2007 Oil & Natural Gas Industry Survey Training



California Air Resources Board Bakersfield, CA March 26, 2009

Tentative Agenda

9:00-9:30am Presentation

9:30-10:00am

General Questions

10:00-12:00pm

Walk through Survey as a Group or Break Out

Presentation Outline

- What is AB 32?
- ARB AB 32 Oil & Gas Measures
- Oil & Gas Industry Survey
- Frequently Asked Questions

What is AB 32?

What is AB 32?

- California Global Warming Solutions Act of 2006
- Enacted to monitor and regulate Greenhouse Gas (GHG) emissions
 - Primarily CO₂ and CH₄ from Oil & Gas operations
- Requires that 2020 GHG emissions be reduced to 1990 levels
- ARB is the primary agency directed to carry out much of this program

What is AB 32?

- Scoping Plan
 - Adopted by ARB in December 2008
 - Contains general concepts of measures needed to achieve AB 32 goals
- Measure specifics still to be developed
 - Will follow usual ARB regulatory process
 - Need to be adopted by 2011; effective before 2020

ARB AB 32 Oil & Gas Measures

ARB AB 32 Oil & Gas Measures

- New measures to reduce fugitive CH₄
- First need to estimate baseline emissions using survey results and emission factors
 – For both CO₂ and CH₄
- Work with industry to explore ways to reduce emissions

ARB AB 32 Oil & Gas Measures

Production, Processing, and Storage:

- Extraction, Production, Processing Facilities
- Drilling and Well Workover Operations
- Crude Oil Storage, Pipelines, Loading Operations
- Underground Natural Gas Storage

Natural Gas Transmission and Distribution:

- Pipeline Compressor Stations
- Metering and Regulating Stations
- Distribution Pipelines

Oil & Gas Industry Survey

Oil & Gas Industry Survey

- Need survey to get a good 2007 estimate of GHG emissions
- District data typically does not include GHGs
- District data limited, non-uniform
- Survey will help us determine the state of technology

Oil & Gas Industry Survey

- Survey developed with industry input
- Mailed out February 19, 2009
- Due April 30, 2009
- Beneficial for ARB and industry to get a good response rate to develop an accurate baseline
- ARB Staff available to help

Do we need to fill out this survey?

Any company that conducts operations within the oil and natural gas sector must complete a survey. This includes:

- Drilling and well workover companies
- Loading operations and storage
- •Extraction, production, and processing facilities

All entities are included, regardless of company size

Do we need to fill out all of the tables?

Not every company will need to complete all of the tables.

If a table does not pertain to your organization (e.g., no storage tanks), please leave those tables blank.

Drilling and workover operations may only need to complete Tables 1 and 5

What if we do not have component counts?

Many companies do not have current counts of components (i.e., fittings or controllers)

We have given operators the option of using any convenient means of estimating components.

The accuracy of the estimation methods can have an impact upon an accurate emissions estimate.

Can we have more time to complete this?

We understand that some operators may want more time.

We are willing to grant extensions, but please call or send an e-mail requesting more time.

If necessary, submit a partially completed survey (e.g., everything except component counts) by April 30, with the rest to follow.

ARB Contacts

Joseph Fischer jofische@arb.ca.gov (916) 445-0071

Sarah Penfield <u>spenfiel@arb.ca.gov</u> (916) 324-8182 Stephanie Lee sjlee@arb.ca.gov (916) 324-8024

Luis Leyva <u>lleyva@arb.ca.gov</u> (916) 323-1079

Web: http://www.arb.ca.gov/cc/oil-gas/oil-gas.htm *Please sign up for our List-Serve!*