

# Methane

#### A Status Report from MDE



**Maryland Commission on Climate Change** 

Joint Meeting - Scientific & Technical and Mitigation Working Groups

June 27, 2016

# **Discussion Topics**

- Methane An overview
  - A snapshot of Maryland's methane inventory
- EPA Initiatives
- Initiatives in other states
- What's going on in Maryland?





### **Methane – The Basics**

- Methane (CH<sub>4</sub>) is the second most prevalent greenhouse gas emitted in the U.S. from human activities
- The atmospheric lifetime of methane is much shorter than carbon dioxide (CO<sub>2</sub>)
- On a per unit basis, methane is at least 25 times more potent at trapping heat in the atmosphere than CO<sub>2</sub> over a 100 year period, and about 85 times more potent over a 20 year period
- According to the EPA, methane accounted for about 10.6% of all U.S. greenhouse gas emissions in 2014



# **Global Warming Potential**

- CO<sub>2</sub> has a Global Warming Potential (GWP) of 1
  - CO<sub>2</sub> is the baseline unit to which all other greenhouse gases are compared
- Equivalent CO<sub>2</sub> (CO<sub>2</sub>e) is the concentration of CO<sub>2</sub> that would cause the same level of radiative forcing
- Maryland used the Intergovernmental Panel on Climate Change (IPCC) 100 year GWP in the 2011 inventory
  - Carbon Dioxide: 1
  - Methane: 21
- IPCC GWP revised periodically



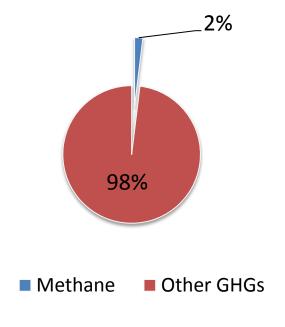


## **Current MD Inventory - A Snapshot**

#### Methane vs. Total GHG Emissions in Maryland

2011 Emissions (MMt CO <sub>2</sub> e)		
Sector	Methane	Other GHGs
Electricity Use (Consumption)	0.02	37.86
RCI Fuel Use	0.11	17.00
Transportation – Onroad	0.00	28.25
Transportation – Nonroad	0.00	7.02
Fossil Fuel Industry	0.84	0.84
Industrial Processes	0.00	4.40
Agriculture	0.47	1.66
Waste Management	0.48	2.26

#### Methane in Maryland



The Maryland inventory is currently being updated. Methane will be one of the key areas to look at more deeply.

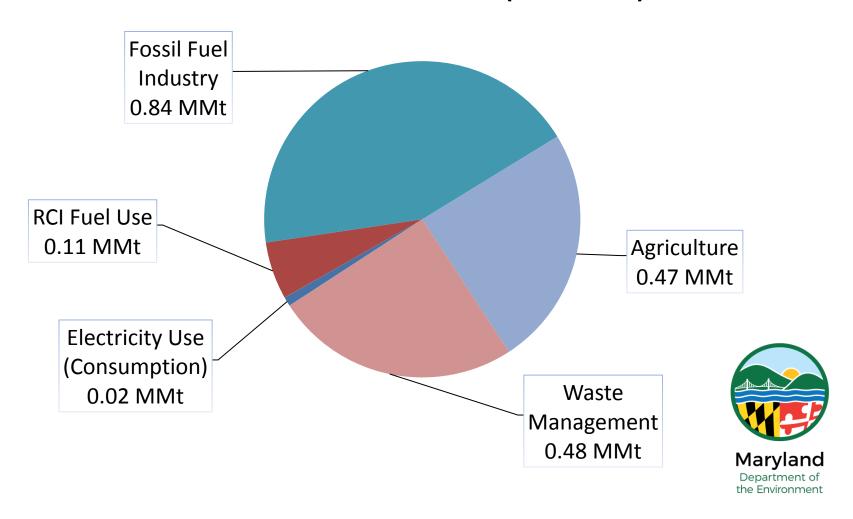
1.92

99.28

**Total Emissions** 

# **MD** Methane by Key Sector

#### **2011 Methane Emissions (MMtCO2e)**



# **Reducing Methane Emissions**

- Over the past two years, this has been one of the hottest topics in the air pollution world
- Tremendous amount of activity and considerable progress
- Three examples of these efforts
  - EPA initiatives
  - Pennsylvania's efforts
  - Colorado's recent progress





## **EPA Initiatives**

- EPA's actions include three final rules that together will reduce emissions of methane (and other pollutants) from new, reconstructed, and modified sources in the oil and natural gas sector
  - New Source Performance Standard (NSPS) 40 CFR part 60, subpart OOOO
- The regulations target the fracking industry and associated infrastructure
  - Finalized on 5/12/2016
  - The rule could reduce methane emissions by 45% from 2012 levels by 2025
- New source rules serve as a prelude to further regulations of existing sources
- EPA's three final rules will provide greater certainty about permitting requirements for sources of methane

For more information on EPA initiatives see:

https://www3.epa.gov/airquality/oilandgas/methane.html https://www.whitehouse.gov/sites/default/files/strategy to red uce methane emissions 2014-03-28 final.pdf

### **EPA Standards for New Sources**

- NSPS Subpart OOOO covers:
  - Well sites
  - Compressor stations
  - Gathering and boosting stations
  - Natural gas processing plants
- The NSPS imposes leak detection and repair ("LDAR") requirements at the well sites and sources downstream of well sites (including leakage)
  - Owners or operators will be required to develop and implement leak monitoring plans and repair leaks within specified timeframes
- The NSPS also covers reduced emissions completions of wells (green completions)





# Standards for Existing Sources A work in progress

- EPA issued a draft Information Collection Request (ICR), indicating that existing source regulations are being developed
- The draft ICR seeks information on existing sources:
  - specifically the nature and cost of technologies currently being utilized to reduce methane emissions
- Owners are required to provide the following information:
  - configurations of the control technologies
  - the feasibility and costs of installation and upgrading or retrofitting controls
  - frequency of staffing or visiting sites
- EPA plans to issue a voluntary request for information, seeking information on efficient strategies that can accurately locate, measure, and mitigate fugitive methane emissions cost-effectively
- EPA schedule pushes to address existing sources with new regulations as expeditiously as possible

## Pennsylvania's Initiative

#### **Recently Updated Regulations**

- Pennsylvania Governor Wolf has identified the need to address methane leakage as a major environmental initiative in Pennsylvania
- On January 20, 2016, Pennsylvania announced a strategy to reduce methane emissions from the Oil and Natural Gas Industry
- Requires compliance with EPA requirements
- Enhances General Permits for fracking operations:
  - Updated Best Available Technology (BAT) requirements including leak detection and repair (LDAR) for new sources
  - Amends requirements for affected sources
  - Expands the applicability to include sources located at NG transmission stations
- New General Permit to replace earlier exemptions for unconventional wells

For more information on PA initiatives see:

http://www.dep.pa.gov/Business/Air/Pages/Methane-Reduction-Strategy.aspx

# Colorado's Initiative

- Series of strengthening rulemakings for the oil and gas industry between 2004 and 2012
- More recently ... 2014 to 2016
  - Fully adopted EPA NSPS as well as other improvements to Colorado's oil and gas emission regulations
  - Included a wide range of regulatory requirements aimed at reducing volatile organic compound (VOC) and methane emissions from the oil and gas production sector
  - Included revisions to Colorado's Fracking Regulations
    - The revisions focus on identifying and repairing methane leaks, and contain recordkeeping and reporting requirements
  - About 64,000 tons per year of Methane reduction potential

# Maryland's Status

- MDE working on regulation updates to better address methane leakage from existing sources
  - Compressor stations, landfills, more
- Carefully following federal action and action in other states to ensure reductions at upwind sources
- Updated fracking regulations:
  - Maryland established a 2 year moratorium on fracking that became law on May 30, 2015. The ban is in effect until October 2017
  - The bill requires updated Maryland fracking regulations by the time the ban is lifted
  - Public meetings scheduled (1<sup>st</sup> of 3 occurred on June 22) provided an update on the process to update the Maryland fracking regulations

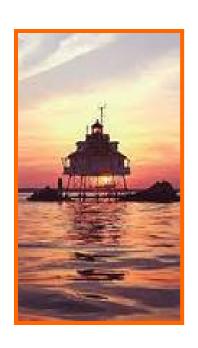




### **Key Emission Related Requirements**

#### **Fracking White Papers**

- MDE has released 3 white papers on the updated fracking regulations - much more than air emissions
- Current MDE thinking on methane leakage related fracking requirements:
  - Top-Down Best Available Control Technology (BACT) required - all emitting equipment and leaks
    - Includes comprehensive LDAR programs
  - Methane offset requirement
  - State sponsored air monitoring
  - Compliance with State air toxics requirements





# Questions?

