

Department of the Environment

### **Mitigation Working Group**

#### Developing an MWG Recommendation on Methane **Emissions**



**MDE** Presentation Mitigation Working Group Meeting August 22, 2016

# Topics

- Background and Schedule
- MDE Straw-Proposal
  - Potential recommendations for the Mitigation Working Group (MWG) to forward to the full Commission (MCCC) on methane emissions for the 2016 MCCC report





• Discussion

## 2016 MWG Methane Meetings

- June 27
  - Methane Part 1 Learning session
  - Balanced set of speakers
  - Some discussion.
- August 22 (Today)
  - Methane Part 2 Discussion
  - Begin to develop MWG recommendations on methane emissions
- October 24
  - Methane Part 3 Finalize MWG methane emissions recommendations
  - Review other MWG recommendations for the MCCC 2016 report
- November 28
  - All MWG recommendations for 2016 MCCC report final





#### An MDE Straw Proposal for Discussion

- MDE staff has listened to experts at earlier meetings and received input from many MWG members
- This straw proposal tries to capture what we have heard from MWG and Commission members on the issues associated with methane emissions
- MDE Straw Proposal has 3 pieces:
  - 1. What can Maryland do to minimize methane emissions at existing facilities in the State?
  - 2. What can Maryland do to address methane emissions in upstream states?
  - 3. How can Maryland ensure that if hydraulic fracturing happens in Maryland ...
    - that methane emissions are significantly reduced or eliminated?





#### Minimizing "In-State" Methane Emissions

- MDE has already begun to work on updated regulations to minimize methane emissions at a first set of priority sources
  - Landfills
  - Compressor Stations
  - Waste Water Treatment Plants
- Will be working with MWG on 2<sup>nd</sup> set of potential actions
- Builds from work in other states like Colorado and Pennsylvania
- Make this a recommendation to the MCCC





#### Addressing "Upstream" Methane Emissions

- Recommend to the Commission that the State push EPA and other states to adopt the strongest possible regulations to minimize methane emissions in areas outside of Maryland
- Do not penalize our own process in Maryland by discounting greenhouse gas emission reductions taking place because of natural gas
  - Some have argued that methane emissions at upstream operations linked to natural gas should be used to reduce Maryland's in-state emissions reductions
  - MDE believes that this is counterproductive to our in-state efforts
  - Would also require a change in the law to make this kind of "life-cycle" emissions accounting to take place
- Potential recommendation: Acknowledge this issue in the MCCC 2016 report but use it to drive the strong action outlined in bullet number 1 above





#### Methane Emissions and Hydraulic Fracturing

- Hydraulic fracturing in Maryland will be a major area of discussion over the next year
- MDE draft regulations would establish some of the most stringent controls on emissions at hydraulic fracturing operations in the Country
  - Top-down best controls on all emitting sources including fugitive methane emissions from leaks
  - A zero-methane requirement that requires drill pad site emissions to be "offset" by an equivalent reduction in methane emissions from other sources
- Potential Recommendation: The MCCC should support MDE's draft regulations
- MDE recognizes that some MWG and MCCC members may be pushing for an outright ban
  - This may make this a difficult issue to develop a consensus recommendation





### Summary of Potential Recommendations

- 1. In-State Emissions
  - MDE tightens up methane emission requirements for existing sources
- 2. Upstream Methane Emissions
  - Push for very strong controls on upstream methane emissions through federal rules or rules in other states
  - Acknowledge the role of upstream methane, but do not discount in-state reductions associated with fuel conversions
- 3. Hydraulic Fracturing
  - Support the draft MDE regulations
- 4. Are there other recommendations that the MWG should consider?





# Questions and Discussion



