ORDER GRANTING BLANKET AUTHORIZATION TO EXPORT NATURAL GAS TO MEXICO

DOE/FE ORDER NO. 2462

JANUARY 29, 2008
I. DESCRIPTION OF REQUEST

On January 23, 2008, Gasoducto Rosarito, S. de R.L. de C.V. (Gasoducto) 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 155 billion cubic feet of natural gas to Mexico. The applicant requests the authorization be granted for a two-year term beginning on April 1, 2008². Gasoducto is a Mexican corporation with its principal place of business in San Diego, California.

II. FINDING

The application has been evaluated to determine if the proposed import and 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 must be granted without modification or delay. The authorization sought by Gasoducto to export natural gas to Mexico, a nation with which a free trade agreement is 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/ 15 U.S.C. § 717b. This authority is delegated to the Assistant Secretary for Fossil Energy pursuant to Redelegation Order No. 00.002.04C (January 30, 2007).
²/ Gasoducto’s blanket authorization to export natural gas to Mexico granted in DOE/FE Order No. 2211 on May 22, 2006, extends through March 31, 2008 (2 FE ¶ 71,274).
ORDER

Pursuant to section 3 of the Natural Gas Act, it is ordered that:

A. Gasoducto is authorized to export up to 155 billion cubic feet of natural gas to 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 April 1, 2008, and extending through March 31, 2010.

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

C. Monthly Reports: With respect to the natural gas exports authorized by this Order, Gasoducto shall file with the Office of Natural Gas Regulatory Activities, 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; and (4) the total volume at each export point in thousand cubic feet (Mcf) for the month. [OMB No.: 1901-0294]

D. The first monthly report required by this Order is due not later than May 30, 2008, and should cover the reporting period from April 1, 2008 through April 30, 2008.

E. Quarterly Reports: With respect to the natural gas exports authorized by this Order, Gasoducto shall file with the Office of Natural Gas Regulatory Activities, within 30 days following the last day of each calendar quarter, reports indicating whether exports of natural gas have been made. Quarterly reports must be filed whether or not initial deliveries have begun. If no exports of natural gas have been made, a report of “no activity” for that calendar quarter must be filed. If exports of natural gas have occurred, the report must give
the details of each transaction, including: (1) the total monthly volumes in Mcf; (2) the average purchase price of gas per million British thermal units (MMBtu) at the international border; (3) the name of the supplier(s); (4) the name of the purchaser(s); (5) the estimated or actual duration of the supply agreement(s); (6) the name of the United States transporter(s); and (7) the point(s) of exit.

[OMB No. 1901-0294]

F. The first quarterly report required by this Order is due not later than July 30, 2008, and should cover the reporting period from April 1, 2008 through June 30, 2008.

G. Both the monthly and quarterly reports shall be filed with the U.S. Department of Energy, Office of Natural Gas Regulatory Activities, FE-34, P.O. Box 44375, Washington, D.C. 20026-4375.


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