Fugitive Emissions Equals Fugitive Dollars

Josh McDowell Small Business Assistance Coordinator Department of Community Outreach

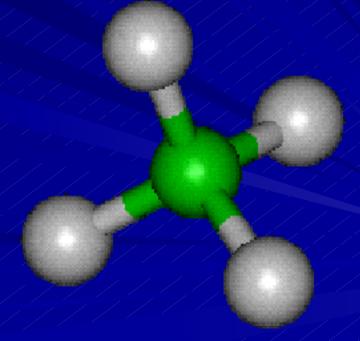
> Texas A&M University Corpus Christi



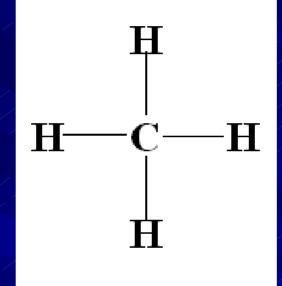
The Island University

Methane



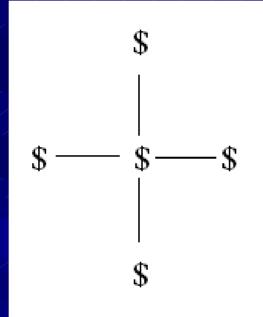


Methane



Lewis Diagram

Methane

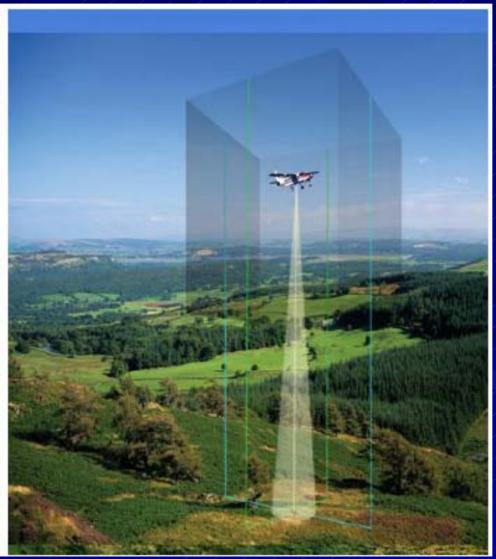


Citi Bank Diagram

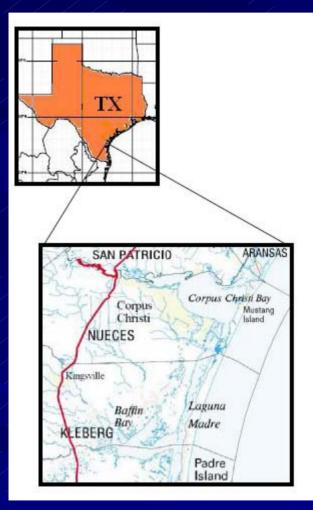
Passive Detection

Liquid Storage Tank Leaks

Active Detection



Over-Flight





Site Location

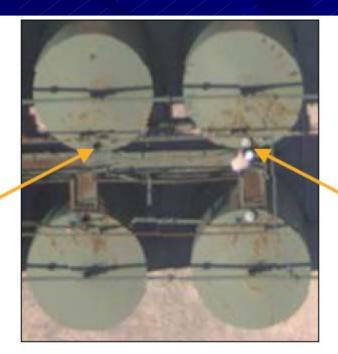
South of Kingsville, TX



Two Passes

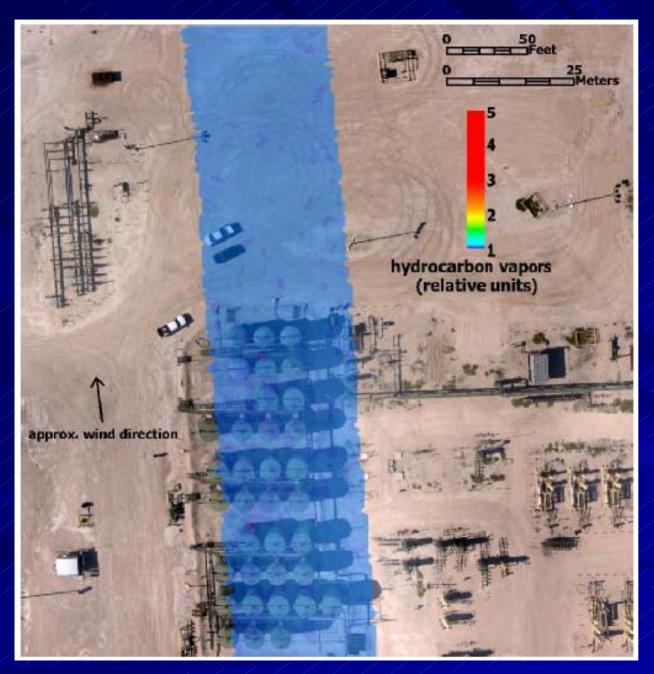


Thief Hatch Opened









First Pass VRU Turned On



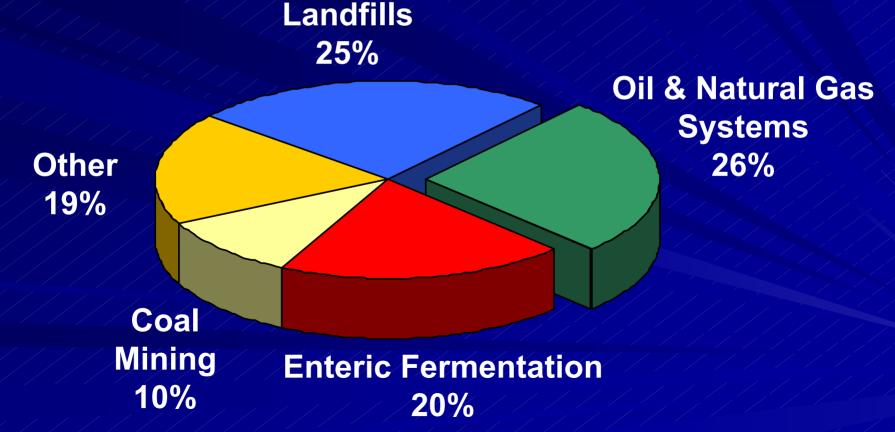
Second Pass VRU Turned Off

Point Source



How much is lost?

The production sector accounts for 44% of the CH4 emissions in the oil and gas industry.



Inventory of U.S. Greenhouse Gas Emissions and Sinks 1990 – 2004, USEPA, April, 2006

Fugitive Emissions

Estimated loss of 131 Million Tons*

or

Estimated \$2 Billion of Lost Revenue

* CO2 equivalent tons Source: EPA - Inventory of U.S. GHG Emissions and Sinks 1990 -2004



What to do with vent gas?

\$6.00/Mcf

Three Main Sources

Offshore Platforms

Tank Batteries

Gas Pneumatic Controls



How to Limit Emissions

& Make Money at the Same Time

Vapor Recovery

Plunger Lifts

Compressed Air Controls

Why Vapor Recovery

Even water can have dissolved gas in solution. This is mostly true for deeper wells (>10,000 ft.).

Light volatiles from condensate can be captured (high Btu content).

Crude oil can yield as much a \$2 per bbl of vapor.

Vapor Recovery Costs

Capacity (Mcfd)	Compressor Horsepower	Capital Costs(\$)	Installation Costs(\$)	O&M Costs (\$/year)
25	5 - 10	15,125	7,560 - 15,125	5,250
50	10 - 15	19,500	9,750 - 19,500	6,000
100	15 - 25	23,500	11,750 - 23,500	7,200
200	30 - 50	31,500	15,750 - 31,500	8,400
500	60 - 80	44,000	22,000 - 44,000	12,000

Four Steps

1. Identify Possible Locations for VRU.

2. Quantify the Volume of Emissions.

3. Measure the Site.

4. Evaluate Cost Benefits.

Example

With API Gravity of 38°

Separator Pressure = to 40 psi

Production of 1000 bbl/day

Vapor Emissions Rate = 43 Scf/bbl

Total Vapor Captured = 43 Mcf per day Source: EPA

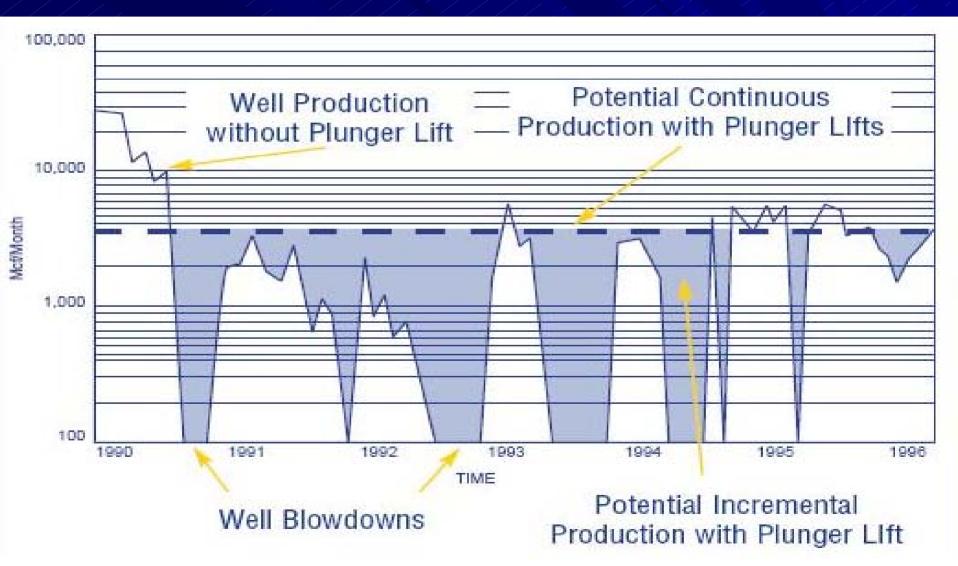
Why Plunger Lifts

Plunger Lifts Limit Blowdown\$

Limited Venting or Flaring



Plunger Lifts



Plunger Lift Benefits

Revenue from Increased Production

Avoid Title V Issues

Fewer Workovers

Plunger Lift Evaluation

Common Requirements for Plunger Lift Applications

- ★ Well blowdowns and other fluid removal techniques are necessary to maintain production.
- ★ Wells must produce at least 400 scf of gas per barrel of fluid per 1,000 feet of depth.
- ★ Wells with shut-in wellhead pressure that is 1.5 times the sales line pressure.
- ★ Wells with scale or paraffin buildup.

Plunger Lift Pay Back 14 Wells at Midland Farm Field, Texas Before Plunger Lift Total Production 2510 Mcfd

30 Days After Plunger Lift Installation Total Production 3869 Mcfd

Source: World Oil, November 1995



If a 10,000' well with a 8" casing

and 214.7 psig shut-in pressure

is vented weekly how much money

is lost annually?



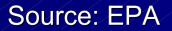
\$15,864 Annually

Cost of a plunger lift ≈ \$8000

Gas Pneumatic Case Studies How much are you losing?

- Unocal Fresh Water Bayou Facility -After installing the compressed air controls increased throughput by 69,350 Mcf annually.

\$416,100



Gas Pneumatic Case Studies

Conversion Project Cost

\$60,000

Ga\$ Pneumatic Ca\$e \$tudie\$ In South Louisiana Chevron – Texaco converted 10 facilities to compressed air at a cost of \$40,000.

Annual payback at today's prices \$138,000

For More Information Useful Web Sites http://www.epa.gov/gasstar/

http://www.fe.doe.gov/index.html

http://www.pttc.org/