



Methane to Markets

Reducing Methane Emissions in Pipeline Maintenance and Repair

IAPG & US EPA Technology Transfer Workshop

November 6, 2008
Buenos Aires, Argentina

Pipeline Maintenance and Repair: Agenda

- Methane Losses from Pipeline Maintenance
- Methane Recovery from Hot Taps
- Methane Losses from Major Pipeline Repairs
- Methane Recovery Using Pipeline Pumpdowns
- Methane Recovery from Pipeline Pigging
- Discussion Questions

Methane Losses from Current Pipeline Maintenance Practices

- Natural gas is often vented to the atmosphere when performing pipeline repairs and new connections
 - Up to 170 thousand cubic meter (Mm³)* natural gas vented when making a new connection or non-leaking repairs
 - Quantity depends on pipe diameter, length between isolation valves and operating pressure
- These practices have typically resulted in methane emissions
 - Loss of sales
 - Service disruption and customer inconvenience
 - Costs of gas-freeing the existing piping system

*pipelines range from 10 to 46 centimeters diameter, 3 to 16 km between valves and operating pressure between 7 to 68 atm.

Methane Recovery: Hot Taps for New Connections

- Connecting pipelines without service disruption or methane emissions

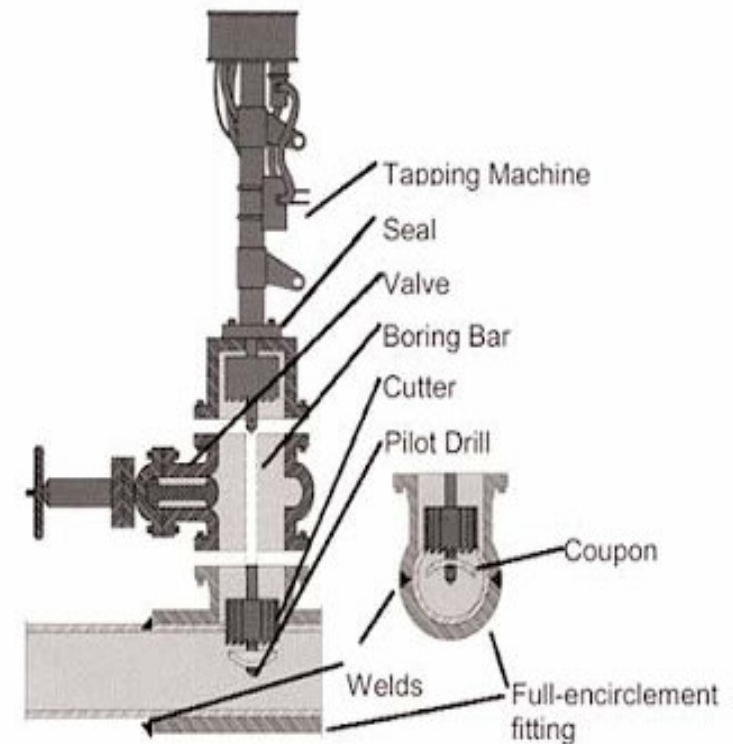


Certified Williamson Industries Technician performing a hot tap with a 760 Tapping Machine as part of a 12" Stopple application.

Source: Williamson Industries Inc.

Hot Tapping Procedure

- Connect branch fitting and permanent valve on the existing pipeline while in service
- Install hot tapping machine on the valve
- Cut through pipeline wall and extract coupon through the valve
- Close valve and remove hot tapping machine
- Connect branch line



Source: IPSCO

Schematic of Hot Tapping Machine

Hot Tap Benefits

- Continuous system operation – shutdown and service interruptions are avoided
- No gas released to the atmosphere
- Avoided cutting, realignment and re-welding of pipeline sections
- Avoid inerting / gas-freeing pipeline section for hot work
- Reduced planning and coordination costs
- Increased worker safety

Methane Losses from Major Repairs

- Not always possible to repair a pipeline without taking it out of service
- Major pipeline repairs often involve isolating the repair area and venting gas to the atmosphere
 - Major repairs
 - Internal defects
 - Leak repairs
 - Installing large connections
- 1 to 170 Mm³* natural gas vented to the atmosphere with each repair

*on pipelines ranging from 10 to 46 centimeters inside diameter, 16 km between isolation valves and 7 to 68 atm.

Industry Experience

- One hot tap vendor reported helping a gas transmission client avoid a service outage
 - One day gas delivery in a 91-cm natural gas pipeline operating at 68 atm is worth US\$243.000 in gross revenue
 - Performing a shutdown connection required 4 days
 - Revenue savings was estimated at US\$972.000

Methane Recovery Using Pipeline Pumpdowns

- Minimizing emissions when you must cut out a section of pipeline



Source: Duke Energy

Pipeline Pumpdown Procedure

- Use in-line compressors to “pull down” the pressure to minimum suction pressure
- Use portable compressor to “pull down” pressure even further
- Cost is justified by immediate payback in gas savings
- About 90% of gas usually vented is recoverable

Sequence of Depressurization Events

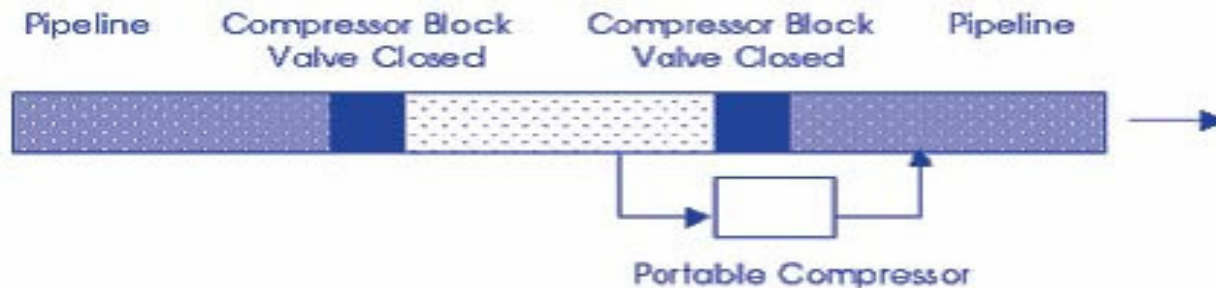
1. Identify Pipeline Segment Needing Repair



2. Depressurize Segment by 50% Using In-line Pipeline Compressor



3. Depressurize Segment Further to 90% Using Portable Compressor In Sequence With an In-line Compressor



-  Normal pipeline pressure
-  Pipeline with pressure reduced to 50%
-  Pipeline with pressure reduced to 90%

Pipeline Pumpdown Equipment

- In-line pipeline compressor
 - Typically has compression ratio of 2 to 1
 - Blocking upstream valve reduces pipeline pressure with no additional equipment costs
- Portable compressor
 - Typically has compression ratio of 5 to 1
 - Can be used in conjunction with in-line compressor to further reduce pressure in the pipeline section
 - Justifiable only when multiple sections of pipeline are to be serviced (i.e. long sections of maintenance or pipeline valve station maintenance where stopples are not feasible)

Economics of Pipeline Pumpdown

- Calculate gas vented to atmosphere by depressuring pipeline
- Calculate gas saved with in-line compressors
- Calculate gas saved with portable compressor
 - Consider cost of a portable compressor
 - O&M costs of a portable compressor
 - Consider fuel costs for operating portable compressor
- Calculate the net gas savings

Pipeline Pumpdown in Argentina

- Over 24.900 km of gas pipelines in Argentina; currently gas transmission companies do not appear to employ pipeline pumpdown as a maintenance activity
- Pipeline pumpdown using portable compressors is a viable opportunity
- Example vendors of portable compressors with presence in Argentina:
 - **Ariel Compressors**
 - **Knox Western**

Industry Experience

- U.S. Natural Gas STAR partner Southern Gas used compressors three times at one location
- Estimated total cost = US\$52.600
- Gas saved from being vented = 922 Mm³
- Gross savings at Argentina price* = US\$65.100
- Net savings = US\$12.500
- Even at Argentina gas price, practice pays back immediately

*Argentina gas price assumed to be US\$70,63 per thousand cubic meter.

Methane Recovery from Pipeline Pigging

- Hydrocarbons and water condense inside wet gas gathering lines, causing pressure drop and reducing gas flow
- Periodic line pigging removes liquids and debris to improve gas flow
- Efficient pigging:
 - Keeps pipeline running continuously
 - Keeps pipeline near maximum throughput by removing debris
 - Minimizes product losses during launch/capture



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Pigging Applications

- Pipeline pigs come in a variety of shapes and sizes for different applications
 - **Cleaning pigs**
 - Have brushes or blades to help remove debris
 - **Sealing pigs**
 - Make tight seal for removing liquids from the pipe
 - **Inspection pigs**
 - Specialized pigs outfitted with instruments to monitor the pipeline integrity



Pigging and Methane Losses

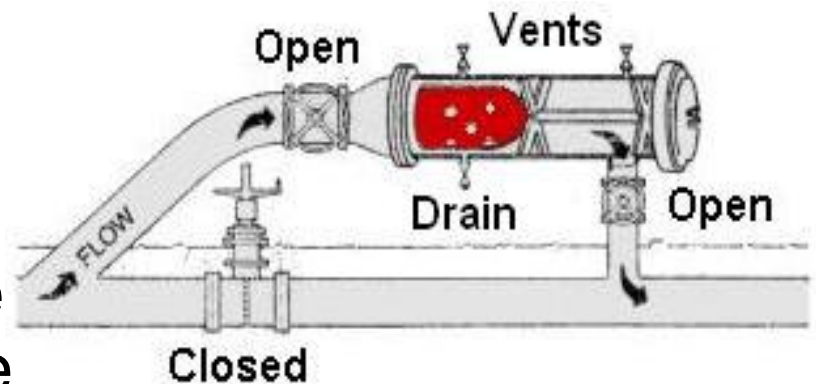
- Gas lost when launching and receiving a pig
- Fugitive emissions from pig launcher / receiver valves
- Gas lost from storage tanks receiving condensate removed by pigging
- Gas vented from pipeline blowdowns

- Gathering lines have built-in pig launchers
- Pig launchers have isolation valves for loading pigs, pressurizing pig launcher, and launching pigs with gas bypassed from the pipeline
- Launcher depressuring for inserting a pig vents methane to the atmosphere



Pigging Vents Methane Twice

- Methane is vented from the launcher and again from the pig receiver
 - **Once receiver is isolated from the line, it must be depressured to remove the pig**
 - **Liquids ahead of the pig drain to a vessel or tank**
- More than twice:
 - Isolation valve leaks may cause excessive venting to depressure



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Estimating Pigging Vents

- $E = P * V * n * f$

where:

E = methane emissions (m^3)

P = Gathering line pressure (atm)

V = Launcher and receiver volume (m^3)

n = % methane

f = number of piggings

- Pig trap isolation valve leakage increases this minimum amount of gas venting

Estimating Emissions from Pigging

- Estimating n
 - Default = 78,8
- Estimating P
 - Default = 21,43 atm
- Estimating V

| Line Diameter (cm) | | V (m ³) |
|--------------------|--------|---------------------|
| 6 in | 15,24 | 0,025 |
| 12 in | 30,48 | 0,130 |
| 18 in | 45,72 | 0,326 |
| 26 in | 66,04 | 0,784 |
| 34 in | 86,36 | 1,846 |
| 48 in | 121,92 | 4,834 |

Gas Recovery from Pipeline Condensate Storage Tanks

- Pressurized condensate collected from pigging is normally transferred to an atmospheric (fixed roof) tank
- Gas released during atmospheric flashing can be recovered using a vapor recovery unit (VRU) rather than venting the gas
- Facilities with existing pigging and liquid storage capabilities can install an electric or gas powered VRU compressor to recover flashed gasses
- Pig receiver vent can also be piped to the VRU for additional gas savings

Industry Experience

- One partner pigged gathering lines 30 to 40 times per year, collecting several thousand barrels of condensate per application
- Partner reported saving 606 Mm³/year
- Dedicated vapor recovery unit (VRU) was installed with an electric compressor
- Large gas savings and rising gas prices offset costs

| | | | |
|--|--------|--------|--------|
| Gas Price (US\$/Mm³) | 70,63 | 105,94 | 141,26 |
| Gas Saved (Mm³/year) | 606 | 606 | 606 |
| Annual Savings (US\$/year) | 42.800 | 64.200 | 85.600 |
| Installed Cost (US\$) | 24.000 | 24.000 | 24.000 |
| Operating Cost (US\$/year) | 40.000 | 40.000 | 40.000 |
| Payback Period (years) | 8,6 | 1,0 | 0,5 |

Discussion Questions

- To what extent are you implementing these practices?
- How could these practices be improved upon or altered for use in your operation(s)?
- What are the barriers (technological, economic, lack of information, regulatory, focus, manpower, etc.) that are preventing you from implementing these practices?