

UNITED STATES OF AMERICA
DEPARTMENT OF ENERGY
OFFICE OF FOSSIL ENERGY

ENSERCO ENERGY, LLC

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FE DOCKET NO. 12-28-NG

ORDER GRANTING BLANKET AUTHORIZATION TO
IMPORT AND EXPORT NATURAL GAS
FROM AND TO CANADA AND MEXICO,
AND VACATING PRIOR AUTHORIZATION

DOE/FE ORDER NO. 3081

MARCH 30, 2012

I. DESCRIPTION OF REQUEST

On March 9, 2012, Enserco Energy LLC (Enserco) 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 and export up to a combined total of 300 billion cubic feet (Bcf) of natural gas from and to Canada and Mexico. The applicant requests the authorization be granted for a two-year term beginning on March 1, 2012. Enserco is a Delaware limited liability company with its principal place of business in Denver, Colorado.

Additionally, on April 1, 2010, Enserco Energy Inc. (Enserco) was granted authorization in DOE/FE Order No. 2773 to import and export natural gas from and to Canada and Mexico for a two year term beginning May 28, 2010, and extending through May 27, 2012. On March 9, 2012, Enserco requested that DOE/FE Order No. 2773 be vacated on February 29, 2012 as Enserco has been converted from a South Dakota corporation to a Delaware limited liability company, resulting in a change of name to Enserco Energy LLC. The currently proposed authorization will supersede DOE/FE Order No. 2773.

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

¹/ The authority to regulate the imports and exports of natural gas, including liquefied natural gas, under section 3 of the NGA (15 U.S.C. §717b) has been delegated to the Assistant Secretary for FE in Redelegation Order No. 00-002.04E (April 29, 2011).

interest and applications for such imports or exports must be granted without modification or delay. The authorization sought by Enserco to import and export natural gas from and to Canada and Mexico, nations with which free trade agreements are 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.

ORDER

Pursuant to section 3 of the NGA, it is ordered that:

A. Enserco is authorized to import and export up to a combined total of 300 Bcf of natural gas from and to Canada and Mexico, pursuant to transactions that have terms of no longer than two years. This authorization shall be effective for a two-year term which began on March 1, 2012, and extends through February 28, 2014.

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

C. **Monthly Reports:** With respect to the natural gas imports and exports authorized by this Order, Enserco 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 no imports and/or exports have been made, a report of “no activity” for that month must be filed. If imports and/or exports of natural gas have occurred, the report must give the following details: (1) for imports, the country of origin; (2) for exports, the country of destination; (3) the point(s) of entry and exit; (4) the volume in thousand cubic feet (Mcf); (5) the average purchase price of gas per million British thermal units (MMBtu) at the international border; (6) the name of the supplier(s); (7) the name of the U.S. transporter(s); (8) the estimated

or actual duration of the supply agreement(s); and (9) for imports, the geographic markets(s) served (list State(s), U.S. Census Region(s), or general U.S. geographic area(s)).

(Approved by the Office of Management and Budget under OMB Control No. 1901-0294)

D. The first monthly report required by this Order is due not later than April 30, 2012, and should cover the reporting period from March 1, 2012, through March 31, 2012.

E. All monthly report filings shall be made to U.S. Department of Energy (FE-34), Office of Fossil Energy, Office of Natural Gas Regulatory Activities, P.O. Box 44375, Washington, D.C. 20026-4375, Attention: Ms. Yvonne Caudillo. Alternatively, reports may be e-mailed to Ms. Caudillo at Yvonne.caudillo@hq.doe.gov or ngreports@hq.doe.gov, or may be faxed to Ms. Caudillo at (202) 586-6050.

F. Enserco's blanket authorization to import and export natural gas from and to Canada and Mexico granted in DOE/FE Order No. 2773, issued on April 1, 2010, is vacated as of 11:59 p.m. on February 29, 2012.

Issued in Washington, D.C., on March 30, 2012.



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Office of Fossil Energy