

FEDERAL ENERGY REGULATORY COMMISSION  
WASHINGTON, D.C. 20426

February 2, 2006

In Reply Refer To:  
Energy Transfer Fuel LP  
Docket Nos. PR05-21-000

Lemle & Kelleher L.L.P.  
21<sup>st</sup> Floor, Pan-American Life Center  
601 Poydras Street  
New Orleans, LA 70130

Attention: Amy Baird  
Counsel for Energy Transfer Fuel LP

Reference: Petition for Rate Approval

Dear Ms. Baird:

1. On September 8, 2005, you submitted for filing, on behalf of Energy Transfer Fuel LP (ET Fuel), an application pursuant to section 311(a)(2) of the Natural Gas Policy Act of 1978 (NGPA)<sup>1</sup> to: (a) initiate firm transportation service with a maximum monthly reservation fee and a usage fee of \$4.5625 and \$0.065 per MMBtu, respectively; and (b) authority to retain from its shippers 1.30 percent of the quantity of gas delivered to ET Fuel for compressor fuel, company use, and lost unaccounted-for gas. ET Fuel is a Texas intrastate natural gas pipeline company with approximately 1,950 miles of pipe. ET Fuel states that the firm transportation service rate proposal is derived from its interruptible service rate of \$0.215 per MMBtu that was approved by the Commission on July 15, 2005 in Docket No. PR05-10-000.<sup>2</sup>

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<sup>1</sup> 15 U.S.C. 3371(a)(2) (2000).

<sup>2</sup> *Energy Transfer Fuel LP*, 112 FERC ¶ 61,068 (2005) (July 15 Order).

2. ET Fuel states that subsequent to the July 15 Order, ET Fuel's management approved entry into the firm NGPA section 311 transportation market. Management made this decision in response to shippers on the system expressing interest in firm transportation service.

3. Notice of the referenced filing was published in the *Federal Register*, 70 Fed. Reg. 57,578, on September 23, 2005, with protests and motions to intervene due on or before October 14, 2005. Brazos Electric Power Cooperative, Inc. filed a motion to intervene. Enterprise Texas Pipeline L.P. (ETP) filed a motion to intervene out-of-time. Pursuant to Rule 214 of the Commission's Rules of Practice and Procedure, 18 C.F.R. § 385.214 (2005), the Commission grants the timely motion to intervene. We also accept ETP's motion to intervene out-of-time because it will not disrupt the proceeding or place additional burdens on the other parties.

4. Based on our review of the petition and the supplemental information ET Fuel subsequently filed in response to Commission Staff's data request, we find ET Fuel's proposed, uncontested firm transportation rates to be fair and equitable. The rate is reasonably derived from ET Fuel's current interruptible service rate the Commission approved in Docket No. PR05-10-000. Therefore, the Commission accepts ET Fuel's rate petition, effective on the date of this order, subject to the conditions noted below.

5. This letter order does not relieve ET Fuel of its obligations to file the required reports under Part 284 of the Commission's regulations and the requirement in the July 15 Order to file a rate petition under section 311 of the NGPA on or before February 18, 2008.

By direction of the Commission.

Magalie R. Salas,  
Secretary.