

# Winds of Change -The Air Emission Landscape

# **Environmental 101**

20<sup>th</sup> Annual GCA Expo April 20, 2015

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Readers should independently consult their legal counsel, their HSE/emissions specialists, and all relevant rules, regulations, and legislation.



Agenda

Introduction to Emissions

Awareness

- What rules are currently in effect?
- What rules and changes are on the horizon?

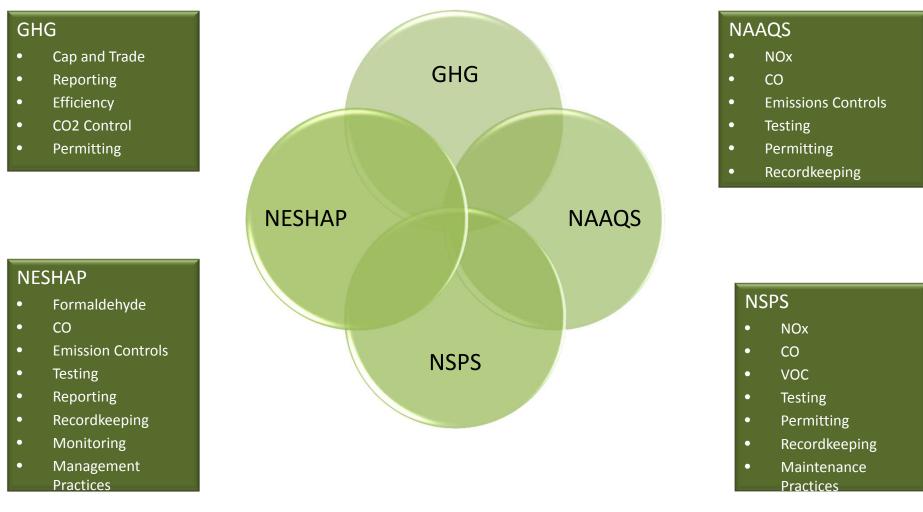
**Regulatory Updates** 

- NESHAP ZZZZ
- NSPS JJJJ
- NSPS 0000
- NSPS for CH<sub>4</sub>
- GHG
- NAAQS and Wise county
- State air permitting in Texas and MSS





#### **Emissions Landscape**





### **Emission Introduction**

What exactly do we have to worry about?

- Combustion sources
- Storage tanks
- Fugitive emissions (leaks)
- MSS

**Pollutants** 

• NOx, CO, VOC, SOx, PM



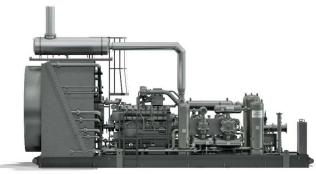
**Hazardous Air Pollutants** 

• Formaldehyde, BTEX, and n-hexane

# **REGULATION OF ENGINES – BACKGROUND**

Every engine is now covered by one or both of these regulations:

- NESHAP Subpart ZZZZ
  - Regulates major source facilities of HAP emissions and existing area sources
  - Formaldehyde (HCHO) is the HAP of concern with ZZZZ
- NSPS Subpart JJJJ
  - Engines mfg. post June 12, 2006
  - Covers new, modified or reconstructed
  - Regulates NOx, CO, VOC





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### RICE MACT NESHAP ZZZZ

"Regulations grow at the same rate as weeds." - Norman Ralph Augustine

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### **NESHAP ZZZZ**

National Emissions Standards for Hazardous Air Pollutants for Stationary Reciprocating Internal Combustion Engines

•§63.6580

NESHAP is a federal rule

- Applies to all states
- Is NOT regional

Effective dates

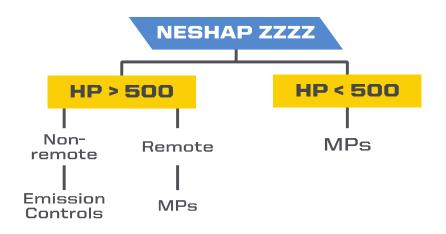
- Major sources in 2007
- Area sources in 2013



### NESHAP ZZZZ APPLICABILITY

Where does my engine fall under the ZZZZ requirements?

- Horsepower (HP)
  - < 500 HP (300 HP for compression ignited/diesel engines)
  - > 500 HP
- Engine stroke
  - 4 stroke RB and 4 stroke LB
  - 2 stroke
- Location
  - Remote vs. non-remote





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#### NESHAP ZZZZ APPLICABILITY

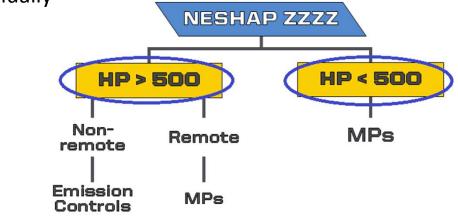
#### <u>> 500 hp</u>

1) Determine if it is remote or non-remote

**Remote - Management Practices** 

Generally Achievable Control Technologies

Non-remote - Emission limitations annually CO, HCHO, or THC limits



#### <u>≤ 500 hp</u>

All  $\leq$ 500 hp must follow:

**Management Practices** 

Generally Achievable Control Technologies



#### **MANAGEMENT PRACTICES**

MPs Required for:

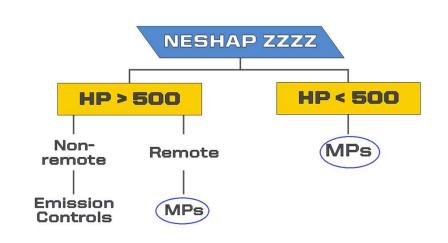
- Area sources
- 2 stroke engines
- 4 stroke < 500 HP (<300 HP for CI)
- 4 stroke remote > 500 HP

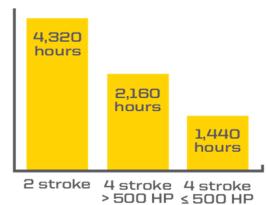
#### What are the MP Requirements?

- Oil change
  - Or option for oil analysis (Total Acid Number, viscosity, H<sub>2</sub>O content)
- Spark Plugs
- Belts and hoses

What are the MP Intervals?

- 1,440 hrs of operation for 4 stroke  $\leq$  500 HP (60 days)
- 2,160 hrs of operation for 4 stroke > 500 HP (90 days)
- 4,320 hours of operation for 2 stroke (180 days)
- CI 1,000 for oil and spark plugs
- CI 500 hours for belts/hoses





INTERVALS



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NESHAP ZZZZ

HP > 500

Remote

MPs

Non-

Emission

Controls

emote

HP < 500

MPs

### REMOTE vs. NON-REMOTE CLASSIFICATION

#### Remote definition summary

- All facilities on a pipeline through which gas moves in gathering, transmission, distribution or storage
- If the engine is on a pipeline segment:
  - 10 or fewer occupied buildings within 220 yds. of any 1-mile length of pipe
  - Not within 100 yds. of any occupied building
  - Class 1 DOT
- If engine is not on a pipeline segment:
  - 5 or fewer occupied buildings w/in 0.25-mile radius of the engine

#### **Concerns**

- October 19<sup>th</sup> definition determination of remote/non-remote was made on 10/19/2013
- Annual evaluations required to maintain remote status



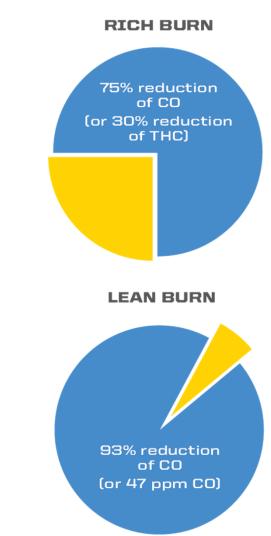
#### **EMISSION LIMITS and TESTING**

#### What are the requirements?

- Rich burn –75% reduction CO, 30% reduction THC, or 270 ppmvd CO
- Lean burn 93% reduction CO or 47 ppmvd CO
- Essentially requires all affected engines to install emission control systems
- Portable ASTM or Reference Method testing allowed

#### **Compression Ignited/Diesel engines**

- 300 < HP < 500 70% CO reduction or 49 ppmvd CO
- > 500 HP 70% reduction CO or 23 ppmvd CO

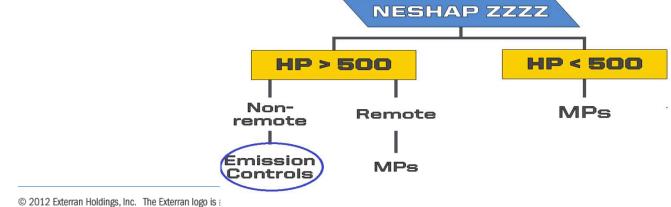




#### **EMISSION LIMITS** - Continued

Continuous Parametric Monitoring Systems or High Temperature Shutdown

- CPMS or alternative is required if the engine is subject to emission controls
  - CPMS as originally written in rule requires monitoring exhaust temperatures pre-catalyst every 15 minutes
  - Alternative to CPMS later published in rule is to install a high temperature shutdown device (1250F for 4SRB and 1350F for 4SLB)





### **NESHAP ZZZZ Implementation**

#### Key Issues

- Management Practices
  - Recordkeeping of MP at proper intervals
- Emission Limits
  - Install control systems
  - Install CPMS or High T shutdown device
  - Annual emissions testing
- Engine Identification
  - Re-evaluate remote status annually





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#### NSPS JJJJ

#### "Gentlemen, Internal Combustion Engines. Accept no substitutes." - Woody Blake (Tim Robbins)



### **NSPS Subpart JJJJ**

New Source Performance Standards for Stationary Spark Ignited Internal Combustion Engines •§60.4230

NSPS is a federal rule

- Applies to all states
- Is NOT regional

**Effective date** 

• January 18, 2008



## What Equipment is Impacted?

#### Spark ignited internal combustion engines

#### June 12, 2006 is the magic date

Anything before this is exempt

#### Rule affects all new, reconstructed or modified engines

• If the engine is *not* new, reconstructed or modified – the rule does not apply





#### How is "New" Defined under NSPS JJJJ?

#### What is a <u>new</u> engine?

Any engine ordered after June 12, 2006 AND manufactured after the following dates:

Engine type and fuel	Maximum engine power	After Manufacture date		
Non-Emergency Natural Gas	100≤HP<500	7/1/2008		
Non-Emergency Lean Burn Natural Gas	500 <u>&lt;</u> HP<1,350	1/1/2008		
Non-Emergency Natural Gas (except lean burn 500=≥HP<1,350)	HP≥500	7/1/2007		
Emergency	HP≥130	1/1/2009		



#### What Exactly is Reconstruction?

NSPS affects all new, reconstructed, and modified engines

<u>Reconstruction</u> – 40 CFR 60.15 (NSPS Subpart A)

NSPS states that <u>reconstruction</u> means the replacement of components at an existing facility to such an extent that:

• The fixed capital cost of the components exceeds 50 percent of the fixed capital cost that would be required to construct a comparable entirely new like kind facility

So what does this mean?



- If you spend too much on an overhaul, that engine is now subject to the rule
- We must track ALL engine overhaul information
- We must know engine "pedigrees"
- Once we lose our exemption, we NEVER get it back



### What Exactly is Modification?

NSPS affects all new, reconstructed, and modified engines

40 CFR 60.14 (Subpart A) defines a modification as...

 Any physical or operational change to an existing facility which results in an increase in the emission rate to the atmosphere of any pollutant to which a standard applies

Horsepower increases

Engine conversions

Only applies to modifications AFTER June 12, 2006

Once we lose our exemption, we never get it back



# How to Comply with JJJJ?

If you've determined your engine is new, reconstructed, or modified post June 12, 2006

What are the NSPS JJJJ requirements?

Meet emissions standards over the life of the engine

- Via annual emissions testing
- Install emissions controls
- Keep a maintenance plan and maintenance records



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#### What Emission Limits Must I Meet? (New)

Engine type and	Maximum engine power	After Manufacture date	Emission standards					
fuel			g/HP-hr			ppmvd at 15% O <sub>2</sub>		
			NOx	CO	VOC <sup>d</sup>	NO <sub>X</sub>	CO	VOC <sup>d</sup>
Emergency	25>HP<130	1/1/2009	<mark>01<sup>2</sup> c</mark>	387	N/A	N/A	N/A	N/A
Non-Emergency Natural Gas	100≤HP<500	7/1/2008	2		4 1	160	540	86
Non-Emergency Lean Burn Natural Gas	500 <u>&lt;</u> HP<1,350	1/1/2008		4				
Non-Emergency Natural Gas and (except lean burn 500=≥HP<1,350)	HP≥500	7/1/2007		4				
Emergency	HP≥130	1/1/2009						
Non-Emergency Natural Gas	100≤HP<500	1/1/2011	1	2	0.7	82	270	60
Non-Emergency Lean Burn Natural Gas	500 <u>&lt;</u> HP<1,350	7/1/2010						
Non-Emergency Natural Gas (except lean burn 500=≥HP<1,350)	HP≥500	7/1/2010						



#### **Emission Limits – Reconstructed/Modified**

Engine type and fuel	Maximum engine power	Prior to Manufacture date	Emission standards					
			g/HP-hr			ppmvd at 15% O <sub>2</sub>		
			NO <sub>X</sub>	СО	VOC	NOX	CO	VOC
Reconstructed/ Modified Natural Gas Reconstructed/ Modified Emergency	HP<500	7/1/2008						
	HP≥500	7/1/2007	3 4	1	250	540	86	
	HP>130	1/1/2009						
Otherwise			Refer to New Engine Standards					



### Management Strategies for JJJJ

Maintaining the "exempt" status

- •It is essential to maintain/know the engine's pedigree
- •An NSPS exemption must be able to be documented
- •Engine overhauls since June 12, 2006
- Costs/modifications?
- •Engine overhauls are not aggregated





# Can an Engine be Subject to Both ZZZZ and JJJJ?

#### Yes and No

#### <u>YES</u>

For modified engines Example: Mfg. date in 2000, but modified from RB to LB in 2010.

#### <u>NO</u>

For new and reconstructed:

Per 40 CFR Part 60 Subpart ZZZZ, §63.6590(c):

Stationary RICE subject to Regulations under 40 CFR Part 60. An affected source that meets any of the criteria in paragraphs (c)(1) through (7) of this section *must meet the requirements of this part by meeting the requirements of ... 40 CFR Part 60 subpart JJJJ for spark ignition engines*. No further requirements apply for such engines under this part.



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### NSPS 0000

*"Friendship and money: oil and water." - Mario Puzo* 



### NSPS Subpart 0000

New Source Performance Standards for Crude Oil and Natural Gas Production, Transmission and Distribution

• §60.5360

NSPS is a federal rule

- Applies to all states
- Is NOT regional

**Effective date** 

• October 15, 2012



# Affected Equipment for NSPS 0000

The rule affects natural gas facilities that have commenced construction or been modified or reconstructed, with various compliance dates:

- Compressors
- Pneumatic controllers
- Dehydrators, sulfur recovery units, LDAR (Leak Detection and Repair)
- Natural gas wells that are hydraulically fractured, well completions
- Storage vessels
- Groups of equipment (pump, pressure relief device, open-ended line) at onshore gas plant
- Sweetening units at onshore gas plants



## **NSPS 0000 - Highlights**

- EPA's goal is to control VOCs and SO<sub>2</sub>
- Affects gas wells
- Is a work practices standard
  - Recordkeeping is crucial!



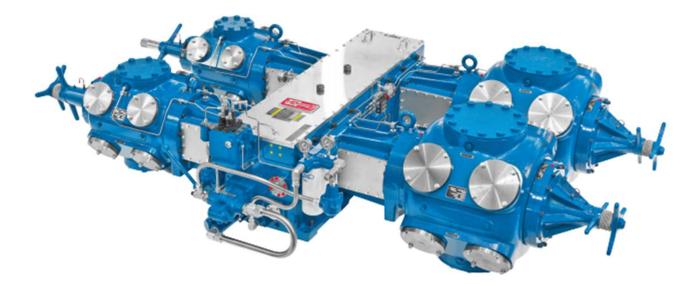
- No published emissions limits except VOC for LDAR
- EPA did not consider cost effectiveness arguments
- Still ongoing updates to rule, most recent comment request published March 23, 2015



## NSPS 0000

# Evaluate possible ways a compressor and pneumatic controllers could be subject to NSPS 0000

NSPS affects equipment which was new, reconstructed, or modified after August 23, 2011





# What Exactly is Reconstruction?

**For Compressors** Reconstruction – 40 C.F.R. 60.15 (NSPS Subpart A)

NSPS states that <u>reconstruction</u> means the replacement of components at an existing facility to such an extent that:

• The fixed capital cost of the components exceeds 50 percent of the fixed capital cost that would be required to construct a comparable entirely new like kind facility

So what does this mean?



- If you spend too much on an overhaul, that compressor is now subject to the rule
- Is it likely reconstruction will ever be triggered for a compressor?

•No



# What Exactly is Modification?

# For Compressors NSPS affects all new, reconstructed, and modified facilities

40 C.F.R. 60.14 (Subpart A) defines a modification as...

• Any physical or operational change to an existing facility which results in *an increase in the emission rate* to the atmosphere of any pollutant to which a standard applies

Under normal circumstances, does a compressor have an emission rate to the atmosphere?

• No

Will modification to a compressor ever be triggered?

• No



# **NSPS OOOO for Compressors - Summary**

#### **Compressors**

- Only *newly constructed* compressors are affected facilities (not reconstructed or modified or screw)
- Rule covers reciprocating and centrifugal compressors with wet seals

#### What are the requirements?

- For reciprocating compressors, replacement of compressor rod packing every 26,000 or 36 months
- For centrifugal compressors with wet seals, reduce VOC

Wellhead compressors are not affected facilities

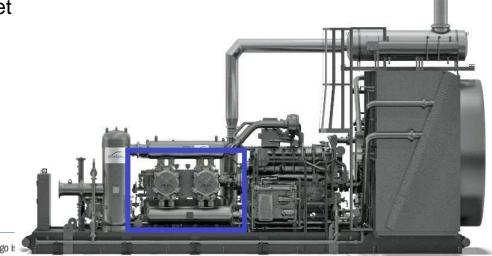


Image from Exterran

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# NSPS 0000

#### **Pneumatic Controllers**

Is it new, modified, or reconstructed after 8/23/2011?

- Definition of affected facilities for OOOO only covers continuous bleed devices (not low bleed or snap)
  - Between wellhead and NG processing plant rate < 6 scfh
  - At NG processing plant, controllers must have bleed rate of zero
- Exemption for controllers with larger bleed rate if the operator can justify the need
- How to comply with NSPS OOOO? Controllers must be tagged with manufacturer info and installation date



Image from Enovation Controls

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# NSPS 0000

What additional facilities does NSPS OOOO cover?

#### **Glycol dehydrators**

- It updated NESHAP major source definition changes for HH and HHH
  - At major sources: Small dehydrators now subject to standards
  - At area sources: Annual applicability determination/documentation
  - LDAR program more stringent



#### Image from Exterran



### **Storage Tanks**

Applicable to n<u>ew</u>, r<u>econstructed</u>, and <u>modified</u> tanks w/ > 6 tpy VOC emissions

- Per tank, not tank battery, but parallel tanks are considered a single storage vessel
- Reduce VOC by 95% via control device or floating roof
- Initial performance test

Exemptions for process vessels and temporary tanks

• Vessels onsite < 180 days

Requirements depend on manufacture date

- Group 1 tanks mfg. date 8/23/2011 4/12/2013
- Group 2 tanks mfg. date 4/12/2013 and after
- Group 2 tanks must meet 95% VOC reduction by April 2014

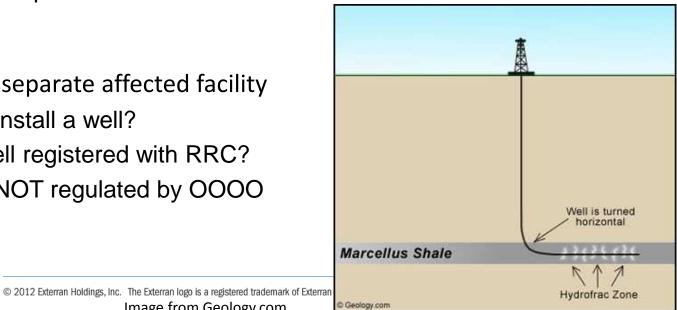


Well Completions/Workovers

- Capture and Control Requirement until 1/1/2015, then
- Storage/Reinjection and Capture after 1/1/2015 unless not practicable

Image from Geology.com

- Wildcat, delineation, and low P gas wells excluded from reinjection requirements
- Each gas well is a separate affected facility
  - Why did you install a well?
  - How is the well registered with RRC?
  - Oil wells are NOT regulated by OOOO





### **Hydraulic Fracturing**

Monitoring, Recordkeeping, and Reporting

- Maintain a daily log for each well completion.
- Maintain digital photographs w/ date and the latitude/longitude of the well showing the equipment
- Notifications 2 days prior to the commencement of each well completion
- Annual reporting of records
- Records of completions and deviations including
  - the location of the well;
  - the API well number;
  - the duration of flowback;
  - duration of recovery to the flow line;
  - duration of combustion;
  - duration of venting; and
  - specific reasons for venting in lieu of capture or combustion. The duration must be specified in hours of time.
  - digital photograph
  - for each gas well facility claiming an exemption
    - $\circ$  the specific exception claimed;
    - $_{\odot}$  the starting date and ending date for the period the well operated under the exception; and
    - o an explanation of why the well meets the claimed exception.



### Other Requirements

- Recordkeeping
  - Gas well completion logs and photos
  - Compressor operating information
  - Applicability documentation
  - LDAR Monitoring
  - Control device data
  - Deviation
- Reporting
  - Initial Compliance, annually thereafter
  - Semiannual LDAR
  - Notifications
  - 30 days after commenced construction



• 2 days prior to web 100 make tions erran logo is a registered trademark of Exterran Holdings, Inc. All rights reserved. • www.exterran.com



## NSPS 0000 – What now?

- December 31, 2014 the EPA published the final rule revision in the federal register
- March 23, 2015 the EPA requested comments on low pressure gas wells and parallel tanks, comments due April 22, 2015





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### **Methane Regulation**

### "Unless someone like you cares a whole awful lot, nothing is going to get better, it's not." - The Lorax, Dr. Seuss



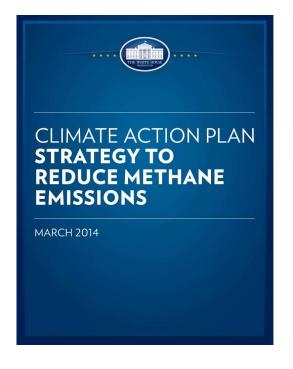
## Methane Regulation on the Horizon

April 2014 the EPA published five technical white papers as part of the Strategy to Reduce Methane Emissions

The intent was to cover emissions and mitigation techniques for CH<sub>4</sub> and VOCs

- Compressors
- Completions and ongoing production of hydraulically fractured oil wells
- Leaks
- Liquids unloading
- Pneumatic devices

A new proposed federal regulation is expected summer of 2015!





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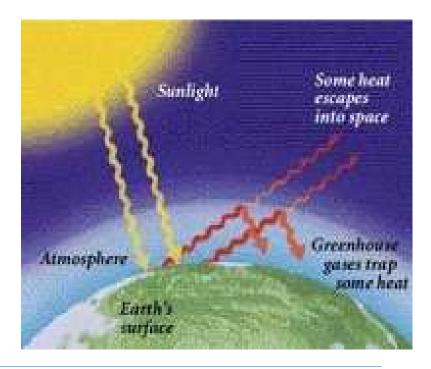
## Greenhouse Gas (GHG) Legislation

"I think we're going to find, with climate change and everything else.. things like global warming and goodness knows what else and the cost of fuel for a start.. that things are going to become very complicated." - Prince Charles



## What are the Oil and Gas Greenhouse Gases?

- CO<sub>2</sub>
  - Product of Combustion
- CH<sub>4</sub>
  - Methane Natural Gas
- N<sub>2</sub>O
  - Nitrous oxide Product of Combustion (not to be confused with NOx, which is a mix NO and NO2)





# Oil and Gas GHG

Global warming potential (GWP) is a measure of how much heat a GHG traps in the atmosphere

<u>CO2</u>

- Primary GHG, accounts for ~84% of all US GHG emissions
- GWP over 100 years is 1

### <u>CH</u><sub>4</sub>

- Lifespan in the atmosphere (12 years) is less than CO<sub>2</sub>, but CH<sub>4</sub> is more efficient at trapping radiation than CO<sub>2</sub>
- GWP over 100 years is 25

### <u>N<sub>2</sub>O</u>

- Lifespan in the atmosphere is 114 years
- GWP over 100 years is 298



## Mandatory GHG Reporting – Subpart C

Subpart C – General Stationary Combustion Sources

> 25,000 TPY CO<sub>2</sub>e or 50 MMbtu/hr, <u>Approx. 5500 hp</u>

- What equipment is included under Subpart C? Boilers, heaters, engines, turbines
- What are the requirements for Subpart C?
   Have a monitoring plan
   Emissions reporting annually, due March 31 online via e-GGRT
- What's not included under Subpart C?
   Portable or emergency equipment
   Flares

## Mandatory GHG Reporting – Subpart W

Subpart W – Oil & Natural Gas Systems > 25,000 TPY CO<sub>2</sub>e

What categories/equipment are subject to Subpart W?

- Offshore O&G production facility
- Onshore O&G production facility
- Onshore natural gas processing plant
- Onshore natural gas transmission compression
- Underground storage, LNG Storage, LNG import/export equipment
- Pipelines

Each of these regulated segments has a specific definition and each have unique considerations under Subpart W



## Mandatory GHG Reporting – Subpart W

### Subpart W – Oil & Natural Gas Systems

- •What are the Requirements for Subpart W?
  - » Have a monitoring plan
  - » Emissions reporting annually, due March 31 online via e-GGRT
  - » Monitor for leaks
- Leak Monitoring Options for Onshore §98.234
  - » Optical or acoustical gas imaging equipment
  - » Flow meters
  - » Method 21
  - » Vent bagging
  - » High volume sampler
  - » Or BAMM for unique or unusual circumstances



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### NAAQS National Ambient Air Quality Standards

"It's absolutely stupid that we live without an ozone layer. We have men, we've got rockets, we've got saran wrap – FIX IT!!!" - Lewis Black



### NAAQS

National Ambient Air Quality Standards are set by the EPA for 6 pollutants:

- O<sub>3</sub>, NO<sub>2</sub>, SO<sub>2</sub>, CO, PM<sub>10</sub>, and Pb
- **Ozone-causing pollutants** = VOC and NOx
- Areas that do not meet the EPA limit are considered "nonattainment"
  - Nonattainment areas are further classified as marginal, moderate, serious, severe, and extreme

Currently considered nonattainment for  $O_3$  in Texas:

- 10 counties in DFW\*
- 8 counties in HGB
- Wise county has not been added to the Texas Administrative Code Chapter 117 yet, projected addition is by mid 2015

### NAAQS in Oil and Gas --> NOx emission limits set by the states





Lead nonattainment area

#### is located within the ozone **Classification of Nonattainment Areas:** nonattainment area of Collin County City of El Paso PM10 - Moderate Sherman Hansford Ochiltree Lipscomb Dallam Dallas-Fort Worth Ozone Moore -lutchinson Roberts Hartley Hemphil 1997 8-hr Standard - Serious 2008 8-hr Standard - Moderate Oldham Potter Carson Gray Wheele Dentor Collin Deaf Smith Randall Armstrong Donley Collingswort Houston-Brazoria-Galveston Ozone 1997 8-hr Standard - Severe Castro Swisher Briscoe Hall Childress Parmer 2008 8-hr Standard - Marginal lardeman Lamb Hale Motley Cottle Bailey Floyd Wilbarger Foard Michitz \*Notes: Montague Cooke Lama Lubbock Crosby Dickens King Knox Baylor Archer Fannin Cochran Hockley - The most stringent nonattainment Bowie classification is used for permitting Jack Titus Lynn Garza Kent Stonewall Haskell Young Wise Dentor foakum Terry Hunt Hopkins Franklin-Morris Cass - The effective date of the 2008 ozone Camp Rains standard is July 20, 2012 Wood Marion Gaines Dawson Borden Scurry Jones ShackelfordStephens Palo P Parker Tarrant Dalla: Upshur Fisher /an Zand Harrison regg Hood Johnson Smith Andrews Martin Howard Mitchell Callahan Eastland Ellis Nolar Taylor Erath Somerve Hendersor Panola Navarro Hil Bosque FLP asc 1 Loving Winkler Ector Midland Glasscock Coke Sterling Runnels Colemar Shelb Hamilto lacondoches McLennan Limestone Mills Ward Hudspeth Culberson Crane Tom Green Coryell San Augustine Sat Upton Reaga Irion Concho Leon Houston Reeves McCulloch San Saba Lampasas Falls Angelina Trinity , Bell nhertso Madison Schleicher Menard Pecos Milam Polk Burnet Walker Tyler Cmckett Jeff Davis Mason Llann Williamson Erazos San Jacinto Sutton Kimble Grimes Burleson Travis Hardin Gillespie Lee Terrell Montgomery Washington Liberty )rang Ken Have Presidio Edwards Austin Waller Val Verde Fayette Harris Real Caldwell Comal Brewster Bandera Chambs fferson olorado Fort Bend Bexa Gonzale Lavaca Uvalde Galveston Kinney Medina Wharton Brazoria De Witt Jackson Maverick Zavala Frio Atascos karnes Victoria Matagorda Legend Goliad S Calhoun Dimmit Ree La Salle Refugio teMul ive Oak Lead Nonattainment Area (portion of Collin County) San Patricio Aran Webb Duval Jim Wells Nueces 8-hr Ozone Nonattainment Area (2008 8-hr standard) Kleberg 8-hr Ozone Nonattainment Area (1997 and 2008 8-hr standard) Jim Hoggin Brooks Zapata Kenedy PM10 Nonattainment Area (portion of El Paso County) Starr Willacy Hidalgo Cameron

#### **Nonattainment Areas**

Created May 2012 (TPS/ADMT)

#### Image from TCEQ



### **NAAQS – Barnett Area Update**

### **Dallas-Fort Worth: Current Attainment Status**

Compliance of Dallas-Fort Worth (DFW) area counties with the National Ambient Air Quality Standards (NAAQS).

### **DFW Area: Attainment Status by Pollutant**

Pollutant	Primary NAAQS	Averaging Period	Designation	Counties	Attainment Deadline
Ozone (O <sub>3</sub> )*	0.075 ppm (2008 standard)	8-hour	Moderate Nonattainment	Collin, Dallas, Denton, Ellis, Johnson, Kaufman, Parker, Rockwall, Tarrant, Wise	July 20, 2018

http://www.tceq.texas.gov/airquality/sip/dfw/dfw-status



## **Proposed/Expected Changes**

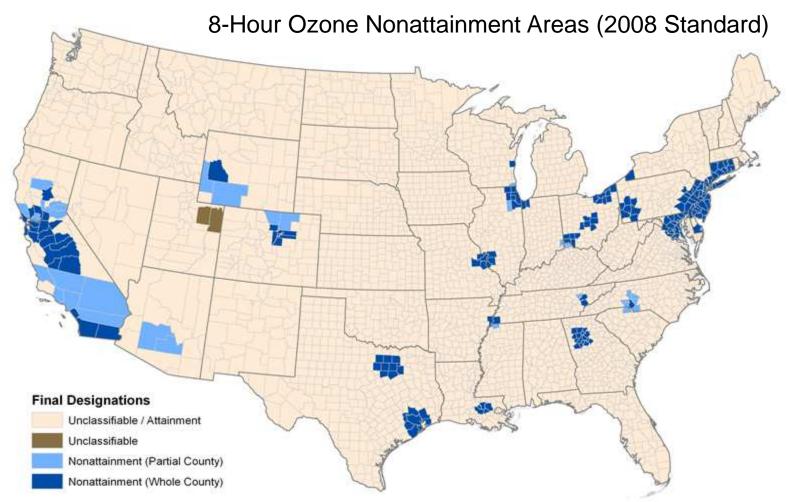
- 2008 standard of 0.075 ppm now active
- EPA is reevaluating standard for 2015 Will likely be set between 0.060 and 0.070 ppm (currently is 0.075 ppm)
- EPA was expected to publish the new standard in 2014, now expected in 2015
- New nonattainment designations signed May 2012 (Wise Co.)



Image from Smithsonian, Atmoshpere: Change is in the Air, http://forces.si.edu/atmosphere/02\_04\_02.html

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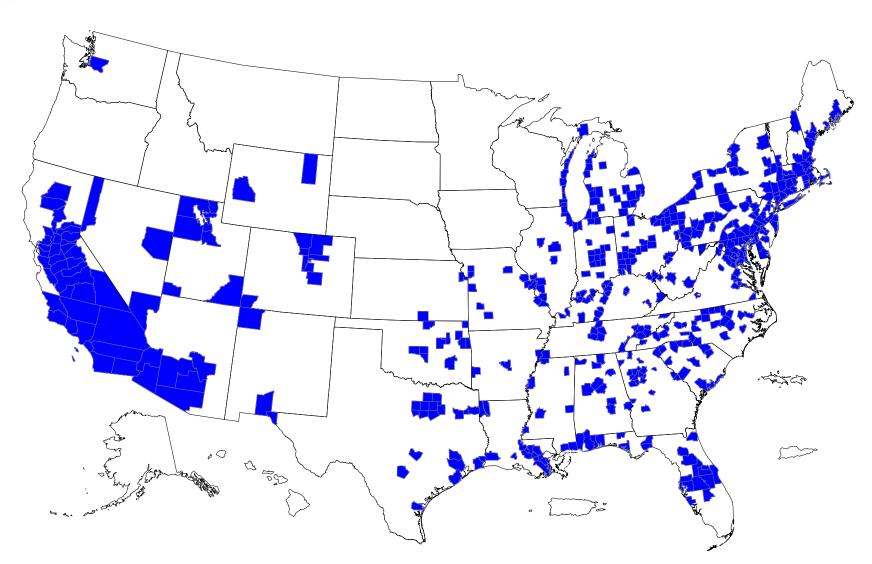


#### Notes:

EPA has not designated as nonattainment any areas outside the Continental US.

# 0.075 ppm CURRENT © 2012 Exterran Holdings, Inc. The Exterran logo is a registered trademark of Exterran Holdings, Inc. All rights reserved. • www.exterran.com



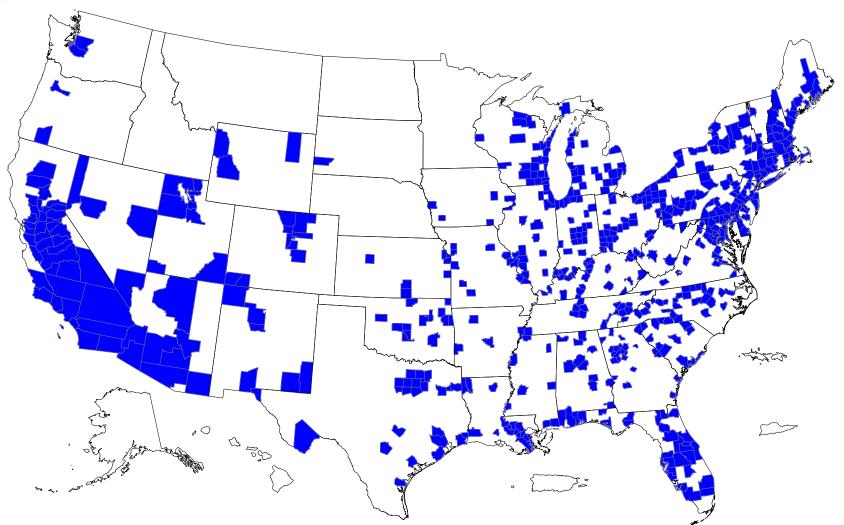


### 0.070 ppm



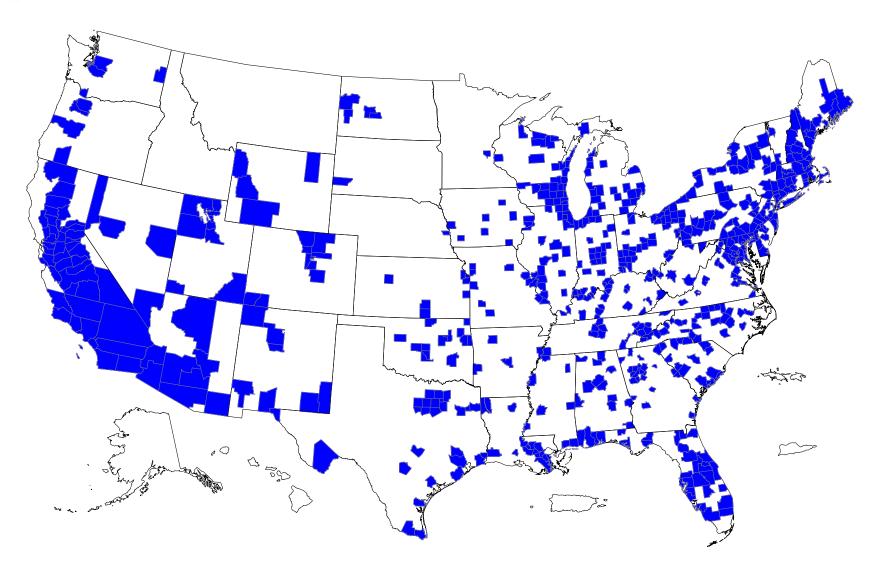
Counties with 2006-2008 8-hour Ozone Design Value Above 0.065 ppm

Production Equipment | Gas Processing | Gas Compression | Aftermarket Services | Water Treatment | Air Quality Management



### 0.065 ppm





### 0.060 ppm

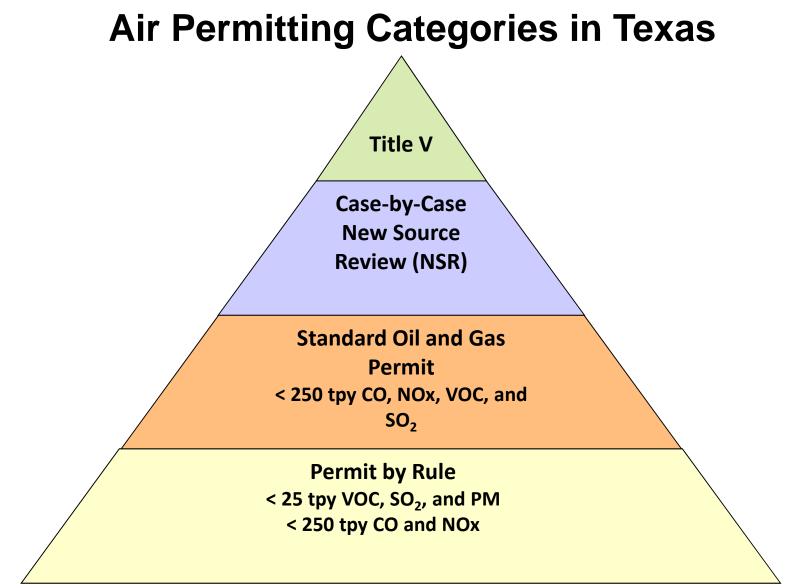


Production Equipment | Gas Processing | Gas Compression | Aftermarket Services | Water Treatment | Air Quality Management

### Air Permitting and MSS in Texas

"Who would have thought a nuclear reactor would have been so complicated?" - Homer Simpson







## **Texas MSS – Administrative Concerns**

- 30 TAC 106.359 for Maintenance, Startup, and Shutdown
- Deadline for oil and gas facilities to comply was <u>January 5</u>, <u>2014</u>
- Must also meet 106.4 and sitewide PBR emissions caps (25 tpy VOC, SO<sub>2</sub>, PM and 250 tpy NOx, CO)
- No registration, application, or fee is required for 106.359, only recordkeeping is required



To claim 106.359 you must:

- Develop and implement a maintenance program
- Keep records
- Use best management practices
- Print a copy of the PBR, sign and date it, keep it with records



## Texas MSS

### Definition

An activity with emissions or opacity that (1) is not expressly authorized by commission permit, rule, or order and involves the maintenance, start-up, or shutdown of a facility; (2) is part of normal or routine facility operations; (3) is predictable as to timing, and (4) involves the type of emissions normally authorized by permit." Texas Health and Safety Code 382.051962

### **Activities Covered**

- Engine, compressor, turbine, and combustion facility maintenance
- Repair, adjustment, calibration, lubrication, cleaning of process equipment
- Replacement of piping components, pneumatic controllers, boiler refractories, wet & dry seals, meters, instruments, analyzers, screens, and filters
- Turbine or engine component swaps
- Piping used to bypass a facility during maintenance
- Blowdowns
- Pigging, Purging
- Tank Cleaning, Degassing
- Abrasive blasting, surface prep, and surface coating of onsite facilities



## **Texas MSS – Engine Calculations**

- Various ways to calculate compressor blowdowns and estimates vary widely
- Engineering for each engine/compressor is unique and it's time consuming and difficult to get exact measurements, volumes of piping, vessels
- TCEQ has MSS calculation on their website



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## Texas MSS

TCEQ's intent is to encourage Best Management Practices

"Maintained in good condition and operated properly"

- Establish, implement, and update a maintenance program
  - Must address all facilities
  - Must be consistent with "good air pollution control practice"
  - Must include cleaning and routine inspection of all onsite equipment
  - Must address training of personnel who perform onsite maintenance/repair
  - Must detail recordkeeping measures for planned MSS activities



## **Expected Future from the EPA?**

- Methane NSPS
- Ozone NAAQS decision
- NEI (National Enforcement Initiative) EPA focuses on pollution problems affecting communities and the goal is civil and criminal enforcement of the Clean Air Act
  - EPA uses flyovers with IR cameras to spot leaks and potential violations



Image from EPA Region 6 Real-Time Enforcement



## In Summary – Regulatory Impacts

NESHAP (Subpart ZZZZ)

- Rule affects all engines
- Management practices vs. emission standards based on location and hp
- NSPS (Subpart JJJJ, OOOO)
  - Impacts new, reconstructed, and modified units
  - Documentation/Recordkeeping (it's a team effort)

New Methane NSPS GHG Ozone NAAQS decision MSS permitting mechanism for O&G industry

We are here to help!

 Contact your Exterran account manager or the Exterran Air Quality Team at <u>AQT@Exterran.com</u>





### **Questions?**

