

UNITED STATES OF AMERICA

DEPARTMENT OF ENERGY

OFFICE OF FOSSIL ENERGY

PANCANADIAN PETROLEUM COMPANY )

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FE DOCKET NO. 91-119-NG

ORDER GRANTING BLANKET AUTHORIZATION TO IMPORT  
AND EXPORT NATURAL GAS FROM AND TO CANADA  
AND RESCINDING PREVIOUS ORDER

DOE/FE ORDER NO. 611-A

FEBRUARY 16, 1993

## I. DESCRIPTION OF REQUEST

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On January 21, 1993, PanCanadian Petroleum Company (PanCanadian) filed an application with the Office of Fossil Energy of the Department of Energy (DOE), under section 3 of the Natural Gas Act (NGA), requesting that DOE/FE Opinion and Order No. 611 (Order 611) be amended to allow PanCanadian to export, as well as import, natural gas to and from Canada. In Order 611 issued on April 28, 1992, PanCanadian was authorized to import 106.58 Bcf of natural gas from Canada over a two-year period beginning on the date of first import delivery. In its January 21, 1993, application, PanCanadian requests that Order 611 be amended to allow it to export and import a combined total of 106.58 Bcf of natural gas over a two-year period beginning on the date of either the first import or export delivery.

## II. FINDING

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The amended application filed by PanCanadian has been evaluated to determine if the proposed import and export arrangement meets the public interest requirements of section 3 of the NGA, as amended by section 201 of The Energy Policy Act of 1992 (P.L. 102-486). Under section 3(c), the import and export of natural gas from or to 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 PanCanadian to export and import natural gas to and 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

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

A. PanCanadian Petroleum Company (PanCanadian) is authorized to import and export up to a combined total of 106.58 Bcf of natural gas from and to Canada over a two-year term beginning on the date of first delivery. The gas may be imported and exported at any point on U.S./Canada border.

B. DOE/FE Opinion and Order No. 611 issued April 28, 1992, to PanCanadian is rescinded.

C. Within two weeks after deliveries begin, PanCanadian 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 or export of natural gas authorized in Ordering Paragraph A above occurred.

D. With respect to the natural gas imports/exports authorized by this Order, PanCanadian shall file with the Office of Fuels Programs, within 30 days following each calendar quarter, quarterly reports indicating whether imports or exports of natural gas have been made. If no imports or exports have been made, a report of "no activity" for that calendar quarter must be filed. If imports or exports occur, PanCanadian must report total monthly volumes in Mcf and the average purchase or

sales price per MMBtu at the international border. The reports shall also provide the details of each import or export 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) point(s) of entry or exit; (6) the geographic market(s) served; and (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.

E. The first quarterly report required by Ordering Paragraph D of this Order is due not later than April 30, 1993, and should cover the period from the date of this order until the end of the current calendar quarter March 31, 1993.

Issued in Washington, D.C., on February 16, 1993.

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Jack S. Siegel  
Acting Assistant Secretary  
for Fossil Energy