UNITED STATES OF AMERICA DEPARTMENT OF ENERGY OFFICE OF FOSSIL ENERGY

AVISTA CORPORATION)))	FE DOCKET NO. 17-85-NG FE DOCKET NO. 15-116-NG

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

DOE/FE ORDER NO. 4066

I. DESCRIPTION OF REQUEST

On July 10, 2017, Avista Corporation (Avista) 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 175 billion cubic feet (Bcf) of natural gas from and to Canada via pipeline. The applicant requests the authorization be granted for a two-year term beginning on August 1, 2017. Avista is a Washington corporation with its principal place of business in Spokane, Washington.

Previously, on September 15, 2015, Avista was granted authorization in DOE/FE Order No. 3703 to import and export up to a combined total of 150 Bcf of natural gas from and to Canada for a two-year term beginning on October 1, 2015, and extending through September 30, 2017. On July 10, 2017, Avista informed DOE that it wishes to increase its authorized volume from the 150 Bcf combined volume set forth in DOE/FE Order No. 3703 to the 175 Bcf combined volume set forth in the current application. Therefore, Avista additionally requests that DOE/FE Order No. 3703 be vacated effective August 1, 2017.

II. <u>FINDING</u>

The application has been evaluated to determine if the proposed import and/or 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 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. 00-006.02 issued on November 17, 2014.

interest, and applications for such imports and exports must be granted without modification or delay. The authorization sought by Avista 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 no longer than two years.

ORDER

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

- A. Avista is authorized to import and export up to a combined total of 175 Bcf of natural gas from and 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 August 1, 2017, and extending through September 30, 2019.
- B. This natural gas may be imported and exported via 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, Avista shall file with the Office of Regulation and International Engagement, 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

4

or actual duration of the supply agreement(s); and (9) for imports, the geographic markets 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 September 30, 2017, and should cover the reporting period from August 1, 2017, through August 31, 2017.

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

F. Avista's blanket authorization to import and export natural gas to and from Canada, granted in DOE/FE Order No. 3703 on September 15, 2015, is hereby vacated effective August 1, 2017.

Jhillahdusa

Issued in Washington, D.C., on July 21, 2017.

Digitally signed by John A.

Anderson

Date: 2017.07.21 11:58:29

-04'00'

John A. Anderson

Director, Office of Regulation and International Engagement Office of Oil and Natural Gas