treatment for trade in natural gas is deemed to be consistent with the public interest and must be granted without modification or delay. The authorization sought by Canadian Hydrocarbons to import natural gas from Canada, a nation

with which a free trade agreement is in effect, meets the section 3(c) criterion and is therefore consistent with the public interest.

ORDER

For the reasons set forth above, under section 3(c) of the Natural Gas Act, it is ordered that:

- A. Canadian Hydrocarbons Marketing (U.S.) Inc. (Canadian Hydrocarbons), is authorized to import from Canada, at any point on the international border, up to 72 of natural gas over a two-year term beginning on April 1, 1993, the day after Canadian Hydrocarbons' current authorization expires, through March 31, 1995.
- B. Within two weeks after deliveries begin, Canadian Hydrocarbons shall notify the Office of Fuels Programs, Fossil Energy, Room 3F-056, Forrestal Building, 1000 Independence Avenue, S.W., Washington, D.C. 20585, in writing of the date that the first import delivery of natural gas authorized in Ordering Paragraph A above occurred.
- C. With respect to the natural gas imports authorized by this Order, Canadian Hydrocarbons shall file with the Office of Fuels Programs, within 30 days following each calendar quarter, quarterly reports indicating whether imports of natural gas have been made. If no imports have been made, a report of "no activity" for that calendar quarter must be filed. If imports have occurred, Canadian Hydrocarbons must report total monthly volumes in Mcf and the average purchase price per MMBtu at the

international border. The reports shall also provide the details of each import transaction, including (1) the name of the seller(s); (2) the name of the purchaser(s); (3) the estimated or actual duration of the agreement(s); (4) the name of the U.S. transporter(s); (5) the point(s) of entry; (6) the geographic market(s) served; (7) whether sales are being made on an interruptible or firm basis; and if applicable, (8) the contract pricing provisions, including the per unit (MMBtu) demand/commodity/reservation charge breakdown of the contract price.

D. The first quarterly report required by Ordering

Paragraph C of this Order is due not later than July 30, 1993,

and should cover the period from April 1, 1993, until the end of
the calendar quarter, June 30, 1993.

Issued in Washington, D.C., on December 18, 1992.

Charles F. Vacek
Deputy Assistant Secretary
for Fuels Programs
Office of Fossil Energy