# Oil and Gas Production Segments in the 2016 GHGI

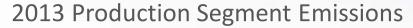
Overview of Methodology Updates Under Consideration

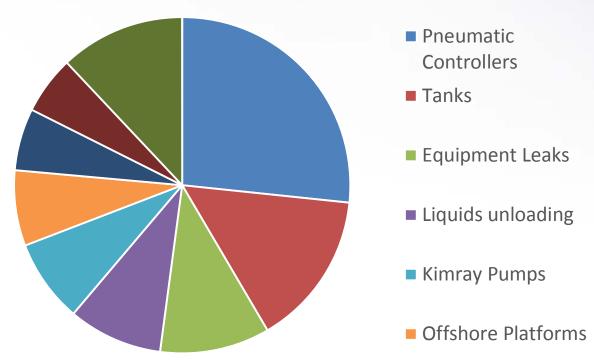
November 19, 2015



# Oil and Gas Production Segments in 2015 GHGI

- 71 MMT CO<sub>2</sub>e
- 39% of total natural gas and petroleum systems CH₄ emissions





### **Production Segment Emission Sources**

- Fugitives
  - Wellheads
  - Separators
  - Heaters
  - Dehydrators
- Vented and combusted
  - Pneumatic controllers
  - Well drilling, completions, workovers
  - Pneumatic pumps
  - Dehydrator vents
  - Condensate and oil storage tanks

- Meters/piping
- Compressors
- Heaters/treaters
- Others
- Gas engines
- Liquids unloading
- Flares
- Blowdowns
- Upsets
- Others

# Pneumatic Controller Activity Data: Current Inventory Method



- Natural Gas Systems
  - EPA/GRI (1996) study estimate of controllers per well developed for 1992 base year.
- Petroleum Systems
  - Segregated by bleed rate (high versus low).
  - Industry Review Panel established estimate of four devices per heater-treater and three devices per battery without a heater treater; 35% of devices being high bleed.

### Fugitives Activity Data: Current Inventory Method

#### Natural Gas Systems

- Non-associated gas wellhead counts calculated from DrillingInfo DI Desktop® for all years
- Other major equipment (separators, heaters, dehydrators, meters/piping, compressors) counts are driven from EPA/GRI (1996) study estimate based on well counts in a given year relative to 1992 base year.
- Major equipment activity factors (equipment per well) are segregated by NEMS region (NE, MC, GC, SW, RM, WC).

#### Petroleum Systems

- Wellheads and header counts are calculated based on oil well counts from DrillingInfo DI Desktop®, stripper well counts, and activity factors from EPA/Radian (1999) study.
- Other major equipment (separators and heater-treaters) counts are driven from EPA/Radian study estimate based on production and well counts in a given year relative to 1993 base year.
- Major equipment activity factors are segregated by production type (heavy versus light crude).

# **Subpart W Production Segment Activity Data**



- Subpart W collects data from onshore production facilities that meet the 25,000 MT CO<sub>2</sub>e reporting threshold.
  - Facility definition: On or associated with a single well pad
  - Reporters represent ~500 facilities
  - Reporters (in 2013) represent 425,125 out of estimated 1.3 million active O&G wells
- Pneumatic controller counts are available from all reporters, segregated by bleed rate (high, low, intermittent)
- Subpart W provides data on major equipment counts (used to calculate equipment leak emissions

# **Subpart W Production Segment Activity Data Scale-up Considerations**



- Portion of the national population not meeting reporting threshold
  - Assess year to year variation
- Allocation to natural gas and petroleum systems
  - EPA is considering using reported number of sub-basins of each production type to allocate wellhead, pneumatic controller, and other equipment counts accordingly
- Example: A simplistic approach to scale-up. Assume that since the subpart W data set represents X% of active wells, then subpart W represents the same proportion of other national equipment counts (i.e., that the ratio of each type of equipment-per-wellhead is the same for non-reporting wells as it is for reporting wells).

## **Example: Simple Scale-Up Using 2013 GHGRP Data**

- Use of well count coverage in 2013 data
- Assume that subpart W equipment per well is representative of equipment per well for non-reporters
- Does not make distinction between natural gas and petroleum
- Other approaches could lead to higher or lower results

Equipment	2015 Inventory	Subpart W (Reported)	Subpart W Scaled
Total: Pneumatic Controllers	911,474	707,974	2,190,237
Total: Wellheads	1,315,196	425,125	1,315,196
Total: Separators	388,222	243,531	753,404
NG: Heaters	107,735	49,319	152,577
NG: Dehydrators	62,919	7,974	24,669
NG: Meters/piping	390,586	222,802	689,276
NG: Compressors	35,354	21,318	65,951
Petro: Heater-treaters	84,262	26,350	81,518
Petro: Headers	92,395	32,559	100,727

### Requests for Stakeholder Feedback: Subpart W Production Segment AD Scale-up



- What other approaches are available for scaling up subpart W data for use in the Inventory?
- Are there specific subpopulations for which subpart W average information should not be used or should be modified?
  - E.g. smaller well sites, stripper wells
- Are data sources available that could be used to determine key characteristics of the non-reporting population?
- Are there other approaches available for allocating subpart W activity factors (e.g., counts per well) between oil and gas?
- How should EPA account for geographic variation in subpart W data (by AAPG basin, by NEMS region, etc.)?
- How should EPA account for year-to-year variation in subpart W data?

# Requests for Stakeholder Feedback: Other Revisions Under Consideration

- HF oil well completions and workovers
  - "Potential" emission factor calculated in 2015 NSPS OOOO proposal
  - AD from DI Desktop
- Emission Factors
  - Pneumatic controllers
    - GHGRP allows for categorization of activity data and emission calculations into three bleed rate categories
    - Could use GHGRP split and apply GHGRP emission factors
  - Other sources
    - GHGRP factors
    - Factors from new study data
- Abandoned wells
  - Review of available activity and emissions data
- Super-emitters