UNITED STATES OF AMERICA

DEPARTMENT OF ENERGY

OFFICE OF FOSSIL ENERGY AND CARBON MANAGEMENT

SEQUENT ENERGY CANADA LLC)	DOCKET NO. 22-23-NG DOCKET NO. 21-20-NG
)	

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

DOE/FECM ORDER NOS. 4822 AND 4666-A

I. DESCRIPTION OF REQUEST

On March 14, 2022, Sequent Energy Canada LLC (Sequent Energy Canada) filed an application with the Office of Fossil Energy and Carbon Management (FECM) of the Department of Energy (DOE) under section 3 of the Natural Gas Act (NGA)¹ for blanket authorization to import and export a combined total of 400 billion cubic feet (Bcf) of natural gas from and to Canada by pipeline. The applicant requests the authorization be granted for a two-year term that began on March 1, 2021.² Sequent Energy Canada is a Delaware limited liability company with its principal place of business in Houston, Texas.

Previously, on February 26, 2021, DOE granted Sequent Energy Canada (formerly Sequent Energy Canada Corp.) authorization in DOE/FE Order No. 4666 to import and export 400 Bcf of natural gas from and to Canada for a two-year term beginning on March 1, 2021, and extending through February 28, 2023.

On March 15, 2022, Sequent Energy Canada Corp. notified DOE that it changed its corporate name to Sequent Energy Canada LLC, effective March 1, 2022.³ Additionally, Sequent Energy Canada requested that DOE vacate its existing authorization in DOE/FE Order No. 4666, effective March 1, 2022, to be concurrent with the retroactive issuance of the new authorization it requested.⁴

2

¹ 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 FECM in Redelegation Order No. S4-DEL-FE1-2021, issued on March 25, 2021. On July 4, 2021, the Office of Fossil Energy changed its name to the Office of Fossil Energy and Carbon Management.

² Sequent Energy Canada's blanket authorization, granted in DOE/FE Order No. 4666, extends through February 28, 2023. *See also* Letter from Mark Christensen, Regulatory Compliance Manager, Williams, on behalf of Sequent Energy Canada, to DOE (Mar. 15, 2022).

³ See Letter from Mark Christensen, Regulatory Compliance Manager, Williams, on behalf of Sequent Energy Canada, to DOE (Mar. 15, 2022).

⁴ See id.

II. <u>FINDING</u>

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 applications for such imports and exports must be granted without modification or delay. The authorization sought by Sequent Energy Canada to import and export natural gas from and to Canada, a nation with which a free trade agreement requiring national treatment for trade in natural gas is in effect, meets the section 3(c) criterion and, therefore, is consistent with the public interest. This Order authorizes transactions with terms of not greater than two years.

ORDER

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

- A. Sequent Energy Canada is authorized to import and export a combined total of 400 Bcf of natural gas from and to Canada, pursuant to transactions that have terms of not greater than two years. This authorization shall be effective for a two-year term that began on March 1, 2022, and extends through February 29, 2024.
- B. This natural gas may be imported and exported by pipeline 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, Sequent Energy Canada shall file with the Office of Regulation, Analysis, and

Engagement, within 30 days following the last day of each calendar month, a report on Form FE-

746R 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 or 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 provide the information specified for each applicable activity and

mode of transportation, as set forth in the Guidelines for Filing Monthly Reports. These

Guidelines are available at: https://www.energy.gov/fecm/guidelines-filing-monthly-reports.

(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 May 30, 2022,

and should cover the reporting period from March 1, 2022, through April 30, 2022.

E. Sequent Energy Canada's blanket authorization to import and export natural gas from

and to Canada, granted in DOE/FE Order No. 4666 on February 26, 2021, is hereby vacated,

effective March 1, 2022.

Issued in Washington, D.C., on May 24, 2022.

Amy R. Sweeney

Director, Office of Regulation, Analysis, and Engagement

Office of Resource Sustainability

4