

UNITED STATES OF AMERICA
DEPARTMENT OF ENERGY
OFFICE OF FOSSIL ENERGY

APPLIED LNG TECHNOLOGIES, LLC

)
) DOCKET NO. 16-05-NG
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ORDER GRANTING BLANKET AUTHORIZATION TO
EXPORT NATURAL GAS TO CANADA AND MEXICO

DOE/FE ORDER NO. 3771

JANUARY 19, 2016

I. DESCRIPTION OF REQUEST

On January 5, 2016, Applied LNG Technologies, LLC (Applied LNG) 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 6 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 February 24, 2016.² Applied LNG is a Delaware limited liability company with its principal place of business in Westlake Village, California.

II. FINDING

The application has been evaluated to determine if the proposed 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), to a nation with which there is in effect a free trade agreement requiring national treatment for trade in natural gas 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 Applied LNG 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 Redelegation Order No. 00-006.02 issued on November 17, 2014.

² Applied LNG's blanket authorization to import and export liquefied natural gas from and to Canada and Mexico by truck, granted in DOE/FE Order No. 3386 on January 30, 2014, extends through February 23, 2016.

ORDER

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

A. Applied LNG is authorized to export up to a combined total of 6 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 February 24, 2016, and extending through February 23, 2018.

B. This natural gas may be exported at any point on the borders 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, Applied LNG 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 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 March 30, 2016, and should cover the reporting period from February 24, 2016, through February 29, 2016.

E. All monthly report filings shall be made to U.S. Department of Energy (FE-34), Division of Natural Gas Regulation, Office of Regulation and International 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 January 19, 2016.



John A. Anderson
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Office of Oil and Natural Gas