# UNITED STATES OF AMERICA DEPARTMENT OF ENERGY OFFICE OF FOSSIL ENERGY

CLEANCOR ENERGY SOLUTIONS LLC	) ) )	FE DOCKET NO. 16-132-LNG

## ORDER GRANTING BLANKET AUTHORIZATION TO EXPORT LIQUEFIED NATURAL GAS TO CANADA AND MEXICO BY TRUCK

DOE/FE ORDER NO. 3906

### I. DESCRIPTION OF REQUEST

On September 13, 2015, CLEANCOR Energy Solutions LLC (CLEANCOR) 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)<sup>1</sup> for blanket authorization to export liquefied natural gas (LNG) up to a combined total volume equivalent to 4.95 billion cubic feet (Bcf) of natural gas to Canada and Mexico by truck. The applicant requests the authorization be granted for a two-year term beginning on October 9, 2016.<sup>2</sup> CLEANCOR is a Delaware limited liability company with its principal place of business in New York, New York. SEACOR Holdings and Balfour Investors are the parent companies of CLEANCOR.

### II. <u>FINDING</u>

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 CLEANCOR to export LNG to Canada and Mexico by truck, nations with which free trade agreements are 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.

<sup>&</sup>lt;sup>1</sup> 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.

<sup>&</sup>lt;sup>2</sup> CLEANCOR's blanket authorization to export LNG by truck to Canada and Mexico by truck and to export LNG in ISO containers transported by vessel to free trade agreement nations, granted in DOE/FE Order No. 3516 on October 9, 2014, extends through October 8, 2016.

#### ORDER

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

- A. CLEANCOR is authorized to export LNG equivalent of up to a combined total of 4.95 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 October 9, 2016, and extending through October 8, 2018.
- B. This LNG may be exported by truck from any point on the border between the United States and Mexico and the border between the United States and Canada.
- C. **Monthly Reports:** With respect to the exports of LNG authorized by this Order, CLEANCOR 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 LNG 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 LNG by truck have occurred, the report must give the following details of each LNG cargo: (1) the name of the U.S. departure facility; (2) the country of destination; (3) the point(s) of exit; (4) the name(s) of the supplier(s)/seller(s); (5) the name(s) of the LNG transporter(s); (6) the volume in Mcf; (7) the price per MMBtu at the point of exit; and (8) the duration of the supply agreement.

(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 November 30, 2016, and should cover the reporting period from October 9, 2016, through October 31, 2016.
- E. All monthly report filings shall be made to U.S. Department of Energy (FE-34),

  Office of Fossil Energy, Office of Regulation and International Engagement, P.O. Box 44375,

Washington, D.C. 20026-4375, Attention: Natural Gas Reports. Alternatively, reports may be e-mailed to <a href="mailedtongreports@hq.doe.gov">ngreports@hq.doe.gov</a>, or may be faxed to Natural Gas Reports at (202) 586-6050.

Issued in Washington, D.C., on October 11, 2016.

John A. Anderson

Director, Office of Regulation and International Engagement

Office of Oil and Natural Gas