

UNITED STATES OF AMERICA

DEPARTMENT OF ENERGY

OFFICE OF FOSSIL ENERGY

FERUS NATURAL GAS FUELS INC.)
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FE DOCKET NO. 19-41-LNG

ORDER GRANTING BLANKET AUTHORIZATION TO
IMPORT AND EXPORT LIQUEFIED NATURAL GAS
FROM AND TO CANADA BY TRUCK

DOE/FE ORDER NO. 4377

APRIL 28, 2019

I. DESCRIPTION OF REQUEST

On April 1, 2019, Ferus Natural Gas Fuels Inc. (Ferus) 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 import up to the equivalent of 5 billion cubic feet (Bcf) of liquefied natural gas (LNG) from Canada by truck and to export up to the equivalent of 5 Bcf of LNG to Canada by truck, up to a combined total equivalent to 10 Bcf of natural gas. The applicant requests the authorization be granted for a two-year term beginning on April 30, 2019.² Ferus is a Canada corporation with its principal place of business in Calgary, Alberta, Canada.

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 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 and exports must be granted without modification or delay. The authorization sought by Ferus to import and export LNG from and to Canada, a nation with which a free trade agreement is in effect, meets the section 3(c) criterion and, therefore, is

¹ 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 Ferus's blanket authorization to import and export LNG from and to Canada by truck, granted in DOE/FE Order No. 4008 on March 31, 2017, extends through April 29, 2019.

consistent with the public interest. This Order authorizes transactions with terms of no longer than two years.

ORDER

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

A. Ferus is authorized to import up to the equivalent of 5 Bcf of LNG from Canada by truck and to export up to the equivalent of 5 Bcf of LNG to Canada by truck, up to a combined total equivalent to 10 Bcf of natural gas. This authorization shall be effective for a two-year term beginning on April 30, 2019, and extending through April 29, 2021.

B. This LNG may be imported and exported by truck at any point on the border between the United States and Canada.

C. This LNG may be imported by truck to any LNG receiving facility in the United States and its territories. This LNG may be exported by truck from any LNG loading facility in the United States and its territories.

C. **Monthly Reports:** With respect to the LNG imports and exports authorized by this Order, Ferus shall file with the Office of Office of Regulation, Analysis, and Engagement, within 30 days following the last day of each calendar month, a report indicating whether imports or exports of LNG have been made. Monthly reports must be filed whether or not initial deliveries have begun. If no imports and/or exports have been made, a report of “no activity” for that month must be filed.

If imports of LNG by truck have occurred, the report must give the following details of each LNG cargo: (1) the name of the U.S. receiving facility; (2) the country of origin; (3) the point(s) of entry; (4) the name(s) of the supplier(s)/seller(s); (5) the name(s) of the LNG transporter(s); (6) the volume in thousand cubic feet (Mcf); (7) the price per million British

thermal units (MMBtu) at the point of entry; (8) the duration of the supply agreement; and (9) the geographic market served (list State(s), U.S. Census Region(s), or general U.S. geographic area(s)).

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 delivered 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 June 30, 2019, and should cover the reporting period from April 30, 2019, through May 31, 2019.

E. All monthly report filings on Form FE-746R shall be made to the U.S. Department of Energy (FE-34), Office of Fossil Energy, Office of Regulation, Analysis, and Engagement, according to the methods of submission listed on the Form FE-746R reporting instructions available at <https://www.energy.gov/fe/services/natural-gas-regulation>.

Issued in Washington, D.C., on April 28, 2019.

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