

UNITED STATES OF AMERICA

DEPARTMENT OF ENERGY

OFFICE OF FOSSIL ENERGY

ECNG INC.)
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FE DOCKET NO. 94-98-NG

ORDER GRANTING BLANKET AUTHORIZATION TO
EXPORT NATURAL GAS
TO CANADA

DOE/FE ORDER NO. 1007

NOVEMBER 30, 1994

I. DESCRIPTION OF REQUEST _____

On November 16, 1994, as amended on November 18, 1994, ECNG Inc. (ECNG) 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, for blanket authorization to export up to 9.5 Bcf of natural gas to Canada over a two-year term beginning on the date of first delivery. ECNG is an Ontario corporation with its principal place of business in Oakville, Ontario. ECNG intends to export the natural gas, under spot and short-term purchase arrangements, on behalf of industrial and commercial customers in Canada.

II. FINDING _____

The application filed by ECNG 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), the 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 ECNG to export natural gas to Canada, a nation with which a free trade agreement is in effect, meets the section 3(c) criterion and, therefore, is consistent with the public interest. This blanket

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

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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. ECNG Inc. (ECNG) is authorized to export up to 9.5 Bcf of natural gas to Canada over a two-year term beginning on the date of first delivery. This natural gas may be exported at any point on the border of the United States and Canada.

B. Within two weeks after deliveries begin, ECNG shall provide written notification to the Office of Fuels Programs (OFP), Fossil Energy, Room 3F-056, FE-50, Forrestal Building, 1000 Independence Avenue, S.W., Washington, D.C. 20585, 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, ECNG shall file with OFP, within 30 days following each calendar quarter, quarterly reports indicating whether exports of natural gas have been made. Quarterly reports must be filed whether or not initial deliveries have begun. If no exports of natural gas have been made, a report of "no activity" for that calendar quarter must be filed. If exports have occurred, ECNG must report total monthly volumes in Mcf and the average purchase price of gas per MMBtu at the international border. The reports shall also provide the details of each 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 United States transporter(s); (5) the point(s) of exit; (6) the geographic market(s) served; and (7) whether sales are being made on an interruptible or firm basis.

D. The first quarterly report required by Ordering Paragraph C of this Order is due not later than January 30, 1995, and should cover the period from the date of this order until the end of the fourth calendar quarter, December 31, 1994.

Issued in Washington, D.C., on November 30, 1994.

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