

UNITED STATES OF AMERICA

DEPARTMENT OF ENERGY

OFFICE OF FOSSIL ENERGY

DISTRIBUTED GAS SOLUTIONS CANADA)
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FE DOCKET NO. 18-188-LNG

ORDER GRANTING BLANKET AUTHORIZATION TO
EXPORT LIQUEFIED NATURAL GAS TO CANADA
BY VESSEL

DOE/FE ORDER NO. 4326

DECEMBER 21, 2018

I. DESCRIPTION OF REQUEST

On December 13, 2018, Distributed Gas Solutions Canada (Distributed Gas Solutions) filed an application with the Office of Fossil Energy (FE) of the Department of Energy under section 3 of the Natural Gas Act (NGA)¹ for blanket authorization to export liquefied natural gas (LNG) to Canada by vessel, up to a total volume equivalent to 1.2 billion cubic feet (Bcf) of natural gas. The applicant requests the authorization be granted for a two-year term beginning on the date this Order is issued. Distributed Gas Solutions is a Canada corporation with its principal place of business in Montreal, Quebec, Canada.

II. FINDING

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 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 or exports must be granted without modification or delay. The authorization sought by Distributed Gas Solutions to export LNG 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) criteria and, therefore, is consistent with the public interest. This Order authorizes transactions with terms of no longer than two years.

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. 00-006.02 issued on November 17, 2014.

ORDER

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

A. Distributed Gas Solutions is authorized to export LNG to Canada by vessel, up to a total volume equivalent to 1.2 Bcf of natural gas, pursuant to transactions that have terms of no longer than two years. This authorization shall be effective for a two-year term beginning on December 21, 2018, and extending through December 20, 2020.

B. This LNG may be exported to Canada by vessel from any LNG export terminal in the United States and its territories.

D. **Monthly Reports:** With respect to the exports of LNG authorized by this Order, Distributed Gas Solutions shall file with the Office of Regulation, Analysis and Engagement, within 30 days following the last day of each calendar month, a report indicating whether imports and/or exports of LNG have been made. Monthly reports shall be filed whether or not initial deliveries have begun. If imports and/or exports have not occurred, a report of “no activity” for that month must be filed. If exports of LNG by vessel have occurred, the report must give the following details of each LNG cargo: (1) the name of the U.S. export terminal; (2) the country of destination; (3) the date of departure from the U.S. export terminal; (4) the name of the LNG tanker; (5) the name of the supplier/seller; (6) the volume in thousand cubic feet (Mcf); (7) the price per million British thermal units (MMBtu) at the point of exit; (8) the duration of the supply agreement (indicate spot sales); and (9) the name(s) of the purchaser(s).
(Approved by the Office of Management and Budget under OMB Control No. 1901-0294)

E. The first monthly report required by this Order is due not later than January 30, 2019, and should cover the reporting period from December 21, 2018, through December 31, 2018.

F. All monthly report filings shall be made to U.S. Department of Energy (FE-34), Division of Natural Gas Regulation, Office of Regulation, Analysis and Engagement, Office of Fossil Energy, 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 (202) 586-6050.

Issued in Washington, D.C., on December 21, 2018.



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