





May 28, 2021

Evaluating the benefits of using new technologies to find methane leaks

By Dave Risk, Emmaline Atherton, and Jan Gorski

The recent IEA net-zero <u>report</u> highlights the need to drastically cut methane emissions from the oil and gas sector to achieve net-zero emissions. Cutting methane emissions will not only benefit the climate, but can save lives through better air quality, improve food security by preventing agricultural crop losses, and increased labour productivity by reducing heat stress. The need to act now is made more urgent by the fact that methane emissions are much higher than current government estimates. Cost-effective solutions to find and eliminate methane emissions are readily available.

New technologies have the potential to further reduce the cost of finding methane leaks for producers of all sizes through smart design of leak detection and repair (LDAR) programs, the right combination of technologies, and collaboration between producers within the same geographic area. This potential was examined in an extensive study by conducting multiple simulations using the Arolytics AROfemp model to evaluate the impact of alternative technologies on the cost and effectiveness of LDAR.

In this study, AROfemp simulated 418 different alternative LDAR programs, each with 1500 Monte Carlo simulations to incorporate the random nature of methane leaks. Each simulation incorporated asset information of real producers in Alberta (large, medium, or small), different combinations of methane detection technologies (truck, airplane, and drone), various survey timings, and different thresholds for triggering follow-up surveys with a gas imaging camera for leak localization before repair.

Key findings

Alternative monitoring programs can reduce the cost of finding methane leaks compared to traditional LDAR programs. This is valid both for companies acting on their own and those collaborating to conduct alternative LDAR programs together. Cost reductions for alternative LDAR programs can, in some cases, exceed 50%. However, results were strongly impacted by the choice of technology, facility type, as well as program design and logistics.

¹ United Nations Environment Programme and Climate and Clean Air Coalition (2021). Global Methane Assessment: Benefits and Costs of Mitigating Methane Emissions. Nairobi: United Nations Environment Programme. https://www.unep.org/resources/report/global-methane-assessment-benefits-and-costs-mitigating-methane-emissions

² MacKay, K., Lavoie, M., Bourlon, E. et al. Methane emissions from upstream oil and gas production in Canada are underestimated. Sci Rep 11, 8041 (2021). https://doi.org/10.1038/s41598-021-87610-3, https://www.nature.com/articles/s41598-021-87610-3#citeas







For multi-producer collaborations, the logistics of follow-up surveys are important since alternative technology surveys can be much faster than traditional ground-based camera surveys. To avoid delays in leak localization and subsequent leak repairs, enough ground crews must be available and deployed in timely manner.

Policy implications

- Alternative LDAR has the potential to reduce costs and/or achieve deeper methane emission reductions for all producers.
- Alternative LDAR is not a one-size fits all solution. Program design, technology choice, facility types (and the ratio of sites requiring 1x vs 3x per year LDAR) all contribute to methane reduction potential and must be considered when designing alternative LDAR programs.
- LDAR is most effective when large leaks are located and then repaired quickly. Even the best measurement tools may not live up to their LDAR program potential if surveys or repairs can't be executed in a timely fashion.
- Programs that are successful for one producer cannot necessarily be replicated for others. Alternative programs need to be tailored to a producers' specific operations and facilities.
- The need for tailored alternative LDAR programs is likely to be a barrier to entry for smaller producers, who may not have resources to design and implement customized programs.
- Collaboration between small producers has potential to address these barriers. Policies and support may be needed to help provide equal access for small producers.

Other considerations

There may be additional benefits to alternative LDAR programs that should be considered. Some alternative technologies can not only detect but also quantify emissions at a lower incremental cost than with traditional camera-based surveys. Quantification of both fugitives and vented sources of methane emissions can help producers, governments, and regulators better understand and more effectively address sources of methane emissions.