

UNITED STATES OF AMERICA
DEPARTMENT OF ENERGY
OFFICE OF FOSSIL ENERGY

CNE GAS SUPPLY, LLC)
_____)

FE DOCKET NO. 14-17-NG

ORDER GRANTING BLANKET AUTHORIZATION TO
EXPORT NATURAL GAS TO CANADA AND MEXICO

DOE/FE ORDER NO. 3404

FEBRUARY 27, 2014

I. DESCRIPTION OF REQUEST

On February 3, 2014, CNE Gas Supply, LLC (CNE) 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 export up to a combined total of 10 billion cubic feet (Bcf) of natural gas to Canada and Mexico. The applicant requests the authorization be granted for a two-year term beginning on May 22, 2014.² CNE is a Delaware limited liability company with its principal place of business in Louisville, Kentucky.

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 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 or exports must be granted without modification or delay. The authorization sought by CNE to export natural gas 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.

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 Redefinition Order No. 00-002.04F, issued on July 11, 2013.

² CNE's blanket authorization to export natural gas to Canada and Mexico, granted in DOE/FE Order No. 3074 on February 24, 2012, extends through May 21, 2014.

ORDER

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

A. CNE is authorized to export up to a combined total of 10 Bcf of natural gas 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 beginning on May 22, 2014, and extending through May 21, 2016.

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

C. **Monthly Reports:** With respect to the natural gas exports authorized by this Order, CNE shall file with the Division of Natural Gas Regulatory Activities, Office of Oil and Gas Global Security and Supply, Office of Fossil Energy, within 30 days following the last day of each calendar month, a report indicating whether exports of natural gas have been made. Monthly reports must be filed whether or not initial deliveries have begun. If no exports have been made, a report of “no activity” for that month must be filed. If exports of natural gas have occurred, the report must give the following details: (1) the country of destination (2) the point(s) of exit; (3) the volume in thousand cubic feet (Mcf); (4) the average purchase price of gas per million British thermal units (MMBtu) at the international border; (5) the name of the supplier(s); (6) the name of the U.S. transporter(s); and (7) the estimated or actual duration of the supply agreement(s).

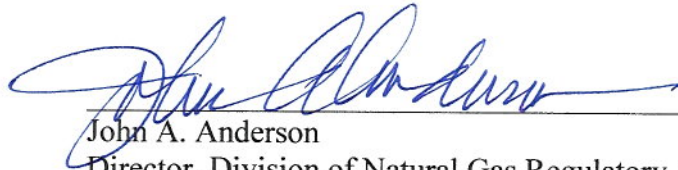
(Approved by the Office of Management and Budget under OMB Control No. 1901-0294)

D. The first monthly report required by this Order is due not later than June 30, 2014, and should cover the reporting period from May 22, 2014, through May 31, 2014.

E. All monthly report filings shall be made to U.S. Department of Energy (FE-34), Division of Natural Gas Regulatory Activities, Office of Oil and Gas Global Security and

Supply, 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 at (202) 586-6050.

Issued in Washington, D.C., on February 27, 2014.



John A. Anderson
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Office of Oil and Gas Global Security and Supply
Office of Oil and Natural Gas