

UNITED STATES OF AMERICA

DEPARTMENT OF ENERGY

OFFICE OF FOSSIL ENERGY

\_\_\_\_\_) )  
AMOCO ENERGY TRADING CORPORATION ) FE DOCKET NO. 94-56-NG  
\_\_\_\_\_) )

ORDER GRANTING BLANKET AUTHORIZATION TO  
IMPORT NATURAL GAS FROM CANADA

DOE/FE ORDER NO. 966

AUGUST 11, 1994

I. DESCRIPTION OF REQUEST \_\_\_\_\_

On August 1, 1994, Amoco Energy Trading Corporation (Amoco) filed an application with the Office of Fossil Energy of the Department of Energy (DOE), under section 3 of the Natural Gas Act (NGA)<sup>1/</sup> and DOE Delegation Order Nos. 0204-111 and 0204-127, for blanket authorization to import up to 300 Bcf of natural gas from Canada. The term of the authorization would be for a period of two years beginning on the date of the first import delivery after November 9, 1994.<sup>2/</sup> Amoco, a Delaware corporation with its principal place of business in Houston, Texas, is a subsidiary of Amoco Corporation. Amoco will import this gas under short-term and spot market transactions, either on its own behalf or as the agent for others, and sell it to industrial and agricultural end-users, electric utilities, pipeline companies, and local distribution companies. The requested authorization does not involve the construction of new pipeline facilities.

II. FINDING \_\_\_\_\_

The application filed by Amoco 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), the importation of natural gas from a nation

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

2/ This is the day Amoco's current blanket authorization to \_\_\_\_\_

import natural gas from Canada expires. See DOE/FE Opinion and  
Order No. 668 issued September 11, 1992 (1 FE 70,635).

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 Amoco to import natural gas from 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 order authorizes transactions under contracts with terms of no longer than two years.

ORDER

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

A. Amoco Energy Trading Corporation (Amoco) is authorized to import from Canada, at any point on the international border, up to 300 Bcf of natural gas over a two-year term beginning on the date of the first delivery after November 9, 1994.

B. Within two weeks after deliveries begin, Amoco 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 import delivery of natural gas authorized in Ordering Paragraph A above occurred.

C. With respect to the imports authorized by this Order, Amoco shall file with OFP, 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 occur, Amoco 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 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 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 January 30, 1995, and should cover the period from November 10, 1994, until the end of the fourth calendar quarter, December 31, 1994.

Issued in Washington, D.C., on August 11, 1994.

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