

UNITED STATES OF AMERICA

DEPARTMENT OF ENERGY

OFFICE OF FOSSIL ENERGY

ALLENERGY GAS & ELECTRIC MARKETING
COMPANY, L.L.C.

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FE DOCKET NO. 02-98-NG

ORDER GRANTING BLANKET AUTHORIZATION TO
IMPORT NATURAL GAS FROM CANADA

DOE/FE ORDER NO. 1844

JANUARY 7, 2003

I. DESCRIPTION OF REQUEST

On December 19, 2002, AllEnergy Gas & Electric Marketing Company, L.L.C. (AllEnergy) filed an application with the Office of Fossil Energy of the Department of Energy (DOE), under section 3 of the Natural Gas Act (NGA),⁵ for authorization to import from Canada, up to 3.6 Bcf of natural gas over a two-year term, beginning on February 1, 2003. AllEnergy is a Delaware corporation with its principal place of business in Waltham, Massachusetts. AllEnergy will import the natural gas on a spot market basis to serve its U. S. retail customers. The proposed authorization does not involve the construction of new pipeline facilities.

II. FINDING

The application filed by AllEnergy 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 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 AllEnergy 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.

⁵ 5 U.S.C. § 717b. This authority is delegated to the Assistant Secretary for Fossil Energy pursuant to Redefinition Order No. 00-002.4 (January 8, 2000).

ORDER

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

A. AllEnergy Energy Gas & Electric Company, L.L.C. (AllEnergy) is authorized to import from Canada, up to 3.6 Bcf of natural gas over a two-year term, beginning on February 1, 2003, and extending through January 31, 2005.

B. This natural gas may be imported at any point on the border of the United States and Canada.

C. With respect to the natural gas imports authorized by this Order, AllEnergy shall file with the Office of Natural Gas & Petroleum Import & Export Activities, within 30 days following each calendar quarter, reports indicating whether imports of natural gas have been made. If no imports of natural gas have been made, a report of "no activity" for that calendar quarter must be filed. If imports have occurred, AllEnergy 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 transaction, including: (1) the name of the sellers(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 (by State);

(7) whether sales are being made on an interruptible or firm basis; and, if applicable (8) the per unit (MMBtu) demand/commodity/reservation charge breakdowns of the contract price. [OMB NO. 1901-0294]

D. The first quarterly report required by this Order is due not later than April 30, 2003, and should cover the period from February 1, 2003, until the end of the first calendar quarter, March 31, 2003.

E. The quarterly reports required by this Order shall be filed with the Office of Natural Gas & Petroleum Import & Export Activities, Fossil Energy, Room 3E-042, FE-34, Forrestal Building, 1000 Independence Avenue, S.W., Washington, D.C. 20585.

Issued in Washington, D.C., on January 7, 2003.

Clifford P. Tomaszewski
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Office of Natural Gas & Petroleum
Import & Export Activities
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