

UNITED STATES OF AMERICA

DEPARTMENT OF ENERGY

OFFICE OF FOSSIL ENERGY

ANR GAS SUPPLY COMPANY

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FE DOCKET NO. 93-105-NG

ORDER GRANTING BLANKET AUTHORIZATION
TO IMPORT NATURAL GAS FROM CANADA

DOE/FE ORDER NO. 867

OCTOBER 28, 1993

I. DESCRIPTION OF REQUEST _____

On September 30, 1993, ANR Gas Supply Company (ANR) 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/

and DOE Delegation Order Nos. 0204-111 and 0204-127, requesting blanket authorization to import up to 250 Bcf of natural gas from Canada over a two-year term beginning on the date of first delivery. ANR is a Delaware corporation with its principal place of business in Houston, Texas. ANR, a subsidiary of The Coastal Corporation, is engaged in the business of purchasing and selling natural gas in U.S. markets and acting as agent for others in connection with the transportation, purchase, and sale of natural gas. ANR will import gas under short-term and spot market transactions. The requested authorization does not involve the construction of new pipeline facilities.

II. FINDING _____

The application filed by ANR 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), an 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 ANR to import natural gas from Canada, a nation with which a free trade agreement is in effect, meets the

1/ 15 U.S.C. § 717b.

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section 3(c) criterion and, 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. ANR Gas Supply Company (ANR) is authorized to import up to 250 Bcf of natural gas from Canada, at any point on the United States/Canada border, over a two-year term beginning on the date of the first delivery.

B. Within two weeks after deliveries begin, ANR shall provide written notification to the Office of Fuels Programs, Fossil Energy, Room 3F-056, Forrestal Building, 1000 Independence Avenue, S.W., Washington, D.C. 20585, of the date that the first import of natural gas authorized in Ordering Paragraph A above occurred.

C. With respect to the natural gas imports authorized by this Order, ANR 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. Quarterly reports must be filed whether or not initial deliveries have begun. If no imports have been made, a report of "no activity" for that calendar quarter must be filed. If imports have occurred, ANR 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 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 the sales are being made on an interruptible or firm basis; and, if applicable, (8) the per unit (MMBtu) demand/commodity/reservation charge breakdown of the contract price.

D. The first quarterly report required by Paragraph C of this Order is due not later than January 30, 1994, and should cover the period from the date of this Order until the end of the fourth calendar quarter, December 31, 1993.

Issued in Washington, D.C., on October 28, 1993.

Anthony J. Como
Director
Office of Coal and Electricity
Office of Fuels Programs
Office of Fossil Energy