Natural Gas Dehydration



Producers Technology Transfer Workshop

Devon Energy and EPA's Natural Gas STAR Program Fort Worth, TX June 6, 2006







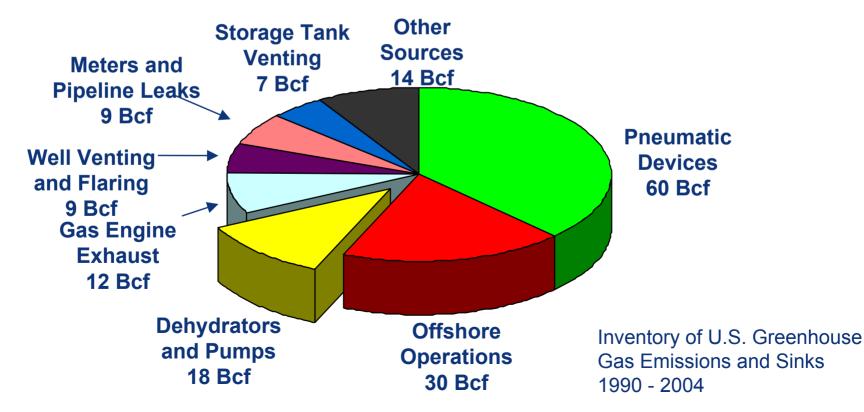
Natural Gas Dehydration: Agenda

- Methane Losses
- Methane Recovery
- Is Recovery Profitable?
- Industry Experience
- Discussion Questions



Methane Losses from Dehydrators

- Dehydrators and pumps account for:
 - 18 Bcf of methane emissions in the production, gathering, and boosting sector





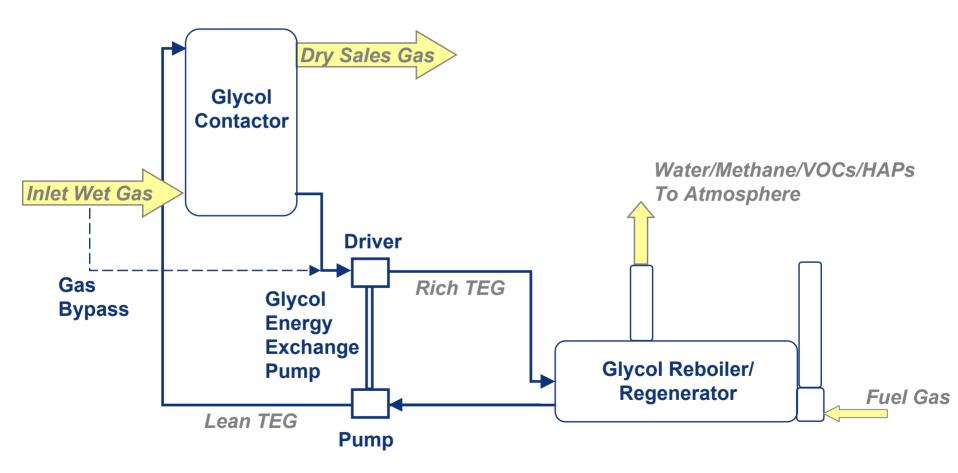
What is the Problem?

- Produced gas is saturated with water, which must be removed for gas processing and transmission
- Glycol dehydrators are the most common equipment to remove water from gas
 - 36,000 dehydration systems in natural gas production, gathering, and boosting
 - Most use triethylene glycol (TEG)
- Glycol dehydrators create emissions
 - Methane, VOCs, HAPs from reboiler vent
 - Methane from pneumatic controllers





Basic Glycol Dehydrator System Process Diagram





Methane Recovery: Five Options

- Optimize glycol circulation rates
- Flash tank separator (FTS) installation
- Iectric pump installation
- Sero emission dehydrator
- Replace glycol unit with desiccant dehydrator



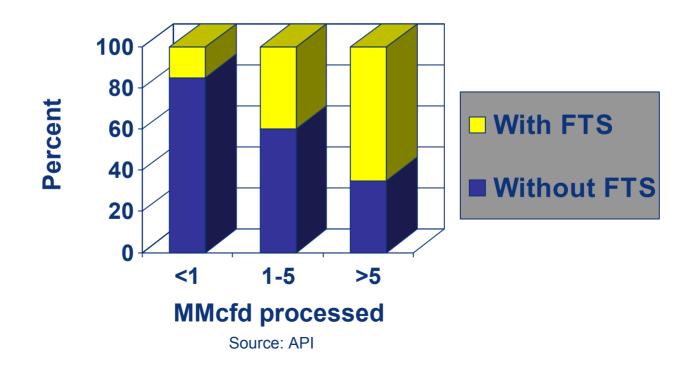
Optimizing Glycol Circulation Rate

- Gas well's initial production rate decreases over its lifespan
 - Glycol circulation rates designed for initial, highest production rate
 - Operators tend to "set it and forget it"
- Glycol overcirculation results in more methane emissions and fuel gas consumption without significant reduction in gas moisture content
 - A Partners found circulation rates two to three times higher than necessary
 - Methane emissions and fuel gas consumption are directly proportional to circulation rate



Installing Flash Tank Separator (FTS)

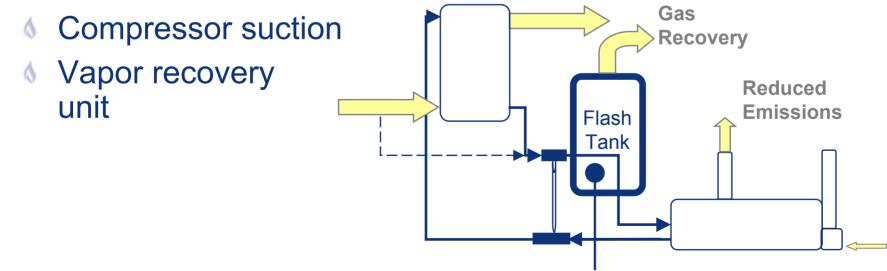
- Is Flashed methane can be captured using an FTS
- Many units are not using an FTS





Methane Recovery

- Recovers ~ 90% of methane emissions
- Reduces VOCs by 10 to 90%
- Must have an outlet for low pressure gas
 - & Fuel



Low Capital Cost/Quick Payback

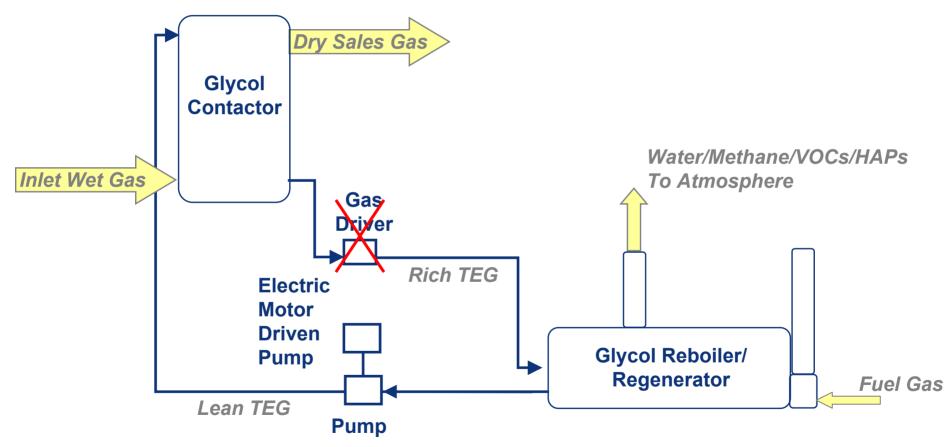


Flash Tank Costs

- Lessons Learned study provides guidelines for scoping costs, savings and economics
- Capital and installation costs:
 - Capital costs range from \$5,000 to \$10,000 per flash tank
 - Installation costs range from \$2,400 to \$4,300 per flash tank
- Negligible O&M costs



Installing Electric Pump





Overall Benefits

- Financial return on investment through gas savings
- Increased operational efficiency
- Reduced O&M costs
- Reduced compliance costs (HAPs, BTEX)
- Similar footprint as gas assist pump
- Limitation: must have electric power source



Is Recovery Profitable?

Three Options for Minimizing Glycol Dehydrator Emissions

Option	Capital	Annual O&M	Emissions	Payback
	Costs	Costs	Savings	Period ¹
Optimize Circulation Rate	Negligible	Negligible	130 – 13,133 Mcf/year	Immediate
Install Flash	\$5,000 -	Negligible	236 – 7,098	2 months
Tank	\$10,000		Mcf/year	– 6 years
Install Electric Pump	\$4,200 - \$23,400	\$3,600	360 – 36,000 Mcf/year	< 1 month – several years

1 - Gas price of \$7/Mcf



Zero Emission Dehydrator

- Combines many emission saving technologies into one unit
- Still gas is vaporized from the rich glycol when it passes through the glycol reboiler
- Condenses the still gas and separates the skimmer gas from the condensate using an eductor
- Skimmer gas is rerouted back to reboiler for use as fuel



Overall Benefits

- Still gas is condensable (heavier hydrocarbons and water) and can be removed from the noncondensable components using a still condenser
- The condensed liquid will be a mixture of water and hydrocarbons and can be further separated
- A Hydrocarbons (mostly methane) are valuable and can be recovered as fuel or product
- Sy collecting the still column vent gas emissions are greatly reduced



Replace Glycol Unit with Desiccant Dehydrator

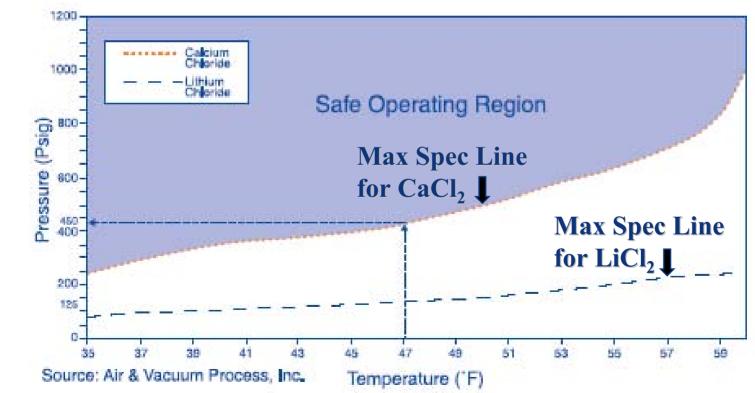
- Desiccant Dehydrator
 - Wet gasses pass through drying bed of desiccant tablets
 - Tablets absorb moisture from gas and dissolve
- Moisture removal depends on:
 - Type of desiccant (salt)
 - 6 Gas temperature and pressure

Hygroscopic Salts	Typical T and P for Pipeline Spec		Cost	
Calcium chloride	47ºF	440 psig	Least expensive	
Lithium chloride	60°F	250 psig	More expensive	



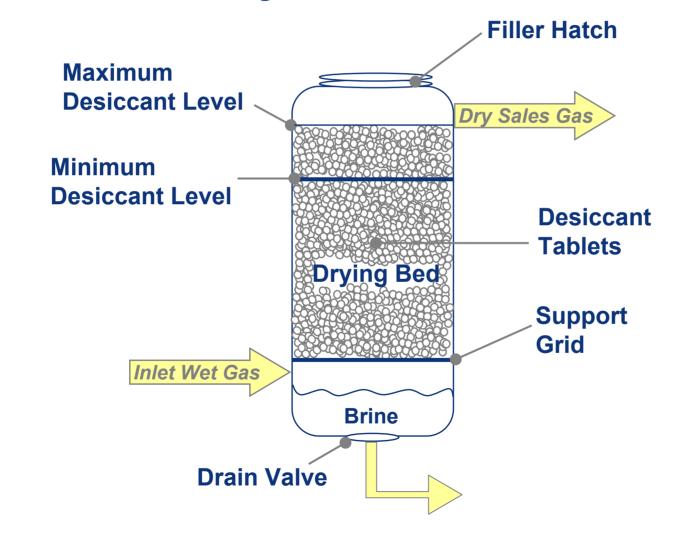
Desiccant Performance

Desiccant Performance Curves at Maximum Pipeline Moisture Spec (7 pounds water / MMcf)





Desiccant Dehydrator Schematic





Estimate Capital Costs

- Determine amount of desiccant needed to remove water
- A Determine diameter of vessel
- Costs for single vessel desiccant dehydrator
 - Capital cost varies between \$3,000 and \$17,000
 - Gas flow rates from 1 to 20 MMcf/day
 - Capital cost for 20-inch vessel with 1 MMcf/day gas flow is \$6,500
 - Installation cost assumed to be 75% of capital cost
- Normally installed in pairs
 - One drying, one refilled for standby

Note:

MMcf = Million Cubic Feet



How Much Desiccant Is Needed?

Example:

F = 1 MMcf/day

O = 7 pounds/MMcf

D = ?

B = 1/3

Where:

- D = Amount of desiccant needed (pounds/day)
- F = Gas flow rate (MMcf/day)
- I = 21 pounds/MMcf I = Inlet water content (pounds/MMcf)
 - O = Outlet water content (pounds/MMcf)
 - B = Desiccant/water ratio vendor rule of thumb

Calculate: D = F * (I - O) * B D = 1 * (21 - 7) * 1/3D = 4.7 pounds desiccant/day

Note: MMcf = Million Cubic Feet



Source: Van Air



Calculate Vessel Diameter

Example:

Where:

- ID = ? D = 4.7 pounds/day T = 7 days B = 55 pounds/cf H = 5 inch
- ID = Inside diameter of the vessel (inch)
- D = Amount of desiccant needed (pounds/day)
- T = Assumed refilling frequency (days)
- B = Desiccant density (pounds/cf)
- H = Height between minimum and maximum bed level (inch)

Calculate:

ID =
$$12^* \sqrt{\frac{4^*D^*T^*12}{H^*B^*\pi}} = 16.2$$
 inch

Standard ID available = 20 inch

Note: cf = Cubic Feet



Source: Van Air



Operating Costs

- Operating costs
 - Model Desiccant: \$2,059/year for 1 MMcf/day example
 - \$1.20/pound desiccant cost
 - In Brine Disposal: Negligible
 - \$1/bbl brine or \$14/year
 - Labor: \$1,560/year for 1 MMcf/day example
 - 💧 \$30/hour
- Total: ~\$3,633/year



Savings

Gas savings

- Gas vented from glycol dehydrator
- 6 Gas vented from pneumatic controllers
- 6 Gas burner for fuel in glycol reboiler
- Gas burner for fuel in gas heater
- Less gas vented from desiccant dehydrator
- Methane emission savings calculation
 - 6 Glycol vent + Pneumatics vents Desiccant vents
- Operation and maintenance savings
 - Glycol O&M + Glycol fuel Desiccant O&M



Gas Vented from Glycol Dehydrator

Example:

- GV = ?
- F = 1 MMcf/day
- W = 21-7 pounds $H_2O/MMcf$
- R = 3 gallons/pound
- OC = 150%
- G = 3 cf/gallon

Where:

- GV= Gas vented annually (Mcf/year)
- F = Gas flow rate (MMcf/day)
- W = Inlet-outlet H₂O content (pounds/MMcf)
- R = Glycol/water ratio (rule of thumb)
- OC = Percent over-circulation
- G = Methane entrainment (rule of thumb)

Calculate:

GV = <u>(F * W * R * OC * G * 365 days/year)</u> 1,000 cf/Mcf

GV = 69 Mcf/year



Glycol Dehydrator Unit Source: GasTech



Gas Vented from Pneumatic Controllers

Example:

- GE = ?
- PD = 4
- EF = 126 Mcf/device/year

Where:

- GE = Annual gas emissions (Mcf/year)
- PD = Number of pneumatic devices per dehydrator
- EF = Emission factor (Mcf natural gas bleed/ pneumatic devices per year)

Calculate: GE = EF * PD GE = 504 Mcf/year



Norriseal Pneumatic Liquid Level Controller

Source: norriseal.com



Gas Lost from Desiccant Dehydrator

Example:

Where:

GLD = ?%G = 45% $P_1 = 15 Psia$ $P_2 = 450 Psig$ T = 7 days

- GLD = Desiccant dehydrator gas loss (Mcf/year) ID = 20 inch (1.7 feet) ID = Inside Diameter (feet) H = 76.75 inch (6.4 feet) H = Vessel height by vendor specification (feet)%G = Percentage of gas volume in the vessel P_1 = Atmospheric pressure (Psia) P_2 = Gas pressure (Psig)
 - T = Time between refilling (days)

Calculate:

 $GLD = H * ID^2 * \pi * P_2 * %G * 365 days/year$ 4 * P₁ * T * 1,000 cf/Mcf GLD = 10 Mcf/year

> Desiccant Dehydrator Unit Source: usedcompressors.com





Desiccant Dehydrator and Glycol Dehydrator Cost Comparison

Type of Costs and Savings	Desiccant (\$/yr)	Glycol (\$/yr)
Implementation Costs		
Capital Costs Desiccant (includes the initial fill) Glycol Other costs (installation and engineering)	13,000 9,750	20,000 15,000
Total Implementation Costs:	22,750	35,000
Annual Operating and Maintenance Costs		
Desiccant Cost of desiccant refill (\$1.20/pound) Cost of brine disposal Labor cost Glycol	2,059 14 1,560	
Cost of glycol refill (\$4.50/gallon) Material and labor cost		167 4,680
Total Annual Operation and Maintenance Costs:	3,633	4,847

Based on 1 MMcfd natural gas operating at 450 psig and 47°F Installation costs assumed at 75% of the equipment cost



Desiccant Dehydrator Economics

NPV= \$18,236 IRR= 62% Payback= 18 months

Type of Costs						
and Savings	Year 0	Year 1	Year 2	Year 3	Year 4	Year 5
Capital costs	-\$22,750					
Avoided O&M						
costs		\$4,847	\$4,847	\$4,847	\$4,847	\$4,847
O&M costs -						
Desiccant		-\$3,633	-\$3,633	-\$3,633	-\$3,633	-\$3,633
Value of gas						
saved ¹		\$7,441	\$7,441	\$7,441	\$7,441	\$7,441
Glycol dehy.						
salvage value ²	\$10,000					
Total	-\$12,750	\$8,655	\$8,655	\$8,655	\$8,655	\$8,655

1 – Gas price = \$7/Mcf, Based on 563 Mcf/yr of gas venting savings and 500 Mcf/yr of fuel gas savings

2 - Salvage value estimated as 50% of glycol dehydrator capital cost



Partner Experience

- One partner routes glycol gas from FTS to fuel gas system, saving 24 Mcf/day (8,760 Mcf/year) at each dehydrator unit
- Texaco has installed FTS
 - Recovered 98% of methane from the glycol
 - Reduced emissions from 1,232 1,706 Mcf/year to <47 Mcf/year



Lessons Learned

- Optimizing glycol circulation rates increase gas savings, reduce emissions
 - Negligible cost and effort
- ♦ FTS reduces methane emissions by ~ 90 percent
 - A Require a low pressure gas outlet
- Electric pumps reduce O&M costs, reduce emissions, increase efficiency
 - Require electrical power source
- Sero emission dehydrator can virtually eliminate emissions
 - Requires electrical power source
- Desiccant dehydrator reduce O&M costs and reduce emissions compared to glycol
 - Mest for cold gas



Discussion Questions

- To what extent are you implementing these technologies?
- A How can the Lessons Learned studies 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 this technology?