

March 11, 2014

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Kimberly D. Bose, Secretary  
Federal Energy Regulatory Commission  
888 First Street, N.E.  
Washington, DC 20426

**Re: Magnolia LNG, LLC  
PF13-9-000  
Monthly Status Report, February 1 - February 28, 2014**

Dear Secretary Bose:

On March 20, 2013, the Commission issued an Approval of the Pre-Filing Process Request for Magnolia LNG, LLC's ("Magnolia") proposed Magnolia LNG Project ("Project") and the associated National Environmental Policy Act ("NEPA") review process, as filed under the above-referenced docket.

Pursuant to Section 157.21(f)(6) of the Commission's regulations, Magnolia hereby submits the monthly status report for the period of **February 1 through February 28, 2014**.

If you have any questions regarding this filing, please contact me at (202) 778-9178 or [sandra.safro@klgates.com](mailto:sandra.safro@klgates.com).

Best regards,

/s/ Sandra E. Safro

Sandra E. Safro  
*Counsel for Magnolia LNG, LLC*



## **Introduction**

By letter order dated March 20, 2013, Magnolia LNG, LLC (“Magnolia LNG”) was granted approval by the Director of the Office of Energy Projects of the Federal Energy Regulatory Commission (“FERC” or “Commission”) to utilize the Commission’s Pre-Filing review process for the proposed Magnolia LNG Project (“Project”). The Commission’s Pre-Filing review of the Project has been assigned Docket No. PF 13-09-000.

The proposed Magnolia LNG Project includes an 8 million tonne per annum (“mtpa”) liquefied natural gas (“LNG”) facility in the Port of Lake Charles, Louisiana, that will receive natural gas sourced from North America via an existing pipeline and liquefy, store, and deliver it as needed to LNG carriers for export overseas; LNG carriers and barges for domestic marine distribution and the possibility of LNG bunkering; and LNG trucks for road distribution to LNG refueling stations in Louisiana and the surrounding states. The Project will include four 2-mtpa LNG trains.

This Monthly Progress Report, which covers the period from February 1, 2014 through February 28, 2014, provides a brief summary of significant Project activities or changes in Project information that have occurred during the reporting period.

## **Filings with the Commission**

No filings were made with the Commission during this period.

## **Agency Contacts**

The following agency contacts were held during the reporting period:

- A representative of Magnolia LNG participated in meetings scheduled by the Port of Lake Charles between February 4 – 6, 2014, with Mr. Mark Mazzanti, Chief of Programs, U.S. Army Corps of Engineers (“USACE”), in Washington, D.C. with the purpose of requesting the USACE to allocate additional funding from the USACE’s FY14 discretionary O&M funds to the Calcasieu Channel dredging program. In addition to the meeting with the USACE, meetings were also scheduled with Representatives Boustany (R-LA) and Scalise (R-LA), Senators Landrieu (D-LA) and Vitter (R-LA), House and Senate Budget Committee Staff, Senate Appropriations Committee Staff, Department of Commerce, and MARAD. Rep. Cassidy (R-LA) also attended the meeting with USACE.



The MLNG representative provided an overview of the Project and the impact that the channel dredging program would have on the Project.

- Magnolia LNG representatives met with the U.S. Coast Guard on February 13, 2014, to review comments received on draft Follow-On Waterway Suitability Assessment.
- A monthly conference call/meeting was held with FERC staff and consultants on February 25, 2014, to review current status of the Project.
- A meeting was held with senior FERC staff on February 25, 2014, to discuss process and timing for the Magnolia LNG and Kinder Morgan Louisiana Pipeline (“KMLP”) applications.

### **Engineering**

The following engineering work was performed during the reporting period:

- Continuation of the vapor dispersion modeling based on the U.S. Department of Transportation, Pipeline and Hazardous Materials Safety Administration’s approved guidelines for recent projects pending official response related to the proposed vapor dispersion protocols for the Project.
- Completed various ‘Proof-of-Concept’ marine simulations at the MSI facility in Newport, RI.

### **Environmental**

The following environmental work was performed during the reporting period:

- Continued the preparation of responses to FERC’s Comments on Draft Resource Reports 1 through 8 and 10, dated January 16, 2014.
- Continued the development of draft air model, including the development of a new Marine emissions protocol.
- Continued the development of an ‘IT Questionnaire’ that will accompany Magnolia LNG’s draft air permit application to the Louisiana Department of Environmental Quality.

### **Scope Update**

There are currently no changes to the Project scope.



### **Stakeholder Activities**

The following Stakeholder meetings have been held during the reporting period:

- Met with Cameron Parish Police Jury members on February 13, 2014, to provide overview of Project.

### **Schedule Update**

No changes were made in the Project schedule during the reporting period.