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**UNITED STATES OF AMERICA
BEFORE THE
DEPARTMENT OF ENERGY
OFFICE OF FOSSIL ENERGY**

In the matter of:

Eagle LNG Partners Jacksonville LLC

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)
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FE Docket No. 16-15-LNG

**MOTION TO INTERVENE AND COMMENTS IN SUPPORT OF
THE AMERICAN PETROLEUM INSTITUTE**

Pursuant to 10 C.F.R. 590.303, the American Petroleum Institute (“API”) files this motion to intervene and comments in support in the above-captioned docket. In support, API states as follows.

COMMUNICATIONS

Any communications regarding this pleading should be addressed to:

Benjamin Norris
Senior Counsel
American Petroleum Institute
1220 L Street, N.W.
Washington, D.C. 20005
Telephone: 202.682.8000
NorrisB@api.org

David L. Wochner
Sandra E. Safro
Michael L. O’Neill
K&L Gates LLP
1601 K Street, N.W.
Washington, D.C. 20006
Telephone: 202.778.9100
david.wochner@klgates.com
sandra.safro@klgates.com
mike.oneill@klgates.com

BACKGROUND

On January 27, 2016, Eagle LNG Partners Jacksonville LLC (“Eagle LNG”) filed an application with the Department of Energy’s Office of Fossil Energy (“DOE/FE”) seeking a long-term multi-contract authorization to export domestically produced liquefied natural gas (“LNG”) up to the equivalent of 49.8 billion cubic feet (“Bcf”) of natural gas per year over a 20-year term to non-Free Trade Agreement (“non-FTA”) countries. Eagle LNG seeks this

authorization to export natural gas as LNG on its own behalf and as agent for others, commencing on the earlier of the date of first export or five years after the final authorization is granted. Eagle LNG proposes to export LNG from a facility planned for St. Johns River in Jacksonville, Florida. Eagle LNG will export the LNG by use of ocean-going LNG carriers and approved ISO containers loaded onto container vessels to any nation that currently has or develops the capacity to import LNG, with which the United States does not have an FTA requiring national treatment for trade in natural gas, and with which trade is not prohibited by U.S. law or policy (“non-FTA nations”).

The deadline to intervene in the above-captioned proceeding is August 30, 2016.¹

INTERVENTION

API is a national trade association representing more than 650 member companies involved in all aspects of the oil and natural gas industry in the United States. API’s members include owners and operators of LNG import and export facilities in the United States and around the world, as well as owners and operators of LNG vessels, global LNG traders, and manufacturers of essential technology and equipment used all along the LNG value chain. API’s members also have extensive experience with the drilling and completion techniques used in shale gas development and in producing America’s natural gas resources in a safe and environmentally responsible manner. API thus has a direct and immediate interest in this docket which cannot be adequately protected by any other party. Accordingly, API should be permitted to intervene in this docket with full rights as a party.

¹ 81 Fed. Reg. 43,192 (July 1, 2016).

COMMENTS IN SUPPORT

API supports Eagle LNG's application to export LNG to non-FTA nations. As the world's leading producer of natural gas, the United States has the opportunity to use the development of LNG export projects to grow the domestic economy and create jobs, reduce global greenhouse gas emissions, and support America's allies and trading partners with a reliable source of energy. As two DOE-commissioned studies have concluded, increasing LNG exports will have net positive economic benefits for the U.S. economy.² Increased U.S. LNG exports will create up to 452,300 American jobs and support more than \$73 billion in domestic economic activity through 2035.³ Expanding U.S. LNG exports will allow the United States to accrue these economic benefits in an environmentally responsible manner, reducing carbon emissions and other air pollutants such as mercury, sulfur dioxide, nitrogen oxide, and particulate matter. DOE has determined that exporting LNG from the United States will reduce global greenhouse gas emissions by lowering emissions from combustion in Europe or Asia.⁴

Increased U.S. LNG exports also will have geopolitical benefits for the United States. Adding U.S. natural gas supplies to the global gas market will enhance competition that will benefit U.S. allies and trading partners around the world by helping to stabilize energy prices and supporting economic development. U.S. natural gas exports, like those proposed in Eagle LNG's application, will introduce an alternative and reliable source of energy to the global marketplace, providing international consumers with greater choice.

² NERA ECONOMIC CONSULTING, MACROECONOMIC IMPACTS OF LNG EXPORTS FROM THE UNITED STATES at 1 (2012); OXFORD ECONOMICS, ET AL., THE MACROECONOMIC IMPACT OF INCREASING U.S. LNG EXPORTS at 8 (2015).

³ ICF INTERNATIONAL, U.S. LNG EXPORTS: IMPACTS ON ENERGY MARKETS AND THE ECONOMY at 2 (2013).

⁴ U.S. DEPT. OF ENERGY, LIFE CYCLE GREENHOUSE GAS PERSPECTIVE ON EXPORTING LIQUEFIED NATURAL GAS FROM THE UNITED STATES at 9 (2014).

More specifically, Eagle LNG is committed to exporting to markets in the Caribbean, Central America, and South America.⁵ Central America and the Caribbean have the highest electricity costs within the Western Hemisphere. Exporting natural gas to these countries would give them a more affordable, reliable, and clean power source for their electricity generation needs.⁶ Providing lower cost energy via LNG exports will particularly assist nations that subsidize residential electricity costs, including many nations across Central America and the Caribbean, by alleviating significant burdens on public budgets.⁷ This region has been of particular importance to the Obama administration. In June 2014, Vice President Joe Biden launched the Caribbean Energy Security Initiative to, in part, help this region diversify their energy sources and introduce cleaner forms of energy. LNG exports from the U.S. can be an integral part of achieving this goal.

⁵ *Eagle LNG*, DOE/FE 16-15-LNG, Application at 11 (Jan. 27, 2016).

⁶ For example, adding LNG to the Central American energy sector could lower electricity prices by 23-30%. Lisa Viscidi, Carlos Sucre & Sean Karst, NATURAL GAS MARKET OUTLOOK: HOW LATIN AMERICA AND THE CARIBBEAN CAN BENEFIT FROM THE US SHALE BOOM at 11 (2015), available at <http://www.thedialogue.org/wp-content/uploads/2015/09/Natural-Gas-Market-Outlook.pdf> (last visited Aug. 1, 2016).

⁷ *Id.* at 6-7.

CONCLUSION

For the reasons stated above, API respectfully requests that DOE/FE grant this timely motion to intervene, accept these comments in support, and that API be accorded full party status in any proceedings held by DOE/FE in this docket.

Respectfully submitted,

/s/ David L. Wochner
David L. Wochner
Sandra E. Safro
Michael L. O'Neill
K&L Gates, LLP
1601 K Street, N.W.
Washington, D.C. 20006
Telephone: 202.778.9100
david.wochner@klgates.com
sandra.safro@klgates.com
mike.oneill@klgates.com

Counsel for American Petroleum Institute

Dated: August 30, 2016

CERTIFICATE OF SERVICE

I certify that I have this 30th day of August, 2016, serviced copies of the foregoing document filed with the DOE/FE on the designated representatives of all of the parties to this proceeding, in accordance with 10 C.F.R. § 590.107(a).

Dated: August 30, 2016

/s/ David L. Wochner

David L. Wochner

Counsel for American Petroleum Institute