

UNITED STATES OF AMERICA
DEPARTMENT OF ENERGY
OFFICE OF FOSSIL ENERGY

RECEIVED
JAN 29 2008
DOE/OFE/NGR

SEMCANADA ENERGY

FE DOCKET NO. 08-03-NG

ORDER GRANTING BLANKET AUTHORIZATION TO
IMPORT AND EXPORT NATURAL GAS
FROM AND TO CANADA

DOE/FE ORDER NO. 2460

JANUARY 29, 2008

I. DESCRIPTION OF REQUEST

On January 16, 2008, SemCanada Energy (SemCanada) filed an application with the Office of Fossil Energy (FE) of the Department of Energy (DOE), under section 3 of the Natural Gas Act (NGA),¹ for blanket authorization to import up to 150 billion cubic feet (Bcf) of natural gas from Canada and to export up to 150 Bcf of natural gas to Canada. The applicant requests the authorization be granted for a two-year term beginning on January 29, 2008.² SemCanada is an Alberta corporation with its principal place of business in Calgary, Alberta.

II. FINDING

The application has been evaluated to determine if the proposed import and 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 import and export of natural gas, including liquefied natural gas (LNG), from and to a nation with which there is in effect a free trade agreement requiring national treatment for trade in natural gas and the import of LNG from other international sources are deemed to be consistent with the public interest and must be granted without modification or delay. The authorization sought by SemCanada to import and export natural gas from and to Canada, a nation with which free trade agreement is in effect, meets the section 3(c) criterion and, therefore, is consistent with the public interest. This Order authorizes transactions with terms of no longer than two years.

¹/ 15 U.S.C. § 717b. This authority is delegated to the Assistant Secretary for FE pursuant to Redlegation Order No. 00.002.04C (January 30, 2007).

²/ Seminole Canada Gas Company was granted blanket authorization to import and export natural gas to and from Canada by DOE/FE Order No. 2249 (Order 2249) on August 28, 2006, which extends through March 22, 2008 (2 FE ¶ 71,337). Seminole Canada Gas Company has been renamed SemCanada Energy. As a result, SemCanada has requested that its current authorization (Order 2249) be vacated and replaced with this new authorization, to be effective upon vacation of the current Order.

ORDER

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

A. SemCanada is authorized to import to 150 Bcf of natural gas from Canada, and to export up to 150 Bcf of natural gas to Canada, pursuant to transactions that have terms of no longer than two years. This authorization shall be effective for a two-year term beginning on January 29, 2008, and extending through January 28, 2010.

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

C. **Monthly Reports:** With respect to the natural gas imports and exports authorized by this Order, SemCanada shall file with the Office of Natural Gas Regulatory Activities, within 30 days following the last day of each calendar month, a report indicating whether imports or exports of natural gas have been made. Monthly reports must be filed whether or not initial deliveries have begun. If neither imports nor exports have been made, a report of “no activity” for that month must be filed. If imports or exports of natural gas have occurred, the report must give the following details: (1) for imports, country of origin; (2) for exports, the country of destination; (3) the point(s) of entry and exit; and (4) the total volume at each import or export point in thousand cubic feet (Mcf) for the month. [OMB No. 1901-0294]

D. The first monthly report required by this Order is due not later than February 29, 2008, and should cover the reporting period from January 29, 2008 through January 31, 2008.

E. **Quarterly Reports:** With respect to the natural gas imports and exports authorized by this Order, SemCanada shall file with the Office of Natural Gas Regulatory Activities, within 30 days following the last day of each calendar quarter, reports indicating whether imports or exports of natural gas have been made. Quarterly reports must be filed

whether or not initial deliveries have begun. If neither imports nor exports of natural gas have been made, a report of "no activity" for that calendar quarter must be filed. If imports or exports of natural gas have occurred, the report must give the details of each transaction, including: (1) the total monthly volumes in Mcf; (2) the average purchase price of gas per million British thermal units at the international border; (3) the name of the supplier(s); (4) the name of the purchaser(s); (5) the estimated or actual duration of the supply agreement(s); (6) the name of the United States transporter(s); (7) the point(s) of entry or exit; and (8) for imports, the geographic market(s) served, by State. [OMB No. 1901-0294]

F. The first quarterly report required by this Order is due not later than April 30, 2008, and should cover the reporting period from January 29, 2008 through March 31, 2008.

G. Both the monthly and quarterly reports shall be filed with the U.S. Department of Energy, Office of Natural Gas Regulatory Activities, FE-34, P.O. Box 44375, Washington, D.C. 20026-4375.

Issued in Washington, D.C., on January 29, 2008.



R. F. Corbin
Manager, Natural Gas Regulatory Activities
Office of Oil and Gas Global Security and Supply
Office of Fossil Energy