

UNITED STATES OF AMERICA

DEPARTMENT OF ENERGY

OFFICE OF FOSSIL ENERGY

_____)
HUSKY GAS MARKETING, INC.) FE DOCKET NO. 93-51-NG
_____)

ORDER GRANTING BLANKET AUTHORIZATION
TO EXPORT NATURAL GAS TO CANADA

DOE/FE ORDER NO. 807

JUNE 2, 1993

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I. DESCRIPTION OF REQUEST _____

On May 11, 1993, Husky Gas Marketing, Inc. (HGMI) filed an application with the Office of Fossil Energy of the Department of Energy (DOE), under section 3 of the Natural Gas Act (NGA),^{1/} requesting blanket authorization to export natural gas to Canada. Up to 18 Bcf of domestic gas would be exported under short-term and spot market transactions over a two-year period beginning on the date of the first delivery. HGMI, a Delaware corporation with its registered office in Dover, Delaware, is a marketer of natural gas.^{2/} The requested authorization does not involve the construction of new pipeline facilities.

II. FINDING _____

The application filed by HGMI has been evaluated to determine if the proposed 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), an export of natural gas 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 HGMI to export natural gas to Canada, a nation with which a free trade agreement is in effect, meets the section 3(c) criterion and,

1. 15 U.S.C. Sec. 717.b.

2. HGMI currently holds a blanket authorization to import up to 50 Bcf of natural gas from Canada. This authorization expires

November 30, 1993. See DOE/FE Opinion and Order No. 508 issued
— May 29, 1991 (1 FE Para. 70,453).

therefore, is consistent with the public interest. This blanket order authorizes transactions under contracts with terms of no longer than two years.

ORDER

Pursuant to section 3 of the Natural Gas Act, it is ordered that:

A. Husky Gas Marketing, Inc. (HGMI) is authorized to export, at any point on the international border, up to 18 Bcf of natural gas to Canada over a period of two years beginning on the date of the first delivery.

B. Within two weeks after deliveries begin, HGMI 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 export of natural gas authorized in Ordering Paragraph A above occurred.

C. With respect to the natural gas exports authorized by this Order, HGMI shall file with the Office of Fuels Programs, within 30 days following each calendar quarter, quarterly reports indicating whether exports of natural gas have been made. If no exports have been made, a report of "no activity" for that calendar quarter must be filed. If exports have occurred, HGMI must report monthly total volumes in Mcf and the average purchase price per MMBtu at the international border. The reports shall also provide the details of each export transaction, including: (1) the name of the purchaser(s); (2) the estimated or actual duration of the agreement(s); (3) the name of the U.S.

transporter(s); (4) the point(s) of exit; (5) the geographic market(s) served; and (6) whether the sales are being made on an interruptible or firm basis.

D. The first quarterly report required by Paragraph C of this Order is due not later than July 30, 1993, and should cover the period from the date of this Order until the end of the current calendar quarter, June 30, 1993.

Issued in Washington, D.C., on June 2, 1993.

Anthony J. Como
Acting Deputy Assistant Secretary
for Fuels Programs
Office of Fossil Energy

