

## **RECEIVED**By DOE/FE at 11:28 am, Oct 04, 2018

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October 3, 2018

U.S. Department of Energy Office of Fossil Energy Office of Natural Gas Regulatory Activities P.O. Box 44375 Washington, DC 20026-4375

Re: Galveston Bay LNG, LLC – Semi Annual Progress Report & Change of Address DOE/FE Order No. 4200
DOE/FE Docket No. 17-167-LNG

To: Office of Natural Gas Regulatory Activities:

Pursuant to Ordering Paragraph J of DOE/FE Order No. 4200, please accept the following progress report for Galveston Bay LNG, LLC ("Galveston Bay LNG"). This report covers the period from June 13, 2018, the date of the above-referenced DOE/FE Order, through September 30, 2018.

- On Friday, August 31, 2018, Galveston Bay LNG and its pipeline header system ("Header System") submitted a request to initiate the Federal Energy Regulatory Commission's ("FERC") pre-filing process for LNG terminals pursuant to 18 CFR § 157.21. FERC has assigned Docket No. PF18-7 to the pre-filing proceeding. Commercial discussions for long-term LNG sales contracts continue to progress.
- Galveston Bay LNG's ultimate parent, NextDecade Corporation ("NextDecade"), entered into agreements with two unaffiliated third parties in Q3 for the issuance of Series A and Series B Convertible Preferred Stock. The combined percentage of equivalent common shares to be issued under these agreements equates to approximately 3.127% of the voting rights of NextDecade and does not amount to a change in control as set forth in the DOE/FE procedures.<sup>1</sup> Additional details may be found in NextDecade's public filings with the U.S. Securities and Exchange Commission (https://www.next-decade.com/investors/sec-fillings/).

<sup>&</sup>lt;sup>1</sup> 79 Fed. Reg. 65541, 65542.

- Galveston Bay LNG also informs DOE/FE that as of October 1, 2018, its executive offices have been relocated to 1000 Louisiana St., 39th floor, Houston, Texas 77002. Galveston Bay LNG requests that DOE/FE update the communications and correspondence information of its existing export authorization in DOE/FE Order No. 4200 and its pending application to export liquefied natural gas to non-free trade agreement countries in FE Docket No. 17-167-LNG, accordingly.
- Galveston Bay LNG further requests DOE/FE to update the official service lists in the above-referenced proceeding to reflect the following addition:

## <u>ADD</u>

S. Diane Neal Associate General Counsel, Regulatory NextDecade Corporation 1000 Louisiana St., 39th floor Houston, TX 77002 dneal@next-decade.com

Consistent with Ordering Paragraph J, Galveston Bay LNG will continue to file semi-annual reports with DOE. If you have any questions regarding this filing, please contact me at (202) 778-9014 or at david.wochner@klgates.com.

Best regards,

David L. Wochner

Counsel for Galveston Bay LNG, LLC