# In the Supreme Court of the United States

STATE OF OKLAHOMA, ET AL., Applicants,

v.

UNITED STATES ENVIRONMENTAL PROTECTION AGENCY AND MICHAEL S. REGAN, in his official capacity as Administrator of the United States Environmental Protection Agency, ET AL., RESPONDENTS.

## APPLICATION FOR STAY OF FINAL AGENCY ACTION DURING PENDENCY OF PETITION FOR REVIEW

On Application For Stay To The United States Court Of Appeals For The District Of Columbia

To the Honorable John G. Roberts, Jr., Chief Justice of the United States and Circuit Justice for the United States Court of Appeals for the District of Columbia Circuit

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#### PARTIES TO THE PROCEEDINGS

Applicants in this Court and Petitioners below in Case No. 24-1059 are the State of Oklahoma, State of Alabama, State of Alaska, State of Arkansas, State of Florida, State of Georgia, State of Idaho, State of Iowa, State of Indiana, State of Kansas, Commonwealth of Kentucky, State of Louisiana, State of Mississippi, State of Missouri, State of Montana, State of Nebraska, State of North Dakota, State of Ohio, State of South Carolina, State of Utah, Commonwealth of Virginia, State of West Virginia, State of Wyoming, and the Arizona Legislature.

Respondents in this Court and Respondents below are the United States Environmental Protection Agency and Michael S. Regan, Administrator, United States Environmental Protection Agency.

Respondents in this Court and Petitioners below are as follows:

24-1059: State of Tennessee;

<u>24-1054</u>: State of Texas, Railroad Commission of Texas, and the Texas Commission on Environmental Quality;

<u>24-1101</u>: Michigan Oil and Gas Association, Miller Energy Company II, LLC;

24-1103: Independent Petroleum Association of America, Arkansas Independent Producers and Royalty Owners, Domestic Energy Producers Alliance, Eastern Kansas Oil & Gas Association, Gas and Oil Association of West Virginia, Illinois Oil and Gas Association, Independent Petroleum Association of New Mexico, Indiana Oil and Gas Association, International Association of Drilling Contractors, Kansas Independent Oil and Gas Association, Kentucky Oil and Gas Association, National Stripper Well Association, North Dakota Petroleum Council, Ohio Oil and Gas Association, Oklahoma Independent Petroleum Association, Petroleum Alliance of Oklahoma, Panhandle Producers and Royalty Owners Association, Pennsylvania Independent Oil & Gas Association, Permian Basin Petroleum Association, Petroleum Association of Wyoming, Texas Alliance of Energy Producers, Texas Independent Producers and Royalty Owners Association, and Western Energy Alliance;

<u>24-1111</u>: GPA Midstream Association;

24-1114: Texas Oil and Gas Association;

<u>24-1115</u>: Interstate Natural Gas Association of America;

24-1116: American Petroleum Institute;

24-1117: American Exploration & Production Council; and

<u>24-1118</u>: Air Alliance Houston, Clean Air Council, and Environmental Integrity Project.

Respondents in this Court and Intervenors for Respondents below are as follows:

<u>24-1059</u>: Commonwealth of Pennsylvania, District of Columbia, State of Delaware, Commonwealth of Massachusetts, State of California, State of Colorado, State of Connecticut, State of Illinois, State of Maine, State of Maryland, State of Michigan, State of New Jersey, State of New Mexico, State of New York, State of North Carolina, State of Oregon, State of Rhode Island, State of Vermont, State of Washington, and State of Wisconsin; and 24-1054: American Exploration & Production Council, Center for Biological Diversity, Clean Air Council, Dakota Resource Council, Earthworks, Environmental Defense Fund, Environmental Law & Policy Center, Food & Water Watch, Fort Berthold Protectors of Water and Earth Rights, GreenLatinos, Interstate Natural Gas Association of America, Natural Resources Defense Council, and Sierra Club.

Respondents in this Court and Intervenors for Petitioners below are as follows: <u>24-1054</u>: Continental Resources Inc.

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## TO THE HONORABLE JOHN G. ROBERTS, JR., CHIEF JUSTICE OF THE UNITED STATES AND CIRCUIT JUSTICE FOR THE UNITED STATES COURT OF APPEALS FOR THE DISTRICT OF COLUMBIA CIRCUIT:

The State of Oklahoma, State of Alabama, State of Alaska, State of Arkansas, State of Florida, State of Georgia, State of Idaho, State of Iowa, State of Indiana, State of Kansas, Commonwealth of Kentucky, State of Louisiana, State of Mississippi, State of Missouri, State of Montana, State of Nebraska, State of North Dakota, State of Ohio, State of South Carolina, State of Utah, Commonwealth of Virginia, State of West Virginia, State of Wyoming, and the Arizona Legislature ("State-Applicants") respectfully request a stay from this Court limited to the Section 111(d), 42 U.S.C. § 7411(d), component of the rule issued by the Environmental Protection Agency ("EPA") entitled "Standards of Performance for New, Reconstructed, and Modified Sources and Emissions Guidelines for Existing Sources: Oil and Natural Gas Sector Climate Review," 89 Fed. Reg. 16,820 (Mar. 8, 2024) (the "Rule"), pending resolution of State-Applicants' petition for review.

Thrashing around for tools to address this Administration's concerns about climate change, EPA has once again attempted to conscript the backwater of Section 111(d). Given its effort to revolutionize that unassuming provision to shut down power plants in favor of other sources of generation (which effort this Court rejected in *West Virginia v. EPA*, 597 U.S. 697 (2022)), and then to impose an impossible-to-meet standard to achieve that same result (currently pending with an application for stay before this Court, *see, e.g., West Virginia v. EPA*, No.24A95 (U.S. Jul. 23, 2024)), EPA's use of this provision to attack unlawfully the oil and gas industry comes as no surprise. The Rule here requires States to design and submit

to EPA state plans under Section 111(d) within a two-year period to regulate methane and volatile organic compound ("VOC") emissions from hundreds of thousands of oil and gas facilities, which facilities many States have never regulated before. For example, in Oklahoma, the Rule requires the State to regulate over 200,000 existing oil and gas facilities, although Oklahoma had previously only regulated about 10,000 such facilities. Then, EPA provided that if States do not complete this herculean task in just two years, EPA itself will directly regulate these existing sources.

EPA understood that, for many States, designing such plans from scratch in a two-year period would be impossible, given the sheer number and diversity of wells involved. So, EPA took an unlawful shortcut, promulgating "*presumptive* standards of performance," even though Section 111(d) gives only States the authority to select the standards for their existing sources, while giving EPA no authority to create nonstatutory presumptive standards. EPA then paired this illegal "presumpti[on]" with an unrealistic, two-year timeframe for States to create their own standards that (somehow) rebut this illegal presumption. EPA did this all precisely so that many States (including State-Applicants) would have no choice but to adopt these "presumptive standards" to avoid direct federal regulation of wells in their States.

When State-Applicants sought a stay in the D.C. Circuit—explaining that EPA's "presumptive standards" gambit was unlawful and deeply harmful to their sovereign and statutory rights—the D.C. Circuit denied their stay motion in a one-sentence order that included no reasoning, as is that court's unfortunate practice. *See, e.g.*, Order, *North Dakota v. EPA*, No.24-1119, Dkt.2068631 (D.C. Cir. Aug. 6,

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2024) (per curiam); Order, *West Virginia v. EPA*, No.24-1120, Dkt.2065493 (D.C. Cir. July 19, 2024) (per curiam); *Cox ex rel. Utah v. EPA*, No.23-1157, 2023 WL 6285159 (D.C. Cir. Sept. 25, 2023) (per curiam); Order, *West Virginia v. EPA*, No.15-1363, Dkt.1594951 (D.C. Cir. Jan. 21, 2016) (per curiam). State-Applicants thus have only one recourse left to safeguard their rights: asking this Court for a stay limited to the Section 111(d) component of the Rule.

The State-Applicants have a strong likelihood of success on the merits, as this Court is likely to grant review and reverse any judgment from the D.C. Circuit upholding the Section 111(d) component of the Rule, for two interrelated reasons.

First, the Rule violates the text of Section 111(d) by setting "presumptive standards," rather than merely identifying the "degree of emission limitation achievable through the application of the best system of emission reduction," and leaving it to the States to determine *how* to achieve that amount of reduction (or achieve lower reductions based upon considerations of "among other factors, the remaining useful life of the existing source to which such standard applies"). 42 U.S.C. § 7411(a)(1), (d)(1). Section 111(d) makes clear that EPA is to establish a "procedure" for States to set their own standards of performance; EPA cannot set the standards for existing sources itself, presumptive or otherwise.

Second, and relatedly, the Rule's two-year deadline for States to submit their Section 111(d) plans violates the Administrative Procedure Act ("APA") because EPA "failed to supply a satisfactory explanation for [this] action" and "simply ignore[s] 'an important aspect of the problem." *Ohio v. EPA*, 144 S. Ct. 2040, 2053–54 (2024) (quoting Motor Vehicle Mfrs. Ass'n of U.S., Inc. v. State Farm Mut. Auto. Ins. Co., 463 U.S. 29, 43 (1983)). During the rulemaking process, State-Applicants explained that they needed at least three years to submit Section 111(d) plans to EPA, including because of the hundreds of thousands of new facilities now covered by the Rule and the complexity of the Rule's requirements. EPA then simply selected a two-year period without any meaningful engagement with these concerns, committing the same arbitrary-and-capricious error that justified a stay from this Court in Ohio. The effect of EPA's actions is obvious and intended: States will not have enough time to develop their own standards of performance under Section 111(d) for the hundreds of thousands of diverse oil and gas facilities covered by the Rule that (somehow) rebut (to EPA's satisfaction) the Rule's "presumptive standards." Thus, States have no option but acceding to EPA's "presumptive standards," forfeiting their rights under Section 111(d).

State-Applicants will also suffer irreparable harm absent this Court's stay of the Section 111(d) component of the Rule. The Rule's imposition of detailed "presumptive standards" for hundreds of thousands of facilities, coupled with an unrealistic two-year deadline, forces State-Applicants into an untenable position. If State-Applicants want to avoid being subject to direct federal control, they must either adopt EPA's "presumptive standards" wholesale or spend unrecoverable resources designing modified versions of those standards, because it will not be possible for many of the States to adopt their own standards—not just modified versions of EPA's standards—within the rushed deadline of two years. When StateApplicants prevail at the end of this litigation, those efforts will have wasted massive, unrecoverable sovereign resources, as EPA will have to permit State-Applicants to adopt Section 111(d) plans on a realistic schedule, and without tailoring their approaches to EPA's illegal "presumptive standards."

The public-interest strongly favors a stay of the Section 111(d) component of the Rule. The Rule harms the public interest by undermining Section 111(d)'s cooperative-federalism regime because EPA has unlawfully constrained the States' sovereign right under Section 111(d) to adopt their own standards of performance. Further, by effectively requiring the "presumptive standards," the Rule will—by EPA's own estimate—decrease oil and natural gas production, which will force the closure of many wells and the loss of jobs. Conversely, EPA would suffer no harm from a stay pending judicial review of EPA's unlawful actions that were over a decade in the making, and over a Rule whose proposal languished for nearly three years.

This Court should stay the Section 111(d) component of the Rule pending the D.C. Circuit's review of State-Applicants' petition for review.

#### **DECISION BELOW**

The D.C. Circuit's unpublished order denying the motions for a stay of the Rule in this consolidated action, including the motion filed jointly by State-Applicants is included in the Appendix to this Application at App.409a. The Rule is published at 89 Fed. Reg. 16,820 (Mar. 8, 2024), and reproduced at App.1a–408a.

#### JURISDICTION

This Court has jurisdiction over this Application under 28 U.S.C. § 1254(1). It has authority to grant the requested relief pursuant to the Administrative Procedure Act ("APA"), 5 U.S.C. § 705, and the All Writs Act, 28 U.S.C. § 1651.

### STATUTORY PROVISIONS INVOLVED

Pertinent statutory and regulatory provisions are reproduced in the Appendix at App.410a–17a.

#### **STATEMENT**

## A. The Clean Air Act Gives The States The Primary Role In Regulating Emissions Under Section 111(d)

"The Clean Air Act envisions States and the federal government working together to improve air quality." *Ohio*, 144 S. Ct. at 2048. Within this cooperative-federalism framework, the Act "establishes three main regulatory programs to control air pollution from stationary sources such as power plants," including the New Source Performance Standards program of Section 111, at issue here. *West Virginia*, 597 U.S. at 707; *see* 42 U.S.C. §§ 7408–10 (National Ambient Air Quality Standards (NAAQS) program); *id.* § 7411 (New Source Performance Standards program). As its title suggests, Section 111's New Source Performance Standards program primarily focuses on "emissions limits for *new* and *modified* sources," although it also addresses the "regulation of certain pollutants from *existing* sources" in Section 111(d). *West Virginia*, 597 U.S. at 709–710. Even more so than other provisions of the Clean Air Act, Section 111(d) reflects the principles of cooperative federalism on which the Act rests, *see Ohio*, 144 S. Ct. at 2048, recognizing

the "responsibility of States" in controlling air pollution in their respective regions consistent with their unique challenges and circumstances, 42 U.S.C. § 7401(a)(3); *see id.* § 7411(d).

While Section 111(b) gives EPA authority to impose standards of performance on *new* sources, for regulation of *existing* sources under Section 111(d), the regime is entirely different and largely state-run. Section 111(d) merely empowers EPA to identify "the best system of emission reduction" and the "degree of emission limitation achievable through application of" that system, 42 U.S.C. § 7411(a), (d), (g), but thencritically-that Section authorizes States to set their own "standards of performance" for existing sources within their borders, *id.* § 7411(d). EPA's role in this process is limited to "a procedure similar to that provided by section 7410"—the Clean Air Act's NAAQS program, id. § 7411(d)(1); EPA must approve any state plans that are reasonable and meet the requirements of the Act, see id. § 7410(k)(3). EPA cannot regulate existing sources by imposing its own standards unless a "State fails to submit" or "enforce" a "satisfactory plan," but in that event EPA may "prescribe a plan for [the] State" and "enforce the provisions of such plan." *Id.* § 7411(d)(2). Section 111(d)'s balance of responsibility thus mirrors the state-led NAAQS programs, where the States take the lead in designing and implementing pollution-control plans. Compare id. § 7411(d)(1), with id. § 7410(a)(1)-(2).

### B. EPA Begins Regulating New Sources Emitting Methane Under Section 111(b) In 2016

On June 3, 2016, EPA promulgated its first rule that directly regulated methane emissions from new sources in the oil and gas sector, using EPA's Section 111 authority. 81 Fed. Reg. 35,824 (June 3, 2016) ("2016 Rule"). Before that point, EPA had never sought to regulate directly sources in the oil and gas industry emitting methane under Section 111. The 2016 Rule also announced EPA's plan "to regulate emissions from *existing* sources," explaining that the Agency "will begin with a formal process to require companies operating existing oil and gas sources to provide information to assist" with that process. *Id.* at 35,831–32 (emphasis added). Numerous States challenged the 2016 Rule, *see, e.g.*, Pet. For Review, *West Virginia v. EPA*, No.16-1264 (D.C. Cir. Aug. 2, 2016); Pet. For Review, *North Dakota v. EPA*, No.16-1242 (D.C. Cir. July 15, 2016), and—following a change of administration— EPA promulgated its 2020 Rule to effectively rescind the 2016 Rule's regulations for new sources emitting methane, 85 Fed. Reg. 57,018 (Sept. 14, 2020) ("2020 Rule").

Then, in 2021, Congress passed, and President Biden signed, a joint resolution disapproving of EPA's 2020 Rule under the Congressional Review Act. S.J. Res. 14, 117th Cong., 135 Stat. 295 (2021) (enacted). In a statement, President Biden explained that the resolution would enable "EPA to evaluate opportunities to promulgate even stronger standards under section 111 of the Clean Air Act to address dangerous methane and other pollution from both new and existing sources across the oil and gas sector." Off. of Mgmt. & Budget, Exec. Off. of the President, Statement of Administration Policy: S.J. Res. 14, 2021 WL 9183956, at \*2 (Apr. 27, 2021).

### C. EPA Publishes Its 2024 Methane Rule

Later in 2021, EPA proposed a new methane rule that would reimpose and expand the stringent emissions controls in the 2016 Rule and—for the first time regulate an extensive range of existing oil and gas sources under Section 111(d),

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including numerous oil-well components and operations. 86 Fed. Reg. 63,110, 63,169–83 (Nov. 15, 2021); see also 87 Fed. Reg. 74,702, 74,722–842 (Dec. 6, 2022) (supplemental proposed rule). EPA's proposed rule provided an extremely truncated 18-month timeline for the States to submit Section 111(d) plans establishing the standards of performance for the many categories of newly regulated, existing sources. 87 Fed. Reg. at 74,831; see also 86 Fed. Reg. at 63,255–56.

Many interested parties—including State-Applicants—submitted comments to EPA objecting to the agency's truncated timeline for submitting Section 111(d) plans and requesting a three-year timeline instead, *see*, *e.g.*, App.712a–13a; App.640a–41a; App.807a; *accord* App.749a, emphasizing that additional time was needed given that EPA was proposing to regulate hundreds of thousands of diverse oil and gas facilities for the first time, *see* App.713a; App.844a. Because the Rule "includes thousands of additional sources for oil and gas states," App.713a; *see also* App.844a, the "sheer number of new regulated entities—and the quantity of data that these new regulations will require—would make it extraordinarily challenging for States to develop a plan" in any shortened timeline, App.823a; *accord* App.641a; App.501a– 02a; App.790a–93a.

On March 8, 2024, EPA promulgated the final Rule at issue here. *See* App.1a–408a. Under Section 111(b), the Rule imposes standards of performance for both methane and VOC emissions from new oil and gas sources spanning the industry's production, processing, transmission, and storage segments. App.52a–83a. In addition—and most relevant here—the Rule imposes numerous, stringent

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requirements and limitations on existing sources and state plans under Section 111(d). The categories of existing sources that the Rule covers include well sites, centralized production facilities, and compressor stations, App.52a–54a; App.66a–72a, as well as facility components utilized in oil and gas production, processing, transportation, and storage—such as process controllers, pumps, App.64a–65a, centrifugal compressors, combustion control devices, reciprocating compressors, and storage vessels, App.72a–80a.

Instead of following Section 111(d)'s directive that the States have the authority to "establish[] standards of performance for [] existing source[s]," 42 U.S.C. § 7411(d)(1), the Rule sets "presumptive standards of performance" for these existing sources, App.10a; App.187a. The Rule's presumptive standards detail specific technologies, processes, and methods that-in EPA's view-States must employ to reach certain emission-reduction levels that EPA believes are necessary, App.14a–16a, extending far beyond identifying the "best system of emission reduction" (BSER) and "the degree of emission limitation achievable" with the BSER, as the CAA contemplates, 42 U.S.C. § 7411(a), (d)(1). For example, the Rule lists as a "presumptive standard" for "Single Wellhead Only Well Sites and Small Well Sites" and "Multi-wellhead Only Well Sites" quarterly "Audio, Visual, and Olfactory" monitoring, with multi-wellhead only well sites also requiring semiannual monitoring via more expensive optical gas imaging. App.11a–14a. For "existing oil wells" that produce "associated gas," the Rule designates two "presumptive standard[s]" "based on the amount (mass) of methane in the associated gas" produced

by a covered well. App.70a. For wells producing less than 40 tons of methane per year, the Rule prohibits all flaring, requiring the associated gas to be recovered and collected, and if possible, rerouted and used for a beneficial purpose. App.70a; 87 Fed. Reg. at 74,780–81. For wells producing more than 40 tons of methane annually, the Rule only permits flaring if there is no feasible alternative and requires "the flare or control device [to] achieve 95.0 percent reduction in methane." App.70a. For "Pumps" powered by natural gas, which are used at numerous oil and gas facilities, including well sites, centralized production facilities, onshore natural gas processing plants, and compressor stations, the Rule's "presumptive standard" mirrors the emissionlimit standard for new sources—a zero-emission standard for any covered facility with electrical power or more than three pumps. App.64a–66a.

The Rule also imposes extra-statutory factors and requirements that States must meet if their plan deviates from EPA's presumptive standards. App.73a; must demonstrate "unreasonable cost" App.187a. States and "physical impossibility," among other showings, to justify submitting a plan that adopts different standards and methods from those urged by the Rule. App.183a. The Rule also directs States to identify "fundamental differences" between the information available to the States and the information that was available to the EPA, noting that EPA's judgment will prevail if EPA and a State simply draw different conclusions from the same data sets. App.183a. Even States that are already regulating methane under state-law programs must complete this burdensome process, as the Rule rejects a "total program evaluation" option that would have allowed a more streamlined plan review process for such States. App.178a–81a. The Rule's "one-size-fits-all" standards thus curtail the States' statutory authority to design Section 111(d) plans tailored to their circumstances and penalizes States that choose alternative standards, App.575a–76a, as any deviation from these standards will prompt EPA's "thorough[] review[]," App.187a.

The Rule mandates that the States must submit plans establishing the standards of performance for existing sources covered by the Rule to EPA within two years. App.159a. Given the numerous categories of existing sources that the Rule covers, see supra pp.8–9, the deadline is particularly burdensome for States with more oil and gas facilities, such as many State-Applicants. While the Rule acknowledged many States' comments objecting to this timeline, it failed to address State-Applicants' core argument that they needed three years to submit Section 111(d) plans due to the diversity and number of oil and gas facilities covered by the Rule. Supra p.9. Rather, EPA's only explanation for not providing the time requested by States is that "[e]xtending the state plan submittal deadline beyond 24 months to account for any and all unique state procedures would inappropriately delay reductions in emissions that have been found under CAA section 111 to endanger health or the environment." App.191a. EPA did not explain either how this addresses State-Applicants' concerns, or how this claimed urgency comports with the agency's delay of more than a decade. *See generally* App.191a; Exec. Off. of the President, The President's Climate Action Plan 10–11 (June 2013).<sup>1</sup>

# D. The D.C. Circuit Denies State-Applicants' Motion For Stay In An Unexplained, One-Line Order

On March 12, 2024, State-Applicants filed a petition for review challenging the Rule in the D.C. Circuit under the Administrative Procedure Act ("APA"). See Case No.24-1059, Dkt.2045175. Many other parties also challenged the Rule, see generally Case Nos.24-1054, -1101, -1103, -1111, -1114, -1115, -1116, -1117, -1118, and the D.C. Circuit consolidated the challenges, see, e.g., Case No.24-1059, Dkt.2045181. On April 12, 2024, State-Applicants moved for a stay pending the D.C. Circuit's review of the consolidated challenges. See Case No.24-1059, Dkt.2049412. On the merits, State-Applicants argued that the Rule was unlawful because it violated Section 111(d)'s text and the CAA's cooperative-federalism framework, id. at 7–11, and because the Rule's two-year deadline for state plans was arbitrary and capricious, id. at 11–15. State-Applicants further explained that they would suffer irreparable harm to their sovereign, economic, and quasi-sovereign interests absent a stay, and that the public interest strongly favors a stay. Id. at 15–21. In 14 supporting declarations, State-Applicants showed that the Rule imposed an immense burden by imposing compliance requirements on hundreds of thousands of previously unregulated oil and gas facilities. See id., Exs.5–13, 15–18, 26 (declarations of state

<sup>&</sup>lt;sup>1</sup> Available at https://obamawhitehouse.archives.gov/sites/default/files/image/ president27sclimateactionplan.pdf (all websites last visited Aug. 23, 2024).

officials from Alaska, Kentucky, North Dakota, Utah, Montana, Alabama, West Virginia, Oklahoma, Ohio, Virginia, Idaho, South Carolina, and Tennessee).

On July 9, 2024, the D.C. Circuit denied State-Applicants' stay motion, stating without explanation that "Petitioners have not satisfied the stringent requirements for a stay pending court review." App.409a.<sup>2</sup>

#### **REASONS FOR GRANTING THE APPLICATION**

This Court "may issue all necessary and appropriate process to postpone the effective date of an agency action," including by staying an agency order under review in a case still pending before an appellate court. 5 U.S.C. § 705; see also 28 U.S.C. §§ 1254, 2101; Ohio, 144 S. Ct. at 2052; West Virginia v. EPA, 577 U.S. 1126 (2016); Nken v. Mukasey, 555 U.S. 1042 (2008). In deciding whether to issue a stay, this Court "appl[ies] the same sound principles as other federal courts." Ohio, 144 S. Ct. at 2052 (citation omitted; alteration omitted). Specifically, this Court asks "(1) whether the applicant is likely to succeed on the merits, (2) whether it will suffer irreparable injury without a stay, (3) whether the stay will substantially injure the other parties interested in the proceedings, and (4) where the public interest lies." Id. Further, some Justices have taken the position that this Court's assessment of the likelihood of success on the merits may "encompass not only an assessment of the underlying merits but also a discretionary judgment about whether the Court should

<sup>&</sup>lt;sup>2</sup> Industry petitioners had sought a stay of other aspects of the Rule on different grounds, *see* Mot. to Stay, *Texas v. EPA*, No.24-1054, Dkt.2055134 (D.C. Cir. May 17, 2024), and the D.C. Circuit disposed of that motion within the same single-sentence order, App.409a.

grant review in the case." *Does 1-3 v. Mills*, 142 S. Ct. 17, 18 (2021) (Barrett, J., concurring in the denial of application for injunctive relief). State-Applicants have satisfied these standards here, and so this Court should grant a stay of the Section 111(d) component of the Rule.

## I. This Court Would Likely Grant Review And Reverse If The D.C. Circuit Upholds The Section 111(d) Component Of The Rule

If the D.C. Circuit were to deny State-Applicants' petition for review, that would "decide[] an important question of federal law" that this Court would review and reverse, including because such a decision would conflict with principles in the Court's decision in *West Virginia*. Sup. Ct. R. 10(c). As particularly relevant to this Application, the Rule is unlawful for two reasons, explained immediately below.

# A. The Rule Violates Section 111(d) By Setting "Presumptive Standards Of Performance"

1. Section 111(d) creates distinct roles for EPA and the States for the "regulation of certain pollutant from existing sources," *West Virginia*, 597 U.S. at 710 (emphasis omitted); *see* 42 U.S.C. § 7411(d), consistent with the Clean Air Act's cooperative-federalism regime, *see Ohio*, 144 S. Ct. at 2048.

Section 111(d) sets specific roles for EPA and the States, respectively. Section 111(d) provides EPA with the authority to determine the best system of emission reduction and the degree of emission limitation achievable for certain pollutants. 42 U.S.C. § 7411(a), (d). Once EPA sets an emission-reduction amount for a particular pollutant from existing sources under Section 111(d), the States "establish[] [the] standards of performance for any existing source for [that] air pollutant," *id.* § 7411(d)(1)—meaning that the States "set the actual rules governing existing" sources to meet the emissions guidelines set by EPA, West Virginia, 597 U.S. at 710. And when a State creates such a plan, the State may "take into consideration, among other factors, the remaining useful life of the existing source to which such standard applies." 42 U.S.C. § 7411(d)(1). Only if a State has "fail[ed] to submit a satisfactory plan" to EPA under Subsection 111(d) may EPA then develop its own standards of performance for existing sources by imposing a federal plan. *Id.* § 7411(d)(2)(A). Section 111(d) explicitly references the States' and EPA's respective authorities under Section 111(d) to their respective authorities under Section 110 of the Clean Air Act, *see* 42 U.S.C. § 7411(d)(1),(2)—a statutory cross-reference that reinforces the States' role in setting standards of performance for existing sources under Section 111(d), *see generally Rowland v. Cal. Men's Colony*, 506 U.S. 194, 199– 202 (1993) (relving on statutory context).

2. Here, the Court is likely to grant review and reverse any judgment from the D.C. Circuit upholding the Rule because the Rule violates Section 111(d), *see* 5 U.S.C. § 706(2)(A), (C) ("not in accordance with law"; "excess of statutory jurisdiction"), by forcing "presumptive standards of performance" upon the States, rather than respecting the States' authority to adopt any appropriate standards of performance under Section 111(d) that reflect EPA's determinations as to the *amount* of emission reduction, after the States' consideration of remaining useful life and other factors. That is, the Rule supplants the States' authority to develop standards for existing sources under Section 111(d) by purporting to impose "presumptive standards,"

which "presumptive standards" a State must then (somehow) rebut to EPA's satisfaction before the State may establish its own standards of performance.

In the Rule, EPA did not limit itself to its statutory role for existing sources and then leave it to the States to adopt appropriate standards of performance. See 42 U.S.C. § 7411(d)(1); West Virginia, 597 U.S. at 710. Instead, the Rule lists specific technologies and methods for States to adopt in their Section 111(d) plans. App.10a; App.176a; App.14a–16a. For example, the Rule lists as a "presumptive standard" for certain smaller wells quarterly monitoring requirements, with other larger wells additionally having semiannual monitoring via more expensive optical gas imaging. App.11a–14a; supra pp.10–11. The Rule lists as a "presumptive standard" the prohibition of flaring of methane for smaller methane-producing wells, while larger wells may only flare methane under certain defined circumstances. App.70a; supra p.11. And for facilities with pumps powered by natural gas, the Rule lists a zeroemission of methane standard as a "presumptive standard." App.14a-16a; supra p.11. The Rule then explains that a State adopting these presumptive standards as the standard of performance in its state plan under Section 111(d) would presumptively satisfy the Rule. See App.10a.

The Rule's use of "presumptive standards" violates Section 111(d), as these standards unlawfully ratchet up EPA's scrutiny of state plans under Section 111(d) by requiring States to justify any departure from the "presumptive standards" before EPA will deem the plans "satisfactory," 42 U.S.C. § 7411(d). A "presumption" operates to establish some "predicate fact" that "produces a required conclusion in the absence of an explanation," such that the party against whom a presumption is directed has "the burden of producing an explanation to rebut" the presumption. *St. Mary's Honor Ctr. v. Hicks*, 509 U.S. 502, 506 (1993) (citations omitted); *see also* Fed. R. Evid. 301; *accord* "Presumption," *Black's Law Dictionary* (12th ed. 2024). So, the Rule presumes that its "presumptive standards" satisfy the State's obligations to set standards of performance for existing sources, with the States having the obligation to explain in their plan submissions why they are departing from that presumption. *See* App.10a. The Rule makes clear that EPA will measure a State's plan according to its consistency with the "presumptive standards," not solely according to its ability to meet the Rule's emissions guidelines. *See* App.29a. This is contrary to Section 111(d), which endows the States with the authority to establish the "standards of performance for any existing source" that they deem fit, 42 U.S.C. § 7411(d)(1), meaning that the States—not EPA—"set the actual rules governing existing power plants," *West Virginia*, 597 U.S. at 710.<sup>3</sup>

<sup>&</sup>lt;sup>3</sup> EPA's violation of Section 111 with the Rule here is different than EPA's violation of Section 111 in its final rule entitled "New Source Performance Standards for Greenhouse Gas Emissions From New, Modified, and Reconstructed Fossil Fuel-Fired Electric Generating Units; Emission Guidelines for Greenhouse Gas Emissions From Existing Fossil Fuel-Fired Electric Generating Units; and Repeal of the Affordable Clean Energy Rule," 89 Fed. Reg. 39,798 (May 9, 2024)—which many parties (including State-Applicants) raised in stay applications pending before this Court, *see, e.g., West Virginia v. EPA*, No.24A95 (U.S. Jul. 23, 2024). In that other rule, numerous parties have explained that EPA violated Section 111 by relying upon unproven control technology to set "the degree of emission limitation achievable through application of the best system of emission reduction . . . [that] has been adequately demonstrated." 42 U.S.C. § 7411(a)(1), (b)(1); 89 Fed. Reg. 39,798. Here, State-Applicants have explained that EPA has subverted the federal-state roles by attempting to impose "presumptive standards of performance" for existing sources upon the States, rather than allowing States to adopt their own appropriate standards for existing sources as they see fit.

The Rule's discussions of the "presumptive standards" demonstrates that—as the name indicates—States must rebut those standards to set their own standards of performance. The Rule expressly states that "components of a state plan that differ from any presumptively approvable aspects of the [emissions guidelines] ... will be thoroughly reviewed by the EPA." App.187a (emphasis added). The Rule provides that, if States have "existing programs [that] they may want to leverage for purposes of satisfying their CAA section 111(d) state plan obligations" that differ from the "presumptive standards," the States must satisfy an onerous, multi-step process to demonstrate that the preexisting state programs have "equivalency ... with the proposed presumptive standards." App.177a. And the Rule explains that it is "extremely unlikely" that States could depart from the "presumptive standards" based on cost considerations. App.185a. That is why, when proposing the Rule, EPA explained that "it would likely be difficult for States to demonstrate that the presumptive standards are not reasonable for the vast majority of designated facilities." 86 Fed. Reg. at 63,251.

The Rule's "presumptive standards" represent EPA's attempts to gut the States' standard-setting authority under Section 111(d). As explained above, Section 111(d) gives States the authority to adopt standards of performance for existing sources, with EPA serving only as a reviewer for compliance with the Act. *Supra* pp.15–16. The Rule impermissibly flips the federal-state structure in Section 111(d) on its head, essentially requiring EPA-set standards as the default. The Rule even admits as much, stating in a footnote that the "presumptive standards

would serve as a guide to the development of a Federal plan," even as EPA claims that they "are not the same as a Federal plan under CAA section 111(d)(2)." App.10a.

#### B. The Rule's Two-Year Deadline For State Plans Violates The APA Under *Ohio* And *State Farm*

1. The APA mandates that agencies engage in "reasoned decisionmaking," State Farm, 463 U.S. at 43–44, 52, prohibiting agencies from taking actions that are "arbitrary [and] capricious," 5 U.S.C. § 706(2)(A). Agency action is "arbitrary [and] capricious," 5 U.S.C. § 706(2)(A), when the agency fails to "reasonably consider[] the relevant issues," FCC v. Prometheus Radio Project, 592 U.S. 414, 423 (2021). This means that an agency may not "simply ignore 'an important aspect of [a] problem," Ohio, 144 S. Ct. at 2053 (quoting State Farm, 463 U.S. at 43), and must reasonably "examine the relevant data and articulate a satisfactory explanation for its action," State Farm, 463 U.S. at 43 (citation omitted); see also Ohio, 144 S. Ct. at 2053. Further, an agency must provide reasoned responses to comments raising important concerns. See Ohio, 144 S. Ct. at 2054. So, at bottom, "the process by which [an agency] reaches [a particular result] must be logical and rational," Allentown Mack Sales & Serv., Inc. v. NLRB, 522 U.S. 359, 374 (1998).

This Court recently applied these principles in the stay context in *Ohio*, 144 S. Ct. 2040. There, a group of States (joined by members of industry) sought a stay from this Court of EPA action imposing a "uniform federal plan" for "controlling ozone pollution" from 23 States. *Id.* at 2048–50. In granting the stay, this Court concluded that EPA's plan was likely arbitrary and capricious in violation of "long-settled [APA] standards." *Id.* at 2053–54. Specifically, EPA had "failed to supply a satisfactory

explanation for its action," given that it "ignored an important aspect of the problem before it"—namely, what happens when many of the covered States "fall out" of the plan and it "may now cover only a fraction of the States and emissions EPA anticipated." *Id.* at 2053–54 (citations omitted). And "[a]lthough commenters posed this concern to EPA during the notice and comment period, EPA offered no reasoned response," in violation of the APA. *Id.* at 2054 (citations omitted).

2. Here, this Court is also likely to grant review and reverse a judgment from the D.C. Circuit holding that the Rule's two-year deadline for States to submit their Section 111(d) plans is lawful, as EPA did not adequately consider an important aspect of this problem. *See* 5 U.S.C. § 706(2)(A). Specifically, EPA did not explain how the Rule's two-year deadline provides States with sufficient time to develop their own standards of performance under Section 111(d) rather than simply adopt EPA's "presumptive standards." This is especially so for State-Applicants like Oklahoma, who must regulate for the first time methane and VOC emissions from *hundreds of thousands* of new and diverse oil and gas facilities. *See Ohio*, 144 S. Ct. at 2053; *State Farm*, 463 U.S. at 43–44.

As many State-Applicants explained to EPA in comments during the rulemaking process, many States absolutely need at least three years to prepare a state plan under Section 111(d), given that the Rule contemplates many States regulating for the first time *hundreds of thousands* of diverse oil and gas facilities. *See* App.713a; App.844a; *accord* App.749a; App.641a; App.807a; *see generally* App.624a–25a (discussing the "incredibly diverse [oil and gas] industry"). So, as

State-Applicants informed EPA, the Rule "includes thousands of additional sources for oil and gas states," which makes even the process of "gathering an inventory of [these] designated facilities" alone overly time-consuming. App.713a; see also App.844a. This "sheer number of new regulated entities—and the quantity of data that these new regulations will require—would make it extraordinarily challenging for States to develop a plan" in any shortened timeline. App.823a; see also App.778a (discussing the "scale of the task that [EPA] has now thrust on the States"); accord App.641a ("[S]tates must have time to assess all affected sources in light of their remaining useful lives, and other factors."); App.624a-25a (discussing the "incredibly diverse [oil and gas] industry"). Additionally, "[methane] is not a pollutant that has been previously regulated by [at least some States] and as such to collect an emission inventory, understand the monitoring and quantification of potential methane emissions, determination of stakeholders to have meaningful engagement with, evaluation of equivalency of current standards ... and understanding the impacts of compliance with the plan" necessitates at least a threeyear deadline. App.749a; accord App.641a; App.790a–93a.

EPA imposed a two-year deadline for the States to submit their Section 111(d) plans, while providing no meaningful response to State-Applicants' concerns. App.189a–91a. EPA recognized that a "large number of state commenters in addition to other commenters" warned that the original 18-month submission deadline in the proposed rule was insufficient, but the agency only discussed the States' argument that more time was needed for States to "complete state administrative processes, conduct public hearings, engage with pertinent stakeholders," and the like. App.189a–91a. But those state-administrative-timing concerns are different in kind than State-Applicants' more fundamental concern discussed above—that it will take three years for the States to design their own standards of performance under Section 111(d) given that the Rule covers, for the first time, hundreds of thousands of diverse oil and gas facilities.

The Rule then aggravated State-Applicants' timing concerns tied to the scope and diversity of covered oil and gas facilities by imposing several more complexities upon the States as they develop their Section 111(d) plans. For example, the Rule imposes heightened requirements for considering the remaining useful life of a facility, which will require States to perform hyper-technical analyses. App.183a–86a. State regulators will also need to learn a new system of assessment, given the Rule's shift in evaluating emissions from throughput to component parts. App.192a. The Rule adopts more rigorous "meaningful engagement" requirements, App.187a–88a, and it requires States to undertake a distinct (and substantial) regulatory effort to create new permitting requirements that meet the Rule's rewritten "legally and practicably enforceable" standard, App.159a.

Two years is simply not enough time for States to exercise their Section 111(d) rights to design their own standards of performance, especially for those States that must now regulate for the first time hundreds of thousands of new and diverse oil and gas facilities. *See supra* pp.21–22. The myriad oil and gas facilities now covered by the Rule are "incredibly diverse." *See* App.624a–25a. These facilities include, for

example, well sites, centralized production facilities, and compressor stations, App.52a–54a; App.66a–72a, and they are located throughout the entire oil and gas supply chain—production, processing, transportation, and storage, App.64a–65a. In the face of this "incredibly diverse industry," States must have the option of rejecting a "one-size-fits-all approach" for the covered oil and gas facilities in their Section 111(d) plans, see App.624a–25a. Rather, they must carefully adopt standards of review that, for example, "assess all affected sources in light of their remaining useful lives, and other factors." App.641a. States need more than two years to complete this daunting regulatory task, otherwise they risk "submittal of an inadequately prepared plan that EPA would have to review and reject, leading to unnecessary use of already limited resources." App.749a. The upshot of EPA's truncated, two-year timeline is obvious: this shortened timeframe will force States into adopting the (unlawful, *supra* Part I.A) "presumptive standards" in the Rule, rather than crafting standards of performance of their own as Section 111(d) provides.

The Rule's imposition of a two-year deadline upon the States while "ignor[ing]" the "important . . . problem" with this timeline that the States raised makes the Rule arbitrary and capricious, just like the EPA rule at issue in *Ohio*, 144 S. Ct. at 2053 (citation omitted); *see also State Farm*, 463 U.S. at 43–44. Like the States in *Ohio*, the State-Applicants here raised their important concerns to EPA in public comments, *see* 144 S. Ct. at 2054, explaining that they needed three years to adopt Section 111(d) plans, given the Rule's inclusion of hundreds of thousands of new and

diverse oil and gas facilities, *supra* pp.21–22. Yet, like in *Ohio*, EPA offered "no reasoned response" to the State-Applicants on this score. *See* 144 S. Ct. at 2054; *supra* pp.22–23. So, like in *Ohio*, EPA's "fail[ure] to supply a satisfactory explanation for its action" in this way violates the APA's "long-settled standards" against arbitrary and capricious agency action. *Ohio*, 144 S. Ct. at 2053–54 (citation omitted); *supra* pp.22–23.

### II. State-Applicants Will Suffer Irreparable Harm If This Court Does Not Grant A Stay

A. Monetary losses that "cannot be recouped" constitute "irreparable harm." *Philip Morris USA Inc. v. Scott*, 561 U.S. 1301, 1304 (2010) (Scalia, J., in chambers); see also Ohio, 144 S. Ct. at 2053. Because the APA does not permit recovery of money damages against an offending agency, 5 U.S.C. § 702, there is "no guarantee of eventual recovery" of losses resulting from a final rule issued by EPA, Ala. Ass'n of Realtors v. Dep't of Health & Hum. Servs., 594 U.S. 758, 765 (2021) (per curiam); see Ohio, 144 S. Ct. at 2053, such that "complying with a regulation later held invalid almost *always* produces the irreparable harm of nonrecoverable compliance costs," Thunder Basin Coal Co. v. Reich, 510 U.S. 200, 220–21 (1994) (Scalia J., concurring). Moreover, States have both a statutory right to "set the actual rules governing existing [sources]" by developing their own Section 111(d) plans, West Virginia, 597 U.S. at 710, see also Train v. Nat. Res. Def. Council, Inc., 421 U.S. 60, 79 (1975); Union Elec. Co. v. EPA, 427 U.S. 246, 269 (1976), and a "sovereign interest in the enforcement" of their laws, Little v. Reclaim Idaho, 140 S. Ct. 2616, 2617 (2020) (Roberts, C.J., concurring in the grant of stay). Thus, the "inability to enforce its duly

enacted plans clearly inflicts irreparable harm on [a] State." *Abbott v. Perez*, 138 S. Ct. 2305, 2324 n.17 (2018); *see also Maryland v. King*, 567 U.S. 1301, 1303 (2012) (Roberts, C.J., in chambers).

B. State-Applicants will suffer significant irreparable harm if this Court does not stay the Section 111(d) component of the Rule.

The Rule's "presumptive standards" and two-year deadline for state plans will impose significant, irreparable harm to State-Applicants' sovereign interests. See Philip Morris USA Inc., 561 U.S. at 1304 (Scalia, J., in chambers); Reclaim Idaho, 140 S. Ct. at 2617 (Roberts, C.J., concurring); *Abbott*, 138 S. Ct. at 2324 n.17. Under Section 111(d), States have a statutory right to "set the actual rules governing existing [sources]," West Virginia, 597 U.S. at 710, by "establish[ing]" appropriate "standards of performance for any existing source" to meet the emissions guidelines set by EPA, 42 U.S.C. § 7411(d)(1); accord Train, 421 U.S. at 79; Union Elec. Co., 427 U.S. at 269. Yet, as discussed above, supra Part I.A, the Rule imposes an extrastatutory burden on any State that exercises this right and deviates from the Rule's "presumptive standards," requiring the State to rebut EPA's preferred standard and subjecting the state plan to "thorough[] review[] by the EPA," App.187a. Moreover, the Rule "require[s] [S]tates to reduce methane emissions from hundreds of thousands of existing sources nationwide for the first time," App.485a; App.494a, and imposes a mere two-year deadline for States to account for each designated facility and provide an extensive rebuttal for every deviation from the Rule's presumptive standards, App.159a; App.190a.

Consequently, whether State-Applicants adopt EPA's presumptive standards or attempt to design their own, the Rule imposes inevitable and irreparable harm on them. States that do not wish to adopt the Rule's "presumptive standards" wholesale must quickly expend substantial resources during the pendency of this case given the Rule's unreasonable two-year deadline, *supra* Part I.B—to develop modified versions of EPA's "presumptive standards," as there is simply not enough time to develop their own standards of performance that are both "best suited to [their] particular situation[s]," Train, 421 U.S. at 79, and that sufficiently rebut (somehow, to EPA's satisfaction) the agency's "presumptive standards," see App.590a-91a; App.597a-98a; App.603a-04a; App.613a-14a. These are significant "nonrecoverable" "costs," Ohio, 144 S. Ct. at 2053 (citation omitted), as State-Applicants will not spend these resources developing their Section 111(d) plans in this way if they were to succeed in their challenge to the Rule. See App.591a-92a; App.597a-99a; App.604a-07a; App.613a–14a; App.618a–19a. That is, if State-Applicants did *not* need to adopt a Section 111(d) plan within two years that also rebuts (to EPA's satisfaction) the Rule's "presumptive standards," State-Applicants would choose to adopt *different* standards of performance to meet the Rule's emissions guidelines for the myriad and diverse existing sources within their borders. See App.590a–92a; App.597a–598a; App.604a– 07a; App.611a–13a; App.618a–19a. The only other alternative for the States is to forsake their statutory rights to design their own standards of performance, contrary to their significant sovereign interests, and instead either adopt the "presumptive standards" in full or have EPA impose a federal plan. *Train*, 421 U.S. at 79; *Ohio*, 144 S. Ct. at 2048; *see* App.590a–91a; App.597a–99a; App.604a–05a; App.613a–14a.

So, if State-Applicants elect to undertake the monumental task of designing a Rule-compliant plan that deviates from the presumptive standards in some respects within the two-year deadline, they will suffer immense and irreparable economic harm developing a Section 111(d) plan that they will not use if they ultimately prevail here. See Philip Morris USA Inc., 561 U.S. at 1304 (Scalia, J., in chambers). To begin, the Rule requires States to account for a staggering number of additional "sources": 200,000 wells in Oklahoma, App.571a; 60,000 sources in Kentucky, App.531a; tens of thousands of facilities, including 18,000 oil and gas production wells alone, in North Dakota, App.561a; 70,000 oil and gas wells in West Virginia, App.438a; 51,000 well sites in Ohio, App.471a; App.474a; 2,900 oil and gas facilities, 608 permitted oil and gas minor sources, and 20 permitted oil and gas major sources in Utah, App.424a; 8,000 production wells and 75 compressor stations in Virginia, App.448a; 1,100 oil and gas registrations in Montana, App.587a–88a; at least 60 facilities in Alaska, App.545a; at least 20 sources in Idaho, App.457a; and eight compressor stations in South Carolina, App. 582a–83a. Further, each state plan must include an inventory of all designated facilities, all attendant performance standards, and all compliance schedules. App.563a-64a; see also App.423a-24a; App.458a; 42 U.S.C. § 7410. Finally, each plan must go through state-level rulemaking and public participation processes that have substantial procedural and substantive demands. See App.451a–52a; App.458a; App.463a; App.474a; App.482a;

App.534a; App.441a-42a; App.544a-45a; App.563a-64a; App.575a-76a; App.587a-88a. For example, not only must North Dakota issue public notices, hold one or more public hearings, and gather public input; state regulators must meticulously document that they have achieved "meaningful engagement" by listing pertinent stakeholders, summarizing the engagement and input received, and detailing how this input influenced the plan or its revisions. App.563a-64a.

Given EPA's truncated, two-year timeline, States must quickly invest these considerable resources to craft Section 111(d) plans that impose standards of performance for the newly covered facilities, and States must do so within the context of the Rule's "presumptive standards" that limit the States' statutory leeway under App.427a-28a; App.440a-42a; App.451a; App.458a; App.473a; Section 111(d). App.482a; App.532–33a; App.544a–45a; App.562a–63a; App.574a–75a; App.587a– 88a; see also App.590a-92a; App.597a-99a; App.603a-05a; App.607a. States with the highest number of designated facilities will need to hire hundreds of new employees and reallocate scarce financial resources from other state programs, lest they abandon their Clean Air Act obligations altogether. See App.572a; App.574a-75a; App.441a-42a; App.450a-51a; App.471a-72a; App.532a-33a; App.587a-88a. For example, Kentucky expects it will need to hire at least 100 new employees "immediately," App.532a, while Oklahoma projects it will need to increase its existing permitting and compliance staff by 50%, App.572a. Meanwhile, Ohio's EPA projects it may need up to \$16,375,000 per year to comply with the Rule. App.472a. The cost for these workers is also high because these tasks require skilled workers to help

implement permit programs and develop programs based on individual components of well systems. *See* App.532a–33a. And as this is the first nationwide methaneemissions rule, demand for this skilled labor is extraordinarily high with the States competing against each other and private industry. These costs will force States to take millions of dollars from other programs in already strained budgets. *See* App.481a–82a; App.427a; App.441a–42a; App.583a; App.575a; App.563a–64a; App.587a–88a; App.533a; App.542a–43a. And the Rule's short, two-year window to develop plans, App.159a, requires States to begin spending money *now*, during the pendency of this case. *See* App.590a–91a; App.597a–99a; App.604a–05a; App.613a–14a.

### III. The Rule's Devastating Consequences Are Contrary To The Public Interest

A. In cases where the "Government is the opposing party," as it is here, the "third and fourth factors" in the stay analysis—that is, "harm to the opposing party and the public interest"—will "merge." *Nken v. Holder*, 556 U.S. 418, 420, 435 (2009). There is a clear "public interest" in ensuring that an "agency has . . . compl[ied] with its statutory mandate." *Sierra Club v. Morton*, 405 U.S. 727, 737 (1972); *see Ohio*, 144 S. Ct. at 2053. The public likewise has an interest in "maint[aining] the constitutional balance upon which the doctrine of federalism is founded." *Withrow v. Williams*, 507 U.S. 680, 687 (1993) (citation omitted). Finally, "the protection of the public fisc is a matter that is of interest to every citizen." *Brock v. Pierce Cnty.*, 476 U.S. 253, 262 (1986).

B. Here, the public interest strongly supports staying the Rule while the D.C. Circuit considers the petition for review.

The Rule harms the public interest in "the maintenance of the constitutional balance upon which the doctrine of federalism is founded," including during the pendency of State-Applicants' challenge. Withrow, 507 U.S. at 687. The Rule effectively forces the States to accept EPA's "presumptive standards," thereby limiting the States' authority to adopt their own standards of performance for regulating methane and VOC emissions from existing facilities. See supra pp.26–30. That harms the public interest in the cooperative-federalism regime in the Clean Air Act, generally, and Section 111(d), specifically. See Withrow, 507 U.S. at 687; supra pp.6–7, 15–16. Indeed, the Rule's federal overreach all but eliminates the States' statutorily defined role—including during the pendency of this case—thus depriving the public of the knowledge and region-specific expertise that the States would have utilized when regulating these emissions from these existing sources, but for the Rule's unlawful "presumptive standards." See supra pp.6–7, 26–30. Such a harm to the public interest is especially apparent where state agencies must contend with unique local circumstances, such as the challenges of regulating methane in remote regions of Alaska. See App.546a; see also App.590a–92a; App.597a–99a; App.603a–04a.

Further, the Rule's "presumptive standards" are onerous, imposing costs on the oil and gas industries that will—as even EPA admits—inevitably be passed onto consumers across the country. To take just a few examples, the Rule imposes as "presumptive standards" costly monitoring requirements, including the use of expensive optical gas imagining technology for certain wells. App.11a-14a; see also App.639a; App.834a. The Rule prohibits or severely limits flaring, App.70a; 87 Fed. Reg. at 74,780–81, although it may at times be appropriate, especially for wells located in remote or inaccessible locations, see App.766a. And for certain pumps at existing facilities, the Rule imposes a zero-emission standard—the same standard applied to new facilities, App.64a–66a—requiring costly retrofitting and engineering to achieve, App.803a. Each of these "presumptive standards," and the many more imposed in the Rule, App.64a–66a, will raise the cost of oil and gas, as EPA's own cost-estimates show, EPA, Response to Public Comments on the November 2021 Proposed Rule and the December 2022 Supplemental Proposed Rule, at I-20-63, No.EPA-HQ-OAR-2021-0317-4009 (Nov. 2023) ("EPA Resp. to Public Comments"); accord App.604a–06a (discussing "economic and social damage to the state as a whole and rural communities in particular" as a result of the Rule); App.591a; App.597a-99a. Unsurprisingly, industry members will assuredly pass those costs onto the Nation's consumers, EPA Resp. to Public Comments at I-20-63, No.EPA-HQ-OAR-2021-0317-4009, further demonstrating the Rule's substantial harms to the public interest.

These consequences are a direct result of EPA's statutory violation: Congress wisely provided States with broad discretion to design regulations that best fit their existing sources, allowing States to leverage nuanced, region-specific knowledge and experience to achieve the CAA's environmental goals with far greater efficiency and at a fraction of the cost. Yet, EPA's imposition of one-size-fits-all "presumptive standards" defies Congress' intent and imposes unnecessary costs that coincide with the effect of other recent EPA regulations that similarly impact vital industries and services while endangering hundreds of thousands of jobs, such as EPA's recent PM2.5 rule. *See e.g.*, *U.S. Air Quality Standards and the Manufacturing Sector*, Oxford Economics (Apr. 2023)<sup>4</sup>; App.543a; App.739a-44a.

EPA, for its part, will suffer no cognizable harm from a stay during the pendency of this case. See Ohio, 144 S. Ct. at 2053–54. EPA shares the public's interest in ensuring it has "compl[ied] with its statutory mandate." Sierra Club, 405 U.S. at 737. Moreover, EPA has delayed regulating methane for more than a decade, and so cannot now claim timing is critical to achieving its goals. See supra pp.12–13. Staying the Rule's effects until the courts have reached a decision on the merits will not impose any measurable harm on EPA or the public, particularly given the long-term nature of the climate-change concerns that the Rule is intended to address.

### CONCLUSION

This Court should stay the Section 111(d) component of the Rule pending resolution of State-Applicants' petition for review.

<sup>&</sup>lt;sup>4</sup> Available at https://bit.ly/3TLwVJA.

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#### **ENVIRONMENTAL PROTECTION** AGENCY

#### 40 CFR Part 60

[EPA-HQ-OAR-2021-0317; FRL-8510-01-OAR]

RIN 2060-AV16

#### Standards of Performance for New, **Reconstructed, and Modified Sources** and Emissions Guidelines for Existing Sources: Oil and Natural Gas Sector **Climate Review**

**AGENCY:** Environmental Protection Agency (EPA).

ACTION: Final rule.

**SUMMARY:** The Environmental Protection Agency (EPA) is finalizing multiple actions to reduce air pollution emissions from the Crude Oil and Natural Gas source category. First, the EPA is finalizing revisions to the new source performance standards (NSPS) regulating greenhouse gases (GHGs) and volatile organic compounds (VOCs) emissions for the Crude Oil and Natural Gas source category pursuant to the Clean Air Act (ČAÅ). Second, the EPA is finalizing emission guidelines (EG) under the CAA for states to follow in developing, submitting, and implementing state plans to establish performance standards to limit GHG emissions from existing sources (designated facilities) in the Crude Oil and Natural Gas source category. Third, the EPA is finalizing several related actions stemming from the joint resolution of Congress, adopted on June 30, 2021, under the Congressional Review Act (CRA), disapproving the EPA's final rule titled, "Oil and Natural Gas Sector: Emission Standards for New, Reconstructed, and Modified Sources Review," September 14, 2020 ("2020 Policy Rule"). Fourth, the EPA is finalizing a protocol under the general provisions for optical gas imaging (OGI). DATES: This final rule is effective on May 7, 2024. The incorporation by reference (IBR) of certain publications listed in the rules is approved by the Director of the Federal Register as of May 7, 2024.

ADDRESSES: The EPA has established a docket for this rulemaking under Docket ID No. EPA-HQ-OAR-2021-0317. All documents in the docket are listed on the https://www.regulations.gov/ website. Although listed, some information is not publicly available, e.g., Confidential Business Information (CBI) or other information whose disclosure is restricted by statute. Certain other material, such as copyrighted material, is not placed on

the internet and will be publicly available only in hard copy form. Publicly available docket materials are available electronically through https:// www.regulations.gov/.

FOR FURTHER INFORMATION CONTACT: Ms. Amy Hambrick, Sector Policies and Programs Division (E143-05), Office of Air Quality Planning and Standards, U.S. Environmental Protection Agency, 109 T.W. Alexander Drive, P.O. Box 12055, Research Triangle Park, North Carolina, 27711; telephone number: (919) 541-0964; email address: hambrick.amy@epa.gov.

**SUPPLEMENTARY INFORMATION:** *Preamble* acronyms and abbreviations. Throughout this document the use of "we," "us," or "our" is intended to refer to the EPA. We use multiple acronyms and terms in this preamble. While this list may not be exhaustive, to ease the reading of this preamble and for reference purposes, the EPA defines the following terms and acronyms here:

- AMEL alternative means of emission limitation
- ANSI American National Standards Institute
- API American Petroleum Institute
- ARPA-E Advanced Research Projects Agency-Energy
- ASME American Society of Mechanical Engineers
- ASTM ASTM, International
- AVO audible, visual, and olfactory
- AWP alternative work practice
- bbl barrels of crude oil
- BLM Bureau of Land Management
- boe barrels of oil equivalents
- BOEM Bureau of Ocean Energy Management
- BSER best system of emission reduction Btu/scf British thermal units per standard cubic foot
- °C degrees Celsius
- CAA Clean Air Act
- CBI Confidential Business Information
- Code of Colorado Regulations CCR
- CDX EPA's Central Data Exchange
- CEDRI Compliance and Emissions Data Reporting Interface
- CFR Code of Federal Regulations
- CO carbon monoxide
- $CO_2$ carbon dioxide
- Eq. carbon dioxide equivalent  $CO_2$
- COS carbonyl sulfide
- Congressional Review Act CRA
- $CS_2$ carbon disulfide
- CVS closed vent systems
- Circuit U.S. Court of Appeals for the D.C. District of Columbia Circuit
- DOE Department of Energy
- EAV equivalent annual value
- EDF Environmental Defense Fund
- EG emission guidelines
- EIA U.S. Energy Information Administration
- EJ environmental justice
- E.O. Executive Order
- EPA Environmental Protection Agency

1a

- emergency shutdown devices ESD
- degrees Fahrenheit

- FEAST Fugitive Emissions Abatement Simulation Toolkit
- FR Federal Register
- FrEDI EPA's Framework for Evaluating Damages and Impacts model
- FRFA final regulatory flexibility analysis
- g/hr grams per hour GHG greenhouse gas
- greenhouse gas
- GHGI Inventory of U.S. Greenhouse Gas Emissions and Sinks
- GHGRP Greenhouse Gas Reporting Program
- GOR gas-to-oil ratio
- H<sub>2</sub>S hydrogen sulfide
- HAP hazardous air pollutant(s)
- ICR information collection request
- IRFA initial regulatory flexibility analysis
- IWG Interagency Working Group on the
- Social Cost of Greenhouse Gases
- kg kilograms
- kg/hr kilograms per hour
- kt kilotons
- lb/yr pounds per year
- low-E low emission
- leak detection and repair LDAR
- LPE legally and practicably enforceable
- Mcf thousand cubic feet
- MW megawatt
- NAAQS national ambient air quality standards
- NAICS North American Industry **Classification System**
- NDE no detectable emissions
- NIE no identifiable emissions
- NESHAP national emission standards for hazardous air pollutants
- NGO non-governmental organization
- NHV net heating value
- NO<sub>x</sub> nitrogen oxides
- NSPS new source performance standards
- NTTAA National Technology Transfer and Advancement Act
- O<sub>2</sub> oxygen
- OAQPS Office of Air Quality Planning and Standards
- OGI optical gas imaging
- OMB Office of Management and Budget
- PM particulate matter
- PM<sub>2.5</sub> particulate matter with a diameter of 2.5 micrometers or less
- ppb parts per billion
- ppm parts per million
- Ρ̈́RA
- Paperwork Reduction Act PSD

RFA Regulatory Flexibility Act

RIA regulatory impact analysis

SC-CH<sub>4</sub> social cost of methane

scf standard cubic feet

SO2 sulfur dioxide

tpy tons per year

Collaboration System

SC-N<sub>2</sub>O social cost of nitrous oxide

scfm standard cubic feet per minute

State Implementation Plan

the court U.S. Court of Appeals for the

scfh standard cubic feet per hour

SPeCS State Planning Electronic

District of Columbia Circuit

RTC response to comments

prevention of significant deterioration

remaining useful life and other

social cost of carbon dioxide

social cost of greenhouse gases

- PTE potential to emit
- PV present value

RULOF

 $SC-CO_2$ 

SIP

SC-GHG

factors

REC reduced emissions completion

SBAR Small Business Advocacy Review

- TAR Tribal Authority Rule
- TIP Tribal Implementation Plan
- TSD technical support document UMRA Unfunded Mandates Reform Act
- United States U.S.
- VCS
- voluntary consensus standards VOC volatile organic compound(s)
- VRU vapor recovery unit

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  - A. What date defines a new, modified, or reconstructed source for purposes of the final NSPS OOOOb?
  - B. What date defines an existing source for purposes of the final EG OOOOc?
  - C. How will the final EG OOOOc impact sources already subject to NSPS KKK, NSPS OOOO, or NSPS OOOOa?
- X. Summary of Final Standards NSPS OOOOb and EG OOOOc
- A. Fugitive Emissions From Well Sites, Centralized Production Facilities, and **Compressor Stations**

- B. Advanced Methane Detection
- **Technology Work Practices** C. Super Emitter Program
- **D.** Process Controllers
- E. Pumps
- F. Wells and Associated Operations
- G. Centrifugal Compressors
- H. Combustion Control Devices
- I. Reciprocating Compressors
- J. Storage Vessels
- K. Covers and Closed Vent Systems L. Equipment Leaks at Natural Gas
- Processing Plants M. Sweetening Units
- N. Electronic Reporting
- O. Prevention of Significant Deterioration and Title V Permitting
- XI. Significant Comments and Changes Since Supplemental Proposal for NSPS OOOOb and EG OOOOc
- A. Fugitive Emissions from Well Sites, Centralized Production Facilities, and **Compressor Stations**
- B. Advanced Methane Detection **Technology Work Practices**
- C. Super Emitter Program
- D. Process Controllers
- E. Pumps
- F. Wells and Associated Operations
- G. Centrifugal Compressors
- H. Combustion Control Devices
- I. Reciprocating Compressors
- J. Storage Vessels
- K. Covers and Closed Vent Systems L. Equipment Leaks at Natural Gas
- Processing Plants M. Sweetening Units
- XII. Significant Comments and Changes Since Proposal for NSPS OOOOa and NSPS OOOO
  - A. Low Production Well Site Exemption Rescission
  - B. Compressor Station Quarterly Monitoring
  - C. Delay-of-Repair Provisions
  - D. Applicability/Scope of the Rule
- XIII. Significant Comments and Changes to Emission Guidelines for State, Tribal, and Federal Plan Development for **Existing Sources** 
  - A. Overview
  - B. Components of EG
  - C. Establishing Standards of Performance in State Plans
  - D. Components of State Plan Submission E. Timing of State Plan Submissions and
  - Compliance Times F. EPA Action on State Plans and
  - Promulgation of Federal Plans G. Tribes and the Planning Process Under CAA Section 111(d)
- XIV. Use of Optical Gas Imaging in Leak Detection (Appendix K) and Response to Significant Comments
- A. Changes Since Supplemental Proposal B. Summary of Requirements
- XV. Prevention of Significant Deterioration and Title V Permitting
- XVI. Summary of Cost, Environmental, and Economic Impacts
- A. What are the air quality impacts?
  - B. What are the secondary impacts?
  - C. What are the cost impacts?
  - D. What are the economic impacts?

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E. What are the benefits?

F. What analyses of environmental justice did we conduct?

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- XVII. Statutory and Executive Order Reviews A. Executive Order 12866: Regulatory Planning and Review and Executive Order 14094: Modernizing Regulatory Review
  - B. Paperwork Reduction Act (PRA)
  - C. Regulatory Flexibility Act (RFA)
  - D. Unfunded Mandates Reform Act (UMRA)
  - E. Executive Order 13132: Federalism
  - F. Executive Order 13175: Consultation and Coordination With Indian Tribal Governments
  - G. Executive Order 13045: Protection of Children From Environmental Health **Risks and Safety Risks**
  - H. Executive Order 13211: Actions **Concerning Regulations That** Significantly Affect Energy Supply, Distribution, or Use
  - I. National Technology Transfer and Advancement Act (NTTAA) and 1 CFR Part 51 I. Executive Order 12898: Federal Actions

To Address Environmental Justice in

Minority Populations and Low-Income

Revitalizing Our Nation's Commitment

The source category that is the subject

of this final rulemaking is composed of

the Crude Oil and Natural Gas source

category regulated under CAA section

and Emission Guidelines. The North

source category affected by the NSPS

summarized in table 1. The NAICS

outlining the type of entities that the

final NSPS actions are likely to affect.

codes serve as a guide for readers

The NSPS codified in 40 Code of

Regulations (CFR) part 60, subpart

OOOOb, are directly applicable to

modification after December 6, 2022.

Final amendments to 40 CFR part 60,

modification after August 23, 2011, and

on or before September 18, 2015. Final

amendments to 40 CFR part 60, subpart

OOOOa, are applicable to affected

facilities that began construction,

reconstruction, or modification after

Federal, state, and local government

entities would not be affected by the

NSPS actions.

September 18, 2015, and on or before

December 6, 2022. As shown in table 1,

construction, reconstruction, or

subpart OOOO, are applicable to

construction, reconstruction, or

affected facilities that begin

affected facilities that began

American Industry Classification

111 New Source Performance Standards

System (NAICS) codes for the industrial

actions finalized in this rulemaking are

to Environmental Justice for All

K. Congressional Review Act (CRA)

A. Does this action apply to me?

I. General Information

Populations and Executive Order 14096:

Category	NAICS Code <sup>1</sup>	Examples of regulated entities
Industry	211120	Crude Petroleum Extraction.
	211130	Natural Gas Extraction.
	221210	Natural Gas Distribution.
	486110	Pipeline Distribution of Crude Oil.
	486210	Pipeline Transportation of Natural Gas.
Federal Government		Not affected.
State and Local Government		Not affected.
Tribal Government	921150	American Indian and Alaska Native Tribal
		Governments.

#### TABLE 1—INDUSTRIAL SOURCE CATEGORIES AFFECTED BY NSPS ACTIONS

<sup>1</sup> North American Industry Classification System (NAICS).

This table is not intended to be exhaustive but rather provides a guide for readers regarding entities likely to be affected by the NSPS actions. Other types of entities not listed in the table could also be affected by these NSPS actions. To determine whether your entity is affected by any of the NSPS actions, you should carefully examine the applicability criteria found in the final NSPS rules. If you have questions regarding the applicability of the NSPS rules to a particular entity, consult the person listed in the FOR FURTHER **INFORMATION CONTACT** section, your state air pollution control agency with delegated authority for NSPS, or your EPA Regional Office.

The issuance of CAA section 111(d) final EG does not impose binding requirements directly on existing sources. The EG codified in 40 CFR part 60, subpart OOOOc, applies to states in the development, submittal, and implementation of state plans to establish performance standards to reduce emissions of GHGs from designated facilities that are existing sources on or before December 6, 2022. Under the Tribal Authority Rule (TAR), eligible Tribes may seek approval to implement a plan under CAA section 111(d) in a manner similar to a state. See 40 CFR part 49, subpart A. Tribes may, but are not required to, seek approval for treatment in a manner similar to a state for purposes of developing a Tribal implementation plan (TIP) implementing the EG codified in 40 CFR part 60, subpart OOOOc. The TAR authorizes Tribes to develop and implement their own air quality programs, or portions thereof, under the CAA. However, it does not require Tribes to develop a CAA program. Tribes may implement programs that are most relevant to their air quality needs. If a Tribe does not seek and obtain the authority from the EPA to establish a TIP, the EPA has the authority to establish a Federal CAA section 111(d) plan for designated facilities that are located in areas of

Indian country.<sup>1</sup> A Federal plan would apply to all designated facilities located in the areas of Indian country covered by the Federal plan unless and until the EPA approves a TIP applicable to those facilities.

# B. Where can I get a copy of this document and other related information?

In addition to being available in the docket, at Docket ID No. EPA-HQ-OAR-2021-0317 located at https:// *www.regulations.gov/,* an electronic copy of this final rulemaking is available on the internet at *https://* www.epa.gov/controlling-air-pollutionoil-and-natural-gas-industry. Following signature by the EPA Administrator, the EPA will post a copy of this final rulemaking at this same website. Following publication in the Federal **Register**, the EPA will post the **Federal Register** version of the final rulemaking and key technical documents at this same website.

#### C. Judicial Review and Administrative Review

Under Clean Air Act (CAA) section 307(b)(1), judicial review of this final rulemaking is available only by filing a petition for review in the United States Court of Appeals for the District of Columbia Circuit by May 7, 2024. Under CAA section 307(b)(2), the requirements established by this final rulemaking may not be challenged separately in any civil or criminal proceedings brought by the EPA to enforce the requirements.

Section 307(d)(7)(B) of the CAA further provides that "[o]nly an objection to a rule or procedure which was raised with reasonable specificity during the period for public comment (including any public hearing) may be raised during judicial review." This section also provides a mechanism for

the EPA to convene a proceeding for reconsideration, "[i]f the person raising an objection can demonstrate to the EPA that it was impracticable to raise such objection within [the period for public comment] or if the grounds for such objection arose after the period for public comment, (but within the time specified for judicial review) and if such objection is of central relevance to the outcome of the rule." Any person seeking to make such a demonstration to us should submit a Petition for Reconsideration to the Office of the Administrator, U.S. Environmental Protection Agency, Room 3000, WJC West Building, 1200 Pennsylvania Ave. NW, Washington, DC 20460, with a copy to both the person(s) listed in the preceding FOR FURTHER INFORMATION **CONTACT** section, and the Associate General Counsel for the Air and Radiation Law Office, Office of General Counsel (Mail Code 2344A), U.S. Environmental Protection Agency, 1200 Pennsylvania Ave. NW, Washington, DC 20460.

#### **II. Executive Summary**

#### A. Purpose of the Regulatory Actions

On November 15, 2021, the EPA published a proposed rule ("November 2021 Proposal") to mitigate climatedestabilizing pollution and protect human health by reducing greenhouse gas (GHG) and VOC emissions from the oil and natural gas industry,<sup>2</sup> specifically the Crude Oil and Natural Gas source category.<sup>34</sup> In the November

<sup>&</sup>lt;sup>1</sup> See the EPA's website, *https://www.epa.gov/tribal/tribes-approved-treatment-state-tas*, for information on those Tribes that have treatment as a state for specific environmental regulatory programs, administrative functions, and grant programs.

<sup>&</sup>lt;sup>2</sup> The EPA characterizes the oil and natural gas industry operations as being generally composed of four segments: (1) extraction and production of crude oil and natural gas ("oil and natural gas production"), (2) natural gas processing, (3) natural gas transmission and storage, and (4) natural gas distribution.

<sup>&</sup>lt;sup>3</sup> "Standards of Performance for New, Reconstructed, and Modified Sources and Emissions Guidelines for Existing Sources: Oil and Natural Gas Sector Climate Review." Proposed rule. 86 FR 63110, November 15, 2021.

<sup>&</sup>lt;sup>4</sup> The EPA defines the Crude Oil and Natural Gas source category to mean: (1) crude oil production, which includes the well and extends to the point of custody transfer to the crude oil transmission

2021 Proposal, the EPA proposed new standards of performance under section 111(b) of the CAA for GHGs (in the form of methane limitations) and VOC emissions from new, modified, and reconstructed sources in this source category, as well as revisions to standards of performance already codified at 40 CFR part 60, subparts OOOO and OOOOa. The EPA also proposed EG under section 111(d) of the CAA for GHGs emissions (in the form of methane limitations) from existing sources (designated facilities).<sup>5</sup> The new CAA section 111 NSPS and EG would be codified in 40 CFR part 60 at subpart OOOOb (NSPS OOOOb) and subpart OOOOc (EG OOOOc), respectively. The EPA also proposed several related actions stemming from the joint resolution of Congress, adopted on June 30, 2021, under the CRA disapproving the EPA's final rule titled, "Oil and Natural Gas Sector: Emission Standards for New, Reconstructed, and Modified Sources Review," September 14, 2020 ("2020 Policy Rule"). Lastly, in the November 2021 Proposal the EPA proposed a protocol under the general provisions for OGI.

On December 6, 2022, the EPA published a supplemental proposed rule ("December 2022 Supplemental Proposal") that was composed of two main additions.<sup>6</sup> First, the EPA updated, strengthened, and expanded on the NSPS OOOOb standards proposed in November 2021 under CAA section 111(b) for GHGs (in the form of methane limitations) and VOC emissions from new, modified, and reconstructed facilities. Second, the EPA updated, strengthened, and expanded the presumptive standards proposed for EG OOOOc in the November 2021 Proposal as part of the CAA section 111(d) EG for GHGs emissions (in the form of methane limitations) from designated facilities. For purposes of EG OOOOc, the EPA also proposed the implementation requirements for state plans developed to limit GHGs pollution (in the form of methane limitations) from designated facilities in the Crude Oil and Natural

Gas source category under CAA section 111(d).

The purpose of this final rulemaking is to finalize these multiple actions to reduce air emissions from the Crude Oil and Natural Gas source category. First, the EPA finalizes NSPS OOOOb regulating GHG (in the form of a limitation on emissions of methane) and VOCs emissions for the Crude Oil and Natural Gas source category pursuant to CAA section 111(b)(1)(B). Second, the EPA finalizes the presumptive standards in EG OOOOc to limit GHGs emissions (in the form of methane limitations) from designated facilities in the Crude Oil and Natural Gas source category, as well as requirements under the CAA section 111(d) for states to follow in developing, submitting, and implementing state plans to establish performance standards. Third, the EPA finalizes several related actions stemming from the joint resolution of Congress, adopted on June 30, 2021, under the CRA, disapproving the 2020 Policy Rule. Fourth, the EPA finalizes a protocol under the general provisions of 40 CFR part 60 for ŎGI.

These final actions stem from the EPA's authority and obligation under CAA section 111 to directly regulate categories of new stationary sources that cause or contribute to endangerment from air pollution and to promulgate EG for states to follow in regulating existing sources (designated facilities) in the source category. This final rulemaking takes a significant step forward in mitigating climate-destabilizing pollution and protecting human health by reducing GHG and VOC emissions from the oil and natural gas industry, specifically the Crude Oil and Natural Gas source category. These mitigations are based on proven, cost-effective technologies already required by prior EPA regulations or states' regulations or deployed by industry leaders to reduce this dangerous pollution. The final rules will also encourage the deployment of innovative technologies that currently exist to rapidly and cost-effectively detect and reduce methane pollution and promote further innovation that is already under way to find even more efficient and effective ways to mitigate this pollution. Because methane is the main component of natural gas, the rules also result in more saleable product.

The oil and natural gas industry is the United States' largest industrial emitter of methane, a highly potent GHG. Emissions of methane from human activities are responsible for about onethird of the warming due to well-mixed GHGs and constitute the second most important warming agent arising from

human activity after carbon dioxide (CO<sub>2</sub>).<sup>7</sup> According to the Intergovernmental Panel on Climate Change (IPCC), strong, rapid, and sustained methane reductions are critical to reducing near-term disruption of the climate system as well as a vital complement to reductions in other GHGs that are needed to limit the longterm extent of climate change and its destructive impacts. The oil and natural gas industry also emits other harmful pollutants in varying concentrations and amounts, including CO<sub>2</sub>, VOC, sulfur dioxide  $(SO_2)$ , nitrogen oxides  $(NO_X)$ , hydrogen sulfide (H<sub>2</sub>S), carbon disulfide  $(CS_2)$ , and carbonyl sulfide (COS), as well as benzene, toluene, ethylbenzene, and xylenes (this group is commonly referred to as "BTEX"), and n-hexane.

Under the authority of CAA section 111, this rulemaking finalizes comprehensive standards of performance for GHG emissions (in the form of methane limitations) and VOC emissions for new, modified, and reconstructed sources in the Crude Oil and Natural Gas source category, including sources located in the production, processing, and transmission and storage segments. For designated facilities, this rulemaking finalizes EG containing presumptive standards for GHG in the form of methane limitations. States must follow these EG to submit to the EPA plans that establish standards of performance for designated facilities and provide for implementation and enforcement of such standards. The EPA will provide support for states in developing their plans to reduce methane emissions from designated facilities within the Crude Oil and Natural Gas source category. Under the TAR, eligible Tribes may seek approval to implement a plan under CAA section 111(d) in a manner similar to a state. See 40 CFR part 49, subpart A. Tribes may, but are not required to, seek approval for treatment in a manner similar to a state for purposes of developing a TIP implementing the EG codified in 40 CFR part 60, subpart OOOOc. The TAR authorizes Tribes to develop and implement one or more of their own air quality programs, or portions thereof, under the CAA. However, it does not require Tribes to develop a CAA program. Tribes may implement programs that are most relevant to their air quality needs. If a Tribe does not seek and obtain the authority from the EPA to establish a TIP, the EPA has the authority to establish a Federal CAA section 111(d)

pipeline or any other forms of transportation; and (2) natural gas production, processing, transmission, and storage, which include the well and extend to, but do not include, the local distribution company custody transfer station, commonly referred to as the "city-gate."

<sup>&</sup>lt;sup>5</sup> The term "designated facility" means "any existing facility which emits a designated pollutant and which would be subject to a standard of performance for that pollutant if the existing facility were an affected facility." See 40 CFR 60.21a(b).

<sup>&</sup>lt;sup>6</sup> "Standards of Performance for New, Reconstructed, and Modified Sources and Emissions Guidelines for Existing Sources: Oil and Natural Gas Sector Climate Review." Supplemental notice of proposed rulemaking. 87 FR 74702, December 6, 2022.

<sup>&</sup>lt;sup>7</sup> A well-mixed gas is one with an atmospheric lifetime longer than a year or two, which allows the gas to be mixed around the world.

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plan for designated facilities that are located in areas of Indian country.<sup>8</sup> A Federal plan would apply to all designated facilities located in the areas of Indian country covered by the Federal plan unless and until the EPA approves a TIP applicable to those facilities.

The EPA is finalizing these actions in accordance with its legal obligations and authorities following a review directed by Executive Order (E.O.) 13990, "Protecting Public Health and the Environment and Restoring Science to Tackle the Climate Crisis," issued on January 20, 2021. These final actions address the harmful consequences of climate change, which is already resulting in severe and growing human and economic costs within the United States (and globally too). According to the IPCC AR6 assessment, "It is unequivocal that human influence has warmed the atmosphere, ocean and land. Widespread and rapid changes in the atmosphere, ocean, cryosphere and biosphere have occurred." The IPCC AR6 assessment states that these changes have led to increases in heat waves and wildfire weather, reductions in air quality, more intense hurricanes and rainfall events, and rising sea level. These changes, along with future projected changes, endanger the physical survival, health, economic well-being, and quality of life of people living in the United States (U.S.), especially those in the most vulnerable communities.

Methane is both the main component of natural gas and a potent GHG. Using one standard metric (the 100-year global warming potential (GWP), which is a measure of the climate impact of emissions of 1 ton of a GHG over 100 years relative to the impact of the emissions of 1 ton of  $\overline{CO}_2$  over the same time frame), methane has about 30 times as much climate impact as CO<sub>2</sub>. Because methane has a shorter lifetime than  $CO_2$ , it has a larger relative impact over shorter time frames, and a smaller one over longer time frames: the IPCC AR6 assessment found that "Over time scales of 10 to 20 years, the global temperature response to a year's worth of current emissions of SLCFs [short lived climate forcers] is at least as large as that due to a year's worth of CO<sub>2</sub> emissions."<sup>9</sup>

The IPCC estimated that, depending on the reference scenario, collective reductions in these SLCFs (methane, ozone precursors, and hydrofluorocarbons (HFCs)) could reduce warming by 0.2 degrees Celsius (°C) (more than one-third of a degree Fahrenheit (°F) in 2040 and 0.8 °C (almost 1.5 °F) by the end of the century. As methane is the most important SLCF, this makes methane mitigation one of the best opportunities for reducing nearterm warming. Emissions from human activities have already more than doubled atmospheric methane concentrations since 1750, and that concentration has been growing larger at record rates in recent years.<sup>10</sup> In the absence of additional reduction policies, methane emissions are projected to continue rising through at least 2040.

Methane's radiative efficiency means that immediate reductions in methane emissions, including from sources in the Crude Oil and Natural Gas source category, can help reduce near-term warming. As natural gas is composed primarily of methane, every natural gas leak or intentional release of natural gas through venting or other processes constitutes a release of methane. Reducing human-caused methane emissions, such as controlling natural gas leaks and releases through the measures in this final action, is critical to addressing climate change and its effects. See section III of this preamble for further discussion on the air emissions from the Crude Oil and Natural Gas source category climate change, including discussion of the impacts of GHGs, VOCs, and SO<sub>2</sub> emissions on public health and welfare.

Methane and VOC emissions from the Crude Oil and Natural Gas source category result from a variety of industry operations across the supply chain. As natural gas moves through the necessarily interconnected system of exploration, production, storage, processing, and transmission that brings it from wellhead to commerce, emissions primarily result from intentional venting, unintentional gas carry-through (e.g., vortexing from

separator drain, improper liquid level settings, liquid level control valve on an upstream separator or scrubber does not seal properly at the end of an automated liquid dumping event, inefficient separation of gas and liquid phases occurring upstream of tanks allowing some gas carry-through), routine maintenance, unintentional fugitive emissions, flaring, malfunctions, abnormal process conditions, and system upsets. These emissions are associated with a range of specific equipment and practices, including leaking valves, connectors, and other components at well sites and compressor stations; leaks and vented emissions from storage vessels; releases from natural gas-driven pumps and natural gas-driven process controllers; liquids unloading at well sites; and venting or under-performing flaring of associated gas from oil wells. But technical innovations have produced a range of technologies and best practices to monitor, eliminate, or minimize these emissions, which in many cases have the benefit of reducing multiple pollutants at once and recovering saleable product. These technologies and best practices have been deployed by individual oil and natural gas companies, required by state regulations, or reflected in regulations issued by the EPA and other Federal agencies.

In developing this final rulemaking, the EPA applied the latest available information to finalize the analyses presented in the December 2022 Supplemental Proposal. This latest information provided additional insights into lessons learned from states' regulatory efforts, the emission reduction efforts of leading companies, the continued development of new and developing technologies, and information and data from peerreviewed literature and emission measurement efforts across the U.S.

In both the November 2021 Proposal and the December 2022 Supplemental Proposal, the EPA solicited comment on various aspects of the proposed rules. This final rulemaking responds to the nearly one million total public comments the Agency received. A wide range of stakeholders, including state and local governments, Tribal nations, representatives of the oil and natural gas industry, communities affected by oil and gas pollution, environmental and public health organizations, submitted public comments on both the November 2021 Proposal and the December 2022 Supplemental Proposal. Following the November 2021 Proposal, over 470,000 public comments were submitted. After the December 2022 Supplemental

<sup>&</sup>lt;sup>8</sup> See the EPA website, *https://www.epa.gov/tribal/tribes-approved-treatment-state-tas*, for information on those Tribes that have treatment as a state for specific environmental regulatory programs, administrative functions, and grant programs.

<sup>&</sup>lt;sup>9</sup>However, the IPCC AR6 assessment cautioned that "[t]he effects of the SLCFs decay rapidly over the first few decades after pulse emission. Consequently, on time scales longer than about 30

years, the net long-term temperature effects of sectors and regions are dominated by CO<sub>2</sub>."

<sup>&</sup>lt;sup>10</sup> Naik, V., S. Szopa, B. Adhikary, P. Artaxo, T. Berntsen, W.D. Collins, S. Fuzzi, L. Gallardo, A. Kiendler 41 Scharr, Z. Klimont, H. Liao, N. Unger, P. Zanis, 2021, Short-Lived Climate Forcers. In: Climate Change 42 2021: The Physical Science Basis. Contribution of Working Group I to the Sixth Assessment Report of the 43 Intergovernmental Panel on Climate Change [Masson-Delmotte, V., P. Zhai, A. Pirani, S.L. Connors, C. 44 Péan, S. Berger, N. Caud, Y. Chen, L. Goldfarb, M.I. Gomis, M. Huang, K. Leitzell, E. Lonnoy, J.B.R. 45 Matthews, T.K. Maycock, T. Waterfield, O. Yelekçi, R. Yu and B. Zhou (eds.)]. Cambridge University 46 Press. In Press.

Proposal, over 515,000 additional public comments were submitted. Many commenters representing diverse perspectives expressed general support for the proposals and requested that the EPA further strengthen the proposed rules and make them more comprehensive. Other commenters highlighted implementation or cost concerns related to elements of both proposals or provided specific data and information that the EPA was able to use to refine or revise several of the proposed standards included in the December 2022 Supplemental Proposal.

This final action also builds on extensive engagement with states, Tribes, and a broad range of stakeholders. The EPA conducted stakeholder trainings after both the November 2021 Proposal and the December 2022 Supplemental Proposal for communities with environmental justice (EJ) concerns, Tribes, and small businesses. The EPA held 3-day virtual public hearings for both the November 2021 Proposal and the December 2022 Supplemental Proposal with over 600 speakers and hundreds of viewers on livestream. Tribal consultations were completed after the November 2021 Proposal at the request of the Northern Arapahoe Tribe, Mandan, Hidatsa and Arikara Nation (MHA Nation), and Eastern Shoshone Tribe.<sup>11</sup> Additional Tribal consultation was completed at the request of MHA Nation and an informational meeting was held with the Ute Tribe after the December 2022 Supplemental Proposal.<sup>12</sup> Through this stakeholder engagement, the EPA heard from diverse voices and perspectives, all of which provided ideas and information that helped shape and inform this final rulemaking.

In this final rulemaking, the EPA is finalizing updates to various aspects of the proposed rules because of the information received through the public comment process. For example, after review of the comments, the EPA is finalizing updates to allow owners and operators the option to use advanced methane monitoring technologies for detecting fugitive emissions. All stakeholders supported allowing for the use of alternative technologies and provided the EPA with constructive feedback and information to help finalize this aspect of the rulemaking, along with improvements that provide greater flexibility for owners and operators while ensuring these technologies are used in an effective

way to detect methane emissions. Among other things, the EPA is finalizing changes from the December 2022 Supplemental Proposal that will allow owners and operators to use multiple advanced technologies in combination, and facilitate the use of the best advanced technologies that we know of by streamlining certain of the proposed monitoring requirements associated with their use. The EPA is also finalizing an efficient pathway for demonstrating that new technologies meet the performance requirements established under this rulemaking, and approving their use under this program. The final rulemaking allows for either a periodic screening approach or a continuous monitoring approach. The EPA believes this program will allow owners and operators to leverage advanced technologies that are already available to detect methane emissions rapidly with accuracy, as well as to incorporate promising new technologies that are emerging in this rapidly evolving field.

As a result of information provided through the public comment process, the EPA is also finalizing revisions to the proposed requirements for new sources to limit routine flaring of associated gas. During the comment period, the EPA received extensive information regarding alternatives to routine flaring, state-level requirements to limit or prohibit routine flaring, and commitments that owners and operators have already made voluntarily to phase out routine flaring in the near future. Based on this information and the EPA's updated BSER analysis, the EPA is finalizing requirements that will phase out and eventually prohibit routine flaring of associated gas from newly constructed wells that are developed after the effective date of this rule. These requirements include reasonable exemptions for certain temporary and emergency uses of flaring, and a transition period to allow owners and operators adequate time to incorporate this requirement into their development plans and to deploy any necessary equipment and controls. For a subcategory of existing wells (with documented methane of 40 tons per year (tpy) or less), the EPA is finalizing modifications to its December 2022 Supplemental Proposal to allow routine flaring. This approach reflects information the EPA received during this rulemaking, and the EPA's updated BSER analysis, that indicates that alternatives to routine flaring at such wells are generally costly and could be technically challenging to implement, while achieving relatively small

emission reductions. For higheremitting existing (above 40 tpy methane), modified, and reconstructed wells, the EPA is finalizing the provisions proposed in the December 2022 Supplemental Proposal limiting routine flaring to situations in which a sales line to collect the associated gas is not available, and the owner and operator has submitted a demonstration that other alternatives to routine flaring are not available due to technical infeasibility. With the updates made in this final rulemaking in response to comments, the EPA believes that the final rules and emission guidelines provide an approach to limiting routine flaring from associated gas that achieves significant reductions in emissions, while also providing owners and operators with flexibility to utilize routine flaring where needed and sufficient lead time to implement alternatives to routine flaring at newly developed wells.

Further, the EPA is finalizing, with certain revisions, requirements proposed in the December 2022 Supplemental Proposal to monitor flares to ensure proper operation and assure continual compliance. Improperly operating flares are a well-documented large source of emissions, and requiring operators to monitor and fix these problems will yield significant methane reductions.

In addition, the EPA is finalizing a Super Emitter Program as part of this rulemaking that requires owners and operators to take appropriate action to investigate very large emissions events upon receiving from the EPA a notification from a certified entity, and if necessary, take steps to ensure compliance with the applicable regulation(s). The EPA has made important modifications to this program based on comments received on the December 2022 Supplemental Proposal. Public comments informed the EPA that there is widespread recognition of the need to address super-emitters, that it is critical for the EPA to have a central role in the program, and that timely information-sharing and response is key to being able to achieve emission reductions. As a result, the final Super Emitter Program provides a central role for the EPA in receiving notifications from certified third parties and verifying that these notifications are complete and have properly documented the existence of a super-emitting event before sending them to the appropriate owner or operator. In addition, as proposed, the EPA will have a central role in approving monitoring technologies, certifying and de-certifying notifiers, requiring that third parties submit

<sup>&</sup>lt;sup>11</sup> See Memorandum in EPA–HQ–OAR–2021– 0317.

 $<sup>^{12}</sup>$  See Memorandum in EPA–HQ–OAR–2021–0317.

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notifications within a limited timeframe, and obligating operators to subsequently respond in a timely manner. These targeted changes for the Super Emitter Program are intended to ensure that the program operates with a high degree of accuracy, integrity, and transparency, while providing owners and operators with prompt and reliable notifications of super-emitting events that may require follow-up investigation and remediation. See sections X and XI of this preamble for a full summary and rationale of the changes since proposal.

After careful consideration of the public comments, the EPA is finalizing other aspects of the rulemaking as proposed. For example, the EPA is finalizing the NSPS and EG for process controllers (formerly referred to as pneumatic controllers) as proposed. For both the NSPS and EG, process controllers are required to meet a methane and VOC emission rate of zero.<sup>13</sup> Another area of the rulemaking that the EPA is finalizing as proposed is liquids unloading. These sources are required to comply with best management practices for every well that undergoes liquids unloading that results in vented emissions. The EPA is also finalizing standards for well completions and sweetening units as proposed. See sections X and XI of this preamble for a full summary and rationale of the areas of the rulemaking that are being finalized as proposed.

The EPA conducted an analysis of EJ in the development of this final rulemaking and sought to ensure equitable treatment and meaningful involvement of all people regardless of race, color, national origin, or income in the process. The EPA engaged and consulted representatives of frontline communities that are directly affected by and particularly vulnerable to the climate and health impacts of pollution from this source category through interactions such as webinars, listening sessions, and meetings. These opportunities allowed the EPA to hear directly from the public, especially overburdened and underserved communities, on the development of the rulemaking and to factor these concerns into the rulemaking. The extensive pollution reduction measures in this final rulemaking will collectively reduce the emissions of a suite of harmful pollutants and their associated health impacts in communities adjacent to these emission sources. A full discussion and summary of engagement with pertinent stakeholders can be found in section VII of the preamble. A

full discussion of the analysis of EJ is found in section XVI.F of the preamble.

In this final rulemaking, the EPA has conducted a comprehensive analysis of the available data from emission sources in the Crude Oil and Natural Gas source category, the latest available information on control measures and techniques, and information submitted by stakeholders through the public comment process to identify achievable, cost-effective measures to significantly reduce emissions, consistent with the requirements of section 111 of the CAA. This final rulemaking will lead to significant and cost-effective reductions in climate and health-harming pollution and encourage development and deployment of innovative technologies to further reduce this pollution in the Crude Oil and Natural Gas source category.

As described in more detail below. the EPA recognizes that several states and other Federal agencies currently regulate the oil and natural gas industry. The EPA also recognizes that these state and other Federal agency regulatory programs have matured since the EPA began implementing the current NSPS requirements in 2012 and 2016. The EPA further acknowledges the technical innovations that the oil and natural gas industry has made during the past decade; this industry operates at a fast pace and changes constantly as technology evolves. The EPA commends these efforts and recognizes states for their innovative standards, alternative compliance options, and implementation strategies, and these final actions build upon progress made by certain states and Federal agencies in reducing GHG and VOC emissions. See preamble section VI for further discussion of Related State Actions and Other Federal Actions Regulating Oil and Natural Gas Sources and Industry and Voluntary Actions to Address Climate Change.

As the Federal agency with primary responsibility to protect human health and the environment, the EPA has the unique responsibility and authority to regulate harmful air pollutants emitted by the Crude Oil and Natural Gas source category. The EPA recognizes that states and other Federal agencies regulate in accordance with their respective legal authorities and within their respective jurisdictions but collectively do not fully and consistently address the range of sources and emission reduction measures contained in this final rulemaking. Direct Federal regulation of methane from new, reconstructed, and modified sources in this category, combined with approved state plans that are consistent with the EPA's EG

presumptive standards for designated facilities (existing sources), will help reduce both climate- and other healthharming pollution from a large number of sources that are either unregulated or from which additional, cost-effective reductions are available, level the regulatory playing field, and help promote technological innovation.

Included in this final rulemaking are the final new subparts NSPS OOOOb and EG OOOOc and amendatory regulatory text for NSPS OOOO, NSPS OOOOa, and 40 CFR part 60, subpart KKK (NSPS KKK). The public docket for this rulemaking also includes the full text redline versions of NSPS OOOO, NSPS OOOOa, and NSPS KKK amendments.<sup>14</sup> In addition, the EPA is providing a Response to Comments (RTC) document and updated documents including the technical support document (TSD), supporting information collection request (ICR) burden statements, and regulatory impact analysis (RIA) that seeks to account for the full impacts of these proposed actions.

## *B.* Summary of the Major Provisions of This Regulatory Action

This final rulemaking includes four distinct groups of actions under the CAA each of which could have been promulgated as a separate final rule. First, pursuant to CAA section 111(b)(1)(B), the EPA has reviewed, and is finalizing revisions to, the standards of performance for the Crude Oil and Natural Gas source category published in 2012 and 2016 and amended in 2020, codified at 40 CFR part 60, subpart OOOO—"Standards of Performance for Crude Oil and Natural Gas Facilities for Which Construction, Modification, or **Reconstruction Commenced After** August 23, 2011, and on or Before September 18, 2015" (2012 NSPS) and subpart OOOOa—"Standards of Performance for Crude Oil and Natural Gas Facilities for which Construction, Modification or Reconstruction Commenced After September 18, 2015" (2016 NSPS OOOOa). Specifically, the EPA is updating, strengthening, and expanding the current requirements under CAA section 111(b) for methane and VOC emissions from sources that commenced construction, modification, or reconstruction after December 6, 2022. These final standards of performance will be in a new subpart, 40 CFR part 60, subpart OOOOb (NSPS OOOOb), and include standards for emission sources previously not regulated under the 2012 NSPS OOOO and 2016 NSPS OOOOa.

<sup>&</sup>lt;sup>13</sup> See tables 3 and 4 of this preamble for a summary of process controller standards in Alaska.

<sup>&</sup>lt;sup>14</sup>Docket ID No. EPA-HQ-OAR-2021-0317.

Second, pursuant to CAA section 111(d), the EPA is finalizing the first nationwide EG for states to limit methane pollution from designated facilities in the Crude Oil and Natural Gas source category. The EG being finalized in this rulemaking will be in a new subpart, 40 CFR part 60, subpart OOOOc (EG OOOOc). The EG finalizes presumptive standards for GHG emissions (in the form of methane limitations) from designated facilities that commenced construction, reconstruction, or modification on or before December 6, 2022, and implementation requirements designed to inform states in the development, submittal, and implementation of state plans that are required to establish standards of performance for emissions of GHGs from their designated facilities in the Crude Oil and Natural Gas source category. The EPA is also finalizing regulatory language in NSPS OOOO, NSPS OOOOa, and NSPS KKK to provide clarity on when sources transition from being subject to these NSPS and become subject to a state or Federal plan implementing EG OOOOc.

Third, the EPA is taking several related actions stemming from the joint resolution of Congress, adopted on June 30, 2021, under the CRA, disapproving the EPA's final rule titled, "Oil and Natural Gas Sector: Emission Standards for New, Reconstructed, and Modified Sources Review," 85 FR 57018 (September 14, 2020) ("2020 Policy Rule''). As explained in section XII of this document, the EPA is finalizing amendments to the 2016 NSPS OOOOa to address (1) certain inconsistencies between the VOC and methane standards resulting from the disapproval of the 2020 Policy Rule and (2) certain determinations made in the final rule titled, "Oil and Natural Gas Sector: Emission Standards for New, Reconstructed, and Modified Sources Reconsideration," 85 FR 57398 (September 15, 2020) ("2020 Technical Rule"), specifically with respect to fugitive emissions monitoring at low production well sites and gathering and boosting stations. With respect to the latter, as described below, the EPA is finalizing the rescission of provisions of the 2020 Technical Rule that were not supported by the record for that rule or by our subsequent information and analysis.

In addition, in this final rulemaking the EPA updates the NSPS OOOO and NSPS OOOOa provisions in the CFR to reflect the CRA resolution's disapproval of the final 2020 Policy Rule, specifically, the reinstatement of the NSPS OOOO and NSPS OOOOa requirements that the 2020 Policy Rule repealed but that came back into effect immediately upon enactment of the CRA resolution. It should be noted that these requirements have come back into effect already, even prior to these updates to CFR text to reflect them.<sup>15</sup> The EPA waited to make these updates to the CFR text until the final rule simply because it was more efficient and clearer to amend the CFR once at the end of this rulemaking process to account for all changes to the 2012 NSPS OOOO (77 FR 49490, August 16, 2012) and 2016 NSPS OOOOa at the same time.

Fourth, the EPA is finalizing a protocol for the use of OGI in leak detection being finalized as appendix K to 40 CFR part 60 (referred to hereafter as appendix K). While this protocol is being finalized in this action, the applicability of the protocol is broader. The protocol is applicable to facilities when specified in a referencing subpart to help determine the presence and location of leaks; it is not currently applicable for use in direct emission rate measurements from sources. The protocol does not on its own apply to any sources. For NSPS OOOOb and EG OOOOc, we are finalizing the use of the protocol for application at natural gas processing plants. The protocol may be applied to other sources only when incorporated through rulemaking to a specific subpart.

Each group of actions just described is severable from the other. In addition, within each group of actions, the requirements governing each emission source are separate from and so severable from the requirements for each other emission source. Specifically, for each emission source, the EPA separately analyzed and determined the appropriate BSER. And for each emission source, the EPA conducted a separate analysis for new sources governed by the NSPS and for existing sources covered by the EG. Each of the requirements in this final rule is functionally independent—*i.e.*, may operate in practice independently of the other standards of performance.

As CAA section 111(a)(1) requires, the standards of performance being finalized in this rulemaking reflect "the degree of emission limitation achievable through the application of the best system of emission reduction [BSER] which (taking into account the cost of achieving such reduction and any nonair quality health and environmental impact and energy requirement) the Administrator determines has been adequately demonstrated."<sup>16</sup> This rulemaking further finalizes EG for designated facilities, under which states must submit plans which establish standards of performance that reflect the degree of emission limitation achievable through application of the BSER, as identified in the final EG. In this final rulemaking, we evaluated new data made available to the EPA and information provided from public comments on the December 2022 Supplemental Proposal to update the analyses and evaluate whether revisions to the proposed BSER should be considered. For any potential control measure evaluated in this rulemaking, as in the December 2022 Supplemental Proposal, the EPA evaluated the emission reductions achievable through these measures and employed multiple approaches to evaluate the reasonableness of control costs associated with the options under consideration. For example, in evaluating controls for reducing VOC and methane emissions from new sources, we considered a control measure's cost effectiveness under both a "single-pollutant cost effectiveness" approach and a "multipollutant cost effectiveness" approach to appropriately consider that the systems of emission reduction considered in this rulemaking 17 typically achieve reductions in multiple pollutants at once and secure a multiplicity of climate and public health benefits. For both NSPS OOOOb and EG OOOOc, we also compared: (1) the capital costs that would be incurred through compliance with the final standards against the industry's current level of capital expenditures and (2) the annualized costs against the industry's estimated annual revenues. For a detailed discussion of the EPA's consideration of this and other BSER statutory elements, see sections IV and VIII of this

<sup>&</sup>lt;sup>15</sup> See Congressional Review Act Resolution to Disapprove EPA's 2020 Oil and Gas Policy Rule Questions and Answers (June 30, 2021) available at https://www.epa.gov/system/files/documents/2021-07/qa\_cra\_for\_2020\_oil\_and\_gas\_policy\_ rule.6.30.2021.pdf.

<sup>&</sup>lt;sup>16</sup> The EPA notes that design, equipment, work practice, or operational standards established under CAA section 111(h) (commonly referred to as "work practice standards") reflect the "best technological system of continuous emission reduction" and that this phrasing differs from the "best system of emission reduction" phrase in the definition of "standard of performance" in CAA section 111(a)(1). Although the differences in these phrases may be meaningful in other contexts, for purposes of evaluating the sources and systems of emission reduction at issue in this rulemaking, the EPA has applied these concepts in an essentially comparable manner because the systems of emission reduction the EPA evaluated are all technological.

<sup>&</sup>lt;sup>17</sup> For EG OOOOc, where the pollutant is GHGs in the form of limitations on methane, the EPA considered a control measure's cost effectiveness under a "single-pollutant cost effectiveness" approach.

preamble. Table 2 summarizes the applicability dates for the four subparts that the EPA is finalizing. applicability dates for the four subparts that the EPA is finalizing.

TABLE 2—APPLICABLE DATES FOR SUBPARTS ADDRESSED IN THIS RULEMAKING 18

Subpart	Sou	urce typ	)e	Applicable dates
40 CFR part 60, subpart OOOO	New, modified, sources.	or	reconstructed	After August 23, 2011, and on or before September 18, 2015.
40 CFR part 60, subpart OOOOa	New, modified, sources.	or	reconstructed	After September 18, 2015, and on or before December 6, 2022.
40 CFR part 60, subpart OOOOb	New, modified, sources.	or	reconstructed	After December 6, 2022.
40 CFR part 60, subpart OOOOc	Existing sources			On or before December 6, 2022.

1. New Source Performance Standards for New, Modified, and Reconstructed Sources After December 6, 2022 (NSPS OOOOb)

As described in section X of this preamble, the EPA is finalizing several changes to the BSER and the NSPS for certain affected facilities based on a review of new data made available to the EPA and information provided in public comments. For the other NSPS that generally remain unchanged, the EPA is finalizing them as proposed in the November 2021 Proposal and/or December 2022 Supplemental Proposal. The EPA is also finalizing further justifications, flexibilities, or clarifications, as needed, based on the public comments and other additional information received, as described in section X of this preamble. The NSPS applies to affected sources across the Crude Oil and Natural Gas source category, including the production, processing, transmission, and storage segments, for which construction, reconstruction. or modification commenced after December 6, 2022, which is the date of publication of the supplemental proposal for NSPS 0000b.

In particular, this action finalizes changes to strengthen the proposed VOC and methane standards addressing: fugitive emissions from well sites; monitoring of control devices; superemitters; storage vessels; associated gas; pumps; equipment leaks at gas plants; appendix K; centrifugal compressors; and reciprocating compressors. It generally leaves unchanged the SO<sub>2</sub> performance standard for sweetening units and the VOC and methane performance standards for well completions, gas well liquids unloading operations, process controllers, and fugitive emissions from compressor stations. A summary of the final BSER

determination and final NSPS for affected sources for which construction, reconstruction, or modification commenced after December 6, 2022 (NSPS OOOOb), is presented in table 2. See sections X and XI of this preamble for a complete discussion of the changes to the BSER determination and NSPS requirements.

The final NSPS OOOOb also includes provisions for the use of advanced methane detection technologies that allow for periodic screening or continuous monitoring for fugitive emissions and emissions from covers and closed vent systems (CVS) used to route emissions to control devices. These advanced methane detection technologies could also be used to identify super-emitter emissions events sooner and outside the normal periodic OGI monitoring for fugitive emissions, control devices, covers on storage vessels, and CVS. Therefore, the EPA is finalizing a Super Emitter Program where an owner or operator must investigate, and if necessary, take steps to ensure compliance with the applicable regulation(s) upon receiving certified notifications of detected emissions that are 100 kilograms per hour (kg/hr) of methane or greater. See section X.C of this preamble for a complete discussion of these final provisions.

2. EG for Sources Constructed Prior to December 6, 2022 (EG OOOOc)

As described in sections X and XI of this preamble, the EPA is finalizing several changes to the BSER determinations and presumptive standards that were proposed under the authority of CAA section 111(d) in the November 2021 Proposal and/or the December 2022 Supplemental Proposal. These changes are based on a review of new data made available to the EPA and information provided in public comments. In the November 2021 Proposal, the EPA proposed the first nationwide EG for GHG (in the form of methane limitations) for the Crude Oil and Natural Gas source category, including the production, processing, and transmission and storage segments (EG OOOOc). In the December 2022 Supplemental Proposal, the EPA proposed key implementation information unique to the EG for stakeholders.

This action finalizes revisions to strengthen the proposed presumptive standards for methane addressing: fugitive emissions from well sites; monitoring of control devices; superemitters; storage vessels; associated gas; pumps; equipment leaks at gas plants; appendix K; centrifugal compressors; and reciprocating compressors. It generally leaves unchanged the presumptive standards for gas well liquids unloading operations, process controllers, and fugitive emissions from compressor stations. A summary of the final BSER determination and final presumptive standards for EG OOOOc is presented in table 3. See section X of this preamble for a complete discussion of the changes to the BSER determination and final presumptive standards.

The final EG OOOOc also includes the same provisions described for NSPS OOOOb that allow for the use of alternative test methods using advanced methane detection technologies for periodic screening or continuous monitoring for fugitive emissions and emissions from covers and CVS used to route emissions to control devices. Finally, the EPA is also finalizing in the final EG OOOOc presumptive requirements for state plans to include a Super Emitter Program, where an owner or operator must investigate, and if necessary, take steps to ensure compliance with the applicable regulation(s) upon receiving certified notifications of detected emissions that are 100 kilograms per hour (kg/hr) of methane or greater. See section X of this preamble for a complete discussion of these final provisions.

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<sup>&</sup>lt;sup>18</sup> See preamble section IX, "Interaction of the Rules and Response to Significant Comments Thereon" for discussion on the applicable dates.

As stated in the November 2021 Proposal<sup>19</sup> and the December 2022 Supplemental Proposal,<sup>20</sup> when the EPA establishes NSPS for a source category, the EPA is required to issue EG to reduce emissions of certain pollutants from existing sources in that same source category. In such circumstances, under CAA section 111(d), the EPA must issue regulations to establish procedures under which states submit plans to establish, implement, and enforce standards of performance for existing sources for certain air pollutants to which a Federal NSPS would apply if such existing source were a new source. Thus, the issuance of CAA section 111(d) final EG does not impose binding requirements directly on existing sources but instead provides requirements for states in developing their plans. There is a fundamental requirement under CAA section 111(d) that a state's standards of performance in its state plan submittal are no less stringent than the presumptive standard determined by the EPA, which derives from the definition of "standard of performance" in CAA section 111(a)(1). Further, as provided in CAA section 111(d), a state may choose to take into account remaining useful life and other factors (RULOF) in applying a standard of performance to a particular source, consistent with the CAA, the EPA's implementing regulations, and the final EG.

The EPA is finalizing changes to the BSER determinations and the degree of limitation achievable through application of the BSER for certain existing equipment, processes, and activities across the Crude Oil and Natural Gas source category. Those changes are discussed in section X of this preamble. Section XIII of this preamble discusses the components of EG, including the steps, requirements, and considerations associated with the development, submittal, and implementation of state, Tribal, and Federal plans, as appropriate. For the EG, the EPA is translating the degree of emission limitation achievable through application of the BSER (*i.e.*, level of stringency) into presumptive standards that states may use in the development of state plans for specific designated facilities. In doing so, the EPA has

formatted the final EG OOOOc such that if a state chooses to adopt these presumptive standards as the standards of performance in a state plan, the EPA could approve such a plan as meeting the requirements of CAA section 111(d) and the finalized EG, if the plan meets all other applicable requirements. In this way, the presumptive standards included in the final EG OOOOc serve a function similar to that of a model rule,<sup>21</sup> because they are intended to assist states in developing their plan submissions by providing states with a starting point for standards that are based on general industry parameters and assumptions. The EPA anticipates that providing these presumptive standards will create a streamlined approach for states in developing state plans and for the EPA in evaluating state plans. However, the EPA's action on each state plan submission is carried out via rulemaking, which includes public notice and comment. Inclusion of presumptive standards in the final EG does not predetermine the outcomes of any future rulemaking on state plan submittals.

Designated facilities located in Indian country would not be encompassed within a state's CAA section 111(d) plan. Instead, an eligible Tribe that has one or more designated facilities located in its area of Indian country would have the opportunity, but not the obligation, to seek authority and submit a plan that establishes standards of performance for those facilities on its Tribal lands. If a Tribe does not submit a plan, or if the EPA does not approve a Tribe's plan, then the EPA has the authority to establish a Federal plan for designated facilities located within that Tribe's area of Indian country. A summary of the final EG for existing sources (EG OOOOc) for the oil and natural gas sector is presented in table 4. See section X of this preamble for a complete discussion of the final EG requirements.

3. Final Amendments to 2016 NSPS OOOOa, and CRA-Related CFR Updates

The EPA is finalizing modifications to the 2016 NSPS OOOOa to address

certain amendments to the VOC standards for sources in the production and processing segments finalized in the 2020 Technical Rule. Because the methane standards for the production and processing segments and all standards for the transmission and storage segment were removed from the 2016 NSPS OOOOa via the 2020 Policy Rule prior to the finalization of the 2020 Technical Rule, the latter amendments apply only to the 2016 NSPS OOOOa VOC standards for the production and processing segments. In this final rulemaking, the EPA also is applying some of the 2020 Technical Rule amendments to the methane standards for all industry segments and to VOC standards for the transmission and storage segment in the 2016 NSPS OOOOa. These amendments are associated with the requirements for well completions, pumps, closed vent systems, fugitive emissions, alternative means of emission limitation (AMELs), and onshore natural gas processing plants, as well as other technical clarifications and corrections. The EPA is also finalizing a repeal of the amendments in the 2020 Technical Rule that (1) exempted low production well sites from monitoring fugitive emissions and (2) changed monitoring of VOC emissions at gathering and boosting compressor stations from quarterly to semiannual, which currently applies only to VOC standards (not methane standards) from the production and processing segments. A summary of the final amendments to the 2016 OOOOa NSPS is presented in section XII of this preamble.

Lastly, in this rulemaking, the EPA updates the NSPS OOOO and OOOOa provisions in the CFR to reflect the CRA resolution's disapproval of the final 2020 Policy Rule, specifically, the reinstatement of the NSPS OOOO and OOOOa requirements that the 2020 Policy Rule repealed but that came back into effect immediately upon enactment of the CRA resolution. The EPA waited to make the updates to the CFR text until the final rulemaking because it would be more efficient and clearer to amend the CFR once at the end of this rulemaking process to account for all changes to the 2012 NSPS OOOO and 2016 NSPS OOOOa at the same time, rather than make piecemeal amendments to the CFR.

 $<sup>^{19}\,{\</sup>rm See}$  86 FR 63117 (November 15, 2021).

 $<sup>^{20}\,{\</sup>rm See}$  87 FR 74702 (December 6, 2022).

<sup>&</sup>lt;sup>21</sup> The presumptive standards are not the same as a Federal plan under CAA section 111(d)(2). The EPA has an obligation to promulgate a Federal plan if a state fails to submit a satisfactory plan. In such circumstances, the final EG and presumptive standards would serve as a guide to the development of a Federal plan. See section XIII.F of this document for information on Federal plans.

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# TABLE 3—SUMMARY OF FINAL BSER AND FINAL NEW SOURCE PERFORMANCE STANDARDS FOR GHGs and VOCs (NSPS OOOOb) $^{\rm 22}$

Affected source	Final BSER	Final new source performance standards for GHGs and VOCs
Fugitive Emissions: Single Wellhead Only Well Sites and Small Well Sites.	Quarterly AVO monitoring surveys	Quarterly AVO surveys. First attempt at repair within 15 days after detecting fugitive emis- sions. Final repair within 15 days after first attempt. Fugitive monitoring continues for all well sites until the site has been closed, including plugging the wells at the site and submitting a well closure report.
Fugitive Emissions: Multi-wellhead Only Well Sites (2 or more wellheads).	Quarterly AVO monitoring surveys AND Monitoring and repair based on semiannual monitoring using OGI <sup>2</sup> .	<ul> <li>Quarterly AVO surveys. First attempt at repair within 15 days after detecting fugitive emissions. Final repair within 15 days after first attempt.</li> <li>Semiannual OGI monitoring (Optional semiannual EPA Method 21 monitoring with 500 ppm defined as a leak).</li> <li>First attempt at repair within 30 days after detecting fugitive emissions. Final repair within 30 days after first attempt.</li> <li>Fugitive monitoring continues for all well sites until the site has been closed, including plugging the wells at the site and submitting a well closure report.</li> </ul>
Fugitive Emissions: Well Sites with Major Pro- duction and Processing Equipment and Cen- tralized Production Facilities.	<ul> <li>Bimonthly AVO monitoring surveys (<i>i.e.</i>, every other month).</li> <li>AND</li> <li>Monitoring and repair based on quarterly monitoring using OGI.</li> </ul>	<ul> <li>Bimonthly AVO surveys. First attempt at repair within 15 days after detecting fugitive emissions. Final repair within 15 days after first attempt.</li> <li>AND</li> <li>Well sites with specified major production and processing equipment: Quarterly OGI monitoring. (Optional quarterly EPA Method 21 monitoring with 500 ppm defined as a leak).</li> <li>First attempt at repair within 30 days after detecting fugitive emissions. Final repair within 30 days after first attempt.</li> <li>Fugitive monitoring continues for all well sites until the site has been closed, including plugging the wells at the site and submitting</li> </ul>
Fugitive Emissions: Compressor Stations	Monthly AVO monitoring surveys AND Monitoring and repair based on quarterly mon- itoring using OGI.	a well closure report. Monthly AVO surveys. First attempt at repair within 15 days after detecting fugitive emis- sions. Final repair within 15 days after first attempt. AND Quarterly OGI monitoring. (Optional quarterly EPA Method 21 monitoring with 500 ppm defined as a leak). First attempt at repair within 30 days after de- tecting fugitive emissions. Final repair within
Fugitive Emissions: Well Sites and Com- pressor Stations on Alaska North Slope.	Monitoring and repair based on annual moni- toring using OGI.	<ul> <li>30 days after first attempt.</li> <li>Annual OGI monitoring. (Optional annual EPA Method 21 monitoring with 500 ppm defined as a leak).</li> <li>First attempt at repair within 30 days after detecting fugitive emissions. Final repair within an annual end of the second secon</li></ul>
Storage Vessels: A Single Storage Vessel or Tank Battery with PTE <sup>4</sup> of 6 tpy or more of VOC or PTE of 20 tpy or more of methane. Process Controllers: Natural Gas-driven	Capture and route to a control device	30 days after first attempt. 95 percent reduction of VOC and methane. VOC and GHG (methane) emission rate of
Process Controllers: Alaska (at sites where on- site power is not available—continuous bleed natural gas-driven). Process Controllers: Alaska (at sites where on-	Use of low-bleed process controllers Monitor and repair through fugitive emissions	zero. Natural gas bleed rate no greater than 6 scfh. <sup>5</sup> OGI monitoring and repair of emissions from
site power is not available—intermittent nat- ural gas-driven).	program.	controller malfunctions.

# TABLE 3—SUMMARY OF FINAL BSER AND FINAL NEW SOURCE PERFORMANCE STANDARDS FOR GHGS AND VOCS (NSPS OOOOb)<sup>22</sup>—Continued

Affected source	Final BSER	Final new source performance standards for GHGs and VOCs
Well Liquids Unloading	Best management practices to minimize or eliminate methane and VOC emissions to the maximum extent possible.	Perform best management practices to mini- mize or eliminate methane and VOC emis- sions to the maximum extent possible from liquids unloading events that vent emissions to the atmosphere.
Wet Seal Centrifugal Compressors (except for those located at well sites).	Capture and route emissions from the wet seal fluid degassing system to a control device.	95 percent reduction of methane and VOC emissions.
Wet Seal Centrifugal Compressors (except for those located at well sites): Self-contained centrifugal compressors and wet seal com- pressors equipped with a mechanical seal.	(Optional) Monitoring and repair to maintain volumetric flow rate at or below 3 scfm.	Monitoring and repair to maintain volumetric flow rate at or below 3 scfm per compressor seal.
Wet Seal Centrifugal Compressors (except for those located at well sites): Alaska North Slope centrifugal compressors equipped with a seal oil recovery system.	(Optional) Monitoring and repair to maintain volumetric flow rate at or below 9 scfm per seal.	Monitoring and repair to maintain volumetric flow rate at or below 9 scfm per compressor seal.
Dry Seal Centrifugal Compressors (except for those located at well sites).	Monitoring and repair to maintain volumetric flow rate at or below 10 scfm <sup>7</sup> per seal.	Monitoring and repair of seal to maintain volu- metric flow rate at or below 10 scfm per compressor seal.
Reciprocating Compressors (except for those located at well sites).	Monitoring and repair or replace the recipro- cating compressor rod packing in order to maintain volumetric flow rate at or below 2 scfm per cylinder.	Monitoring and repair or replacement of rod packing to maintain volumetric flow rate at or below 2 scfm per cylinder.
Pumps: Natural gas-driven	Use of zero-emissions pumps	GHG (methane) and VOC emission rate of zero.
Pumps: Natural gas-driven (at sites where on- site power is not available and there are fewer than 3 diaphragm pumps).	Use of an existing VRU or control device	Route pump emissions to a process if VRU is onsite, or to control device if onsite.
Well Completions: Subcategory 1 (non-wildcat and non-delineation wells).	Combination of REC <sup>8</sup> and the use of a com- pletion combustion device.	<ul> <li>Applies to each well completion operation with hydraulic fracturing.</li> <li>REC in combination with a completion combustion device; venting in lieu of combustion where combustion would present demonstrable safety hazards.</li> <li>Initial flowback stage: Route to a storage vessel or completion vessel (frac tank, lined pit, or other vessel) and separator.</li> <li>Separation flowback stage: Route all salable gas from the separator to a flow line or collection system, reinject the gas as an onsite fuel source or use for another useful purpose that a purchased fuel or raw material would serve. If technically infeasible to route recovered gas as specified, recovered gas must be combusted. All liquids must be routed to a storage vessel or well completion vessel, collection system, or be reinjected into the well or another well.</li> <li>The operator is required to have (and use) a separator onsite during the entire flowback period.</li> </ul>

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# TABLE 3—SUMMARY OF FINAL BSER AND FINAL NEW SOURCE PERFORMANCE STANDARDS FOR GHGS AND VOCS (NSPS OOOOb)<sup>22</sup>—Continued

Affected source	Final BSER	Final new source performance standards for GHGs and VOCs
Well Completions: Subcategory 2 (exploratory, wildcat, and delineation wells and non-wild- cat and non-delineation low-pressure wells).	Use of a completion combustion device	<ul> <li>Applies to each well completion operation with hydraulic fracturing.</li> <li>The operator is not required to have a separator onsite. Either: (1) Route all flowback to a completion combustion device with a continuous pilot flame; or (2) Route all flowback into one or more well completion vessels and commence operation of a separator unless it is technically infeasible for a separator to function. Any gas present in the flowback before the separator can function is not subject to control under this section. Capture and direct recovered gas to a completion combustion device with a continuous pilot flame.</li> <li>For both options (1) and (2), combustion is not required in conditions that may result in a fire hazard or explosion, or where high heat emissions from a completion combustion device may negatively impact tundra, permafrost, or waterways.</li> </ul>
Equipment Leaks at Natural Gas Processing Plants.	LDAR <sup>9</sup> with bimonthly OGI	LDAR with OGI following procedures in appendix K.
New Wells with Associated Gas that com- menced construction after May 7, 2026.	Route associated gas to a sales line	Route associated gas to a sales line; or, the gas can be used for another useful purpose that a purchased fuel, chemical feedstock, or raw material would serve, or recovered from the separator and reinjected into the well or injected into another well.
New wells with Associated Gas that com- menced construction between May 7, 2024, and May 7, 2026.	Route associated gas to a sales line	Route associated gas to a sales line; or, the gas can be used for another useful purpose that a purchased fuel, chemical feedstock, or raw material would serve, or recovered from the separator and reinjected into the well or injected into another well. If demonstrated, and documented annually, that routing to a sales line and the alternatives are not technically feasible, the associated gas can be routed to a flare or other control device that achieves at least 95 percent reduction in GHG (methane) and VOC emissions. A second infeasibility determination may not extend beyond 24 months from effective date.
New Wells with Associated Gas that Com- menced Construction after December 6, 2022, and before May 7, 2024.	Route associated gas to a sales line	Route associated gas to a sales line; or, the gas can be used for another useful purpose that a purchased fuel, chemical feedstock, or raw material would serve, or recovered from the separator and reinjected into the well or injected into another well. If dem- onstrated, and documented annually, that routing to a sales line and the alternatives are not technically feasible, the associated gas can be routed to a flare or other control device that achieves at least 95 percent re- duction in GHG (methane) and VOC emis- sions.

#### TABLE 3-SUMMARY OF FINAL BSER AND FINAL NEW SOURCE PERFORMANCE STANDARDS FOR GHGS AND VOCS (NSPS OOOOb) 22-Continued

Affected source	Final BSER	Final new source performance standards for GHGs and VOCs
Wells with Associated Gas Reconstructed or Modified after December 6, 2022.	Route associated gas to a sales line	Route associated gas to a sales line; or, the gas can be used for another useful purpose that a purchased fuel, chemical feedstock, or raw material would serve, or recovered from the separator and reinjected into the well or injected into another well. If dem- onstrated, and documented annually, that routing to a sales line and the alternatives are not technically feasible, the associated gas can be routed to a flare or other control device that achieves at least 95 percent re- duction in GHG (methane) and VOC emis- sions.
Sweetening Units	Achieve SO <sub>2</sub> emission reduction efficiency	Achieve required minimum SO <sub>2</sub> emission re- duction efficiency.

<sup>1</sup> tpy (tons per year).
<sup>2</sup> OGI (optical gas imaging).
<sup>3</sup> ppm (parts per million).
<sup>4</sup> PTE (potential to emit).
<sup>5</sup> sch (standard cubic feet per hour).
<sup>6</sup> BMP (best management practices).
<sup>7</sup> scfm (standard cubic feet per minute).
<sup>8</sup> REC (reduced emissions completion).
<sup>9</sup> LDAR (leak detection and repair).

#### TABLE 4—SUMMARY OF FINAL BSER AND FINAL PRESUMPTIVE STANDARDS FOR GHGS FROM DESIGNATED FACILITIES (EG 0000c) 23

Designated facility	Final BSER	Final presumptive standards for GHGs
Fugitive Emissions: Single Wellhead Only Well Sites and Small Well Sites.	Quarterly AVO monitoring surveys	Quarterly AVO surveys. First attempt at repair within 15 days after detecting fugitive emis- sions. Final repair within 15 days after first attempt.
		Fugitive monitoring continues for all well sites until the site has been closed, including plugging the wells at the site and submitting a well closure report.
Fugitive Emissions: Multi-wellhead Only Well Sites (2 or more wellheads).	Quarterly AVO monitoring surveys	Quarterly AVO surveys. First attempt at repair within 15 days after detecting fugitive emis- sions. Final repair within 15 days after first attempt.
	AND Monitoring and repair based on semiannual monitoring using OGI <sup>2</sup> .	Semiannual OGI monitoring (Optional semi- annual EPA Method 21 monitoring with 500 ppm defined as a leak).
		First attempt at repair within 30 days after de- tecting fugitive emissions. Final repair within 30 days after first attempt.
		Fugitive monitoring continues for all well sites until the site has been closed, including plugging the wells at the site and submitting a well closure report.
Fugitive Emissions: Well Sites and Centralized Production Facilities.	Bimonthly AVO monitoring surveys ( <i>i.e.</i> , every other month).	Bimonthly AVO surveys. First attempt at repair within 15 days after detecting fugitive emis- sions. Final repair within 15 days after first attempt.
	AND	AND
	Monitoring and repair based on quarterly mon- itoring using OGI.	Well sites with specified major production and processing equipment: Quarterly OGI moni- toring. (Optional quarterly EPA Method 21 monitoring with 500 ppm defined as a leak).

<sup>22</sup> For fugitive emissions at well sites, centralized production facilities, and compressor stations, the

EPA is finalizing an advanced measurement technology compliance option to use alternative

periodic screening and alternative continuous monitoring instead of OGI and AVO monitoring.

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# TABLE 4—SUMMARY OF FINAL BSER AND FINAL PRESUMPTIVE STANDARDS FOR GHGS FROM DESIGNATED FACILITIES (EG OOOOc)<sup>23</sup>—Continued

Designated facility	Final BSER	Final presumptive standards for GHGs
		First attempt at repair within 30 days after finding fugitive emissions. Final repair within 30 days after first attempt. Fugitive monitoring continues for all well sites until the site has been closed, including plugging the wells at the site and submitting a well closure report.
Fugitive Emissions: Compressor Stations	Monthly AVO monitoring surveys	Monthly AVO surveys. First attempt at repair within 15 days after detecting fugitive emis- sions. Final repair within 15 days after first attempt.
	AND Monitoring and repair based on quarterly mon- itoring using OGI.	AND Quarterly OGI monitoring. (Optional quarterly EPA Method 21 monitoring with 500 ppm defined as a leak).
Fugitive Emissions: Well Sites and Com-	Monitoring and repair based on annual moni-	<ul><li>First attempt at repair within 30 days after detecting fugitive emissions. Final repair within 30 days after first attempt.</li><li>Annual OGI monitoring. (Optional annual EPA</li></ul>
pressor Stations on Alaska North Slope.	toring using OGI.	Method 21 monitoring with 500 ppm defined as a leak). First attempt at repair within 30 days after
Storage Vessels, Taply Dattany with DTF, of 90	Conture and route to a control douise	finding fugitive emissions. Final repair within 30 days after first attempt.
Storage Vessels: Tank Battery with PTE of 20 tpy or More of Methane.	Capture and route to a control device	95 percent reduction of methane.
Process Controllers: Natural gas-driven Process Controllers: Alaska (at sites where on- site power is not available—continuous bleed natural gas-driven).	Use of low-bleed process controllers	GHG (methane) emission rate of zero. Natural gas bleed rate no greater than 6 scfh.
Process Controllers: Alaska (at sites where on- site power is not available—intermittent nat- ural gas-driven).	Monitor and repair through fugitive emissions program.	OGI monitoring and repair of emissions from controller malfunctions.
Gas Well Liquids Unloading	Best management practices to minimize or eliminate methane and VOC emissions to the maximum extent possible.	Perform best management practices to mini- mize or eliminate methane and VOC emis- sions to the maximum extent possible from liquids unloading events that vent emissions to the atmosphere.
Wet Seal Centrifugal Compressors (except for those located at well sites).	Monitoring and repair to maintain volumetric flow rate at or below 3 scfm <sup>7</sup> .	Monitoring and repair to maintain volumetric flow rate at or below 3 scfm per seal.
Wet Seal Centrifugal Compressors (except for those located at well sites): Self-contained centrifugal compressors and wet seal com- pressors equipped with a mechanical seal.	Monitoring and repair to maintain volumetric flow rate at or below 3 scfm.	Monitoring and repair to maintain volumetric flow rate at or below 3 scfm per seal.
Wet Seal Centrifugal Compressors (except for those located at well sites): Alaska North Slope centrifugal compressors equipped with a seal oil recovery system.	Monitoring and repair to maintain volumetric flow rate at or below 9 scfm.	Monitoring and repair to maintain volumetric flow rate at or below 9 scfm per seal.
Dry Seal Centrifugal Compressors (except for those located at well sites).	Monitoring and repair to maintain volumetric flow rate at or below 10 scfm <sup>7</sup> .	Monitoring and repair to maintain volumetric flow rate at or below 10 scfm per seal.
Reciprocating Compressors (except for those located at well sites).	Monitoring and repair or replace the recipro- cating compressor rod packing in order to maintain volumetric flow rate at or below 2 scfm.	Monitoring and repair to maintain volumetric flow rate at or below 2 scfm per cylinder.
Pumps: Natural gas-driven Pumps: Natural gas-driven (at sites where on- site power is not available and there are fewer than 3 diaphragm pumps).	Use of zero-emissions pumps Use of an existing VRU or control device	GHG (methane) emission rate of zero. Route pump emissions to a process if VRU is onsite, or to control device if onsite.
Equipment Leaks at Natural Gas Processing Plants.	LDAR with bimonthly OGI	LDAR with OGI following procedures in appendix K.

## TABLE 4—SUMMARY OF FINAL BSER AND FINAL PRESUMPTIVE STANDARDS FOR GHGS FROM DESIGNATED FACILITIES (EG OOOOC)<sup>23</sup>—Continued

Designated facility	Final BSER	Final presumptive standards for GHGs
Wells with Associated Gas greater than 40 tpy methane.	Route associated gas to a sales line	Route associated gas to a sales line. Alter- natively, the gas can be used as an onsite fuel source or used for another useful pur- pose that a purchased fuel or raw material would serve, or be injected into the well or another well. If demonstrated, and annually documented, that a sales line and alter- natives are not technically feasible, the gas can be routed to a flare or other control de- vice that achieves at least 95 percent re- duction in methane emissions.
Wells with Associated Gas 40 tpy methane or less.	Route associated gas to a flare or other con- trol device that achieves at least 95 percent reduction in methane emissions.	Route associated gas to a sales line. Alter- natively, the gas can be used as an onsite fuel source or used for another useful pur- pose that a purchased fuel or raw material would serve, or be injected into the well or another well. Alternatively, the gas can be routed to a flare or other control device that achieves at least 95 percent reduction in methane emissions.

#### C. Costs and Benefits

In accordance with the requirements of E.O. 12866, the EPA projected the emissions reductions, costs, and benefits that may result from this final rulemaking. These results are presented in detail in the RIA accompanying this final rulemaking developed in response to E.O. 12866. The RIA focuses on the elements of the final rules that are likely to result in quantifiable cost or emissions changes compared to a baseline without the rule. We estimated the cost, emissions, and benefit impacts for the 2024 to 2038 period. We present the present value (PV) and equivalent annual value (EAV) of costs, benefits, and net benefits of this rulemaking in 2019 dollars.

The initial analysis year in the RIA is 2024 as we assume the NSPS rules will take effect early in 2024. The EG will take longer to go into effect as states will need to develop implementation plans in response to the EG and have them approved by the EPA. We assume in the RIA that this process will take 4 years, and so EG impacts will begin in 2028. The final analysis year is 2038, which allows us to provide up to 15 years of projected impacts after the NSPS is assumed to take effect and 11 years of projected impacts after the EG is assumed to take effect.

The cost analysis presented in the RIA reflects a nationwide engineering analysis of compliance cost and

emissions reductions, of which there are two main components. The first component is a set of representative or model plants for each regulated facility, segment, and control option. The characteristics of the model plant include typical equipment, operating characteristics, and representative factors including baseline emissions and the costs, emissions reductions, and product recovery resulting from each control option. The second component is a set of projections of activity data for affected facilities, distinguished by vintage, year, and other necessary attributes (e.g., oil versus natural gas wells). Impacts are calculated by setting parameters on how and when affected facilities are assumed to respond to a particular regulatory regime, multiplying activity data by model plant cost and emissions estimates, differencing from the baseline scenario, and then summing to the desired level of aggregation. In addition to emissions reductions, some control options result in natural gas recovery, which can then be combusted in production or sold. Where applicable, we present projected compliance costs with and without the projected revenues from product recoverv.

The EPA expects climate and health benefits due to the emissions reductions projected under this final rulemaking. The EPA estimated the monetized climate benefits of methane emission reductions expected from these final rules using estimates of the social cost of methane (SC–CH<sub>4</sub>) that reflect recent advances in the scientific literature on climate change and its economic impacts and incorporate recommendations made by the National Academies of Science, Engineering, and Medicine (National Academies 2017). The EPA presented these estimates in a sensitivity analysis in the December 2022 RIA, solicited public comment on the methodology and use of these estimates, and has conducted an external peer review of these estimates, as discussed in section XVI.E of this preamble.

In addition to climate benefits from methane emissions reductions, the EPA expects that VOC emission reductions under the final rulemaking will improve air quality and improve health and welfare due to reduced exposure to ozone, particulate matter with a diameter of 2.5 micrometers or less  $(PM_{2.5})$ , and hazardous air pollutants (HAP). In a national-level analysis of public health impacts, the EPA used the environmental Benefits Mapping and Analysis Program—Community Edition (BenMAP-CE) software program to quantify counts of premature deaths and illnesses attributable to photochemical modeled changes in summer season average ozone concentrations resulting from projected VOC emissions reductions under the rulemaking. The methods for quantifying the number and value of air pollution-attributable premature deaths and illnesses are described in the RIA for this action and the TSD titled *Estimating PM*<sub>2.5</sub>- and Ozone-Attributable Health Benefits.24 These reductions in health-harming pollution would result in significant public health benefits including avoided

<sup>&</sup>lt;sup>23</sup> For fugitive emissions at well sites, centralized production facilities, and compressor stations, the EPA is finalizing an advanced measurement technology compliance option to use alternative periodic screening and alternative continuous monitoring instead of OGI and AVO monitoring.

<sup>&</sup>lt;sup>24</sup> https://www.epa.gov/system/files/documents/ 2023-01/Estimating%20PM2.5-%20and%20Ozone-Attributable%20Health%20Benefits%20TSD 0.pdf.

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premature deaths, reductions in new asthma cases and incidences of asthma symptoms, reductions in hospital admissions and emergency department visits, and reductions in lost school days.

The EPA notes that the benefits analysis is distinct from the statutory BSER determinations finalized herein, which are based on the statutory factors the EPA is required to consider under section 111(a) of the CAA (including cost, energy requirements and nonair quality health, and environmental impacts). The assessment of benefits described above and in the RIA is presented solely for the purposes of complying with E.O. 12866 and providing the public with a complete depiction of the impacts of the rulemaking. The projected national-level emissions reductions over the 2024 to 2038 period anticipated under the finalized requirements are presented in table 5. Table 6 presents the PV and EAV of the projected benefits, costs, and net benefits over the 2024 to 2038 period under the final rule using discount rates of 2, 3, and 7 percent.

#### TABLE 5—PROJECTED EMISSIONS REDUCTIONS UNDER THE FINAL RULES, 2024–2038 TOTAL

Pollutant	Emissions reductions (2024–2038 total)
Methane (million short tons) <sup>a</sup>	58
VOC (million short tons)	16
Hazardous Air Pollutant (million short tons)	0.59
Methane (million metric tons CO <sub>2</sub> Eq.) <sup>b</sup>	1,500

<sup>a</sup> To convert from short tons to metric tons, multiply the short tons by 0.907. Alternatively, to convert metric tons to short tons, multiply metric tons by 1.102.

<sup>b</sup> Carbon dioxide equivalent (CO<sub>2</sub> Eq). calculated using a global warming potential of 28.

#### TABLE 6—BENEFITS, COSTS, NET BENEFITS, AND EMISSIONS REDUCTIONS UNDER THE FINAL RULES, 2024–2038 [Dollar Estimates in Millions of 2019 Dollars]<sup>a</sup>

	2 Percent near-term Ramsey discount rate					
	PV	EAV	PV	EAV	PV	EAV
Climate Benefits <sup>b</sup>	\$110,000	\$8,500	\$110,000	\$8,500	\$110,000	\$8,500
	2 Percent discount rate		3 Percent discount rate		7 Percent discount rate	
	PV	EAV	PV	EAV	PV	EAV
Ozone Health Benefits <sup>c</sup> Net Compliance Costs <i>Compliance Costs</i> <i>Value of Product Recovery</i> Net Benefits <sup>d</sup>	\$7,000 19,000 31,000 13,000 97,000	\$540 1,500 2,400 980 7,600	\$6,100 18,000 29,000 11,000 97,000	\$510 1,500 2,400 950 7,500	\$3,500 14,000 22,000 7,400 98,000	\$380 1,600 2,400 820 7,300
Non-Monetized Benefits	Climate and ozone-related health benefits from reducing 58 million short tons of methane from 2024					

Benefits to provision of ecosystem services associated with reduced ozone concentrations from reducing 16 million short tons of VOC from 2024 to 2038.

 $PM_{2.5}$ -related health benefits from reducing 16 million short tons of VOC from 2024 to 2038.

HAP benefits from reducing 590 thousand short tons of HAP from 2024 to 2038.

<sup>a</sup> Values rounded to two significant figures. Totals may not appear to add correctly due to rounding.

<sup>b</sup> Climate benefits are based on reductions in methane emissions and are calculated using three different estimates of the SC-CH<sub>4</sub> (under 1.5 percent, 2.0 percent, and 2.5 percent near-term Ramsey discount rates). For the presentational purposes of this table, we show the climate benefits associated with the SC-CH<sub>4</sub> at the 2 percent near-term Ramsey discount rate. Please see tables 3.4 and 3.5 in the RIA for the full range of monetized climate benefit estimates. All net benefits are calculated using climate benefits discounted at the 2 percent near-term rate. <sup>c</sup> Monetized benefits include those related to public health associated with reductions in ozone concentrations. The health benefits are associated with reductions in concentrations.

ated with several point estimates. <sup>d</sup>Several categories of climate, human health, and welfare benefits from methane, VOC, and HAP emissions reductions remain unmonetized

and are thus not directly reflected in the quantified benefit estimates in the table.

#### III. Air Emissions From the Crude Oil and Natural Gas Sector and Public Health and Welfare

#### A. Impacts of GHGs, VOCs, and SO<sub>2</sub> Emissions on Public Health and Welfare

As noted previously, the oil and natural gas industry emits a wide range of pollutants, including GHGs (such as methane and CO<sub>2</sub>), VOCs, SO<sub>2</sub>, NO<sub>X</sub>, H<sub>2</sub>S, CS<sub>2</sub>, and COS. See 49 FR 2636, 2637 (January 20, 1984). As noted below, to this point the EPA has focused its regulatory efforts under CAA section 111 on GHGs, VOC, and  $SO_2$ .<sup>25</sup>

1. Climate Change Impacts From GHGs Emissions

Elevated concentrations of GHGs are and have been warming the planet, leading to changes in the Earth's climate including changes in the frequency and intensity of heat waves, precipitation, and extreme weather events; rising seas; and retreating snow and ice. The changes taking place in the atmosphere as a result of the well-documented

 $<sup>^{25}</sup>$  We note that the EPA's focus on GHGs (in particular methane), VOC, and SO<sub>2</sub> in these analyses does not in any way limit the EPA's authority to promulgate standards that would apply to other pollutants emitted from the Crude Oil and Natural Gas source category, if the EPA determines in the future that such action is appropriate.

buildup of GHGs due to human activities are changing the climate at a pace and in a way that threatens human health, society, and the natural environment. Human-produced GHGs, largely derived from our reliance on fossil fuels, are causing serious and lifethreatening environmental and health impacts. While the EPA is not making any new scientific or factual findings with regard to the well-documented impact of GHG emissions on public health and welfare in support of this rulemaking, the EPA is providing some scientific background on climate change to offer additional context for this rulemaking and to increase the public's understanding of the environmental impacts of GHGs.

Extensive additional information on climate change is available in the scientific assessments and the EPA documents that are briefly described in this section of this preamble, as well as in the technical and scientific information supporting them. One of those documents is the EPA's 2009 Endangerment and Cause or Contribute Findings for GHGs Under Section 202(a) of the CAA (74 FR 66496, December 15, 2009).<sup>26</sup> In the 2009 Endangerment Findings, the Administrator found under section 202(a) of the CAA that elevated atmospheric concentrations of six key well-mixed GHGs-CO<sub>2</sub>, methane, N<sub>2</sub>O, HFCs, perfluorocarbons (PFCs), and sulfur hexafluoride (SF<sub>6</sub>) "may reasonably be anticipated to endanger the public health and welfare of current and future generations" (74 FR 66523, December 15, 2009), and the science and observed changes since that time have confirmed and strengthened the understanding and concerns regarding the climate risks considered in the Findings. The 2009 Endangerment Findings, together with the extensive scientific and technical evidence in the supporting record, documented that climate change caused by human emissions of GHGs threatens the public health of the U.S. population. It explained that by raising average temperatures, climate change increases the likelihood of heat waves, which are associated with increased deaths and

illnesses (74 FR 66497, December 15, 2009). While climate change also increases the likelihood of reductions in cold-related mortality, evidence indicates that the increases in heat mortality will be larger than the decreases in cold mortality in the U.S. (74 FR 66525, December 15, 2009). The 2009 Endangerment Findings further explained that compared to a future without climate change, climate change is expected to increase tropospheric ozone pollution over broad areas of the U.S., including in the largest metropolitan areas with the worst tropospheric ozone problems, and thereby increase the risk of adverse effects on public health (74 FR 66525, December 15, 2009). Climate change is also expected to cause more intense hurricanes, and more frequent and intense storms of other types, and heavy precipitation, with impacts on other areas of public health such as the potential for increased deaths, injuries, infectious and waterborne diseases, and stress-related disorders (74 FR 66525, December 15, 2009). Children, the elderly, and the poor are among the most vulnerable to these climate-related health effects (74 FR 66498, December 15, 2009).

The 2009 Endangerment Findings also documented, together with the extensive scientific and technical evidence in the supporting record, that climate change touches nearly every aspect of public welfare 27 in the U.S. with resulting economic costs, including: changes in water supply and quality due to increased frequency of drought and extreme rainfall events; increased risk of storm surge and flooding in coastal areas and land loss due to inundation; increases in peak electricity demand and risks to electricity infrastructure; and the potential for significant agricultural disruptions and crop failures (though

offset to some extent by carbon fertilization). These impacts are also global and may exacerbate problems outside the U.S. that raise humanitarian, trade, and national security issues for the U.S. (74 FR 66530, December 15, 2009).

In 2016, the Administrator similarly issued Endangerment and Cause or Contribute Findings for GHG emissions from aircraft under section 231(a)(2)(A) of the CAA (81 FR 54422, August 15, 2016).<sup>28</sup> In the 2016 Endangerment Findings, the Administrator found that the body of scientific evidence amassed in the record for the 2009 Endangerment Findings compellingly supported a similar endangerment finding under CAA section 231(a)(2)(A) and also found that the science assessments released between the 2009 and the 2016 Findings "strengthen and further support the judgment that GHGs in the atmosphere may reasonably be anticipated to endanger the public health and welfare of current and future generations." (81 FR 54424, August 15, 2016).

Since the 2016 Endangerment Findings, the climate has continued to change, with new records being set for several climate indicators such as global average surface temperatures, GHG concentrations, and sea level rise. Moreover, heavy precipitation events have increased in the eastern U.S. while agricultural and ecological drought has increased in the western U.S. along with more intense and larger wildfires.<sup>29</sup> These and other trends are examples of the risks discussed the 2009 and 2016 Endangerment Findings that have already been experienced. Additionally, major scientific assessments continue to demonstrate advances in our understanding of the climate system and the impacts that GHGs have on public health and welfare both for current and future generations. These updated observations and projections document the rapid rate of current and future climate change both globally and in the U.S. These assessments include:

<sup>&</sup>lt;sup>26</sup> In describing these 2009 Findings in this proposal, the EPA is neither reopening nor revisiting them.

<sup>&</sup>lt;sup>27</sup> The CAA states in section 302(h) that "[a]ll language referring to effects on welfare includes, but is not limited to, effects on soils, water, crops, vegetation, manmade materials, animals, wildlife, weather, visibility, and climate, damage to and deterioration of property, and hazards to transportation, as well as effects on economic values and on personal comfort and well-being, whether caused by transformation, conversion, or combination with other air pollutants." 42 U.S.C. 7602(h).

 $<sup>^{28}\,\</sup>rm{In}$  describing these 2016 Findings in this proposal, the EPA is neither reopening nor revisiting them.

<sup>&</sup>lt;sup>29</sup> See later in this section of the document for specific examples. An additional resource for indicators can be found at *https://www.epa.gov/ climate-indicators.* 

• U.S. Global Change Research Program's (USGCRP) 2016 Climate and Health Assessment <sup>30</sup> and 2017–2018 Fourth National Climate Assessment (NCA4) <sup>31 32</sup>

• IPCC's 2018 Global Warming of 1.5 °C,<sup>33</sup> 2019 Climate Change and Land,<sup>34</sup> and the 2019 Ocean and Cryosphere in a Changing Climate <sup>35</sup> assessments, as well as the 2023 IPCC Sixth Assessment Report (AR6).<sup>36</sup>

• The NAS 2016 Attribution of Extreme Weather Events in the Context of Climate Change,<sup>37</sup> 2017 Valuing Climate Damages: Updating Estimation

<sup>31</sup> USGCRP, 2017: *Climate Science Special Report: Fourth National Climate Assessment,* Volume I [Wuebbles, D.J., D.W. Fahey, K.A. Hibbard, D.J. Dokken, B.C. Stewart, and T.K. Maycock (eds.)]. U.S. Global Change Research Program, Washington, DC, USA, 470 pp, doi: 10.7930/J0J964J6.

<sup>32</sup> USGCRP, 2018: Impacts, Risks, and Adaptation in the United States: Fourth National Climate Assessment, Volume II [Reidmiller, D.R., C.W. Avery, D.R. Easterling, K.E. Kunkel, K.L.M. Lewis, T.K. Maycock, and B.C. Stewart (eds.)]. U.S. Global Change Research Program, Washington, DC, USA, 1515 pp. doi:10.7930/NCA4.2018.

<sup>33</sup> IPCC, 2018: Global Warming of 1.5 °C. An IPCC Special Report on the impacts of global warming of 1.5 °C above pre-industrial levels and related global greenhouse gas emission pathways, in the context of strengthening the global response to the threat of climate change, sustainable development, and efforts to eradicate poverty [Masson-Delmotte, V., P. Zhai, H.-O. Pörtner, D. Roberts, J. Skea, P.R. Shukla, A. Pirani, W. Moufouma-Okia, C. Péan, R. Pidcock, S. Connors, J.B.R. Matthews, Y. Chen, X. Zhou, M.I. Gomis, E. Lonnoy, T. Maycock, M. Tignor, and T. Waterfield (eds.)].

<sup>34</sup> IPCC, 2019: Climate Change and Land: an IPCC special report on climate change, desertification, land degradation, sustainable land management, food security, and greenhouse gas fluxes in terrestrial ecosystems [P.R. Shukla, J. Skea, E. Calvo Buendia, V. Masson-Delmotte, H.-O. Pörtner, D. C. Roberts, P. Zhai, R. Slade, S. Connors, R. van Diemen, M. Ferrat, E. Haughey, S. Luz, S. Neogi, M. Pathak, J. Petzold, J. Portugal Pereira, P. Vyas, E. Huntley, K. Kissick, M. Belkacemi, J. Malley, (eds.)].

<sup>35</sup> IPCC, 2019: *IPCC Special Report on the Ocean and Cryosphere in a Changing Climate* [H.-O. Pörtner, DC Roberts, V. Masson-Delmotte, P. Zhai, M. Tignor, E. Poloczanska, K. Mintenbeck, A. Alegria, M. Nicolai, A. Okem, J. Petzold, B. Rama, N.M. Weyer (eds.)].

<sup>36</sup> IPCC, 2023: Summary for Policymakers. In: Climate Change 2023: Synthesis Report. Contribution of Working Groups I, II and III to the Sixth Assessment Report of the Intergovernmental Panel on Climate Change [Core Writing Team, H. Lee and J. Romero (eds.)]. IPCC, Geneva, Switzerland, pp. 1–34, doi:10.59327/IPCC/AR6– 9789291691647.001.

<sup>37</sup> National Academies of Sciences, Engineering, and Medicine. 2016. Attribution of Extreme Weather Events in the Context of Climate Change. Washington, DC: The National Academies Press. https://dio.org/10.17226/21852. of the Social Cost of Carbon Dioxide,<sup>38</sup> and 2019 Climate Change and Ecosystems <sup>39</sup> assessments.

• National Oceanic and Atmospheric Administration's (NOAA) annual State of the Climate reports published by the Bulletin of the American Meteorological Society,<sup>40</sup> most recently in 2022.

• EPA Climate Change and Social Vulnerability in the United States: A Focus on Six Impacts (2021).<sup>41</sup>

The most recent information demonstrates that the climate is continuing to change in response to the human-induced buildup of GHGs in the atmosphere. These recent assessments show that atmospheric concentrations of GHGs have risen to a level that has no precedent in human history and that they continue to climb, primarily because of both historical and current anthropogenic emissions, and that these elevated concentrations endanger our health by affecting our food and water sources, the air we breathe, the weather we experience, and our interactions with the natural and built environments. For example, atmospheric concentrations of one of these GHGs, CO<sub>2</sub>, measured at Mauna Loa in Hawaii and at other sites around the world reached 419 parts per million (ppm) in 2022 (nearly 50 percent higher than preindustrial levels)<sup>42</sup> and have continued to rise at a rapid rate. Global average temperature has increased by about 1.1 °C (2.0 °F) in the 2011-2020 decade relative to 1850-1900.43 The vears 2015-2021 were the warmest 7 years in the 1880–2021 record, contributing to the warmest decade on record with a decadal temperature of

<sup>39</sup> National Academies of Sciences, Engineering, and Medicine. 2019. *Climate Change and Ecosystems*. Washington, DC: The National Academies Press. *https://doi.org/10.17226/25504*.

<sup>40</sup> Blunden, J. and T. Boyer, Eds., 2022: "State of the Climate in 2021". Bull. Amer. Meteor. Soc., 103 (8), Si-S465, https://doi.org/10.1175/2022BAMS StateoftheClimate.1.

<sup>41</sup>EPA. 2021. Climate Change and Social Vulnerability in the United States: A Focus on Six Impacts. U.S. Environmental Protection Agency, EPA 430–R–21–003.

<sup>42</sup> https://gml.noaa.gov/webdata/ccgg/trends/co2/ co2\_annmean\_mlo.txt.

<sup>43</sup> IPCC, 2021: Summary for Policymakers. In: Climate Change 2021: The Physical Science Basis. Contribution of Working Group I to the Sixth Assessment Report of the Intergovernmental Panel on Climate Change [Masson-Delmotte, V., P. Zhai, A. Pirani, S.L. Connors, C. Péan, S. Berger, N. Caud, Y. Chen, L. Goldfarb, M.I. Gomis, M. Huang, K. Leitzell, E. Lonnoy, J.B.R. Matthews, T.K. Maycock, T. Waterfield, O. Yelekçi, R. Yu, and B. Zhou (eds.)]. Cambridge University Press, Cambridge, United Kingdom and New York, NY, USA, pp. 3– 32, doi:10.1017/9781009157896.001.

0.82 °C (1.48 °F) above the 20th century.44 45 The IPCC determined (with medium confidence) that this past decade was warmer than any multicentury period in at least the past 100,000 years.<sup>46</sup> Global average sea level has risen by about 8 inches (about 21 centimeters (cm)) from 1901 to 2018, with the rate from 2006 to 2018 (0.15 inches/vear or 3.7 millimeters (mm)/ year) almost twice the rate over the 1971 to 2006 period, and three times the rate of the 1901 to 2018 period.<sup>47</sup> The rate of sea level rise over the 20th century was higher than in any other century in at least the last 2,800 years.<sup>48</sup> Higher CO<sub>2</sub> concentrations have led to acidification of the surface ocean in recent decades to an extent unusual in the past 2 million years, with negative impacts on marine organisms that use calcium carbonate to build shells or skeletons.49 Arctic sea ice extent continues to decline in all months of the year; the most rapid reductions occur in September (very likely almost a 13 percent decrease per decade between 1979 and 2018) and are unprecedented in at least 1,000 years.<sup>50</sup> Humaninduced climate change has led to heatwaves and heavy precipitation becoming more frequent and more intense, along with increases in agricultural and ecological droughts <sup>51</sup> in many regions.52

The assessment literature demonstrates that modest additional amounts of warming may lead to a climate different from anything humans have ever experienced. The 2022 CO<sub>2</sub> concentration of 419 ppm is already higher than at any time in the last 2 million years.<sup>53</sup> If concentrations exceed 450 ppm, they would likely be higher than any time in the past 23 million years: <sup>54</sup> at the current rate of increase of more than 2 ppm a year, this would

<sup>48</sup> USGCRP, 2018: Impacts, Risks, and Adaptation in the United States: Fourth National Climate Assessment, Volume II [Reidmiller, D.R., C.W. Avery, D.R. Easterling, K.E. Kunkel, K.L.M. Lewis, T.K. Maycock, and B.C. Stewart (eds.)]. U.S. Global Change Research Program, Washington, DC, USA, 1515 pp. doi:10.7930/NCA4.2018.

27 IPCC, 2021.

 $^{\rm 51}$  These are drought measures based on soil moisture.

52 IPCC, 2021.

<sup>53</sup> Annual Mauna Loa CO<sub>2</sub> concentration data from https://gml.noaa.gov/webdata/ccgg/trends/ co2/co2\_annmean\_mlo.txt, accessed September 9, 2023.

54 IPCC, 2013.

<sup>&</sup>lt;sup>30</sup> USGCRP, 2016: The Impacts of Climate Change on Human Health in the United States: A Scientific Assessment. Crimmins, A., J. Balbus, J.L. Gamble, C.B. Beard, J.E. Bell, D. Dodgen, R.J. Eisen, N. Fann, M.D. Hawkins, S.C. Herring, L. Jantarasami, D.M. Mills, S. Saha, M.C. Sarofim, J. Trtanj, and L. Ziska, Eds. U.S. Global Change Research Program, Washington, DC, 312 pp.

<sup>&</sup>lt;sup>38</sup> National Academies of Sciences, Engineering, and Medicine. 2017. Valuing Climate Damages: Updating Estimation of the Social Cost of Carbon Dioxide. Washington, DC: The National Academies Press. https://doi.org/10.17226/24651.

<sup>&</sup>lt;sup>44</sup>NOAA National Centers for Environmental Information, State of the Climate 2021 retrieved on August 3, 2023, from *https://www.ncei.noaa.gov/ bams-state-of-climate.* 

<sup>&</sup>lt;sup>45</sup> Blunden, *et al.* 2022.

<sup>&</sup>lt;sup>46</sup> IPCC, 2021.

<sup>&</sup>lt;sup>47</sup> IPCC, 2021.

<sup>&</sup>lt;sup>49</sup> IPCC, 2021.

occur in about 15 years. While GHGs are not the only factor that controls climate, it is illustrative that 3 million years ago (the last time CO<sub>2</sub> concentrations were above 400 ppm) Greenland was not yet completely covered by ice and still supported forests, while 23 million years ago (the last time concentrations were above 450 ppm) the West Antarctic ice sheet was not yet developed, indicating the possibility that high GHG concentrations could lead to a world that looks very different from today and from the conditions in which human civilization has developed. If the Greenland and Antarctic ice sheets were to melt substantially, sea levels would rise dramatically—the IPCC estimated that over the next 2,000 years, sea level will rise by 7 to 10 feet even if warming is limited to 1.5 °C (2.7 °F), from 7 to 20 feet if limited to 2 °C (3.6 °F), and by 60 to 70 feet if warming is allowed to reach 5 °C (9 °F) above preindustrial levels.<sup>55</sup> For context, almost all of the city of Miami is less than 25 feet above sea level, and the NCA4 stated that 13 million Americans would be at risk of migration due to 6 feet of sea level rise. Moreover, the CO<sub>2</sub> being absorbed by the ocean has resulted in changes in ocean chemistry due to acidification of a magnitude not seen in 65 million years,<sup>56</sup> putting many marine speciesparticularly calcifying species—at risk.

The NCA4 found that it is very likely (greater than 90 percent likelihood) that by mid-century, the Arctic Ocean will be almost entirely free of sea ice by late summer for the first time in about 2 million years.<sup>57</sup> Coral reefs will be at risk for almost complete (99 percent) losses with 1 °C ( $1.8^{\circ}$ F) of additional warming from today (2 °C or 3.6 °F since preindustrial). At this temperature, between 8 and 18 percent of animal, plant, and insect species could lose over half of the geographic area with suitable climate for their survival, and 7 to 10 percent of rangeland livestock would be projected to be lost.<sup>58</sup> The IPCC similarly found that climate change has caused substantial damages and increasingly irreversible losses in terrestrial, freshwater, and coastal and open ocean marine ecosystems.

Scientific assessments also demonstrate that even modest additional amounts of warming may lead to a climate different from anything humans have ever experienced. Every additional increment of temperature comes with consequences. For example, the half degree of warming from 1.5 to 2 °C (0.9 °F of warming from 2.7 °F to 3.6 °F) above preindustrial temperatures is projected on a global scale to expose 420 million more people to frequent extreme heatwaves, and 62 million more people to frequent exceptional heatwaves (where heatwaves are defined based on a heat wave magnitude index which takes into account duration and intensity—using this index, the 2003 French heat wave that led to almost 15,000 deaths would be classified as an "extreme heatwave" and the 2010 Russian heatwave which led to thousands of deaths and extensive wildfires would be classified as "exceptional"). It would increase the frequency of sea-ice-free Arctic summers from once in 100 years to once in a decade. It could lead to 4 inches of additional sea level rise by the end of the century, exposing an additional 10 million people to risks of inundation as well as increasing the probability of triggering instabilities in either the Greenland or Antarctic ice sheets. Between half a million and a million additional square miles of permafrost would thaw over several centuries. Risks to food security would increase from medium-to-high for several lowerincome regions in the Sahel, southern Africa, the Mediterranean, central Europe, and the Amazon. In addition to food security issues, this temperature increase would have implications for human health in terms of increasing ozone concentrations, heatwaves, and vector-borne diseases (for example, expanding the range of the mosquitoes which carry dengue fever, chikungunya, vellow fever, and the Zika virus, or the ticks which carry Lyme, babesiosis, or Rocky Mountain Spotted Fever).59 Moreover, every additional increment in warming leads to larger changes in extremes, including the potential for events unprecedented in the observational record. Every additional degree will intensify extreme precipitation events by about 7 percent. The peak winds of the most intense tropical cyclones (hurricanes) are projected to increase with warming. In addition to a higher intensity, the IPCC

found that precipitation and frequency of rapid intensification of these storms has already increased, the movement speed has decreased, and elevated sea levels have increased coastal flooding, all of which make these tropical cyclones more damaging.<sup>60</sup>

The NCA4 also evaluated a number of impacts specific to the U.S. Severe drought and outbreaks of insects like the mountain pine beetle have killed hundreds of millions of trees in the western U.S. Wildfires have burned more than 3.7 million acres in 14 of the 17 years between 2000 and 2016, and Federal wildfire suppression costs were about a billion dollars annually.<sup>61</sup> The National Interagency Fire Center has documented U.S. wildfires since 1983, and the 10 years with the largest acreage burned have all occurred since 2004.62 Wildfire smoke degrades air quality, increasing health risks, and more frequent and severe wildfires due to climate change would further diminish air quality, increase incidences of respiratory illness, impair visibility, and disrupt outdoor activities, sometimes thousands of miles from the location of the fire. Meanwhile, sea level rise has amplified coastal flooding and erosion impacts, requiring the installation of costly pump stations, flooding streets, and increasing storm surge damages. Tens of billions of dollars of U.S. real estate could be below sea level by 2050 under some scenarios. Increased frequency and duration of drought will reduce agricultural productivity in some regions, accelerate depletion of water supplies for irrigation, and expand the distribution and incidence of pests and diseases for crops and livestock. The NCA4 also recognized that climate change can increase risks to national security, both through direct impacts on military infrastructure and by affecting factors such as food and water availability that can exacerbate conflict outside U.S. borders. Droughts, floods, storm surges, wildfires, and other extreme events stress nations and people through loss of life, displacement of populations, and impacts on livelihoods.63

<sup>55</sup> IPCC, 2021.

<sup>&</sup>lt;sup>56</sup> IPCC, 2018.

<sup>57</sup> USGCRP, 2018.

<sup>&</sup>lt;sup>58</sup> IPCC, 2018.

<sup>&</sup>lt;sup>59</sup> IPCC, 2018.

<sup>&</sup>lt;sup>60</sup> IPCC, 2021.

<sup>&</sup>lt;sup>61</sup> USGCRP, 2018.

<sup>&</sup>lt;sup>62</sup>NIFC (National Interagency Fire Center). 2021. Total wildland fires and acres (1983–2020). Accessed August 2021. www.nifc.gov/fireInfo/ fireInfo\_stats\_totalFires.html. <sup>63</sup>USGCRP, 2018.

Ongoing EPA modeling efforts can shed further light on the distribution of climate change damages expected to occur within the U.S. Based on methods from over 30 peer-reviewed climate change impact studies, the EPA's Framework for Evaluating Damages and Impacts (FrEDI) model has developed estimates of the relationship between future temperature changes and physical and economic climate-driven damages occurring in specific U.S. regions for 20 specific impact categories.<sup>64</sup> Recent applications of FrEDI have advanced the collective understanding about how future climate change impacts in these 20 categories are expected to be substantial and distributed unevenly across U.S. regions.<sup>65</sup> Using this framework, the EPA estimates that under a global emission scenario with no additional mitigation, relative to a world with no additional warming since the baseline period (1986–2005), damages accruing to these impact categories in the contiguous U.S. occur mainly through increased deaths due to increasing temperatures as well as climate-driven changes in air quality, transportation impacts due to coastal flooding resulting from sea level rise, increased mortality from wildfire emission exposure and response costs for fire suppression, and reduced labor hours worked in outdoor settings and buildings without air conditioning. The relative damages from long-term climate driven changes in these sectors are also projected to vary from region to region. For example, of the impact categories examined in FrEDI, the largest source of modeled damages differ from region to region, with wildfire impacts in the Northwest, air quality impacts on the East Coast

and the Southwest, labor productivity impacts in the Midwest, transportation impacts from high tide flooding in the Southern Plains, and damages to rail infrastructure in the Northern Plains. While the FrEDI framework currently quantifies damages for 20 impact categories within the contiguous U.S., it is important to note that it is still a preliminary and partial assessment of climate impacts relevant to U.S. interests in a number of ways. For example, the FrEDI framework reflects some important health damages from U.S. wildfires (i.e., mortality and morbidity impacts from wildfire smoke) and suppression costs, but do not yet account for other market and nonmarket welfare effects of wildfires (e.g., property damage, impacts to ecosystem services, climate feedback effects from wildfire CO<sub>2</sub> emissions). Similarly, FrEDI models several types of damages from SLR (e.g., traffic delays due to flooded coastal roadways) but do not reflect others, such as the effect of groundwater intrusion, business interruptions, debris removal costs, or critical infrastructure loss. In addition, FrEDI does not reflect increased damages that occur due to climatemediated effects to ecosystem services, or national security, interactions between different sectors impacted by climate change or all the ways in which physical impacts of climate change occurring abroad have spillover effects in different regions of the U.S. See the FrEDI Technical Documentation 66 for more details.

Some GHGs also have impacts beyond those mediated through climate change. For example, elevated concentrations of  $CO_2$  stimulate plant growth (which can be positive in the case of beneficial species, but negative in terms of weeds and invasive species, and can also lead to a reduction in plant micronutrients <sup>67</sup>) and cause ocean acidification. Nitrous oxide depletes the levels of protective stratospheric ozone.<sup>68</sup>

<sup>68</sup> WMO (World Meteorological Organization), Scientific Assessment of Ozone Depletion: 2018, Global Ozone Research and Monitoring Project— Report No. 58, 588 pp., Geneva, Switzerland, 2018.

As methane is the primary GHG addressed in this rulemaking, it is relevant to highlight some trends and impacts specific to methane. Concentrations of methane reached 1,912 parts per billion (ppb) in 2022, more than two and a half times the preindustrial concentration of 722 ppb.<sup>69</sup> Moreover, the 2022 concentration was an increase of almost 17 ppb over 2021-the largest annual increase in methane concentrations in the dataset (starting in 1984), continuing a trend of rapid rise since a temporary pause ended in 2007.70 Methane has a high radiative efficiency-almost 30 times that of  $CO_2$  per ppb (and, therefore, 80 times as much per unit mass).<sup>71</sup> In addition, methane contributes to climate change through chemical reactions in the atmosphere that produce tropospheric ozone and stratospheric water vapor. Human emissions of methane are responsible for about one-third of the warming due to well-mixed GHGs, the second most important human warming agent after CO<sub>2</sub>.<sup>72</sup> Because of the substantial emissions of methane, and its radiative efficiency, methane mitigation is one of the best opportunities for reducing nearterm warming.

The tropospheric ozone produced by the reaction of methane in the atmosphere has harmful effects for human health and plant growth in addition to its climate effects.<sup>73</sup> In remote areas, methane is an important precursor to tropospheric ozone formation.<sup>74</sup> Approximately 50 percent of the global annual mean ozone increase since preindustrial times is believed to be due to anthropogenic methane.<sup>75</sup> Projections of future

<sup>70</sup>NOAA, https://gml.noaa.gov/webdata/ccgg/ trends/ch4/ch4\_annmean\_gl.txt, accessed August 3, 2023.

<sup>73</sup>Nolte, C.G., P.D. Dolwick, N. Fann, L.W. Horowitz, V. Naik, R.W. Pinder, T.L. Spero, D.A. Winner, and L.H. Ziska, 2018: Air Quality. In Impacts, Risks, and Adaptation in the United States: Fourth National Climate Assessment, Volume II [Reidmiller, D.R., C.W. Avery, D.R. Easterling, K.E. Kunkel, K.L.M. Lewis, T.K. Maycock, and B.C. Stewart (eds.)]. U.S. Global Change Research Program, Washington, DC, USA, pp. 512–538. doi:10.7930/NCA4. 2018. CH13.

<sup>74</sup>U.S. EPA. 2013. "Integrated Science Assessment for Ozone and Related Photochemical Oxidants (Final Report)." EPA/600–R–10–076F. National Center for Environmental Assessment— RTP Division. Available at https://www.epa.gov/ ncea/isa/.

<sup>&</sup>lt;sup>64</sup> EPA (2021). Technical Documentation on the Framework for Evaluating Damages and Impacts (FrEDI). U.S. Environmental Protection Agency, EPA 430–R–21–004, available at https:// www.epa.gov/cira/fredi. Documentation has been subject to both a public review comment period and an independent expert peer review, following EPA peer-review guidelines.

<sup>65 (1)</sup> Sarofim, M.C., Martinich, J., Neumann, J.E., et al. (2021). A temperature binning approach for multi-sector climate impact analysis. Climatic Change 165. https://doi.org/10.1007/s10584-021-03048-6, (2) Supplementary Material for the Regulatory Impact Analysis for the Supplemental Proposed Rulemaking, "Standards of Performance for New, Reconstructed, and Modified Sources and Emissions Guidelines for Existing Sources: Oil and Natural Gas Sector Climate Review," Docket ID No. EPA-HQ-OAR-2021-0317, September 2022, (3) The Long-Term Strategy of the United States: Pathways to Net-Zero Greenhouse Gas Emissions by 2050. Published by the U.S. Department of State and the U.S. Executive Office of the President, Washington DC. November 2021, (4) Climate Risk Exposure: An Assessment of the Federal Government's Financial Risks to Climate Change, White Paper, Office of Management and Budget, April 2022.

<sup>&</sup>lt;sup>66</sup>EPA (2021). Technical Documentation on the Framework for Evaluating Damages and Impacts (FrEDI). U.S. Environmental Protection Agency, EPA 430-R-21-004, available at *https:// www.epa.gov/cira/fredi*.

<sup>&</sup>lt;sup>67</sup> Ziska, L., A. Crimmins, A. Auclair, S. DeGrasse, J.F. Garofalo, A.S. Khan, I. Loladze, A.A. Pérez de León, A. Showler, J. Thurston, and I. Walls, 2016: Ch. 7: Food Safety, Nutrition, and Distribution. The Impacts of Climate Change on Human Health in the United States: A Scientific Assessment. U.S. Global Change Research Program, Washington, DC, 189– 216. https://health2016.globalchange.gov/low/ ClimateHealth2016\_07\_Food\_small.pdf.

<sup>&</sup>lt;sup>69</sup>Blunden, *et al.*, 2022.

<sup>71</sup> IPCC, 2021.

<sup>72</sup> IPCC, 2021.

<sup>&</sup>lt;sup>75</sup> Myhre, G., D. Shindell, F.-M. Bréon, W. Collins, J. Fuglestvedt, J. Huang, D. Koch, J.-F. Lamarque, D. Lee, B. Mendoza, T. Nakajima, A. Robock, G. Stephens, T. Takemura and H. Zhang, 2013: *Anthropogenic and Natural Radiative Forcing. In: Climate Change 2013: The Physical Science Basis. Contribution of Working Group I to the Fifth* 

emissions also indicate that methane is likely to be a key contributor to ozone concentrations in the future.<sup>76</sup> Unlike NO<sub>X</sub> and VOC, which affect ozone concentrations regionally and at hourly time scales, methane emissions affect ozone concentrations globally and on decadal time scales given methane's long atmospheric lifetime when compared to these other ozone precursors.77 Reducing methane emissions, therefore, will contribute to efforts to reduce global background ozone concentrations that contribute to the incidence of ozone-related health effects.<sup>78</sup> The benefits of such reductions are global and occur in both urban and rural areas.

These scientific assessments, the EPA analyses, and documented observed changes in the climate of the planet and of the U.S. present clear support regarding the current and future dangers of climate change and the importance of GHG emissions mitigation.

### 2. VOCs

Many VOCs can be classified as HAP (e.g., benzene<sup>79</sup>) and can lead to a variety of health concerns such as cancer and noncancer illnesses (e.g., respiratory, neurological). Further, VOCs are one of the key precursors in the formation of ozone. Tropospheric, or ground-level, ozone is formed through reactions of VOCs and NO<sub>X</sub> in the presence of sunlight. Ozone formation can be controlled to some extent through reductions in emissions of the ozone precursors VOC and NO<sub>X</sub>. Recent observational and modeling studies have found that VOC emissions from oil and natural gas operations can impact ozone levels.<sup>80 81 82 83</sup> A significantly

77 Ibid.

<sup>81</sup>Lindaas, J., Farmer, D. K., Pollack, I. B., Abeleira, A., Flocke, F., & Fischer, E. V. 2019. Acyl peroxy nitrates link oil and natural gas emissions to high ozone abundances in the Colorado Front Range during summer 2015. *Journal of Geophysical Research: Atmospheres, 124*(4), 2336–2350.

<sup>82</sup> McDuffie, E. E., Edwards, P. M., Gilman, J. B., Lerner, B. M., Dubé, W. P., Trainer, M., . . . & Brown, S. S. 2016. Influence of oil and gas emissions on summertime ozone in the Colorado

expanded body of scientific evidence shows that ozone can cause a number of harmful effects on health and the environment. Exposure to ozone can cause respiratory system effects such as difficulty breathing and airway inflammation. For people with lung diseases such as asthma and chronic obstructive pulmonary disease (COPD), these effects can lead to emergency room visits and hospital admissions. Studies have also found that ozone exposure is likely to cause premature death from lung or heart diseases. In addition, evidence indicates that longterm exposure to ozone is likely to result in harmful respiratory effects, including respiratory symptoms and the development of asthma. People most at risk from breathing air containing ozone include: children; people with asthma and other respiratory diseases; older adults; and people who are active outdoors, especially outdoor workers. An estimated 25.9 million people have asthma in the U.S., including almost 7.1 million children. Asthma disproportionately affects children, families with lower incomes, and minorities, including Puerto Ricans, Native Americans/Alaska Natives, and African Americans.<sup>84</sup>

In the EPA's 2020 Integrated Science Assessment (ISA) for Ozone and Related Photochemical Oxidants,<sup>85</sup> the EPA estimated the incidence of air pollution effects for those health endpoints above where the ISA classified as either causal or likely-to-be-causal. In brief, the ISA for ozone found short-term (less than one month) exposures to ozone to be causally related to respiratory effects, a "likely to be causal" relationship with metabolic effects and a "suggestive of, but not sufficient to infer, a causal relationship" for central nervous system effects, cardiovascular effects, and total mortality. The ISA reported that longterm exposures (one month or longer) to ozone are "likely to be causal" for respiratory effects including respiratory mortality, and a "suggestive of, but not sufficient to infer, a causal relationship" for cardiovascular effects, reproductive effects, central nervous system effects, metabolic effects, and total mortality.

An example of quantified incidence of ozone health effects can be found in the Regulatory Impact Analysis for the Final Revised Cross-State Air Pollution Rule (CSAPR) Update.<sup>86</sup>

Scientific evidence also shows that repeated exposure to ozone can reduce growth and have other harmful effects on sensitive plants and trees. These types of effects have the potential to impact ecosystems and the benefits they provide.

### 3. SO<sub>2</sub>

Current scientific evidence links short-term exposures to  $SO_2$ , ranging from 5 minutes to 24 hours, with an array of adverse respiratory effects including bronchoconstriction and increased asthma symptoms. These effects are particularly important for asthmatics at elevated ventilation rates (*e.g.*, while exercising or playing).

Studies also show an association between short-term exposure and increased visits to emergency departments and hospital admissions for respiratory illnesses, particularly in at-risk populations including children, the elderly, and asthmatics.

 $SO_2$  in the air can also damage the leaves of plants, decrease their ability to produce food (photosynthesis), and decrease their growth. In addition to directly affecting plants,  $SO_2$ , when deposited on land and in estuaries, lakes, and streams, can acidify sensitive ecosystems resulting in a range of harmful indirect effects on plants, soils, water quality, and fish and wildlife (*e.g.*, changes in biodiversity and loss of habitat, reduced tree growth, loss of fish species). Sulfur deposition to waterways also plays a causal role in the methylation of mercury.<sup>87</sup>

### B. Profile of the Oil and Natural Gas Industry and Its Emissions

This section of the preamble generally describes: the structure of the oil and natural gas industry; the interconnected production, processing, transmission and storage, and distribution segments that move product from well to market; and types of emissions sources in each segment and the industry's emissions.

Assessment Report of the Intergovernmental Panel on Climate Change [Stocker, T.F., D. Qin, G.-K. Plattner, M. Tignor, S.K. Allen, J. Boschung, A. Nauels, Y. Xia, V. Bex and P.M. Midgley (eds.)]. Cambridge University Press, Cambridge, United Kingdom and New York, NY, USA. Pg. 680.

<sup>&</sup>lt;sup>76</sup> Ibid.

<sup>&</sup>lt;sup>78</sup> USGCRP, 2018.

<sup>&</sup>lt;sup>79</sup> Benzene Integrated Risk Information System (IRIS) Assessment: https://cfpub.epa.gov/ncea/iris2/ chemicalLanding.cfm?substance\_nmbr=276.

<sup>&</sup>lt;sup>80</sup> Benedict, K. B., Zhou, Y., Sive, B. C., Prenni, A. J., Gebhart, K. A., Fischer, E. V., . . . & Collett Jr, J. L. 2019. Volatile organic compounds and ozone in Rocky Mountain National Park during FRAPPE. *Atmospheric Chemistry and Physics*, *19*(1), 499–521.

Northern Front Range. *Journal of Geophysical Research: Atmospheres, 121*(14), 8712–8729.

<sup>&</sup>lt;sup>83</sup> Tzompa-Sosa, Z. A., & Fischer, E. V. 2021. Impacts of emissions of C2-C5 alkanes from the US oil and gas sector on ozone and other secondary species. *Journal of Geophysical Research: Atmospheres*, *126*(1), e2019JD031935.

<sup>&</sup>lt;sup>84</sup> National Health Interview Survey (NHIS) Data, 2011. https://www.cdc.gov/asthma/nhis/2011/ data.htm.

<sup>&</sup>lt;sup>85</sup> Integrated Science Assessment (ISA) for Ozone and Related Photochemical Oxidants (Final Report). U.S. Environmental Protection Agency, Washington, DC, EPA/600/R–20/012, 2020.

<sup>&</sup>lt;sup>86</sup> U.S. EPA. Technical Support Document (TSD) for the Final Revised Cross-State Air Pollution Rule Update for the 2008 Ozone Season NAAQS Estimating PM 2.5-and Ozone-Attributable Health Benefits. 2021. Research Triangle Park, NC.

<sup>&</sup>lt;sup>87</sup> U.S. EPA. Integrated Science Assessment (ISA) for Oxides of Nitrogen and Sulfur Ecological Criteria (2008 Final Report). U.S. Environmental Protection Agency, Washington, DC, EPA/600/R– 08/082F, 2008.

1. Structure of the Oil and Natural Gas Industry

The EPA characterizes the oil and natural gas industry's operations as being generally composed of four segments: (1) Extraction and production of crude oil and natural gas ("oil and natural gas production"), (2) natural gas processing, (3) natural gas transmission and storage, and (4) natural gas distribution.<sup>88 89</sup> The EPA regulates oil refineries as a separate source category; accordingly, as with the previous oil and gas NSPS rulemakings, for purposes of this rulemaking, the EPA's focus for crude oil is on operations from the well to the point of custody transfer at a petroleum refinery while the focus for natural gas is on all operations from the well to the local distribution company custody transfer station, commonly referred to as the "city-gate." 90

### a. Production Segment

The oil and natural gas production segment includes the wells and all related processes used in the extraction, production, recovery, lifting, stabilization, and separation or treatment of oil and/or natural gas (including condensate). Although many wells produce a combination of oil and natural gas, wells can generally be grouped into two categories: oil wells and natural gas wells. Oil wells comprise two types, oil wells that produce crude oil only and oil wells that produce both crude oil and natural gas (commonly referred to as 'associated'' gas). Production equipment and components located on the well pad may include, but are not limited to: wells and related casing heads; tubing heads; "Christmas tree" piping, pumps, and compressors; heater treaters; separators; storage vessels; process controllers; pumps; and dehydrators. Production operations include well drilling, completion, and

recompletion processes, including all the portable non-self-propelled apparatuses associated with those operations.

Other sites that are part of the production segment include "centralized tank batteries," stand-alone sites where oil, condensate, produced water, and natural gas from several wells may be separated, stored, or treated. The production segment also includes gathering pipelines, gathering and boosting compressor stations, and related components that collect and transport the oil, natural gas, and other materials and wastes from the wells to the refineries or natural gas processing plants.

<sup>2</sup> Crude oil and natural gas undergo successive, separate processing. Crude oil is separated from water and other impurities and transported to a refinery via truck, railcar, or pipeline. As noted above, the EPA treats oil refineries as a separate source category; accordingly, for present purposes, the oil component of the production segment ends at the point of custody transfer at the refinery.<sup>91</sup>

The separated, unprocessed natural gas is commonly referred to as field gas and is composed of methane, natural gas liquids (NGL), and other impurities such as water vapor, H<sub>2</sub>S, CO<sub>2</sub>, helium, and nitrogen. Ethane, propane, butane, isobutane, and pentane are all considered NGL and often are sold separately for a variety of different uses. Natural gas with high methane content is referred to as "dry gas," while natural gas with significant amounts of ethane, propane, or butane is referred to as "wet gas." Natural gas is typically sent to gas processing plants in order to separate NGLs for use as feedstock for petrochemical plants, fuel for space heating and cooking, or a component for blending into vehicle fuel.

#### b. Processing Segment

The natural gas processing segment consists of separating certain hydrocarbons (HC) and fluids from the natural gas to produce "pipeline quality" dry natural gas. The degree and location of processing is dependent on factors such as the type of natural gas (e.g., wet or dry gas), market conditions, and company contract specifications. Typically, processing of natural gas begins in the field and continues as the gas is moved from the field through gathering and boosting compressor stations to natural gas processing plants, where the complete processing of natural gas takes place. Natural gas

processing operations separate and recover NGL or other non-methane gases and liquids from field gas through one or more of the following processes: oil and condensate separation, water removal, separation of NGL, sulfur and  $CO_2$  removal, fractionation of NGL, and other processes, such as the capture of  $CO_2$  separated from natural gas streams for delivery outside the facility.

#### c. Transmission and Storage Segment

Once natural gas processing is complete, the resulting natural gas exits the natural gas process plant and enters the transmission and storage segment where it is transmitted to storage and/ or distribution to the end user.

Pipelines in the natural gas transmission and storage segment can be interstate pipelines, which carry natural gas across state boundaries, or intrastate pipelines, which transport the gas within a single state. Basic components of the two types of pipelines are the same, though interstate pipelines may be of a larger diameter and operated at a higher pressure. To ensure that the natural gas continues to flow through the pipeline, the natural gas must periodically be compressed, thereby increasing its pressure. Compressor stations perform this function and are usually placed at 40- to 100-mile intervals along the pipeline. At a compressor station, the natural gas enters the station, where it is compressed by reciprocating or centrifugal compressors.

Another part of the transmission and storage segment are aboveground and underground natural gas storage facilities. Storage facilities hold natural gas for use during peak seasons. The main difference between underground and aboveground storage sites is that storage takes place in storage vessels constructed of non-earthen materials in aboveground storage. Underground storage of natural gas typically occurs in depleted natural gas or oil reservoirs and salt dome caverns. One purpose of this storage is for load balancing (equalizing the receipt and delivery of natural gas). At an underground storage site, typically other processes occur, including compression, dehydration, and flow measurement.

#### d. Distribution Segment

The distribution segment provides the final step in delivering natural gas to customers.<sup>92</sup> The natural gas enters the distribution segment from delivery points located along interstate and

<sup>&</sup>lt;sup>88</sup> The EPA previously described an overview of the sector in section 2.0 of the 2011 Background TSD to 40 CFR part 60, subpart OOOO, located at Document ID No. EPA-HQ-OAR-2010-0505-0045, and section 2.0 of the 2016 Background TSD to 40 CFR part 60, subpart OOOOa, located at Document ID No. EPA-HQ-OAR-2010-0505-7631.

<sup>&</sup>lt;sup>89</sup>While generally oil and natural gas production includes both onshore and offshore operations, 40 CFR part 60, subpart OOOOa, addresses onshore operations.

<sup>&</sup>lt;sup>90</sup> For regulatory purposes, the EPA defines the Crude Oil and Natural Gas source category to mean (1) crude oil production, which includes the well and extends to the point of custody transfer to the crude oil transmission pipeline or any other forms of transportation; and (2) natural gas production, processing, transmission, and storage, which include the well and extend to, but do not include, the local distribution company custody transfer station. The distribution segment is not part of the defined source category.

<sup>&</sup>lt;sup>91</sup> See 40 CFR part 60, subparts J and Ja, and 40 CFR part 63, subparts CC and UUU.

<sup>&</sup>lt;sup>92</sup> The distribution segment is not included in the definition of the Crude Oil and Natural Gas source category in NSPS OOOO, NSPS OOOOa, NSPS OOOOb, or EG OOOOc.

intrastate transmission pipelines to business and household customers. The delivery point where the natural gas leaves the transmission and storage segment and enters the distribution segment is a local distribution company's custody transfer station, commonly referred to as the "city-gate." Natural gas distribution systems consist of over 2 million miles of piping, including mains and service pipelines to the customers. If the distribution network is large, compressor stations may be necessary to maintain flow. However, these stations are typically smaller than transmission compressor stations. Distribution systems include metering stations and regulating stations, which allow distribution companies to monitor the natural gas as it flows through the system.

## 2. Emissions From the Oil and Natural Gas Source Category

The oil and natural gas industry sector is the largest source of industrial methane emissions in the U.S.93 Natural gas is composed primarily of methane; every natural gas leak or intentional release through venting or other industrial processes constitutes a release of methane. Methane is a potent GHG; over a 100-year timeframe, it is nearly 30 times more powerful at trapping climate warming heat than CO<sub>2</sub>, and over a 20-year timeframe, it is 83 times more powerful.<sup>94</sup> Because methane is a powerful GHG and is emitted in large quantities, reductions in methane emissions provide a significant benefit in reducing near-term warming. Indeed, one-third of the warming due to GHGs that we are experiencing today is due to human-caused emissions of methane. Additionally, the Crude Oil and Natural Gas sector emits, in varying concentrations and amounts, a wide range of other health-harming pollutants, including VOCs,  $SO_2$ , NO<sub>X</sub>, H<sub>2</sub>S, CS<sub>2</sub>, and COS. The year 2016 modeling platform produced by the EPA estimated about 3 million tons of VOC are emitted by oil and gas-related sources.95

Emissions of methane and these copollutants occur in every segment of the Crude Oil and Natural Gas source category, which comprises the oil and natural gas production, natural gas processing, and natural gas transmission and storage segments of the larger industry. Many of the processes and

equipment types that contribute to these emissions are found in every segment of the source category and are highly similar across segments. Emissions from the crude oil portion of the regulated source category result primarily from field production operations, such as venting of associated gas from oil wells, oil storage vessels, and productionrelated equipment such as gas dehydrators, pig traps, process controllers, and pumps. Emissions from the natural gas portion of the industry can occur in all segments. As natural gas moves through the system, emissions primarily result from intentional venting through normal operations, routine maintenance, unintentional fugitive emissions, flaring, malfunctions, and system upsets. Venting can occur through equipment design or operational practices, such as the continuous bleed and intermittent venting of gas from process controllers (devices that control gas flows, levels, temperatures, and pressures in the equipment). In addition to vented emissions, emissions can occur from leaking equipment (also referred to as fugitive emissions) in all parts of the infrastructure, including major production and processing equipment (e.g., separators or storage vessels) and individual components (e.g., valves or connectors). Flares are commonly used throughout each segment in the oil and natural gas industry as a control device-to provide pressure relief to prevent risk of explosions; to destroy methane, which has a high global warming potential, and convert it to CO<sub>2</sub> which has a lower global warming potential; and to control other air pollutants such as VOC.

"Super-emitting" events, sites, or equipment, which refer to a small proportion of particularly highly emitting sources that account for a large proportion of overall emissions, can occur throughout the oil and natural gas industry and have been observed in the equipment types and activities covered by this final rulemaking. There are a number of definitions for the term "super-emitter." A 2018 National Academies of Sciences, Engineering, and Medicine report <sup>96</sup> on methane discussed three categories of "highemitting" sources:

• Routine or "chronic" high-emitting sources, which regularly emit at higher rates relative to "peers" in a sample. Examples include large facilities and large emissions at smaller facilities caused by poor design or operational practices. • Episodic high-emitting sources, which are typically large in nature and are generally intentional releases from known maintenance events at a facility. Examples include gas well liquids unloading, well workovers and maintenance activities, and compressor station or pipeline blowdowns.

• Malfunctioning high-emitting sources, which can be either intermittent or prolonged in nature and result from malfunctions and poor work practices. Examples include malfunctioning intermittent process controllers and stuck open dump valves. Another example is well blowout events. For example, a 2018 well blowout in Ohio was estimated to have emitted over 60,000 tons of methane.<sup>97</sup>

Super-emitters have been observed at many different scales, from site-level to component-level, across many research studies.<sup>98</sup> Studies will often develop a study-specific definition such as a top percentile of emissions in a study population (e.g., top 10 percent), emissions exceeding a certain threshold (e.g., 26 kg/day), emissions over a certain detection threshold (e.g., 1-3 g/ s) or as facilities with the highest proportional emission rate.<sup>99</sup> For certain equipment types and activities, the EPA's GHG emission estimates include the full range of conditions, including "super-emitters." For other situations, where data are available, emissions estimates for abnormal events are

<sup>98</sup> See, for example, Brandt, A., Heath, G., Cooley, D. (2016) Methane Leaks from Natural Gas Systems Follow Extreme Distributions. Environ. Sci. Technol., doi:10.1021/acs.est.6b04303; Zavala-Araiza, D., Alvarez, R.A., Lyon, D.R., Allen, D.T., Marchese, A.J., Zimmerle, D.J., & Hamburg, S.P. (2017). Super-emitters in natural gas infrastructure are caused by abnormal process conditions. Nature communications, 8, 14012; Mitchell, A., et al. (2015), Measurements of Methane Emissions from Natural Gas Gathering Facilities and Processing Plants: Measurement Results. Environmental Science & Technology, 49(5), 3219-3227; Allen, D., et al. (2014), Methane Emissions from Process Equipment at Natural Gas Production Sites in the United States: Pneumatic Controllers Environmental Science & Technology.

99 Caulton, et al. (2019). Importance of Superemitter Natural Gas Well Pads in the Marcellus Shale. Environ. Sci. Technol. 2019, 53, 4747-4754; Zavala-Araiza, D., Alvarez, R., Lyon, D, et al. (2016). Super-emitters in natural gas infrastructure are caused by abnormal process conditions. Nat Commun 8, 14012 (2017). https://www.nature.com/ articles/ncomms14012; Lyon, et al. (2016). Aerial Surveys of Elevated Hydrocarbon Emissions from Oil and Gas Production Sites. Environ. Sci. Technol. 2016, 50, 4877-4886. https://pubs.acs.org/ doi/10.1021/acs.est.6b00705; and Zavala-Araiza D, et al. (2015). Toward a functional definition of methane superemitters: Application to natural gas production sites. Environ. Sci. Technol. 49, 8167-8174. https://pubs.acs.org/doi/10.1021/ acs.est.5b00133.

<sup>&</sup>lt;sup>93</sup> H.R. Rep. No. 117–64, 4 (2021) (Report by the House Committee on Energy and Commerce concerning H.J. Res. 34, to disapprove the 2020 Policy Rule) (House Report).

<sup>&</sup>lt;sup>94</sup> IPCC, 2021.

<sup>&</sup>lt;sup>95</sup> https://www.epa.gov/sites/default/files/2020-11/documents/2016v1\_emismod\_tsd\_508.pdf.

<sup>96</sup> https://www.nap.edu/download/24987#.

<sup>&</sup>lt;sup>97</sup> Pandey, et al. (2019). Satellite observations reveal extreme methane leakage from a natural gas well blowout. PNAS December 26, 2019. 116 (52) 26376–81.

calculated separately and included in the Inventory of U.S. Greenhouse Gas Emissions and Sinks (GHGI) (e.g., Aliso Canyon leak event).<sup>100</sup> Given the variability of practices and technologies across oil and gas systems and the occurrence of episodic events, it is possible that the EPA's estimates do not include all methane emissions from abnormal events. The EPA continues to engage with the research community and expert stakeholders to review new data from the EPA's Greenhouse Gas Reporting Program (GHGRP) petroleum and natural gas systems source category (40 CFR part 98, subpart W, also referred to as "GHGRP subpart W"), as well as the peer-reviewed scientific literature and research studies to assess how emissions estimates can be improved. Because lost gas, whether through fugitive emissions. unintentional gas carry-through, or intentional releases, represents lost earning potential, the industry benefits from capturing and selling emissions of natural gas (and methane). Limiting super-emitters through actions included in this rulemaking such as reducing

fugitive emissions, using lower emitting equipment where feasible, and employing best management practices will not only reduce emissions but reduce the loss of revenue from this valuable commodity.

Below we provide estimated emissions of methane, VOC, and  $SO_2$ from oil and natural gas industry operation sources.

a. Methane Emissions in the U.S. and From the Oil and Natural Gas Industry

Official U.S. estimates of nationallevel GHG emissions and sinks are developed by the EPA for the GHGI in fulfillment of commitments under the United Nations Framework Convention on Climate Change. The GHGI, which includes recent trends, is organized by industrial sector. The oil and natural gas production, natural gas processing, and natural gas transmission and storage sectors emit 28 percent of U.S. anthropogenic methane. Table 7 presents total U.S. anthropogenic methane emissions for the years 1990, 2010, and 2021.

In accordance with the practice of the EPA GHGI, the EPA GHGRP, and

### TABLE 7-U.S. METHANE EMISSIONS BY SECTOR

[Million metric tons carbon dioxide equivalent (MMT CO2 Eq.)]

Sector	1990	2010	2021
Oil and Natural Gas Production, and Natural Gas Processing and Transmission and Storage Landfills	206 198 183 108 39 68 23 44	224 139 191 92 59 37 22 44	202 123 195 45 66 38 21 38
Total Methane Emissions	869	808	727

Emissions from the Inventory of United States Greenhouse Gas Emissions and Sinks: 1990–2021 (published April 13, 2023), calculated using GWP of 28. Note: Totals may not sum due to rounding.

Table 8 presents total methane emissions from natural gas production through transmission and storage and petroleum production, for years 1990,

2010, and 2021, in MMT  $CO_2$  Eq. (or million metric tons  $CO_2$  Eq.) of methane.

international reporting standards under the U.N. Framework Convention on

Climate Change, the 2007 IPCC Fourth

100-year GWP is used for weighting

indicates that 1 ton of methane has

emissions in the following tables. The

100-year GWP value of 28 for methane

approximately as much climate impact

The most recent IPCC AR6 assessment

has calculated updated 100-year GWPs

oxidation of methane in the atmosphere.

As mentioned earlier, because methane

emissions of a ton of methane will have

emissions of a 100-year GWP-equivalent

20-year GWP of 81, which only looks at

impacts over the next 20 years, the total

for methane of either 27.2 or 29.8

depending on whether the value

includes the CO<sub>2</sub> produced by the

has a shorter lifetime than  $CO_2$ , the

more impact earlier in the 100-year

100-year timespan relative to the

timespan and less impact later in the

quantity of CO<sub>2</sub>: when using the AR6

U.S. emissions of methane in 2021

would be equivalent to about 2,140

MMT CO<sub>2</sub>.

over a 100-year period as 28 tons of CO<sub>2</sub>.

Assessment Report value of the methane

### TABLE 8-U.S. METHANE EMISSIONS FROM NATURAL GAS AND PETROLEUM SYSTEMS

[MMT CO<sub>2</sub> Eq.]

Sector	1990	2010	2021
Natural Gas Production	68	121	94
Natural Gas Processing	24	11	14
Natural Gas Transmission and Storage	64	39	45

<sup>&</sup>lt;sup>100</sup> The EPA's emission estimates in the GHGI are developed with the best data available at the time of their development, including data from the GHGRP in 40 CFR part 98, subpart W, and from recent research studies. GHGRP subpart W emissions data used in the GHGI are quantified by reporters using direct measurements, engineering

calculations, or emission factors, as specified by the regulation. The EPA has a multi-step data verification process for GHGRP subpart W data, including automatic checks during data entry, statistical analyses on completed reports, and staff review of the reported data. Based on the results of the verification process, the EPA follows up with

facilities to resolve mistakes that may have occurred.

 $<sup>^{101}</sup>$  Other sources include rice cultivation, stationary combustion, abandoned coal mines, mobile combustion, composting, and several sources emitting less than 1 MMT CO<sub>2</sub> Eq. in 2021.

### TABLE 8—U.S. METHANE EMISSIONS FROM NATURAL GAS AND PETROLEUM SYSTEMS—Continued

[MMT CO<sub>2</sub> Eq.]

Sector	1990	2010	2021
Petroleum Production	50	54	49
Emissions from the Inventory of United States Creenbourg Cae Emissions and Sinks: 1000-2021 (nublished April 12, 2022), calculated using			

Emissions from the Inventory of United States Greenhouse Gas Emissions and Sinks: 1990–2021 (published April 13, 2023), calculated using GWP of 28. Note: Totals may not sum due to rounding.

### b. Global GHG Emissions

For additional background information and context, we used 2018 World Resources Institute Climate Watch data to make comparisons between U.S. oil and natural gas production and natural gas processing and transmission and storage emissions and the emissions inventories of entire countries and regions.<sup>102</sup> The U.S. methane emissions from oil and natural gas production and natural gas processing and transmission and storage constitute 0.4 percent of total global emissions of all GHGs (48,600 MMT CO<sub>2</sub> Eq.) from all sources.<sup>103</sup> Ranking U.S. emissions of methane from oil and natural gas production and natural gas processing and transmission and storage against total GHG emissions for entire countries (using 2021 Climate Watch data) shows that these emissions are comparatively large as they exceed the national-level emissions totals for all GHGs and all anthropogenic sources for Colombia, the Czech Republic, Chile, Belgium, and over 164 other countries. This means that the U.S. emits more of a single GHG—methane—from a single sector-the oil and natural gas sectorthan the total combined GHGs emitted by 168 countries. Furthermore, U.S. emissions of methane from oil and natural gas production and natural gas processing and transmission and storage are greater than the sum of total emissions of 63 of the lowest-emitting countries and territories using the 2021 Climate Watch data set.

As illustrated by the domestic and global GHGs comparison data summarized above, the collective GHG emissions from the Crude Oil and

Natural Gas source category are significant, whether the comparison is domestic (where this sector is the largest source of methane emissions, accounting for 28 percent of U.S. methane and 3 percent of total U.S. emissions of all GHGs), global (where this sector, accounting for 0.4 percent of all global GHG emissions, emits more than the total national emissions of over 160 countries, and combined emissions of over 60 countries), or when both the domestic and global GHG emissions comparisons are viewed in combination. Consideration of the global context is important. GHG emissions from U.S. oil and natural gas production and natural gas processing and transmission and storage will become globally well-mixed in the atmosphere and thus will have an effect on both the U.S. regional and global climate for years and indeed many decades to come. No single GHG source category dominates on the global scale. While the Crude Oil and Natural Gas source category, like many (if not all) individual GHG source categories, could appear small in comparison to total emissions, in fact, it is a very important contributor both in terms of absolute emissions and in comparison to other source categories globally or within the U.S.

The IPCC AR6 assessment determined that "[f]rom a physical science perspective, limiting human-induced global warming to a specific level requires limiting cumulative  $CO_2$ emissions, reaching at least net zero  $CO_2$ emissions, along with strong reductions in other GHG emissions." The report also singled out the importance of "strong and sustained methane emission reductions" in part due to the short lifetime of methane leading to the nearterm cooling from reductions in methane emissions, which can offset the warming that will result due to reductions in emissions of cooling aerosols such as SO<sub>2</sub>. Therefore, reducing methane emissions globally is an important facet in any strategy to limit warming. In the oil and gas sector, methane reductions are highly achievable and cost-effective using existing and well-known solutions and technologies that actually result in recovery of saleable product.

c. VOC and SO<sub>2</sub> Emissions in the U.S. and From the Oil and Natural Gas Industry

Official U.S. estimates of nationallevel VOC and SO<sub>2</sub> emissions are developed by the EPA for the National Emissions Inventory (NEI), for which states are required to submit information under 40 CFR part 51, subpart A. Data in the NEI may be organized by various data categories, including sector, NAICS code, and Source Classification Code. Tables 9 and 10 below present total U.S. VOC and SO<sub>2</sub> emissions by sector, respectively, for the year 2020, in kilotons (kt) (or thousand metric tons). The oil and natural gas sector represents the top anthropogenic U.S. sector for VOC emissions after removing the biogenics and wildfire sectors in table 9 (about 23 percent of the total VOC emitting by anthropogenic sources). About 10 percent of the total U.S. anthropogenic SO<sub>2</sub> comes from the oil and natural gas sector.

### TABLE 9-U.S. VOC EMISSIONS BY SECTOR

[kt]

Sector	2020 NEI
Biogenics—Vegetation and Soil Fires—Wildfires Oil and Natural Gas Production, and Natural Gas Processing and Transmission	29,519 4,623 2,761
Solvent—Consumer and Commercial Solvent Use	1,936 1,936

<sup>102</sup> The Climate Watch figures presented here come from the PIK dataset included on Climate Watch. The PIK dataset combines the United Nations Framework Convention on Climate Change (UNFCCC) reported data where available and fills gaps with other sources. It does not include land use change and forestry but covers all other sectors. https://www.climatewatchdata.org/ghgemissions?end\_year=2018&source=PIK&start\_ year=1990. The PIK data set uses AR4 GWPs. For the comparisons presented here, the AR4 GWPs were applied to the U.S. oil and gas methane values.

### TABLE 9-U.S. VOC EMISSIONS BY SECTOR-Continued

[kt]

Sector	2020 NEI
Mobile—Non-Road Equipment—Gasoline Mobile—On-Road non-Diesel Light Duty Vehicles Other VOC Sources	935 835 3,642
Total VOC Emissions	46,188

Emissions from the 2020 NEI (released March 2023). Note: Totals may not sum due to rounding.

### TABLE 10-U.S. SO2 EMISSIONS BY SECTOR

[kt]

Sector	
Fuel Combustion—Electric Generation—Coal         Industrial Processes—Not Elsewhere Classified         Oil and Natural Gas Production and Natural Gas Processing and Transmission         Fires—Wildfires         Fuel Combustion—Industrial Boilers, Internal Combustion Engines—Coal         Industrial Processes—Chemical Manufacturing         Other SO <sub>2</sub> Sources	141
Total SO <sub>2</sub> Emissions	1,827

Emissions from the 2020 NEI (released March 2023). Note: Totals may not sum due to rounding.

Table 11 presents total VOC and  $SO_2$ emissions from oil and natural gas production through transmission and storage, for the year 2020, in kt. The contribution to the total anthropogenic VOC emissions budget from the oil and gas sector has been increasing in recent NEI cycles. In the 2020 NEI, the oil and gas sector makes up about 23 percent of the total VOC emissions from anthropogenic sources. The  $SO_2$ emissions have been declining in almost every anthropogenic sector, but the oil and gas sector is an exception where  $SO_2$  emissions have been increasing in recent years.

### TABLE 11-U.S. VOC AND SO2 EMISSIONS FROM NATURAL GAS AND PETROLEUM SYSTEMS

[kt]

Sector	VOC	SO <sub>2</sub>
Oil and Natural Gas Production	2,729	160
Natural Gas Processing	8	3
Natural Gas Transmission and Storage	24	2

Emissions from the 2020 NEI, (published March 2023), in kt (or thousand metric tons). Note: Totals may not sum due to rounding.

### IV. Statutory Background and Regulatory History

### A. Statutory Background of CAA Sections 111(b), 111(d), and General Implementing Regulations

The EPA's authority for this rulemaking is CAA section 111, which governs the establishment of standards of performance for stationary sources. This CAA section requires the EPA to list source categories to be regulated, establish standards of performance for air pollutants emitted by new sources in that source category, and establish EG for states to establish standards of performance for certain pollutants emitted by existing sources in that source category.

Specifically, CAA section 111(b)(1)(A) requires that a source category be included on the list for regulation if, "in

[the EPA Administrator's] judgment it causes, or contributes significantly to, air pollution which may reasonably be anticipated to endanger public health or welfare." This determination is commonly referred to as an "endangerment finding" and that phrase encompasses both the "causes or contributes significantly to" component and the "endanger public health or welfare" component of the determination. Once a source category is listed, CAA section 111(b)(1)(B) requires that the EPA propose and then promulgate "standards of performance" for new sources in such source category. CAA section 111(a)(1) defines a "standard of performance" as "a standard for emissions of air pollutants which reflects the degree of emission limitation achievable through the application of the best system of

emission reduction which (taking into account the cost of achieving such reduction and any nonair quality health and environmental impact and energy requirements) the Administrator determines has been adequately demonstrated." As long recognized by the D.C. Circuit, "[b]ecause Congress did not assign the specific weight the Administrator should accord each of these factors, the Administrator is free to exercise his discretion in this area." New York v. Reilly, 969 F.2d 1147, 1150 (D.C. Cir. 1992). See also Lignite Energy Council v. EPA, 198 F.3d 930, 933 (D.C. Cir. 1999) ("Lignite Energy Council") ("Because section 111 does not set forth the weight that be [sic] should assigned to each of these factors, we have granted the Agency a great degree of discretion in balancing them").

In determining whether a given system of emission reduction qualifies as "the best system of emission reduction . . . adequately demonstrated," or "BSER," CAA section 111(a)(1) requires that the EPA take into account, among other factors, "the cost of achieving such reduction." As described in the proposal <sup>104</sup> for the 2016 Rule and in the November 2021 Proposal for this rulemaking,<sup>105</sup> the U.S. Court of Appeals for the District of Columbia Circuit (the D.C. Circuit) has stated that in light of this provision, the EPA may not adopt a standard the cost of which would be "exorbitant," <sup>106</sup> "greater than the industry could bear and survive," <sup>107</sup> "excessive," <sup>108</sup> or "unreasonable." <sup>109</sup> These formulations appear to be synonymous, and for convenience, in this rulemaking, as in previous rulemakings, we will refer to this standard as reasonableness, so that a control technology may be considered the "best system of emission reduction

. . . adequately demonstrated" if its costs are reasonable, but cannot be considered the BSER if its costs are unreasonable. See 80 FR 64662, 64720–21 (October 23, 2015).

CAA section 111(a) does not provide specific direction regarding what metric or metrics to use in considering costs, affording the EPA considerable discretion in choosing a means of cost consideration.<sup>110</sup> In this rulemaking, we evaluated whether a control cost is reasonable under a number of approaches that we find appropriate for assessing the types of controls at issue. For example, we evaluated costs at a sector level by assessing the projected new capital expenditures required under the final rulemaking (compared to overall new capital expenditures by the sector) and the projected compliance costs (compared to overall annual revenue for the sector) if the rule were to require such controls. In evaluating controls for reducing VOC and methane emissions from new sources, we also considered a control's cost effectiveness under both a "single-pollutant cost effectiveness" approach and a "multipollutant cost effectiveness" approach, in order to appropriately take into account that the systems of

emission reduction considered in this rule typically achieve reductions in multiple pollutants at once and secure a multiplicity of climate and public health benefits.<sup>111</sup> For a detailed discussion of these cost approaches, please see section VIII.B of the preamble as well as the November 2021 Proposal and the December 2022 Supplemental Proposal.

Under CAA section 111(a)(1), an essential, although not sufficient, condition for a "system of emission reduction" to serve as the basis for an "achievable" emission limitation is that the Administrator must determine that the system is "adequately demonstrated." This means, according to the D.C. Circuit, that the system is "one which has been shown to be reasonably reliable, reasonably efficient, and which can reasonably be expected to serve the interests of pollution control without becoming exorbitantly costly in an economic or environmental way."<sup>112</sup> It does not mean that the system "must be in actual routine use somewhere,"<sup>113</sup> though the technologies relied upon in this final rulemaking are. Similarly, the EPA may "hold the industry to a standard of improved design and operational advances, so long as there is substantial evidence that such improvements are feasible." <sup>114</sup> Ultimately, the analysis "is partially dependent on 'lead time,'" that is, "the time in which the technology will have to be available." <sup>115</sup> The caselaw is clear that the EPA may treat a set of control measures as "adequately demonstrated" regardless of whether the measures are in widespread commercial use. For example, the D.C. Circuit upheld the EPA's determination that selective catalytic reduction (SCR) was adequately demonstrated to reduce NO<sub>X</sub> emissions from coal-fired industrial boilers, even though it was a "new

<sup>115</sup> Portland Cement Ass'n v. Ruckelshaus, 486 F.2d 375, 391 (D.C. Cir. 1973) (citations omitted). technology." The court explained that "section 111 'looks toward what may fairly be projected for the regulated future, rather than the state of the art at present." "<sup>116</sup> The court added that the EPA may determine that control measures are "adequately demonstrated" through a "reasonable extrapolation of [the control measures'] performance in other industries." <sup>117</sup>

As defined in CAA section 111(a), the "standard of performance" that the EPA develops, based on the BSER, is expressed as a performance level (typically, a rate-based standard). CAA section 111(b)(5) precludes the EPA from prescribing a particular technological system that must be used to comply with a standard of performance. Rather, sources can select any measure or combination of measures that will achieve the standard.

CAA section 111(h)(1) authorizes the Administrator to promulgate "a design, equipment, work practice, or operational standard, or combination thereof" if in his or her judgment, "it is not feasible to prescribe or enforce a standard of performance." CAA section 111(h)(2) provides the circumstances under which prescribing or enforcing a standard of performance is "not feasible," such as when the pollutant cannot be emitted through a conveyance designed to emit or capture the pollutant, or when there is no practicable measurement methodology for the particular class of sources.<sup>118</sup> CAA section 111(b)(1)(B) requires the EPA to "at least every 8 years review and, if appropriate, revise" performance standards unless the "Administrator determines that such review is not appropriate in light of readily available information on the efficacy" of the standard.

As mentioned above, once the EPA lists a source category under CAA section 111(b)(1)(A), CAA section 111(b)(1)(B) provides the EPA discretion to determine the pollutants and sources to be regulated. In addition, concurrent

<sup>118</sup> The EPA notes that design, equipment, work practice, or operational standards established under CAA section 111(h) (commonly referred to as "work practice standards") reflect the "best technological system of continuous emission reduction" and that this phrasing differs from the "best system of emission reduction" phrase in the definition of "standard of performance" in CAA section 111(a)(1). Although the differences in these phrases may be meaningful in other contexts, for purposes of evaluating the sources and systems of emission reduction at issue in this rulemaking, the EPA has applied these concepts in an essentially comparable manner because the systems of emission reduction the EPA evaluated are all technological.

<sup>&</sup>lt;sup>104</sup> 80 FR 56593, 56616 (September 18, 2015). <sup>105</sup> 86 FR 63154 (December 6, 2022).

<sup>105 86</sup> FK 63154 (December 6, 2022).

 <sup>&</sup>lt;sup>106</sup> Lignite Energy Council, 198 F.3d at 933.
 <sup>107</sup> Portland Cement Ass'n v. EPA, 513 F.2d 506,
 508 (D.C. Cir, 1975).

<sup>&</sup>lt;sup>108</sup> Sierra Club v. Costle, 657 F.2d 298, 343 (D.C. Cir. 1981).

<sup>&</sup>lt;sup>109</sup> Id.

<sup>&</sup>lt;sup>110</sup> See, e.g., Husqvarna AB v. EPA, 254 F.3d 195, 200 (D.C. Cir. 2001) (where CAA section 213 does not mandate a specific method of cost analysis, the EPA may make a reasoned choice as to how to analyze costs).

<sup>&</sup>lt;sup>111</sup> We believe that both the single and multipollutant approaches are appropriate for assessing the reasonableness of the multipollutant controls considered in this action. The EPA has considered similar approaches in the past when considering multiple pollutants that are controlled by a given control option. See, *e.g.*, 80 FR 56616– 17; 73 FR 64079–83; and EPA Document ID Nos. EPA–HQ–OAR–2004–0022–0622, -0447, -0448.

<sup>&</sup>lt;sup>112</sup> Essex Chem. Corp. v. Ruckelshaus, 486 F.2d 427, 433 (D.C. Cir. 1973), cert. denied, 416 U.S. 969 (1974).

<sup>&</sup>lt;sup>113</sup> Portland Cement Ass'n v. Ruckelshaus, 486 F.2d 375, 391 (D.C. Cir. 1973) (citations omitted) ("The Administrator may make a projection based on existing technology, though that projection is subject to the restraints of reasonableness and cannot be based on 'crystal ball' inquiry."); *ibid*. (discussing the Senate and House bills and reports from which the language in CAA section 111 grew). <sup>114</sup> Sierra Club v. Costle, 657 F.2d 298, 364 (D.C. Cir. 1981).

<sup>&</sup>lt;sup>116</sup> Lignite Energy Council, 198 F.3d at 934 (citing Portland Cement Ass'n v. Ruckelshaus, 486 F.2d 375, 391 (D.C. Cir. 1973)).

<sup>&</sup>lt;sup>117</sup> Ibid.

with the 8-year review (and though not a mandatory part of the 8-year review), the EPA may examine whether to add standards for pollutants or emission sources not currently regulated for that source category.

Once the EPA establishes NSPS in a particular source category, the EPA is required in certain circumstances to issue EG to reduce emissions from existing sources in that same source category. Specifically, CAA section 111(d) requires that the EPA prescribe regulations to establish procedures under which states submit plans to establish, implement, and enforce standards of performance for existing sources for certain air pollutants to which a Federal NSPS would apply if such existing source were a new source. The EPA addresses this CAA requirement both through its promulgation of general implementing regulations for CAA section 111(d) as well as through specific EG. The EPA first published general implementing regulations in 1975, 40 FR 53340 (November 17, 1975) (codified at 40 CFR part 60, subpart B), and has revised its CAA section 111(d) implementing regulations several times. on the EPA published updated implementing regulations in 2019, 84 FR 32520 (codified at 40 CFR part 60, subpart Ba), which apply to EG promulgated after July 8, 2019, 40 CFR 60.20a(a), including this EG, and which were recently revised.<sup>119</sup> In accordance with CAA section 111(d), states are required to submit plans pursuant to these regulations to establish standards of performance for existing sources for any air pollutant: (1) the emission of which is subject to a Federal NSPS; and (2) which is neither a pollutant regulated under CAA section 108(a) (*i.e.*, criteria pollutants such as ground-level ozone and particulate matter (PM), and their precursors, like VOC) 120 nor a HAP regulated under CAA section 112. See also definition of "designated pollutant" in 40 CFR 60.21a(a). The EPA's general implementing regulations use the term

<sup>120</sup> VOC are not listed as CAA section 108(a) pollutants, but they are regulated precursors to photochemical oxidants (*e.g.*, ozone), which is a listed CAA section 108(a) pollutant. Therefore, VOC falls within the CAA 108(a) exclusion. Accordingly, promulgation of NSPS for VOC does not trigger the application of CAA section 111(d).

"designated facility" to identify those existing sources that may be subject to regulation under the provision of CAA section 111(d). See 40 CFR 60.21a(b).

While states are authorized to establish standards of performance for designated facilities, there is a fundamental requirement under CAA section 111(d) that a state's standards of performance in its state plan submittal are no less stringent than the presumptive standard determined by the EPA, which derives from the definition of "standard of performance" in CAA section 111(a)(1). The EPA identifies the degree of emission limitation achievable through application of the BSER as part of its EG. See 40 CFR 60.22a(b)(5). While standards of performance must generally reflect the degree of emission limitation achievable through application of the BSER, CAA section 111(d)(1) also requires that the EPA regulations permit the states, in applying a standard of performance to a particular source, to take into account the source's RULOF. States may apply less stringent standards of performance to particular sources based on consideration of such sources' remaining useful life and other factors.

After the EPA issues final EG per the requirements under CAA section 111(d) and under 40 CFR part 60, subpart Ba, states are required to submit to the EPA plans that establish standards of performance for the designated facilities as defined in the EPA's guidelines and that contain other measures to implement and enforce those standards. The EPA's final EG issued under CAA section 111(d) do not impose binding requirements directly on sources but instead provide requirements for states in developing their plans and criteria for assisting the EPA when judging the adequacy of such plans. Under CAA section 111(d), and the EPA's implementing regulations, a state must submit its plan to the EPA for approval; the EPA will evaluate the plan for completeness in accordance with enumerated criteria and then will act on that plan via a rulemaking process to either approve or disapprove the plan in whole or in part. If a state does not submit a plan, or if the EPA does not approve a state's plan because it is not "satisfactory," then the EPA must establish a Federal plan for designated facilities in that state.<sup>121</sup> If the EPA approves a state's plan, the provisions in the state plan become federally enforceable against the designated facility responsible for compliance in the same manner as the provisions of an

approved State Implementation Plan (SIP) under CAA section 110. If no designated facility is located within a state, the state must submit to the EPA a letter certifying to that effect in lieu of submitting a state plan. See 40 CFR 60.23a(b).

Designated facilities located in Indian country would not be addressed by a state's CAA section 111(d) plan. Instead, an eligible Tribe that has one or more designated facilities located in its area of Indian country<sup>122</sup> would have the opportunity, but not the obligation, to seek authority and submit a plan that establishes standards of performance for those facilities on its Tribal lands.<sup>123</sup> If a Tribe does not submit a plan, or if the EPA does not approve a Tribe's plan, then the EPA has the authority to establish a Federal plan for the designated facilities located on its Tribal land.124

### B. What is the regulatory history and litigation background of NSPS and EG for the oil and natural gas industry?

### 1. 1979 Listing of Source Category

Subsequent to the enactment of the CAA of 1970, the EPA took action to develop standards of performance for new stationary sources as directed by Congress in CAA section 111. By 1977, the EPA had promulgated NSPS for a total of 27 source categories, while NSPS for an additional 25 source categories were then under development.<sup>125</sup> However, in amending the CAA that year, Congress expressed dissatisfaction that the EPA's pace was too slow. Accordingly, the 1977 CAA Amendments included a new subsection (f) in section 111, which specified a schedule for the EPA to list additional source categories under CAA section 111(b)(1)(A) and prioritize them for regulation under CAA section 111(b)(1)(B).

In 1979, as required by CAA section 111(f), the EPA published a list of source categories, which included "*Crude Oil and Natural Gas Production,*" for which the EPA would promulgate standards of performance under CAA section 111(b). See "Priority List and Additions to the List of Categories of Stationary Sources," 44 FR 49222 (August 21, 1979) ("1979 Priority List"). That list included, in the order of priority for promulgating standards, source categories that the EPA Administrator had determined, pursuant to CAA section 111(b)(1)(A),

<sup>&</sup>lt;sup>119</sup> The D.C. Circuit vacated certain timing provisions within subpart Ba. *American Lung Ass'n*, 985 F.3d 914. However, the court did not vacate the applicability provision. Therefore, 40 CFR part 60, subpart Ba, applies to the final EG. On November 17, 2023, the EPA issued final updates to the Agency's "Implementing Regulations" under section 111(d) of the Clean Air Act (88 FR 80480). These final amendments address the provisions that were vacated in 2021 and make other updates to the implementing regulations applicable to this EG.

<sup>121</sup> CAA section 111(d)(2)(A).

<sup>&</sup>lt;sup>122</sup> The EPA is aware of many oil and natural gas operations located in Indian country.

 $<sup>^{\</sup>scriptscriptstyle 123}\,{\rm See}$  40 CFR part 49, subpart A.

<sup>&</sup>lt;sup>124</sup>CAA section 111(d)(2)(A).

<sup>&</sup>lt;sup>125</sup> See 44 FR 49222 (August 21, 1979).

contribute significantly to air pollution that may reasonably be anticipated to endanger public health or welfare. See 44 FR 49223 (August 21, 1979); see also 49 FR 2636–37 (January 20, 1984).

2. 1985 NSPS for VOC and  $SO_2$ Emissions From Natural Gas Processing Plants

On June 24, 1985 (50 FR 26122), the EPA promulgated NSPS for the Crude Oil and Natural Gas source category that addressed VOC emissions from equipment leaks at onshore natural gas processing plants (40 CFR part 60, subpart KKK). On October 1, 1985 (50 FR 40158), the EPA promulgated additional NSPS for the source category to regulate  $SO_2$  emissions from onshore natural gas processing plants (40 CFR part 60, subpart LLL).

3. 2012 NSPS OOOO Rule and Related Amendments

In 2012, pursuant to its duty under CAA section 111(b)(1)(B) to review and, if appropriate, revise the 1985 NSPS, the EPA published the final rule, "Standards of Performance for Crude Oil and Natural Gas Production, Transmission and Distribution," 77 FR 49490 (August 16, 2012) (40 CFR part 60, subpart OOOO) ("2012 NSPS OOOO''). The 2012 rule updated the SO<sub>2</sub> standards for sweetening units and the VOC standards for equipment leaks at onshore natural gas processing plants. In addition, it established VOC standards for several oil and natural gasrelated operations emission sources not covered by 40 CFR part 60, subparts KKK and LLL, including natural gas well completions, centrifugal and reciprocating compressors, certain natural gas-driven process controllers in the production and processing segments of the industry, and storage vessels in the production, processing, and transmission and storage segments.

In 2013, 2014, and 2015 the EPA amended the 2012 NSPS OOOO rule in order to address implementation of the standards. "Oil and Natural Gas Sector: Reconsideration of Certain Provisions of New Source Performance Standards," 78 FR 58416 (September 23, 2013) ("2013 NSPS OOOO") (concerning storage vessel implementation); "Oil and Natural Gas Sector: Reconsideration of Additional Provisions of New Source Performance Standards," 79 FR 79018 (December 31, 2014) ("2014 NSPS OOOO'') (concerning well completion); "Oil and Natural Gas Sector: Definitions of Low Pressure Gas Well and Storage Vessel," 80 FR 48262 (August 12, 2015) ("2015 NSPS OOOO") (concerning lowpressure gas wells and storage vessels).

The EPA received petitions for both judicial review and administrative reconsiderations for the 2012, 2013, and 2014 NSPS OOOO rules. The EPA denied reconsideration for some issues, see "Reconsideration of the Oil and Natural Gas Sector: New Source Performance Standards; Final Action," 81 FR 52778 (August 10, 2016), and, as noted below, granted reconsideration for other issues. As explained below, all litigation related to NSPS OOOO is currently in abeyance.

4. 2016 NSPS OOOOa Rule and Related Amendments

### a. Regulatory Action

On June 3, 2016, the EPA published a final rule titled, "Oil and Natural Gas Sector: Emission Standards for New, Reconstructed, and Modified Sources; Final Rule," at 81 FR 35824 (40 CFR part 60, subpart OOOOa) ("2016 Rule" or "2016 NSPS OOOOa").126 127 The 2016 NSPS OOOOa rule established NSPS for sources of GHGs and VOC emissions for certain equipment, processes, and operations across the oil and natural gas industry, including in the transmission and storage segment (81 FR 35832). The EPA explained that the 1979 listing identified the source category broadly enough to include that segment and, in the alternative, if the listing had limited the source category to the production and processing segments, the EPA affirmatively expanded the source category to include the transmission and storage segment on grounds that operations in those segments are a sequence of functions that are interrelated and necessary for getting the recovered gas ready for distribution (81 FR 35832). In addition, because the 2016 rule represented the first time that the EPA had promulgated NSPS for GHG emissions from the Crude Oil and Natural Gas source category, the EPA predicated those NSPS on a determination that it had a rational basis on which to regulate GHG emissions from the source category (81 FR 35843). In response to comments, the EPA explained that it was not required to make an additional pollutant-specific finding that GHG emissions from the source category contribute significantly to dangerous air pollution, but in the alternative, the EPA did make such a finding, relying on the same information that it relied on when determining that it had a rational basis on which to promulgate a GHG NSPS (81 FR 35843).

Specifically, the 2016 NSPS OOOOa addresses the following emission sources:

• Sources that were unregulated under the 2012 NSPS OOOO (hydraulically fractured oil well completions, pneumatic pumps, and fugitive emissions from well sites and compressor stations);

• Sources that were regulated under the 2012 NSPS OOOO for VOC emissions, but not for GHG emissions (hydraulically fractured gas well completions and equipment leaks at natural gas processing plants); and

• Certain equipment that is used across the source category, of which the 2012 NSPS OOOO regulated emissions of VOC from only a subset (process controllers, centrifugal compressors, and reciprocating compressors, with the exception of those compressors located at well sites).

On March 12, 2018 (83 FR 10628), the EPA finalized amendments to certain aspects of the 2016 NSPS OOOOa requirements for the collection of fugitive emissions components at well sites and compressor stations, specifically (1) the requirement that components on a delay of repair must conduct repairs during unscheduled or emergency vent blowdowns, and (2) the monitoring survey requirements for well sites located on the Alaska North Slope.

b. Petitions for Judicial Review and To Reconsider

Following promulgation of the 2016 NSPS OOOOa rule, several states and industry associations challenged the final rule in the D.C. Circuit. The Administrator also received five petitions for reconsideration of several provisions of the final rule. Copies of the petitions are posted in Docket ID No. EPA-HQ-OAR-2010-0505.128 As noted below, the EPA granted reconsideration as to several issues raised with respect to the 2016 NSPS OOOOa rule and finalized certain modifications discussed in the next section of this document. As explained in the next section, all litigation challenging the

<sup>&</sup>lt;sup>126</sup> The June 3, 2016, rulemaking also included certain final amendments to 40 CFR part 60, subpart OOOO, to address issues on which the EPA had granted reconsideration.

<sup>&</sup>lt;sup>127</sup> The EPA review which resulted in the 2016 NSPS OOOOa rule was instigated by a series of directives from then-President Obama targeted at reducing GHGs, including methane: the President's *Climate Action Plan* (June 2013); the President's *Climate Action Plan*: Strategy to Reduce Methane *Emissions* ("Methane Strategy") (March 2014); and the President's goal to address, propose and set standards for methane and ozone-forming emissions from new and modified sources in the sector (January 2015, https://obamawhitehouse.archives. gov/the-press-office/2015/01/14/fact-sheet-Administration-takes-steps-forward-climate-actionplan-anno-1).

<sup>&</sup>lt;sup>128</sup> See Document ID Nos. EPA-HQ-OAR-2010-0505-7682, -7683, -7684, -7685, -7686.

2016 NSPS OOOOa rule is currently stayed.

### 5. 2020 Policy and Technical Rules

### a. Regulatory Action

In September 2020, the EPA published two final rules to amend 2012 NSPS OOOO and 2016 NSPS OOOOa. The first is titled, "Oil and Natural Gas Sector: Emission Standards for New, Reconstructed, and Modified Sources Review." 85 FR 57018 (September 14, 2020). Commonly referred to as the 2020 Policy Rule, it first rescinded the regulations applicable to the transmission and storage segment on the basis that the 1979 listing limited the source category to the production and processing segments and that the transmission and storage segment is not "sufficiently related" to the production and processing segments and therefore cannot be part of the same source category (85 FR 57027, 57029). In addition, the 2020 Policy Rule rescinded methane requirements for the industry's production and processing segments on two separate bases. The first was that such standards are redundant to VOC standards for these segments (85 FR 57030). The second was that the rule interpreted CAA section 111 to require, or at least authorize the Administrator to require, a pollutant-specific "significant contribution finding" (SCF) as a prerequisite to a NSPS for a pollutant, and to require that such finding be supported by some identified standard or established set of criteria for determining which contributions are "significant" (85 FR 57034). The 2020 Policy Rule went on to conclude that the alternative significant-contribution finding that the EPA made in the 2016 Rule for GHG emissions was flawed because it accounted for emissions from the transmission and storage segment and because it was not supported by criteria or a threshold (85 FR 57038).129

Published on September 15, 2020, the second of the two rules is titled, "Oil and Natural Gas Sector: Emission Standards for New, Reconstructed, and Modified Sources Reconsideration." Commonly referred to as the 2020 Technical Rule, this second rule made

further amendments to the 2016 NSPS OOOOa following the 2020 Policy Rule to eliminate or reduce certain monitoring obligations and to address a range of issues in response to administrative petitions for reconsideration and other technical and implementation issues brought to the EPA's attention since the 2016 NSPS OOOOa rulemaking. Specifically, the 2020 Technical Rule exempted low production well sites from fugitives monitoring (previously required semiannually), required semiannual monitoring at gathering and boosting compressor stations (previously quarterly), streamlined recordkeeping and reporting requirements, allowed compliance with certain equivalent state requirements as an alternative to NSPS fugitive requirements, streamlined the application process to request the use of new technologies to monitor for fugitive emissions, addressed storage tank batteries for applicability determination purposes and finalized several technical corrections. Because the 2020 Technical Rule was issued the day after the EPA's rescission of methane regulations in the 2020 Policy Rule, the amendments made in the 2020 Technical Rule applied only to the requirements to regulate VOC emissions from this source category. The 2020 Policy Rule amended 40 CFR part 60, subparts OOOO and OOOOa, as finalized in 2016. The 2020 Technical Rule amended the 40 CFR part 60, subpart OOOOa, as amended by the 2020 Policy Rule.

### b. Petitions To Reconsider

The EPA received three petitions for reconsideration of the 2020 rulemakings. Two of the petitions sought reconsideration of the 2020 Policy Rule. As discussed below, on June 30, 2021, the President signed into law S.J. Res. 14, a joint resolution under the CRA disapproving the 2020 Policy Rule, and as a result, the petitions for reconsideration on the 2020 Policy Rule are now moot. All three petitions sought reconsideration of certain elements of the 2020 Technical Rule.

#### c. Litigation

Several states and non-governmental organizations (NGOs) challenged the 2020 Policy Rule as well as the 2020 Technical Rule. All petitions for review regarding the 2020 Policy Rule were consolidated into one case in the D.C. Circuit. *State of California, et al.* v. *EPA*, No. 20–1357. On August 25, 2021, after the enactment of the joint resolution of Congress disapproving the 2020 Policy Rule (explained in section VIII of this preamble), the U.S. Court of Appeals for

the District of Columbia Circuit (i.e., the court) granted petitioners' motion to voluntarily dismiss their cases. Id. ECF Docket #1911437. All petitions for review regarding the 2020 Technical Rule were consolidated into a different case in the D.C. Circuit. Environmental Defense Fund (EDF), et al. v. EPA, No. 20-1360 (D.C. Cir.). On February 19, 2021, the court issued an order granting a motion by the EPA to hold in abeyance the consolidated litigation over the 2020 Technical Rule pending the EPA's rulemaking actions in response to E.O. 13990 and pending the conclusion of the EPA's potential reconsideration of the 2020 Technical Rule. Id. ECF Docket #1886335.

As mentioned above, the EPA received petitions for judicial review regarding the 2012, 2013, and 2014 NSPS OOOO rules as well as the 2016 NSPS OOOOa rule. The challenges to the 2012 NSPS OOOO rule (as amended by the 2013 NSPS OOOO and 2014 NSPS OOOO rules) were consolidated. American Petroleum Institute v. EPA. No. 13-1108 (D.C. Cir.). The majority of those cases were further consolidated with the consolidated challenges to the 2016 NSPS OOOOa rule. West Virginia v. EPA, No. 16-1264 (D.C. Cir.), see specifically ECF Docket #1654072. As such, West Virginia v. EPA includes challenges to the 2012 NSPS OOOO rule (as amended by the 2013 NSPS OOOO and 2014 NSPS OOOO rules) as well as challenges to the 2016 NSPS OOOOa rule.<sup>130</sup> On December 10, 2020, the court granted a joint motion of the parties in West Virginia v. EPA to hold that case in abeyance until after the mandate has issued in the case regarding challenges to the 2020 Technical Rule. West Virginia v. EPA, ECF Docket #1875192.

### C. Congressional Review Act (CRA) Joint Resolution of Disapproval

On June 30, 2021, the President signed into law a joint resolution of Congress, S.J. Res. 14, adopted under the CRA,<sup>131</sup> disapproving the 2020 Policy Rule.<sup>132</sup> By the terms of the CRA, the signing into law of the CRA joint resolution of disapproval means that the

<sup>131</sup> The Congressional Review Act was adopted in Subtitle E of the Small Business Regulatory Enforcement Fairness Act of 1996.

<sup>132</sup> "Oil and Natural Gas Sector: Emission Standards for New, Reconstructed, and Modified Sources Review," 85 FR 57018 (September 14, 2020) ("2020 Policy Rule").

<sup>&</sup>lt;sup>129</sup> Following the promulgation of the 2020 Policy Rule, the EPA promulgated a final rule that identified a standard or criteria for determining which contributions are "significant," which the D.C. Circuit vacated. "Pollutant-Specific Significant Contribution Finding for Greenhouse Gas Emissions From New, Modified, and Reconstructed Stationary Sources: Electric Utility Generating Units, and Process for Determining Significance of Other New Source Performance Standards Source Categories." 86 FR 2542 (January 13, 2021), vacated by *California v. EPA*, No. 21–1035 (D.C. Cir.) (Order, April 5, 2021, Doc. #1893155).

<sup>&</sup>lt;sup>130</sup> When the EPA issued the 2016 NSPS OOOOa rule, a challenge to the 2012 NSPS OOOO rule for failing to regulate methane was severed and assigned to a separate case, *NRDC* v. *EPA*, No. 16–1425 (D.C. Cir.), pending judicial review of the 2016 NSPS OOOOa in *American Petroleum Institute* v. *EPA*, No. 13–1108 (D.C. Cir.).

2020 Policy Rule is "treated as though [it] had never taken effect." 5 U.S.C. 801(f). As a result, the VOC and methane standards for the transmission and storage segment, as well as the methane standards for the production and processing segments—all of which had been rescinded in the 2020 Policy Rule—remain in effect. In addition, the EPA's authority and obligation to require the states to regulate existing sources of methane in the Crude Oil and Natural Gas source category under section 111(d) of the CAA also remains in effect.

The CRA resolution did not address the 2020 Technical Rule. Therefore, those amendments remain in effect with respect to the VOC standards for the production and processing segments in effect at the time of its enactment. As part of this rulemaking, in section XII of this document the EPA discusses the impact of the CRA resolution and identifies and finalizes appropriate changes to reinstate the regulatory text that had been rescinded by the 2020 Policy Rule and to resolve any discrepancies in the regulatory text between the 2016 NSPS OOOOa Rule and 2020 Technical Rule.133

### V. Legal Basis for Final Rule Scope

#### A. Introduction

The EPA finalizes this rulemaking to revise certain NSPS, to promulgate additional NSPS for both methane and VOC emissions from new oil and gas sources in the production, processing, and transmission and storage segments of the industry; and to promulgate EG to require states to regulate methane emissions from existing sources in those segments. The large amount of methane emissions from the oil and natural gas industry—by far, the largest methaneemitting industry in the nationcoupled with the adverse effects of methane on the global climate compel expeditious regulatory action to mitigate those emissions. This section explains the EPA's legal authority for proceeding with this final action, including regulating methane and VOCs from sources in all segments of the source category, and in so doing, responds to the principal comments received.

In the November 2021 Proposal and the December 2022 Supplemental Proposal, the EPA discussed the history of our regulatory actions for oil and gas sources in the 2016 NSPS OOOOa and the 2020 Policy Rule. See 85 FR 63147-53, 86 FR74719–20. These discussions explained the key statutory interpretations and determinations, which we sometimes refer to as the key positions, taken in the 2016 rule that serve as the basis for this action, as well as Congress's endorsement of those positions in adopting the 2021 CRA joint resolution to disapprove the 2020 rule and thereby reinstate the 2016 rule. These discussions further explained that the EPA was not reopening those positions in this rulemaking, but added, for the purpose of informing the public, that the EPA would continue to take the same positions even if Congress had not adopted the joint resolution. The EPA includes those discussions by reference here, and the rest of this section assumes familiarity with them. For convenience, the EPA summarizes them immediately below. The EPA then summarizes the principal comments received and responds to the most significant adverse comments. For the purpose of providing more information to the public, and without reopening the positions in the 2016 rule, the EPA explains why we would take the same positions as in the 2016 rule even if Congress had not adopted the joint resolution as well as the implications of the joint resolution and its legislative history in foreclosing commenters' objections.

### B. Overview

This section summarizes why the statutory interpretations the EPA took in the 2016 Rule were correct and why the contrary interpretations taken in the congressionally-voided 2020 Policy Rule were incorrect.<sup>134</sup> These views are confirmed by Congress's reasoning in the legislative history of the CRA resolution and so, for convenience, this section refers to that legislative history as well.

The 2016 NSPS OOOOa established the EPA's authority to regulate GHG emissions from the Crude Oil and Natural Gas source category, in the form of limits on methane emissions. In that rule, the EPA explained that the source category, as the EPA listed it in 1979 for regulation under CAA section 111(b)(1)(A), included the production and processing as well as transmission and storage segments. The EPA also explained that it was justified in promulgating standards of performance for GHG emissions from new sources in the source category because it had a rational basis for doing so. In response to comments, the EPA further explained that once it had listed a source category, it was not required to make, as a predicate to regulating GHG emissions from the source category, an additional pollutant-specific finding that those GHG emissions contribute significantly to dangerous air pollution (termed, a pollutant-specific significant contribution finding).

In addition to providing those explanations, the EPA made two determinations in the 2016 NSPS OOOOa that established alternative legal bases for the GHG NSPS. The first was that the EPA re-listed the source category under CAA section 111(b)(1)(A). To do so, the EPA determined the following: (i) In case the source category did not already include the transmission and storage segment, the EPA revised the source category to include that segment, along with the production and processing segments. The EPA explained that all the segments are interrelated because they comprise parts of a single process of extracting natural gas and preparing it for commercial sale, and that many of the same types of equipment are used in the various segments. (ii) By dint of its emissions of VOC, SO<sub>2</sub>, and GHG, the source category thus defined "causes or contributes significantly to air pollution which may reasonably be anticipated to endanger public health or welfare," under CAA section 111(b)(1)(A). 81 FR 25833-40. For convenience, we refer to this as the endangerment finding, and treat it as having two components: the significant contribution finding and the finding of dangerous air pollution. The second determination was that, in the alternative, if it were necessary to make a pollutant-specific significant contribution finding for GHG emissions as a predicate to promulgating NSPS for GHG from the source category, then the 2016 rule made such a finding. To do so, the rule relied on information concerning the large amounts of methane emissions from the source category. 81 FR 35843.

The 2020 Policy Rule rescinded the above statutory interpretations and determinations. 85 FR 57018. The rule asserted that the transmission and storage segment was not properly included as part of the same source

<sup>&</sup>lt;sup>133</sup> The EPA understands that a limited number of affected facilities may have obtained, renewed, or revised a title V permit to reflect the 2020 Policy Rule, and that such permits no longer include certain applicable requirements from the 2012 NSPS OOOO and 2016 NSPS OOOOa regulations that were reinstated by the CRA. The EPA strongly encourages states to reopen Title V permits that currently reflect the 2020 Policy Rule, and to follow all appropriate requirements of 40 CFR 70.7(f) governing the reopening of Title V permits.

<sup>&</sup>lt;sup>134</sup> Under F.C.C. v. Fox Television Stations, Inc., 556 U.S. 502 (2009), an agency may revise its policy, but must demonstrate that the new policy is permissible under the statute and is supported by good reasons, taking into account the record of the previous rule. To the extent that this standard applies in this action—where Congress has disapproved the 2020 Policy Rule—the EPA believes the explanations provided here satisfy the standard.

category as the production and processing segments, and was therefore not subject to regulation under CAA section 111. The rule took the position that the transmission and storage segment had not been included in the source category when it was originally listed in 1979, and the 2016 rule's alternative determination to revise the source category was flawed because that segment was not interrelated with the production and processing segments. The rule further asserted that the EPA did not have authority to promulgate NSPS for methane emissions from sources in the production and processing segments because those NSPS were redundant to NSPS for VOC emissions from those sources. The rule further asserted, in the alternative, that the EPA did not have such authority because it was required to make, or was at least authorized to require, a pollutant-specific significant contribution finding for GHG emissions from production and processing sources as a predicate for promulgating NSPS for methane emissions. The rule explained that such a finding was necessary because the EPA had not considered GHG emissions when it listed the source category in 1979. The rule further asserted that the pollutantspecific significant contribution finding in the 2016 NSPS OOOOa was flawed because it had been based in part on emissions from the transmission and storage segment, which, in the rule's view, were not part of the oil and gas source category, and because the EPA had not first established a standard or criteria for determining when emissions contribute significantly, as opposed to simply contribute, to dangerous air pollution. 85 FR 57024-40.

The CRA joint resolution, signed into law by President Biden on June 30, 2021, disapproved the 2020 Policy Rule, and thereby reinstated the 2016 NSPS OOOOa regulation of sources in the transmission and storage segment and regulation of methane emissions from the entire oil and gas source category. 86 FR 63135–36. The legislative history of the CRA resolution—the House Report and a floor statement from Senate sponsors, 167 Cong. Rec. S2282-83 (April 28, 2021) (statement by Sen. Heinrich) (Senate Statement)—made clear Congress's intent that the EPA must regulate methane from the source category under CAA section 111, due to the large amount and impact of those emissions. The legislative history went on to make clear that Congress's basis for disapproving the 2020 rule was that Congress rejected each of the legal interpretations, described above, that

underlay the rule. Specifically, the legislative history stated that: the rule was incorrect in removing the transmission and storage segment from the source category; promulgation of NSPS for methane was not redundant with promulgation of NSPS for VOCs, in light of the fact that the former, but not the latter, triggers the requirement to promulgate emission guidelines for existing sources under CAA section 111(d); the EPA is required to promulgate NSPS for a pollutant from a source category when the EPA has a rational basis for doing so, and the EPA cannot decline to promulgate a NSPS on grounds that it is required, or authorized to require, a pollutant-specific significant contribution finding; and the EPA's past approach of relying on a facts-and-circumstances approach to determine significance is acceptable, and an established standard or criteria are not necessary.

In the November 2021 Proposal, the EPA confirmed that it agreed with those interpretations. 86 FR 63151. In the December 2022 Supplemental Proposal, the EPA added that if it were required to make a pollutant-specific significant contribution finding, it would not be required to specify a standard or criterion for determining significance, and that if it were so required, methane emissions from the source category are so large that they would be significant under any reasonable standard or criterion. 87 FR 74719–20 (explaining that the "massive quantities of methane emissions" from the source category, combined with the "potency of methane" are significant in light of, among other things, the fact that the oil and gas sector accounts for 28 percent of U.S. methane emissions or more than the total national emissions of over 160 countries).135

### C. Comments

Some stakeholders commented adversely. They assert that the November 2021 Proposal and the December 2022 Supplemental Proposal contain what they see as the same flaws as the 2016 NSPS OOOOa. One of these flaws, these commenters assert, is that the EPA is precluded from promulgating requirements for sources in the transmission and storage segment without first listing that segment as a separate source category and making an endangerment finding for GHG emissions from it. According to this view, the source category as listed in

1979 did not include that segment, and that segment must be treated as a separate source category because otherwise, the agency could expand a preexisting source category incrementally, and thereby avoid the CAA section 111 requirements to undertake an endangerment finding before promulgating regulation. A second flaw, according to these commenters, is that regulation of methane is redundant to regulation of VOC. In addition, the commenters assert that CAA section 111 precludes the EPA from promulgating requirements for GHG emissions from the source category without first making a pollutant-specific endangerment finding, including a pollutant-specific significant contribution finding. Moreover, according to the commenters, such a finding must be for methane. In addition, it must be based on an established standard or criteria for determining significance; otherwise, such a finding would be arbitrary and capricious. According to these commenters, CAA section 111 does not authorize the EPA to regulate air pollutants from a listed source category on the grounds that it has a rational basis for such regulation. These commenters further assert that although the CRA resolution disapproved the 2020 Policy Rule, it did not change the underlying requirements of CAA section 111, so that these flaws in the EPA's regulatory approach remained. They argue that only the legislative language of the joint resolution, and not the accompanying legislative history, is relevant.

Other commenters supported the November 2021 Proposal and December 2022 Supplemental Proposal. They state that the 2016 NSPS OOOOa established an appropriate basis for promulgating regulations to control methane emissions from the oil and gas industry. They state that the 1979 source category listing included the transmission and storage segment, and that in any event, the 2016 rule correctly determined that the transmission and storage segment was interrelated with the other segments and thus merited inclusion in the revised source category. They also state that regulation of methane from this source category is not redundant to regulation of VOCs. They add that because the EPA previously determined that the oil and gas source category causes or contributes significantly to dangerous air pollution, the EPA is authorized to promulgate a NSPS for methane because it is rational to do so in light of the large amount of methane emissions from the source category. For

<sup>&</sup>lt;sup>135</sup> As noted above, to the extent that the standard of *Fox Television* applies in this action—where Congress has disapproved the 2020 Policy Rule—the EPA believes the explanations provided here satisfy the standard.

this reason, commenters assert, it would be arbitrary and capricious for the EPA to decline to regulate methane emissions from the source category. Commenters add that a pollutantspecific significant contribution or endangerment finding for methane is neither necessary nor authorized by CAA section 111; that any such findings under CAA section 111 should be made on the basis of the facts and circumstances, and not a predetermined standard or threshold; and that in any event, the large amounts of methane emissions from the source category must be considered to be significant under any reasonable definition. Commenters also note that the 2016 rule made an appropriate significant finding contribution for GHG from the source category in the alternative. Commenters also assert that Congress's disapproval of the 2020 Policy Rule through the CRA joint resolution reaffirmed the 2016 rule's positions.

## D. Response to Comments and Discussion

The adverse arguments by commenters described above concern the positions in the 2016 NSPS OOOOa, which also provide the basis for this rulemaking, and the significance of the CRA joint resolution and its legislative history. The commenters' arguments concerning the positions in the 2016 rule were rejected in the 2016 rule itself, adopted in the 2020 Policy Rule, and then rejected in the legislative history of the joint resolution. The EPA stated in the November 2021 Proposal and December 2022 Supplemental Proposal that it was not reopening these positions, and we maintain that decision here. However, again, solely for the purpose of informing the public, we provide responses to the commenters' arguments immediately below and in the response to comment document. Our decision not to reopen the positions in the 2016 rule does not apply to issues concerning the joint resolution, which post-dated the 2016 rule. Accordingly, the EPA responds in more detail further below to the commenters' arguments concerning the joint resolution.

1. Commenters' Arguments Concerning the Key Positions in the 2016 NSPS OOOOa

Stakeholders submitted adverse comments on key positions, including statutory interpretations and determinations, that the EPA made in the 2016 NSPS OOOOa and that serve as the foundation for the present action. These adverse comments generally mirrored those made in the course of the 2016 NSPS OOOOa rulemaking and the rationale for the 2020 Policy Rule, and did not raise significant new points not addressed in the 2016 NSPS OOOOa or the November 2021 Proposal and December 2022 Supplemental Proposal. The EPA continues to disagree with those comments.

a. Scope of the Oil and Gas Source Category as Listed in 1979

i. Scope of the Source Category as Listed in 1979

The 2016 NSPS OOOOa stated that the Crude Oil and Natural Gas Production source category, as the EPA listed it for regulation under CAA section 111(b)(1)(A) in 1979, included the transmission and storage segment, along with the other two major segments of the industry, the production and processing segments. Based on this understanding, the EPA continued to promulgate NSPS for sources in that segment, after it had begun to do so in the 2012 NSPS OOOO. Adverse commenters on the November 2021 Proposal took the contrary view. reiterating adverse comments on the 2016 rule. However, the 2016 rule was correct—the EPA's 1979 listing of the source category should be considered to have included the transmission and storage segment.

The commenters' argument stems from the fact that the 1979 listing, 44 FR 49222 (Aug. 21, 1979) (1979 Listing Rule), identified the source category as "Crude Oil and Natural Gas Production," and did not specifically identify the transmission and storage segment as part of the source category. See 44 FR 49222 (citing Priorities for New Source Performance Standards Under the Clean Air Act Amendments of 1977, EPA-450/3-78-019 (April 1978) ("1978 Priority List")). This argument fails to recognize the comprehensive approach that the EPA undertook in the 1979 Listing Rule, which strongly indicates that the oil and gas source category included the transmission and storage segment. In the 1979 Listing Rule, the EPA determined that numerous source categories met the CAA section 111(b)(1)(B) requirements to be listed for regulation. The EPA based that determination on a study it had undertaken in 1978, the 1978 Priorities List, that comprehensively identified all source categories in the United States-203 in number-and indicated which ones should and should not be listed. That study identified the oil and gas source category as the "Crude Oil and Natural Gas Production Plants," a name that referenced only the production segment of the oil and gas industry. However, the

study, and the 1979 Listing Rule, which identified the source category as "Crude Oil and Natural Gas Production,' clearly intended the source category to be broader than just that segment, consistent with the fact that the 1978 Priorities List was designed to be comprehensive. This is evident because in 1985, the EPA promulgated the first set of NSPS for the source category, which concerned sources in the processing segment, not the production segment. 50 FR 26122 (June 24, 1985) (VOC emissions from equipment leaks), 50 FR 40158 (Oct. 1, 1985) (SO<sub>2</sub> emissions). It is evident that the source category, as listed in 1979, also included the third major segment of the industry, the transmission and storage segment. Otherwise, the 1978 Priorities List, which was designed to be comprehensive, would have completely overlooked this major segment, which is not plausible.

ii. Alternative Determination in 2016 NSPS OOOOa To Include Transmission and Storage Segment in Source Category

In addition, in the 2016 NSPS OOOOa, in the alternative, and on the assumption that the source category as listed in 1979 did not include the transmission and storage segment, the EPA revised the source category to include that segment, and relisted that source category—which it termed the Crude Oil and Natural Gas source category—under CAA section 111(b)(1)(A). 81 FR 35832–40. This alternative determination further addresses commenters' objections.

The EPA has broad discretion in determining the scope of the source category, which is reviewable under the arbitrary and capricious standard of CAA section 307(d)(9). In the 2016 NSPS OOOOa, the EPA determined that the transmission and storage segment was "interrelated" with the production and processing segments and therefore should be included in the same source category, the EPA provided sound reasons for doing so. 81 FR 35832. This reasoning is consistent with the ordinary understanding of the term, "category." Merriam-Webster defines "category" as "any of several fundamental and distinct classes to which entities or concepts belong," 136 and it defines a "class []" as "a group, set, or kind sharing common attributes."<sup>137</sup> Treating all those

<sup>&</sup>lt;sup>136</sup> "Category." *Merriam-Webster.com Dictionary,* Merriam-Webster, *https://www.merriamwebster. com/dictionary/category.* Accessed Sept. 25, 2023.

<sup>&</sup>lt;sup>137</sup> "Class." *Merriam-Webster.com Dictionary*, Merriam-Webster, *https://www.merriamwebster. com/dictionary/class*. Accessed Sept. 25, 2023.

segments as part of the source category meets this definition because, as the EPA explained in the 2016 NSPS OOOOa, the segments all included operations that were a sequence of functions in a multi-step process that is necessary to achieve the common goal of preparing recovered gas for distribution. Moreover, the segments had common equipment and control technology. 81 FR 35832. In the 2016 rule, the EPA went on to assess the air pollutants emitted from the source category, including VOC, SO<sub>2</sub>, and GHG; as well as the associated air pollution, including hazardous air pollution, tropospheric ozone, SO<sub>2</sub>, and atmospheric GHG; and determined that the source category causes or contributes significantly to air pollution which may reasonably be anticipated to endanger public health or welfare. Id. 35840. The EPA has not reopened that endangerment finding.

This re-listing addresses the commenters' objections concerning the regulation of sources in the transmission and storage segment. By properly including the segment in a source category and listing that source category under CAA section 111(b)(1)(A), the EPA established the predicate for such regulation.

b. Reliance on Rational Basis Test, and Rejection of Pollutant-Specific Significant Contribution Finding, for Regulating GHG From the Source Category

In the 2016 NSPS OOOOa, the EPA interpreted CAA section 111 to authorize regulation of methane emissions from the oil and gas source category because the large amount of those emissions provided a rational basis for such regulation. 81 FR 35842. The EPA went on to determine that it had a rational basis to regulate methane emissions from the source category on grounds that, among other things, the oil and gas industry is the largest industrial emitter of methane in the U.S. Id. 35842-43. As stated in section III, human emissions of methane, a potent GHG, are responsible for about one third of the warming due to well-mixed GHGs, which makes methane the second most important human warming agent after carbon dioxide.<sup>138</sup> The EPA has not reopened that determination in the present rulemaking.

However, commenters asserted that under CAA section 111, a rational basis determination is insufficient as a

predicate for regulation, and, instead, the EPA was required to determine that methane emissions from the oil and gas source category cause or contribute significantly to air pollution that is reasonably anticipated to endanger public health or welfare. Commenters took this same position in the 2016 NSPS OOOOa. For the reasons discussed immediately below, we disagree with commenters and we confirm the position in the 2016 rule. As we discuss further below, the 2016 rule also addressed commenters' objections by making a finding that the GHG emissions from the oil and gas source category contribute significantly to dangerous air pollution.

CAA section 111 is clear in authorizing the EPA to regulate air pollutants from a listed source category if it has a rational basis for doing so, and does not require, or authorize the EPA to require, a pollutant-specific significant contribution finding or endangerment finding as a predicate for such regulation. CAA section  $111(b)(\bar{1})(A)$  requires the EPA to "publish . . . a list of categories of stationary sources" for regulation, and to "include a source category in such list if . . . it causes, or contributes significantly to, air pollution which may reasonably be anticipated to endanger public health or welfare." CAA section 111(b)(1)(B) provides that within a specified time after listing the source category, the EPA shall promulgate "standards of performance for new sources within such category." CAA section 111(a)(1) defines "standard of performance" (in the singular) as "a standard for emissions of air pollutants" that is determined in a particular manner. CAA section 307(d)(1)(C) provides that the EPA's promulgation of standards of performance under CAA section 111 are subject to the requirements of CAA section 307(d). Those requirements include the judicial review provisions of CAA section 307(d)(9)(A), which provide that a court may reverse standards of performance "found to be arbitrary, capricious, an abuse of discretion, or otherwise not in accordance with law."

By their terms, these provisions require the EPA to make an endangerment finding, including a significant contribution finding, for a source category as a predicate to promulgating standards of performance, and they establish detailed requirements that standards of performance must meet. However, by their terms, they do not require, or authorize the EPA to require, any significant contribution or endangerment findings for particular air pollutants as a predicate to

promulgating such standards. Instead, the EPA's promulgation of such standards is subject to the CAA section 307(d)(9)(A) arbitrary and capricious standard for judicial review. See American Electric Power Co. v. Connecticut, 564 U.S. 410, 424, 427 (2011). In contrast, numerous other provisions explicitly require a pollutantspecific contribution or endangerment finding. See, e.g., CAA section 183(f)(1)(A), 202(a)(1), 211(c)(1)(A), 213(a)(1)-(3), 231(a)(2). The inclusion of clear requirements for pollutant-specific findings in other CAA provisions confirms that the absence of such a requirement in CAA section 111 indicates Congress' intention not to include such a requirement there. See United States v. Gonzales, 520 U.S. 1, 5 (1997) ("Where Congress includes particular language in one section of a statute but omits it in another section of the same Act, it is generally presumed that Congress acts intentionally and purposely in the disparate inclusion or exclusion.") (internal quotations omitted).

Importantly, the arbitrary and capricious standard is tantamount to a standard of reasonableness or rationality. See Motor Vehicle Mfrs. Ass'n of U.S., Inc. v. State Farm Mut. Auto. Ins. Co., 463 U.S. 29, 42-43 (1983) (Motor Vehicle Mfrs. Ass'n) ("[t]he scope of review under the 'arbitrary and capricious' standard" means that a court "may not set aside an agency rule that is [, among other things,] rational"). In the 2016 NSPS OOOOa, the EPA termed this standard the rational basis test, and applied it to the promulgation of GHG standards of performance for the oil and gas source category. This standard of review is well established, and courts routinely review rules under it, as noted in the House Report at 11.

On the other hand, requiring a pollutant-specific significant contribution finding as a predicate for promulgating NSPS would disrupt the scheme Congress set out because it would render the significant contribution and endangerment findings for the source category superfluous. This is because a finding that any particular air pollutant emitted from a source category contributes significantly to dangerous air pollution necessarily means that the source category itself contributes significantly to dangerous air pollution. See TRW Inc. v. Andrews, 534 U.S. 19, 31 (2001) ("It is a cardinal principle of statutory construction that a statute ought, upon the whole, to be so construed that, if it can be prevented, no clause, sentence, or word shall be superfluous. . . .'').

<sup>&</sup>lt;sup>138</sup> See preamble section III.A. for further discussion on the Crude Oil and Natural Gas Emissions and Climate Change, including discussion of the GHGs, VOCs and SO<sub>2</sub> Emissions on Public Health and Welfare.

The EPA's more than half-century long regulatory history of CAA section 111 is consistent with the rational basis test and provides no precedent for requiring or authorizing the EPA to require a pollutant-specific significant contribution finding. The EPA first listed source categories and promulgated standards of performance for them in 1971, 36 FR 5931 (Mar. 31, 1971) (listing initial source categories); 36 FR 24876 (Dec. 23, 1971) (promulgating initial standards of performance), and since then, has listed dozens more source categories and promulgated hundreds of standards. 40 CFR part 60. The EPA has always listed source categories by determining that they contribute significantly to dangerous air pollution, and then has proceeded to promulgate NSPS for particular air pollutants from the source categories, without making comparable significant contribution or endangerment findings for those air pollutants.<sup>139</sup> The EPA has followed this approach when it has promulgated standards of performance for particular air pollutants at approximately the same time that it listed the source category, see, e.g., 36 FR 5931 (Mar. 31, 1971) (listing five source categories); 36 FR 24876 (Dec. 23, 1971) (promulgating standards of performance for same five source categories), and when it has promulgated standards of performance for particular air pollutants for the first time many years after it listed the source category, and which it did not address when it listed the source category. See 38 FR 15380 (June 11, 1973) (listing the petroleum refineries source category), 39 FR 9310 (Mar. 8, 1974) (promulgating standards of performance for PM, CO,  $SO_2$ , and opacity from the source category), 73 FR 35838 (June 24, 2008) (promulgating standards of performance for NO<sub>X</sub> and VOC from the source category).

In other rulemakings, the EPA declined to promulgate NSPS for certain air pollutants, on the basis of what amounted to a rational basis test, although the EPA did not use that specific terminology. *See* 42 FR 22056, 22507 (May 3, 1977) (declining to promulgate NSPS for NO<sub>X</sub>, CO, and SO<sub>2</sub> from lime manufacturing plants due to limited amounts of emissions of pollutants or limited reductions that controls would achieve); *National Lime Assoc.* v. *EPA*, 627 F.2d 416, 426 & n.27 (D.C. Cir. 1980). On the other hand, in

rulemakings since 2009, the EPA has rejected comments that it was required to make a pollutant-specific significant contribution finding. *See* 74 FR 51950, 51957 (Oct. 8, 2009) (NSPS for coal preparation and processing plant source category); 80 FR 64510, 64530 (Oct. 23, 2015) (NSPS for GHG from electric utility generation source category); 2016 NSPS OOOOa, 81 FR 35843.

It is clear that interpreting CAA section 111 to require, or authorize the EPA to require, a pollutant-specific significant contribution finding as a predicate for regulation is novel and departs from the EPA's lengthy history of promulgating standards of performance.<sup>140</sup> This "consistent and longstanding interpretation of the agency charged with administering the statute" further supports interpreting CAA section 111 to base the promulgation of standards of performance on a rational basis standard, consistent with CAA section 307(d)(9)(A), and not to require a pollutant-specific significant contribution finding. See Entergy Corp. v. Riverkeeper, Inc., 556 U.S. 208, 235 (2009). Indeed, interpreting CAA section 111 to require, or authorize the EPA to require, a pollutant-specific significant contribution finding as a predicate for regulation would undermine the EPA's implementation of CAA section 111 to date, including, in particular, virtually all of the standards of performance the EPA has promulgated to date.

In addition, even if commenters are correct that CAA section 111 requires a pollutant-specific finding, that finding should be simply a contribution, not a significant contribution. A contribution finding would be consistent with Congress's approach in other CAA provisions. *See, e.g.,* CAA section 183(f)(1)(A), 202(a)(1), 211(c)(1), 231(a)(2). A significant contribution finding is illogical because it would render the source category significant contribution finding under CAA section 111(b)(1)(A) superfluous, as noted

above. By analogy, CAA section 213(a)(4) explicitly requires the EPA make two findings, but differentiates them: (1) emissions from new nonroad engines or vehicles contribute significantly to an air pollution problem, and (2) emissions from classes or categories of new nonroad engines or vehicles cause or contribute to the air pollution problem. Accordingly, if CAA section 111 were interpreted to require, or at least authorize, the EPA to require a pollutant-specific finding as a predicate for regulation, that finding should be that the source category's emissions of the pollutant cause or contribute to dangerous air pollution.

c. Lack of Redundancy of Regulation of Methane

Commenters also argued that the GHG NSPS in the oil and gas source category are redundant to the VOC NSPS. Adverse commenters had made this objection during the 2016 NSPS OOOOa. We rejected it there and reject it here as well.

In the 2016 rule, the EPA structured the requirements of the VOC and GHG NSPS to mirror each other, and it is that structure that forms the basis for commenters' argument that the GHG NSPS should be considered to be redundant. Because the EPA had listed the oil and gas source category for regulation, it was required to promulgate NSPS for GHG emissions under CAA section 111(b)(1)(B) (as long as doing so was rational), and that requirement is not eliminated by the fact that the GHG NSPS could be structured to mirror the VOC NSPS. Moreover, the fact that the 2016 rule structured the requirements as it did does not mean they are redundant, only that the EPA sought to allow sources to comply with them as efficiently as possible. Had the EPA not been careful to structure the two sets of NSPS to mirror each other, no argument would have arisen that the GHG NSPS were redundant, but that would have been an inefficient regulatory scheme.

Most importantly, the GHG NSPS are not redundant because only they, and not the VOC NSPS, trigger the requirement that existing sources are subject to GHG emission guidelines under CAA section 111(d). The large contribution of methane emissions from the source category to dangerous air pollution driving the grave and growing threat of climate change means that, in the agency's judgment, it would be arbitrary and capricious under CAA section 307(d)(9)(A)—as well as highly irresponsible-for the EPA to decline to promulgate NSPS for methane emissions from the source category. See

<sup>&</sup>lt;sup>139</sup> The only exceptions have been two rules in which the EPA made pollutant-specific significant contribution findings in the alternative. 80 FR 64510, 64531 (Oct. 23, 2015) (GHG NSPS for electric power plants); 2016 NSPS OOOOa, 81 FR 35843.

<sup>&</sup>lt;sup>140</sup> The only actions in which CAA section 111 has been interpreted to require or authorize the EPA to require a pollutant-specific significant contribution finding as a predicate for regulation are the 2020 Policy Rule, which was disapproved by the CRA joint resolution, and a January 2021 rule that purported to establish a significance threshold for GHG emissions from source categories, but that was adopted without notice-and-comment, and was vacated by the D.C. Circuit in April 2021. See "Pollutant-Specific Significant Contribution Finding for Greenhouse Gas Emissions From New, Modified, and Reconstructed Stationary Sources: Electric Utility Generating Units, and Process for Determining Significance of Other New Source Performance Standards Source Categories-Final Rule," 86 FR 2542 (Jan. 13, 2021); California v. EPA, No. 21-1035 (D.C. Čir. April 5, 2021) Doc. #1893155 (order granting motion for voluntary vacatur and remand).

*American Electric Power*, 564 U.S. at 426–27.

### d. Alternative Determination in the 2016 NSPS OOOOa for a Pollutant-Specific Endangerment Finding

The 2016 NSPS OOOOa re-listing of the source category, described above, included another alternative determination that provided an additional basis for the regulation of GHG emissions, which was that the EPA explicitly determined that GHG emissions from the Crude Oil and Natural Gas source category cause or contribute significantly to dangerous air pollution. 81 FR 35833-40. This determination—which, to be clear, the EPA is not required to do, but nevertheless did so in the alternative further addressed commenters' objections that the EPA was required to make such a pollutant-specific determination as a predicate for regulating methane emissions. The EPA has not reopened this determination.

As noted above, this type of determination entails two findings, a significant contribution finding and a finding of dangerous air pollution. In this case, those findings were for GHG emissions. We refer to the former as the pollutant-specific significant contribution finding. In the 2016 rule, the EPA based the pollutant-specific significant contribution finding on the same facts concerning the large amount of methane emissions from the oil and gas source category that it relied on in making the rational basis determination, as noted above. Id. 35842-43. It made the finding of dangerous air pollution based on the endangerment finding for GHG that the EPA made under CAA section 202(a) in 2009<sup>141</sup> (the 2009 Endangerment Finding) and the 2010 denial of petitions to reconsider,142 updated with more recent information. See Coalition for Responsible Regulation v. EPA, 684 F.3d 102, 117-123 (D.C. Cir. 2012) (upholding the 2009 Endangerment Finding and 2010 denial of petitions to reconsider, and noting, among other things, the "substantial . . . body of scientific evidence marshaled by EPA in support").

This pollutant-specific determination for GHG from the oil and gas source category addresses the commenters' arguments that the EPA cannot regulate GHG from the source category without making such a finding. See American Lung Ass'n v. EPA, 985 F.3d 914, 974– 77 (D.C. Cir. 2021) (American Lung Ass'n) (the pollutant-specific significant-contribution finding that the EPA made in the alternative for GHG emissions from electric power plants provided a sufficient basis for regulation and addressed petitioners' arguments that the NSPS for GHG emissions from those sources was invalid due to lack of such a finding), rev'd in part sub nom West Virginia v. EPA, 142 S.Ct. 2587 (2022) (West Virginia).<sup>143</sup>

Commenters also argued that an endangerment finding specifically for methane emissions-that is, a determination that methane emissions from the oil and gas source category cause or contribute significantly to atmospheric levels of methane, and that those levels may reasonably be anticipated to endanger public health or welfare—is necessary as a predicate for regulation of methane emissions from the source category. The EPA responded to the same comment in the 2016 NSPS OOOOa. 81 FR 35841-42, 35877. The EPA is not reopening this issue, but for the purpose of providing information to the public, will explain why, assuming that a pollutant-specific determination is necessary as a predicate for CAA section 111 regulation, it is appropriate for the EPA to make the significant contribution finding on the basis of GHG emissions and for the EPA to rely on the finding of dangerous air pollution that it made for GHG, and it is not necessary for the EPA to make comparable determinations for methane emissions.

The EPA's approach in the 2016 NSPS OOOOa to make the findings for GHG is fully consistent with other rulemakings in which this issue arose. The first was the 2009 Endangerment Finding. 74 FR 66496. CAA section 202(a)(1) requires the EPA to establish "standards applicable to the emission of any air pollutant from any class or classes of new motor vehicles or new motor vehicle engines" that "in his judgment cause, or contribute to, air pollution which may reasonably be anticipated to endanger public health or welfare." The EPA explained that this provision sets forth a two-part test for regulatory action: first, whether the relevant air pollution may reasonably be anticipated to endanger public health or welfare, and second, whether emissions of any air pollutant from the class or classes of

the sources in question (there, new motor vehicles) cause or contribute to this air pollution. 74 FR 66505, 66516, 66536. The EPA explained that "the air pollution can be thought of as the total, cumulative stock in the atmosphere, while the air pollutant can be thought of as the flow that changes the size of the total stock." 74 FR 66536 (emphasis omitted). The EPA went on to explain that the "air pollution" that it was determining endangered public health and welfare is the elevated atmospheric concentrations of "the combined mix of six key directly-emitted, long-lived and well-mixed greenhouse gases"-carbon dioxide, methane, nitrous oxide, hydrofluorocarbons, perfluorocarbons, and sulfur hexafluorides. Id. 66516-23. The EPA supported this conclusion by explaining, among other things, that these six gases have the common attributes regarding their climate effects. Id. 66517. For the same reasons, in the 2009 Endangerment Finding, the EPA also defined the air pollutant as GHGa single air pollutant made up of the same six gases in an aggregate group for purposes of determining whether the air pollutant causes or contributes to the endangering air pollution. Id. 66537. The EPA explained that "they are all greenhouse gases that are directly emitted . . .; they are sufficiently longlived in the atmosphere such that, once emitted, concentrations of each gas become well mixed throughout the entire global atmosphere; and they exert a climate warming effect by trapping outgoing, infrared heat that would otherwise escape to space. Moreover, the radiative forcing effect of these six greenhouse gases is well understood." Id. The EPA further explained that this definition of the GHG air pollutant was reasonable, even if emissions from the source category did not include all six gases. Id. In fact, in the 2009 Endangerment Finding, the EPA noted that the emissions from the relevant class or classes of new motor vehicles or new motor vehicle engines included only four of the gases. Id. 66538, 66541. As noted in section III.A.1 above, the oil and gas source category emits methane and  $CO_2$  although the limits established in this action focus on regulating GHG through requirements that are expressed in the form of limits on methane, as a constituent of the GHG air pollutant.

In subsequent actions that entailed or referenced GHG endangerment findings, the EPA has taken the same position that the air pollution consists of the elevated atmospheric concentrations of these six greenhouse gases and the air pollutant consists of the mix of the same six gases. 81 FR 54422 (2016 GHG

<sup>&</sup>lt;sup>141</sup> "Endangerment and Cause or Contribute Findings for Greenhouse Gases Under Section 202(a) of the Clean Air Act," 74 FR 66496 (Dec. 15, 2009).

<sup>&</sup>lt;sup>142</sup> See "EPA's Denial of the Petitions To Reconsider the Endangerment and Cause or Contribute Findings for Greenhouse Gases Under Section 202(a) of the Clean Air Act," 75 FR 49556 (August 13, 2010).

<sup>&</sup>lt;sup>143</sup> It should be noted that the part of the D.C. Circuit's opinion in *American Lung Ass'n* concerning the pollutant-specific significant contribution finding was not affected by the Supreme Court's decision in *West Virginia*.

endangerment and cause or contribute finding for certain aircraft under CAA section 231(a)(2)(A)). The EPA took this same position in the 2016 NSPS OOOÔa, as mentioned at the beginning of this section. 81 FR 35833, 35877. For the same reasons that the EPA has consistently articulated in the 2009 Endangerment Finding and afterwards, it is appropriate to base that determination on the contribution of GHG emitted from the source category to atmospheric GHG levels. This is because, as noted above, the 2016 rule identifies the air pollutant as GHG, even though it expresses the requirements in the form of limits on methane. 40 CFR 60.5360a. Any significant contribution finding must address the pollutant being regulated, in this case, GHG. In addition, for the finding of dangerous air pollution, the air pollution of concern is the elevated concentration of the six well-mixed greenhouse gases, and not only concentrations of methane.

e. Standards or Criteria for Determining Significance

Commenters argued that when the EPA makes a significant contribution determination for the pollutant and the source category as a predicate for regulation, the EPA must first establish a standard or criteria for when a contribution is significant.<sup>144</sup> They stated that such a standard or criteria is necessary to allow the EPA to distinguish between a contribution and a significant contribution, and that without it, the significant contribution finding is arbitrary. The EPA disagrees with this comment. Rather, it is fully appropriate for the EPA to exercise its discretion to employ a facts-andcircumstances approach, particularly in light of the wide range of source categories and the air pollutants they emit that the EPA must regulate under CAA section 111.

With respect to the significant contribution finding for a source category, CAA section 111(b)(1)(A) by its terms does not require that such a finding be based on established criteria or a standard or threshold. In fact, during the 50 years that it has listed dozens of source categories,<sup>145</sup> the EPA has never identified a standard or criteria for determining significance, and instead, has always relied on the particular facts and circumstances. This approach is appropriate because Congress intended that CAA section 111

apply to a wide range of source categories and pollutants, from wood heaters to emergency backup engines to petroleum refineries. In that context, it is reasonable to interpret CAA section 111 to allow the EPA the discretion to determine how best to assess significant contribution and endangerment based on the individual circumstances of each pollutant and each source category. For example, among the six well-mixed gases that comprise GHG,  $CO_2$  is emitted in the greatest quantities while methane emissions have a greater impact than CO<sub>2</sub> emissions on a per-ton basis. In addition, source categories that emit the same air pollutant may differ from each other in several ways that may be relevant for purposes of a significance finding, including whether new sources are expected to be constructed.

With respect to any significant contribution finding for an air pollutant-and as noted above, CAA section 111 does not require one as a predicate for regulation—established criteria or standards are also not required. The D.C. Circuit adopted this position in American Lung Ass'n, 985 F.3d at 976–77, when it upheld the EPA's pollutant-specific significantcontribution finding for GHG emissions from electric power plants even though the EPA did not "articulate a specific threshold measurement for significance." The court relied on the same reasoning that it used when, in upholding the 2009 Endangerment Finding, it rejected an argument that the EPA must establish criteria in order to determine that an air pollutant endangers public health and welfare. Coal. for Responsible Regulation, Inc. v. EPA, 684 F.3d 102 (D.C. Cir. 2012). The court stated that "EPA need not establish a minimum threshold of risk or harm before determining whether an air pollutant endangers" because "the inquiry necessarily entails a case-bycase, sliding-scale approach." Id. at 122–23. Although there, the court was discussing whether an air pollutant endangers public health or welfare, the court later, in American Lung Ass'n, made clear that the same principle applies to whether an air pollutant contributes significantly to dangerous air pollution. On this point, as well, the EPA is in full agreement with the statements in the House Report stating that the EPA is not required to base a significance finding on an established standard or criteria. House Report at 9-10.

Commenters who interpret CAA section 111 to require a pollutantspecific significant contribution finding rely on the requirement in CAA section 111(b)(1)(A) for a source-category

significant endangerment finding. By that logic, the facts-and-circumstances method by which the EPA has always determined the source category significant-contribution finding should also apply to any pollutant-specific significant contribution finding. See Alaska Dep't of Envtl. Conservation, 540 U.S. 461, 487 (2004) (explaining, in a case under the CAA, "[w]e normally accord particular deference to an agency interpretation of longstanding duration' (internal quotation marks omitted) (citing Barnhart v. Walton, 535 U.S. 212, 220 (2002)). In fact, in each of the first two rules in which the EPA made a pollutant-specific significant contribution finding as an alternative basis for regulating GHG from the relevant source category, the EPA relied on a facts-and-circumstances test for determining significance. 80 FR 64531 (NSPS for GHG from electric power plants); 2016 NSPS OOOOa, 81 FR 35843.<sup>146</sup> The EPA's long track record for basing CAA section 111 significance findings on an examination of facts and circumstances, and not relying on established criteria or other standards or thresholds, coupled with the importance of allowing the EPA the flexibility to take into account the particular circumstances of the pollutant and the source category, makes clear that a lack of such criteria or standards does not render the significance determinations arbitrary and capricious. The courts have long reviewed agency actions under the arbitrary-and-capricious standard without requiring quantitative or numerical standards. See Motor Vehicle Mfrs. Ass'n, 463 U.S. 42-43 (stating that the court "may not set aside an agency rule that is rational, based on consideration of the relevant factors and within the scope of the authority delegated to the agency by the statute").

Other CAA provisions require the EPA to make a pollutant-specific determination, and the EPA's actions under these provisions are informative here as well. The EPA has implemented some of these provisions through a facts and circumstances test, *see* 59 FR 31308 (June 17, 1994) (under CAA section 213, in determining whether emissions from nonroad engines and vehicles contribute significantly to dangerous air pollution, the EPA made a qualitative assessment, and rejected assertions by commenters

<sup>&</sup>lt;sup>144</sup> Comments of Permian Basin Petroleum Ass'n, Document ID No. EPA–HQ–OAR–2021–0317–0793 at 3–4 (citing 85 FR 57018, 57038 (September 14, 2020)).

<sup>&</sup>lt;sup>145</sup>List of Categories of Stationary Sources, 36 FR 5931 (March 31, 1971); *see* 40 CFR part 60.

<sup>&</sup>lt;sup>146</sup> As noted above, a January 2021 rule, promulgated without notice and comment and vacated by the D.C. Circuit, took the position that standards or criteria for a pollutant-specific significant contribution finding are necessary. 86 FR 2542; *California v. EPA*, No. 21–1035 (D.C. Cir. April 5, 2021) Doc. #1893155 (order granting motion for voluntary vacatur and remand).

that it was required to determine a specific numerical standard for significance); and has implemented some of these provisions through both a facts and circumstances test and criteria or standards. See 84 FR 50268 (Sept. 24, 2019) (proposal for 2020 Policy Rule; discusses EPA action under CAA section 189(e), which requires the EPA to regulate sources of precursors to PM<sub>10</sub> except where EPA determines such sources do not contribute significantly to PM<sub>10</sub> levels that exceed the NAAQS; EPA has determined significance through a combination of a facts-andcircumstances test and criteria); compare id. at 50267–68 (discussing EPA's implementation of CAA section 110(a)(2)(D)(i), the Good Neighbor Provision, which requires states to prohibit emissions "in amounts which will contribute significantly to nonattainment" of the NAAQS in any other state; in rules concerning ozone and PM<sub>2.5,</sub> the EPA has identified a numerical criterion for determining significant contribution) with 84 FR 54498, 54499 (October 10, 2019) (in rules under the Good Neighbor Provision concerning the SO<sub>2</sub> NAAQS, EPA has applied a weight of evidence (that is, evaluating all available facts and circumstances) test for determining whether there is significant contribution). The fact that the EPA has sometimes relied on a facts-andcircumstances test for determining significance in these CAA provisions supports its view that such a test is reasonable under CAA section 111.

If the EPA were required to develop a standard or criteria to determine significance, any reasonable standard or criteria would necessarily focus on the amount of emissions from the source category and the harmfulness of the pollutant emitted. In the case of the oil and gas source category, the "massive quantities of methane emissions' contributed by the sector to the levels of well-mixed GHG in the atmosphere, as described in the November 2021 Proposal, 86 FR 63148, coupled with the potency of methane (with a global warming potential (GWP) of almost 30 or more than 80, depending on the time period of the impacts, id. 63130), demonstrate that the source category's GHG emissions would be significant under any reasonable criteria-based approach. See 86 FR 63131.

<sup>1</sup> In particular, the fact that the oil and gas source category has the largest amount of methane emissions in the United States, in the context of a problem such as climate change that is caused by the collective contribution of many different sources, confirms that those emissions would meet any

reasonable standard or criteria for significance.<sup>147</sup> See American Lung Ass'n, 985 F.3d at 977 ("The global nature of the air pollution problem means that '[a] country or a source may be a large contributor, in comparison to other countries or sources, even though its percentage contribution may appear relatively small' in the context of total emissions worldwide." (quoting 2009 Endangerment Findings). In fact, as noted above and discussed at further length in the December 2022 Supplemental Proposal, 87 FR 74719-20, the oil and gas source category's position as the largest methane-emitting source category in the U.S. would itself qualify as a criterion that supports treating it as a significant contributor of methane, if such a criterion were necessary.

2. Commenters' Arguments Concerning the CRA Joint Resolution and its Legislative History

Commenters dismiss the significance of the CRA joint resolution that disapproved the 2020 Policy Rule by arguing that although the joint resolution had the effect of reinstating the 2016 NSPS OOOOa, it did not change the underlying requirements of CAA section 111, so that the flaws the commenters perceived in the 2016 rule's positions remained. The commenters further argue that the legislative history of the joint resolution that supported the 2016 rule's positions is irrelevant. We disagree with these commenters. Under the CRA, the enactment of the joint resolution not only disapproved the 2020 Policy Rule and had the effect of reinstating the 2016 rule, it also prohibited the EPA from promulgating

another rule that is "substantially the same" as the 2020 Policy Rule. CRA section 801(b)(2). The joint resolution, confirmed by its legislative history, made clear what rules would and would not be prohibited. The commenters' arguments, if accepted, would lead to the adoption of a rule that would be considered substantially the same as the 2020 rule, and for that reason, their arguments must be rejected. In this section, we provide background information concerning the CRA and the role of legislative history, we summarize the discussion in the joint resolution's legislative history, and then we explain why commenters' arguments must be rejected.

a. The CRA Joint Resolution of Disapproval

Congress enacted the CRA in 1996 to facilitate Congressional oversight of agency action by streamlining the process for adopting legislation to disapprove agency rules.<sup>148</sup> The CRA provides the specific wording for a joint resolution of disapproval for an agency action, which is a sentence that states (including the standard prefatory phrase for a joint resolution): "Resolved by the Senate and House of Representatives of the United States of America in Congress assembled, That Congress disapproves the rule submitted by the relating to \_\_, and such rule shall have no force or effect." 5 U.S.C. 802(a). The blank spaces are for the name of the agency and the rule. The CRA further provides that after Congress adopts a joint resolution of disapproval of an agency rule, the agency is precluded from promulgating a new rule that is "substantially the same" as the disapproved rule, absent a new act of Congress authorizing such a rule. CRA section 801(b)(2).

Notwithstanding this constraint, the affected agency may still have the discretion to, and in fact may still be required to, promulgate further rulemaking in accordance with the underlying statute that authorized the disapproved rule. The legislative history of the joint resolution may clarify the parts of the disapproved rule that Congress objected to, and thereby clarify what subsequent rules would or would not be substantially the same as the disapproved rule. The potential importance of legislative history that accompanies a joint resolution and that explains Congress's objections to the rule, is highlighted by the fact that the legislative language of the joint resolution is, by the terms of the CRA,

<sup>&</sup>lt;sup>147</sup> The EPA acknowledges that the collective nature of the climate change problem means that other source categories of methane emissions that are not necessarily as large as the oil and gas source category may also require regulation, cf. EPA v. EME Homer City, 572 U.S. 489, 514 (2014) (affirming framework to address "the collective and interwoven contributions of multiple upwind States" to ozone nonattainment), as indicated by the fact that the EPA has long regulated landfill gas, which consists of methane in 50 percent part. "Emission Guidelines and Compliance Times for Municipal Solid Waste Landfills; Final Rule," 81 FR 59276, 59281 (August 29, 2016). But this does not necessarily mean that it would be appropriate to regulate all other types of sources, even ones with few emissions. In the past, the EPA has declined to regulate air pollutants emitted from source categories in quantities too small to be of concern and when regulation would have produced little environmental benefit for other reasons. See Nat'l Lime Ass'n. v. EPA, 627 F.2d 416, 426 & n.27 (D.C. Cir. 1980) (small amounts of emissions of nitrogen oxides and carbon monoxide from lime kilns was a key factor in EPA decision not to promulgate new source performance standards for those pollutants; citing Standards of Performance for New Stationary Sources Lime Manufacturing Plants-Proposed Rule, 42 FR 22506, 22507 (May 3, 1977)).

<sup>&</sup>lt;sup>148</sup> Congressional Research Service, "The Congressional Review Act (CRA): Frequently Asked Questions (Jan. 14, 2020) at 1–2.

simply a one-sentence disapproval of the agency action, as noted above.

b. CRA Joint Resolution of Disapproval of the 2020 Policy Rule

The joint resolution of disapproval of the 2020 Policy Rule provided, consistent with the form mandated under the CRA, "Resolved by the Senate and House of Representatives of the United States of America in Congress assembled, That Congress disapproves the rule submitted by the Administrator of the Environmental Protection Agency relating to "Oil and Natural Gas Sector: Emission Standards for New, Reconstructed, and Modified Sources Review" (85 FR 57018 (September 14, 2020)), and such rule shall have no force or effect."<sup>149</sup> In adopting it, Congress explained its understanding of CAA section 111 and, based on that, its reasons why the 2020 Policy Rule was inconsistent with CAA section 111 and must be disapproved. Specifically, as discussed in the November 2021 Proposal and summarized above, the Senate floor debate over the joint resolution and the House Report made clear Congress's views concerning the relevant provisions of CAA section 111 and the statutory interpretations contained in the 2016 NSPS OOOOa and the 2020 Policy Rule, and its intention that the EPA take further rulemaking action consistent with those views. Thus, the legislative history made clear that Congress (i) intended the EPA to treat the transmission and storage segment as part of the Crude Oil and Natural Gas Production source category and to promulgate NSPS and emission guidelines for GHG from the source category, (ii) viewed the 2016 rule's statutory interpretations of CAA section 111 to be correct and to serve as the basis for these regulatory actions, and (iii) viewed the contrary statutory interpretations contained in the 2020 rule to be incorrect. The statutory interpretations that Congress viewed to be correct include that the EPA is not authorized to promulgate a pollutantspecific significant contribution finding as a predicate for regulation, and that a facts and circumstances test for determining significant contribution for the source category listing is appropriate.

c. Commenters' Arguments and the EPA's Responses

Commenters assert that while the CRA joint resolution disapproved the 2020 Policy Rule, that action did not extend to the legal rationale and policy

positions in the 2020 rule, and did not endorse the legal rationale and policy positions in the 2016 rule. They also assert that only the text of the joint resolution-again, a single sentence, quoted above, stating that Congress disapproves the 2020 rule and it shall have no force or effect—is relevant, and that the legislative history is not relevant. The commenters then assert that the joint resolution did not change the requirements of CAA section 111. From there, they assert that CAA section 111 requires the interpretations and determinations that the 2020 Policy Rule made, including that in order for the EPA to promulgate NSPS for sources in the transmission and storage segment, the EPA must first list that segment as a separate source category, including making significant contribution and endangerment findings for it; and in order for the EPA to promulgate NSPS for GHG emissions from oil and gas sources, the EPA must first make a pollutant-specific significant contribution finding, including specifying a standard or criterion for significance.

The EPA rejects the commenters' arguments. In essence, commenters seek to minimize the importance of the joint resolution in order to argue that the EPA must rescind most of the 2016 NSPS OOOOa on grounds that it is inconsistent with CAA section 111's requirements, as the commenters see them. However, such a rescission rule would be substantially the same as the 2020 Policy Rule, and is therefore precluded by the joint resolution.

The central features of the disapproved 2020 Policy Rule were its position that the transmission and storage segment is separate from the production and processing segments; its position that a GHG-specific significant contribution finding, supported by standards or criteria for determining significance, was a necessary predicate for regulating GHG emissions; and the statutory interpretations that underlay those positions. In addition, the legislative history of the CRA resolution made clear that Congress disapproved the 2020 Policy Rule because it rejected those positions and the underlying legal interpretations. Thus, a rule that adopted the same positions and interpretations as the 2020 Policy Rule would be precluded by the joint resolution as substantially the same as the 2020 Policy Rule.

Looked at another way, the commenters' in essence argue that the EPA should withdraw the November 2021 Proposal and the December 2022 Supplemental Proposal and instead propose and promulgate a rule stating

that the EPA is not authorized to further regulate oil and gas sources, including promulgating emission guidelines, unless it lists the transmission and storage segment as a separate source category and makes a pollutant-specific significant contribution finding for GHGs,<sup>150</sup> based on standards or criteria for determining significance. However, such a rule would also be precluded by the joint resolution as substantially the same as the key aspects of the 2020 Policy Rule because it would be based on the same statutory interpretations as that rule. Indeed, it is difficult to see what effect the disapproval would have if not to preclude the EPA from reinstating the positions and underlying legal interpretations included in the 2020 Policy Rule.

These commenters also err in asserting that the legislative history is irrelevant. Agencies and courts regularly look to legislative history to inform their actions and decisions. This makes particular sense in the case of a CRA joint resolution given the very limited language Congress may use in the joint resolution itself. Commenters also argue that the EPA's position that the joint resolution of disapproval applies to the legal and policy positions in the 2020 Policy Rule would call into question the interpretations of CAA section 111 that the rule included that are noncontroversial and necessary to proper implementation of the provision. There is no reason to think that Congress would have objected to those interpretations, but in any event, this argument by commenters makes clear that the joint resolution's legislative history is useful because it clarifies which interpretations and positions in the rule that Congress did object to.

After reviewing the text of the disapproval and, separately, the disapproval resolution's legislative history, the EPA is proceeding with further rulemaking under CAA section 111 for sources in the Crude Oil and Natural Gas source category. With the 2016 Rule reinstated by the operation of the CRA resolution, the EPA is revising and adding certain NSPS and is promulgating emission guidelines for existing sources. These actions apply to sources in the transmission and storage segment, and apply to methane emissions. This rule is fully consistent with the CRA joint resolution.

<sup>&</sup>lt;sup>149</sup> S.J. Res.14—117th Congress, Public Law 117–23.

<sup>&</sup>lt;sup>150</sup> As noted above, commenters' argument that the EPA must make a pollutant-specific significant contribution finding for GHG emissions from the source category has been addressed because the 2016 NSPS OOOOA made such a finding in the alternative.

### VI. Other Actions and Related Efforts

This section of this preamble describes related state actions and other Federal actions regulating oil and natural gas emissions sources; industry and voluntary efforts to reduce methane emissions from this sector; and other EPA programs to reduce methane emissions, including the Methane Emissions Reduction Program that was signed into law as part of the Inflation Reduction of 2022. The final NSPS OOOOb and EG OOOOc include specific measures that build on the experience and knowledge the Agency and industry have gained through voluntary programs and previous regulatory efforts, as well as the leadership of the states in developing their own regulatory programs. The final NSPS OOOŎb and ĔĠ OŎOOc consists of reasonable, proven, cost-effective technologies and practices that reflect the evolutionary nature of the oil and natural gas industry and these proactive regulatory and voluntary efforts.

At the same time, the final NSPS OOOOb and EG OOOOc reflect the EPA's unique authority and responsibility under the CAA to ensure that new and existing sources throughout the nation are subject to appropriate standards of performance through NSPS and approved state plans. By requiring all owners and operators of the sources regulated in this final rulemaking to limit methane emissions, the EPA intends to achieve methane emission reductions on a more consistent and comprehensive basis than has been achieved through current programs and efforts. Direct Federal regulation of methane and VOCs from new sources, combined with approved state plans that are consistent with the EPA's EG for methane from existing sources, will bring national consistency to the regulatory landscape, help promote technological innovation, and reduce both climate- and other healthharming pollution from a large number of sources that are either currently unregulated or where additional costeffective reductions are available.

### A. Related State Actions and Other Federal Actions Regulating Oil and Natural Gas Sources

The EPA recognizes that several states currently regulate emissions from the oil and natural gas industry.<sup>151</sup> The EPA also recognizes that some of these state programs have been expanded and strengthened since the EPA began

implementing its 2012 NSPS and subsequent 2016 NSPS. These statelevel efforts have been important in spurring the deployment of emission control technologies and practices, and developing a broad base of experience that has informed the final rule. At the same time, the EPA recognizes that state-level regulatory efforts cannot, alone, address the increasingly dangerous impacts of methane emissions on public health and welfare. State agencies regulate in accordance with their own authorities and within their own respective jurisdictions; as a result, there is considerable variation in the scope and stringency of such programs. Collectively, these programs do not fully address the range of sources and emission reduction measures contained in this rulemaking. The EPA is committed to working within its authority to provide opportunities to align its programs with these existing state programs in order to reduce regulatory redundancy where appropriate.

In addition to states, certain Federal agencies also regulate aspects of the oil and natural gas industry pursuant to their own authorities. The EPA has maintained an ongoing dialogue with its Federal partners during the development of this final rulemaking in order to avoid potential regulatory conflicts and unnecessary regulatory obligations on the part of owners and operators as each agency responds to its particular statutory charge.

The below description summarizes other Federal regulations and programs related to air emissions from the oil and natural gas industry. The U.S. Department of the Interior (DOI) regulates the extraction of oil and gas from Federal and Indian lands. DOI bureaus that are responsible for administering natural resources conservation and safety related to onshore and offshore energy development include the Bureau of Land Management (BLM) (Federal onshore fossil fuel related activities), the Bureau of Safety and Environmental Enforcement (Federal offshore safety and environmental protection of oil and gas development), and the Bureau of Ocean Energy Management (BOEM) (Federal offshore oil and gas related activities). The BLM manages the Federal Government's onshore subsurface mineral estate—about 700 million acres (30 percent of the U.S.)for the benefit of the American public. The BLM maintains the Federal onshore oil and gas leasing program pursuant to the Mineral Leasing Act, the Mineral Leasing Act for Acquired Lands, the Federal Land Management and Policy

Act, and the Federal Oil and Gas Royalty Management Act. The BLM's oil and gas operating regulations are found in 43 CFR part 3160. An oil and gas operator's general environmental and safety obligations for onshore activities are found at 43 CFR 3162.5. Pursuant to a delegation of Secretarial authority, the BLM also oversees oil and gas operations on many Indian/Tribal leases.

The BLM has the express authority and responsibility to regulate both for the prevention of waste and the protection of the environment for operations on Federal and Indian lands. This responsibility includes promulgating regulations to reduce the waste of natural gas from oil and gas leases administered by the BLM. This gas is lost during oil and gas exploration and production activities through venting, flaring, and leaks. More detailed information can be found at the BLM's website: https://www.blm.gov/ programs/energy-and-minerals/oil-andgas/operations-and-production/ methane-and-waste-prevention-rule.

BOEM manages the development of U.S. Outer Continental Shelf (offshore) energy and mineral resources. BOEM has air quality jurisdiction in the Gulf of Mexico 152 and the North Slope Borough of Alaska.<sup>153</sup> BOEM also has air jurisdiction in Federal waters on the Outer Continental Shelf 3–9 miles offshore (depending on the state) and beyond. The Outer Continental Shelf Lands Act (OCSLA), section 5(a)(8) states, "The Secretary of the Interior is authorized to prescribe regulations 'for compliance with the national ambient air quality standards pursuant to the CAA... to the extent that activities authorized under [the Outer Continental Shelf Lands Act] significantly affect the air quality of any state.'" The EPA and states have the air jurisdiction onshore and in state waters, and the EPA has air jurisdiction offshore in certain areas. More detailed information can be found at BOEM's website: https:// www.boem.gov/.

The U.S. Department of Transportation (DOT) manages the U.S. transportation system. Within DOT, the Pipeline and Hazardous Materials Safety Administration (PHMSA) is responsible for regulating and ensuring the safe and secure transport of energy and other hazardous materials to industry and consumers by all modes of transportation, including pipelines.

<sup>&</sup>lt;sup>151</sup> The EPA summarized examples of state programs in the November 2021 Proposal and November 2021 TSD. See 86 FR 63137 and Document ID No. EPA–HQ–OAR–2021–0317–0166.

 $<sup>^{152}\,{\</sup>rm The}$  CAA gave BOEM air jurisdiction west of 87.5 degrees longitude in the Gulf of Mexico region.

<sup>&</sup>lt;sup>153</sup> The Consolidated Appropriations Act of 2012 gave BOEM air jurisdiction in the North Slope Borough of Alaska.

While PHMSA regulatory requirements for gas pipeline facilities have focused on human safety, which has attendant environmental co-benefits, the "Protecting our Infrastructure of Pipelines and Enhancing Safety Act of 2020" (Pub. L. 116–260, Division R;

"PIPES Act of 2020"), which was signed into law on December 27, 2020, revised PHMSA organic statutes to emphasize the centrality of environmental safety and protection of the environment in PHMSA decision making. For example, the PHMSA's Office of Pipeline Safety ensures safety in the design, construction, operation, maintenance, and incident response of the U.S.' approximately 3.3 million miles of natural gas and hazardous liquid transportation pipelines. When pipelines are maintained, the likelihood of environmental releases like leaks are reduced.<sup>154</sup> In addition, the PIPES Act of 2020 contains several provisions that specifically address the minimization of releases of natural gas from pipeline facilities, such as a mandate that the Secretary of Transportation promulgate regulations related to gas pipeline LDAR programs. More detailed information can be found at PHMSA's website: https://www.phmsa.dot.gov/.

The U.S. Department of Energy (DOE) develops oil and natural gas policies and funds research on advanced fuels and monitoring and measurement technologies. Specifically, the Advanced Research Projects Agency-Energy (ARPA–E) program advances high-potential, high-impact energy technologies that are too early for private-sector investment. APRA-E awardees are unique because they are developing entirely new technologies. More detailed information can be found at ARPA-E's website: https://arpae.energy.gov/. Also, the U.S. Energy Information Administration (EIA) compiles data on energy consumption, prices, including natural gas, and coal. More detailed information can be found at the EIA's website: https:// www.eia.gov/.

The U.Š. Federal Energy Regulatory Commission (FERC) is an independent agency that regulates the interstate transmission of electricity, natural gas,<sup>155</sup> and oil.<sup>156</sup> FERC also reviews proposals to build liquefied natural gas terminals and interstate natural gas pipelines, and licenses hydropower

projects. FERC's responsibilities for the crude oil industry include the following: regulation of rates and practices of oil pipeline companies engaged in interstate transportation; establishment of equal service conditions to provide shippers with equal access to pipeline transportation; and establishment of reasonable rates for transporting petroleum and petroleum products by pipeline. FERC's responsibilities for the natural gas industry include the following: regulation of pipeline, storage, and liquefied natural gas facility construction; regulation of natural gas transportation in interstate commerce; issuance of certificates of public convenience and necessity to prospective companies providing energy services or constructing and operating interstate pipelines and storage facilities; regulation of facility abandonment, establishment of rates for services; regulation of the transportation of natural gas as authorized by the Natural Gas Policy Act and OCSLA; and oversight of the construction and operation of pipeline facilities at U.S. points of entry for the import or export of natural gas. FERC has no jurisdiction over construction or maintenance of production wells, oil pipelines, refineries, or storage facilities. More detailed information can be found at FERC's website: *https://www.ferc.gov/.* 

### B. Industry and Voluntary Actions To Address Climate Change

Separate from regulatory requirements, some owners or operators of facilities in the oil and natural gas industry choose to participate in voluntary initiatives to reduce methane emissions from their operations. Over 100 oil and natural gas companies have participated in the EPA Natural Gas STAR Program and Methane Challenge partnership over the past several decades. Owners or operators also participate in a growing number of voluntary programs unaffiliated with the EPA voluntary programs; the EPA is aware of at least 19 such initiatives.<sup>157</sup> Firms participate in voluntary environmental programs for a variety of reasons, including attracting customers, employees, and investors who value more environmentally-responsible goods and services; finding approaches

to improve efficiency and reduce costs; and preparing for or helping inform future regulations.<sup>158</sup><sup>159</sup>

The EPA's Natural Gas STAR Program started in 1993 with the objective of achieving methane emission reductions through implementation of costeffective best practices and technologies. Through the program, partner companies documented their voluntary emission reduction activities and reported their accomplishments to the EPA annually. Over the course of the Natural Gas STAR Partnership from 1993 to 2022, the EPA collaborated with over 100 companies across the natural gas value chain. Through the partnership, the EPA tracked more than 150 different methane-reducing activities and technologies which it then shared among partners and through the program website. Between 1993 and 2020, partner companies reported cumulative methane emissions reductions of nearly 1.7 trillion cubic feet

The EPA's Methane Challenge Program was launched in 2016 to expand upon the Natural Gas STAR Program by providing partner companies the opportunity to make ambitious, quantifiable emissions reduction commitments, provide detailed, transparent reporting, and receive partner recognition. Annually, Methane Challenge Partners submit facility-level reports that characterize methane emission sources at their facilities and detail voluntary actions taken to reduce methane emissions. The EPA emphasizes the importance of transparency by publishing these facility-level data. Since its inception, the Methane Challenge Program has included nearly 70 companies and currently has 54 active partners, primarily from the transmission and distribution segments.

Other voluntary programs for the oil and natural gas industry are administered by numerous organizations, including trade associations and non-profits. These voluntary efforts have helped reduce methane emissions beyond what is required by current regulations, as well as to significantly expand the understanding of methane mitigation measures within the industry and among Federal and state regulators. Although the EPA recognizes and commends the value of these programs, such voluntary efforts are not legally

<sup>&</sup>lt;sup>154</sup> See Final Report on Leak Detection Study to PHMSA. December 10, 2012. https:// www.phmsa.dot.gov/sites/phmsa.dot.gov/files/ docs/technical-resources/pipeline/16691/leakdetection-study.pdf.

<sup>&</sup>lt;sup>155</sup> https://www.ferc.gov/industries-data/naturalgas.

<sup>&</sup>lt;sup>156</sup> https://www.ferc.gov/industries-data/oil.

<sup>&</sup>lt;sup>157</sup> Highwood Emissions Management (2021). "Voluntary Emissions Reduction Initiatives for Responsibly Sourced Oil and Gas." Available for download at: https://highwoodemissions.com/ research/.

<sup>&</sup>lt;sup>158</sup> Borck, J.C. and C. Coglianese (2009). "Voluntary Environmental Programs: Assessing Their Effectiveness." Annual Review of Environment and Resources 34(1): 305–324.

<sup>&</sup>lt;sup>159</sup> Brouhle, K., C. Griffiths, and A. Wolverton. (2009). "Evaluating the role of EPA policy levers: An examination of a voluntary program and regulatory threat in the metal-finishing industry." Journal of Environmental Economics and Management. 57(2): 166–181.

binding and do not alter the EPA's own statutory responsibility to regulate methane emissions from this sector under the CAA. Moreover, as the information and analysis reflected in this final rulemaking make clear, there is still considerable need and opportunity to further reduce methane emissions from the industry.

### C. Methane Emissions Reduction Program

In August 2022, Congress passed, and President Biden signed, the Inflation Reduction Act of 2022 into law. Section 60113 of the Inflation Reduction Act of 2022 amended the CAA by adding section 136, "Methane Emissions and Waste Reduction Incentive Program for Petroleum and Natural Gas Systems" (also referred to as the "Methane Emissions Reduction Program").

Subsections (a) and (b) of CAA section 136 provide \$1.55 billion for the Methane Emissions Reduction Program, including for incentives for methane mitigation and monitoring. The EPA is partnering with the DOE and National Energy Technology Laboratory to provide financial assistance for monitoring and reducing methane emissions from the oil and gas sector, as well as technical assistance to help implement solutions for monitoring and reducing methane emissions. As designed by Congress, these incentives were intended to complement the regulatory programs and to help facilitate the transition to a more efficient petroleum and natural gas industry.

On August 1, 2023, the EPA proposed revisions to GHGRP subpart W consistent with the authority and directives set forth in CAA section 136(h), as well as the EPA's authority under CAA section 114 (88 FR 50282). In that rulemaking, the EPA proposed revisions to require reporting of additional emissions or emissions sources to address potential gaps in the total methane emissions reported by facilities to GHGRP subpart W. For example, these proposed revisions would add a new emissions source, referred to as "other large release events," to capture large emissions events that are not accurately accounted for using existing methods in GHGRP subpart W. The EPA also proposed revisions to add or revise existing calculation methodologies to improve the accuracy of reported emissions, incorporate additional empirical data, and allow owners and operators of applicable facilities to submit empirical emissions data that could appropriately demonstrate the extent to which a charge is owed in implementation of

CAA section 136, as directed by CAA section 136(h). The EPA also proposed revisions to existing reporting requirements to collect data that would improve verification of reported data, ensure accurate reporting of emissions, and improve the transparency of reported data. Additionally, the EPA proposed revisions that would align GHGRP subpart W with other EPA programs and regulations, including proposing revisions to certain requirements in GHGRP subpart W relative to the requirements proposed for NSPS OOOOb and the presumptive standards proposed in EG OOOOc (such that, as applicable, facilities would use a consistent method to demonstrate compliance with multiple EPA programs once their emission sources are required to comply with either the final NSPS OOOOb or an approved state plan or applicable Federal plan in 40 CFR part 62).

CAA section 136(c) directs the Administrator of the EPA to "impose and collect a charge on methane emissions that exceed an applicable waste emissions threshold under subsection (f) from an owner or operator of an applicable facility that reports more than 25,000 metric tons of carbon dioxide equivalent (CO<sub>2</sub> Eq.) of GHG emitted per year pursuant to subpart W of part 98 of title 40 (40 CFR part 98), regardless of the reporting threshold under that subpart" (hereinafter, waste emissions charge). An "applicable facility" is defined under CAA section 136(d) to include nine specific industry segments as defined in GHGRP subpart W. Pursuant to CAA section 136(g), the waste emissions charge "shall be imposed and collected beginning with respect to emissions reported for calendar year 2024 and for each year thereafter.'

CAA section 136(f) includes specific exemption from the waste emissions charge for certain applicable facilities that meet certain criteria, including what the EPA refers to as a "regulatory compliance exemption." Specifically, CAA section 136(f)(6)(A) states that "charges shall not be imposed pursuant to subsection (c) on an applicable facility that is subject to and in compliance with methane emissions requirements pursuant to subsections (b) and (d) of section 111 upon a determination by the Administrator that: (i) Methane emissions standards and plans pursuant to subsections (b) and (d) of section 111 have been approved and are in effect in all states with respect to the applicable facilities; and (ii) compliance with the requirements described in clause (i) will result in equivalent or greater emissions

reductions as would be achieved by the proposed rule of the Administrator entitled 'Standards of Performance for New, Reconstructed, and Modified Sources and Emissions Guidelines for Existing Sources: Oil and Natural Gas Sector Climate Review' (86 FR 63110; (November 15, 2021), if such rule had been finalized and implemented." Per CAA section 136(f)(6)(B), "if the conditions in clause (i) or (ii) of subparagraph (A) cease to apply after the Administrator has made the determination in that subparagraph, the applicable facility will again be subject to the charge under subsection (c) beginning in the first calendar year in which the conditions in either clause (i) or (ii) of that subparagraph are no longer met.'

In the preamble to the December 2022 Supplemental Proposal, the EPA noted that implementation of CAA section 136 was outside the scope of the present rulemaking, and that the EPA intended to take one or more separate actions in the future to implement CAA section 136. However, the EPA requested comment on the criteria and approaches that the Administrator should consider in making the CAA section 136(f)(6)(A)(ii) "equivalency determination" in such separate future action. Consistent with our statements in the December 2022 Supplemental Proposal, the EPA is not taking any final actions to implement CAA section 136 in this action and these comments are therefore outside the scope of this final rule.

## VII. Summary of Engagement With Pertinent Stakeholders

As part of the regulatory development process for this rulemaking, the EPA conducted extensive outreach with the public, states, Tribal nations, and a broad range of pertinent stakeholders in order to gather information from a variety of viewpoints. This engagement allowed the EPA to provide stakeholders with overviews of the November 2021 Proposal and the December 2022 Supplemental Proposal, and to explain to the public and pertinent stakeholders how to effectively engage in the regulatory process. Such outreach is consistent with several E.O.s that encourage the Federal government to have a robust public participation process in regulatory development, particularly for communities with EI concerns. The EPA specifically identified a long list of stakeholders with which to engage throughout the rulemaking processincluding, but not limited to, industry, small businesses, Tribal nations, and

communities most affected by, and vulnerable to, the impacts of the rule.<sup>160</sup>

Prior to the November 2021 Proposal, the EPA opened a public docket for preproposal input.<sup>161</sup> Throughout the rulemaking, the EPA engaged with pertinent stakeholders likely to be interested in this rulemaking in several ways, including through meetings, training webinars, round tables, public listening sessions, and a technical workshop. For example, the EPA hosted a two-part webinar training specifically targeted toward both communities with EJ concerns and Tribal nations on November 16 and 17, 2021. The purpose of this training event was for the EPA to facilitate stakeholder panel discussions and to provide background information and an overview of the November 2021 Proposal, as well as information on how to effectively engage in the regulatory process. Subsequently, on November 14, 2022, the EPA hosted a call for environmental groups and EJ communities; on November 17, 2022, the EPA held a webinar for both members of Tribal nations and communities; and on November 30, 2022, the EPA held a training for Tribal Environmental Professionals. In a second example, the EPA held a training for small businesses on May 25, 2021, November 18, 2021, and November 30, 2022, that provided an overview of how the oil and natural gas industry is regulated and offered information on how to participate in the rulemaking process. In a third example, the EPA held calls with the Association of Air Pollution Control Agencies and the National Association of Clean Air Agencies on December 6, 2022, and December 14, 2022. In addition, on November 14, 2022, the EPA held a meeting with industry and labor groups to provide an overview of the proposed supplemental changes to the rulemaking. Throughout the rulemaking process the EPA has met individually with hundreds of industry representatives, NGOs, technology vendors, academics, data companies, and others.<sup>162</sup> The EPA held 3-day virtual public hearings for all stakeholders on both the November 2021 Proposal and the December 2022 Supplemental Proposal.

The EPA notes that the implementing regulations (40 CFR part 60, subpart Ba) require states to include a description of

how they have engaged with pertinent stakeholders in the development of their state plans implementing the EG in their state plan submission to the EPA (to implement EG OOOOc). The EPA has led by example and demonstrated various examples of engagement with pertinent stakeholders so that stateswhile not limited by the EPA's outreach examples—will have a model for how they can structure their own outreach. For additional discussion on meaningful engagement as related to the development of state plans implementing the EG, please see section XIII.C.6 of this preamble.<sup>163</sup>

# VIII. Overview of Control and Control Costs

### A. Control of Methane and VOC Emissions in the Crude Oil and Natural Gas Source Category—Overview

As described in the November 2021 Proposal and the December 2022 Supplemental Proposal, the EPA reviewed the standards in the 2012 NSPS OOOO and 2016 NSPS OOOOa pursuant to CAA section 111(b)(1)(B). Based on this review, the EPA is finalizing revisions to the standards for a number of affected facilities to reflect the updated BSER for those affected facilities. Where our analyses show that the BSER for an affected facility remains the same, the EPA is finalizing to retain the current standard for that affected facility. In addition to the review of the existing standards, the EPA is finalizing new standards for GHGs (in the form of limitation on methane) and VOCs for some sources that were previously unregulated under NSPS OOOO and NSPS OOOOa. The NSPS OOOOb would apply to new, modified, and reconstructed emission sources across the Crude Oil and Natural Gas source category for which construction, reconstruction, or modification is commenced after December 6, 2022.

Further, pursuant to CAA section 111(d), the EPA is finalizing EG, which include presumptive standards for GHGs (in the form of limitations on methane) (designated pollutant), for certain existing emission sources across the Crude Oil and Natural Gas source category in EG OOOOc. While the requirements in NSPS OOOOb would apply directly to new sources, the requirements in EG OOOOc are for states to use in the development of plans that establish standards of performance that will apply to existing sources (designated facilities).

*B.* How does the EPA evaluate control costs in this final action?

Section 111 of the CAA requires the EPA to consider a number of factors, including cost, in determining "the best system of emission reduction . . . adequately demonstrated." CAA section 111(a)(1). The D.C. Circuit has long recognized that "[CAA] section 111 does not set forth the weight that [] should [be] assigned to each of these factors;' therefore, "[the court has] granted the agency a great degree of discretion in balancing them." *Lignite Energy Council* v. *EPA*, 198 F.3d 930, 933 (D.C. Cir. 1999). The courts have recognized that the EPA has "considerable discretion under [CAA] section 111," id., on how it considers cost under CAA section 111(a)(1). As the Supreme Court has more recently noted, "[i]t will be up to the Agency to decide (as always, within the limits of reasonable interpretation) how to account for cost." Michigan v. EPA, 576 U.S. 743, 759 (2015). A more detailed description of relevant case law guiding the EPA's consideration of costs is set forth in section IV.A of this document and in the November 2021 Proposal. See 86 FR at 63133, 63154 (November 15, 2021). For the purposes of this final rule, we use the term "reasonable" to describe costs which. based on our evaluation, are considered to be well within the boundaries of our discretion granted by Congress and recognized by the courts.

As explained in further detail below, the EPA has determined that the costs of controls associated with the BSER for the final NSPS OOOOb and EG OOOOc are reasonable. In reaching this determination, the EPA conducted numerous cost analyses, described in detail in section XII of the November 2021 Proposal, Section IV of the December 2022 Supplemental Proposal, and section XI of this preamble—all of which discuss the BSER determinations for each of the regulated emissions sources—and in the final rule TSD in the docket for this rulemaking.

In evaluating whether the cost of a control is reasonable, the EPA considers various associated costs, including capital costs and operating costs, when evaluating the BSER for each emission source. In addition, as discussed further below, the Agency considered the costs of the collective standards for the final NSPS OOOOb and EG OOOOc in the context of the industry's overall capital expenditures and revenues. As discussed in more detail below, the capital expenditures in pollution control estimated to result from this

<sup>&</sup>lt;sup>160</sup> For a list of the EPA's engagement with pertinent stakeholders, please see Memorandum in EPA–HQ–OAR–2021–0317.

<sup>&</sup>lt;sup>161</sup>EPA Document ID No. EPA-HQ-OAR-2021-0317-0295.

<sup>&</sup>lt;sup>162</sup> See various stakeholder meeting memoranda reflected in EPA's Docket ID No. EPA–HQ–OAR– 2021–0317.

<sup>&</sup>lt;sup>163</sup> To better inform this final rulemaking, the EPA analyzed the characteristics of communities with EJ concerns. Please see the discussion in section XVI.F of this preamble and the RIA for additional information.

rulemaking represent 2–3 percent of the industry's annual capital expenditures. The estimated total annual expenditures represent less than one percent of the industry's annual revenue. Neither estimate includes increased industry revenue from the sales of captured gas resulting from pollution controls, which offsets some of these costs. At the same time, this rulemaking is estimated to reduce 58 million short tons of methane from 2024 to 2038—representing a 79 percent reduction in projected emissions from the sources covered in this rulemaking.<sup>164</sup>

As discussed in more detail in the November 2021 Proposal, see 86 FR 63154-7 (November 15, 2021), the EPA also considers a cost effectiveness analysis to be a useful metric, as it provides a means of evaluating whether a given control achieves emissions reduction at a reasonable cost and allows comparisons of relative costs and outcomes (effects) of two or more options. Cost effectiveness also provides a means of assessing consistency across rules regulating, and sectors regulated for, the same pollutant. In the context of an air pollution control option, cost effectiveness typically refers to the annualized cost of implementing an air pollution control measure divided by the amount of pollutant reductions realized annually. Notably, a cost effectiveness analysis is not intended to constitute or approximate a benefit-cost analysis in which monetized benefits are compared to costs, but rather is intended to provide a metric to compare the relative cost of emissions reductions. As explained in further detail in the November 2021 Proposal and the December 2022 Supplemental Proposal, the EPA estimated the cost effectiveness values of the various control options assessed for this rulemaking using the best information available to the Agency. The sources upon which the EPA relied in assessing cost effectiveness are described in detail in the TSDs and include studies by academia, non-governmental organizations, and state and Federal agencies. The EPA also relied upon costs and emissions data, as well as information related to technical limitations, submitted by members of the affected industry, including oil and gas production companies, and control device vendors and numerous other

stakeholders,<sup>165</sup> in the form of public comments in this rulemaking and previous rulemakings. The EPA also relied upon financial information provided by industry organizations that represent small businesses, such as the Michigan Oil & Gas Association (MOGA).<sup>166</sup>

The EPA used two approaches to determine cost effectiveness in this rulemaking. The first approach—the "single-pollutant cost effectiveness approach"-assigns all costs to the emission reduction of one pollutant and zero costs to all other concurrent reductions; where the cost of the control is reasonable for reducing any of the targeted pollutants alone, the cost is reasonable for all concurrent emissions reductions (because these additional pollutants are reduced at no additional cost). The second approach—the "multipollutant cost effectiveness approach"-apportions annualized cost of all pollutant reductions achieved by the control option in proportion to the relative percentage reduction of each pollutant controlled. A more detailed explanation of these approaches is set forth at 86 FR 63154-56 (November 15, 2021) and 87 FR 74718–19 (December 6, 2022).

As such, in the individual BSER analyses set forth in further detail section XII of the November 2021 Proposal, Section IV of the December 2022 Supplemental Proposal, and section XI of this preamble, for each control required in the final NSPS OOOOb, if a device is cost-effective under either of these two approaches, it is considered cost-effective. For EG OOOOc, which regulates only methane, a control is considered reasonable if it is cost-effective under the singlepollutant cost effectiveness approach. In addition to evaluating the annual average cost effectiveness of a control option, the EPA also considered the incremental costs associated with increasing the stringency of emissions standards in determining the appropriate level of stringency. See 86 FR 63156 (November 15, 2021) and 87 FR 74718-19 (December 6, 2022) for further details on incremental cost effectiveness analysis.

The EPA provides the cost effectiveness estimates for reducing VOC and methane emissions for various control options considered in the November 2021 Proposal and the

December 2022 Supplemental Proposal, as well as in section XI of this preamble and associated TSDs. With respect to VOC emissions, the EPA finds that cost effectiveness values up to \$5,540/ton of VOC reduction are reasonable for controls that we have identified as BSER in the final NSPS OOOOb and EG OOOOc. These VOC values are within the range of what the EPA has historically considered to represent cost-effective controls for the reduction of VOC emissions, including in the 2016 NSPS, based on the Agency's long history of regulating a wide range of industries.167

For methane, the 2016 NSPS OOOOa was the first national standard for reducing methane emissions. Accordingly, at that time, the EPA considered a variety of information in evaluating whether the costs of control that would be imposed by the final NSPS and presumptive EG standards in this action are reasonable. As discussed in the November 2021 Proposal, the EPA previously determined that methane cost effectiveness values for the controls identified as BSER for the 2016 NSPS OOOOa, which ranged up to \$2,185/ton of methane reduction, represent reasonable costs for the industry as a whole to bear to reduce pollution. 86 FR 63155 (November 15, 2021). The reasonableness of the methane value selected in that rulemaking is reinforced by the fact that sources have been complying with the 2016 NSPS OOOOa for years without deleterious effect on the industry as a whole, which indicates that the NSPS OOOOa standards are not unduly burdensome from a cost perspective. The final standards in this rulemaking similarly reflect control mechanisms and measures that many companies and sources around the country are already implementing-again, without deleterious effect on industry as a whole—which shows not only that such controls are "adequately demonstrated" but also underscores their reasonableness from a cost perspective.

<sup>&</sup>lt;sup>164</sup> The percent reduction is calculated as the ratio of the sum of estimated emissions reductions for the NSPS from 2024–2038 and for the EG from 2028–2038 to the sum of estimated baseline emissions for the NSPS from 2024–2038 and for the EG from 2028–2038.

<sup>&</sup>lt;sup>165</sup> For a more detailed summary of engagement and pertinent stakeholders that the EPA has engaged with, please see section VII of this preamble.

<sup>&</sup>lt;sup>166</sup> See section XVII.C. of this preamble for summary of the EPA's final regulatory flexibility analysis (FRFA) for this action.

<sup>&</sup>lt;sup>167</sup> The EPA has never established a bright line value with respect to cost effectiveness of VOC reductions under CAA section 111, because the cost effectiveness conclusions in individual rulemakings can be influenced by a variety of factors Nonetheless, the cost effectiveness values determined to be reasonable for VOC reductions in this action are consistent with values the EPA has determined to be reasonable in actions for other industries. See, e.g., 88 FR 29978 (May 9, 2023) (finding control measures available at \$6,800/ton of VOC reduced reasonable for Automobile and Light Duty Truck Surface Coating Operations); 87 FR 35608 (June 10, 2022) (proposing to find control measures available for Bulk Gasoline Terminals with incremental cost effectiveness reasonable at \$4,020/ton of VOC reduced and unreasonable at \$8,300/ton of VOC reduced).

For methane, the controls that we have identified as BSER in the final NSPS OOOOb and EG OOOOc to be reasonable at cost-effectiveness values up to \$2,048/ton of methane reduction. The fact that the cost effectiveness estimates for the final standards in this action are comparable to (and in many individual instances, lower than) the cost effectiveness values estimated for the controls that served as the basis (*i.e.*, BSER) for the standards in the 2016 NSPS OOOOa, which have been in place for years, reinforces the conclusion that the final NSPS and presumptive standards in this rule are also cost-effective and reasonable.

As explained in further detail in the November 2021 Proposal, when determining the overall costs of implementation of the control technology and the associated cost effectiveness, the EPA takes into account cost savings from any natural gas recovered instead of vented as a result of the emissions controls. In our analysis, we consider any natural gas that is either recovered or not emitted as a result of a control option as being "saved;" we then apply the monetary value of the saved natural gas (estimated at \$3.13 per Mcf),<sup>168</sup> as an offset to the control cost. Notably, this offset does not apply where the owner or operator does not own the gas and would not likely realize the monetary value of the natural gas saved (e.g., transmission stations and storage facilities). Detailed discussions of this approach are presented in section 2 of the RIA and at 86 FR 63156 (November 15, 2021).

We also updated the two additional analyses that the EPA performed for both the November 2021 Proposal and the December 2022 Supplemental Proposal to further inform our determination of whether the cost of control of the collection of standards would be reasonable, similar to compliance cost analyses we have completed for other NSPS.<sup>169</sup> The two additional analyses include: (1) a comparison of the capital costs incurred by compliance with the rulemaking to the industry's estimated new annual capital expenditures, and (2) a comparison of the annualized costs that would be incurred by compliance with the final NSPS and presumptive EG

standards to the industry's estimated annual revenues. In this section, the EPA provides updated information regarding these cost analyses based on the standards described in this document. See 86 FR 63156-7 (November 15, 2021) and 87 FR 74718-19 (December 6, 2022) for additional discussion on these two analyses. The results of both analyses, described in more detail in the following paragraphs, each independently demonstrate the reasonableness of the cost-effectiveness values applied in this final NSPS OOOOb and EG OOOOc, as well as demonstrate that the collective costs of the suite of final standards are reasonable in the context of the industry as a whole.

First, for the capital expenditures analysis, the EPA divided the nationwide capital expenditures projected to be spent to comply with the standards finalized in this rulemaking by an estimate of the total sector-level new capital expenditures for a representative year; this calculation shows the percentage that the nationwide capital cost requirements under the final standards represent of the total capital expenditures by the sector. The EPA combined the compliance-related capital costs under the final standards for NSPS OOOOb and for the presumptive standards in the final EG OOOOc in order to analyze the potential aggregate impact of the rulemaking. The equivalent annualized value (EAV) of the projected compliance-related capital expenditures over the 2024 to 2038 period is projected to be about \$2.5 billion in 2019 dollars. We obtained new capital expenditure data for relevant NAICS codes for 2018–2021 from the 2019, 2020, and 2021 editions of the U.S. **Census Annual Capital Expenditures** Survey.<sup>170</sup> According to these data, new capital expenditures for the sector ranged from \$79 billion in 2021 to \$156 billion in 2019 w in 2019 dollars.<sup>171</sup> The wide range of annual expenditures across years are likely due to COVID-19-related impacts that dampened spending in 2020 and 2021. As such, while we conducted the analysis for all years from 2018 to 2021, we view the results for 2018 and 2019 as more representative of expected industry

outlays going forward. Note that new capital expenditures in 2019 for pipeline transportation of natural gas (NAICS 4862) includes only expenditures on structures because data on equipment expenditures are withheld to avoid disclosing data for individual enterprises. As a result, the 2019 capital expenditures used here represent an underestimate of the sector's expenditures. Comparing the EAV of the projected compliance-related capital expenditures under this rule with the 2019 total sector-level new capital expenditures yields a percentage of about 1.6 percent, which is well below the percentage increase previously upheld by the courts as reasonable under CAA section 111. See detailed discussion at 86 FR 63156-7 (November 15, 2021) (citing Essex Chem. Corp. v. Ruckelshaus, 486 F.2d 427, 437-40 (D.C. Cir. 1973); Portland Cement Ass'n v. Train, 513 F.2d 506, 508 (D.C. Cir. 1975)). The same comparison for 2021 total sector-level new capital expenditures yields a percentage of about 3.2 percent.

Second, for the comparison of compliance costs to revenues, we used the EAV of the projected compliance costs both with and without projected revenues from product recovery under the rule for the 2024 to 2038 period, then divided the nationwide annualized costs by the annual revenues for the appropriate NAICS code(s) for a representative year in order to determine the percentage that the nationwide annualized costs represent of annual revenues. Like we do for capital expenditures, we combine the costs projected to be expended to comply with the standards for NSPS and the presumptive standards in the EG in order to analyze the potential aggregate impact of the rule. The EAV of the associated increase in compliance cost over the 2024 to 2038 period is projected to be about \$2.7 billion without revenues from product recovery and about \$1.7 billion with revenues from product recovery (in 2019 dollars). Revenue data for relevant NAICS codes were obtained from the U.S. Census 2017 County Business Patterns and Economic Census, the most recent revenue figures available.<sup>172</sup> According to these data, 2017 receipts for the sector were about \$357 billion in 2019 dollars. Comparing the EAV of the projected compliance costs under the rulemaking with the sector-level

<sup>&</sup>lt;sup>168</sup> This value reflects the forecasted Henry Hub price for 2022 from: U.S. Energy Information Administration. Short-Term Energy Outlook. https://www.eia.gov/outlooks/steo/archives/ may21.pdf. Release Date: May 11, 2021.

<sup>&</sup>lt;sup>169</sup> For example, see our compliance cost analysis in "Regulatory Impact Analysis (RIA) for Residential Wood Heaters NSPS Revision. Final Report." U.S. Environmental Protection Agency, Office of Air Quality Planning and Standards. EPA– 452/R–15–001, February 2015.

<sup>&</sup>lt;sup>170</sup> U.S. Census Bureau, 2020 Annual Capital Expenditures Survey, table 4b. Capital Expenditures for Structures and Equipment for Companies with Employees by Industry: 2019 Revised, https://www. census.gov/data/tables/2020/econ/aces/2020-acessummary.html, accessed July 12, 2022.

<sup>&</sup>lt;sup>171</sup> The total capital expenditures for the same NAICS codes during 2018 and 2020 were about \$154 billion and \$90 billion, respectively, in 2019 dollars.

<sup>&</sup>lt;sup>172</sup> 2017 County Business Patterns and Economic Census. The Number of Firms and Establishments, Employment, Annual Payroll, and Receipts by Industry and Enterprise Receipts Size: 2017, https:// www.census.gov/programs-surveys/susb/data/ tables.2017.html, accessed October 16. 2023.

receipts figure yields a percentage of about 0.8 percent without revenues from product recovery and about 0.5 percent with revenues from product recovery. More data and analysis supporting the comparison of capital expenditures and annualized costs projected to be incurred under the rule and the sectorlevel capital expenditures and receipts is presented in the TSD for this action, which is in the public docket.

Based on all of the cost-related information, data, and analyses described above, and as explained in further detail in the individual sections describing the BSER for each control in this preamble, the November 2021 Proposal, and the December 2022 Supplemental Proposal, the EPA concludes that the costs of the controls that serve as the basis the final NSPS OOOOb and EG OOOOc are reasonable.

Some commenters have argued that the EPA was required to perform a costbenefit analysis of this rulemaking demonstrating that the costs outweigh the benefits, and have cited the Supreme Court's decision in Michigan v. EPA, 576 U.S. 743 (2015) in support of this contention. One commenter <sup>173</sup> contends that the EPA's proposal is not reasonable if the climate benefits are illusory, and questions "[w]hat benefitcost calculation makes the proposed regulatory surge a smart investment of public and private resources." The commenter also takes issue with the EPA's statement in the Supplemental Proposal that our "monetized benefits analysis is entirely distinct from the statutory BSER determinations proposed herein and is presented solely for the purposes of complying with E.O. 12866," 87 FR 74843. The commenter cites one excerpt from the Supreme Court's decision Michigan in support of its argument: "One would not say that it is even rational, never mind 'appropriate,' to impose billions of dollars in economic costs in return for a few dollars in health or environmental benefits . . . No regulation is 'appropriate' if it does significantly more harm than good." 576 U.S. at 752. Another group of commenters <sup>174</sup> quotes the same language from the case and asserts that the EPA must ''balance the costs associated with government regulation against compliance costs," and that the November 2021 Proposed Rule "fails the cost-benefits test."

The EPA is mindful of the Supreme Court's holding in *Michigan* and has carefully considered how it applies to

this rulemaking. The EPA disagrees with the commenters insofar as they suggest that the EPA was requiredunder Michigan or any other authorityto undertake a formal cost-benefit analysis in this rulemaking. In Michigan, the Supreme Court concluded that the EPA erred when it concluded it could not consider costs when deciding whether it is "appropriate and necessary'' under CAA section 112(n)(1)(A) to regulate hazardous air pollutants from electric utility steam generating units (power plants), despite the relevant statutory provision containing no specific reference to cost. 576 U.S. at 751. In doing so, the Court held that the EPA "must consider cost including, most importantly, cost of compliance-before deciding whether regulation is appropriate and necessary" under CAA section 112. Id. at 759. In examining the language of CAA section 112(n)(1)(A), the Court concluded that the phrase "appropriate and necessary" was "capacious" and held that "[r]ead naturally in the present context, the phrase 'appropriate and necessary' requires at least some attention to cost." Id. at 752. This capaciousness was relevant in the context of section 112(n)(1)(A) because that section directs the EPA to determine "whether to regulate" the emission source, which is a context in which "[a]gencies have long treated cost as a centrally relevant factor." Id. at 753 (emphasis added).

The Supreme Court added in *Michigan* that it "need not and [does] not hold that the law unambiguously required the Agency, when making this preliminary estimate [of costs under the 'appropriate and necessary' standard of CAA 112(n)(a)(1)], to conduct a formal cost-benefit analysis in which each advantage and disadvantage is assigned a monetary value. It will be up to the Agency to decide (as always, within the limits of reasonable interpretation) how to account for cost." *Id.* at 759.

Section 111 differs in material respects from the provision the Supreme Court interpreted in Michigan. Unlike the circumstances at issue in Michigan, the predicate decision whether to regulate the emission source has already been made here. CAA section 111(b)(1)(A) requires the Administrator to list a source category "if, in his judgment, it causes or contributes significantly to, air pollution which may reasonably be anticipated to endanger public health or welfare." Notably, this provision does not hinge on a determination, like that under consideration in Michigan with respect to CAA section 112, that such listing is "appropriate and necessary." Indeed, the EPA has long regulated emissions

from the oil and gas source category, having first listed the source category in 1979. And once the EPA has listed a source category, CAA section 111(b)(1)(B) and (d)(1) require the EPA to promulgate new source performance standards and, for certain pollutants, emission guidelines for regulation of existing sources. Pursuant to this authority, the EPA has regulated VOC emissions since 1985 and GHG emissions (in the form of limitations on methane) since 2016. See section IV.B for further explanation of the regulatory history for the source category; and section V for further discussion of the EPA's authority to promulgate methane regulations.

Importantly, unlike the statutory provision at issue in Michigan, CAA section 111 already requires the EPA to consider costs when determining the appropriate level of control. Specifically, the "standards of performance" for new and existing sources finalized in this rule are "standard[s] for emissions of air pollutants which reflect[] the degree of emission limitation achievable through the application of the best system of emission reduction which (taking into account the cost of achieving such *reduction* and any nonair quality health and environmental impact and energy requirements) the Administrator determines has been adequately demonstrated." CAA section 111(a)(1) (emphasis added). Thus, even if the Court's examination of CAA 112(n)(a)(1) in Michigan did apply to CAA section 111-which the EPA disputes-the EPA's decision here, unlike in the rule reviewed in Michigan, is not blind to costs. Rather, the EPA has satisfied the Court's directive to consider costs. both in the context of the individual BSER analyses for individual emissions source (as directed by the language of the statute) and in the context of the rule as a whole. Moreover, while the EPA is not required to undertake a "formal costbenefit analysis in which each advantage and disadvantage [of a regulation] is assigned a monetary value," Michigan, 576 U.S. at 759,175 the EPA has contemplated and carefully considered both the advantages and disadvantages of the final NSPS OOOOb and EG OOOOc, including the qualitative and quantitative benefits of

<sup>&</sup>lt;sup>173</sup> Document ID No. EPA–HQ–OAR–2021–0317– 2359.

<sup>&</sup>lt;sup>174</sup> Document ID No. EPA–HQ–OAR–2021–0317–0790.

<sup>&</sup>lt;sup>175</sup> Accordingly, the EPA disagrees with the commenters that the EPA was required to demonstrate that the monetized benefits of the regulations outweigh the costs, and the EPA does not rely on the analysis of costs and benefits conducted to comply with E.O. 12866 for this purpose.

the regulation and the costs of compliance.

The primary disadvantage that the EPA has weighed in finalizing the NSPS OOOOb and EG OOOOc is the cost of compliance and the effects of those costs on industry. Notably, neither CAA section 111 nor Michigan directs that costs be considered in any particular way, and in this action, the EPA has considered costs using the same cost metrics that the EPA has historically used in numerous rulemakings under CAA section 111 for decades. As explained above, the EPA has used cost effectiveness as a metric to evaluate whether the costs associated with emissions reductions from a given technology are reasonable. This metric (widely used in environmental regulation) provides a way for the EPA to specifically consider the cost associated with each ton of reduction achieved by a particular control measure, and thereby determine whether the emission reductions achieved by the control measure are worthwhile, both as to the individual control measure in comparison to other available control measures, and in comparison to the regulation of the same pollutant in other industries. As explained in detail in section XI of this preamble, section XII of the November 2021 Proposal, and Section IV of the December 2022 Supplemental Proposal discussing the BSER determinations for each of the regulated emissions sources, the EPA has also considered costs in various other ways, including capital costs and operating costs, when evaluating the reasonableness of various control measures to determine the BSER.

In addition, the EPA conducted two cost analyses specifically for purposes of this action in order to evaluate the costs of compliance with the collective standards in the final NSPS OOOOb and EG OOOOc at a sector level and consider them in the context of the industry's overall capital expenditures and revenues. As explained in detail above, the EPA estimates that the capital costs expected to be incurred by compliance with the final NSPS OOOOb and EG OOOOc are about two to three percent of the industry's estimated new annual capital expenditures, and that the annualized compliance costs are less than one percent of the industry's estimated annual revenues. Notably, neither value includes increased industry revenue from the sales of captured gas resulting from pollution controls. Thus, while the industry will bear some costs to comply with the final NSPS OOOOb and EG OOOOc, each of these analyses supports the EPA's

determination that the costs associated with compliance with the final standards are reasonable and consistent with costs of control that the source category has expended for years to comply with existing state and Federal standards, and on voluntary actions to reduce emissions.

In terms of advantages, the final NSPS OOOOb and EG OOOOc will have numerous benefits to the climate. the natural environment, and human health through their projected reductions in methane and VOC emissions. Regarding methane, the oil and natural gas sector is the largest source of industrial methane emissions in the U.S. As described in greater detail in section III.B.2, it represents 28 percent of U.S. anthropogenic methane emissions and three percent of overall U.S. GHG emissions. Moreover, methane is a powerful and potent GHG—over a 100year timeframe, it is nearly 30 times more powerful at trapping climate warming heat than CO<sub>2</sub>, and over a 20year timeframe, it is 83 times more powerful. Because it is particularly potent and emitted in large quantities, methane mitigation provides one of the best opportunities to reduce near-term warming and offers important climate benefits.

The projected methane emissions reductions from the final NSPS OOOOb and EG OOOOc standards, for each regulated emission source and taken together as a whole, will contribute to avoided climate and human health impacts, which are described in greater detail in section III.A.1 of this preamble, as well as in section III.A of the November 2021 Proposal. Warming temperatures in the atmosphere, ocean, and land have led to, for example: increased numbers of heat waves, wildfires, and other severe weather events; reduced air quality; more intense hurricanes and rainfall events; and sea level rise. These environmental changes, along with future projected changes, endanger the physical survival, health, economic well-being, and quality of life of people living in the U.S., particularly those in the most vulnerable communities. As discussed in greater detail in section III.A.1, impacts from climate change driven by GHG emissions are wide-ranging in type and scope, and present serious threats to human life and the natural environment. For example, severe weather events and natural disasters exacerbated by climate change—such as droughts, floods, storm surges, wildfires, and heat waves-affect food security, air quality and respiratory health, availability of fresh drinking water, population stability, national

security, participation in the workforce, and infrastructure and property, among many others. Other environmental impacts of climate change such as ocean acidification, altered plant growth, and increased concentrations of ozone also affect human health and well-being, in addition to that of the natural environment.

The final NSPS OOOOb and EG OOOOc standards are projected to reduce 58 million short tons of methane emissions from 2024 to 2038, which represents a 79 percent reduction in projected emissions from the sources covered in NSPS OOOOb and EG OOOOc. Accordingly, significantly reducing emissions of methane from the largest U.S. industrial source of this highly potent GHG will have meaningful climate benefits and environmental impacts, which will in turn have beneficial impacts on human health.

As described in more detail in section III.A.2, reducing VOC emissions will also benefit human health and the environment. The oil and natural gas sector represents the top anthropogenic U.S. sector for VOC emissions (after removing the biogenics and wildfire sectors), which is about 23 percent of total VOCs emitted by U.S. anthropogenic sources. See section III.B.2. VOCs can cause a variety of health concerns, including cancerous and noncancerous illnesses, particularly respiratory and neurological ones. VOCs are also one of the key precursors in the formation of ozone. Tropospheric, or ground-level, ozone is formed through reactions of VOC and NOx in the presence of sunlight; ozone formation can be controlled to some extent through reductions in emissions of the ozone precursors VOC and NOx. Health effects of ozone exposure include premature death from lung or heart diseases, as well as harmful symptoms and the development of asthma. Repeated exposure to ozone can also have harmful effects on sensitive plants and trees, which have the potential to impact ecosystems and the services they provide. The final NSPS OOOOb and EG OOOOc standards are projected to reduce 16 million short tons of VOC emissions from 2024–2038, which represent a 47 percent reduction in projected emissions from the sources covered in NSPS OOOOb and EG OOOOc.176 Significant reductions in

<sup>&</sup>lt;sup>176</sup> The percent reduction is calculated as the ratio of the sum of estimated emissions reductions for the NSPS from 2024–2038 and for the EG from 2028–2038 to the sum of estimated baseline emissions for the NSPS from 2024–2038 and for the EG from 2028–2038.

VOCs, like methane reductions, will have significant benefits to human health and the environment.

In consideration of all of this information, the EPA has concluded that, based on the totality of circumstances, the advantages that the rule provides—namely in the form of a substantial and meaningful reduction in methane and VOC pollution, and the associated positive impacts on public health and the natural environment (as discussed in detail in Section III.A) outweigh its disadvantages, namely cost of industry compliance in the context of the industry's revenue and expenditures.

### IX. Interaction of the Rules and Response to Significant Comments Thereon

A. What date defines a new, modified, or reconstructed source for purposes of the final NSPS OOOOb?

NSPS OOOOb would apply to all emissions sources ("affected facilities") identified in the final 40 CFR 60.5365b that commenced construction, reconstruction, or modification after December 6, 2022.

Pursuant to CAA section 111(b), the EPA proposed NSPS for a wide range of emissions sources in the Crude Oil and Natural Gas source category in November 2021. Some of the proposed standards resulted from the EPA's review of the current NSPS codified at 40 CFR part 60 subpart OOOOa, while others were proposed standards for additional emissions sources that are currently unregulated. The emissions sources for which the EPA proposed standards in the November 2021 Proposal are as follows:

• Well completions

• Gas well liquids unloading operations

- Associated gas from oil wells
- Wet seal centrifugal compressors
- Reciprocating compressors
- Process controllers
- Pumps
- Storage vessels

• Collection of fugitive emissions components at well sites, centralized production facilities, and compressor stations

• Equipment leaks at natural gas processing plants

• Sweetening units

The EPA proposed standards for an additional emissions source, specifically dry seal centrifugal compressors, in the December 2022 Supplemental Proposal, while also providing numerous significant updates to the standards previously proposed in the November 2021 Proposal.

These final standards of performance apply to "new sources." CAA section 111(a)(2) defines a "new source" as "any stationary source, the construction or modification of which is commenced after the publication of regulations (or, if earlier, proposed regulations) prescribing a standard of performance under this section which will be applicable to such source." While the initial rulemaking proposing the standards for these emission sources was published November 15, 2021, due to many significant updates included in the December 2022 Supplemental Proposal, and the addition of dry seal centrifugal compressor proposed standards, the EPA is specifying that the "new sources" to which the final standards in NSPS OOOOb apply are those that commenced construction, reconstruction, or modification after December 6, 2022 (the date the supplemental proposal published in the Federal Register).

We received comments on the November 2021 Proposal that the proposal lacked regulatory text and therefore should not be used to define new sources for purposes of NSPS OOOOb.<sup>177</sup> The EPA disagrees that absence of a regulatory text in a proposal necessarily means that sources constructed after the date of the proposal cannot be "new sources" for purposes of an NSPS. Regardless, based on the unique facts and circumstances here, the EPA has concluded that only sources constructed, modified, or reconstructed after the date of the supplemental proposal should be considered new sources for the purposes of NSPS OOOOb.

On the unique facts and circumstances here, defining new sources based on the date of the supplemental proposal is consistent with CAA section 111(a)(2). That provision does not require the EPA to define new sources based on the date of the first proposal. Instead, CAA section 111(a)(2) states that a new source is "any stationary source, the construction or modification of which is commenced after the publication of regulations (or, if earlier, proposed regulations) prescribing a standard of performance under this section which will be applicable to such source." The statute's general reference to "proposed regulations" gives the EPA discretion to determine which proposal (either an initial proposal or a supplemental proposal) should be used to define the universe of new sources in appropriate

circumstances. For the reasons stated above, it is reasonable based on the facts and circumstances of this rule to define the date for NSPS OOOOb based on the date of the supplemental proposal. These facts and circumstances include that the supplemental proposal included several updates to the proposed standards and rationale supporting those standards for many different sources, and that the supplemental proposal included new standards for a new source of emissions not addressed by the initial proposal. For example, in the December 2022 Supplemental Proposal, the EPA proposed changes to the proposed standards for fugitives at well sites, the use of alternative monitoring approaches for fugitives, pumps, and standards for dry seal centrifugal compressors. Having potentially differing dates for various new sources (e.g., one date for sources that the EPA did not propose changes in the December 2022 Supplemental Proposal and another date for sources that the EPA did propose changes to in the December 2022 Supplemental Proposal) that could be within the same facility would complicate the due dates for annual reporting. Having the same date for all sources at a facility will reduce burden on owners and operators to be able to have all annual reporting due simultaneously. Taken together, these facts support establishing the definition of new sources for purposes of NSPS OOOOb as those sources for which construction, modification, or reconstruction commenced after the date of the supplemental proposal.

Moreover, defining new sources as the EPA has described allows the EPA to establish a single new source definition for all NSPS OOOOb, which will streamline administration of the program for states and for the EPA. Because the supplemental proposal included proposed standards for certain sources not addressed in the initial proposal, if the EPA set the definition for new sources for NSPS OOOOb based on the dates upon which each of the standards were first proposed for each emissions source, the new source definition would run from the date of initial proposal for some sources of emissions, and the date of the supplemental proposal for others. Put another way, under that scenario, NSPS OOOOb would contain multiple definitions of "new source" which would differ from standard to standard. This complexity could make administration of the NSPS OOOOb unnecessarily cumbersome. Moreover, the time between the original November

<sup>&</sup>lt;sup>177</sup> See Document ID Nos. EPA–HQ–OAR–2021– 0317–0424, –0539, –0579, –0598, –0599, –0815, and –0929.

2021 Proposal and the December 2022 Supplemental Proposal was not vast. Within this single year, the EPA believes that a relatively modest number of sources commenced construction. While moving the applicability date for NSPS OOOOb does mean that these sources which commenced construction between the November 2021 Proposal and the December 2022 Supplemental Proposal will be considered "existing sources" for purposes of EG OOOOc instead of "new sources" under NSPS OOOOb, the EPA believes that this is an acceptable and preferred outcome when compared to the complexities associated with the alternative which are explained above. Notably, the EPA is also finalizing existing source EG in this action, which will ultimately require these sources to comply with standards of performance adopted in state plans under EG OOOOc.

## *B.* What date defines an existing source for purposes of the final EG OOOOc?

The November 2021 Proposal and December 2022 Supplemental Proposal also included proposed emissions guidelines for states to follow to develop plans to regulate existing sources in the Crude Oil and Natural Gas source category under EG OOOOc. Under CAA section 111, relative to a particular NSPS, a source is considered either new, i.e., construction, reconstruction, or modification commenced after a proposed NSPS is published in the Federal Register (CAA section 111(a)(2)), or existing, *i.e.*, any source other than a new source (CAA section 111(a)(6)). Accordingly, any source that is not subject to the proposed NSPS OOOOb as described is an existing source for purposes of EG OOOOc. As explained, the EPA is finalizing that for purposes of NSPS OOOOb new sources are those that commenced construction, reconstruction, or modification after December 6, 2022. Therefore, existing sources are those that commenced construction, reconstruction, or modification on or before December 6, 2022.

### C. How will the final EG OOOOc impact sources already subject to NSPS KKK, NSPS OOOO, or NSPS OOOOa?

Sources currently subject to 40 CFR part 60, subpart KKK (NSPS KKK), 40 CFR part 60, subpart OOOO, or NSPS OOOOa would continue to comply with their respective VOC and methane standards until sources are subject to and in compliance with a state or Federal plan implementing EG OOOOc. While EG OOOOc specifically addresses methane and not VOC, any reductions from the methane standards established

in a state or Federal plan implementing EG OOOOc will similarly reduce VOCs. Therefore, the EPA concludes that the methane presumptive standards in EG OOOOc will result in the same or greater emission reductions than the VOC and methane standards in previous NSPS KKK, NSPS OOOO, or NSPS OOOOa. Once sources are subject to and in compliance with a state or Federal plan implementing EG OOOOc, and if that plan is just as stringent as or more stringent than the presumptive standards in EG OOOOc, the source will be deemed to comply with the previous respective VOC NSPS, and no longer subject to the methane NSPS, and will comply with only the state or Federal plan implementing EG OOOOc. Because the EG OOOOc does not contain SO<sub>2</sub> standards, sources subject to SO<sub>2</sub> standards in NSPS OOOO or NSPS OOOOa would continue to comply with their respective SO<sub>2</sub> standards unless they modify and become subject to the requirements in NSPS OOOOb.

In this rulemaking, the EPA is finalizing standards for dry seal centrifugal compressor and intermittent vent process controllers for the first time in NSPS OOOOb and presumptive standards in EG OOOOc. These designated facilities (i.e., dry seal centrifugal compressors and intermittent vent process controllers) are not subject to regulation under a previous NSPS. The EPA is also finalizing presumptive standards in EG OOOOc for fugitive emissions at compressor stations, pumps at natural gas processing plants, and process controllers at natural gas processing plants that are all the same or more stringent than previous standards in NSPŠ KKK, NŠPS OOOO, and NSPS OOOOa, as applicable. Additionally, the final presumptive standards in EG OOOOc for pumps (excluding processing) and natural gas processing plant equipment leaks are more stringent than the standards in NSPS OOOOa for pneumatic pumps and the standards in NSPS KKK, NSPS OOOO, and NSPS OOOOa for natural gas processing plant equipment leaks.

For wet seal centrifugal compressors, two different standards are in place in the previous NSPS. NSPS KKK is an equipment standard that provides several compliance options including: (1) Operating the compressor with the barrier fluid at a pressure that is greater than the compressor stuffing box pressure; (2) equipping the compressor with a barrier fluid system degassing reservoir that is routed to a process or fuel gas system, or that is connected by a CVS to a control device that reduces VOC emissions by 95 percent or more; or (3) equipping the compressor with a system that purges the barrier fluid into a process stream with zero VOC emissions to the atmosphere. NSPS KKK exempts a compressor from these requirements if it is either equipped with a closed vent system to capture and transport leakage from the compressor drive shaft back to a process or fuel gas system or to a control device that reduces VOC emissions by 95 percent, or if it is designated for no detectable emissions (NDE). NSPS OOOO and NSPS OOOOa require 95 percent reduction of emissions from each centrifugal compressor wet seal fluid degassing system. NSPS OOOO and OOOOa also allow the alternative of routing the emissions to a process. For sources transitioning from NSPS KKK to EG OOOOc, the EPA is finalizing a subcategory for wet seal centrifugal compressors at onshore natural gas processing plants for which construction, reconstruction, or modification commenced after January 20, 1984, and on or before August 23, 2011. This subcategory will apply to all sources that were previously subject to NSPS KKK, and have EG OOOOc presumptive standards that are equivalent to NSPS KKK with three compliance options including: (1) operating the compressor with the barrier fluid at a pressure that is greater than the compressor stuffing box pressure; (2) equipping the compressor with a barrier fluid system degassing reservoir that is routed to a process or fuel gas system, or that is connected by a CVS to a control device that reduces methane emissions by 95 percent or more; or (3) equipping the compressor with a system that purges the barrier fluid into a process stream with zero methane emissions to the atmosphere. While EG OOOOc specifically addresses methane and not VOC, any reductions from the methane standards contained in this subcategory that reduce methane as established in a state or Federal plan implementing EG OOOOc will similarly reduce VOCs. Therefore, wet seal centrifugal compressors within this subcategory will only need to comply with a state or Federal plan implementing EG OOOOc and will then no longer need to comply with NSPS KKK. The EPA is not aware of any wet seal centrifugal compressors subject to NSPS OOOO or NSPS OOOOa, and the EPA believes that centrifugal compressors installed since those rules went into effect (August 2011 and September 2015) are utilizing dry seals rather than wet seals.

Similarly, there are two different standards for reciprocating compressors

in the previous NSPS: (1) NSPS KKK requires the use of a seal system and includes a barrier fluid system that prevents leakage of VOC to the atmosphere for reciprocating compressors located at natural gas processing plants, and (2) NSPS OOOO and NSPS OOOOa require changing out the rod packing every 3 years or routing emissions to a control. For sources transitioning from NSPS KKK to EG OOOOc, the EPA is finalizing a subcategory for reciprocating compressors at onshore natural gas processing plants for which construction, reconstruction, or modification commenced after January 20, 1984, and on or before August 23, 2011. This subcategory will apply to all sources that were previously subject to the VOC standards of NSPS KKK and have EG OOOOc presumptive standards that are equivalent to the VOC standards of NSPS KKK with the requirement of the use of a seal system and including a barrier fluid system that prevents leakage of methane to the atmosphere. Again, while EG OOOOc specifically regulates methane and not VOC, any methane standards contained in this subcategory that reduce methane as established in a state or Federal plan implementing EG OOOOc will similarly reduce VOCs. Therefore, reciprocating compressors within this subcategory will only need to comply with a state or Federal plan implementing EG OOOOc and will then no longer need to comply with NSPS KKK. For sources transitioning from NSPS OOOO and NSPS OOOOa, as previously explained in section XII.E.1.d of the November 2021 Proposal 178 and section IV.I of the December 2022 Supplemental Proposal, the EPA concludes that the final EG OOOOc presumptive methane standard is more efficient at discovering and reducing any emissions that may develop than the set 3-year replacement interval from NSPS OOOO and NSPS OOOOa. Overall, the final presumptive standards in EG OOOOc would result in more rod packing replacements, thereby reducing more emissions compared to the 3-year interval. Therefore, reciprocating compressors transitioning from NSPS OOOO and NSPS OOOOa only need to comply with a state or Federal plan implementing EG OOOOc, and will then be no longer needed to comply with NSPS OOOO or NSPS OOOOa.

The affected facility for storage vessels is defined in the NSPS OOOO and NSPS OOOOa as a single storage vessel with the potential to emit (PTE) greater than 6 tons of VOC per year and

the standard that applies is 95 percent emissions reduction. Under the final EG OOOOc, the designated facility is a tank battery with the PTE greater than 20 tons of methane per year with the same 95 percent emission reduction standard. Affected facilities under NSPS OOOO or OOOOa that are part of a designated facility under the EG presumptive standard would be required to meet the 95 percent reduction standard, and therefore only need to comply with a state or Federal plan implementing EG OOOOc and will then no longer need to comply with NSPS OOOO or OOOOa. Affected facilities under NSPS OOOO or OOOOa that emit 6 tpy or more of VOCs but that do not meet the PTE 20 tons of methane per year definition would continue to comply with the 95-percent emissions reduction standard in their respective NSPS. Scenarios regarding further physical or operational changes in NSPS OOOOb that would reclassify sources from the previous NSPS and/or EG OOOOc into NSPS OOOOb are discussed in section IV.J.1.b of this preamble.

Similarly, process controller affected facilities not located at natural gas processing plants are defined as single high-bleed controllers with a low-bleed standard under NSPS OOOO and NSPS OOOOa, while the designated facility under EG OOOOc is defined as a collection of natural gas-driven process controllers at a site with a zeroemissions standard (discussed further in section IV.D of this preamble). Because the final zero-emissions presumptive standard in EG OOOOc is more stringent than the low-bleed standard found in the previous NSPS, sources only need to comply with a state or Federal plan implementing EG OOOOc and will then no longer need to comply with NSPS OOOO and OOOOa (assuming the state or Federal plan implementing EG OOOOc is as stringent as the presumptive standard of zero emissions in the final EG).

Lastly, standards for fugitive emissions from well sites under NSPS OOOOa require semiannual OGI monitoring on all components at the well site except for wellhead only well sites (which are not affected facilities), while the presumptive standards under the final EG OOOOc would require quarterly OGI monitoring with bimonthly audible, visual, and olfactory (AVO) inspections at well sites with major production and processing equipment, semiannual OGI combined with quarterly AVO inspections at multi-wellhead only well sites,<sup>179</sup> and

quarterly AVO inspections for small sites and single wellhead well sites, as described in sections X and XI of this preamble. It is clear that the final presumptive standards in EG OOOOc for well sites with major production and processing equipment and the final presumptive standards for multiwellheads only well sites are both more stringent than the semiannual OGI monitoring standard under NSPS OOOOa because one would require more frequent OGI monitoring while the other would require AVO inspections in addition to semiannual OGI monitoring. Therefore, these existing well sites only need to comply with a state or Federal plan implementing EG OOOOc and will then no longer need to comply with NSPS OOOOa. Likewise, as the EPA has concluded that the advanced methane detection technology periodic screening work practice being finalized in EG OOOOc is equivalent to the standard fugitive emissions work practice using OGI and AVO, the advanced methane detection technology periodic screening work practice being finalized in EG OOOOc is also more stringent than the OGI monitoring standard in NSPS OOOOa. In order to allow owners and operators to adopt implementation of these advanced methane detection technologies early, the EPA is finalizing in NSPS OOOOa an option for owners and operators to comply with the advanced methane detection technology work practices in NSPS OOOOb in lieu of the OGI surveys required in 40 CFR 60.5397a. The EPA recognizes that there are some differences between the definition of fugitive emissions component between EG OOOOc and NSPS OOOOa. In NSPS OOOOa, the EPA has clarified that if an owner or operator subject to NSPS OOOOa chooses to implement the advanced methane detection technology work practices in NSPS OOOOb the definitions in 40 CFR 60.5430b, which would include the definition of fugitive emissions component, apply for the purposes of the advanced methane detection technology work practice.

For existing single wellhead only well sites and small sites that are previously subject to the semiannual monitoring under NSPS OOOOa and transitioning to EG OOOOc, the EPA is concluding that, as explained in more detail in section IV.A of this preamble, AVO is effective, and therefore OGI is unnecessary, for detecting fugitive emissions from many of the fugitive emissions components at these sites. By

<sup>&</sup>lt;sup>178</sup>86 FR 63215–20 (November 15, 2021).

<sup>&</sup>lt;sup>179</sup> Because of a difference in the definition of a wellhead only well site in NSPS OOOOa and the

proposed EG OOOOc, some single and multiwellhead only well sites could be subject to the semiannual OGI monitoring under NSPS OOOOa.

requiring more frequent visits to the sites, the final presumptive standard in EG OOOOc would allow earlier detection and repair of fugitive emissions, in particular large emissions from components such as thief hatches on uncontrolled storage vessels. The EPA concludes that the final presumptive standards under the proposed EG OOOOc would effectively address the fugitive emissions at these well sites and that semiannual OGI monitoring would no longer be necessary for these well sites. Therefore, these sources need to comply with NSPS OOOOa until they are in compliance with a state or Federal plan implementing EG OOOOc. Once subject to and in compliance with such a plan, then they no longer need to comply with NSPS OOOOa.

### X. Summary of Final Standards NSPS OOOOb and EG OOOOc

### A. Fugitive Emissions From Well Sites, Centralized Production Facilities, and Compressor Stations

As described in section IV.A of the December 2022 Supplemental Proposal preamble (87 FR 74722, December 6, 2022) and section XI.A of the November 2021 Proposal preamble (86 FR 63169, November 15, 2021), fugitive emissions are unintended emissions that can occur from a range of components at any time due to leaks. Collectively, these emissions constitute one of the largest sources of methane from this source category, representing approximately 700 kt of the 2019 methane emissions from this source category reported in the GHGI. The magnitude of these emissions can also vary widely across different facilities and over time. The EPA has historically addressed fugitive emissions from the Crude Oil and Natural Gas source category through ground-based component level monitoring using OGI or EPA Method 21 of appendix A-7 to 40 CFR part 60.

This section of the preamble presents a summary of the final standards for NSPS OOOOb and final presumptive standards for EG OOOOc regarding fugitive emissions components affected facilities and designated facilities located at well sites, centralized production facilities, and compressor stations. As defined in the final NSPS OOOOb, a fugitive emissions component is "any component that has the potential to emit fugitive emissions of methane or VOC at a well site, centralized production facility, or compressor station, such as valves (including separator dump valves), connectors, pressure relief devices, open-ended lines, flanges, covers and

closed vent systems not subject to  $\S$  60.5411b, thief hatches or other openings on a storage vessel not subject to  $\S$  60.5395b, compressors, instruments, meters, and yard piping." <sup>180</sup>

1. Fugitive Emissions at Well Sites and Centralized Production Facilities

### a. NSPS OOOOb

### i. Affected Facility

The standards apply to each fugitive emissions components affected facility, which is the collection of fugitive emissions components at a well site or centralized production facility.

### ii. Final Standards

In this final rule, the EPA is finalizing the work practice standards for monitoring and repairing (including replacing) fugitive emissions components at fugitive emissions components affected facilities located at well sites and centralized production facilities, as proposed in the December 2022 Supplemental Proposal. Specifically, the EPA is finalizing monitoring and repair programs for four subcategories of well sites as follows:

1. Single wellhead only well sites: Quarterly AVO inspections,

2. Multi-wellhead only well sites: Semiannual OGI (or EPA Method 21) monitoring following the monitoring plan required in 40 CFR 60.5397b and quarterly AVO inspections,

3. Well sites with major production and processing equipment and centralized production facilities: Quarterly OGI (or EPA Method 21) monitoring following the monitoring plan required in 40 CFR 60.5397b and bimonthly AVO inspections, and

4. Small well sites: Quarterly AVO inspections.

The third subcategory includes well sites and centralized production facilities that have:

1. One or more controlled storage vessels or tank batteries,

2. One or more control devices,

3. One or more natural gas-driven process controllers or pumps, or

4. Two or more pieces of major production or processing equipment not listed in items 1–3.

The EPA explained in the December 2022 Supplemental Proposal that it was proposing to define this third subcategory as such (in particular items 1–3 above) "because those sources individually are known sources of super-emitter emissions events (see section IV.C) and are subject to quarterly OGI for compliance assurance (storage vessels and pneumatic controllers) or are subject to other continuous monitoring requirements (control devices)."<sup>181</sup> As discussed in section XI.D.3 of this preamble, we have changed the terminology from "pneumatic controllers" to "process controllers" in the final rule.

Also, as explained in the December 2022 Supplemental Proposal, the fourth subcategory, small well sites, includes single wellhead well sites that do not contain any controlled storage vessels, control devices, natural gas-driven process controllers, or natural gasdriven pumps and contain only one piece of certain major production and processing equipment. Major production and processing equipment that would be allowed at a small well site would include a single separator, glycol dehydrator, centrifugal or reciprocating compressor, heater/treater, or a storage vessel that is not controlled. *Id.* at 74723.

For the second subcategory, multiwellhead only well sites, where semiannual OGI monitoring is required, subsequent semiannual monitoring would be required to occur at least 4 months apart and no more than 7 months apart. For the third subcategory, well sites with major production and processing equipment and centralized production facilities, where quarterly OGI monitoring is required, subsequent quarterly monitoring would occur at least 60 days apart. Quarterly OGI monitoring may be waived when temperatures are below 0 °F for two of three consecutive calendar months of a quarterly monitoring period.

In the final rule, the EPA clarified that the monitoring requirements for fugitive emissions components do not apply to buried yard piping and associated buried fugitive emissions components (*e.g.*, buried connectors on the buried yard piping).

In addition to clarifying in the fugitive emissions component definition that "valves" include dump valves, the EPA specifies in the final rule the requirement to visually inspect the separator dump valve while at the site conducting regular AVO monitoring surveys (either quarterly or bimonthly, depending on the site) to ensure that it is operating as designed and not stuck in an open position. As proposed in the December 2022 Supplemental Proposal, the EPA is also finalizing the closed and sealed requirement for thief hatches or other openings (on storage vessels or tank batteries) that are fugitive emissions components and the

 $<sup>^{180}</sup>$  The definition of a fugitive emissions component in EG OOOOc is the same except for the reference to 60.5411c instead of 60.5411b and 60.5395b.

<sup>181 87</sup> FR 74735.

requirement to visually inspect the hatch to confirm compliance during the AVO monitoring survey.

The EPA is finalizing the following repair timelines. A first attempt at repair of malfunctioning separator dump valves, open or unsealed thief hatches and other storage vessel openings, or other sources of fugitive emissions identified with AVO must be made within 15 days after the detection, with final repair required within 15 days after the first attempt. A first attempt at repair of the source of fugitive emissions identified with OGI or EPA Method 21 must be made within 30 days after the detection, with final repair required within 30 days after the first attempt. The EPA is also finalizing provisions to allow a delay of repair if the repair is technically infeasible, would require a vent blowdown, well shutdown, or well shut-in, would be unsafe to repair during operation of the unit, or would require replacement parts that are unavailable for certain reasons (see section XI.A.1.e for details); in no case is delay allowed beyond 2 years.

Monitoring surveys of fugitive emissions components affected facilities at a well site or centralized production facility must continue until the site or facility is permanently closed following the required well closure plan. After all well closure activities are completed, a final OGI survey of the site must be conducted (and recorded in the well closure plan) and any emissions detected must be eliminated.

iii. Recordkeeping and Reporting Requirements

The final rule requires specific recordkeeping and reporting requirements for each fugitive emissions components affected facility located at a well site or centralized production facility. The recordkeeping requirements closely follow those in the December 2022 Supplemental Proposal but incorporate the addition of new delay of repair recordkeeping requirements. In the case of delay of repair due to parts unavailability, operators must document the date the leak was added to the delay of repair list, the date the replacement fugitive emissions component or part thereof was ordered, the anticipated delivery date, and the actual delivery date.

The reporting requirements are unchanged from the December 2022 Supplemental Proposal. Sources would be required to report the designation of the type of site (*i.e.*, well site or centralized production facility) at which the fugitive emissions components affected facility is located. In addition, for each fugitive emissions components

affected facility that becomes an affected facility during the reporting period, the date of the startup of production or the date of the first day of production after the modification would be required to be reported for well sites or centralized production facility. Each fugitive emissions components affected facility at a well site would also be required to specify in the annual report what type of site it is (*i.e.*, a single wellhead only well site, small well site, a multiwellhead only well site, or a well site with major production and processing equipment) and to report information on changes such as the removal of all major production and processing equipment or well closure activities during the reporting period.

For fugitive emissions components affected facilities located at well sites and centralized production facilities, the following information is required to be included in the annual report for fugitive emissions monitoring surveys conducted using AVO, OGI, or Method 21:

• Date of the survey,

• Monitoring instrument or, if the survey was conducted using AVO, notation that AVO was used,

• Any deviations from key monitoring plan elements or a statement that there were no deviations from these elements of the monitoring plan,

• Number and type of components for which fugitive emissions were detected,

• Number and type of fugitive emissions components that were not repaired as required,

• Number and type of fugitive emissions components (including designation as difficult-to-monitor or unsafe-to-monitor, if applicable) on delay of repair and explanation for each delay of repair, and

• Date of planned shutdown(s) that occurred during the reporting period if there are any components that have been placed on delay of repair.

For fugitive emissions components affected facilities located at well sites and centralized production facilities complying with an alternative fugitive emissions standard under 40 CFR 60.5399b, the annual report must identify the alternative standard and include either the site-specific report or the same information described above. For fugitive emissions components affected facilities located at well sites and centralized production facilities complying with an alternative fugitive emissions standard under 40 CFR 60.5398b, the annual report must include information specified in 40 CFR 60.5424b.

### b. EG OOOOc

### i. Designated Facility

These final EG define designated facilities as the collection of fugitive emissions components at a well site or a centralized production facility.

### ii. Final Presumptive Standards

The presumptive methane standards for existing sources under EG OOOOc are the same as the methane standards for new sources under NSPS OOOOb.

2. Fugitive Emissions at Compressor Stations

### a. NSPS OOOOb

### i. Affected Facility

The standards apply to each fugitive emissions components affected facility, which is the collection of fugitive emissions components at a compressor station.

### ii. Final Standards

In this final rule, the EPA is finalizing the quarterly OGI (or EPA Method 21) monitoring requirement for fugitive emissions components affected facilities located at compressor stations, as proposed in the December 2022 Supplemental Proposal. Specifically, the EPA is finalizing the requirement that quarterly surveys be performed using OGI or EPA Method 21 following the monitoring plan required in the final regulatory text at 40 CFR 60.5397b. The EPA is also finalizing the requirement to conduct monthly AVO monitoring at compressor stations. Any indications of fugitive emissions identified via AVO would be subject to repair requirements.

The EPA is also finalizing the repair timelines proposed in the December 2022 Supplemental Proposal. A first attempt at repair of the source of fugitive emissions identified with AVO must be made within 15 days after the detection, with final repair required within 15 days after the first attempt. A first attempt at repair of the source of fugitive emissions identified with OGI or EPA Method 21 must be made within 30 days after the detection, with final repair required within 30 days after the first attempt. The EPA is also finalizing provisions to allow a delay of repair if the repair is technically infeasible, would require a vent blowdown, a compressor station shutdown, a well shutdown or well shut-in, would be unsafe to repair during operation of the unit, or would require replacement parts that are unavailable for certain reasons (see section XI.A.2.b for details); in no case is delay allowed beyond 2 years.

The final rule for fugitive emissions components affected facilities located at

compressor stations includes the requirement that consecutive quarterly monitoring surveys be conducted at least 60 days apart. As proposed, the EPA is finalizing the provision that the quarterly OGI monitoring may be waived when temperatures are below 0 °F for 2 of 3 consecutive calendar months of a quarterly monitoring period.

## iii. Recordkeeping and Reporting Requirements

The final rule requires specific recordkeeping and reporting requirements for each fugitive emissions components affected facility. The recordkeeping requirements closely follow those in the December 2022 Supplemental Proposal but incorporate the addition of new delay of repair recordkeeping requirements. In the case of delay of repair due to parts unavailability, operators must document the date the leak was added to the delay of repair list, the date the replacement fugitive emissions component or part thereof was ordered, the anticipated delivery date, and the actual delivery date.

The reporting requirements are unchanged from the December 2022 Supplemental Proposal. Sources would be required to report the designation of the type of site (*i.e.*, compressor station) at which the fugitive emissions components affected facility is located. For fugitive emissions components affected facilities located at compressor stations, the following information is required to be included in the annual report for monthly surveys conducted using AVO, OGI, or Method 21:

• Date of the survey,

• Monitoring instrument or, if the survey was conducted using AVO, notation that AVO was used,

• Any deviations from key monitoring plan elements or a statement that there were no deviations from these elements of the monitoring plan,

• Number and type of components for which fugitive emissions were detected,

• Number and type of fugitive emissions components that were not repaired as required,

• Number and type of fugitive emissions components (including designation as difficult-to-monitor or unsafe-to-monitor, if applicable) on delay of repair and explanation for each delay of repair, and

• Date of planned shutdown(s) that occurred during the reporting period if there are any components that have been placed on delay of repair.

For fugitive emissions components affected facilities located at compressor stations complying with an alternative fugitive emissions standard under 40 CFR 60.5399b, the annual report must identify the alternative standard and include either the site-specific report or the same information described above. For fugitive emissions components affected facilities located at compressor stations complying with an alternative fugitive emissions standard under 40 CFR 60.5398b, the annual report must include information specified in 40 CFR 60.5424b.

### b. EG OOOOc

i. Designated Facility

These final EG define designated facilities as the collection of fugitive emissions components at a compressor station.

ii. Final Presumptive Standards

The presumptive methane standards for existing sources under EG OOOOc are the same as the methane standards for new sources under NSPS OOOOb.

### B. Advanced Methane Detection Technology Work Practices

The EPA has included the use of advanced methane detection technologies in this final rule, in recognition of the rapid and continued advancement of these technologies and their current use by owner or operators to supplement their existing ground based OGI surveys and AVO inspections. Industry has applied many such technologies, from on-site sensor networks to aerial flyovers using remote sensing technology that can screen hundreds of sites in a single deployment, to efficiently detect methane emissions at a variety of facilities and focus their methane mitigation efforts. In the November 2021 Proposal, we proposed to allow owners and operators to undertake an approach with bimonthly periodic screening events using these technologies as an alternative to periodic OGI surveys. In doing so, the EPA acknowledged that these advanced methane detection technologies have important advantages, including the ability to detect fugitive emissions quickly and cost-effectively in a manner that may be less susceptible to operator error or judgement than traditional leak detection technologies. Because many of these advanced methane detection technologies are designed to scan multiple sites at once, owners and operators have used them as an effective "screening" tool to rapidly identify particular high-emitting sites that warrant targeted inspection and repair efforts.

The inclusion of these advanced methane detection technologies in NSPS OOOOb and EG OOOOc received

widespread support from stakeholders. We also received feedback on how the EPA could improve on its proposal and expand this approach to maximize its efficacy in reducing methane emissions and its utility as a compliance flexibility for owners and operators. In the December 2022 Supplemental Proposal, we provided additional flexibility for advanced methane technologies using the periodic screening approach by allowing the frequency of the surveys to vary according to the sensitivity of the technology used, instead of requiring the same frequency of monitoring for all technologies (*i.e.*, periodic screening surveys performed with technologies with lower detection thresholds would need to be performed less frequently than screening surveys performed with technologies with higher detection thresholds). We also introduced a separate alternative work practice using continuous methane monitoring systems. Finally, we proposed a streamlined approach to approving new technology that is similar to our current alternative test method approval process. This approach ensures that the advanced methane detection technologies used to conduct periodic screening or continuous monitoring will provide consistent and reliable information for emission reductions, while also allowing an easier pathway for owners and operators to adopt the use of the technologies. We believe that this approach will continue to incentivize the continued development and improvement of these technologies, thus leading to even greater emission reductions.

This section summarizes the final provisions in NSPS OOOOb and in the model rule implementing EG OOOOc for the use of advanced methane detection technologies in lieu of OGI and/or AVO at well sites, centralized production facilities, and compressor stations. As described here, the EPA is finalizing a compliance option that would allow the use of these advanced methane detection technologies as an alternative to the use of ground-based OGI surveys, EPA Method 21 (which the final rule continues to allow as an alternative to OGI), and AVO inspections to identify emissions from the collection of fugitive emissions components located at well sites, centralized production facilities, and compressor stations. In response to comments received on the December 2022 Supplemental Proposal, the EPA has made revisions and clarifications to the periodic screening approach, continuous monitoring provisions, and alternative test method process for

approving advanced methane detection technologies for use in these work practices.

## 1. Periodic Screening

In this final rulemaking, the EPA is expanding the proposed alternative periodic screening approach to provide more flexibility in selection of appropriate advanced methane detection technology and to account for the spatial resolution of these technologies. The EPA has also reevaluated the equivalency modeling from the December 2022 Supplemental Proposal used to develop the screening frequency matrix and is finalizing revisions to these tables to account for uncertainty in the models as discussed in the revised Supplemental TSD **Fugitive Emissions Abatement** Simulation Toolkit (FEAST) Memo.<sup>182</sup> The updated periodic screening frequency matrices are specified in tables 3 and 4 of the final NSPS OOOOb and the model rule implementing the final EG OOOOc. The EPA is also finalizing an interim periodic screening option that will expire on March 9, 2026. See section XI.B.1 of this preamble for more information on this interim periodic screening matrix.

For periodic screening using advanced methane detection technology, the final rules provide greater flexibility by allowing the owner or operator to utilize multiple detection technologies in combination, instead of requiring the owner or operator to choose one technology. This approach will allow end-users to optimize their periodic screening program by choosing the most suitable technology based on time of year and availability of technology providers. The periodic screening frequency will be based on the technology with the highest aggregate detection threshold that the owner or operator lists as a technology they plan to use in their monitoring plan (e.g., if you use methods with aggregate detection thresholds of 15 kg/ hr, your periodic screenings must be conducted monthly). The final rule also allows an owner or operator to replace any periodic screening survey with an OGI survey.

This final rulemaking will require owners and operators to develop a monitoring plan, which can be sitespecific or cover multiple sites. The monitoring plan must contain the following information at a minimum, consistent with the December 2022 Supplemental Proposal: • Identification of each site, including latitude and longitude;

• Identification of the alternative test methods(s) used (*i.e.*, advanced methane detection technology) and required frequency;

• Contact information of the entities performing the screening;

• Procedures for conducting OGI surveys;

• Procedures for identifying and repairing fugitive emissions components, covers, and closed vents systems when emissions are detected; and

• Procedures for verifying repairs of fugitive emissions components, covers, and closed vents system.

The final rulemaking finalizes the proposed timeframe in the December 2022 Supplemental Proposal that an owner or operator must initiate periodic screenings using advanced methane detection technology, within 90 days after startup or modification of a fugitive emissions components affected facility and storage vessel affected facility at new, modified, or existing well sites, centralized production facilities, and/or compressor stations, as well as timeframes for initiating periodic screenings if an owner or operator opts to switch to periodic screenings at a later time (*i.e.*, the owner or operator was originally conducting fugitive emissions surveys with OGI or EPA Method 21). The final rule also sets timeframes for conducting annual OGI surveys, if an owner or operator is required to do so based on the periodic screening matrix.

The final rulemaking finalizes the requirement in the December 2022 Supplemental Proposal that owners and operators must receive the data from a periodic screening event within 5 calendar days. If the screening event indicates a confirmed detection, the owner or operator must conduct followup monitoring. In the final rule, we are allowing a more targeted follow-up survey, dependent on the spatial resolution of the advanced methane detection technology used during the periodic screening event. The final rulemaking includes three different classifications for spatial resolution: facility-level, which must be able to identify emissions within the boundary of a well site, centralized production facility, or compressor station; arealevel, which must be able to identify emissions within a radius of 2 meters of the emission source; and componentlevel, which must be able to identify emissions within a radius of 0.5 meters of the emission source. The follow-up monitoring that must be conducted for a confirmed detection during a periodic

screening event using a technology with facility-level spatial resolution includes:

• A monitoring survey of all the fugitive emissions components in an affected facility using either OGI or EPA Method 21;

• Inspection of all covers and closed vent systems of the affected facility with either OGI or EPA Method 21; and

• Visual inspection of all closed vent systems and covers to identify if there are any defects.

The follow-up monitoring that must be conducted for a confirmed detection during a periodic screening event using a technology with area-level spatial resolution includes:

• A monitoring survey of all the fugitive emissions components located within a 4-meter radius of the location of the confirmed detection using either OGI or EPA Method 21; and

• If the confirmed detection occurred in a portion of a site with a storage vessel or closed vent system, inspection of all covers and closed vent systems that are connected to all storage vessels and closed vent systems that are within a 2-meter radius of the confirmed detection location (*i.e.*, you must inspect the whole system that is connected to the portion of the system, not just the portion of the system that falls within the radius of the detected event). Inspection must be conducted using either OGI or EPA Method 21, as well as visually to identify defects.

The follow-up monitoring that must be conducted for a confirmed detection during a periodic screening event using a technology with component-level spatial resolution includes:

• A monitoring survey of all the fugitive emissions components located within a 1-meter radius of the location of the confirmed detection using either OGI or EPA Method 21; and

• If the confirmed detection occurred in a portion of a site with a storage vessel or closed vent system, inspection of all covers and closed vent systems that are connected to all storage vessels and closed vent systems that are within a 0.5-meter radius of the confirmed detection location (*i.e.*, you must inspect the whole system that is connected to the portion of the system, not just the portion of the system that falls within the radius of the detected event). Inspection must be conducted, as well as visually to identify defects.

As proposed, the final rulemaking requires that the owner or operator follow the repair requirements and timelines in the December 2022 Supplemental Proposal for fugitive emissions components where emissions are detected from fugitive components, and the repair requirements for covers

<sup>&</sup>lt;sup>182</sup> See Memorandum in EPA–HQ–OAR–2021–0317.

and closed vent systems (CVS) if emissions are detected during the follow-up monitoring survey. We are also finalizing as proposed the requirement to conduct an investigative analysis when the source of a confirmed detection is determined to be a control device subject to the rule or an emission from or defect from a cover or closed vent system associated with an affected facility, although we have refined the requirements. These requirements include:

• Repair all fugitive emissions components, covers, and closed vent systems within 30 days after receiving the periodic screening data (except where delay of repair is allowed).

• Initiate an investigative analysis within 5 days if an emission or defect in a closed vent system or cover is determined to be the cause of the emissions.

• Initiate an investigative analysis within 24 hours of receiving the monitoring survey and inspection results if a failed control device is determined to be the cause of the emissions.

• Investigative analyses must be used to determine the underlying primary cause and other contributing causes to the emissions event. Owners and operators must determine the actions needed to bring the control device into compliance; how to prevent future failures of the control device from the same underlying cause(s); and updates are necessary to the engineering analysis for the cover or closed vent system to prevent future emissions from the cover and closed vent system.

2. Continuous Monitoring Screening

In this final rulemaking, the EPA is finalizing the continuing monitoring approach and associated work practice in the December 2022 Supplemental Proposed Rule with some changes to better account for background methane concentrations and to better incorporate additional types of measurement systems. The EPA has reexamined the proposed detection threshold for these systems and has adjusted that threshold in the final rule to better account for background methane concentrations.

The final rule includes defined requirements for operating continuous monitoring systems, including using advanced methane monitoring technology approved by the EPA for this purpose. This system must be set-up in a manner to generate a valid methane mass emission rate (or equivalent) once at least every twelve-hour block, have an operation downtime of less than 10 percent, and have checks in place to monitor the health of the system. We

have revised the proposed sensitivity requirements to allow systems with detection thresholds of 0.40 kg/hr of methane or lower and, are requiring systems to transmit data at least once every 24 hours. The final rule maintains the timeframe in the December 2022 Supplemental Proposal for when the owner or operator must initiate continuous monitoring using advanced methane detection technology (i.e., within 120 days after startup of a fugitive emissions components affected facility and storage vessel affected facility at new, modified, and existing well sites, centralized production facilities, and/or compressor stations), as well as timeframes for initiating continuous monitoring if an owner or operator opts to switch to periodic screenings at a later time (i.e., the owner or operator was originally conducting fugitive emissions surveys with OGI or EPA Method 21).

In the final rulemaking, we have revised the "action-levels" in the December 2022 Supplemental Proposal to account for the potential for background methane emission levels at many of these sites. An action-level is the time weighted average that triggers an investigative analysis to identify the cause(s) of the exceedance. For affected facilities located at wellhead only well sites, these "action-levels" are as follows:

• Rolling 90-day average of 1.2 kg/hr of methane over the site-specific baseline.

• Rolling 7-day average of 15 kg/hr of methane over site-specific baseline.

For affected facilities located at well sites with major production and processing equipment, small well sites, centralized production facilities, and compressor stations, the action levels are as follows:

• Rolling 90-day average of 1.6 kg/hr of methane over the site-specific baseline.

• Rolling 7-day average of 21 kg/hr of methane over the site-specific baseline.

The final rule includes a new and defined set of criteria for the timeframe and site conditions under which to establish the site-specific baseline emissions since the December 2022 Supplemental Proposal, finalizes as proposed how to calculate emissions after the baseline has been established, and has refined the proposed actions the owner or operator must take when an "action-level" is exceeded. Prior to establishing the site-specific baseline, the owner or operator must perform inspections of the fugitive emissions components, any covers and closed vent systems, and control devices to ensure the site is leak free and in compliance

with the requirements in NSPS OOOOb and/or the applicable state plan implementing EG OOOOc. The owner or operator must then record the site-level emissions from the continuous monitoring system for 30 days and determine the mean emission rate, less any time periods when maintenance activities were conducted.

The final rule has changed the requirements in the December 2022 Supplemental Proposal for how to calculate the 7-day and 90-day rolling average to account for the site-specific baseline and has maintained the intent of required follow-up activities when exceedances of the action-level have occurred. We have also changed the nomenclature of the follow-up activities from "root cause analysis" to "investigative analysis" and from "corrective action" to "mass emission rate reduction plan" to eliminate confusion caused by the terminology we used in the December 2022 Supplemental Proposal. We have also more clearly specified the requirements for these activities. The requirements for an investigative analysis are as follows:

• The investigative analysis must be initiated within 5 days after an exceedance of an action-level to determine the underlying primary and contributing cause(s).

• When the 7-day action-level is exceeded, within 5 days after the exceedance the investigative analysis must be completed and initial steps must be taken to reduce the mass emission rate.

• When the 90-day action-level is exceeded, within 30 days after the exceedance the investigative analysis must be completed and initial steps must be taken to reduce the mass emission rate.

An owner or operator must develop a mass emission rate reduction plan when any of the following conditions have been met:

• For an exceedance of the 90-day action-level, 30-day average mass emission rate for the 30 days following the completion of the investigative analysis and initial steps to reduce the mass emission rate is not below the applicable 90-day action-level.

• For an exceedance of the 7-day action-level, the mass emission rate for the 24-hour period after the completion of the investigative analysis and initial steps to reduce the mass emission rate is not below the applicable 7-day actionlevel.

• The actions needed to reduce the emission rate below the applicable action-level will take more than 30 days to implement.

3. Alternative Test Method for Methane Detection Technology

In this final rule, the EPA has strengthened the alternative test method approval process for advanced methane detection technology used in periodic screening and continuous monitoring. The EPA has further clarified the Administrator authority in the approval process, the criteria for who may submit requests for approval, and the requirements for what information must be submitted by those entities seeking approval.

This final rule specifies a process for applying and obtaining the EPA's approval for the use of an advanced methane detection technology in lieu of the required monitoring methods in the rule by submitting the test method for the alternative technology. However, instead of relying on existing provisions for alternative test methods 40 CFR 60.8(b), we are in the final rule citing a new alternative test method provision in 40 CFR 60.5398b(d). This provision incorporates specific criteria for the review, evaluation, and potential use of advanced methane detection technology for use in periodic screening, continuous monitoring, and/or superemitter detection.

This final rule maintains the procedures in the December 2022 Supplemental Proposal for submitting an alternative test method for methane detection technology request. These requests must be submitted to the Leader, Measurement Technology Group along with any supporting data to the methane detection portal at (www.epa.gov/emc/oil-and-gasalternative-test-methods). Confidential Business Information (CBI) must not be submitted through this portal; detailed instructions for submitting information for which an entity submits a claim of CBI are provided in 40 CFR 60.5398b(d)(1). The Administrator will complete an initial completeness review of submissions within 90 days. An approval or disapproval will be issued in writing within 270 days after receiving a request. Submission approvals may be considered on a sitespecific basis or more broadly applicable, depending on the technology and the information provided in the request.

The December 2022 Supplemental Proposal included limitations on which entities could submit an alternative test method request. The final rule retains these provisions while also providing improvements to allow for proprietary advanced methane measurement technology internally developed by owners and operators. Any entity that meets the following specifications may submit an alternative test method request:

• The entity must be an individual or organization located in or that has representation in the United States.

• The entity must be an owner or operator of an affected facility under NSPS OOOOb or EG OOOOc.

• If the entity is the not the owner or operator of an affected facility, the entity must directly represent the provider of the candidate measurement system using advanced methane detection technology and the measurement system must have been applied to measurements and monitoring in the oil and gas sector (domestically or internationally).

• The candidate measurement system must have been sold, leased, or licensed, or offered for sale, lease, or license to the general public or developed by an owner or operator for internal use and/or use by external partners.

The final rule also expands upon the information you are required to provide to the Administrator when submitting a request to use an alternative test method for advanced methane detection technology. These expanded requirements represent the minimum amount of material required by the EPA to completely understand the functionality of candidate measurement technology systems, how these systems are applied to generate a methane mass emission rate (kg/hr) or equivalent emission rate, data management, detection threshold, and spatial resolution.

The final rule requires an entity to provide the Administrator contact information for the requester, the desired applicability of the technology, and a description of the candidate measurement technology system, including:

• A description of the scientific theory and appropriate references outlining the underlying technology;

• A description of the physical instrument;

• Type of measurement and desired application (*e.g.*, airborne, in-situ); and

• Potential limitations of the candidate measurement system, including application limitations.

The request must also include information on how the system converts results to a mass emission rate or equivalent. This information must include the following:

• Workflow and description covering all steps and processes from measurement technology signal output to final, validated mass emission rate (*i.e.*, kg/hr) or equivalent. • Description of how any meteorological data are used, including how they are collected and/or sourced.

• Identification of any model(s) used, including how inputs are determined or derived.

• All calculations used, including the defined variables for any calculations.

A-priori methods and datasets used.
Explanation of any algorithms/ machine learning procedures used in the data processing, if applicable.

The request must also include a description of how data collected and generated by the system are collected, maintained, and stored; how these data streams are processed and manipulated, including how the resultant data processing is documented; and a description of which data streams are provided to the end-user of the data and how that information is delivered or supplied.

The EPA has further refined the supporting information that must be used to verify detection thresholds and information on how the candidate measurement system must be applied to ensure the detection thresholds are maintained during monitoring events. We have also revised the detection threshold to an average aggregate detection threshold, which is defined as the average of all site-level detection thresholds from a single deployment (e.g., a singular flight that surveys multiple well sites, centralized production facility, and/or compressor stations). The information provided in the request must include published reports produced by either the submitting entity or an outside entity evaluating the technology, standard operating procedures, alternative testing procedure(s) (preferably in the format described in Guideline Document 45),183 and documents provided to endusers of the data.

The final rule includes a new requirement for entities to verify the spatial resolution of the candidate measurement system. The supporting information verifying the spatial resolution must be in the form of published report (*e.g.*, scientific papers) produced by either the submitting entity or an outside entity evaluating the submitted measurement technology that has been independently evaluated.

## C. Super Emitter Program

This section presents a summary of the final standards for the Super Emitter Program. As described in section IV.C of the December 2022 Supplemental Proposal preamble (87 FR 74722,

<sup>&</sup>lt;sup>183</sup> Available at https://www.epa.gov/sites/ default/files/2020-08/documents/gd-045.pdf.

December 6, 2022), the EPA proposed the Super Emitter Program to ensure that this rulemaking comprehensively addresses the widespread problem of abnormally large emissions events known as super-emitters. The EPA is including the Super Emitter Program in this final rulemaking, previously proposed as the Super Emitter Response Program in the December 2022 Supplemental Proposal. The EPA has developed this program in response to recent studies, which indicate that a small portion of sources contribute almost 50 percent of the methane emissions in the oil and gas sector, and on a global scale, the largest of these emissions sources may represent as much as 12 percent of global methane emissions from oil and gas production. For purposes of this rule, a superemitter event is one that has a quantified emission rate of 100 kg/hr of methane or greater.

As described here, this program is designed to provide a transparent, reliable, and efficient mechanism by which the EPA will provide owners and operators with timely notifications of super-emitter emissions data collected by the EPA-certified third parties using the EPA-approved remote sensing technologies (e.g., satellites). Where such an event is attributable to a source regulated under CAA section 111 (NSPS 0000, 0000a, or 0000b, or a state or Federal plan implementing EG OOOOc), the responsible owner or operator will take action in response to such notifications in accordance with the applicable regulation.

The EPA anticipates that the NSPS and presumptive standards for existing sources that are included in this final rulemaking will reduce many sources of super-emitters. However, these events sometimes arise from planned maintenance, other routine operations, and are also frequently attributable to major malfunctions or improperly operating control devices. These events are unpredictable and can occur in between routine inspections and/or fugitive emissions monitoring surveys. Moreover, these events are sufficiently large to result in significant emissions of the harmful air pollutants regulated under this rule in a short span of time. By leveraging data collected by the EPAapproved third parties using the EPAapproved methods to identify such events and providing a mechanism for the EPA to promptly notify owners and operators of such events for appropriate follow-up action, the Super Emitter Program serves as both a complement and a backstop to the other requirements of this rulemaking.

As described in our response to comments, the EPA received several comments—including from owners and operators of regulated facilities supporting the objectives of the Super Emitter Program and the importance of timely identifying and resolving superemitter events. In this final rulemaking, the EPA has also made a number of changes to the Super Emitter Program in order to provide appropriate oversight by the EPA, address implementation concerns raised by commenters, and ensure that the program provides owners and operators with transparent, reliable, and timely information about super-emitter events.

As described in section IV.C of the December 2022 Supplemental Proposal preamble (87 FR 74746, December 6, 2022), the EPA proposed a Super Emitter Program as a backstop to address large methane super-emitters from this sector. This program is designed for the EPA to receive superemitter emission data collected by the EPA-certified third parties using the EPA-approved remote sensing technologies (*e.g.*, satellites) in a timely manner. In response to comments objecting to or otherwise expressing concerns with requiring owners and operators to respond directly to thirdparty notifications of super-emitter events, the EPA has revised the program in the final rulemaking such that it is the EPA, and not third parties, that will notify an identified owner or operator after reviewing third-party notifications of the presence of a super-emitter event at or near its oil and gas facility (e.g., a specific well site, centralized production facility, gas processing plant, or compressor station), requiring the owner or operator to investigate and report the results to the EPA. Also, in response to comments, the EPA emphasizes that certified third parties will only be authorized to use remote sensing technologies such as satellites or aerial surveys—*i.e.*, this program does not authorize third parties to enter well sites or other oil and gas facilities, and it does not allow for the use of technologies such as OGI that would require close access to such facilities.

#### 1. Statutory Authority

The Super Emitter Program finalized in this rule is based on the EPA's authority under CAA section 114(a) to require "any person who owns or operates any emission source" (except mobile sources) <sup>184</sup> to provide information necessary for purposes of

carrying out the CAA and its authority to regulate sources under CAA section 111. In the 2022 Supplemental Proposal, the EPA proposed two separate legal frameworks for the Super Emitter Program. 87 FR 74752. The final Super Emitter Program is based on the second legal framework. Under this framework, the EPA's authority to require sources (regardless of whether those sources are regulated under CAA section 111) to investigate potential sources of superemitter events and report to EPA is CAA section 114. The EPA's authority to require regulated sources to repair or otherwise address the cause of the super-emitter event is CAA section 111. In particular, for sources regulated under CAA section 111, the Super Emitter Program will serve as: (1) an additional work practice standard under NSPS OOOOb (and presumptive standard under EG OOOOc) for fugitive emissions at well sites, centralized production facilities and compressor stations, and as (2) an additional compliance assurance measure for other NSPS OOOOb affected facilities, NSPS OOOO and OOOOa affected facilities. and designated facilities under EG 0000c.

a. Authority To Require Investigation and Reporting for all Sources

The EPA's authority to require all sources, regardless of whether they are regulated under CAA section 111, to investigate potential super-emitter events and report back to the EPA stems from the EPA's broad authority under CAA section 114(a) to require, among other things, monitoring, reporting, and recordkeeping from owners and operators of stationary sources. CAA section 114(a)(1) gives the EPA broad authority to "require any person . . . to (A) establish and maintain such records; (B) make such reports; (C) install, use and maintain such monitoring equipment, and use such audit procedures, or methods; . . . and (G) provide such other information as the administrator may reasonably require . . . ." The EPA can impose such obligations on "any person who owns or operates any emission source," whether or not the emission source is regulated under the CAA, "[f]or the purpose of assisting in the development of any implementation plan under . . . section 7411(d) of this title, any standard of performance under section 7411 of this title," "determining whether any person is in violation of any such standard or any requirement of such plan," or "carrying out any provision of this chapter." CAA section 111(b) requires that the EPA review and, if appropriate,

revise an NSPS at least every 8 years

<sup>&</sup>lt;sup>184</sup> The EPA has similar information collection authority with respect to mobile sources under CAA section 208.

following its promulgation.<sup>185</sup> The information on super-emitter events from both regulated and unregulated oil and gas sources can help inform the EPA on the effectiveness of its current NSPS for this sector and potential focus in its future review. Therefore, based on the authority under CAA section 114(a), the Super Emitter Program requires owners and operators to investigate and report all sources, including non-NSPS/ EG sources, that they suspect may have caused or contributed to the superemitter event specified in the EPA notice that they have received, to ensure that a regulated source is not contributing to the event, as well as to provide useful information to the EPA in carrying out its review obligation under CAA section 111(b). The information on super-emitter events can also help owners and operators prevent or minimize losing a valuable product (natural gas).

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b. Authority To Require Repair for Regulated Sources: Work Practice Standards for Fugitive Emissions

Pursuant to CAA section 111, the EPA has incorporated the Super Emitter Program, in particular the requirement to repair fugitive emissions components that are sources of super-emitter events, as a part of the BSER and therefore work practice standards for fugitive emissions components affected/designated facilities under NSPS OOOOb/EG OOOOc. As the first part of the fugitive emissions BSER and work practice standards, discussed in section X.A of this document, the EPA has established periodic monitoring and repair work practice standards as the BSER for these fugitive emissions components affected/ designated facilities under NSPS OOOOb and EG OOOOc. Fugitive emissions may nevertheless occur from these components between the specified periodic monitoring. Emissions from certain fugitive emissions components can be significant (as one example, a stuck-open thief hatch) and can remain undetected until the next scheduled periodic monitoring. Accordingly, as the second part of the fugitive emissions BSER and work practice standard for affected/designated facilities under NSPS OOOOb and EG OOOOc, the EPA is requiring repair of fugitive emissions components that are the cause of super-

emitter events in between routine monitoring. While the EPA has determined that it is not cost effective to require more frequent periodic monitoring, where a super-emitter event (*i.e.*, 100 kg/hr) is caused by fugitive emissions components, repair to reduce such large emissions is clearly cost effective. To that end, the Super Emitter Program supplements the periodic monitoring and repair work practice standards in NSPS OOOOb (and presumptive standards in EG OOOOc) by requiring repair of fugitive emissions components affected/designated facilities under these subparts that the owner or operator has identified as the source of the super-emitter event through this program.<sup>186</sup> The owner or operator will conduct repair in accordance with the same repair requirements as those for fugitive emissions detected during the periodic monitoring, as specified in the applicable standard (i.e., NSPS OOOOb or a state plan implementing EG 0000c).

c. Authority To Require Monitoring and Reporting for Regulated Sources: Compliance Assurance for Other Regulated Sources

For regulated sources that are not fugitive emissions components affected/ designated facilities under NSPS OOOOb/EG OOOOc, the presence of a super-emitter event suggests that the source may not be in compliance with the applicable requirements for that source contained in the EPA's regulations. The compliance assurance aspect of the Super Emitter Program is based on the EPA's regulations for individual emissions sources in the NSPS and EG promulgated pursuant to CAA section 111. NSPS OOOO/OOOOa/ OOOOb and the model rule implementing EG OOOOc all include design and/or operational requirements 187 and monitoring,

<sup>187</sup> The EPA establishes "standards of performance" pursuant to CAA section 111. CAA section 302(l) defines a "standard of performance" to include not only standards limiting the quantity, rate, or concentration of emissions, but also requirements "relating to the operation or maintenance of a source to assure continuous emission reduction." Examples of such compliance

recordkeeping, and reporting requirements <sup>188</sup> to assure that standards of performance 189 are being met. However, as explained above, super emitter events are unpredictable; they can occur between routine inspections and release significant emissions in a short span of time. To address this concern, the Super Emitter Program provides additional monitoring, reporting and recordkeeping for affected/designated facilities under NSPS OOOO/OOOOa/OOOOb and EG OOOOc based on the EPA's authority under CAA section 114(a) to impose such requirements for purposes of determining whether or not standards under these subparts are being met. Where a super-emitter event originates from one of these affected/designated facilities or associated equipment regulated under NSPS OOOO, OOOOa, OOOOb, or a state or Federal plan implementing EG OOOOc, the Super Emitter Program serves as an additional source of monitoring data to inform and alert owners and operators to check and make sure that the source and associated control device and equipment are operating as required under the applicable NSPS or State or Federal plan implementing EG OOOOc. For example, a super-emitter event may be caused by an open thief hatch on a storage vessel subject to NSPS OOOOa, which is not permitted except for very limited circumstances as defined in the rule. In that event, the Super Emitter Program serves to alert an owner or operator of the need to close the thief hatch pursuant to the requirements of NSPS OOOOa, but the Super Emitter Program does not itself impose a requirement to close the thief hatch. Since there are already requirements in place to bring emissions down to or below the applicable NSPS standards (and will be in state or Federal plans implementing EG OOOOc), the Super Emitter Program does not itself independently require specific actions

<sup>188</sup> The EPA has long relied on CAA section 114 to establish monitoring, recordkeeping, and reporting requirements to implement and enforce the emissions standards promulgated under CAA section 111 (*see, e.g.,* 36 FR 24876 (December 23, 1971) (NSPS for the initial five listed source categories, citing both CAA sections 111 and 114 as the statutory authorities). That was the case with the 2012 NSPS OOOO and 2016 NSPS OOOOa, and the EPA has similarly included such measures in the present rule in NSPS OOOOb and in the model rule for EG OOOOc.

<sup>189</sup> These do not include fugitive emissions components affected/designated facilities under NSPS OOOOb and EG OOOOc, which the EPA has separately addressed, as discussed above.

<sup>&</sup>lt;sup>185</sup> As explained earlier in section IV.A of this preamble, CAA section 111(b)(1)(B) provides the EPA discretion to determine the pollutants and sources to be regulated. In addition, concurrent with the 8-year review (and though not a mandatory part of the 8-year review), the EPA may examine whether to add standards for pollutants or emission sources not currently regulated for that source category.

<sup>&</sup>lt;sup>186</sup> As explained in the 2022 Supplemental Proposal (87 FR 74753), despite our incorporation of this additional repair requirement under the Super Emitter Program into the work practice standards for the fugitive emissions components at well sites, centralized production facilities and compressor stations, this repair requirement is nevertheless severable from the periodic monitoring and repair work practices that we have separately analyzed and established as the BSER for fugitive emissions at each of these facilities. In addition, the additional repair requirement of the Super Emitter Program is severable from the CAA section 114(a)(1) monitoring and reporting aspect of the Program.

assurance requirements include 40 CFR 60.5411/ 60.5411a (cover and closed vent system requirements) and 60.5412/60.5412a (control device requirements) in NSPS OOOO/OOOOa.

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to address emissions from super-emitter events attributed to NSPS or EG sources; it merely puts owners and operators on notice that action may be required to bring a source back into compliance with the applicable emission standards. To clarify this point, the final rule includes amendments to NSPS OOOO and OOOOa to incorporate relevant compliance assurance provisions of the Super Emitter Program, specifically the requirement to investigate and report whether the super-emitter event was caused by a NSPS OOOO or OOOOa affected facility or associated equipment.

#### 2. Major Elements

The following describes the major elements in the Super Emitter Program that serve to assure the reliability of the super-emitter data that the EPA receives under this program. These elements ensure that the data the EPA receives is meaningful and lead to expeditious and effective mitigation of super-emitter events by owners and operators, whether required or voluntarily.

## a. Qualifications for Third-Party Notifiers

A third party can be any independent entity, meaning that the third party does not own or operate the site where a super-emitter is detected. In this final rulemaking, the EPA is maintaining the requirements for the qualification of the third-party notifiers in the December 2022 Supplemental Proposal, including the requirement that notifiers use remote sensing technologies. These technologies and their method for operation must be approved under the advanced methane detection technology program in 40 CFR 60.5398b(d). Third parties are limited to using remote sensing technologies such as satellites or aerial surveys and would not be authorized by this program to enter a site.

## b. Third-Party Notifier Certification

In this final rulemaking, the EPA establishes a framework by which we will certify third-party notifiers from whom the EPA would accept data from super-emitter events under the Super Emitter Program. The final rulemaking includes provisions governing how the third-party must submit a request to be certified, requirements that a third-party must meet to be certified and/or recertified, obligations for notifiers to maintain records of surveys performed to maintain certification, and procedures for revoking a notifiers certification.

A third-party notifier certification request must be submitted to the Leader,

Measurement Technology Group, 109 T.W. Alexander Drive, P.O. Box 12055, Research Triangle Park, NC 27711. If your request contains CBI, you must transmit these data electronically using email attachments, File Transfer Protocol, or other online file sharing services.<sup>190</sup> This request must include general identification for the entity submitting the request, including the mailing address, physical address, and contact information for the principal officer and certifying officials(s). This request must also include the following information:

• Description of the advanced methane detection technologies that the third party intends to use, including reference to any alternative test method approval under 40 CFR 60.5398b(d), and any agreements with the technology providers.

• Curriculum vitae of the certifying official(s) detailing training for evaluating results of the chosen advanced methane detection technology.

• The entity's standard operating procedure(s) detailing the procedures and processes used by the entity for data review, including the accuracy of emissions data and locality data provided by the technology provider, how the entity will identify the owner or operator of a site, and procedures for handling potentially erroneous data.

• Description of the system for maintaining essential records.

• A Quality Management Plan consistent with the EPA's Quality Management Plan Standard (Directive No: CIO 2015–S–01.0, January 17, 2023).

An entity that has received third-party approval must maintain the following records in order to retain its certification status:

• Records for all surveys conducted by or sponsored by the certified thirdparty notifier that are the basis for a third-party super-emitter identification submitted to the EPA.

• Records for any notifications provided to the EPA and any additional data collected supporting the notification not required by the EPA to be reported.

• Records or identification of databases used to identify owner or operators of sites where super-emitter events reported to the EPA occurred.

The Administrator will assess the completeness, reasonableness, and accuracy of the third party's request based on the updated certification criteria in the final rule. Once certified, the third-party notifier will receive a unique notifier ID which will be posted at *www.epa.gov/emc-third-partycertifications.* If there is any material change to the information included in the third party's initial certification request, *e.g.*, a change to the technology that the third party intends to use or a change to the certifying official(s), the final rule requires the third party to submit a revised request and be recertified before implementing those changes.

As proposed, the EPA is finalizing provisions providing for the revocation of a third party's certification under certain conditions. In response to comments, the EPA has expanded in the final rule the circumstances for removing a third-party certification, which are as follows:

• Submitting super-emitter notifications after making material changes to the third party's procedures for identifying super-emitters without seeking recertification.

• If the Administrator finds that the certified third-party notifier has persistently submitted data with significant errors.

• Having engaged in illegal activity during the assessment of a super-emitter event (*e.g.*, trespassing).

• Upon determination by the Administrator, following petition from the owner or operator, that the owner or operator has received from the EPA more than three notices with meaningful and/or demonstrable errors of a super-emitter event at the same oil and natural gas facility (*e.g.*, a well site, centralized production facility, natural gas processing plant, or compressor station), that were submitted to the EPA by the same third party, and the owner or operator demonstrates that the claimed super-emitter event did not occur. The failure of the owner or operator to find the source of the superemitter emissions event upon subsequent inspection would not be proof, by itself, of demonstrable error on the part of the third-party notifier.

c. Notification of Super-Emitter Events

In the final rules, the EPA has amended the super-emitter notification process in the December 2022 Supplemental Proposal to now include a step whereby the EPA will receive and review the super-emitter data from certified third-party notifiers before triggering any obligation on the part of the owner or operator. The final rules require the third-party notifier to submit notifications to the EPA within 15 calendar days after detection of a superemitter event to ensure timely notice and includes standards for the content of the notification to aid in the EPA's

<sup>&</sup>lt;sup>190</sup> Please email *oaqpscbi@epa.gov* to request a file transfer link.

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review of the data. Third-party notifications must be submitted into the Super Emitter Program Portal at *https:// www.epa.gov/super-emitter* and must include the following:

• Unique Third-Party Notifier ID.

• Date of detection of the superemitter event.

• Location of super-emitter event in latitude and longitude coordinates.

• Owner(s) or operator(s) of an oil and natural gas facility of any individual well site, centralized production facility, or compressor station within 50 meters of the latitude and longitude coordinates of the superemitter event, if available, and the method used by the third party to identify the owner or operator.

• Identification of the detection technology and reference to the approval of the technology.

• Documentation (*e.g.*, imagery) depicting the detected super-emitter event and the site from which the superemitter event was detected.

• Quantified emission rate of the super-emitter event in kg/hr.

• Attestation statement that the information submitted by the thirdparty notifier is true and accurate to the best of the notifier's knowledge.

Upon receiving a third-party notification of super-emitter data through the Super Emitter Program Portal, the EPA will evaluate the notifications for completeness and accuracy to a reasonable degree of certainty. When the EPA determines that a notification has met these conditions, the EPA shall assign the notification a unique notification identification number, provide the notification to the owner/operator. and post the notification, except for the owner/operator attribution, at www.epa.gov/super-emitter. This approach responds to comments asking that notice of super-emitter events be provided as quickly as possible, both to the public and the identified owner/ operator, but also that the owner/ operator have an opportunity to respond before the super-emitter event is publicly attributed to a particular owner/operator. The EPA shall post owner/operator attributions that have been confirmed through the responses received; where response submittal deadlines have passed but no responses have been received, the EPA intends to post owner/operator attributions that the EPA reasonably believes to be accurate.

d. Identification of a Super-Emitter Event

In the final rules, the owner or operator must initiate an investigation

within 5 days after receiving an EPA notification of a super-emitter event and report the results to the EPA within 15 days after receiving such notification. If an owner or operator determines that they do not own or operate a well site, centralized production facility, or compressor station within 50 meters from the latitude and longitude provided in the notification, the owner or operator must report that to the EPA and the investigation is then complete. Otherwise, the owner or operator must investigate to determine the source of the super-emitter event.

As explained earlier in this section X.C., a super-emitter event may have been emitted from one or more of the following: (1) an affected facility or associated equipment (e.g., a control device or CVS) subject to regulation under NSPS 0000, 0000a, or 0000b ("NSPS sources"); (2) a designated facility or associated equipment subject to a state or Federal Plan promulgated pursuant to EG OOOOc ("EG sources"); or (3) an unregulated source (i.e., one that is not (1) or (2) above). Therefore, the investigation is not limited to NSPS or EG sources but also includes other sources that the owner or operator may suspect could be the source of the super-emitter event.

The owner or operator must investigate and report to the EPA the results of the investigation within 15 days after receiving a notification from the EPA. The owner and operator must also maintain a record of these investigations. To provide confidence in the reported information, the final rule has updated the list of investigations that the EPA believes will most likely reveal the source of the super-emitter event. Because the relevant investigations for identifying the source(s) of the super-emitter event may vary depending on what the third-party data reveals, the final rules defer to the owner and operator in deciding the appropriate investigation(s). However, where there are affected or designated facilities or associated equipment onsite, the owner and operator may conclude that they are unable to identify the source of the super-emitter event only after having conducted the applicable investigation listed in the respective final rule for each affected or designated facility and associated equipment.

The list of potential actions to identify the potential cause of super-emitter events may include but are not limited to the following:

• Review any maintenance activities (*e.g.*, liquids unloading) or process activities starting from the date of

detection of the super-emitter event as identified in the notification.

• Review all monitoring data from control devices (*e.g.*, flares) over the same time period.

• Review any fugitive emissions survey performed under a fugitive emissions monitoring plan over the same time period.

• Review data from any continuous alternative technology systems over the same time period.

• Screen the entire well site, centralized production facility, or compressor station with OGI, EPA Method 21, or an alternative test method(s).

e. Super-Emitter Event Report

As was proposed, the final rules require that the owner or operator submit a report to the EPA within 15 days after receiving a Super-Emitter Event notification through the Super Emitter Program Portal, including an attestation that the report is complete and accurate. The report must include the following information:

• Notification Report ID

• Confirmation that you are the owner or operator of the oil and gas facility within the immediate area (*i.e.*, 50 meters) of the latitude and longitude provided in the notification. If you do not own or operate an oil and gas facility within 50 meters of the of the latitude and longitude provided in the notification, you are not required to provide the additional information described below.

• General identification for the facility, including physical address and applicable ID (*e.g.*, EPA ID Number, American Petroleum Institute (API) Well ID) and the responsible official.

• Whether there are affected facilities or associated equipment subject to NSPS OOOO, OOOOa or OOOOb or designated facilities or associated equipment subject to a state or Federal plan pursuant EG OOOOc.

• Attestation that investigations were conducted to verify the presence or the absence of a super-emitter event.

• If you were unable to identify the source of the super-emitter and if there are NSPS OOOO, OOOOa or OOOOb affected facilities or associated equipment, or designated facilities or associated equipment subject to a state or Federal plan pursuant EG OOOOc, onsite, confirmation that you have conducted all investigations listed in the Super Emitter Program (as specified above in section X.C.2.d) that are applicable to such affected or designated facilities and associated equipment.

• If a super-emitter source is identified, what the source is and whether it is (i) an affected facility or associated equipment subject to NSPS OOOO, OOOOa, or OOOOb or (ii) a designated facility or associated equipment subject to a state or Federal plan under EG OOOOc.

• If a super-emitter event is found, the date and time the super-emitter event ended.

Upon receiving this information from the owner or operator, the EPA will update the notification report with the information provided by the owner or operator and will make the updated report publicly available at www.epa.gov/super-emitter. If a superemitter event emitted from an NSPS 0000, 0000a or 0000b affected facility or associated equipment or a designated facility or associated equipment subject to a state or Federal plan pursuant ÉG OOOOc, or associated equipment, is ongoing, you are also required to report to the Super Emitter Program Portal the following information:

• A short narrative on how you intend to end the super-emitter event, including the targeted date for completion.

• Within 5 days after the superemitter event has ended, the date and time the super-emitter event ended.

As discussed earlier in this section X.C, CAA 114(a) gives the EPA broad authority to require that owners and operators investigate and report all sources that they suspect may have caused or contributed to the superemitter event specified in the EPA notice that they have received under the Super Emitter Program. CAA 114(a) does not require regulatory text for the EPA to exercise its information gathering authority under CAA 114(a), and the EPA believes that adequate notice is provided in this Federal **Register** document, which clearly sets forth the required investigations and reporting requirements under the Super Emitter Program and their applicability to all oil and gas emission sources, whether or not they are subject to any applicable CAA section 111 standard. Nevertheless, to facilitate the implementation of the Super Emitter Program, the EPA has codified provisions of the Super Emitter Program into the regulatory text of the new NSPS OOOOb and, as appropriate, in the model rule implementing EG OOOOc and amendments to NSPS OOOO and OOOOa. Specifically, NSPS OOOOb provides the major framework for the Super Emitter Program, including criteria for certifying third-party notifiers, criteria for third-party

notifications to the EPA, and provisions governing the EPA's notification of identified owners and operators.<sup>191</sup> In addition, NSPS OOOOb includes regulatory text governing the investigation and reporting as they relate to NSPS OOOOb affected facilities and associated equipment. Similarly, the EPA has amended NSPS OOOO and OOOOa to include super-emitter event investigation and reporting requirements as they relate to affected facilities and associated equipment under those NSPS. Such provisions are also included in the model rule implementing EG OOOOc. In addition, both NSPS OOOOb and the model rule implementing EG OOOOc includes a requirement to repair fugitive component(s) that owners and operators have identified as the source of superemitter event specified in the EPA notice; as explained earlier in this section X.C, the standards for fugitive emissions components affected facilities under NSPS OOOOb (and presumptive standards under EG OOOOc) include a requirement to repair fugitive component(s) that owners and operators have identified as the source of super emitter-event specified in the EPA notice.

Further, pursuant to the Paperwork Reduction Act (PRA), the EPA estimated the reporting burden under the Super Emitter Program when it issued the December 2022 Supplemental Proposal. The total burden presented in section XVII.B for NSPS OOOOb of this final preamble includes the reporting burden for the entire Super Emitter Program, including reporting pertaining to affected facilities under NSPS OOOO and NSPS OOOOa and non-NSPS sources. The estimated reporting burden for the final Super Emitter Program has not changed since the December 2022 Supplemental Proposal and includes the estimated burden of required activities under the Super Emitter Program such as third-party certifications and notifications to the EPA and reporting requirements for identified owners and operators. Both the supplemental proposal and this final rulemaking have been reviewed by the Office of Management and Budget (OMB) through the interagency review process. The EPA envisions that for simplicity, completeness, and transparency, owners and operators would prefer one comprehensive Super Emitter Program over the possibility of having to respond

to two EPA notices on a super-emitter event.

#### D. Process Controllers

Process controllers are automated instruments used for maintaining a process condition, such as liquid level, pressure, pressure difference, or temperature. In the oil and gas industry, many process controllers are powered by pressurized natural gas and emit natural gas to the atmosphere. However, process controllers may also be powered by electricity or compressed air, and these types of controllers do not use or emit natural gas. Natural gas-driven process controllers are a significant source of methane emissions. For instance, in the 2019 GHGRP, methane emissions from process controllers made up 65 percent of the total methane emissions from petroleum system onshore production and 28 percent of the total methane emissions from natural gas systems onshore production.

In the December 2022 Supplemental Proposal, the EPA proposed a "zero emissions" VOC and methane standard in NSPS OOOOb and a "zero emissions" methane presumptive standard in EG OOOOc. This standard can be achieved by using a process controller that is not powered by natural gas, by capturing the emissions from the natural gas-driven controllers and routing them to a process, or by using self-contained controllers. The proposed rules included an exemption from the zero-emissions requirement for process controllers in Alaska at locations where access to electrical power from the power grid is not available. The proposed requirements for these sources in Alaska were to use lower emitting natural gas-driven process controllers and to perform inspections to ensure that they are operating properly. While there are changes to some compliance aspects in the final rules, such as a further-out compliance date than proposed with an interim standard for the NSPS, the zero-emissions standard in NSPS OOOOb and presumptive standard in EG OOOOc (with the Alaska exemption) are being finalized as proposed.

## 1. NSPS OOOOb

#### a. Affected Facility

The standards apply to the collection of new, modified, and reconstructed natural gas-driven process controllers at a site (*i.e.*, a well site, centralized production facility, onshore natural gas processing plant, or compressor station). Process controllers that are emergency shutdown devices (ESD) or that are not

<sup>&</sup>lt;sup>191</sup> Unlike the EPA, the Super Emitter Program imposes no obligations on States; their obligation under this final rule is to promulgate a state plan implementing EG OOOOC, as required under CAA 111(d) and EPA's implementing regulation at 40 CFR part 60, subpart Ba.

natural gas-driven are not included in the affected facility.

## b. Final Standards

The standards that apply differ depending on the location of the site and whether access to electrical power is available at the site, which are sites that have commercial line power onsite. For any site outside of Alaska, the standard for all process controllers is zero emissions of VOC and GHG (in the form of methane). Zero emissions of VOC and GHG may be achieved by using process controllers that are not driven by natural gas (and thus not affected facilities), by routing natural gas-driven process controller vapors

through a closed vent system to a process, by using self-contained natural gas-driven process controllers, or by another means that achieves the numerical standard of zero emissions of GHG (in the form of methane) and VOC. For sites in Alaska with access to electrical power the standard for all process controllers at the site is also zero emissions of VOC and GHG. For sites in Alaska without access to electrical power, owners/operators must use natural gas-driven process controllers with low natural gas emission rates. These process controllers include continuous bleed controllers with an emissions rate (or

bleed rate) of less than or equal to 6 standard cubic feet per hour (scfh) and intermittent vent controllers, which are process controllers that only emit natural gas when they actuate, rather than emitting continuously. Intermittent vent controllers are subject to monitoring requirements explained below. Further, as an optional alternative, sites in Alaska without access to electrical power may route emissions from natural gas-driven process controllers to a control device achieving a 95 percent emissions reduction. Table 12 summarizes the emissions standards for process controllers.

## TABLE 12—SUMMARY OF PROCESS CONTROLLER EMISSIONS STANDARDS

Location of site	Site has access to electrical power	Emissions standard	Emissions standard compliance method
Outside Alas- ka.	Yes or No	Zero GHG and VOC emis- sions.	Use process controllers not driven by nat- ural gas Or Route natural gas-driven process controller emissions through a closed vent system to a process Or Use self-contained natural gas-driven proc- ess controllers Or
In Alaska	Yes	Zero GHG and VOC emis- sions.	Other means to achieve zero-emissions standard. Use process controllers not driven by nat- ural gas Or Route natural gas-driven process controller emissions through a closed vent system to a process Or
			Use self-contained natural gas-driven proc- ess controllers Or Other means to achieve zero-emissions standard.
In Alaska	No	95 percent emissions control Or Emissions achieved by use of low- emitting controllers.	Route natural gas-driven process controller emissions through a closed vent system to a control device that reduces emis- sions by ≥95 percent Or Use low-bleed or intermittent vent natural gas-driven process controllers with mon- itoring for intermittent process control- lers.

Based on comments expressing concerns about new sources' ability to obtain the equipment necessary to demonstrate compliance with the final standard of zero emissions immediately upon the effective date of the final rule, the EPA is finalizing a NSPS compliance deadline for process controllers that allows for up to 1 year from the effective date of the final rule. This means that new sources will have up to 1 year to come into full compliance with the final standard of zero emissions. Until that final date of compliance, owners and operators must demonstrate compliance with an interim standard which mirrors the requirements for sites in Alaska that do not have access to electrical power. This topic is explained in detail in section XI.D.4 below.

## c. Monitoring Requirements

Monitoring is required for most natural gas-driven process controllers. For self-contained process controllers, initial and periodic monitoring is required to demonstrate that there are no identifiable emissions from the process controller. For intermittent process controllers (allowed at sites in Alaska without access to electrical power), initial and periodic monitoring is required to demonstrate that there are no identifiable emissions from the process controller when the process controller is idle. For process controllers that have emissions routed through a closed vent system to a process or to a control device, initial and periodic monitoring is required to demonstrate that there are no identifiable emissions from the closed vent system. In addition to the closed vent system monitoring requirements, process controllers that have emissions routed through a closed vent system to a control device (allowed at sites in Alaska without access to electrical power) must perform the monitoring specified in 40 CFR 60.5417b for the particular type of control device that is used. As further discussed in sections X.H and XI.H of this document, each control device must have a continuous parameter system installed and a continuous recording device for the monitoring results. Enclosed combustion devices and flares also must have either periodic visible emissions inspections or use a surveillance camera system to monitor for visible emissions. A summary of the required monitoring for natural gasdriven process controllers is shown in table 13.

## TABLE 13—SUMMARY OF PROCESS CONTROLLER INSPECTION AND MONITORING REQUIREMENTS

Equipment type	Monitoring requirement	Monitoring frequency
Natural gas-driven self-contained controllers	Use OGI or EPA Method 21 to demonstrate no identifi- able emissions from the process controller.	Initially and quarterly.
Natural gas-driven intermittent vent controllers (Alaska- only sites without electrical power).	Use OGI or EPA Method 21 to demonstrate no identifi- able emissions occur during idle periods.	Initially and quarterly.
Closed vent system on a natural gas-driven process controller.	Use OGI or EPA Method 21 to demonstrate no identifi- able emissions from the closed vent system.	Initially and quarterly
	AVO monitoring Inspection for defects that could result in air emissions	Initially and bi-monthly. Annually.
Control device for a natural gas-driven process controller (Alaska-only sites without electrical power).	Parameter monitoring Visible emissions inspections for enclosed combustion devices and flares. Or	Continuously Monthly.
	Surveillance camera monitoring	Continuously.

# d. Recordkeeping and Reporting Requirements

Owners or operators of a process controller affected facility are required to submit information about the affected process controller facility in annual reports. The information required for the first annual report includes an identification of each natural gas-driven controller included in the process controller affected facility and an identification of the emissions standards compliance method that will be used for the affected facility. The initial annual report must also include a demonstration that a natural gas-driven process controller with a bleed rate greater than 6 scfh is required if such a process controller is used in Alaska at a site without access to electricity (the standard allows a process controller with a bleed rate greater than 6 scfh in certain circumstances), and also a certification that the closed vent system is adequately designed if a closed vent system is used for a process controller affected facility. After the initial annual report, this information about the affected facility is only required to be submitted in the annual report if there are changes to the previously submitted information. Each annual report must include the dates and results of inspections conducted for selfcontained and intermittent vent natural gas-driven process controllers, inspections of closed vent systems (for sites routing emissions to a process or sites in Alaska routing emissions to a control device), monitoring and

inspections of control devices (for sites in Alaska using a control device to reduce emissions by 95 percent), and information for any deviations from the process controller emissions standards that occurred during the reporting period.

Owners and operators are also required to keep records of the information submitted in the annual reports regarding the process controller affected facility, and if applicable, the records required for monitoring and inspections of closed vent systems, control devices, self-contained process controllers, and intermittent vent process controllers. Records of each deviation must also be kept.

## 2. EG OOOOc

## a. Designated Facility

The final EG define designated facilities for purposes of process controllers as the collection of existing natural gas-driven process controllers at a well site, centralized production facility, onshore natural gas processing plant, or compressor station. Process controllers that are emergency safety devices (ESD) or that are not natural gasdriven are not included in the designated facility.

## b. Final Presumptive Standards

The presumptive methane standards for existing sources under EG OOOOc are the same as the final methane standards for new sources under NSPS OOOOb. c. Monitoring Requirements

The monitoring requirements in EG OOOOc are the same as those for NSPS OOOOb.

# d. Recordkeeping and Reporting Requirements

The recordkeeping and reporting requirements in EG OOOOc are the same as those for NSPS OOOOb.

## E. Pumps

In the oil and natural gas industry, pumps are used for many purposes, including chemical injection, hot glycol circulation for heat tracing/freeze protection, and glycol circulation in dehydrators. These pumps are generally either piston pumps or diaphragm pumps that can be powered by compressed air, compressed natural gas, or electricity. Of these pumps, those that are pneumatic units driven by natural gas emit methane and VOC to the atmosphere as part of their normal operation. In many situations across all segments of the oil and gas industry, natural gas-driven pneumatic pumps are used where electricity is not readily available.

In the December 2022 Supplemental Proposal, the proposed standard in NSPS OOOOb and presumptive standard in EG OOOOc was zero emissions of methane and VOC. The proposed standards may be achieved by the use of pumps not powered by natural gas. In that situation, the pump would not be an affected or designated facility because it would not be powered by natural gas. For sites in the production or transmission and storage segment of the industry without access to electricity from the power grid, the proposed standards in the December 2022 Supplemental Proposal included a complex hierarchical structure that allowed the use of natural gas-driven pumps in certain situations based on the technical feasibility of pump control measures and the existence of situations that would allow the emissions to be routed to a process or to a control device already on a site. In the final rule, the complex hierarchical structure has been removed, and final NSPS OOOOb and EG OOOOc (presumptive standard) specify zero emissions for all pumps except those at sites without access to electricity with fewer than three natural gas-driven diaphragm pumps. For those sites, the final standards in NSPS OOOOb and presumptive standards in EG OOOOc are based on whether an existing situation exists that allows the emissions to be routed to a process or to a control device already on site.

## 1. NSPS OOOOb

## a. Affected Facility

The pump standards apply to the collection of new, modified, and reconstructed natural gas-driven pumps at a well site, centralized production facility, onshore natural gas processing plant, or compressor station. Pumps that are in operation less than 90 days per calendar year or that are not natural gas-driven are not included in the affected facility.

## b. Final Standards

The standards that apply differ depending on the number of natural gasdriven diaphragm pumps at the site (*i.e.*, well site, centralized production facility, onshore natural gas processing plant, or compressor station) and whether the site has access to electrical grid power. For any site with access to electrical power and for sites without access to electrical power that have three or more natural gas-driven diaphragm pumps, the standard for all

pumps in the affected facility is zero emissions of VOC and GHG (in the form of methane). Zero emissions of VOC and GHG may be achieved by either using pumps that are not driven by natural gas (and are therefore not affected facilities), by routing natural gas-driven pump vapors through a closed vent system to a process, or by other means that achieves the standard of zero emissions. For sites without access to electrical power that have fewer than three diaphragm pumps (two or one), the standards require that GHG and VOC emissions from all natural gas-driven pumps in the affected facility be routed to a process if a vapor recovery unit (VRU) is onsite. If a VRU is not onsite, emissions must be reduced by 95 percent if a control device with at least this emissions reduction capability is already available onsite, or be reduced by less than 95 percent if a control device is onsite but is not capable of reducing GHG and VOC emissions by 95 percent or more. Table 14 summarizes the emissions standards for pumps.

## TABLE 14—SUMMARY OF PUMP EMISSIONS STANDARDS

Facility site electrical access to power?	Number of natural gas-driven diaphragm pumps at pump affected facility site	Standard	Compliance method
Yes	Any	Zero GHG and VOC emissions	Use pumps not driven by natural gas Or Route pump emissions through a closed vent sys- tem to a process Or Other means to achieve zero-emissions standard.
No	Has ≥3 diaphragm pumps	Zero GHG and VOC emissions	Use pumps not driven by natural gas Or Route pump emissions through a closed vent sys- tem to a process Or Other means to achieve zero-emissions standard.
No	Has <3 diaphragm pumps	Control emissions if VRU or con- trol device is already present at site and can accept emissions from pumps.	Route pump emissions through a closed vent sys- tem to a process if a VRU is onsite; if no VRU onsite, route emissions to a control device that reduces emissions by ≥95 percent; if no control device capable of reducing emission by ≥95 per- cent is present then still route to control device if present.

Just as with process controllers, and based on comments expressing concerns about new sources' ability to obtain the equipment necessary to demonstrate compliance with the final standard of zero emissions immediately upon the effective date of the final rule, the EPA is finalizing a NSPS compliance deadline for pumps that allows for up to 1 year from the effective date of the final rule. This means that new sources will have up to 1 year to come into full compliance with the final standard of zero emissions. Until that final date of compliance, owners/operators must demonstrate compliance with an interim standard which mirrors the requirements for pumps at sites without access to grid electricity that have fewer than three diaphragm pumps found at 40 CFR 60.5393b(b). This topic is explained in detail in section XI.E.2 below.

c. Monitoring Requirements

Monitoring is required for pump affected facilities that have emissions routed to a process or control device. For these affected facilities, initial and periodic monitoring is required to demonstrate that there are no identifiable emissions from the closed vent system. In addition to the closed vent system monitoring requirements, pumps that have emissions routed through a closed vent system to a control device reducing emissions by 95 percent or more must perform the monitoring specified in 40 CFR 60.5417b for the particular type of control device that is used. As further discussed in sections X.H and XI.H of this document, each control device must have a continuous parameter system installed and a continuous recording device for the monitoring results. Enclosed combustion devices and flares also must have either periodic visible emissions inspections or use a surveillance camera system to monitor for visible emissions. A summary of the

required monitoring for pump affected facilities is shown in table 15.

TABLE 15—SUMMARY OF PUMP INSPEC	TION AND MONITORING REQUIREMENTS
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Equipment type	Monitoring requirement	Monitoring frequency
Closed vent system on a natural gas-driven pump.	Use OGI or EPA Method 21 to demonstrate no identifiable emissions from the closed vent system.	Initially and quarterly.
	AVO monitoring Inspection for defects that could result in air emissions.	Initially and bi-monthly. Annually.
Control device achieving 95 percent emissions reduction for a natural gas-driven pump.	Control device parameter monitoring	Continuously.
b.	Visible emissions inspections for enclosed combustion devices and flares. Or	Monthly.
	Surveillance camera monitoring	Continuously.

#### d. Recordkeeping and Reporting Requirements

Owners or operators of a pump affected facility are required to submit information about the affected pump facility in annual reports after becoming subject to NSPS OOOOb. The information required for the first annual report includes an identification of each natural gas-driven pump included in the pump affected facility and an identification of the emissions standards compliance method that will be used for the affected facility. The initial annual report must also include a certification that the closed vent system is adequately designed if a closed vent system is used for the pump affected facility. If complying by using a control device that achieves less than 95 percent emissions control or if no control device will be used, owners or operators must include a certification that no control device is on site that is capable of achieving a 95 percent emissions reduction or a certification that no control device is present at the site. After the initial annual report, this information about the affected facility is only required to be submitted in the annual report if there are changes to the previously submitted information. Each annual report must include the dates and results of inspections conducted of closed vent systems, monitoring and inspections of control devices that reduce emissions by 95 percent or more, and information for any deviations from the pump emissions standards that occurred during the reporting period.

Owners and operators are also required to keep records of the information submitted in the annual reports regarding the pump affected facility, and if applicable, the records required for monitoring and inspections of closed vent systems and control devices. Records of each deviation must also be kept.

## 2. EG OOOOc

#### a. Designated Facility

These final EG define designated facilities as the collection of natural gasdriven pumps at a well site, centralized production facility, onshore natural gas processing plant, or compressor station. Pumps that are in operation less than 90 days per calendar year or that are not natural gas-driven are not included in the designated facility.

b. Final Presumptive Standards

The presumptive methane standards for existing sources under EG OOOOc are the same as the methane standards for new sources under NSPS OOOOb.

c. Monitoring Requirements

The monitoring requirements in EG OOOOc are the same as those for NSPS OOOOb.

d. Recordkeeping and Reporting Requirements

The recordkeeping and reporting requirements in EG OOOOc are the same as those for NSPS OOOOb.

## F. Wells and Associated Operations

A well is a hole drilled for the purpose of producing oil or natural gas. Many of the sources covered by NSPS OOOOb and addressed by EG OOOOc are associated with processes and equipment that is used to handle, store, move, and process the oil and natural gas downstream of the well. There are three sources, however, that are more directly related to the well itself. These are well completions, liquids unloading from gas wells, and associated gas from oil wells. In the November 2021 Proposal, the EPA proposed separate NSPS OOOOb affected facility

definitions for each of these three sources. The result of including all three definitions would have been that a single well could have three different affected facilities for three different emissions sources. In the December 2022 Supplemental Proposal, to eliminate the potential confusion from this complex regulatory structure, the EPA proposed to change its approach as part of the supplemental proposal. Rather than three separate well affected facilities, the EPA proposed a definition of well affected facility, which is defined as a single well. Separate standards were proposed for well completions, liquids unloading from gas wells, and associated gas from oil wells. This structure is retained in the final rule.

For existing sources, there will never be well completions, as that activity is only performed for newly constructed or reconstructed/modified wells. Therefore, the proposed EG OOOOc in the 2022 Supplemental Proposal included the same basic definition for well designated facility, but only included presumptive standards for liquids unloading from gas wells and associated gas from oil wells. This structure is also retained in the final EG OOOOc.

The following sections summarize the final NSPS OOOOb and EG OOOOc. Specifically, section X.F.1 addresses the affected facility and designated facility definitions, section X.F.2 addresses the standards and presumptive standards for associated gas wells, section X.F.3 addresses the standards and presumptive standards for liquids unloading, and section X.F.4 addresses the standards for well completions. 1. Well Affected and Designated Facility Definitions

## a. NSPS OOOOb

*Well affected facility.* Each well affected facility, which is a single well. (1) In addition to 40 CFR 60.14, a

"modification" of an existing well occurs when:

(i) An existing well is hydraulically fractured, or

(ii) An existing well is hydraulically refractured.

#### b. EG OOOOc

*Well designated facility.* Each well designated facility, which is a single well.

2. Associated Gas From Wells Producing Primarily Oil

## a. NSPS OOOOb

i. Affected Facility and Final Work Practice Standards

Each well affected facility that produces associated gas is subject to the standards, where associated gas is defined as natural gas which originates at wells operated primarily for oil production that is released from the liquid hydrocarbon during the initial stage of separation after the wellhead. For the purpose of distinguishing wells operated primarily for oil production that produce associated gas from wells operated primarily for gas production, the EPA refers to the former as associated gas wells in this final rule. To provide additional clarity regarding which wells are affected facilities subject to the associated gas standards, the EPA added a definition of associated gas to this final rule. In order to clearly distinguish associated gas from gas vented during well completion activities, the definition of associated gas specifies that associated gas production begins at the startup of production after the flow back period ends. Further, the EPA has chosen not to define oil wells or gas wells in NSPS 0000b or EG 0000c.

The NSPS OOOOb final rule separates new associated gas wells into multiple groups based on when construction is commenced. This grouping serves the purpose of a "phase-in" of the final rule standards which the EPA believes is appropriate in this situation because of certain changes that the EPA made to these standards between the December 2022 Supplemental Proposal and final rule. These groups are: (1) Wells that commence construction after May 7, 2026, (2) wells that commence construction between May 7, 2024 and May 7, 2026, and (3) wells that commenced construction between December 6, 2022, and May 7, 2024, and wells that are modified or reconstructed after December 6, 2022. The definition of "commenced" within the NSPS general provisions apply for purposes of the NSPS OOOOb. 40 CFR 60.2.

The final work practice standard for all three groups is largely the same. The associated gas must either be recovered from the separator and routed into a gas gathering flow line or collection system to a sales line, recovered from the separator and used as an onsite fuel source, recovered from the separator and used for another useful purpose that a purchased fuel, chemical feedstock, or raw material would serve, or recovered from the separator and reinjected into the well or injected into another well. The final work practice standard for wells in the second and third group, is very similar to what the EPA proposed in the December 2022 Supplemental Proposal, although there are certain limitations that were not included in the supplemental proposal, which we discuss below.

Wells in the first group (i.e., those wells that commence construction after May 7, 2026) are required to route the gas to a sales line, use the gas as an onsite fuel source, for another useful purpose that a purchased fuel, chemical feedstock, or raw material would serve. or reinject it into the well or into another well upon start-up. The final standards do not allow these wells to routinely flare emissions because we have determined that, with advance planning, at least one of the options to avoid routine flaring will be feasible at such wells (including routing the gas to a sales line, using the gas as an onsite fuel source, using the gas for another useful purpose that a purchased fuel, chemical feedstock, or raw material would serve, or reinjecting it into the well or into another well). These sites must handle the associated gas using one of these options, but the final rule still includes provisions to allow shortterm flaring for specific circumstances such as safety concerns. The EPA recognizes that this is a change from what was included in the December 2022 Supplemental Proposal because there the EPA proposed to allow certain wells to routinely flare provided they made a technical infeasibility demonstration that was certified. Because of this change at final, the EPA is applying this requirement (no routine flaring) to wells that commence construction later than 24 months after the effective date of this final rule. This additional time beyond the rule's

effective date will provide owners and operators with a sufficient period to adjust to this change so that they can ensure compliance with the final standard as soon as the well starts to produce associated gas.

Wells in the second group (*i.e.*, wells that commence construction between May 7, 2024 and May 7, 2026) must comply with the final standard of no routine flaring on or before May 7, 2026. At that time, these wells will no longer be allowed to flare routinely with a showing of technical infeasibility, and must route associated gas to a sales line, use the gas for another useful purpose that a purchased fuel, chemical feedstock, or raw material would serve, or reinject the gas into the well or inject it into another well. In the interim period not to exceed 24 months from the effective date of the final rule, these wells may route the associated gas to a flare or control device that reduces methane and VOC emissions by at least 95.0 percent provided the owner/ operator can demonstrate that the other control options discussed above are technically infeasible. Again, this will allow for a sufficient phase in period for owners and operators of wells in this group to adjust to the final standard, which is different than what the EPA included in the December 2022 Supplemental Proposal.

For wells in the third group (wells that commenced construction, modified, or reconstructed, between December 6, 2022 (the date that the supplemental proposal published in the Federal Register), and May 7, 2024), the final rule allows routing the associated gas to a flare or control device that reduces methane and VOC emissions by at least 95.0 percent on a routine basis, provided that the owner or operator documents and certifies that routing the associated gas to a sales line, using it as onsite fuel or for another beneficial purpose, or injecting/reinjecting it are technically infeasible. This allowance for technical infeasibility is provided for a period of 1 year at a time. Owners and operators of wells in the third group must renew the technical infeasibility determination/certification annually to be able to continue to route the associated gas to a flare or control device.

Table 16 summarizes the different groups of associated gas wells under NSPS OOOOb for purposes of phasing in the final rule standards and when routine flaring is, or is not, allowed for each group. TABLE 16—SUMMARY OF ALLOWANCE TO ROUTINELY ROUTE ASSOCIATED GAS TO A FLARE OR CONTROL DEVICE FOR NSPS OOOOb

Construction commencement date	Routinely route to flare/control
New well commencing construction after May 7, 2026 New well commencing construction between May 7, 2024, and May 7, 2026.	Not Allowed. One year upon certification of technical infeasibility. May not exceed 790 days from publication date of the rule. Thereafter no routine flar- ing allowed.
New well commencing construction between December 6, 2022, and May 7, 2024.	One year upon certification of technical infeasibility. Renewable upon annual recertification.

When associated gas is routed to a flare or control device, the control device must meet all the requirements specified in 40 CFR 60.5412b. See section X.H of this preamble for more information on control device requirements, including requirements for flares. In addition, the CVS routing the associated gas to the flare or control device must comply with the provisions in 40 CFR 60.5411b(a) and (c).

The EPA recognizes that temporary situations can occur beyond the control of an owner/operator that could make it technically infeasible or unsafe to comply with the standard for a limited period of time. Therefore, for all wells subject to NSPS OOOOb, the final rule allows owners and operators to route the associated gas to a flare or control device temporarily. Specifically, the final rule allows this for the situations and durations shown in table 17.

# TABLE 17—SITUATIONS AND DURATIONS WHERE ASSOCIATED GAS MAY TEMPORARILY BE ROUTED TO A FLARE OR CONTROL DEVICE

Situations where temporary routing associated gas to a flare or control device is allowed	Maximum duration
During a deviation caused by malfunction, including for reasons of safety During repair, maintenance including blowdowns, a bradenhead test, a packer leakage test, a production test, or com- missioning.	24 hours. 24 hours.
During temporary interruption in service from the gathering or pipeline system If associated gas does not meet pipeline specifications	30 days. 72 hours.

The final rule requires that during any period when associated gas is temporarily routed to a flare, the owner or operator demonstrate that the flare is meeting the requirements in 40 CFR 60.5412b. See section X.H of this preamble for more information on control device standards.

The final rule also allows short-term venting in malfunction situations where flaring the associated gas would cause an unsafe environment. This venting would be limited to 12 hours.

As noted earlier in this preamble, for wells for which construction commenced between December 6, 2022, and May 7, 2024, and for wells that are reconstructed or modified after December 6, 2022, the final rule allows routinely routing the associated gas to a flare or control device that achieves 95.0 percent VOC and methane reduction provided a yearly technical infeasibility demonstration. This means routinely routing the associated gas to a flare or control device is allowed only if the owner or operator demonstrates that all four options included in the work practice standard discussed previously are infeasible due to technical reasons. In order to demonstrate such technical infeasibility, the final rule requires that a detailed analysis be performed, and that documentation be prepared that

demonstrates the technical reasons for this infeasibility. The demonstration must address the technical infeasibility for all options identified in the rule, specifically: (1) Route into a gas gathering flow line or collection system to a sales line, (2) recover from the separator and use as an onsite fuel source, (3) recover from the separator and use for another useful purpose that a purchased fuel, chemical feedstock, or raw material would serve, or (4) recover from the separator and reinject into the well or injected into another well.

The two components of a technical infeasibility demonstration are the list of technologies to be evaluated, and reason that each of technologies is infeasible. The first is the technologies or solutions to be evaluated. For three of the options—route into a gas gathering flow line or collection system to a sales line, recover from the separator and use as an onsite fuel source, reinject into the well or another well—this is straightforward. However, the third option-use the associated gas for another useful purpose that a purchased fuel, chemical feedstock, or raw material would serve—is more open ended.

The final rule does not specify the "other useful purpose" solutions that must be evaluated, but it is the responsibility of the owner and operator, along with the qualified professional engineer or other qualified personnel performing the evaluation, to ensure that the list of options evaluated is comprehensive to address technically viable solutions.

Technologies that are in the evaluation, pilot-plant, or testing stages are not considered to be technically viable.

In summary, to demonstrate technical infeasibility in order to route to a flare or control device, you must establish that it is not technically feasible to route the associated gas into a gas gathering flow line or collection system to a sales line, and not technically feasible to use the associated gas as an onsite fuel source such as a generator, fuel cell, or other power-producing use, and not technically feasible to reinject into the well or another well, and not technically feasible to utilize "other useful purposes" of the associated gas. A technically viable "other useful purpose" is likely to require the routing of the associated gas to on-site or nearby equipment that compresses, liquifies, or transforms the gas into a physical state that can be transported by pipeline or other transportation mode to an eventual user. A determination of technical infeasibility requires a

showing of site-specific conditions that make these operations infeasible for even the most basic of such uses. One such basic use is capture and truck transportation offsite to a user or processing facility.

The second component of the demonstration is the determination that each of the possibilities is infeasible. While the final rule does not specify criteria for technical infeasibility, the EPA generally characterizes acceptable reasons in the general categories of physical, logistical, or legal factors. Examples could include, but are not limited to, the following. It may be infeasible to connect to a sales line because of inability to secure necessary easements and/or rights-of-way, inability to obtain necessary specialized equipment, inadequate capacity of gathering system to accept the gas, or production sharing contract restrictions. It may be infeasible to use the associated gas as an onsite fuel source because there are no onsite power needs or power needs have been met with less gas than produced, there is insufficient associated gas to support a small electricity generation plant, and there is no local demand for the power. Note that it would be difficult to claim technical infeasibility based on no onsite power needs if the site has equipment that is burning diesel or other fuel which could be replaced by using the associated gas. Reinjection may be infeasible because there is no subsurface reservoir or other storage available for reinjection in the vicinity. To demonstrate that the "other beneficial use" option is not technically feasible an owner or operator could show that there is an observable or demonstrable reason that the operator cannot install equipment to convert associated gas to compressed natural gas (CNG) at the well site due to physical or technical constraints and/or that CNG transport in the region is not available. It is expected that owners and operators will conduct detailed evaluations of all such options. The analysis must show clear evidence that the owner and operator has conducted due diligence to understand the situations where the solution is being successfully utilized and a demonstration of why it is not feasible at their site. Note that the EPA acknowledges that the unavailability of a solution, even one that has been demonstrated at one or more sites in the U.S., is a valid reason for an infeasibility conclusion. One overarching factor that may impact technical feasibility is the composition of the gas. The EPA recognizes that there are situations (e.g., high sulfur content, high CO<sub>2</sub> and low

methane content) where some solutions may be infeasible.

Each infeasibility demonstration must be certified by a qualified professional engineer or other qualified individual with expertise in the uses of associated gas. This certification must state: "I certify that the assessment of technical and/or safety infeasibility was prepared under my direction or supervision. I further certify that the assessment was conducted, and this report was prepared, pursuant to the requirements of 40 CFR 60.5377b(b)(1). Based on my professional knowledge and experience, and inquiry of personnel involved in the assessment, the certification submitted herein is true, accurate, and complete."

Where available, each properly executed infeasibility determination and certification allows the owners and operators of that particular well site to routinely flare the associated gas for a one-year period. While some new and modified sites can make such showings to routinely flare, this mechanism is not available to all new well sites. See table 16 above. In the fast-moving landscape of the oil and natural gas industry, there are a variety of factors that could change the circumstances present when the previous infeasibility determination was performed. For example, a gathering system could have been built or extended in the vicinity of the well, the site could have expanded operations and have a need for onsite power, or a new commercially viable solution could become available. For this reason, the final rule requires that an updated infeasibility determination and certification be performed each year and submitted in the annual compliance report. If an option that was technically infeasible before has since become available, meaning that the reason that such option was technically infeasible before has changed in a way that the option is now feasible, then the owner/ operator of the well must utilize that option going forward and must cease routine flaring.

# ii. Recordkeeping and Reporting Requirements

For affected facilities, required records include documentation of the specific type(s) of compliance methods used (*i.e.*, routed into a gas gathering flow line or collection system to a sales line, used as an onsite fuel source, used for another useful purpose that a purchased fuel or raw material would serve, reinjected into the well or injected into a another well). For those temporary situations where the associated gas must be routed to a flare or control device, owners/operators must document the reason for this temporary flaring, along with the duration. If the gas is routed to a flare either on a temporary or routine basis, records must be kept demonstrating that flares meet the requirements outlined in 40 CFR 60.5412b. This information must also be reported in the annual report. For those temporary situations where the associated gas is vented due to malfunction situations where flaring or routing to a control device would cause an unsafe environment, the owner or operator must document the reason for this venting, along with the duration, the volume of gas vented, and the VOC and methane emissions. The annual report must include all information for each venting episode.

For wells that properly demonstrate technical infeasibility and therefore routinely route the associated gas to a flare or control device that achieves 95.0 percent reduction in VOC and methane, detailed records must be maintained supporting the infeasibility determination due to technical reasons, along with the signed certification by a qualified professional engineer or other qualified individual. This information must also be included in the annual report. As discussed previously, this demonstration and certification is required to be updated annually.

In addition, all records associated with a demonstration of proper design and operation of the control device, where used, must be maintained (see section X.H of this preamble). For all instances where associated gas is temporarily vented due to malfunction situations where flaring or routing to a control device would cause an unsafe environment, an owner or operator must also document the reason for this venting, along with the duration, the volume of gas vented, and the VOC and methane emissions. The annual report must include all information for each venting episode.

## b. EG 0000c

#### i. Designated Facility

Consistent with the NSPS OOOOb affected facility, each existing well that produces associated gas which commenced construction before December 6, 2022, is a designated facility for purposes of EG OOOOc. Associated gas is defined as natural gas which originates at wells operated primarily for oil production that is released from the liquid hydrocarbon during the initial stage of separation after the wellhead. To distinguish associated gas from gas vented during the completion activities, the definition of associated gas specifies that associated gas production begins at the

startup of production after the flow back period ends.

ii. Final Work Practice Presumptive Standards

The final EG separates (subcategorizes) existing oil wells with associated gas into two groups based on the amount (mass) of methane in the associated gas. The demarcation between these two groups is 40 tons of methane per year. The presumptive standard in the final EG for wells that produce associated gas with over 40 tpy of methane is the same as what the EPA proposed for existing sources within the 2022 Supplemental Proposal.

The presumptive standard for existing wells that produce associated gas with over 40 tpy of methane is summarized as follows. For these sites, the associated gas must either be recovered from the separator and routed into a gas gathering flow line or collection system to a sales line, recovered from the separator and used as an onsite fuel source, recovered from the separator and used for another useful purpose that a purchased fuel, chemical feedstock, or raw material would serve, or recovered from the separator and reinjected into the well or injected into another well. If all of these options are technically infeasible, then these existing wells (producing associated gas with more than 40 tpy of methane) can route associated gas to a flare or control device that achieve 95.0 percent reduction in methane. The determination of technical infeasibility must be certified by a professional engineer or other qualified personnel, the flare or control device must meet the requirements of 40 CFR 60.5412b, and technical infeasibility must be recertified on an annual basis. For purposes of this presumptive standard, the EPA intends that technical infeasibility be defined in the same manner as explained above for new sources. See the discussion under the NSPS (see section X.F.1 of this document) related to the requirements for an infeasibility determination and certification.

The presumptive standard in the final EG for wells that produce associated gas with 40 tpy of methane or less is to route associated gas to a flare or control device that achieves 95.0 percent reduction in methane. The difference between the two groups is that, for those existing wells with annual methane in the associated gas greater than 40 tpy, owners and operators are required to demonstrate that it is infeasible for technical reasons to utilize any of the work practice options before they can route associated gas to a flare or control device. For existing wells that produce associated gas containing 40 tpy or less of methane, flaring or routing to control is allowed without an infeasibility determination and certification. However, existing wells that produce associated gas containing 40 tpy or less of methane can still utilize any of the control options that result in zero emissions to meet the standard.

The EPA has created subcategories for designated facilities because EPA's analysis conducted after reviewing comments on the 2022 Supplemental Proposal indicates that it is not reasonable with respect to cost to require sources that produce less than 40 tpy methane of associated gas to route their associated gas to a sales line. The EPA analyzed the task of routing to a sales line and found that the two factors that controlled whether routing to a sales line was BSER was the distance that a pipeline would need to go to reach the sales line, and the amount of gas that could be recovered as measured at the separator. Over even short distances, the cost of routing to a sales line was not reasonable at very low levels of available associated gas. Given this and the comments that we received on this point, the EPA agreed with commenters that at low levels of associated gas production the flaring of associated gas is the BSER. See the final rule TSD chapter 3 on Associated Gas for further information on the determination of BSER for designated sources.

In order to determine whether the methane contained in the associated gas is 40 tpy or less, owners and operators must utilize a gas-to-oil ratio (GOR)based method derived from paragraphs 40 CFR 98.234(m)(1) through (4) of GHGRP subpart W. Sources with methane contained in the associated gas greater than 40 tpy, and sources with methane contained in the associated gas 40 tpy or less that elect to comply with one of the work practices, are not required to calculate and document the annual methane content in the associated gas.

#### iii. Recordkeeping and Reporting

The recordkeeping and reporting requirements included in EG OOOOc are the same as those included in the NSPS OOOOb. Wells that elect to demonstrate that the methane contained in the associated gas is 40 tpy or less are required to maintain records of this calculation and submit it in the annual reports. 3. Gas Well Liquids Unloading Operations

## a. NSPS OOOOb

## i. Affected Facility

Each well affected facility gas well that undergoes liquids unloading.

#### ii. Final Standards

Each affected gas well that unloads liquids is required to employ techniques or technology(ies) that minimize or eliminate venting of emissions during liquids unloading events to the maximum extent. For the EPA's rationale for prescribing a work practice standard over a numeric standard, see section XI.F.3.a of this preamble. Owners or operators are also allowed the option to comply with the GHG and VOC standards by reducing methane and VOC emissions from each gas well liquids unloading event by 95 percent by routing emissions to a control device via a CVS.

For unloading technologies or techniques that eliminate venting of emissions during liquids unloading events, the final rule requires minimal recordkeeping and reporting.

For unloading technologies or techniques that could result in venting to the atmosphere, the final rule requires work practices be followed. Specifically, the final rule requires that owners or operators employ and document best management practices to minimize or eliminate venting of methane and VOC emissions for each gas well liquids unloading operation.

Specifically, owners or operators of well affected facilities that are gas wells that unload liquids must develop, maintain, and follow a best management practice plan to eliminate or minimize venting of methane and VOC emissions to the maximum extent possible from each gas well liquids unloading operation. This best management practice plan must meet the following minimum criteria: (1) Include steps that create a differential pressure to minimize the need to vent a well to unload liquids; (2) include steps to reduce wellbore pressure as much as possible prior to opening the well to the atmosphere; (3) unload liquids through the separator where feasible; and (4) close all wellhead vents to the atmosphere and return the well to production as soon as practicable.

The best management practice plan that provides steps to minimize or eliminate venting of emissions would apply for both planned venting events and unintended/unplanned venting events due to malfunctions or error. In some instances, depending on the nonventing liquids unloading technology or technique employed, the best management plan for planned and unplanned events may differ. In such cases, an owner or operator may choose to develop a separate plan to cover unplanned events. However, to minimize emissions, depending on technology or technique employed, the same minimum best management practice criteria should apply, *i.e.*: (1) Include steps that create a differential pressure to minimize the need to vent a well to unload liquids; (2) include steps to reduce wellbore pressure as much as possible prior to opening the well to the atmosphere; (3) unload liquids through the separator where feasible; and (4) close all wellhead vents to the atmosphere and return the well to production as soon as practicable. Where a planned or unplanned event occurs where best management practices were unable to be followed, an owner or operator is required to report those events as deviations. Specifically, owners or operators are required to report the number of liquids unloading events during the year where deviations from your best management practice plan occurred, the date and time the deviation began, the duration of the deviation in hours, documentation of why best management practice plan steps were not followed, and what steps, in lieu of vour best management practice plan steps, were followed to minimize emissions to the maximum extent possible.

For owners or operators that comply with the GHG and VOC standards by reducing methane and VOC emissions from each gas well liquids unloading event by 95 percent by routing emissions to a control device via a CVS, an owner or operator is required to maintain records and report that it is complying by using this option. In instances where a deviation from the standard has occurred during the reporting period, an owner or operator would be required to provide information on the date and time the deviation began, the duration of the deviation, and a description of the deviation. Additionally, the dates of each cover and CVS inspection, whether emissions are identified, and the date of repair or the date of anticipated repair if repair is delayed would be required in the annual report. Where bypass requirements apply, the date and time of each bypass alarm or each instance the key is checked out would be included in the annual report. For the reports and records that must be maintained to demonstrate proper design and operation of the control device, see

sections X.H.1 and X.H.2 of this preamble.

iii. Recordkeeping and Reporting Requirements

For each gas well liquids unloading operation where the technique/ technology employed eliminates venting to the atmosphere, owners or operators are only required to maintain the identification of the well affected facility and the zero-emitting technology or technique used; and the number of liquids unloading events conducted during the reporting period that had unplanned venting events (if any) that required that they employ best management practices to minimize emissions to the maximum extent possible during the unplanned event. As noted previously, any unplanned venting events would be subject to the required best management practices and associated recordkeeping and reporting requirements for those events.

For each gas well liquids unloading operation where emissions are vented to the atmosphere, owners or operators of affected facilities are required to keep the following records: (1) Identification of each well affected facility that conducted liquids unloading during the reporting period that vented to the atmosphere; (2) the number of liquids unloading events during the reporting period that vented to the atmosphere; (3) documentation of your best management practice plan developed that meets the criteria specified in 40 CFR 60.5376b(d) of the final NSPS OOOOb; (4) a log of each best management practice plan step taken to minimize emissions to the maximum extent possible for each gas well liquids unloading event; and (5) documentation of each gas well liquids unloading event where deviations from your best management practice plan steps occurred, the date and time the deviation began, the duration of the deviation, documentation of best management practice plans steps were not followed, and the steps taken in lieu of your best management practice plan steps during those events to minimize emissions to the maximum extent possible. These requirements apply for both planned and unintended/ unplanned venting events due to malfunctions or error.

For each well affected facility where gas well liquids unloading operations are conducted, an annual report is required to include a summary of the information required to be maintained. b. EG OOOOc

i. Designated Facility

Each well designated facility gas well that undergoes liquids unloading.

ii. Final Presumptive Standards and Recordkeeping and Reporting Requirements

The work practice standards and recordkeeping and reporting requirements for well designated facilities that undergo gas well liquids unloading under EG OOOOc are the same as those finalized for NSPS OOOOb.

4. Well Completions

## a. NSPS OOOOb

## i. Affected Facility

Each well affected facility well completion of hydraulically fractured (or refractured) wells.

## ii. Final Standards

For well completion of hydraulically fractured (or refractured) wells, there are two subcategories of hydraulically fractured wells for which well completions are conducted: (1) Nonwildcat and non-delineation wells (subcategory 1 wells); and (2) wildcat and delineation wells, and non-wildcat and non-delineation low-pressure wells (subcategory 2 wells). A wildcat well is a well drilled outside known fields or is the first well drilled in an oil or gas field where no other oil and gas production exists. A delineation well is a well drilled to determine the boundary of a field or producing reservoir.

For non-wildcat and non-delineation wells (subcategory 1 wells), owners or operators are required to use a combination of reduced emissions completion (REC) equipment/practices and a completion combustion device to control emissions from a completion event. For each flowback stage (i.e., initial flowback stage, separation flowback stage) of the well completion, the EPA specifies requirements in the final rule. During the initial flowback stage, owners or operators are required to route the flowback to a storage vessel or completion vessel (frac tank, lined pit, or other vessel) and separator. During the separation flowback stage, owners or operators are required to route all salable gas from the separator to a gas flow line or collection system, re-inject the gas into the well or another well, use the gas as an onsite fuel source or use for another useful purpose that a purchased fuel or raw material would serve. If technically infeasible to route recovered gas as specified previously, recovered gas must be combusted. All

liquids, during the separation phase, must be routed to a storage vessel or well completion vessel, collection system, or be reinjected into the well or another well. The final rule requires the operator to have the separator available and to use the separator for the entirety of flowback, either by having the separator on-site or at a nearby centralized facility or well pad that services the well affected facility. A well that is not hydraulically fractured or refractured with liquids, or that does not generate condensate, intermediate hydrocarbon liquids, or produced water such that there is no liquid collection system at the well site is not required to have a separator on-site or at a centralized production facility or well pad that services the well completion well affected facility.

For each wildcat and delineation well, and non-wildcat and nondelineation low pressure wells (subcategory 2 wells), owners or operators must either: (1) Route all flowback to a completion combustion device equipped with a continuous pilot flame; or (2) route all flowback into one or more well completion vessels and commence operation of a separator unless it is technically infeasible for a separator to function. Gas recovered from the separator must be captured and routed to a completion combustion device equipped with a continuous pilot flame. Option (2) may only be used where the owner or operator is able to operate a separator, and the separator must be available (onsite or otherwise available for use) and must be used for the entirety of flowback. For both options (1) and (2), combustion is not required in conditions that may result in a fire hazard or explosion, or where high heat emissions from a completion combustion device may negatively impact tundra, permafrost, or waterways.

Oil wells with a gas-to-oil ratio less than 300 scf of gas per stock tank barrel of oil produced are well affected facilities but have no requirements other than to maintain records of the low GOR certification and a claim signed by the certifying official.

iii. Recordkeeping and Reporting Requirements

Owners or operators of a well affected facility must notify the Administrator no later than 2 days prior to the commencement of each well completion operation listing the anticipated date of the well completion operation. If an owner or operator is subject to state regulations that require advance notification of well completions and you have met those notification requirements, then you are considered to have met the advance notification requirements of the final rule.

Ówners or operators of well affected facilities must maintain a log for each well completion operation at each well affected facility. The log must be completed daily for the duration of the well completion operation and must contain specified record information (see 40 CFR 60.5420b(c)(1)(iii)).

Annual reports are required to include general information for all well affected facility reports, and for each well affected facility subject to well completion requirements. Owners or operators are required to maintain records and report information regarding each well completion operation conducted during the reporting period, including the location of the well, type of well, duration of completion event, and information related to the well completion itself (e.g., actions taken to mitigate emissions). Additionally, if venting occurs, the annual report is required to include the specific reasons for venting in lieu of capture or combustion, as well as any deviations recorded (*i.e.*, the date and time the deviation began, the duration of the deviation in hours, and a description of the deviation).

For each well affected facility that is an oil well with a gas-to-oil ratio less than 300 scf of gas per stock tank barrel of oil produced, the annual report must include a record of the well type (i.e., wildcat well, delineation well, or lowpressure well) and supporting inputs and calculations, if applicable. The records required to be maintained by the owner or operator include: (1) A record of the analysis performed in order to make that claim, including but not limited to, GOR values for established leases and data from wells in the same basin and field; (2) the latitude and longitude of the well in decimal degrees to an accuracy and precision of five decimals of a degree using North American Datum of 1983; (3) the United States Well Number; and (4) a record of the claim signed by the certifying official.

For each well meeting affected facility claiming an exemption at 40 CFR 60.5375b(h) for a well modified in accordance with 40 CFR 60.5365b(a)(1)(ii) (*i.e.*, an existing well that is hydraulically refractured), the annual report must include a statement that the well completion operation requirements of 40 CFR 60.5375b(a)(1) through (3) were met. Records required to be maintained include: (1) A record of the latitude and longitude of the well in decimal degrees to an accuracy and precision of five decimals of a degree using North American Datum of 1983; (2) the United States Well Number; (3) the date and time of the onset of flowback following hydraulic fracturing or refracturing; and (4) a record of the claim that the well completion operation requirements of 40 CFR 60.5375b(a)(1) through (3) were met.

## b. EG OOOOc

Because the fracturing or refracturing of an existing well would constitute a modification under NSPS OOOOb, it would make the existing well a well affected facility under NSPS OOOOb. Thus, no requirements are specified for well completions under EG OOOOc.

## G. Centrifugal Compressors

## 1. NSPS OOOOb

### a. Affected Facility

The centrifugal compressor affected facility is defined as a single centrifugal compressor. A centrifugal compressor located at a well site is not a centrifugal compressor affected facility under NSPS OOOOb. A centrifugal compressor located at a centralized production facility is a centrifugal compressor affected facility under NSPS OOOOb.

## b. Final Standards

Centrifugal compressor affected facilities with wet seals must comply with the GHG and VOC standards by reducing methane and VOC emissions from each centrifugal compressor wet seal fluid degassing system by 95 percent by routing emissions via a CVS to a control device. As an alternative to routing the CVS to a control device, an owner or operator may also route the CVS to a process. If an owner or operator chooses to comply with this requirement either by using a control device to reduce emissions or by routing to a process to reduce emissions, an owner must equip the wet seal fluid degassing system with a cover and the cover must be connected through a CVS meeting specified requirements, such as design and operation with no identifiable emissions.

For specified centrifugal compressors (*i.e.*, self-contained wet seal compressor, wet seal compressor equipped with a mechanical seal, centrifugal compressors equipped with sour seal oil separator and capture system, centrifugal compressors equipped with dry seals), an owner or operator has the option to comply with the rule by meeting the following work practice performance-based volumetric flow rate standards in lieu of requiring that emissions be routed to a control device or process: (1) If an owner or operator uses a selfcontained wet seal centrifugal compressor or a wet seal compressor equipped with a mechanical seal, an owner or operator must conduct monitoring and repair of the wet seal (as necessary) to maintain volumetric flow rate at or below 3 standard cubic feet per minute (scfm), in operating or standby pressurized mode, per seal. The volumetric flow rate of 3 scfm is an action level that, if exceeded, triggers the requirement to repair or replace the seal and is not a numeric limit.

(2) Owners or operators of centrifugal compressors on the Alaska North Slope that are equipped with a seal oil recovery system (*i.e.*, centrifugal compressors equipped with sour seal oil separator and capture system, such as a seal oil gas separation system that separates gas from the sour seal oil exiting the compressor seal assembly, upstream from the degassing drum) must conduct monitoring and repair of the wet seal (as necessary) to maintain a volumetric flow rate at or below 9 scfm (in operating or standby pressurized mode) per seal. The volumetric flow rate of 9 scfm is an action level that, if exceeded, triggers the requirement to repair or replace the seal and is not a numeric limit.

(3) If an owner or operator uses a centrifugal compressor equipped with a dry seal, an owner or operator must conduct monitoring and repair of the dry seal to maintain a volumetric flow rate at or below 10 scfm (in operating or standby pressurized mode) per seal. The volumetric flow rate of 10 scfm is an action level that, if exceeded, triggers the requirement to repair or replace the seal and is not a numeric limit. In addition to the volumetric flow rate monitoring required every 8,760 hours of operation, additional preventative (maintenance) or corrective measures may be required to maintain compliance with the centrifugal compressor wet and dry seal volumetric flow rate performance standard. Specifically, if the volumetric flow rate measured exceeds the flowrate specified for a centrifugal compressor seal, the seals connected to the measured vent must be repaired. Seal repair must be conducted within 90 calendar days from the date of the volumetric emissions measurement. If the repair of the wet or dry seal is technically infeasible, would require a vent blowdown, a compressor station shutdown, or would be unsafe to repair during operation of the unit, the repair can be delayed but must be completed during the next scheduled compressor station shutdown for maintenance, after a scheduled vent blowdown, or within 2 years, whichever is earliest. A vent blowdown is the opening of one or more blowdown valves to depressurize major production and processing equipment, other than a storage vessel. In addition, if the repair requires replacement of the compressor seal or a part thereof, but the necessary replacement seal or part cannot be acquired and installed within the repair timelines specified due to supplies being unavailable (where previously sufficiently-stocked), a delay of repair is allowed. However, in order to qualify for a delay of repair, the required seal or part replacement must be ordered no later than 10 calendar days after the centrifugal compressor seal is added to the delay-of-repair list due to parts unavailability.

Owners or operators must conduct volumetric flow rate measurements from each centrifugal compressor wet and dry seal vent within 15 days after the repair to document that the rate has been reduced to less than applicable flow rate per seal. If the individual seals are manifolded to a single open-ended vent line, the volumetric flow rate must be reduced to less than the sum of the individual seals multiplied by the applicable required flow rate per seal.

For the EPA's rationale for prescribing a work practice standard over a numeric standard, see section XI.G.2 of this preamble.

# c. Recordkeeping and Reporting Requirements

For a centrifugal compressor affected facility complying by routing emissions from the wet seal degassing system to a process through a CVS, an owner or operator is required to maintain records and report that it is complying by using this option. In instances where a deviation from the standard has occurred during the reporting period, an owner or operator would be required to provide information on the date and time the deviation began, the duration of the deviation, and a description of the deviation. Additionally, they would be required to report of the dates of each cover and CVS inspection, whether emissions are identified, and the date of repair or the date of anticipated repair if repair is delayed would be included in the annual report. Where bypass requirements apply, the date and time of each bypass alarm or each instance the key is checked out would be included in the annual report.

For a centrifugal compressor affected facility complying by routing emissions from the wet seal degassing system to a control device through a CVS, an owner or operator is required to maintain records and report that it is complying by using this option. In instances where

a deviation from the standard has occurred during the reporting period, an owner or operator would be required to provide information on the date and time the deviation began, the duration of the deviation, and a description of the deviation. Additionally, the dates of each cover and CVS inspection, whether emissions are identified, and the date of repair or the date of anticipated repair if repair is delayed would be required in the annual report. Where bypass requirements apply, the date and time of each bypass alarm or each instance the key is checked out would be included in the annual report. For the reports and records that must be maintained to demonstrate proper design and operation of the control device, see sections X.H.1 and X.H.2 of this preamble.

Owners or operators complying with a performance-based emissions standard for specified centrifugal compressors equipped with wet seals and dry seals must track and report in their annual report the cumulative number of hours of operation of each centrifugal compressor since startup, or since the previous screening/volumetric flow rate emissions measurement, as applicable. The annual report must also include a description of the method used and the results of the volumetric flow rate measurement or emissions screening, as applicable. Lastly, owners or operators must maintain records and report each measurement that exceeds the applicable performance-based emissions standard per seal during the reporting period, and the date and time the compressor seal was repaired to meet the required performance-based emissions standard per seal. In the case of delay of repair due to parts unavailability, operators must document the date the centrifugal compressor was added to the delay-of-repair list, the date the replacement seal or part thereof was ordered, the anticipated delivery date, and the actual delivery date; and the annual report needs to provide the reason for the needed delay and the date of anticipated repair.

## 2. EG OOOOc

#### a. Designated Facility

The centrifugal compressor designated facility is defined as a single centrifugal compressor. A centrifugal compressor located at a well site is not a centrifugal compressor designated facility under EG OOOOC. A centrifugal compressor located at a centralized production facility is a centrifugal compressor designated facility under EG OOOOC.

#### b. Final Presumptive Standards

For centrifugal compressor designated facilities with wet seals (including selfcontained wet seal centrifugal compressors and centrifugal compressors equipped with mechanical seals) the presumptive GHG standards are work practice performance-based volumetric flow rate standards. These designated facilities must reduce methane emissions by maintaining a volumetric flow rate at or below 3 scfm (in operating or standby pressurized mode) per seal. Centrifugal compressors designated facilities operating on the Alaska North Slope that are equipped with a seal oil recovery system (i.e., centrifugal compressors equipped with sour seal oil separator and capture system, such as a seal oil gas separation system that separates gas from the sour seal oil exiting the compressor seal assembly, upstream from the degassing drum) must maintain a volumetric flow rate at or below 9 scfm (in operating or standby pressurized mode) per seal. The volumetric flow rates of 3 and 9 scfm are action levels that, if exceeded, trigger the requirement to repair or replace the seal and are not numeric limits.

Centrifugal compressor designated facilities with dry seals must maintain a volumetric flow rate at or below 10 scfm (in operating or standby pressurized mode) per seal. The volumetric flow rate of 10 scfm is an action level that, if exceeded, triggers the requirement to repair or replace the seal and is not a numeric limit.

In addition to the flow rate monitoring required every 8,760 hours of operation, additional preventative (maintenance) or corrective measures may be required to maintain compliance. Specifically, if the volumetric flow rate measured exceeds the flowrate specified for a centrifugal compressor seal, the seals connected to the measured vent must be repaired. Seal repair must be conducted within 90 calendar days from the date of the volumetric emissions measurement. If the repair of the wet or dry seal is technically infeasible, would require a vent blowdown, would require a compressor station shutdown, or would be unsafe to repair during operation of the unit, the repair can be delayed but must be completed during the next scheduled compressor station shutdown for maintenance, after a scheduled vent blowdown, or within 2 years, whichever is earliest. A vent blowdown is the opening of one or more blowdown valves to depressurize major production and processing equipment, other than a storage vessel. In addition, if the repair

requires replacement of the compressor seal or a part thereof, but the necessary replacement seal or part cannot be acquired and installed within the repair timelines specified due to supplies being unavailable (where previously sufficiently-stocked), a delay of repair is allowed. However, in order to qualify for a delay of repair, the required seal or part replacement must be ordered no later than 10 calendar days after the centrifugal compressor seal is added to the delay-of-repair list due to parts unavailability.

Owners or operators must conduct volumetric flow rate measurements from each centrifugal compressor wet and dry seal vent within 15 days after the repair to document that the rate has been reduced to less than applicable flow rate per seal. If the individual seals are manifolded to a single open-ended vent line, the volumetric flow rate must be reduced to less than the sum of the individual seals multiplied by the applicable required flow rate per seal.

Owners or operators must conduct volumetric flow rate measurements from each centrifugal compressor wet and dry seal vent within 15 days after the repair to document that the rate has been reduced to less than applicable flow rate per seal. If the individual seals are manifolded to a single open-ended vent line, the volumetric flow rate must be reduced to less than the sum of the individual seals multiplied by the applicable required flow rate per seal.

For the EPA's rationale for prescribing a work practice standard over a numeric standard, see section XI.G.2 of this preamble.

As an alternative, an owner or operator may reduce methane emissions from each centrifugal compressor wet seal fluid degassing system or dry seal system by 95 percent by routing emissions via a CVS to a control device, or by routing emissions via a CVS to a process. If an owner or operator chooses to comply with the requirement either by using a control device to reduce emissions or by routing to a process to reduce emissions, an owner or operator must equip the wet seal fluid degassing system with a cover and the cover must be connected through a CVS meeting specified requirements, such as design and operation with no identifiable emissions.

## c. Recordkeeping and Reporting Presumptive Work Practice Requirements

Owners or operators complying with a performance-based emissions standard must track and report in their annual report the cumulative number of hours of operation of each centrifugal

compressor since startup, or since the previous screening/volumetric flow rate emissions measurement, as applicable. The annual report must also include a description of the method used and the results of the volumetric flow rate measurement or emissions screening, as applicable. Lastly, owners or operators must maintain records and report each measurement that exceeds the applicable performance-based emissions standard per seal standard during the reporting period, and the date and time the compressor wet or dry seal was repaired to meet the applicable performance-based emissions standard. Where a delay of repair is needed, the annual report needs to provide the reason for the needed delay and the date of anticipated repair.

For a centrifugal compressor designated facility complying with the routing emissions from the wet seal compressor degassing system to a process through a CVS, an owner or operator is required to maintain records and report each centrifugal compressor during the reporting period that is complying by using this option. In instances where a deviation from the standard has occurred during the reporting period, an owner or operator would be required to provide information on the date and time the deviation began, the duration of the deviation, and a description of the deviation. Additionally, the dates of each cover and CVS inspection, whether emissions are identified, and the date of repair or the date of anticipated repair if repair is delayed would be included in the annual report. Where bypass requirements apply, the date and time of each bypass alarm or each instance the key is checked out would be included in the annual report.

For a centrifugal compressor designated facility complying with the routing emissions from the wet seal fluid degassing system to a control device through a CVS, an owner or operator is required to maintain records and report each centrifugal compressor during the reporting period that is complying by using this option. In instances where a deviation from the standard has occurred during the reporting period, an owner or operator would be required to provide information on the date and time the deviation began, the duration of the deviation, and a description of the deviation. Additionally, they would be required to report the dates of each cover and CVS inspection, whether emissions are identified, and the date of repair or the date of anticipated repair if repair is delayed. Where bypass requirements apply, the date and time of 16894

each bypass alarm or each instance the key is checked out would be included in the annual report. For the reports and records that must be maintained to demonstrate proper design and operation of the control device, see sections X.H.1 and X.H.2 of this preamble.

## A. Combustion Control Devices

## 1. NSPS OOOOb

## a. Compliance Assurance Requirements

NSPS OOOOb contains various compliance requirements to ensure that combustion control devices that are being used to meet a 95 percent emission reduction standard can continuously demonstrate this level of control of emissions from affected facilities. Except as noted in section XI.H of this preamble, the final compliance assurance requirements for combustion control devices reflect the requirements that were proposed in the December 2022 Supplemental Proposal.<sup>192</sup> This section of the preamble presents a summary of the final requirements for combustion control devices.

Except for boilers and process heaters that introduce the vent stream with the primary fuel into the flame zone and flares, combustion control devices must demonstrate compliance with this control efficiency 193 through a performance test, which must be repeated every 5 years. In lieu of conducting the initial performance test, owners and operators may purchase an enclosed combustion device that is tested by the manufacturer according to procedures outlined in 40 CFR 60.5413b(d). For combustion devices where temperature is an indicator of destruction efficiency (e.g., incinerators), the owner or operator must establish a temperature limit during the performance test and continuously monitor the temperature after the performance test. Owners and operators using catalytic vapor incinerators must establish a limit on the temperature at the inlet of the catalyst bed and the temperature differential across the catalyst bed during the performance test and continuously monitor these temperatures after the performance test. For all other enclosed combustion devices and flares, the owner and

operator must maintain the net heating value (NHV) of the gas sent to the device above a minimum amount if the combustion device is pressure-assisted or uses no assist gas. If an owner or operator uses a steam-assisted enclosed combustion device, the owner or operator must maintain the combustion zone NHV above a minimum level. If the owner or operator uses an airassisted enclosed combustion device, the owner or operator must maintain the NHV dilution parameter above a minimum level. The combustion zone NHV and NHV dilution parameter terms account for the reduction in heating value caused by the introduction of air and/or steam. These terms ensure that the assist gas does not overwhelm the heating value provided by the vent gas to the point where proper combustion is no longer occurring.

All flares and all enclosed combustion devices, other than boilers and process heaters that introduce the vent stream with the primary fuel into the flame zone and catalytic incinerators, must operate above a minimum flow rate established by the manufacturer. Additionally, the flow rate to a flare must be maintained at a level that ensures compliance with the flare tip velocity limits in the 40 CFR part 60 General Provisions, and the flow rate to an enclosed combustion device must be below a maximum flow rate established during the performance test or by the manufacturer, if the initial performance test is performed by the manufacturer. Flares and enclosed combustion devices that use pressure-assisted tips to promote mixing at the burner tip are not subject to this maximum flow rate limit because these units are designed to operate at high flow rates.

All flares and all enclosed combustion devices must also operate with a continuous burning pilot flame and with no visible emissions, except for periods not to exceed a total of 1 minute during any 15-minute period. Compliance with the visible emissions requirement can be confirmed either through monthly testing using EPA Method 22 or through continuous use of a video surveillance camera. Additionally, during each fugitive emissions inspection conducted using an OGI camera, including those conducted in response to periodic screening events using alternative technologies, owners and operators must observe each enclosed combustion device and flare to determine if it is operating properly, ensuring that a flame is present and that there is no indication of uncontrolled emissions. During each fugitive emissions inspection conducted using AVO,

owners and operators must observe each enclosed combustion device and flare to determine if it is operating properly, visually confirming that the pilot flame is lit and operating properly.

Owners and operators also have the option to request an alternative test method to demonstrate continuous 95.0 percent control of emissions. In this option, the owner or operator would demonstrate that the combustion device continuously achieves 95.0 percent combustion efficiency or that the combustion device continuously complies with the combustion zone NHV and NHV dilution parameter requirements. The alternative test method would be used in lieu of the other monitoring required for combustion device (e.g., vent gas NHV, flow rate).

# b. Recordkeeping and Reporting Requirements

Owners and operators are required to maintain records and report the results of all performance tests conducted on combustion control devices. Additionally, for each continuous parameter monitoring system (CPMS) that is used to demonstrate continuous compliance for a combustion control device, owners and operators must report the identity of the CPMS, the date of last calibration, and the date, duration, and cause of all deviations. Owners and operators must also record and report the date, duration, and cause of events where emissions bypassed the control device and any period when visible emissions exceeded 1 minute during a 15-minute period. For each visible emissions test following return to operation from a maintenance or repair activity, owners and operators must record and report the date of the visible emissions test, the length of the test in minutes, and the number of minutes for which visible emissions were present.

If an owner or operator conducts a demonstration to prove that the NHV of the inlet gas to an enclosed combustion device or flare is consistently above the minimum required NHV, the owner or operator must record and report the results of the demonstration. Likewise, if an owner or operator conducts a demonstration that the maximum potential pressure of units manifolded to an enclosed combustion device or flare cannot cause the maximum inlet flow rate or the flare tip velocity limit to be exceeded, the owner or operator must record and report the results of the demonstration.

In addition to the information that must be reported, owners and operators must keep records of continuous

 $<sup>^{192}\,\</sup>mathrm{See}$  section IV.H, 87 FR 74792 (December 6, 2022).

<sup>&</sup>lt;sup>193</sup> Alternatively, the performance test can demonstrate compliance with a total organic compounds outlet concentration of 275 ppmv on a wet basis, as propane. See section XI.H.1 of this preamble for more information on the alternative outlet concentration limit.

compliance with the monitoring requirements, including indications that the pilot flame is lit, CPMS limits, CPMS hourly and average values, and results of visible emissions observations or surveillance camera feed. Owners and operators are also required to keep records of CPMS checks and audits, maintenance activities and repairs for each control device failing a visible emissions test, and the manufacturer's written operating instructions, procedures, and maintenance schedule to ensure good air pollution control practices for minimizing emissions. If an owner or operator uses a backpressure regulator valve to control the minimum flow rate to the combustion device, the owner or operator must keep records of the engineering evaluation and manufacturer specifications used to identify the set point and annual confirmation that the backpressure regulator valve set point is set correctly and that the valve fully closes when not in open position.

### 2. EG OOOOc

a. Compliance Assurance Requirements

The compliance requirements for combustion control devices on designated facilities specified in EG OOOOc are almost identical to the requirements specified in the NSPS OOOOb final rule. The only difference between the requirements in NSPS OOOOb and EG OOOOc is that for enclosed combustion devices and flares that are air-assisted or steam-assisted. the owner and operator would be required to maintain the NHV of the gas sent to the device above a minimum amount instead of monitoring the combustion zone NHV and the NHV dilution parameter. See section XI.H.5 of this preamble for more information on monitoring steam-assisted and airassisted enclosed combustion devices and flares.

b. Recordkeeping and Reporting Requirements

The EG OOOOc recordkeeping and reporting requirements for combustion control devices on designated facilities specified in EG OOOOc are the same as those specified in the NSPS OOOOb final rule.

#### I. Reciprocating Compressors

## 1. NSPS OOOOb

#### a. Affected Facility

The reciprocating compressor affected facility is each reciprocating compressor, which is a single reciprocating compressor. A reciprocating compressor located at a well site is not a reciprocating compressor affected facility under this subpart. A reciprocating compressor located at a centralized production facility is a reciprocating compressor affected facility under this subpart.

#### b. Final Standards

The NSPS OOOOb standard of performance for reciprocating compressor affected facilities is a performance-based emissions standard of 2 scfm (in operating or standby pressurized mode) per cylinder. The volumetric flow rate of 2 scfm is an action level that, if exceeded, triggers the action of repairing or replacing the rod packing and is not a numeric limit. The volumetric flow rate measurement from each reciprocating rod packing must be maintained to be less than or equal to a flow rate of 2 scfm (in operating or standby pressurized mode) per cylinder. An owner or operator is required to repair or replace the rod packing and to conduct other necessary repair and maintenance in order to ensure the emission rate is maintained at or below 2 scfm (in operating or standby pressurized mode) per cylinder. Owners and operators must conduct volumetric flow rate measurements from each reciprocating compressor rod packing using the screening and monitoring methods specified in 40 CFR 60.5386b.

The EPA is requiring that the first and subsequent volumetric flow rate measurements from a reciprocating compressor affected facility be conducted on or before 8,760 hours of operation after the effective date of the final rule, on or before 8,760 hours of operation after the previous flow rate measurement, or on or before 8,760 hours of operation after the date of the most recent compressor rod packing replacement, whichever is later. Preventative maintenance or other corrective actions (e.g., repair or replacement of rod packing) may be necessary in addition to monitoring every 8,760 hours of operation for owners or operators to ensure compliance (consistent with the general duty clause 40 CFR 60.5470b(b)) with the required flow rate of 2 scfm (in operating or standby pressurized mode) or less per cylinder). As an alternative to conducting required volumetric flow rate measurements, the final rule also allows an owner or operator the option to comply by replacing the rod packing on or before 8,760 hours of operation after the effective date of the final rule, on or before 8,760 hours of operation after the previous flow rate measurement, or on or before 8,760 hours of operation after the date of the

most recent compressor rod packing replacement, whichever is later.

In the final rule, repair or replacement of the rod packing is required when the volumetric emission measurement of the reciprocating compressor rod packing has a flow rate greater than 2 scfm (in operating or standby pressurized mode) per cylinder or a combined rod packing flow rate greater than the number of compressor cylinders multiplied by 2 scfm. An owner or operator must repair or replace the reciprocating compressor rod packing within 90 calendar days from the date of the volumetric emissions measurement.

The final rule allows for a delay of repair if the repair or replacement would require a vent blowdown, or it would otherwise be infeasible or unsafe, until the next process unit shutdown. Specifically, if the repair or replacement is technically infeasible, would require a vent blowdown, a process unit or facility requires shutdown, parts or materials are unavailable, or it would be unsafe to repair during operation of the unit, the repair can be delayed but must be completed during the next scheduled process unit or facility shutdown for maintenance, after a scheduled vent blowdown, or within 2 years, whichever is earliest. In addition, if the repair requires replacement of the compressor rod packing or a part, but the necessary replacement rod packing or part cannot be acquired and installed within the repair timelines specified due to supplies being unavailable (where previously sufficiently-stocked), a delay of repair is allowed. However, in order to qualify for a delay of repair, the required rod packing or part replacement must be ordered no later than 10 calendar days after the reciprocating compressor is added to the delay-of-repair list due to parts unavailability.

Owner or operators must conduct volumetric flow rate measurements from each reciprocating compressor vent within 15 days after the repair to document that the rate has been reduced to less than the applicable flow rate per cylinder. If the individual cylinders are manifolded to a single open-ended vent line, the volumetric flow rate must be reduced to less than the sum of the individual cylinders multiplied by the applicable required flow rate per cylinder.

For the EPA's rationale for prescribing a work practice standard over a numeric standard, see section XI.I.1 of this preamble. c. Routing Emissions From the Rod Packing to a Process or to a Control Device That Reduces Emissions by 95 Percent

Alternatively, an owner or operator may choose to comply with NSPS OOOOb by routing emissions from the rod packing via a CVS to a process or to a control device achieving 95 percent control. These options achieve emissions reductions greater than or equal to the 2 scfm performance-based emissions standard per cylinder. An owner or operator must ensure that the CVS is designed to capture and route all gases, vapors, and fumes to a process (40 CFR 60.5411b(a) and (c)).

An owner or operator complying with the alternative option to route to a process is required to design and operate the CVS with no identifiable emissions and would be subject to bypass requirements (as applicable). Initial, monthly, and annual inspections (using OGI, EPA Method 21, or AVO (for monthly inspections only)) are required to check for defects and identifiable emissions.

An owner or operator complying with the alternative option to route to a control device is required to design and operate the CVS with no identifiable emissions and would be subject to bypass requirements (as applicable). Initial, monthly, and annual inspections (using OGI, EPA Method 21, or AVO (for monthly inspections only)) of the CVS are required to check for defects and identifiable emissions. Control devices are required to meet the conditions specified in 40 CFR 60.5412b of the final rule.

## d. Recordkeeping and Reporting Requirements

Owners or operators complying with the performance-based emissions standard must track and report in their annual report the cumulative number of hours of operation of each reciprocating compressor since startup, since the previous screening/volumetric flow rate emissions measurement, or since the previous reciprocating compressor repair/replacement of rod packing, as applicable. Their annual report must also include a description of the method used and the results of the volumetric flow rate measurement or emissions screening, as applicable. Lastly, owners or operators must maintain records and report each measurement that exceeds the 2 scfm performance-based emissions standard per cylinder standard during the reporting period, and the date and time the reciprocating compressor was repaired or packing replaced to meet the 2 scfm performance-based emissions

standard. In the case of delay of repair due to parts unavailability, operators must document the date the reciprocating compressor was added to the delay-of-repair list, the date the required rod packing or part was ordered, the anticipated delivery date, and the actual delivery date; and the annual report needs to provide the reason for the needed delay and the date of anticipated repair or replacement.

For a reciprocating compressor affected facility complying by routing emissions from the rod packing to a process through a CVS, an owner or operator is required to maintain records and report each reciprocating compressor that was constructed, modified, or reconstructed during the reporting period that is complying by using this option. Owners or operators must maintain records and report each deviation from the performance-based emissions standard that occurred during the reporting period, the date and time the deviation began, duration of the deviation and a description of the deviation. Additionally, they would be required to report (in the annual report) the dates of each cover and CVS inspection, whether emissions are identified, and the date of repair or the date of anticipated repair if repair is delayed. Where bypass requirements apply, the date and time of each bypass alarm or each instance the key is checked out would also be included in the annual report.

For a reciprocating compressor affected facility complying by routing emissions from the rod packing to a control device through a CVS, an owner or operator is required to maintain records and report each reciprocating compressor that was constructed, modified, or reconstructed during the reporting period that is complying by using this option. In instances where a deviation from the standard has occurred during the reporting period, an owner or operator would be required to provide information on the date and time the deviation began, the duration of the deviation, and a description of the deviation. Additionally, they would be required to report (in the annual report) the dates of each cover and CVS inspection, whether emissions are identified, and the date of repair or the date of anticipated repair if repair is delayed. Where bypass requirements apply, the date and time of each bypass alarm or each instance the key is checked out would also be included in the annual report. For the reports and records that demonstrate proper design and operation of the control device that must be maintained, see sections X.H.1 and X.H.2 of this preamble.

#### 2. EG OOOOc

## a. Designated Facility

The reciprocating compressor designated facility is each reciprocating compressor, which is a single reciprocating compressor. A reciprocating compressor located at a well site is not a reciprocating compressor designated facility under this subpart. A reciprocating compressor located at a centralized production facility is a reciprocating compressor designated facility under this subpart.

#### b. Final Presumptive Standards

The presumptive standards for reciprocating compressor designated facilities are the same performancebased emissions work practice standard, or alternative routing emissions from the rod packing to a process or control device options as required in the NSPS OOOOb final rule. The final designated facility recordkeeping and reporting requirements specified in the final EG OOOOc rule are also the same as specified in the NSPS OOOOb final rule.

## J. Storage Vessels

### 1. NSPS OOOOb

## a. Affected Facility

A storage vessel affected facility subject to the final standards is defined as a tank battery that has the potential for VOC emissions equal to or greater than 6 tpy or methane emissions equal to or greater than 20 tpy is. A storage vessel is a tank or other vessel that contains an accumulation of crude oil, condensate, intermediate hydrocarbon liquids, or produced water, and that is constructed primarily of nonearthen materials. A tank battery is a group of all storage vessels that are manifolded together for liquid transfer. For purposes of this rule, a tank battery may consist of a single storage vessel if only one storage vessel is present.

#### b. Final Standards

Storage vessel affected facilities must reduce emissions of VOC and methane by 95 percent. The standard reflects the degree of emission limitation achievable through application of a combustion control device or VRU, which we have identified as the BSER for storage vessel affected facilities. See rationale for the BSER at section XII.B.1.e of the November 2021 Proposal and Chapter 6 of the of the November 2021 TSD<sup>194</sup> which is unchanged in this final rule. For storage vessel affected facilities not at a well site or centralized production

<sup>&</sup>lt;sup>194</sup> See Document ID No. EPA–HQ–OAR–2021– 0317–0166.

site and without potential for flashing emissions, owners and operators may choose to comply by using an internal or external floating roof to reduce emissions in accordance with 40 CFR part 60, subpart Kb (NSPS for Volatile Organic Liquid Storage Vessels). The rule allows removal of a control device from a storage vessel affected facility if the owner or operator maintains the uncontrolled actual VOC emissions at less than 4 tpy and the actual methane emissions at less than 14 tpy as determined monthly for 12 consecutive months.

#### c. Cover and Closed Vent System Requirements—Control Device Requirements

Storage vessel affected facilities which use a control device to reduce emissions must equip each storage vessel in the tank battery with a cover and must equip the tank battery with one or more closed vent systems which route all emissions to a process or one or more control devices. Flares and other control devices must conduct monitoring, recordkeeping, and reporting to ensure that the control device is continuously achieving the required 95 percent reduction. More information on the flare and other control device monitoring and compliance provisions is provided in section X.H of this preamble and information regarding covers and closed vent systems may be found in section X.K of this preamble.

#### d. Modification and Reconstruction

The EPA finalizes as proposed the definition of modification to include specific physical changes that will trigger the modification requirements (*i.e.*, adding an additional storage vessel, replacing existing storage vessel(s) that result in an increased capacity of the tank battery, receiving additional throughput from production well(s)) at tank batteries at well sites or centralized production facilities, or receiving additional fluids which cumulatively exceed the throughput used in the most recent determination of the potential for VOC or methane emissions not located at a well site or centralized production facility, including each tank battery at compressors stations or onshore natural gas processing plants that also result in exceeding the applicability threshold for either VOC or methane). The EPA defines reconstruction to mean at least half of the storage vessels are replaced in the existing tank battery that consists of more than one storage vessel, or the provisions of 40 CFR 60.15 are met for the existing tank battery and the resulting emissions exceed the

applicability threshold for either VOC or methane.

e. Legally and Practicably Enforceable (LPE) Limitations

In this action, the EPA is finalizing the proposed criteria that must be met for a permit limit or other requirement to qualify as a legally and practicably enforceable limit for purposes of determining whether a tank battery is an affected facility or designated facility under NSPS OOOOb. A legally and practicably enforceable limit must include a quantitative production limit and quantitative operational limit(s) for the equipment, or quantitative operational limits for the equipment; an averaging time period for the production limit, if a production-based limit is used, that is equal to or less than 30 days; established parametric limits for the production and/or operational limit(s), and where a control device is used to achieve an operational limit, an initial compliance demonstration (*i.e.*, performance test) for the control device that establishes the parametric limits; ongoing monitoring of the parametric limits that demonstrates continuous compliance with the production and/or operational limit(s); recordkeeping by the owner or operator that demonstrates continuous compliance with the limit(s) in; and periodic reporting that demonstrates continuous compliance.

#### f. Recordkeeping and Reporting Requirements

In each annual report, owners and operators are required to identify each storage vessel affected facility that was constructed, modified, or reconstructed during the reporting period and must document the emission rates of both VOC and methane individually. The annual report must include deviations that occurred during the reporting period and information for control devices tested by the manufacturer or the date and results of the control device performance test for control devices not tested by the manufacturer. The report also must include the results of inspections of covers and CVS and the identification of storage vessel affected facilities (or portion of storage vessel affected facility) removed from service or returned to service. For storage vessel affected facilities which comply with the uncontrolled 4 tpy VOC limit or 14 tpy methane limit, the report must include changes which resulted in the source no longer complying with those limits and the dates that the source began to comply with the 95 percent reduction standard. The annual report must also include information on control devices used to

achieve the 95 percent reduction standard. See section X.H of this preamble for more information related to reporting and recordkeeping for control devices.

Required records include documentation of the methane and VOC emissions determination and methodology, records of deviations and duration, records for the number of consecutive days a skid-mounted or permanently mobile-mounted storage vessel is on the site, the latitude and longitude coordinates of each storage vessel affected facility, dates that each storage vessel affected facility (or portion of storage vessel affected facility) is removed from service or returned to service, and records associated with control devices. For storage vessel affected facilities which comply with the uncontrolled 4 tpy VOC or 14 tpy methane limit, owners and operators must keep records of the monthly methane and VOC determination and methodology, records of changes which resulted in the source no longer complying with those limits, and the dates that the source began to comply with the 95 percent reduction standard. All associated records that demonstrate proper design and operation of the CVS, cover and control device also must be maintained (see section X.K and X.H of this preamble).

#### 2. EG OOOOc

#### a. Designated Facility

A storage vessel is a tank or other vessel that contains an accumulation of crude oil, condensate, intermediate hydrocarbon liquids, or produced water, and that is constructed primarily of nonearthen materials. A tank battery is a group of all storage vessels that are manifolded together for liquid transfer. For purposes of EG OOOOC, a tank battery may consist of a single storage vessel if only one storage vessel is present. Each tank battery that has the potential for methane emissions greater than or equal to 20 tpy is a storage vessel designated facility.

#### b. Final Presumptive Standards

The presumptive methane standards in EG OOOOc for storage vessel designated facilities are the same emissions standards as those specified for methane for storage vessel affected facilities in the NSPS OOOOb final rule. Specifically, the presumptive standard is to reduce methane emissions by 95 percent. It reflects the degree of emission reduction through application of a combustion control device or VRU, which we have identified as the BSER 16898

for storage vessel designated facilities. See rationale for the BSER at section XII.B.2. of the November 2021 Proposal and Chapter 6 of the of the November 2021 TSD <sup>195</sup> which is unchanged in this final rule. For storage vessel designated facilities not at a well site or centralized production site and without potential for flashing emissions, owners and operators could choose to comply by using an internal or external floating roof to reduce emissions in accordance with 40 CFR part 60, subpart Kb (NSPS for Volatile Organic Liquid Storage Vessels). In addition, the presumptive standards would allow removal of a control device from a storage vessel affected facility if the owner or operator maintains the uncontrolled actual VOC emissions at less than 4 tpy and the actual methane emissions at less than 14 tpy as determined monthly for 12 consecutive months. The designated facility presumptive recordkeeping and reporting requirements in the final EG OOOOc rule are also the same as those specified in the NSPS OOOOb final rule. Please see a summary of these requirements above in section X.J.1.f.

## c. LPE Limitations

The EPA is finalizing the proposed criteria that must be met a permit limit or other requirement to qualify as a legally and practicably enforceable limits for purposes of determining whether a tank battery is designated facility under EG OOOOc. A legally and practicably enforceable limit must include a quantitative production limit and quantitative operational limit(s) for the equipment, or quantitative operational limits for the equipment; an averaging time period for the production limit, if a production-based limit is used, that is equal to or less than 30 days; established parametric limits for the production and/or operational limit(s), and where a control device is used to achieve an operational limit, an initial compliance demonstration (i.e., performance test) for the control device that establishes the parametric limits; ongoing monitoring of the parametric limits that demonstrates continuous compliance with the production and/or operational limit(s); recordkeeping by the owner or operator that demonstrates continuous compliance with the limit(s) in; and periodic reporting that demonstrates continuous compliance. These criteria are the same as the LPE criteria for purposes of determining tank battery affected facility status finalized in NSPS OOOOb as outlined in X.J.1.e.

## K. Covers and Closed Vent Systems

## 1. NSPS OOOOb

## a. Compliance Assurance Requirements

This section of the preamble presents a summary of the final compliance assurance requirements for CVS and covers. As noted in section IV.K of the December 2022 Supplemental Proposal, the EPA proposed several changes to the compliance assurance requirements for CVS and covers between the November 2021 Proposal and the December 2022 Supplemental Proposal. First, the EPA proposed to align the design and operational requirements for CVS, regardless of which affected or designated facility is connected to the CVS and regardless of whether the emissions are being routed to a process or a control device. Second, the EPA proposed to allow the use of advanced methane detection technologies to demonstrate continuous compliance for CVS and covers. The use of advanced methane detection technologies to demonstrate continuous compliance for CVS and covers is discussed in section X.B of this preamble. Lastly the EPA proposed to change the emissions limit for covers and CVS from no detectable emissions (NDE) to no identifiable emissions (NIE). The EPA clarified that the proposed change was not intended to change the stringency of the standard, but to reflect the change in monitoring methods used for demonstrating compliance with the standard. NDE is a term closely linked with EPA Method 21; because the EPA proposed to allow owners and operators to demonstrate compliance with the emissions limit for covers and CVS using OGI and AVO in addition to EPA Method 21, the EPA proposed to change the terminology used in the standard from NDE to NIE. Further discussion on the NIE standard is provided below and in section XI.K.1 of this preamble. The final requirements for covers and CVS summarized below reflect the requirements that were proposed in the December 2022 Supplemental Proposal.<sup>196</sup>

Ås in NSPS OOOO and OOOOa, NSPS OOOOb contains requirements for CVS and covers to ensure compliance with the standards for centrifugal compressor, reciprocating compressor, and storage vessel affected facilities.<sup>197</sup> CVS route emissions from well (*i.e.*, oil wells when routing associated gas to a control device), centrifugal compressor, reciprocating compressor, process

controllers, pumps, storage vessels and process unit affected facilities to a control device or to a process. Each CVS must be designed and operated to capture and route all gases, vapors, and fumes to a process or to a control device and comply with an emissions limit of NIE. Covers must form a continuous impermeable barrier over the entire surface area of the liquid in the storage vessel, over the centrifugal compressor wet seal fluid degassing system, or over the reciprocating compressor rod packing emissions collection system. Each cover opening shall be secured in a closed, sealed position (e.g., covered by a gasketed lid or cap) whenever material is in the unit on which the cover is installed, except during those times when it is necessary to use an opening, such as to inspect equipment or to remove material from the equipment.

Initial and continuous compliance of the NIE standard would be demonstrated through OGI or EPA Method 21 monitoring and AVO inspections conducted at the same frequency as the fugitive emissions monitoring for the type of site where the cover and CVS are located. Alternatively, an owner or operator could demonstrate ongoing compliance with the NIE standard for covers and CVS using the periodic screening or continuous monitoring requirements for advanced methane detection technologies in 40 CFR 60.5398b, as described in section X.B of this preamble. Where AVO inspections are required, the CVS and cover is determined to operate with NIE if no emissions are detected by AVO means. Where OGI monitoring is conducted, the CVS and cover is determined to operate with NIE if no emissions are imaged by the OGI camera. Where EPA Method 21 monitoring is conducted, the CVS and cover is determined to operate with NIE if the readings obtained using EPA Method 21 are less than 500 parts per million by volume (ppmv) above background. Emissions detected by AVO, OGI, or EPA Method 21 constitute a deviation of the NIE standard until a subsequent inspection determines that the CVS and cover operates with NIE. Where monitoring is conducted using advanced methane detection technologies, covers and CVS are determined to operate with NIE if no emissions are detected by the periodic screening survey or, where continuous monitoring is conducted, the site remains under the action levels. If emissions are detected from the site during a periodic screening survey or the site exceeds an action level, the

<sup>&</sup>lt;sup>195</sup> See Document ID No. EPA–HQ–OAR–2021–0317–0166.

<sup>&</sup>lt;sup>196</sup> See section IV.K, 87 FR 74804 (December 6, 2022).

<sup>&</sup>lt;sup>197</sup> Also, as in NSPS OOOOa, CVS and covers not are not associated with an affected facility are fugitive emissions components.

cover and CVS are still determined to operate with NIE unless a follow-up inspection with EPA Method 21, OGI, or AVO indicates that the cover and CVS do not operate with NIE.

Each CVS must be inspected to ensure that the CVS operates with NIE initially within 30 calendar days after startup of the affected facility routing emissions through the CVS and periodically. Specifically, for the well sites and centralized production facilities where a CVS is present, quarterly OGI or EPA Method 21 and bimonthly AVO would be required; for compressor stations, quarterly OGI or EPA Method 21 and monthly AVO would be required. For CVS and covers located at onshore natural gas processing plants, AVO inspections are required annually and instrument monitoring for NIE must be conducted either bimonthly with OGI following the procedures in appendix K or quarterly in accordance with EPA Method 21. For CVS joints, seams, and connections that are permanently or semi-permanently sealed, owners and operators are not required to conduct periodic instrument monitoring with OGI or EPA Method 21, but the owner or operator must still conduct initial instrument monitoring and periodic AVO monitoring. Additionally, annual visual inspections must be conducted for all CVS to check for defects, such as cracks, holes, or gaps.

If the CVS is equipped with a bypass, the bypass must include a flow monitor and sound an alarm to alert personnel or send a notification via remote alarm to the nearest field office that a bypass is being diverted to the atmosphere, or it must be equipped with a car-seal or lock-and-key configuration to ensure the valve remains in a non-diverting position. To ensure proper design, an assessment of the closed vent system must be conducted and certified by a qualified professional engineer or inhouse engineer.

Any emissions or defects detected during an inspection of a cover or CVS is subject to repair, with a first attempt at repair within 5 days after detecting the emissions or defect and final repair within 30 days after detecting the emissions or defect. While awaiting final repair, covers must have a gasketcompatible grease applied to improve the seal. Delay of repair is allowed where the repair is infeasible without a shutdown, or it is determined that immediate repair would result in emissions greater than delaying repair. In all instances, repairs must be completed by the end of the next shutdown. Owner and operators may designate parts of the CVS as unsafe to inspect and difficult to inspect but must have a written plan of the inspection of this equipment. Equipment that is unsafe to inspect would expose inspecting personnel to an imminent potential danger; this equipment must be inspected as frequently as practicable, during safe to inspect times. Equipment that is difficult to inspect would require elevating inspecting personnel more than 2 meters above a support surface; this equipment must be inspected at least once every 5 years.

# b. Recordkeeping and Reporting Requirements

The CVS certification must be submitted in the annual report in the reporting year in which the certification is signed. In each annual report, the owner or operator must report the date of each cover and CVS inspection, all defects or emissions identified during the inspections, and the date of repair or anticipated repair if the repair is delayed for each defect or emission. Owners and operators must also report the date and time of each bypass or alarm or each instance where the key is checked out. Records of CVS and cover inspections, CVS bypass monitoring, and CVS design and certifications must be maintained. The CVS certification must be submitted in the initial annual report.

Records for CVS and covers include records of inspections, CVS bypass monitoring, and CVS design and certifications. For each CVS or cover inspection, owners and operators must keep records of the date of the inspection, the method of inspection (*i.e.*, visual, AVO, OGI, or EPA Method 21), and all defects and emissions found. For each defect or emission found, the owner or operator must record the location, a description of the defect, the maximum concentration reading if EPA Method 21 is used, the date of detection, the date of each attempt to repair the defect or emission, the corrective action taken to repair the defect or emission, and the date of final repair of the defect or emission. If a repair is delayed, the owner or operator must record the reason for delay and the anticipated date of repair. Owners and operators must also keep records of unsafe and difficult to inspect portions of the CVS, including the written inspection plan. For each CVS bypass, owners and operators must keep records of readings from the flow indicator and the date and time of each instance the alarm is sounded, inspections of the seal or closure mechanism, and dates and times of each instance the key is checked out.

## 2. EG OOOOc

## a. Compliance Assurance Requirements

The model rule in EG OOOOc includes the same covers and CVS requirements as those in NSPS OOOOb to assure that emissions from designated facilities, such as wells (*i.e.*, oil wells when routing associated gas to a control device), centrifugal compressors, reciprocating compressors, process controllers, pumps, and process unit, are captured and routed to a control device or process when such control device or process are being used to meet the presumptive standards for the designated facilities.

## b. Recordkeeping and Reporting Requirements

The recordkeeping and reporting requirements for EG OOOOc are the same as those for NSPS OOOOb.

## L. Equipment Leaks at Natural Gas Processing Plants

## 1. NSPS OOOOb

## a. Affected Facility

Each process unit equipment affected facility, which is the group of all equipment within a process unit at an onshore natural gas processing plant, is an affected facility. *Equipment*, as used in the standards and requirements of this subpart relative to the process unit equipment affected facility at onshore natural gas processing plants, means each pump, pressure relief device, openended valve or line, valve, and flange or other connector that has the potential to emit methane or VOC and any device or system required by those same standards and requirements of this subpart. Process unit means components assembled for the extraction of natural gas liquids from field gas, the fractionation of the liquids into natural gas products, or other operations associated with the processing of natural gas products. A process unit can operate independently if supplied with sufficient feed or raw materials and sufficient storage facilities for the products.

#### b. Final Standards

The NSPS OOOOb final standards apply to the "process unit equipment" affected facility and require that, for each piece of equipment that has the PTE methane or VOC, owners and operators conduct bimonthly (*i.e.*, once every other month) OGI monitoring in accordance with 40 CFR part 60, appendix K<sup>198</sup> to detect equipment

<sup>&</sup>lt;sup>198</sup> See section XIV of this preamble for information related to appendix K.

leaks from pumps in light liquid service, pressure relief devices in gas/vapor service, valves in gas/vapor or light liquid service, connectors in gas/vapor or light liquid service, and CVS. As an alternative to the bimonthly OGI monitoring, EPA Method 21 may be used to detect leaks from the same equipment at frequencies specific to the process unit equipment type (e.g., monthly for pumps, quarterly for valves). Open-ended valves and lines, pumps, valves and connectors in heavy liquid service and pressure relief devices in light liquid or heavy liquid service must be monitored using AVO. The final rule requires that when a leak is detected it must be repaired. Valves must be repaired by replacing the leaking valve with a low emission (low-E) valve, where technically feasible. The final rule also includes requirements that the leaking equipment must be tagged for identification and a first attempt at repair for all identified leaks must be commenced within 5 days after detection, with final repair completed within 15 days after detection (unless the delay-of-repair provisions are applicable). Delay of repair would be allowed where it is technically infeasible to complete repairs within 15 days without a process unit shutdown. See rationale for the BSER at section XII.H.1.c. of the November 2021 Proposal which is unchanged in this final rule.

In addition to the monitoring and repair requirements summarized previously, the final rule includes requirements for specific types of equipment. Each open-ended valve or line must be equipped with a closure device (*i.e.*, cap, blind flange, plug, or a second valve) that seals the open end at all times except during operations which require process fluid flow through the open-ended valve or line. CVS used to comply with the standards for process unit equipment must be monitored bimonthly using OGI (or quarterly using EPA Method 21 if this alternative is used). Control devices used to comply with the equipment leak provisions must comply with the requirements described in section X.H of this preamble. Pressure relief devices must be monitored within 5 days after a pressure release to ensure the device has reseated after a pressure release. The final rule allows exceptions to the 5-day post-pressure release monitoring requirement for pressure relief devices that are located in a non-fractionating plant where the non-fractionating plant is monitored only by non-plant

personnel that are not onsite.<sup>199</sup> The exception allows the pressure relief device to be monitored after a pressure release the next time non-plant monitoring personnel are onsite, but in no event can the monitoring be delayed beyond 30 calendar days after a pressure release. Pressure relief devices that are routed to a process, fuel gas system, or control device are not required to be monitored following a release because the emissions from the release are controlled. The rule also provides exceptions to the GHG and VOC standards for process unit equipment affected facilities for certain types of equipment at a non-fractionating plant that does not have the design capacity to process 283,200 standard cubic meters per day (scmd) (10 million scf per day)<sup>200</sup> or more of field gas and for equipment within a process unit at the Alaskan North Slope.

NSPS OOOOb reporting is required semiannually for process unit equipment affected facilities, which differs from the annual reporting for other affected facilities in NSPS OOOOb. In the initial semiannual report, the owner or operator must identify: each process unit associated with the process unit equipment affected facility; the number of each type of equipment subject to the monitoring requirements; for each month of the reporting period, the number of leaking equipment for which leaks were identified, the number of leaking equipment for which leaks were not repaired, and the facts that explain each delay of repair; and dates of process unit shutdowns. In subsequent semiannual reports, owners and operators must report the name of each process unit associated with the process unit equipment affected facility; any changes to the process unit identification or the number or type of equipment subject to the monitoring requirements; for each month of the reporting period, the number of leaking equipment for which leaks were

identified, the number of leaking equipment for which leaks were not repaired, and the facts that explain each delay of repair; and dates of process unit shutdowns.

Required records in the final rule include inspection records consisting of equipment identification, date and start and end times of the monitoring inspection, inspector name, leak determination method, monitoring instrument identification, type of equipment monitored, process unit identification, appendix K records (where applicable), EPA Method 21 instrument readings and calibration results (where applicable) and, for visual inspections, the date, name of inspector and result of inspection. For each leak detected, the final rule requires recording of the instrument and operator identification (or record of AVO method, where applicable), the date the leak was detected, the date and repair method applied for first attempts at repair, indication of whether the leak is still detected, and the date of successful repair, which includes results of a resurvey to verify repair. For each delay of repair, the final rule requires that the equipment is identified as "repair delayed" along with the reason for the delay, the signature of the certifying official, and the dates of process unit shutdowns which occurred while the equipment is unrepaired. Additionally, the final rule requires records of equipment designated for NDE; the identification of valves, pumps, and connectors that are designated as unsafe-to-monitor, an explanation stating why it is unsafe-tomonitor, and the plan for monitoring that equipment; a list of identification numbers for valves that are designated as difficult-to-monitor, an explanation stating why it is difficult-to-monitor, and the schedule for monitoring each valve; a list of identification numbers for equipment that is in vacuum service and a list of identification numbers for equipment designated as having the PTE methane or VOC less than 300 hr/yr.<sup>201</sup>

Finally, for CVS and control devices used to control emissions from process unit equipment affected facilities, the reports and records that demonstrate proper design and operation of the control device also must be maintained (see section X.H. of this preamble).

<sup>&</sup>lt;sup>199</sup> A nonfractionating plant refers to any gas plant that does not fractionate mixed natural gas liquids into natural gas products. See 40 CFR 60.5430b and 60.5430c.

<sup>&</sup>lt;sup>200</sup> For example, for pumps in light liquid service, pressure relief devices in gas/vapor service, valves in gas/vapor and light liquid service, and connectors in gas/vapor service and in light liquid service that are located at a non-fractionating plant that do not have the design capacity to process 283,200 standard cubic meters per day (scmd) (10 million scf per day) or more of field gas, owners or operators may comply with the following exceptions: (1) They may conduct quarterly monitoring instead of bimonthly monitoring as required under § 60.5400b(b), and (2) they are exempt from the routine monitoring requirements if complying with the alternative standards of § 60.5401b.

<sup>&</sup>lt;sup>201</sup> This exemption is similar to that in NSPS OOOOa, which exempts owners/operators from monitoring leaks from equipment in VOC service less than 300 hr/yr. As in NSPS OOOOa, this exemption applies to equipment at onshore natural gas processing plants that is used only during emergencies, used as a backup, or that is in service only during startup and shutdown. See 85 FR 57408.

With the exception of the requirements for low-E valves, where technically feasible, these standards are unchanged from section IV.L.1 of the December 2022 Supplemental Proposal. For each valve where a leak is detected. you must comply by repacking the existing valve with a low-E packing, replacing the existing valve with a low-E valve; or performing a drill and tap repair with a low-E injectable packing. An owner or operator is not required to utilize a low-E valve or low-E packing to replace or repack a valve if the owner or operator demonstrates that a low-E valve or low-E packing is not technically feasible. Low-E valve or low-E packing that is not suitable for its intended use is considered to be technically infeasible. Factors that may be considered in determining technical infeasibility include: retrofit requirements for installation (e.g., repiping or space limitation), commercial unavailability for valve type, or certain instrumentation assemblies.

## 2. EG OOOOc

## a. Designated Facility

Each process unit equipment designated facility, which is the group of all equipment within a process unit at an onshore natural gas processing plant, is a designated facility. *Equipment,* as used in the standards and requirements of this subpart relative to the process unit equipment designated facility at onshore natural gas processing plants, means each pump, pressure relief device, open-ended valve or line, valve, and flange or other connector that has the potential to emit methane and any device or system required by those same standards and requirements of this subpart. Process unit means components assembled for the extraction of natural gas liquids from field gas, the fractionation of the liquids into natural gas products, or other operations associated with the processing of natural gas products. A process unit can operate independently if supplied with sufficient feed or raw materials and sufficient storage facilities for the products.

## b. Final Standards

The EG OOOOc final methane presumptive standards for "process unit equipment" designated facilities are the same as finalized for NSPS OOOOb affected facilities. The Model Rule reporting and recordkeeping requirements are also the same as finalized for NSPS OOOOb affected facilities.

With the exception of low-E valves, these presumptive standards are

unchanged from section IV.L.2 of the December 2022 Supplemental Proposal. See rationale for the BSER at section XII.B.2 of the November 2021 Proposal which is unchanged in this final rule.

#### M. Sweetening Units

#### 1. Affected Facility

A sweetening unit refers to a process device that removes  $H_2S$  and/or  $CO_2$ from the sour natural gas stream—*i.e.*, sweetening units convert  $H_2S$  in acid gases (*i.e.*,  $H_2S$  and  $CO_2$ ) that are separated from natural gas by a sweetening process, like amine gas treatment, into elemental sulfur in the Claus process. Each sweetening unit that processes natural gas produced from either onshore or offshore wells is an affected facility as well as each sweetening unit that processes natural gas followed by a sulfur recovery unit.

### 2. Final Standards

Affected facilities with a sulfur production rate of at least 5 long tons per day (LT/D) must reduce  $SO_2$ emissions by 99.9 percent. Compliance with the standard is determined based on an initial performance test and daily reduction efficiency measurements. During the performance test, the minimum required reduction efficiency of SO<sub>2</sub> emissions is determined for the sweetening unit. For affected facilities that have a design capacity less than 2 LT/D of H<sub>2</sub>S in the acid gas (expressed as sulfur), recordkeeping and reporting requirements are required. However, emissions control requirements are not required. Facilities that produce acid gas that is entirely reinjected into oil/ gas-bearing strata or that is otherwise not released to the atmosphere are also not subject to emissions control requirements.

For affected facilities that use an oxidation control system, or a reduction control system followed by an incineration device, an owner or operator must (1) continually operate the oxidation/incineration device and (2) install, calibrate, maintain, and operate monitoring devices and continuous emission monitors. For affected facilities that use a reduction control system not followed by an incineration device, an owner or operator must install, calibrate, maintain, and operate a continuous monitoring system to measure the emission rate of reduced sulfur compounds.

Owners and operators of a sweetening unit device affected facility are required to submit notifications required under the NSPS General Provisions, initial and annual reports, and excess emissions reports (as applicable). Affected facilities are also required to retain records of the following:

(1) the applicable calculations and measurements,

(2) an analysis demonstrating that the facility's design capacity is less than 2 LT/D of  $H_2S$  expressed as sulfur to document exemption from the control requirements (when applicable), and

(3) a record demonstrating that the facility's design capacity is less than 150 LT/D of  $H_2S$  expressed as sulfur (if electing to comply with 40 CFR 60.5407b(e)).

This is unchanged from section IV.M of the December 2022 Supplemental Proposal.

## N. Electronic Reporting

To increase the ease and efficiency of data submittal and data accessibility, the EPA is finalizing, as proposed, a requirement that owners and operators submit electronic copies of performance test reports, natural gas processing plant semiannual reports, annual reports, and notifications of well closure activities through the EPA's Central Data Exchange (CDX) using the Compliance and Emissions Data Reporting Interface (CEDRI). A description of the electronic data submission process is provided in the memorandum, Electronic Reporting **Requirements for New Source** Performance Standards (NSPS) and National Emission Standards for Hazardous Air Pollutants (NESHAP) Rules, available in the docket for this action. The final rulemaking requires that performance test results be submitted in the format generated through the use of the ERT or an electronic file consistent with the xml schema on the ERT website. For natural gas processing plant semiannual reports and annual reports, the final rule requires that owners and operators use the appropriate spreadsheet template to submit information to CEDRI. The final version of the templates for these reports will be located on the CEDRI website.<sup>202</sup> The final rulemaking requires that notifications of well closure activities be submitted as a portable document format (PDF) upload in CEDRI. The EPA is also finalizing, as proposed, these same requirements in EG OOOOc.

Furthermore, the EPA is finalizing in NSPS OOOOb and EG OOOOC, as proposed, provisions that allow owners and operators the ability to seek extensions for submitting electronic reports for circumstances beyond the control of the facility, *i.e.*, for a possible

<sup>&</sup>lt;sup>202</sup> https://www.epa.gov/electronic-reporting-airemissions/cedri.

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outage in CDX or CEDRI or for a *force majeure* event, in the time just prior to a report's due date, as well as the process to assert such a claim.

## *O. Prevention of Significant Deterioration and Title V Permitting*

The pollutants subject to regulation in this final rulemaking are VOC and GHGs (which are regulated in this rule in the form of methane limitations). As explained in section XV of this preamble, we are finalizing provisions to NSPS OOOOb and EG OOOOc, analogous to what was included in the 2016 NSPS OOOOa and other rules regulating GHGs from electric utility generating units, to address some of the potential implications this final rulemaking could have on the CAA Prevention of Significant Deterioration (PSD) preconstruction permit program and the CAA title V operating permit program.

## XI. Significant Comments and Changes Since Supplemental Proposal for NSPS OOOOb and EG OOOOc

This section of the preamble presents in each subsection a summary of any changes since the December 2022 Supplemental Proposal for the topic being addressed in that subsection, as well as significant comments on that topic and the EPA's response thereto. For final NSPS standards and requirements and final EG presumptive standards and requirements that have not changed since the December 2022 Supplemental Proposal, the supporting rationales for the EPA's BSER determinations are not reiterated in this preamble. The rationale for these standards and requirements can be found in the preamble to the December 2022 Supplemental Proposal and in the TSD for the December 2022 Supplemental Proposal. The EPA's full response to comments on the November 2021 Proposal and December 2022 Supplemental Proposal, including any comments not discussed in this preamble, can be found in the EPA's RTC document for the final rule.<sup>203</sup>

## A. Fugitive Emissions From Well Sites, Centralized Production Facilities, and Compressor Stations

1. Fugitive emissions at Well Sites and Centralized Production Facilities

In section X.A.1 of this document, the final NSPS OOOOb and EG OOOOc requirements for fugitive emissions components at well sites and centralized production facilities are summarized. The BSER analysis for fugitive emissions components at well sites and centralized production facilities is unchanged from what was presented in the December 2022 Supplemental Proposal (see 87 FR 74729-39, section IV.A.1: Fugitive Emissions at Well Sites and Centralized Production Facilities). Significant comments were received on the December 2022 Supplemental Proposal on the following topics: (1) the definition of fugitive emissions component, (2) the EPA's assumption regarding the effectiveness of OGI and AVO, (3) the order of evaluating AVO in the BSER analysis, (4) subcategorization of well sites, and (5) miscellaneous other changes. For each of these topics, a summary of the proposed rule (where relevant), the comments, the EPA responses, and changes made in the final rule (if applicable), are discussed here. These comments and the EPA's responses to these comments generally apply to the standards proposed in both the NSPS OOOOb and EG OOOOc. The instances where the comment and/or response only applies to the NSPS OOOOb or EG OOOOc are noted. The EPA's full response to comments on the November 2021 Proposal and December 2022 Supplemental Proposal, including any comments not discussed in this preamble, can be found in the EPA's RTC document for the final rule.<sup>204</sup> This section of this document presents a summary of significant comments received on fugitive emissions components affected or designated facilities located at well sites and centralized production facilities and the EPA's response to those comments, as well as changes the EPA has made to the well site fugitive emissions requirements of NSPS OOOOb and EG OOOOc since the December 2022 Supplemental Proposal.

a. Fugitive emissions component definition

Comment: Commenters suggested various revisions to the proposed definition of fugitive emissions components. A commenter <sup>205</sup> asked that the EPA exclude vard piping from the definition because this inclusion would expand the definition in an unprecedented way. According to the commenter, cracks and holes in piping have never been considered fugitive components in any other rule for LDAR in any industry sector by the Agency. The commenter asserted that the EPA has not explained how leak detection should be conducted for yard piping, as compared to other fugitive emissions components where there are identifiable leak points (such as valve stems or flange interfaces) that are the target of monitoring. The commenter also noted that cracks and holes represent potential loss of containment and are already repaired and corrected per industry practice and code. Another commenter <sup>206</sup> asked that the EPA exclude buried yard piping from the definition of fugitive emissions components because buried components are difficult or impossible to monitor.

Another commenter <sup>207</sup> supported the EPA's inclusion of yard piping in the definition. This same commenter asked that the EPA also include certain equipment types like separators in the definition so monitoring of separator dump valves and components on all other equipment would clearly be required. The commenter noted that separator dump valves are a known source of large fugitive emissions events. In response to the November 2021 Proposal, the commenter <sup>208</sup> had made a similar case for inclusion of separator dump valves in the definition in order to ensure that these components are monitored.

*Response:* In the final NSPS OOOOb and EG OOOOc rules, the EPA has retained yard piping <sup>209</sup> in the definition of fugitive emissions components. A definition of yard piping was added for clarity. As discussed in the December 2022 Supplemental Proposal, pipes can experience cracks or holes, which can lead to fugitive emissions. The inclusion of yard piping in the definition of fugitive emissions components will help ensure that fugitive emissions from

<sup>209</sup> The EPA recognizes that the terms "yard piping" and "in yard piping" were used interchangeably in the December 2022 Supplemental Proposal. The final rule uses the term "yard piping" consistently.

<sup>&</sup>lt;sup>203</sup> Standards of Performance for New, Reconstructed, and Modified Sources and Emissions Guidelines for Existing Sources: Oil and Natural Gas Sector Climate Review. Response to Public Comments on the November 2021 Proposed Rule and the December 2022 Supplemental Proposed Rule (86 FR 63110, November 15, 2021; 87 FR 74702, December 6, 2022).

<sup>&</sup>lt;sup>204</sup> Standards of Performance for New, Reconstructed, and Modified Sources and Emissions Guidelines for Existing Sources: Oil and Natural Gas Sector Climate Review. Response to Public Comments on the November 2021 Proposed Rule and the December 2022 Supplemental Proposed Rule (86 FR 63110, November 15, 2021; 87 FR 74702, December 6, 2022).

<sup>&</sup>lt;sup>205</sup> EPA-HQ-OAR-2021-0317-2428.

<sup>206</sup> EPA-HQ-OAR-2021-0317-2326.

<sup>&</sup>lt;sup>207</sup> EPA-HQ-OAR-2021-0317-2433.

<sup>&</sup>lt;sup>208</sup> EPA-HQ-OAR-2021-0317-0844.

these sources do not go undetected during fugitive emissions monitoring and that issues found from the pipe itself leading to the fugitive emissions are addressed. If industry is already conducting checks for leaks as standard practice and code, this would further assist in ensuring that fugitive emissions are minimized. AVO and OGI can be used to detect fugitive emissions from cracks and other defects in yard piping by scanning along the length of the piping. However, the EPA acknowledges that EPA Method 21 does not include instructions for monitoring yard piping; therefore, the EPA is providing directions in this final rule on how to monitor yard piping while conducting an EPA Method 21 monitoring survey. Lastly, the EPA recognizes the difficulty of monitoring yard piping that is buried, as it may require disturbing the surface, which could inadvertently cause emissions; therefore, the final NSPS OOOOb and EG OOOOc rules only require monitoring of yard piping and associated fugitive components (e.g., connectors) that are at or above ground level.

Regarding a commenter's request that the definition of fugitive emissions components explicitly include separators, the EPA agrees that, although the list of components in the definition is not exhaustive, it is worthwhile to eliminate any ambiguity as to whether separator dump valves are fugitive emissions components. The EPA is finalizing a definition of fugitive emissions components in NSPS OOOOb and EG OOOOc that specifically includes separator dump valves, thus clarifying that the separator dump valve is subject to monitoring by OGI, AVO, or other detection methods. In addition, because malfunctioning separator dump valves are a known source of large emissions (as the commenter noted) and because sometimes there is visual evidence of the malfunction, the EPA is requiring in the final rule that, during the regular AVO monitoring surveys (either quarterly or bimonthly depending on the site), a visual inspection must be conducted of all separator dump valves to ensure that they are free of debris and not stuck in an open position, and any dump valve not operating as designed must be repaired.

## b. OGI and AVO Effectiveness

*Comment:* Some commenters claimed that the EPA's assumptions for OGI and AVO effectiveness in both NSPS OOOOb and EG OOOOc are overstated and need to be adjusted. Specifically, these commenters were concerned the upper bound assumption of the percentage of leaks that will be detected by either method should be adjusted to reflect that these methods will not find all leaks during a survey. These commenters suggested that not all leaks, even large ones, would be observed during the monitoring survey, so not all the leaks would be repaired.

One commenter <sup>210</sup> specifically objected to the EPA's reliance on emissions information from the 2021 Rutherford, *et al.*, study <sup>211</sup> because the commenter believes the study "cherrypicks" data. This same commenter believes that the EPA ignores relevant information from the U.S. DOE marginal well study <sup>212</sup> and urged the use of DOE emissions data in FEAST modeling to evaluate programs for low production and existing sites.

Conversely, one commenter <sup>213</sup> asserted that the EPA's assumptions about the effectiveness of OGI are supported by recent data and FEAST modeling. One commenter <sup>214</sup> believes that all inputs used by the EPA are reasonable, are appropriate, and ensure that advanced technologies deliver emissions reductions commensurate with OGI across diverse basins.

Other commenters <sup>215</sup> expressed overall support of the use of FEAST modeling and recommended some adjustments. One commenter <sup>216</sup> noted that intermittency of emissions should be represented in modeling. As it specifically relates to AVO, one commenter <sup>217</sup> indicated that there is limited availability of information and studies on the effectiveness of AVO inspections for emissions with variable rates, intermittent emissions, emissions elevated above ground level, [varying] emission point aperture sizes, and emissions occurring in varying ambient conditions (e.g., wind, rain, and other ambient equipment/process/compressor noise that may obstruct detection). The commenter recommended that the EPA perform or seek out studies of AVO effectiveness across this range of conditions before incorporating it into the FEAST model for calculation of emissions reductions for purposes of

217 EPA-HQ-OAR-2021-0317-2333.

equivalency demonstration for alternative monitoring solutions. Another commenter <sup>218</sup> noted that leak detection and repair data collected in Colorado show both different annual rates for leaks requiring repair as well as few leaks requiring repair as detected by AVO.<sup>219</sup>

Response: As discussed in the December 2022 Supplemental Proposal preamble and noted by the commenters, the revised approach for estimating the fugitive emissions under different monitoring scenarios at well sites uses a FEAST modeling approach based on the presence of specific types of equipment at well sites. The modeling uses built-in emissions data from various emissions measurement campaigns which were supplemented with additional study data to provide an empirical emissions dataset for the model simulations. The EPA used the FEAST model to evaluate potential fugitive emissions monitoring and repair programs at well sites (87 FR 74725). The effectiveness of fugitive emissions monitoring and repair programs are simulated within the FEAST model based on the probability of detection (PoD) curves (or surfaces) for each monitoring method and frequency, which indicate the probability that a leak of a given size will be detected within a given survey. Survey times (frequencies) are accounted for as finite time periods. The model quantifies emissions occurring at a site over a period of time (*e.g.*, we used a 5-year simulation and evaluated the emissions in the fifth year of the simulation), accounting for simulated leak generation, identification, and repair rates. Emissions reductions are calculated by comparing the simulated fugitive emissions program against a baseline scenario where no program is implemented.

The emissions data used in the FEAST model included data from direct measurement campaigns. Despite some shortcomings of the data in studies analyzed in the Rutherford, *et al.*, study, the study is useful because it analyzes and reconciles multiple sources of data and multiple methods of estimating emissions to arrive at a more robust and validated model of component-level emissions from well sites. The EPA chose to use the Rutherford, *et al.*, study and the U.S. DOE marginal well study to help inform assumptions necessary to establish a baseline emissions scenario

<sup>&</sup>lt;sup>210</sup> EPA-HQ-OAR-2021-0317-2446.

<sup>&</sup>lt;sup>211</sup> Rutherford, J.S., Sherwin, E.D., Ravikumar, A.P., *et al.* "Closing the methane gap in U.S. oil and natural gas production emissions inventories." Nat Commun 12, 4715 (2021). *https://doi.org/10.1038/ s41467-021-25017-4.* 

<sup>&</sup>lt;sup>212</sup> Bowers, Richard L. "Quantification of Methane Emissions from Marginal (Low Production Rate) Oil and Natural Gas Wells." *https://doi.org/* 10.2172/1865859.

<sup>&</sup>lt;sup>213</sup> EPA–HQ–OAR–2021–0317–2433.

<sup>&</sup>lt;sup>214</sup> EPA–HQ–OAR–2021–0317–2433.

<sup>&</sup>lt;sup>215</sup> EPA–HQ–OAR–2021–0317–2286, –2433, –2446.

<sup>&</sup>lt;sup>216</sup> EPA-HQ-OAR-2021-0317-2387.

<sup>&</sup>lt;sup>218</sup>EPA-HQ-OAR-2021-0317-2286.

<sup>&</sup>lt;sup>219</sup>Commenter refers to Colorado's 2021 LDAR Annual Report; e.g., in 2021, only 1,546 leaks were detected during 564,427 AVO inspections (https:// cdphe.colorado.gov/oiland-gas-and-your-health/oilgas-compliance-and-recordkeeping).

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in the FEAST model because they represent credible compilations of relevant emissions data at the well site level. The set-up of the FEAST model was further validated by finding that the results generated by FEAST regarding the effectiveness of different OGI monitoring frequencies align well with other values reported in literature. The EPA found that the FEAST results align with the EPA's historical assumptions of 40, 60, and 80 percent, for annual, semiannual, and quarterly OGI monitoring, respectively,<sup>220</sup> and these percent efficiencies compare well to those discussed in the TSD for the 2020 Technical Rule.<sup>221</sup>

For the December 2022 Supplemental Proposal, the FEAST modeling conducted generally assumed a 100 percent probability of OGI camera operators' seeing all leaks above a certain size threshold. Following the December 2022 Supplemental Proposal, the EPA investigated the effect of lowering the probability of detection, based on public comments received asserting that not all leaks would necessarily be detected (and subsequently lower emissions reductions would be achieved). The EPA modeled ground-based surveys with maximum probability of detection of 70, 90, and 100 percent detection limits. A complete discussion of the EPA's assessment of the maximum probability of detection is presented in a memorandum <sup>222</sup> available in the rulemaking docket. The results of this additional modeling suggest that lowering the maximum probability of detection would not appreciably change either the control effectiveness of various fugitive emissions monitoring and repair programs or the conclusion regarding the cost-effective monitoring programs.<sup>223</sup> Therefore, the EPA

<sup>221</sup> See section 2.4.1 of "Oil and Natural Gas Sector: Emission Standards for New, Reconstructed, and Modified Sources Background Technical Support Document for the Final Reconsideration of the New Source Performance Standards 40 CFR part 60, subpart OOOOa." August 2020. EPA–HQ–OAR– 2017–0483–2290.

<sup>222</sup> Memorandum from Jeff Coburn, RTI International. *Summary of Additional FEAST Modeling Runs.* September 25, 2023.

<sup>223</sup> As observed in this analysis, cost-effective monitoring frequencies when using a lower maximum probability of detection would be at least as frequent when assuming a 100 percent maximum probability of detection for large leaks. *Id*. maintains that the OGI percent reduction efficiencies obtained via the FEAST modeling that was conducted for the December 2022 Supplemental Proposal (see tables 11–13 of the December 2022 Supplemental Proposal (87 FR 74732–34), which align with previous assumptions and existing literature, are representative.

With respect to AVO effectiveness, the EPA did use an upper level of detection of 90 percent for AVO monitoring. The EPA acknowledges that the level of detection for AVO will be more variable than for OGI because leaks detected by olfactory methods (smell) will largely rely on other constituents present in the natural gas. However, the modeling runs when using AVO alone provided reasonable agreement with the emissions from oil and gas production sites that rely primarily on AVO inspections as reported in the U.S. DOE marginal well study data.<sup>224</sup> Therefore, the EPA concluded that the modeling assumptions regarding the effectiveness of AVO monitoring were reasonable.

With respect to the recommendation to include intermittent emissions events in the FEAST model, the EPA has not done so for the following reasons. First, in order to model intermittent emissions events, assumptions would have to be made regarding the fraction of fugitive emissions that exhibit intermittent behavior and the typical duration of active emissions and of periods of low or zero emissions. Because the EPA has limited data from which to make these necessary assumptions, to include intermittent emissions events in the model would introduce great uncertainty to the model. Second, the EPA notes that intermittent emissions events are largely reported with respect to "super-emitters," which the EPA is addressing through the Super Emitter Program established in this final rule.<sup>225</sup> For the reasons stated, the EPA has not included intermittent emissions events in the model.

c. Order of AVO evaluation in the BSER

*Comment:* One commenter <sup>226</sup> believes that the EPA should have developed its regulatory strategy by first evaluating AVO and determining its cost effectiveness; then, the EPA should have assessed the impact of adding OGI monitoring. The commenter believes that evaluating whether additional OGI monitoring is appropriate and at what

frequency should have come after the evaluation of AVO inspection in the EPA's BSER analysis for NSPS OOOOb and EG OOOOc. According to the commenter, this is particularly relevant for multi-wellhead only well sites (where the proposed requirement was semiannual OGI and quarterly AVO) as the EPA acknowledged that large leaks from a wellhead could be detected with AVO. Commenters claimed that the EPA did not provide adequate justification as to why having two or more wellheads requires the use of OGI. Industry commenters believe that the NSPS OOOOb and EG OOOOc BSER for multiwellhead only sites should be quarterly AVO inspections only (bimonthly AVO inspections only at most). Another commenter 227 similarly expressed that using AVO inspections to find large fugitive emissions at single wellhead only sites is appropriate and should also apply to multi-wellhead only well sites. Quarterly AVO inspections are appropriate to detect fugitive emissions at multi-wellhead only well sites, according to the commenter. A commenter <sup>228</sup> stated that wellhead only sites generally have fewer fugitive emissions components, and wellheads are constructed with thicker, higherpressure-rated iron, causing flanges to be larger such that AVO inspections are able to reliably detect any leaks that may occur. The commenter believed quarterly AVO inspection of wellhead only sites would be an effective and economic means to monitor for leaks at wellhead only sites. Another commenter <sup>229</sup> expressed support for AVO for these sites but did not support OGI, due to its cost and because the incremental benefit of using OGI on top of AVO would not meaningfully reduce emissions.

*Response:* The EPA disagrees with the comment that it should have first evaluated AVO and determined its cost effectiveness and then assessed whether to add OGI monitoring for multi-wellhead only well sites and well sites with major production and processing equipment.<sup>230</sup> While OGI's superiority

<sup>230</sup> As explained in the December 2022 Supplemental Proposal and reiterated later in this response, the EPA did not propose OGI monitoring for single wellhead only well sites based on information showing that these emissions are large releases that can be detected using AVO (87 FR 74729). Similarly, the EPA did not propose OGI monitoring for a small wellsite; the EPA utilized the same model results as provided for a single wellhead only well site (87 FR 74731). As defined, a small well site can only include one piece of certain major production and processing equipment, which cannot be a controlled storage

<sup>&</sup>lt;sup>220</sup> Specifically, for large well sites at a 0.5 percent leak generation rate, FEAST estimates reductions of 47, 67, and 78 percent, for annual, semiannual, and quarterly monitoring, respectively. For multi-wellhead only well sites at a 0.5 percent leak generation rate, FEAST estimates reductions of 44, 67, and 78 percent, for annual, semiannual, and quarterly monitoring, respectively. For single wellhead only well sites, FEAST estimates reductions of 48, 68, and 77 percent, for annual, semiannual, and quarterly monitoring, respectively.

<sup>&</sup>lt;sup>224</sup> Memorandum from Jeff Coburn, RTI International. *Summary of Additional FEAST Modeling Runs*. September 25, 2023.

<sup>&</sup>lt;sup>225</sup> See sections X.C and X.I for details on the Super Emitter Program.

<sup>226</sup> EPA-HQ-OAR-2021-0317-2446.

<sup>&</sup>lt;sup>227</sup> EPA–HQ–OAR–2021–0317–2428.

<sup>&</sup>lt;sup>228</sup> EPA-HQ-OAR-2021-0317-2326.

<sup>&</sup>lt;sup>229</sup> EPA-HQ-OAR-2021-0317-2202.

over AVO is clear, the EPA nevertheless offered a detailed explanation in the December 2022 Supplemental Proposal (87 FR 74727). As the EPA explained, AVO is a simple sensory method that can detect large releases such as emissions from open thief hatches; however, not all fugitive emissions components have large releases and, therefore, their emissions cannot always be detected by AVO. AVO's reliability also depends on other factors, including whether the background noise is sufficiently low to allow a person to hear leaks such as the hissing sound from a high-pressure leak, whether the gas is of a mixture that would allow detection by smell, or whether the leaks result in dripping or puddles that can be detected visually. In contrast, OGI can reliably detect fugitive emissions that AVO cannot. Therefore, in the November 2021 Proposal, the EPA proposed monitoring fugitive emissions using OGI at well sites with baseline emissions at or greater than 3 tpv and no monitoring for those with baseline emissions below that level; the EPA solicited comment on "simple AVO checks that could be performed in conjunction with the periodic OGI monitoring surveys to help identify potential large emission events" (86 FR 63197). In the December 2022 Supplemental Proposal, the EPA proposed four subcategories of well sites and monitoring regime for each subcategory based on numbers and types of equipment. For example, single wellhead only well sites have few pieces of simple equipment and therefore few fugitive emissions components,<sup>231</sup> but they have been found to have large emissions that result from fugitive emissions components, such as an open valve on a well case casing; because the number of components is small and the large releases could be detected with AVO, OGI monitoring does not seem necessary at a single wellhead only well site.<sup>232</sup> That is not the case with multiwellhead only well sites, which are the focus of the comments summarized above. As the number of wellheads increases, so does the number of fugitive emissions components, including those associated with smaller emissions that are difficult to detect with AVO; however, OGI can detect fugitive

emissions from those components in addition to the large releases. Accordingly, in the December 2022 Supplemental Proposal, the EPA proposed adding AVO monitoring to routine OGI monitoring requirements in order to identify large emissions that could occur in between scheduled OGI surveys at multi-wellhead only well sites and well sites with major production and processing equipment (see 87 FR 74722).

As discussed in the December 2022 Supplemental Proposal, multi-wellhead only well sites feature both large emission sources that can be identified with AVO as well as additional, generally smaller sources of emissions that are more challenging to identify using AVO. In order to capture both large and small emissions from multiwellhead only well sites, the EPA proposed semiannual OGI monitoring and quarterly AVO surveys for NSPS OOOOb and EG OOOOc. The EPA agrees with commenters that periodic AVO surveys are less costly than OGI surveys. However, cost is not the only factor in determining the BSER, and other considerations, such as effectiveness at reducing emissions from both large and small releases, must be considered. As part of its BSER analysis for reducing fugitive emissions at well sites, the EPA analyzed the costs and emission reductions associated with various combinations of OGI and AVO monitoring options for the four categories of well sites. The EPA summarized its analysis for multiwellhead only well sites in table 12 and explained how it evaluated the various options (see 87 FR 74733, table 12). The EPA found semiannual OGI and quarterly AVO to be cost-effective and therefore to be the BSER for multiwellhead only well sites.

#### d. Subcategorization of Well Sites

Comment: Several commenters requested that the EPA consider maintaining an exemption for low production wells as it pertains to the NSPS OOOOb and EG OOOOc. These commenters noted that industry has consistently advocated for such an exemption in previous rulemakings. Commenters also asserted that exempting low production wells would provide meaningful reductions in compliance burden and cost for small businesses, with minimal potential impact. Commenters <sup>233</sup> argued that the proposed monitoring requirements and schedule are excessive for these sites, provide little environmental benefit,

and are prohibitive for small owners and operators and will result in the end of their operations. One commenter <sup>234</sup> noted that the U.S. DOE marginal well study provides data showing that marginal well sites overwhelmingly have methane emissions below 3 tpy. One commenter <sup>235</sup> urged the EPA to modify the rule to include a production rate threshold that would exempt wells making less than 6 boe per day. One commenter <sup>236</sup> recommended that the EPA create an intermediate well site category that combines production throughput and components, opining that this would be a simpler approach that avoids inappropriate results. According to the commenter, under the current proposal, some low-producing sites would be classified as large sites and be subject to quarterly OGI monitoring with bimonthly AVO inspections. The commenter asserted that the data from the U.S. DOE marginal well study shows that this category of sites has lower total emissions than sites with larger production volumes and therefore should not be subject to monitoring requirements as stringent as those for larger-producing sites. The commenter proposed that intermediate well sites historically considered to be "low production" be permitted to utilize industry practices to identify leaks. The commenter asserted that the EPA's proposal places an economic burden on owners/operators of low production wells that is not justified or supported.

*Response:* Following the December 2022 Supplemental Proposal, the EPA received the underlying dataset for the U.S. DOE marginal well study, which was previously not available, and the EPA further evaluated the methane emissions data obtained during the field campaigns of the U.S. DOE marginal well study. Specifically, in response to comments that the EPA should have incorporated the DOE emissions dataset into the FEAST modeling because the baseline emissions estimated by the EPA were overstated and that lower baseline emissions should be used, the EPA added U.S. DOE marginal well study data to the previous FEAST model simulations to evaluate whether this was the case.

The EPA also evaluated how the leaks measured in the U.S. DOE marginal well study compared with the leaks measured in the other studies included in the FEAST model as used to support the supplemental proposal. The EPA determined that the U.S. DOE marginal

vessel, a control device, or a natural gas-driven process controller or pump (*Ibid*). As such, the equipment and associated fugitive emissions components at a small site are more comparable to a single wellhead only well site than to the other two subcategories of well sites (see *Id*. at 74726, table 7).

<sup>&</sup>lt;sup>231</sup> See *Id.* at 74726, table 7.

<sup>&</sup>lt;sup>232</sup> Id. at 74727.

<sup>&</sup>lt;sup>233</sup> EPA-HQ-OAR-2021-0317-2179, -2248, -2310, -2713.

<sup>&</sup>lt;sup>234</sup> EPA-HQ-OAR-2021-0317-2403.

<sup>&</sup>lt;sup>235</sup>EPA-HQ-OAR-2021-0317-2179.

<sup>236</sup> EPA-HQ-OAR-2021-0317-2446.

well study data agrees well with the emissions data included in FEAST as modeled for the December 2022 Supplemental Proposal when comparing the different equipment component leak data used. The EPA also ran several individual monitoring options using the equipment component data from the December 2022 Supplemental Proposal, using the component data from the December 2022 Supplemental Proposal augmented with U.S. DOE marginal well study data, and also using only the U.S. DOE marginal well study data. The FEAST model was run using these three sets of equipment component leak input data for multi-wellhead only well sites. The results demonstrated that varying the specific equipment component leak input data had minimal impact on the model results, and the FEAST model simulation results did not vary significantly when U.S. DOE marginal well study data was included. The full results of the additional FEAST modeling the EPA performed following the December 2022 Supplemental Proposal are presented in a memorandum<sup>237</sup> available in the rulemaking docket. In conclusion, the addition of U.S. DOE marginal well study data did not show results that are significantly different than what the EPA presented in the December 2022 Supplemental Proposal.

Moreover, the U.S. DOE marginal well study concludes that the frequency and magnitude of emissions from well sites are more strongly correlated with equipment counts than with production rates. See the EPA's response in section XII.A for additional details and data.

The EPA therefore does not have compelling information that suggests low production levels at well sites should provide the basis for adding a new subcategory to the fugitive emissions requirements.

Many factors can affect the profitability of marginal wells and the decision to shut in and plug a well, making it difficult to determine the full impact of regulation on the financial status of marginal well owners, as discussed in chapter 6 of the final rule TSD. While the EPA does not have data on the distribution of ownership based on firm size, there are small owners and operators who own marginal oil and natural gas wells. The EPA remains mindful of how the fugitive emissions monitoring requirements will affect small entities and describes steps taken to include regulatory flexibility and

streamline recordkeeping requirements in section 4.4 of the RIA. While developing the fugitive emissions monitoring program, the EPA limited monitoring, recordkeeping, and reporting requirements to include only what is necessary to meet BSER and demonstrate compliance. These streamlined requirements benefit owners and operators of well sites (including small entities).

## e. Delay of Repair Due to Parts Unavailability

Comment: A commenter <sup>238</sup> noted that NSPS OOOO and OOOOa allow for delay of repair beyond a unit shutdown if "valve assembly supplies have been depleted, and valve assembly supplies had been sufficiently stocked before the supplies were depleted." The commenter notes that in the November 2021 Proposal (86 FR 63174), the EPA recognized that operators of older equipment may experience delays in obtaining replacement parts. Given current supply chain issues and the larger number of well sites, centralized production facilities, and compressor stations, the EPA should expand the current delay-of-repair requirements to include delays because of parts unavailability.

Response: Based on this comment and those summarized later in section XI.A.2.b on compressor stations, the EPA is allowing delay of repair of fugitive emissions components due to unavailability of replacement components (or parts thereof) in certain circumstances at well sites, centralized production facilities, and compressor stations. Specifically, delay of repair is allowed if replacement is required but cannot be acquired and installed within the repair timeline due to either of the following conditions: (1) replacement valve supplies have been sufficiently stocked but are depleted at the time of repair; or (2) a replacement fugitive emissions component or a part thereof requires custom fabrication. See section XI.A.2.b for our reasons for allowing delay of repair under these specified conditions, our response to the major comments on this issue, and additional details on this provision.

#### f. Other Changes

The EPA has made certain corrections to the regulatory text of NSPS OOOOb and EG OOOOc since the December 2022 Supplemental Proposal.

The EPA is correcting the definition of "major production and processing equipment" to add certain equipment that were inadvertently excluded in the

December 2022 Supplemental Proposal. In the preamble to the December 2022 Supplemental Proposal, the EPA specifically proposed to identify natural gas-driven pneumatic controllers, natural gas-driven pneumatic pumps, and control devices as "major production and processing equipment" in the context of defining well site subcategories for the fugitive emissions monitoring and repair program of NSPS OOOOb and EG OOOOc and justifying requiring quarterly OGI monitoring where this equipment is present (87 FR 74723 and 74735). Following the publication of the December 2022 Supplemental Proposal, the EPA noticed that the draft regulatory text for NSPS OOOOb and EG OOOOc accompanying the proposal would have inadvertently adopted, without change, the definition of "major production and processing equipment" in NSPS OOOOa, which has a different fugitive emissions monitoring program for well sites than that of NSPS OOOOb and EG OOOOc; as a result, natural gas-driven pneumatic controllers, natural gasdriven pneumatic pumps, and control devices were inadvertently excluded from the definition of "major production and processing equipment" in the proposed NSPS OOOOb and EG OOOOc. The following edits were made to align the regulatory text with the EPA's intent as stated in the Supplemental Proposal:

• Added "natural gas-driven pumps" to the list of major equipment that puts a well site into the third subcategory (well sites with major production and processing equipment or centralized production facilities) at 40 CFR 60.5397b(g)(1)(iv)(C) and 40 CFR 60.5397c(g)(1)(iii)(C);

• Added "natural gas-driven pumps" to the list of major equipment that cannot be present at a small well site at 40 CFR 60.5430b and 40 CFR 60.5430c; and

• Added "control devices, natural gas-driven process controllers, natural gas-driven pumps" and "tank batteries" to the definition of major production and processing equipment at 40 CFR 60.5430b and 40 CFR 60.5430c.

Similarly, in the December 2022 Supplemental Proposal, the EPA proposed as part of the fugitive emissions standards and presumptive standards an equipment standard such that thief hatches and other openings on a storage vessel that are fugitive emissions components must remain closed and sealed at all times except during sampling, adding process material, or attended maintenance operations (87 FR 74731). However, this proposal was not reflected in the

<sup>&</sup>lt;sup>237</sup> Memorandum from Jeff Coburn, RTI International. *Summary of Additional FEAST Modeling Runs*. September 25, 2023.

<sup>238</sup> EPA-HQ-OAR-2021-0317-2428.

regulatory text accompanying the recordkeeping is o December 2022 Supplemental Proposal. and unnecessary f The EPA is finalizing this requirement stations. This com

December 2022 Supplemental Proposal. The EPA is finalizing this requirement, which has been added to the regulatory text (see 40 CFR 60.5397b(g)(1)(ii) and (iv) and 40 CFR 60.5397c(g)(1)(i) and (iii)).

Lastly, the EPA added to the final rules definitions of single wellhead only well sites and multi-wellhead only well sites at 40 CFR 60.5430b and 40 CFR 60.5430c to avoid confusion.

# 2. Fugitive Emissions at Compressor Stations

In section X.A.2 of this document, the final NSPS OOOOb and EG OOOOc requirements for fugitive emissions components at compressor stations are summarized. The BSER analysis for fugitive emissions components at compressor stations is unchanged from what was presented in the December 2022 Supplemental Proposal (see 87 FR 74739-40, section IV.A.2: OGI Monitoring at Compressor Stations). In the December 2022 Supplemental Proposal, the EPA proposed the BSER as monthly AVO combined with guarterly OGI (or EPA Method 21) monitoring requirements for fugitive emissions components affected facilities located at compressor stations, which would take the form of a work practice standard. However, significant comments were received on the December 2022 Supplemental Proposal on the following topics: (1) the monthly AVO monitoring requirement and (2) delay of repair for parts unavailability. Comments on these topics and the EPA's responses are discussed here. These comments and the EPA's responses to these comments generally apply to the standards proposed in both the NSPS OOOOb and EG OOOOc. The EPA's full response to comments on the November 2021 Proposal and December 2022 Supplemental Proposal, including any comments not discussed in this preamble, can be found in the EPA's RTC document for the final rule.<sup>239</sup>

#### a. Monthly AVO Monitoring

*Comment:* Some commenters claim that the monthly AVO requirement for compressor stations is unnecessary. One commenter <sup>240</sup> indicated that to require monthly AVO and quarterly OGI or EPA Method 21 monitoring and

recordkeeping is overly burdensome and unnecessary for compressor stations. This commenter believes that existing equipment and monitoring methods have proven effective and have minimized emissions, and believes a baseline threshold for low-volume compressor stations and periodic AVO inspections and documentation would effectively achieve the goals of the proposed requirements. Another commenter <sup>241</sup> argued that, compared to state-of-the-art continuous monitoring systems, the proposed requirement for monthly AVO inspections and quarterly OGI inspections provides neither the greatest emissions reduction nor the most economical solution. This commenter encouraged the EPA to also allow continuous monitoring technology solutions as the  $\breve{B}SER$  for compressor stations. On the other hand, a commenter <sup>242</sup> recommended that monthly AVO inspections in addition to quarterly instrument-based leak detection and repair inspections should be required at gathering and boosting and transmission stations.

Response: For the reasons explained here, the EPA found unpersuasive those comments suggesting that the proposed fugitive emissions monitoring requirements at compressor stations, in particular monthly AVO inspections, are unnecessary or burdensome. As explained in the December 2022 Supplemental Proposal (87 FR 74739), regular AVO inspections at compressor stations can be conducted by any staff at the site without the need for any special expertise. In fact, AVO inspection was added in the December 2022 Supplemental Proposal in response to recommendations by some commenters <sup>243</sup> <sup>244</sup> on the November 2021 Proposal recommending AVO as a low-cost method that is effective at identifying emissions, even for smallcompany compressor stations. The commenters specifically noted that even though small-company compressor stations are not manned 24 hours per day, they are visited weekly, if not daily. The EPA found the comments persuasive and did not see a need to confirm the commenters' assertions by conducting its own cost analysis for conducting monthly AVO inspections for compressor stations. The EPA notes that no commenter disputed or otherwise questioned the comments described above regarding the low cost of AVO monitoring, which the EPA relied upon in its December 2022

Supplemental Proposal. With regard to the comment suggesting that OGI monitoring is unnecessary because AVO surveys during these frequent visits would effectively achieve the EPA's emission reduction goals, the EPA disagrees that AVO surveys alone (*i.e.*, without quarterly OGI monitoring) qualify as the BSER because OGI is needed to detect fugitive emissions that are not detectable by AVO. In addition, the EPA received no information that caused it to change its assessment that quarterly OGI monitoring at compressor stations is not cost-effective. Accordingly, the EPA is finalizing its determination that monthly AVO monitoring and quarterly OGI monitoring, in combination with repair requirements, represents the BSER for fugitive emissions components at both new and existing compressor stations.

The EPA supports the use of continuous monitoring systems to detect fugitive emissions at compressor stations. Although at this point the EPA does not have sufficient information to include this new but rapidly advancing technology in its BSER analysis, the EPA is finalizing a pathway for owners and operators to utilize continuous monitoring technologies at well sites, centralized production facilities, and compressor stations as part of the advanced methane detection technology provisions of the rule.

#### b. Delay of Repair Due to Parts Unavailability

*Comment:* Several commenters requested that a delay of repair be allowed when parts are unavailable to do the required repairs and note that the EPA requested feedback in the November 2021 Proposal (86 FR 63174) on whether to allow delay of repair due to parts unavailability. One commenter <sup>245</sup> noted that delay of repair due to unavailability of valve assembly replacement supplies was included for onshore natural gas processing plants in the December 2022 Supplemental Proposal, but questions why it was not included for other natural gas industry segments that include similar arrays of high-pressure gas valves and rely on the same types of replacement supplies. Another commenter 246 notes the same difference and adds that the array of large valves that require special service for parts or replacement for compressor stations may be more complicated than at some natural gas processing plants. Additionally, the same commenter says that supply chain delays have lengthened delivery times for

<sup>&</sup>lt;sup>239</sup> Standards of Performance for New, Reconstructed, and Modified Sources and Emissions Guidelines for Existing Sources: Oil and Natural Gas Sector Climate Review. Response to Public Comments on the November 2021 Proposed Rule and the December 2022 Supplemental Proposed Rule (86 FR 63110, November 15, 2021; 87 FR 74702, December 6, 2022).

<sup>240</sup> EPA-HQ-OAR-2021-0317-2211.

<sup>&</sup>lt;sup>241</sup> EPA–HQ–OAR–2021–0317–2440.

<sup>&</sup>lt;sup>242</sup> EPA-HQ-OAR-2021-0317-2180.

<sup>&</sup>lt;sup>243</sup> EPA–HQ–OAR–2021–0317–0585.

<sup>&</sup>lt;sup>244</sup> EPA–HQ–OAR–2021–0317–0814.

<sup>&</sup>lt;sup>245</sup> EPA-HQ-OAR-2021-0317-2366.

<sup>&</sup>lt;sup>246</sup> EPA-HQ-OAR-2021-0317-2483.

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replacement parts and that operators can ensure that replacement parts are ordered in a timely manner but cannot control how quickly the parts will arrive. Both commenters discuss the timelines for delivery of replacement valves, which ranged between 16 and 40 weeks, depending on size, at the time of the comments.

A commenter <sup>247</sup> also asserted that larger, older compressor stations were expanded over time with different compressor sizes, types, and vintages, resulting in a large array of unique valves at compressor stations. The commenter continued, saying that parts are not interchangeable between different manufacturers, models, or even different vintages of the same equipment and that if a part breaks on an older piece of equipment, the comparable part that is used for new compressors may not be the right size or configuration for the older equipment. In such cases, the appropriate parts for that equipment will need to be custom fabricated; manufacturers do not maintain an inventory of expensive parts, unique parts, or parts for older equipment. The commenter estimated that the timeline for custom fabrication of station valves can require 4 to more than 12 months, depending on the size and uniqueness of the part. Another commenter <sup>248</sup> explained that in their experience, the parts most likely to be in short supply are large, unique valves used for compressor isolation or isolating sections of a facility or pipeline; these valves are not standard items, and they come in many configurations. The commenter explained that, given the size and unique specifications of each valve, it is not practical or economical to maintain a significant inventory of such items. They added that such items may require special fabrication with lead times of many months. As an example, the commenter described a recently identified leak on a 16-inch valve. Upon investigation, they determined that repair (e.g., replacing subcomponents of the large valve) was not possible and an exact replacement valve could not be ordered because the valve was obsolete. Investigation into a new replacement indicated a lead time on the order of at least 18 weeks.

Commenters also recommended that delay of repair due to parts unavailability should extend to parts other than valves. One commenter <sup>249</sup> stated that compression includes an array of parts associated with the compression driver, the compressor, and associated valving, piping, and other processing equipment. A valve is one example of a part type that may not be available for repair or replacement, but other large, unique legacy parts associated with other legacy process equipment may need to be machined or more major components may need to be constructed.

Conversely, another commenter <sup>250</sup> contended that the availability of parts is not a valid concern because replacement parts could be easily procured, and operators could stockpile fugitive emission components and parts thereof prior to this rule's requirements coming into effect.

Commenters also responded to the EPA's solicitation of input on the timeline for repair upon receipt of the part and any associated documentation. One commenter <sup>251</sup> suggested that repairs must be completed within 30 days following the receipt of the replacement part, provided that conducting the repair would not require a unit or wellhead shutdown and that, if shutdown was required, the repair should occur during the next scheduled maintenance shutdown. Similarly, another commenter <sup>252</sup> requested that the EPA provide in the regulatory text that, where no shutdown or blowdown is needed, the operator should repair the leak within 30 days after receiving the parts. The commenter requested that where a repair requires a shutdown or blowdown, the regulatory text allow the repair to be performed during the next scheduled shutdown for maintenance after receipt of the requisite parts, not to exceed 2 years. The commenter stated that this will avoid unnecessary blowdown emissions. One commenter <sup>253</sup> recommended that the required recordkeeping follow current NSPS OOOOa criteria, where the operator documents the delay basis and repair schedule. Another commenter suggested that the operator be required to support the necessity of delay of repair due to parts unavailability through rigorous documentation, including but not limited to: a reasonable explanation of why the operator did not have a spare part on hand; a justification of why the equipment failure was not foreseeable at any point from the date of the proposed regulations until the date of failure; proof that such failures are not common at similar compressor stations of similar age; maintenance and inspection

records supporting the nonforeseeability of the failure; proof and date that the replacement part was ordered immediately upon detection; and proof that the part was installed as quickly as possible upon receipt.

*Response*: In response to these comments, the EPA is allowing delay of repair that requires replacement where the replacement cannot be acquired and installed within the repair timeline due to either of the following conditions: (1) Replacement valve supplies have been sufficiently stocked but are depleted at the time of repair; or (2) a replacement fugitive emissions component or a part thereof requires custom fabrication. In either situation, the required replacement must be ordered within 10 calendar days after the first attempt at repair. The repair must be completed within 30 calendar days after receipt of the replacement or during the next scheduled shutdown for maintenance after the replacement is received (if the repair requires a shutdown). Operators must document the date the leak was added to the delay-of-repair list, the date the replacement fugitive emissions component or part thereof was ordered, the anticipated delivery date, and the actual delivery date as part of their fugitive emission survey records.

The EPA acknowledges that during the 2016 rulemaking promulgating NSPS OOOOa and the 2021 amendments, the EPA received comments requesting that the EPA allow delay of repair due to parts unavailability. The EPA declined to do so in 2016, explaining that "[t]he EPA does not agree that unavailability of supplies or custom parts is a justification for delaying repair (*i.e.*, beyond the 30 days for repair provided in this final rule) since the operator can plan for repair of fugitive emission components by having stock readily accessible or obtaining the parts within 30 days after finding the fugitive emissions." 81 FR 35824, 35858. In 2021, the EPA similarly expressed that it "does not agree a lack of parts is a sufficient justification to delay." 254

However, regarding the comment noting that the standards (and presumptive standards) for onshore natural gas processing plants in the proposed NSPS OOOOb and EG OOOOc would have allowed delay of valve repair due to depletion of valve supplies and requesting that the EPA allow the same in the fugitive emissions standards

<sup>&</sup>lt;sup>247</sup> Id.

<sup>&</sup>lt;sup>248</sup> EPA-HQ-OAR-2021-0317-0782.

<sup>&</sup>lt;sup>249</sup> EPA-HQ-OAR-2021-0317-2366.

<sup>&</sup>lt;sup>250</sup> EPA-HQ-OAR-2021-0317-0844.

<sup>&</sup>lt;sup>251</sup>EPA-HQ-OAR-2021-0317-1289.

<sup>&</sup>lt;sup>252</sup> EPA-HQ-OAR-2021-0317-0815.

<sup>253</sup> EPA-HQ-OAR-2021-0317-0782.

<sup>&</sup>lt;sup>254</sup> Oil and Natural Gas Sector: Emission Standards for New, Reconstructed, and Modified Sources Reconsideration 40 CFR part 60, subpart OOOOa, Response to Public Comments on Proposed Rule (83 FR 52056, October 15, 2018), at 8–199.

for well sites and compressor stations, the EPA concludes that well sites and compressor stations face some of the same valve assembly supply constraints as onshore natural gas processing plants and that operators can ensure timely ordering of replacement fugitive components or parts thereof but cannot control replacement delivery timelines. Thus, the EPA is including similar delay-of-repair provisions for valve assembly supplies that had been sufficiently stocked but are depleted at the time of the required repair for wellsite and compressor station fugitives as for onshore natural gas processing plants in this rule. The final fugitive emissions standards for well sites and compressor stations under NSPS OOOOb (and presumptive standards under EG OOOOc) allow delay of repair due to depletion of supplies for valves only. This is consistent with the standards for onshore natural gas processing plants, which have provided such allowance for *valves only* since the standards were first promulgated in 1985, and the EPA has not received information showing difficulty of repair due to well-stocked supplies of other fugitive emissions components or parts thereof that were depleted before repair could be completed.

In addition to allowing delay of repair of valves due to depletion of supplies as described above, the final rule allows delay of repair where repair requires replacement of a custom-made fugitive emissions component or a part thereof. The comments on the November 2021 Proposal and December 2022 Supplemental Proposal also include supporting information on exceptional, infrequent circumstances where a replacement part requires custom fabrication. Specifically, the information includes insight into the quantity and variety of vintage equipment at compressor stations, the unlikelihood of manufacturers' stocking replacement parts for vintage equipment and thus the need for custom fabrication of replacement supplies, and the timeline for fabrication and delivery of custom supplies. Recent examples of extensive supply chain delays have highlighted that a delay of repair may be needed for circumstances beyond an owner or operator's control.255 In light of the information on the challenges and the time needed to acquire parts that require custom fabrication and the current supply chain issue, we are including in the final NSPS OOOOb and the model rule in EG OOOOc provisions for delay of repair where replacement is required

and the replacement fugitive emissions component or a part thereof requires custom fabrication. As described above, for delay of repair under either of the two specified conditions, the final rule prescribes specific timeframes for ordering and installing the parts to ensure that repair is completed in a timely manner, as well as the specific records that must be kept to demonstrate compliance with these requirements.

## B. Advanced Methane Detection Technology Work Practices

In the December 2022 Supplemental Proposal, the EPA proposed a revised alternative fugitive emissions monitoring and repair program for new, modified, or reconstructed fugitive emissions sources (*i.e.*, collection of fugitive emissions components located at well sites, centralized production facilities, and compressor stations). This program was intended to provide owners and operators with the flexibility to use advanced methane detection technologies in lieu of the ground-based OGI and AVO surveys that the EPA had proposed for fugitive emissions sources. Among other things, the December 2022 Supplemental Proposal included a proposed "matrix" that would specify different screening frequencies corresponding to a range of minimum detection thresholds, in contrast to the single screening frequency and detection level proposed in the November 2021 Proposal. In addition, the EPA proposed to allow owners and operators the option of using continuous monitoring technologies as another alternative to ground-based OGI and AVO surveys and proposed long- and short-term emission rate thresholds that would trigger corrective action. The EPA also proposed monitoring plan requirements for owners and operators that chose to implement the alternative fugitive emissions monitoring approach and proposed a clear and streamlined pathway for technology developers and other entities to seek the EPA's approval for the use of advanced methane detection technologies under this alternative option.

This section of this document presents a summary of significant comments received on advanced methane detection technologies and the EPA's response to those comments, as well as certain changes in the final standards for using advanced methane detection technologies for monitoring fugitive emissions components at new and existing facilities and for conducting continuous inspection and monitoring for covers and closed vent systems. For other comments on the proposed program and the EPA's response thereto, see chapter 5 of the RTC document, Advanced Methane Detection Technologies.<sup>256</sup> For final standards and requirements that have not changed since the December 2022 Supplemental Proposal, the supporting rationales are not reiterated in this preamble. The rationale for those standards and requirements can be found in section IV of the preamble for the December 2022 Supplemental Proposal (87 FR 74702 at 74722–810, December 6, 2022).

#### 1. Periodic Screening

a. Matrix Table and Screening Frequency

Comment: The EPA received considerable support for the flexibility to use advanced methane detection technologies in lieu of using OGI, EPA Method 21, or AVO to monitor fugitive emissions components in response to the December 2022 Supplemental Proposal. One commenter <sup>257</sup> supported the proposed frequencies in the matrix, noting that their independent equivalency modeling matched the results of the EPA's FEAST modeling across a variety of scenarios, and supported the EPA's choices of model inputs that made assumptions based on nationally applicable factors and considerations, as these inputs apply across the country to sources in different oil and gas producing regions and basins. Other commenters <sup>258</sup> <sup>259</sup> raised concerns that the EPA's FEAST modeling overestimates the effectiveness of AVO and OGI, resulting in matrix frequencies that are overly stringent. Another commenter <sup>260</sup> discussed the potential use of an alternative emission rate distribution in the model, from a study that included a larger range of emission rates than was used in the EPA's modeling.

A commenter <sup>261</sup> considered the minimum detection thresholds and monitoring frequencies in the proposed matrix to be insufficiently differentiated between the tiers with respect to detection levels. Several

<sup>258</sup>EPA-HQ-OAR-2021-0317-2387.

<sup>&</sup>lt;sup>255</sup> EPA-HQ-OAR-2021-0317-2483.

<sup>&</sup>lt;sup>256</sup> Standards of Performance for New, Reconstructed, and Modified Sources and Emissions Guidelines for Existing Sources: Oil and Natural Gas Sector Climate Review. Response to Public Comments on the November 2021 Proposed Rule and the December 2022 Supplemental Proposed Rule (86 FR 63110, November 15, 2021; 87 FR 74702, December 6, 2022).

<sup>&</sup>lt;sup>257</sup> EPA-HQ-OAR-2021-0317-2433.

<sup>259</sup> EPA-HQ-OAR-2021-0317-2428.

<sup>&</sup>lt;sup>260</sup>EPA-HQ-OAR-2021-0317-2405.

<sup>&</sup>lt;sup>261</sup>EPA-HQ-OAR-2021-0317-1686, -2345.

commenters <sup>262</sup> <sup>263</sup> raised concern that the 30 kg/hr periodic screening tier provides a less stringent work practice for emissions reduction and urged the EPA to remove the 30 kg/hr detection tier.

Another commenter <sup>264</sup> stated that advanced methane detection technologies are evolving rapidly and are a key component of the commenter's strategy for broader emission reductions. The commenter believed that these technologies have the potential to be more effective at finding leaks on a broader scale, allowing for faster detection and mitigation, leading to a greater reduction in methane emissions. This commenter was concerned that there may be inadvertent disincentives that are contrary to the intent of the EPA, which is to encourage innovation resulting in meaningful emissions reductions. The commenter was concerned that disincentives may encourage operators to simply continue their existing OGI survey programs as the default option, which could hinder broad development and adoption of advanced methane detection technologies.

Response: Regarding the modeling conducted to develop the periodic screening matrices in the December 2022 Supplemental Proposal, while the EPA acknowledges there are alternative inputs available for the models, we incorporated the best available information from recent studies to characterize a distribution for both common leaks and super-emitters. The results of our fugitive emissions modeling fell within the ranges observed in other literature assessments. As mentioned above, we received supportive comments for our modeling. The commenters who expressed otherwise provided limited additional peer-reviewed data with which we could revise our model assumptions; much of the data focused on studies collected using a singular technology (e.g., aerial survey), and the emission distribution appeared to be weighted toward emissions this specific methane detection technology could identify. While the EPA's emission distribution in our model also was developed using studies conducted with aerial surveys, we augmented that distribution with ground-level studies to get a more complete emission distribution, including the lower-level emissions. Therefore, we believe the results from the modeling conducted for the

December 2022 Supplemental Proposal are well-supported.

With the continued development and deployment of advanced methane detection technology, we expect further study on the distribution of methane emissions from this sector, in particular after promulgation of this rule providing a pathway for the use of advanced technologies. As additional studies are conducted on emission distributions across this sector, it is possible that the underlying emissions rate distribution in our modeling could potentially be updated in the future. However, the inputs in the modeling conducted for the December 2022 Supplemental Proposal were based on the best information available to the EPA during this rulemaking. Therefore, we continue to believe that the modeling results are well-supported and appropriate for the development of the periodic screening matrices.

In this final rulemaking, the EPA finalized the proposed matrices tables (tables 3 and 4 in NSPS OOOOb and EG OOOOc) with some adjustments in response to comments. Several commenters questioned whether an annual OGI survey is necessary in order for the use of certain periodic screening technologies to be equivalent to the fugitive emissions monitoring requirements discussed in section XI.A of this document. Based on the comments we received, the EPA reviewed the modeling results, reexamined the effectiveness of an annual OGI survey on the matrix tiers, and evaluated the uncertainty in the modeling results. We found that for the lower tiers of the matrix tables (corresponding to the most sensitive advanced methane detection technologies), the effectiveness of the annual OGI survey in reducing methane emissions in the FEAST model was minimal. Further, we found that at the highest tiers of the matrix (corresponding to the least sensitive advanced methane detection technologies), the annual OGI survey accounted for the bulk of the modeled emission reductions, and the periodic screening itself vielded relatively small reductions in emissions. Based on this additional review, we are revising the periodic screening matrices tables in the final rule by removing the proposed highest tier corresponding to the least sensitive technologies (≤30 kg/hr) and by removing the proposed requirement to conduct an annual OGI survey at the lowest detection threshold tier (*i.e.*, 1 kg/hr) in table 1 (which applies to well sites, centralized production facilities, and compressor stations subject to AVO inspections with quarterly OGI

monitoring surveys). We have also made a small adjustment in the monthly survey.

The EPA is finalizing the proposed matrices (with some adjustments as described above), which the EPA believes reflect at least the same levels of emission reductions as those from complying with the required fugitive emissions work practice standards for well sites, centralized production facilities, and compressor stations. In addition, in response to comments on the importance of incentivizing the use of advanced methane detection technologies, the EPA is including in the final rule an interim matrix in lieu of table 1 that will apply for the next 2 years. The EPA agrees with the comments that advanced methane detection technologies have the potential to be more effective at finding leaks more quickly than traditional ground-based fugitive emission surveys; therefore, it is important to develop a framework that encourages innovation and the continued development of advanced methane detection technologies. The EPA acknowledges that these technologies will only continue to develop if owners and operators have a desire to implement them. Based on our current understanding of the state of advanced methane detection technologies, while there are some technologies that can measure at the lowest detection threshold levels in the periodic screening matrices under certain conditions, we currently do not have available data on any technologies that can achieve these minimum detection thresholds at all sites and in all conditions. Because these technology developers have had less than a year (since publication of the December 2022 Supplemental Proposal) to understand and test the proposed target detection thresholds the technologies need to meet, there has not been adequate time to develop data that push the detection thresholds down to the lowest levels of the proposed periodic screening matrix (at 1 to 2 kg/hr). For the reason explained above, it is understandable that there may be some reluctance at this time to use such technologies to comply with NSPS OOOOb at these very low detection thresholds until more data is generated to confirm their detection capabilities. We believe that, if given opportunities to use the advanced technologies, over time users will show that these technologies can meet the minimum detection thresholds in these lowest levels of the periodic screening matrix in table 1. We therefore agree with the commenter that it is

<sup>&</sup>lt;sup>262</sup> EPA-HQ-OAR-2021-0317-2405.

<sup>&</sup>lt;sup>263</sup> EPA-HQ-OAR-2021-0317-2430.

<sup>&</sup>lt;sup>264</sup> EPA-HQ-OAR-2021-0314-2360.

critically important to incentivize the early adoption of these alternative technologies. To that end, as part of the final rule, we have developed an interim periodic screening that will apply in lieu of the matrix table for well sites, centralized production facilities, and compressor stations subject to AVO inspections with quarterly OGI monitoring surveys (table 1 in NSPS OOOOb) for the next 2 years (i.e., until March 9, 2026). Under this interim periodic screening matrix, the lowest detection threshold is ≤3 kg/hr, and it requires quarterly screening frequency. While we are increasing the minimum detection threshold to  $\leq 3$  kg/hr in this interim 2-year period to incentivize the use of advanced technologies, the EPA expects that these technologies will be able to achieve much better (*i.e.*, lower) detection thresholds in many use cases, which will be reflected in the records once a technology has been approved by the EPA as an alternative and deployed for purposes of NSPS OOOOb. At the end of the interim 2-year period, the periodic screening matrix in table 1 of NSPS OOOOb, which sets survey frequencies for lower detection thresholds ( $\leq 1$  kg/hr and  $\leq 2$  kg/hr), will apply. The EPA has chosen not to provide an interim periodic screening in lieu of the matrix table for well sites, centralized production facilities, and compressor stations subject to AVO inspections with semiannual OGI monitoring surveys (table 2 in NSPS OOOOb). The periodic screening matrix for these sources already allows using an advanced methane detection technology with a detection threshold of <5 kg/hr level. Because we anticipate owners and operators will conduct the screenings of all their sites (those subject to table 1 and those subject to table 2) on the same schedule and table 2 already accommodates the interim periodic screening level for table 1, EPA has determined that it is unnecessary to create an interim periodic screening for sites subject to table 2.

*Comment:* Several commenters <sup>265</sup> <sup>266</sup> asked that the EPA allow NSPS OOOOa sources to comply with the advanced methane detection technology provisions in NSPS OOOOb. One of these commenters requested that the EPA consider mechanisms to enable sources subject to NSPS OOOOa to demonstrate compliance with the fugitive emission requirements in NSPS OOOOa using any advanced methane detection technologies approved in NSPS OOOOb prior to the effective date of state or Tribal plans approved under EG OOOOc. Another commenter raised concerns that the time needed to seek approval to use these advanced methane detection technologies for existing sources through the AMEL process and EG OOOOc state plan implementation could take years.

Response: The EPA agrees with the suggestion to allow a mechanism outside of the AMEL process to allow existing facilities subject to NSPS OOOOa to use advanced methane detection technologies. We agree that a comprehensive periodic screening program that uses an advanced methane detection technology approved by the EPA under NSPS OOOOb in which all the emissions detected are repaired in accordance with NSPS OOOOb will result in emission reductions similar to or better than the reductions under the existing fugitive emissions work practice at well sites and compressor stations in NSPS OOOOa. However, the periodic screening matrices in NSPS OOOOb and in EG OOOOc reflect the overall fugitive emissions reductions equivalent to the reductions that would be achieved for that site in the standard fugitive emissions work practice using OGI and AVO under NSPS OOOOb (and presumptive standards under EG OOOOc), which includes equipment not included in the definition of "fugitive emissions component" in NSPS OOOOa. The EPA can only determine that the same or better emission reductions are achieved if an owner or operator complies with the advanced methane detection technology work practices in NSPS OOOOb by repairing all fugitive emissions, including emissions from equipment not included in the definition of "fugitive emissions component" in NSPS OOOOa, such as uncontrolled tanks, and performing required investigative analyses. Therefore, as discussed in section IX.C of this preamble, we are amending the regulatory text in NSPS OOOOa to include a provision that compliance with the advanced methane detection technology work practices approved under NSPS OOOOb will be deemed compliance with the applicable fugitive emissions standards for the same facility in NSPS OOOOa.

#### b. Technology Flexibility

*Comment:* Commenters <sup>267</sup> <sup>268</sup> encouraged the EPA to incorporate a pathway into the final rule to allow for the use of a combination of technologies, both traditional and advanced, to achieve equivalent emissions reductions. The EPA received

several comments requesting additional flexibility in the matrix, including the allowance to use multiple technologies at a single site in a layered or tiered fashion. Commenters<sup>269</sup> were concerned that by not conducting equivalency modeling for a combination of alternative technologies, the proposed matrix would fail to provide sufficient flexibility for owners and operators that find it necessary to apply multiple advanced technologies due to equipment limitations, operating conditions, or economic factors. Several commenters <sup>270</sup> <sup>271</sup> discussed that the matrix should account for the occasional need to deploy different monitoring technologies due to seasonal environmental conditions, noting that inclement weather, including wind, rain, and ground snow cover, can adversely affect methane detection performance. A commenter recommended allowing OGI surveys during the months when advanced detection technologies cannot be deployed.

Some commenters <sup>272</sup> suggested that continuous monitoring technologies may fit within the periodic screening framework and urged the EPA to consider such technologies within that context. Another commenter recommended that continuous monitoring be incorporated with periodic screening to create a single framework for alternative methane detection technology.

*Response:* The EPA agrees that the rule should allow for the use of multiple technologies at a single site and finds that this approach would provide valuable flexibility for owners and operators while continuing to achieve a degree of monitoring performance that is equivalent to the fugitive emissions monitoring requirements in this rule. Therefore, in the final rule we are allowing the use of one or more alternative test methods for advanced methane detection technology to conduct periodic screening. The frequency for conducting periodic screening events will be based on the methane detection technology with the highest sensitivity. For example, if an owner or operator uses methane detection technology with a detection threshold of  $\leq 10$  kg/hr, the owner or operator may choose when conducting bimonthly screening events to use any methane detection technology with a detection threshold of ≤10 kg/hr. We also agree that environmental

<sup>&</sup>lt;sup>265</sup> EPA-HQ-OAR-2021-0317-2430.

<sup>266</sup> EPA-HQ-OAR-2021-0317-2428.

<sup>&</sup>lt;sup>267</sup> EPA-HQ-OAR-2021-0317-2360.

<sup>268</sup> EPA-HQ-OAR-2021-0317-2388.

 $<sup>^{269} {\</sup>rm EPA-HQ-OAR-2021-0317-2391}.$ 

<sup>&</sup>lt;sup>270</sup>EPA–HQ–OAR–2021–0317–2405.

<sup>&</sup>lt;sup>271</sup>EPA-HQ-OAR-2021-0317-2235.

<sup>&</sup>lt;sup>272</sup> EPA-HQ-OAR-2021-0317-2448.

conditions can adversely affect some methane detection technologies. In the final rule we allow the owner or operator to conduct an OGI survey in place of a periodic screening event at any time. The planned use of multiple technologies, including OGI, must be incorporated into the site-specific monitoring plan.

The EPA also agrees that continuous monitoring technologies can fit within the periodic screening framework, especially those technologies that may not be able to comply with the requirements in the continuous monitoring framework. While it was not explicitly stated in the December 2022 Supplemental Proposal, we intended for continuous monitoring technology to be considered as a candidate for the periodic screening approach. The EPA continues to consider the periodic screening approach a valid pathway for continuous methane detection technology.

# c. Spatial Resolution

Comment: Several commenters 273 274 discussed that some measurement technologies have tighter spatial resolution which may enable the detection of equipment-specific emissions, and as such, use of these technologies may not require a followup OGI survey of the entire site. One commenter mentioned that one may be able to conclusively identify the fugitive emissions component with certain measurement technologies. Another commenter <sup>275</sup> urged the EPA to require follow-up OGI surveys only within the general area of detection from a periodic screening event.

Response: The EPA finds these comments compelling and in the final rule is incorporating the concept of spatial resolution of measurement technology into the follow-up actions an owner or operator must take when a periodic screening event results in a confirmed detection. We have included three classifications for spatial resolution in the final rule: (i) facilitylevel spatial resolution, meaning an alternative test method with the ability to identify emissions within the boundary of a well site, centralized production facility, or compressor station; (ii) area-level spatial resolution, meaning a technology with the ability to identify emissions within a radius of 2 meters of the emissions source; and (iii) component-level spatial resolution, meaning a technology with the ability to identify emissions within a radius of 0.5

meters of the emissions source. Entities requesting an alternative test method for advanced methane measurement technology would identify and verify the spatial resolution of the measurement technology as part of the request.

In the final rule, for periodic screening events conducted with technologies that have facility-level spatial resolution, we have maintained the follow-up actions an owner or operator must take in response to a confirmed detection that were outlined in the December 2022 Supplemental Proposal. However, for periodic screening events conducted with technologies that have area-level or component-level spatial resolution, we have targeted the follow-up actions the owner or operator must take. The follow-up monitoring that must be conducted for a confirmed detection during a periodic screening event using a technology with area-level spatial resolution includes a monitoring survey of all the fugitive emissions components located within a 4-meter radius of the location of the confirmed detection and, if the confirmed detection occurred in a portion of a site with a storage vessel or closed vent system, inspection of all covers and closed vent systems that are connected to all storage vessels and closed vent systems that are within a 2meter radius of the location. The followup monitoring that must be conducted for a confirmed detection during a periodic screening event using a technology with component-level spatial resolution includes a monitoring survey of all the fugitive emissions components located within a 1-meter radius of the location of the confirmed detection and, if the confirmed detection occurred in a portion of a site with a storage vessel or closed vent system, inspection of all covers and closed vent systems that are connected to all storage vessels and closed vent systems that are within a 0.5-meter radius of the location. The EPA is requiring inspection of the entire closed vent system in order to identify a potential cause of the failure. The EPA has also incorporated the requirement to verify the spatial resolution of a measurement technology as part of the alternative test method provisions.

d. Root Cause Analysis

*Comment:* Several commenters <sup>276</sup> <sup>277</sup> supported the requirement that an owner or operator investigate the source and cause(s) of significant emissions found through periodic screening

events. However, many commenters took exception to the proposed use of "root cause analysis" for investigating potential causes of emissions. One commenter <sup>278</sup> noted that the concept of "root cause analysis" is embedded in numerous other regulatory and nonregulatory programs and has varied meaning and purpose in each application. Another commenter <sup>279</sup> asserted that the phrase "root cause analysis" has connotations that lead to a much more involved process than the EPA appears to envision in this rule. Many of these commenters suggested that "root cause analysis" be replaced by "investigative analysis," broadly meaning the owner or operator must determine what caused the emissions event to occur and take steps to ensure that it will not happen again.

*Response:* The EPA agrees with the concern raised by commenters and in the final rule requires an investigative analysis as opposed to a root cause analysis. For the purpose of this final rule, an investigative analysis is the determination of the underlying primary and other contributing cause(s) of the emissions event. For a control device, the investigative analysis must include a determination that the control device is operating in compliance with the applicable requirements, and if not, what actions are necessary to bring the control device into compliance and prevent future failures of the control device from the same underlying cause(s). For a cover or closed vent system, the investigative analysis must include a determination of whether the system was operated outside of the engineering design analysis and whether updates are necessary for the cover or closed vent system to prevent future emissions from the cover or closed vent system.

## 2. Continuous Monitoring

a. Continuous Monitoring System Criteria

*Comment:* Several commenters <sup>280</sup> <sup>281</sup> requested that the framework for continuous monitoring set action levels based on the concentration of emissions as an alternative to the action levels based on the mass rate of emissions in order to allow owners and operators to use a broader range of continuous monitoring systems. One commenter <sup>282</sup> supported the EPA's inclusion of health checks for devices within the continuous monitoring system but

<sup>&</sup>lt;sup>273</sup> EPA-HQ-OAR-2021-0317-2406.

<sup>&</sup>lt;sup>274</sup> EPA-HQ-OAR-2021-0317-2366.

<sup>&</sup>lt;sup>275</sup> EPA–HQ–OAR–2021–0317–2432.

<sup>&</sup>lt;sup>276</sup> EPA-HQ-OAR-2021-0317-2428.

<sup>277</sup> EPA-HQ-OAR-2021-0317-2363.

<sup>&</sup>lt;sup>278</sup>EPA-HQ-OAR-2021-0317-2402.

<sup>&</sup>lt;sup>279</sup> EPA-HQ-OAR-2021-0317-2298.

<sup>&</sup>lt;sup>280</sup> EPA-HQ-OAR-2021-0317-2340. <sup>281</sup> EPA-HO-OAR-2021-0317-2235.

<sup>&</sup>lt;sup>282</sup> EPA–HQ–OAR–2021–0317–2233. <sup>282</sup> EPA–HQ–OAR–2021–0317–2363.

suggested that the health checks rely on functionality instead of connectivity. Several commenters <sup>283</sup> requested more flexibility as to how often these systems must transmit data. Other commenters <sup>284</sup> contended that flexibility in the downtime requirement is necessary, as typical downtime can be 4 or more days per month for remote locations.

*Response:* The EPA agrees that it is important to facilitate the use of a broad range of continuous monitoring systems in the advanced methane detection technology provisions of this rule, because they allow more rapid detection of leaks and thus an enhanced ability to promptly respond and prevent emissions. As such, we have expanded the definition of a continuous monitoring system to allow systems beyond those that determine mass emission rate only by noting these systems must determine the "mass emission rate or equivalent." The EPA also agrees with the commenter that the health checks of the system can be based on function rather than connectivity and that more flexibility in the transmission of data is appropriate. In the final rule we require data to be transmitted at least once every 24 hours.

The EPA does not agree that additional flexibility in the downtime requirements is appropriate, even for remote locations. In order to demonstrate that a continuous monitoring system is equivalent to the required OGI/AVO monitoring for fugitive emissions component affected/ designated facilities, it is important for these systems to collect and analyze data with a limited amount of downtime. If the downtime is too great, we cannot ensure that the emissions reductions achieved by the alternative continuous monitoring method are equivalent to those from the work practice that has been determined to be BSER. If a continuous monitoring system cannot meet the operational downtime in the final rule and an owner or operator does not want to conduct surveys with OGI or EPA Method 21, the owner or operator may choose to use a continuous monitoring system that does meet the downtime requirement in the rule or may choose to use the alternative periodic screening option.

#### b. Detection Threshold

*Comment:* Several commenters <sup>285</sup> <sup>286</sup> did not agree with the requirement in the December 2022 Supplemental

Proposal that continuous monitoring systems be capable of measuring emissions at an "order of magnitude" lower than (*i.e.*, 1/10 of) the proposed action levels. One commenter <sup>287</sup> mentioned that this requirement is overly prescriptive and appears to be technology-specific rather than outcome-based and technology-agnostic.

*Response:* The EPA agrees with the commenters and in the final rule requires a detection threshold of 0.40 kg/hr (0.88 lb/hr) above a baseline, which is based on one-third the action level. The requirements in the December 2022 Supplemental Proposal were based on the method detection limit requirements for alternative test methods in the fenceline monitoring program in the refinery rule.<sup>288</sup> Requiring alternative measurement technologies used in the refinery fenceline monitoring program to measure an order of magnitude below the action level is appropriate because in that program, the difference between the high and low sample results during a measurement period are used to calculate the site's benzene concentration difference; therefore it is important to be able to differentiate the low-concentration measurements for benzene we expected around some refineries. In this final rule, the requirement for technology to be able to detect methane an order of magnitude below the action level is unnecessarily restrictive for real-time systems measuring methane mass emission rates, which may use concentration, meteorology, and modeling to calculate these rates, all of which have uncertainty built into the detection limit. Because these systems will be measuring a mass emission rate and not a concentration difference, it is less important to differentiate between the measurements across the site. It is only important that the technology be able to measure methane at background levels in order to be able to develop a sitespecific baseline for methane, and methane is ubiquitous in the atmosphere at levels that should not present a concern for detection. For these reasons, we are requiring continuous monitoring alternative methane detection technologies to have a sensitivity of one-third of the lowest action level, 0.4 kg/hr (0.88 lb/hr). We note this requirement is also consistent with the EPA's approach for setting emission limits that are at least three times the representative detection limit. Such an approach ensures that the standard is at a level that addresses

measurement variability and is in a range that can be measured with reasonable precision. Requiring the detection limit of continuous monitoring technologies to be at least one-third of the action level will ensure that measurements made near the action level are of reasonable precision.

## c. Site-Specific Emissions Baseline

Comment: Several commenters 289 raised concerns over the long-term 1.2 or 1.6 kg/hr action levels, because these emission rates are well below the baseline emissions for many sites. Other commenters <sup>290</sup> <sup>291</sup> believed it critical that the follow-up response actions are tied not to detection limits but to action levels and that those action levels be levels that account for the site's baseline emission rates. One commenter <sup>292</sup> noted that other regulated sources can contribute to substantial temporal variability in the baseline emission rate and provided the example of methane slip from gas-fired compressors, which can vary depending on compressor operating setpoints and maintenance. An additional commenter <sup>293</sup> suggested that the concept of a baseline be used to establish an emissions profile and action levels be incremental to that baseline. The commenter further suggested that since the baseline is meant to capture normal emissions from the facility, while responses to the longterm and short-term action levels are meant to reduce fugitive emissions, the baseline period should be 90 days.

Response: The EPA agrees that the action level should be incremental to the site-specific baseline emissions. In the final rule, we are revising the action level to be a mass emission rate that is above the site-specific baseline emissions. Based on the recommendations of the commenters, we are also establishing requirements for how and when the determination of the site-specific baseline is performed. The baseline emissions must be established after the initial installation of a continuous monitoring system or when there is a major change in the processing equipment at the site. The owner or operator must inspect and repair all fugitive components, covers, and closed vent systems and verify that control devices are in compliance with applicable requirements prior to starting the baseline determination period.

The EPA disagrees with the suggested 90-day baseline period. We consider 30

 $<sup>^{283} {\</sup>rm EPA-HQ-OAR-2021-0317-2248}.$ 

<sup>&</sup>lt;sup>284</sup> EPA-HQ-OAR-2021-0317-2409.

<sup>&</sup>lt;sup>285</sup> EPA-HQ-OAR-2021-0317-2235.

<sup>&</sup>lt;sup>286</sup> EPA-HQ-OAR-2021-0317-2333.

<sup>&</sup>lt;sup>287</sup> EPA–HQ–OAR–2021–0317–2336. <sup>288</sup> 40 CFR 63.658(k)(3).

<sup>&</sup>lt;sup>289</sup> EPA–HQ–OAR–2021–0317–2433.

<sup>&</sup>lt;sup>290</sup> EPA-HQ-OAR-2021-0317-2346.

<sup>&</sup>lt;sup>291</sup>EPA–HQ–OAR–2021–0317–2433.

<sup>&</sup>lt;sup>292</sup>EPA-HQ-OAR-2021-0317-2333.

<sup>&</sup>lt;sup>293</sup> EPA-HQ-OAR-2021-0317-2307.

days sufficient time to measure the variability of a site. Therefore, the baseline emissions are determined as the mean emission rate for 30 operating days, minus any time periods where maintenance events are conducted. This site-specific baseline emission rate must be no more than 10 times the site's applicable 90-day action level (*i.e.*, 16 kg/hr for well sites with major production and processing equipment (including small well sites), centralized production facilities, and compressor stations, or 12 kg/hr for wellhead only well sites).

## d. Mass Emission Rate Reduction Plan

*Comment:* One commenter <sup>294</sup> mentioned that the December 2022 Supplemental Proposal was not clear on how operators would deal with subsequent increases to the rolling average if corrective action had already been taken for the initial event.

Response: The EPA agrees with the commenter that the December 2022 Supplemental Proposal was not clear on how to handle this situation. In the final rulemaking, owners and operators who conduct continuous monitoring with advanced methane detection technologies will initially (prior to conducting continuous monitoring) develop a site-specific baseline that accounts for normal process fluctuations. This site-specific baseline will be subtracted from the monitored emissions when determining whether there is an exceedance of an action level. As such, the EPA anticipates that there should not be instances where the rolling average emissions continue to increase once the primary and underlying causes of the original exceedance of the action level is addressed.

#### 3. Alternative Test Method

# a. Administrator Delegation

*Comment:* Several commenters <sup>295</sup> expressed that the alternative test method approval process should enable expeditious and thorough review of advanced technologies. An additional commenter <sup>296</sup> supported the EPA's proposal to allow operators to utilize the matrix to comply with CAA section 111(h)(l) and to approve alternative test methods under 40 CFR 60.8(b)(3), as this process enables operators to deploy technologies meeting the specifications of the matrix and encourages greater use of alternative technologies that can better detect emissions, resulting in greater emission reductions.

*Response:* The EPA agrees that the alternative test method review process should be expeditious without sacrificing thoroughness. To that end, the EPA proposed a process for approving alternative test methods in 40 CFR 60.5398b(d), which is similar to the process in 40 CFR 60.8(b)(3) but specifically tailored towards the types of advanced technologies that are in use or under development in the oil and natural gas sector.

## b. Super-Emitter Technology

Comment: The EPA received several comments <sup>297 298</sup> on the December 2022 Supplemental Proposal regarding the lack of criteria for remote sensing technologies used in the Super Emitter Program. One of these commenters believed these criteria should be based on the same proposed tenets as those for the advanced methane detection technologies, including detection limits based on a probability of detection curve and quantification accuracy. Another commenter stated that the EPA should use the alternative test method approval process to approve technologies for use in the Super Emitter Program. Another commenter 299 maintained that third parties who are certified under the Super Emitter Program should not face a higher barrier to monitoring than operators themselves.

Response: The EPA agrees with these comments. In this final rule, the EPA has included provisions to approve technologies used in the Super Emitter Program in 40 CFR 60.5398b(d), which are the same provisions that will be used to approve alternative methane detection technologies used by owners and operators. The EPA pre-approving the remote sensing technologies used by third parties under the Super Emitter Program will provide additional confidence in the data being provided by the third parties to the EPA, which will allow for expedited review of the data and help to ensure the data provided to the owner or operator is accurate and actionable.

# c. Request for Alternative Test Methods

*Comment:* One commenter <sup>300</sup> requested we remove the requirement that an alternative test method, such as a continuous monitoring system, must be "commercially available" to be approved for use under the rule, as this

unintendedly prevent in-house technology developed by an owner or operator from being used. Several commenters <sup>301</sup> <sup>302</sup> requested that the EPA clarify the information companies must include in a request for an alternative test method. One commenter added that this clarification is necessary to support the EPA's ability to efficiently review and approve complete applications that demonstrate equivalent or better methane detection and reductions. Another commenter <sup>303</sup> suggested that technology vendors include proof of results in their applications, including an accredited third party's validation, as they relate to detecting methane leak events, including field-proven evidence and technology validation accurately capturing events for a given range of detection and quantification thresholds. Several commenters requested that the EPA clarify what is meant by commercial availability of alternative leak detection technologies. *Response:* Based on the comments

received, in the final rule the EPA has changed the term describing the alternative technology from "commercially available" to "readily available." We have also provided clarification that readily available technology includes equipment or technology developed by an owner or operator for internal use and/or use by external partners. The EPA has also clarified the information that must be included in a request for an alternative test method for advanced methane detection technology. In the final rule, the request for an alternative test method must include contact information, description of the measurement technology, scientific theory of the measurement, potential limitations, how the measurement is translated to a mass emission rate, detailed workflow, information on any models used, a-priori methods, how all data are collected and transformed from measurement to end user, supporting information verifying that the technology meets the claimed detection threshold(s) as applied in the field, including published reports produced by the candidate or outside entity, standard operating procedures, formal alternative test method procedures, and information on the spatial resolution of the measurement technology. Requests for an alternative test method for advanced methane detection technology must be submitted to the EPA through the alternative methane detection

<sup>&</sup>lt;sup>294</sup> EPA-HQ-OAR-2021-0317-2326.

<sup>&</sup>lt;sup>295</sup> EPA–HQ–OAR–2021–0317–2355.

<sup>&</sup>lt;sup>296</sup> EPA–HQ–OAR–2021–0317–2342.

<sup>&</sup>lt;sup>297</sup> EPA–HQ–OAR–2021–0317–2366.

<sup>&</sup>lt;sup>298</sup> EPA-HQ-OAR-2021-0317-2483.

 $<sup>^{299} {\</sup>rm EPA-HQ-OAR-2021-0317-2433}.$ 

<sup>&</sup>lt;sup>300</sup> EPA–HQ–OAR–2021–0317–2409.

<sup>&</sup>lt;sup>301</sup> EPA-HQ-OAR-2021-0317-2348.

<sup>&</sup>lt;sup>302</sup> EPA-HQ-OAR-2021-0317-2226.

<sup>303</sup> EPA-HQ-OAR-2021-0317-2340.

technology portal at *https://www.epa.gov/emc/oil-and-gas-alternative-test-methods.* 

## C. Super Emitter Program

In the December 2022 Supplemental Proposal we proposed the Super Emitter Program to establish a pathway by which an EPA-certified entity (i.e., third-party notifier) may provide credible, well-documented identification of a super-emitter emissions event using one of several permitted remote-sensing technologies and approaches to the responsible owner or operator. Once notified of the event at a site they own or operate, owners and operators would be required to perform a root cause analysis to identify the source of the super-emitter event and take corrective actions to address the emissions source. As described in this section, the EPA received comments on the following aspects of the Super Emitter Program: (1) Statutory authority for the program, (2) remote sensing methane detection technology, (3) certification of third parties, (4) notifications by third parties, and (5) requirements for owners and operators. In response to these comments, the EPA has made targeted changes to the Super Emitter Program, which are described in detail in section X.C of this document.

Provided in this section are some of the significant comments on the proposed program and the EPA's response thereto. For other comments on the proposed program and the EPA's response thereto, see chapter 14 of the RTC document, Super Emitter Program.<sup>304</sup>

#### 1. Statutory Authority

In the December 2022 Supplemental Proposal, the EPA had proposed for comment two legal frameworks in support of the Super Emitter Program (87 FR 74752). Under the first legal framework, the EPA would treat a super-emitter event as a separate and distinct affected facility under NSPS OOOOb (or a designated facility under EG OOOOc), and the proposed BSER for this affected facility/designated facility was the requirement that an owner or operator, upon receiving a notice of a super-emitter event from an EPAcertified third party, must take action to identify and address the source of the

super-emitter event. Under the second legal framework, the Super Emitter Program functioned as an additional compliance assurance measure for affected facilities/designated facilities subject to numeric performance standards. Under that second framework, for fugitive emissions component affected facilities/designated facilities, the Super Emitter Program was proposed as part of the BSER for the fugitive emissions standard at well sites and compressor stations, which would include a requirement to repair components that have been identified as the source of a super-emitter event. As discussed below, in response to the comments on both legal frameworks, the EPA has revised the Super Emitter Program since the December 2022 Supplemental Proposal. The final Super Emitter Program, which the EPA is establishing pursuant to the authorities provided by CAA sections 111 and 114(a), is based on the second legal framework; however, as revised, it will be the EPA, not a third party, that will notify owners and operators of superemitter events, and such notification will be based on data submitted by EPAcertified third parties using EPAapproved detection technology, and will be issued only after the EPA has reviewed the data and deemed it to be complete and accurate. In addition to the responses to comments below, please also see section X.C of the preamble for a more detailed discussion of the legal frame for the final Super Emitter Program.

*Comment*: A number of commenters question the legality of the first proposed legal framework, which defines a super-emitter event as an affected facility/designated facility. One commenter <sup>305</sup> notes that the EPA may only regulate two types of sources under CAA section 111(b) and (d): new sources (including modified sources) and existing sources; however, a superemitter source is created by an event, not construction or modification, and therefore is neither a new nor existing source under CAA section 111. Another commenter <sup>306</sup> similarly questions the legality of a super-emitter affected facility/designated facility, noting that it is created by a third-party notification and could not be said to exist prior to such notification.

*Response:* Because the EPA is finalizing the program based on the second legal framework, the legal concerns raised by these commenters regarding the creation of a new superemitter affected/designated facility under the first legal frame are now moot.

*Comment:* One commenter <sup>307</sup> states that the EPA's focus on compliance assurance fits particularly well with the goals of the program and with the problem of super-emitters. Emissions events exceeding 100 kg/hr indicate major problems at the site resulting from either noncompliance or serious operational issues. The commenter stated that the EPA has broad authority under CAA section 114 to accept and use third-party monitoring data for purposes related to CAA section 111, including ensuring compliance. The commenter asserted that the Super Emitter Program does not and should not replace obligations on the part of owners and operators to reduce methane emissions from affected and designated facilities under the rules. Rather, the commenter views the Super Emitter Program as an additional backstop to ensure that the unique problems posed by super-emitters are timely addressed.

Another commenter,<sup>308</sup> however, states that the proposed Super Emitter Program is not lawful. According to the commenter, Congress did not under the CAA to convey to the EPA the authority to delegate the monitoring of regulated facilities to third-party members of the public for use by the EPA for compliance, supervision and enforcement. The commenter claims that, in effect, the EPA would be delegating to groups with unverified qualifications and technical expertise, according to the commenter an unprecedented action. The commenter claims that this provision of the proposed rules is also a violation of the separation of powers of the U.S. Constitution where the EPA is seeking to legislate and grant legal authority to itself to delegate regulatory authority to third-party members of the public to monitor and report on regulated facilities, a legislative act that resides solely with Congress.

Other commenters <sup>309</sup> similarly observe that the program as proposed would be the first time that the EPA has asserted authority under the CAA to create regulatory obligations for affected facilities based on monitoring conducted by unaffiliated third parties and without playing any role at all in verifying the information before imposing legal obligations on other private parties. In support of this unusual delegation of regulatory authority, these commenters asserted, the EPA characterizes the program as

<sup>&</sup>lt;sup>304</sup> Standards of Performance for New, Reconstructed, and Modified Sources and Emissions Guidelines for Existing Sources: Oil and Natural Gas Sector Climate Review. Response to Public Comments on the November 2021 Proposed Rule and the December 2022 Supplemental Proposed Rule (86 FR 63110, November 15, 2021; 87 FR 74702, December 6, 2022).

<sup>&</sup>lt;sup>305</sup> EPA–HQ–OAR–2021–0317–2398. <sup>306</sup> EPA–HQ–OAR–2021–0317–2202.

<sup>&</sup>lt;sup>307</sup> EPA-HQ-OAR-2021-0317-2433.

<sup>&</sup>lt;sup>308</sup> EPA–HQ–OAR–2021–0317–2227.

<sup>309</sup> EPA-HQ-OAR-2021-0317-2301, -2483.

simply a BSER requiring monitoring and correction of unintentional releases, akin to LDAR,<sup>310</sup> but evades the central concern that it is private parties—not the EPA, states, or regulated entities who would be monitoring, notifying, and triggering the associated regulatory obligations.

Another commenter <sup>311</sup> agrees with the EPA on the importance of identifying and addressing large emissions events. The commenter acknowledges that emissions from such events have the potential to be much greater than those from normal operations at a given facility and shares the EPA's interest in seeking to reduce the incidence of such large emissions events. However, like other commenters mentioned above, this commenter similarly observed that the proposed program was unique in that it would be the first time under the CAA that the EPA asserts authority to create regulatory obligations for affected facilities based on monitoring conducted by unaffiliated third parties. Claiming that the EPA did not explain the legal basis for establishing such a requirement, the commenter states that an explanation from the EPA is essential to understanding whether such a novel provision is legally viable.

*Response:* In light of the comments above and discussed elsewhere in this section regarding other aspects of the proposed Super Emitter Program, the EPA has made targeted revisions to the Super Emitter Program since the December 2022 Supplemental Proposal. The final Super Emitter Program, which the EPA is establishing pursuant to CAA sections 111 and 114(a), is based on the second proposed legal framework.<sup>312</sup> First, as one commenter observes, the EPA has broad authority under CAA section 114(a) to accept and use thirdparty monitoring data for purposes related to CAA section 111, including better understanding the sources of large emitting events and assuring compliance with its regulations. CAA 111(a) authorizes the EPA to obtain any information necessary for the implementation of the CAA from any person "the EPA believes may have information necessary for the purposes

 $^{\rm 312}$  Please see X.C of the preamble for a detailed discussion on this legal framework.

of [implementing the CAA]." While the Super Emitter Program does not specifically require or request any third party to provide information on superemitter events to the EPA, anyone can voluntarily provide such information to the EPA. It is the EPA's long-standing position that "information will be considered to have been provided . . . under section 114 of the Act . . . if its submission could have been required under section 114. . . ." 40 CFR 2.301(b)(2). Also, as discussed in detail in section X.C and further below, CAA 114(a) authorizes the EPA to require the owners and operators of the source of the super-emitter event to investigate and report the conclusions of that investigation to the EPA. As explained below, the final Super Emitter Program requires such actions from owners and operators upon their receipt of an EPA notice of a super-emitter event based on data submitted by EPA-certified third parties using EPA-approved technology. The EPA will send such notices only after having reviewed and deemed the data to be complete and accurate.

Second, for super-emitter events caused by regulated sources, the EPA has separate authority under CAA section 111 to ensure compliance with its regulations where a notification and subsequent investigation reveal noncompliance with those regulations. Much of the equipment likely to cause a super-emitter event is or will be subject to regulation under CAA section 111 (*i.e.*, NSPS 0000, 0000a, OOOOb, or state/Federal plans pursuant to EG OOOOc). For example, a superemitter event might be caused by a regulated thief hatch that is open despite the EPA's requirement that thief hatches remain closed. In these cases, the Super Emitter Program serves an additional compliance assurance measure for the regulated equipment by notifying owners and operators of data demonstrating super-emitter events and requiring that they investigate and identify the source of the super-emitter event. Specifically, the Super Emitter Program serves as additional monitoring to inform and aid owners and operators in complying with the relevant NSPS or standards in state and Federal plans. Further, the EPA proposed and is finalizing the requirement under its fugitive emissions standards that where the source of the super-emitter event was a fugitive emissions component under NSPS OOOOb or a state or Federal Plan implementing EG OOOOc, the owner and operator must follow the repair requirements in the fugitive emissions work practice standards in NSPS OOOOb or the applicable state or

Federal plan. As explained in the December 2022 Supplemental Proposal, the EPA considered this as part of the BSER for fugitive emissions at well sites and compressor stations.

In response to comments questioning the legality of allowing third party monitoring and notifications to directly trigger regulatory obligations, the EPA has revised the proposed program such that the EPA will play an essential oversight role in the final Super Emitter Program. Specifically, it will be the EPA, not third parties, that will notify owners and operators of super-emitter events after reviewing third-party notifications. Further, the EPA will only accept data submitted by EPA-certified third parties and collected using EPAapproved technologies. Upon receiving data submitted by a certified third party, the EPA will review the data for completeness and accuracy; the EPA will post such data and notify the identified owner or operator only after it has reviewed and deemed the information to be complete and accurate. Accordingly, the EPA plays a central role at every step: certifying (and de-certifying) the third parties who will be able to submit notifications under this program, approving the technology such parties may use, reviewing the notifications to ensure the information therein is accurate and complete, notifying owners and operators of such information, receiving and reviewing responses from owners and operators, and determining when to post information and responses publicly.

The final Super Emitter Program sets forth criteria that a third party must meet in order to be certified to submit data on super-emitter events to the EPA. These criteria ensure that the data submitted to the EPA are collected by a qualified third party with access to an EPA-approved technology and the technical expertise and capability to use such technology to detect and collect data on super-emitter events. The final rule also lists circumstances under which a third-party certification will be revoked, such as repeated submissions of data with significant errors, or engagement in an unlawful action (e.g., trespass) when monitoring for superemitter events.

Upon receiving data submitted by a certified third-party, the EPA will review the data for completeness and accuracy; the EPA will post such data and notify the identified owner or operator only after it has reviewed and deemed the information to be complete and accurate.

As finalized, the Super Emitter Program does not "delegate" any regulatory or enforcement role to third

<sup>&</sup>lt;sup>310</sup> Id. at 74752 ("[T]he EPA believes that superemitter emissions events from unintentional releases tend to occur as a result of equipment malfunctions and/or poor operations; therefore, the BSER for super-emitter emissions events would be to correct the malfunction or operational issues and resume normal operations consistent with the standards or requirements applicable to the source(s) of the super-emitter emissions event in this proposed rule.").

<sup>&</sup>lt;sup>311</sup>EPA–HQ–OAR–2021–0317–2428.

parties. Rather, the Super Emitter Program merely serves as a mechanism for the EPA to receive reliable data on super-emitter events from qualified third parties with access to and expertise in using EPA-approved advanced technology to detect superemitter events. The Super Emitter Program also provides a structured process for the EPA to use that data to notify the owner or operator of a regulated facility of the existence of a super-emitter event that may indicate a lapse in compliance at the facility, or a source of fugitive emissions that this rule requires to be promptly repaired. There is no sense in which this framework "delegates" governmental authority of any kind to any third party. No action is required of an owner or operator solely on the basis of an action of a third party. In addition, the process by which the EPA receives data and issues notifications under the Super Emitter Program is separate from and unrelated to the EPA's enforcement functions.

This structure, where the EPA reviews and determines the reliability of reported data on super-emitter events, is similar to other, longstanding programs where citizens and other entities can report concerns about regulatory compliance to the Agency. For example, the EPA's Office of Enforcement and Compliance Assurance administers a program where citizens and other entities can report suspected environmental violations. See https:// echo.epa.gov/report-environmentalviolations#:~:text=Stop-

*Stop,* %2D800%2D424%2D8802. The Super Emitter program likewise functions to allow third parties to share with the EPA monitoring data, and then allows the EPA to determine the reliability of the data, and engage with the relevant, regulated party to determine if there is a need for further action to ensure compliance with the EPA's regulations. The third parties reporting super-emitter events do not have an independent enforcement role as a function of the Super Emitter Program. Instead, the EPA retains its traditional enforcement authority.

As explained in the December 2022 Supplemental Proposal (87 FR 74752) and noted by one commenter, <sup>313</sup> the Super Emitter Program serves as a backstop to addressing emissions from super-emitter events that were not prevented from other requirements in the rule. However, the EPA did not propose and does not require in the final program any specific investigation to be conducted to identify the source

of the super-emitter event. Because the relevant investigations for identifying the source(s) of the super-emitter event may vary depending on what the thirdparty data reveals, the final rule defers to the owner and operator in deciding the appropriate investigation(s). However, where there are NSPS affected facilities (or designated facilities subject to a state or Federal plan implementing EG OOOOc) or associated equipment onsite, the owner and operator may conclude that they are unable to identify the source of the super-emitter event only after having conducted the applicable investigation listed in the final rule for such regulated source.

The EPA further notes that the obligation to investigate and report the source of super-emitter events (separate and apart from the obligation to take steps to address the super-emitting event) is not limited to NSPS affected facilities (or designated facilities subject to a state or Federal plan implementing EG OOOOc) and associated equipment; it also extends to other equipment onsite that an owner and operator suspects could be the source of a superemitter event. As one commenter observes, the EPA has broad authority to require emissions reporting under CAA section 114(a). Among other things, CAA section 114(a) authorizes the EPA to require "any person who owns or operates any emission source" (except mobile sources) <sup>314</sup> to provide information necessary for purposes of carrying out the CAA. In this case, section 114(a) authorizes the EPA to require the reporting of information on super-emitter events, so that the EPA may evaluate whether such large emissions can be adequately addressed under the EPA regulations to date or whether more needs to be done in the future (*e.g.*, during the next periodic review of the NSPS under CAA section 111). Therefore, the EPA expects the owner and operator to investigate all equipment onsite that they suspect could be the source of a super-emitter event, whether or not such equipment is subject to NSPS regulation or a state or Federal Plan implementing EG OOOOc. Where the super-emitter event was caused by equipment not subject to NSPS 0000, 0000a, or 0000b, or a state or Federal plan implementing EG OOOOc, the owner and operator must report such finding. However, there is no requirement for the owner or operator to take action to eliminate or mitigate the emissions from the superemitter event caused by sources not

subject to an NSPS or a state or Federal plan implementing EG OOOOc.

While there are comments expressing concerns with the proposed program as described above, the EPA received comments expressing strong support for the program from several states,<sup>315 316</sup> environmental groups 317 and industry.<sup>318 319</sup> One industry commenter concurs with the EPA on the importance of identifying and addressing large emissions events and shares the EPA's interest in seeking to reduce the incidence of such large emissions events. The commenter also agrees with the EPA that data transparency is valuable and shares the EPA's goal of disseminating information to mitigate emissions events. The EPA believes that the final Super Emitter Program, which has been significantly revised in response to comments, will serve its goal of reducing emissions from superemitter events that were not prevented by other requirements in the rule.

## 2. Certification of Third Party

This section of this document presents a summary of significant comments received on certification of third-party notifiers as part of the Super Emitter Program and the EPA's response to those comments, as well as changes the EPA has made to the requirements since the December 2022 Supplemental Proposal.

The EPA received many comments regarding how advanced methane detection technology has been incorporated into our proposed standards, including the lack of clarity on which remote sensing technology would be considered for the program, how the remote sensing technology could be considered for the program, what an approval process could look like, and how best to make this program transparent.

*Comment:* Several commenters <sup>320 321</sup> expressed concern with the lack of standard methods for the example technologies that the EPA identified in the proposed rule as compared to test method requirements (*i.e.*, validated test methods) that underpin compliance determinations for NSPS or national emissions standards for hazardous air pollutants (NESHAP) standards. One of these commenters suggested that the proposed programmatic requirements (*i.e.*, alternative test methods) be

<sup>&</sup>lt;sup>313</sup>EPA-HQ-OAR-2021-0317-2433.

<sup>&</sup>lt;sup>314</sup> The EPA has similar information collection authority with respect to mobile sources under CAA section 208.

 $<sup>^{315}{\</sup>rm EPA-HQ-OAR-2021-0317-2296}.$ 

<sup>&</sup>lt;sup>316</sup> EPA–HQ–OAR–2021–0317–2422. <sup>317</sup> EPA–HQ–OAR–2021–0317–2433.

<sup>&</sup>lt;sup>318</sup> EPA–HQ–OAR–2021–0317–2428.

<sup>&</sup>lt;sup>319</sup>EPA-HQ-OAR-2021-0317-2499.

<sup>&</sup>lt;sup>320</sup> EPA-HO-OAR-2021-0317-2366.

<sup>321</sup> EPA-HQ-OAR-2021-0317-2483.

applied to the Super Emitter Program. Another of these commenters recommended that the EPA develop guidance on test and monitoring methods to use to define super-emitter emissions events.

Several commenters <sup>322</sup> <sup>323</sup> urged the EPA to not overly restrict the technologies that may qualify and suggested that the EPA should use the alternative test method approval process already under development to approve advanced methane detection technologies for monitoring fugitive components, covers, and closed vent systems in this rule for use in the Super Emitter Program. One of these commenters provided that such an approach could allow for additional technologies that could operate within the requirements of this program. Another commenter urged the EPA to use the already proposed alternative test method to remove any potential barriers on the third party to evaluate technology and to bring the measurement to the same level as that of the owner or operators while improving objectivity.

Some commenters <sup>324</sup> <sup>325</sup> raised safety concerns regarding individuals engaged in third-party monitoring. One of these commenters raised concerns that certain monitoring technologies used by third parties to identify super-emitter emissions events that need to be operated in the close vicinity of a site, and that individuals conducting that monitoring may not be aware of important safety concerns regarding that site. Another one of these commenters provided examples of such safety concerns associated with members of the public accessing sites without proper notice. For example, some sites can contain hydrogen sulfide (H<sub>2</sub>S), a gas that could result in serious health impacts for members of the public entering a site without proper protection. The commenters raised concerns that individuals may not be aware of such hazards or have the appropriate personal protection equipment (PPE) and training to mitigate them.

*Response:* Regarding the comments on the use of remote sensing technology and the lack of approved or validated methods for use in the Super Emitter Program, we agree with the commenters that the remote-measurement approaches used for this program should be evaluated in the same manner as any compliance measurement used in

this rule. The EPA also agrees with the commenters' recommendations that we use the alternative test method approval process already under development to approve advanced methane detection technologies for monitoring fugitive components, covers, and closed vent systems in this rule. Therefore, in the final rule we are requiring that third parties participating in the Super Emitter Program use an alternative test method that has been approved under 40 CFR 60.5398b(d) of the final rule and we have revised the scope of the alternative test method program to now include the approvals for the Super Emitter Program.

Comment: Several commenters 326 327 ask that the EPA clarify its intent as to which advanced methane detection technologies can be utilized for the Super Emitter Program. Several commenters <sup>328</sup> <sup>329</sup> maintained that the EPA must provide a clear pathway for communities and third parties to participate and engage in the Super Emitter Program. They also said that the EPA must ensure that data from approved monitoring technologies are accessible to all, including by allowing the use of OGI cameras in this program. These commenters urged the EPA to expand what they characterized as the overly restrictive technology standards proposed for the Super Emitter Program, which would currently work to limit the participation of NGOs and communities that lack access to remote detection technologies.

Response: In the December 2022 Supplemental Proposal, the EPA identified satellites, aircraft, and other mobile monitoring measurement systems that can quantify an emission rate of 100 kg/hr of methane or greater. These examples were intended to make clear that third parties would only use technology that could be used at a reasonably safe distance, well away from a well site, central tank battery, or compression station, to ensure the integrity of these sites and the safety of the individuals or organizations collecting the measurements. Nothing in this rule should be construed as authorizing third parties to enter well sites or any other affected facility or designated facility to take measurements. Also, we recognize that mobile monitoring platforms could be interpreted broadly; this language is the EPA's effort to account for the continuing advancement of methane detection technology, and the

qualification to meet the mobile monitoring platform is that we would allow any un-fixed measurement technology operating offsite from a well site, central tank battery, or compression station that can quantify an emission rate of 100 kg/hr of methane or greater. For the final rule, the EPA is maintaining the proposed criteria regarding which measurement technologies can be used in the Super Emitter Program. While the minimum threshold remains 100 kg/hr, the EPA would consider the use of remote technologies with higher detection thresholds in this program. However, those technologies would be limited to reporting emissions events above their detection threshold.

Lastly, we acknowledge the desire of certain third-party groups to use OGI as part of this program. However, the current generation of this technology does not have the quantification ability required as part of this rule. More importantly, this technology cannot be operated at a distance and creates more potential for users getting too close to the site and creating risks to themselves or to the site. We recognize that a number of the technology vendors focusing on OGI are developing systems capable of quantification, and as these systems come online, this determination may change if there is a mechanism to ensure that the monitoring is only done at a reasonable and safe distance away from an applicable well site, central tank battery, or compression station.

The EPA further notes that direct monitoring is not the only way that communities can participate in or benefit from the Super Emitter Program. The EPA anticipates that a broad range of entities, including community organizations that are not themselves certified, might partner with a certified third party to identify locations of particular concern for monitoring attention. The EPA will also be posting the super-emitter event data shortly after it is received, which provides communities with information that could be relevant to local health and air quality, and could also be useful to communities seeking to advocate on their own behalf.

Comment: Several commenters 330 331 raised concerns that the December 2022 Supplemental Proposal offered little clarity about the necessary demonstrated expertise for third parties. Many of these commenters also stated that the EPA should develop detailed criteria for the certification of these third-party notifiers. Furthermore,

<sup>322</sup> EPA-HQ-OAR-2021-0317-2410.

<sup>323</sup> EPA-HQ-OAR-2021-0317-2394. 324 EPA-HQ-OAR-2021-0317-2326.

<sup>325</sup> EPA-HQ-OAR-2021-0317-2360.

<sup>326</sup> EPA-HQ-OAR-2021-0317-2249.

<sup>327</sup> EPA-HQ-OAR-2021-0317-2410.

<sup>328</sup> EPA-HQ-OAR-2021-0317-2394.

<sup>329</sup> EPA-HQ-OAR-2021-0317-2410.

<sup>330</sup> EPA-HQ-OAR-2021-0317-2399.

<sup>331</sup> EPA-HQ-OAR-2021-0317-2403.

according to another commenter,<sup>332</sup> the Agency should make transparent and publicly disclose what other qualified parties have been certified. Some commenters raised a concern that some third-party notifiers may be inadequately trained to detect methane leaks; these same commenters recommended that third-party notifiers be required to have appropriate training/certification to validate emissions events. Another commenter stated that a third party must complete an approval certification process by the EPA for inclusion in the Super Emitter Program; also this commenter suggested that third parties notify the EPA of planned monitoring, including submittal of a monitoring plan.

One commenter <sup>333</sup> questioned how effectively a third party would be able to identify an owner or operator of a site or be able to contact the right people if the facility is covered by NSPS OOOOb. The same commenter mentioned the importance for notifications to be sent to the correct person at the operating company. Another commenter <sup>334</sup> agreed that the qualifications of thirdparty reporters are important and that approved third-party reporters should show proficiency and accuracy in identifying super-emitter leaks.

Several commenters <sup>335</sup> <sup>336</sup> provided recommendations on how to improve the process for revoking certifications for third parties. A few of these commenters argue that the three-time threshold for inaccurate event notifications from a third party is too high and should not be limited to multiple notifications at the same facility owned by the same operator. Another commenter <sup>337</sup> recommended that the criteria for revocation explicitly state that revocation would occur upon a third party's third submission of verifiably false data from any combination of operators or sites, or upon trespass or otherwise unlawful or unauthorized entry to a facility.

*Response:* The EPA agrees with the commenters that the final rule should more completely define the certification process and criteria these third parties must meet. Therefore, in the final rule we have amended the regulatory text to include the procedures an entity must follow when seeking certification, what information they must submit to the EPA as part of this certification process, and a set of standards an approved

334 EPA-HQ-OAR-2021-0317-2216. 335 EPA-HQ-OAR-2021-0317-2428.

337 EPA-HQ-OAR-2021-0317-2446.

third-party notifier must continue to follow.

The final rule now provides direction for any entity requesting certification to be a third-party notifier to submit the required information to the Leader, Measurement Technology Group, Mail Drop: E143-02, 109 T.W. Alexander Drive, P.O. Box 12055, Research Triangle Park, NC 27711. The required submission information includes general information on the organization requesting the certification, qualifications for the certifying official, which measurement technologies will be used, standard operating procedures for data review, records management processes, and a Quality Management plan. The required information is not intended to be onerous, however these basic requirements are consistent with the EPA's internal data review process and are in place to ensure that notifications being provided to the EPA are actionable and accurate. We are also requiring third-party notifiers to maintain the relevant records from surveys conducted or sponsored by the third party, including data used to evaluate the validity of a super-emitter event but which is not required to be submitted as part of the notification.

In addition, the final rule defines the Administrator's authority to approve or disapprove certifications as a third-party notifier, clarifies when third parties must be certified, and provides greater detail on the process to revoke certifications. The EPA agrees with commenters' points that the program should be run transparently, and the identification of all certified third-party notifiers shall be posted on the EPA website at https://www.epa.gov/emc*third-party-approvals* with a corresponding third-party notifier ID. The EPA disagrees with the comment that third parties must be recertified at a specific frequency; instead, the final rule requires third parties to amend their certification (*i.e.*, recertification) to account for any significant changes in their technology or other elements of their certification. The EPA considers it important to require third parties to amend their certification to account for the advancement in the methane detection technology and will structure the program to quickly evaluate these amendments.

Finally, the EPA agrees with the commenters that the Agency should expand the circumstances in which a third party can be removed from the list of approved notifiers. With the EPA's central role in handling super-emitter notifications, we have expanded the circumstances to include removal of a third party that has made material

changes to their process without amending their certification, if a certified third-party notifier has repeatedly submitted data with significant errors, or if the third-party notifier engages in an illegal activity during the assessment of a super-emitter event (*e.g.*, trespassing). We are also finalizing the proposed provision that the Administrator revoke a certification upon receiving a petition from an owner or operator documenting that it has received three or more notices with materially erroneous information on a super-emitter event at the same well site, centralized production facility, or compressor station, submitted to the EPA by the same third-party notifier. Since the 2022 Supplemental Proposal, the EPA has improved the robustness of the Super Emitter Program by establishing specific and detailed criteria to ensure the qualifications of third parties who can be certified and the quality and accuracy of the data that the EPA will accept from the certified third parties; further, the EPA will review the submitted data for completeness and accuracy before issuing any notice of a super-emitter event to an identified owner or operator. The EPA believes that these safeguards will minimize, if not eliminate, issuance of clearly erroneous notices; however, there may be errors in the submitted information that cannot be readily discerned by the third-party notifier or the EPA, at least not without more time, which would undermine the Program's objective to provide owners and operators timely information to identify and address super-emitter events. In light of the above, the EPA believes that revoking a third-party's certification after three times of submitting data with material errors on the same facility is an appropriate balance between providing owners and operators timely notifications of super-emitter events at their facilities and minimizing the likelihood and therefore burden of owners and operators having to respond to notices with material erroneous information.

3. Notifications by the Third Party and Requirements

We received several comments on ways to improve the notification process in the Super Emitter Program. This section of this document presents a summary of significant comments received on the handling of notifications and the EPA's response to those comments, as well as changes the EPA has made to account for those comments, including a central role for the EPA in collecting and reviewing

<sup>332</sup> EPA-HQ-OAR-2021-0317-2428.

<sup>333</sup> EPA-HQ-OAR-2021-0317-2406.

<sup>336</sup> EPA-HQ-OAR-2021-0317-2168.

third-party reports of super-emitter events and providing notifications.

Comment: Several commenters 338 339 expressed that super-emitter data should be published by the EPA and that the EPA should manage all data that is to be public and establish a protocol for when and what types of specific details of a potential superemitter emissions event are published. Another commenter suggested that the EPA should maintain a public database of all super-emitter notifications by certified third-party reporters. Still another commenter strongly disagreed that the EPA should promptly make such reports available to the public online and recommended that the EPA should provide time to verify or authenticate the information from third parties and allow owners or operators to review and respond to the information.

Several commenters <sup>340</sup> stated that notifiers should be required to provide proof of the event such as time, date, location, and visual evidence of leak origin. One commenter <sup>341</sup> said that the EPA should show discretion in accepting information provided by third parties as proof that a super-emitter exists, including quantification of the super-emitter. Still other commenters 342 were concerned that the notifications are based on a snapshot in time, which they asserted was not sufficient, and that the EPA should establish criteria for the third party to demonstrate that excessive rates of methane are occurring for an extended period of time.

Several commenters 343 344 345 expressed concern that the December 2022 Supplemental Proposal did not state the amount of time required for notifications following the detection of a super-emitter. Many of these commenters discussed how the time required may be dependent on the type of remote sensing technology, the ability to identify the relevant operator, and the capabilities of the third-party notifier. In these individuals' comments, the commenters provided a range of potential suggested requirements for providing notifications, from 1 day to a few weeks. Some of these commenters identified that timely notification would lead to earlier mitigation, but more importantly that some of these superemitter events are intermittent and investigation into their cause is more

- <sup>342</sup> EPA–HQ–OAR–2021–0317–2483.
- <sup>343</sup> EPA–HQ–OAR–2021–0317–2202.
- 344 EPA-HQ-OAR-2021-0317-2301.

effectively performed closer to the event and would aid in prevention. An additional commenter <sup>346</sup> raised concern that information received several months after a detection will likely be challenging for operators to utilize effectively.

Finally, one commenter <sup>347</sup> suggested that third parties should attest that the notifier is an EPA-approved entity for providing the notification and that the information was collected and interpreted as described in the notification. The commenter went on to explain that a signed certification provides fidelity to the requirement that the information is coming from a verified source. The commenter believes that this can be in the form of a weblink that traces back to the EPA's website hosting the list of third-party notifiers.

*Response:* The EPA agrees that the program will be more effective with the EPA in a centralized role to accept and review third-party submittals and make the notifications to an owner or operator in a timely manner, and so we are revising the final rule to include a substantial oversight role for the EPA. The EPA also agrees with those commenters who assert that it is important that these data should be public, and to address these comments, the EPA is developing a Super Emitter Program Portal to be found at the following URL, https://www.epa.gov/ super-emitter. The Portal will serve to manage the data associated with the Super Emitter Program, including data coming into the system from EPAcertified third parties, providing notifications from the EPA to affected owners or operators, responses back from the owner or operators, and display of the super-emitter data. This portal and the underlying data management system from which it is built will allow the EPA to quickly review incoming data for accuracy and completeness, allowing for timely notification of verified data to owner or operators.

The EPA does not agree with the commenters that verified data should not be public until such time that an owner or operator has a chance to review and respond to the information, and the EPA believes it is important that this program is operated transparently. However, the EPA is conscious of these commenters' concerns that many of the oil and gas basins are dense with sites and that uncertainty in the spatial resolution of some of the remote sensing platforms may make correct identification of the owner or operator

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challenging. Therefore, the EPA will not identify the attribution of the superemitter source until the notified owner or operator of a site has the opportunity to respond; this will be further discussed later in this section.

The EPA agrees with those commenters that the third-party notifiers must be able to provide proof of a super-emitter event and therefore the final rule has defined the information that must be submitted by the third party into the Super Emitter Program Portal. Only those individuals and organizations that have been certified will be able to access the notification portion of the portal. The required information that must be supplied with the notification are the: third-party notifier ID; date of detection of the super-emitter event; location in latitude and longitude; owner, or operator of a well site within 50 meters of the identified latitude and longitude, if available; detection technology used; documentation (e.g., imagery) of the super-emitter event and from which it is detected; quantified emission rate; and associated uncertainties. The EPA also agrees with those commenters that the EPA super-emitter data must be supplied in a timely manner and therefore in this final rule we are requiring that notifications must be supplied to the EPA within 15 days after the detection event; we believe this is a reasonable amount of time within which to acquire the data, verify the data, and identify an owner or operator, consistent with the importance of quick notification. In the final rule, to ensure that the EPA is providing actionable information to the owners or operators, the EPA will not review and/or provide any notifications to an owner or operator unless the third-party notification is received within 15 days after detection of the super-emitter event. Furthermore, the EPA agrees that a third party must attest to the accuracy of their notification and in the final rule we now include an attestation statement to be signed by the certifying official.

Information that is received within 15 days after detection and is attested, complete, and found to be accurate to a reasonable degree of certainty will be assigned a unique notification number, provided to the identified owner or operator as quickly as possible, and the notification will be made public at *https://www.epa.gov/super-emitter* at the same time. However, the initial public notification will not include the identity of the owner or operator, so that the notified owner or operator has an opportunity to respond before attribution is posted.

<sup>&</sup>lt;sup>338</sup> EPA–HQ–OAR–2021–0317–2409.

<sup>&</sup>lt;sup>339</sup> EPA-HQ-OAR-2021-0317-2399. <sup>340</sup> EPA-HQ-OAR-2021-0317-2453.

<sup>&</sup>lt;sup>341</sup> EPA–HQ–OAR–2021–0317–2399.

<sup>345</sup> EPA-HQ-OAR-2021-0317-2409.

<sup>&</sup>lt;sup>346</sup> EPA-HQ-OAR-2021-0317-2221.

<sup>347</sup> EPA-HQ-OAR-2021-0317-2428.

# 4. Requirements for Owners and Operators

We received several comments on the December 2022 Supplemental Proposal on the required actions when owners or operators receive notification of a superemitter event as part of the Super Emitter Program. This section of this document presents a summary of significant comments received regarding the follow-up investigations, requirements for any necessary repairs, and reporting the results of those investigations to the EPA, and the EPA's response to those comments. This section also details changes the EPA has made in the final rule to account for those comments, changes in the final rule concerning the EPA's central role in handling responses from the owner or operator, and changes in the final rule reflective of this program as a compliance assurance program.

We received several

comments 348 349 350 supporting the requirement that owners or operators investigate the source and cause(s) of significant emissions events that are brought to an operator's or owner's attention. More than a few of these commenters took issue with our proposed use of "root cause analysis" for investigating potential causes of super-emitter events. Specifically, one comment argued that the concept of "root cause analysis" is embedded in numerous other regulatory and nonregulatory programs and has varied meaning and purpose in each application, and another commenter asserted that the phrase "root cause analysis" has connotations that lead to a much more involved process than the EPA appears to have envisioned in the December 2022 Supplemental Proposal. Many of these commenters suggest that "root cause analysis" be replaced by "investigative analysis," broadly meaning the owner or operator must determine whether an emissions event has occurred and take steps to ensure that it will not happen again.

We received several comments discussing the suitability of the timelines provided in the December 2022 Supplemental Proposal. Several commenters <sup>351</sup> <sup>352</sup> indicated the proposed 5 days to initiate root cause and 10 days to complete corrective action are inadequate, as some locations are remote in nature or, in some instances, may require longer timeframes to obtain equipment or

<sup>350</sup> EPA–HQ–OAR–2021–0317–2326. <sup>351</sup> EPA–HQ–OAR–2021–0317–2305. schedule service companies to complete the corrective action. Some of these commenters recommended that the EPA provide owners or operators with 14 business days to conduct an analysis of the incident and provide the EPA with recommended actions to avoid future occurrences; one commenter also suggested that if analysis cannot be conducted within 14 business days, the owner or operator should notify the EPA and let the Agency know when the analysis will be available, which in no event may exceed 90 days.

The EPA also received several comments regarding the potential causes for super-emitters and what the appropriate steps should be for investigating super-emitter events. One commenter 353 reasoned that many of the super-emitter events of this magnitude are caused by unlit flares and tank malfunctions and that in those cases owners and operators should be able to fix the underlying issue quickly. Another commenter 354 identified that super-emitter emissions may be caused by an anticipated, short-duration event such as operations and maintenance activity at the site. Several commenters <sup>355</sup> <sup>356</sup> raised that for sites with validated continuous monitoring systems, these systems will very likely already have noted and mitigated superemitter events before even receiving a notification.

Regarding whom is subject to the Super Emitter Program, the EPA received some comments that no investigative analysis should be required if the emissions are not associated with an affected facility under NSPS OOOOb. Another commenter <sup>357</sup> contends that the EPA has broad authority under CAA section 114 to accept and use third-party monitoring data for purposes related to CAA section 111, including ensuring compliance.

The EPA received several comments on how best to manage super-emitter event reporting after receipt of a superemitter notification. A commenter <sup>358</sup> explores the possibility that an owner or operator should only be reporting to the EPA when the facility owner or operator confirms the super-emitter event; this commenter also discussed the EPA's developing a document repository for the notices to operators it receives as well as the reports sent by the owners and operators in response. A few commenters 359 360 representing state and Tribal authorities request that all subsequent reports and submittals should also be copied to the state, to aid states' compliance efforts under the Super Emitter Program and to provide information that states can use in their own compliance and enforcement efforts. Several commenters raised concerns regarding either the misidentification of an operator's facility or inaccurate quantification of super-emitter emissions. Another commenter requested that we maintain the language referenced in the December 2022 Supplemental Proposal preamble to allow that owners and operators would have the opportunity to rebut any information in a notification provided by the qualified third parties in their written report to the EPA, by explaining where appropriate that: there was a demonstrable error in the third-party notification; the emissions event did not occur at a regulated facility; or the emissions event was not the result of malfunctions or abnormal operation that could be mitigated.

The EPA is finalizing the Super Emitter Program as primarily a compliance assurance program and is not maintaining the root cause analysis and corrective action requirements from the December 2022 Supplemental Proposal. The EPA acknowledges the commenters' concern with the use of the ambiguous root cause and corrective action language for this sector and is in the final rule defining a set of investigations that an owner or operator must perform when provided with a super-emitter notification. The EPA is maintaining the requirement from the supplemental proposal that the owner or operator of a well site, centralized production facility, or compressor station must initiate an investigation within 5 calendar days after a notification, and based on comment we are extending the period to conduct the investigation to 15 calendar days. These time periods are appropriate given the very large emissions associated with super-emitter events; it is important that owners and operators respond quickly to these very large emissions events and take immediate action to stop them. Many operators have noted to the EPA that prompt notice of super-emitter events is important to them exactly for this reason.

The EPA has defined a series of required investigations in the final rule, designed to target these very large emissions events as part of a compliance assurance program. In response to

<sup>&</sup>lt;sup>348</sup> EPA–HQ–OAR–2021–0317–2627.

 $<sup>^{349}\</sup>mathrm{EPA-HQ}{-}\mathrm{OAR-2021-0317-2483}.$ 

<sup>&</sup>lt;sup>352</sup>EPA–HQ–OAR–2021–0317–2409.

<sup>&</sup>lt;sup>353</sup> EPA–HQ–OAR–2021–0317–2433.

<sup>&</sup>lt;sup>354</sup>EPA–HQ–OAR–2021–0317–2326.

<sup>355</sup> EPA-HQ-OAR-2021-0317-2284.

<sup>356</sup> EPA-HQ-OAR-2021-0317-2333.

 $<sup>^{357} {\</sup>rm EPA-\!HQ}\text{-}{\rm OAR}\text{-}2021\text{-}0317\text{-}2433.$ 

<sup>&</sup>lt;sup>358</sup> EPA–HQ–OAR–2021–0317–2193.

<sup>359</sup> EPA-HQ-OAR-2021-0317-2241.

<sup>&</sup>lt;sup>360</sup> EPA-HQ-OAR-2021-0317-2177.

comments, the investigations are designed to minimize the time and resources associated with conducting these investigations. Upon receiving a super-emitter notification by the EPA, a recipient is first required to determine if it is the owner or operator a well site, centralized production facility, or compressor station within a radius of 50 meters from the latitude and longitude provided in the notification, and if not, the recipient's investigation is complete. If the recipient does own a well site, centralized production facility, or compressor station within a 50-meter radius, it must determine the applicability of any equipment under 40 CFR part 60, subpart OOOO, OOOOa, or OOOOb, and/or a state or Federal Plan implementing subpart OOOOc, and is required to perform the investigations as defined in that applicable subpart. However, for ease of use, the investigations in each of these subparts are identical. We agree with the commenters that the largest potential for super-emitters is from maintenance events and failure of controls and, as such, have incorporated elements into the investigations under the requirements for maintenance and controls to identify potential causes. Specifically, the investigation incorporates the review of any maintenance events (e.g., liquid unloading) conducted from the date of detection until the start date of the investigations; and the review of process monitoring data (e.g., SCADA systems) from control devices to identify any potential causes of a super-emitter event. We also agree with the commenters that methane monitoring surveys and/or continuous emissions monitoring conducted from the date of detection until the start date of the investigations would have identified the presence or absence of a super-emitter event and when an event is identified the owner or operator could quickly identify the cause(s). All these investigations are designed to leverage actions potentially being performed or recorded as part of daily operation of a site and are effective tools for identifying large emissions events. The EPA also recognizes that all sites will not have continuous monitoring systems and that the owner or operator is likely not to have conducted fugitive monitoring between the date of detection and the notification; in those events we are requiring the owner or operator to conduct screening for a super-emitter event using either OGI, EPA Method 21, or an approved alternative test method(s) approved per 40 CFR 60.5398(d).

The EPA has restructured the reporting requirements for owners and operators in the final rule to be consistent with the change in the program to focus on compliance assurance and to account for the revised investigation requirements in the rule. While some commenters suggested that only confirmed super-emitter events should require reports, it is important for an owner or operator to report the results of their investigation in any case, as the absence of a super-emitter event is equally as important as the confirmation for the EPA, the state, local, or Tribal authority, and the general public. As such, we are requiring any owner or operator who receives a notification to report the finding of their investigation. The EPA agrees with these comments requesting that these owner or operator superemitter reports be readily accessible, so the EPA is requiring that these reports be submitted through the Super Emitter Program Portal to aid in the public display of data. The EPA also agrees with those state and Tribal authorities that super-emitter reports should be available to the states at the time of reporting, and the Super Emitter Program Portal will include a function to notify a state, local, or Tribal authority when notifications and/or reports from their jurisdiction are received. The EPA is requiring that owners or operators report the findings within 15 days after receiving a notification of a super-emitter event; this marks the final day of the investigation period and is a timeline that is consistent with criteria in the December 2022 Supplemental Proposal for reporting initial corrective action. We acknowledge that we received comment from industry requesting longer timelines for corrective actions. Due to the large size of these emission events, the EPA considers the 15 days requirements a reasonable timeframe within which to conduct and report the required investigations to determine if the emission event is ongoing is consistent with the objective of this program to provide actionable information to owners or operators of facilities experiencing large emissions events, so they can investigate and perform repair if needed. The superemitter program does not place any additional requirements or timeline to repair (i.e., corrective actions) the source of these large emission events that are not already included in the rule, however the final rule does include reporting requirements if the emission events are ongoing at the time of the initial report submittal.

The level of reporting required by the owner or operator is dependent on the results of the investigation and the super-emitter event. The owner or operator of a site within 50 meters from the latitude and longitude in the notification is required to provide the super-emitter event notification ID, general identification of the facility, whether the equipment on the site is subject to regulation under the applicable subpart, and whether you were able to identify the super-emitter event. If the owner or operator is able to identify a super-emitter event, the owner or operator would also report if the equipment was subject to an applicable regulation (including the applicable subpart), whether or not the super-emitter event is ongoing at the time of reporting, and, if the superemitter event is not ongoing at the time of reporting, the actual or estimated date and time when the event ended. If the super-emitter event is ongoing at the time of reporting, the owner or operator would provide a short narrative of the plan to end the super-emitter event, including an expected end date of the event, and the owner or operator would be required to update the initial report within 5 days after the actual end date of the super-emitter event.

Finally, we acknowledge the commenters' concerns that a third party may either misidentify a site's owner or operator or provide inaccurate data, and we agree with the commenters that owners and operators should have the opportunity to refute the information provided by the third party. The revised program in this final rule will give the owner or operator the opportunity to respond before the emissions event is attributed to a particular owner or operator, through posting of the report that the owner or operator submits to the EPA though the Super Emitter Portal.

5. Recordkeeping and Reporting Requirements for Process Controllers Not Included in the Affected Source

*Comment:* Commenters pointed out that 40 CFR 60.5420b(b)(7) requires owners and operators to submit an identification of all process controllers that are not powered by natural gas in the initial annual report, and such controllers are not covered by the definition of the affected facility for process controllers for NSPS OOOOb. The commenters recommended that owners or operators only be required to maintain records and submit information sufficient to determine compliance with the regulations. The commenters contend that having requirements for equipment that is not

part of an affected facility exceeds the EPA's authority granted under CAA section 111 and add that there is no environmental benefit to keeping or submitting information for equipment that cannot have emissions. The commenters recommended that the EPA delete any reporting or recordkeeping requirements for these controllers from the final regulations.

Response: After considering this comment, we have determined that it is appropriate in this instance to require identification of the equipment that is included in the affected facility, rather than the equipment that is not part of the affected facility. The process controllers included in the affected facility are those that are subject to the emissions standards, whereas process controllers not included in the affected facility are not subject to the emissions standards in the final rule and also mostly have no potential to emit methane or VOCs. Therefore, we have revised the recordkeeping requirements to require identification only of controllers that meet the finalized definition of an affected facility, which are those process controllers that are driven by natural gas and that are not ESDs.

## D. Process Controllers

Process controllers are among the largest sources of methane and VOC emissions in the source category. In the December 2022 Supplemental Proposal, the EPA proposed for both the NSPS OOOOb and EG OOOOc to define the process controller affected facility, and designated facility, as the collection of all natural gas-driven process controllers at a site. The December 2022 Supplemental Proposal, like the November 2021 Proposal, proposed two different standards for process controllers. For affected facilities that are not located in Alaska, the EPA proposed a zero-emissions standard and explained that it could be achieved with any one of several available technology options that many owners and operators are already deploying to varying degrees, including the use of electric controllers or compressed air systems (powered by the grid or by an onsite generator), solar-powered controllers, and natural gas-driven controllers that are self-contained or that are routed to a process. For affected facilities that are located in Alaska and do not have access to grid power, the EPA proposed a low-bleed emissions standard for continuous vent process controllers and a requirement that intermittent process controllers be periodically monitored for leaks and malfunctions using OGI.

A number of comments were received on aspects of the proposed NSPS OOOOb and EG OOOOc zero-emissions standard. This included comments on the costs and emissions estimates that supported the BSER analysis. These comments and the EPA responses are provided in section XI.D.1 of this document. The EPA received other comments related to the zero-emissions standard, including comments regarding access to reliable electricity and the technical feasibility of solar-powered controllers, routing emissions from natural-gas driven controllers to a control device, the potential impacts on small businesses, and the secondary emissions from the use of onsite generators. These comments and the EPA's responses are provided in section XI.D.2 of this document. Section XI.D.3 summarizes the refreshed BSER analysis and conclusions for the final rule. Comments were received regarding the compliance dates for both the NSPS and the EG. These comments and the EPA's responses are provided in section XI.D.4 of this document. The EPA also received comments regarding proposed recordkeeping and reporting requirements for process controllers not included in the affected facility and the criteria that would determine whether a process controller was modified or reconstructed. These comments, along with the EPA responses and the resulting rule changes, are provided in sections XI.D.5 and D.6 of this document. The EPA's full response to comments on the November 2021 Proposal and December 2022 Supplemental Proposal, including any comments not discussed in this preamble, can be found in the EPA's RTC document for the final rule.<sup>361</sup>

In addition to the changes made to the final NSPS and EG to address these comments, one other change in terminology was made to address confusion in comments related to the types of equipment that may be used to perform the functions of process controllers. That change is discussed in section XI.D.7 of this document.

#### 1. BSER Cost Analysis

As described in the December 2022 Supplemental Proposal,<sup>362</sup> the EPA reviewed a range of technologies (control options) for limiting or avoiding GHG (methane) and VOC emissions from process controllers. The EPA concluded that adequately demonstrated zero-emissions pneumatic controller systems were available throughout the production and the transmission and storage segments. To evaluate the costs of these systems, the BSER analysis for the December 2022 Supplemental Proposal was performed for three model plant sizes in both the production and the transmission and storage segments. These model plant sizes were based on the number of natural gas-driven pneumatic controllers at a site: 4 controllers for the "small" model plant, 8 controllers for the "medium model plant," and 20 controllers for the "large" model plant. For new sources, these controllers were broken down by low-bleed and intermittent vent. For existing sources, there was also one high-bleed controller for each model plant size. The zeroemissions options analyzed for each model plant were: electric controllers powered by the grid, electric controllers powered by solar energy, compressed air systems powered by the grid, and compressed air systems powered by an onsite generator. As a result, the EPA's cost analysis considered sites both with and without electrical service (grid power). Based on this analysis, the EPA concluded that there was at least one option for each model plant size with a cost effectiveness value that is within the range the EPA considers to be reasonable for the purposes of this rulemaking.363

The EPA received and considered comments that resulted in updates to its cost analysis. These updates focused on model plants as well as the capital recovery periods for several options, and the option of using a generator to power electric controllers at sites without grid electricity was added. Each of these issues is discussed in more detail below.

*Comment:* One commenter <sup>364</sup> recommended that the EPA gather additional information to create a representative gathering and boosting compressor station model plant. They indicated that gathering and boosting compressor stations typically have many more than 20 controllers and require air compressors larger than 20 horsepower, as the EPA assumed in the "Large Model Plant" for production sites. Another commenter <sup>365</sup> indicated that some multi-well sites, central production facilities, and compressor

<sup>&</sup>lt;sup>361</sup> Standards of Performance for New, Reconstructed, and Modified Sources and Emissions Guidelines for Existing Sources: Oil and Natural Gas Sector Climate Review. Response to Public Comments on the November 2021 Proposed Rule and the December 2022 Supplemental Proposed Rule (86 FR 63110, November 15, 2021; 87 FR 74702, December 6, 2022).

<sup>&</sup>lt;sup>362</sup> 87 FR 74764 and 74765, December 6, 2022.

 $<sup>^{363}\,87</sup>$  FR 78768, December 6, 2022.

<sup>&</sup>lt;sup>364</sup> EPA–HQ–OAR–2021–0317–2399.

<sup>&</sup>lt;sup>365</sup> EPA–HQ–OAR–2021–0317–0808.

stations may contain 100–200 controllers.

One commenter <sup>366</sup> indicated that the EPA's small, medium, and large model plants do not reflect the actual average size of transmission and storage facilities based on the average size reported in EPA's GHGI, and that the EPA should increase the size of its model plants to accurately reflect average plant sizes.

A commenter <sup>367</sup> noted that intermittent controllers represent most of the pneumatic devices in operation within the petroleum and natural gas system segments today.

*Response:* In response to these comments, the EPA made the following updates to the controller model plants.

• Two new "midstream" model plants were added to represent gathering and boosting stations. The small midstream model plant contains 20 pneumatic controllers, and the large midstream model plant contains 100 pneumatic controllers.

• The three transmission and storage model plants used in the supplemental analysis were replaced by a small transmission and storage model plant (30 pneumatic controllers) and a large transmission and storage model plant (50 pneumatic controllers).

• The breakdown of controllers at the new small production model plants was updated to reflect a higher percentage of intermittent vent controllers. For new sources, the supplemental analysis assumed two low bleed and two intermittent vent controllers. This was updated to one low bleed and three intermittent vent controllers.

*Comment:* One commenter <sup>368</sup> pointed out that for electric-powered compressed air systems, the EPA applied an annualization period of 15 years as opposed to the 6-year period in the 2021 Carbon Limits study.

*Response:* The EPA agrees with the commenter that, while the EPA correctly applied the cost estimates from the 2021 Carbon Limits study, the EPA incorrectly applied an annualization period of 15 years instead of the 6-year period in the Carbon Limits cost estimates. This realization caused the EPA to review all the capital recovery annualization periods for the zero-emissions options. This led to the following updates for the capital recovery annualization periods in the analysis.

• For electric controllers powered by the grid, from 15 years to 6 years.

• For solar-powered electric controllers, from 15 years to 10 years.

• For instrument air systems powered either by the grid or from generator from 15 to 6 years.

Comment: Commenters submitted information to support the EPA's understanding that zero-emitting options for process controllers are technologically and economically reasonable. As a result of comments submitted in response to the December 2022 Supplemental Proposal, the EPA engaged in a clarification discussion with EQT regarding its process controller replacement program.<sup>369</sup> The EPA learned that EQT Corporation, one of the largest producers of natural gas in the U.S., successfully implemented a program to replace over 8,000 natural gas-driven controllers at their sites.370 EQT announced the replacement initiative in June 2021, and has completed the project. While EQT explored a variety of zero-emitting options, the option they found most effective was the use of generators to power electric controllers.

*Response:* Although the EPA evaluated the use of generators to power compressed air systems for process controllers at sites without grid electricity, the EPA did not consider the use of generators to power electric controllers at sites without grid electricity in the December 2022 Supplemental Proposal. Using available information, the EPA estimated costs for systems using electric controllers powered by a generator. The EPA estimates the capital costs for these types of systems to range from just under \$29,000 for the smallest production model plant to over \$350,000 for the largest midstream model plant and the annual costs to range from around \$8,500 for the smallest production model plant to over \$55,000 for the largest midstream model plant. For summary information on the cost effectiveness of the analyzed available control options, see tables 18 and 19. For more complete information on the cost analyses conducted for process controllers, see the TSD for the final rule.

#### 2. Zero-Emissions Standard

*Comment:* Several commenters remarked that it would be difficult for some sites to comply with the zeroemissions standard for process controllers due to a lack of access to electrical power at rural locations. Several commenters noted that sites are sometimes miles away from the existing electrical grid, and others mentioned that there can be challenges to connecting to a nearby grid, such as with right-of-way issues for placement of power lines.

*Response:* The commenters appear to suggest that the zero-emissions standard is only feasible if electrical grid power is available to sites. The EPA disagrees that grid power is necessary to comply with the zero-emissions standard for process controllers. The zero-emissions standard is technology-neutral and does not require that energy from the electrical grid be used to power controllers. There are many other technologically feasible and costeffective options that are available to owners or operators to achieve zero emissions from process controllers, including self-contained controllers, solar-powered controllers, controllers powered by electric generators, and controllers that have their emissions routed to a process. As noted here, these options that are not powered by electricity from the commercial power grid are cost-reasonable. These options are discussed further in the December 2022 Supplemental Proposal (87 FR 74763).

Comment: The December 2022 Supplemental Proposal included discussion of the technical viability of solar-powered process controllers.<sup>371</sup> While many commenters on the November 2021 Proposal expressed the opinion that solar-powered process controllers were not a viable option due to perceived technical limitations, one commenter cited a study by Carbon Limits 372 that demonstrated solarpowered controls installed at well sites in remote and cold locations such as Northern Alberta and British Colombia have been proven to operate properly without major reliability issues. Several commenters on the December 2022 Supplemental proposal continued to state that solar-powered process controllers would not be feasible in some situations and specifically addressed the EPA's reliance on the Carbon Limits report. For example, one commenter indicated that the Carbon Limits report focuses on the reliability of solar power systems in colder climates, not areas with limited sun exposure. As a result, the commenter points out, the Carbon Limits study does not address the reliability of solarpowered systems in areas with limited sun exposure, such as West Virginia, or in canyons and mountain valleys.

<sup>366</sup> EPA-HQ-OAR-2021-0317-2433.

<sup>&</sup>lt;sup>367</sup> EPA-HQ-OAR-2021-0317-2446.

<sup>&</sup>lt;sup>368</sup> EPA-HQ-OAR-2021-0317-2428.

<sup>&</sup>lt;sup>369</sup> See June 7, 2023, meeting memorandum in EPA–HQ–OAR–2021–0317.

<sup>&</sup>lt;sup>370</sup> https://www.eqt.com/responsibility/ pneumatic-device-replacement/.

<sup>&</sup>lt;sup>371</sup> 87 FR 74764, December 6, 2022.

<sup>372</sup> EPA-HQ-OAR-2021-0317-1451.

Commenters also noted that other factors limit the feasibility of including solar-powered systems at sites that have significant numbers of foggy or cloudy days, or high amounts of ice or snowfall, and in cold locations where battery storage could be negatively impacted. The commenters state that reliance on solar power leaves sites subject to the weather and possibly effectively shut down for days. One commenter noted that solar power may not be feasible for gathering and boosting operations, which have larger footprints and substantially greater power needs than other types of operations.

Response: Some commenters contend that solar power is not a feasible option to use for controllers at some sites because of perceived technical limitations. Considering that the electrical power needed by each controller is relatively low,<sup>373</sup> the EPA reasonably expects that a solar power system can be sized with the appropriate number of panels and batteries to power process controllers at most, if not all, sites. The EPA does not agree with commenters' claim that powering process controllers with solar power is technically infeasible. The EPA has examined these claims from commenters and finds that solar technology has advanced such that it has overcome previous technical limitations and is now a technically viable control option. Further, the use of solar power is not required by this rule. Another control option determined to be cost-effective at all sites, based on the EPA's BSER analysis, is the use of a generator to power electric process controllers, and the use of a generator to power a compressed air system was cost-effective at larger sites. Other options available to meet the zeroemissions standard at sites without grid power and without using solar power include self-contained process controllers, or routing emissions from controllers to a process, although costs were not evaluated for these two options.

Regarding the suggestion that compliance with the zero-emissions standard is infeasible at sites requiring a large electricity demand because solar power would not adequately supply this amount of power, we note that most gathering and boosting stations and transmission and storage sites already have electrical grid power at the site. However, as evidenced by the tables below in this section that summarize the cost analyses, sites that are not connected to the grid have one or more cost-effective alternatives other than using solar power (using a generator to power electric controllers or a compressed air system), and the owner/ operator is able to choose their preferred compliance option for each site.

Comment: Several commenters requested that the EPA allow owners or operators to route emissions from process controllers to a control device that achieves 95 percent control. The commenters report that this would be a cost-effective emissions reduction method for the many sites that have control devices onsite already. Other commenters remark that they are already routing emissions from process controllers to control devices and that requiring a zero-emissions standard for units already controlled by 95 percent or more requires the same capital and annual investment, but with little additional emission reduction over the baseline.

Response: We evaluated the use of control devices achieving 95 percent pollution control in our analyses for the December 2022 Supplemental Proposal.<sup>374</sup> This control option was determined not to be the BSER for new or existing sources and was not used to develop the process controller standards for the NSPS or the presumptive standards in the EG. Zero emissions from new and existing process controllers was shown in our analyses to be technically achievable through several available options, including the use of self-contained controllers, electrical controllers powered by electricity from the grid or solar power systems, or controllers powered by compressed air using electricity from the grid or from electric generators, and by routing emissions to a process. The EPA has also shown that at least some of these available options are costeffective for different types of facilities (model plants). Since these options achieve a rate of zero GHG (methane) and VOC emissions, compared to an emission rate of up to 5 percent of the baseline emissions through the use of a control device, we have not changed our determination that a zero-emissions option is the BSER. The baseline that the EPA used for the BSER analysis did not assume that emissions from the collection of process controllers was already being controlled at a 95 percent reduction because EPA does not have information indicating that any sizable portion of the industry is already being controlled at that level. While the EPA acknowledges that some process

controllers may be subject to state-level regulations that result in such controls (95 percent reduction compared to uncontrolled emissions), the EPA does not have information indicating how prevalent such controls are for existing sources and therefore could not reasonably assume that such level of control reflected an accurate representation of a typical industry source, or even a typical source in a particular state or geographic region. While some state regulations may include a provision that could require certain process controllers to reduce emissions by 95 percent or more, those same regulations also include various exemptions, variances, and applicability thresholds that make it unclear which sources are actually achieving the 95 percent reductions. The EPA did not have sufficient information on this issue to alter the BSER analysis. The Agency was not presented with data or any empirical evidence to show how many, or which, sources are currently being controlled to this extent. The Agency was not compelled to alter the BSER analysis because of the anecdotal accounts provided by commenters. However, when developing state plans for the implementation of the EG for existing sources, states have the ability through RULOF to apply a less stringent standard with an appropriate demonstration in accordance with the requirements of 40 CFR part 60, subpart Ba.

Comment: Several commenters request that the EPA consider allowing the use of low-bleed or intermittentbleed pneumatic controllers at low production/small sites. The commenters noted that some older facilities currently have very little throughput, and therefore low emissions from pneumatics due to infrequent activation. They also noted that low-producing wells could be close to the end of their production cycle life and may only contain a limited number of controllers. The commenters add that the complete retrofit of a low-producing facility is likely cost-prohibitive based on well economics and could result in many low production wells or stripper well

sites shutting in production. *Response:* As demonstrated in analyses conducted for the December 2022 Supplemental Proposal and the refreshed analysis conducted for the final rule (see section XI.D.3 below), we found zero-emissions options to be costeffective even at small sites (*i.e.*, four process controllers at the site in our smallest model plant scenario). The emission factors used in the analyses are average emission factors, which are based on emissions from many sites

<sup>&</sup>lt;sup>373</sup> Estimate of 0.08 amps/controller in Carbon Limits. (2016) Zero emission technologies for pneumatic controllers in the USA—Applicability and cost effectiveness.

<sup>&</sup>lt;sup>374</sup> 87 FR 76765. December 6, 2022.

with varying actuation frequencies. There is considerable evidence that malfunctioning natural gas-driven intermittent vent controllers are a significant source of emissions and the emissions from an intermittent controller that is malfunctioning and venting continuously are not related to the actuation frequency. While sites with controllers that actuate infrequently may have lower than the average emissions, the cost effectiveness values for at least some zero-emissions control options (i.e., electric controllers powered by the grid, by solar power, and by power created by an onsite generator) are comfortably within the range that the EPA considers to be acceptable (see 87 FR 74762), such that even if emissions were less than onequarter of the average (which the EPA can reasonably expect to be rare), the EPA would still consider the costs acceptable given the emissions reductions that would be achieved.

Further, while the emissions from natural gas-driven pneumatic controllers at a small site may be low in comparison to those from a central production facility or gathering and boosting station, the sheer number of small sites means that the cumulative methane emissions from these sites are significant. The EPA estimates that 47 percent of the total nationwide emissions from pneumatic controllers occurs from sites with less than four controllers. In a study funded by DOE's National Energy Technology Laboratory (DOE-NETL), GSI Environmental Inc. (2022) estimates that marginal natural gas and oil wells account for 59 percent and 37 percent of cumulative methane emissions from oil and natural gas production, respectively, and roughly half of cumulative methane emissions from combined oil and natural gas production. Similarly, Omara, et al. (2022), estimate that low production well sites account for roughly half (37-75 percent) of all oil and natural gas well site methane emissions. When considering the costs of the various control options in conjunction with the associated emission reduction of those same control options, the EPA found even for sites with relatively few

process controllers, it was cost-effective to achieve a zero-emissions standard. For additional discussion of marginal wells, see chapter 6 of the Final Rule TSD. Lastly, when developing state plans for the implementation of the EG for existing sources, states have the ability through RULOF to apply a less stringent standard with an appropriate demonstration in accordance with the requirements of 40 CFR part 60, subpart Ba.

*Comment:* Several commenters are concerned about the secondary emissions that will be created if natural gas-fired generators are used to power process controllers. The commenters are concerned that the operation of generators could result in increased cumulative nitrogen oxide (NO<sub>X</sub>) and VOC emissions as well as criteria pollutants and hazardous air pollutants (HAP). The commenters indicated that these emissions could potentially offset the emissions reductions from the methane and VOC, and these emissions from sites in ozone non-attainment areas could prevent those areas from gaining ozone attainment status.

*Response:* The EPA recognizes that if owners and operators elect to comply by installing and operating a generator, there will be secondary emissions generated from the fuel combustion: however, we have estimated the emissions that would be created by generators and found that they are far outweighed by the VOC and GHG (methane) emissions reduction that would be achieved by using process controllers that are not driven by natural gas. For the December 2022 Supplemental Proposal, while we did recognize that a commenter had provided estimates of these emissions, we did not separately analyze the secondary emissions that would be created if a generator was used to power this equipment.

We have now conducted that analysis and estimate that for a natural gas-fired generator to power this equipment, the secondary criteria pollutant emissions would be 43 pounds per year (lb/yr) CO, 306 lb/yr NO<sub>2</sub>, 6 lb/yr PM, and 3 lb/yr PM<sub>2.5</sub> for a 5 HP compressor and 172 lb/ yr CO, 1,222 lb/yr NO<sub>2</sub>, 26 lb/yr PM, and 13 lb/yr PM<sub>2.5</sub>, for a 20 HP compressor. The secondary GHG emissions generated as a result of this electricity generation are estimated to be 11,654 lb/yr CO<sub>2</sub>, 0.2 lb/yr methane, and 0.02 lb/yr N<sub>2</sub>O for a 5 HP compressor and 46,618 lb/vr CO<sub>2</sub>, 0.9 lb/vr methane, and 0.09 lb/yr  $N_2O$  for a 20 HP compressor. Considering the global warming potential of these GHGs, the total CO2 Eq. emissions would be 11,667  $lb/yr CO_2 Eq.$  from a 5 HP compressor and 46,666 lb/yr  $CO_2$  Eq. from a 20 HP compressor. With the total  $CO_2$  Eq. emissions from process controllers at a small site estimated to be 303,000 lb/yr and 7.5 million lb/yr for a large site, the total  $CO_2$  Eq. reduction from the use of zero-emissions process controllers powered by a generator running a compressed air system would be more than 95 percent when compared to the uncontrolled methane emissions from natural gas-driven controllers. No other secondary impacts are expected. Considering this information regarding secondary emissions, we continue to find that the BSER for reducing methane and VOC emissions from natural gasdriven controllers in the production and the transmission and storage segments of the industry to be the use of controllers that have methane and VOC emission rates of zero.

## 3. Final BSER Conclusions

Based on the updates discussed above in section XI.D.2, the EPA refreshed the BSER cost analysis for new sources. This analysis estimates the cost and emission reductions for the following zero-emissions options. For sites with access to electricity, the zero-emissions options include electric controllers and pneumatic controllers powered by compressed air systems. For sites without access to electricity, the zeroemissions options include solarpowered electric controllers, electric controllers powered by a generator, and pneumatic controllers driven by a compressed air system powered by an onsite generator. The results of these updated analyses are shown in table 18. For more detailed information on these cost estimates, see the TSD for the final rule.

# TABLE 18—SUMMARY OF PROCESS CONTROLLER SYSTEMS NOT DRIVEN BY NATURAL GAS COST EFFECTIVENESS ANALYSIS FOR NEW SOURCES

Location type	Cost effectiveness (\$/ton) <sup>a</sup>				
model plant controller system	Single pol	llutant	Multipollu	tant	
	Methane	VOC	Methane	VOC	
Sites With Elect	ricity	·			
Small Production:					
Electric controllers	\$378	\$1,360	\$189	\$680	
Compressed air	2,316	8,330	1,158	4,165	
Medium Production:	,	- ,	,	,	
Electric controllers	289	1,039	144	520	
Compressed air	1,270	4,569	635	2,285	
Large Production:	.,	.,		_,	
Electric controllers	235	847	118	423	
Compressed air	865	3,112	433	1,556	
Small Midstream:		0,=		.,	
Electric controllers	235	847	118	423	
Compressed air	865	3,112	433	1,556	
Large Midstream:	000	0,112	400	1,000	
Electric controllers	210	754	105	377	
Compressed air	485	1,745	243	872	
Small T&S:	405	1,745	243	072	
	566	2.026	283	1 019	
Electric controllers	566	2,036		1,018	
Compressed air	2,007	7,219	1,003	3,609	
Large T&S:	500	1 017	000	050	
Electric controllers	533	1,917	266	959	
Compressed air	1,951	7,018	975	3,509	
Sites Without Elec	ctricity				
Small Production:					
Electric controllers—Solar	276	991	138	496	
Electric controllers—Generator	1,393	5,012	697	2,506	
Compressed air—Generator	4,199	15,106	2,100	7,553	
Medium Production:	,	-,	,	,	
Electric controllers—Solar	215	774	108	387	
Electric controllers—Generator	795	2,860	398	1,430	
Compressed air—Generator	2,085	7,500	1,042	3,750	
Large Production:	2,000	7,000	1,012	0,700	
Electric controllers—Solar	179	643	89	322	
Electric controllers—Generator	665	2,394	333	1,197	
Compressed air—Generator	1,396	5,020	698	2,510	
Small Midstream:	1,000	5,020	000	2,010	
Electric controllers—Solar	179	643	89	322	
Electric controllers—Generator	665	2,394	333	1,197	
			698	2,510	
Compressed air—Generator	1,396	5,020	090	2,510	
Large Midstream:	100	501	01	001	
Electric controllers—Solar	162	581	81	291	
Electric controllers—Generator	370	1,333	185	666	
Compressed air—Generator	511	1,837	255	919	
Small T&S:	405	4 500	040		
Electric controllers—Solar	435	1,566	218	783	
Electric controllers—Generator	1,327	4,775	664	2,388	
Compressed air—Generator	2,725	9,804	1,363	4,902	
Large T&S:			005	700	
Electric controllers—Solar	411	1,478	205		
	411 1,330 2,585	1,478 4,786 9,298	205 665 1,292	739 2,393 4,649	

<sup>a</sup> For the production segment, the owners and operators realize the savings for the natural gas that is not emitted and not lost. The cost effectivetiveness values shown in this summary table do not consider these savings. If the EPA were to consider these savings, then the cost effectiveness figures in the table (\$/ton methane reduced) would reduce, which would mean the options assessed would be even more cost reasonable than already shown in this table.

For new sources, the EPA finds that all the options identified in table 18 are adequately demonstrated options for use of process controllers that are not driven by natural gas, thus resulting in zero GHG and VOC emissions. For overall cost effectiveness to be considered reasonable for new sources, either the cost effectiveness of GHG (methane) or VOC on a single-pollutant basis must be within the ranges considered reasonable by the EPA or the cost effectiveness of both methane and VOC on a multipollutant basis must be within the ranges considered reasonable by the EPA. As shown in table 18, for every model plant in all sectors, there are two or more options for new sources for which the cost effectiveness is considered reasonable by the EPA. This is true for sites with electricity from the grid, as well as sites without this electrical service. For example, for a medium sized model plant in the transmission and storage segment at sites without access to grid electricity, the single-pollutant cost effectiveness values for solar-powered electric controllers are \$435 per ton of methane and \$1,566 per ton of VOC, and the single-pollutant cost effectiveness values for electric controllers powered by a generator are \$1,327 per ton of methane and \$4,775 per ton of VOC. All of these values are within the range that the EPA considers to be reasonable. For a compressed air system powered by a generator for this model plant, the single pollutant values are \$2,725 per ton of methane and \$9,804 per ton of VOC. While these values exceed the levels typically considered reasonable by the EPA, the multipollutant cost effectiveness values of \$1,363 per ton of methane and \$4,902 per ton of VOC are within the ranges considered reasonable by the EPA. Therefore, the EPA considers the costs of all three zeroemissions options for this model plant to be reasonable given the associated 100 percent emission reduction achieved.

As discussed above in section XI.D.2, some commenters contend that solarpowered controller systems are not a technically feasible emission control option. The EPA disagrees with this comment, as the successful use of solarpowered controllers has been demonstrated. The EPA accepts that there may be certain situations where site-specific conditions may not be favorable to the use of solar-powered controller systems. However, this analysis shows that there are other demonstrated options available for all model plant sizes at sites without electricity with costs that are considered reasonable given the resulting methane and VOC emission reductions. In addition, while information was not available to fully analyze the costs, the option of collecting the emissions from natural gas-driven pneumatic controllers and routing them to a process and the option of self-contained natural gas-driven pneumatic controllers also achieve 100 percent emission reductions. Therefore, they are considered equivalent to the use of controllers not driven by natural gas.

The options evaluated for sites without grid electricity include the use of a generator to power either electric controllers or an instrument air (compressed air) system. As pointed out by some commenters, the use of these generators will create secondary air pollution. As discussed in more detail above in section XI.D.2, on an individual site basis the EPA concludes that the emissions that would be created by generators are far outweighed by the methane and VOC emissions reduction that would be achieved by using process controllers that are not driven by natural gas.

In conclusion, based on comments received, the EPA refreshed the BSER analysis with respect to costs and the associated emissions reductions. The EPA also considered other comments on the BSER analysis and the proposed zero-emissions standard for process controllers. After this consideration, the EPA continued to conclude that BSER for new process controllers is the use of zero-emissions process controllers that do not emit GHG (methane) or VOC to the atmosphere. Therefore, the final rule maintains the proposed zero-emissions standard.

The EPA also refreshed the BSER analysis for existing sources. For each zero-emissions option, the foundation for the cost estimates for existing sources was the same as for new sources. However, adjustments were made to account for differences in the costs that would be incurred for existing sources. For example, the installation costs were assumed to be twice as high for existing sources as compared to new sources. Another difference between the new and existing source analysis is related to the types of controllers assumed to be onsite for purposes of the model plants utilized in the analysis. The new source model plants did not include any high-bleed controllers. For existing sources, it was assumed that there was one high-bleed controller at every model plant. Thus, the baseline emissions, and the resulting emission reductions, were greater for existing sources as compared to new sources. The same zero-emissions options were evaluated for existing sources as for new sources, and, as for new sources, the EPA finds that all the options identified are adequately demonstrated options for use of process controllers that are not driven by natural gas, thus resulting in zero GHG (methane) emissions. The results of the refreshed cost analysis for existing sources is provided in table 19.

TABLE 19—SUMMARY OF PROCESS CONTROLLER SYSTEMS NOT DRIVEN BY NATURAL GAS METHANE COST EFFECTIVENESS ANALYSIS FOR EX-ISTING SOURCES

Location	Cost
type	effectiveness <sup>a</sup>
Model plant	(\$/ton meth-
controller system	ane reduced)

#### Sites With Electricity

Small Production:	
Electric controllers	\$449
Compressed air	2,157
Medium Production:	
Electric controllers	375
Compressed air	1,232
Large Production:	
Electric controllers	347
Compressed air	899
Small Midstream:	
Electric controllers	347
Compressed air	899
Large Midstream:	
Electric controllers	334
Compressed air	538
Small T&S:	
Electric controllers	732
Compressed air	1,924
Large T&S:	
Electric controllers	754
Compressed air	1,906

#### Sites Without Electricity

Small Production:	
Electric controllers—Solar	329
Electric controllers—Generator	1,384
Compressed air—Generator	4,207
Medium Production:	
Electric controllers—Solar	281
Electric controllers—Generator	871
Compressed air—Generator	2,233
Large Production:	· · · · ·
Electric controllers—Solar	264
Electric controllers—Generator	845
Compressed air—Generator	1,685
Small Midstream:	
Electric controllers—Solar	264
Electric controllers—Generator	845
Compressed air—Generator	1,685
Large Midstream:	
Electric controllers—Solar	258
Electric controllers—Generator	538
Compressed air—Generator	679
Small T&S:	
Electric controllers—Solar	564
Electric controllers—Generator	1,493
Compressed air—Generator	2,797
Large T&S:	
Electric controllers—Solar	582
Electric controllers—Generator	1,653
Compressed air—Generator	2,978

<sup>a</sup> For the production segment, the owners and operators realize the savings for the natural gas that is not emitted and not lost. The cost effectiveness values shown in this summary table do not consider these savings. If the EPA were to consider these savings, then the cost effectiveness figures in the table (\$/ton methane reduced) would reduce, which would mean the options assessed would be even more cost reasonable than already shown in this table.

As shown in table 19, for every model plant in all sectors, there are two or more options for which the cost effectiveness for methane for existing sources is considered reasonable by the EPA. This is true for sites with electricity from the grid, as well as sites without this electrical service. For example, for the small model plant in the transmission and storage segment at sites without access to electricity, the cost effectiveness values (\$ per ton of methane) are \$564, \$1,493, and \$2,797 for solar-powered electric controllers, electric controllers powered by a generator, and compressed air powered by a generator, respectively. While the cost effectiveness for compressed air powered by a generator is above the level typically considered reasonable by the EPA, the other two options are well below the levels considered reasonable. The discussion above related to technical feasibility of solar-powered controllers and secondary emissions from generators for new sources is equally applicable for existing sources. As for new sources, routing pneumatic controller emissions to a process and using self-contained natural gas-driven pneumatic controllers are other control options available to achieve a zeroemissions standard.

In conclusion, based on comments received, the EPA refreshed the BSER cost analysis for existing sources. The EPA also considered other comments on the BSER analysis and the proposed zero-emissions presumptive standard for process controllers. After this consideration, the EPA continues to conclude that BSER for existing process controllers is the use of zero-emissions process controllers that do not emit methane to the atmosphere. Therefore, the final emission guideline maintains the proposed zero-emissions presumptive standard.

# 4. Compliance Dates

Comment: Several commenters state that a 60-day compliance deadline for new/modified sources is unrealistic due to supply chain concerns, personnel shortages, and inflation. Due to supply chain shortages and disruption, one commenter remarked that generators and other equipment and parts necessary for zero-emissions systems can take up to 3 months or longer for delivery, while another reports that they currently experience lead times for nonnatural-gas-driven pneumatic controllers, generators, and air compressors ranging from 12 to 24 months. The commenters note that there is no indication that this lead time will improve in the near future and believe it can be expected to worsen as owners and operators across the country increase demand in response to the final rule. Commenters contend that this leaves even the most responsible owner or operator without the ability to comply within 60 days. Some commenters recommend a compliance

deadline of 24 months from the publication date of the final rule and others propose at least a 1-year timeframe for NSPS OOOOb compliance to allow for procurement and installation of the systems and equipment necessary (including labor necessary for installation).

One commenter contends that supply chain considerations do not alter the reasonableness of the EPA's proposal. The commenter relays that EQT, the largest natural gas producer in the U.S., retrofitted all its sites to eliminate natural gas-driven controllers in less than 1.5 years 375 and another oil and gas producer anticipates it will have replaced "nearly all" of its controllers with zero-emitting devices within 4 vears.<sup>376</sup> The commenter adds that a recent report by Datu Research further underscores that the supply chain for the production of zero-emitting technologies is not a barrier for industrywide adoption of zeroemissions controllers and that, on the contrary, the supply chain is strong enough to support implementation of the EPA's proposed standards.377 According to the commenter, Datu's report identifies 40 providers of zeroemitting controllers, and a survey of nine of these providers demonstrates that suppliers are well-equipped to meet anticipated demand within the EPA's proposed regulatory timeline.<sup>378</sup> The commenter remarks that some key findings of the Datu report include the following:

• Technology providers have strategies for meeting current supply chain challenges. Though procurement delays have been a reality for some suppliers, they have employed strategies like paying higher prices, storing extra quantities of supplies, bringing in more procurement personnel, going to different distributors, spot-buying on the open market, and finding contract manufacturing sites. Larger companies reported facing fewer hurdles.<sup>379</sup>

• Regulatory certainty steadies demand. Even considering supply chain concerns, providers have confidence in their ability to expand production capacity so long as regulatory certainty helps keep demand steady over multiple years.  $^{\rm 380}$ 

Response: Based on these comments, it appears that some equipment necessary for the installation of zeroemitting process controllers may not be available quickly enough, and in large enough quantities, to enable new sources to comply with the final standard upon startup, or within 60 days after the publication of the final NSPS. Supplemental information submitted by one commenter provided information regarding current equipment lead time and market conditions.<sup>381</sup> According to that information, some of the operators surveyed report that they are experiencing delays in the availability of process controllers, electrical transformers, generator skids, and compressor skids of up to 12 months. In addition, the zero-emissions technology supplier survey information also indicates that some equipment providers will need to ramp up production, and some components may not be widely available within 60 days after the publication of the final rule.

The equipment types discussed in the information provided by these commenters are relevant to the installation of zero-emitting controllers. Further, the equipment types that the EPA believes are necessary to comply with the final standards for process controllers in NSPS OOOOb are quite different from the type of equipment used to comply with the standards for these sources found in NSPS OOOOa. For example, compliance with NSPS OOOOa for most sources likely does not require electrical transformers, generator skids, or compressor skids. Due to these considerations, the EPA is not certain that new sources could obtain the equipment necessary to demonstrate compliance immediately upon the effective date of the final rule and is therefore finalizing a compliance deadline for process controllers that allows for up to 1 year from the effective date of the final rule. This means that new sources will have up to 1 year to come into full compliance with the final standard of zero emissions. Until that final date of compliance, owners and operators must demonstrate compliance with an interim standard which mirrors the requirements for sites in Alaska that do not have access to electrical power found at 40 CFR 60.5390b(b). In summary, the requirements for such sites allow for two compliance options.

<sup>&</sup>lt;sup>375</sup> "EQT Eliminates Nearly 9,000 Natural Gas-Powered Pneumatic Devices," PRNewswire (January 4, 2023) https://www.prnewswire.com/ news-releases/eqt-eliminates-nearly-9-000-naturalgas-powered-pneumatic-devices-301713418.html.

<sup>&</sup>lt;sup>376</sup> Diamondback Energy, "2021 Corporate Sustainability Report 8" (2021), *https://www. diamondbackenergy.com/static-files/faf5ab25-5ab5-*4404-8c04-c7bd387ae418.

 <sup>&</sup>lt;sup>377</sup> Data Research, "Zero-emission Alternatives to Pneumatic Control: How Ready are Technology Providers to Meet Increased Demand?" (Jan. 2023).
 <sup>378</sup> Id. at 5, 9.

<sup>&</sup>lt;sup>379</sup> Id. at 3.

<sup>&</sup>lt;sup>380</sup> Id. at 11–12.

<sup>&</sup>lt;sup>381</sup> API. Operator Survey of Supply Chain Delays for Equipment Needed for EPA Proposed NSPS OOOOb Methane Rule.

One option is to use low-bleed controllers and/or intermittent vent controllers, and to perform monitoring of intermittent vent controllers to ensure they do not vent during idle periods. The other option is to route process controller emissions to a control device achieving a 95 percent reduction in emissions. As the current NSPS OOOOa requires that low-bleed controllers be used, owners/operators of new and recently modified or reconstructed sites will be able to readily obtain the equipment necessary for these types of process controllers. Complying with the interim standard described above does not require using the equipment that commenters claimed they could not easily obtain (*i.e.*, the equipment needed to meet the zero-emissions standard). Therefore, the EPA expects no sites to have any problems complying with these interim requirements within 60 days after publication of the final rule. If an owner or operator opts to comply with the interim standard during the one year following publication of the final rule, then they must still comply with the final zero-emissions standard after the year has passed. Owners and operators can, and are encouraged to, comply with the final zero-emissions standard before the year has passed.

## 6. Modification and Reconstruction Criteria and Requirements

Under 40 CFR 60.14, any physical or operational change to an existing facility resulting in an emissions increase is a modification. In the December 2022 Supplemental Proposal, we stipulated that in addition to this definition of a modification, a modification would occur for purposes of this particular affected facility when a process controller is added to a site, as this addition would increase emissions from the affected facility, which is the collection of controllers at a site.

*Comment:* Commenters requested that the EPA clarify that, for purposes of the collection of process controllers at a site, a modification would occur only when a natural gas-driven process controller is added, rather than the addition of any type of process controller. The commenters pointed out that the addition of a controller not driven by natural gas would not increase emissions from the affected source.

*Response:* While it was our intention in the December 2022 Supplemental Proposal to only include the addition of natural gas-driven controllers in the conditions that would constitute a modification, as only those controllers could potentially increase emissions, we agree that the proposed regulatory text did not specify this. We therefore have changed what we proposed for regulatory language to clarify that the addition of one or more natural gasdriven controllers to a site constitutes a modification.

Comment: Commenters also requested that the EPA clarify which controllers would be considered in the determination of whether a reconstruction has taken place. In the December 2022 Supplemental Proposal, we included provisions that would allow owners and operators to choose to determine whether a reconstruction has occurred as it is defined in 40 CFR 60.15(b), based on the fixed capital cost of new process controllers, or they could determine whether a reconstruction had occurred based on the percentage of the total number of process controllers replaced.

*Response:* Like the provisions for modifications, we are clarifying in the final rule that reconstruction would be considered to occur whenever greater than 50 percent of the number of existing onsite natural gas-driven process controllers are replaced, rather than the replacement of any type of process controller, as only natural gasdriven process controllers are considered to be affected facilities for the NSPS.

Comment: In addition to these clarifications regarding the criteria for determining whether a modification or reconstruction has taken place, one commenter stated that it is unclear how the notification requirements of 40 CFR 60.15 apply for reconstruction. The commenter noted that the proposed language in 40 CFR 60.5365b(d)(2)(ii) suggests that reconstructed natural gasdriven process controllers would be subject to some of the requirements included in 40 CFR 60.15, which include 60-day notification and Administrator approval. According to the commenter, this conflicts with information presented in table 5 of the proposed regulatory text, which stated that 40 CFR 60.15(d) does not apply to process controllers. The commenter believes it was the EPA's intent to not apply the additional notification and approval, given the number of facilities that will trigger reconstruction over time.

*Response:* We agree that we did not intend for facilities to be required to notify the Administrator of upcoming process controller replacements that would constitute a reconstruction or for the Administrator to be required to review the notification and determine whether the replacements constitute a reconstruction. We have changed what we proposed for regulatory text to not refer to the requirements of 40 CFR 60.15(d) and have kept the information presented in table 5 of the proposed regulatory text, which states that 40 CFR 60.15(d) does not apply to process controllers.

## 7. Change in Pneumatic Controller Terminology

To assist with avoiding possible confusion about which types of "controllers" are included in the definition of this affected facility, and which types of controllers must be considered for purposes of the reconstruction and modification provisions, we have changed the terminology from "pneumatic controllers" (used in both the November 2021 Proposal and the December 2022 Supplemental Proposal) to "process controllers" in the final rule. When reviewing comments, the EPA noticed that not all commenters used the same terminology, so the Agency thought it best to clarify now. The EPA has made this change both in the final rule preamble and the final regulatory text. The term "process controller" is broader in scope because it includes pneumatic controllers as well as other types of controllers that are not pneumatic. Only a subset of process controllers used by oil and gas facilities are pneumatic controllers that use pressurized air (compressed air or instrument air) or gas to perform their functions. Other process controllers might use electricity to perform their functions. From a technical perspective, electronic process controllers are not true "pneumatic" devices, but these electronic process controllers can be used to perform the same function as a pneumatic controller, and they achieve the zeroemissions standard. The EPA changed the terminology because we did not want to inadvertently convey that misimpression that process controllers had to be pneumatic. To be clear, the final rule applies to the collection of natural gas-driven process controllers at a well site. Process controllers that are not driven by natural gas are not included in the affected facility. Further, only process controllers driven by natural gas will be counted when determining whether a modification or reconstruction has occurred.

## E. Pumps

In the December 2022 Supplemental Proposal, the EPA proposed for both the NSPS OOOOb and EG OOOOc to define the pumps affected facility, and designated facility, as the collection of all natural gas-driven pumps at a site. For a limited subset of the affected pump facilities, the EPA proposed a tiered structure of standards based on conditions at the affected facility. Among other comments, the EPA received comments regarding: (1) the BSER analysis and conclusions, (2) the compliance dates, (3) the requirements associated with the tiered approach for some pumps, (4) the record keeping and reporting requirements for pumps not included in the definition of the affected facility, and (5) the criteria that would determine whether an affected pump facility was modified or reconstructed. These comments and the EPA's responses to these comments apply to the standards and presumptive standards in NSPS OOOOb and EG OOOOc, respectively. A summary of the comments received and the EPA's response to these comments, including any updates made to the final rule, as applicable, are provided below. The EPA's full response to comments on the November 2021 Proposal and December 2022 Supplemental Proposal, including any comments not discussed in this preamble, can be found in the EPA's RTC document for the final rule.<sup>382</sup>

In addition to the updates made to the final rule to address these comments, one other change in terminology was made to address the types of equipment that may be used to perform the functions of pumps. That change is discussed further here.

1. BSER Analysis and Conclusions

The EPA received several comments regarding the proposed standards for pumps, including requests that the BSER analyses for pumps be revised to more closely match the analyses conducted for process controllers, requests for technology-neutral standards, and comments regarding the infeasibility certifications required.

*Comment:* One commenter states that the EPA relied on costs from the 2016 and 2021 Carbon Limits reports for process controllers, but that the EPA used different costs and assumptions as they pertained to converting to electric (assumed to be grid power) and solar pumps, which are not well documented and appear to be based on old information dating back to 2012.

Another commenter remarked that the EPA proposed a set of requirements for natural gas-driven process controllers completely distinct from that for natural gas-driven pumps, with sometimes conflicting statements made to justify the EPA's decisions. The commenter requested that the requirements for both process controllers and pumps be streamlined for consistency, with technology-neutral standards that do not require additional certifications and that allow for emissions to be routed to a control device. Another commenter urged the EPA to mirror the proposed process controller standard for pumps by including pumps routed to a process as a compliance option and eliminating the tiered feasibility exemption at sites without electricity.

*Response:* The EPA acknowledges that the analysis for pumps in the December 2022 Supplemental Proposal relied on costs from previous analyses that were updated to reflect changes in prices due to inflation. However, those cost figures used in the December 2022 Supplemental Proposal did not reflect more recent changes that have occurred in control technology or the impact of those changes on costs, such as a reduction in costs for solar panels and batteries. Therefore, the EPA updated its analysis for pumps to use the more recent information for non-natural gasdriven pump options. This included information from the Carbon Limits reports, which addressed pump options as well as process controllers.

A summary of the results of the updated analysis showing the cost effectiveness of the pumps affected facility emissions control options is shown in table 20. Further information regarding the analysis conducted for pumps may be found in the NSPS OOOOb and EG OOOOc TSD for this final rulemaking, which is available in the docket for this action. The cost effectiveness values shown in table 20 are based on the estimated total annual costs and the emissions reductions associated with each control option. The emissions reductions for a combustion control device are assumed to be 95 percent and are assumed to be 100 percent for all other control options evaluated. For new sources that will be covered by NSPS OOOOb, cost effectiveness was calculated on a singlepollutant basis, where the total annual cost was applied entirely to the reduction of each pollutant, and was also calculated on a multipollutant basis, where half the cost of control is assigned to the methane reduction and half to the VOC reduction. Table 20 shows the cost effectiveness values for GHG (methane) and VOC, which is applicable for the determination of BSER for new sources. Table 21 provides the cost effectiveness for GHG (methane) for existing sources. Further information regarding the cost effectiveness values for pumps may be found in the NSPS OOOOb and EG OOOOc TSD for this rulemaking, which is available in the docket for this action.

TABLE 20—SUMMARY OF COST EFFECTIVENESS ANALYSIS OF PUMP EMISSIONS REDUCTION OPTIONS FOR NEW SOURCES

	Cost effectiveness (\$/ton) a				
Location type and number of pumps at site	Single po	llutant	Multipollutant		
-	Methane	VOC	Methane	VOC	
Sites With Elec	tricity	·	· · ·		
Electric pumps—production segment:					
One diaphragm	\$349	\$1,256	\$175	\$628	
Two diaphragm	349	1,256	175	628	
Three diaphragm	349	1,256	175	628	
Four diaphragm	349	1,256	175	628	
Electric pumps—transmission and storage segment:					
One diaphragm	267	9,650	134	4,825	
Two diaphragm	267	9,650	134	4,825	
Three diaphragm	267	9,650	134	4,825	
Four diaphragm	267	9,650	134	4,825	
Compressed air-driven pumps—production segment:					

<sup>382</sup> Standards of Performance for New, Reconstructed, and Modified Sources and

Emissions Guidelines for Existing Sources: Oil and

Natural Gas Sector Climate Review. Response to Public Comments on the November 2021 Proposed Rule and the December 2022 Supplemental *Proposed Rule* (86 FR 63110, November 15, 2021; 87 FR 74702, December 6, 2022).

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# TABLE 20—SUMMARY OF COST EFFECTIVENESS ANALYSIS OF PUMP EMISSIONS REDUCTION OPTIONS FOR NEW SOURCES—Continued

Location type and number of pumps at site	Cost effectiveness (\$/ton) a				
	Single pol	lutant	Multipollutant		
	Methane	VOC	Methane	VOC	
One diaphragm	3,202	11,517	1,601	5,758	
Two diaphragm	1,711	6,156	856	3,078	
Three diaphragm	1,215	4,369	607	2,185	
Four diaphragm	966	3,476	483	1,738	
Compressed air-driven pumps—transmission and storage segment:		-,		.,	
One diaphragm	2,451	88,469	1,225	44.235	
Two diaphragm	1,310	47,291	655	23,646	
Three diaphragm	930	33,565	465	16,783	
Four diaphragm	740	26,702	370	13,351	
Sites Without Elec	tricity				
Electric solar pumps—production segment:	_				
One diaphragm	395	1,421	198	711	
Two diaphragm	395	1,421	198	711	
Three diaphragm	395	1,421	198	711	
Four diaphragm	395	1,421	198	711	
Electric solar pumps—transmission and storage segment:		.,			
One diaphragm	302	10,918	151	5,459	
Two diaphragm	302	10,918	151	5,459	
Three diaphragm	302	10,918	151	5,459	
Four diaphragm	302	10,918	151	5,459	
Compressed air-driven pumps with a generator—production segment:	002	10,010	101	0,100	
One diaphragm	5.130	18,453	2,565	9,226	
Two diaphragm	2,676	9,624	1,338	4,812	
Three diaphragm	1,857	6,682	929	3,341	
Four diaphragm	1,448	5,210	724	2,605	
Compressed air-driven pumps with a generator—transmission and storage	1,440	0,210	124	2,000	
segment:					
One diaphragm	3,927	141,752	1,963	70,876	
Two diaphragm	2,048	73,933	1,024	36,966	
Three diaphragm	1,422	51,326	711	25,663	
Four diaphragm	1,109	40,023	554	20,011	
Route pump emissions to process through existing VRU—production seg-	1,100	10,020	001	20,011	
ment:					
One diaphragm	472	1,699	236	849	
Two diaphragm	472	1,699	236	849	
Three diaphragm	472	1,699	236	849	
Four diaphragm	472	1,699	236	849	
Route pump emissions to process through existing VRU—transmission and		.,	200	0.0	
storage segment:					
One diaphragm	361	13,050	181	6,525	
Two diaphragm	361	13,050	181	6,525	
Three diaphragm	361	13,050	181	6,525	
Four diaphragm	361	13,050	181	6,525	
Route pump emissions to existing control device—production segment:	001	10,000	101	0,020	
One diaphragm	497	1,788	249	894	
Two diaphragm	497	1,788	249	894	
Three diaphragm	497	1,788	249	894	
Four diaphragm	497	1,788	249	894	
Route pump emissions to existing control device—transmission and storage	407	1,700	240	004	
segment:					
One diaphragm	381	13,737	190	6,869	
Two diaphragm	381	13,737	190	6,869	
Three diaphragm	381	13,737	190	6,869	
Four diaphragm	381	13,737	190	6,869	
Route pump emissions to process through new VRU—production segment:	001	10,707	100	0,000	
One diaphragm	6,985	25,127	3,493	12.563	
Two diaphragm	3,729	13,413	1,864	6,706	
Three diaphragm	2,643	9,508	1,322	4,754	
				,	
Four diaphragm Route pump emissions to process through new VRU—transmission and	2,101	7,556	1,050	3,778	
EIOPADA EAOMANI'		100.001	2,673	96.510	
storage segment:	E 017			90 2 10	
One diaphragm	5,347	193,021	,	,	
	5,347 2,854 2,023	193,021 103,035 73,040	1,427	51,518 36,520	

Cost affectiveness

4,702 2,351

# TABLE 20—SUMMARY OF COST EFFECTIVENESS ANALYSIS OF PUMP EMISSIONS REDUCTION OPTIONS FOR NEW SOURCES—Continued

	Cost effectiveness (\$/ton) a				
Location type and number of pumps at site	Single p	ollutant	Multipollutant		
-	Methane	VOC	Methane	VOC	
Route pump emissions to new control device—production segment:					
One diaphragm	7,971	28,673	3,985	14,336	
Two diaphragm	4,234	15,230	2,117	7,615	
Three diaphragm	2,988	10,750	1,494	5,375	
Four diaphragm	2,366	8,509	1,183	4,255	
Route pump emissions to new control device-transmission and storage					
segment:					
Öne diaphragm	6,101	220,258	3,051	110,129	
Two diaphragm	3,241	116,997	1,620	58,499	
Three diaphragm	2,287	82,577	1,144	41,289	
Four diaphragm	1,811	65,367	905	32,684	

<sup>a</sup> For the production segment, the owners and operators realize the savings for the natural gas that is not emitted and not lost. The cost effectivetiveness values shown in this summary table do not consider these savings. If the EPA were to consider these savings, then the cost effectiveness figures in the table (\$/ton methane reduced) would reduce, which would mean the options assessed would be even more cost reasonable than already shown in this table.

# TABLE 21—SUMMARY OF COST EFFECTIVENESS ANALYSIS OF PUMP EMISSIONS REDUCTION OPTIONS FOR EXISTING SOURCES

Location type and number of pumps at site	Cost effectiveness (\$/ton) <sup>a</sup>	
	Methane	
Sites With Electricity		
Electric pumps—production segment:		
One diaphragm	\$349	
Two diaphragm	349	
Three diaphragm	349	
Four diaphragm	349	
Electric pumps—transmission and storage segment:		
One diaphragm	267	
Two diaphragm	267	
Three diaphragm	267	
Four diaphragm	267	
Compressed air-driven pumps—production segment:		
One diaphragm	3,461	
Two diaphragm	1,731	
Three diaphragm	1,154	
Four diaphragm	865	
Compressed air-driven pumps—transmission and storage segment:		
One diaphragm	2,649	
Two diaphragm	1,325	
Three diaphragm	883	
Four diaphragm	662	
Sites Without Electricity	<u> </u>	
Electric solar pumps—production segment:		
One diaphragm	395	
Two diaphragm	395	
Three diaphragm	395	
Four diaphragm	395	
Electric solar pumps—transmission and storage segment:		
One diaphragm	302	
Two diaphragm	302	
Three diaphragm	302	
Four diaphragm	302	
Compressed air-driven pumps with a generator—production segment:		
One diaphragm	6,143	
Two diaphragm	3,072	
Three diaphragm	2,048	
Four diaphragm	1,536	
Compressed air-driven numps with a generator—transmission and storage segment:	.,	

One diaphragm

Compressed air-driven pumps with a generator—transmission and storage segment:

Two diaphragm .....

# TABLE 21—SUMMARY OF COST EFFECTIVENESS ANALYSIS OF PUMP EMISSIONS REDUCTION OPTIONS FOR EXISTING SOURCES—Continued

Location type and number of pumps at site	Cost effectiveness (\$/ton) <sup>a</sup>	
All and the first second s	Methane	
Three diaphragm	1,567	
Four diaphragm	1,176	
Route pump emissions to process through existing VRU—production segment:		
One diaphragm	251	
Two diaphragm	251	
Three diaphragm	251	
Four diaphragm	251	
Route pump emissions to process through existing VRU-transmission and storage segment:		
One diaphragm	192	
Two diaphragm	192	
Three diaphragm	192	
Four diaphragm	192	
Route pump emissions to existing control device—production segment:	152	
One diaphragm	264	
Two diaphragm	264	
Two diaphragm	264	
Three diaphragm	264	
Four diaphragm	204	
Route pump emissions to existing control device—transmission and storage segment:	000	
One diaphragm	202	
Two diaphragm	202	
Three diaphragm	202	
Four diaphragm	202	
Route pump emissions to process through new VRU—production segment:		
One diaphragm	7,719	
Two diaphragm	3,985	
Three diaphragm	2,740	
Four diaphragm	2,118	
Route pump emissions to process through new VRU—transmission and storage segment:		
One diaphragm	5,908	
Two diaphragm	3,050	
Three diaphragm	2,098	
Four diaphragm	1,621	
Route pump emissions to new control device—production segment:		
One diaphragm	7,971	
Two diaphragm	4,234	
Three diaphragm	2,988	
Four diaphragm	2,366	
Route pump emissions to new control device—transmission and storage segment:	_,000	
One diaphragm	6.101	
Two diaphragm	3.241	
Three diaphragm	2.287	
	1,811	
Four diaphragm	1,011	

<sup>a</sup> For the production segment, the owners and operators realize the savings for the natural gas that is not emitted and not lost. The cost effectivetiveness values shown in this summary table do not consider these savings. If the EPA were to consider these savings, then the cost effectiveness figures in the table (\$/ton methane reduced) would reduce, which would mean the options assessed would be even more cost reasonable than already shown in this table.

As seen in tables 20 and 21, for sites without electricity with three diaphragm pumps, the cost effectiveness values for all options fall within the ranges typically considered reasonable by the EPA. Specifically, for new sources at production sites, the singlepollutant cost effectiveness of solarpowered electric controllers is \$395 per ton of methane and \$1,421 per ton of VOC. For compressed air systems driven by a generator, the single-pollutant cost effectiveness value for methane is \$1,857 per ton, which is considered reasonable, as are the multipollutant cost effectiveness values (\$929 per ton of methane and \$3,341 per ton of VOC).

For the transmission and storage segment, the single-pollutant methane cost effectiveness for solar-powered electric controllers is \$302 per ton and \$1,422 per ton for compressed air systems driven by a generator. These are both within the range considered reasonable for methane.

For existing sources without access to grid power, the methane cost effectiveness value for production sites with three diaphragm pumps is \$395 per ton for solar-powered electric pumps and \$2,048 per ton for compressed air systems powered by a generator. At transmission and storage sites, for the otherwise same sources (existing sources without electricity, with three diaphragm pumps), methane cost effectiveness values are \$302 per ton for solar-powered electric pumps and \$1,567 per ton for compressed air systems powered by a generator. These values are all within the ranges considered reasonable for methane.

For sites without electricity with one or two diaphragm pumps, the cost effectiveness values for compressed air systems powered by a generator are not consistently within the range considered reasonable by the EPA. This leaves solar-powered electric pumps as the only option evaluated that has cost effectiveness values in the range considered reasonable by the EPA for both the production and the transmission and storage segments. However, the EPA has some concerns about the technical feasibility of solarpowered pumps in some situations. Specifically, the Carbon Limits report, which was a reference the EPA relied upon for this analysis, states that "[s]ites with a large number of pumps or with pumps with high energy or power demand may represent a challenge for 100 percent solar-powered electric systems. In addition, shortly after completion, some wells may require high volumes of methanol injection, and powering pumps to inject this high volume can strain these systems.'

While the EPA believes that solarpowered pumps are suitable for some applications, the EPA acknowledges concerns about their technical feasibility in some situations experienced at oil and gas sites. The EPA concluded that it is not appropriate to establish BSER based solely on solarpowered pumps. Therefore, the EPA created three subcategories: (1) Pumps at sites with access to electrical power, (2) pumps at sites without electrical service with three or more natural gasdriven diaphragm pumps, and (3) pumps at sites without electrical service with fewer than three natural gas-driven diaphragm pumps. The BSER determinations for these categories are discussed below. These determinations apply for both new and existing sources.

# a. Pumps at Sites With Access to Electrical Power

The options evaluated for sites with electrical power are electric pumps and pneumatic pumps driven by compressed air systems. The EPA considers both of these options to be adequately demonstrated. For all scenarios at sites with electricity, the cost effectiveness values are within the range considered reasonable by the EPA (see tables 20 and 21). There could be secondary air impacts associated with the generation of the additional electricity, but those impacts are expected to be negligible. See the NSPS OOOOb and EG OOOOc TSD for this rulemaking for a discussion of these impacts. In conclusion, the EPA determined that a zero-emissions standard represents the BSER for pumps at sites with access to electrical power. This includes all diaphragm and piston pumps included in the affected facility at the site.

b. Pumps at Sites Without Electrical Service With Three or More Natural Gas-Driven Diaphragm Pumps

The options evaluated for sites without access to electrical power are solar-powered electric pumps and pumps driven by compressed air systems powered by a generator. As discussed above, the EPA considers pumps driven by compressed air systems powered by a generator to be adequately demonstrated. While the EPA recognizes the technical limitations of solar-powered pumps for some applications, the EPA finds that they are an option for many sites. For all scenarios where three or more diaphragm pumps are present at a site without electricity, the cost effectiveness values for both solarpowered pumps and compressed air systems are within the range considered reasonable by the EPA (see tables 20 and 21). There will be secondary air impacts associated with the use of generators, but based on a site-specific analysis, the EPA concludes that the benefits of the methane and VOC reductions outweigh the potential negative impacts. See section XI.D.2 of this document and the NSPS OOOOb and EG OOOOc TSD for this rulemaking for a discussion of these secondary air impacts from generators. While not shown here, for sites without access to electrical power that contain only piston pumps, the EPA did not identify any control options resulting in zero emissions that were considered cost effective. However, if a non-naturalgas zero-emissions system is installed to reduce diaphragm pump emissions, it would be cost effective to also use zeroemissions piston pumps. Therefore, the BSER determination for pumps at sites without access to electrical power and three or more diaphragm pumps is zero emissions of GHG (methane) and VOC. This is the BSER determination regardless of the number of piston pumps at the site. In conclusion, the EPA determined that BSER for pumps at sites with three or more diaphragm pumps without access to electrical power is zero emissions of methane and VOC from all diaphragm and piston pumps at the site.

c. Pumps at Sites Without Access to Electrical Power With Fewer Than Three Natural Gas-Driven Diaphragm Pumps

As discussed above, given the EPA's conclusion that solar-powered pumps are not technically feasible for some common applications and the fact that the analysis did not show cost effectiveness values of a compressed air system powered by a generator to be consistently within the range that the EPA considers reasonable at sites with fewer than three diaphragm pumps, the EPA concludes that a zero-emissions standard does not reflect the BSER for sites without access to electrical power that have fewer than three diaphragm pumps.

For this subcategory, the EPA evaluated other emissions control options, including routing the emissions to a process and routing the emissions to a combustion device. In most cases, a VRU will be required to enable the captured gas from the pump to be routed to a process. Therefore, costs were estimated for installing a closed vent system and VRU in order to route the gas to a process. It was assumed that this would achieve a 100 percent reduction in methane and VOC emissions. Costs were also estimated to install a closed vent system and a new combustion device to reduce the emissions, assuming a methane and VOC reduction of 95 percent. The EPA considers both routing emissions to a process and routing emissions to a combustion device to be adequately demonstrated emissions reduction techniques. As shown in tables 20 and 21, both options of routing emissions to a process via a new VRU or to a new combustion device have cost effectiveness values outside the ranges the EPA considers reasonable. Therefore, the EPA concludes that requiring the installation of a new VRU or control device for pumps at these sites is not the BSER.

The EPA also evaluated routing emissions through an existing VRU to a process (or routing directly to a process if that is possible) and routing emissions to an existing combustion device. Both of these options are adequately demonstrated since the emissions reduction technique is already being used for other equipment at the site. Further, the cost effectiveness of both options is in the range considered reasonable by the EPA. Therefore, the EPA concludes that, for sites without access to electricity and fewer than three diaphragm pumps, the BSER is routing to a process where an existing VRU is available or to a combustion device where an existing one is available.

## d. Summary of Final Rule

Considering our revised analysis and BSER determinations, for affected and designated facilities at sites with access to electrical power and at sites without access to electrical power with three or more diaphragm pumps, the final rule and presumptive standard require these facilities to have zero GHG (methane)

<sup>&</sup>lt;sup>383</sup> Carbon Limits. (2016) Zero emission technologies for pneumatic controllers in the USA—Applicability and cost effectiveness. Available at https://www.carbonlimits.no/wpcontent/uploads/2017/01/Report FINAL.pdf.

and VOC emissions from all diaphragm and piston pumps. Zero emissions may be achieved either by using pumps not powered by natural gas (and thus not an affected or designated facility) or by routing natural gas-driven pump emissions through a CVS to a process. As explained in the December 2022 Supplemental Proposal, the EPA understands that emissions routed through a CVS to a process would achieve a 100 percent emissions reduction from the pumps and therefore would meet a zero-emissions VOC and GHG standard. Like what was included in the supplemental proposal, the CVS demonstration requirements that there are no identifiable emissions from the CVS apply in the final rule. Unlike what was proposed, the final rule does not require a demonstration that using pumps not driven by natural gas is infeasible before compliance by routing emissions to a process is allowed.

For sites without access to electrical power with fewer than three diaphragm pumps, the final requirements are that natural gas-driven pump emissions must be routed through a CVS to a process if the site has a VRU, but if the site does not have a VRU, emissions can be routed to an onsite control device that achieves a 95 percent emissions reduction. If there is no control device onsite that achieves a 95 percent emissions reduction, emissions must be routed to a control device(s) onsite that achieves less than a 95 percent emissions reduction. If no VRU or control devices are onsite, emissions from natural gas-driven pumps are not required to be controlled. A summary comparison of the emissions standards included in the December 2022 Supplemental Proposal and the final rule is included in table 22.

TABLE 22—COMPARISON OF PUMP NSPS STANDARDS AND EG PRESUMPTIVE STANDARDS BETWEEN THE SUPPLEMENTAL
PROPOSAL AND THE FINAL RULE

Standard/presumptive standard	Supplemental proposal af- fected/designated facility site characteristics	Final rule affected/ designated facility site characteristics	Difference(s)
Zero emissions	Sites with electricity	Sites with electricity and Sites with ≥3 diaphragm pumps.	Supplemental proposal required non-natural gas-driv- en pumps; final rule allows non-natural gas-driven pumps and/or routing pump emissions through CVS to a process and/or other control means that achieves zero emissions.
95 percent control	Sites without electricity and ≥4 diaphragm pumps.	No sites	95 percent emissions reduction required under supple- mental proposal after demonstrations that it is tech- nically infeasible to use non-gas driven pump, and to route emissions through a CVS to a process; 95 percent emissions reduction not directly required for any sites in the final rule.
Route emissions to existing control device.	Sites without electricity and <4 diaphragm pumps.	Sites without electricity and <3 diaphragm pumps.	Use of control device required under supplemental proposal after demonstrations that it is technically infeasible to use non-gas driven pump and to route emissions to a process; technical infeasibility dem- onstrations not required in final rule, but final rule requires routing emissions to a process if a VRU is onsite before a control device can be used.

It should be noted that there are similarities between the BSER analyses for natural gas-driven pumps and natural gas-driven process controllers. For both types of sources, the EPA evaluated a number of options that are not powered by natural gas and thus have zero methane and VOC emissions. As discussed above, for sites without access to electrical power with fewer than three diaphragm pumps, there are no cost-effective zero-emissions control options that the EPA found to be adequately demonstrated. For pumps at these sites, the only zero-emissions option with values the EPA considers to be cost-effective was solar-powered pumps. Given the power needs for some pumps to properly operate and the potential inadequacies of solar-powered systems to provide that amount of energy, the EPA determined that solarpowered systems do not represent BSER for pumps. Therefore, the EPA created a subcategory for sites without access to electrical power and fewer than three

pumps and established different emissions control requirements for that subcategory. In contrast, for controllers, there was more than one adequately demonstrated zero-emissions option evaluated for every sized model plant throughout the sectors with cost effectiveness values considered reasonable. Therefore, even if there are power limitations for solar-powered process controllers, which require much less energy than pumps to properly operate, there are other cost-effective zero-emissions options available, and consideration of other emissions control options or subcategories of process controller affected facilities was not necessary.

*Comment:* In the December 2022 Supplemental Proposal, the EPA proposed a hierarchy of emissions control requirements for sites that did not have access to electrical power. Under this approach, the EPA proposed that an owner or operator would be required to first evaluate pump options that do not use natural gas and provide

a certified demonstration that such options are infeasible before being allowed to use the next tier of emissions control options. For instance, at sites without access to electrical power, the proposal allowed for pump emissions to be routed to a process, but only after certified assessments were made demonstrating that it was technically infeasible to use solar-powered pumps and infeasible to use pumps powered by compressed air. One commenter stated that the EPA should remove the certifications associated with the hierarchy of pump compliance options. The commenter stated that the proposed certification requirements are unreasonably onerous because, in each case, the certifying individual must essentially prove a negative-that the otherwise applicable zero-emissions approaches are "technically infeasible." The commenter stated that there is no definition of technical infeasibility in the proposed rule, but the words could be construed as setting an exceedingly

high bar, such that a given non-emitting technique is "infeasible" based solely on a technical assessment of whether it can theoretically be physically applied in the given situation, even though it could be inordinately expensive. According to the commenter, this outcome would not be lawful because it would violate the statutory requirement that BSER and the corresponding standard of performance must be costeffective. The commenter added that a "technical infeasibility" standard allows for second-guessing by regulators or citizen enforcers, which invites a "battle of the experts" in potential enforcement actions. According to the commenter, this diminishes the possibility that the opt-outs can be implemented with reasonable certainty.

The commenter also reported that the express threat of possible personal liability on the part of certifiers will limit the number of individuals willing to make the needed certifications, particularly considering the uncertainties about what will be needed as a practical matter to demonstrate "technical infeasibility." The commenter stated that the clear opportunity and possibility of secondguessing will be further material disincentives.

Response: In consideration of these comments, the EPA reviewed the proposed "certification of infeasibility" requirements. The EPA restructured the final standards for pumps based on comments received on the December 2022 Supplemental Proposal. The final rule no longer includes the complex hierarchy of technical feasibility demonstrations that was included in the December 2022 Supplemental Proposal. Instead, the final rule includes a subcategory based on clear criteria such that sources can be certain as to which emissions standards apply without demonstrations of technical infeasibility.

Comment: One commenter mentioned that the EPA proposed to allow operators to route natural gas-driven pump emissions to a control device, but only if the operators can demonstrate that routing to a process is technically infeasible and that it is infeasible to use pumps not driven by natural gas. The commenter urged the Agency to recognize the substantial investments that operators have already made to route emissions from pumps to control devices by allowing any natural gasdriven pump to be routed to controlsnot only in situations where nonnatural-gas technology and routing to a process are each technically infeasible.

*Response:* As explained above, for the final rule we have removed the

proposed requirement for demonstrations of technical infeasibility before the use of other equivalent control options may be used for pumps. In the final rule, we have further added the conditions under which pump emissions may be routed to a control device, which reflect our BSER determinations. For sites without access to electrical power and that have two or fewer diaphragm pumps, pump affected facility emissions may be routed to a control device if there is no VRU onsite.

### 2. Compliance Dates

*Comment:* Two commenters state that a 60-day compliance deadline for new/ modified sources is unrealistic due to supply chain concerns, personnel shortages, and inflation. Due to supply chain shortages and disruption, one commenter reports that companies are experiencing backorders for some equipment, including non-natural-gasdriven pumps, generator skids, and air compressor skids, with current lead times ranging up to 12 months. The commenters note that there is no indication that this lead time will improve in the near future and believe it can be expected to worsen as owners and operators across the country increase demand in response to the final rule. One commenter recommended a compliance deadline of 12 to 26 months from the publication date of the final rule and one commenter proposed at least a 1-year timeframe for NSPS OOOOb compliance to allow for procurement and installation of the systems and equipment necessary (including labor necessary for installation).

One commenter requested that the EPA extend implementation timelines particularly for sources that became NSPS OOOOb affected facilities prior to the date of final rule publication. The commenter remarked that until the effective date of NSPS OOOOb, some of these facilities would be unregulated under an existing NSPS or would begin operating as NSPS OOOOa affected facilities and may then need to complete retrofits to comply with newly applicable NSPS OOOOb standards. For example, the commenter states that NSPS OOOOa pneumatic pumps are not subject to a zero-emissions standard but would be subject to zero-emissions standards under NSPS OOOOb, requiring retrofit within 60 days after the final rule's publication in the Federal Register. According to the commenter, this is not enough time to acquire retrofit equipment that will be in high demand, and likely short supply, as operators across the country place orders for equipment to meet the

zero-emissions standard. In addition, the commenter reports that operators must acquire engineering resources to engineer the installation of zeroemissions pneumatic systems. They report that these engineering resources, too, are likely to be in high demand and short supply. The commenter asserts that the timing of compliance obligations is particularly pronounced for pneumatic pumps, as according to the commenter, operators may no longer use pneumatic pumps that are driven by natural gas, subject to limited exceptions. The commenter notes that the November 2021 Proposal did not go so far as to eliminate the use of natural gas-driven pneumatic pumps entirely. The commenter states that operators may need to completely replace natural gas-driven pneumatic pumps that would have complied with the standards described in the November 2021 Proposal.

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*Response:* Based on these comments, and for the same reasons explained in section XI.D.4 of this preamble for process controllers, the EPA is finalizing a NSPS compliance deadline for pumps required to meet a zero-emissions standard that allows for up to 1 year from the effective date of the final rule.

The equipment that owners and operators will need to comply with the final standard of zero emissions for pumps is, in some situations, the same equipment that owners and operators will need to comply with the final standard for process controllers. Based on comments, it appears that some equipment necessary for the installation of zero-emitting pumps may not be available quickly enough, and in large enough quantities, to enable new sources to comply with the final standard upon startup, or within 60 days after the publication of the final NSPS. As is the case for process controllers, the equipment types that the EPA believes are necessary to comply with the final zero-emissions standard for pumps in NSPS OOOOb are quite different from the type of equipment used to comply with the standards for these sources found in NSPS OOOOa. Due to these considerations, the EPA is not certain that new sources needing to meet the zero-emissions standard could obtain the equipment necessary to demonstrate compliance on the proposed timeline. This change to the final rule compliance timeline in NSPS OOOOb for pumps does not apply to sites without access to grid electricity that have fewer than three diaphragm pumps because those sites are not required to demonstrate zero emissions.

Until the final date of compliance with the zero-emissions standard,

owners/operators must demonstrate compliance with an interim standard which mirrors the requirements for pumps at sites without access to grid electricity that have fewer than three diaphragm pumps found at 40 CFR 60.5393b(b). In summary, the standards for these sites require that GHG and VOC emissions from all natural gasdriven pumps in the affected facility be routed to a process if a VRU is onsite. If a VRU is not onsite, emissions must be reduced by 95 percent if a control device with at least this emissions reduction capability is already available onsite or may be reduced by less than 95 percent if a control device is onsite but is not capable of reducing GHG and VOC emissions by 95 percent or more. As these requirements are similar to the current NSPS OOOOa requirements for pumps at well sites, owners/operators of new and recently modified or reconstructed sites subject to NSPS OOOOb will be able to readily obtain the equipment necessary for this interim standard, to the extent that equipment is even necessary. The only difference compared to NSPS OOOOa is that NSPS OOOOb requires emissions to be routed to a process if a VRU is already on the site. The information available to the EPA and provided by commenters does not suggest any equipment backlogs for common piping that may be needed to route emissions to a process through a VRU. Complying with the interim standard described above does not require using the equipment that commenters claimed they could not easy obtain (i.e., the equipment needed to meet the zero-emissions standard). Therefore, the EPA expects no sites to have any problems complying with these interim requirements within 60 days after publication of the final rule. If an owner or operator opts to comply with the interim standard during the one year following publication of the final rule, then they must still comply with the final zero-emissions standard after the year has passed. Owners and operators can, and are encouraged to, comply with the final zero-emissions standard before the year has passed.

3. Recordkeeping and Reporting Requirements for Pumps Not Included in the Affected Source

*Comment:* Commenters pointed out that 40 CFR 60.5410b(g)(1) requires owners and operators to submit an identification of all pumps that are not powered by natural gas in the initial annual report required by 40 CFR 60.5420b(b)(10)(i), and such pumps are not part of the pumps affected facility definition. The commenters recommended that owners or operators only be required to maintain records sufficient to determine compliance with the regulations. The commenters contend that having requirements for equipment that is not part of an affected source exceeds the EPA's authority granted under CAA section 111 and add that there is no environmental benefit to keeping or submitting information for equipment that cannot have emissions. The commenters recommended that the EPA remove any reporting or recordkeeping requirements for these pumps from the final regulations.

Response: After considering this comment, we have determined that it is appropriate in this instance to require identification of the equipment that is included in the affected facility, rather than the equipment that is not part of the affected facility. The pumps included in the affected facility are those that are subject to the emissions standards in the rule, whereas pumps not included in the affected facility are not subject to the emissions standards in the rule and also have no potential to emit methane or VOCs. Therefore, we have revised the recordkeeping requirements to require identification only of pumps that meet the finalized definition of an affected facility, which are those pumps that are driven by natural gas and that are in operation for 90 days or more in a calendar year.

4. Modification and Reconstruction Criteria and Requirements

*Comment:* Commenters requested that the EPA clarify that, for purposes of the collection of controllers or pumps at a site, a modification occurs only when a natural gas-driven pump is added. The commenters pointed out that the addition of a pump not driven by natural gas would not increase emissions from the affected source. Commenters also requested that the EPA clarify which pumps would be considered in the determination of whether a reconstruction has taken place.

Response: While it was our intention in the December 2022 Supplemental Proposal to only include the addition of natural gas-driven pumps in the conditions that would constitute a modification, as only those pumps could increase emissions, we agree that the proposed regulatory text did not specify this. We therefore have updated what we proposed for regulatory language to clarify that the addition of one or more natural gas-driven pumps to a site constitutes a modification. We also are clarifying in the final rule that reconstruction would be considered to occur whenever greater than 50 percent

of the number of existing onsite natural gas-driven pumps are replaced.

*Comment:* In addition to these clarifications regarding the criteria for determining whether a modification or reconstruction has taken place, one commenter stated that it is unclear how the notification requirements of 40 CFR 60.15 apply for reconstruction. The commenter noted that the proposed language in 40 CFR 60.5365b(d)(2)(ii) suggests that reconstructed natural gasdriven pumps would be subject to some of the requirements included in 40 CFR 60.15, which include 60-day notification and Administrator approval. According to the commenter, this conflicts with information presented in table 5 of the regulatory text, which states that 40 CFR 60.15(d) does not apply to pumps. The commenter believes it was the EPA's intent to not apply the additional notification and approval, given the number of facilities that will trigger reconstruction over time.

*Response:* We agree that we did not intend for facilities to be required to notify the Administrator of upcoming pump replacements that would constitute a reconstruction or for the Administrator to be required to review the notification and determine whether the replacements constitute a reconstruction. We have updated what we proposed for regulatory text to not refer to the requirements of 40 CFR 60.15(d) and have kept the information presented in table 5 of the proposed regulatory text, which states that 40 CFR 60.15(d) does not apply to pumps.

5. Change in Pneumatic Pump Terminology

In addition to the revisions to the modification and reconstruction criteria and requirements for pumps, to assist with avoiding possible confusion about which types of pumps are included within the definition of the affected facility and which types of pumps must be considered for purposes of the reconstruction and modification provisions, we have changed the terminology of "pneumatic pumps" (used in both the November 2021 Proposal and the December 2022 Supplemental Proposal) to simply "pumps" in the final rule. The EPA has made this change both in the final rule preamble and the final regulatory text. The term "pumps" is broader in scope because it includes pneumatic pumps as well as other types of pumps that are not pneumatic. Only a subset of pumps used by oil and gas facilities are pneumatic pumps that use pressurized air or gas to perform their functions. Other pumps might use electricity to

perform their functions. From a technical perspective, electronic pumps are not true "pneumatic" devices, but these electronic pumps can be used to achieve the zero-emissions standard. The EPA changed the terminology because we did not want to inadvertently convey that misimpression that pumps had to be pneumatic. To be clear, the final rule applies to the collection of natural gasdriven pumps. Pumps that are not driven by natural gas are not included in the affected facility. Further, only pumps driven by natural gas will be counted when determining whether a modification or reconstruction has occurred.

# F. Wells and Associated Operations

In the December 2022 Supplemental Proposal, the EPA proposed to define a well affected facility, and well designated facility, to consist of a single well. The EPA also proposed standards for well affected facilities and designated facilities for oil wells with associated gas, gas wells that undergo liquids unloading, and wells that undergo completions. A summary of the comments received and the EPA's response to these comments, including any changes made to the final rule, as applicable, are provided below. The EPA's full response to comments on the November 2021 Proposal and December 2022 Supplemental Proposal, including any comments not discussed in this preamble, can be found in the EPA's RTC document for the final rule.<sup>384</sup>

1. Well Affected Facility and Designated Facility Definitions

In the December 2022 Supplemental Proposal, rather than including three separate definitions for well affected facilities (as initially proposed in the November 2021 Proposal) for (1) oil wells with associated gas, (2) gas wells that undergo liquids unloading, and (3) wells that undergo completions, the EPA proposed a single definition for a well affected facility, which was defined as a single well, in the proposed NSPS OOOOb. A well is defined as a hole drilled for the purpose of producing oil or natural gas. The EPA proposed separate standards for well completions, associated gas from oil wells, and gas well liquids unloading operations, all or some of which could apply to a given

well affected facility. A well affected facility would be required only to comply with the standards that are applicable to the well. For example, a gas well would not be subject to the standard for oil wells with associated gas. The proposed NSPS OOOOb specified that a modification to an existing well occurs when the definition of modification in 40 CFR 60.14 is met, including when an existing well undergoes hydraulic fracturing or refracturing.

For the EG OOOOc rule, the EPA proposed, similar to NSPS OOOOb, a definition of well designated facility as a single well. Modification provisions do not apply under EG OOOOc. The December 2022 Supplemental Proposal included proposed presumptive standards for associated gas from oil wells and gas well liquids unloading. However, since the fracturing or refracturing of an existing well would constitute a modification under NSPS OOOOb, which would make the well a well affected facility under NSPS OOOOb, there would never be an existing well subject to well completion requirements and no requirements are specified for well completions under EG OOOOc. More discussion of the well affected facility/designated facility specific to each of the three associated well operations is provided in sections X.F.2, 3, and 4 of this document.

The EPA did not receive comments on the proposed definition of a well affected facility or designated facility that warranted changes to what was proposed in the December 2022 Supplemental Proposal. Therefore, the definitions have been finalized as proposed.

### 2. Associated Gas From Oil Wells

In section X.F.2 of this document, the final NSPS OOOOb and EG OOOOc requirements for oil wells with associated gas are summarized. The EPA received many comments on the December 2022 Supplemental Proposal on the following topics: the definition of associated gas, the BSER analysis for new wells, BSER for existing wells, temporary venting and flaring, and the infeasibility determination and certification. For each of these topics, a summary of the proposed rule, the comments, the EPA responses, and changes made in the final rule (if applicable), are discussed here. These comments and the EPA's responses to these comments generally apply to the standards and presumptive standards in both the NSPS OOOOb and EG OOOOc respectively. The instances where the comment and/or response only applies to NSPS OOOOb or EG OOOOc are

noted. The EPA's full response to comments on the November 2021 Proposal and December 2022 Supplemental Proposal, including any comments not discussed in this preamble, can be found in the EPA's RTC document for the final rule.<sup>385</sup>

### a. Definition of Associated Gas

Neither the November 2021 Proposal nor the December 2022 Supplemental Proposal included a definition of "associated gas."

Comment: Several commenters <sup>386</sup> suggested that a definition of "associated gas" be added. Commenters expressed that it is important for the EPA and the regulated community to have a common understanding of the definition of associated gas. One commenter added that, without a definition, the term "associated gas" could take on various meanings including the most literal interpretation of any gas associated with oil well production, which might include emissions from other NSPS OOOOb or EG OOOOc affected/designated facility types that the EPA regulates in other sections of its proposal—*e.g.*, a collection of fugitive emissions components or storage vessels. Commenters provided several suggestions for this definition, including:

• Associated gas means the gas that can be separated from the produced liquids in the first stage of separation at a pressure sufficient for it to flow into the gathering system.

• Associated gas means the natural gas which originates at wells operated primarily for oil production and occurs either in a discrete gaseous phase at the wellhead or is released from the liquid hydrocarbon during the initial stage of separation after the wellhead.

• Associated gas means the natural gas which originates at oil wells operated primarily for oil production and occurs either in a discrete gaseous phase at the wellhead or is released from the liquid hydrocarbon during the initial stage of separation after the wellhead.

• Associated gas means the natural gas evolved from hydrocarbon liquids during the initial stage of separation following production from the wellhead. Associated gas does not

<sup>&</sup>lt;sup>384</sup> Standards of Performance for New, Reconstructed, and Modified Sources and Emissions Guidelines for Existing Sources: Oil and Natural Gas Sector Climate Review. Response to Public Comments on the November 2021 Proposed Rule and the December 2022 Supplemental Proposed Rule (86 FR 63110, November 15, 2021; 87 FR 74702, December 6, 2022).

<sup>&</sup>lt;sup>385</sup> Standards of Performance for New, Reconstructed, and Modified Sources and Emissions Guidelines for Existing Sources: Oil and Natural Gas Sector Climate Review. Response to Public Comments on the November 2021 Proposed Rule and the December 2022 Supplemental Proposed Rule (86 FR 63110, November 15, 2021; 87 FR 74702, December 6, 2022).

<sup>&</sup>lt;sup>386</sup>EPA-HQ-OAR-2021-0317-2248, -2294, -2326, -2360, and -2428.

include natural gas associated with well completion or downhole well maintenance activities.

*Response:* The EPA agrees with the commenters that a definition of associated gas would be beneficial to provide clarity to regulatory and enforcement agencies and to the regulated community. First, our intention is to regulate the gas that is released from the liquid at the first stage of separation, so we included that characteristic in the definition in the final NSPS OOOOb and EG OOOOc.

One commenter suggested that the EPA define associated gas by using the phrase "in a discrete gaseous phase at the wellhead," arguing that this description is necessary to avoid a broad interpretation of associated gas that encompasses any gas associated with oil well production. The EPA believes that the commenter's suggested language is not necessary to clearly define associated gas and believes that it could add confusion.

We do not believe that the most literal interpretation offered by the commenter that any gas associated with oil well production might be considered associated gas, and we do not feel a need to include such a clarification in the definition. However, we recognize that there could be confusion between the emissions associated with well completions and associated gas. This is particularly the case in situations where a permanent separator has been placed onsite during the completion activities and used during the separation flowback stage. The definition of flowback in 40 CFR 60.5430b of the final rule specifies that the flowback period ends when either the well is shut in and permanently disconnected from the flowback equipment or at the startup of production. This provides a clear distinction between when the completion flowback requirements end and the associated gas production begins. Therefore, the final definition of associated gas includes the phrase, "Associated gas production begins at the startup of production after the flowback period ends." The full definition of "associated gas" for this final rule is included below and can also be found at 40 CFR 60.5430b and 40 CFR 60.5430c.

*Comment:* One commenter <sup>387</sup> requested that the EPA allow certain provisions for wildcat or delineation wells in its proposal with respect to the associated gas from oil well provisions. The commenter explains that such wells are exploratory in nature and are typically located in remote locations far from any form of permanent infrastructure, including gathering infrastructure. Wildcat or delineation wells will typically only produce for a short period of time after flowback ends in order to complete well testing, which is used to determine the production flow rate along with other parameters such as the gas composition before the well is shut in or capped in accordance with state protocols. According to the commenter, in many instances an operator will not know or understand the composition of the gas until after the well is drilled. The commenter suggests that this combination of characteristics makes it impracticable to install gas gathering infrastructure or plan for other forms of beneficial use at a wildcat or delineation well. Noting that the EPA has exempted such wells from NSPS OOOOa standards for well completions, the commenter recommends that the EPA allow special considerations for handling associated gas since these activities are exploratory in nature and are typically not located near existing infrastructure.

Response: The EPA acknowledges that the types of associated gas wells that are the focus of these rule requirements are wells that consistently produce, and potentially emit, natural gas. The temporary nature of wildcat and delineation wells is not conducive to warrant the construction of piping to connect to a natural gas gathering system or to utilize another solution where the gas could be used. Further, as noted by the commenter, the owners and operators of wildcat or delineation wells typically do not have knowledge of the nature and composition of the gas until after the well is drilled, which further hinders the ability to implement a beneficial-use solution. Therefore, the EPA has clarified in the definition of associated gas that gas from wildcat or delineation wells, which are defined in 40 CFR 60.5430b, is not associated gas for purposes of regulation under NSPS OOOOb and EG OOOOc. In response to these comments, the final rule includes the following definition in 40 CFR 60.5430b and 40 CFR 60.5430c:

#### b. BSER Analysis for New Wells

In the November 2021 Proposal, the EPA determined that the BSER for associated gas was routing the associated gas from oil wells to a sales line. In the preamble for the November 2021 Proposal (86 FR 63236–39), and in the associated TSD, the EPA evaluated several equivalent options that would all effectively eliminate direct emissions of VOC and methane from associated gas, including routing the associated gas to a sales line, utilizing the associated

gas in a "beneficial" manner, and reinjecting the gas. Regarding the cost impacts of routing the gas to a sales line, the EPA assumed "that in situations where gas sales line infrastructure is available, there is minimal cost to owners and operators to route the associated gas to the sales line. While situations at well sites can differ, which would impact this cost, the EPA believes that in every situation the value of the natural gas captured and sold would outweigh these minimal costs of routing the gas to the sales line, thus resulting in overall savings." 86 FR 63237. The EPA then concluded with, "Given the prevalence of this practice, the environmental benefit, and the economic benefits to owners and operators, the EPA concludes that BSER is routing associated gas from oil wells to a sales line." 86 FR 63237. However, in 2021, the EPA also recognized that there are situations where there would not be access to a sales line and therefore also evaluated the costs and impacts of routing associated gas to a flare.

In the December 2022 Supplemental Proposal, the EPA again determined that BSER was routing the associated gas to a sales line and again proposed this requirement. The supplemental proposal also included that "[i]f access to a sales line is not available, the gas can be used as an onsite fuel source or used for another useful purpose that a purchased fuel or raw material would serve. If demonstrated that a sales line and beneficial uses are not technically feasible, the gas can be routed to a flare or other control device that achieves at least 95 percent reduction in methane and VOC emissions." 87 FR 74710.

While no comments were received on the EPA's earlier assertion in the November 2021 Proposal that there would be minimal cost to route the gas to an available sales line, comments were received on the flaring analysis. As a result of these comments, the EPA updated the flaring analysis in the December 2022 Supplemental Proposal. This updated flaring analysis assumed an initial capital cost of \$100,579 to install a new flare, which was the recommended cost provided by a commenter. Assuming a 7 percent interest rate and 10-year capital recovery period, along with an annual maintenance and operational cost of \$25,000, the estimated annual cost was \$36,044. Details of this cost estimate are included in the TSD for the December 2022 Supplemental Proposal.

The EPA also updated the analysis of the associated gas emissions in the December 2022 Supplemental Proposal because the analysis performed for the

<sup>387</sup> EPA-HQ-OAR-2021-0317-2428.

November 2021 Proposal included emissions from associated gas wells that the EPA concluded were not representative of "routine" venting situations. The resulting analysis was a representative well with uncontrolled potential associated gas emissions of 343.6 tpy of methane and 96 tpy of VOC. The details of this analysis may also be found in the TSD for the December 2022 Supplemental Proposal.

Comments were received on the December 2022 Supplemental Proposal related to the representative baseline emissions analysis and the assumption that the costs of routing to a sales line or other beneficial use were minimal.

i. Baseline Emissions for Representative Well

*Comment:* One commenter <sup>388</sup> stated that the EPA seemed to bias the data selected for baseline emissions to fit their expectation rather than using actual reported data. The commenter cited section 6.3.1 of the supplemental proposal TSD.

*Response:* In the TSD for the December 2022 Supplemental Proposal, the EPA identified 95 facilities/basins that reported associated gas venting emissions (through GHGRP subpart W data) for 2019. For each facility/basin, the number of wells venting is reported, along with the total methane vented from all wells. For each facility/basin, we calculated the average emissions per well. These average well emissions ranged from 0.015 tpy to over 2,400 tpy. Almost 20 percent of the facilities/ basins had average well methane emissions lower than 0.2 tpy.

Explanations of the specific causes of emissions are not provided in the GHGRP subpart W outputs, but it would be expected that routine venting of associated gas would result in emissions greater than this level as the DOE indicates that the average associated gas production for an oil well is around 7.5 boe per day,<sup>389</sup> which would be around 450 tons of methane emissions per year. In order to avoid selecting a well associated gas venting level that was unreasonably low, a weighted average well emissions level was calculated, using the total emissions from the facility/basin as the weighting factor. The result is an estimated average annual methane emissions level of 344 tpy. Applying the representative composition yields a representative VOC emissions level of 96 tpy.

The intention of the analysis that the commenter discusses was to develop an

emissions level estimate that represented the routine venting of associated gas-that is, situations where the associated gas was vented and not usually routed to a sales line or used for another purpose. As alluded to by the commenter, we assumed that the low emitting situations likely represent instances where venting was only temporary, and thus we discounted their contribution to the representative emissions level. As discussed in detail in section XI.F.2.f of this document, we recognized that the proposed rule did not adequately distinguish between "routine" and "temporary" situations. The final rule includes limited conditional allowances for venting in temporary situations where the associated gas is routed to a sales line normally (or used for another beneficial purpose) but due to circumstances or disruptions operators are not able to maintain normal operations without temporarily venting.

In conclusion, the EPA continues to believe that the associated gas emissions estimate levels used for the December 2022 Supplemental Proposal's representative well appropriately characterizes a well that routinely vents the gas. Therefore, no changes were made to the representative well emissions level.

### ii. BSER Cost Analysis

As noted earlier in this document, both in the November 2021 Proposal and in the December 2022 Supplemental Proposal, we assumed that there would be minimal cost to route the gas to an available sales line, which was determined to represent BSER.

*Comment:* In comments on the December 2022 Supplemental Proposal, one commenter <sup>390</sup> stated that the associated gas model plant analysis did not include assumptions reflective of actual proposed requirements. They pointed out that none of the beneficial reuse emerging technologies were included in the model plant analysis, and that it was unclear how the EPA justified the inclusion of these technologies related to costs, feasibility, or environmental benefit/disbenefit.

Another commenter <sup>391</sup> also recognized that the EPA declined to quantitatively analyze the cost of routing to a sales line and the other beneficial use options, but the commenter provided a study <sup>392</sup> that included estimates of the costs of various gas recovery options. Specifically, this study estimated the costs of routing to a sales line (pipeline gathering), onsite use (for fueling equipment or for local electricity generation), gas-to-wire, onsite compressed natural gas (CNG), onsite liquefied natural gas (LNG), and gas reinjection. Based on the cost data from this study, the commenter concluded that the cost effectiveness values for all abatement methods are well within the range that the EPA finds reasonable.

Response: While the first commenter indicated that the EPA did not perform an analysis of the BSER options, the commenter did not provide any information to support their comments. Contrary to this comment, the EPA did perform a BSER analysis. The EPA found the study provided by the second commenter to be informative regarding the extent of flaring in the U.S. and fundamental considerations in nonflaring abatement options. However, we closely examined this information and determined that the basis for these cost estimates lacked some details that the EPA thought necessary in order to use them as the basis for a BSER analysis. See EPA-HQ-OAR-2021-0317-2433 attachment T to review the data submitted

In addition to following up with the single commenter that provided cost information for non-flaring options,393 the EPA performed a search for cost information from other sources. One source identified with detailed cost information that the EPA found to be informative was a study performed by ICF International for the Interstate Natural Gas Association of America (INGAA) Foundation.<sup>394</sup> In addition to a plethora of information regarding midstream infrastructure, this study included detailed costs for the installation of gathering and boosting systems and associated lines. Specifically, it provided detailed cost information for, among other things, pipeline costs and compression/ pumping costs. The gathering pipeline costs were provided starting in 2010 and projected to 2035 for pipe sizes ranging from 2 inches to 30 inches. In conversations with the authors of this

<sup>&</sup>lt;sup>388</sup>EPA-HQ-OAR-2021-0317-2428.

<sup>&</sup>lt;sup>389</sup> https://www.eia.gov/petroleum/wells/pdf/full\_ report.pdf.

<sup>&</sup>lt;sup>390</sup> EPA-HQ-OAR-2021-0317-2428.

<sup>391</sup> EPA-HQ-OAR-2021-0317-2433.

<sup>&</sup>lt;sup>392</sup> Rystad Energy. "Cost of Flaring Abatement, Final Report." January 31, 2022.

<sup>&</sup>lt;sup>393</sup> Please see June 5, 2023, meeting memorandum for meeting between the EPA and EDF and Rystad in EPA-HQ-OAR-2021-0317.

<sup>&</sup>lt;sup>394</sup> North America Midstream Infrastructure through 2035 Significant Development Continues. The INGAA Foundation, Inc. Prepared by ICF. June 18, 2018. Available at: https://ingaa.org/northamerica-midstream-infrastructure-through-2035significant-development-continues/.

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report,<sup>395</sup> the commenter indicated that the most representative pipe sizes for connecting a well to an existing gathering system were either 4 or 6 inches.

This information was used to estimate the costs for connecting the associated gas from a well site to a nearby gathering system/sales line for the representative well discussed earlier in this document. Specifically, costs were estimated for both 4- and 6-inch pipe sizes and for a variety of distances, in miles, to the gathering system. Other assumptions in this analysis were that the compressor horsepower needed was 25 horsepower and the capital recovery was based on 7 percent interest rate and 10 years. Annual operation and maintenance costs were estimated to be 25 percent of the total capital costs. Table 23 provides the results of this analysis.

# TABLE 23—NSPS COST ANALYSIS FOR ROUTING ASSOCIATED GAS TO SALES LINE FOR REPRESENTATIVE NEW WELL<sup>a</sup>

		Cost effectiveness (\$ per ton of emission reduction)							
Pipe size	Length	With	iout consid	dering savir	igs				
(inches)	(miles)	Single pollutant		ant Multipollutant		Single p	pollutant	Multipo	llutant
		Methane	VOC	Methane	VOC	Methane	VOC	Methane	VOC
4	1	\$158	\$569	\$79	\$285	Net Savings	Net Savings	Net Savings	Net Savings.
4	3	257	926	129	463	59	213	38	137.
4	5	357	1,283	178	641	158	570	88	315.
4	7	456	1,640	228	820	258	927	137	494.
4	10	604	2,175	302	1,087	423	1,522	212	761.
4	20	1,100	3,958	550	1,979	919	3,306	459	1,653.
4	30	1,596	5,742	798	2,871	1,415	5,090	707	2,545.
4	40	2,092	7,526	1,046	3,763	1,910	6,873	955	3,437.
4	50	2,587	9,310	1,294	4,655	2,406	8,657	1,203	4,329.
6	1	171	615	85	307	Net Savings	Net Savings	Net Savings	Net Savings.
6	3	295	1,062	148	531	97	349	57	205.
6	5	420	1,510	210	755	222	797	119	429.
6	7	544	1,957	272	979	346	1,244	181	652.
6	10	731	2,629	365	1,314	549	1,976	275	988.
6	20	1,353	4,867	676	2,433	1,171	4,214	586	2,107.
6	30	1,975	7,104	987	3,552	1,793	6,452	897	3,226.
6	40	2,597	9,342	1,298	4,671	2,415	8,690	1,208	4,345.
6	50	3,219	11,580	1,609	5,790	3,037	10,927	1,519	5,464.

<sup>a</sup> The representative well has associated gas methane emissions of 343.6 tpy and VOC emissions of 95.5 tpy.

As provided in table 23, the singlepollutant cost effectiveness for methane ranges from \$158 to \$3,219 per ton of methane emissions eliminated. If the value of the gas that will be sold (i.e., the savings) is considered, the range is from a net savings to \$3,037 per ton. The per-ton VOC cost effectiveness ranges from \$569 to \$11,580 without savings and ranges from a net savings to \$10,927 considering the savings. The multipollutant cost effectiveness values range from \$79 per ton of methane and \$286 per ton of VOC to \$1,609 per ton of methane and \$5,790 per ton of VOC. If savings are considered, these multipollutant cost effectiveness values range from a net savings to \$1,519 per ton of methane and \$5,464 per ton of VOC. More details on this analysis are provided in the 2023 NSPS OOOOb and ÊG OOOOc Final Rule TSD.

The EPA determines that the estimated costs, for both pipe sizes for distances out to 50 miles are reasonable, when considering multipollutant reductions of methane and VOC. The EPA factors in that owners and operators of newly drilled wells have the flexibility to plan and coordinate the construction of gas gathering systems

even over extended distances. Our analysis shows that constructing up to 50 miles of pipeline is a cost-effective means of managing associated gas at representative volumes of gas. In cases where the cost of construction of gathering line or gas volume differs significantly from these representative parameters, the other options for managing associated gas are available under the standards. The information presented in table 23 supports the assumption that the EPA made in the November 2021 Proposal and the December 2022 Supplemental Proposal that routing to a sales line is costeffective.

c. BSER Conclusion for New Sources

In the December 2022 Supplemental Proposal, we concluded that BSER was routing the associated gas to a sales line. In addition, we recognized that there were other options that achieved the same level of emissions reduction as routing to a sales line. Therefore, we proposed four compliance options to reduce emissions of methane and VOC from associated gas from new oil wells. These options were: (1) recover the associated gas from the separator and route the recovered gas into a gas gathering flow line or collection system to a sales line, (2) recover the associated gas from the separator and use the recovered gas as an onsite fuel source, (3) recover the associated gas from the separator and use the recovered gas for another useful purpose that a purchased fuel or raw material would serve, or (4) recover the associated gas from the separator and reinject the recovered gas into the well or inject the recovered gas into another well for enhanced oil recovery.

Routing associated gas to a sales line is an adequately demonstrated method of emissions reduction. This is supported by the statements of one industry commenter,<sup>396</sup> which indicated that recovering associated gas from the separator and routing the recovered gas into a gas gathering flow line or collection system to a sales line "explains standard business operations for thousands of wells producing a vital energy resource throughout the country." They add that "[s]elling natural gas is part of our business." The environmental benefit of routing associated gas to a sales line is significant, as there are no GHG

<sup>&</sup>lt;sup>395</sup> See EPA Docket EPA–HQ–OAR–2021–0317 for record of June 21, 2023, call with INGAA Foundation/ICF.

<sup>&</sup>lt;sup>396</sup> EPA-HQ-OAR-2021-0317-2428.

(methane) or VOC emissions. As outlined in the TSD for this final rule, there are also minimal nonair quality health and environmental impacts related to routing gas into a sales line. Further, as discussed in section XI.F.2.b of this document, in response to comments, the EPA obtained information related to the costs of connecting to a sales line and performed an analysis, the results of which showed that the cost of routing to sales is reasonable given the emissions reductions. Given these considerations, the EPA again concludes that BSER is routing associated gas from oil wells to a sales line. In addition, the EPA continues to accept that the other three options proposed achieve equivalent emissions reductions to routing to a sales line and that they should be allowed as regulatory alternatives to the BSER.

The December 2022 Supplemental Proposal for new sources allowed the associated gas to be routed to a flare or control device that reduces methane and VOC emissions by at least 95.0 percent if a determination was made that it was not technically feasible to route the associated gas to a sales line, use it as onsite fuel or for another beneficial purpose, or inject/reinject it due to technical or safety reasons, and the determination was certified by a professional engineer or another qualified individual with expertise in the uses of associated gas. Ongoing, continuous flaring in the absence of a method for capturing and selling, putting to beneficial use, or storing associated gas is referred to as "routine" flaring. As described previously in this preamble and in response to comments described below, the EPA has changed these provisions for the final NSPS OOOOb rule to specify that routine flaring is disallowed at new wells that commence construction 24 months after the effective date of this final rule. As discussed in detail below, new sources can take this requirement into account when planning. Moreover, the final rule provides for an orderly "phase in" of this requirement through compliance deadlines that vary based on the date of construction, and it also recognizes reasonable exemptions for temporary or emergency uses of flaring. These requirements for new wells reflect comments and information the EPA received in response to the December 2022 Supplemental Proposal.

*Comment:* Numerous commenters supported the EPA's proposal to allow for multiple compliance options as alternatives to routing gas to a sales line, and several pointed out that the proposed list was consistent with the

options allowed in New Mexico and Colorado. For instance, one commenter <sup>397</sup> stated, "As in the EPA's supplemental proposal, Colorado and New Mexico require operators to capture associated gas from oil wells and either route the gas to a sales line or put it to an alternative use. The alternative uses allowed in New Mexico largely overlap with those included in the EPA's supplemental proposal and include, among other things, power generation on lease, liquids removal on lease, reinjection for underground storage, and other alternative uses approved by the division. For wells that are not connected to a pipeline, Colorado similarly allows operators flexibility to use other options to capture gas including to generate electricity or to process the gas to recover natural gas liquids, without venting or flaring."

The commenter <sup>398</sup> also recommended that the EPA remove any specific reference to "enhanced oil recovery." The commenter explained that other preferable options exist for injected or reinjected gas, such as permanent storage in porous geological formations, and there is no reason to disallow or subordinate these alternatives.

Response: The EPA agrees with this comment and therefore has eliminated specific reference to enhanced oil recovery in the final rule for both NSPS OOOOb and EG OOOOc. Specifically, the fourth compliance option (alternative standard) under the final rule allows the recovery of associated gas from the separator and reinjection into the well or injection into another well. Removal of reference to enhanced oil recovery means that sources can choose to reinject regardless of whether doing so results in additional oil being produced or recovered from the well. This compliance option still results in equivalent emissions reductions to the BSER.

*Comment:* Many commenters objected to the allowance of routine flaring for new sources. One commenter <sup>399</sup> urged the EPA to eliminate pollution from routine flaring except in emergency situations and to define the term "emergency" clearly and narrowly. The commenter recommended that exemptions only be applicable to shortterm and temporary flaring. Another <sup>400</sup> suggested that routine flaring from new wells can never be justified due to the technical infeasibility of some alternative. The commenter stated that

routine flaring is readily preventable at new wells with proper planning and coordination. Another commenter 401 urged the EPA to adopt NSPS and EG that effectively prohibit routine flaring of associated gas from new and existing oil wells, with the only exceptions related to safety and emergencies, by requiring owners or operators to capture all or most of the gas. Another commenter <sup>402</sup> strongly supported the EPA's proposed requirement that owners and operators of oil wells with associated gas must capture that gas and route it to a sales line. However, they stated the belief that the EPA can and should take further steps to eliminate routine flaring. They asserted that the EPA should replace the broad technical infeasibility exception that would allow operators to continue routinely flaring with narrowly defined exemptions applicable only to short-term and temporary flaring. Another commenter <sup>403</sup> called for a nationwide ban on routine flaring, characterizing the practice as wasteful and unnecessary. The commenter points out that leading state examples and the commitments made by multiple operators demonstrate that eliminating routine flaring is feasible and costeffective.

The commenter noted that numerous operators have committed to eliminate routine flaring as part of the World Bank's "Zero Routine Flaring by 2030" initiative. To date, 54 oil companies and 34 governments have endorsed the "Zero Routine Flaring by 2030" initiative. Based on satellite estimates and publicly reported flaring data, together the endorsers represent approximately 60 percent of global flaring. The commenter added that ExxonMobil "recently announced a commitment to end routine flaring while also expressing support for regulations banning this wasteful practice." They urged the EPA to revise its proposal to prohibit routine flaring by requiring that operators use one of the four gas recovery abatement methods included in the EPA's proposal. They suggested that the EPA allow for flaring only during explicit, narrowly tailored, and time-limited exemptions. They believed that doing so would more clearly and unequivocally prohibit pollution stemming from routine flaring, as well as enhance the enforceability of the rule.

 $<sup>^{397} {\</sup>rm EPA-\!HQ}{\rm -\!OAR}{\rm -}2021{\rm -}0317{\rm -}2433.$ 

<sup>398</sup> EPA-HQ-OAR-2021-0317-2433.

<sup>&</sup>lt;sup>399</sup>EPA-HQ-OAR-2021-0317-2394.

 $<sup>^{400}\,\</sup>mathrm{EPA-HQ-OAR-2021-0317-2433}.$ 

<sup>&</sup>lt;sup>401</sup> EPA-HQ-OAR-2021-0317-2410.

<sup>&</sup>lt;sup>402</sup> EPA-HQ-OAR-2021-0317-2392.

<sup>403</sup> EPA-HQ-OAR-2021-0317-2408.

One industry commenter <sup>404</sup> reported that it is actively working to reduce flaring of associated gas across each of its operating areas and has committed to eliminate routine flaring by 2030. Since the commenter's standard practice is to only bring wells online where adequate sales line capacity exists, the commenter supports the restriction of the routine flaring of associated gas from oil wells that are considered "new" sources.

Commenters also pointed out that Colorado and New Mexico do not allow the long-term routine flaring of associated gas. One <sup>405</sup> recommended that the EPA should follow the lead of these states and prohibit routine flaring of associated gas from new and existing oil wells except in very limited cases such as emergencies and for safety reasons.

One commenter <sup>406</sup> stated that a standard based on approaches like those adopted in Colorado and New Mexico, which clearly limit and delineate circumstances where temporary flaring would be permitted, represents the "best system" for several reasons. For one, it would require gas recovery but contain reasonable exemptions for temporary flaring during certain activities that may require flexibility to vent or flare. Thus, this system would "reduc[e] emissions as much as practicable" and reflect the "maximum practicable degree of control." The standard would permit technological flexibility by allowing the use of a multitude of abatement methods, including routing to a sales line, injection, or reinjection, use as onsite fuel, or use for another alternative purpose. The commenter pointed out that the costs of a capture standard are reasonable, cost-effective, and in some instances even profitable for operators.

Response: The EPA finds these arguments for not allowing routine flaring under any circumstance for new sources to be compelling. The EPA reviewed the comments from across the industry on our proposal to direct the gas to a sales line or adopt another gas management technique that did not require flaring. The conclusion that the EPA reached for new sources was that operators did not demonstrate or even explain that routing to a sales line or the alternatives were infeasible, only that specific circumstances could make certain alternatives more attractive than others. The most cited factors for deciding between the proposed alternatives were the logistics of each

option and the costs of adopting any method as a function of the amount of available gas and whether the well was new, existing, or a marginal well nearing the end of production. Since the objective of our proposal was to costeffectively minimize the emissions that result from associated gas, and flaring emits more than the zero-emissions options, we looked at the group of wells where the factors allowing a non-flaring option were most in favor of operators. New wells fit the criteria where factors worked most in favor of not flaring. New wells benefit from new investment and the benefit of planning to accommodate each option best suited to the site. Production is highest at startup, meaning that from the start of production a new well would have anywhere from 10 to 30 years of production to draw upon to manage and amortize the investment required to manage associated gas. Our analysis of the costs of connecting to a sales line indicated that for representative amounts of gas at reasonable distances, the outlook for amortization of the capital investment was reasonable. See table 22 above. Where distances or logistics might make connection to sales lines less attractive, commenters provided cost and qualitative support that the other alternatives would likely be used rather than connecting to sales, provided they had the benefit of space and time to plan for managing the associated gas when construction was beginning. As mentioned above, companies themselves have made voluntary commitments to eliminate flaring in the near future, by 2030.407 While those commitments are on a longer time horizon than this final rule, our decision to limit the prohibition on routine flaring to only new wells means the timelines between implementation of the NSPS and the voluntary commitments are in the range of about 4 years apart (considering the phase-in period for the final associated gas standards in the NSPS). We heeded industry comments that a significant time horizon would be required to make such a transition, and we chose 24 months from the effective date of the final rule as the most flexible option that would provide meaningful and timely reductions without disrupting the near-term investments taking place now. We concluded that, for new sources, opportunities exist for advance planning to route the associated gas to

a sales line, use it as onsite fuel or for another beneficial purpose, or inject/ reinject it. Therefore, in the final rule, the EPA has eliminated the allowance for new sources that associated gas can be routinely routed to a flare or other control device. As explained further below, the EPA is finalizing a phase-in approach for this standard for the NSPS OOOOb.

As discussed in section XI.F.2.f of this document, the EPA recognizes that a source routing the associated gas to a sales line, using it as onsite fuel or for another beneficial purpose, or injecting/ reinjecting it will likely encounter temporary situations where it is infeasible or unsafe to route the associated gas to a sales line, use it as onsite fuel or for another beneficial purpose, or inject/reinject it. Therefore, the final rule allows temporarily routing to a flare or other control device in specified situations.

In addition, the EPA acknowledges that owners or operators may have already planned and initiated efforts to drill new wells based on the allowance of routing to a flare or control device with an infeasibility determination that was included in the December 2022 Supplemental Proposal. The EPA also accepts that existing wells that are modified or reconstructed may be limited in the options to route to a sales line or comply with one of the other options. Therefore, the final rule includes special allowances for these situations. This is discussed in section XI.F.2.d of this document.

d. Considerations for New Sources for Which Construction Commenced Prior to the Final Rule and for Reconstructed and Modified Sources

In the December 2022 Supplemental Proposal, the EPA proposed to allow new sources to routinely route associated gas to a flare or control device with a demonstration and certification that routing the associated gas to a sales line, using it as onsite fuel or for another beneficial purpose, or injecting/reinjecting it was infeasible for technical or safety reasons. A new source is defined as a well that commenced construction. reconstruction, or modification after December 22, 2022. Further, the definition of "commenced" found within 40 CFR 60.2 applies for purposes of NSPS OOOOb. That definition states that "commenced means . . . that an owner or operator has undertaken a continuous program of construction or modification or that an owner or operator has entered into a contractual obligation to undertake and complete, within a reasonable time, a continuous

<sup>404</sup> EPA-HQ-OAR-2021-0317-2360.

<sup>&</sup>lt;sup>405</sup> EPA–HQ–OAR–2021–0317–2410.

<sup>&</sup>lt;sup>406</sup> EPA–HQ–OAR–2021–0317–2433.

<sup>&</sup>lt;sup>407</sup> To date, 54 oil companies and 34 governments have endorsed the "Zero Routine Flaring by 2030" initiative. See "Global Initiative to Reduce Gas Flaring: "Zero Routine Flaring by 2030," EPA Docket ID EPA–HQ–OAR–2021–0317.

program of construction or modification."

As discussed in section XI.F.2.c of this document, the EPA believes that, with the full knowledge and understanding of the final rule, owners planning on drilling new wells in the future have the ability to plan ahead to ensure that the associated gas is routed to a sales line, used as onsite fuel or for another beneficial purpose, or injected/ reinjected. However, the EPA acknowledges that new wells have commenced construction in the period between December 22, 2022, and the date of publication of this final rule, and that it is reasonable for owners and operators of such wells to have assumed that the final rule could have continued to allow the proposed allowance to routinely flare the associated gas or route it to a control with an infeasibility determination and certification. The EPA concludes that for wells in this situation, it is appropriate to allow the associated gas to be routinely routed to a flare or control device with a determination and certification that it is technically infeasible 408 to route the associated gas to a sales line, use it as onsite fuel or for another beneficial purpose, or inject/reinject it. The EPA encourages owners and operators of these sources to continue to seek opportunities to route the associated gas to a sales line, use it as onsite fuel or for another beneficial purpose, or inject/ reinject it. These methods will not only eliminate the environmental impacts of routine flaring but will also significantly reduce the compliance burden on the owners and operators. Therefore, the final rule allows sources that have made the requisite determination and certification to route the associated gas to a flare or control device that achieves a 95.0 percent reduction in VOC and methane emissions for those wells for which construction was commenced between December 22, 2022, and the effective date of the final rule, which is May 7, 2024. This is only allowed with a demonstration and certification that it is technically infeasible to route the associated gas to a sales line, use it as onsite fuel or for another beneficial purpose, or inject/reinject it. This demonstration and certification must then be renewed annually. See section

XI.F.2.g of this document for a discussion of comments received on the infeasibility determination and certification process and the requirements contained in the final rule.

The EPA recognizes that existing sources that undergo reconstruction or modification and thus become new sources also face different circumstances than new wells for which construction commences with full knowledge of the "no routine flaring" requirement in the final rule. These wells were likely originally drilled without the expectation that the EPA would be proposing and promulgating requirements that would require the routing of associated gas to a sales line, using it as onsite fuel or for another beneficial purpose, or injecting/ reinjecting it as required by the final rule. The location of these existing wells that are undergoing reconstruction or modification is established and the owner or operator does not have the ability to move the well to allow connection more easily to a sales line, to inject into another well, or perhaps to utilize any other option. Therefore, the EPA concluded that it is appropriate to allow wells reconstructed or modified after December 22, 2022, to routinely flare associated gas or route it to control with a technical infeasibility determination and certification. This demonstration and certification must then be renewed annually.

Finally, the EPA acknowledges that owners and operators could have initiated the planning stages of a new well based on the December 2022 Supplemental Proposal even though they may not have specifically undertaken the activities that meet the definition of "commenced construction." Therefore, owners and operators may have made preliminary plans assuming that flaring or routing to control would be allowed with a determination that it is technically infeasible to route the associated gas to a sales line, use it as onsite fuel or for another beneficial purpose, or inject/ reinject it. The final rule allows sources that commence construction within a certain period after the effective date of the rule to routinely route the associated gas to a flare or to a control device for a short period, after which they are required to route the associated gas to a sales line, use it as onsite fuel or for another beneficial purpose, or inject/ reinject it. This will allow owners and operators to proceed with plans, but also not allow routine flaring or routing to control for an extended period. Specifically, the final rule allows wells for which construction commences between May 7, 2024 and May 7, 2026

to route the associated gas to a flare or to a control device that achieves a 95.0 percent reduction in VOC and methane emissions, with the proper demonstration of technical infeasibility, until May 7, 2026. Routine flaring for these sources is only allowed with a demonstration and certification that it is technically infeasible to route the associated gas to a sales line, use it as onsite fuel or for another beneficial purpose, or inject/reinject it. This demonstration and certification must then be renewed annually. After May 7, 2026, these sources will no longer be able to routinely flare associated gas, and must route the associated gas to a sales line, use it as onsite fuel or for another beneficial purpose, or inject/ reinject it. For information regarding technical infeasibility demonstrations, including examples, see section X.F.2.a.i. of this document.

#### e. BSER for Existing Sources

In the December 2022 Supplemental Proposal, the EPA proposed presumptive standards for associated gas from existing oil wells for the EG OOOOc that mirrored those for new sources under NSPS OOOOb. That is, EG OOOOc included four compliance options to eliminate emissions of methane from associated gas from existing oil wells. These options were: (1) recover the associated gas from the separator and route the recovered gas into a gas gathering flow line or collection system to a sales line, (2) recover the associated gas from the separator and use the recovered gas as an onsite fuel source, (3) recover the associated gas from the separator and use the recovered gas for another useful purpose that a purchased fuel or raw material would serve, or (4) recover the associated gas from the separator and reinject the recovered gas into the well or inject the recovered gas into another well for enhanced oil recovery. Associated gas was allowed to be routed to a flare or other control device if the owner or operator demonstrated that all four options were infeasible due to technical or safety reasons and if that demonstration is approved by a certified professional engineer or other qualified individual.

*Comment:* One commenter <sup>409</sup> suggested that there was a fundamental flaw in the EPA's process that has resulted in a misguided BSER determination for existing sources that effectively regulates existing sources the same as new and modified sources. Another commenter claimed that the EPA's recurring conclusion that

<sup>&</sup>lt;sup>408</sup> As discussed in section XI.F.2.g of this document, based on comments, the EPA determined that the need to flare associated gas due to safety reasons is a temporary circumstance and would not result in the need to routinely flare in place of routing the associated gas to a sales line, using it as onsite fuel or for another beneficial purpose, or injecting/reinjecting it. Therefore, temporary flaring due to safety reasons is allowed without any type of infeasibility determination or certification.

<sup>409</sup> EPA-HQ-OAR-2021-0317-2294.

designated facilities under the EG should be the same as affected facilities under the NSPS did not recognize the differences between new and existing sources.<sup>410</sup>

*Response:* The EPA generally agrees with the commenters that consideration must be given to any meaningful differences between new and existing sources in determining the respective BSER. The EPA proposed that routing the associated gas from existing wells to a sales line was an adequately demonstrated method of emissions reduction and the costs were reasonable. We also determined that the other equivalent compliance options also were appropriate for existing sources (we did not identify any limitations that would universally inhibit use of the alternatives for existing sources). We recognized that there could be situations where it was infeasible to comply with one of these options, so the proposed presumptive standards in EG OOOOc included the allowance to routinely flare the associated gas or route it to control if it was demonstrated and certified that the earlier listed four alternatives were infeasible due to technical or safety reasons.

As discussed in section XI.F.2.c of this document, the final rule will phase out the option for new sources to routinely route the associated gas to a flare or control device. In addition, numerous comments were submitted regarding considerations related to wells that produce low levels of associated gas. In light of the changes to the NSPS and comments received specific to existing sources of associated gas, the EPA reevaluated the BSER for existing sources. This revised BSER analysis for existing sources recognizes that, unlike new sources, existing sources may not have taken into account distance to a gas line when choosing their location and cannot readily do so now.<sup>411</sup>

Comment: Commenters 412 believed that the EPA needs to maintain flaring as an option for wells with little associated gas. They maintained that the gas production rate is too low to be able to justify the expense of routing to a sales line or even investing in the equipment to inject the gas back into the reservoir. Many times, the gas production rate is too low to be able to reliably operate an engine to produce power to operate surface equipment. They added that low production wells need to have the option to flare the gas as an environmentally acceptable option. The commenters believed that eliminating this option would be an unnecessary burden on small businesses.

The commenters pointed out that much of the associated gas from low production wells does not meet the requirements to be sold on an interstate pipeline system. The gas may require water, nitrogen, CO<sub>2</sub>, and heavier hydrocarbons (ethane, propane, butane, pentane, and hexane) to be removed prior to its being sold into the gas market. The cost to make the gas "pipeline spec" usually exceeds the benefit of selling the gas on the pipeline. The commenters provided that this is another example where low production wells should be exempt from the proposed regulation.

Another commenter <sup>413</sup> explained that, for many of their existing wells, no sales line is readily available, and even if one was available, the volume of associated gas may be too low to reach a sales line. The commenter recommended that the EPA reconsider this requirement for existing well sites, in recognition that the infrastructure is unlikely to be present to make such a requirement feasible.

Yet another commenter <sup>414</sup> recommended that the EPA maintain an exemption for low production wells. The commenter explained that many of the low production wells operate with low pressure and low gas-to-oil ratios, so the PTE is significantly less than the PTE for higher-production wells that were recently drilled.

Response: As discussed in section XI.F.2.b of this document, the EPA obtained data and performed a cost analysis of collecting the associated gas and routing it to a sales line for a representative new well. As discussed, this representative new well had methane emissions of 343.6 tpy. In response to the comments regarding low associated gas production wells, the EPA performed an analysis for varying baseline emissions levels and distances to the gathering system. Specifically, the EPA evaluated the costs of routing associated gas to a sales line for distances up to 5 miles using a 4-inch pipe. The results of this analysis are provided in table 24.

TABLE 24-METHANE COST ANALYSIS OF ROUTING TO SALES LINE FOR LOW ASSOCIATED GAS PRODUCTION WELLS

Associated gas methane emissions (tpy)	Miles from gathering system cost effectiveness (\$/ton methane reduced)				
	0.25	0.50	1	3	5
10	\$3,961	\$4,387	\$5,239	\$8,646	\$12,053
20	1,882	2,095	2,520	4,224	5,927
30 40	1,188 842	1,330 948	1,614 1,161	2,750 2.013	3,886
40 50	634	948 719	889	1,571	2,865 2,252
60	495	566	708	1,276	1,844
70	396	457	579	1,065	1,552
80	322	375	481	907	1,333
90	264	311	406	785	1,163
100	218	260	346	686	1,027

Based on the results of this analysis, the EPA decided it was appropriate to separate existing oil wells with associated gas into two subcategories. For wells with 40 tpy of methane emissions, the cost effectiveness of routing to sales was considered reasonable at distances in a range of about 3 miles. We assume that the methane emissions are equivalent to the

amount of methane contained in the associated gas. Therefore, the two subcategories are those with associated gas that contains 40 tpy or less methane and those that contain greater than 40

<sup>&</sup>lt;sup>410</sup>EPA-HQ-OAR-2021-0317-2446.

<sup>&</sup>lt;sup>411</sup> See full BSER analysis in chapter 4 of the final TSD for this rulemaking.

<sup>&</sup>lt;sup>412</sup> EPA–HQ–OAR–2021–0317–2168 and –2172. <sup>413</sup> EPA–HQ–OAR–2021–0317–2283.

<sup>414</sup> EPA-HQ-OAR-2021-0317-2172.

tpy methane. The EPA then developed BSER separately for these two subcategories.

i. BSER for the Subcategory of Wells With Associated Gas Containing 40 tpy or Less Methane

For wells that produce 40 tpy or less of associated methane gas, the analysis shows that, depending on the distance from the well to the gathering system, it could sometimes be cost-effective to route the associated gas to a sales line, and sometimes not. Assuming that there is an existing flare or control device onsite that could accept the associated gas, the cost to direct the associated gas into the flare would be minimal (approximately \$6,100 capital cost, with an annual cost of \$670). The cost effectiveness of routing to an existing flare for an associated gas well where the associated gas contains 40 tpy of methane is \$18 per ton of methane, which is well within the range that the EPA has considered reasonable. In fact, the cost effectiveness for wells with 1 tpy of methane (\$915/ton) is still reasonable. For the installation of a new flare, the cost effectiveness for a well where the associated gas contains 40 tpy methane is \$1,758 per ton of methane, which is also considered reasonable. Considering that routing associated gas to a flare or control device is an adequately demonstrated method and considering this cost effectiveness leads the EPA to conclude that BSER to reduce the methane emissions from associated gas from existing oil wells where the associated gas contains 40 tpy or less of methane is routing to a flare. This outcome is consistent with the recommendations made by the commenters.

*Comment:* One commenter <sup>415</sup> stated that repeated, onerous technical infeasibility analyses and detailed recordkeeping should be eliminated in the final rule for wells with low associated gas production.

Response: Because the EPA has determined that BSER for this subcategory of existing sources is routing to a flare or control device, the final model rule does not include a requirement to demonstrate technical infeasibility for wells with associated gas containing 40 tpy or less of methane. The presumptive standard allows sources in this subcategory to routinely flare without needing to make a demonstration of technical infeasibility. However, the final presumptive standard does include the requirement to calculate and document the methane content of associated gas using the GOR.

The calculation is based on a simplified version of the methodology in subpart W of the GHGRP.

Note that under the presumptive standard in the final EG, owners and operators of these low associated gas production wells are allowed to route the associated gas to a sales line, use it as onsite fuel or for another beneficial purpose, or inject/reinject it. In fact, the EPA encourages this option where possible. If a source elects to comply with one of these options, the presumptive standard would not require that source to comply with the requirement to calculate the annual methane content of the associated gas.

Comment: One commenter 416 stated that many older, existing well sites in the Midland Basin do not have flares onsite, and it would present a significant capital expense to add a flare or similar control device at each existing well site. Another commenter 417 stated that "for many conventional oil wells in Pennsylvania and New York, a gas sales line is not reasonably available. The "associated gas" produced at these conventional oil and gas well sites would not be sufficient to sustain a flare, much less justify the changes and capital expenditures needed to attempt to use the gas onsite. The commenter indicated that the EPA must expressly allow Pennsylvania and New York conventional oil producers to vent the small volumes of "associated gas," which the commenters contend is the only safe and environmentally sound method of dealing with associated gas at some Pennsylvania conventional oil wells. The first commenter stated that the EPA should consider the remaining useful life of these existing sources, as required by the CAA.

*Response:* The EPA acknowledges these comments and understands that certain situations exist where the methane content in the associated gas is low and there is not a flare or control device onsite. The EPA also recognizes that the cost of installing a new flare or control device solely to reduce the methane emissions from the associated gas could be above what is typically considered reasonable by the EPA for wells with very low levels of methane. Both commenters cite instances where the wells are older and located in specific geographic locations. We conclude that these situations are most likely to occur for older wells where the wells are approaching the end of their useful lives. The EPA also believes that the wells discussed by comments do not represent the majority of designated

facilities across the country. Therefore, the EPA did not elect to further subcategorize wells with 40 tpy or less associated gas methane into those sites with and without existing control devices. First, the EPA believes that many of these sites likely have existing control devices already onsite that could accommodate the associated gas. The EPA is aware that several states, including New Mexico, North Dakota, and Texas, have regulations that require control devices in certain situations that are relevant here. Second, we believe that the particular sites discussed by commenters could be candidates for states to examine under the RULOF framework of 40 CFR part 60, subpart Ba, when states are developing their state plans in accordance with these final EG in 40 CFR part 60, subpart OOOOc. States can consider the RULOF-specific situations at the low associated gas production wells that do not have flares or other control devices onsite to possibly apply a standard of performance less stringent than the presumptive standard in this EG consistent with the EPA's implementing regulations. Further, the EPA acknowledges that the Agency did not assess costs for existing wells that are located more than 5 miles away from a gathering system, and states may wish to examine the possibility of invoking RULOF for situations where a well with low levels of associated gas is located a far distance away from a gathering system and cannot otherwise comply with the alternatives included in the presumptive standard.

ii. BSER for the Subcategory of Wells With Associated Gas Containing Greater Than 40 tpy Methane

As discussed for new sources, routing associated gas to a sales line is an adequately demonstrated method for reducing methane emissions. As shown in table 23, the cost effectiveness of routing the gas to a sales line for wells with associated gas containing greater than 40 tpy methane is at levels considered reasonable by the EPA, especially in situations where the well is relatively near the gathering system. Therefore, the EPA determined that BSER for this subcategory is routing the associated gas to a sales line. As with new sources, the EPA believes that the other options that achieve the same level of emissions reduction should be allowed.

As discussed for modified and reconstructed sources, the EPA recognizes that existing sources were likely originally drilled without the expectation that the EPA would issue these EG which include a presumptive

<sup>415</sup> EPA-HQ-OAR-2021-0317-2403.

<sup>&</sup>lt;sup>416</sup> EPA–HQ–OAR–2021–0317–2283. <sup>417</sup> EPA–HQ–OAR–2021–0317–1341.

standard of routing the associated gas to a sales line, using it as onsite fuel or for another beneficial purpose, or injecting/ reinjecting it. The location of these existing wells is established, and the owner or operator may not have the ability to move the well to allow a closer connection to a sales line, to inject into another well, or perhaps to utilize any other option. Therefore, the EPA concluded that it is appropriate to allow existing wells with greater than 40 tpy methane to routinely flare associated gas or route it to control with a technical infeasibility determination and certification which is renewed annually.

The final presumptive standards for existing wells with associated gas containing greater than 40 tpy methane are to reduce or eliminate emissions of methane by: (1) Recovering the associated gas from the separator and routing the recovered gas into a gas gathering flow line or collection system to a sales line, (2) recovering the associated gas from the separator and using the recovered gas as an onsite fuel source, (3) recovering the associated gas from the separator and using the recovered gas for another useful purpose that a purchased fuel or raw material would serve, or (4) recovering the associated gas from the separator and reinjecting the recovered gas into the well or injecting the recovered gas into another well. In addition, the final presumptive standards for this subcategory allow the associated gas to routinely be routed to a flare or control device that reduces methane and VOC emissions by at least 95.0 percent if annual demonstrations are made that it is technically infeasible to route the associated gas to a sales line, use it as onsite fuel or for another beneficial purpose, or inject/reinject it and the determination is certified by a professional engineer or another qualified individual with expertise in the uses of associated gas. See section XI.F.2.g of this document related to the infeasibility determination and certification.

*Comment:* One commenter <sup>418</sup> stated that the EPA failed to understand the implications of inherent production depletion on the economics and emissions from smaller wells. The commenter asserted that there are fundamental factors that are not adequately considered in the EPA assessments, and that, as oil and natural gas wells undergo their inherent depletion, the reduced volumes of production limit the amount of emissions that can be generated.

Response: The EPA understands the depletion of production over time and understands that it impacts the associated gas volume, and thus the methane contained in the associated gas. Therefore, the presumptive standard included in the final EG includes the provision that existing wells whose production is less than 40 tpy of methane upon becoming a designated facility can flare routinely without a demonstration of technical infeasibility. The EPA determined that for wells with above 40 tpy of methane it is reasonable to route the gas to a sales line or choose an equivalent alternative, or in the absence of a feasible alternative, to flare the gas. While the level of gas production may decline over time from above 40 tpy to below, the EPA considers the cost of control of the gas from designation as a designated facility producing over 40 tpy to the time of well closure to be reasonable, and considers that the cost may be mitigated by any recovery from an associated gas management technique that allows some cost savings. Further, if an owner/operator is already complying with a zero-emissions option, then they should be able to continue to comply with that option cost-effectively, even if their production declines, as they have already made the investment.

# f. Temporary Flaring/Venting

*Comment:* A number of comments were received on the topic of temporary flaring and venting. Commenters from across the spectrum (industry, state agencies, environmental organizations) agree that there are extenuating circumstances beyond the reasonable control of the operator that can result in the inability to exercise the primary use option. Further, there is agreement that flaring should be allowed in these circumstances. Commenters encouraged the EPA to distinguish between "routine" and "non-routine" flaring events.

In the December 2022 Supplemental Proposal, we proposed "to require that if owners and operators anticipate that there may be interruptions in the ability to route the associated gas to a sales line or to use it for another beneficial purpose, they must provide a technical or safety demonstration in their annual report and install and operate a control device that achieves the required reduction during these temporary periods" (p. 74780).

While there was agreement among the commenters on the need to allow temporary flaring, there was also universal objection to this proposed requirement for technical or safety

demonstrations to justify flaring. One commenter <sup>419</sup> urged the EPA to abandon the broad, unclear technical infeasibility exemption. Another 420 recommended the replacement of the "technical infeasibility" exemption with clearly delineated circumstances for temporary flaring. Another 421 contended that, for those situations where the gas from the well is connected to a sales line and there are instances where the gas needs to be routed intermittently to a control device for equipment maintenance, repairs, emergencies, or other similar situations, this type of flaring should not have to undergo repeated, onerous infeasibility determinations and detailed recordkeeping requirements. Another commenter <sup>422</sup> requested that for wells where the operator has designed and configured the separator to recover and sell or beneficially use associated gas, the EPA remove the requirement to provide an infeasibility or safety justification for controlling associated gas when the primary means of disposition is temporarily unavailable. Another commenter 423 explained that when a facility is designed with a certain configuration for handling the disposition of associated gas, it is unreasonable to expect facilities to design for multiple uses based on emerging technologies before they can resort to flaring, especially during these short, intermittent periods. They did not support making technical or safety demonstrations where disruptions or interruptions in the gas gathering infrastructure result in the need to route the associated gas to a control device for temporary periods. One commenter 424 suggested that, rather than an infeasibility determination being required for every instance, a one-time infeasibility determination should suffice.

Commenters <sup>425</sup> recommended that, rather than requiring an infeasibility demonstration for specific instances, the EPA delineate instances in the rule where temporary flaring is allowed. Commenters generally indicated that flaring should be allowed during upset conditions, which one commenter <sup>426</sup> defined as emergency circumstances outside of the control of an operator that can interrupt its ability to comply with the standard. Commenters also provided

<sup>418</sup> EPA-HQ-OAR-2021-0317-2446.

<sup>419</sup> EPA-HQ-OAR-2021-0317-2408.

 $<sup>^{420}{\</sup>rm EPA-HQ-OAR-2021-0317-2433}.$ 

<sup>&</sup>lt;sup>421</sup>EPA-HQ-OAR-2021-0317-2403.

<sup>&</sup>lt;sup>422</sup> EPA-HQ-OAR-2021-0317-2326.

<sup>&</sup>lt;sup>423</sup> EPA-HQ-OAR-2021-0317-2428. <sup>424</sup> EPA-HQ-OAR-2021-0317-2403.

<sup>&</sup>lt;sup>425</sup> EPA-HO-OAR-2021-0317-2408 and -2433.

<sup>426</sup> EPA-HQ-OAR-2021-0317-2433.

specific situations, including the following:

• Due to a temporary, unplanned loss of connection to, or ability to route gas to, a gathering system.

• During the commissioning of pipelines, equipment, or facilities.

• When the natural gas does not meet pipeline specifications.

• Temporary failure of equipment.

• During startup and shutdown activities.

• During maintenance activities.

• During construction activities and facility modifications.

• During well testing.

In addition to suggesting that the EPA delineate specific instances when temporary flaring is allowed, commenters recommended that the EPA establish clear time limitations during which the flaring is permitted.

In addition, one commenter <sup>427</sup> identified circumstances where venting may be warranted. The commenter acknowledged that venting may be necessary for safety. In addition, they added that operators may need to vent for a very brief period during downhole monitoring activities, namely when monitoring the downhole pressure during bradenhead monitoring and packer leakage tests.

Commenters stressed that state rules, specifically in Colorado and New Mexico, allow operators to flare or vent gas for short periods of time during upset conditions or emergencies, including temporary unavailability of access to a gathering line. Further, both states list specific instances and time frames when flaring is allowed. Examples cited by the commenters include the following.

A commenter 428 discussed circumstances where the EPA may consider exemptions from its capture requirements in which flaring is authorized. One circumstance that may give rise to an operator's need to flare on a temporary basis is the commissioning of pipelines, equipment, or facilities. The commenter provides that New Mexico allows operators to flare temporarily during these circumstances, and even then "only for as long as necessary to purge introduced impurities." An operator may need to flare temporarily when it is first connecting to a pipeline that has just been constructed if the pipeline was cleaned out with substances that the midstream operator does not want in the

The commenters report that both Colorado and New Mexico allow

<sup>427</sup> EPA–HQ–OAR–2021–0317–2433.

operators to vent or flare during bradenhead monitoring. Colorado limits bradenhead monitoring to 30 minutes. New Mexico also allows operators to flare or vent during packer leakage tests.

Commenters 429 stated that New Mexico allows for temporary venting or flaring during an emergency. An emergency means "a temporary, infrequent, and unavoidable event in which the loss of natural gas is uncontrollable or necessary to avoid a risk of an immediate and substantial adverse impact on safety, public health, or the environment" other than in certain exceptions. One such exception is "venting or flaring of natural gas for more than 8 hours after notification that is caused by an emergency, an unscheduled maintenance, or a malfunction of a natural gas gathering system." In other words, an upstream operator may vent or flare during a temporary, infrequent, and unavoidable event involving loss of connection to a sales line provided the midstream operator notifies the producer of the disruption to the operator of the sales line. However, an upstream operator cannot vent longer than 8 hours in this circumstance.

One commenter 430 provided that both Colorado and New Mexico allow operators to flare or vent gas for a short period of time during upset conditions or emergencies which include temporary unavailability of access to a gathering line. The commenter explained that the Colorado rules provide a concise, clear definition of upset condition combined with a limit on the amount of time an operator may flare or vent during such circumstances. Colorado allows operators to vent or flare for up to 24 cumulative hours during an upset condition while New Mexico allows operators to vent or flare for up to 8 hours during an emergency. Loss of a connection to a pipeline qualifies as an upset condition under the Colorado rules and an emergency under the New Mexico rules.

The commenter added that New Mexico allows for temporary venting or flaring during an emergency. An emergency means "a temporary, infrequent, and unavoidable event in which the loss of natural gas is uncontrollable or necessary to avoid a risk of an immediate and substantial adverse impact on safety, public health, or the environment" other than in certain exceptions.

*Response:* As discussed in section XI.F.2.b of this document, the representative well and the BSER

analysis are focused on associated gas emissions during routine operations. We appreciate the information and insights provided by the commenters, and overall we agree with the recommendations.

First, we recognize that there are circumstances that could arise that are beyond the control of the owner or operator and that could result in the temporary inability to comply with the standards, and we do not believe it is appropriate to require the shut-in of the well in such instances.

We agree with the commenters that the proposed requirement to demonstrate infeasibility based on technical or safety reasons for each of these temporary instances is not the most efficient solution. Rather, in the final rule, we have incorporated an approach similar to requirements adopted by New Mexico and Colorado. The final rule identifies specific circumstances in which temporary flaring or venting are allowed. The final rule also includes maximum timeframes for each circumstance. Following are the specifics included in the final rule. Temporary flaring (or routing to a control device to achieve 95 percent reduction) is allowed:

• For up to 24 hours during a deviation caused by a malfunction.

• For up to 72 hours during repair, maintenance including blowdowns, a packer leakage test, a production test, or commissioning.

• For up to 30 days during temporary interruption in service from the gathering or pipeline system.

• For up to 72 hours if associated gas does not meet pipeline specifications.

While temporary flaring or routing to a control device is allowed in these situations, it is important to ensure that, with the additional gas that is being routed to the flare or control device during this temporary period, the flare or control device continues to operate properly. Therefore, the final rule includes the requirement that the owner or operator demonstrate that applicable flare or control device requirements are being met during the temporary period when the associated gas is routed to the control.

*Comment:* One commenter <sup>431</sup> supported the use of temporary control devices for situations when the associated gas could not be routed to a sales line, used as onsite fuel or for another beneficial purpose, or injected/ reinjected. The commenter explains that some sites may have permanent control devices for these scenarios. However, temporary controls can be used to

<sup>428</sup> EPA-HQ-OAR-2021-0317-2433.

<sup>&</sup>lt;sup>429</sup> EPA–HQ–OAR–2021–0317–2433 and –2408. <sup>430</sup> EPA–HQ–OAR–2021–0317–2408.

<sup>431</sup> EPA-HQ-OAR-2021-0317-2218.

minimize emissions during planned maintenance, startup, and shutdown activities. Emissions from these temporary controls are permitted as an alternate operating scenario, as a part of normal operations. Another commenter supported flaring the gas by using a permanent or temporary control device that achieves 95 percent efficiency during periods of time when the associated gas is routed to the control device.

*Response:* In the December 2022 Supplemental Proposal, we stated that we anticipated that a control device used to reduce emissions during these temporary periods "would need to be permanently installed." However, we specifically requested comment on whether the use of temporary controls could also serve this purpose. Commenters responded that such control devices would likely be permanent controls, albeit control systems that are present for reasons other than providing redundant control for associated gas.<sup>432</sup>

The EPA has determined that it is not necessary that a control device be permanently installed for these situations. However, if a temporary flare or control device is used, it is required to meet the same control device requirements as a permanent control device.

In addition to the allowance for temporary flaring or routing to a control device, the final rule allows venting in the following circumstances and durations:

• For up to 12 hours to protect the safety of personnel.

• For up to 30 minutes during bradenhead monitoring.

• For up to 30 minutes during a packer leakage test.

The final rule requires that detailed records be kept of each of these venting situations.

g. Infeasibility Demonstration and Certification

The proposed NSPS OOOOb regulation and EG OOOOc presumptive standards both included the allowance that associated gas could be routed to a flare or control device after a demonstration and certification that it is infeasible to route the associated gas to a sales line or to comply with the other options. The December 2022 Supplemental Proposal required that this demonstration include a detailed analysis documenting and certifying the technical or safety infeasibility for all options. It also listed specific types of other useful purposes that owners and

432 EPA-HQ-OAR-2021-0317-2326.

operators were required to address, specifically methane pyrolysis, compression of gas for transport to another facility, conversion of gas to liquid, and production of liquified natural gas. The proposal required that this demonstration be certified by a professional engineer or another qualified individual with expertise in the uses of associated gas.

As discussed in section XI.F.2.f of this document, there were many comments submitted that objected to the proposal to require a demonstration of infeasibility based on technical or safety reasons for temporary use of a flare or control device in instances when the primary option (e.g., routing the associated gas to a sales line, using it as onsite fuel or for another beneficial purpose, or injecting/reinjecting it) is unavailable. Rather they suggested that the rule and presumptive standards include specific instances when such temporary flaring or routing to control is allowed. As also discussed in section XI.F.2.f of this document, the final rule includes such a list of specific circumstances. Therefore, the infeasibility demonstration and certification provisions in the final rule are applicable to situations where routing the associated gas to a sales line, using it as onsite fuel or for another beneficial purpose, or injecting/ reinjecting it are not feasible and routing to a flare or control device is routine.

On a related topic, one commenter 433 suggested that safety concerns are by their nature temporary and would never give rise to the need to flare indefinitely. The commenter suggested that the EPA should therefore require that any safetyrelated flaring cease when the safety concern no longer exists. The EPA agrees that the need to flare or route to control for safety reasons is a temporary issue, and not a reason that would warrant long-term routine flaring. Therefore, the final rule allows routine flaring or routing to control based only on technical infeasibility, and not safety.

*Comment:* Commenters <sup>434</sup> suggested that the EPA not require consideration of predetermined beneficial uses for oil well associated gas, and, if the EPA retains such a list, any included beneficial use must be commercially viable. One commenter stated that the EPA proposed that operators must certify that use of "recovered gas for another useful purpose that a purchased fuel or raw material would serve" is not feasible "due to technical or safety reasons" before the operator may

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added that the EPA proposed that the feasibility analysis must include consideration of using gas for "methane pyrolysis, compressing the gas for transport to another facility, conversion of gas to liquid, and the production of liquified natural gas." The commenter fully supports the beneficial use of natural gas where reasonably feasible and cost-effective and further supports development of additional technologies that would provide a broader range of potential beneficial uses. The commenter believed that the EPA's inclusion of a predetermined list of uses suggests that the EPA has determined each of these beneficial uses to be technically feasible, commercially available, and appropriately included as part of the associated gas BSER. The commenter contends that the EPA, however, has provided no support for this apparent determination. Accordingly, the commenter requested that the EPA remove this list of beneficial uses. Further, to the extent the EPA maintains such a list of beneficial uses, the commenter requested that the EPA remove any unproven "emerging technologies." The commenter stated that CAA section 110(j) provides the appropriate pathway for sources to evaluate emerging technologies to meet NSPS. According to the commenter, requiring evaluation of unproven emerging technologies sidesteps both the BSER demonstration and the CAA section 110(j) process in violation of the CAA. Another commenter, a state agency,435 supported emerging technologies as potential methods for controlling emissions from oil and gas facilities and recommended that the rules allow the use of emerging technologies as a recognized method of achieving a beneficial use for associated gas. The commenter reported that some companies use the associated gas as fuel for electric generating units or compress the gas and send it to another site for processing. The commenter believed that useful purpose should include, but not be limited to, uses or purposes that a purchased fuel or raw material would serve. The commenter also believed that useful purpose should not be explicitly defined in the rule language, and that the owner or operator can provide a demonstration or certification that they meet this criterion. Due to the unpredictable nature of technological advancement, the commenter believed it would be shortsighted for the EPA to limit this aspect of the rule to only narrowly defined or specified processes or technologies. Certain technologies for

435 EPA-HQ-OAR-2021-0317-2218.

control associated gas onsite. They

<sup>&</sup>lt;sup>433</sup> EPA–HQ–OAR–2021–0317–2433.

<sup>&</sup>lt;sup>434</sup> EPA–HQ–OAR–2021–0317–2326 and –2218.

reducing methane and other GHG emissions, such as gas compression for offsite transport, can also result in collateral emissions of other regulated pollutants which are subject to the national ambient air quality standards (NAAOS).

*Response:* The EPA reviewed these comments and concluded that the regulation should not include a specific list of other beneficial uses, for the reasons pointed out by the commenters. However, as discussed in section X.F.2.a of this document, it is the responsibility of the owner and operator, along with the qualified professional engineer or other qualified personnel performing the evaluation, to conduct due diligence by ensuring that the list of options evaluated be comprehensive and address commercially viable solutions.

*Comment:* One commenter <sup>436</sup> argued that the EPA must limit the exemption by clearly delineating specific "technical" reasons that would justify flaring in lieu of the four gas recovery options. They stated that the EPA must require operators to demonstrate the physical impossibility of each of the gas recovery options to claim the exemption to flare. The commenter provided potential physical impossibility demonstrations for each abatement method.

*Response:* The EPA believes that including specific criteria in the rule would be short-sighted and potentially eliminate legitimate reasons that an option is technically infeasible. As discussed in section X.F.2.a.1 of this document, the EPA generally characterizes acceptable reasons in the general categories of physically, logistically, or technically infeasible. Examples are provided in that section.

Comment: One commenter 432 suggested that the BSER opt-out should include economic factors in addition to technical feasibility. The commenter reported that the EPA concedes that it is proposing multiple regulatory requirements whose implementation would be so burdensome that they would be "technically infeasible" for some set of affected facilities. According to the commenter, the EPA thus gives affected facilities the ability to "opt out" of the performance standard if the affected facility can show that compliance with the performance standard would be infeasible for technical or safety reasons. The commenter contends that "technically infeasible" is a misnomer and that the EPA should explicitly include economic factors in addition to a technical

feasibility analysis. The commenter stated that, instead of conflating technical feasibility and economic considerations, the EPA in its final rule should transparently state that economic factors must be part of an affected facility's ability to opt out of the regulatory requirement. A state agency commenter <sup>438</sup> asked what factors or thresholds should be considered if economic feasibility needs to be assessed.

Response: The EPA disagrees that economic feasibility is a valid criterion on which to allow routine flaring or routing to control as part of the standard. As shown in Table 23, the EPA has determined that the costs associated with the control option determined to be BSER (routing to a sales line) are reasonable. Put another way, the EPA has already considered costs when setting the standard. As such, there is no reason to allow for the type of "economic feasibility" showing that commenters are requesting. Further, to include economic feasibility as a criterion would necessarily take into account many aspects of plant operation that are not related to the cost of the control option (the BSER). The approach that commenters suggest could result in a situation where wells that are operating close to the margin due to inefficiencies and poor operation obtain an allowance to routinely flare while more efficiently operated wells do not. The EPA does not believe that allowing for this type of outcome is appropriate because it would unfairly provide preferential treatment to certain owners and operators based solely on the fact that their operation is less efficient. Lastly, allowing the type of economic feasibility that commenters are asking for would necessarily entail a certain degree of subjectivity that the EPA does not find to be appropriate in this context. The EPA believes that it would be inappropriate to establish such thresholds in this context and does not find it necessary.

*Comment:* One commenter <sup>439</sup> points out that the EPA proposal contemplated four abatement alternatives to deal with associated gas from oil wells. While each alternative has its pros and cons, the alternatives are also necessarily based upon, to some extent, well and/ or lease economics. The predominant methodology used by regulators, including the EPA, and operators, is to evaluate these economic decisions on the gas production only and its prevailing pricing. The commenter held that the entire well/lease revenue

<sup>438</sup> EPA-HQ-OAR-2021-0317-2247.

stream—including revenue from oil needed to be considered, especially if the decision to get to a sales line is the question. The commenter stated that considering gas revenue only actually promotes waste and negative environmental impact. Therefore, according to the commenter, the EPA rejects economic viability as a criterion to be considered in the infeasibility determination that would allow routine flaring.

Response: The EPA agrees with the premise of the comment that the standards for associated gas should not be limited to those options whose cost can be covered by the recovery of associated gas. The EPA's BSER analysis acknowledges that cost recovery through the sale or use of associated gas will contribute to the cost effectiveness of some methods of reducing emissions from associated gas, but the EPA did not make the ability to recover the gas for sale the defining criteria to select BSER or the equivalent alternatives. For example, an operator who chooses to inject the gas into the well or another well may not derive any financial benefit to injecting the gas in the form of greater oil production, but injecting the gas is acceptable in lieu of routing to a sales line because it achieves emissions reductions equivalent to those for routing the associated gas to a sales line.

Comment: One commenter 440 believed that the exemption for technical infeasibility presents enforcement challenges. While an operator's demonstration of technical infeasibility must be signed and certified as to its truth, accuracy, and completeness, the commenter provided that there is no requirement that the EPA review and approve this demonstration prior to an operator's flaring. Rather, the proposal only required that operators retain records of the certified demonstration and provide them to the EPA as part of annual reporting. The commenter indicated that this lack of requirement raises the possibility that flaring will occur in the absence of a full, accurate, complete, or otherwise adequate demonstration. The commenter indicated that in order for the EPA to identify any problems or shortcomings in the certified demonstration, the EPA must review the operator's documentation, but this review will necessarily occur after an operator has flared, potentially for a considerable amount of time. The commenter states that this opens the door to extended periods of flaring in violation of the rules. Another

<sup>&</sup>lt;sup>436</sup> EPA–HQ–OAR–2021–0317–2433.

<sup>437</sup> EPA-HQ-OAR-2021-0317-2326.

<sup>439</sup> EPA-HQ-OAR-2021-0317-2433.

<sup>440</sup> EPA-HQ-OAR-2021-0317-2433.

commenter 441 asserted that the technical infeasibility exemption places a significant compliance monitoring burden on the EPA, or on states with delegated air quality programs.

*Response:* The EPA does not agree with these commenters. As explained above, the final NSPS OOOOb and EG OOOOc include provisions that allow owners and operators to make certain technical infeasibility demonstrations in limited circumstances. To the extent that an owner or operator makes such a showing, the EPA believes that the requirement to submit the demonstration and certification of infeasibility in the annual report provides the opportunity for the EPA and/or state agency to conduct a review. In the event that the owner or operator submits an inadequate or fraudulent determination, or no determination at all when they should have, they could be subject to penalties. In addition, the professional engineer or other individual who certified the demonstration could be subject to penalties, including criminal charges. Therefore, no changes were made to the proposed requirements for submission of the demonstrations and certifications.

Comment: With respect to the certification process, one commenter 442 recommended that the EPA require certification by an independent third party. The commenter pointed out that the EPA proposed to allow certification by either a professional engineer or a "qualified individual with expertise in the uses of associated gas." Notably, per the EPA's proposal, an operator could use an in-house engineer or other qualified individual, such as a contractor. The commenter noted that there is no requirement that the individual be independent from the operator. Certification by an independent third party, rather than a professional engineer or a "qualified individual with expertise in the uses of associated gas," either of whom could be an in-house individual or a person with significant ties to the company, will enhance the credibility and reliability of the report. Certification by an independent third party of all demonstrations seeking a flaring exception is necessary to ensure a robust, complete, and accurate demonstration of the reasons underlying the flaring request.

*Response:* The EPA does not agree that it is necessary for the certifier to be an independent third party. In many cases, a person most knowledgeable about the well characteristics and

specifics of the operation may be someone employed by the company. While the EPA understands the concern raised by the commenter about the certification being made entirely "inhouse," the EPA points out the severe penalties and repercussions that could occur for both the owner/operator and the certifier, as discussed here.

Comment: The commenter 443 requested that the EPA further clarify that both the certifier and the owner/ operator may be subject to penalties for submission of a fraudulent or significantly flawed certification. The commenter notes that this clarification is consistent with the EPA's proposal for pneumatic pumps. The EPA proposed to include a technical infeasibility exemption from the zero-emissions pneumatic pump standard, provided an operator submits a demonstration certified by a qualified professional engineer or in-house engineer with relevant experience. The EPA notes that it "is committed to ensuring that this technical infeasibility provision is not abused or used as a loophole . . . ," pointing to the potential for enforcement actions to be levied against both the owner/operator and the certifier upon submission of a "fraudulent, or significantly flawed" certification. The commenter urges the EPA to clarify that this same potential penalty is applicable to the submission of "fraudulent, or significantly flawed" certifications in the context of associated gas at the affected well facility, if the EPA retains the technical infeasibility exemption.

Response: The EPA agrees with the commenter. Flaws in a certified engineering analysis may result in an exception being inapplicable and a related enforceable violation of the standards. Fraudulent or significantly flawed certifications may result in both civil and criminal liability and penalties for the owner, operator, and the person that makes the certification.

Comment: One commenter 444 suggested that operators seeking to routinely flare must submit a thorough analysis and engineering certification comparable to the initial certification each vear. The commenter recommended that this demonstration include the same information as the initial demonstration, namely a detailed analysis documenting the technical infeasibility or safety reasons for the infeasibility and an explanation as to why none of the four gas recovery options are technically feasible or safe.

443 EPA-HQ-OAR-2021-0317-2433.

Each annual demonstration must be certified.

Response: The EPA agrees with this comment and has clarified that the exemption is only valid for a 1-year period and that a demonstration and certification must be conducted each year to continue to flare or route to control.

## 3. Gas Well Liquids Unloading Operations

In section X.F.3 of this document, the final NSPS OOOOb and EG OOOOc requirements for gas well liquids unloading operations are summarized. The BSER analysis is unchanged from what was presented in the November 2021 Proposal (see 86 FR 63211-14, section XII.D: Proposed Standards for Well Liquids Unloading Operations). Two regulatory approaches were proposed in the November 2021 Proposal. As discussed in the December 2022 Supplemental Proposal, the EPA considered the comments submitted and revised the proposed requirements. Details of these comments, the EPA's responses, and the rationale for the supplemental proposal are provided in the December 2022 Supplemental Proposal Federal Register preamble. As discussed in section X.F.1 of this preamble, in the December 2022 Supplemental Proposal, the EPA proposed to define the "affected facility" as a single well. Further, the EPA proposed the "modification" definition to apply to a single well that undergoes hydraulic fracturing or refracturing. Significant comments were received on the December 2022 Supplemental Proposal on the following topics: (1) the EPA's proposed zeroemissions standard, and (2) the EPA's proposed recordkeeping and reporting requirements. For each of these topics, a summary of the proposed rule, the comments, the EPA responses, and changes made in the final rule (if applicable), are discussed as follows. These comments and the EPA's responses to these comments would apply to the standards proposed in both the NSPS OOOOb and EG OOOOc because the same standards apply for both new and existing sources. The EPA's full response to comments on the November 2021 Proposal and December 2022 Supplemental Proposal, including any comments not discussed in this preamble, can be found in the EPA's RTC document for the final rule.445

<sup>441</sup> EPA-HQ-OAR-2021-0317-2428.

<sup>442</sup> EPA-HQ-OAR-2021-0317-2433.

<sup>444</sup> EPA-HQ-OAR-2021-0317-2433.

<sup>445</sup> Standards of Performance for New, Reconstructed, and Modified Sources and Emissions Guidelines for Existing Sources: Oil and Natural Gas Sector Climate Review. Response to Public Comments on the November 2021 Proposed Rule and the December 2022 Supplemental

## a. Zero-Emissions Standard

In the December 2022 Supplemental Proposal, the EPA proposed regulatory text specifying that all gas well liquids unloading operations would be subject to the regulatory requirements. The BSER proposed was to employ techniques or technologies that eliminate methane and VOC emissions. Where meeting the zero-emissions standard is infeasible due to technical or safety reasons, the EPA proposed to require the employment of best management practices to minimize methane and VOC emissions during well liquids unloading operations to the extent possible.

The December 2022 Supplemental Proposal, however, specifically requested further comment and additional information on an alternative approach to applicability, where the standards for gas well liquids unloading would only apply to well liquids unloading operations that result in vented emissions.<sup>446</sup>

*Comment:* Several commenters <sup>447</sup> opposed the EPA's proposed zeroemissions standard or asserted that the EPA should only regulate unloading operations that vent emissions.

Another commenter <sup>448</sup> stated that the BSER must be technically feasible for the source category. The commenter provided a brief overview of the proposed standard under NSPS OOOOb that requires owners or operators to perform liquids unloading with zero methane or VOC emissions (86 FR 63179). The commenter mentioned that the proposed standard is based on a determination that non-emitting techniques constitute the BSER for these sources. At the same time, the commenter pointed out that the EPA acknowledged that non-emitting techniques are not always feasible or safe and that the EPA provides alternative standards to cover those situations.

In general, the commenter supported this approach as a practical matter and agreed that non-emitting measures and methods should be used where they are technically feasible and cost-effective. The commenter highlighted that the EPA rightly understands that nonemitting approaches are not always practicable and that imposing an absolute requirement would constitute an unwarranted prohibition on necessary operations, such as liquids unloading, in many situations. With that in mind, the commenter believed that the proposed alternative best management practice measures are a common-sense solution.

Another commenter <sup>449</sup> argued that the EPA should replace what the commenter believed was an infeasible zero-emissions standard with a requirement that the affected well liquids unloading operations minimize emissions through best management practices. The commenter stated that they have significant experience using a variety of practices to safely and effectively minimize the emissions associated with gas well liquids unloading but are concerned that those practices would not satisfy the EPA's proposed zero-emissions requirement. According to the commenter, there are many reasons why liquids may accumulate in a wellbore and require liquid unloading, some of which reasons are due to external factors not in the control of the well operator. The commenter stated that the proposed standard would necessitate a detailed review and discussion of infeasibility for each event with no benefit to emissions.

The commenter recommended that, rather than establishing the proposed zero-emissions standard with an exception for unloading with minimized emissions when zero-emissions unloading is technically infeasible, the EPA establish the use of best management practices to minimize methane and VOC emissions during liquids unloading events to the extent possible as the standard itself. The commenter warned that the program contemplated by the EPA sets an impossible compliance bar, and the commenter further reiterates that a standard to develop and use best management practices to minimize methane and VOC emissions during liquids unloading events to the extent possible will achieve the same emissions reductions while eliminating the unnecessary burdens associated with demonstrating that zero-emissions unloading is infeasible.

Another commenter <sup>450</sup> asserted that the rule should only apply to venting during liquids unloading. The commenter added that industry innovated to address the environmental problem of venting during liquids unloading, and they believe that the EPA's proposal would disincentivize this innovation. The commenter explained that malfunctions of designed zero-emissions liquids unloading events would be addressed with designed venting events, with required best management practices that minimize emissions, and with recordkeeping and reporting.

Similarly, another commenter <sup>451</sup> contended that the implementation of the rule would be easier if the standards only applied to wells that vent. However, the commenter suggested that the EPA only develop emissions requirements for facilities that vent emissions, not for facilities that would only vent emissions if something goes wrong or not as planned. In these situations, the commenter recommended the EPA develop separate requirements that would apply.

Ône commenter <sup>452</sup> requested that, with respect to the emissions standards for liquids unloading, the EPA revise the rule so that an unloading event which does not result in venting to the atmosphere is not an affected facility.

Conversely, another commenter 453 supported the November 2021 Proposal to define affected facilities to cover all wells undergoing liquids unloading as a critical requirement to ensure that operators do not simply claim to conduct liquids unloading events with zero-emissions techniques, when venting is occurring. The commenter noted that the EPA has recognized, "under some circumstances venting could occur when a selected liquids unloading method that is designed to not vent to the atmosphere is not properly applied (e.g., a technology malfunction or operator error)."<sup>454</sup> The commenter contended that in some cases, the malfunction or error could be so great that it results in venting 100 percent of the gas intended to be captured. Because of this possibility, the commenter argued, the EPA must require recordkeeping so it is aware of these events and overall emissions, and to build an understanding of what causes these errors and how they can be prevented. The commenter recommended that the EPA finalize the December 2022 Supplemental Proposal's option 1 and require operators of all wells undergoing liquids unloading to maintain records of the number of unloading events that occur, the method used, and any venting that occurred.

*Response:* The December 2022 Supplemental Proposal required that all liquids unloading events employ techniques or technologies that

*Proposed Rule* (6 FR 63110, November 15, 2021; 87 FR 74702, December 6, 2022).

<sup>&</sup>lt;sup>446</sup>87 FR 74782.

<sup>&</sup>lt;sup>447</sup> EPA-HQ-OAR-2021-0317-0777, -0808, -2227, -2238, -2254, -2258, -2294, -2391, and -2446.

<sup>448</sup> EPA-HQ-OAR-2021-0317-0808.

<sup>&</sup>lt;sup>449</sup> EPA–HQ–OAR–2021–0317–0777. <sup>450</sup> EPA–HQ–OAR–2021–0317–2227.

<sup>&</sup>lt;sup>451</sup>EPA–HQ–OAR–2021–0317–2258.

<sup>&</sup>lt;sup>452</sup> EPA–HQ–OAR–2021–0317–2238.

<sup>&</sup>lt;sup>453</sup> EPA–HQ–OAR–2021–0317–2433.

<sup>&</sup>lt;sup>454</sup> 86 FR 63179, November 15, 2021.

eliminate methane and VOC emissions (*i.e.*, a "zero-emissions standard"). If this was not feasible for safety or technical reasons, the EPA proposed to allow for the employment of best management practices to minimize venting of emissions to the extent possible. The EPA received comments that provided arguments against the proposed zero-emissions standard. These commenters generally emphasized that liquids unloading operations vary widely and standards should only apply to events that vent to the atmosphere. While we proposed a zero-emissions standard, we recognized that not every well that undergoes liquids unloading will be able to eliminate venting.

The EPA has determined that, because of the intermittent and necessary nature of allowing for variable methods and technologies employed to unload liquids, the inability to measure emissions during events, and the oftenunpredictable timing as to when owners and operators may need to vent emissions, a work practice standard is more appropriate than an emissions standard for liquids unloading operations. When evaluating whether it is appropriate to establish an emissions standard, one of the things the EPA considers is whether the application of a measurement methodology is practical due to technological or economic limitations. While emissions can be measured from an unloading event, it may not be practical for many unloading events to be directly measured (e.g., venting may not be anticipated or planned, type of technology employed to unload liquids does not lend itself to direct measurement of emissions). This is reflected in GHGRP subpart W required measurement and calculation methodologies. While in the August 2023 GHGRP subpart W proposal, the EPA proposed that emissions from liquids unloading under GHGRP subpart W must be calculated using direct measurements (calculation method 1) at least once every 3 consecutive years for each well, the proposal would continue to allow flexibility by allowing for the use of non-measurement calculation methods to accommodate times where direct measurement is not feasible or practical. For example, GHGRP subpart W calculation method 1 includes direct measurements, and methods 2 and 3 are non-measurement calculation methods. A very small percentage of events reported to the GHGRP (less than 3 percent for years 2015 to 2019) for

liquids unloading events were based on calculation method 1.455

The EPA also agrees that, by requiring that the proposed best management practices be implemented for liquids unloading events that vent, the same emissions reductions would be achieved, while eliminating the requirement for an owner or operator to have to document why it is infeasible to utilize a non-venting method due to technical, safety, or economic reasons. The EPA believes that best management practices can be implemented to safely and effectively minimize the emissions associated with gas well liquids unloading. However, with respect to commenters who believe that a well affected facility/designated facility that conducts gas well liquids unloading should only include liquids unloading events that vent, we disagree. As one of the commenters noted, and we agree, unintended/unplanned venting could occur from a malfunction or error and the EPA would want owners and operators to be required to follow best management practices and other reporting and recordkeeping requirements. Owners or operators can and should develop best management plans to minimize venting during liquids unloading, to include both planned/designed venting events and those venting events that occur that are unplanned.

To conclude, the EPA has maintained its proposal that each well affected facility that unloads liquids is subject to the requirement to employ techniques or technology(ies) that minimize or eliminate venting of emissions during liquids unloading events to the maximum extent. For unloading technologies or techniques that result in venting to the atmosphere, the final rule requires that owners or operators employ best management practices that meet minimum specified criteria to minimize venting of methane and VOC emissions for each gas well liquids unloading operation. Unloading events that employ non-venting liquids unloading technologies and techniques that do not result in venting of methane and VOC emissions to the atmosphere are not subject to best management plan requirements and the associated recordkeeping and reporting requirements under the rule. An owner or operator of a well affected facility that employs non-venting liquids unloading technologies and techniques is only required to comply with minimal recordkeeping and reporting

requirements. In instances where there may be an unplanned venting event, that event would be subject to the best management practices to minimize venting of emissions and the associated recordkeeping and reporting requirements. The EPA believes that the final work practice standard and associated recordkeeping and reporting requirements will incentivize owners or operators of well affected facilities and well designated facilities to minimize or eliminate the venting of emissions to the extent possible during liquids unloading events.

# b. Recordkeeping and Reporting Requirements

In the December 2022 Supplemental Proposal, the EPA proposed specific recordkeeping and reporting requirements related to well liquids unloading operations. Wells that utilized a non-venting method would have been required to maintain records of the number of well liquids unloading operations that occur within the reporting period and the method(s) used for each well liquids unloading operation. A summary of this information would also have been required to be reported in the annual report. In recognition that under some circumstances, venting could occur when a selected liquids unloading method that is designed to not vent to the atmosphere is not properly applied (e.g., a technology malfunction or operator error), under the proposed rule, owners and operators in this situation would have been required to record and report these instances, as well as document and report the length of venting and what actions were taken to minimize venting to the extent possible. Additionally, for wells that utilize methods that vent to the atmosphere, the proposed rule would have required: (1) Documentation explaining why it is infeasible to utilize a non-venting method due to technical, safety, or economic reasons; (2) development of best management practices that ensure that emissions during liquids unloading are minimized; (3) employment of the best management practices during each well liquids unloading operation and maintenance of records demonstrating that the best management practices were followed; and (4) reporting in the annual report both the number of well liquids unloading operations and any instances where the well liquids unloading operations did not follow the best management practices.

<sup>&</sup>lt;sup>455</sup> 2023 Final Rule-Liquids Unloading GHGRP Basic Analysis.xlsx. [See 2023 Final Rule TSD Supporting Spreadsheet Attachments.]

Comment: Several commenters 456 requested that the EPA not require recordkeeping and reporting of nonventing liquids unloading events. One commenter 457 suggested that operators conducting liquids unloading operations with zero methane and VOC emissions should not be subject to burdensome recordkeeping, reporting, and other requirements. One of the commenters <sup>458</sup> noted that the nonvented liquids unloading reporting requirements are not feasible due to the nature of those events and because of the administrative burden associated with the reporting requirements with no net gain in emissions reductions. Similarly, one commenter <sup>459</sup> requested that the EPA remove reporting requirements that do not provide valuable emissions-related information.

Another one of the commenters 460 opposed the proposed recordkeeping and reporting obligations on owners or operators, on the grounds that they would be burdensome and yield no environmental benefit for well unloading activities that do not vent. For example, they noted, owners or operators of well affected facilities where gas well liquids unloading occurs must submit annual reports: (1) identifying the well affected facility; (2) disclosing the number of gas well liquid unloading operations that occurred there during the reporting period; (3) describing the unloading operation method used each time; and (4) reporting any deviations in detail along with corrective actions. See, e.g., proposed 40 CFR 60.5410b(b) and 60.5415b(b). The commenter stated that when unloading operations do not result in any vented emissions, these reports serve no purpose. To avoid this result, the commenter recommended that the EPA clarify that the standards for gas well liquids unloading operations apply only to those operations that result in emissions to the atmosphere. The commenter stated that this action would appropriately limit the recordkeeping and reporting obligations and would still allow the EPA to gather compliance information for a well that vents to the atmosphere during liquid unloading. The commenter added that the EPA should also make similar changes to proposed 40 CFR 60.5390c in EG OOOOc.

One commenter <sup>461</sup> recommended that proposed recordkeeping and reporting for liquids unloading operations be simplified into a manageable framework for operators and streamlined for liquid unloading operations that vent to the atmosphere. The commenter noted that the information proposed by the EPA within 40 CFR 60.5420b and 40 CFR 60.5420c for the recordkeeping and reporting as it pertains to liquid unloading operations is focused more on an operator's tracking and certifying techniques and less on allowing an operator to perform the necessary procedures to unload liquids accumulated within the wellbore and maintain natural gas production with as minimal emissions as possible. To address this shortcoming, the commenter suggested that the EPA define the data that operators should track per unloading operation and remove all superfluous records that generate additional burden for the operator and the EPA without added environmental benefit. The commenter provided that these suggestions assume that liquid unloading operations are to be conducted using a work practice standard.

Furthermore, the commenter contended that the current proposed recordkeeping requirements do not offer a reasonable framework for operators to maintain compliance assurance. In fact, the commenter stated, the EPA has included a certification by a professional engineer for every instance a well unloading operation vents emissions to the atmosphere, in 40 CFR 60.5420b(c)(2)(ii)(B) and 40 CFR 60.5420b(b)(3)(ii)(B), based on the proposed zero-emissions standard. The commenter noted that an owner or operator may not know about gas well liquids unloading events that result in venting of emissions to the atmosphere until the liquid operation is taking place, based on a variety of parameters. For context, the commenter stated that a single well affected facility may undergo multiple liquid unloading operations in a single compliance period. For example, one well may necessitate an unloading schedule of four times in a year. Based on best management procedures, three of these events may occur with zero emissions, while one of the events might vent to atmosphere for a short duration using the same technique. The commenter believed the justification provisions in 40 CFR 60.5420b(c)(2)(ii)(B) to be untenable when the same technique used on a well may result in zero

emissions during some liquid operations but not during all liquid unloading operations in the same compliance period. The commenter asserted that the fact is that in some instances a well liquid unloading operation may need to vent emissions for a short duration, sometimes as little as 30 minutes, to safely perform the liquid unloading operation. The commenter therefore requested that the EPA:

1. Remove the additional engineering certification statements under the guise of technical demonstrations. These additional certifications would be unnecessary if the standard followed a work practice procedure.

2. Limit recordkeeping and reporting to liquid unloading operations that result in emissions. This would reduce the administrative burden for thousands of liquid unloading operation events. This is also consistent with how both Colorado and New Mexico have organized recordkeeping and reporting for their state regulations.

Similarly, another commenter <sup>462</sup> requested that the recordkeeping and reporting requirements be amended to be a workable framework for operators to assure compliance, including removal of the certification statement by an engineer in every instance that venting may occur.

Another commenter <sup>463</sup> similarly argued that the EPA should not require recordkeeping or reporting for each well liquid unloading operation conducted during the year unless the EPA has defined "well liquid unloading operation" to mean only those well liquid unloading operations intended to vent to the atmosphere. As the EPA recognized in its supporting documentation, the commenter reports that one primary methodology that may be used to reduce or eliminate venting from removal of liquids of gas wells is a plunger lift. In most operational scenarios, a plunger lift will assist with liquid removal from the wellbore without any venting to the atmosphere. The plunger lift will operate either on a set cycle or based upon pressures reflected in the wellbore. However, not all plunger lifts are designed to have the necessary equipment onsite to track each cycle of the plunger lift. Thus, the commenter explains, the EPA's proposal could require installation of equipment to track the plunger cycles while providing no emissions reductions benefits. The commenter noted that the EPA has not fully evaluated the cost of installing and operating such tracking

<sup>&</sup>lt;sup>456</sup> EPA-HQ-OAR-2021-0317-0599, -0749, -2227, -2238, -2294, -2326, -2391, and -2428. <sup>457</sup> EPA-HQ-OAR-2021-0317-2227. <sup>458</sup> EPA-HQ-OAR-2021-0317-0749.

<sup>&</sup>lt;sup>459</sup>EPA-HO-OAR-2021-0317-2258.

<sup>&</sup>lt;sup>460</sup> EPA–HQ–OAR–2021–0317–2391.

<sup>461</sup> EPA-HQ-OAR-2021-0317-2428.

<sup>462</sup> EPA-HQ-OAR-2021-0317-2248.

<sup>463</sup> EPA-HQ-OAR-2021-0317-2326.

equipment in the BSER analysis, and given that there will be no emissions benefits, the EPA cannot show that such a requirement would be cost-effective. The commenter added that even where equipment is available to track the number of wellbore liquids removal events that do not vent to the atmosphere, the operational costs of undertaking that tracking are considerable and the data collected would be significant. According to the commenter, the EPA has provided no reasonable explanation for its need to obtain and track data relating to the number of wellbore liquids removal events that do not vent to the atmosphere. The commenter also stated that the EPA provides virtually no explanation for its decision to stick with option 1, other than the fact that "malfunctions" can result in vented emissions from liquids removal operations that would otherwise meet the zero-emissions standard. The commenter added that the EPA has no basis for concern with respect to malfunctions as it has implemented a robust AVO and OGI inspection program that would be expected to identify wells that have emissions during liquids removal that were not expected or intended.

The commenter concluded that one simple solution to this problem is to define well liquids unloading to mean only those wellbore liquids removal events that are intended to vent to atmosphere. By defining well liquids unloading in such a manner, the commenter believed, the EPA would encourage operators to find solutions that eliminate venting and to ensure that operators not only implement certain emissions reduction requirements to reduce venting to atmosphere but also record and report on those instances that do result in venting to the atmosphere.

One commenter <sup>464</sup> cited from the EPA-referenced study by Dr. Allen, University of Texas, Environmental Science & Technology, December 9, 2014, Methane Emissions from Process Equipment at Natural Gas Production Sites in the United States: Liquids Unloadings, "Some wells with plunger lifts are automatically triggered and unload thousands of times per year." The commenter stated that just a single well with thousands of unloading events per year would create a significant reporting burden, and when wells do not vent, they argued, this reporting should not be required.

*Response:* The EPA considered the commenters' concerns and examples

provided regarding the burden associated with the proposed liquids unloading operations recordkeeping and reporting requirements. These concerns were evaluated along with the comments received on the zeroemissions standard. The EPA agrees that requiring an owner or operator to comply with some of the proposed recordkeeping and reporting requirements in instances where an unloading event does not result in venting to the atmosphere would impose a burden without any added benefit environmentally (e.g., requiring that the number of liquids unloading events that occurred when implementing a non-venting liquids unloading technology or technique be tracked and reported).

As discussed under section X.F.3.a of this document, the EPA has determined that the intermittent and necessary nature of the variable methods and technologies employed to unload liquids, the inability to reliably measure emissions, and the unpredictable nature as to when it may be necessary to vent emissions makes a work practice standard more practical and appropriate for liquids unloading operations than a zero-emissions standard. As a result of this determination, the final rule requires owners or operators of an affected gas well facility that unloads liquids to employ techniques or technology(ies) that minimize or eliminate venting of emissions during gas well liquids unloading events to the maximum extent. For unloading events that result in venting to the atmosphere, the final rule requires owners or operators of well affected facilities/well designated facilities employ best management practices to minimize venting of methane and VOC emissions for each gas well liquids unloading operation, in addition to having to comply with the associated recordkeeping and reporting requirements. Where liquids unloading events were conducted using a technology/technique that eliminates venting to the atmosphere, the final rule only requires owners and operators to report the identification of the well along with the non-venting technology or technique used in their annual report. Where unplanned venting occurs from these wells during a compliance period, an owner or operator would be required to follow their best management practices plan for such events and comply with the associated recordkeeping and reporting requirements for those events.

Às a work practice standard, the engineering certification statement that would be required under the December 2022 Supplemental Proposal, which would have required an explanation of why it is infeasible to utilize a nonventing method due to technical, safety, or economic reasons, is unnecessary and has been removed from the final rule. Additionally, because there is no longer a requirement to comply with a zeroemissions standard, there is no longer a need to maintain records or reports containing information on a change of compliance method from a zeroemissions standard to the implementation of best management practices and vice versa.

#### 4. Well Completions

In the November 2021 Proposal, the EPA proposed to retain the requirements found in NSPS OOOO and NSPS OOOOa for reducing methane and VOC emissions through REC and completion combustion. The BSER analysis is unchanged from what was presented in the November 2021 Proposal (see 86 FR 63234–36, section XII.I: Proposed Standards for Well Completions). The proposed regulatory text included in the December 2022 Supplemental Proposal was similar to the regulatory text found in 40 CFR 60.5375a for NSPS OOOOa. While the regulatory text was similar, the EPA was made aware of potential confusion related to the well completion requirements and well completion recordkeeping requirements for wildcat wells, delineation wells, and lowpressure wells. Therefore, the proposed regulatory text for NSPS OOOOb included language to clarify these particular standards for new, modified, and reconstructed sources moving forward. First, the EPA proposed regulatory text at 40 CFR 60.5375b(f) to clearly state the requirement to route emissions from wildcat well, delineation well, and low-pressure well completions to a completion combustion device in any instance (unless combustion creates a fire or safety hazard or can damage tundra, permafrost, or waterways). The EPA was also made aware from implementation of NSPS OOOOa that owners and operators were unclear as to whether they can choose to comply with 40 CFR 60.5375a(f)(3)(ii) and make a claim of technical infeasibility for the separator to function, which then precludes the requirement to route recovered emissions to a completion combustion device. The EPA noted in the December 2022 Supplemental Proposal that this preclusion was not the EPA's intent in NSPS OOOOa and for this reason, we proposed to clearly specify at 40 CFR 60.5375b(f) that an alternative to routing to a separator (instead of routing all

<sup>464</sup> EPA-HQ-OAR-2021-0317-2446.

flowback to a completion combustion device) is available only when the owner or operator is able to operate a separator and has the separator onsite (or otherwise available for use) and ready for use to comply with the alternative during the entirety of the flowback period. Second, the EPA proposed to eliminate recordkeeping requirements which are not necessary for wildcat wells, delineation wells, and low-pressure wells that had previously been included in NSPS OOOOa. Specifically, the EPA proposed to not require records for "beneficial" use of recovered gas (*i.e.*, routed to the gas flow line or collection system, reinjected into the well or another well, used as an onsite fuel source, or used for another useful purpose that a purchased fuel or raw material would serve) nor records of "specific reasons for venting in lieu of capture." These records were not required for wildcat wells, delineation wells, and low-pressure wells because the well completion standards at 40 CFR 60.5375b(f) require that all flowback, or gas recovered from flowback through the operation of a separator, be routed to a completion combustion device (*i.e.*, there will not be an instance, when complying with 40 CFR 60.5375b(f), that beneficial use of recovered gas will occur).

The EPA did not receive comments on the EPA's well completion proposed requirements that would lead the EPA to change what was proposed in the December 2022 Supplemental Proposal and the EPA has finalized the well completion requirements as proposed for both the NSPS OOOOb and EG 0000c.

# G. Centrifugal Compressors

In section X.G of this document, the final NSPS OOOOb and EG OOOOc requirements for centrifugal compressors are summarized. The BSER analysis for wet seal centrifugal compressors is unchanged from what was presented in the December 2022 Supplemental Proposal (see 87 FR 74784-85, section IV.G: Centrifugal Compressors). However, detailed comments were received on the December 2022 Supplemental Proposal on the following topics: (1) redefining the affected facility to include compressors with dry seals and the proposed standard, (2) the EPA's proposal to base the standard of performance as a numeric standard for self-contained wet seal compressors and centrifugal compressors equipped with dry seals, (3) the need to clarify that the standard is on a per-seal basis, (4) other inherently low-emitting compressor configurations, (5) the EPA's extension

of requirements to centrifugal compressors located at centralized production facilities, and (6) wet seal compressors equipped with a seal oil gas separation system utilized on the Alaska North Slope (ANS). For each of these topics, a summary of the proposed rule (where relevant), the comments, the EPA responses, and changes made in the final rule (if applicable), are discussed here. These comments and the EPA's responses to these comments generally apply to the standards proposed in both the NSPS OOOOb and EG OOOOc. The instances where the comment and/or response only applies to the NSPS OOOOb or EG OOOOc are noted. The EPA's full response to comments on the November 2021 Proposal and December 2022 Supplemental Proposal, including any comments not discussed in this preamble, can be found in the EPA's RTC document for the final rule.<sup>465</sup>

1. Redefining the Affected Facility To Include Centrifugal Compressors With Dry Seals and the Proposed Standard

In the December 2022 Supplemental Proposal, the EPA redefined the affected facility to include compressors with dry seals and proposed a dry seal volumetric flow rate of 3 scfm (per seal) as a numeric emissions standard.

Comment: Several commenters 466 stated that the EPA should not adopt the proposed dry seal standard of 3 scfm (per seal) because that standard is unsupported and not adequately justified. Specifically, two commenters <sup>467</sup> stated that the EPA must first obtain data-both on cost and, more importantly, on feasibility and reasonableness of the standard itself-to support a proper BSER analysis.<sup>468</sup> Any other approach, according to the commenters, would be arbitrary and capricious. The commenters described three main concerns (with support for each of their concerns detailed in the RTC document for this action) with the

466 EPA-HQ-OAR-2021-0317-2282, -2366, -2399, -2428, and -2483.

467 EPA-HO-OAR-2021-0317-2282 and -2483. <sup>468</sup> For example, the commenters noted that the EPA has recently proposed to require measurements for dry seal compressors under the GHGRP, proposed "Revisions and Confidentiality Determinations for Data Elements Under the Greenhouse Gas Reporting Rule," 87 FR 36920, 36974 (June 21, 2022). If the EPA finalizes that requirement, it will start collecting data for dry seal emissions.

BSER determination. These concerns included the following:

(1) The commenters stated that the BSER determination contains insufficient data to support the proposed standard or the cost that would be required to maintain it. The commenters specifically dispute the appropriateness of reliance on section 95668(d)(4-9), California's Regulations <sup>469</sup> for Greenhouse Gas Emission Standards for Crude Oil and Natural Gas Facilities, to support the standard. Research into the underlying sources of the California Air Resources Board (CARB) regulation does not yield supporting information for the development of the 3 scfm standard. According to the commenters, there is no data in the California rulemaking supporting any numeric standard for dry seals, much less a specific rate of 3 scfm.

(2) The commenters stated that the BSER determination does not consider data showing that seal emissions rate is a function of compressor size and suction pressure, and consequently, the standard does not properly account for compressor size; and

(3) The commenters stated that record is devoid of any information (or data) indicating that proper maintenance and repair could reduce such compressors' dry seal emissions rate to 3 scfm or less, or any information regarding the associated costs of doing so.

Several commenters 470 emphasized that more reliable information and data are or will be available that could be used in developing a dry seal emissions standard. One of the commenters stated that based on data submitted to the EPA pursuant to GHGRP subpart W for the 2021 calendar year, dry seal compressor driver power output ranged between 5 and 42,000 horsepower and for wet seals the compressor driver power output ranged between 40 and 53,665 horsepower.<sup>471</sup> The commenter expressed that it does not believe compressors associated with the higher end of this range should be expected to operate the same as compressors closer to the lower end of this range.

Several commenters <sup>472</sup> stated that, for transmission and storage, the majority of turbines are manufactured by Solar Turbines. The commenters suggested

<sup>&</sup>lt;sup>465</sup> Standards of Performance for New, Reconstructed, and Modified Sources and Emissions Guidelines for Existing Sources: Oil and Natural Gas Sector Climate Review, Response to Public Comments on the November 2021 Proposed Rule and the December 2022 Supplemental Proposed Rule (86 FR 63110, November 15, 2021; 87 FR 74702, December 6, 2022).

<sup>469</sup> https://ww2.arb.ca.gov/sites/default/files/ 2020-03/2017FinalRegOrdersGHGE missionStandards.pdf

<sup>470</sup> EPA-HQ-OAR-2021-0317-2282, -2366, -2428, and -2483.

<sup>&</sup>lt;sup>471</sup> Information was extracted from the EPA's Envirofacts database using the GHG query builder: https://enviro.epa.gov/query-builder/ghg.

<sup>472</sup> EPA-HQ-OAR-2021-0317-2282, -2366, and -2483.

that the Solar Turbine Product Information Letter (PIL)<sup>473</sup> be considered as a superior reference compared to the Natural Gas STAR document. Information available from Solar shows that dry seal emissions rates are a function of compressor type (e.g., size) and operating (suction) pressure. The commenters reported that the PIL provides data plots for a range of compressor sizes and suction pressures. The commenters stated that the PIL data plots clearly indicate that 3 scfm will be exceeded during standard operations for many units and/or at many suction pressures that are common on transmission systems. Since that data shows higher emissions rates for many applications, the commenters contended that it alone refutes the basis of the EPA's proposed 3 scfm emissions rate. According to the commenters, if the EPA insists on proceeding with a standard for dry seal compressors at this time, the EPA should establish a standard based on function/operating conditions for the seal (i.e., unit size and suction pressure); or, if the standard is a single emissions rate, it must be high enough to address the largest units and highest suction pressures in natural gas operations.

As a result of these concerns, some commenters provided recommendations to the EPA for development of a dry seal emissions standard:

• One commenter <sup>474</sup> stated that the EPA should supplement the docket with information to support why the proposed value is representative of the population of dry seal compressors across the nation (taking into consideration compressor size variability).

• Several commenters <sup>475</sup> recommended that the EPA postpone establishing any type of quantitative threshold for dry seal centrifugal compressors until after it finalizes amendments to GHGRP subpart W. See 87 FR 36920 (June 21, 2022) (proposed rule). Once those amendments are implemented, the commenters contended, the EPA would have thousands of data points to give a more accurate dry seal centrifugal compressor measurements that can be used for a subsequent emissions threshold.

• Several commenters <sup>476</sup> stated that if the EPA decides to re-propose a numeric emissions standard for dry seal compressors, it must first identify reliable information about emissions rates that are achieved by wellmaintained dry seal compressors and the maintenance/replacement activity needed to achieve them. Because of the functional dependence on unit size and suction pressure, they contended, it is likely that a single emissions rate is not sufficient, unless that rate is high enough to address the largest units and highest suction pressures in natural gas operations.<sup>477</sup> Second, they suggested that any emissions rate standard must be expressed as a per-seal standard.478 Finally, they stated that, if the standard would require yearly measurements and monitoring of these compressors for the first time, as the current proposal does, the cost of monitoring <sup>479</sup> would be part of the proposed standard and should be accounted for in the BSER analysis.

One commenter <sup>480</sup> noted that, in principle, they do not object to a standard for dry seal compressors. However, they suggested that the EPA should: (1) recognize that 3 scfm is an approximate average rate for some dry seal compressors, but it is not characteristic of units that may have an emissions rate several times higher*e.g.*, large compressors with relatively high suction pressure; (2) consider the upper end range or tiered emissions rates in the standard; (3) conduct analysis and consider cost effectiveness of installing a seal vent recovery/control system if the emissions rate cannot be met; (4) account for the cost of additional monitoring that a numeric standard would require; (5) clarify that the selected standard applies for each dry seal, not for the entire compressor; and (6) if a standard is retained (considering the factors above), propose

<sup>478</sup> The source information cited by the EPA (the California regulation and EPA Natural Gas STAR document) clearly indicates that this is an emission rate per seal, as does the Solar Turbines PIL. If a dry seal emission rate threshold is retained in the final rule, the commenters stated, it should be clearly indicated that the rate applies on a per-seal basis.

<sup>479</sup> For example, a flow meter is estimated to cost upwards of \$10,000 and installation also costs upwards of \$10,000. a work practice standard and define the schedule for operators to resolve the issue when a unit exceeds its defined emissions rate threshold.

While several of the commenters 481 specifically recommended that the EPA wait for more accurate data based on GHGRP subpart W, they added that, if the EPA is intent on establishing a dry seal emissions threshold before receiving the GHGRP subpart W reports, they recommended relying upon the manufacturer's specified maximum leak rate for a particular unit. The commenters noted that a recent review of dry seal leak curves from a major supplier of centrifugal compressors to the natural gas industry indicates that dry seal leakage rates can vary from 2 to 20 scfm per compressor (with two seals per compressor), depending on the make, model, and operating suction pressure of the compressor. If the EPA wishes to set one threshold applicable to all dry seal centrifugal compressors in this rulemaking, the commenters recommended that the EPA set the threshold at 10 scfm per primary dry seal to allow for sufficient variability among existing dry seal leak rates.

*Response:* The EPA has evaluated these comments and acknowledges that the data available on dry seal compressor emissions and flow rates was limited and that a 3 scfm volumetric flow rate performance standard may not be achievable for some centrifugal compressors equipped with dry seals, even when properly maintained and the dry seal is not in need of repair. Prior to receipt of these comments and based on available information and data, it was believed that these higher-emitting dry seal compressors represented compressors in need of repair or maintenance. In fact, the EPA had not previously regulated centrifugal compressors equipped with dry seals because they were considered low-emitting when compared with compressors equipped with wet seals. What has become evident, however, is that some centrifugal compressors equipped with dry seals emit more than previously believed and that a properly functioning compressor equipped with a dry seal can be higher-emitting than a centrifugal compressor equipped with a wet seal that is subject to requirements under NSPS OOOOb.

Given that compressors equipped with wet seals are regulated under NSPS OOOO, NSPS OOOOa, and the final NSPS OOOOb, and given that compressors equipped with dry seals are known to emit more than some

<sup>&</sup>lt;sup>473</sup> Solar Turbines Product Information Letter (PIL) 251, "Emissions from Centrifugal Compressor Gas Seal Systems," January 2013 (Attachment C of their Comments). [Attachment C was redacted in full in Docket.]

<sup>&</sup>lt;sup>474</sup> EPA–HQ–OAR–2021–0317–2428.

<sup>&</sup>lt;sup>475</sup> EPA–HQ–OAR–2021–0317–2282, –2305, –2399, and –2428.

<sup>&</sup>lt;sup>476</sup> EPA–HQ–OAR–2021–0317–2282, –2399, and –2428.

<sup>&</sup>lt;sup>477</sup> One of the commenters expressed that they also believed the EPA should investigate whether the types of onboard sensors that Solar Turbines provides with some of its models are prevalent in the industry. If that is the case, these sensors—even if they do not measure emission rates specifically may be adequate to provide information about the health of the dry seals, possibly supporting a standard requiring seal replacement as recommended by the manufacturer.

<sup>480</sup> EPA-HQ-OAR-2021-0317-2366.

<sup>&</sup>lt;sup>481</sup>EPA-HQ-OAR-2021-0317-2282, -2305, -2399, and -2428.

compressors with wet seals, the final rule retains the requirement to conduct volumetric flow rate monitoring and associated maintenance and repair (as needed) of these compressors consistent with what is required for centrifugal compressors equipped with wet seals. However, the EPA has revised the proposed volumetric flow rate performance standard for centrifugal compressors with dry seals to be 10 scfm/seal (i.e., representing a maximum flow rate applicable to all dry seals). Based on manufacturer data provided on dry seal rate curves for differing compressor models and configurations, a 10 scfm per seal flow rate performance standard is supported as a maximum flow rate performance standard that could be applicable to all dry seals until additional flow rate and emissions data are obtained under GHGRP subpart W.

The 10 scfm per seal flow rate performance limit reflects ordinary performance of a well-maintained unit, therefore minimal additional costs are expected. In many instances, compressors equipped with dry seals will already be required to conduct annual compressor vent volumetric flow rate monitoring under GHGRP subpart W. Owners or operators of these compressors will be subject to minor recordkeeping and reporting requirements, and maintenance and repair requirements would only apply where the volumetric flow rate performance standard of 10 scfm per seal is exceeded. For owners or operators not already required to conduct annual compressor vent volumetric flow rate monitoring under GHGRP subpart W, the only additional cost is the cost of conducting the required volumetric flow rate monitoring. See discussion in section XI.G.2 of this document on the EPA's decision to establish centrifugal compressor flow rate performance standards as work practice standards and not as numeric limits where an exceedance would be considered a violation.

As commenters noted, the EPA has requested flow rate/emissions information under GHGRP subpart W for compressors equipped with dry seals. Based on information received, the EPA may revisit and revise the 10 scfm per seal volumetric flow rate performance standard for compressors equipped with dry seals in the future.

2. Numeric Standard Versus Work Practice Standard

In reviewing the BSER determination and standards for centrifugal compressors proposed in November 2021, the EPA stated that it is feasible

to prescribe a standard of performance, rather than a work practice standard, for centrifugal compressors complying with the NSPS OOOOb self-contained wet seal centrifugal compressor and EG OOOOc wet seal compressor volumetric flow rate performance standards. The BSER was therefore proposed to conduct repair and maintenance activities to maintain emissions at or below a specified flow rate. Based on this rationale, the EPA proposed a numeric emissions limit requirement. The major difference between the numeric emissions limit standard proposed under the December 2022 Supplemental Proposal and what the EPA proposed in November 2021 was that under the December 2022 Supplemental Proposal, owners and operators would be required to maintain emissions at or below the specified emissions limit (a measured emissions flow rate) whereas under the November 2021 Proposal, owners or operators would have been required to conduct repairs and maintenance after discovering an exceedance of a flow rate of the specified numeric emissions limit (a measured emissions flow rate).

Comment: Several commenters 482 asserted that the rule should clarify the required compliance obligations, include a repair or replacement timeline, and eliminate avoidable emissions from repair to wet and dry seals. According to the commenters, the proposed NSPS rule was drafted to require an emissions flow rate limit for wet and dry seals. If the individual seal exceeds the 3 scfm (or a group of seals exceeds the applicable standard), the EPA expects the operator to repair or replace that seal, as appropriate.<sup>483</sup> The proposed rule did not describe what is required if the measurement at the seal vent exceeds the applicable flow rate. The commenters recommend that dry seal centrifugal compressors and selfcontained wet seal compressors be regulated through work practice standards. The commenters also recommend that the rule provide a proposed timeline for repair or replacements, as well as delay-of-repair provisions, consistent with nearly all other NSPS drafted by the EPA.

According to one commenter,<sup>484</sup> the EPA, without sufficient explanation, summarily turned California's work practice standard into an emissions rate limitation. The commenter alleged there is nothing in the record about what measures would need to be

implemented, and the associated cost, to meet such a limitation. The commenter stated that a delay-of-repair provision in such a regulatory scheme appropriately recognizes that the unit must be shut down to effect any such repair and replacement and that parts availability and supply chain disruptions may be relevant to how quickly the repair or replacement can be made. In addition, the commenter stated there is no record information indicating that it is feasible for the source to anticipate that a wellfunctioning wet seal that meets the 3 scfm limitation for 1 year will exceed it before the next year's test, or the cost of doing so (if possible).

Several commenters <sup>485</sup> suggested that the EPA allow one of the following corrective actions by an operator within 2 years if the applicable flow rate performance standard is exceeded:

(1) repair or replace the dry seal, wet seal, or internal seal gas recovery system; and

(2) route emissions from the dry seal vent through a closed vent system or from the degassing vent using a cover and closed vent system a control device;

(3) route emissions from the primary dry seal vent through a closed vent system or route the degassing vent using a cover and closed vent system to a process.

The commenters <sup>486</sup> recommended that if an operator cannot complete the corrective action within 2 years, then a corrective action plan with work scope and alternate schedule be submitted to the EPA under a work-practice-based framework. According to the commenters, 2 years is a reasonable corrective action period since the corrective actions listed can require significant planning, scheduling, engineering, and construction. They explain that exceedance of the flow rate performance standard after 2 years (in the absence of a corrective action plan), or after the time stated in the corrective action plan, would result in a deviation subject to recordkeeping and reporting requirements similar to other types of compressors.

Some commenters <sup>487</sup> stated that the delay-of-repair provision is consistent with delay-of-repair requirements under 40 CFR 60.5397a(h)(3), requiring repair within 2 years, or the next scheduled shutdown (whichever is earlier), where repairs are technically infeasible, where repairs would require a vent blowdown,

<sup>&</sup>lt;sup>482</sup>EPA-HQ-OAR-2021-0317-2258, -2282,

<sup>-2305, -2326, -2399, -2428,</sup> and -2483.

<sup>&</sup>lt;sup>483</sup> See, *e.g.*, 87 FR at 74711–12 (table 3). <sup>484</sup> EPA–HQ–OAR–2021–0317–2483.

<sup>485</sup> EPA-HQ-OAR-2021-0317-2282, -2305,

<sup>–2399,</sup> and –2428.

<sup>&</sup>lt;sup>486</sup> EPA-HQ-OAR-2021-0317-2282, -2305, -2399, and -2428.

<sup>487</sup> EPA-HQ-OAR-2021-0317-2282 and -2399.

a compressor station shutdown, a well shutdown, or well shut-in, or where it would be unsafe to repair. Further, the commenters added that the EPA has taken this approach before in most of its NSPS regulations.488 In fact, the EPA has also proposed a delay-of-repair approach in other contexts of the December 2022 Supplemental Proposal for the NSPS where emissions caused by the repair would exceed the existing leak rate.489

One commenter <sup>490</sup> suggested 90 days as a reasonable timeframe given the significant variety of repair methods (including replacement) that may be appropriate for these units, as the EPA recognizes in its preamble.

Several commenters <sup>491</sup> proposed revisions to regulatory language to implement the requested work practice approach and delay-of-repair provision.

*Response:* The EPA acknowledges that the record for the 3 scfm per seal volumetric flow rate performance standard supports a work practice standard and not a numeric standard for centrifugal compressors equipped with wet seals. This is because the application of a measurement methodology to centrifugal compressors is not always practicable due to technological or economic limitations. It is not practicable here for an exceedance of the 3 scfm per seal volumetric flow rate to be a violation when the annual performance-based flow rate reflects whether there are performance issues with a seal that need to be addressed in order to take action to minimize the emissions/leak. This is similar to the basis and monitoring established for fugitive emissions component requirements, where a leak based on periodic monitoring triggers requirements to minimize the emissions/leak.

The final rule has therefore been revised so that the format of the 3 scfm per-seal performance-based volumetric flow rate performance standard for compressors equipped with wet seals is implemented as a work practice standard and not as a numeric limit

490 EPA-HQ-OAR-2021-0317-2282.

<sup>491</sup> EPA-HQ-OAR-2021-0317-2282 and -2483.

where an exceedance would be considered a violation. Specifically, the final rule for reducing GHGs and VOC from new centrifugal compressors is repair or replacement of the wet seal where, based on the required monitoring, the per-seal volumetric flow rate performance standard is exceeded. If the volumetric flow rate measurement of the centrifugal compressor is greater than 3 scfm (in operating or standby pressurized mode) or a combined compressor seal rate greater than the number of compressor seals multiplied by 3 scfm, an owner or operator must repair or replace the centrifugal compressor seal within 30 calendar days after the date of the volumetric emissions measurement. As such, for centrifugal compressors equipped with wet seals, the volumetric flow rate of 3 scfm is an action level that, if exceeded, triggers the action of repairing or replacing the seal and is not a numeric limit.

Delay-of-repair provisions under a work practice standard appropriately recognize that the unit must be shut down to affect any such repair and replacement and that parts availability and supply chain disruptions may be relevant to how quickly the repair or replacement can be made. As such, the final rule allows for a delay of repair if the repair or replacement would require a vent blowdown, or it would otherwise be infeasible or unsafe, until the next process unit shutdown. Specifically, delay of repair would be allowed if the repair or replacement of a seal (1) is technically infeasible, (2) would require a vent blowdown, (3) would require a process unit or facility to shut down, (4) needs to be delayed because parts or materials are unavailable, or (5) would be unsafe to repair during operation of the unit. In cases where there is a need for a delay of repair, the repair must be completed during the next scheduled process unit or facility shutdown for maintenance, after a scheduled vent blowdown, or within 2 years, whichever is earliest.

Delay-of-repair provisions under a work practice standard appropriately recognize that the unit must be shut down to effect any such repair and replacement and that parts availability and supply chain disruptions may be relevant to how quickly the repair or replacement can be made. As such, the final rule allows for a delay of repair if the repair or replacement would require a vent blowdown, or it would otherwise be infeasible or unsafe, until the next process unit shutdown. Specifically, delay of repair would be allowed if the repair or replacement of a seal (1) is technically infeasible, (2) would require

a vent blowdown, (3) would require a process unit or facility to shut down, (4) needs to be delayed because parts or materials are unavailable, or (5) would be unsafe to repair during operation of the unit. In cases where there is a need for a delay of repair, the repair must be completed during the next scheduled process unit or facility shutdown for maintenance, after a scheduled vent blowdown, or within 2 years, whichever is earliest. Delay of repair beyond the next scheduled compressor shutdown for maintenance is allowed for a centrifugal compressor wet and dry seal, if seal replacement is necessary during the compressor shutdown for maintenance, seal supplies have been depleted, and seal supplies had been sufficiently stocked before the supplies were depleted. Delay of repair beyond the next compressor shutdown for maintenance will not be allowed unless the next compressor shutdown for maintenance occurs sooner than 6 months after the first compressor shutdown for maintenance.

The format of the volumetric flow rate performance standard for centrifugal compressors equipped with dry seals has also been revised in the final rule as a work practice standard and not as a numeric limit. However, for centrifugal compressors equipped with dry seals, the volumetric flow rate performance standard is 10 scfm per seal and not 3 scfm per seal (see section XI.G.1 of this document for discussion on centrifugal compressors with dry seals). As such, for centrifugal compressors equipped with dry seals, the volumetric flow rate of 10 scfm is an action level that, if exceeded, triggers the action of repairing or replacing the seal and is not a numeric limit.

3. Clarification That the Standard Is Based on a Per-Seal Basis

Comment: Several commenters 492 requested clarification that the volumetric standard applies to each seal and not each compressor and that the rule text clearly address manifolded vents on a combined basis to reflect this. The commenters cited the precedent set by the CARB where wet seal compressors in California are restricted to 3 scfm per seal, and not per compressor as set forth in 17 Code of Colorado Regulations (CCR) section 95668.

One of the commenters 493 noted that the EPA's preamble discussion, and at least some of the proposed rule text, imply that the emissions rate would be

<sup>&</sup>lt;sup>488</sup> See, *e.g.*, 40 CFR 60.482–9(c)(1) (delay of repair allowed if emissions of purged material resulting from immediate repair are greater than the fugitive emissions likely to result from delay of repair), and 40 CFR 60.5416(b)(10) (delay of repair permitted if emissions resulting from immediate repair would be greater than the fugitive emissions likely to result from delay of repair).

<sup>&</sup>lt;sup>489</sup> See, *e.g.*, proposed 40 CFR 60.5400b(h)(6)(ii)(A) (Delay of repair showing requires in part "that emissions of purged material resulting from immediate repair are greater than the fugitive emissions likely to result from delay of repair.").

<sup>492</sup> EPA-HQ-OAR-2021-0317-2258, -2282,

<sup>-2305, -2366, -2399, -2428</sup> and -2483. 493 EPA-HQ-OAR-2021-0317-2282.

on a per-seal basis, and the commenter understands this to be the EPA's intent. The commenter asserted that it is important that the EPA's final rule more clearly reflect this intent. Specifically, according to the commenter, the proposed text provided in 40 CFR 60.5380b or 40 CFR 60.5385b(a) (and parallel EG OOOOc language) does not provide the distinction that the limits are per seal. The commenter asserted that it would be impractical for a compressor with multiple seals (centrifugal) to operate in the same way as a compressor with only a single seal.

The commenter 494 stated that the rule language must more clearly address manifolded vents on a combined basis. The commenter noted that the December 2022 Supplemental Proposal preamble provided that the manifolded wet and dry seal flow rate must be "less than or equal to the number of compressors multiplied by 3 scfm (in operating or standby pressurized mode)." The commenter supported this approach, as it reflects the practicalities of measuring emissions from manifolded seals. The commenters also note that the approach is supported by the 2006 Natural Gas STAR report, which states that emissions rates from two seal systems would be double the emissions from a single seal system.

The commenters elaborated on why they believed that this was the EPA's intent (for the standard to be based on a per-seal basis) and several commenters provided in-line regulatory text changes where they believed the clarification was needed.

*Response:* The EPA agrees that the basis and intent of the standard is that it be applied on a per-seal basis and that clarity was needed in the NSPS OOOOb and EG OOOOc regulatory text. The final rule regulatory text has been revised to make this clear as suggested by the commenters. Specifically, clarifying changes have been made to 40 CFR 60.5380b, paragraphs (a)(5) through (7) of NSPS OOOOb, and 40 CFR 60.5392c, paragraphs (a)(1) and (2), of EG OOOOc.

4. Other Inherently Low-Emitting Compressor With Wet Seal Configurations

*Comment:* In their comments on the November 2021 Proposal, one commenter <sup>495</sup> stated that one type of low-emissions wet seal utilized in compressors in the transmission and storage sector is a mechanical seal, in which metal (tungsten carbide) is seated against carbide, with oil pressing against

the outside of the actual seal. Because the oil is not in contact with the natural gas, the commenter explains that these wet seals have generally zero degassing emissions. According to the commenter, it makes no sense to subject such a zeroemissions wet seal to control requirements. Accordingly, the EPA should exclude compressors utilizing mechanical wet seals from the requirements otherwise applicable to wet seal compressors.

The commenter <sup>496</sup> provided additional information on mechanical seals in their comments on the December 2022 Supplemental Proposal for the EPA to evaluate that provided support that, with respect to mechanical wet seals, when a differential pressure is maintained on the system, there is no off-gassing of the lube oil. The commenter attached an example to their comment letter that shows that the oil is pumped via the seal oil pump to the seal gas bottle, when the seal oil pressure is maintained at 32 psi above discharge gas pressure.

*Response:* The EPA has evaluated the information provided by the commenter on mechanical seals for both the November 2021 Proposal and the December 2022 Supplemental Proposal. The EPA has made the determination that mechanical wet seals are inherently low-emitting where (1) a differential pressure is maintained on the system, (2) there is no offgassing of the lube oil, and (3) the mechanical seal is integrated into the compressor housing. As such, the final rule definition of selfcontained wet seal compressor has been revised, for purposes of regulation, to include mechanical wet seals where (1) a differential pressure is maintained on the system, (2) there is no off-gassing of the lube oil, and (3) the mechanical seal is integrated into the compressor housing. Self-contained wet seal centrifugal compressors are allowed to meet a 3 scfm/seal volumetric flow rate limit in lieu of being required to route emissions via a CVS to a control device or process under NSPS OOOOb.

5. Applicability of Requirements to Compressors Located at Centralized Production Facilities

The EPA proposed in the November 2021 Proposal <sup>497</sup> to define centralized production facilities separately from well sites because the numbers and sizes of equipment, particularly reciprocating and centrifugal compressors, are larger than for standalone well sites, which would not be included in the proposed definition of "centralized production facilities." In the 2016 NSPS OOOOa, the EPA exempted reciprocating and centrifugal compressors located at well sites from the applicable compressor standards. However, the EPA believed the definition of "well site" in NSPS OOOOa may have caused confusion regarding whether centrifugal compressors located at centralized production facilities were also exempt from the standards, which was not our intent.

To clarify our intent, the EPA defined centralized production facility as follows in the December 2022 Supplemental Proposal in both the NSPS OOOOb and EG OOOOC:

Centralized production facility means one or more storage vessels and all equipment at a single surface site used to gather, for the purpose of sale or processing to sell, crude oil, condensate, produced water, or intermediate hydrocarbon liquid from one or more offsite natural gas or oil production wells. This equipment includes, but is not limited to, equipment used for storage, separation, treating, dehydration, artificial lift, combustion, compression, pumping, metering, monitoring, and flowline. Process vessels and process tanks are not considered storage vessels or storage tanks. A centralized production facility is located upstream of the natural gas processing plant or the crude oil pipeline breakout station and is a part of producing operations.

Additionally, the EPA defined the affected facility under the NSPS OOOOb (and designated facility under EG OOOOc) as:

(b) Each centrifugal compressor affected facility [and designated facility under the EG OOOOc], which is a single centrifugal compressor. A centrifugal compressor located at a well site is not an affected facility under this subpart. A centrifugal compressor located at a centralized production facility is an affected facility under this subpart.

For purposes of analyses, the EPA determined it was appropriate to apply the same emission factors to centrifugal compressors located at centralized production facilities as those used for centrifugal compressors at gathering and boosting compressor stations. Given the results of that analysis, the EPA proposed to apply the proposed NSPS OOOOb requirements to centrifugal compressors located at centralized production facilities. At that time, the EPA proposed a new definition for "centralized production facility" intended to distinguish compressors at standalone well sites where the EPA has determined that the standard should not apply.

<sup>&</sup>lt;sup>494</sup>EPA–HQ–OAR–2021–0317–2282.

<sup>&</sup>lt;sup>495</sup> EPA–HQ–OAR–2021–0317–0415 and –1391.

<sup>&</sup>lt;sup>496</sup> EPA-HQ-OAR-2021-0317-2483. <sup>497</sup> See 86 FR 63110 at 63184-85 (November 15, 2021).

Comment: One commenter 498 requested that the EPA clarify the applicability of compressor standards to well sites. The commenter stated that the definition proposed for central[ized] production facilities may extend applicability to compressors located at well sites, which have historically been exempt from the compressor standards. As the EPA stated they have not updated their cost analyses with new information with respect to well sites, the commenters believe that extending applicability to well sites was not the EPA's intent. Another commenter 499 urged the EPA to keep the current compressor exemptions shown in both subparts NSPS OOOO and OOOOa. The commenter specifically requests that the EPA maintain that each compressor "located at a well site, or an adjacent well site and servicing more than one well site, is not an affected facility.<sup>2</sup>

Response: The EPA has finalized the proposed requirements related to the definitions of the centrifugal compressor affected facility/designated facility and centralized production facility. Some of the commenters suggested that, by extending requirements to centralized production facilities, the EPA was extending requirements to well sites where centrifugal compressors were not previously regulated. That interpretation confirms that clarity was needed. Based on the proposed definition of the centrifugal compressor affected facility/designated facility, in addition to the proposed definition for centralized production facility as proposed in the December 2022 Supplemental Proposal, we believe that we clarified our intent. That intent is that centrifugal compressors located at well sites are not subject to requirements. However, centrifugal compressors located at centralized production facilities that consist of equipment at a single surface site used to gather, for the purpose of sale or processing to sell, crude oil, condensate, produced water, or intermediate hydrocarbon liquid from one or more offsite natural gas or oil production wells (including centrifugal compressors) are subject to centrifugal compressor requirements.

6. Wet Seal Compressors Equipped With a Seal Oil Gas Separation System Utilized on the Alaska North Slope (ANS)

*Comment:* One commenter <sup>500</sup> representing Alaska oil and natural gas companies requested that the EPA revise the proposed EG for existing wet seal centrifugal compressors to address the characteristics of the wet seal compressors deployed in Alaska oil production operations. The commenter reported that their members use wet seal compressors at their Alaska North Slope (ANS) and Cook Inlet production fields to increase the pressure of residual gas captured in production operations to enable delivery to gas processing plants and/or reinjection into well fields. They noted that there are about 40 compressor trains on the ANS installed for this purpose. The compressors in use on the ANS were installed in the late 1970s through mid-1980s and have not been modified or reconstructed. They range in size from 15,140 hp to 53,665 hp. None are currently subject to NSPS 0000 or NSPS 0000a.

The commenter stated that all the wet seal centrifugal compressors in Alaska are equipped with a seal oil gas separation system that separates gas from the sour seal oil exiting the compressor seal assembly, upstream from the degassing drum. On the ANS the gas captured in the seal oil trap is routed to various outlets for use as turbine fuel, low-pressure fuel gas, compressor suction, flare purge or to flare (for destruction). In Cook Inlet the gas is processed for delivery to market. The commenter noted that the EPA described this technology enthusiastically in the 2014 Natural Gas STAR Report.<sup>501</sup> Sour seal oil passes through a "seal oil trap," a type of separator, prior to routing to the seal oil degassing drum. The commenter described the seal oil traps in their comments on the November 2021 Proposal, which they resubmitted on the December 2022 Supplemental Proposal. The commenter included a process flow diagram of the seal oil recovery system on an ANS wet seal compressor. The commenter added that the EPA's 2014 Natural Gas STAR Report praised the seal gas recovery system deployed on the ANS as "highly effective at capturing degassing emissions from wet seal centrifugal compressors . . ." 502

While the commenter supported the concept of adopting a volumetric limit based on diligent maintenance and repair as BSER for control of emissions from wet seal compressor vents, they asserted that the record does not support that the proposed 3 scfm limit can be met for all wet seal compressors. The commenter expressed support for

the concept of adopting a flow rate limit based on maintenance and repair as BSER for control of emissions from wet seal compressor vents because they believe that such an option avoids the safety risks, engineering challenges, and extravagant cost of capturing and flaring low-volume, low-pressure vent streams. They asserted that the problem with the EG OOOOc proposal is that the 3 scfm proposed limit does not account for variability in the size and configuration of wet seal compressors within the source category and is not demonstrated or achievable for wet seal compressors of the size and configuration of those deployed in oil and gas production operations in Alaska.

The commenter stated that they would support the designation of seal oil traps as an EG OOOOc compliance option for Alaska wet seal compressors. For several reasons, however, Alaska wet seal compressors equipped with seal oil traps do not uniformly meet the proposed 3 scfm limit. They explained that the volume of seal oil slip from a wet seal compressor correlates with compressor shaft size, pressure, and speed. Alaska wet seal compressors span a broad range of capacities, and the degassing drums serving the larger units vent higher volumes of seal gas. Attachment C to their comments provides a table showing flow rate data from 27 wet seal compressor degassing vents sampled by AOGA member Hilcorp for the EPA GHG emissions reporting. The table shows the flow rate per seal, but a single degassing drum can discharge gas from up to four seal oil traps. The variability in the data reflects the variability in size and configuration of the compressors and the fact that each seal oil trap operates on a discharge cycle, and a degassing drum may receive sour seal oil from up to four different seal oil traps at any moment. Depending on when in the cycle the sample is taken, the per-seal flow rate can exceed 3 scfm.

Based on the degassing drum flow rate data summarized in table 1 (of attachment C to their comment letter), the commenter proposed a volumetric flow limit for Alaska wet seal compressor vents of 9 scfm of methane and VOCs per seal, multiplied by the number of compressor seals venting through a common stack. For example, they note that a two-stage compressor has four seals (two per stage), all of which are manifolded into one vent to the atmosphere. If the per-seal flow limit was 9 scfm, the flow limit for the common vent should be 36 scfm.

*Response:* The EPA reviewed information materials submitted by commenters related to the wet seal

<sup>&</sup>lt;sup>498</sup> EPA–HQ–OAR–2021–0317–0808.

<sup>&</sup>lt;sup>499</sup> EPA–HQ–OAR–2021–0317–0923.

<sup>&</sup>lt;sup>500</sup> EPA-HQ-OAR-2021-0317-2317.

<sup>&</sup>lt;sup>501</sup> EPA, Wet Seal Degassing Recovery System for Centrifugal Compressors (2014) at 3 ("2014 Natural Gas STAR Report"), included as attachment A to their comment letter.

<sup>&</sup>lt;sup>502</sup> 2014 Natural Gas STAR Report.

centrifugal compressors in Alaska equipped with a seal oil gas separation system that separates gas from the sour seal oil exiting the compressor seal assembly, upstream from the degassing tank. These compressors are considered inherently low-emitting based on Natural Gas STAR and emissions/ process information provided by the commenter. These wet seal compressors with the sour seal oil traps recapture gas and route the gas to the flare (simple pit flares), not to the "compressor suction [as with defined self-contained wet seal compressors]." These systems cannot always meet a 3 scfm limit due to the intermittent process affecting flow.

The final EG OOOOc rule provides a new definition for a "centrifugal compressor equipped with sour seal oil separator and capture system" and requires that, in Alaska, such compressors be allowed to meet a performance-based volumetric flow rate standard of 9 scfm/seal, in lieu of the 3 scfm/seal performance-based volumetric flow rate standard to account for the variability in the flow rate data provided by the commenter that reflects the variability in size and configuration of these compressors and the fact that each seal oil trap operates on a discharge cycle, and a degassing drum may receive sour seal oil from up to four different seal oil traps at any moment.

The final rule definition reads as follows:

Centrifugal compressor equipped with sour seal oil separator and capture system means a wet seal centrifugal compressor system which has an intermediate closed process that degasses most of the gas entrained in the sour seal oil and sends that gas to either another process or combustion device. The de-gas emissions are routed back to a process or combustion device directly from the intermediate closed degassing process; after the intermediate closed process the oil is ultimately recycled for recirculation in the seals to the lube oil tank where any small amount of residual gas is released through a vent.

*Comment:* In addition to the commenter's <sup>503</sup> concerns related to the proposed volumetric performance-based standard requirement, the commenter added that the NSPS OOOOb capture and control requirements for new wet seal compressors are also not reasonably achievable for existing compressors in Alaska. The commenter noted that the December 2022 Supplemental Proposal's proposed EG OOOOc offers the NSPS OOOOb control options as a fallback for wet seal compressors that cannot meet the presumptive 3 scfm flow limit, but they stated that these

options would require a cover on the degassing drums, connected through a closed vent system to process or to a control device that achieves a 95.0 percent reduction in emissions, should an existing compressor ever be modified or reconstructed. The commenter stated that in Alaska oil and gas production operations there is no cost-effective option to recover degassing drum emissions. Degassing drums vent small volumes of methane and VOCs at atmospheric pressure. They referred to flow rates reported in attachment C 504 of their comment letter. They explained that the volumes reported are small because the seal oil traps capture and recycle most of the seal gas upstream of the degassing drum. They reported that operators would need to install new compression devices to boost degassing drum vent gas pressure to the approximately 20 psi that would enable delivery of those streams to the flare header line. The commenter stated that larger new compression devices would be required to boost vent gas to a much higher pressure that would enable delivery to a process line for injection into subsurface reservoirs.

According to the commenter, the combination of low methane and VOC recoveries with high capture costs makes the capture and control alternative very expensive on a cost-perton basis. They referred to Kinder Morgan's comments on the November 2021 Proposal, where Kinder Morgan provides that the 95.0 percent reduction requirement is technically infeasible and cost-prohibitive even for wet seal compressors located on natural gas pipelines in the lower 48 states.<sup>505 506</sup> For wet seal compressors deployed in Alaska production operations with seal oil traps, the cost per ton of covering the degassing drum vents and reducing emissions from those vents by 95.0 percent would be prohibitive.

*Response:* As discussed earlier in this document, the EPA agrees that ANS compressors equipped with a sour seal oil separator and capture system are inherently low-emitting and that the

costs of requiring routing to a control device or process would be costprohibitive for these compressors due to technical and costly retrofits that would be needed (e.g., would need to install new compression devices to boost degassing drum vent gas pressure) if any of their existing ANS compressors were to be modified or reconstructed. The commenters provided information and data to support their request that these sources be allowed to meet a performance-based volumetric flow rate standard in lieu of having to route emissions to a control device or process. As provided by the commenter, and the EPA agrees, recovering degassing drum emissions that vent small volumes of methane and VOC at atmospheric pressure because the seal oil traps capture and recycle most of the seal gas upstream of the degassing drum would not be cost-effective. The final standards for NSPS OOOOb have been revised to be consistent with what is being required under the EG OOOOc presumptive standards. As such, the NSPS OOOOb final rule has been revised to include a new definition for a "centrifugal compressor equipped with sour seal oil separator and capture system" and requires that, in Alaska, such compressors be allowed to meet a performance-based volumetric flow rate standard of 9 scfm/seal. The volumetric flow rate of 9 scfm is an action level that, if exceeded, triggers the action of repairing or replacing the seal and is not a numeric limit.

## H. Combustion Control Devices

In section X.H of this preamble, the final NSPS OOOOb and EG OOOOc requirements for combustion control devices are summarized. The rationale for the proposed requirements was presented in the December 2022 Supplemental Proposal in section IV.H. Combustion Control Devices.<sup>507</sup> This section of the preamble presents a summary of significant comments received on the proposed requirements for combustion control devices and the EPA's response to those comments, as well as changes the EPA has made to the control device requirements since the December 2022 Supplemental Proposal. The EPA's full response to comments on the November 2021 Proposal and December 2022 Supplemental Proposal, including any comments not discussed in this preamble, can be found in the EPA's RTC document for the final rule.508

<sup>503</sup> EPA-HQ-OAR-2021-0317-2317.

<sup>&</sup>lt;sup>504</sup> Attachment C—Table of data titled, "Hilcorp Alaska Wet Seal Combustion Turbines, Volumetric Flow Rate Per Seal (2016–2011). (Attachment C of their comment letter.)

<sup>&</sup>lt;sup>505</sup> Comments of Kinder Morgan Inc. on EPA Proposed Standards and Emissions Guidelines for the Oil and Natural Gas Sector at 8–20, Document ID No. EPA–HQ–OAR–2021–0317–1375 ("Kinder Morgan Comments").

<sup>&</sup>lt;sup>506</sup> The "lower 48" consists of the 48 adjoining U.S. states and the District of Columbia of the United States of America. The term excludes the only two noncontiguous states, which are Alaska and Hawaii, and all other offshore insular areas, such as the U.S. territories of American Samoa, Guam, the Northern Mariana Islands, Puerto Rico, and the U.S. Virgin Islands.

<sup>&</sup>lt;sup>507</sup> See 87 FR 74792–74796 (December 6, 2022). <sup>508</sup> Standards of Performance for New, Reconstructed, and Modified Sources and Continued

## 1. Outlet Concentration Limit

Comment: Some commenters <sup>509</sup> wanted to ensure that the concentration limit included in NSPS OOOOa for existing enclosed combustors will continue to be allowed in NSPS OOOOb and EG OOOOc. One commenter <sup>510</sup> explained that destruction efficiency testing requires VOC sampling at the inlet and outlet of the control device but that many existing control devices do not have an inlet sampling port. The commenter notes that combined with the potential need to install additional monitoring equipment, allowing the use of a 20 ppm concentration limit will provide facilities that do not have inlet testing ports an alternative to meet compliance requirements for both NSPS OOOOb and EG OOOOc. Another commenter 511 stated that the continuous monitoring option for organic compound concentration in the control device exhaust is meaningless without the corresponding outlet concentration performance standard. Additionally, the commenter requested that the EPA clarify how operators should handle compliance for existing control devices that are complying with the total organic compound concentration standard under NSPS 0000 or 0000a.

*Response:* The EPA agrees that it is likely that most enclosed combustion devices that are being used to control affected facilities in NSPS OOOO and NSPS OOOOa demonstrate compliance during the performance test with the alternative outlet concentration limit instead of testing both the inlet and outlet of the control device. It remains the EPA's position that it is reasonable to allow owners and operators to continue to demonstrate compliance for these units with an outlet concentration. It is also plausible that owners and operators will have affected facilities under both NSPS OOOOb and EG OOOOc controlled by the same enclosed combustion device, and so we are adding the outlet concentration limit to both NSPS OOOOb and EG OOOOc.

In response to the comments received, the EPA is adding an outlet concentration limit of 275 ppm volume as propane on a wet basis to both NSPS OOOOb and EG OOOOc. This is the same outlet concentration limit that is in NSPS OOOO and NSPS OOOOa. We

511 EPA-HQ-OAR-2021-0317-2428.

anticipate that carrying over this limit would not require a new performance test for most of these existing control devices until the next periodic performance test is due or until operation of the control device changes in a manner that warrants a new performance test.

# 2. Monitoring Flares

Comment: A commenter 512 stated that while they support the requirements for no visible emissions and for monthly monitoring using EPA Method 22, the EPA could also consider alternative monitoring technologies and methods that would achieve equivalent or superior results. The commenter urged the EPA to also require flares and control devices to be monitored for compliance assurance during all fugitive emissions surveys, both under the OGI and AVO program and under the alternative periodic screening options. The commenter noted that control devices and flares, especially unlit and malfunctioning flares, are among the most observed and largest sources of methane emissions, and it is therefore critical that they are regularly inspected and monitored to ensure proper operation.<sup>513</sup> The commenter further stated that multi-basin research has identified unlit flares across the entire country, and a Permian Basin study using flights conducted in 2020 found that 5 percent of all active flares were unlit.<sup>514</sup> Moreover, the commenter contends that monitoring flares and control devices during fugitive emissions surveys poses very little additional burden and can ensure emissions events are avoided.

*Response:* The EPA agrees that requiring owners and operators to check flare operation during a fugitive emissions inspection adds little additional burden and can help to reduce the incidence of unlit flares. This is something some owners and operators already do in practice, because in reviewing reports submitted under NSPS OOOOa, we noted that many owners and operators listed flares in the fugitive emissions report. Additionally,

for technologies used under the provisions of the periodic screening and continuous monitoring advanced methane detection technology work practices in the final NSPS OOOOb and EG OOOOc, we anticipate that by the nature of the operation of these technologies, these technologies will detect unlit flares. Therefore, requiring owners and operators to look at flares during an OGI inspection will also help to even the playing field for all technologies used in fugitive emissions monitoring. In the final rule, we are requiring owners and operators to view the operation of their flares with an OGI camera during fugitive emissions inspections conducted with OGI to ensure that the flare is lit and that there are no uncontrolled emissions coming from the flare. We are also requiring owners and operators to ensure that the flare is operating properly during AVO inspections by visually confirming that the pilot flame is lit and operating properly.

*Comment:* A commenter <sup>515</sup> stated that with respect to the alternative to continuous flow monitoring, the EPA must include requirements to reassess the engineering assessment when there are changes to the sources vented to the flare, such as when additional sources are routed to the control device, or those upstream sources change, because the flow rate could increase, and proper destruction efficiency would not be ensured.

*Response:* The EPA agrees with the commenter that the assessment for maximum flow rate to an enclosed combustor or flare must be updated when there are changes to the device's operation that are expected to impact the initial assessment. We have revised the language in the final rule to reflect this requirement.

# 3. Visible Emissions Observations

Comment: Commenters suggested that the EPA should permit the use of cameras for operators to perform visual inspections of flare and combustor smoke under EPA Method 22.516 Visible light cameras such as security cameras are widely available and deployed at oil and gas sites, and they can be positioned such that they can view potential smoke from combustors and flares. Therefore, commenters request that the EPA clarify that operators can utilize visible light cameras to remotely observe flares and combustors for smoke and specify installation and operation requirements such cameras need to

Emissions Guidelines for Existing Sources: Oil and Natural Gas Sector Climate Review. Response to Public Comments on the November 2021 Proposed Rule and the December 2022 Supplemental Proposed Rule (86 FR 63110, November 15, 2021; 87 FR 74702, December 6, 2022).

<sup>&</sup>lt;sup>509</sup> EPA–HQ–OAR–2021–0317–2399 and –2428. <sup>510</sup> EPA–HQ–OAR–2021–0317–2399.

<sup>&</sup>lt;sup>512</sup> EPA-HQ-OAR-2021-0317-2433.

<sup>&</sup>lt;sup>513</sup> The commenter cited to Genevieve Plant, et al., Inefficient and Unlit Natural Gas Flares Both Emit Large Quantities of Methane, 377 Sci. 6614 (2022), https://www.science.org/doi/10.1126/ science.abq0385, and Daniel H. Cusworth, et al., Intermittency of Large Methane Emitters in the Permian Basin, 8 Env't Sci. Tech. Letters 567 (2021), https://pubs.acs.org/doi/abs/10.1021/acs. estlet1.1c00173, as examples.

<sup>&</sup>lt;sup>514</sup> The commenter cited to David R. Lyon, et al., Concurrent Variation in Oil and Gas Methane Emissions and Oil Price During the COVID-19 Pandemic, 21 Atmos. Chem. Phys. 6605 (2021), https://acp.copernicus.org/articles/21/6605/2021/.

<sup>&</sup>lt;sup>515</sup>EPA-HQ-OAR-2021-2362.

<sup>&</sup>lt;sup>516</sup>EPA-HQ-OAR-2021-0317-2336, -2428, -2298, and -2326.

meet. Another commenter <sup>517</sup> noted that video camera systems are allowed as an alternative to EPA Method 9 observation under broadly applicable approved Alternative Test Method 82 (ALT– 082).<sup>518</sup> Commenters also suggested that artificial intelligence and machine learning should be allowed to continuously screen the video feed for smoke detection and if smoke is detected, alert the operator that an EPA Method 22 follow-up is required.<sup>519</sup>

Response: The EPA agrees that camera systems that monitor for visible emissions are a viable alternative to monthly EPA Method 22 observations for this sector, and there is already precedent for use of such systems in refineries under 40 CFR part 63, subpart CC. Therefore, the EPA has added the option to use a camera system for visible emissions observations to the final rule. In order for an owner or operator to use this option, the owner or operator must provide real-time, high-definition video surveillance camera output to the nearest control room or other continuously manned location where the camera images may be viewed at any time, with the output recorded continuously. The camera must be located at a reasonable distance above the flare flame and no further than 400 meters from the emissions source, at an angle suitable for visual emissions observations with the sun not in the field of view. With this option, observation via the video camera feed can be conducted readily throughout the day and will allow the operators of the flare to watch for visible emissions more frequently. The operator must document that they observed the camera feed for at least one minute each day. We note that this option is not the same as the digital opacity camera alternative outlined in ALT-082 which is not applicable in this rulemaking, as there is no opacity limit in the rule.

The EPA has not added an option that allows for automated viewing of the camera feed with artificial intelligence or machine learning, because we have no information demonstrating that these systems work effectively or under what circumstances these systems may encounter problems with adequately identifying visible emissions. Owners or operators are welcome to use such systems in addition to the requirements of the rule.

#### 4. Measurement of NHV

Comment: Several commenters 520 were concerned with the proposed NHV monitoring provisions for flares, which would require continuous monitoring of the NHV unless the initial NHV sampling demonstration (hourly sampling for 10 days) shows that the NHV is consistently above the applicable NHV value, which is dependent on the flare type. Commenters stated that the initial NHV sampling demonstration to show that the NHV of a gas stream is always above the required NHV in 40 CFR 60.18(b) is unnecessarily burdensome and is even more burdensome than what is required for refineries.<sup>521</sup> Commenters suggest that the proposed initial NHV sampling demonstration as an alternative to continuous NHV monitoring should be simplified, because the NHV of vent streams from affected facilities is typically fixed or well above the minimum NHV requirements, as these vent streams consist of mostly hydrocarbons and the simplest hydrocarbon has a NHV of approximately 900 British thermal units per standard cubic foot (Btu/scf), which is well above the minimum NHV requirement proposed by the EPA. One commenter 522 provided data collected from laboratories that analyze samples of associated gas and flared gas in North Dakota. Out of 7,774 gas samples collected and analyzed from 2020 through 2022, the average NHV was 1,459 Btu/scf, while the maximum and minimum values were 1,007 and 2,846 Btu/scf.

One commenter 523 stated that since the vent streams from affected facilities are expected to have sufficient heating value, both the proposed continuous NHV monitoring and the initial NHV sampling demonstration are economically unreasonable. For the minimum NHV demonstration alternative, the commenter reports that the cost is expected to be \$250,000 or more per demonstration. The commenter summarizes that the cost of a vendor-conducted 10-day continuous monitoring campaign for the initial NHV sampling demonstration is estimated at a minimum of \$250,000 to \$275,000 while the cost of 200 hourly samples is estimated at a total of \$300,000 to \$400,000 with an average

cost per sample of \$1,500 to \$2,000 including shipping and analysis.

One commenter <sup>524</sup> suggested that the EPA require a 10-day test period with one sample every 6 hours, for a total of 40 sample analyses. Another commenter 525 proposed a simplified sampling protocol for samples to be taken twice a day for 7 days. A third commenter 526 stated that the 10-day initial NHV sampling demonstration should be simplified to a single sample including the use of an appropriate, representative sample or an initial flare compliance assessment under 40 CFR 60.18, with the operator documenting why the sample is characteristic of the vent stream composition. After the initial NHV sampling demonstration, continuous compliance would be demonstrated through subsequent samples once every 3 years. The commenters also stated that neither the continuous NHV monitoring nor the initial NHV sampling demonstration alternative should be required if operators can demonstrate that the NHV is never expected to be below the minimum required value using a design evaluation or applicable engineering calculations including process simulation software and pressurized liquids sampling. One commenter 527 stated that continuous monitoring of NHV presents inaccuracy issues associated with low or intermittent gas streams due to technological limits. While the commenter agrees with the availability of the initial NHV sampling demonstration in lieu of continuous monitoring, the commenter requested that the EPA allow operators to periodically (*i.e.*, quarterly) sample representative inlet gas streams to demonstrate compliance with any applicable heating value requirement for control devices used to control affected facilities with intermittent or low flow gas streams under this rule.

A different commenter <sup>528</sup> stated that the EPA must require direct NHV monitoring at all oil and gas flares and combustion devices on a continuous basis. The commenter states the NSPS general provisions mandate that the Agency establish monitoring for the general provisions' NHV operating limits, especially since the general provisions themselves contain no monitoring requirements for this limit. The commenter also stated that the EPA correctly concludes that the current operating and monitoring practices and

<sup>&</sup>lt;sup>517</sup> EPA–HQ–OAR–2021–0317–2428.

<sup>&</sup>lt;sup>518</sup> https://www.epa.gov/sites/default/files/2020-08/documents/alt082.pdf.

<sup>&</sup>lt;sup>519</sup>EPA–HQ–OAR–2021–0317–2336 and –2428.

<sup>&</sup>lt;sup>520</sup> EPA-HQ-OAR-2021-0317-2248, -2305, -2326, -2353, -2399, and -2428.

<sup>&</sup>lt;sup>521</sup> The commenter pointed to 40 CFR 63.670(j)(6)(D).

<sup>522</sup> EPA-HQ-OAR-2021-0317-2248.

<sup>523</sup> EPA-HQ-OAR-2021-0317-2428.

<sup>524</sup> EPA-HQ-OAR-2021-0317-2305.

<sup>&</sup>lt;sup>525</sup>EPA–HQ–OAR–2021–0317–2399.

<sup>&</sup>lt;sup>526</sup>EPA-HQ-OAR-2021-0317-2428.

<sup>&</sup>lt;sup>527</sup> EPA–HQ–OAR–2021–0317–2298.

<sup>528</sup> EPA-HQ-OAR-2021-0317-2362.

requirements for well sites and centralized production facilities are not adequate to ensure that flare control systems are operated efficiently. The commenter was concerned with the proposed alternative initial NHV sampling demonstration. The commenter suggested that 10 days of sampling cannot capture the variability of gas streams at oil and gas facilities, due in part to compositional variability, inert gases, and impurities in gas streams, and that it may not capture the lowest NHV streams, giving the false impression that these facilities are meeting the NHV operating limit when in fact they are not. The commenter also stated that the alternative to continuous monitoring is contradicted by findings the EPA has made regarding the great variability of gas compositions over short periods of time and the resulting dramatic effects on combustion efficiencies.<sup>529</sup> The commenter contends that this alternative cannot ensure that flares and other control devices destroy 95 percent of VOCs and methane and that this alternative does not fulfill the requirements of 40 CFR 60.18(d).

Response: The EPA disagrees with the comments that neither continuous monitoring nor the initial NHV sampling demonstration (which the EPA proposed as an alternative to continuous monitoring) is unnecessarily burdensome or its cost unreasonable because the NHV value will always (or is expected to always) be above the NHV values that we proposed and are finalizing in this action. Specifically, we disagree with the commenters' assumption that the NHV value will always (or is expected to always) be above the minimum NHV values. As noted by a commenter, the variability of gas compositions can have a dramatic effect on the combustion efficiency of flares. This is especially true for streams that may contain large amounts of inert materials. Additionally, the EPA does not have data to support the assertion made by the commenter that continuous sampling systems have technological issues with sampling low and intermittent gas streams.

Nevertheless, in response to the comments received, the EPA has reevaluated the proposed alternative initial NHV sampling demonstration to see whether the burden can be reduced without compromising its adequacy. We do not think it is appropriate to allow quarterly sampling or a one-time

sample, as suggested by some commenters, since there is some variability in the streams that are sent to flares and enclosed combustion devices which will likely be missed by not sampling daily. However, we are reducing the number of daily samples associated with the initial NHV sampling demonstration. Specifically, we are finalizing a requirement to conduct twice daily sampling for 14 days, reducing the total number of samples from 240 to 28. However, due to the significant reduction in the initial sampling, we need to confirm that the vent gas NHV remains above the required minimum value. Therefore, we are adding to the NHV demonstration alternative an ongoing compliance demonstration requirement to sample the vent gas to confirm that the NHV remains above the required minimum value. We are requiring three samples to be taken every 5 years. This ongoing demonstration timeline aligns with the timeline for conducting periodic performance tests of enclosed combustion devices, which is required every 5 years, so owners and operators who are using enclosed combustion devices to meet the applicable emission standards in this rule will be able to combine the NHV vent gas sampling with the performance test, which will help to reduce the burden associated with the ongoing compliance demonstration. Additionally, where associated gas from a well affected facility is the only inlet stream to the enclosed combustion device or flare, we are not requiring owners and operators to conduct continuous monitoring of the NHV or the alternative NHV sampling demonstration. In this case, because associated gas is high in methane content and similar in quality to sales grade gas, the NHV of the inlet stream to the enclosed combustion device or flare is considered to be sufficiently above the minimum required NHV for the inlet gas, and sampling is not needed to confirm the NHV of the inlet stream. With the changes discussed above, we believe that the burden of the NHV demonstration alternative in the final rule is much reduced since proposal.

While the EPA agrees with the comment that the variability of gas compositions can have a dramatic effect on the combustion efficiency of flares, the EPA disagrees with the commenter's contention that the alternative initial NHV demonstration is somehow contradicted by the EPA's prior statements in the proposed CAA section 112(d)(6) review for Miscellaneous Organic Chemical Manufacturing (84 FR

69203 (December 17, 2019)). The EPA notes that the great variability of gas compositions over short periods of time and the resulting dramatic effects on combustion efficiencies is especially true for streams that may contain large amounts of inert materials, such as nitrogen padding from storage vessels, which is common in the refining and chemical sectors. However, in general, we do not expect to see those situations in the upstream oil and gas sector, where most vent gas streams consist of high percentages of methane, which has an NHV well above the required minimum flare gas NHV. We also note that, in the preamble for the Miscellaneous Organic Chemical Manufacturing risk and technology review cited by the commenter, the flare discussion focused on flares that burn ethylene oxide and olefins/ polyolefins.<sup>530</sup> Olefins and polyolefins are more difficult to combust than the small, straight-chain hydrocarbons generally found in the upstream oil and gas sector. Therefore, the EPA does not believe that the alternative provided in the final rule is contradicted by the findings in the Miscellaneous Organic Chemical Manufacturing risk and technology review.

*Comment:* One commenter <sup>531</sup> stated that some vent streams from affected facilities could potentially be below the minimum NHV requirement, including compressors in acid gas service or those at enhanced oil recovery facilities. The commenter notes that either situation could have high CO<sub>2</sub> content which would lower the NHV, so operators typically add assist gas or another vent stream with sufficient heating value to facilitate proper control device operation. In these limited situations, the commenter proposed that flow monitoring of the assist gas and vent streams should be allowed as an alternative to the continuous monitoring of NHV.

*Response:* The EPA disagrees that monitoring assist gas flow rates is an appropriate measure for ensuring proper combustion of inerts, as assist gas does not contain any heating value. Therefore, the introduction of assist gas will further reduce the heating value of the gas, possibly to a point where proper combustion cannot be sustained. Therefore, while monitoring or limiting assist gas is an important part of ensuring proper flare operation, the EPA does not believe that monitoring assist gas on its own can compensate for the drop in vent gas NHV caused by inerts or provide enough information for the

<sup>&</sup>lt;sup>529</sup> The commenter cited to the proposed CAA section 112(d)(6) review for Miscellaneous Organic Chemical Manufacturing. See 84 FR 69203 (December 17, 2019).

 $<sup>^{530}</sup>$  See 84 FR 69198–69199 (December 17, 2019).  $^{531}$  EPA–HQ–OAR–2021–0317–2428.

owner or operator to ensure that proper combustion is occurring.

The introduction of inerts can greatly affect the NHV of the vent stream sent to a flare. While the EPA agrees that most flare gas streams at upstream oil and gas facilities will have no issue meeting the required minimum NHV on a continuous basis, we are concerned about situations where inerts may be introduced into the vent gas stream. To guard against the possibility of unacceptable flare gas NHV in these situations, we are including as part of the alternative NHV demonstration a requirement that owners and operators consider sources of inerts that may be sent to the flare, and that sampling must occur when the highest percentage of inerts are sent to the flare to ensure that NHV remains above the required minimum. If an owner or operator cannot ensure that the NHV remains above the required minimum due to the introduction of inerts, the owner or operator must continuously monitor the NHV of the vent stream.

## 5. Assisted Flares

*Comment:* A commenter <sup>532</sup> urged the EPA to require any assisted flares in the oil and gas sector to meet an operating limit for the NHV in the combustion zone (NHVcz), as the EPA has done for flares at refineries and petrochemical sources. The commenter stated that, as the EPA found in its 2014–15 refinery NESHAP rulemaking, many studies have shown that the flare requirements in the general provisions cannot ensure that flares achieve 98 percent destruction efficiency, which is required under the refinery NESHAP.533 The commenter also referenced an Enforcement Alert <sup>534</sup> the EPA distributed regarding flaring violations, in which the Agency recognized that certain needed parameters affecting the efficiency of flares are not captured within the general provisions, including maintaining the appropriate steam-tovent-gas ratio and ensuring that the NHVcz is high enough to maximize combustion efficiency. The commenter explained that the EPA noted that reliance on the NHV of the vent gasthe parameter that the NSPS and NESHAP general provisions flare requirements use as an indicator of good combustion—ignores any effect of steaming. Therefore, the commenter stated that to incorporate steaming, a NHVcz is calculated to include the

assist steam.<sup>535</sup> The commenter stated that because complying with an operating limit for the heating value of the vent gas cannot ensure 95 percent or greater destruction efficiency of VOCs and methane by assisted flares, it is appropriate to update the flare requirements for any assisted flares to ensure proper destruction efficiencies. The commenter stated that the EPA must require owners and operators to comply with an operating limit for NHVcz and must promulgate monitoring requirements to ensure compliance with that limit.

*Response:* The EPA is aware that some companies are installing airassisted flares to improve combustion efficiency, reduce smoking incidence of flares, and facilitate operation when inerts are added to the vent gas stream.536 We are still not aware of a prevalence of steam-assisted flares in this sector, but it is possible to overassist an air-assisted flare. Therefore, in the final NSPS OOOOb, we are adding requirements to ensure that these flares are operated in a manner that will ensure good combustion efficiency, by adding operating parameters for NHVcz and the NHV dilution parameter (NHVdil). Specifically, the final rule includes the operating parameter values of 270 Btu/scf for NHVcz and 22 Btu/ sqft for NHVdil that the EPA established for the petroleum refineries sector (40 CFR part 63, subpart CC).537 We recognize that these limits were intended to demonstrate compliance with a destruction efficiency of 98 percent and therefore are conservatively high for demonstrating compliance with the applicable standards in NSPS OOOOb. We have added provisions similar to those in 40 CFR 63.670(j)(6) which allow reduced monitoring for owners and operators with flare gas streams that have a consistent composition or a fixed minimum NHV. As stated above, we expect many flares in the upstream oil and gas sector to burn high NHV streams and anticipate that most owners and operators would be able to use these provisions. Additionally, for air-assisted flares, we have added provisions that allow a demonstration that based on the highest fixed or highest air-assist rate used, the device will meet or exceed NHVdil in

lieu of continuously monitoring the air-assist rate.

We are not adding these requirements to the final EG OOOOc because we are concerned about the ability of existing sites to retrofit flares in order to meet these requirements. While we do expect that most owners and operators will be able to demonstrate compliance through flare assessments, those who cannot demonstrate compliance through an assessment will have to conduct continuous sampling of flare vent streams and flowrate monitoring of both the flare vent stream and the air assist stream. These accommodations can easily be made for a new flare. For an existing flare at an existing site, these retrofits require taking the flare out of service and may require adding ports to set up these monitoring systems. Additionally, there is no guarantee that ports can be placed at an appropriate location. Without additional information on assisted flares at existing sites and the ability of owners and operators to retrofit these flares, we are reluctant to place these requirements on existing sources, and as such, we are not adding these requirements to the final EG 0000c.

# 6. Alternative Flare Monitoring

Comment: A commenter 538 recommended that the EPA consider adding an alternative approach for monitoring flares that is more costeffective and will achieve the same objective. The commenter pointed out that there have been significant advancements in the field of flare performance monitoring technology in recent years, including the Video Imaging Spectral Radiometry (VISR) technology which has been developed to remotely and directly monitor flare combustion efficiency and the Simplified VISR technology which has been developed to remotely monitor NHVcz for steam-assisted flares and NHVdil for air-assisted flares.<sup>539</sup> The commenter noted that in November 2022 the EPA funded additional testing with focus on the Simplified VISR technology on both steam-assisted and air-assisted flares at the John Zink flare testing facility in Tulsa, Oklahoma. The commenter summarized the test results in exhibit 3 of their letter and stated that, based on these results, Simplified VISR technology can be easily deployed for a short-term study or long-term continuous monitoring of NHVcz for steam-assisted flares or NHVdil for airassisted flares at a cost comparable to an OGI camera. The commenter requested

<sup>&</sup>lt;sup>532</sup>EPA–HQ–OAR–2021–0317–2362.

<sup>&</sup>lt;sup>533</sup> The commenter cited 79 FR 36905 and 80 FR 75189.

<sup>&</sup>lt;sup>534</sup> The commenter cited to EPA, EPA Enforcement Targets Flaring Efficiency Violations, Enforcement Alert (August 2012).

<sup>&</sup>lt;sup>535</sup> EPA (U.S. Environmental Protection Agency). 2012. Parameters for Properly Designed and Operated Flares. Prepared for U.S. Environmental Protection Agency, Office of Air Quality Planning and Standards, Research Triangle Park, NC. April 2012. Available at: https://www3.epa.gov/airtoxics/ flare/2012flaretechreport.pdf. See p. 3–32.

<sup>&</sup>lt;sup>536</sup> See, *e.g.*, EPA–HQ–OAR–2021–0317–2409 and –2428.

<sup>&</sup>lt;sup>537</sup> See discussion in EPA–HQ–OAR–2010–0682–0206.

<sup>&</sup>lt;sup>538</sup>EPA–HQ–OAR–2021–0317–2457.

<sup>&</sup>lt;sup>539</sup>See EPA-HQ-OAR-2021-0317-0604.

that the EPA allow operators to use the Simplified VISR method to demonstrate compliance and give operators a choice between a calorimeter and the Simplified VISR. Additionally, if an operator chooses to do the 10-day initial NHV sampling demonstration instead of continuous monitoring of NHV, the Simplified VISR device could be installed to monitor the flare for 10 days and could operate autonomously and continuously—a significant advantage over manually collecting 200 hourly samples.

To facilitate the described alternative approach, the commenter stated, the flare NHV standard needs to be supplemented. The current NHV limit is based on the heat content in the gas stream that is fed to the flare, but the Simplified VISR measures NHVcz, which the commenter stated represents a better surrogate parameter for flare performance than vent gas NHV. To facilitate the Simplified VISR as an alternative to the proposed NHV limit, the commenter recommended that the final rule allow the operator to comply with the NHVcz and NHVdil limits promulgated in other rules.<sup>540</sup> The commenter points out that these standards correspond to a combustion efficiency of 96.5 percent and a destruction efficiency of 98 percent, which is higher than the control efficiency required in the December 2022 Supplemental Proposal, representing a 60 percent methane emissions reduction (from 5 percent of the flared process stream down to 2 percent).

*Response:* The EPA notes that it has been reviewing the development of VISR to monitor flare combustion efficiency for several years. While we are not including it as an alternative in the final rule, as we have not yet developed a standard method for its use, the final rule provides a pathway to allow for the use of VISR, Simplified VISR, or other similar technology. In this pathway, an owner or operator could request an alternative test method to use a technology such as VISR that continuously monitors combustion efficiency or a technology such as Simplified VISR that continuously monitors NHVcz and NHVdil. The approval of such a request may be sitespecific or may instead become broadly applicable, approved for a class of combustion devices, and listed on the EPA's website as an alternative test method.

To facilitate the pathway for potentially allowing these alternatives, the EPA is finalizing limits of 270 Btu/ scf for NHVcz and 22 Btu/sqft for NHVdil. Destruction efficiency is a measure of how much of the hydrocarbon is destroyed, and combustion efficiency is a measure of how much of the hydrocarbon burns completely to yield CO<sub>2</sub> and water vapor. As such, combustion efficiency will always be less than or equal to the destruction efficiency. In the EPA's report 541 on the development of parameters for properly operated flares, we stated that the relationship between destruction and combustion efficiency is not constant and changes with different compounds, but that we considered that a flare with a combustion efficiency of 96.5 percent achieved a destruction efficiency of 98 percent. We are uncertain if the relationship continues to hold at the same level as combustion efficiency continues to decrease. Therefore, in this final rule, which includes 95 percent emissions reduction standards, we are taking a conservative approach. If an owner or operator uses an alternative test method, such as VISR, to demonstrate compliance with the emissions reduction standards for a combustion control device and uses a test method that continuously monitors the combustion efficiency, we are requiring that the combustion device used to meet such standard have at least 95 percent combustion efficiency, as this will ensure a destruction efficiency of at least 95 percent.

In this final rule, owners and operators approved for an alternative test method that uses a technology that continuously monitors combustion efficiency or NHVcz and NHVdil would not be required to monitor flare vent gas flow rate or vent gas NHV. If the alternative test method uses a technology that continuously monitors combustion efficiency, the owner or operator would not be required to continuously monitor for the presence of a pilot flame or have an alert to the control room for the pilot flame. If the alternative test method uses a technology that can identify periods of visible emissions, the owner or operator would not be required to perform monthly EPA Method 22 observations. The EPA has also added a pathway to use an alternative test method to

demonstrate continuous compliance with 95 percent combustion efficiency as part of the NHV initial sampling demonstration. In lieu of conducting vent gas NHV sampling during the initial demonstration period, the owner or operator would demonstrate that the combustion control device continuously achieves at least 95 percent combustion control, thus demonstrating that the heating values of the streams sent to the flare are consistently above the minimum level necessary to achieve proper combustion.

7. Other Changes to Control Device Requirements

Additionally, the EPA has made a number of clarifications and minor adjustments to the regulatory text in response to comments received:

• Revised 40 CFR 60.5412b(a)(1)(ii) and (f)(1)(vii)(D)(1) to allow owners and operators to set the minimum temperature limit for combustion devices based on operation during the performance test.

• Revised 40 CFR 60.5412b(a)(1)(viii), 60.5412b(a)(3)(viii), 60.5413b(e)(2), 60.5415b(f)(1)(vii)(A)(1), and 60.5417b(d)(8)(i) to add a requirement that an alert be sent to the control room when a pilot flame is no longer lit.

• Revised 40 CFR 60.5412b(a)(1)(ix), 60.5413b(e)(3), 60.5415b(f)(1)(vii)(A)(2), and 60.5417b(d)(8)(v) to allow the duration of the visible emissions observation to be less than 15 minutes if the observer sees visible emissions for at least 1 minute prior to the end of the 15-minute period.

• Revised 40 CFR 60.5412b(a)(3)(vi) and 60.5417b(d)(8)(iv) and added 40 CFR 60.5415b(f)(1)(vii)(A)(6) to clarify that the minimum flow rate requirement applies to both enclosed combustion devices and flares.

• Revised 40 CFR 60.5413b(b)(5)(ii) to allow control devices to be tested 30 days after returning to service if the control device is not operational at the time that a performance test is due.

• Revised 40 CFR 60.5413b(b)(5)(ii) to remove the conflict with 40 CFR 60.5413b(a) as to whether enclosed combustion devices must be periodically tested.

• Revised 40 CFR 60.5413b(d)(11)(iii) to indicate that when the manufacturer meets the testing requirements outlined for an enclosed combustion device, the control device will meet the requirement for 95.0 percent destruction of both VOC and methane.

• Revised 40 CFR 60.5413b(d)(12) to update submittal addresses.

• Revised 40 CFR 60.5413b(e), 60.5417b(d)(7), and 60.5417b(g)(6) to align the monitoring requirements for

<sup>&</sup>lt;sup>540</sup> The referenced limits are 270 Btu/scf NHVcz for steam-assisted flares and of 22 Btu/sqft NHVdil for air-assisted flares. These standards were first promulgated in 40 CFR part 60, subpart CC, at 40 CFR 63.670.

<sup>&</sup>lt;sup>541</sup>EPA (U.S. Environmental Protection Agency). 2012. Parameters for Properly Designed and Operated Flares. Prepared for U.S. Environmental Protection Agency, Office of Air Quality Planning and Standards, Research Triangle Park, NC. April 2012. Available at: https://www3.epa.gov/airtoxics/ flare/2012flaretechreport.pdf.

all enclosed combustion devices, regardless of whether they are tested by the manufacturer or the owner or operator.

• Revised 40 CFR 60.5417b(c) to clarify that monitoring systems that check for the presence of a pilot flame must record a reading at least once every 5 minutes and to clarify how to average monitored parameters.

• Revised 40 CFR 60.5417b(c)(2) through (4) to change site-specific monitoring plan to a company-defined area monitoring plan, to align the terminology with the terminology used for fugitive emissions monitoring.

• Revised 40 CFR 60.5417b(d)(8)(ii) to allow owners and operators the option to use gas chromatographs, mass spectrometers, and grab sampling systems to monitor NHV.

• Revised 40 CFR 60.5417b(d)(8)(ii) to exempt operators from conducting monitoring of NHV for associated gas routed to an enclosed combustion device or flare if the device or flare is receiving only associated gas (as defined in 40 CFR 60.5430b).

• Revised 40 CFR 60.5417b(d)(8)(iv) to change the required flow meter accuracy requirement from 2 percent to 10 percent in order to allow owners and operators additional metering device options and to reduce burden, considering the large range of flows that may be encountered in some control devices.

• Revised 40 CFR 60.5417b(d)(8)(iv) to clarify "line pressure" to "inlet line pressure."

• Revised 40 CFR 60.5417b(d)(8)(iv) to change the terminology

"backpressure preventer" to backpressure regulator valve and to add continuing operational and maintenance requirements for the backpressure regulator valve.

• Deleted 40 CFR 60.5417b(e)(2) in order to change the averaging time for gas flow rate from 1 hour to 3 hours to align with other operating parameters.

• Clarified the requirements for carbon adsorption systems in 40 CFR 60.5417b(f)(1).

## I. Reciprocating Compressors

In section X.I of this document, the final NSPS OOOOb and EG OOOOc requirements for reciprocating compressors are summarized. The BSER analysis is unchanged from what was presented in the November 2021 Proposal (see 86 FR 63214–20, section XII.E. Proposed Standards for Reciprocating Compressors). However, significant comments were received on the December 2022 Supplemental Proposal on the following topics: (1) the EPA's proposal to format the

performance-based volumetric flow rate standard of performance as a numeric standard, (2) scheduled-based packing replacement approach, (3) need to clarify that the standard is on a percylinder basis, (4) request that the EPA allow the alternative compliance option of routing to a control device in addition to routing to the process, and (5) the EPA's extension of requirements to reciprocating compressors located at centralized production facilities. For each of these topics, a summary of the proposed rule (where relevant), the comments, the EPA responses, and changes made in the final rule (if applicable), are discussed here. These comments and the EPA's responses to these comments generally apply to the standards proposed in both the NSPS OOOOb and EG OOOOc as the standards proposed under the NSPS OOOOb and EG OOOOc were the same. The EPA's full response to comments on the November 2021 Proposal and December 2022 Supplemental Proposal, including any comments not discussed in this preamble, can be found in the EPA's RTC document for the final rule.542

1. Numeric Standard Versus Work Practice Standard

In reconsidering the BSER determination and standards for reciprocating compressors proposed in November 2021, the EPA recognized that it is feasible to prescribe a standard of performance, rather than a work practice standard,<sup>543</sup> for reciprocating compressors. Accordingly, the EPA proposed a numeric emissions limit requirement in the December 2022 Supplemental Proposal. The major difference between that proposed standard and what the EPA proposed in November 2021 was that under the supplemental proposal, owners and operators would be required to maintain emissions at or below the emissions

<sup>543</sup> Under CAA section 111(h)(1), work practice standards are appropriate only where "it is not feasible to prescribe or enforce a standard of performance." CAA section 111(h)(2) defines such infeasibility as "any situation in which the Administrator determines that (A) a pollutant or pollutants cannot be emitted through a conveyance designed and constructed to emit or capture such pollutant, or that any requirement for, or use of, such a conveyance would be inconsistent with any Federal, state, or local law, or (B) the application of measurement methodology to a particular class of sources is not practicable due to technological or economic limitations." limit (emissions flow rate of 2 scfm) whereas under the November 2021 Proposal, owners or operators would have been required to replace rod packing only after discovering an exceedance of 2 scfm. The BSER was therefore proposed to be the replacement of the rod packing and/or other necessary repair and maintenance activities to maintain emissions at or below 2 scfm.

Comment: The EPA received several comments from industry 544 that asserted that a numeric emissions standard in lieu of a work practice standard is unsupported and unworkable. One commenter 545 stated that in the November 2021 Proposal, the EPA described a work practice standard that would require yearly monitoring and replacement of the rod packing when the measured emissions exceed 2 scfm. The commenter noted that the EPA cited the Natural Gas STAR document in the November 2021 Proposal that described a work practice approach for rod packing replacement. The commenter added that the work practice approach, including a 2 scfm threshold for triggering rod packing replacement, was further demonstrated at the EPA's November 2019 Natural Gas STAR and Methane Challenge Workshop.<sup>546</sup> The commenter added that the California regulation <sup>547</sup> cited by the EPA in the December 2022 Supplemental Proposal TSD is also a work practice standard with a 2 scfm threshold. The commenter stated that the December 2022 Supplemental Background TSD does not include any information to support an emissions standard rather than a work practiceand the November 2021 Proposal TSD <sup>548</sup> envisioned a work practice standard. Thus, the commenter stated that if the EPA intended to propose an emissions limitation standard, the EPA gave no justification for, or analysis of, the change, which the commenter believed is arbitrary and capricious. The

<sup>547</sup> CARB. "[Regulation for Greenhouse Gas Emission Standards for Crude Oil and Natural Gas Facilities.]" Oil and Gas Final Regulation Order (*ca.gov*).

<sup>548</sup> EPA, Oil and Natural Gas Sector: Emission Standards for New, Reconstructed, and Modified Sources and Emissions Guidelines for Existing Sources: Oil and Natural Gas Sector Climate Review, Background TSD for the Proposed New Source Performance Standards (NSPS) and Emissions Guidelines (EG) (October 2021), Document ID No.-HQ–OAR–2021–0317–0166 (hereinafter "2021 Background TSD").

<sup>&</sup>lt;sup>542</sup> Standards of Performance for New, Reconstructed, and Modified Sources and Emissions Guidelines for Existing Sources: Oil and Natural Gas Sector Climate Review. Response to Public Comments on the November 2021 Proposed Rule and the December 2022 Supplemental Proposed Rule (86 FR 63110, November 15, 2021; 87 FR 74702, December 6, 2022).

<sup>&</sup>lt;sup>544</sup>EPA–HQ–OAR–2021–0317–2305, –2326, –2399, –2428, and –2483.

<sup>545</sup> EPA-HQ-OAR-2021-0317-2483.

<sup>&</sup>lt;sup>546</sup> "DTE Energy Rod Packing Evaluation and Replacement Program," U.S. EPA 2019 Natural Gas STAR & Methane Challenge Workshop (November 2019).

commenter believed that based on the two TSDs, it appeared that the EPA intended to propose a work practice standard that triggers rod packing maintenance when the threshold is exceeded. The commenter expressed that the extensive and case-by-case nature of rod packing replacement makes it particularly unsuitable for an emissions limitation standard.

Several commenters <sup>549</sup> expressed concern that, as an emissions standard, the proposed rod packing requirements are unworkable. They explained that operators would be forced to decide between continuing to operate out of compliance until a maintenance shutdown can be scheduled or shutting down the compressor immediately to conduct the repair and venting or flaring gas that can no longer be compressed and transported during the unscheduled shutdown. The commenters added that a forced shutdown would likely result in significantly more emissions than continuing to operate until the next scheduled maintenance shutdown. For systems that are at capacity, shifting the incoming gas to another station is not a feasible or reliable option, resulting in additional flaring and venting, which is magnified given the time it takes to have producers shut in wells. According to one of the commenters,<sup>550</sup> the December 2022 Supplemental Proposal made an incorrect assumption that the gas can simply be rerouted to other natural gas compression facilities, but the commenter explained that often that is not a possibility as piping is not in place to bypass a facility, or there may not be an alternative facility available. Another commenter <sup>551</sup> added that while it is true that flow can be measured, it is not technically or economically practicable to install measurement systems that would assure compliance with a numeric emissions limitation. See CAA section 111(h)(2)(B).

A couple of commenters <sup>552</sup> suggested that under a work practice framework (which they state to be the only supported option), companies be required to complete a corrective action within 720 hours of operation (equivalent to 30 days) and allow for delay of repair, similar to that for leak monitoring programs, of up to 2 years if repair goes beyond the replacement of rod packing. The commenters noted that exceeding the vent rate threshold after the time for corrective action would be a deviation, but exceeding the vent rate within the time allotted to correct would not.

One commenter 553 stated that the EPA proposed to establish the 2 scfm flowrate as a not-to-exceed standard of performance, such that a violation occurs if flow rate exceeds that value (87 FR 74797). In doing so, the commenter suggested, the EPA fundamentally misconstrued the manufacturers' recommendations (on which the flow rate is based). In practice, the commenter explained, exceeding a manufacturerrecommended flow rate is an indication that a repair should be made. Exceeding that rate does not necessarily compromise operability of the unit and, in fact, the values are selected to allow continued operation for the period necessary to arrange for needed repairs to be made. According to the commenter, the EPA without explanation proposed to transform what in practice constitutes an action level into a regulatory cap that cannot be exceeded without the prospect of incurring a violation. The commenter argued that the EPA's proposal is at odds with the facts and is an unreasonable reinterpretation of standard maintenance practices.

The commenter <sup>554</sup> argued that, if the EPA is intent on setting a numeric standard of performance, the value must be well above the 2 scfm that the EPA believes to be the standard manufacturer recommendations. They asserted that the value must accommodate operations for a reasonable and potentially significant period of time that may be needed to accomplish needed repairs. If the EPA takes this path, the commenter contended that a reproposal would be necessary so that commenters would know the newly proposed value, understand the EPA's rationale, and have an opportunity to submit comments on the record.

Response: The EPA acknowledges that the record for the 2 scfm performance volumetric flow rate standard supports a work practice standard and not a numeric standard. The EPA has determined that, for reciprocating compressors, the application of a measurement methodology to reciprocating compressors is not always practicable due to technological or economic limitations. It is not practicable here for an exceedance of the 2 scfm per cylinder volumetric flow rate to be a violation when the annual performancebased flow rate reflects whether there are performance issues with the rod

554 EPA-HQ-OAR-2021-0317-2428.

packing that need to be addressed in order to take action to minimize the emissions/leak. This is similar to the basis and monitoring established for fugitive emissions component requirements, where a leak based on periodic monitoring triggers requirements to minimize the emissions/leak.

In the final rule, therefore, the 2 scfm performance-based volumetric flow rate standard will be implemented as a work practice standard and not as a numeric limit where an exceedance would be considered a violation. As such, the volumetric flow rate of 2 scfm is an action level that, if exceeded, triggers the action of repairing or replacing the rod packing and is not a numerical limit. Specifically, the final rule for reducing GHGs and VOC from new reciprocating compressors requires repair or replacement of the rod packing where, based on the required monitoring, the performance-based volumetric flow rate standard is exceeded. If the volumetric emissions measurement of the reciprocating compressor rod packing has a flow rate greater than 2 scfm (in operating or standby pressurized mode) or a combined rod packing flow rate greater than the number of compressor cylinders multiplied by 2 scfm, an owner or operator must repair or replace the reciprocating compressor rod packing within 30 calendar days after the date of the volumetric emissions measurement. Delay-of-repair provisions under a work practice standard appropriately recognize that the unit must be shut down to effect any such repair and replacement and that parts availability and supply chain disruptions may be relevant to how quickly the repair or replacement can be made. As such, the final rule allows for a delay of repair if the repair or replacement would require a vent blowdown, or it would otherwise be infeasible or unsafe, until the next process unit shutdown—specifically, if the repair or replacement (1) is technically infeasible, (2) would require a vent blowdown, (3) would require a process unit or facility shutdown, (4) needs to be delayed because parts or materials are unavailable, or (5) would be unsafe to repair during operation of the unit. In cases where there is a need for delay of repair, the repair must be completed during the next scheduled process unit or facility shutdown for maintenance, after a scheduled vent blowdown, or within 2 years, whichever is earliest.

<sup>&</sup>lt;sup>549</sup>EPA–HQ–OAR–2021–0317–2305, –2399, and –2428.

<sup>&</sup>lt;sup>550</sup>EPA-HQ-OAR-2021-0317-2305.

<sup>&</sup>lt;sup>551</sup>EPA–HQ–OAR–2021–0317–2428.

<sup>&</sup>lt;sup>552</sup>EPA–HQ–OAR–2021–0317–2305 and –2399.

<sup>&</sup>lt;sup>553</sup> EPA-HQ-OAR-2021-0317-2428.

2. Rod Packing Changeout Schedule-Based Approach

Comment: Several commenters 555 expressed concern over the EPA's changing in the proposed NSPS OOOOb and EG OOOOc the requirements that the commenters have been meeting under NSPS OOOOa to replace rod packing on a fixed schedule. The commenters noted that given the uncertainties of the assumptions underlying the BSER evaluations for the two options (the rod packing changeout schedule-based approach and monitoring limit approach) and given that the cost effectiveness values of the two options are very close, they urged the EPA to provide flexibility to affected facilities by adopting both standards as BSER alternatives with the operator selecting their preferred approach.

According to one commenter,556 retaining the schedule-based approach is warranted because that compliance option has been implemented not only at NSPS OOOOa facilities but also through state regulations and voluntary actions by companies. The commenter added that the prescribed maintenance schedule is also an EPA-approved best management practice for the voluntary Methane Challenge program. Due to these EPA decisions, the commenter reported, many companies have "built out" reciprocating compressors rod packing maintenance programs using scheduled maintenance, including existing compressors not subject to the Federal mandate or state rules. The commenter expressed that it is critical that these existing and successful company programs not be supplanted by different requirements in NSPS OOOOb and EG OOOOc.

Several commenters noted specific suggestions with respect to a fixed schedule:

• Several commenters <sup>557</sup> requested that the EPA allow rod packing replacement every 8,760 operating hours.

• One commenter <sup>558</sup> requested that the EPA allow replacement annually or 8,760 hours (whichever comes first), which is similar in approach but more frequent than the current requirements in NSPS OOOO and NSPS OOOOa.

• Another commenter <sup>559</sup> requested retaining the NSPS OOOOa approach, requiring the replacement of rod

<sup>559</sup>EPA-HQ-OAR-2021-0317-2366.

packing every 3 years or 26,000 hours of operation (if operating hours are monitored).

Several commenters <sup>560</sup> requested that the EPA specify that where operators choose to replace rod packing on a fixed schedule, they are not required to measure volumetric flow rates.

*Response:* The contention by commenters that requiring the performance-based volumetric flow rate monitoring would result in owners or operators having to do more rod packing changeouts on reciprocating compressors and/or would lead to an increase in baseline maintenance/piston rod replacement to ensure proper operation of the compressor further supports requiring the performancebased volumetric flow rate monitoring standard over a fixed-schedule rod packing changeout every 26,000 hours to mitigate emissions. This is also consistent with the EPA's BSER determination that greater and moreefficient emissions reductions would be achieved by implementing an annual performance-based 2 scfm volumetric flow rate monitoring standard. For these reasons, the EPA is not including the 26,000-hour, fixed-schedule rod packing replacement as an alternative option to the condition-based 2 scfm volumetric flow rate monitoring option. However, under the final rule, the EPA has clarified that an owner or operator would be allowed to replace rod packing on or before 8,760 hours of operation after last rod packing replacement or monitoring and forgo the need to conduct the required performance-based volumetric flow rate monitoring. The final rule also specifies that owners or operators are allowed to forgo volumetric flow rate measurements if they replace the rod packing at or before 8,760 hours of operation after the last rod packing replacement or flow rate measurement.

The final rule has also been revised to state that the first volumetric flow rate measurements from a reciprocating compressor affected facility are to be conducted at or before 8,760 hours of operation after the effective date of the final rule (i.e., 60 days after publication of the final rule in the Federal Register), or at or before 8,760 hours of operation after the last rod packing replacement, or at or before 8,760 hours of operation after startup, whichever is later. Subsequent volumetric flow rate measurements from your reciprocating compressor are to be conducted at or before 8,760 hours of operation after the previous measurement that

demonstrates compliance with the 2 scfm volumetric flow rate, or at or before 8,760 hours of operation after the last rod packing replacement, whichever is later. As an alternative to conducting required volumetric flow rate measurements, the final rule allows an owner or operator the option to comply by replacing the rod packing at or before 8,760 hours of operation after the effective date of the final rule, at or before 8,760 hours of operation after the previous flow rate measurement, or at or before 8,760 hours of operation after the date of the most recent compressor rod packing replacement, whichever is later.

3. Clarification That the Standard Is Based on a Per-Cylinder Basis

Comment: Several commenters 561 requested clarification that the volumetric standard applies to each rod packing (or throw) or set of packing and not to the entire compressor and that the rule text clearly addresses manifolded vents on a combined basis. The commenters cite the precedent set by the CARB where reciprocating compressors in California are restricted to 2 scfm per rod packing, and not per compressor, as set forth in 17 CCR section 95668(c)(4)(D), Greenhouse Gas Emission Standards for Crude Oil and Natural Gas Facilities (allowing for "a combined rod packing or seal emission flow rate greater than the number of compression cylinders multiplied by two (2) scfm'') which states:

(6) with a rod packing or seal with a measured emission flow rate greater than two (2) standard cubic feet per minute (scfm), or a combined rod packing or seal emission flow rate greater than the number of compression cylinders multiplied by two (2) scfm.

These commenters generally stated that this approach makes sense and is consistent with the proposed BSER from the November 2021 Proposal. In addition, the EPA based its proposal to measure the flow rate of each cylinder on volumetric emission factors used in the 1996 EPA/GRI report quantifying methane emissions from the U.S natural gas industry—which the EPA notes are per cylinder. The commenters elaborated on why they believed that this was the EPA's intent and several commenters provided in-line regulatory text changes where they believed the clarification was needed.

*Response:* The EPA agrees that the basis and intent of the standard is that it be applied on a per-cylinder basis and that clarity was needed in both the

<sup>&</sup>lt;sup>555</sup> EPA-HQ-OAR-2021-0317-2227, -2258, -2282, -2298, -2326, -2366, -2399, -2428, and -2483.

<sup>&</sup>lt;sup>556</sup>EPA–HQ–OAR–2021–0317–2366.

<sup>&</sup>lt;sup>557</sup> EPA–HQ–OAR–2021–0317–2258, –2298, and –2326.

<sup>558</sup> EPA-HQ-OAR-2021-0317-2428.

<sup>&</sup>lt;sup>560</sup> EPA-HQ-OAR-2021-0317-2227, -2298, -2326, -2399, and -2428.

<sup>&</sup>lt;sup>561</sup>EPA-HQ-OAR-2021-0317-2258, -2282, -2305, -2326, -2366, -2391, -2399, -2428, and

<sup>-2483.</sup> 

NSPS OOOOb and EG OOOOc regulatory text. The final rule regulatory text has been revised to make this clear as suggested by the commenters. Specifically, clarifying changes have been made to: 40 CFR 60.5385b, paragraphs (a) through (c) of NSPS OOOOb; and 40 CFR 60.5393c, paragraphs (a) through (c) of EG OOOOc.

## 4. Routing to Process or Control Device

In the December 2022 Supplemental Proposal, the EPA proposed to allow an alternative reciprocating compliance option of routing rod packing emissions to a process via a CVS. Several commenters <sup>562</sup> requested that they also have the option to use proven add-on controls, such as an existing combustor or flare, in addition to routing to a process. A commenter explained that such options may be key for existing units and units that are modified or reconstructed.

*Comment:* A few commenters <sup>563</sup> provided several reasons for why it may not always be feasible to route rod packing vents back to the process:

• Depending on the pressure differential between nearly ambient rod packing vents and pressurized piping, substantial horsepower may be required to achieve capture.

• Recompression designs require substantial horsepower and could require gas engines of variable horsepower to achieve the recompression, negating some of the emissions reductions this rule seeks to achieve.

• Currently available rod packing capture systems attempted by Williams and others in the industry have performed poorly or are ineffective in certain applications or configurations.

• Rod packing vents are essentially at ambient pressure, creating a situation where oxygen (O<sub>2</sub>) could be introduced into the process gas, leading to safety concerns.

• The gas quality in the rod packing vents may not be compatible with the only technically feasible location in the process, based on pressure differentials, for the gas to be routed. For example, if the gas in the compressor is sour gas, but the only technically feasible place for the gas to be absorbed in the process is the fuel gas system, the sour gas is often not a good candidate for fuel gas use due to the detrimental effect on components.

According to one commenter,<sup>564</sup> currently available rod packing capture systems that have been attempted by the commenter and their members have not performed as intended and, in some applications, have not worked at all. They explained that even if these systems were as effective as advertised, timing is a significant concern as the supply is not currently available to meet demand. The commenter recommended that where rod packing vents are routed to a control device, the EPA could require that the flow be measured every 26,000 hours of operation. The commenter noted that this would ensure that rod packing is appropriately maintained while overall emissions are greatly reduced.

Another commenter <sup>565</sup> provided that the incremental benefit achieved between monitoring and subsequent repair (if applicable) versus capturing and venting to a control device that achieves 95 percent destruction efficiency has not been substantiated by the EPA within its BSER analysis. This, according to the commenter, is especially true for any compressor that already is designed and configured to route rod packing emissions to a flare or other combustion device.

Response: The EPA evaluated allowing the alternative option of routing to a control device that achieves 95 percent control of emissions and has determined that it would be acceptable as an alternative control option. The volumetric 2 scfm performance-based volumetric flow rate standard is estimated to reduce VOC and methane emissions by approximately 92 percent, and a flow rate of 40 scfm reduced by 95 percent would meet a 2 scfm flow rate. As a result, we have concluded that allowing for routing to a control device achieving a 95 percent reduction in VOC and methane emissions has merit and would provide equivalent or better emissions reduction compared to BSER. Accordingly, we have included this measure as an alternative option for compliance in the final rule.

5. Applicability of Requirements to Compressors Located at Centralized Production Facilities

The EPA proposed (86 FR 63184–85, November 15, 2021) to define centralized production facilities separately from well sites because the numbers and sizes of equipment, particularly reciprocating and centrifugal compressors, are larger than for standalone well sites, which would not be included in the proposed

definition of "centralized production facilities." In the 2016 NSPS OOOOa, the EPA exempted reciprocating and centrifugal compressors located at well sites from the applicable compressor standards. Reciprocating compressors that are located at well sites are not affected facilities under the 2016 NSPS OOOOa. The EPA previously excluded them because the EPA found the cost of control to be unreasonable. 81 FR 35878. However, we believed the definition of "well site" in NSPS OOOOa may have caused confusion regarding whether reciprocating compressors located at centralized production facilities were also exempt from the standards, which was not our intent.

To clarify our intent, we proposed to define centralized production facility as follows in the December 2022 Supplemental Proposal:

Centralized production facility means one or more storage vessels and all equipment at a single surface site used to gather, for the purpose of sale or processing to sell, crude oil, condensate, produced water, or intermediate hydrocarbon liquid from one or more offsite natural gas or oil production wells. This equipment includes, but is not limited to, equipment used for storage, separation, treating, dehydration, artificial lift, combustion, compression, pumping, metering, monitoring, and flowline. Process vessels and process tanks are not considered storage vessels or storage tanks. A centralized production facility is located upstream of the natural gas processing plant or the crude oil pipeline breakout station and is a part of producing operations.

Additionally, we proposed to define the affected facility as:

(c) Each reciprocating compressor affected facility, which is a single reciprocating compressor. A reciprocating compressor located at a well site is not an affected facility under this subpart. A reciprocating compressor located at a centralized production facility is an affected facility under this subpart.

For purposes of analyses, we proposed to determine that it was appropriate to apply the same emission factors to reciprocating compressors located at centralized production facilities as those used for reciprocating compressors at gathering and boosting compressor stations. Given the results of that analysis, the EPA proposed to apply the proposed NSPS OOOOb requirements to reciprocating compressors located at centralized production facilities. At that time, the EPA proposed a new definition for centralized production facilities to distinguish compressors at standalone well sites where the EPA has determined that the standard should not apply.

<sup>&</sup>lt;sup>562</sup> EPA–HQ–OAR–2021–0317–2258, –2305, –2399, and –2428.

<sup>&</sup>lt;sup>563</sup> EPA–HQ–OAR–2021–0317–2305, –2399, and –2428.

<sup>&</sup>lt;sup>564</sup> EPA–HQ–OAR–2021–0317–2399. <sup>565</sup> EPA–HQ–OAR–2021–0317–2428.

*Comment:* One commenter <sup>566</sup> requested that the EPA clarify the applicability of compressor standards to well sites. The commenter stated that the definition proposed for "centralized production facility" may extend applicability to compressors located at well sites, which have historically been exempt from the compressor standards. The commenter noted that the EPA had not updated its cost analyses with new information with respect to well sites and believed that extending applicability to well sites was not the EPA's intent.

Another commenter <sup>567</sup> urged the EPA to keep the current compressor exemptions shown in both subparts NSPS OOOO and NSPS OOOOa. The commenter specifically requests that the EPA maintain that each compressor "located at a well site, or an adjacent well site and servicing more than one well site, is not an affected facility."

Conversely, another commenter 568 supported the EPA's proposed definition of a centralized production facility and supported the extension of compressor standards to these sites. While the GHGI does not contain data on the number of compressors in the production segment, the commenter reported that they analyzed data submitted in response to the EPA's 2016 ICR to assess the number of compressors across different facility types in the production segment. While the ICR data are not a full inventory, the commenter contended that the ICR illustrates that there are a significant number of compressors utilized in the production segment, with most reciprocating compressors located at centralized production facilities.

A couple of commenters <sup>569</sup> recommended that the EPA continue the exemption of each centrifugal and reciprocating compressor "located at a well site, or an adjacent well site and servicing more than one well site" as provided in both 40 CFR part 60, subpart OOOO, and 40 CFR part 60, subpart OOOOa. The commenters explained that well operators visit and service these wells and associated compressors daily to inspect for proper operation, to inspect for leaks, and to conduct maintenance and repairs activities. Any necessary repairs are implemented as soon as possible to avoid product loss and to maximize profit returns. If the EPA wishes to propose monitoring for well site compressors, the commenters

recommended that the EPA allow the more feasible and cost-effective monthly AVO inspection and documentation, similar to the requirements allowed under 40 CFR 60.5416a.

Some commenters <sup>570</sup> expressed that applying the proposed monitoring requirements to reciprocating compressors located at "centralized production facilities" may be beneficial in certain operations and where larger oil and gas operators may have the resources and equipment to monitor those emissions. However, they suggested that it should be an option/ alternative and not a mandatory requirement, as it may unnecessarily create additional burdens and costs for smaller operators that send production from several marginal/low production wells to a "centralized production facility." These commenters reported that, for marginal/low production well operators, centralized production facilities may be more cost-efficient than having equipment at each well site and this practice reduces overall the environmental footprint of the operation. The commenters suggested that it would be an unnecessary additional cost on small businesses and that it disincentivizes the use of centralized production facilities in this scenario. The commenters requested that the EPA remove this requirement for marginal/low production wells that send production to centralized production facilities.

Response: Most of these comments were based on the November 2021 Proposal prior to the EPA's December 2022 Supplemental Proposal definitions cited earlier in this document for a reciprocating compressor affected facility and centralized production facility. The EPA has finalized the December 2022 Supplemental Proposal's proposed requirements related to the definitions of the reciprocating compressor affected facility and centralized production facility. Some of the commenters suggested that, by extending requirements to apply to centralized production facilities, the EPA was extending requirements to well sites where reciprocating compressors were not previously regulated. That interpretation confirms that clarity was needed. Based on the proposed definition of the reciprocating compressor affected facility, in addition to the proposed definition for centralized production facility as proposed in the December 2022 Supplemental Proposal, we believe that we clarified our intent. That intent is

that reciprocating compressors located at well sites are not subject to requirements. However, reciprocating compressors located at centralized production facilities that consist of equipment at a single surface site used to gather, for the purpose of sale or processing to sell, crude oil, condensate, produced water, or intermediate hydrocarbon liquid from one or more offsite natural gas or oil production wells (including reciprocating compressors) are subject to reciprocating compressor requirements.

In response to the commenters that noted that small operators of marginal/ low production wells often send production from several marginal/low production wells to a "centralized production facility" because it is uneconomic to have equipment at each well site, the EPA does not understand why they would no longer be incentivized not to have equipment at each well site. The commenters did not provide sufficient information as to why an owner or operator of reciprocating compressors at centralized production facilities would not continue having reciprocating compressors at centralized production facilities because they would be subject to requirements in lieu of having equipment at each well site.

## J. Storage Vessels

In section X.J of this document the final NSPS OOOOb and EG OOOOc requirements for storage vessels are summarized. In the November 2021 Proposal, the EPA proposed that for NSPS OOOOb, a storage vessel affected facility is a tank battery, which can be a single tank, with the potential to emit equal to or greater 6 tpy VOC or 20 tpy methane. The EPA proposed that an owner or operator of a tank battery must determine the potential for VOC and methane emissions using a "generally acceptable model or calculation methodology" that accounts for flashing, working, and breathing losses. The EPA proposed that the determination may take into account requirements under a "legally and practicably enforceable limit" in an operating permit or other requirement established under a Federal, state, local, or Tribal authority and proposed specific elements as to what constitutes a "legally and practicably enforceable limit." The elements included: a quantitative production limit and quantitative operational limit(s) for the equipment, or quantitative operational limits for the equipment; an averaging time period for the production limit, if a production-based limit is used, that is equal to or less than 30 days; established parametric limits for the

 $<sup>^{566}\,{\</sup>rm EPA-HQ}{-}{\rm OAR-2021-0317-0808}.$ 

<sup>&</sup>lt;sup>567</sup> EPA–HQ–OAR–2021–0317–0923.

<sup>&</sup>lt;sup>568</sup> EPA-HQ-OAR-2021-0317-0844.

<sup>&</sup>lt;sup>569</sup> EPA–HQ–OAR–2021–0317–0465 and –0946.

<sup>&</sup>lt;sup>570</sup> EPA-HQ-OAR-2021-0317-0810 and -0814.

production and/or operational limit(s), and where a control device is used to achieve an operational limit, an initial compliance demonstration (i.e., performance test) for the control device that establishes the parametric limits; ongoing monitoring of the parametric limits that demonstrates continuous compliance with the production and/or operational limit(s); and recordkeeping and reporting by the owner or operator that demonstrates continuous compliance with the limit(s). In the November 2021 Proposal, the EPA proposed that a tank battery is a group of storage vessels which are physically adjacent and that receive fluids from the same source or that are manifolded together for liquid or vapor transfer. Regarding BSER, the EPA proposed that storage vessel affected facilities must reduce emissions by 95 percent or greater. The BSER analysis is unchanged from what was presented in the November 2021 Proposal (see 86 FR 63199-201, section XII.B. Proposed Standards for Storage Vessels). The EPA proposed similar requirements for designated facilities under EG OOOOc, which have the potential to emit greater than or equal to 20 tpy methane.

In the November 2021 Proposal, the EPA proposed specific actions that would constitute "modification" of an existing tank battery for purposes of determining whether NSPS OOOOb is triggered (if the potential methane or VOC emissions are determined to be above the applicability threshold). Some of the actions that could trigger modification are actions that occur at the well site, such as refracturing a well or adding a new well that sends these liquids to the tank battery. The EPA did not propose specific provisions for reconstruction in the November 2021 Proposal.

In the December 2022 Supplemental Proposal, the EPA proposed a revised definition of storage vessel affected facility. In response to comments on the November 2021 Proposal, the EPA removed the criterion that the storage vessels in the tank battery are physically adjacent and the criterion that the vapor lines are manifolded together.

In the December 2022 Supplemental Proposal, the EPA retained the same provisions for "legally and practicably enforceable" criteria which were proposed in the November 2021 Proposal. Regarding modification and reconstruction, to address the resultant emissions at a compressor station or onshore natural gas processing plant receiving those liquids, where the emissions have already been accounted for in the permit, in the December 2022 Supplemental Proposal, the EPA

proposed that for compressor stations or onshore natural gas processing plants, the modification trigger occurs when the tank battery receives additional fluids which cumulatively exceed the throughput used in the most recent determination for VOC or methane emissions (e.g., permit) based on the design capacity of such tank battery. In addition, the December 2022 Supplemental Proposal retained the November 2021 criteria that a modification is also triggered when a storage vessel is added to an existing tank battery and/or one or more storage vessels are replaced such that the cumulative storage capacity of the existing tank battery increases. In the December 2022 Supplemental Proposal, the EPA proposed two actions which constitute reconstruction: over half of the storage tanks are replaced in an existing tank battery that consists of more than one storage vessel; or the provisions of 40 CFR 60.15 are met for the existing tank battery that consists of a single storage vessel.

The EPA received significant comments on the definition of legally and practicably enforceable limits, modification, and reconstruction. This section of this preamble presents a summary of those significant comments and the EPA's response to those comments. These comments and the EPA's responses to these comments apply to the standards proposed in both the NSPS OOOOb and EG OOOOc. The EPA's full response to comments on the November 2021 Proposal and December 2022 Supplemental Proposal, including any comments not discussed in this preamble, can be found in the EPA's RTC document for the final rule.571

1. Legally and Practicably Enforceable Limits

As explained in the preamble to the November 2021 Proposal (86 FR 63201), from its years of experience of reviewing permits of legally and practicably enforceable limits, the EPA has long been aware that many owners and operators claim that storage vessels are not affected facilities under 40 CFR 60.5365(e) and 40 CFR 60.5365a(e) by alleging that the VOC emissions are less than 6 tpy. Since promulgation of NSPS OOOO in 2012, the EPA has expended extensive resources in enforcement actions nationwide to review permits, general permits, and permits-by-rule for storage vessels and found that, in nearly in all cases, across nearly 400 storage vessels, these permits or other requirements are not legally and practicably enforceable. In nationwide ongoing enforcement actions, the EPA continues to find permits or permits-byrule that are not legally and practicably enforceable. The EPA has repeatedly expressed this concern in prior rulemaking actions. See, e.g., 83 FR 52085 and 85 FR 57425. The EPA believes that the new criteria being finalized in this action will help to ensure that storage tank batteries that rely on legally and practicably enforceable limits to claim nonapplicability of NSPS OOOOb or EG OOOOc indeed have potential emissions below the relevant applicability threshold(s).

As discussed in this section, several commenters failed to acknowledge the EPA's concern, claiming that it does not exist; some commenters insist that the criteria are unnecessary but do not offer any alternative to address the EPA's concern. The EPA has provided examples of limits that are not legally and practicably enforceable 572 later in this section and is finalizing the criteria as proposed to ensure that, where an owner and operator is taking into account a legally and practicably enforceable limit in determining the applicability of the storage vessels standards under OOOOb or EG OOOOc, those limits actually limit and maintain potential emissions below the rule's applicability thresholds under NSPS OOOOb or designated facilities under EG OOOOc. The EPA further notes that including legally and practicably enforceable limits is an option, not a requirement, in determining storage vessel affected facility/designated facility status under NSPS OOOOb and EG OOOOc. The EPA will continue to evaluate the use of permit limits in determining the applicability of the standards for storage vessels pursuant to the criteria finalized in this action to see whether the EPA's concern is fully addressed. If concerns about the enforceability of the applicability criteria for the storage vessel standards remain upon implementation of the revised regulatory provision, the EPA may initiate further rulemaking in the future.

<sup>&</sup>lt;sup>571</sup> Standards of Performance for New, Reconstructed, and Modified Sources and Emissions Guidelines for Existing Sources: Oil and Natural Gas Sector Climate Review. Response to Public Comments on the November 2021 Proposed Rule and the December 2022 Supplemental Proposed Rule (86 FR 63110, November 15, 2021; 87 FR 74702, December 6, 2022).

<sup>&</sup>lt;sup>572</sup> See the RTC, volume 2, chapter 13, in EPA-HQ-OAR-2021-0317.

a. Need for a National Rulemaking To Address LPE Across CAA Programs

Comment: Several commenters 573 urged the EPA to defer final action on the proposed definition of legally and practicably enforceable limits until such time as the Agency undertakes a national rulemaking. A few of the commenters 574 pointed out the potential for inconsistencies among the various CAA programs that similarly require legally and practicably enforceable limits to determine applicability (e.g., an effective emissions limit used to avoid major NSR permitting might, at the same time, not be effective for purposes of the NSPS OOOOb and/or EG OOOOc storage vessel standards). One commenter 575 opined that what constitutes an acceptable and effective "legally and practicably enforceable limit" has been an open question since the mid-1990s, when the prior "Federal enforceability" requirement was remanded or vacated across the EPA's programs.<sup>576</sup> Similarly the commenter 577 believed that these proposed provisions of the NSPS OOOOb and EG OOOOc were driven by a July 2021 report from the EPA Inspector General that criticized the EPA for not responding to these judicial decisions.<sup>578</sup> The commenter stated that the EPA's announced plan to establish national rules for effective limits on PTE and to do so in the relative near future 579 lends strong additional support to the view that the EPA should not address these issues in a premature and piecemeal fashion. Another commenter <sup>580</sup> stated that a national rulemaking would avoid many potential inconsistencies and uncertainties across CAA programs and would allow the EPA to establish reasonable transition rules so that affected sources and states have time to revise existing emissions limitations as needed to meet the new effectiveness criteria.

*Response:* The final rule includes "legally and practicably enforceable" criteria specific to oil and gas storage

<sup>573</sup>EPA-HQ-OAR-2021-0317-2298, -2301, -2326, and -2428.

<sup>576</sup> National Mining Ass 'n v. EPA, 59 F.3d 1351 (D.C. Cir. 1995); Chemical Mfrs. Ass 'n v. EPA, 70 F.3d 637 (D.C. Cir. 1995); Clean Air Implementation Project v. EPA, 1996 WL 393118 (D.C. Cir. 1996).

<sup>577</sup> EPA–HQ–OAR–2021–0317–2428.

<sup>578</sup> EPA Should Conduct More Oversight of Synthetic-Minor-Source Permitting to Assure Permits Adhere to EPA Guidance, Report No. 21– P–0175, memorandum from Sean W. O'Donnell to Joseph Goffman (July 8, 2021) at 17.

<sup>579</sup> The commenter stated that the EPA intends to issue national guidance by October 2023. <sup>580</sup> EPA–HQ–OAR–2021–0317–2326.

vessels. The EPA is choosing to add regulatory certainty to describe legally and practicably enforceable emissions limitations to address a common problem that the EPA has observed over the past decade through implementation of NSPS OOOO and OOOOa. Specifically, the EPA has identified problems with permits that states and owners and operators have characterized as legally and practicably enforceable. As discussed in the November 2021 Proposal (see 86 FR 63201) and elaborated in section XI.J.1 of this document, when the EPA has reviewed the limits considered by facilities as legally and practicably enforceable, the limits are often of such a general nature as to be unenforceable or otherwise lack measures to ensure the required emissions reduction. Unless the compliance with the permit limit can be determined, and the permit limit achieves the desired emissions reductions, they are not meaningful requirements. Excerpts of specific permits <sup>581</sup> that the EPA has reviewed and determined to be lacking legally and practicably enforceable limits include:

Permit 1—Applicable Emissions Limitations or Control Measures

• In order to comply with the tonsper-month emissions limit, utilize one or more of the following controls: Use of add-on control (vapor recovery, flare, or equivalent) to control emissions from storage vessels as needed to comply with the annual VOC emissions limitations.

• The permittee accepts a voluntarily limit to restrict the potential VOC emissions from each storage vessel to less than 6 tpy.

In Permit 1, the control device is not specified and the permit terms do not specify a destruction rate efficiency, combustion rate, or availability for a VRU. The provision also does not specify emissions testing, operational parameter monitoring, inspection requirements, or recordkeeping or reporting requirements for the add-on control. Additionally, the terms "voluntarily limit" in the second provision indicate that controlling emissions below 6 tpy of VOCs is not a requirement.

Permit 2—Combustor/Flare Requirements

• All exhaust gas/vapors from the oil storage tanks must be routed to the operating combustor/flare.

• The combustor/flare shall operate with no visible emissions.

• Visual determination of smoke emissions from flares shall be conducted according to 40 CFR 60, appendix A, EPA Method 22.

In Permit 2, a destruction rate efficiency of 95 percent or greater is not specified. There is no testing requirement for the control device, no continuous pilot light monitoring or inspection requirement, no indication of how frequently EPA Method 22 inspections must be conducted, and no recordkeeping or reporting requirements. Both Permit 1 and Permit 2 demonstrate provisions from permits that do not have operational or parametric limits and therefore that the EPA has determined not to be legally and practicably enforceable and thus adequate to ensure that the storage vessels are below the applicability thresholds for the applicable standards.

The EPA disagrees that it should delay establishing the criteria for legally and practicably enforceable limits for purposes of determining storage vessel affected facility/designated facility status under NSPS OOOOb and EG OOOOc until such time as the Agency undertakes a national rulemaking on legally and practicably enforceable limits for other CAA provisions. The criteria in this final rule are unique and specifically tailored toward their intended purpose, which is to ensure that limits that are being taken into account in determining NSPS OOOOb and EG OOOOc applicability do in fact cap the potential emissions of a tank battery below the relevant applicability threshold and are enforceable. There is no reason why the EPA needs to wait to address this long-observed issue with respect to this emission source. Moreover, general criteria for legally and practicably enforceable limits would not necessarily provide the clarity and certainty that is necessary to ensure that the issue observed in the implementation of NSPS OOOO and OOOOa does not continue in the future in the implementation of NSPS OOOOb and EG OOOOc. Nor would such general criteria be timely, given the NSPS OOOOb standards will apply upon the effective date of this action and states will need to begin developing state plans pursuant to EG OOOOc. Finalizing the criteria now will provide states and sources specificity and certainty as to what the EPA considers legally and practicably enforceable for purposes of determining potential tank battery emissions under NSSP OOOOb or a state or Federal plan implementing EG OOOOc. The EPA believes that this level of specificity and certainty will

<sup>&</sup>lt;sup>574</sup> EPA–HQ–OAR–2021–0317–2428, –2326, and –2298.

<sup>575</sup> EPA-HQ-OAR-2021-0317-2298.

<sup>&</sup>lt;sup>581</sup> The EPA is not able to identify the permittees due to ongoing investigations or enforcement actions.

serve to guide states and sources in establishing permit limits for tank batteries that could be used in determining NSPS OOOOb/EG OOOOc applicability.

# b. LPE and Delegated Authorities

*Comment:* The EPA received multiple comments <sup>582</sup> regarding the interplay with delegated authorities other than the EPA, such as concern that existing permits may not comply with the criteria proposed by the EPA, how the criteria align with permit-by-rule or permits, and the fact that many existing state permits lack methane limits.

Some commenters 583 expressed concern with the proposed definition for the term "legally and practicably enforceable" as it relates to state emissions limits for "storage vessel affected facilities" that limit their potential for VOC emissions below 6 tpy. One commenter <sup>584</sup> believed that in effect, if the EPA deems applicable state standards not "legally and practically enforceable," it would disregard the state limits and treat the storage vessels as uncontrolled for purposes of Federal regulation.<sup>585</sup> The commenter was concerned that this proposal thus has the potential to create substantial friction between the EPA and the states and could result in many more facilities becoming subject to Federal emissions standards.

Another commenter 586 opined that where a rule contains an emissions threshold under which a given piece of equipment is not subject to the rule's requirements, it is fair and logical that the equipment be considered outside of rule coverage where emissions controls or limitations are in place to keep emissions below the threshold, even though in an uncontrolled state the equipment is capable of producing emissions above threshold levels. The commenter was concerned that that an owner or operator would be unable to claim the existence of legally and practicably enforceable limits or throughput limitations keeping a storage vessel below the applicability threshold

if they are unable to coordinate with the applicable permit authority to work out specific limits, monitoring requirements, and recordkeeping that will ensure that any permitted emissions limit is achieved. The commenter also pointed out that some programs do not have minor source permitting programs allowing for inclusion of GHG emissions. The commenter summarized that a permit limit is a permit limit, and it is inconceivable that there is any Federal, state, or local permit that does not carry with it the ability of the issuing authority to ensure and enforce compliance if permit limits are exceeded. The commenter stated that they recognize that reporting, recordkeeping, and monitoring requirements will vary from permit to permit, but that all permits ultimately must be complied with or enforcement consequences from the issuing authority may follow. To the commenter's knowledge, they stated, there is no permit that does not contain consequences for violations.

Another commenter 587 likewise was concerned that existing permits in many states may not meet the criteria that the EPA is proposing for legally and practicably enforceable permit terms and believes that the proposed changes will require states to review and revise countless permits and also may require states to engage in rulemakings over and above the efforts states will be required to initiate to implement these rules. The commenter stated that the EPA has neither explained nor justified this policy change, as it must, and should retract it. Another commenter 588 stated that the proposed criteria for legally and practicably enforceable limits provide no additional benefit and pose several permitting problems.

Similarly, another commenter <sup>589</sup> believed that states are much better equipped to determine the appropriate methods for the specific circumstances facing industries within their state and that process is required under the EPA's regulations (when the states meet certain conditions). The commenter was concerned that the proposed requirements conflict with the approach used in both the title V and NSR/PSD permitting programs. Under these programs, the commenter explained, operators may rely on control requirements to limit their PTE that would no longer be available under the proposed rule. In effect, the commenter was concerned, the proposed rule

would arbitrarily require operators to have two different PTE calculationsone for title V and NSR permitting and another for NSPS/EG under this rule. The commenter stated that the definitions of "potential to emit" and "federally enforceable" show that the EPA's own regulations provide states with substantial latitude to establish "legally enforceable procedures." The commenter cited to 40 CFR part 51 for the definition of "potential to emit" 590 and "federally enforceable" <sup>591</sup> and concluded that the TCEQ (Texas Commission on Environmental Quality) emissions limits, established under its EPA-approved SIP, are by the EPA's own part 51 definitions, federally enforceable. The commenter further noted that the EPA previously determined that the regulations and permits issued by both the TCEO and the NMED (New Mexico Environment Department) were legally and practicably enforceable. The commenter also stated that in the preamble to the proposed 2013 amendments to NSPS 0000, the EPA reviewed the regulations in several states to determine which states already had storage tank control requirements for calculating PTE. Based on its evaluation of these regulations, the commenter stated, the EPA determined that several states already had legally and practicably enforceable regulations, including both Texas and New Mexico, such that the EPA could subtract the storage vessels in these states "from the overall count of storage vessels that would be subject to the final rule." The commenter believed that the EPA's proposal to require a new definition of "legally and practicably enforceable" substitutes its own judgment as to what is legally and practicably enforceable when its own regulations say that determination should be left to the states, subject to the EPA review. This commenter 592 and another commenter <sup>593</sup> suggested that the SIP review process is the appropriate mechanism as opposed to attempting to

<sup>&</sup>lt;sup>582</sup> EPA-HQ-OAR-2021-0317-2298, -2301, -2221, -2254, -2428, -2423, -2399, -2254, -2483, -2227, -2208, -2298, -2292, and -2202.

<sup>&</sup>lt;sup>583</sup> EPA–HQ–OAR–2021–0317–2298, –2301,

<sup>-2221, -2254, -2428, -2423, -2399, -2254, -2483, -2227,</sup> and -2208.

<sup>584</sup> EPA-HQ-OAR-2021-0317-2301.

<sup>&</sup>lt;sup>585</sup> See 86 FR at 63202 ("Only those limits that include the elements described [in the proposed definition] will be considered 'legally and practicably enforceable' for purposes of determining the potential for VOC emissions from a single storage vessel or tank battery, and thus applicability (or nonapplicability) of each single storage vessel or tank battery as an affected facility under the rule."). <sup>586</sup> EPA-HQ-OAR-2021-0317-2221.

<sup>587</sup> EPA-HQ-OAR-2021-0317-2423.

<sup>&</sup>lt;sup>588</sup>EPA-HQ-OAR-2021-0317-2428.

<sup>589</sup> EPA-HQ-OAR-2021-0317-2254.

<sup>&</sup>lt;sup>590</sup> "Potential to emit is the maximum capacity of a stationary source to emit a pollutant under its physical and operational design. Any physical or operational limitation on the capacity of the source to emit a pollutant, including air pollution control equipment and restrictions on hours of operation or on the type or amount of material combusted, stored, or processed, shall be treated as part of its design only if the limitation or the effect it would have on emissions is federally enforceable." See, *e.g.*, 40 CFR 51.165(a)(1)(iii).

<sup>&</sup>lt;sup>591</sup>". . . all limitations and conditions which are enforceable by the Administrator . . . [and] requirements within any applicable State implementation plan . . .". Id. at 40 CFR 51.165(a)(1)(xiv).

<sup>&</sup>lt;sup>592</sup> EPA–HQ–OAR–2021–0317–2254.

<sup>&</sup>lt;sup>593</sup> EPA-HQ-OAR-2021-0317-2399.

make changes in this regulation. The commenter <sup>594</sup> believed that, when given the opportunity to review the regulations of Texas and New Mexico with regard to calculating PTE, the EPA already has determined that those regulations were federally enforceable.

Among other concerns, some commenters 595 noted that sources do not have methane limits in permits and that prohibiting the use of permits-byrule and general permits would impose enormous burdens on sources and delegated state authorities, for which the proposal makes no provision. One commenter <sup>596</sup> was concerned that this prohibition would have a cascading effect on title V determinations across numerous sources, imposing substantial additional burdens and complexities on sources and states. The commenter stated that if the EPA decides to finalize the text, the EPA should recognize that sources in good faith went to the regulator and obtained a permit under the applicable state minor source program and thus, at a minimum, the commenter stated, the EPA should provide flexibility by phasing in the requirement and applying the new definition only when a source needs to apply for a new or revised permit or a permit renewal. Moreover, crucially, for all existing sources, the commenter stated that the EPA should be clear that existing permits authorizing a source to operate remain fully effective, pending state processing of new permits.

Another commenter <sup>597</sup> similarly believed that the proposed revisions are inconsistent with the EPA's reliance on states to administer the CAA with regard to title V and PSD. That is, the commenter stated, the EPA allows states to establish emissions limits for sites to keep their emissions below title V and PSD permitting thresholds. Monitoring, recordkeeping, and reporting requirements in a permit should be tailored to align with the level of authorization, with minor sources having fewer requirements than major sources, according to the commenter. The commenter recommended that for streamlined permitting mechanisms, such as Permits by Rule in Texas, the state agency would have to engage in rulemaking before operators could rely on such permits for determining storage vessel and tank battery PTE. Such rulemaking could take months to years, meaning that operators cannot rely on legally and practicably enforceable limits until those rule updates are

finalized and effective, according to the commenter.

Response: The EPA recognizes that current permits for NSPS OOOO and OOOOa sources may not entirely meet the criteria that the EPA is finalizing for legally and practicably enforceable limits for purposes of NSPS OOOOb and EG OOOOc. The EPA disagrees, however, that the final rule necessitates that all existing permits be rewritten. These specific criteria do not retroactively apply to permit limits or other requirements that owners and operators had previously relied upon in determining NSPS OOOO or OOOOa applicability to their storage vessels. The criteria will apply when determining NSPS OOOOb applicability to new storage vessels, *i.e.*, those for which construction, reconstruction, or modification commenced after December 6, 2022, and when determining applicability for existing storage vessels covered by the yet-to-bedeveloped state plans implementing EG OOOOc. For new storage vessels constructed, reconstructed, or modified before the effective date of this final rule, to the extent their owners or operators decided to obtain legally and practicably enforceable limits to cap the potential emissions from their storage vessels below the proposed NSPS OOOOb applicability thresholds, those owners or operators were on notice of the EPA's proposed LPE criteria when obtaining such limits. Accordingly, the EPA does not agree that it is necessary to provide a transitional period for sources to obtain or revise permits before applying the new LPE criteria for determining applicability of the storage vessel standards under NSPS OOOOb or under future state and/or Federal plans implementing EG OOOOc.

With regard to existing sources, the EPA notes that existing permits for designated facilities will need to be reopened to include legally and practicably enforceable methane emission limits to the extent facilities want to take into account such limits in determining storage vessel standards applicability. States that use permit-byrule or general permits have the discretion to evaluate at any time (including now or as they develop their state plans to implement EG OOOOc) whether to modify those rules to incorporate the new criteria for legally and practicably enforceable limitations.

The EPA notes that for both new and existing sources, it is a voluntary decision on the part of an owner or operator to obtain a permit with "legally and practicably enforceable" criteria in order to avoid having to comply with the applicable standard in NSPS OOOOb or a state or Federal plan pursuant to EG OOOOc. A source may opt to comply with the underlying rule when the potential for VOC or methane emissions exceeds the relevant applicability thresholds. In the future, the EPA may initiate further rulemaking to address this provision if its implementation merits further regulatory action.

regulatory action. The EPA disagrees that the criteria the EPA is promulgating conflict with other CAA programs, such as title V and NSR programs. The EPA cannot understand how more specific criteria for a specific purpose within NSPS OOOOb can undermine compliance with title V and NSR permits, and the commenter did not provide specific examples that the EPA could review. Further, while the LPE criteria being finalized here may be more stringent than what states are currently using for other contexts, the commenter has not identified any direct conflict that would prevent the commenter from meeting the criteria in other programs, as more stringent criteria can be used to demonstrate compliance with less stringent requirements.

In response to the comment that approved SIP rules are federally enforceable, the EPA agrees. The EPA's promulgation of NSPS OOOOb and EG OOOOc does not affect previously approved SIP actions that incorporate NSPS OOOO or OOOOa. The EPA is establishing requirements for sources subject to NSPS OOOOb and EG OOOOc to show ongoing compliance with the NSPS, and if the revised NSPS subparts are adopted and approved as part of a SIP, the LPE criteria provisions will be federally enforceable for permits issued within the state. The EPA routinely revises such standards to address the next generation of sources. In this instance EPA is adding a pollutant and further defining how legally and practicably enforceable limits must be supported by site-specific information that supports an operator's claim to be operating within those limits, in compliance with the rule.

As the commenters note, in 2013,<sup>598</sup> the EPA found that 11 states already required control devices for storage vessels, including both Texas and New Mexico, such that the EPA could subtract the storage vessels in these states "from the overall count of storage vessels that would be subject to the final rule." <sup>599</sup> However, the purpose of referring to those state regulations was in order to estimate the total number of storage vessels that would need to be

<sup>&</sup>lt;sup>594</sup> EPA–HQ–OAR–2021–0317–2254.

<sup>&</sup>lt;sup>595</sup>EPA-HQ-OAR-2021-0317-2399 and -2428.

<sup>596</sup> EPA-HQ-OAR-2021-0317-2399.

<sup>&</sup>lt;sup>597</sup> EPA-HQ-OAR-2021-0317-2428.

<sup>&</sup>lt;sup>598</sup> 78 FR 22126 (April 12, 2013).

<sup>&</sup>lt;sup>599</sup>78 FR 22130.

controlled nationwide and evaluate whether there were enough control devices available to owners and operators of storage vessels for implementation of the rule in the process of considering a petition for reconsideration. The EPA disagrees with the commenter's assertion that the EPA made a "determination" as to the adequacy of the state permitting regulations for purposes of determining applicability of the NSPS. In particular, the EPA did not make any determination as to the legal and practicable enforceability of the state permitting regulations, including for Texas or New Mexico.

Regarding the concern that existing sources do not have methane limits in permits now, CAA section 111(d) and the EPA's implementing regulations in 40 CFR part 60, subpart Ba, mandate that states adopt plans to set performance standards for designated pollutants; for purposes of EG OOOOc, the designated pollutant is GHGs, and the presumptive standards in EG OOOOc are expressed in the form of methane. Therefore, only permit limits on methane emissions can be included in determining applicability of the methane standards for storage vessels in the applicable state or Federal plan implementing EG OOOOc. The EPA agrees with the commenter that a reasonable period of time may be required to adopt state plans consistent with EG OOOOc, including to revise permit limits for storage vessels that choose to be subject to a legally and practicably enforceable limit below the methane applicability threshold. For that reason, as discussed in section XIII.E.2, the EPA has allowed states 24 months to carry out state rulemaking activity to adopt the appropriate standards. In addition to the 24 months, the EPA requires that states establish compliance deadlines that require compliance with the final state plan within 36 months following the state plan submittal deadline, providing up to 5 years for existing sources to adapt their systems to new Federal and state standards before compliance would be required. Further, because permits for existing sources will need to be reopened to include the final state plan criteria implementing the EG, the EPA does not believe that there is a substantial additional burden in ensuring that the "legally and practicably enforceable'' criteria are met.

Commenters are correct that, consistent with the finalization of the "legally and practicably enforceable" criteria, the EPA may determine that some permit limits do not meet the criteria and the tank battery cannot use those limits when determining the potential for VOC and methane emissions; however, the EPA always has the authority to independently assess claims of nonapplicability. Regarding friction with states, as stated previously, the EPA believes finalizing the criteria will provide states with the needed level of specificity and certainty to issue permits that meet the "legally and practicably enforceable" criteria.

## c. LPE Criteria

Comment: Several commenters 600 were concerned with the specific criteria provided for LPE. One commenter <sup>601</sup> stated that permits have proposed annual or rolling 12-month limits on emissions and production because the tank PTE thresholds and NSR permitting thresholds are based on annual emissions. The commenter believed that the EPA should clarify that such annual limits meet the proposed 30-day averaging time for production limits especially since facilities are typically permitted for a worst-case scenario. Another criterion likely not in existing permits is "periodic reporting that demonstrates continuous *compliance*," according to the commenter. Historically, the commenter pointed out, periodic reporting has applied to major sources under title V and affected facilities regulated under a NSPS or NESHAP, which the commenter stated is a small fraction of the sites that will be regulated under NSPS OOOOb and EG OOOOc.

Another commenter <sup>602</sup> stated that the requirements for legally and practicably limiting the "potential for methane emissions" are unclear and conflict with the definition of "potential to emit." Specifically, the commenter stated:

• It is unclear why the EPA has proposed that production limits must be accompanied by operational limits in order to be legally and practicably enforceable. 40 CFR 60.5386c(e)(2)(i)(A).

• It is unclear how a source would establish parametric limits for production and/or operational limits. 40 CFR 60.5386c(e)(2)(i)(C).

• It is unclear how a source would use a control device to meet an operational limit. 40 CFR 60.5386c(e)(2)(i)(C).

The same commenter stated that the EPA should refer to the available caselaw and guidance on limiting "potential to emit" to ensure that the use of terms such as "production limit,"

"operational limit," and "parametric limit" in the proposed rules are consistent with the widely accepted use of those terms in air permitting programs. One commenter 603 expressed concern that proposed 40 CFR 60.5365b(e)(2)(i)(A), which requires a 'quantitative production limit and quantitative operational limit(s) for the equipment, or quantitative operational limits for the equipment," is inconsistent with longstanding EPA policy. The commenter believed that production and/or operational factors can be used as part of a parametric calculation of emissions, but they need not be standalone.<sup>604</sup> Next, the commenter stated that proposed 40 CFR 60.5365b(e)(2)(i)(B) requires an averaging period of less than 30 days when a production-based limit is used, but the commenter believed that is arbitrary and capricious, as well as inconsistent with EPA policy where the overall standard that the limit is intended to enforce is a tpy (i.e., annual) standard. In such a case, as here, a 12month rolling limit, as long as it is welldefined in how it is calculated, is more than adequate, according to the commenter.<sup>605</sup> Finally, the commenter stated that it takes issue with proposed 40 CFR 60.5365b(e)(2)(i)(C) which requires that "where a control device is used to achieve an operational limit, an initial compliance demonstration (i.e., performance test) for the control device [] establishes the parametric limits." While the commenter agreed that the regulations should certainly allow the use of a compliance demonstration, presumably in the form of a test, there is no reason for the EPA to preclude other means of estimating the control device efficiency, such as AP-42 factors or vendor-provided factors, especially when these factors are known to be conservative.

*Response:* With respect to the proposed 30-days-or-less averaging time period for a production-based limit, the EPA agrees that a rolling 12-month

<sup>605</sup> See, e.g., Memorandum from John S. Seitz, Director, EPA Office of Air Quality Planning and Standards, to EPA Regional Air Division Directors, Options for Limiting the PTE of a Stationary Source Under Section 112 and title V of the Clean Air Act, at 6 (January 25, 1995), available at https:// www.epa.gov/sites/default/files/documents/limitpte-rpt.pdf (explaining that "annual limits such as rolling annual limits" are appropriate to practically enforce an annual emission limitation).

<sup>&</sup>lt;sup>600</sup> EPA–HQ–OAR–2021–0317–2222, –2483, –2399, and –2428.

<sup>&</sup>lt;sup>601</sup> EPA-HQ-OAR-2021-0317-2428.

<sup>602</sup> EPA-HQ-OAR-2021-0317-2222.

<sup>&</sup>lt;sup>603</sup> EPA-HQ-OAR-2021-0317-2483.

<sup>&</sup>lt;sup>604</sup> See, e.g., In re. Salt River Project Agua Fria Generating Station], Petition No. IX–2022–4, at 12– 13 (Adm'r July 28, 2022), available at https://www. epa.gov/system/files/documents/2022-08/SRP%20 Agua%20Fria%20Order\_7-28-22.pdf, ("EPA does not interpret the Federal regulations to require production and/or operating limits in all situations.").

average is an acceptable alternative to a month-by-month determination, where the rolling 12-month average is supported by 30-day subtotals, beginning in the first 30 days, and redetermined every month. This is consistent with the EPA's longstanding guidance, which expresses the Agency's preference toward short term limits, generally daily but not to exceed a month."<sup>606</sup> The 30-day averaging time is particularly needed here because determination of potential emissions (and in turn storage vessel standards applicability) is required within the first 30 days after startup of production for tank batteries at well sites and centralized production facilities; an averaging period longer than 30 days would mean there will not be sufficient data to estimate potential emissions by the 30-day deadline whether the production limit effectively caps a tank battery's potential emissions below the applicable threshold(s) under NSPS OOOOb or EG OOOOc. Therefore, when establishing permit limits on production or operation, the EPA believes that such limits should not exceed 30 days. The EPA also points out that a violation of a 12-month standard without any prior interval to verify compliance has the potential to create a full year of noncompliance and associated penalties for failure to demonstrate ongoing compliance.

Regarding production limits and operational limits, the final rule provides that if a production limit is used, it must be accompanied by operational limits to be legally and practicably enforceable because in that situation, potential VOC and methane emissions from a storage vessel are a function of both the facility's operational conditions and production rates. Therefore, both are inputs to the storage vessel emissions calculations. Also, because changes in either may result in an increase in vessel emissions, monitoring is required for both the operational conditions and the production rates used to establish emissions from the storage vessel.

The EPA does not believe, and the commenter did not explain how, the usage of "production limit," "operational limit," and "parametric limit" in the proposed rules is inconsistent with the widely accepted use of those terms in air permitting programs. The EPA clarifies that an operational limit on a control device is typically the claimed reduction

efficiency of the control system, such as the destruction efficiency of a flare or availability of the VRU to route vapors to process. To demonstrate compliance with such operational limits, parametric limits for a control device are established during manufacturer or source-specific performance testing of the device. The EPA clarifies that "parametric limits" refer to limits on a parameter that can act as a reliable indicator of an emissions-producing (or emissions-reducing) activity or process. Parametric limits for control devices can include flow rate, inlet pressure, residence time, combustion zone temperature, or similar metrics.

Regarding the comment on the use of AP-42 and vendor-provided emission factors for estimating control efficiency of control devices, the EPA clarifies that the proposed LPE criteria do not preclude such use of emission factors. Rather, the criteria require an initial compliance demonstration (i.e., performance testing) for a control device to establish parametric limits where a control device is used to achieve an operational limit. It is not clear, and the commenter did not explain how, AP-42 or vendor-provided emission factors could be used to establish parametric limits. The EPA is therefore finalizing the LPE criteria as proposed.

# 2. Modification

Comment: Several commenters 607 expressed concern that the EPA has departed from the definition of modification found at 40 CFR 60.14. One commenter 608 recommended that the EPA limit modifications to where the operator increases emissions from the tank battery by increasing the capacity of the tank battery. The commenter explained that as proposed, subparagraphs (A) and (B)of 60 CFR 60.5365b(e)(3)(ii) would trigger a potential modification even where the increase in capacity of the tank battery is not accompanied by an increase in the tank battery's emissions rate. The commenter stated that operators may readily track and document the addition or replacement of storage vessels within a tank battery. The commenter cautioned that if the EPA does not define modification to require an increase in the emissions rate of the tank battery, perverse outcomes may occur. By way of example, the commenter explained that an operator may increase the size of tank battery without increasing the emissions from the tank battery, and if the emissions

(which have not changed) exceed the applicability threshold, the tank battery would become an affected facility. The commenter explained that this possibility is real given that the EPA now proposes to apply the 6 tpy VOC and 20 tpy methane applicability thresholds to the entire tank battery, where it previously under NSPS OOOO and NSPS OOOOa used the same VOC threshold but on an individual storage vessel basis, which effectively reduces the NSPS applicability threshold proportionally by the number of individual storage vessels in a tank battery.

Regarding subparagraphs (C) and (D) of 40 CFR 60.5365b(e)(3)(ii), the same commenter <sup>609</sup> explained that per 40 CFR 60.14(e)(2), an increase in throughput for a storage vessel, accomplished without a capital expenditure on that storage vessel, is not considered a modification and the EPA has not fully explained why it is proposing to deviate from the historical legal understanding of modification which requires both an increase in throughput and a capital expenditure on the storage vessel or tank battery. Other commenters 610 expressed similar concerns regarding capital expenditure. Two commenters 611 noted that increases in liquid throughput at well sites, central production facilities, and compressor stations are difficult to track, as operators typically track liquid throughput using tank gauging rather than flow meters. Further, one commenter <sup>612</sup> explained, the modification criteria for tank batteries at well sites and centralized production sites serve as a disincentive to the centralization of facilities, as the addition of production from a new well to an existing centralized production facility would trigger a modification under 40 CFR 60.5395b(e)(3)(ii)(C). The commenter urged the EPA to consider that if the EPA does not remove the criteria at 40 CFR 60.5395b(e)(3)(ii)(C), the increase in liquid throughput also must be accompanied by a capital expenditure on the tank battery itself. The commenter explained that some actions, such as drilling a new well or fracturing or refracturing an existing well, could increase liquid throughput and require capital expenditure but not necessarily on the tank battery itself.

The same commenter <sup>613</sup> recommended other clarifications to

<sup>&</sup>lt;sup>606</sup> See memorandum, Options for Limiting the Potential to Emit (PTE) of a Stationary Sources under Section 112 and Title V of the Clean Air Act (Act). https://www.epa.gov/sites/default/files/2015-07/documents/ptememo.pdf.

<sup>&</sup>lt;sup>607</sup> EPA–HQ–OAR–2021–0317–2326, –2428, and –2399.

<sup>608</sup> EPA-HQ-OAR-2021-0317-2326.

<sup>609</sup> EPA-HQ-OAR-2021-0317-2326.

<sup>&</sup>lt;sup>610</sup>EPA-HQ-OAR-2021-0317-2428 and -2399.

<sup>611</sup> EPA-HQ-OAR-2021-0317-2326 and -2428.

<sup>&</sup>lt;sup>612</sup> EPA–HQ–OAR–2021–0317–2326.

<sup>613</sup> EPA-HQ-OAR-2021-0317-2326.

subparagraph 40 CFR 60.5395b(e)(3)(ii)(C). First, the commenter believed that the EPA should remove the reference to "process unit" in subparagraph (C), because "process unit" is defined in the rule within the context of facilities that process natural gas, not well sites and centralized production facilities, and that the reference to process unit in the context of well sites and centralized production facilities is confusing and misplaced. Second, the commenter stated that the EPA should limit the scope of subparagraph (C) to "actions taken with respect to equipment that directly, or through a series of equipment, provides crude oil, condensate, intermediate hydrocarbons, or produced water throughput to the tank battery, including the addition of, or change to, a production well (including hydraulic fracturing or refracturing of the well)." By way of example, the commenter explained that hydraulic fracturing activities occurring in the vicinity of a well that delivers produced liquids to a storage tank battery may temporarily increase production of the well, which would, in turn, increase throughput of the tank battery, but as drafted, it is unclear whether this increase in production is an "action" that modified the tank battery if it resulted in exceedance of the potential for emissions threshold. The commenter believed the increase in production should not be considered an action, as operators cannot plan for or anticipate increases in production from activities occurring offsite that are outside the scope of operations associated with the tank battery. Further, in this example, the commenter explained that the cause of a temporary increase in production may be unknown to the operator and considering "actions" having no direct relationship to equipment in the definition of modification would be a far and extreme departure from longstanding NSPS modification principles. If the EPA retains these modification triggers, the commenter requested that well sites and centralized production facilities also be allowed to compare liquid throughputs to limits in a legally and practicably enforceable permit as is allowed for compressor stations and natural gas processing plants. The commenter believed this recommendation would also make modification criteria consistent for all sites and clearly define what an increase in liquid throughput

is. Similarly, one commenter <sup>614</sup> stated that the December 2022 Supplemental

Proposal is not only inconsistent with the statutory definition of "modification" but also inconsistent with the EPA's prior interpretation that a "modification" requires some physical change to a tank. See Letter from Valdus Adamkus, EPA Region 5, to Bradley Miller, Hamilton County Environmental Services (March 25, 1996)<sup>615</sup> (increase in vapor pressure resulting in increased tank emissions was not a "modification" under 40 CFR part 60, subpart Kb because there were no physical changes to the tank). The commenter was concerned that, unless the proposed definition of "modification" is revised to require a physical change or change in the method of operations, midstream owners and operators could find their equipment "modified" solely based on the decisions of upstream third parties and without taking any action themselves.

Another commenter <sup>616</sup> provided some specific recommendations, if the EPA decides to include increases in liquid throughput as a criterion for modification:

• The increase in liquid throughput must also be accompanied by a capital expenditure on the tank battery itself. Actions, such as drilling a new well or fracturing or refracturing an existing well, could increase liquid throughput and require capital expenditure but not necessarily on the tank battery itself. These actions would not be considered modifications to the tank battery unless there is capital expenditure on the tank battery itself. This recommendation would make NSPS OOOOb consistent with the general provisions in 40 CFR 60 subpart A.

• Reference to process unit in 40 CFR 60.5365(e)(ii)(C) should be removed since process unit is defined such that they should not exist at well sites and centralized production facilities. Process unit is a term specific to natural gas processing plants and does not apply to well sites and centralized production facilities.

• Well sites and centralized production facilities should also be allowed to compare liquid throughputs to limits in a legally and practicably enforceable permit like compressor stations and natural gas processing plants. The EPA should be consistent and allow well sites and centralized production facilities to compare liquid throughputs to limits in a legally and practicably enforceable permit since such a permit can be relied upon for the PTE determination for all sites.

• In the absence of a legally and practicably enforceable limit, all sites should be allowed to compare liquid throughputs to those used to design the existing cover and closed vent system in operation when a potential modification action occurs. These recommendations would also make modification criteria consistent for all sites and clearly define what an increase in liquid throughput is.

The same commenter <sup>617</sup> offered suggested edits to 40 CFR 60.5365b(e)(3)(ii) consistent with their recommendations.

*Response:* The EPA is finalizing the provisions regarding modification as proposed, except for minor edits to the regulatory text at 40 CFR 60.5365b(e)(3)(ii) to replace "result in" with "occurs" such that the provision is as follows: "'Modification' of a tank battery occurs when any of the actions in paragraphs (e)(3)(ii)(A) through (D) of this section occur and the potential for VOC or methane emissions meets or exceeds either of the thresholds specified in paragraphs (e)(1)(i) or (ii) of this section." The EPA is making this change because the EPA already has determined that the actions described in 40 CFR 60.5365b(e)(3)(ii)(A) through (D) result in an emissions increase, and the term "result in" may be incorrectly interpreted to suggest otherwise.

CAA section 111(a)(4) defines 'modification" as "any physical change or operational change in a stationary source which increases the amount of any air pollutant emitted by such source . . . . "While the general provisions at 40 CFR 60.14 provide a definition of modification, 40 CFR 60.14(f) specifically authorizes the EPA to provide subpart-specific definition for 'modification'' that would supersede any conflicting provision in 40 CFR 60.14. Pursuant to its authority under 40 CFR 60.14(f), the EPA proposed to define "modification" of a tank battery under NSPS OOOOb (40 CFR 60.5365b(e)(3)(ii)) to mean when the potential emissions of the tank battery exceed the 6 tpy VOC or 20 tpy methane threshold following any of the following physical or operational changes:

(A) a storage vessel is added to an existing tank battery;

(B) one or more storage vessels are replaced such that the cumulative storage capacity of the existing tank battery increases;

(C) for tank batteries at well sites or centralized production facilities, an

<sup>614</sup> EPA-HQ-OAR-2021-0317-2399.

<sup>&</sup>lt;sup>615</sup> See https://cfpub.epa.gov/adi/ index.cfm?fuseaction=home.dsp\_show\_file\_ contents&CFID=1949573&CFTOKEN= fb4fc82ba0b35cd4-2102140A-E016-B8E6-76946EF 822FC87A4&id=9600032.

<sup>616</sup> EPA-HQ-OAR-2021-0317-2428.

<sup>617</sup> EPA-HQ-OAR-2021-0317-2428.

existing tank battery receives additional crude oil, condensate, intermediate hydrocarbons, or produced water throughput from actions, including but not limited to, the addition of operations or a production well, or changes to operations or a production well (including hydraulic fracturing or refracturing of the well); or

(D) for tank batteries at compressor stations or onshore natural gas processing plants, an existing tank battery receives additional fluids which cumulatively exceed the throughput used in the most recent (*i.e.*, prior to an action in paragraphs (e)(3)(ii)(A), (B) or (D) of this section) determination of the potential for VOC or methane emissions.

The EPA did not propose to require a showing of an emission increase, having determined that each of the four scenarios describes a physical or operational change that results in an emission increase. With respect to scenarios (A) and (B) above, the EPA explained in the November 2021 Proposal that even if the type and quantity of fluid processed remain the same, the increased storage capacity will lead to higher breathing losses and thereby increase emissions from the tank battery. See 86 FR 63198. With respect to scenario (C), as the EPA explained in the November 2021 Proposal (86 FR 63199) and reiterated in the December 2022 Supplemental Proposal (87 FR 74802), "actions occurring at a well site, such as refracturing a well or adding a new well that sends these liquids to the tank battery at the well site or centralized production facility, would result in an increase in VOC and methane emissions based on an increase in volumetric throughput to the tank battery." With respect to scenario (D), which addresses storage vessels at compressor stations and gas processing plants, the EPA acknowledges that "storage vessels at these locations are designed to receive liquids from multiple well sites that may startup production over a longer period of time"; the EPA therefore 'agrees that when a tank battery at a compressor station or onshore natural gas processing plant receives additional throughput which has already been accounted for in the design capacity of that tank battery and included as a legally and practically enforceable limit in a permit for the tank battery, that additional throughput does not result in an emission increase from the tank battery because those emissions have already been accounted for in the permit." (87 FR 74802). In other words, there is emission increase under scenario (D) when the emissions from the additional throughput is not

accounted for in the design capacity of the tank battery.

While the EPA has determined that an emissions increase results from each of the four scenarios described in 40 CFR 60.5365b(e)(3)(ii), none of them automatically result in the potential for VOC or methane emissions to be at or above the VOC or methane emissions thresholds in NSPS OOOOD; each of the scenarios would trigger the need to complete the "potential for VOC or methane emissions" determination under 40 CFR 60.5365b(e)(1)(ii).

The EPA disagrees with the comment that modification based on an increase in the tank battery's capacity (i.e., scenarios (A) and (B)) must be accompanied by an increase in the tank battery's emission rate and that modification based on increased throughput (*i.e.*, scenarios (C) and (D)) must be accompanied by a capital expenditure. As mentioned above, CAA section 111(a)(4) defines "modification" as "any physical change or operational change in a stationary source which increases the amount of any air pollutant emitted by such source . . . ." The statutory definition does not require that there be an increase in an "emission rate," and it makes no reference to "capital expenditure"; therefore, neither is requisite to determining modification. Further, 40 CFR 60.14(f) authorizes the EPA to set forth "[s]pecial provisions . . . under an applicable subpart of this part [that] shall supersede any conflicting provisions of this section.

With respect to scenarios (A) and (B), as explained above, the EPA determined that an increase in tank battery capacity (scenarios (A) and (B)) will always increase the emissions from that tank battery. The commenters do not mention, much less disagree with or question, the EPA's rationale. Having already determined that scenarios (A) and (B) increase emissions, there is no need to require emission rate calculation for purposes of determining whether there is an emission increase under these scenarios. The EPA therefore declines the suggestion to require that scenarios (A) and (B) be accompanied by an increase in the tank battery's emission rate.

With respect to scenarios (C) and (D), the commenters did not explain why these scenarios must be accompanied by a capital expenditure other than pointing to 40 CFR part 60, General Provisions, 40 CFR 60.14(e)(2), which exempts from "modification" a facility that increases its production rate (and thus emissions) but without a capital expenditure on that facility. The EPA notes that this exemption was

promulgated in 1975, at the early stage of the EPA's CAA section 111 rulemaking. The EPA had just promulgated NSPS for the first five listed source categories (steam generators, portland cement plants, incinerators, nitric acid plants, and sulfuric acid plants) a few years earlier in 1971.618 All of these facilities were traditional industrial plants; there is no indication that in those earlier years of CAA section 111 rulemakings, the EPA had the occasion to evaluate more complex and unique source categories such as the crude oil and natural gas source category, where a physical or operational change at one affected facility (e.g., fracking of a well) causes physical/operational change and emission increase at another affected facility (a tank battery). What is clear is that 40 CFR 60.14(f), which the EPA promulgated concurrently with 40 CFR 60.14(e), authorizes the EPA to establish in individual rule subparts provisions that supersede any conflicting provisions in 40 CFR 60.14(e). As explained earlier, under scenarios (C) and (D), there is always a physical/ operational change and emission increase at a tank battery when receiving additional throughput; this is the case whether or not there is capital expenditure on the tank battery. However, 40 CFR 60.14(e) would exempt tank batteries under scenarios (C) and (D) from regulation if there is no capital expenditure, even if they have potential emissions above the thresholds established in this rule. The EPA does not believe, and the commenters do not explain why, such exemption is justified. Therefore, the EPA declines to include a requirement that there be a capital expenditure under scenarios (C) and (D).

With respect to the comment claiming that the EPA previously interpreted "modification" to require physical change to a tank, the 1996 EPA letter that the commenter cited as support made no such pronouncement. Further, the letter addressed applicability of a storage tank regulated under the New Source Performance Standard, subpart Kb, and the exemption at issue was 40 CFR 60.14(e)(4) (use of an alternative fuel or raw material that the existing facility was designed to accommodate). It is not clear, and the commenter did not elaborate, how that determination applies here, not to mention that the EPA has since taken a different

<sup>618 36</sup> FR 24876 (December 23, 1971).

position.<sup>619</sup> The EPA therefore made no change in response to this comment.

We agree with a commenter's suggestion of removing the term "process unit" from proposed 40 CFR 60.5365b(e)(3)(ii)(C), which in the December 2022 Supplemental Proposal defined "modification" of tank batteries at well sites or centralized production facilities as when "an existing tank battery receives additional crude oil, condensate, intermediate hydrocarbons, or produced water throughput from actions, including but not limited to, the addition of a process unit or production well, or changes to a process unit or production well (including hydraulic fracturing or refracturing of the well). We agree with the commenter that the term "process unit," as defined in the proposed NSPS OOOOb and EG OOOOc, relates specifically to natural gas processing plants. In the final rule, the EPA has substituted the term "process unit" with "operations," a more generic term to cover activity that could result in additional product throughput to a tank battery at a well site or centralized production facility.

Regarding the comment that in the absence of a legally and practicably enforceable limit, all sites should be allowed to compare liquid throughputs to those used to design the existing cover and closed vent system in operation when a potential modification action occurs, the EPA disagrees because the throughput used in the design analysis for the cover and closed vent system itself is not a legally and practicably enforceable limit on throughput. The design analysis also may include emissions from other than a storage vessel affected facility, making it difficult to extract the contribution from the tank battery. Finally, if the prior determination (*i.e.*, before one of the potential modification actions) was that the tank battery was not a storage vessel affected facility, then the requirements to control the tank battery and design and operate a cover and closed vent system would not apply and no record of the cover and closed vent system design would exist.

The EPA must defer to a case-by-case determination on the comment asking that the EPA determine whether an action ". . . from activities occurring off-site that are outside the scope of operations associated with the tank battery" is not an action that results in a modification because of the seemingly site-specific circumstances of the example. The commenter seems to be citing an example of hydraulic fracturing at a nearby well that induces a change in throughput to tanks at another unrelated well site or centralized production facility. Regarding temporary increases in throughput, the modification actions do not have a temporal element. For the reasons discussed in the November 2021 Proposal, the EPA believes the actions will result in emissions increase to the atmosphere. See 86 FR 63198. Limitations on throughput may be accounted for in a legally and practicably enforceable limit when determining the potential for VOC and methane emissions, which determination is conducted after one of the actions occurs.

Regarding the comment that an owner or operator has difficulty tracking liquid throughput because operators typically track liquid throughput using tank gauging rather than flow meters, the EPA clarifies that the final rule does not require any specific equipment for tracking throughput and, therefore, throughput can be tracked using gauging.

Regarding the comment that the owner or operator of midstream tank batteries at compressor stations or natural gas processing plants has no control over the receipt of fluids from upstream production facilities owned by third parties, as explained above, as long as the additional throughput is accounted for in the design capacity of the tank battery, the additional throughput does not result in an emissions increase from the tank battery because those emissions have already been accounted for in the permit. See 87 FR 74802. The EPA proposed language to that effect at 40 CFR 60.5365b(e)(3)(ii)(D) and 60.5365b(e)(2)(iii)(A) and (B). The EPA therefore is finalizing, as proposed, the requirements regarding modification actions at natural gas processing plants and compressor stations. In summary, a tank battery at a natural gas processing plant and compressor station is considered to be modified if one of the actions (adding a storage vessel to an existing tank battery, replacing one or more storage vessels such that the cumulative capacity of the tank battery increases, or the existing tank battery receives additional fluids which cumulatively exceed the throughput used in most recent determination of the potential for VOC or methane emissions) occurs and the potential for VOC or methane emissions meets or exceeds the thresholds.

Regarding the comment that the modification criteria create a disincentive to the centralization of facilities, the EPA is not persuaded that operators locate and design their tank batteries to avoid modification determinations because at some point in the future a well may be added to route product to the tank battery, and the EPA believes the decisions are based on the economics of well production. The EPA notes that our BSER analysis has determined that it is cost-effective to control emissions of VOC and methane at 6 tpy and 20 tpy, respectively, regardless of the number or the location of the tank batteries.

The EPA here reiterates that modification requires two conditionsthat (1) one of the actions in 40 CFR 60.5365b(e)(3)(ii) (A) through (D) occurs, and (2) the potential for emissions from the tank battery meets or exceeds 6 tpy VOC or 20 tpy methane (applicability determination). With regard to the comment that an increase in the size of a tank battery alone would trigger applicability, that is not the case. The applicability determination must be performed within 30 days under 40 CFR 60.5365b(e)(2)(ii) after adding the storage vessel or replacing a storage vessel with another storage vessel of greater capacity, and where the applicability determination indicates that emissions are less than 6 tpy VOC or 20 tpy methane, the storage vessel would remain an unaffected facility under NSPS OOOOb.

Comment: Several commenters 620 were concerned about the modification provisions related to replacement of a storage tank. One commenter 621 stated that an operator of an unregulated tank or tank in a battery that reaches the end of its safe operational life and must be replaced should not be required to have to prove that the tank or tank battery should still be unregulated. The commenter explained that many oil and gas wells typical of legacy production are limited in their productive life only by the life of the tubulars in them (as exhibited by the many 100-year-old-plus wells still producing in the Appalachian Basin of east Kentucky). The commenter believed that operators should be permitted to replace equipment in kind (e.g., akin to a "standard set" for the refining industry) and should not be burdened with potentially expensive compliance activities for replacing equipment that has reached the end of its useful life. The commenter expressed that they believed that if the EPA

<sup>&</sup>lt;sup>619</sup> See "New Source Performance Standards Review for Volatile Organic Liquid Storage Vessels (Including Petroleum Liquid Storage Vessels); Proposed Rule," 88 FR 63535 (October 3, 2023) (proposing to reinterpret the applicability of 40 CFR 60.14(e)(4) to not apply to changes in the organic liquid stored in a storage vessel).

<sup>&</sup>lt;sup>620</sup> EPA–HQ–OAR–2021–0317–2172, –2298, and –2248.

<sup>621</sup> EPA-HQ-OAR-2021-0317-2172.

finalizes the modification provisions as proposed, many operators will not replace equipment and that those modification provisions would result in more emissions from equipment not being replaced to avoid the EPA's compliance requirements. Another commenter 622 recommended that replacement of a tank that only increases battery capacity should not trigger a modification because, the commenter states, an increase in tank capacity does not equal an increase in emissions and, therefore, should not be considered a modification under any rule.

One of the commenters <sup>623</sup> expressed concern about the modification provisions related to relocation of a storage vessel. The commenter stated that certain activities the EPA is proposing which potentially trigger a modification include activities that are not a "physical change in, or change in the method of operation of, a stationary source" as required by CAA section 111(a)(3). By way of example, the commenter pointed out that the definition of modification in the proposed rule could include the relocation or replacement of a storage vessel. The commenter also stated that they do not believe that the EPA has demonstrated the necessity of this change or how its implementation will benefit the environment.

Response: The EPA believes that scenarios regarding the relocation of an existing tank battery or replacement "in like kind" (i.e., the cumulative throughput capacity is not increased) are not governed by the modification provisions, but are akin to relocation and reconstruction provisions, respectively. See discussion below which clarifies which provisions (*i.e.*, construction, reconstruction, modification, or return to service) would need to be evaluated under different tank replacement or relocation scenarios. On the other hand, replacement of a tank that adds capacity to the tank battery constitutes a modification. The EPA assumes that a facility adding storage capacity anticipates an increase in production, which will lead to higher emissions from the tank battery (86 FR 63199). Further, as mentioned earlier, even if the type and quantity of fluid processed remain the same, the increased storage capacity will lead to higher breathing losses and thereby increase emissions from the tank battery. See 86 FR 63198. The commenter does not dispute that, much less providing a reason why,

either of these rationales is incorrect. Therefore, the definition of "modification" in the final rule, specifically 60.5365b(e)(3)(ii)(A) and (B), is unchanged.

Regarding the comment on relocation, the EPA wishes to clarify which provisions (i.e., construction, reconstruction, modification, or return to service) would need to be evaluated under different tank replacement or relocation scenarios. When one or more tanks in an existing tank battery are replaced, but the cumulative storage capacity does not increase nor are tanks added to the total number, the replacement is not a "modification" as defined in 40 CFR 60.5365b(e)(3)(ii)(A) and (B); however, if more than half of tanks in an existing tank battery are replaced, such replacement is "reconstruction" under 40 CFR 60.5365b(e)(3)(i) if, after such replacement, the tank battery has the potential for 6 tpy or more of VOC emissions or 20 tpy or more of methane emissions (see comments and responses related to reconstruction in section XI.J.3 of the preamble). If a storage vessel affected (or designated) facility or portion of a storage vessel affected (or designated) facility that had been taken out of service is later returned to service (*i.e.*, reconnected to the original source of liquids), it remains a storage vessel affected facility subject to the same requirements that applied before its being removed from service (see 40 CFR 60.5365b(e)(6) (or 60.5386c(e)(5)). If an existing tank battery is relocated, with no actions described in the modification provisions at 40 CFR 60.5365b(e)(3)(ii) taking place, and without replacement of any tanks or other components in the tank battery, then there is no modification or reconstruction of the relocated tank battery. Further, if this existing tank battery was determined not to be a designated facility under EG OOOOc (*i.e.*, the potential methane emissions are less than 20 tpy), relocation of the existing tank battery does not change that status. Additional examples of the outcomes of certain actions regarding modification may be found in the December 2022 Supplemental Proposal. See 87 FR 74802.

# 3. Reconstruction

*Comment:* One commenter <sup>624</sup> believes that the proposed definition of reconstruction is internally inconsistent. The commenter cites to the EPA's rationale in the proposal that for a tank battery consisting of more than one storage vessel, reconstruction is based

on replacing at least half of the storage vessels based on the assumption that "the cost of replacing storage vessel components such as thief hatches and pressure relief devices, in comparison to the cost of constructing an entirely new storage vessel affected facility, will not exceed 50 percent of the cost of constructing a comparable new storage vessel affected facility." However, the commenter points out, for a tank battery consisting of a single storage vessel, the existing provisions of 40 CFR 60.15 apply on the chance that the cost of replacement storage vessel components could be 50 percent or more of the cost to construct a comparable new storage vessel. The commenter explains that the cost of depreciable components on a storage vessel other than the tank itself either could be or could not be 50 percent or more of the cost of a new comparable tank. The commenter is concerned that this inconsistency means that operators would have to track the cost of storage vessel component replacements for single storage vessel tank batteries, but not for multi-vessel tank batteries. For both single- and multi-vessel tank batteries, the commenter believes that operators should have the option to track either storage vessel replacements or all depreciable components and provided suggested regulatory changes reflecting their recommendations.

*Response:* The EPA agrees that there appeared to be an inconsistency in the discussion in the December 2022 Supplemental Proposal with respect to why the EPA proposed to define "reconstruction" differently for a tank battery with more than one storage vessel and a tank battery with a single storage vessel. For the former, the EPA proposed to simplify and streamline the reconstruction determination by defining reconstruction at a tank battery with more than a single storage vessel as replacement of 50 percent of the storage vessels in the tank battery. This was based on the EPA's expectation that when an affected facility is replacing one or more storage vessels in a tank battery, the capital costs for the individual storage vessel replacement would be comparable or similar. The EPA received support for this proposal. One commenter agrees that "[b]ecause individual tanks are likely to have comparable replacement costs, it is reasonable to assume that there would be a one-to-one correlation between the percentage of tanks being replaced at a site and the percentage of the fixed capital cost that would be required to

<sup>622</sup> EPA-HQ-OAR-2021-0317-2298.

<sup>623</sup> EPA-HQ-OAR-2021-0317-2248.

<sup>624</sup> EPA-HQ-OAR-2021-0317-2428.

construct a comparable entirely new facility." 625

The preamble to the December 2022 Supplemental Proposal also states that "for a tank battery which consists of more than a single storage vessel, we believe that the cost of replacing storage vessel components such as thief hatches and pressure relief devices, in comparison to the cost of constructing an entirely new storage vessel affected facility, will not exceed 50 percent of the cost of constructing a comparable new storage vessel affected facility" (87 FR 74801-02) (emphasis added). This statement about replacing components appears to cover replacements not addressed by the proposal above, *i.e.*, it is addressing replacements other than one-to-one storage vessel replacement in a tank battery with more than one storage vessel. However, the preamble does not provide a rationale for this statement; more importantly, the statement contradicts the EPA's proposal to apply 40 CFR 60.15 626 to reconstruction of a tank battery with a single storage vessel based on the contrary belief that "it may be possible that the cost of replacing the thief hatch, pressure relief device or other depreciable components *could exceed* 50 percent of the cost of an entirely new storage vessel." (87 FR 74801) (emphasis added). The EPA solicited comment on this issue; one commenter responded that the cost of replacing the thief hatch, pressure relief device, or other depreciable components would not exceed 50 percent of the cost of an entirely new comparable tank battery, but the commenter did not provide any supporting information for its comment. Although this statement could be true where only some fraction of depreciable components (and perhaps for some fraction of the total storage vessels) in the tank battery were replaced, it remains possible that the cost of replacing the thief hatch, pressure relief device, or other depreciable components could exceed 50 percent of the cost of a comparable entirely new facility. Further, we are concerned that if we were to apply the proposed reconstruction definition for a tank battery with more than one storage vessel (*i.e.*, replacing more than 50 percent of the storage vessels in a tank battery constitutes reconstruction) and to replacements that are not one-to-one

storage vessel replacement, it could potentially have an unintended effect of disincentivizing owners and operators from replacing old storage vessels.

In light of the above, while the EPA continues to believe that it is appropriate to simplify and streamline the "reconstruction" determination where there is one-to-one storage vessel replacement in a tank battery, the EPA cannot definitively conclude that other replacements to a tank battery with more than one storage vessel would never exceed 50 percent of the cost of an entirely new storage vessel; in that respect, there is no difference between a tank battery with a single storage vessel and a tank battery with more than one storage vessel. Therefore, in the final rule, the EPA is defining "reconstruction" of a tank battery as follows:

"Reconstruction" of a tank battery occurs when the potential for VOC or methane emissions from the tank battery meets or exceeds [either the 6 tpy VOC or 20 tpy methane threshold] and either:

(A) at least half of the storage vessels are replaced in the existing tank battery that consists of more than one storage vessel; or

(B) the provisions of § 60.15 are met for the existing tank battery.

Comment: Two commenters 627 provided input on the timeframe for determining whether a reconstruction of a tank battery had occurred. The commenter agrees that a 2-year time frame is reasonable and will provide operators with a clear way to determine if reconstruction has been triggered. Another commenter 628 believes that a 2year rolling period provides a reasonable method of determining whether an owner of an oil and natural gas site with storage tanks is actually pursuing an extensive tank replacement program, within the EPA's original intent in promulgating 40 CFR 60.15.

*Response:* The EPA requested comment in the December 2022 Supplemental Proposal regarding the specific timeframe within which replaced storage vessels in an existing tank battery will be aggregated towards determining whether the 50 percent replacement threshold has been exceeded. As summarized above, all of the commenters consider 2 years to be a reasonable period, and one commenter specifically recommends a 2-year rolling period. The EPA is therefore finalizing a 2-year rolling period.

# K. Covers and Closed Vent Systems

In section X.K of this document the final NSPS OOOOb and EG OOOOc requirements for covers and closed vent systems are summarized. Significant comments were received on the December 2022 Supplemental Proposal regarding the NIE standard. This topic, a summary of the proposed rule, the comments, the EPA responses, and changes made in the final rule (if applicable), are discussed here. These comments and the EPA's responses to these comments generally apply to the standards proposed in both NSPS OOOOb and EG OOOOc. The instances where the comment and/or response only applies to NSPS OOOOb or EG OOOOc are noted. Comments and changes relevant to appendix K are discussed in section XIV of this preamble. The EPA's full response to comments on the November 2021 Proposal and December 2022 Supplemental Proposal, including any comments not discussed in this preamble, can be found in the EPA's RTC document for the final rule.<sup>629</sup>

In the December 2022 Supplemental Proposal, the EPA proposed a 95 percent emission reduction performance standard for a number of affected/ designated facilities, including centrifugal compressor, pneumatic pump, process controller, and tank battery affected/designated facilities. This numeric standard reflects the emission reduction from capturing and routing the affected/designated facility's emissions through a CVS to a control device with a 95 percent control efficiency, which the EPA has identified as either the BSER or a control option for these affected/designated facilities. To ensure compliance with the 95 percent emission reduction standard when using a control device,<sup>630</sup> the EPA proposed that the control device must reduce the emissions routed to the control device by 95 percent or greater.<sup>631</sup> This would in turn require that covers and CVS be designed and operated to capture and route all emissions to the control device. To that end, the EPA proposed a NIE standard

<sup>&</sup>lt;sup>625</sup> Cite to EDF 02/13/23 comment at 126. <sup>626</sup> 40 CFR 60.15, which defines "reconstruction" as when the cost of replacing components of an existing facility exceeds 50 percent of the cost of constructing a comparable tank battery affected facility, would require keeping accounting of the replacement costs for the "reconstruction" determination.

<sup>&</sup>lt;sup>627</sup> EPA–HQ–OAR–2021–0317–2403 and –2305. <sup>628</sup> EPA–HQ–OAR–2021–0317–2433.

<sup>&</sup>lt;sup>629</sup> Standards of Performance for New, Reconstructed, and Modified Sources and Emissions Guidelines for Existing Sources: Oil and Natural Gas Sector Climate Review. Response to Public Comments on the November 2021 Proposed Rule and the December 2022 Supplemental Proposed Rule (86 FR 63110, November 15, 2021; 87 FR 74702, December 6, 2022).

<sup>&</sup>lt;sup>630</sup> The EPA cannot require the installation of any specific control device to meet performance standards that are in the form of numeric limitation, such as the 95 percent emission reduction standard. See CAA section 111(b)(5).

 $<sup>^{631}\,</sup>See$  proposed 40 CFR 60.5412b(a)(1)(i) and 40 CFR 60.5412c(a)(1)(i).

for the covers and CVS associated with affected/designated facilities complying with the 95 percent emission reduction standard by routing emissions through a CVS to a control device.632 Therefore, compliance with the 95 percent emission reduction standard when using a control device would require compliance with both the control device standard and the NIE standard for the associated cover and CVS. To ensure compliance with the NIE standard (which in turn would ensure compliance with the 95 percent emission reduction standard), the EPA proposed that inspections of covers and closed vent systems (except when associated with gas plants) would be conducted using AVO and either OGI or EPA Method 21, at the same frequency as inspections conducted for fugitive emissions at well sites and compressor stations. For closed vent systems at gas plants, AVO inspections would be conducted annually and OGI inspections would be conducted bimonthly in accordance with appendix K (or alternatively, quarterly using EPA Method 21).

As explained in the December 2022 Supplemental Proposal (87 FR 74805), the EPA used the term NDE in the November 2021 Proposal to describe this design and operational requirement for CVS and covers; however, in light of comments that the term NDE is closely linked with EPA Method 21 and is defined based on an instrument reading in ppmv (the proposed OGI and AVO inspections would not result in an instrument reading in ppmv), the EPA proposed renaming the standard to NIE, which is more appropriate for the methods (i.e., OGI and AVO) required to demonstrate compliance. The EPA, however, emphasized that the NIE standard is an emission limitation, not a work practice standard, that any identified emissions would be a deviation of this emissions limitation, and that "the corrective actions (in the form of the repair provisions) are provided to ensure that owners and operators bring the CVS back into compliance with the NDE [now NIE] emission limit as quickly as possible." (Id.) Provided below is a summary of significant comments on this topic and the EPA's response thereto.

*Comment:* Commenters <sup>633</sup> had concerns both with the term NIE and with the EPA's position that the NIE standard is a numeric limit. One

commenter 634 contends that there is a major difference between the terms NDE and NIE for operators, because NDE recognizes that there will be unavoidable de minimis leaks (i.e., less than 500 ppmv) even in the best managed operations. Another commenter<sup>635</sup> questioned the EPA's position that the NDE standard (the term used in the November 2021 Proposal) always has been an emissions limit and that the detection of emissions above a certain threshold results in both a violation of the standard and an obligation to undertake a repair within a specified time period. The commenter explains that they are unaware of the EPA's ever taking this position.

Regarding the numeric limit of NIE, commenters 636 stated that the reality of engineering a "zero-emissions" standard can never be perfectly achieved. One commenter 637 pointed out that mechanical components and seals are prone to some de minimis level of leaking despite compliance with all other requirements, and because very small leaks are unavoidable and no LDAR program can prevent leaks 100 percent of the time, operators will not be able to comply with a NIE standard. Several commenters 638 believed that a zero-emissions standard is not realistic for equipment located outside, because the equipment is subject to harsh conditions and undergoes continuous wear and tear, including intrusion of foreign objects preventing reseating of seal surfaces. Commenters believed emissions from such scenarios should not be an indication of inadequate CVS design. One of these commenters <sup>639</sup> added that such leaks are not within the control of the operator, unlike the possibility of improperly operating a cover or CVS (e.g., forgetting to close a thief hatch), and asked that the EPA clearly differentiate leaks beyond the control of the operator from leaks within the control of the operator.

These same commenters offered that because the components that make up covers and CVS are exposed to the elements just as other components included in the fugitives monitoring program, it makes sense to treat them the same way, by allowing LDAR work practice standards. These commenters also questioned why a leak in a CVS pipe is considered a violation, but a leak in a gas pipeline 10 feet away is not; the

commenters believed that a leak should not be handled differently just because it occurs on a cover or CVS. From a practical standpoint, the commenters stated, leaks from these components have little to do with inadequate design or operation. One commenter <sup>640</sup> explained that pressure and vacuum relief devices are present for safety reasons to prevent the tank from overpressurization as wells as underpressure (*i.e.*, vacuum). The commenter noted that temperatures in North Dakota can vary 60 °F or more in a 24-hour period. This variation causes the content of the tanks to expand and shrink, and without these control devices, the commenter contended, the tanks would fail. The commenter explained that the vacuum side for the pressure relief device is especially susceptible to sucking in dust and sometimes even bugs that prevent the device from sealing, but these are all taken care of as part of the LDAR program. Finally, the commenter noted that design issues, if any, will show up as repeat offenders in the LDAR program and will be corrected as part of that program.

Another commenter 641 stated that the EPA does not provide anything in the rulemaking record that indicates any system capable of achieving a zeroemissions standard has been "adequately demonstrated." The commenter contended that on its face, such a standard is therefore inconsistent with CAA section 111(a)'s plain terms and cannot be BSER. Similarly, another commenter <sup>642</sup> stated that the EPA long ago rejected the idea that numeric emissions limitations can or should be applied to fugitive emissions components and that the EPA has presented no reason in the proposal to depart from its historical approach regarding fugitive emissions from CVS. To this end, the commenter maintained that an NIE or NDE standard cannot constitute a numeric emissions limitation, because BSER must be achievable. The commenter further stated that CAA section 111(h)(2) provides that a work practice standard should be prescribed in lieu of a standard of performance (*i.e.*, numeric emissions limitation) when "a pollutant or pollutants cannot be emitted through a conveyance designed and constructed to emit or capture such pollutant." The commenter contended that this is precisely the case with the EPA's proposed NIE standards because the NIE standards do not apply to emissions

<sup>&</sup>lt;sup>632</sup> See proposed 40 CFR 60.5411b(a)(3), 40 CFR 60.5416b(b), 40 CFR 60.5411c(a)(3), and 40 CFR 5416c(b).

<sup>&</sup>lt;sup>633</sup> EPA-HQ-OAR-2021-0317-2202, -2227, -2248, -2326, -2391, -2403, and -2428.

<sup>&</sup>lt;sup>634</sup> EPA–HQ–OAR–2021–0317–2391.

<sup>635</sup> EPA-HQ-OAR-2021-0317-2202.

<sup>&</sup>lt;sup>636</sup>EPA–HQ–OAR–2021–0317–2202, –2248, and –2326.

<sup>637</sup> EPA-HQ-OAR-2021-0317-2391.

<sup>&</sup>lt;sup>638</sup> EPA–HQ–OAR–2021–0317–2248, –2403, and –2428.

<sup>639</sup> EPA-HQ-OAR-2021-0317-2428.

<sup>&</sup>lt;sup>640</sup> EPA-HQ-OAR-2021-0317-2248.

<sup>641</sup> EPA-HQ-OAR-2021-0317-2565.

<sup>642</sup> EPA-HQ-OAR-2021-0317-2428.

from the storage vessel or equipment on which the CVS is installed. Rather, the proposed NIE standard applies to the CVS itself. In this case, the commenter maintained, it is obvious that there is no "conveyance" through which the regulated pollutants would be emitted or captured. To accomplish such an outcome, the CVS to which the NIE standard applies would have to be enclosed within another CVS or similar permanent total enclosure for the regulated emissions to be captured for subsequent control or venting. According to the commenter, requiring such a system would be inordinately costly, highly impracticable, and likely impossible. The commenter pointed out that this is precisely why LDAR standards have been expressed from the inception of such programs almost exclusively as work practice standards. The commenter concluded that the NIE standard cannot be effectively construed as a zero-emissions standard, as the EPA proposes, because no "conveyance" exists that allows for capture of the regulated emissions and application of such a standard to an emissions point. The commenter stated that the EPA must make it clear that a CVS remains in compliance when a leak is detected, provided the associated work practices requiring investigation and repair are followed.

Response: As an initial matter, the EPA clarifies that CVS and covers subject to the NIE standards are not fugitive components or any other type of affected/designated facilities under NSPS OOOOb/EG OOOOc; rather, they are part of the emission control for an associated affected/designated facility (e.g., a wet seal centrifugal compressor, a pneumatic pump, process controllers, or a tank battery) that is using a control device to meet its performance standard. Accordingly, CAA section 111(h), which authorizes the EPA to prescribe work practice and other non-numeric standards for an affected/designated facility if it is not feasible to prescribe an emission limitation performance standard, does not apply to these covers and CVS.

Second, as explained in the preamble to the December 2022 Supplemental Proposal and reiterated above in this section, the NIE standard that applies to covers and closed vent systems is a numeric limitation to ensure that associated affected/designated facilities comply with the 95 percent emission reduction standard when using a control device. For example, the standard for a wet seal centrifugal compressor affected facility is to reduce emissions by 95 percent; if a control device is used, the owner or operator must equip the wet

seal fluid degassing system with a cover that routes emissions through a closed vent system to a control device (see 40 CFR 60.5380b). Since the rule allows owners and operators to use a control device with 95 percent control efficiency,<sup>643</sup> compliance with the 95 percent emission reduction standard would require assurance (through demonstration) that all emissions are captured and routed via the CVS to the control device. The NIE standard reflects this compliance assurance and demonstration requirement and, for the reason explained above, is an emission limitation of zero emissions, to be demonstrated by OGI, EPA Method 21, or AVO inspection. Any identified emissions would be a deviation of the NIE standard and must be reported.644 In addition, the owner or operator must undertake the required "corrective actions" (in the form of the repair provisions) to bring the CVS back into compliance with the NIE standard as quickly as possible to ensure that the associated affected/designated facility is in compliance with the 95 percent emission reduction standard.

With respect to the comment that the "zero-emissions" NIE standard is not realistic for equipment located outside, the EPA notes that the requirement to operate the CVS or cover without emissions to the atmosphere has previously been required in NSPS OOOO and OOOOa, with compliance demonstrated by NDE. The EPA notes that the same requirement can be found in other NSPS (see, e.g., NSPS for Volatile Organic Liquid Storage Vessel, 40 CFR part 60, subpart Kb). CVS should be properly designed to minimize the possibility of leaks; for example, owners and operators should consider whether welded piping can be used in place of connectors, whether low emission equipment (such as valves) is appropriate for the CVS, which gaskets are most suitable for the composition of materials in the CVS, and whether pressure setpoints are appropriate for relief devices in the system. Owners and operators should regularly inspect and perform maintenance on the CVS to prevent equipment failure and subsequently prevent leaks from occurring.

Because the term NDE has historically been associated only with the use of EPA Method 21, as we explained in the December 2022 Supplemental Proposal, the EPA believes the term "no identifiable emissions" is more suited for inspections conducted by OGI and AVO.<sup>645</sup> Contrary to the commenter's assertion, the EPA does not believe the NIE standard using OGI is more stringent than the NDE standard using EPA Method 21. When using EPA Method 21, a leak is considered to not be detected if the monitoring instrument returns a reading below 500 ppmv (taking into account background concentration). Based on the EPA's experience with and understanding of OGI, while it is possible to detect leaks below 500 ppmv with an OGI camera in a laboratory, it is highly unlikely that an OGI camera operator would be able to detect leaks below 500 ppmv in the conditions experienced in the field. As such, it is unlikely that owners and operators who conduct inspections of CVS and covers with OGI will regularly find leaks that would not have been required to be addressed had the owner or operator conducted the inspection with EPA Method 21. Further, where an owner or operator is concerned about the use of OGI for inspecting covers and CVS, the EPA is allowing EPA Method 21 as an alternative. Consistent with NSPS OOOO and OOOOa, emissions detected by AVO from covers and closed vent systems also are identifiable emissions. Regarding the comment that the detection of emissions above a certain threshold results in both a violation of the standard and an obligation to undertake a repair within a specified time period, the EPA believes that the repair obligations are necessary to ensure that the CVS or cover is returned to a condition of NIE as quickly as possible, which serves to limit deviations from the standard for the affected/designated facility that uses the CVS. The EPA recognizes that situations beyond the control of the owner or operator may occur, but the emission standard applies at all times.

# L. Equipment Leaks at Natural Gas Processing Plants

In section X.L of this document, the final NSPS OOOOb and EG OOOOc requirements for equipment leaks at natural gas processing plants are summarized. The BSER analyses for leaks from both new and existing process unit equipment at natural gas processing plants are unchanged from what was presented in the November 2021 Proposal (see 86 FR 63231–33, section XII.G: Proposed Standards for Equipment Leaks at Natural Gas

<sup>&</sup>lt;sup>643</sup> The EPA considered but declined to require the use of control devices with higher control efficiency in this rule. See discussion in section IV.H.2 of the November 2021 Proposal, 87 FR 74794 (December 6, 2022).

<sup>&</sup>lt;sup>644</sup> A deviation is defined as a failure to meet any obligation of the rule (including emission limits, operating limits, or work practice standards). See 40 CFR 60.5430b and 40 CFR 60.5430c.

<sup>645 87</sup> FR 74805 (December 6, 2022).

Processing Plants). Specifically, the EPA identified a bimonthly OGI LDAR program following appendix K that includes all equipment components that have the potential to emit VOC or methane to be BSER for both new and existing process unit equipment at natural gas processing plants. However, significant comments were received on the December 2022 Supplemental Proposal on the following topics: potential to emit methane and VOC; and the use of low-E equipment for repair. For each of these topics, a summary of the proposed rule, the comments, the EPA responses, and changes made in the final rule (if applicable), are discussed here. These comments and the EPA's responses to these comments generally apply to both NSPS OOOOb and EG OOOOc. The instances where the comment and/or response only applies to NSPS OOOOb or EG OOOOc are noted. Comments and changes relevant to appendix K are discussed in section XIV of this preamble. The EPA's full response to comments on the November 2021 Proposal and December 2022 Supplemental Proposal, including any comments not discussed in this preamble, can be found in the EPA's RTC document for the final rule.<sup>646</sup>

1. Potential To Emit Methane and VOC

In the November 2021 Proposal (86 FR 63181), the EPA proposed not to carry over to NSPS OOOOb the VOC concentration threshold in NSPS OOOOa that excludes certain equipment within a process unit from the LDAR requirements at natural gas processing plants. In NSPS OOOOa, while the affected facility included equipment that is in contact with a process fluid containing methane or VOCs, the standards only applied to equipment "in VOC service," which "means the piece of equipment contains or contacts a process fluid that is at least 10 percent VOC by weight." The EPA explained in the November 2021 Proposal that because a VOC concentration threshold has no relationship to the LDAR for methane, it is not an appropriate threshold for determining whether LDAR for methane applies. Further, the EPA explained that because there was no threshold for requiring LDAR for methane, any equipment not "in VOC service" still would be required to conduct LDAR for methane, even if not

for VOC, which made the VOC concentration threshold irrelevant.

In December 2022, the EPA proposed to apply the LDAR standards to process unit equipment that has the potential to emit methane or VOC, consistent with the November 2021 Proposal. The EPA also added provisions that each piece of equipment is presumed to emit methane or VOC unless the owner or operator demonstrates that the piece of equipment does not have the potential to emit methane or VOC. The EPA provided regulatory provisions for the demonstration, namely, that the owner or operator would have to show that the process fluid did not contain either methane or VOC.

Comment: Commenters 647 on the November 2021 Proposal requested that the EPA retain the "in VOC service" requirement and 10 percent VOC by weight threshold, as well as establish a 1 percent threshold for equipment in methane service. The commenters reiterated concerns expressed in response to the November 2021 Proposal that some streams, such acid and amine gas, ethane product streams, produced water streams, and wastewater streams should be excluded and that a 1 percent by weight methane concentration threshold would serve to exclude such streams. Otherwise, both commenters expressed concern that owners and operators would waste substantial resources to conduct LDAR monitoring on components that will always result in non-detects.

One of the commenters 648 questioned the EPA's analysis in the November 2021 Proposal. The commenter states that the EPA appears to only consider components in VOC service (defined as defined as 10 percent by VOC by weight or in wet gas service) or in non-VOC service (defined as a component in methane service with at least 10 percent methane that is not also in VOC service). The commenter states that the EPA then estimates VOC and methane emissions, reductions, and cost effectiveness using a limited set of composition ratios,649 then appears to treat the "potential to emit methane" as equivalent to "in non-VOC service" in evaluating control options. Therefore, the commenter states, the EPA does not appear to fully consider the cost effectiveness of a "potential to emit" applicability threshold.

*Response:* The EPA is not including a VOC or methane threshold in the final rule. In response to these comments, the

EPA explained in the December 2022 Supplemental Proposal that "no additional data or analyses were provided to demonstrate that a threshold of one percent by weight methane would be appropriate. Further, recent studies indicate that produced water and wastewater streams can be significant sources of VOC and/or methane emissions" (87 FR 74808). In addition, no basis is provided for how removing "in VOC service" would substantially increase costs.

# 2. Low-E Technology for Repair

In the November 2021 Proposal, the EPA proposed repair requirements for leaking equipment. The EPA proposed that the definition of "repaired" (for equipment) is that the equipment is adjusted, replaced, or otherwise altered, in order to eliminate equipment leaks and that the equipment is re-monitored to verify that emissions from the equipment are below the leak definition. The EPA explained that valve repairs can include replacement with lowemissions (low-E) valves, valve packing, or drill-and-tap with a low-E injectable ("low-E equipment") but did not require replacement with low-E equipment. The EPA explained that low-E equipment meets the specifications of API 622 or API 624 and typically includes a manufacturer written warranty or a performance guarantee that it will not emit fugitive emissions at a concentration greater than 100 ppmv during the first 5 years. 86 FR 63182.

In the December 2022 Supplemental Proposal, the EPA proposed a definition of "repaired" (for equipment) consistent with that discussed in the November 2021 Proposal, and added that pumps subject to weekly visual inspections, which are designated as leaking and then repaired, are not subject to remonitoring. The EPA did not propose to require the replacement of leaking valves with low-E equipment, noting that the technology is not appropriate for all repairs, but reiterated the position from the November 2021 Proposal that due to the performance expectations, low-E equipment can be a viable option for valve repair, as demonstrated by the re-monitoring requirements of the rule. 87 FR 74808.

*Comment:* Commenters <sup>650</sup> urged the EPA to require replacement of leaking equipment with low-E valves. The commenter cited to a recent rulemaking, where Colorado found these options to be similar in cost to non-low-E valves and packing and directed operators to

<sup>&</sup>lt;sup>646</sup> Standards of Performance for New, Reconstructed, and Modified Sources and Emissions Guidelines for Existing Sources: Oil and Natural Gas Sector Climate Review. Response to Public Comments on the November 2021 Proposed Rule and the December 2022 Supplemental Proposed Rule (86 FR 63110, November 15, 2021; 87 FR 74702, December 6, 2022).

<sup>&</sup>lt;sup>647</sup> EPA–HQ–OAR–2021–0317–2399 and –2428. <sup>648</sup> EPA–HQ–OAR–2021–0317–2428.

<sup>&</sup>lt;sup>649</sup> The commenter (–2428) refers to Table 10–8 of the TSD. See EPA–HQ–OAR–2021–0317–0166.

<sup>650</sup> EPA-HQ-OAR-2021-0317-2433.

consider them.<sup>651</sup> The commenter also referenced claims from some manufacturers that their low-E packing can reduce emissions of harmful gases by up to 95 percent versus valves with traditional packing, with minimal cost impacts.<sup>652</sup>

Response: The commenter's understanding of the cost for low-E equipment aligns with that of the EPA in that they are similar in cost to nonlow-E equipment. Therefore, replacing leaking valves with low-E equipment would result in lower emissions with no additional cost burden (compared to using non-low-E equipment). However, as explained in the two proposals and reiterated above, the EPA believes that the low-E technology is not appropriate for all valve repairs, and the EPA did not receive comments disagreeing or suggesting otherwise. Therefore, the final NSPS OOOOb and the presumptive standard in EG OOOOc require replacing leaking valves with low-E valves or repacking existing valves with low-E packing, except where it is not technically feasible. If delay of repair is required to repack or replace the valve, you may use delay of repair provisionally, but no later than the next process unit shutdown. Technical infeasibility includes situations where low-E equipment is not suitable for the existing valves' intended use. Other factors that may be considered in determining technical infeasibility include: retrofit requirements for installation (e.g., repiping or space limitation), commercial unavailability for valve type, or certain instrumentation assemblies. Owners or operators are required to report annually on instances where it was infeasible to replace leaking valves with low-E valves or repack existing valves with low-E packing technology, including the reasoning for why it was infeasible.

## M. Sweetening Units

In section X.M of this document the final NSPS OOOOb requirements for sweetening units are summarized. In November 2021 and December 2022, the EPA proposed to retain the standards found in NSPS OOOO and NSPS OOOOa for reducing  $SO_2$  emissions from sweetening units. No comments were received in opposition to the December 2022 Supplemental Proposal and the standards are being finalized as proposed.

## XII. Significant Comments and Changes Since Proposal for NSPS OOOOa and NSPS OOOO

As described in sections IV and VIII of the November 2021 Proposal (86 FR 63133-37, 63147-53), the 2020 Policy Rule rescinded all NSPS regulating emissions of VOC and methane from sources in the natural gas transmission and storage segment of the oil and natural gas industry and NSPS regulating methane from sources in the industry's production and processing segments. As a result, the 2020 Technical Rule only amended the VOC standards for the production and processing segments in the 2016 NSPS OOOOa, because those were the only standards that remained at the time that the 2020 Technical Rule was finalized.

Under the CRA, a rule that is subject to a joint resolution of disapproval "shall be treated as though such rule had never taken effect." 5 U.S.C. 801(f)(2). Thus, because it was disapproved under the CRA, the 2020 Policy Rule is treated as never having taken effect. As a result, the requirements in the 2012 NSPS OOOO and 2016 NSPS OOOOa that the 2020 Policy Rule repealed (i.e., the VOC and methane standards for the transmission and storage segment, as well as the methane standards for the production and processing segments) must be treated as being in effect immediately upon enactment of the joint resolution on June 30, 2021. The CRA resolution did not address the 2020 Technical Rule; therefore, the amendments made in the 2020 Technical Rule, which apply only to the VOC standards for the production and processing segments in the 2016 NSPS OOOOa, have remained in effect. As a result, sources in the production and processing segments have been subject to two different sets of standards: One for methane based on the 2016 NSPS OOOOa, and one for VOC that include the amendments to the 2016 NSPS OOOOa made in the 2020 Technical Rule. Low production well sites, for example, are now subject to semiannual methane leak detection and repair requirements under the 2016 NSPS even while they continue to be exempt from leak detection and repair for VOC emissions under the 2020 Technical Rule. Such affected facilities have been able to either choose to comply with both sets of standards, which in most cases do not conflict, or to comply with the more stringent standards, which are those in the 2016 NSPS for methane. In this case, compliance with the more stringent 2016 NSPS for methane also results in compliance with the 2020 Technical

Rule. Sources in the transmission and storage segment are subject to the methane and VOC standards as promulgated in either the 2012 NSPS 0000 or the 2016 NSPS 0000a, as applicable. In this rulemaking, the EPA updated the NSPS OOOO and NSPS OOOOa regulatory text in the CFR to reflect the CRA resolution's disapproval of the final 2020 Policy Rule, specifically, the reinstatement of the NSPS OOOO and NSPS OOOOa requirements that the 2020 Policy Rule repealed but that came back into effect immediately upon enactment of the CRA resolution. The proposed regulatory text changes for NSPS OOOO and NSPS OOOOa to reflect the CRA resolution were included in the rulemaking docket when the EPA issued the November 2021 Proposal and are being finalized as proposed.

In addition to aligning the NSPS OOOO and NSPS OOOOa regulatory text in the CFR to reflect the CRA resolution's disapproval of the final 2020 Policy Rule, the November 2021 Proposal (at 86 FR 63157-69, November 15, 2021) also included a series of proposed amendments to 2016 NSPS OOOOa for methane to align the 2016 methane standards with the current VOC standards (which were modified by the 2020 Technical Rule). Those amendments included requirements for well completions, pneumatic pumps, closed vent systems, fugitive emissions, AMEL, and onshore natural gas processing plants, along with other technical clarifications and corrections. The November 2021 Proposal preamble described the supporting rationales that were provided in the 2020 Technical Rule for modifying the requirements applicable to the VOC standards and explained why the amendments would also appropriately apply to the reinstated methane standards. Most commenters on the November 2021 Proposal provided general support for the retention of certain aspects of the 2020 Technical Rule, including the corresponding regulatory amendments to NSPS OOOOa. No significant comments were received in opposition to these proposed regulatory amendments, and they are being finalized as proposed.

Also, in the November 2021 Proposal, the EPA proposed to repeal some of the amendments that were part of the 2020 Technical Rule. Specifically, the EPA proposed to repeal its amendments in the 2020 Technical Rule that (1) exempted low production well sites from monitoring fugitive emissions and (2) changed quarterly monitoring to semiannual monitoring of VOC emissions at gathering and boosting

 <sup>&</sup>lt;sup>651</sup> See Colorado Air Pollution Control Division,
 Rebuttal Prehearing Statement, Proposed Revisions
 to Regulation Numbers 7 and 22 (Dec. 14–17, 2021).
 <sup>652</sup> Id.

compressor stations. The EPA is finalizing the repeal of these amendments and subsections XII.A and B of this document discuss the comments received on the rescission of these proposed amendments and the EPA's response to those comments.

In addition to the November 2021 proposed amendments, commenters also requested changes to NSPS OOOOa that were also recommended to be made to NSPS OOOOb and EG OOOOc. These changes include allowing for delay of repair for when equipment necessary for repair is unavailable and clarifying the source category scope of the rule (e.g., excludes facilities located inside and including the Local Distribution Company (LDC) custody transfer station). The EPA is making changes based on these comments in the final rule. Specifically, the EPA has revised 40 CFR 60.5397a(h)(3) to allow for a delay of repair due to the lack of availability of parts in some circumstances and has revised the introductory language at 40 CFR 60.5365a of the final rule to clarify that the Crude Oil and Natural Gas Production source category excludes facilities located inside and including the LDC custody transfer station. Section XII.C discusses the comments received and the EPA's response to comments related to delay of repair, and section XII.D discusses the comments received and the EPA's response to comments on the need to clarify the source category scope of the rule. The EPA's full response to comments on the November 2021 Proposal and December 2022 Supplemental Proposal, including any comments not discussed in this preamble, can be found in the EPA's RTC document for the final rule.653

#### *A. Low Production Well Site Exemption Rescission*

The EPA proposed (86 FR 63158–59) to remove the exemption of low production well sites from fugitive VOC emissions monitoring, thereby restoring the semiannual monitoring requirement established in the 2016 NSPS OOOOa.

*Comment:* Several commenters <sup>654</sup> objected to the proposal to repeal the amendments in the 2020 Technical Rule that exempted low production well sites from monitoring fugitive VOC emissions under the NSPS (86 FR 63118). These

commenters urged the EPA to retain the exemption, citing concerns about the cost impacts of removing the exemption as well as objections to the EPA's emissions baseline analysis.

Commenters <sup>655</sup> stated that the repeal of the exemption for low production well sites from monitoring fugitive emissions would result in adverse impacts to owners and operators, especially owners and operators of small-scale, independent well site operations. One of the commenters stated that the repeals of the exemption for low production well sites from monitoring fugitive emissions would affect many stripper wells in Wyoming (defined by the Wyoming Oil and Gas Conservation Commission (WOGCC) as wells that produce an average of 15 barrels of crude oil (bbl) or less per day) and some very small-scale, independent well site operations that strictly operate on a single owner's private property. According to the WOGCC, Wyoming has approximately 6,524 stripper wells. The commenter is concerned about the potential adverse economic impacts of these proposed regulations upon individual operators and the greater economy of the state of Wyoming and states that the economic impacts outweigh the indeterminate and potentially marginal environmental benefits of the proposal. The commenter added that the cost of compliance with these requirements is simply unworkable for many smaller operators in Wyoming and some operators have already expressed concerns to WDEQ that they will go out of business due to the EPA's proposed requirements. The other commenter stated that the removal of the low production well exemption would have significant detrimental impacts on their operations, costs, overhead, reserve recovery, plugging costs, and employment. The commenter noted that every increase in cost directly jeopardizes their ability to produce marginal wells.

One commenter <sup>656</sup> suggested that removing the exemption for lowproducing wells from fugitive emissions monitoring in NSPS OOOOa could result in tens of thousands of additional affected facilities and/or projects establishing PTE below affected source emissions levels. The commenter added that changing this requirement may also result in some facilities becoming an affected facility retroactively.

Another commenter <sup>657</sup> recommended that the EPA consider the small, lowemitting nature of Pennsylvania and New York conventional oil and gas production before imposing any additional requirements in the NSPS OOOOa (and NSPS OOOOb and EG OOOOc) revisions.

A couple of commenters 658 also requested that the EPA more thoroughly evaluate emissions and costs of control of marginal/low production well sites. One of the commenters requested that the EPA first determine if marginal well emissions warrant regulation. The commenter noted that the DOE was conducting a study to better characterize emissions from these types of wells. The commenter stated that E.O. 13990 requires the Federal Government, ". . . be guided by the best science and be protected by processes that ensure the integrity of Federal decision-making.' As such, the commenter recommended that the EPA defer regulating marginal/ low production wells until the DOE report was available for review or collect additional data to fully determine the emissions profile of these types of wells, determine if requirements are needed, and if needed, develop an appropriate regulatory program. Similarly, the other commenter suggested that they are aware of at least one study underway to evaluate methane emissions from marginal wells, and that there may be others. The commenter contends that, if the study's findings demonstrate that these methane emissions contributions from low production well sites do not contribute in any significant manner, the commenter expressed that it is imperative that the EPA consider these findings and provide appropriate exemptions.

One commenter 659 stated that marginal wells are not a significant source of methane and that emissions from a well are proportionate to the volume of oil and/or gas produced. As a result, the commenter stated that marginal wells produce significantly fewer emissions because they are marginal producers of oil and gas. According to the commenter, emissions from their wells are much lower than those emitted from high volume wells produced by larger companies. The commenter expressed that it is unfair and unwise to treat small operators with marginal wells in the same manner as larger producers. The commenter suggested that marginally producing wells be exempt from the EPA rules because the emissions are insignificant, and the rules would be uneconomic. The commenter further requested that

<sup>&</sup>lt;sup>653</sup> Standards of Performance for New, Reconstructed, and Modified Sources and Emissions Guidelines for Existing Sources: Oil and Natural Gas Sector Climate Review. Response to Public Comments on the November 2021 Proposed Rule and the December 2022 Supplemental Proposed Rule (86 FR 63110, November 15, 2021; 87 FR 74702, December 6, 2022).

<sup>&</sup>lt;sup>654</sup> EPA-HQ-OAR-2021-0317-0577, -0803, -0824, and -0464.

<sup>&</sup>lt;sup>655</sup> EPA–HQ–OAR–2021–0317–0464 and –0824. <sup>656</sup> EPA–HO–OAR–2021–0317–0763.

<sup>&</sup>lt;sup>657</sup> EPA–HQ–OAR–2021–0317–1341.

<sup>&</sup>lt;sup>658</sup> EPA–HQ–OAR–2021–0317–0810 and –0824. <sup>659</sup> EPA–HQ–OAR–2021–0317–0464.

there be a regulatory "off ramp" for lowproducing wells such as theirs.

*Response:* As discussed in the December 2022 Supplemental Proposal, the EPA solicited comment in the November 2021 Proposal on regulatory alternatives and additional information that would warrant considering a subset of sites differently based on a potentially different emissions profile, production levels, equipment onsite, or other factors. The EPA examined data provided through an ICR distributed in 2016, data provided on equipment/ component counts in relation to the October 15, 2018, proposed reconsideration of NSPS OOOOa from independent producers (many of whom are small businesses), data provided through comments on the November 2021 Proposal from independent producers, and data contained in the U.S. DOE marginal well study to determine if a subset of well sites with major production and processing equipment should be considered differently.

Consistent with comments received on previous rulemakings, the EPA received comments on the November 2021 Proposal expressing that emissions from a well are proportionate to the volume of oil and/or gas produced.660 Commenters also referenced the U.S. DOE marginal well study. However, the U.S. DOE marginal well study (now available) concludes that the frequency and magnitude of emissions from well sites are more strongly correlated with equipment counts, not production rates.<sup>661</sup> Further, this study broke down emissions by site size and production levels and found that the smallest emissions rates were from the second production level bin (2 barrels of oil equivalent per day (boe/day) to 6 boe/ day) and not the lowest-producing sites (production less than 2 boe/day). Another study issued in April 2022 by

Omara, et al., concludes that approximately half of the methane emissions emitted from well sites in the U.S. comes from low production well sites (defined in that study as 15 boe/ day or less production rates).662 663 However, the EPA notes that this study is not limited to fugitive emissions, and the overall impacts on emissions reductions achieved under NSPS OOOOa (and NSPS OOOOb and EG OOOOc) if these rules are finalized as proposed, would target the emissions reported in that study as a whole. Therefore, the EPA does not have compelling information that suggests production levels should provide the basis for consideration of different fugitive emissions requirements for well sites.

As stated in the November 2021 Proposal, the EPA remains mindful about how the fugitive emissions monitoring requirements will affect small businesses. The EPA discusses the financial conditions of marginal wells in chapter 6 of the final rule TSD. There are many factors that might affect the profitability of marginal wells and the decision to shut in and plug a well, making it difficult to determine the full impact of regulation on the financial status of marginal well owners. The EPA has also taken steps to include regulatory flexibility and streamline recordkeeping requirements in the fugitive emissions standards of NSPS 0000a.

The EPA is therefore finalizing the proposed (86 FR 63158–59) removal of the exemption of low production well sites from fugitive VOC emissions monitoring, thereby restoring the semiannual monitoring requirement established in the 2016 NSPS OOOOa.

# B. Compressor Station Quarterly Monitoring

The EPA proposed to repeal its amendment to the VOC monitoring frequency for gathering and boosting compressor stations in the 2020 Technical Rule because the EPA believed that amendment was made in error. 86 FR 63159

*Comment:* Some commenters <sup>664</sup> expressed opposition to the proposal

<sup>664</sup> EPA–HQ–OAR–2021–0317–0755 and –0923.

and requested that fugitive emissions monitoring at compressor stations only be required on a semiannual basis. One commenter contended that a requirement for more frequent monitoring would be unduly burdensome, given that one pipeline system could have numerous compressor stations that are often located in remote areas. In addition, the commenter stated that the resources (both personnel and equipment) to comply with survey requirements may be limited, a concern that the commenter says that the EPA itself acknowledged in the preamble for the initial NSPS OOOOa Proposal. Moreover, the commenter stated that the leak rate in the gathering and boosting industry segment is particularly low. The commenter urged the EPA to retain the current requirement of semiannual monitoring for fugitive emissions at compressor stations, including gathering and boosting compressor stations. Similarly, another commenter suggested that it is overly burdensome to require quarterly compressor monitoring in respect to surveys and recordkeeping. The commenter noted that the value of increased monitoring to reduce small amounts of methane and VOC does not offset the associated expense and manpower required to fulfill the proposed regulations. The commenter suggested that a baseline for compressor stations could be undertaken as a similar proposal for less than 3 tpy well sites to determine future requirements of a particular site.

Another commenter <sup>665</sup> also suggested that changing the monitoring frequency for the transmission and storage segments from semiannual to quarterly creates confusion with the other actions taken in 2021 regarding NSPS OOOOa as these facilities have transferred back and forth between affected facility status due to policy changes within the existing NSPS OOOOa.

*Response:* As stated in the December 2022 Supplemental Proposal, the analyses the EPA conducted for NSPS OOOOb and EG OOOOc confirm that quarterly monitoring remains both achievable and cost-effective for compressor stations, and several state agencies have rules that require quarterly monitoring at compressor stations. The cost analysis conducted for the November 2021 Proposal was a comprehensive evaluation of emissions, reductions, and costs associated with various leak detection and repair programs, which firmly established that the cost effectiveness of quarterly monitoring for compressor stations is

<sup>&</sup>lt;sup>660</sup> See Document ID No. EPA–HQ–OAR–2021– 0317–0464.

<sup>661</sup> Section 5.2.1 of the study concludes, "The correlation between major equipment counts and site emission frequency (expressed as the number of detected emissions per piece of major equipment, i.e., not absolute count of emissions), was strong with the categorical site 'size' variable and moderate (positive) with the numeric equipment count. Among evaluated numeric variables, site equipment counts also exhibited the strongest associations with both frequency and magnitude of sitewide emissions, exhibiting only a moderate positive correlation with detection frequency and weak associations with whole gas and methane emission rates. Weak correlations were also consistently detected among both the frequency and magnitude of emissions, total oil and gas production, and gas production rates." See Bowers, Richard L. Quantification of Methane Emissions from Marginal (Low Production Rate) Oil and Natural Gas Wells. https://www.osti.gov/biblio/ 1865859. page 19.

<sup>&</sup>lt;sup>662</sup> Omara, M., Zavala-Araiza, D., Lyon, D.R., *et al.* Methane emissions from US low production oil and natural gas well sites. Nat Commun 13, 2085 (2022). *https://doi.org/10.1038/s41467-022-29709-3.* 

<sup>&</sup>lt;sup>663</sup> The EPA notes that Omara, *et al.*, analyzed data from offsite measurements of methane emissions from well sites. These measurements would include methane from any leak, venting, flaring, or other source onsite and, therefore, conclusions from this study cannot be directly applied to the specific fugitive sources covered by this action.

<sup>16990</sup> 

<sup>&</sup>lt;sup>665</sup> EPA–HQ–OAR–2021–0317–0763.

reasonable. The November 2021 Proposal established that BSER for reducing methane and VOC emissions from all compressor stations, including gathering and boosting stations, transmission stations, and storage stations was quarterly monitoring. In the December 2022 Supplemental Proposal, the EPA retained the proposed quarterly OGI (or EPA Method 21) monitoring requirement for fugitive emissions components affected facilities located at compressor stations. Although some commenters oppose quarterly monitoring, they express no disagreement with EPA's BSER analysis; rather, they find quarterly monitoring unnecessarily burdensome or may cause confusion after allowing semi-annual monitoring in the 2020 amendment, none of which are reasons for the EPA not to restore the monitoring frequency that reflects the BSER. Therefore, based on the reasoning provided in the November 2021 Proposal that the EPA lacked justification and erred in revising the VOC monitoring frequency for gathering and boosting compressor stations from quarterly to semiannual and that the cost effectiveness of quarterly monitoring for compressor stations is reasonable, the EPA is finalizing the restoration of the quarterly monitoring requirement for gathering and boosting compressor stations, as established in the 2016 NSPS OOOOa.

# C. Delay-of-Repair Provisions

Comment: Some commenters requested changes to NSPS OOOOa that were also recommended to be made to NSPS OOOOb and EG OOOOc. One of those requested changes was to allow for a delay of repair when parts are unavailable to do the required repairs. One commenter 666 supported reconciling NSPS OOOOa delay-ofrepair regulatory text consistent with the 2020 Technical Rule. However, the commenter also recommended that the delay-of-repair text be amended to address the delay necessary when parts are unavailable, an issue that they believe is especially important for existing sources. The comments summarized in section XI.A.2.b were generally intended for NSPS OOOOa as well as NSPS OOOOb and EG OOOOc.

*Response:* Based on these comments, the EPA is amending 40 CFR 60.5397a(h)(3) to allow the delay of repairs due to the lack of availability of parts with provisions identical to those of NSPS OOOOb and EG OOOOc. NSPS OOOOa has been revised to allow for delay of repair due to unavailability of parts if replacement parts are necessary

and cannot be acquired within the repair timeline if either replacement part supplies had been sufficiently stocked before the supplies were depleted or a replacement part requires custom fabrication. Replacement parts must be ordered within 10 calendar days after the first attempt at repair. The repair must be completed within 30 calendar days after receipt of the replacement parts or during the next scheduled shutdown for maintenance after the parts are received (if the repair requires a shutdown). As the EPA was considering provisions allowing for delay of repair due to parts unavailability for sources regulated under NSPS OOOOb and EG OOOOc, the EPA found that the supplemental information submitted and reasoning for allowing delay of repair due to parts unavailability under NSPS OOOOb and EG OOOOc is equally applicable to sources regulated under NSPS OOOOa and, for that reason, is also including the provision in 40 CFR 60.5397a(h)(3).

# D. Applicability/Scope of the Rule

*Comment:* As noted above, some commenters requested changes to NSPS OOOOa that were also recommended to be made to NSPS OOOOb and EG OOOOc. One of those requested changes was to add greater clarity regarding the applicability/scope of the rule.

One commenter <sup>667</sup> stated that because their members are small without access to significant resources to fully analyze complex rulemakings, it is important that the scope of the rule be made as clear as possible. The commenter requested that the EPA include the following underlined text in NSPS OOOOa at 40 CFR 60.5365a and in appropriate, corresponding sections of NSPS OOOOb and EG OOOOc (underlined text reflects their recommended additions):

# § 60.5365a Am I subject to this subpart?

You are subject to the applicable provisions of this subpart if you are the owner or operator of one or more of the onshore affected facilities listed in paragraphs (a) through (j) of this section, that is located within the Crude Oil and Natural Gas Production source category, as defined in § 60.5430, for which you commence construction, modification, or reconstruction.

Similarly, another commenter <sup>668</sup> stated that a small gas utility or cooperative that does not have an environmental lawyer on staff may not understand that the rule applies only to facilities that are located within the

Crude Oil and Natural Gas Production source category as defined in 40 CFR 60.5430a, and that they need to refer to the definitions section toward the end of the rule to discover that the source category does not include operations inside and including the LDC custody transfer station, and that the subpart only applies to facilities in the defined source category. The commenter stated that clarifying language was added to 40 CFR 60.5365a in the 2020 Policy Rule.<sup>669</sup> At a minimum, the commenter suggested that similar language be restored in NSPS OOOOa and included in the new scope provisions of NSPS OOOOb and EG OOOOc to clarify that facilities inside and including the LDC custody transfer station are not subject to the subpart. The commenter urged the EPA to include the following text in 40 CFR 60.5365a and in the analogous scope sections of NSPS OOOOb and EG 0000c:

You are subject to the applicable provisions of this subpart if you are the owner or operator of one or more of the onshore affected facilities listed in paragraphs (a) through (j) of this section, that is located within the Crude Oil and Natural Gas Production source category, as defined in § 60.5430a. Facilities located inside and including the LDC custody transfer station are not subject to this subpart.

*Response:* The EPA considered the comments provided and agrees that, while the definitions section clearly defines the boundaries of the source category, additional clarification in the applicability section of the subpart, with respect to LDC custody transfer, would further assist sources in identifying whether they are subject to any of the requirements in NSPS OOOOa. Therefore, the final rule includes the following introductory language at 40 CFR 60.5365a:

You are subject to the applicable provisions of this subpart if you are the owner or operator of one or more of the onshore affected facilities listed in paragraphs (a) through (j) of this section, that is located within the Crude Oil and Natural Gas Production source category, as defined in § 60.5430a, for which you commence construction, modification, or reconstruction after September 18, 2015, and on or before December 6, 2022. Facilities located inside and including the Local Distribution Company (LDC) custody transfer station are not subject to this subpart.

<sup>666</sup> EPA-HQ-OAR-2021-0317-0782.

<sup>&</sup>lt;sup>667</sup> EPA–HQ–OAR–2021–0317–0928. <sup>668</sup> EPA–HQ–OAR–2021–0317–0815.

<sup>&</sup>lt;sup>669</sup>85 FR 57029–30, September 14, 2020.

# XIII. Significant Comments and Changes to Emission Guidelines for State, Tribal, and Federal Plan Development for Existing Sources

# A. Overview

In the December 2022 Supplemental Proposal, the EPA proposed adjustments from the November 2021 Proposal, and additional requirements to provide states with information needed for purposes of state plan development. In the following sections of this preamble, in the same six-part organizational ordering as the December 2022 Supplemental Proposal, we summarize significant comments and changes since the December 2022 Supplemental Proposal for purposes of the final EG. We also discuss the interaction of these final EG with recently finalized revisions to the CAA section 111(d) implementing regulations, 40 CFR part 60 subpart Ba (subpart Ba).670 The EPA proposed these EG in accordance with the version of subpart Ba that existed at the time of proposal. However, since the recent revisions to subpart Ba are now final and are therefore applicable to these EG, the final version of these EG comports with the revised version of subpart Ba. Further, states developing plans in accordance with EG OOOOc must follow the recently revised version of subpart Ba, except where these EG expressly supersede the requirements of subpart Ba. The EPA discusses the importance of these changes in more detail later in this preamble.

First, we discuss components of the final EG. Second, we discuss the requirements for establishing standards of performance in state plans. Third, we discuss the components of an approvable state plan submission. Fourth, we discuss the final timing for state plan submissions, and final timeline for designated facilities to come into final compliance with the state plan. Fifth, we discuss the EPA's action on state plans and the promulgation of Federal Plans. Sixth, we discuss Tribes and the planning process for Tribal plans under CAA section 111(d).

# B. Components of EG

As explained in the November 2021 Proposal, CAA sections 111(d)(1) and 111(a)(1) collectively establish and define certain roles and responsibilities for the EPA and the states. The EPA addresses its responsibilities by drafting and publishing EG in accordance with 40 CFR 60.22a, which "[contain] information pertinent to control of the designated pollutant from designated

facilities." Mirroring language included in CAA section 111(d)(1), the EPA's implementing regulations define a designated pollutant as "any air pollutant, the emissions of which are subject to a standard of performance for new stationary sources, but for which air quality criteria have not been issued and that is not included on a list published under section 108(a) or section 112(b)(1)(A) of the Act." 40 CFR 60.21a(a). The EPA's implementing regulations also define a designated facility as "any existing facility (see §60.2) which emits a designated pollutant, and which would be subject to a standard of performance for that pollutant if the existing facility were an affected facility (see § 60.2)." Id. at §60.21a(b). The designated pollutant for purposes of the final EG OOOOc included in this rulemaking is GHGs, but the presumptive standards in the EG are expressed in terms of limitations on methane. A description of each of the designated facilities included in the final EG OOOOc can be found in sections X and XI of this preamble.

More specifically, 40 CFR 60.22a(b) lists six components to be included in EG to provide information for development of the state plans triggered by the promulgation of the EG. Within the November 2021 Proposal, the EPA explained how the proposed EG OOOOc satisfied these regulatory requirements. 86 FR 63110, 63248-49 (November 15, 2021). Within the December 2022 Supplemental Proposal, the EPA elaborated on several of these components. 87 FR 74702, 74816 and 74834 (December 6, 2022). The recent revisions to subpart Ba did not alter 60.22a(b) in any meaningful way, so the analysis provided in the proposals remains relevant and satisfactory. In addition, the EPA has included information in this final rulemaking action that updates and supplements that analysis. First, the EG must include information regarding the "endangerment of public health or welfare caused, or contributed to, by the designated pollutant." 40 CFR 60.22a(b)(1). Information on the harmful public health and welfare impacts of GHG (methane) emissions from the oil and natural gas industry were included in the November 2021 Proposal 671 and are updated above in section III of this document. Second, the EG must include a "description of systems of emission reduction which, in the judgment of the Administrator, have been adequately demonstrated." 40 CFR 60.22a(b)(2). The EPA has included such a description in the November 2021

TSD,<sup>673</sup> in the December 2022 Supplemental Proposal,<sup>674</sup> in the December 2022 TSD,675 in sections X and XI of this preamble, and in the final TSD located at Docket ID No. EPA-HQ-OAR-2021-0317. Third, the EG must include information regarding "the degree of emission limitation<sup>3</sup> achievable through application of each system, along with information "on the costs, nonair quality health and environmental effects, and energy requirements of applying each system to designated facilities." Id. at 60.22a(b)(3). The EPA has included such a description in the November 2021 Proposal,<sup>676</sup> in the November 2021  $\mathrm{TSD},^{677}$  in the December 2022 Supplemental Proposal,678 in the December 2022 TSD,<sup>679</sup> in sections X and XI of this preamble, and in the final TSD located at Docket ID No. EPA-HQ-OAR-2021-0317. Fourth, the EG must include information regarding the amount of time that the EPA believes would be normally necessary for designated facilities to design, install, and startup the control systems identified in component number three. See Id. at 60.22a(b)(4). The EPA proposed how to address this component in both the November 2021 Proposal and the December 2022 Supplemental Proposal and finalizes its explanation of how to address this component in section XIII.E of this document. Fifth, and likely most helpful to states when developing their plans, the EG must include information regarding the "degree of emission limitation achievable through the application of the best system of emission reduction" that has been adequately demonstrated, taking into account the same factors as described in component three (cost, nonair quality health and environmental impact and energy requirements), "and the time within which compliance with standards of performance can be achieved." *Id.* at 60.22a(b)(5). The EPA has included such information in the November 2021 Proposal; 680 in the November 2021 TSD; 681 in the December 2022 Supplemental Proposal; <sup>682</sup> in the December 2022

Proposal,<sup>672</sup> in the November 2021

<sup>670 88</sup> FR 80480 (November 17, 2023).

<sup>671 86</sup> FR 63124 (November 15, 2021).

<sup>&</sup>lt;sup>672</sup> 86 FR 63169–63240 (November 15, 2021).
<sup>673</sup> EPA–HQ–OAR–2021–0317–0166.
<sup>674</sup> 87 FR 74722–810 (December 6, 2022).
<sup>675</sup> EPA–HQ–OAR–2021–0317–1578.
<sup>676</sup> 86 FR 63169–240 (November 15, 2021).
<sup>678</sup> 87 FR 74722–810 (December 6, 2022).
<sup>679</sup> EPA–HQ–OAR–2021–0317–1578.
<sup>680</sup> 86 FR 63169–240 (November 15, 2021).
<sup>681</sup> EPA–HQ–OAR–2021–0317–0166.

<sup>&</sup>lt;sup>682</sup> 87 FR 74722–810 (December 6, 2022).

TSD; 683 in sections X, XI, and XIII.E of this preamble; and in the final TSD located at Docket ID No. EPA-HQ-OAR-2021-0317. In identifying the degree of achievable emission limitation, the EPA may subcategorize, that is to "specify different degrees of emission limitation or compliance times or both for different sizes, types, and classes of designated facilities when costs of control, physical limitations, geographical location, or similar factors make subcategorization appropriate." Id. The EPA has chosen to exercise that discretion to subcategorize within the final EG for certain designated facilities.<sup>684</sup> Sixth, and last, the EG is to include any other information not contemplated by the five other components that the EPA "determines may contribute to the formulation of State plans." Id. at 60.22a(b)(6). Section XIII of this preamble includes such information and guidance specifically designed to assist states in developing and submitting their plans under CAA 111(d) for the final EG OOOOc.

# C. Establishing Standards of Performance in State Plans

After the EPA provides information regarding the BSER in this final EG, as described in preamble section XII of the November 2021 Proposal and preamble section IV of the December 2022 Supplemental Proposal, each state that has a designated facility located within the state must develop, adopt, and submit to the EPA its state plan under CAA section 111(d). The state plan must include standards of performance for all designated facilities. Under the TAR adopted by the EPA, Tribes may seek

authority to implement a plan under CAA section 111(d) in a manner similar to a state. See 40 CFR part 49, subpart A. Tribes may, but are not required to, seek approval for treatment in a manner similar to a state for purposes of developing a TIP implementing the EG. The final EG OOOOc addresses two key aspects of implementation, among other issues: establishing standards of performance for designated facilities and providing measures that implement and enforce such standards. In this final EG, based on changes as a result of public comments, the EPA finalizes updates to certain presumptive standards included in the December 2022 Supplemental Proposal, and finalizes regulations related to state flexibilities, certain implementation and enforcement measures, and emissions inventories. The EPA is not finalizing in EG OOOOc the proposed requirements related to meaningful engagement with pertinent stakeholders, and electronic submittal of state plans, nor it is finalizing certain proposed requirements related to the application of a standard of performance to a particular designated facility that is less stringent than otherwise required by the EG when taking into consideration the facility's RULOF because such regulations are no longer needed in this EG (OOOC). Via a separate rulemaking process, the EPA has finalized revisions to subpart Ba<sup>685</sup> addressing the framework for less stringent standards of performance pursuant to RULOF, meaningful engagement with pertinent stakeholders, and electronic submittal of state plans which are applicable to states developing plans under these EG.

Since these issues are addressed in the final revisions to subpart Ba, and subpart Ba applies to states developing plans under this EG (OOOOc), it would be redundant for the EPA to also finalize the same provisions related to these issues within EG OOOOc. As such, the EPA is not finalizing provisions specific to these issues as proposed in the context of this EG (OOOOc) and is instead deferring to subpart Ba on these issues. States should carefully review the recent revisions to subpart Ba since subpart Ba applies to state plans developed in accordance with this EG, except to the extent that this EG supersedes subpart Ba (such as, for emissions inventories and the deadline for state plan submittals, discussed in later sections).

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1. Establish Standards of Performance for Designated Facilities

As stated in the November 2021 Proposal, and reiterated in the December 2022 Supplemental Proposal, the EPA's proposed EG OOOOc included information on the degree of emissions limitation achievable through application of the BSER in the form of presumptive standards for designated facilities.<sup>686</sup> The EPA described that there is a fundamental requirement under CAA section 111(d) that a state's standards of performance in its state plan submittal are no less stringent than the presumptive standard determined by the EPA, which derives from the definition of "standard of performance" in CAA section 111(a)(1).<sup>687</sup> The EPA is updating tables 25 and 26 to reflect the final presumptive standards in the final EG OOOOc.

# TABLE 25—SUMMARY OF FINAL EG SUBPART OOOOC PRESUMPTIVE NUMERICAL STANDARDS

Designated facility	Final presumptive numerical standards in the emissions guidelines for GHGs	
Storage Vessels: Tank Battery with PTE of 20 tpy or more of methane Process Controllers: Natural gas-driven Pumps: Natural gas-driven		

# TABLE 26—SUMMARY OF FINAL EG SUBPART OOOOC PRESUMPTIVE NON-NUMERICAL STANDARDS

Designated facility	Final presumptive non-numerical standards in the emissions guidelines for GHGs 688
Fugitive Emissions: Single Wellhead Only Well Sites and Small Well Sites.	Quarterly AVO monitoring surveys. First attempt at repair within 15 days after detecting fugi- tive emissions. Final repair within 15 days after first attempt. Fugitive monitoring continues for all well sites until the site has been closed, including plugging the wells at the site and submitting a well closure report.

683 EPA-HQ-OAR-2021-0317-1578.

684 See sections X and XI of this preamble for

detailed discussion of the designated facilities for

which the EPA is including subcategories for.

685 88 FR 80480 (November 17, 2023).

686 86 FR 63169-63240 (November 15, 2021) and 87 FR 74722–810 (December 6, 2022).

<sup>&</sup>lt;sup>687</sup> CAA section 111(d)(1) also provides that states may apply less stringent standards of performance to particular sources based on consideration of such sources' remaining useful life and other factors.

# TABLE 26—SUMMARY OF FINAL EG SUBPART OOOOC PRESUMPTIVE NON-NUMERICAL STANDARDS—Continued

Designated facility	Final presumptive non-numerical standards in the emissions guidelines for GHGs 688
Fugitive Emissions: Multi-wellhead only Well Sites (2 or more wellheads).	Quarterly AVO monitoring surveys. First attempt at repair within 15 days after detecting fugi- tive emissions. Final repair within 15 days after first attempt. Semiannual OGI monitoring (Optional semiannual EPA Method 21 monitoring with 500 ppm defined as a leak). First at- tempt at repair within 30 days after detecting fugitive emissions. Final repair within 30 days after first attempt. Fugitive monitoring continues for all well sites until the site has been closed, including plugging the wells at the site and submitting a well closure report.
Fugitive Emissions: Well Sites and Centralized Production Facilities.	Bimonthly AVO monitoring surveys. First attempt at repair within 15 days after detecting fugi- tive emissions. Final repair within 15 days after first attempt. Quarterly OGI monitoring. (Op- tional quarterly EPA Method 21 monitoring with 500 ppm defined as a leak). First attempt at repair within 30 days after detecting fugitive emissions. Final repair within 30 days after first attempt. Fugitive monitoring continues for all well sites until the site has been closed, includ- ing plugging the wells at the site and submitting a well closure report.
Fugitive Emissions: Compressor Stations	Monthly AVO monitoring surveys. First attempt at repair within 15 days after detecting fugitive emissions. Final repair within 15 days after first attempt. AND Quarterly OGI monitoring. (Optional quarterly EPA Method 21 monitoring with 500 ppm defined as a leak). First attempt at repair within 30 days after detecting fugitive emissions. Final repair within 30 days after first attempt.
Fugitive Emissions: Well Sites and Compressor Stations on Alaska North Slope.	Annual OGI monitoring. (Optional annual EPA Method 21 monitoring with 500 ppm defined as a leak). First attempt at repair within 30 days after detecting fugitive emissions. Final repair within 30 days after first attempt.
Process Controllers: Alaska (at sites where on- site power is not available—continuous bleed natural gas-driven).	Natural gas bleed rate no greater than 6 scfh.
Process Controllers: Alaska (at sites where on- site power is not available—intermittent nat- ural gas-driven).	OGI monitoring and repair of emissions from controller malfunctions.
Pumps: Natural gas-driven (at sites where on- site power is not available and there are fewer than 3 diaphragm pumps).	Route pump emissions to a process if VRU is onsite, or to control device if onsite.
Gas Well Liquids Unloading	Employ best management practices to minimize or eliminate venting of emissions to the max- imum extent possible.
Equipment Leaks at Natural Gas. Processing Plants.	LDAR with OGI following procedures in appendix K.
Oil Wells with greater than 40 tpy of Associated Methane Gas.	Route associated gas to a sales line. Alternatively, the gas can be used as an onsite fuel source or used for another useful purpose that a purchased fuel or raw material would serve or be injected into the well or another well. If demonstrated, and annually documented, that a sales line and alternatives are not technically feasible, the gas can be routed to a flare or other control device that achieves at least 95 percent reduction in methane emissions.
Oil Wells with 40 tpy or less of Associated Methane Gas.	Route associated gas to a sales line. Alternatively, the gas can be used as an onsite fuel source or used for another useful purpose that a purchased fuel or raw material would serve, or be injected into the well or another well. Alternatively, the gas can be routed to a flare or other control device that achieves at least 95 percent reduction in methane emissions.
Wet Seal Centrifugal Compressors (except for those located at well sites): Includes self-con- tained wet seal centrifugal compressors and centrifugal compressors equipped with me- chanical seals.	Monitoring and repair to maintain volumetric flow rate at or below 3 scfm per compressor seal.
Wet Seal Centrifugal Compressors (except for those located at well sites): Alaska North Slope centrifugal compressors equipped with a seal oil recovery system.	Monitoring and repair to maintain volumetric flow rate at or below 9 scfm per seal.
Dry Seal Centrifugal Compressors (except for those located at well sites).	Monitoring and repair to maintain volumetric flow rate at or below 10 scfm per compressor seal.
Reciprocating Compressors (except for those located at well sites).	Monitoring and repair to maintain volumetric flow rate at or below 2 scfm per compressor cyl- inder.

<sup>1</sup> Fugitive Emissions: Well Sites, Centralized Production Facilities, and Compressor Stations: (Optional) Alternative periodic screening with advanced measurement technology instead of OGI monitoring. <sup>2</sup> Fugitive Emissions: Well Sites, Centralized Production Facilities, and Compressor Stations: (Optional) Alternative continuous monitoring sys-

tem instead of OGI monitoring.

The EPA received comments regarding the proposed presumptive standards. A summary of some comments received and the EPA's response to these comments, including any changes made to the final rule, as applicable, are provided below. The EPA's full response to comments on the November 2021 Proposal and December 2022 Supplemental Proposal, including any comments not discussed in this preamble, can be found in the EPA's RTC document for the final rule.<sup>689</sup>

<sup>689</sup> Standards of Performance for New, Reconstructed, and Modified Sources and Emissions Guidelines for Existing Sources: Oil and Natural Gas Sector Climate Review. Response to Public Comments on the November 2021 Proposed

<sup>&</sup>lt;sup>688</sup> For fugitive emissions at well sites, centralized production facilities, and compressor stations, the

final EG includes an advanced measurement technology compliance option to use alternative periodic screening and alternative continuous monitoring instead of OGI and AVO monitoring.

Comment: The EPA received numerous comments that seem to object to the general notion that a presumptive standard included in the EG can be the same as a standard of performance under the NSPS. Commenters contend that the EPA did not perform an appropriate BSER analysis for existing sources and cannot simply apply the new source BSER to existing sources without further explanation. Some commenters state that EG OOOOc requirements should not be same as NSPS OOOOb requirements, and that the cost of regulations for existing sources is significantly higher than on new facilities, especially where there is significant capital cost.

*Response:* In accordance with section 111(d) of the Clean Air Act (CAA), states are tasked with developing plans which establish standards of performance for existing sources. Further, in accordance with CAA 111(d) and the EPA's implementing regulations, the EPA is to publish EG for certain sources. Those guidelines are to include certain information including "[t]he degree of emission limitation achievable through the application of the best system of emission reduction (considering the cost of such achieving reduction and any nonair quality health and environmental impact and energy requirements) that has been adequately demonstrated for designated facilities." 40 CFR 60.22a(b)(5). The EG must also include: "[i]nformation on the degree of emission limitation which is achievable with each system, together with information on the costs, nonair quality health environmental effects, and energy requirements of applying each system to designated facilities." Id. at 60.22a(b)(3).

The EPA is finalizing EG that translate the degree of emission limitation achievable through application of the BSER (i.e., level of stringency) into presumptive standards of performance that states may use in the development of state plans for specific emission points. The EPA's final EG do not impose binding requirements directly on sources, but instead provide requirements for states in developing their plans and criteria for assisting the EPA when judging the adequacy of such plans. The presumptive standards that commenters appear to take issue with are a product of the EPA's compliance with the CAA and its own regulations, and are intended to assist states with the development of their plans.

Within the EPA's November 2021 Proposal, the Agency explained why the EG's proposed presumptive standards were often very similar to, if not exactly the same as, the EPA's proposed standards of performance under the proposed NSPS OOOOb. Part of that explanation is copied here for context:

As discussed in each of the EG-specific subsections below, the EPA's evaluation of BSER in the context of existing sources utilized much of the same information as our BSER analysis for the NSPS. This is because within the oil and natural gas industry many of the control measures that are available to reduce emissions of methane from existing sources are the same as those control measures available to reduce VOC and methane emissions from new, modified, and reconstructed sources. By extension, many of the methane emission reductions achieved by the available control options, as well as the associated costs, nonair environmental impacts, energy impacts, and limitations to their application, are very similar if not the same for new and existing sources. Any relevant differences between new and existing sources in the context of available control measures or any other factors are discussed in the EG-specific subsections below.

# 86 FR 63186.

The November 2021 Proposal goes on to elaborate on these general concepts. *Id.* The subsections that follow then explain the similarities and any differences between new and existing sources for each of the designated facilities covered by the EG. The December 2022 Supplemental Proposal took the same approach by identifying similarities and differences between new and existing sources, when relevant, within the sections discussing the different affected and designated facilities.

Commenters provide no rationale or explanation to support the general assertion that the presumptive standards in this EG cannot ever be the same as the standards of performance in the corresponding NSPS. Nor does any relevant CAA authority prohibit this outcome. The EPA did not simply copy the NSPS into the EG. As explained in the November 2021 Proposal, the analysis that the EPA undertakes for purposes of the EG OOOOc is the same as the analysis that the agency undertakes for the NSPS; they are both premised on the same categories of criteria or "inputs" (available control options, costs associated with available control options, emission reductions associated with available control options, nonair quality health and environmental impacts associated with available control options, and energy requirements associated with available control options). Further, the EPA's methodology for assessing the "inputs" is the same under the NSPS and the EG.

In the case of many designated facilities for this EG, the value of the "inputs" happens to be the same, or very similar (*i.e.*, there are no meaningful factual differences), such that the outcomes of the analysis happen to be the same or very similar. But that is not always the case. Where meaningful factual differences exist between new and existing sources, the EPA appropriately took those differences into account when developing the presumptive standards in the final EG. Take for example the criteria of costs. For many designated facilities in this EG, the costs of controlling emissions do not include large capital expenditures or retrofit costs because there is no additional equipment to buy and install.690 However, this is not the case for every designated facility. For example, the presumptive standards for wells with associated gas in the final EG OOOOc, as discussed in section XI.F.2 of this preamble, are different than the final standard of performance in NSPS OOOOb in part because of cost differences between new and existing sources. By way of another example, in the November 2021 Proposal, the EPA explained relevant cost differences between new and existing tank batteries and concluded that "it is more expensive to install controls at an existing tank battery than to install controls as part of a new tank battery." 691

To the extent that commenters raised particular issues (factual differences) that they thought warranted a different presumptive standard because of some difference between new and existing sources, those comments are addressed separately in the context of the appropriate designated facility. Specifically with regard to costs, the EPA recognizes the general possibility that the costs associated with utilizing various available control options could

Rule and the December 2022 Supplemental Proposed Rule (86 FR 63110, November 15, 2021; 87 FR 74702, December 6, 2022).

<sup>&</sup>lt;sup>690</sup> For example, see December 2022 Supplemental Proposal, 87 FR 74792, regarding dry seal compressors ("[t]he application of the numerical emission limit option at an existing source is the same as at a new source because no additional equipment must be installed in order to comply with the standards"). See also 87 FR 74809 ("[t]he application of an LDAR program at an existing source is the same as at a new source because there is no need to retrofit equipment at the site to achieve compliance with the work practice standard").

<sup>&</sup>lt;sup>691</sup> 86 FR 63110, at 63200. More specifically, EPA "applied a 30 percent retrofit factor to the capital and installation costs to account for added costs of manifolding existing storage vessels and installing the control system on an existing tank battery." *Id.* After considering the costs for existing sources, EPA found "the cost effectiveness for achieving 95 percent emission reduction of methane from [an existing] tank battery with potential methane emissions of 20 tpy is reasonable for methane." *Id.* at 63201.

vary between new and existing sources. It is also possible that the costs are exactly the same; it depends on various facts that are specific to the individual analysis for each type of designated facility. To the extent that the EPA or commenters identified meaningful cost differences between new and existing sources, those differences are addressed in the context of the discussion about the particular affected and designated facilities.

# 2. State Flexibilities

# a. Leveraging State Programs

As first acknowledged in the November 2021 Proposal, the EPA recognizes that some states already have existing programs they may want to leverage for purposes of satisfying their CAA section 111(d) state plan obligations (86 FR 63252). As stated in the December 2022 Supplemental Proposal,<sup>692</sup> the EPA believes that for states to successfully leverage their state programs to satisfy their CAA section 111(d) state plan obligations, specific criteria need to be identified for states and the EPA to follow in determining whether a state plan meets the level of stringency required under the final EG, and how such equivalency demonstrations can be made in a rigorous and consistent way such that the integrity of the EG is not undermined. In the December 2022 Supplemental Proposal, the EPA specifically proposed a source-by-source evaluation methodology which consists of five basic criteria to determine whether a source-by-source (or designated facility-by-designated facility) evaluation can be considered for equivalency should any state choose to leverage a state program for purposes of satisfying their CAA section 111(d) state plan obligations. The proposed criteria were: (1) Designated facility, (2) designated pollutant, (3) standard type/ format of standard (e.g., numeric, work practice), (4) emission reductions (with consideration of applicability thresholds and exemptions), and (5) compliance assurance requirements (e.g., monitoring, recordkeeping, and reporting). The EPA further proposed a source-by-source equivalency step-bystep approach followed by an example for hypothetical state rules illustrating how states could implement the proposed approach when conducting a state rule equivalency determination with the proposed presumptive standards. The step-by-step approach the EPA proposed in the December 2022 Supplemental Proposal is outlined

below. The EPA is, in large part, finalizing this approach as proposed. Any differences between the December 2022 Supplemental Proposal and the final EG with respect to this approach are explained below.

i. *Step One:* Are the state rule designated facility definition, pollutant, and format the same?

The first question that a state needs to answer is whether its program relied upon for purposes of the CAA 111(d) state plan defines the regulated emissions sources substantially similar to how the EPA defines a designated facility. The state should also address whether the state's program requirements in the state plan for the designated facility regulate the same pollutant (GHGs with standards expressed as limitations on methane), and whether the format of the standard the same (e.g., work practice or performance-based numerical standard). If the answer is ''no'' to any of these three questions (e.g., state program regulates VOC and not methane), then the state plan cannot include an equivalency determination with the EPA's proposed presumptive standards for the designated facility unless the state program is altered to address the inconsistency. If the answer is yes to all of these questions, a state could proceed to Step Two.

ii. *Step Two:* Emissions reductions. If a state wishes to rely on their program for purposes of their state plan, and they are not invoking RULOF to justify a less stringent standard, then a state plan needs to include a demonstration that the state requirements for designated facilities achieve the same or greater emissions reduction as the designated facility presumptive standards in the final EG. A state would have several options to make this demonstration.

The first option would be to make a demonstration that the designated facility's state standard achieves the same degree of emission reduction as the designated facility BSER identified in the final EG using the EPA model plant/representative facility. The second option would be to make a demonstration that the designated facility's state standard, when applied to an actual facility in the state, achieves the same or greater emissions reduction as the designated facility model plant/ representative facility emission reduction in the BSER analysis. The third option would be to conduct a state-wide emissions comparison, in which the state would apply the designated facility presumptive standard to data reflecting the population of sources in the state (e.g.,

using activity data (number of sources) and actual emissions data) and calculate the state-wide emission reduction that would be achieved by apply the presumptive standard, and then demonstrate that the state program requirements for a designated facility would achieve the same or greater emissions reduction. If, for any designed facility type, emissions reductions from the implementation of the state rule are less than would be achieved from the implementation of the final presumptive standards in the EG, and the state does not properly invoke RULOF to justify the less stringent standard(s), then the state cannot make an equivalency determination with the EPA's presumptive standards for that designated facility type. Conversely, if emissions reductions from the implementation of the state rule are the same or greater than would be achieved from the implementation of the presumptive standards, a state could proceed to Step Three.

iii. *Step Three:* Make demonstration that compliance measures included for a designated facility under a state program are adequate.

Once a state has determined that the emissions reductions from the implementation of the state requirements for a designated facility are the same or greater than would be achieved by the implementation of the presumptive standards for a designated facility under Step Two, a state plan would need to include a demonstration that compliance measures (e.g., monitoring, recordkeeping and reporting requirements) are sufficient to ensure continued compliance with the standards and projected emissions reductions. The EPA's presumptive standards included in the final EG are accompanied by compliance measures.

The EPA's intention for providing these criteria is to offer states flexibility while establishing guideposts for states and the EPA to follow to ensure that the state plan would meet the degree of emission limitation required under the EG. These criteria are necessary to ensure that states are establishing standards of performance that meet the statutory requirements of section 111, the EPA's implementing regulations under section 111(d) (subpart Ba), and this final EG. They also enable the EPA to make reasoned decisions that are consistent across states with respect to whether state plans are "satisfactory' and therefore approvable under section 111(d). The EPA solicited comment on all aspects of the proposed state program equivalency demonstration methodology and evaluation criteria. The EPA received significant comments

<sup>692 87</sup> FR 74812.

regarding the type of equivalency evaluation. A summary of the comments received and the EPA's response to these comments, including any changes made to the final rule, as applicable are provided below. The EPA's full response to comments on the November 2021 Proposal and December 2022 Supplemental Proposal, including any comments not discussed in this preamble, can be found in the EPA's RTC document for the final rule.<sup>693</sup>

Types of Equivalency Evaluations: Total Program Evaluation

Within the 2022 Supplemental Proposal, on pages 74813 to 74814, the EPA considered an option to allow "total program evaluation." The EPA opted to not propose such an approach for the concerns expressed in that supplemental proposal. Even though commenters asked the EPA to allow total program evaluations, we are finalizing as proposed to not allow such an approach for the reasons explained below.

Comment: Numerous stakeholders support a total program evaluation rather than the proposed source-bysource methodology. In general, commenters recommend that the EPA maximize flexibility by allowing states to continue implementing their existing state programs.<sup>694</sup> One commenter implies that for a total program evaluation to work, the EPA would need to allow for emissions averaging across emissions sources to demonstrate equivalency.<sup>695</sup> Another commenter generally states that they believe a total program evaluation can be employed, with appropriate guardrails, to both ensure significant emissions reductions opportunities will move forward while not disrupting effective state programs that are already in place.<sup>696</sup> For example, the commenter wrote that states should be required to adopt new requirements for a particular source category only in the following circumstances: (1) where the state program does not include any reduction requirements for a particular source category; or (2) the state does have reduction requirements for a particular

source category but those requirements achieve significantly less emissions reductions than the requirements set forth in the EG relative to the overall emission reductions from the oil and gas sector achieved by the state program. Absent these circumstances, the commenter asserts that the state should retain the flexibility necessary to continue with its current program, provided, of course, that the state can demonstrate that the overall program can achieve comparable emissions reductions to the EG. The comment further advocates that the final rule provide flexibility for states to demonstrate overall program equivalency as it pertains to existing state monitoring, recordkeeping, and reporting requirements. More specifically, the commenter requests that the final rule provide that if a state demonstrates overall program equivalency, changes or additions to existing monitoring, recordkeeping, and reporting provisions only be required where the existing provisions are substantially inadequate to ensure compliance with the associated emissions reductions requirements. The commenter expresses concern that in order to leverage a state program, the state may actually need to modify its existing regulatory provisions, which the commenter believes would undermine the state's implementation processes and practices and lead to less effective state regulation.

Similarly, another commenter requests that the EPA allow states to leverage existing state programs through submittal of total program evaluations to demonstrate equivalency with EG OOOOc.<sup>697</sup> The commenter contends that precluding states from making a programmatic equivalency determination—by requiring the EPA's source-by-source approach-serves as a disincentive to state rulemaking. More specifically, the commenter argues that the source-by-source evaluation would be an application of a one-size-fits all approach to state regulation in contradiction of the cooperative federalism principles inherent throughout the CAA and specifically enumerated in CAA section 111(d). Further, the commenter believes that the EPA's source-by-source equivalency approach will stifle progressive state rulemaking, as those states would be less likely to expend the significant resources to promulgate new rules only to have the EPA swoop in and set aside well-thought-through state programs.

Another commenter asserts that the EPA's proposal to preclude states from relying on emissions averaging across emissions sources to demonstrate equivalency will prevent states from effectively leveraging existing state programs, require states with existing, comprehensive regulatory programs to undertake additional rulemakings in order to prove identicality, rather than equivalency.<sup>698</sup> They interpret the December 2022 Supplemental Proposal to have proposed a ban on averaging by relying on health-based considerations. The commenter asserts that the EPA justifies its decision to categorically preclude total program evaluations on the grounds that source-by-source equivalency demonstrations will result in greater emissions reductions because states with more stringent regulations for some sources will be required to revise any less stringent regulations to meet the EPA standard. They assert that the EPA's position cannot be squared with the interpretation of CAA section 111(d). The commenter cites to the D.C. Circuit's decision in American Lung Association that instructs that for the EPA to bar states from submitting plans that rely on averaging, the EPA must have a source- and pollutant-specific rationale that is justified and supportable.

The same commenter further argues that they believe that CAA section 111(d) does not preclude state plans from including non-designated facilities for the purpose of demonstrating equivalency. The commenter recommends that the EPA allow state plans to include rules that apply to nondesignated facilities for the limited purpose of demonstrating the state plan will achieve equivalent emissions reductions as EG OOOOc. The commenter believes that allowing state plans to include regulations that apply to non-designated facilities, for the limited purpose of demonstrating equivalency, is consistent with the "cooperative-federalism approach" adopted by Congress in CAA section 111(d) "that leaves the [s]tates discretion in determining how their [s]tate and industry can best meet quantitative emissions guidelines established by the EPA."

American Lung Ass'n, 985 F.3d at 942. They commenter continues to state that even if the EPA's interpretation is reasonable, the fact that the EPA proposed that a state plan cannot rely on emissions reductions from nondesignated facilities does not justify the EPA's wholesale bar on submitting total

<sup>&</sup>lt;sup>693</sup> Standards of Performance for New, Reconstructed, and Modified Sources and Emissions Guidelines for Existing Sources: Oil and Natural Gas Sector Climate Review. Response to Public Comments on the November 2021 Proposed Rule and the December 2022 Supplemental Proposed Rule (86 FR 63110, November 15, 2021; 87 FR 74702, December 6, 2022).

<sup>&</sup>lt;sup>694</sup> See Document ID Nos. EPA-HQ-OAR-2021-0317-2249, -2286, -2296, -2326, -2390, -2410. <sup>695</sup> See Document ID No. EPA-HQ-OAR-2021-

<sup>0317-2390.</sup> 

<sup>&</sup>lt;sup>696</sup> See Document ID No. EPA–HQ–OAR–2021–0317–2286.

<sup>&</sup>lt;sup>697</sup> See Document ID No. EPA-HQ-OAR-2021-0317-2326.

<sup>&</sup>lt;sup>698</sup> See Document ID No. EPA-HQ-OAR-2021-0317-2390.

program evaluations. The commenter adds that the EPA does not provide any support in the statute or case law for its interpretation that states cannot rely on regulations that regulate the emission of VOCs or other pollutants, if the state can demonstrate that those regulations achieve equal reductions in methane as a co-benefit. The commenter asserts that the EPA does not rationally justify its concerns about allowing states to rely on different standards, both nonnumerical and numerical, in the state plan equivalency demonstrations. The EPA's concern that allowing states to use a non-numerical standard different from the EPA's to demonstrate equivalency "would likely be technically difficult because many of the presumptive standards in the EG OOOOc are work practice standards that do not quantify emissions" fails to support its decision to deprive states of the flexibility Congress granted them under the statute. The commenter believes that the EPA assumes—without support—that this equivalency evaluation would need to be qualitative rather than quantitative because "not all states have comprehensive source and source-specific emissions inventory data [on which] to base a stringency comparison on emissions reductions alone."

The commenter criticizes the EPA's December 2022 Supplemental Proposal by arguing that they believe the EPA did not rationally justify its concerns about allowing states to rely on different standards, both non-numerical and numerical, in the state plan equivalency demonstrations.<sup>699</sup> They refer back to the joint comment on the November 2021 Proposal from a number of states requesting that the EPA permit the use of different numerical standards.

One commenter recommends that the EPA consider previous regulatory investments and existing state implementation plan approvals.<sup>700</sup> One commenter asserts that the EPA must provide states an option to demonstrate the equivalency of their existing programs against the EPA's proposed EG because requiring overburdened state agencies to implement and enforce two redundant regulations jeopardizes the regulatory agency's effectiveness and has not been justified in the EPA proposal.<sup>701</sup> The commenter furthermore is concerned that the proposed framework for leveraging state programs does not actually provide

states with regulatory programs an option to demonstrate equivalency because many state's regulated pollutant is VOC rather than GHG (methane) even though VOC will achieve methane coreductions. The commenter believes the source-by-source criteria and methodology to be unworkable, inflexible, and short-sighted and will result in redundant regulations, unnecessary, and an extremely poor use of state regulatory agencies' limited staffing resources. The commenter believes that it is incumbent upon the EPA to consider the above points and to allow equivalency demonstrations for states and have a streamlined process for the adoption of states' existing rules.

Response: While reviewing and assessing these comments, the EPA observed that commenters do not provide specific alternative criteria or a specific alternative methodology for a total program evaluation that addresses the complexities and challenges unique to the oil and natural gas source category that the EPA identified in the December 2022 Supplemental Proposal.<sup>702</sup> Furthermore, the EPA observes that some commenters assert claims of equivalency with no supporting documentation to substantiate how they have made that determination articulated in their comments or identifying what criteria they used to compare their program to the December 2022 Supplemental Proposal. For example, the EPA posited that an accurate qualitative comparison on a total-program scale would be extremely complicated given that there are numerous types of designated facilities with presumptive standards, of which some have numerical limits and others are in the format of nonnumerical standards. Commenters did not provide the EPA with actionable ideas to address the concern that attempting to assess total program equivalency for this EG would be so complex that the results of such an analysis would likely be difficult to ascertain. The EPA remains concerned with allowing the type of total program equivalency that commenters appear to be asking for because the Agency has been unable to identify a methodology for conducting the comparison that would be likely to produce accurate and reliable results.

Further, while evaluating these comments the EPA observed that total program equivalency would necessarily entail some degree of averaging across different types of designated facilities and recognizes that states would need to establish an emissions reduction

tracking system to account for this averaging. If the EPA understands the commenters correctly, commenters would like the ability to, for example, regulate one type of designated facilities (e.g., fugitive emissions) in a manner that results in more emissions reductions than would occur under the presumptive standard in the EG and "bank" those "extra" reductions to offset for a different type of designated facility (e.g., process controllers) where the state standard would be less stringent than the presumptive standards in the EG. This type of trading or averaging seems necessary to the idea of total program equivalency in the context of this EG. In this particular context, the EPA disfavors this approach and is not allowing this type of averaging in state plans under this EG. It is inherently difficult to accurately measure emissions from some of the designated facilities covered by this EG. More specifically, those designated facilities where the EPA is finalizing non-numerical presumptive standards are difficult to measure. In accordance with 40 CFR 60.24a(b), the EPA is to identify in the EG cases where it is not feasible to prescribe or enforce a standard formed as an allowable rate. quantity, or concentration. The EPA has done so in this EG. If the designated facility cannot be subject to a standard formed as a rate, quantity, or concentration of emissions, then it is logical that accurately measuring the emissions from such a designated facility would be difficult. If a state plan purported to "overregulate" a certain designated facility type that was subject to a non-numerical limit, beyond the presumptive standard in the EG, it would be extremely difficult to determine how much "credit" would be banked for purposes of cross-designated facility averaging. This approach is not workable in a way that would ensure the integrity of the EG.

To be clear, the EPA is not prohibiting all types of averaging in this final EG. On the contrary, states may average within the confines of each type of designated facility (e.g., storage vessel designated facilities to storage vessel designated facilities, pump designated facilities to pump designated facilities, fugitives designated facilities to fugitives designated facilities). This type of averaging does not run afoul of the concerns expressed above regarding total program equivalence. In the context of non-numerical standards, the EPA would expect the averaging associated with the equivalency

<sup>&</sup>lt;sup>699</sup> See Document ID No. EPA–HQ–OAR–2021– 0317–2390.

<sup>&</sup>lt;sup>700</sup> See Document ID No. EPA–HQ–OAR–2021– 0317–2249.

<sup>&</sup>lt;sup>701</sup> See Document ID No. EPA–HQ–OAR–2021– 0317–2296.

<sup>702</sup> See 87 FR 74812–16.

determination to be qualitative.<sup>703</sup> This type of averaging to demonstrate equivalence is what the EPA means when discussing "source-by-source" equivalency in the context of leveraging a state plan. States may very well take a different approach to certain types or groups of designated facilities. That is acceptable so long as the state plan follows the criteria laid out earlier in this section on leveraging a state plan. Specifically, step two (Emissions reductions) of the framework the EPA has laid out is the point at which this type of averaging is relevant.

We also clarify that averaging within the confines of each type of designated facility can be a form of a total program equivalence. The EPA recognized this possibility in the December 2022 Supplemental Proposal.<sup>704</sup> In theory, if a state were to perform a source-bysource evaluation for each type of designated facilities in its state and determine equivalency for each type of designated facility, this would be a form of total program equivalency. Note however that this is distinct from the type of total program evaluation commenters advocate for and which the EPA is disallowing.

The EPA also remains concerned about other complicating scenarios previously identified in the December 2022 Supplemental Proposal. Specifically, the EPA identified one scenario in which there are instances where a state covers part or a subset of the EG designated facility's applicability definitions. For example, Colorado requires the use of non-emitting<sup>705</sup>

<sup>704</sup> See 87 FR 74814.

705 The phrases "zero emissions" and "nonemitting" are used to describe process controllers, but the EPA does not use these phrases to mean the same thing. In Colorado, 5 CCR Regulation 7, Part D, Section III, defines a "non-emitting" controller as "a device that monitors a process parameter such as liquid level, pressure or temperature and sends a signal to a control valve in order to control the process parameter and does not emit natural gas to the atmosphere. Examples of non-emitting controllers include but are not limited to: no-bleed pneumatic controllers, electric controllers, mechanical controllers and routed pneumatic controllers." A routed pneumatic controller is defined as "a pneumatic controller that releases natural gas to a process, sales line or to a combustion device instead of directly to the atmosphere." The EPA's final EG includes a presumptive standard for process controllers of zero emissions. The difference between non-emitting, as defined by Colorado, and zero emissions, as used in this action, is that process controllers for which emissions are captured and routed to a combustion device do not have zero emissions. Therefore,

process controllers with specific exceptions. One exception is that operators do not have to retrofit their controllers to become non-emitting if on a company-wide basis, the average production from producing wells in 2019 is less than 15 barrel of oil equivalent/day/well. However, as discussed in section XI.D of this preamble, the presumptive standard for process controllers included in the final EG is a methane emissions rate of zero with no site-wide production or other applicability threshold. Thus, the definition of the designated facility for controllers in the final EG covers a broader group of controllers than does Colorado's regulations. This would be problematic in a state plan because under CAA 111(d) and 40 CFR part 60, subpart Ba, the state plan must include standards of performance for all designated facilities. Commenters did not provide the EPA with suggestions or ideas to address this concern. If the EPA were to permit total program equivalence in situations like this where the scope of the sources subject to regulation in the state programs do not align with the scope of coverage by the EG, then there could be situations where a state would be allowed to forgo regulating some designated facilities which the text of CAA section 111(d) says should be subject to standards of performance in a state plan. After review of the comments received, the EPA remains concerned that a total program evaluation would not guarantee that the same level of emissions reductions as identified in the EG would be achieved.

In a related scenario, the EPA recognizes states may have broader thresholds for regulatory coverage that may differ from the EPA's EG definitions of designated facilities. For example, a state may cover a broader set of sources compared to the EG's designated facility applicability threshold. The EPA acknowledges that states may choose to regulate nondesignated facilities under state law for other purposes than to satisfy their CAA section 111(d) state plan submission requirement. However, the EPA does not find it appropriate to allow a state to account for non-designated facilities for purposes of demonstrating program equivalency to the degree of emission limitation required by the EG, even if a state regulates such sources as a matter of state law. Put another way, for purposes of this EG, a state cannot bank credit for portions of a state plan that

rely on state laws that regulate sources that are not designated facilities. CAA section 111(d) requires states to establish standards of performance for designated facilities that achieve the degree of emission limitations identified by the Administrator. Accordingly, the emission reductions relied upon for purposes of leveraging a state program to demonstrate source-by-source equivalency should come from designated facilities. To be clear, the final EG in no way impacts states' ability to regulate sources under state law. States are still free to choose how to regulate sources. This section of this preamble is speaking to what are creditable emission reductions for purposes of averaging in a state plan submitted to the EPA under CAA 111(d) and 40 CFR part 60, subpart Ba, for purposes of this final EG

In addition, the EPA reiterates its interpretation that CAA section 111(d) does not allow the EPA to approve state plan requirements for different pollutants other than those designated pollutants in the EG. Subpart Ba defined "designated pollutant" at 40 CFR 60.21a(a). The EPA is aware that while numerous states have programs in place that regulate emissions from the designated facilities that the EPA is finalizing presumptive standards for, many of those programs do not regulate GHGs in the form of limitations on methane. Some state programs regulate VOC. State plans must regulate the designated pollutant, which for this EG is GHGs in the form of limitations on methane. Further, as the EPA explained in the 2021 Proposal, states must submit plans "to establish standards of performance for existing sources for any air pollutant: (1) The emission of which is subject to a Federal NSPS; and (2) which is neither a pollutant regulated under CAA section 108(a) (i.e., criteria pollutants such as ground-level ozone and particulate matter, and their precursors, like VOC) [footnote omitted] or a HAP regulated under CAA section 112." 86 FR 63110 at 63134. While VOC are not specifically listed as CAA section 108(a) pollutants, the EPA is regulating VOC in the NSPS that corresponds to this EG as precursors to photochemical oxidants (*e.g.*, ozone) and particulate matter (PM), both of which are listed CAA section 108(a) pollutants. Therefore, VOC fall within the CAA 108(a) exclusion here, and the EPA cannot approve a state plan that establishes standards of performance for VOC.

The EPA clarifies we are not finalizing a framework that demands the state plan be identical to the EG. Under this EG, and consistent with the

<sup>&</sup>lt;sup>703</sup> For an example of a qualitative equivalency determination in the context of the oil and natural gas source category, see memorandum, "Equivalency of State Fugitive Emissions Programs for Well Sites and Compressor Stations to Final Standards at 40 CFR part 60, subpart OOOOa," located at Docket ID No. EPA–HQ–OAR–2017–0483 (January 17, 2020).

routing emissions to a combustion device is not an option for compliance with the presumptive standard.

cooperative federalism framework of CAA section 111(d), states have the prerogative to develop state plans and have flexibility to adopt standards that diverge from the presumptive standards finalized here (including by considering RULOF in the development of their state plans). However, the EPA specifies that the designated facilities and the regulated pollutants must be the same as specified in the EG. Further, unless the state is invoking RULOF to justify a less stringent standard, the state must demonstrate its plan achieves the degree of emission limitation in the EG in order to be approvable. After consideration of comments and for the reasons detailed in this section and the critical need to provide clear regulatory certainty to the hundreds of thousands of designated facilities in this uniquely large source category, the EPA does not find that a total program evaluation along the lines that commenters describe would guarantee that the same emissions reductions as required by the EG would be achieved. Therefore, the EPA is not finalizing a framework to allow total program equivalency as commenters describe.706

Types of Equivalency Evaluations: Source-by-Source Evaluation

*Comment:* One commenter recommends that the EPA provide more clarity and specificity in its articulation

of Steps 2 and 3 of the source-by-source equivalency determination, particularly offering clarity about the approval of alternative technologies.<sup>707</sup> The commenter recommends that the EPA establish guidance and work with states who choose to leverage their programs for purposes of their state plan submittal: the commenter believes this collaboration would pose little burden on the EPA. In addition, they suggest that ongoing resources be devoted to offering cooperative and consultative technical support to these states. The commenter recommends that the EPA be consistent across different regions in these determinations. However, the commenter asserts that the EPA must be clear in any guidance and offer a streamlined process for equivalency to give state and local agencies a high degree of certainty in leveraging their programs.

*Response:* The EPA remains committed to working with states as they develop and submit state plans to the Agency for review. The EPA strives to maintain consistency in its collaboration with states to ensure that implementation of the EG will be uniform. Please see discussion in section XIII.D. and XIII.F. of this preamble related to components of state plan submissions and the EPA action on state plans. The EPA provides the following example for hypothetical state rules illustrating how states could implement the source-by-source (designated facility-by-designated facility) evaluation when conducting a state rule equivalency determination with the presumptive standards.

Centrifugal Compressor Examples— Comparison of Presumptive Standards With 4 Hypothetical Examples

Table 27 provides examples of the application of the steps outlined above for five hypothetical state rules for reciprocating compressors at gathering and boosting stations in the production segment. The parameters for the presumptive standard for reciprocating compressors are as follows.

(1) The designated facility is a single reciprocating compressor.

(2) The designated pollutant is methane, using volumetric flow rate as a surrogate for methane.

(3) The standard type/format of standard is a numerical standard (2 scfm volumetric flow rate).

(4) The estimated methane emissions reductions for the model compressor in the BSER analysis for the presumptive standard was 92 percent reduction.

(5) The compliance assurance requirements include the requirement to measure the flow rate once every 8,760 operating hours and maintain records.

TABLE 27—RECIPROCATING COMPRESSOR DESIGNATED FACILITY PRESUMPTIVE STANDARDS EQUIVALENCY EVALUATION EXAMPLES

	Equivalency determination steps		
Designated facility requirements	Step One— Applicability and format of standard	Step Two— Emission reduction	Step Three— Compliance assurance measures
Examp	le A		
<ul> <li>Designated Facility: Single Reciprocating Compressor at Gathering and Boosting.</li> <li>Designated Pollutant: Methane.</li> <li>Format of Standard: Work Practice (Change out rod packing every 3 years).</li> <li>Estimated Emissions Reduction (Basis): 56 percent (model compressor basis).</li> <li>Compliance Assurance Requirements: Records of changeout.</li> </ul>	FAIL—format of stand- ard not equivalent.		

<sup>&</sup>lt;sup>706</sup> While the RIA includes information on statelevel estimates of emissions reductions that could result from the final EG, it's not sufficient to judge the equivalence of a state plan. The RIA is intended

to be illustrative in nature and is not precise enough to rely upon in an analysis of total program equivalency.

 $<sup>^{707}</sup>$  See Document ID No. EPA–HQ–OAR–2021–0317–2249.

# TABLE 27—RECIPROCATING COMPRESSOR DESIGNATED FACILITY PRESUMPTIVE STANDARDS EQUIVALENCY EVALUATION EXAMPLES—Continued

	Equivalency determination steps			
Designated facility requirements	Step One— Applicability and format of standard	Step Two— Emission reduction	Step Three– Compliance assurance measures	
Exampl	e B			
<ul> <li>Designated Facility: Single Reciprocating Compressor at Gathering and Boosting.</li> <li>Designated Pollutant: Total hydrocarbon as Surrogate for Methane.</li> <li>Format of Standard: Numerical (Collect and route to control to achieve 95 percent reduction).</li> <li>Estimated Emissions Reduction (Basis): 95 percent (model compressor basis).</li> <li>Compliance Assurance Requirements: Performance test of control device, continuous parameter monitoring, recordkeeping and reporting.</li> </ul>	PASS	PASS	PASS.	
Exampl	e C			
<ul> <li>Designated Facility: Single Reciprocating Compressor at Gathering and Boosting.</li> <li>Designated Pollutant: Total Gas Flow rate as surrogate for methane.</li> <li>Format of Standard: Directed Inspection and Maintenance (Measure flow rate annually and replace or repair if volumetric flow is greater than 3 scfm).</li> <li>Estimated Emissions Reduction (Basis): 92 percent (model compressor basis).</li> <li>Compliance Assurance Requirements: Records of measurements, records of corrective actions if greater than 3 scfm, records of new measurement to demonstrate less than 3 scfm after corrective action.</li> </ul>	FAIL—format of stand- ard not equivalent.			
Exampl	e D			
Designated Facility: Single Reciprocating Compressor at Gathering and Boosting. Designated Pollutant: Total gas flow rate as surrogate for methane. Format of Standard: Numerical: 5 scfm. Estimated Emissions Reduction (Basis): using analysis of state-wide emissions from actual reciprocating compressors, estimated that EG presumptive standard would achieve 85 percent reduction over the state, state rule would achieve 87 percent reduction. Compliance Assurance Requirements: Measure volumetric flow rate once every 6 months, record results.	PASS	PASS—Demonstrated that the "real life" state-wide emission reduction for state rule was greater than the "real-life" reduc- tion for the presump- tive standard.	PASS.	
Exampl	e E			
Designated Facility: Single Reciprocating Compressor at Gathering and Boosting. Designated Pollutant: Total gas flow rate as surrogate for methane. Format of Standard: Numerical: 4 scfm. Estimated Emissions Reduction (Basis): 88 percent (analysis of state- wide emissions from actual reciprocating compressors). Compliance Assurance Requirements: Measure volumetric flow rate once every 6 months, record results.	PASS	FAIL—did not dem- onstrate that the BSER presumptive standard model facility reduction was met.		

The EPA further clarifies how we intend these steps of the source-bysource equivalency determination to work with regards to the use of alternative technologies for monitoring of fugitive emissions. For illustrative purposes to assist with this response, we have identified three possible scenarios. First, if a state incorporates the presumptive standards and the associated advanced methane detection technology provisions from the EG model rule into their approved state plan submittal, then it would be reasonable to expect that when the EPA approves an alternative technology in the future, the designated facilities in the state could use the alternative technology. In a second scenario, if a state incorporates the presumptive standards but wants its state plan to include different alternative technology criteria, the state must demonstrate equivalence between the state's criteria and the criteria in the final EG. The EPA acknowledges however that certain authorities are retained by the EPA and a state would not have the authority to approve the alternative technology itself. Specifically, in § 60.5373c the EPA lists authorities that will not be delegated to state, local, or Tribal agencies including but not limited to the approval of major alternatives to test methods and the approval of major alternatives to monitoring. In a third scenario, if the state's plan includes a standard that is not the presumptive standard from the EG and also different

alternative technology criteria than those included in the EG, the state would need to ensure that: (1) Their standard is equivalent to the presumptive standard (or invoke RULOF), and (2) the alternative technology criteria are equivalent to those included in the EG. However, just as with the second scenario, the authority to approve the alternative technology would be retained by the EPA.

# b. Averaging

As discussed in XIII.C.2.a of the December 2022 Supplemental Proposal, the EPA stated that CAA section 111(d) authorizes the EPA to allow states, in particular rules, to achieve the requisite emissions limitation through the aggregate reductions from their sources, and the EPA accordingly proposed to authorize states to leverage their state programs in specific ways to satisfy their CAA section 111(d) state plan obligations pursuant to the EG OOOOc. More specifically, the EPA proposed that states may average within the confines of each type of designated facility (e.g., pump designated facilities to pump designated facilities). As discussed previously, the EPA is allowing this type of averaging under the final EG. The EPA clarifies that this type of averaging may be used regardless of whether a state chooses to leverage an existing state program that predated EG OOOOc for purposes of their state plan submission. In other words, states may average within the confines of each type of designated facility even if a state does not choose to leverage an existing program, or if the state has no existing program and is developing new regulations in response to the EG for their state plan. In those situations, the EPA believes states can still use the discussion in section XIII.C.2.a of this document as guidance for ensuring their state plan is equivalent to the EG. Also, as discussed previously, the EPA is not allowing the type of averaging that commenters appear to be asking for when they discuss total program equivalency. The EPA's concerns with total program equivalency specific to this EG are explained above. The EPA received significant comments regarding the use of averaging in the state plan submittal. The EPA believes that the discussion on averaging above in this section responds to the most significant of those comments. The EPA's full response to comments on the November 2021 Proposal and December 2022 Supplemental Proposal, including any comments not discussed in this

preamble, can be found in the EPA's RTC document for the final rule.<sup>708</sup>

## c. General Permitting Programs

The EPA continues to recognize that some states may choose to regulate designated facilities under the EG through a general permit program. For example, general permits often include standardized terms and conditions related to emissions control, compliance certification, notification, recordkeeping, reporting, and source testing requirements. The EPA is not finalizing a regulatory provision on this topic within EG OOOOc, but confirms that the implementing regulations under subpart Ba allows for standards of performance and other state plan requirements to be established as part of state permits and administrative orders, which are then incorporated into the state plan. See 40 CFR 60.27a(g)(2)(ii).

However, the EPA notes that the permit or administrative order alone may not be sufficient to meet the requirements of an EG or the implementing regulations, including the completeness criteria under 40 CFR 60.27a(g). For instance, a plan submission must include supporting material demonstrating the state's legal authority to implement and enforce each component of its plan, including the standards of performance. Id. at 40 CFR 60.27a(g)(2)(iii). In addition, EG OOOOc requires demonstrations that may not be satisfied by terms of a permit or administrative order. To the extent that these and other requirements are not met by the terms of the incorporated permits and administrative orders, states will need to include materials in a state plan submission demonstrating how the plan otherwise meets those requirements.

3. Remaining Useful Life and Other Factors (RULOF)

In the December 2022 Supplemental Proposal, the EPA proposed and solicited comment on requirements related to states' use of RULOF when applying standards of performance in their state plan submittals.<sup>709</sup> However, the EPA is not finalizing any substantive provisions related to RULOF in EG OOOOc. The only provision included in the final version of EG OOOOc that relates to RULOF is 40 CFR 60.5365c, which directs states to the RULOF requirements specified in 40 CFR 60.24a (subpart Ba).

Since the supplemental proposal, the EPA has promulgated revisions to subpart Ba.710 These revisions represent the final, generally applicable requirements for RULOF, including consideration of the topics that the EPA addressed in the December 2022 Supplemental Proposal, and are applicable to these EG. State plans submitted in accordance with these EG that include provisions for RULOF must comply with the subpart Ba general RULOF provisions in 40 CFR 60.24a.711 As such, the EPA did not find it necessary to also finalize similar provisions in these EG as they would have been redundant with those recently finalized via a separate rulemaking process in subpart Ba.

For informational purposes, the EPA will summarize the RULOF provisions that have been finalized in the subpart Ba rulemaking, which is separate and distinct from this action. 40 CFR 60.24a(e) explains that states may apply a standard of performance to a particular designated facility that is less stringent than otherwise required by an applicable EG taking into consideration that facility's RULOF, provided that the state demonstrates with respect to each such facility (or class of such facilities) that the facility cannot reasonably achieve the degree of emission limitation determined by the EPA based on: (1) unreasonable cost of control resulting from plant age, location, or basic process design; (2) physical impossibility or technical infeasibility of installing necessary control equipment; or (3) other factors specific to the facility. The state must demonstrate that there are fundamental differences between the information specific to a facility or class of such facilities and the information the EPA considered in determining the degree of emissions limitation achievable through application of the BSER that make achieving such degree of emissions limitation unreasonable for that facility. Similarly, the state may apply a compliance schedule to a particular designated facility, or class of such facilities, that is longer than provided in an applicable emissions guideline taking into consideration that facility's RULOF, provided the state demonstrate there are fundamental differences between the information specific to the

<sup>&</sup>lt;sup>708</sup> Standards of Performance for New, Reconstructed, and Modified Sources and Emissions Guidelines for Existing Sources: Oil and Natural Gas Sector Climate Review. Response to Public Comments on the November 2021 Proposed Rule and the December 2022 Supplemental Proposed Rule (86 FR 63110, November 15, 2021; 87 FR 74702, December 6, 2022).

<sup>&</sup>lt;sup>709</sup> See 87 FR 74816 (December 6, 2022).

<sup>&</sup>lt;sup>710</sup> 88 FR 80480 (November 17, 2023). <sup>711</sup> See 40 CFR 60.20a(a), which establishes applicability of subpart Ba requirements to EG OOOOc. Further, EG OOOOc does not supersede any requirement within subpart Ba related to RULOF.

facility and the information the EPA considered in determining the compliance schedule.

If a state makes the demonstration in 40 CFR 60.24a(e), the plan may apply a standard of performance that is less stringent than required by an applicable EG. Such standard of performance must meet the requirements in 40 CFR 60.24a(f): (1) The standard must be no less stringent (or have a compliance schedule no longer) than is necessary to address the fundamental differences identified under 40 CFR 60.24a(e). To the extent necessary to determine a standard of performance, the state must evaluate the systems of emission reduction identified in the applicable EG using the factors and evaluation metrics the EPA considered in assessing those systems, including technical feasibility, the amount of emission reductions, the cost of achieving such reductions, any nonair quality health and environmental impacts, and energy requirements. The states may also consider, as justified, other factors specific to the facility that were the basis of the demonstration under 40 CFR 60.24a(e) as well as other systems of emission reduction in addition to those the EPA considered in the applicable EG. (2) The standard of performance under 40 CFR 60.24a(f) must be in the form as required by the applicable EG. 40 CFR 60.24a(g) requires that where a state applies a less stringent standard of performance on the basis of an operating condition(s) within the designated facility's control, such as remaining useful life or restricted capacity, the plan must include such operating condition(s) as an enforceable requirement and provide for the implementation and enforcement of the operating condition(s), such as requirements for monitoring, reporting, and recordkeeping. 40 CFR 60.24a(h) requires that a less stringent standard of performance meet all other applicable requirements in subpart Ba and the applicable EG.

Èven though the EPA is not finalizing any RULOF requirements in EG OOOOc that are unique to the oil and natural gas industry, the EPA has provided information and analysis on this subject that states should consider when developing their state plans for this EG. First, as a point of clarification, application of the RULOF provisions in the context of EG OOOOc is distinct from source-by-source equivalency evaluations (that can account for a type of averaging) discussed earlier in section XIII.C.2 of this document. RULOF applies where a state intends to depart from the presumptive standards in EG OOOOc to apply a less stringent

standard for a designated facility or class of facilities. That is, the RULOF provisions are relevant to a state's process of applying a standard of performance to an existing source in the first instance. In contrast, averaging is a mechanism that states may use to demonstrate compliance with the standards of performance that they have previously determined and are contained within their state plans. States are not required to use the RULOF provisions in order to implement averaging mechanisms to comply with a standard of performance that reflects the presumptive standard in EG OOOOc.

Next, the EPA continues to find that states ought to consider certain circumstances that are specific to remaining useful life and the concept of unreasonable costs for EG OOOOc. The EPA explained these considerations within the December 2022 Supplemental Proposal. 87 FR 74822-23. Remaining useful life is the one "factor" that ČAA section 111(d) explicitly requires that the EPA permit states to consider in applying a standard of performance. Subpart Ba allows for a state to account for remaining useful life to apply a standard that is less stringent than the corresponding EG. Moreover, the recent revisions to subpart Ba, as explained above, clarified the circumstances in which states may invoke RULOF based on an existing source's remaining useful life, as well as the process for doing so.

For purposes of this discussion, which is specific to EG OOOOc, the relevant provision of subpart Ba is 40 CFR 60.24a(e), which allows states to apply a less stringent standard if the state demonstrates that a facility, or class of facilities, cannot reasonably achieve the degree of emision limitation determined by the EPA based on, inter alia, unreasonable cost of control resulting from plant age. As explained in the December 2022 Supplemental Proposal, the EPA believes that the ability to demonstrate cost unreasonableness based on a source's remaining useful life would likely depend on whether the facility will be required to make a capital investment to comply with the presumptive degree of emission limitation.

When the EPA determined the degree of emission limitation achievable through application of the BSER in this EG, as required by CAA section 111(a)(1), it considered costs of controls and, in many instances, the EPA specifically considered annualized costs associated with payment of the total capital investment of the technology associated with the BSER. In the

estimation of this annualized cost, the EPA assumes an interest rate and a capital recovery period, sometimes referred to as the payback period. The EPA provided the following example in the December 2022 Supplemental Proposal of how cost effectiveness is evaluated in these circumstances. This illustrative example is still helpful to understand the EPA's position and is therefore repeated here. In the estimation of the annual costs for the installation of an instrument air system to power process controllers with compressed air at a medium-sized transmission and storage site, the EPA estimated that the total capital investment (equipment and installation) of the system would be \$76,481. For the BSER analysis, the EPA assumed an interest rate of 7 percent and a capital recovery period of 15 years. This means that the annual cost of recovering the initial capital investment including interest, was \$8,397 per year for 15 years. The total annual cost includes this capital recovery cost plus the additional operation and maintenance cost of the equipment (additional beyond what would be required for a natural gas-driven controller system). For this example, the additional operation and maintenance cost was estimated to be \$2,816 per year, resulting in a total annual cost of \$11,213 and a cost effectiveness of \$1,250 per ton of methane removed, which is a value within the range considered reasonable by the EPA.

Therefore, for this illustrative example, the cost effectiveness is reasonable considering a capital recovery period, or payback period, of 15 years. If the remaining useful life of a particular facility were to be less than 15 years, the result could be a cost effectiveness value for that facility that is outside of the range considered reasonable by the EPA, *i.e.*, is fundamentally different from the cost of control the EPA considered in EG OOOOc. For example, consider a remaining useful life of 6 years. The resulting capital recovery cost would be \$26,742 per year and total annual cost would be \$29,196. This would yield a cost effectiveness of \$1,834 per ton of methane removed, which would still be in the range considered reasonable by the EPA. Therefore, the state would not be able to claim under 40 CFR 60.24a(e) that the costs were unreasonable for a remaining useful life of 6 years. However, if the remaining useful life were only 2 years, the capital recovery cost would be \$70,502 per year and the total annual cost would be \$72,956. The cost effectiveness of this would be

almost \$4,600 per ton of methane removed, which is outside of the range considered reasonable by the EPA in this action. In this situation, this could potentially be used as part of a RULOF demonstration under subpart Ba to justify applying a less stringent standard.

Note that this specific example is only for illustrative purposes. For process controller designated facilities, EG OOOOc identifies the degree of emission limitation achievable as zero methane emissions (100 percent reduction). To invoke RULOF to apply a less stringent standard of performance, the state must show "that the facility cannot reasonably achieve the degree of emission limitation determined by the EPA." 40 CFR 60.24a(e). While the example examines one potential control option to achieve the identified degree of emission limitation, there are other equivalent control options (e.g., electric controllers) that are considerably less expensive than the installation of an instrument air system. The EPA still finds this example helpful though because all zero-emissions control options for process controllers entail capital investment.

In the December 2022 Supplemental Proposal, the EPA distinguished the application of remaining useful life based on cost unreasonableness for sources that would not incur capital costs to comply with the presumptive degree of emission limitation and proposed to preclude states from relying on the remaining useful life factor for certain specified facilities. While the EPA continues to believe that a cost unreasonableness determination based on remaining useful life for certain designated facility types (such as fugitive emissions, which do not entail large capital expenditures) would very likely not be justified under the RULOF provisions of subpart Ba, the EPA is not finalizing a regulatory provision prohibiting states from attempting to make such a demonstration in developing state plans for EG OOOOc.

Nonetheless, the EPA continues to believe that for purposes of this EG the only cost factor that would likely be reasonable to consider in a remaining useful life determination of cost unreasonableness is whether there is a significant capital investment required to design, purchase, and install equipment. This is based on how the EPA conducted the relevant BSER analyses that resulted in the presumptive standards included in this final EG. The BSER determinations in EG OOOOc that are based on compliance measures that do not require such upfront capital

expenditures were not based on the assumption that that the compliance costs would need to be amortized over a payback period in order to be considered cost reasonable, and therefore are reasonable for designated facilities that operate for any period of time into the future. If the presumptive standard included in this final EG does not require upfront capital expenditures, then the EPA believes it would be extremely unlikely that a state could demonstrate, based on costs relative to remaining useful life, "that there are fundamental differences between the information specific to a facility (or class of such facilities) and the information EPA considered in determining the degree of emission limitation achievable through application of the best system of emission reduction or the compliance schedule that make achieving such degree of emission limitation or meeting such compliance schedule unreasonable for that facility." 40 CFR 60.24a(e)(2). Accordingly, a cost unreasonableness showing based on remaining useful life under 40 CFR 60.24a(e) would likely only be appropriate for the following types of designated facilities in this EG: oil wells with associated gas, storage vessels, process controllers, and pumps. While states are not precluded from attempting to demonstrate costunreasonable based on remaining useful life for other designated facility types in this EG, the EPA does not believe that such a demonstration for the other designated facilities would likely satisfy the requirements of subpart Ba.

Note that this discussion is specific to application of 40 CFR 60.24a(e) based on unreasonable cost of control resulting from plant age (remaining useful life) within the context of this specific EG (OOOOc) and does not speak to application of the other circumstances provided in 40 CFR 60.24a(e).

Within the December 2022 Supplemental Proposal, the EPA solicited comment on "whether EG OOOOc should include a single 'outermost retirement date' that would define the maximum length of time that would qualify for a designated facility to operate at a less stringent standard based on remaining useful life." 87 FR 74823. The EPA's reasoning for soliciting comments on this issue was that establishing such an outermost retirement date could avoid potential inequities associated with different states making demonstrations that result in different remaining useful life periods for the same types of designated facilities. After reviewing comments and considering this issue in conjunction

with the final provisions promulgated as part of 40 CFR part 60, subpart Ba, the EPA has determined that establishing outermost retirement dates in this EG is not necessary to avoid the potential inequities that the Agency expressed concern about in the December 2022 Supplemental Proposal. Specifically, the EPA finds that this potential inequity will be mitigated by the requirements within subpart Ba mandating that any standard less stringent than otherwise required by the EG be no less stringent than necessary to address the fundamental differences between the facility and the information the EPA considered when developing the EG. 40 CFR 60.24a(f)(1). This will help to ensure that the state's basis for relying on a particular retirement date to establish a less stringent standard is well-justified. Moreover, the EPA recognizes the possibility, in the context of this EG, that certain designated facilities may be situated such that different remaining useful life periods for the same types of designated facilities could be justified. Due to the large number of existing sources, the wide variety of configurations, and the fact that the EPA's presumptive standards already include subcategories for some types of designated facilities, it is conceivable that fact-specific circumstances taken into account when applying the RULOF process in subpart Ba could result in different remaining useful life periods for the same types of designated facilities.

Lastly, as previously discussed, subpart Ba requires that when an operational condition is used as the basis for applying a less stringent standard, the state plan must include that condition as a federally enforceable requirement. 40 CFR 60.24a(g). Accordingly, if a state applies a less stringent standard by accounting for remaining useful life, per subpart Ba, the state must include in the state plan the retirement date for the designated facility as an enforceable commitment and include measures that provide for the implementation and enforcement of such commitment. For example, the state could adopt a regulation or enter into an agreed order specifying that the designated facility will not operate beyond a certain date (the facility's planned retirement date), and that regulation or agreed order would then be incorporated into the state plan. The state could also choose to incorporate the retirement date into a permit, such as a preconstruction permit, and incorporate that permit into the state plan.

As required by CAA section 111(d) and subpart Ba, a state plan must

include a standard of performance that applies to a designated facility until its retirement (all designated facilities must be subject to a standard of performance). If the state is invoking RULOF to apply a less stringent standard, then the less stringent standard "must be no less stringent . . . than is necessary to address the fundamental differences" between the relevant facility and the information the EPA considered when developing the EG. 40 CFR 60.24a(f)(1). The EPA recognizes that, in some instances, a designated facility may intend to retire imminently such that the remaining useful life of that facility results in costs that are fundamentally different from the costs that the EPA considered in EG OOOOc. In such situations it may not be reasonable to require that any additional controls be installed, based on the source's exceptionally short remaining useful life. This could be especially true if such controls require upfront capital expenditures. In the case of an imminently retiring source, the EPA continues to believe that states should apply a standard of performance no less stringent than one that reflects the designated facility's current operations.

The EPA explained this position in the December 2022 Supplemental Proposal at page 74823. If the fundamental difference between the facility at issue and the information that the EPA considered in this EG is that the facility intends to cease operations in the very near future, then it seems apparent to the EPA that the requirements of subpart Ba as applied to this EG would result in a standard that is no less stringent than what the source is already doing to control emissions. The EPA believes it would be extremely unlikely that a state could justify a standard less stringent than maintaining the existing level of emission control already in place at the facility.

4. Providing Measures That Implement and Enforce Such Standards

In conjunction with establishing standards of performance, state plans must also include compliance schedules for those standards, and, where required by the applicable EG, must also include increments of progress. See 40 CFR 60.24a(a) and (d). Section XIII.E explains the timing of state plan submissions, compliance schedules, and increments of progress for EG OOOOc. The EPA's subpart Ba implementing regulations require that state plans shall require final compliance as expeditiously as practicable, but no later than the compliance times specified in the applicable EG. See 40 CFR 60.24a(c). States that identify a need for longer

compliance times than those specified in the final EG must invoke RULOF to justify those longer times. See 40 CFR 60.24a(e)–(h). Moreover, 40 CFR 60.24a(d) requires state plans to include increments of progress when the compliance schedule under the applicable EG extends more than 20 months after the state plan submittal date. Since the compliance schedule for EG OOOOc is 36 months, the EPA has considered the need for and ultimately required increments of progress to be included in state plans. States that invoke RULOF to justify a compliance schedule longer than 36 months should consider whether additional increments of progress, beyond those required in EG OOOOc, are "necessary to permit close and effective supervision of progress toward final compliance." 40 CFR 60.24a(d). Where a state invokes RULOF to apply a less stringent standard of performance, the compliance schedule must be as expeditious as practicable but no later than the time specified in EG OOOOc, 40 CFR 60.24a(c), unless the state also justifies a longer compliance schedule pursuant to 40 CFR 60.24a(e) and (f).

In addition to establishing standards of performance and compliance schedules, state plans must also include, adequately document, and demonstrate the methods employed to implement and enforce the standards of performance such that the EPA can review and identify measures that assure transparent and verifiable implementation. As part of ensuring that regulatory obligations appropriately meet statutory requirements such as enforceability, the EPA has historically and consistently required that obligations placed on sources be quantifiable, non-duplicative, permanent, verifiable, and enforceable. See 40 CFR 60.27a(g)(3)(vi). In accordance with the EPA's implementing regulations, standards of performance required for designated facilities as part of a state plan to implement the EG must be nonduplicative, permanent, verifiable, and enforceable. Further, in this EG and in accordance with subpart Ba at 60.24a(b), the EPA has identified certain types of designated facilities where the Agency has determined that it is not feasible to prescribe or enforce a standard based on an allowable rate, quantity, or concentration of emissions (numeric limit). For these, the final EG includes non-numerical presumptive standards, consistent with CAA section 111(h)(1), sometimes referred to in shorthand as presumptive "work practice standards" but which can also be design,

equipment, or operational standards, or a combination thereof.<sup>712</sup> When states include non-numerical limits in their plan, "the plan shall, to the degree possible, set forth the emission reductions achievable by implementation of such standards, and may permit compliance by the use of equipment determined by the State to be equivalent to that prescribed." 40 CFR 60.24a(b). A state plan implementing the EG should include information adequate to support a determination by the EPA that the plan meets these requirements.

Additionally, states must include appropriate monitoring, reporting, and recordkeeping requirements to ensure that state plans adequately provide for the implementation and enforcement of standards of performance. See 40 CFR 60.25a. The model rule included within the final EG OOOOc includes many monitoring, reporting, and recordkeeping provisions associated with the final presumptive standards. Within the 2022 Supplemental Proposal, the EPA clarified our position "that states maintain the same monitoring, reporting, and recordkeeping requirements, or equivalent requirements as described in EG OOOOc for presumptive standards that states adopt in their plans." 87 FR 74702 at 74826. The EPA is finalizing this approach because the Agency has determined that the monitoring, reporting, and recordkeeping provisions included in the final EG are necessary to implement and enforce the associated presumptive standards. Put another way, if a state chooses to include a final presumptive standard in their state plan, then they need to also incorporate the associated final monitoring, recordkeeping, and reporting requirements contained in the model rule, or equivalent requirements, to ensure that the state plan adequately provides for the implementation and enforcement of the standard of performance. Where a state plan includes standards of performance that differ from the presumptive standards, the plan may accordingly include different monitoring, reporting, and recordkeeping requirements than those in the final model rule, but such requirements must be appropriate for the implementation and enforcement of the standards. In those situations, states may still find the monitoring, reporting, and recordkeeping provisions included in the model rule helpful and informative for development of their

<sup>&</sup>lt;sup>712</sup> See tables 25 and 26 in this preamble for summary of final EG subpart OOOOc presumptive standards.

state plan. The EPA reviews all state plan submittals for approvability through notice and comment rulemaking. As such, components of a state plan that differ from any presumptively approvable aspects of the EG, including monitoring, reporting, and recordkeeping provisions included in a state plan, will be thoroughly reviewed by the EPA and will be subject to review and comment by the public.

#### 5. Emissions Inventories

Within the November 2021 Proposal, the EPA solicited comment on whether to supersede the emission inventory requirements of 40 CFR 60.25a(a).<sup>713</sup> Based on comments received, in the December 2022 Supplemental Proposal, the EPA proposed to supersede the requirements of 40 CFR 60.25a(a) for purposes of this EG, so that state plans are not required to include an inventory and emissions data as described under that subpart Ba provision. The implementing regulations at 40 CFR 60.25a contain generally applicable requirements for emission inventories, source surveillance, and reports. 86 FR 63253 (November 16, 2021). 40 CFR 60.25a(a) requires that state plans shall include an inventory of all designated facilities, including emissions data for the designated pollutants. This provision further requires that such data shall be summarized in the plan, and emission rates of designated pollutants from designated facilities shall be correlated with applicable standards of performance. While the latest revisions to subpart Ba did alter this provision some, those revisions were not meaningful with respect to the reasoning that the EPA included in the December 2022 Supplemental Proposal for superseding this inventory requirement for the oil and natural gas EG.

The EPA received significant comments regarding the inclusion of an emissions inventory in the state plan submittal. A summary of the comments received and the EPA's response to these comments, including any changes made to the final rule, as applicable are provided below. The EPA's full response to comments on the November 2021 Proposal and December 2022 Supplemental Proposal, including any comments not discussed in this preamble, can be found in the EPA's RTC document for the final rule.<sup>714</sup>

*Comment:* Several commenters support the use of existing emissions inventory data to fulfill state plan requirements even if that data might not be fully aligned with the designated facilities in the EG.<sup>715</sup> One commenter <sup>716</sup> suggested that the emissions inventory data could be derived from the GHGRP whereas other commenters <sup>717</sup> did not support the use of GHGRP as a basis for their state inventory data due to the large reporting threshold. Several other commenters supported the EPA's proposal to supersede the requirements of 40 CFR 60.25a(a) so that state plans do not have to include an inventory and emissions data as described.<sup>718</sup> Lastly, one commenter reported that their state regulations require that any source of regulated air pollutants must submit an emission inventory and suggests the EPA accept emissions data for these facilities in accordance with the provisions of the Air Emissions Reporting Requirements (AERR), with detailed requirements for designated facilities that are classified as AERR Type A and B sources and the use of alternative methods (e.g., a nonpoint tool) for designated facilities that would be classified as nonpoint sources under the AERR.<sup>719</sup> The commenter reports that AERR already has emissions thresholds for what should be inventoried as a point source, and what is being captured in the NEI as a nonpoint source. The commenter believes that the rule should align with the AERR thresholds and requirements and suggests that using the NEI would give a much more comprehensive accounting of facilities and provide more accurate emissions.

*Response:* The EPA maintains that, due to the very large number of existing oil and natural gas sources (designated facilities)<sup>720</sup> and the frequent change of configuration and/or ownership, it is not practical to require states to compile this information generally required by subpart Ba in the same way that is typically expected for other industries

under other EG. Furthermore, the EPA believes that, while 40 CFR 60.25a(a) could be superseded to require the use of existing emissions inventory data such as GHGRP or NEI to fulfill state plan requirements, the development of such an inventory would still be resource intensive with little benefit. Specifically, the EPA does not find it reasonable to burden states to derive information from GHGRP, the AERR, or the NEI, which the EPA already has, only to resubmit it to the Agency. Therefore, in order to avoid the potential burden that could be imposed by applying 40 CFR 60.25a(a) as written to this EG, as well as the potential burden and duplicative information collection imposed by requiring states to use other existing inventories such as GHGRP, the EPA finalizes, as proposed. to supersede the requirements of 40 CFR 60.25a(a) for purposes of this EG, so that state plans are not required to include an inventory and emissions data as described under this provision. The EPA further reiterates for purposes of this EG, that the EPA does not find that the inventory and detailed emissions data required under 40 CFR 60.25a(a) is necessary for states to develop standards of performance.

# 6. Meaningful Engagement

In the November 2021 Proposal and December 2022 Supplemental Proposal, the EPA proposed and solicited comment on a requirement that states perform early outreach and meaningful engagement with pertinent stakeholders during the development process of their state plans pursuant to EG OOOOc.721 The EPA is not finalizing the provision for meaningful engagement in this rulemaking. Rather, since similar revisions to subpart Ba are now final and are therefore applicable to the EG OOOOc, state plans must be submitted according to the provisions in 40 CFR 60.23a(i) which requires states to document in their plan submittals how they provided meaningful engagement with the pertinent stakeholders. Specifically, subpart Ba requires as part of completeness criteria in 40 CFR 60.27a(g) that states must submit, with the plan or revision, documentation of meaningful engagement including a list of identified pertinent stakeholders and/ or their representatives, a summary of the engagement conducted, a summary of stakeholder input received, and a description of how stakeholder input

<sup>713 86</sup> FR 63253.

<sup>&</sup>lt;sup>714</sup> Standards of Performance for New, Reconstructed, and Modified Sources and Emissions Guidelines for Existing Sources: Oil and Natural Gas Sector Climate Review. Response to Public Comments on the November 2021 Proposed Rule and the December 2022 Supplemental

Proposed Rule (86 FR 63110, November 15, 2021; 87 FR 74702, December 6, 2022).

 $<sup>^{715}</sup>$  See Document ID No. EPA–HQ–OAR–2021–0317–2218, –2286, –2296, –2393, –2410.

<sup>&</sup>lt;sup>716</sup> See Document ID No. EPA–HQ–OAR–2021– 0317–2218.

 $<sup>^{717}</sup>$  See Document ID No. EPA–HQ–OAR–2021–0317–2296, –2393.

<sup>&</sup>lt;sup>718</sup> See Document ID No. EPA–HQ–OAR–2021– 0317–2286, –2296.

<sup>&</sup>lt;sup>719</sup> See Document ID No. EPA–HQ–OAR–2021–0317–2393.

<sup>&</sup>lt;sup>720</sup> In the U.S. the EPA has identified over 15,000 oil and gas owners and operators, around 1 million producing onshore oil and gas wells, about 5,000 gathering and boosting facilities, over 650 natural gas processing facilities, and about 1,400 transmission compression facilities.

 $<sup>^{721}\,{\</sup>rm See}$  86 FR 63254 (November 15, 2021) and 87 FR 74827 (December 6, 2022).

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was considered in the development of the plan or plan revisions.<sup>722</sup>

Since the EPA has finalized these meaningful engagement provisions within the context of subpart Ba, and since subpart Ba applies to the development of state plans for this EG, the EPA found it unnecessarily redundant to finalize similar provisions related to meaningful engagement in the context of this EG OOOOc. This EG therefore defers to subpart Ba on this topic. However, there are several related issues raised in comments that the EPA will briefly discuss here. First, as discussed in section VII of this preamble, the EPA summarized engagement with pertinent stakeholders for this rulemaking. To the extent that commenters take issue with the EPA's engagement with stakeholders on this rulemaking (the NSPS OOOOb and EG OOOOc), we direct them to section VII of this preamble and the separate RTC document associated with this final rulemaking.

Second, the EPA recognizes that several comments the Agency received on the November 2021 Proposal and the December 2022 Supplemental Proposal referenced several existing state and Tribal nation EJ programs and/or EJ analyses conducted in oil and natural gas producing states and Tribal nations. The EPA compiled information submitted by commenters and documented our review of other readily available information (e.g., state websites) on programs and analyses in a Memorandum to the public docket titled, Summary of State, Tribal and Local Environmental Justice (EJ) Programs and Analyses.723 The EPA believes this memorandum will serve as a helpful resource to states, pertinent stakeholders, and other interested parties trying to determine how to conduct their own meaningful engagement as part of the state planning process. The memorandum specifically describes a summary of existing EJ programs and other EJ activities conducted by state, Tribal, and local governments compiled from an in-depth assessment of government websites and publicly available documents. The EPA identifies state and Tribal EJ programs and procedures, including community identification criteria and mapping tools utilized.<sup>724</sup> The EPA observes in the

memorandum that while several states implement tools or procedures for conducting analyses, few of these states include readily available results of analyses their agencies have conducted (*i.e.*, not accessible on their websites or through web searches), and no analyses conducted by tribes were identified. Analyses performed by local government associations for transportation planning purposes were available for review and included in this summary.

Lastly, the EPA further recognizes that several comments the Agency received on the November 2021 Proposal and the December 2022 Supplemental Proposal requested that the EPA be more specific about what the EPA would consider approvable for meaningful engagement and provide guidance to states (e.g., scope and degree). The EPA notes that as part of subpart Ba the EPA finalized procedural requirements for meaningful engagement as completeness criteria and is not prescribing how states proceed with such engagement. In particular, at 40 CFR 60.23a(i), subpart Ba requires that states must submit, with the plan or revision, documentation of meaningful engagement including a list of identified pertinent stakeholders and/or their representatives, a summary of the engagement conducted, a summary of stakeholder input received, and a description of how stakeholder input was considered in the development of the plan or plan revisions. As an additional resource to states, the EPA compiled information that may assist states identify best practices for conducting meaningful engagement. This information can be found in a Memorandum to the public docket for this rulemaking titled, Summarv of Strategies for Meaningful Engagement on Environmental Justice (EJ) Topics.725 This memorandum reviews over fifty EJ reports, policies, plans, and publications that have been produced by various state and local jurisdictions in the U.S. and the memorandum includes numerous referenced documents that pertinent stakeholders and other interested parties may find helpful.

## D. Components of State Plan Submission

Under CAA section 111(d)(2), the EPA has an obligation to determine whether each state plan is "satisfactory." Therefore, in addition to identifying the components that the EG must include, the EPA's implementing regulations <sup>726</sup>

for CAA section 111(d) (subpart Ba) identify additional components that a state plan must include. Many of these requirements are found in 40 CFR 60.23a, 60.24a, 60.25a, and 60.26a. These provisions include requirements for components such as the following: procedures a state must follow for adopting a plan before submitting it to the EPA; the stringency of standards of performance and compliance timelines; emissions inventories, reporting, and recordkeeping; and a demonstration the state has legal authority to adopt and implement the plan. These requirements are also generally contained in a list of required state plan elements, referred to as the state plan completeness criteria, found at 40 CFR 60.27a(g)(2)-(3). If the EPA determines that a submitted plan does not meet these criteria, then the state is treated as not submitting a plan and the EPA has a duty to promulgate a Federal plan for that state. See CAA section 111(d)(2)(A) and 40 CFR 60.27a(g)(1). If the EPA determines a plan submission is complete, such determination does not reflect a judgment on the eventual approvability of the submitted portions of the plan, which instead must be made through notice-and-comment rulemaking. The completeness criteria do not apply to states without any designated facilities because these states are instead directed to submit to the Administrator a letter of negative declaration certifying that there are no designated facilities, as defined by the EPA's emissions guidelines, located within the state. See 40 CFR 60.23a(b). No plan is required for states that do not have any designated facilities. Designated facilities located in states that mistakenly submit a letter of negative declaration could be subject to a Federal plan until a state plan regulating those facilities becomes approved by the EPA.

Subpart Ba of 40 CFR part 60 contains ten administrative and six technical criteria for complete state plans under CAA section 111(d). See 40 CFR 60.27a(g)(2)-(3). If a state plan does not include one of these established criteria, then the state plan may be deemed incomplete by the EPA. States that are familiar with the SIP submittal process under CAA section 110 will be familiar with the completeness criteria found in 40 CFR part 51, appendix V. While the completeness criteria for state plan submittals found at 40 CFR 60.27a(g)(2)-(3) are somewhat similar to the SIP submittal criteria in appendix V, the criteria are not exactly the same. As such, even states that are familiar with the SIP submittal process under CAA section 110 are strongly encouraged to

<sup>&</sup>lt;sup>722</sup> See 40 CFR 60.21a for the definitions of meaningful engagement and pertinent stakeholders. <sup>723</sup> See EPA-HO-OAR-2021-0317.

<sup>&</sup>lt;sup>724</sup> Comments also indicated several EJ studies had been conducted in oil and gas producing states by third parties. The focus of this review was on analyses conducted by state and local governments, although a few third-party analyses were included where information was readily available.

<sup>&</sup>lt;sup>725</sup> See EPA–HQ–OAR–2021–0317.

<sup>726 88</sup> FR 80480 (November 17, 2023).

review the completeness criteria in 40 CFR 60.27a(g)(2)–(3) as well as the other state plan requirements found in 40 CFR 60.23a, 60.24a, 60.25a, and 60.26a early in their planning process.

In short, the administrative completeness criteria require that the state's plan include a formal submittal letter and a copy of the actual state regulations themselves, as well as evidence that the state has legal authority to adopt and implement the plan, actually adopted the plan, followed state procedural laws when adopting the plan, gave public notice of the changes to state law, held public hearing(s) if applicable, and responded to state-level comments. For a detailed description regarding the public hearing requirement, see 40 CFR 60.23a. For a detailed description of what the state plan must include in terms of evidence that the state has legal authority to adopt and implement the plan, see 40 CFR 60.26a. States are strongly encouraged to review the state plan requirements included in 40 CFR 60.23a and 60.26a in conjunction with the administrative completeness criteria in 40 CFR 60.27a. Also, as explained above, the completeness criteria in subpart Ba now requires states to include in their plan submittals how they provided meaningful engagement with the pertinent stakeholders.

The technical criteria require that the state's plan identify the designated facilities, the standards of performance, the geographic scope of the plan, monitoring, recordkeeping and reporting requirements (both for designated facilities to ensure compliance and for the state to ensure performance of the plan as a whole), and compliance schedules. The technical criteria further require that the state demonstrate that the plan is projected to achieve emission performance under the EG and that each emission standard is quantifiable, nonduplicative, permanent, verifiable, and enforceable. As previously described, it may not be feasible to quantify certain non-numerical standards of performance. For a detailed description of the state plan requirements regarding standards of performance, see section XIV.C of this document and 40 CFR 60.24a.

In addition to these technical criteria, 40 CFR 60.25a(a) requires that state plans include certain emissions inventory data for the designated facilities. As explained in section XIII.C.5 of this preamble, the EPA is, in this final action, superseding that requirement for this EG. Further, § 60.25a provides a detailed description of what the state plan is required to include in terms of certain compliance monitoring and reporting. States are to review the state plan requirements included in 40 CFR 60.24a and 60.25a in conjunction with the technical completeness criteria in 40 CFR 60.27a to ensure their state plan submissions are complete.

In the December 2022 Supplemental Proposal, the EPA proposed to include a provision within EG OOOOc regarding electronic submission of state plans. However, the EPA is not finalizing the provision for electronic submission of state plans in this rulemaking. Rather, since similar revisions to subpart Ba regarding electronic submission are now final and are therefore applicable to the EG OOOOc, state plans and negative declarations must be submitted according to the provisions in 40 CFR 60.23a(3) and (b) respectively. These subpart Ba provisions require the electronic submission of state plans and negative declarations using the State Planning Electronic Collaboration System (SPeCS). As specified in subpart Ba, states are not to transmit CBI through SPeCS.727 The EPA found it unnecessary to also finalize provisions related to electronic submission within EG OOOOc because such provisions would be unnecessarily redundant with those now included in subpart Ba.

# E. Timing of State Plan Submission and Compliance Times

#### 1. Background and Subpart Ba

Under CAA section 111(d), each state has an obligation to submit a plan to the EPA that establishes standards of performance for each designated facility. The EPA acknowledged in the November 2021 Proposal that the D.C. Circuit vacated certain timing provisions within the version of 40 CFR part 60, subpart Ba that had been promulgated in 2019. American Lung Ass'n, 985 F.3d at 991. See 86 FR 63255 (November 15, 2021). These vacated timing requirements included: the timeline for state plan submissions, the timeline for the EPA to act on a state plan, the timeline for the EPA to promulgate a Federal plan, and the timeline that dictates when state plans must include increments of progress. As a result of the court's vacatur, no regulations governed the timing of these actions at the time the EPA proposed this EG in 2021 and also at the time that the EPA issued the Supplemental Proposal for this EG in 2022.728 In a separate rulemaking in response to the vacatur, the EPA has now finalized new

timelines in subpart Ba for purposes of the implementing regulations.<sup>729</sup> These deadlines in subpart Ba are intended to apply generally to actions implementing EG promulgated after July 8, 2019, under CAA section 111(d), including to the EPA's action on state plan submissions and promulgation of a Federal plan under the final EG OOOOC which are further discussed in XIII.F.

In the December 2022 Supplemental Proposal,<sup>730</sup> for purposes of EG OOOOc, the EPA proposed to require that each state adopt and submit to the Administrator, within 18 months after publication of the final EG OOOOc, a plan for the control of GHGs in the form of limitations on methane to which EG OOOOc applies. The EPA also proposed a uniform compliance timeline to be as expeditiously as practicable, but no later than 36 months following the state plan submittal deadline. Lastly, the EPA proposed two increments of progress. The first increment of progress was the submission of a final control plan by owners and operators within 2 years after the deadline for the state plan submittals. The second increment of process proposed was a notification of final compliance report for each designated facility on or before 60 days after the compliance date of the state plan. The EPA proposed that for the notification of final compliance report, a company would be allowed to submit one notification that covers all of the company's designated facilities in a state in lieu of submitting a notification for each designated facility.

The EPA received comments regarding the timing of the state plan submission deadline and the compliance times. A summary of the comments received and the EPA's response to these comments, including any changes made to the final EG, as applicable are provided below. The EPA's full response to comments on the November 2021 Proposal and December 2022 Supplemental Proposal, including any comments not discussed in this preamble, can be found in the EPA's RTC document for the final rule.<sup>731</sup>

# 2. Timing of State Plan Submission

Within the December 2022 Supplemental Proposal, the EPA proposed to require that each state

 <sup>&</sup>lt;sup>727</sup> 88 FR 80480 (November 17, 2023).
 <sup>728</sup> The court did not vacate the applicability provision for subpart Ba under 40 CFR 60.20a(a).

<sup>729 88</sup> FR 80480 (November 17, 2023).

<sup>&</sup>lt;sup>730</sup> See 87 FR 74831 (December 6, 2022). <sup>731</sup> Standards of Performance for New,

Reconstructed, and Modified Sources and Emissions Guidelines for Existing Sources: Oil and Natural Gas Sector Climate Review. Response to Public Comments on the November 2021 Proposed Rule and the December 2022 Supplemental Proposed Rule (86 FR 63110, November 15, 2021; 87 FR 74702, December 6, 2022).

adopt and submit to the Administrator, within 18 months after publication of the final EG OOOOc, a plan for the control of GHGs in the form of limitations on methane to which EG OOOOc applies. The EPA received many comments on this proposed timeline, and is finalizing a slightly extended deadline of 24 months after publication of the final EG OOOOc.

*Comments:* A large number of state commenters in addition to other commenters expressed that the EPA's proposed 18-month state plan submission deadline would not provide adequate time for state plan development and state administrative processes for adopting a plan to regulate designated facilities.<sup>732</sup> The commenters cite several concerns with the timeframe proposed. The commenters request that the EPA consider the impracticability of the criteria established in 40 CFR 60.5365c of the proposed regulatory text for EG OOOOc and afford states greater flexibility to effectively develop a state plan. Specifically, a few commenters 733 outlined factors that affect the time needed for states to develop and submit a plan to the EPA including the volume of sources, limited air regulatory experience of sources, time necessary to create an accurate source inventory, the proper notification to those sources and information requests from sources, the possible need for permit development, time needed for meaningful engagement and public participation, time needed to adopt any regulatory changes that would be necessary before submitting a state plan, time needed to develop and draft plans that include the required components, and time needed for adoption of the plans through their required administrative processes before submitting them to the EPA. Other commenters stated similar points and suggested that the 18-month timeframe would be inadequate for source-bysource equivalency determinations, and that states with a greater number of production wells (particularly lowproducing wells) will need additional time.<sup>734</sup> The same commenters argue that even if states were to simply adopt the presumptive standards as proposed, the 18-month timeline would not provide states with sufficient time for meeting the requirements. They criticize the Agency for proposing the 18-month timeframe when the EPA itself has taken

much longer to propose and finalize a FIP for the Uinta Basin ozone NAAOS. One state commenter asks that the EPA grant states with a substantial number of covered sources additional time as needed.<sup>735</sup> The commenter expresses concern with regards to the significant workload and impact on the state resources, making it difficult to complete a state plan in 18-month timeframe. Several other commenters discuss the lengthy state administrative process and the need for adequate time to assess any RULOF considerations.736 Specifically, they argue in order to consider remaining useful life of a source in a state plan submission, states must be able to determine the compliance timeline by considering factors such as the source's anticipated retirement date, costs and benefits of an available technology, and technology that has already been deployed which they believe would necessitate additional time for these analysis.

Specifically with regards to meaningful engagement, commenters discuss that the additional requirement of meaningful engagement that, as proposed, would have required additional outreach beyond what states typically conduct during a routine rulemaking and state CAA section 111(d) plan development taking consequential time and resources required to fulfill those obligations to ensure state plan completeness.737 The commenter highlights the coordination that may be needed for meaningful engagement between a state, the EPA, and Tribal nations to address shared and neighboring jurisdictions. One commenter provides further details on the level of effort and time needed based on their experience of developing other state rules.738 According to the commenter, their state rulemaking process requires an internal draft development phase, numerous outreach meetings to stakeholders, and two Air Quality Advisory Board meetings. At the Air Quality Advisory Board meeting for one proposal, the state agency received significant comment that prompted additional review and revisions, and an Environmental Quality Council hearing. The commenter indicated this process took more than 18 months for development, stakeholder engagement, and statutory process while emphasizing that their example only

addressed a subset of sources in one region of the state and that the work necessary to implement the EG will affect designated facilities statewide and will entail greater effort and need additional time. The commenter states that it would appear that the only workable option to states would be to adopt the model rule in the EG, which they argue denies states their legal right to consider a source's RULOF as established by the CAA.

Some commenters provide a general recommendation for a minimum 24month timeline for state plan development and submission but many suggest a need provide for additional extensions for RULOF and for engagement with pertinent stakeholders.<sup>739</sup> They tally the needed time to upwards of 3 years to complete state plan development.<sup>740</sup>

On the contrary, other stakeholders argue that 18 months is too long.741 One commenter suggests that 6 to 12 months would be adequate time for states to submit their state plans.742 Other commenters urge the EPA to defer to the timeframe provided in the implementing regulations (subpart Ba).<sup>743</sup> The commenters contends that the EPA did not provide adequate evidence in the December 2022 Supplemental Proposal, or the proposed implementing regulations under subpart Ba, to suggest that state-level administrative processes are different for designated facilities in the crude oil and natural gas source category than for any other source category, and so offers no reason why the proposed 18 months, rather than 15 months proposed in subpart Ba, are necessary to accommodate state plan development in this category. The commenter challenges the EPA's reasoning that EG OOOOc necessitates a longer timeframe due to the size and variety of emission sources in the source category.<sup>744</sup> The commenter notes that this justification appears nowhere in the EG OOOOc preamble itself and does not support an 18-month rather than 15-month submission period in any event. The commenter further asserts that given the urgent nature of climate change, the EPA must ensure that its proposed EG

<sup>&</sup>lt;sup>732</sup> Document ID Nos. EPA–HQ–OAR–2021–

 $<sup>\</sup>begin{array}{c} 0317-2157,-2220,-2222,-2224,-2237,-2241,\\ -2292,-2296,-2310,-2322,-2330,-2393,-2403,\end{array}$ 

<sup>-2410, -2418, -2446.</sup> 

<sup>&</sup>lt;sup>733</sup> Document ID Nos. EPA–HQ–OAR–2021– 0317–2330, –2403.

<sup>&</sup>lt;sup>734</sup> Document ID Nos. EPA–HQ–OAR–2021– 0317–2446, –2241.

<sup>&</sup>lt;sup>735</sup> Document ID Nos. EPA–HQ–OAR–2021– 0317–2296, –2220.

<sup>&</sup>lt;sup>736</sup> Document ID Nos. EPA-HQ-OAR-2021-0317-2220, -2237, -2393.

<sup>&</sup>lt;sup>737</sup> Document ID Nos. EPA–HQ–OAR–2021– 0317–2220, –2222, –2393, –2241.

<sup>&</sup>lt;sup>738</sup> Document ID No. EPA–HQ–OAR–2021–0317– 2220.

 $<sup>^{739}\,\</sup>rm Document$  ID Nos. EPA–HQ–OAR–2021–0317–2157, –2220, –2296, –2330, –2410, –2418.

<sup>&</sup>lt;sup>740</sup> Document ID Nos. EPA-HQ-OAR-2021-0317-2222, -2225, -2237, -2241, -2310, -2322, -2393, -2403.

<sup>&</sup>lt;sup>741</sup> Document ID Nos. EPA–HQ–OAR–2021– 0317–2201, –2433.

<sup>&</sup>lt;sup>742</sup> Document ID No. EPA–HQ–OAR–2021–0317– 2201.

<sup>&</sup>lt;sup>743</sup> Document ID Nos. EPA–HQ–OAR–2021– 0317–2392, –2433.

<sup>744 87</sup> FR 79181.

OOOOc are implemented as swiftly as possible. The commenter urges the EPA to apply the proposed default 15-month timeline for state plan submissions proposed in subpart Ba under EG OOOOc rather than the extended 18month period.

Response: The proposed 18-month submittal timeline the EPA proposed for EG OOOOc was based on the EPA's proposed determination that this was a reasonably expeditious deadline that would provide states sufficient time to develop and submit an approvable state plan. After evaluation of the comments received, the EPA agrees with commenters that additional time is warranted for the state plan submittal for EG OOOOc. The EPA disagrees with commenters claiming that substantially less time would be adequate time for states to submit complete state plans. The EPA clarifies that while state-level administrative processes are not different for designated facilities in the crude oil and natural gas source category than for any other source category, there are numerous reasons why the EPA believes it is appropriate to supersede the state plan submittal timeframe of the subpart Ba implementing regulations in EG OOOOc. Furthermore, in the December 2022 Supplemental Proposal (87 FR 74831 to 74835), the EPA discussed its considerations with respect to the characteristics and unique nature of the crude oil and natural gas source category in comparison to other EG. In response to comments on this discussion, the EPA provides further explanation.

When developing a state plan submittal, the requirements of the recently finalized subpart Ba apply. This subpart imposes baseline requirements that the state must meet when developing its state plan in response to this EG OOOOc. Meeting those requirements takes time. There are also state-specific processes applicable to the development and adoption of a state plan, including the administrative processes (e.g., permitting processes, regulatory development, legislative approval) necessary to develop and adopt enforceable standards of performance. State plan development generally involves several phases, including providing notice that the state agency is considering adopting a rule; taking public comment; and approving or adopting a final rule. The process required to formally adopt a rule at the state level differs from state to state.

Moreover, there are several recently added requirements in subpart Ba (for example, meaningful engagement) that states may be undertaking for the first

time when developing their state plan submission in response to the final oil and natural gas EG. Further, the EPA generally agrees with commenters that meeting the requirements of subpart Ba within the context of their state plan submittal for EG OOOOc require time. For example, there are many diverse stakeholders who have equities and interests in how this industry is regulated. These stakeholders may submit many complex comments to the state during the state's plan development process. The EPA received over 470,000 comments on the November 2021 Proposal and over 515.000 comments on the December 2022 Supplemental Proposal. While it would be unusual for a state plan to garner this same number of comments as a national rulemaking, it is nonetheless reasonable to assume these larger than typical number of comments are an indication of the increased level of interest that state plans are likely to receive. Since the state is required to include responses to comments received in their state plan submittal, development of plans for this EG could take longer than typical. Subpart Ba, 60.27a(g)(2)(viii).

In addition to the baseline requirements of subpart Ba, these EG also impose unique circumstances to consider on states. For example, the EPA explained in the December 2022 Supplemental Proposal that EG OOOOc has the potential to require states to perform considerable engineering and/ or economic analyses for their plan. For purposes of these EG, states will be required to establish standards of performance for nine different types of designated facilities, of which three have numerical limits and six are in the format of non-numerical standards. The designated facilities are also geographically spread out covering multiple industry segments. If a state wishes to utilize the flexibilities explained in section XIII.C.2 of this preamble related to leveraging an existing state program, determining equivalency, and/or averaging, then the requisite analysis can be time consuming. Contrary to some commenters' assertions, the EPA explained these concerns at 87 FR 74833 and 74834 of the December 2022 Supplemental Proposal. Those commenters that suggest that states need less time to submit plans did not appear to address these concerns that the EPA expressed or the requirements of state laws governing the development and submission of plans. We still find these to be compelling reasons to allow the

states even more time to develop and submit their plans for this EG.

Therefore, the EPA is superseding the timeline included in subpart Ba and is finalizing 24 months for the timing of the state plan submissions for purposes of EG OOOOc. The EPA believes that 24 months from the time the EG is published will be adequate to complete state administrative processes, conduct public hearings, engage with pertinent stakeholders, and meet all other applicable requirements of subpart Ba. This timeline represents a reasonable balance between providing states sufficient time to develop and submit a plan that satisfies the applicable requirements and ensuring that the emission reductions contemplated in an EG are achieved as expeditiously as practicable. While the EPA recognizes that states need time to follow their state-specific processes and laws, we are also aware from the Agency's experience with SIPs that some states have adopted, or may adopt, procedures that are longer than necessary and that could delay Federal emission-reduction obligations. Extending the state plan submittal deadline beyond 24 months to account for any and all unique state procedures would inappropriately delay reductions in emissions that have been found under CAA section 111 to endanger health or the environment. The timeline of 24 months strikes an appropriate balance for this EG between the state's need for time and the EPA's responsibility to ensure expeditious implementation in consideration of the important benefits of the pollution reductions. This balance also comports with the court's reasoning in American Lung Ass'n (985 F.3d 914 (D.C. Cir. 2021)).

Furthermore, the EPA finds that 24 months will accommodate the challenges commenters identified and help ensure states have the time to ensure their plans are complete and approvable to ensure that the EG will be timely implemented given the urgent need of climate change. The EPA recognizes that the recent revisions to subpart Ba include a state plan submittal timeline of 18 months. To avoid any potential confusion, the EPA is clarifying that the state plan submittal timeline of 24 months being finalized in this action for EG OOOOc supersedes the default timeline in subpart Ba, but only for purposes of those state plans submitted in accordance with this EG 0000c.

# 3. Compliance Timelines

Within the November 2021 Proposal, the EPA proposed to require that state plans require designated facilities to

come into full compliance with the applicable standards of performance as expeditiously as practicable, but no later than 2 years following the state plan submittal deadline. Based on comments received on the November 2021 Proposal, the EPA extended this timeline to 36 months in the December 2022 Supplemental Proposal (87 FR 74835–74837). The EPA is finalizing the compliance timeline of 36 months from the deadline for state plan submittals.

Comments: Numerous commenters express concern that the proposed 36month compliance timeline does not provide adequate implementation time for owners and operators to accomplish successful emission reductions for the tens of thousands of facilities.745 Commenters highlight constraints on equipment supplies particularly for converting to zero-emissions equipment for process controllers and pumps. The commenters believe that the scope and breadth of the EG will exacerbate existing delays in acquiring equipment on such a large scale. One commenter articulates that more time is needed to account for the cumulative burden of the multiple actions that the EPA is finalizing, and that owners and operators need time to understand how all the rules are intended to interact together.746

Some commenters recommend that the EPA establish a final compliance timeline that begins with the date of the EPA's approval of the state plan rather than the state plan submission date.747 Other commenters state that the final compliance date should be no less than the proposed 36-month timeline.748 One commenter adds that states and operators are ill-equipped and unprepared to comply with the EG.<sup>749</sup> For example, the commenter states that certain presumptive standards, like fugitive emissions monitoring requirements, have a regulatory framework that is dependent on component counts which is different than how some states or existing sources have tracked their facilities, so time is needed to understand and establish a new framework for tracking regulatory requirements. The commenter furthermore stresses that states have considerable staffing shortages and that it will take additional time for

designated facilities and states to process necessary reporting requirements or updating of permits.

Other commenters take the opposite position. One commenter states that designated facilities should not receive additional compliance time at the expense of the public interest in pollution reduction, and urges the EPA to require accelerated compliance in states with higher methane emissions from designated facilities.750 Several other commenters suggest that for standards that do not require the installation of new equipment, the compliance timeline should be accelerated.751 They identify that designated facilities other than oil wells with associated gas, storage vessels, process controllers, and pumps, such as alternative leak detection programs, should be placed on faster compliance timelines. According to commenters, fugitive and leak detections programs and alternative leak detection programs can be implemented relatively quickly and inexpensively as compared to equipment retrofits. They believe that the EPA has failed to justify why such a lengthy compliance period would be necessary for these types of sources. The commenter adds that the desire to simplify compliance and ease the burden on industry operators is not a valid basis for this timeframe under the statute and not warranted by these circumstances. Furthermore, they argue that leak detection standards are not impacted by supply chain and logistical issues in the same way as standards requiring equipment procurement and possible shutdowns of designated facilities, such as standards for process controllers, pumps, and storage vessels. The commenters suggest a shortened timeline for compliance for these facilities of no more than 6 months to 1 year after the EPA's approval of a state plan.

Commenters advocating for an earlier compliance timeline for some sources identify the advantages of phasing-in leak detection programs for EG OOOOc and recommend incentivizing earlier compliance. For example, the commenter asks the EPA to consider incentivizing a separate, earlier phase-in period for control strategies that do not involve significant capital expenditures or retrofits which could be used to balance emissions from areas of the rule that may require additional time to implement. The commenters suggest the EPA consider adopting a shorter

timeline than proposed, such as 24 to 30 months after plan submission deadlines, for sources that do not require capital expenditures for compliance. Another commenter recommends that the EPA reconsider whether to accelerate the timeline for compliance for specific performance standards.<sup>752</sup> The commenter notes that the EPA should reconsider whether the benefits of the proposed three-year uniform deadline may be overstated and whether the urgency of the health and environmental harms that state plans will address merits a shorter deadline for compliance to increase net benefits for society. According to the commenter, the EPA has given some consideration to the need for expeditious compliance, but given the December 2022 Supplemental Proposal's significant health and environmental benefits, the EPA should reevaluate the feasibility of a more aggressive compliance schedule that would allow these benefits to be realized sooner. The commenter recommends that to select which standards of performance merit an earlier compliance deadline, the EPA should apply the nine factors that the EPA identified for this purpose in the December 2022 Supplemental Proposal (e.g., supply-chain issues).753 However, in lieu of the existing second and ninth factors ("[t]he cost of equipment" and "overall methane emissions reduction that will result from control of existing sources under the [emissions guideline]"), the commenter suggests that it would be preferable to examine net benefits. Compared to methane emissions reductions alone, looking to net benefits would allow for consideration of all relevant costs and benefits-including benefits from methane's co-pollutants emitted along with methane—when evaluating whether to prioritize compliance with one standard of performance over another. The commenter continues that, the nine factors indicate that the EPA should substantially shorten the timeline for existing sources to comply with the super-emitter response program. The EPA's concerns about the costs of simultaneous implementation across the sector and planning burdens do not apply to this program. For the same reasons that 14 days is too long to wait before acting on a single superemitter event, the commenter states that 3 years is too long to wait for the entire program. The commenter suggests that, in instances where the EPA has

<sup>&</sup>lt;sup>745</sup> Document ID Nos. EPA–HQ–OAR–2021– 0317–2288, –2237, –2296, –2403, –2423.

<sup>&</sup>lt;sup>746</sup> Document ID No. EPA–HQ–OAR–2021–0317– 2423.

<sup>&</sup>lt;sup>747</sup> Document ID Nos. EPA–HQ–OAR–2021– 0317–2403, –2446.

<sup>&</sup>lt;sup>748</sup> Document ID Nos. EPA–HQ–OAR–2021– 0317–2288, –2237.

<sup>&</sup>lt;sup>749</sup> Document ID No. EPA–HQ–OAR–2021–0317– 2304.

<sup>&</sup>lt;sup>750</sup> Document ID No. EPA–HQ–OAR–2021–0317– 1659.

<sup>&</sup>lt;sup>751</sup> Document ID Nos. EPA–HQ–OAR–2021– 0317–2028, –2284, –2392, –2410, –2433.

<sup>&</sup>lt;sup>752</sup> EPA–HQ–OAR–2021–0317–2343.

<sup>&</sup>lt;sup>753</sup> See Table 38 in the December 2022 Supplemental Proposal at 87 FR 74835.

differentiated between subcategories of affected facilities, the EPA should further consider accelerating compliance for select subcategories if doing so appears more net beneficial than subjecting all designated facilities to the same deadline. The commenter provides that staggering compliance across tiers within a single EG could reduce the planning burden on entities in a given vear and help prevent bottlenecks for specialized equipment and services by spreading compliance deadlines out over time. For instance, the commenter points out the consideration of fugitive emissions at wells, a category that the EPA already divides into four tiers with different monitoring requirements based on the number of wells at the site and the presence of major equipment. The commenter states that the EPA could apply the same nine factors discussed above to designate one or more tiers of wells subject to an accelerated compliance timeline. The commenter adds that the EPA could conduct a similar assessment for its four potential subcategories for pneumatic controllers (well sites, gathering and boosting stations, transmission and storage compressor stations, and natural gas processing plants). The commenter notes that this tiering of compliance deadlines may increase net benefits relative to waiting 3 years for all four tiers because a subset of the December 2022 Supplemental Proposal's benefits would be achieved sooner and thus accrue over the additional time. While annual costs would also accrue over the additional time, the commenter believes that the benefits would most likely exceed the costs to the same extent as they are projected to do so for future years.

Response: The EPA disagrees with the comments suggesting additional time is necessary. When the compliance timeline of 36 months is considered in conjunction with the state plan submittal deadline of 24 months, that means that sources could have up to 5 years between when the EG are final and when they are required to fully comply with the applicable standards of performance. The EPA believes that any concerns with possible equipment or staffing shortages, which commenters speculate could be an issue, would likely be addressed by industry and regulators in that timeframe. The EPA did evaluate the types of factors that commenters raised, as explained in the December 2022 Supplemental Proposal (87 FR 74835, table 38). After reconsidering these factors in conjunction with the comments received on the

December 2022 Supplemental Proposal, the EPA still finds that 36 months is appropriate because commenters did not present the EPA with convincing information to suggest that the assumptions made in the 2022 Supplemental Proposal were inaccurate.

The EPA agrees to a certain extent with some comments that suggest the Agency could have taken a different approach wherein we could have established different compliance timelines for different types of designated facilities. The EPA discussed this consideration in the December 2022 Supplemental Proposal at 87 FR 74836. After considering comments, the EPA still believes that it is appropriate to finalize a uniform outermost compliance deadline for purposes of these EG. In addition to the reasoning for preferring uniformity and easing burden explained in the December 2022 Supplemental Proposal, which the EPA believes to still hold true (and which commenters do not appear to take direct issue with), the EPA believes that many of the issues raised by commenters could be more appropriately addressed by states during plan development. The EPA highlights that this compliance deadline included in the final EG represents the furthest date into the future that the EPA finds appropriate for a state to allow as a final compliance deadline for the state's standards of performance. Put another way, the 36month timeline is the most time that the EPA believes a state will need to allow for sources to come into compliance. However, states are free to establish compliance timelines within their state plan submittals for certain designated facilities that are shorter than 36 months, and indeed states should be examining shorter timelines as a possibility to ensure that sources come into compliance with their respective standards of performance as expeditiously as practicable. Subpart Ba is clear that "final compliance shall be required as expeditiously as practicable, but no later than the compliance times specified in an applicable subpart of this part." By finalizing the outermost compliance deadline of 36 months, the EPA is not suggesting that it is necessarily appropriate for *all* compliance timelines in *all* state plans to be set at 36 months. On the contrary, states must require designated facilities to come into final compliance with their standards of performance "as expeditiously as practicable." The time needed for particular groups of existing sources to come into full compliance with a state's standards depends on many factors including the specifics of

that yet-to-be-determined standard as well as the preexisting regulatory framework, if any. The EPA cannot account for all these possible variables when establishing these EG, but states can, and should, account for specific circumstances in their state plans because they will have the relevant facts available to them when developing their state plan submittals.

# F. The EPA's Action on State Plans and Promulgation of Federal Plans

The EPA finalized deadlines for its action on state plan submissions and for promulgation of a Federal plan in a separate rulemaking for the implementing regulations (subpart Ba).754 See 40 CFR 60.27a. Unless superseded by a particular EG, the subpart Ba deadlines apply generally to all EG promulgated after July 8, 2019, under CAA section 111(d), and also apply to the EPA's action on state plan submissions and promulgation of a Federal plan under the final EG. The EPA is not superseding the deadlines in the final oil and natural gas EG OOOOc. As such, the deadlines included in the final revisions for subpart Ba for the EPA action on a state plan submit and for promulgation of a Federal plan apply in the context of this EG.

As discussed in the November 2021 Proposal and December 2022 Supplemental Proposal, it was not necessary for the EPA to propose deadlines for the EPA's action on state plans submitted in response to a final EG OOOOc, or for the promulgation of a Federal plan where a state fails to submit an approvable plan, as part of the November 2021 Proposal or December 2022 Supplemental Proposal, because these deadlines are not relevant to states in the development of their plans. Additionally, as described in section XIII.E of this document, the EPA proposed and is finalizing in EG OOOOc the final compliance schedule for designated facilities to run from the deadline for state plan submissions.

The EPA subsequently provides this process information for stakeholder awareness. While CAA section 111(d)(1) authorizes states to develop state plans that establish standards of performance and provides states with certain discretion in determining the appropriate standards, CAA section 111(d)(2) provides the EPA a specific oversight role with respect to such state plans. CAA section 111(d)(2) authorizes the EPA to prescribe a Federal plan for a state "in cases where the state fails to submit a satisfactory plan." The states must therefore submit their plans to the

<sup>754 88</sup> FR 80480 (November 17, 2023).

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EPA, and the EPA must evaluate each state plan to determine whether each plan is "satisfactory." The EPA's implementing regulations for CAA section 111(d) accordingly provide procedural requirements for the EPA to make such a determination. See 40 CFR 60.27a.

Upon receipt of a state plan, the EPA is first required to determine whether the state plan submittal is complete in accordance with the completeness criteria explained above. See 40 CFR 60.27a(g). Per the finalized amendments to subpart Ba, the EPA has 12 months to act on a state plan after the plan is deemed complete. Id. at 60.27a(b). If the EPA determines that the state plan submission is incomplete, then the state will be treated as not having made the submission, and the EPA would be required to promulgate a Federal plan for the designated facilities in that state within 12 months. Likewise, if a state does not make any submission by the applicable deadline for state plan submissions, then the EPA is required to promulgate a Federal plan within 12 months. If the EPA does not make an affirmative determination regarding completeness of the state plan submission within 60 days of receiving the submittal, then the submission is deemed complete by operation of law.

If a state has submitted a complete plan, then the EPA is required to evaluate that plan submission for approvability in accordance with the CAA, the EPA's implementing regulations, and the applicable EG. The EPA may approve or disapprove the state plan submission in whole or in part. See 40 CFR 60.27a(b). If the EPA approves the state plan submission, then that state plan becomes Federally enforceable. If the EPA disapproves the required state plan submission, in whole or in part, then the EPA is required to promulgate a Federal plan for the designated facilities in that state via a notice-and-comment rulemaking, and with an opportunity for public hearing. In the case of a disapproval, the scope of the disapproval (in whole or in part) defines the scope of the EPA's duty to issue a Federal plan. The EPA will also promulgate a Federal plan if a state fails to submit a plan by the state plan submission deadline and if a state submission is determined to be incomplete. See 40 CFR 60.27a(c) and (f). The EPA would not be required to promulgate the Federal plan if the state corrects the deficiency giving rise to the EPA's duty and the EPA approves the state's plan before promulgating the Federal plan. Requirements regarding the content of a Federal plan are included in 40 CFR 60.27a(e).

# *G.* Tribes and the Planning Process Under CAA Section 111(d)

Under the TAR adopted by the EPA, Tribes may seek authority to implement a plan under CAA section 111(d) in a manner similar to a state. See 40 CFR part 49, subpart A. Tribes may, but are not required to, seek approval for treatment in a manner similar to a state for purposes of developing a TIP implementing the EG. If a Tribe obtains approval and submits a TIP, the EPA will generally use similar criteria and follow similar procedures as those described above for state plans when evaluating the TIP submission, and will approve the TIP if appropriate. The EPA is committed to working with eligible Tribes to help them seek authorization and develop plans if they choose. Tribes that choose to develop plans will generally have the same flexibilities available to states in this process. If a Tribe does not seek and obtain the authority from the EPA to establish a TIP, the EPA has the authority to establish a Federal plan under CAA section 111(d) for areas of Indian country where designated facilities are located. A Federal plan would apply to all designated facilities located in the areas of Indian country covered by the Federal plan unless and until the EPA approves an applicable TIP applicable to those facilities.

# XIV. Use of Optical Gas Imaging in Leak Detection (Appendix K) and Response to Significant Comments

# A. Summary of Requirements

In this action, the EPA is finalizing a protocol for the use of OGI as appendix K to 40 CFR part 60. The EPA notes that while this protocol is being finalized in this action, the applicability of the protocol is broader. The protocol is applicable to facilities when specified in a referencing subpart to help determine the presence and location of leaks; it is not currently applicable for use in direct emission rate measurements from sources. The protocol does not on its own apply to any sources; it applies only where a specific rule subpart incorporates it by reference and specifies the sources to which it applies. In this case, we are finalizing the use of the protocol only for implementing the standards for process units at natural gas processing plants that are being finalized in this action.

Once incorporated into a subpart, the protocol would only be applicable for surveys of process equipment using OGI cameras where the majority of compounds (>75 percent by weight) in the emissions streams have a response factor of at least 0.25 when compared to the response factor of propane. Additionally, the OGI camera used for surveying must also be capable of detecting (or producing a detectable image of) methane emissions of 19 g/hr and either butane emissions of 29 g/hr or propane emissions of 22 g/hr at a viewing distance of 2.0 meters and a delta-T of 5.0 °C in an environment of calm wind conditions around 1.0 meter per second or less. Verification that the OGI camera meets these criteria may be performed by the owner or operator, the camera manufacturer, or a third party.

Field conditions, such as the viewing distance to the component to be monitored, wind speed, ambient air temperature, and the background temperature, have the potential to impact the ability of the OGI camera operator to detect a leak. Because it is important that the OGI camera has been tested under the full range of expected field conditions in which the OGI camera will be used, an operating envelope must be established for field use of the OGI camera. Imaging must not be performed when the conditions are outside of the developed operating envelope. Operating envelopes are specific to each model of OGI camera and can be developed by the owner or operator, the camera manufacturer, or a third party. To develop the operating envelope, methane gas is released at a set mass rate and wind speed, viewing distance, and delta-T (the temperature differential of the background and the released gas) are all varied to determine the conditions under which a leak can be imaged. For purposes of developing the operating envelope, a leak is considered able to be imaged if three out of four observers can see the leak. Once the operating envelope is developed using methane, the testing is repeated with either butane or propane gas. The operating envelope for the OGI camera is the more restrictive operating envelope developed between the different test gases. The operating envelope must be confirmed for all potential configurations that could impact the detection limit of the OGI camera.

In cases where an operating envelope has not yet been established for an OGI camera model or an OGI camera operator needs to expand an operating envelope to account for site-specific conditions, the OGI camera operator can conduct a daily field check for maximum viewing distance prior to conducting the monitoring survey. The daily field check must be conducted for each OGI camera operator who will conduct the monitoring survey using the OGI camera (and each camera configuration) they will use to complete the monitoring survey. The daily field check must be performed using the same gases and flow rates used for setting the operating envelope and initial verification check. The maximum viewing distance for the day for the OGI camera operator will be the farthest viewing distance where the OGI camera operator is able to visualize a leak of both test gases. A complete video record, as well as documentation of the delta-T, wind speed, and viewing distance, must be retained for the daily field check. If the delta-T in the field decreases below the delta-T that was recorded for the daily field check or if the wind speed increases above the wind speed recorded for the daily field check, the maximum viewing distance determination must be repeated for the new delta-T and wind speed conditions. A description of how the OGI camera operator will monitor viewing distance, delta-T, and wind speed must be included in the monitoring plan.

Each site must have a monitoring plan that describes the procedures for conducting a monitoring survey. One monitoring plan can be used for multiple sites, as long as the plan contains the relevant information for each site. The monitoring plan must contain procedures for a daily verification check, ensuring that the monitoring survey is performed only when conditions in the field are within the operating envelope, monitoring all the components regulated by the referencing subpart within the unit or area, viewing the components with the camera, how the operator will ensure an adequate delta-T is present in order to view potential gaseous emissions, operator rest breaks, documenting surveys, and quality assurance.

The EPA is finalizing requirements to view each component from at least two different angles. The OGI camera operator must dwell on each angle for a minimum time, where dwell time is defined as the time the scene is steady and in focus and the operator is actively viewing the scene. For a simple scene consisting of 10 or fewer components, the camera operator must dwell for a minimum of 10 seconds per angle. For a scene with greater than 10 components, the camera operator must dwell for a minimum of 2 seconds per component in the field of view.

Each facility or company performing OGI surveys must have a training plan which ensures and monitors the proficiency of the OGI camera operators. If the facility does not perform its own OGI monitoring, the facility must ensure that the training plan for the company performing the OGI surveys adheres to this requirement. Appendix K

prescribes a multi-faceted approach to training. Training includes classroom instruction (either online, remotely, or at a physical location) both initially and biennially on the OGI camera and external devices, monitoring techniques, best practices, process knowledge, and other regulatory requirements related to leak detection that are relevant to the facility's OGI monitoring efforts. Prior to conducting monitoring surveys, camera operators must demonstrate proficiency with the OGI camera. The initial field training includes a minimum of 30 survey hours with OGI where trainees first observe the techniques and methods of a senior OGI camera operator and then eventually perform monitoring surveys independently with a senior OGI camera operator present to provide oversight. The trainee must then pass a final monitoring survey test of at least 2 hours. If there are 10 or more leaks identified by the senior OGI operator, the trainee must achieve less than 10 percent missed persistent leaks relative to the senior OGI camera operator to be considered authorized for independent survey execution. If there are less than 10 leaks identified by the senior OGI operator, the trainee must achieve zero missed persistent leaks relative to the senior OGI camera operator to be considered authorized for independent survey execution. If the trainee doesn't pass the monitoring survey test, the senior OGI camera operator must discuss the reasons for the failure with the trainee and provide instruction/correction on improving the trainee's performance, following which the trainee may repeat the final test.

Performance audits for all OGI camera operators must occur on a quarterly basis and can be conducted either by comparative monitoring or video review by a senior OGI camera operator. If the senior OGI camera operator finds that the survey techniques during the video review do not match those described in the monitoring plan, then the camera operator being audited will need to be retrained. Additionally, if there are 10 or more leaks identified by the senior OGI operator, the camera operator being audited must achieve less than 10 percent missed persistent leaks relative to the senior OGI camera operator. If there are less than 10 leaks identified by the senior OGI operator, the camera operator being audited must achieve zero missed persistent leaks relative to the senior OGI camera operator. Retraining consists of a discussion of the reasons for the failure with the OGI operator being audited and techniques to improve performance; a minimum of 16 survey training hours; and a final

monitoring survey test. If an OGI operator requires retraining in two consecutive quarterly audits, the OGI operator must repeat the initial training requirements.

Previous experience with OGI camera operation can be substituted for some of the initial training requirements. OGI camera operators with previous classroom training (either at a physical location or online) that covers the majority of the elements required by the initial classroom training required in appendix K prior to the publication date of this final rule do not need to complete the initial classroom training, but if the date of certification is more than 2 years before the publication date of the final rule, the biennial classroom training must be completed in lieu of the initial classroom training. OGI camera operators who have 40 hours of experience over the 12 calendar months prior to the date of publication of the final rule may substitute the retraining requirements, including the final monitoring survey test, for the initial field training requirements.

Appendix K requires records to be retained in hard copy or electronic form. Records include the site monitoring plan, operating envelope limitations, data supporting the initial OGI camera performance verification and development of the operating envelope, the training plan for OGI camera operators, OGI camera operator training and auditing records, records necessary to verify senior OGI camera operator status, monitoring survey records, quality assurance verification videos for each operator, and maintenance and calibration records. Some of the records required by the proposed appendix K are not required to be kept onsite as long as the owner or operator can easily access these records and can make the records available for review if requested by the Administrator.

# B. Changes Since Supplemental Proposal

This section of this preamble presents a summary of significant comments received on the EPA's protocol for the use of OGI in leak detection being finalized as appendix K to 40 CFR part 60 (referred to hereafter as appendix K) and the EPA's response to those comments. This section also presents changes that have been made to appendix K since the December 2022 Supplemental Proposal.

#### 1. Dwell Time

*Comment:* Several commenters suggested that the dwell time requirement in appendix K should be removed.755 The commenters felt that the dwell time requirements were overly restrictive, and dwell time should be left to the discretion of the trained operator. One commenter 756 stated that the proposed viewing requirements would increase survey time approximately four-fold. Commenters were also critical of the proposed allowance for reduction of the dwell time for complex scenes based on the monitoring area and number of components according to table 14–1 of appendix K.757 These commenters argued that dwell times and angles are unnecessary, burdensome, and impractical to implement.

Some commenters provided suggestions for alternative dwell times. One commenter 758 suggested that a minimum of 3 seconds per scene would be appropriate, while another commenter 759 recommended a maximum dwell time of 5 seconds per angle of view for scenes with multiple components. A third commenter 760 suggested that scenes be differentiated according to the number of components being imaged and viewing distance. The commenter stated that an example of a "simple" scene would be a scene of 20-25 components viewed from a distance of 15-25 feet. The commenter stated that this approach offers a high probability of leak detection by a technician and limiting the number of components to 25 in a simple scene means a technician is likely to have great discernment or granularity of the image which improves the ability to detect a leak.

*Response:* The EPA considers dwell time an important component of an OGI monitoring protocol. It is important to specify the minimum amount of time that OGI camera operators must survey a scene in order to reliably assess whether leaks are present. Surveying a scene too quickly can lead to OGI camera operators not identifying leaks, potentially leading to an increase in fugitive emissions over time by leaving the leaks unaddressed. The EPA therefore disagrees with the comment suggesting removal of the dwell time requirement.

To be clear on our intent, in the final rule, the EPA has clarified that the dwell time requirements in appendix K represent the minimum amount of time required to survey a scene in order to

- <sup>756</sup> EPA–HQ–OAR–2021–0317–2483.
- <sup>757</sup> EPA–HQ–OAR–2021–0317–2366 and –2483.
- <sup>758</sup> EPA–HQ–OAR–2021–0317–2305. <sup>759</sup> EPA–HO–OAR–2021–0317–2421.

provide adequate probability of leak detection, and that dwell time begins only after the OGI camera operator has put the camera in an appropriate operating mode and the scene is in focus and steady. If the OGI camera operating mode must be changed, the dwell time restarts. We have further clarified that additional dwell time beyond the minimum requirement may be necessary to adequately monitor for leaks, depending on conditions and configuration of the components. OGI camera operators should use training and knowledge of conditions to adjust dwell time when needed.

However, the EPA agrees with commenters that allowing for a standard dwell time instead of requiring the dwell time to be based on the number of components is appropriate in some instances. In the final rule, the EPA is removing table 14–1 in the proposed appendix K, which was a mechanism intended to allow a reduction in dwell time by reducing the number of components being visualized at one time. Instead, the EPA is finalizing a standard dwell time requirement for "simple" scenes. To implement this change, we have created a definition for a simple scene in appendix K, where a simple scene is defined as a scene consisting of 10 or fewer components. For a simple scene, the OGI camera operator must dwell for a minimum of 10 seconds per angle. The EPA disagrees that a standard dwell time should be extended to scenes that do not qualify as a simple scene (*i.e.*, a scene with greater than 10 components) because these scenes are often very complex with complicated backgrounds and an increased density of components. These factors make it more difficult for OGI camera operators to visualize the individual components in the scene, and an OGI camera operator needs to spend more time looking at the individual components to ensure there are no leaks. For these scenes, the EPA is retaining the requirement, as proposed, that the OGI camera operator must dwell on the scene for a minimum of 2 seconds per component in the field of view. As we noted in the December 2022 Supplemental Proposal,<sup>761</sup> 2 seconds per component in the field of view aligns closely with the estimated time to complete a monitoring survey based on data provided by OGI camera operators and provides adequate time to determine whether a leak is present. Although commenters suggested different timeframes for a minimum dwell time, the commenters did not provide substantive information on why

these different minimum dwell times would ensure that an OGI camera operator views a scene long enough to find all leaks that exist. The EPA notes that OGI camera operators can choose to reduce the dwell time of these more complex scenes by reducing the viewing distance from components, thereby reducing the number of components in the field of view and changing the more complex scene into a simple scene. This would allow the OGI camera operator to use the standard dwell time for simple scenes.

# 2. Detection Limits

*Comment:* One commenter <sup>762</sup> agreed with the new minimum detection level of butane as 5 grams per hour (g/hr) but questioned the level of detection for propane. The commenter stated that the foundation of appendix K and OGI as a technology is based on the response factors, per section 6.1.1 and Annex 1 of appendix K. Therefore, the commenter states that propane (a compound with a response factor of 1.000) should not have a detection threshold higher than methane (a compound with a response factor of 0.297). The commenter recommended that propane have a minimum detection level similar to butane, 5 g/hr, since it is also over 3.3 times more absorptive for the defined technology in the spectral range of the technology, and the commenter suggested that all references to the minimum detection threshold of propane in section 8 also be changed to 5 g/hr. Another commenter <sup>763</sup> questioned why a lower mass rate criteria was selected for butane when the response factor for butane and propane are almost identical. The commenter stated that this seems inconsistent with the language in section 1.2, which allows for the average response factor approach with respect to propane.

*Response:* The EPA reviewed the detection limit criteria included in the December 2022 Supplemental Proposal in light of the comments and updated the TSD for appendix K. As noted in the updated TSD that accompanies the final appendix K, the expected field detection limit of propane is 22 g/hr. Based on this detection limit and updated response factors <sup>764</sup> for methane and n-butane, we have determined that the field detection limits of methane and n-butane are 19 g/hr and 29 g/hr, respectively. It may seem

<sup>&</sup>lt;sup>755</sup>EPA–HQ–OAR–2021–0317–2177, –2258, –2421, –2428, and –2196.

<sup>&</sup>lt;sup>760</sup> EPA–HQ–OAR–2021–0317–2428.

<sup>761 87</sup> FR 74839 (December 6, 2022).

<sup>&</sup>lt;sup>762</sup> EPA-HQ-OAR-2021-0317-2421.

<sup>&</sup>lt;sup>763</sup> EPA–HQ–OAR–2021–0317–2428.

<sup>&</sup>lt;sup>764</sup> See August 18, 2023, email from Yousheng Zeng to Gerri Garwood, included in the docket for this action.

counterintuitive that propane has a greater detection limit than methane, even though propane has a higher response factor. This is due to the difference in the molecular weights of the compounds. Molecular weight is used to convert between the concentration (ppmv) and mass flowrate (g/hr). Because propane is nearly three times as heavy as methane, the detection limit for propane, when expressed as a mass flowrate, is higher than the detection limit for methane. Similarly, butane is heavier than propane, so the detection limit expressed as a mass flowrate is higher for butane than for propane.765

While we note that the laboratory detection limits will be lower than this, as demonstrated in the supporting documentation provided in the OGI detection estimation memo 766 included in the docket, because the detection limits in appendix K are used to set the operating envelope, it is important that they are achievable in the field, not just the laboratory. We have updated the final appendix K TSD and final text within appendix K to reflect these updated detection limits. We have also updated the final appendix K TSD to discuss the derivation of the field detection limits for compounds other than propane.

# 3. Operating Envelopes

Comment: One commenter 767 stated the operating envelope is overly complicated and that daily field checks ensure the camera operator can identify fugitive emissions and set a maximum viewing distance. The commenter suggested that a change in weather that could significantly alter the viewing distance could trigger a retest to ensure the viewing distance set point is still adequate to identify fugitive emissions. Another commenter <sup>768</sup> maintained that most OGI camera manufacturers plan to have completed the development of the operating envelopes after appendix K is promulgated but urged that a daily or site-specific distance check should remain an option. The commenter acknowledged that there may be times when OGI camera operators will be using an OGI camera that does not yet have any established operating envelopes either because the camera manufacturer has yet to publish operating envelopes once appendix K is promulgated, the OGI camera is new to market, or monitoring conditions for a

specific survey or site are unique regarding the pre-defined operating envelopes and the camera operator may want to ensure that the delta-T and viewing distance are appropriately set.

Response: The EPA agrees that there may be times when an OGI camera model does not yet have an established operating envelope, such as immediately after development of the OGI camera, or when an OGI camera operator may need to adjust an operating envelope to account for sitespecific conditions, such as wind speed. In the final appendix K, the EPA has added an option to conduct a daily field check for distance in lieu of using a predefined operating envelope. The EPA notes that this is an optional field check for distance when an OGI camera operator is not using a pre-defined operating envelope. For OGI camera operators using a pre-defined operating envelope, this daily distance check is not required.

If an OGI camera operator chooses to use this optional daily field check for distance, it must be documented. The daily field check must use the same gases at the same flow rate as those specified in section 6.1.2 for the initial verification check and development of the operating envelopes. The daily field check must be conducted by the OGI camera operator(s) who will be conducting the monitoring survey using the OGI camera(s) that will be used to conduct the monitoring survey. If the OGI camera operator encounters delta-T values that are lower than or wind speed values that are higher than the values during the daily field check, the distance check must be repeated.

# 4. Other Changes

Additionally, the EPA has made a number of clarifications and minor adjustments to the text of appendix K in response to comments received:

• Added definitions for OGI camera operator, simple scene, and survey hour.

• Adjusted the specifications for instrumentation described in section 6.2 that is used for the initial verification of the camera specifications.

• Added specifications for coordinates when global positioning systems are used to document the path taken by the OGI camera operator.

• Removed the language that allows for full video records in lieu of video clips or photographs. We are clarifying that a full video record does suffice for video clips of leaks, but the addition of the language in the supplemental proposal caused unintended confusion to commenters. • Reduced the audit frequency for OGI camera operators from quarterly to semiannually.

• In Annex 1, changed the pixel count for each area from a minimum of 1 to 0.5 percent of the total pixels of the detector.

• In Annex 1, changed the minimum number of measured infrared radiance pixel area within a data set to 1000 data points.

## XV. Prevention of Significant Deterioration and Title V Permitting

This final rule regulates GHGs (in the form of methane limitations) under CAA section 111. Because regulation of GHGs under CAA section 111 could have implications for other EPA rules and for permits written under the CAA PSD preconstruction permit program and the CAA title V operating permit program, the EPA is including provisions in this final rule that explicitly address some of these potential implications, consistent with our experience in prior rules regulating GHGs. The EPA included and explained the basis for similar provisions when promulgating 2016 NSPS OOOOa, as well as the 2015 subpart TTTT NSPS for electric utility generating units. See 81 FR 35823, 35871 (June 3, 2016) and 80 FR 64509, 64628 (October 23, 2015). The discussion in these prior rule preambles equally applies to the oil and gas sources subject to NSPS OOOOb and EG 0000c.

In summary, in light of the U.S. Supreme Court's decision in Utility Air Regulatory Group v. Environmental Protection Agency, 573 U.S. 302 (2014) (UARG), the EPA may not treat GHGs as an air pollutant for purposes of determining whether a source is a major source (or modification thereof) for the purpose of PSD applicability. Certain portions of the EPA's PSD regulations (specifically, the definition of "subject to regulation") effectively ensure that most sources will not trigger PSD solely by virtue of their GHG emissions. E.g., 40 CFR 51.166(b)(48)(iv), 52.21(b)(49)(iv). However, the EPA's PSD regulations (specifically, the definition of "regulated NSR pollutant") provide additional bases for PSD applicability for pollutants that are regulated under CAA section 111. To address this latter component of PSD applicability, the EPA is adding provisions within the subpart OOOOb NSPS and subpart OOOOc EG to help clarify that the promulgation of GHG standards under section 111 will not result in additional sources becoming subject to PSD based solely on GHG emissions, which would be contrary to the holding in UARG. See 40 CFR

<sup>&</sup>lt;sup>765</sup> See TSD, Optical Gas Imaging Protocol (40 CFR part 60, Appendix K). September 2023. Pages 124–125.

<sup>&</sup>lt;sup>766</sup>EPA–HQ–OAR–2021–0317–1532.

<sup>&</sup>lt;sup>767</sup> EPA–HQ–OAR–2021–0317–2305.

<sup>768</sup> EPA-HQ-OAR-2021-0317-2428.

60.5360b(b)(1)–(2), 60.5361c(b)(1)–(2). These provisions are similar to those in the 2016 NSPS OOOOa and other section 111 rules that regulate GHGs. See, *e.g.*, 40 CFR 60.5360a(b)(1)–(2), 60.5515(b)(1)–(2).

The EPA understands there are also concerns that if methane were to be subject to regulation as a separate air pollutant from GHGs, sources that emit methane above the PSD thresholds or modifications that increase methane emissions could be subject to the PSD program. To address this concern and for purposes of clarity, the EPA is adopting regulatory text within subpart OOOOb NSPS and subpart OOOOc EG to clarify that the air pollutant that is subject to regulation is GHGs, even though the standard is expressed in the form of a limitation on emissions of methane. See 40 CFR 60.5360b(a), 60.5361c(a). This language is substantially similar to language found in, for example, the 2016 NSPS OOOOa and other rules. See, e.g., 40 CFR 60.5360a(a), 60.5515(a).

For sources that are subject to the PSD program based on non-GHG emissions, the CAA continues to require that PSD permits satisfy the best available control technology (BACT) requirement for GHGs. Based on the language in the PSD regulations, the EPA and states may continue to limit the application of BACT to GHG emissions in those circumstances where a new source emits GHGs in the amount of at least 75,000 tpy on a  $CO_2$  Eq. basis or an existing major source increases emissions of GHGs by more than 75,000 tpy on a CO<sub>2</sub> Eq. basis. See 40 CFR 51.166(b)(48)(iv), 52.21(b)(49)(iv). The revisions to the regulatory text within subparts OOOOb NSPS and OOOOc EG ensure that this BACT applicability level remains operable to sources of GHGs regulated under CAA section 111, as have similar revisions in prior rules. See 40 CFR 60.5360b(b)(1)-(2), 60.5361c(b)(1)-(2); see also, e.g., 40 CFR 60.5360a(b)(1)-(2), 60.5515(b)(1)-(2). This rule does not require any additional revisions to SIPs.

Regarding title V, the *UARG* decision similarly held that the EPA may not treat GHGs as an air pollutant for purposes of determining whether a source is a major source for the purpose of title V applicability. Promulgation of CAA section 111 requirements for GHGs will not result in the EPA imposing a requirement that stationary sources obtain a title V permit solely because such sources emit or have the potential to emit GHGs above the applicable major source thresholds.<sup>769</sup>

To be clear, however, unless exempted by the Administrator through regulation under CAA section 502(a), any source, including a "non-major source," subject to a standard or regulation under CAA section 111 is required to apply for, and operate pursuant to, a title V permit that ensures compliance with all applicable CAA requirements for the source, including any GHG-related applicable requirements. This aspect of the title V program is not affected by UARG.770 The EPA is including an exemption from the obligation to obtain a title V permit for sources subject to NSPS OOOOb and EG OOOÓc, unless such sources would otherwise be required to obtain a permit under 40 CFR 70.3(a) or 40 CFR 71.3(a), as the EPA did in NSPS 0000 and 0000a.771 See 40 CFR 60.5360b(c); see also 40 CFR 60.5370, 60.5370a. However, sources that are subject to the CAA section 111 standards promulgated in this rule and that are otherwise required to obtain a title V permit under 40 CFR 70.3(a) or 40 CFR 71.3(a) will be required to apply for, and operate pursuant to, a title V permit that ensures compliance with all applicable CAA requirements, including any GHG-related applicable requirements.

# XVI. Summary of Cost, Environmental, and Economic Impacts

#### A. What are the air quality impacts?

The EPA projected that, from 2024 to 2038, relative to the baseline, the final NSPS OOOOb and EG OOOOc will reduce about 58 million short tons of

<sup>770</sup> See Memorandum from Janet G. McCabe, Acting Assistant Administrator, Office of Air and Radiation, and Cynthia Giles, Assistant Administrator, Office of Enforcement and Compliance Assurance, to Regional Administrators, Regions 1–10, Next Steps and Preliminary Views on the Application of Clean Air Act Permitting Programs to Greenhouse Gases Following the Supreme Court's Decision in Utility Regulatory Group v. Environmental Protection Agency (July 24, 2014) at 5.

<sup>771</sup> The EPA provided the rationale for exempting this source category from the title V permitting requirements during the rulemaking for the 2012 NSPS OOOO. See 76 FR 52737, 52751 (August 23, 2011). That rationale continues to apply to this source category.

methane emissions (1.5 billion tons CO<sub>2</sub> Eq. using a GWP of 28), 16 million short tons of VOC emissions, and 590 thousand short tons of HAP emissions from affected facilities. The EPA projected regulatory impacts beginning in 2024 as that year represents the first full year of implementation of the final NSPS OOOOb. The EPA assumes that emissions impacts of the final EG OOOOc will begin in 2028. The EPA projected impacts though 2038 to illustrate the accumulating effects of this rule over a longer period. The EPA did not estimate impacts after 2038 for reasons including limited information, as explained in the RIA.

#### B. What are the secondary impacts?

The energy impacts described in this section of this document are those energy requirements associated with the operation of emissions control devices. Potential impacts on the national energy economy from the rule are discussed under economic impacts in section XVI.D of this document. There will likely be minimal change in emissions control energy requirements resulting from this rule. Additionally, this final action continues to encourage the use of emissions controls that recover hydrocarbon products that can be used onsite as fuel or reprocessed within the production process for sale.

#### C. What are the cost impacts?

The EAV of the regulatory compliance cost associated with the final NSPS OOOOb and EG OOOOc over the 2024 to 2038 period was estimated to be \$1.5 billion per year using a 2-percent discount rate (in 2019 dollars), \$1.5 billion per year using a 3-percent discount rate, and \$1.6 billion using a 7-percent discount rate. The corresponding estimates of the PV of compliance costs were \$19 billion using a 2-percent discount rate, \$18 billion using a 3-percent discount rate, and \$14 billion using a 7-percent discount rate.

These estimates include the producer revenues associated with the projected increase in the recovery of saleable natural gas, using the 2022 Annual Energy Outlook (AEO) projection of natural gas prices to estimate the value of the change in the recovered gas at the wellhead projected to result from the final action. Estimates of the value of the recovered product have been included in previous regulatory analyses as offsetting compliance costs and are appropriate to include when assessing the societal cost of a regulation. If the recovery of saleable natural gas is not accounted for, the EAV of the regulatory compliance costs of the final rule over the 2024 to 2038

 $<sup>^{769}</sup>$  The additional regulatory text in the final rule further ensures that title V regulations are not applied to GHGs solely because they are regulated under CAA section 111. See 40 CFR 60.5360b(b)(3)–(4), 60.5361c(b)(3)–(4); see also, e.g., 40 CFR 60.5360a(b)(3)–(4), 60.5515(b)(3)–(4). The EPA understands that concerns regarding the regulation of methane as a separate air pollutant (described with respect to PSD) also apply to title V. The EPA's regulatory text here in this final rule—clarifying that the pollutant subject to regulation is GHGs—similarly addresses these concerns with respect to title V. See 40 CFR 60.5360b(a), 60.5361c(a).

period were estimated to be \$2.4 billion using a 2-percent discount rate, \$2.4 billion using a 3-percent discount rate, and \$2.4 billion per year using a 7percent discount rate. The PV of these costs were estimated to be \$31 billion using a 2-percent discount rate, \$29 billion using a 3-percent discount rate, and \$22 billion using a 7-percent discount rate.

#### D. What are the economic impacts?

The EPA conducted a suite of economic impact and distributional analyses for this rule, as detailed in section 4 of the final RIA. To provide a partial measure of the economic consequences of the final NSPS OOOOb and EG OOOOc, the EPA developed a pair of single-market, static partialequilibrium analyses of national crude oil and natural gas markets. We implemented the pair of single-market analyses instead of a coupled market or general equilibrium approach to provide broad insights into potential nationallevel market impacts while providing maximum analytical transparency. We estimated the price and quantity impacts of the final NSPS OOOOb and EG OOOOc on crude oil and natural gas markets for a subset of years within the time horizon analyzed in the RIA. The models are parameterized using production and price data from the EIA and supply and demand elasticity estimates from the economics literature.

For oil well sites, the RIA projects that regulatory costs are at their highest in 2038, the final year analyzed in the RIA. We estimated that the final rule could result in a maximum decrease in annual crude oil production of about 41.1 million barrels in 2038 (or about 1.05 percent of baseline projections of onshore crude oil production) with a maximum price increase of \$0.25 per barrel (or about 0.33 percent of the projected baseline price).

For natural gas-related sites, the RIA projects that regulatory costs are at their highest in 2028. We estimated that the final rule could result in a maximum decrease in natural gas production of about 272.5 million Mcf in 2028 (or about 0.75 percent of baseline projections of onshore natural gas production) with a maximum price increase of \$0.06 per Mcf (or about 1.76 percent of the projected baseline natural gas price).

Before 2028, the modeled market impacts are smaller than later impacts as only the incremental requirements under the final NSPS OOOOb are assumed to be in effect. Please see section 4.1 of the RIA for more detail on the formulation and implementation of the model as well as a discussion of several important caveats and limitations associated with the approach.

As discussed in the RIA for this final rule, employment impacts of environmental regulations are generally composed of a mix of potential declines and gains in different areas of the economy over time. Regulatory employment impacts can vary across occupations, regions, and industries; by labor and product demand and supply elasticities; and in response to other labor market conditions. Isolating such impacts is a challenge, as they are difficult to disentangle from employment impacts caused by a wide variety of ongoing, concurrent economic changes.

The oil and natural gas industry directly employs approximately 140,000 people in oil and natural gas extraction, a figure which varies with market prices and technological change. A large number of workers are also employed in related sectors that provide materials and services for the industry.772 As indicated above, the final NSPS OOOOb and EG OOOOc are projected to cause small changes in oil and natural gas production and prices. As a result, demand for labor employed in oil and natural gas-related activities and associated industries might experience adjustments as there may be increases in compliance-related labor requirements as well as changes in employment due to quantity effects in directly regulated sectors and sectors that consume oil and natural gas products.

#### E. What are the benefits?

To satisfy the requirement of E.O. 12866 and to inform the public, the EPA estimated the climate and health benefits due to the emissions reductions projected under the final NSPS OOOOb and EG OOOOc. The EPA expects climate and health benefits due to the emissions reductions projected under the final NSPS OOOOb and EG OOOOc. The EPA estimated the climate benefits of methane emission reductions expected from this final rule using SC-CH<sub>4</sub> estimates that reflect recent advances in the scientific literature on climate change and its economic impacts and incorporate recommendations made by the National Academies of Science, Engineering, and Medicine (National Academies 2017). The EPA presented these estimates in a sensitivity analysis in the December 2022 RIA, solicited public comment on the methodology and use of these

estimates, and has conducted an external peer review of these estimates, as described further below.

The SC--CH<sub>4</sub> is the monetary value of the net harm to society from emitting a metric ton of CH4 into the atmosphere in a given year, or the benefit of avoiding that increase. In principle, SC-CH<sub>4</sub> is a comprehensive metric that includes the value of all climate change impacts (both negative and positive), including (but not limited to) changes in net agricultural productivity, human health effects, property damage from increased flood risk, changes in the frequency and severity of natural disasters, disruption of energy systems, risk of conflict, environmental migration, and the value of ecosystem services. The SC-CH<sub>4</sub> therefore, reflects the societal value of reducing emissions of the gas in question by one metric ton and is the theoretically appropriate value to use in conducting benefit-cost analyses of policies that affect methane emissions. In practice, data and modeling limitations restrain the ability of SC–CH<sub>4</sub> estimates to include all physical, ecological, and economic impacts of climate change, implicitly assigning a value of zero to the omitted climate damages. The estimates are, therefore, a partial accounting of climate change impacts and likely underestimate the marginal benefits of abatement.

Since 2008, the EPA has used estimates of the social cost of various greenhouse gases (i.e., social cost of carbon dioxide (SC-CO<sub>2</sub>), SC-CH<sub>4</sub>, and social cost of nitrous oxide  $(SC-N_2O)$ ), collectively referred to as the "social cost of greenhouse gases" (SC-GHG), in analyses of actions that affect GHG emissions. The values used by the EPA from 2009 through 2016, and since 2021-including in the November 2021 RIA and December 2022 RIA for this rulemaking-have been consistent with those developed and recommended by the Interagency Working Group on the SC-GHG (IWG); and the values used from 2017 through 2020 were consistent with those required by Executive Order (E.O.) 13783. During that time, the National Academies conducted a comprehensive review of the SC-CO<sub>2</sub> and issued a final report in 2017 recommending specific criteria for future updates to the SC–CO<sub>2</sub> estimates, a modeling framework to satisfy the specified criteria, and both near-term updates and longer-term research needs pertaining to various components of the estimation process. The IWG was reconstituted in 2021 and E.O. 13990 directed it to develop a comprehensive update of its SC-GHG estimates, recommendations regarding areas of

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<sup>&</sup>lt;sup>772</sup> Employment figure drawn from the Bureau of Labor Statistics Current Employment Statistics for NAICS code 211.

decision-making to which SC–GHG should be applied, and a standardized review and updating process to ensure that the recommended estimates continue to be based on the best available economics and science going forward.

The EPA is a member of the IWG and is participating in the IWG's work under E.O. 13990. While that process continues, as noted in previous EPA RIAs, the EPA is continuously reviewing developments in the scientific literature on the SC-GHG, including more robust methodologies for estimating damages from emissions, and looking for opportunities to further improve SC-GHG estimation going forward. In the RIA for the December 2022 Supplemental Proposal, the EPA included a sensitivity analysis of the climate benefits of the supplemental proposal using a new set of SC-GHG estimates that incorporates recent research addressing recommendations of the National Academies of Science, Engineering, and Medicine (2017), in addition to using the IWG recommended interim SC-GHG estimates presented in the Technical Support Document: Social Cost of Carbon, Methane, and Nitrous Oxide Interim Estimates under Executive Order 13990, published in February 2021 (IWG, 2021).

The EPA solicited public comment on the sensitivity analysis and the accompanying draft technical report, which explains the methodology underlying the new set of estimates, in the December 2022 Supplemental Proposal.<sup>773</sup> To ensure that the methodological updates adopted in the technical report are consistent with economic theory and reflect the latest science, the EPA also initiated an external peer review panel to conduct a high-quality review of the technical report, completed in May 2023. The peer reviewers commended the agency on its development of this update, calling it a much-needed improvement in estimating the SC-GHG and a significant step towards addressing the National Academies' recommendations with defensible modeling choices based on current science. The peer reviewers provided numerous recommendations for refining the presentation and for future modeling improvements, especially with respect to climate change impacts and associated damages that are not currently included in the analysis. Additional discussion of omitted impacts and other updates have been incorporated into the technical

report to address peer reviewer recommendations. Complete information about the external peer review, including the peer reviewer selection process, the final report with individual recommendations from peer reviewers, and the EPA's response to each recommendation is available on the EPA's website. The EPA is a member of the Interagency Working Group (IWG) on the SC--GHG and continues to participate in its work. The EPA's new SC–GHG estimates along with the peer review of the updated methodology will be among the many technical inputs available to the IWG as it continues its work.

An overview of the methodological updates incorporated into the new SC-GHG estimates is provided in the RIA. A more detailed explanation of each input and the modeling process is provided in the technical report, EPA Report on the Social Cost of Greenhouse Gases: Estimates Incorporating Recent Scientific Advances (EPA 2023), which is also included as supporting material for the RIA in the docket.774 However, we emphasize that the monetized benefits analysis is entirely distinct from the statutory BSER determinations proposed herein and is presented solely for the purposes of complying with E.O. 12866. As discussed in more detail in the November 2021 Proposal, the December 2022 Supplemental Proposal, and earlier in this action, the EPA weighed the relevant statutory factors to determine the appropriate standards and did not rely on the monetized benefits analysis for purposes of determining the standards. E.O. 12866 separately requires the EPA to perform a benefit-cost analysis, including monetizing costs and benefits where practicable, and the EPA has conducted such an analysis. The monetized climate benefits calculated using the SC--CH4 are included in the benefit-cost analysis, and thus, as is generally the case with any analytical methods, data, or results associated with RIAs, the EPA welcomes the opportunity to continually improve its understanding through public input on these estimates.

The EPA estimated the PV of the climate benefits over the 2024 to 2038 period to be \$110 billion at a 2 percent near-term Ramsey discount rate. The EAV of these benefits is estimated to be \$8.5 billion per year at the 2 percent near-term Ramsey discount rate. These values represent only a partial accounting of climate impacts from methane emissions and do not account for health effects of ozone exposure from the increase in methane emissions.

Under the final NSPS OOOOb and EG OOOOc, the EPA expects that the projected VOC emissions reductions will improve air quality and improve health and welfare associated with exposure to ozone, PM<sub>2.5</sub>, and HAP. In the national-level analysis of public health impacts, the EPA used the environmental Benefits Mapping and Analysis Program—Community Edition (BenMAP-CE) software program to quantify counts of premature deaths and illnesses attributable to photochemical modeled changes in summer season average ozone concentrations resulting from VOC emissions changes. The methods for quantifying the number and value of air pollution-attributable premature deaths and illnesses are described in the TSD titled *Estimating* PM<sub>2.5</sub>- and Ozone-Attributable Health Benefits 775. The reductions in healthharming pollution would result in significant public health benefits including avoided premature deaths, reductions in new asthma cases and incidences of asthma symptoms, reductions in hospital admissions and emergency department visits, and reductions in lost school days. These health benefits are also monetized and the EPA estimated the PV of the ozone health benefits over the 2024 to 2038 period to be \$7.0 billion at a 2 percent discount rate, \$6.1 billion at a 3 percent discount rate, and \$3.5 billion at a 7 percent discount rate. The EAV of these benefits is estimated to be \$540 million at a 2 percent discount rate, \$510 million at a 3 percent discount rate, and \$380 million at a 7 percent discount rate.

These values represent only a partial accounting of the potential benefits of this final rule. Several categories of climate, human health, and welfare benefits from methane, VOC, and HAP emissions reductions remain unmonetized and are thus not directly reflected in the quantified benefit estimates. The RIA presents a series of qualitative discussions of these unquantified and unmonetized benefits.

## F. What analyses of environmental justice did we conduct?

As discussed earlier in this preamble and in the November 2021 proposal, the EPA engaged extensively with representatives of communities with environmental justice concerns to inform this rulemaking, and heard directly from environmental justice

<sup>&</sup>lt;sup>773</sup> See volume 2 of the RTC, chapter 20, in EPA–HQ–OAR–2021–0317.

<sup>&</sup>lt;sup>774</sup> For more information about the development of these estimates, see *www.epa.gov/environmental-economics/scghg*.

<sup>&</sup>lt;sup>775</sup> https://www.epa.gov/system/files/documents/ 2023-01/Estimating%20PM2.5-%20and%20Ozone-Attributable%20Health%20Benefits%20TSD\_0.pdf.

organizations and community representatives during the public hearings and as part of the public comment process for both the November 2021 Proposal and December 2022 Supplemental Proposal. Our engagement with these stakeholders surfaced several concerns regarding the health effects of air pollution associated with oil and gas facilities, the implications of climate change and associated extreme weather events for health and well-being in overburdened and vulnerable communities, and accessibility to data and information regarding sources near environmental justice communities. These stakeholders also highlighted the importance of reducing emissions of methane and other health-harming air pollutants from specific sources subject to this rule, such as from malfunctioning control devices and flaring of associated gas, super-emitter events, fugitive emissions from well sites, compressor stations, and storage vessels.

The EPA gave these comments careful consideration as part of the overall record for this rulemaking. Consistent with applicable executive orders and EPA policy, the Agency has also carefully analyzed the environmental justice implications of the climaterelated benefits that will result from this rule, as well as the benefits associated with reductions in emissions of ozone precursors (namely VOCs) and hazardous air pollutants. The EPA believes that *the suite of regulatory* protections established in this rule, and the resulting reductions in harmful air pollution from new and existing oil and gas sources, will have a range of significant benefits for communities with environmental justice concerns.

Among other things, this rule will lead to significant reductions in methane pollution amounting to approximately 1.5 billion tons CO<sub>2</sub>-e through 2038, yielding climate-related benefits valued at \$110 billion. Because climate change is already having disproportionate and adverse impacts on communities with environmental justice concerns, these methane reductions and their associated climaterelated benefits are of particular importance for these communities.

Ålong with these climate-related benefits, this final rule is also anticipated to achieve significant VOC reductions of 16 million tons and HAP reductions of 590 thousand tons. Many of these reductions come from applying available control measures to sources that environmental justice organizations and communities have identified as being frequently located near overburdened and vulnerable

populations, and as posing important air quality and health concerns for communities. By ensuring that these sources are subject to nationally applicable requirements that reflect highly effective technologies and approaches for limiting and reducing emissions, the EPA believes that the NSPS and EG being finalized here will provide a high and consistent degree of protection against the full suite of harmful air pollutants associated with oil and gas sources, including in communities with environmental justice concerns that are located near these sources and exposed to these emissions.

1. Environmental Justice and the Impacts of Climate Change

In 2009, under the Endangerment and Cause or Contribute Findings for Greenhouse Gases Under Section 202(a) of the Clean Air Act ("Endangerment Finding," 74 FR 66496), the Administrator considered how climate change threatens the health and welfare of the U.S. population.776 As part of that consideration, she also considered risks to minority and low-income individuals and communities, finding that certain parts of the U.S. population may be especially vulnerable based on their characteristics or circumstances. These groups include economically and socially disadvantaged communities, including those that have been historically marginalized or overburdened; individuals at vulnerable lifestages, such as the elderly, the very young, and pregnant or nursing women; those already in poor health or with comorbidities; the disabled; those experiencing homelessness, mental illness, or substance abuse; and/or Indigenous or minority populations dependent on one or limited resources for subsistence due to factors including but not limited to geography, access, and mobility.

Scientific assessment reports produced over the past decade by the

USGCRP,<sup>777</sup> <sup>778</sup> the IPCC,<sup>779</sup> <sup>780</sup> <sup>781</sup> <sup>782</sup> the National Academies of Science, Engineering, and Medicine,<sup>783</sup> <sup>784</sup> and

<sup>777</sup> USGCRP, 2018: Impacts, Risks, and Adaptation in the United States: Fourth National Climate Assessment, Volume II [Reidmiller, D.R., C.W. Avery, D.R. Easterling, K.E. Kunkel, K.L.M. Lewis, T.K. Maycock, and B.C. Stewart (eds.)]. U.S. Global Change Research Program, Washington, DC, USA, 1515 pp. doi:10.7930/NCA4.2018.

<sup>778</sup> USGCRP, 2016: The Impacts of Climate Change on Human Health in the United States: A Scientific Assessment. Crimmins, A., J. Balbus, J.L. Gamble, C.B. Beard, J.E. Bell, D. Dodgen, R.J. Eisen, N. Fann, M.D. Hawkins, S.C. Herring, L. Jantarasami, D.M. Mills, S. Saha, M.C. Sarofim, J. Trtanj, and L. Ziska, Eds. U.S. Global Change Research Program, Washington, DC, 312 pp. https:// dx.doi.org/10.7930/J0R49NQX.

<sup>779</sup> Oppenheimer, M., M. Campos, R. Warren, J. Birkmann, G. Luber, B. O'Neill, and K. Takahashi, 2014: Emergent risks and key vulnerabilities. In: Climate Change 2014: Impacts, Adaptation, and Vulnerability. Part A: Global and Sectoral Aspects. Contribution of Working Group II to the Fifth Assessment Report of the Intergovernmental Panel on Climate Change [Field, C.B., V.R. Barros, D.J. Dokken, K.J. Mach, M.D. Mastrandrea, T.E. Bilir, M. Chatterjee, K.L. Ebi, Y.O. Estrada, R.C. Genova, B. Girma, E.S. Kissel, A.N. Levy, S. MacCracken, P.R. Mastrandrea, and L.L. White (eds.)]. Cambridge University Press, Cambridge, United Kingdom and New York, NY, USA, pp. 1039–1099.

<sup>780</sup> Porter, J.R., L. Xie, A.J. Challinor, K. Cochrane, S.M. Howden, M.M. Iqbal, D.B. Lobell, and M.I. Travasso, 2014: Food security and food production systems. In: Climate Change 2014: Impacts, Adaptation, and Vulnerability. Part A: Global and Sectoral Aspects. Contribution of Working Group II to the Fifth Assessment Report of the Intergovernmental Panel on Climate Change [Field, C.B., V.R. Barros, D.J. Dokken, K.J. Mach, M.D. Mastrandrea, T.E. Bilir, M. Chatterjee, K.L. Ebi, Y.O. Estrada, R.C. Genova, B. Girma, E.S. Kissel, A.N. Levy, S. MacCracken, P.R. Mastrandrea, and L.L. White (eds.)]. Cambridge University Press, Cambridge, United Kingdom and New York, NY, USA, pp. 485–533.

<sup>781</sup> Smith, K.R., A. Woodward, D. Campbell-Lendrum, D.D. Chadee, Y. Honda, Q. Liu, J.M. Olwoch, B. Revich, and R. Sauerborn, 2014: Human health: impacts, adaptation, and co-benefits. In: Climate Change 2014: Impacts, Adaptation, and Vulnerability. Part A: Global and Sectoral Aspects. Contribution of Working Group II to the Fifth Assessment Report of the Intergovernmental Panel on Climate Change [Field, C.B., V.R. Barros, D.J. Dokken, K.J. Mach, M.D. Mastrandrea, T.E. Bilir, M. Chatterjee, K.L. Ebi, Y.O. Estrada, R.C. Genova, B. Girma, E.S. Kissel, A.N. Levy, S. MacCracken, P.R. Mastrandrea, and L.L. White (eds.)]. Cambridge University Press, Cambridge, United Kingdom and New York, NY, USA, pp. 709–754.

<sup>782</sup> IPCC, 2018: Global Warming of 1.5 °C. An IPCC Special Report on the impacts of global warming of 1.5 °C above pre-industrial levels and related global greenhouse gas emission pathways, in the context of strengthening the global response to the threat of climate change, sustainable development, and efforts to eradicate poverty [Masson-Delmotte, V., P. Zhai, H.-O. Pörtner, D. Roberts, J. Skea, P.R. Shukla, A. Pirani, W. Moufouma-Okia, C. Péan, R. Pidcock, S. Connors, J.B.R. Matthews, Y. Chen, X. Zhou, M.I. Gomis, E. Lonnoy, T. Maycock, M. Tignor, and T. Waterfield (eds.)]. In Press.

<sup>783</sup> National Research Council. 2011. America's Climate Choices. Washington, DC: The National Academies Press. https://doi.org/10.17226/12781.

<sup>784</sup> National Academies of Sciences, Engineering, and Medicine. 2017. *Communities in Action: Pathways to Health Equity.* Washington, DC: The National Academies Press. *https://doi.org/* 10.17226/24624.

<sup>&</sup>lt;sup>776</sup> Earlier studies and reports can be found at https://www.epa.gov/cira/social-vulnerabilityreport.

the EPA <sup>785</sup> add more evidence that the impacts of climate change raise potential EJ concerns. These reports conclude that less-affluent, traditionally marginalized and predominantly non-White communities can be especially vulnerable to climate change impacts because they tend to have limited resources for adaptation, are more dependent on climate-sensitive resources such as local water and food supplies or have less access to social and information resources. Some communities of color, specifically populations defined jointly by ethnic/ racial characteristics and geographic location (e.g., African-American, Black, and Hispanic/Latino communities; Native Americans, particularly those living on Tribal lands and Alaska Natives), may be uniquely vulnerable to climate change health impacts in the U.S., as discussed below. In particular, the 2016 scientific assessment on the Impacts of Climate Change on Human Health 786 found with high confidence that vulnerabilities are place- and timespecific, lifestages and ages are linked to immediate and future health impacts, and social determinants of health are linked to greater extent and severity of climate change-related health impacts.

Per the NCA4, "Climate change affects human health by altering exposures to heat waves, floods, droughts, and other extreme events; vector-, food- and waterborne infectious diseases; changes in the quality and safety of air, food, and water; and stresses to mental health and well-being." 787 Many health conditions such as cardiopulmonary or respiratory illness and other health impacts are associated with and exacerbated by an increase in GHGs and climate change outcomes, which is problematic as these diseases occur at higher rates within vulnerable communities. Importantly, negative public health outcomes include those that are physical in nature, as well as mental, emotional, social, and economic.

The scientific assessment literature, including the previously referenced reports, demonstrates that there are

myriad ways in which these populations may be affected at the individual and community levels. Outdoor workers, such as construction or utility workers and agricultural laborers, who are frequently part of already at-risk groups, are exposed to poor air quality and extreme temperatures without relief. Furthermore, individuals within EJ populations of concern face greater housing and clean water insecurity and bear disproportionate economic impacts and health burdens associated with climate change effects. They also have less or limited access to healthcare and affordable, adequate health or homeowner insurance. The urban heat island effect can add additional stress to vulnerable populations in densely populated cities who do not have access to air conditioning.<sup>788</sup> Finally, resiliency and adaptation are more difficult for economically disadvantaged communities: They tend to have less liquidity, individually and collectively, to move or to make the types of infrastructure or policy changes necessary to limit or reduce the hazards they face. They frequently face systemic, institutional challenges that limit their power to advocate for and receive resources that would otherwise aid in resiliency and hazard reduction and mitigation.

The assessment literature cited in the EPA's 2009 Endangerment Finding, as well as Impacts of Climate Change on Human Health, also concluded that certain populations and people in particular stages of life, including children, are most vulnerable to climaterelated health effects. The assessment literature produced from 2016 to the present strengthens these conclusions by providing more detailed findings regarding related vulnerabilities and the projected impacts youth may experience. These assessmentsincluding the NCA4 (2018) and The Impacts of Climate Change on Human Health in the United States (2016)describe how children's unique physiological and developmental factors contribute to making them particularly vulnerable to climate change. Impacts to children are expected from air pollution, infectious and waterborne illnesses, and mental health effects resulting from extreme weather events. In addition, children are among those especially susceptible to allergens, as well as health effects associated with heat waves, storms, and floods. Additional health concerns may arise in low-income households, especially those with children, if climate change

reduces food availability and increases prices, leading to food insecurity within households. More generally, these reports note that extreme weather and flooding can cause or exacerbate poor health outcomes by affecting mental health because of stress; contributing to or worsening existing conditions, again due to stress or also as a consequence of exposures to water and air pollutants; or by impacting hospital and emergency services operations.<sup>789</sup> Further, in urban areas in particular, flooding can have significant economic consequences due to effects on infrastructure, pollutant exposures, and drowning dangers. The ability to withstand and recover from flooding is dependent in part on the social vulnerability of the affected population and individuals experiencing an event.<sup>790</sup> In addition, children are among those especially susceptible to allergens, as well as health effects associated with heat waves, storms, and floods. Additional health concerns may arise in lowincome households, especially those with children, if climate change reduces food availability and increases prices, leading to food insecurity within households.

The Impacts of Climate Change on Human Health (USGCRP, 2016) also found that some communities of color, low-income groups, people with limited English proficiency, and certain immigrant groups (especially those who are undocumented) live with many of the factors that contribute to their vulnerability to the health impacts of climate change. While difficult to isolate from related socioeconomic factors, race appears to be an important factor in vulnerability to climate-related stress, with elevated risks for mortality from high temperatures reported for Black or African-American individuals compared to White individuals after controlling for factors such as air conditioning use. Moreover, people of color are disproportionately exposed to air pollution based on where they live, and disproportionately vulnerable due to higher baseline prevalence of underlying diseases such as asthma, so

<sup>&</sup>lt;sup>785</sup> EPA. 2021. Climate Change and Social Vulnerability in the United States: A Focus on Six Impacts. U.S. Environmental Protection Agency, EPA 430–R–21–003.

<sup>&</sup>lt;sup>786</sup> USGCRP, 2016: The Impacts of Climate Change on Human Health in the United States: A Scientific Assessment.

<sup>&</sup>lt;sup>787</sup> Ebi, K.L., J.M. Balbus, G. Luber, A. Bole, A. Crimmins, G. Glass, S. Saha, M.M. Shimamoto, J. Trtanj, and J.L. White-Newsome, 2018: Human Health. In Impacts, Risks, and Adaptation in the United States: Fourth National Climate Assessment, Volume II [Reidmiller, D.R., C.W. Avery, D.R. Easterling, K.E. Kunkel, K.L.M. Lewis, T.K. Maycock, and B.C. Stewart (eds.)]. U.S. Global Change Research Program, Washington, DC, USA, pp. 539–571. doi:10.7930/NCA4.2018.CH14.

<sup>788</sup> USGCRP, 2016.

<sup>&</sup>lt;sup>789</sup> Ebi, K.L., J.M. Balbus, G. Luber, A. Bole, A. Crimmins, G. Glass, S. Saha, M.M. Shimamoto, J. Trtanj, and J.L. White-Newsome, 2018: Human Health. In Impacts, Risks, and Adaptation in the United States: Fourth National Climate Assessment, Volume II [Reidmiller, D.R., C.W. Avery, D.R. Easterling, K.E. Kunkel, K.L.M. Lewis, T.K. Maycock, and B.C. Stewart (eds.)]. U.S. Global Change Research Program, Washington, DC, USA, pp. 539–571. doi:10.7930/NCA4.2018.CH14.

<sup>&</sup>lt;sup>790</sup> National Academies of Sciences, Engineering, and Medicine 2019. Framing the Challenge of Urban Flooding in the United States. Washington, DC: The National Academies Press. https://doi.org/ 10.17226/25381.

climate exacerbations of air pollution are expected to have disproportionate effects on these communities. Locations with greater health threats include urban areas (due to, among other factors, the "heat island" effect where built infrastructure and lack of green spaces increases local temperatures), areas where airborne allergens and other air pollutants already occur at higher levels, and communities experienced depleted water supplies or vulnerable energy and transportation infrastructure.

The recent EPA report on climate change and social vulnerability 791 examined four socially vulnerable groups (individuals who are low income, minority, without high school diplomas, and/or 65 years and older) and their exposure to several different climate impacts (air quality, coastal flooding, extreme temperatures, and inland flooding). This report found that Black and African-American individuals were 40 percent more likely to currently live in areas with the highest projected increases in mortality rates due to climate-driven changes in extreme temperatures, and 34 percent more likely to live in areas with the highest projected increases in childhood asthma diagnoses due to climate-driven changes in particulate air pollution. The report found that Hispanic and Latino individuals are 43 percent more likely to live in areas with the highest projected labor hour losses in weatherexposed industries due to climatedriven warming, and 50 percent more likely to live in coastal areas with the highest projected increases in traffic delays due to increases in high-tide flooding. The report found that American Indian and Alaska Native individuals are 48 percent more likely to live in areas where the highest percentage of land is projected to be inundated due to sea level rise, and 37 percent more likely to live in areas with high projected labor hour losses. Asian individuals were found to be 23 percent more likely to live in coastal areas with projected increases in traffic delays from high-tide flooding. Those with low income or no high school diploma are about 25 percent more likely to live in areas with high projected losses of labor hours, and 15 percent more likely to live in areas with the highest projected increases in asthma due to climatedriven increases in particulate air pollution, and in areas with high

projected inundation due to sea level rise.

In a more recent 2023 report, *Climate* Change Impacts on Children's Health and Well-Being in the U.S., the EPA considered the degree to which children's health and well-being may be impacted by five climate-related environmental hazards-extreme heat, poor air quality, changes in seasonality, flooding, and different types of infectious diseases (U.S. EPA, 2023). The report found that children's academic achievement is projected to be reduced by 4-7 percent per child, as a result of moderate and higher levels of warming, impacting future income levels. The report also projects increases in the numbers of annual emergency department visits associated with asthma, and that the number of new asthma diagnoses increases by 4–11 percent due to climate-driven increases in air pollution relative to current levels. In addition, more than 1 million children in coastal regions are projected to be temporarily displaced from their homes annually due to climate-driven flooding, and infectious disease rates are similarly anticipated to rise, with the number of new Lyme disease cases in children living in 22 states in the eastern and midwestern U.S. increasing by approximately 3,000-23,000 per year compared to current levels. Overall, the report confirmed findings of broader climate science assessments that children are uniquely vulnerable to climate-related impacts and that in many situations, children in the U.S. who identify as Black, Indigenous, and People of Color, are limited Englishspeaking, do not have health insurance, or live in low-income communities may be disproportionately exposed to the most severe impacts of climate change.

2. Impacts of Climate Change on Indigenous Communities

Indigenous communities face disproportionate risks from the impacts of climate change, particularly those communities impacted by degradation of natural and cultural resources within established reservation boundaries and threats to traditional subsistence lifestyles. Indigenous communities whose health, economic well-being, and cultural traditions depend upon the natural environment will likely be affected by the degradation of ecosystem goods and services associated with climate change. The IPCC indicates that losses of customs and historical knowledge may cause communities to be less resilient or adaptable.<sup>792</sup> The

NCA4 (2018) noted that while indigenous peoples are diverse and will be impacted by the climate changes universal to all Americans, there are several ways in which climate change uniquely threatens indigenous peoples' livelihoods and economies.<sup>793</sup> In addition, there can be institutional barriers (including policy-based limitations and restrictions) to their management of water, land, and other natural resources that could impede adaptive measures.

For example, indigenous agriculture in the Southwest is already being adversely affected by changing patterns of flooding, drought, dust storms, and rising temperatures leading to increased soil erosion, irrigation water demand, and decreased crop quality and herd sizes. The Confederated Tribes of the Umatilla Indian Reservation in the Northwest have identified climate risks to salmon, elk, deer, roots, and huckleberry habitat. Housing and sanitary water supply infrastructure are vulnerable to disruption from extreme precipitation events. Confounding general Native American response to natural hazards are limitations imposed by policies such as the Dawes Act of 1887 and the Indian Reorganization Act of 1934, which ultimately restrict Indigenous peoples' autonomy regarding land-management decisions through Federal trusteeship of certain Tribal lands and mandated Federal oversight of management decisions. Additionally, NCA4 noted that Indigenous peoples are subjected to institutional racism effects, such as poor infrastructure, diminished access to quality healthcare, and greater risk of exposure to pollutants. Consequently, Native Americans often have disproportionately higher rates of asthma, cardiovascular disease, Alzheimer's disease, diabetes, and obesity. These health conditions and related effects (disorientation, heightened exposure to  $PM_{2.5}$ , etc.) can all contribute to increased vulnerability to climate-driven extreme heat and air pollution events, which also may be exacerbated by stressful situations, such as extreme weather events, wildfires, and other circumstances.

<sup>&</sup>lt;sup>791</sup> EPA. 2021. Climate Change and Social Vulnerability in the United States: A Focus on Six Impacts. U.S. Environmental Protection Agency, EPA 430–R–21–003.

<sup>&</sup>lt;sup>792</sup> Porter, *et al.*, 2014: Food security and food production systems.

<sup>&</sup>lt;sup>793</sup> Jantarasami, L.C., R. Novak, R. Delgado, E. Marino, S. McNeeley, C. Narducci, J. Raymond-Yakoubian, L. Singletary, and K. Powys Whyte, 2018: Tribes and Indigenous Peoples. In Impacts, Risks, and Adaptation in the United States: Fourth National Climate Assessment, Volume II [Reidmiller, D.R., C.W. Avery, D.R. Easterling, K.E. Kunkel, K.L.M. Lewis, T.K. Maycock, and B.C. Stewart (eds.)]. U.S. Global Change Research Program, Washington, DC, USA, pp. 572–603. doi:10.7930/NCA4. 2018. CH15.

NCA4 and IPCC's Fifth Assessment Report <sup>794</sup> also highlighted several impacts specific to Alaskan Indigenous Peoples. Coastal erosion and permafrost thaw will lead to more coastal erosion, rendering winter travel riskier and exacerbating damage to buildings, roads, and other infrastructure—impacts on archaeological sites, structures, and objects that will lead to a loss of cultural heritage for Alaska's indigenous people. In terms of food security, the NCA4 discussed reductions in suitable ice conditions for hunting, warmer temperatures impairing the use of traditional ice cellars for food storage, and declining shellfish populations due to warming and acidification. While the NCA4 also noted that climate change provided more opportunity to hunt from boats later in the fall season or earlier in the spring, the assessment found that the net impact was an overall decrease in food security.

3. Environmental Justice Impacts of Ozone Exposure Due to Oil and Natural Gas VOC Impacts

Although EJ concerns for each rulemaking are unique and should be considered on a case-by-case basis, the EPA's EJ Technical Guidance (U.S. EPA, 2015) states that "[t]he analysis of potential EJ concerns for regulatory actions should address three questions:

1. Are there potential EJ concerns associated with environmental stressors affected by the regulatory action for population groups of concern in the baseline?

2. Are there potential EJ concerns associated with environmental stressors affected by the regulatory action for population groups of concern for the regulatory option(s) under consideration?

3. For the regulatory option(s) under consideration, are potential EJ concerns created [, exacerbated,] or mitigated compared to the baseline?"

To address these questions, the EPA developed an analytical approach that considers the purpose and specifics of this proposed rulemaking, as well as the nature of known and potential exposures and health impacts. The purpose of this RIA is to provide estimates of the potential costs and benefits of the illustrative national

control strategies in 2038 for the selected policy option. The selected policy option evaluated in the RIA is expected to reduce VOC emissions. Consequently, this means that ozone formation and exposure is expected to be reduced such that some areas are expected to experience greater air quality improvements, and thus health improvements. As differences in both exposure and susceptibility (i.e., intrinsic individual risk factors) contribute to environmental impacts, the analytical approach used here first determines whether exposure and health effect disparities exist under the baseline scenario. The approach then evaluates if and how disparities are impacted when illustrative emissions control strategies are analyzed. Both the exposure and health effects analyses were developed using available scientific evidence from the selected policy option for the Oil & Gas rule, for the future year 2038, and are associated with various uncertainties. Consistent with the methods the EPA uses to fully characterize the benefits of a regulatory action, these EJ analyses evaluate the full set of exposure and health outcome distributions resulting from this proposed action at the national scale.

The EJ exposure assessment portion of the analysis focuses on associating ambient ozone concentrations with various demographic variables. Because this type of analysis requires less a priori information, we were able to include a broad array of demographic characteristics. Estimating actual health outcomes modified by demographic population requires additional scientific information, which constrained the scope of the second portion of the assessment. We focused the EJ health effects analysis on populations and health outcomes with the strongest scientific support (U.S. EPA, 2019, U.S. EPA, 2020, U.S. EPA, 2022a). However, the EJ health effects analysis does not include information about differences in other factors that could affect the likelihood of adverse impacts (e.g., access to health care, BMI) across groups, due to limitations on the underlying data.<sup>795</sup> Both the EJ exposure and health effects analyses are subject to uncertainties related to input

parameters and assumptions. For example, both analyses focus on seasonal average ozone concentrations and do not evaluate whether concentrations experienced by different groups persist across the distribution of daily ozone exposures. Additionally, the EJ health effects analysis is subject to additional uncertainties related to concentration-response relationships and baseline incidence data.

Complex analyses using estimated parameters and inputs from numerous models are likely to include multiple sources of uncertainty. As this analysis is based on the same ozone spatial fields as the benefits assessment, it is subject to similar types of uncertainty.

## XVII. Statutory and Executive Order Reviews

Additional information about these statutes and E.O. can be found at https://www.epa.gov/laws-regulations/ laws-and-executive-orders.

#### A. Executive Order 12866: Regulatory Planning and Review and Executive Order 14094: Modernizing Regulatory Review

This action is a "significant regulatory action" as defined under section 3(f)(1) of Executive Order 12866, as amended by Executive Order 14094. Accordingly, the EPA submitted this action to OMB for Executive Order 12866 review. Documentation of any changes made in response to the Executive Order 12866 review is available in the docket for this action. The EPA prepared an analysis of the potential costs and benefits associated with this action. This analysis, "Regulatory Impact Analysis for the Standards of Performance for New, Reconstructed, and Modified Sources and Emissions Guidelines for Existing Sources: Oil and Natural Gas Sector Climate Review," is available in the docket and describes in detail the EPA's assumptions and characterizes the various sources of uncertainties affecting the estimates.

The PV and EAV of the projected benefits, costs, and net benefits over the 2024 to 2038 period under the final rule using discount rates of 2, 3, and 7 percent is presented in table 28. A discussion of the costs of the final rule is in section 2 of the RIA and a discussion of the benefits is in section 3.

<sup>&</sup>lt;sup>794</sup> Porter, *et al.*, 2014: Food security and food production systems.

<sup>&</sup>lt;sup>795</sup> We do not ascribe differential health effects to be caused by race or ethnicity. Instead, race and ethnicity likely serve as proxies for a variety of environmental and social stressors.

### TABLE 28—BENEFITS, COSTS, NET BENEFITS, AND EMISSIONS REDUCTIONS UNDER THE FINAL RULES, 2024–2038 [Dollar estimates in millions of 2019 dollars]<sup>a</sup>

	2 Percent near-term ramsey discount rate					
	PV	EAV	PV	EAV	PV	EAV
Climate Benefits <sup>b</sup>	\$110,000	\$8,500	\$110,000	\$8,500	\$110,000	\$8,500
	2 Percent discount rate		3 Percent discount rate		7 Percent discount rate	
	PV	EAV	PV	EAV	PV	EAV
Ozone Health Benefits <sup>c</sup> Net Compliance Costs <i>Compliance Costs</i> <i>Value of Product Recovery</i> Net Benefits <sup>d</sup>	\$7,000 19,000 31,000 13,000 97,000	\$540 1,500 2,400 980 7,600	\$6,100 18,000 29,000 11,000 97,000	\$510 1,500 2,400 950 7,500	\$3,500 14,000 22,000 7,400 98,000	\$380 1,600 2,400 820 7,300
Non-Monetized Benefits	Climate and ozone-related health benefits from reducing 58 million short tons of methane from 2024 to 2038. Benefits to provision of ecosystem services associated with reduced ozone concentrations from reducing 16 million short tons of VOC from 2024 to 2038. PM <sub>2.5</sub> -related health benefits from reducing 16 million short tons of VOC from 2024 to 2024 to 2038.					

HAP benefits from reducing 590 thousand short tons of HAP from 2024 to 2038.

<sup>a</sup> Values rounded to two significant figures. Totals may not appear to add correctly due to rounding.

<sup>b</sup> Climate benefits are based on reductions in methane emissions and are calculated using three different estimates of the SC–CH<sub>4</sub> (under 1.5 percent, 2.0 percent, and 2.5 percent near-term Ramsey discount rates). For the presentational purposes of this table, we show the climate benefits associated with the SC–CH<sub>4</sub> at the 2 percent near-term Ramsey discount rate. Please see tables 3.4 and 3.5 in the RIA for the full range of monetized climate benefit estimates. All net benefits are calculated using climate benefits discounted at the 2 percent near-term rate. <sup>c</sup>Monetized benefits include those related to public health associated with reductions in ozone concentrations. The health benefits are associated with reductions in ozone concentrations.

ated with several point estimates. <sup>d</sup>Several categories of climate, human health, and welfare benefits from methane, VOC, and HAP emissions reductions remain unmonetized

and are thus not directly reflected in the quantified benefit estimates in the table.

#### B. Paperwork Reduction Act (PRA)

The information collection activities in this rule have been submitted for approval to the OMB under the PRA. The ICR document that the EPA prepared has been assigned OMB Control No. 2060–0721 and EPA ICR number 2523.05. You can find a copy of the ICR in the docket for this rule, and it is briefly summarized here. The information collection requirements are not enforceable until OMB approves them. As noted in section X.N, the templates for the semiannual and annual reports for these subparts will be on the CEDRI website.<sup>796</sup>

40 CFR part 60, subpart OOOOa. The respondents are owners or operators of onshore oil and natural gas affected facilities. For the purposes of this ICR, it is assumed that oil and natural gas affected facilities located in the U.S. are owned and operated by the oil and natural gas industry, and that none of the affected facilities in the U.S. are owned or operated by Federal, state, Tribal, or local government. All affected facilities are assumed to be privately owned for-profit businesses.

The EPA estimates an average of 4,250 respondents will be affected by NSPS OOOOa over the three-year period (2023–2025). The average annual burden for the recordkeeping and reporting requirements for these owners and operators is 375,338 person-hours, with an average annual cost of

\$126,543,957 over the three-year period. Respondents/affected entities: Oil and

natural gas operators and owners. *Respondent's obligation to respond:* Mandatory.

*Estimated number of respondents:* 4,250.

*Frequency of response:* Varies depending on affected facility.<sup>797</sup>

Total estimated burden: 375,338

hours (per year). Burden is defined at 5 CFR 1320.3(b).

*Total estimated cost:* \$126,543,957 (2019\$), which includes no capital costs or O&M costs.

40 CFR part 60, subpart OOOOb. The respondents are owners or operators of onshore oil and natural gas affected facilities and third parties that are approved as notifiers of super-emitter emissions events. For the purposes of this ICR, it is assumed that oil and natural gas affected facilities located in the U.S. are owned and operated by the oil and natural gas industry, and that none of the affected facilities in the U.S. are owned or operated by Federal, state, Tribal, or local government. All affected facilities are assumed to be privately owned for-profit businesses.

The EPA estimates an average of 1,849 respondents will be affected by NSPS OOOOb over the 3-year period 2023– 2025. The average annual burden for the recordkeeping and reporting requirements for these owners and operators is 883,625 person-hours, with an average annual cost of \$58,535,262 over the three-year period.

*Respondents/affected entities:* Oil and natural gas operators and owners; approved third-party notifiers.

*Respondent's obligation to respond:* Mandatory.

*Estimated number of respondents:* 1,849.

*Frequency of response:* Varies depending on affected facility.<sup>798</sup>

*Total estimated burden:* 883,625 hours (per year). Burden is defined at 5

CFR 1320.3(b). *Total estimated cost:* \$58,535,262 (2019\$), which includes \$12,182,846 in

capital costs. 40 CFR part 60, subpart OOOOc. This rule does not directly impose specific

requirements on oil and natural gas

<sup>&</sup>lt;sup>796</sup> https://www.epa.gov/electronic-reporting-airemissions/cedri.

<sup>&</sup>lt;sup>797</sup> The specific frequency for each information collection activity within this request is shown in tables 1a through 1d of the Supporting Statement in the public docket.

<sup>&</sup>lt;sup>798</sup> The specific frequency for each information collection activity within this request is shown in tables 1a through 1d of the Supporting Statement in the public docket.

facilities located in states or areas of Indian country. The rule also does not impose specific requirements on Tribal governments that have affected facilities located in their area of Indian country. This rule does impose specific requirements on state governments with affected oil and natural gas facilities. The information collection requirements are based on the recordkeeping and reporting burden associated with developing, implementing, and enforcing a plan to limit GHG emissions from existing sources in the oil and natural gas sector. These recordkeeping and reporting requirements are specifically authorized by CAA section 114 (42 U.S.C. 7414). All information submitted to the EPA pursuant to the recordkeeping and reporting requirements for which a claim of confidentiality is made is safeguarded according to Agency policies set forth in 40 CFR part 2, subpart B.

The annual burden for this collection of information for the states (averaged over the first 3 years following promulgation) is estimated to range from 166,000 to 208,000 hours at a total annual labor cost of between \$21 to \$26 million. The annual burden for the Federal government associated with the state collection of information (averaged over the first 3 years following promulgation) is estimated to be 22,520 hours at a total annual labor cost of \$1,399,930. The annual burden for industry (averaged over the first 3 years following promulgation) is estimated to be 2.2 million hours at a total annual labor cost of \$166 million. We realize, however, that some facilities may not incur these costs within the first 3 years and may incur them during the fourth or fifth year instead. Therefore, this ICR presents a conservatively high burden estimate for the initial 3 years following promulgation of the EG. Burden is defined at 5 CFR 1320.3(b).

An agency may not conduct or sponsor, and a person is not required to respond to, a collection of information unless it displays a currently valid OMB control number. The OMB control numbers for the EPA's regulations in 40 CFR are listed in 40 CFR part 9. When OMB approves this ICR, the Agency will announce that approval in the **Federal Register** and publish a technical amendment to 40 CFR part 9 to display the OMB control number for the approved information collection activities contained in this final rule.

#### C. Regulatory Flexibility Act (RFA)

Pursuant to sections 603 and 609(b) of the RFA, the EPA prepared an initial regulatory flexibility analysis (IRFA) for the proposed rule and convened a Small Business Advocacy Review (SBAR) Panel to obtain advice and recommendations from small entity representatives that potentially would be subject to the rule's requirements. Summaries of the IRFA and Panel recommendations are presented in the proposed rule at 86 FR 63260 (November 15, 2021) and 87 FR 74702 (December 6, 2022). The complete IRFA is available in the RIA for the December 2022 Supplemental Proposal (see section 4.3 of the RIA).

As required by section 604 of the RFA, the EPA prepared a final regulatory flexibility analysis (FRFA) for this action. The FRFA addresses the issues raised by public comments on the IRFA for the proposed rule. The complete FRFA is available for review in the docket and is summarized here. The scope of the FRFA is limited to the NSPS OOOOb. The impacts of the EG OOOOc are not evaluated here because the EG OOOOc does not place explicit requirements on the regulated industry. Those impacts will be evaluated pursuant to the development of a Federal plan.

The final rulemaking takes a significant step forward in mitigating climate change and improving human health by reducing GHG and VOC emissions from the oil and natural gas industry, specifically the Crude Oil and Natural Gas source category. The oil and natural gas industry is the United States' largest industrial emitter of methane. Human emissions of methane, a potent GHG, are responsible for about one third of the warming due to well-mixed GHGs, the second most important human warming agent after carbon dioxide. The EPA is finalizing the actions described in the preamble in accordance with its legal obligations and authorities following a review directed by E.O. 13990, "Protecting Public Health and the Environment and Restoring Science to Tackle the Climate Crisis," issued on January 20, 2021. The EPA intends for the rulemaking to address the far-reaching harmful consequences and real economic costs of climate change. According to the IPCC, "It is unequivocal that human influence has warmed the atmosphere, ocean and land. Widespread and rapid changes in the atmosphere, ocean, cryosphere and biosphere have occurred." These changes have led to increases in heat waves and wildfire weather, reductions in air quality, more intense hurricanes and rainfall events, and rising sea level. These changes, along with future projected changes, endanger the physical survival, health, economic well-being, and quality of life of people living in America, especially

those in the most vulnerable communities.

The EPA finalizes certain NSPS and to promulgate additional NSPS for both methane and VOC emissions from new oil and natural gas sources in the production, processing, transmission and storage segments of the industry; and promulgates EG to require states to regulate methane emissions from existing sources in those segments. The large amount of methane emissions from the oil and natural gas industry coupled with the adverse effects of methane on the global climate compel immediate regulatory action. The final rule comports with the EPA's CAA section 111 obligation to reduce dangerous pollution and responds to the urgency expressed by the current Congress. With the proposal, the EPA is taking additional steps in the regulation of the Crude Oil and Natural Gas source category to protect human health and the environment.

The significant issues raised in public comments specifically in response to the initial regulatory flexibility analysis came from the Office of Advocacy within the Small Business Administration. In response to the Advocacy's comments, the EPA agreed that issuing a revised IRFA with the December 2022 Supplemental Proposal was warranted, and the revision was published as section 4.3 in the December 2022 Supplemental Proposal RIA. The revised IRFA addressed Advocacy's critiques of the IRFA contained in the November 2021 Proposal RIA by providing a robust discussion of regulatory alternatives related to provisions for the following elements: fugitive emissions requirements, alternative technologies, associated gas requirements, process controller and pumps requirements, and reciprocating compressor requirements. For the final regulatory flexibility analysis, the EPA is also including discussion of regulatory alternatives for centrifugal compressor and liquids unloading requirements. Taken together, this discussion addresses Advocacy's concerns about the insufficiency of the discussion of regulatory alternatives in the November 2021 Proposal IRFA. In addition, the revised IRFA noted that the December 2022 Supplemental Proposal did not require OGI in accordance with the proposed appendix K for production sites. While equipment leaks at gas plants were still proposed to be monitored using OGI in accordance with appendix K in the December 2022 Supplemental Proposal, the burden estimates summarized in the revised IRFA reflected burden associated with appendix K. Finally, the burden estimates were updated to reflect the proposed NSPS OOOOb.

Following the issuance of the December 2022 Supplemental Proposal, Advocacy provided additional comments. While noting that it continued to have significant concerns about the impact the rule would have on small businesses in the oil and gas production sector, Advocacy acknowledged the work that the EPA did to improve its RFA compliance through the IRFA between proposals. More detailed responses to Advocacy's comments can be found in Chapter 21 of both Volume I and Volume II of the RTC document.

The RFA defines small entities as including "small businesses," "small governments," and "small organizations" (5 U.S.C. 601). The regulatory revisions being considered by the EPA for this rulemaking are expected to affect a variety of small businesses but would not affect any small governments or small organizations. The RFA references the definition of "small business" found in the Small Business Act, which authorizes the Small Business Administration (SBA) to further define "small business" by regulation. The detailed listing of SBA definitions of small business for oil and natural gas industries or sectors, by NAICS code, that are potentially affected by this proposal is included in table 4–12 of the RIA. The EPA conducted this initial regulatory flexibility analysis at the ultimate (*i.e.*, highest) level of ownership, evaluating ultimate parent entities.

To estimate the number of small businesses potentially impacted by the rule, the EPA developed a list of operators of oil and natural gas wells, natural gas processing plants, and natural gas compressor stations. The initial list of operators included 1,451 well site operators that completed a well in 2019, 297 processing plant operators, and 574 compressor station operators. The EPA then conducted a small business coding exercise as shown in table 4-13 of the RIA. In total, 998 of the 1,451 well site operators (69 percent) matched to 914 ultimate parent companies; 270 of 297 processing plant operators (91 percent) matched to 149 ultimate parent companies; and 519 of 574 compressor station operators (90 percent) matched to 315 ultimate parent companies.

To estimate the compliance cost impacts of the proposed rule on small entities, the EPA used the dataset of operators matched to ultimate parent companies discussed in the previous section and apply the sum of incremental costs for all relevant affected facility categories. Because the incremental costs depend on unknown characteristics of operator-specific well sites, processing plants, and compressor stations, we use average equipment counts at each facility type to derive estimates of average impacts at each facility type. Ultimately, the EPA estimated cost-to-sales ratios for each small entity to summarize the impacts of the proposed NSPS. See information and results presented in tables 4–14 to 4–16 of the RIA.

Prior to the November 2021 Proposal, the EPA convened a SBAR Panel to obtain recommendations from small entity representatives on elements of the regulation. The Panel identified significant alternatives for consideration by the Administrator of the EPA, which were summarized in a final report.<sup>799</sup> Based on the Panel recommendations, as well as comments received in response to the November 2021 Proposal and December 2022 Supplemental Proposal, the EPA is finalizing several regulatory alternatives that could accomplish the stated objectives of the CAA while minimizing any significant economic impact of the final rule on small entities. While the RIA included a full detailed discussion of these alternatives, the EPA is including two examples below.

First, as described in section XI.A. of this preamble, the EPA finalizing certain changes to the fugitives emissions standards that were proposed in November 2021 for NSPS OOOOb and revised in the December 2022 Supplemental Proposal. The EPA believes that two of these proposed changes will reduce impacts on small businesses: (1) requiring OGI monitoring for well sites and centralized production facilities following the monitoring plan required in proposed 40 CFR 60.5397b instead of requiring the procedures being proposed in appendix K for these sites and (2) defining monitoring technique and frequency based on the equipment present at a well site. The EPA describes these two changes below.

In the final rule, the EPA is not requiring OGI monitoring in accordance with the proposed appendix K for well sites or centralized production facilities, as was proposed in the November 2021 Proposal. Instead, the EPA is requiring OGI surveys following the procedures specified in the regulatory text for NSPS OOOOb (at 40 CFR 60.5397b) or according to EPA Method 21. This change is consistent with the requirements for OGI surveys found in NSPS OOOOa at 40 CFR 60.5397a. This final change is a result of the extensive comments the EPA received from oil and natural gas operators and other groups on the numerous complexities associated with following the proposed appendix K, especially considering the remoteness and size of many of these well sites.<sup>800</sup> In addition, commenters pointed out that OGI has always been the BSER for fugitive monitoring at well sites and was never designed as a replacement for EPA Method 21, while appendix K was designed for use at more complex processing facilities that have historically been subject to monitoring following EPA Method 21. The EPA agrees with the commenters and is finalizing requirements within NSPS OOOOb at 40 CFR 60.5397b in lieu of the procedures in appendix K for fugitive emissions monitoring at well sites or centralized production facilities. See section X.I.V of the preamble for additional information on what the EPA is finalizing for appendix K related to other sources (e.g., natural gas processing plants). The EPA believes this will particularly benefit small entities because it will streamline the requirements for conducting and documenting OGI surveys at these smaller, less complex sites. Additionally, this change provides a uniform set of requirements for regulated entities that may have assets subject to different subparts within the same region, which leads to increased regulatory certainty and eases the compliance burden. At the same time, the EPA believes this does not compromise the stated objectives of the Clean Air Act because these same requirements are already allowed in NSPS OOOOa and outline many of the same data elements required by appendix K.

Next, the final rule includes fugitive monitoring frequencies and detection techniques that are based on the type of equipment located at a well site, instead of the baseline methane emissions threshold that was included in the November 2021 Proposal and revised in the December 2022 Supplemental Proposal. Specifically, the EPA is finalizing four distinct subcategories of well sites:

• Well sites with only a single wellhead,

• Small well sites with a single wellhead and only one piece of major

<sup>&</sup>lt;sup>799</sup> See Document ID EPA–HQ–OAR–2021–0317– 0074.

<sup>&</sup>lt;sup>800</sup> See final rule preamble section XI.A. and see Document ID Nos. EPA-HQ-OAR-2021-0317-0579, -0743, -0764, -0777, -0782, -0786, -0793, -0802, -0807, -0808, -0810, -0814, -0817, -0820, -0831, -0834, and -0938.

production and processing equipment,<sup>801</sup>

• Well sites with only two or more wellheads and no other major production and processing equipment, and

• Well sites with one or more controlled storage vessels, control devices, natural gas-driven pneumatic controllers or pumps, or two or more other major production and processing equipment, including centralized production facilities.

The EPA is finalizing these distinct subcategories of well sites after consideration of comments on the November 2021 Proposal and the December 2022 Supplemental Proposal that stated the original baseline methane emissions threshold approach would be difficult to implement, especially for small businesses that may be less familiar with the use of emission factors from the EPA's Greenhouse Gas Reporting Program. The EPA believes that owners and operators, including small entities, can readily identify the number and types of major equipment located at a well site without the need for complicated calculations of emissions.

Further, the EPA is finalizing specific monitoring frequencies and techniques as the BSER for each well site subcategory individually. For example, the EPA is finalizing the use of audible, visual, and olfactory (AVO) inspections at well sites containing only a single wellhead and at small well sites. This monitoring technique does not require specialized equipment or operator training, but does allow the identification of large leaks, which are of the most concern from an environmental standpoint. Further, AVO monitoring can easily be built into regular maintenance activities that are

designed to keep the equipment at the site in good working order. The final requirements are responsive to a SER recommendation that the EPA allow AVO and soap bubble tests as an option for finding fugitive emissions, particularly because they are low cost and easy to implement alternatives for detecting leaks, and an Advocacy recommendation that the EPA allow AVO as an alternative in limited circumstances, such as part of an offramp for facilities unlikely to emit more than insignificant methane or with a demonstrated history of insignificant emissions. The EPA believes this will particularly benefit small entities because AVO surveys at these types of well sites are effective at identifying the types of large emissions from sources located at these well sites at a much lower cost than OGI surveys. For example, the costs associated with the quarterly AVO inspections are estimated at \$660/year, whereas the costs associated with an annual OGI survey for this type of well site are estimated at approximately \$2,000/yr. Inspections via AVO allow for more frequent inspections for large emissions events at these well sites, which results in faster emissions mitigation, than a single OGI survey each year.

In a second example, in the November 2021 Proposal, the EPA proposed that an owner or operator of a reciprocating compressor affected facility would be required to monitor the rod packing emissions annually by conducting flow rate measurements. When the measured flow rate exceeded 2 scfm (in pressurized mode), replacement of the rod packing would have been required. Alternatively, the November 2021 Proposal would have also provided owners and operators the option of routing rod packing emissions to a process via a closed vent system under negative pressure in order to comply with the rule. The proposed option to route to a process would have been allowed as an alternative under NSPS OOOOb because implementing this option, where feasible, would achieve greater emission reductions than the proposed performance-based emissions threshold standard. The December 2022 Supplemental Proposal proposed changes and specific clarifications to the November 2021 Proposal standards for NSPS OOOOb. For the proposed replacement of the rod packing based on an emission limit and annual measurement requirement, we proposed: (1) To clarify that the standard of performance is a numeric standard (not a work practice standard) of 2 scfm, (2) to allow for repair (in

addition to replacement) of the rod packing in order to maintain an emission rate at or below 2 scfm, and (3) to allow for monitoring based on 8,760 hours of operation instead of based on a calendar year. The EPA also proposed regulatory text that defined the required flow rate measurement methods and/or procedure requirements, and recordkeeping and reporting requirements. For the alternative option of routing rod packing emissions to a process via a closed vent system under negative pressure, the EPA proposed to remove the negative pressure requirement.

As described in the preamble to the final rule,<sup>802</sup> the EPA is finalizing changes to the proposed requirements for reciprocating compressors in for NSPS OOOOb as a result of comments received on the November 2021 Proposal and December 2022 Supplemental Proposal. The EPA believes the following rule changes will reduce impacts on small businesses.

Concerns were expressed regarding the EPA's November 2021 Proposal and December 2022 Supplemental Proposal that shifted rod packing changeout requirements from a designated schedule of once every 3 years to a performance standard based on an annual flow rate measurement. While the November 2021 Proposal format of the performance standard based on volumetric flow rate measurements was as a work practice standard, the December 2022 Supplemental Proposal format of the performance standard was as a numeric standard. Commenters on the December 2022 Supplemental Proposal expressed that, as a numeric standard, the performance standard based on flow measurements was unworkable. It was also noted that a performance standard is often more expensive than a fixed equipment change-out standard because of the additional monitoring and recordkeeping necessary to demonstrate compliance with the performance standard, which they believed could negatively impact small businesses. These commenters also supported the fixed schedule rod packing change-out standard because this is the standard owners and operators have implemented for reciprocating compressors under NSPS OOOOa and stated that the annual flow rate performance work practice standard would lead to more rod packing changeouts than would be required based on the November OOOOa fixedschedule packing change out requirements.

<sup>&</sup>lt;sup>801</sup> Small well sites are defined as single wellhead well sites that do not contain any controlled storage vessels, control devices, pneumatic controller affected facilities, or pneumatic pump affected facilities, and include only one other piece of major production and processing equipment. Major production and processing equipment that would be allowed at a small well site would include a single separator, glycol dehydrator, centrifugal and reciprocating compressor, heater/treater, and storage vessel that is not controlled. By this definition, a small well site could only potentially contain a well affected facility (for well completion operations or gas well liquids unloading operations that do not utilize a CVS to route emissions to a control device) and a fugitive emissions components affected facility. No other affected facilities, including those utilizing CVS (such as pneumatic pumps routing to control) can be present for a well site to meet the definition of a small well site. The EPA is soliciting comment on this definition for small well sites, including whether additional metrics should be used beyond equipment counts, as well as the proposed standards and requirements for this subcategory of sites

<sup>&</sup>lt;sup>802</sup> See final rule preamble section XI.I.

The EPA is finalizing the following requirement changes associated with the reciprocating compressor rod packing volumetric flow rate measurement performance standard based on November 2021 Proposal and December 2022 Supplemental Proposal comments: (1) a 2 scfm volumetric flow rate per cylinder performance work practice standard, (2) repair (in addition to replacement) of the rod packing is allowed to maintain an emission rate at or below 2 scfm per cylinder; and (3) monitoring based on 8,760 hours of operation instead of based on a calendar year. These final requirements for reciprocating compressors are responsive to comments and concerns expressed by industry (including small businesses).

The EPA believes the final rule 2 scfm volumetric flow rate per cylinder performance work practice standard approach benefits small entities because facilities can use monitoring data to determine emission levels at which it is necessary to repair or replace rod packing. This approach can result in operational benefits, including a longer life for existing equipment, improvements in operating efficiencies, and long-term cost savings. Allowing an owner or operator to repair the rod packing (in addition to replacement of the rod packing) to maintain an emission rate at or below 2 scfm per cylinder alleviates the need to replace the rod packing when only a simple repair may be needed to maintain volumetric flow rate at or below 2 scfm per cylinder. Requiring owners and operators to conduct volumetric flow rate monitoring based on 8,760 hours of operation instead of based on a calendar year reduces the burden on owners and operators where compressors are not operational for multiple months or are used intermittently. Additionally, by requiring that monitoring frequency based on hours of operation, owners and operators have the flexibility to stagger maintenance activity throughout the year. The final rule defines the required flow rate measurement methods and/or procedures, repair and replacement requirements, and recordkeeping and reporting requirements.

In addition, the following regulatory options have been added to the final rule: (1) owners and operators are allowed to change out reciprocating compressor rod packing every 8,760 hours of operation in lieu of conducting volumetric flow rate monitoring every 8,760 hours; and (2) owners and operators are allowed to route emissions to a control device via a closed vent system in addition to routing emissions via a closed vent system to a process.

For the alternative option of routing rod packing emissions to a process via a closed vent system under negative pressure, the EPA is finalizing the removal of the negative pressure requirement. By allowing owners and operators to change out rod packing every 8,760 hours of operation in lieu of conducting volumetric flow rate monitoring every 8,760 hours, owners and operators have the option to choose a more-stringent rod packing change out schedule (on or before every 8,760 hours of operation) and avoid the need to conduct volumetric flow rate monitoring. Lastly, by the final rule allowing owners and operators to route emissions to a control device in addition to routing emissions to a process, the EPA has added flexibility to the compliance options available for owners and operators.

In addition, the EPA is preparing a Small Entity Compliance Guide to help small entities comply with this rule. The guide will be available on the 60 days after publication of the final rule at https://www.epa.gov/controlling-airpollution-oil-and-natural-gas-industry/ implementation-oil-and-natural-gas-air.

#### D. Unfunded Mandates Reform Act (UMRA)

The NSPS contains a Federal mandate under UMRA, 2 U.S.C. 1531-1538, that may result in expenditures of \$100 million or more for state, Tribal, and local governments, in the aggregate, or the private sector in any 1 year. Accordingly, the EPA has prepared under section 202 of the UMRA a written statement of the benefit-cost analysis, which can be found in section XVI of this preamble, and in Chapter 1 of the RIA.

Consistent with section 205 of UMRA, the EPA has identified and considered a reasonable number of regulatory alternatives. These alternatives are described in section XI of this preamble.

The EG is promulgated under CAA section 111(d) and does not impose any direct compliance requirements on designated facilities, apart from the requirement for states to develop state plans. As explained in section XIV.G of the November 2021 Proposal <sup>803</sup> and section V of the December 2022 Supplemental Proposal, the EG also does not impose specific requirements on Tribal governments that have designated facilities located in their area of Indian country. The burden for states to develop state plans following promulgation of the rule is estimated to be below \$100 million in any 1 year.

Thus, the EG is not subject to the requirements of section 203 or section 205 of the UMRA.

The NSPS and EG are also not subject to the requirements of section 203 of UMRA because, as described in 2 U.S.C. 1531–38, they contain no regulatory requirements that might significantly or uniquely affect small governments. Specifically, for the EG the state governments to which rule requirements apply are not considered small governments. In light of the interest among governmental entities, the EPA conducted outreach with national organizations representing states and Tribal governmental entities while formulating the proposed rule as discussed in the November 2021 Proposal, the December 2022 Supplemental Proposal, and section VII of this final preamble.<sup>804</sup> The EPA considered the stakeholders' experiences and lessons learned to help inform how to better structure this final rule and consider ongoing challenges that will require continued collaboration with stakeholders.

### E. Executive Order 13132: Federalism

The final NSPS OOOO, OOOOa, and OOOOb and final EG OOOOc do not have federalism implications. These actions will not have substantial direct effects on the states as defined in the E.O., on the relationship between the Federal Government and the states, or on the distribution of power and responsibilities among the various levels of government.

#### F. Executive Order 13175: Consultation and Coordination With Indian Tribal Governments

This action has Tribal implications. However, it will neither impose substantial direct compliance costs on federally recognized Tribal governments, nor preempt Tribal law, and does not have substantial direct effects on one or more Indian Tribes, the relationship between the Federal Government and Indian Tribes or on the distribution of power and responsibilities between the Federal Government and Indian Tribes, as specified in E.O. 13175. See 65 FR 67249 (November 9, 2000). As stated in the November 2021 Proposal, the EPA found that 112 unique Tribal lands are located within 50 miles of an affected oil and natural gas source, and 32 Tribes have one or more oil or natural gas sources on their lands.<sup>805</sup> While many of the affected and designated facilities impacted by final NSPS and EG on

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<sup>803</sup> See 86 FR 63256 (November 15, 2021) and 87 FR 74702 (December 6, 2022).

<sup>&</sup>lt;sup>804</sup> See 86 FR 63145 (November 15, 2021). <sup>805</sup> 86 FR 63143 (November 15, 2021).

Tribal lands are owned by private entities, some Tribes also own affected and or designated facilities. There would be Tribal implications associated with this rulemaking in the case where a unit is owned by a Tribal government or in the case of the NSPS, a Tribal government is given delegated authority to enforce the rulemaking. Tribes are not required to develop plans to implement the EG under CAA section 111(d) for designated existing sources. The EPA notes that this final rule does not directly impose specific requirements on designated facilities, including those located in Indian country. Before developing any standards for sources on Tribal land, the EPA would consult with leaders from affected Tribes.

Tribal consultations were completed after the November 2021 Proposal at the request of the Northern Arapahoe Tribe, MHA Nation, and Eastern Shoshone Tribe.<sup>806</sup> Additional Tribal consultation was completed at the request of MHA Nation and an informational meeting was held with the Ute Tribe after the December 2022 Supplemental Proposal.<sup>807</sup> Consistent with previous actions affecting the Crude Oil and Natural Gas source category, the EPA understands there is continued significant Tribal interest because of the growth of the oil and natural gas production in Indian country. In accordance with the EPA Policy on Consultation and Coordination with Indian Tribes, the EPA will continue to engage in consultation with Tribal officials as these rules become implemented.

#### *G. Executive Order 13045: Protection of Children From Environmental Health Risks and Safety Risks*

This action is subject to E.O. 13045 (62 FR 19885, April 23, 1997) because it is a significant regulatory action as defined by E.O. 12866(3)(f)(1), and the EPA believes that the environmental health or safety risk addressed by this action has a disproportionate effect on children. Accordingly, the Agency has evaluated the environmental health and welfare effects of climate change on children. GHGs, including methane, contribute to climate change and are emitted in significant quantities by the oil and gas industry. The EPA believes that the GHG emission reductions resulting from implementation of these standards and guidelines will further improve children's health. The assessment literature cited in the EPA's

2009 Endangerment Findings concluded that certain populations and life stages, including children, the elderly, and the poor, are most vulnerable to climaterelated health effects (74 FR 66524. December 15, 2009). The assessment literature since 2009 strengthens these conclusions by providing more detailed findings regarding these groups' vulnerabilities and the projected impacts they may experience (e.g., the 2016 Climate and Health Assessment<sup>808</sup>). These assessments describe how children's unique physiological and developmental factors contribute to making them particularly vulnerable to climate change. Impacts to children are expected from heat waves, air pollution, infectious and waterborne illnesses, and mental health effects resulting from extreme weather events. In addition, children are among those especially susceptible to most allergic diseases, as well as health effects associated with heat waves, storms, and floods. Additional health concerns may arise in low-income households, especially those with children, if climate change reduces food availability and increases prices, leading to food insecurity within households. More detailed information on the impacts of climate change to human health and welfare is provided in sections III and VI of the November 2021 Proposal,<sup>809</sup> section VII of the December 2022 Supplemental Proposal,<sup>810</sup> and section XVI of this document. Under the final NSPS OOOOb and EG OOOOc, the EPA expects that VOC and methane emissions reductions will improve air quality and mitigate climate impacts which will benefit the health and welfare of children.

#### H. Executive Order 13211: Actions Concerning Regulations That Significantly Affect Energy Supply, Distribution, or Use

This action, which is a significant regulatory action under E.O. 12866, has a significant adverse effect on the supply, distribution or use of energy as that phrase is defined in E.O. 13211. The documentation for this decision is contained in section 4.1.4 of the *Regulatory Impact Analysis for the Standards of Performance for New*, Reconstructed, and Modified Sources and Emissions Guidelines for Existing Sources: Oil and Natural Gas Sector Climate Review for this final action. To make this determination, we compare the projected change in crude oil and natural gas production to guidance articulated in a January 13, 2021, OMB memorandum, Furthering Compliance with Executive Order 13211, Titled "Actions Concerning Regulations That Significantly Affect Energy Supply, Distribution, or Use." <sup>811</sup> With respect to crude oil production, the guidance indicates that a regulatory action produces a significant adverse effect if it is expected to produce reductions in crude oil supply in excess of 20 million barrels per year. With respect to natural gas production, the guidance indicates that a regulatory action produces a significant adverse effect if it reduces natural gas production in excess of 40 million mcf per year.<sup>812</sup> We estimate maximum production reductions of about 41.4 million barrels of crude oil (1.05 percent of projected baseline production) and 272.5 million Mcf per year (0.75 percent).

#### I. National Technology Transfer and Advancement Act (NTTAA) and 1 CFR Part 51

This rulemaking involves technical standards. Therefore, the EPA conducted searches for the Standards of Performance for New, Reconstructed, and Modified Sources and Emissions Guidelines for Existing Sources: Oil and Natural Gas Sector Climate Review through the Enhanced National Standards Systems Network (NSSN) Database managed by the American National Standards Institute (ANSI). Searches were conducted for EPA Methods 1, 1A, 2, 2A, 2C, 2D, 3A, 3B, 3C, 4, 6, 10, 15, 16, 16A, 18, 21, 22, 25A of 40 CFR part 60, appendix A, EPA-454/B-08-002, and EPA-600/R-12/531. No applicable voluntary consensus standards (VCS) were identified for EPA Methods 1A, 2A, 2D, 21, and 22 and none were brought to its attention in comments. All potential standards were reviewed to determine the practicality of the VCS for this rule. Two VCS were

<sup>&</sup>lt;sup>806</sup> See Memorandum in EPA–HQ–OAR–2021– 0317.

 $<sup>^{807}\,\</sup>mathrm{See}$  Memorandum in EPA–HQ–OAR–2021–0317.

<sup>&</sup>lt;sup>808</sup> USGCRP, 2016: The Impacts of Climate Change on Human Health in the United States: A Scientific Assessment. Crimmins, A., J. Balbus, J.L. Gamble, C.B. Beard, J.E. Bell, D. Dodgen, R.J. Eisen, N. Fann, M.D. Hawkins, S.C. Herring, L. Jantarasami, D.M. Mills, S. Saha, M.C. Sarofim, J. Trtanj, and L. Ziska, Eds. U.S. Global Change Research Program, Washington, DC, 312 pp. http:// dx.doi.org/10.7930/J0R49NQX.

 $<sup>^{809}\,\</sup>mathrm{See}$  86 FR 63124 and 86 FR 63139 (November 15, 2021).

<sup>&</sup>lt;sup>810</sup> See 87 FR 74702 (December 6, 2022).

<sup>&</sup>lt;sup>811</sup> See https://www.whitehouse.gov/wp-content/ uploads/2021/01/M-21-12.pdf.

<sup>&</sup>lt;sup>812</sup> The 2021 E.O. 13211 guidance memo states that the natural gas production decrease that indicates the regulatory action is a significant energy action is 40 mcf per year. Because this is a relatively small amount of natural gas and previous guidance from 2001 indicated a threshold of 25 million Mcf, we assume the 2021 memo was intended to establish 40 million Mcf as the indicator of an adverse energy effect. See https:// www.whitehouse.gov/wp-content/uploads/2017/11/ 2001-M-01-27-Guidance-for-Implementing-E.O.-13211.pdf.

identified as an acceptable alternative to EPA test methods for the purpose of this rule. First, ANSI/ASME PTC 19-10-1981, Flue and Exhaust Gas Analyses (Part 10) (manual portions only and not the instrumental portion) was identified to be used in lieu of EPA Methods 3B, 6, 6A, 6B, 15A and 16A. This standard includes manual and instrumental methods of analysis for CO<sub>2</sub>, carbon monoxide (CO), H<sub>2</sub>S, NO<sub>X</sub>, O<sub>2</sub>, and SO<sub>2</sub>. Second, ASTM International (ASTM) D6420-99 (2010), "Test Method for Determination of Gaseous Organic Compounds by Direct Interface Gas Chromatography/Mass Spectrometry" is an acceptable alternative to EPA Method 18 with the following caveats, only use when the target compounds are all known, and the target compounds are all listed in ASTM D6420 as measurable. ASTM D6420 should never be specified as a "total VOC" Method. (ASTM D6420-99 (2010) is not incorporated by reference in 40 CFR part 60.) The search identified 19 VCS that were potentially applicable for this proposed rule in lieu of EPA reference methods. However, these have been determined to not be practical due to lack of equivalency, documentation, validation of data and other important technical and policy considerations. For additional information, please see the September 10, 2021, memo titled, "Voluntary Consensus Standard Results for New, Reconstructed, and Modified Sources and Emissions Guidelines for Existing Sources: Oil and Natural Gas Sector Climate Review."<sup>813</sup> In this rule, the EPA is including regulatory text for 40 CFR part 60, subparts OOOOb and OOOOc that includes incorporation by reference. In accordance with requirements of 40 CFR 60.17, the EPA is incorporating the following sixteen standards by reference.

 ASME/ANSI PTC 19.10–1981, Flue and Exhaust Gas Analyses [Part 10, Instruments and Apparatus] (Issued August 31, 1981) covers measuring the  $O_2$  or  $CO_2$  content of the exhaust gas. It highlights and specifies methods, apparatus, and calculations which are used in conjunction with Performance Test Codes to determine quantitatively, the gaseous constituents of exhausts resulting from stationary combustion sources. The PTC Supplement also describes the most commonly used instrumentation and analytical procedures used for flue and exhaust gas analyses.

• ASTM D86–96, Distillation of Petroleum Products (Approved April 10, 1996) covers the distillation of natural gasolines, motor gasolines, aviation gasolines, aviation turbine fuels, special boiling point spirits, naphthas, white spirit, kerosine, gas oils, distillate fuel oils, and similar petroleum products, utilizing either manual or automated equipment.

• ASTM D1945–03 (Reapproved 2010), Standard Test Method for Analysis of Natural Gas by Gas Chromatography covers the determination of the chemical composition of natural gases and similar gaseous mixtures within a certain range of composition. This test method may be abbreviated for the analysis of lean natural gases containing negligible amounts of hexanes and higher hydrocarbons, or for the determination of one or more components.

• ASTM D1945–14 (Reapproved 2019), Standard Test Method for Analysis of Natural Gas by Gas Chromatography covers the determination of the chemical composition of natural gases and similar gaseous mixtures within a certain range of composition. This test method may be abbreviated for the analysis of lean natural gases containing negligible amounts of hexanes and higher hydrocarbons, or for the determination of one or more components.

• ASTM D2879-83, Test Method for Vapor Pressure-Temperature Relationship and Initial Decomposition Temperature of Liquids by Isoteniscope. This test method covers the determination of the vapor pressure of pure liquids, the vapor pressure exerted by mixtures in a closed vessel at 40 +/ -5 percent ullage, and the initial thermal decomposition temperature of pure and mixed liquids.

• ASTM D2879–96, Test Method for Vapor Pressure-Temperature Relationship and Initial Decomposition Temperature of Liquids by Isoteniscope. This method is a revision of ASTM D2879–83. It is suited for use over a wide range of temperature ranging from ambient to 748 K and can include below ambient temperature when suitable constant-temperature bath for such temperature is used.

• ASTM D2879–97, Test Method for Vapor Pressure-Temperature Relationship and Initial Decomposition Temperature of Liquids by Isoteniscope. This method is a revision of ASTM D2879–96. Most petroleum products boil over a fairly wide temperature range and an ideal combination will show a progressive reduction in vapor pressure as lighter fluid components and may exert pressure in a closed system. This test method is simulated in the isoteniscope -a constant volume apparatus. • ASTM D3588–98 (Reapproved 2003), Standard Practice for Calculating Heat Value, Compressibility Factor, and Relative Density of Gaseous Fuel covers procedures for calculating heating value, relative density, and compressibility factor at base conditions for natural gas mixtures from compositional analysis. It applies to all common types of utility gaseous fuels.

• ASTM D4891–89 (Reapproved 2006), Standard Test Method for Heating Value of Gases in Natural Gas Range by Stoichiometric Combustion covers the determination of the heating value of natural gases and similar gaseous mixtures within a certain range of composition.

• ASTM D6348-12e1, Standard Test Method for Determination of Gaseous Compounds by Extractive Direct Interface Fourier Transform Infrared (FTIR) Spectroscopy. This field test method employs an extractive sampling system to direct stationary source effluent to an FTIR spectrometer for the identification and quantification of gaseous compounds. Also, this method employs converting the volume concentration to a mass emission rate utilizing a compound's molecular weight, and the effluent volumetric flow rate, temperature and pressure in determining the impact of that particular compound to the atmosphere.

• ASTM D6522–20, Standard Test Method for Determination of Nitrogen Oxides, Carbon Monoxide, and Oxygen Concentrations in Emissions from Natural Gas-Fired Reciprocating Engines, Combustion Turbines, Boilers, and Process Heaters Using Portable Analyzers covers the determination of NO<sub>X</sub>, CO, and O<sub>2</sub> concentrations in controlled and uncontrolled emissions from natural gas-fired reciprocating engines, combustion turbines, boilers, and process heaters.

• ASTM E168–16 (Reapproved 2023), Standard Practices for General Techniques of Infrared Quantitative Analysis covers the techniques most often used in infrared quantitative analysis. Practices associated with the collection and analysis of data on a computer are included as well as practices that do not use a computer.

• ASTM E169–16 (Reapproved 2022), Standard Practices for General Techniques of Ultraviolet Quantitative Analysis provide general information on the techniques most often used in ultraviolet and visible quantitative analysis. The purpose is to render unnecessary the repetition of these descriptions of techniques in individual methods for quantitative analysis.

• ASTM E260–96, General Gas Chromatography Procedures is a general

<sup>&</sup>lt;sup>813</sup> See Document ID No. EPA–HQ–OAR–2021–0317–0072.

guide to the application of gas chromatography with packed columns for the separation and analysis of vaporizable or gaseous organic and inorganic mixtures and as a reference for the writing and reporting of gas chromatography methods.

• EPA-454/B-08-002, Quality Assurance Handbook for Air Pollution Measurement Systems Volume IV: Meteorological Measurements Version 2.0 (Final), March 2008. This guidance is designed to provide clear and concise information to the State/Local/Tribal (SLT) air pollution control agencies that operate meteorological monitoring equipment and systems.

• ÉPA-600/R-12/531, EPA Traceability Protocol for Assay and Certification of Gaseous Calibration Standards (Issued May 2012) is mandatory for certifying the calibration gases being used for the calibration and audit of ambient air quality analyzers and continuous emission monitors that are required by numerous parts of the CFR.

The EPA determined that the ASTM and ASME/ANSI standards, notwithstanding the age of the standards, are reasonably available because they are available for purchase from the following addresses: ASTM International 100 Barr Harbor Drive, Post Office Box C700, West Conshohocken, PA 19428-2959, +1.610.832.9500, www.astm.org; or ProQuest, 300 North Zeeb Road, Ann Arbor, MI 48106, +1.877.779.6768, www.proquest.com; and the American Society of Mechanical Engineers (ASME), Three Park Avenue, New York, NY 10016-5990, +1.800.843.5990, customercare@asme.org, www.asme.org. The EPA determined that the EPA standard is reasonably available because it is publicly available through the EPA's website: https://nepis.epa.gov/ Adobe/PDF/P100EKJR.pdf.

J. Executive Order 12898: Federal Actions To Address Environmental Justice in Minority Populations and Low-Income Populations and Executive Order 14096: Revitalizing Our Nation's Commitment to Environmental Justice for All

The EPA believes that the human health or environmental conditions that exist prior to this action result in or have the potential to result in disproportionate and adverse human health or environmental effects on communities with EJ concerns. With respect to exposure to ambient groundlevel ozone, the baseline scenario is similar to that described by other RIAs in that there are small but disproportionate and adverse effects on some populations analyzed including American Indians, Asians, Hispanics, those who are Linguistically isolated, those living in Redlined areas, and those living on Tribal land. On average, these demographic groups are exposed to at least 0.9 ppb (and at most 2.0 ppb) higher ozone concentrations than the reference population.

As described above, this final rulemaking will result in reductions in VOCs, which are an important precursor contributing to ground-level ozone formation in many regions of the country. VOC emissions from oil and gas operations are believed to be a factor contributing to elevated ozone levels in multiple areas of the country including Colorado, New Mexico, Texas, Utah and Wyoming. Although the EPA's analysis indicates that the final rulemaking will have relatively small effects on ambient ozone concentrations when compared to baseline conditions, the EPA nonetheless anticipates that communities with environmental justice concerns will benefit from reductions in VOC emissions that contribute to ozone formation in diverse areas of the country.

At the same time, the reductions in ozone concentrations that will result from this rulemaking are expected to be evenly distributed across most demographic groups. The EPA believes that this action is likely to reduce existing disproportionate and adverse effects on people who live on Tribal lands in some states (most notably Colorado). However, for all other demographic groups and geographic locations, the EPA believes this action is not likely to meaningfully change existing disproportionate and adverse effects. The reductions in ozone concentrations due to the policy option are similar in magnitude across most demographic groups and small relative to baseline conditions, such that it is unlikely that the policy option will exacerbate or mitigate any disproportionate exposures to ozone that were present at baseline.

The documentation for this assessment is contained in section 4 of the Regulatory Impact Analysis for the Proposed Standards of Performance for New, Reconstructed, and Modified Sources and Emissions Guidelines for Existing Sources: Oil and Natural Gas Sector Climate Review prepared for the November 2021 Proposal,<sup>814</sup> in section 4 of the Regulatory Impact Analysis of the Supplemental Proposal for the Standards of Performance for New, Reconstructed, and Modified Sources and Emissions Guidelines for Existing Sources: Oil and Natural Gas Sector Climate Review prepared for the December 2022 Supplemental Proposal,<sup>815</sup> and in section 4 of the Regulatory Impact Analysis for the Standards of Performance for New, Reconstructed, and Modified Sources and Emissions Guidelines for Existing Sources: Oil and Natural Gas Sector Climate Review prepared for this action.

This rulemaking will also reduce methane pollution that contributes to climate change, which itself has substantial and adverse impacts on environmental justice communities. Methane emissions represent a significant share of total GHG emissions and hence are a major contributor to climate change. In 2009, under the Endangerment and Cause or Contribute Findings for Greenhouse Gases Under Section 202(a) of the Clean Air Act ("Endangerment Finding"), the Administrator considered how climate change threatens the health and welfare of the U.S. population. As part of that consideration, she also considered risks to people of color and low-income individuals and communities, finding that certain parts of the U.S. population may be especially vulnerable based on their characteristics or circumstances. These groups include economically and socially vulnerable communities; individuals at vulnerable life stages, such as the elderly, the very young, and pregnant or nursing women; those already in poor health or with comorbidities; the disabled; those experiencing homelessness, mental illness, or substance abuse; and/or Indigenous or people of color dependent on one or limited resources for subsistence due to factors including but not limited to geography, access, and mobility.

Scientific assessment reports produced over the past decade by the U.S. Global Change Research Program (USGCRP), the IPCC, and the National Academies of Science, Engineering, and Medicine add more evidence that the impacts of climate change raise potential EJ concerns.<sup>816</sup>

<sup>&</sup>lt;sup>814</sup> See Document ID No. EPA–HQ–OAR–2021– 0317–0173.

 $<sup>^{\</sup>rm 815}$  See Document ID No. EPA–HQ–OAR–2021–0317–1566.

<sup>&</sup>lt;sup>816</sup> IPCC. (2018). Global Warming of 1.5 °C. An IPCC Special Report on the impacts of global warming of 1.5 °C above pre-industrial levels and related global greenhouse gas emission pathways, in the context of strengthening the global response to the threat of climate change, sustainable development, and efforts to eradicate poverty (V. Masson-Delmotte, P. Zhai, H.-O. Pörtner, D. Roberts, J. Skea, P.R. Shukla, A. Pirani, W. Moufouma-Okia, C. Péan, R. Pidcock, S. Connors, J.B.R. Matthews, Y. Chen, X. Zhou, M.I. Gomis, E. Lonnoy, T. Maycock, a. M. Tignor, & T. Waterfield Continued

These reports conclude that poorer or predominantly non-White communities can be especially vulnerable to climate change impacts because they tend to have limited adaptive capacities and are more dependent on climate-sensitive resources such as local water and food supplies, or have less access to social and information resources. Some communities of color, specifically populations defined jointly by ethnic/ racial characteristics and geographic location, may be uniquely vulnerable to climate change health impacts in the U.S. In particular, the 2016 scientific assessment on the Impacts of Climate Change on Human Health found with high confidence that vulnerabilities are place- and time-specific, life stages and ages are linked to immediate and future health impacts, and social determinants of health are linked to greater extent and severity of climate change-related health impacts. The GHG emission reductions associated with this proposal would contribute to efforts to reduce the probability of severe impacts related to

climate change. Individuals living in socially and economically disadvantaged communities, such as those living at or below the poverty line or who are experiencing homelessness or social isolation, are at greater risk of health effects from climate change. This is also true with respect to people at vulnerable life stages, specifically women who are pre- and perinatal, or are nursing; in utero fetuses; children at all stages of development; and the elderly. Per the Fourth National Climate Assessment (NCA4), "Climate change affects human health by altering exposures to heat waves, floods, droughts, and other extreme events; vector-, food- and waterborne infectious diseases; changes in the quality and safety of air, food, and water; and stresses to mental health and wellbeing." Many health conditions such as cardiopulmonary or respiratory illness and other health impacts are associated with and exacerbated by an increase in GHGs and climate change outcomes, which is problematic as these diseases occur at higher rates within vulnerable communities. Importantly, negative public health outcomes include those that are physical in nature, as well as mental, emotional, social, and economic.

To this end, the scientific assessment literature, including the aforementioned reports, demonstrates that there are myriad ways in which these populations may be affected at the individual and community levels. Individuals face differential exposure to criteria pollutants, in part due to the proximities of highways, trains, factories, and other major sources of pollutant-emitting sources to lessaffluent residential areas. Outdoor workers, such as construction or utility crews and agricultural laborers, who frequently are comprised of already atrisk groups, are exposed to poor air quality and extreme temperatures without relief. Furthermore, individuals within EJ populations of concern face greater housing, clean water, and food insecurity and bear disproportionate economic impacts and health burdens associated with climate change effects. They have less or limited access to healthcare and affordable, adequate health or homeowner insurance. Finally, resiliency and adaptation are more difficult for economically disadvantaged communities: They have less liquidity, individually and collectively, to move or to make the types of infrastructure or policy changes to limit or reduce the hazards they face. They frequently are less able to selfadvocate for resources that would

otherwise aid in building resilience and hazard reduction and mitigation.

In a 2021 report, Climate Change and Social Vulnerability in the United States: A Focus on Six Impacts, the EPA considered the degree to which four socially vulnerable populationsdefined based on income, educational attainment, race and ethnicity, and age-may be more exposed to the highest impacts of climate change.<sup>817</sup> The report found that Blacks and African American populations are approximately 40 percent more likely to currently live in these areas of the U.S. projected to experience the highest increases in mortality rates due to changes in temperature. Additionally, Hispanic and Latino individuals in weather exposed industries were found to be 43 percent more likely to currently live in areas with the highest projected labor hour losses due to temperature changes. American Indian and Alaska Native individuals are projected to be 48 percent more likely to currently live in areas where the highest percentage of land may be inundated by sea level rise. Overall, the report confirmed findings of broader climate science assessments that Americans identifying as people of color, those with low-income, and those without a high school diploma face higher differential risks of experiencing the most damaging impacts of climate change.

The assessment literature cited in the EPA's 2009 and 2016 Endangerment and Cause or Contribute Findings, as well as Impacts of Climate Change on Human Health (2016) and the NCA4 (2018), also concluded that certain populations and life stages, including children, are especially sensitive to climate-related health effects. In a more recent 2023 report, Climate Change Impacts on Children's Health and Well-Being in the U.S., the EPA considered the degree to which children's health and well-being may be impacted by five climate-related environmental hazards-extreme heat, poor air quality, changes in seasonality, flooding, and different types of infectious diseases.<sup>818</sup> The report found that children's academic achievement is projected to be reduced by 4-7 percent per child, as a result of moderate and higher levels of warming, impacting future income levels. The report also projects increases in the numbers of

Eds.).; Oppenheimer, M., Campos, M., Warren, R., Birkmann, J., Luber, G., O'Neill, B., & Takahashi, K. (2014). Emergent risks and key vulnerabilities. In C.B. Field, V.R. Barros, D.J. Dokken, K.J. Mach, M.D. Mastrandrea, T.E. Bilir, M. Chatterjee, K.L. Ebi, Y.O. Estrada, R.C. Genova, B. Girma, E.S. Kissel, A.N. Levy, S. MacCracken, P.R. Mastrandrea, & L.L. White (Eds.), Climate Change 2014: Impacts, Adaptation, and Vulnerability. Part A: Global and Sectoral Aspects. Contribution of Working Group II to the Fifth Assessment Report of the Intergovernmental Panel on Climate Change (pp. 1039–1099). Cambridge, United Kingdom and New York, NY: Cambridge University Press; Porter, J.R., Xie, L., Challinor, A.I., Cochrane, K., Howden, M., Iqbal, M.M., & Lobell, D.B. (2014). Food security and food production systems. In C.B. Field, V.R. Barros, D.J. Dokken, K.J. Mach, M.D. Mastrandrea. T.E. Bilir, M. Chatterjee, K.L. Ebi, Y.O. Estrada, R.C. Genova, B. Girma, E.S. Kissel, A.N. Levy, S MacCracken, P.R. Mastrandrea, & L.L. White (Eds.), Climate Change 2014: Impacts, Adaptation, and Vulnerability. Part A: Global and Sectoral Aspects. Contribution of Working Group II to the Fifth Assessment Report of the Intergovernmental Panel on Climate Change (pp. 485–533). Cambridge, United Kingdom and New York, NY: Cambridge University Press; Smith, K. R., Woodward, A., Campbell-Lendrum, D., Chadee, D. D., Honda, Y., . Sauerborn, R. (2014). Human Health: Liu, Q., . . . Sauerborn, R. (2014). Human Health: Impacts, Adaptation, and Co-Benefits. In C.B. Field, V.R. Barros, D.J. Dokken, K.J. Mach, M.D. Mastrandrea, T.E. Bilir, M. Chatterjee, K.L. Ebi, Y.O. Estrada, R.C. Genova, B. Girma, E.S. Kissel, A.N. Levy, S. MacCracken, P.R. Mastrandrea, & L.L.White (Eds.), Climate Change 2014: Impacts, Adaptation, and Vulnerability. Part A: Global and Sectoral Aspects. Contribution of Working Group II to the Fifth Assessment Report of the Intergovernmental Panel on Climate Change (pp. 709-754). Cambridge, United Kingdom and New York, NY: Cambridge University Press; USGCRP (2016). The Impacts of Climate Change on Human Health in the United States: A Scientific Assessment. Washington DC: U.S. Global Change Research Program. https://dx.doi.org/10.7930/ JOR49NQX; USGCRP. (2018). Impacts, Risks, and Adaptation in the United States: Fourth National Climate Assessment, Volume II. Washington DC: U.S. Global Change Research Program. https:// dx.doi.org/10.7930/NCA4.2018.

<sup>&</sup>lt;sup>817</sup> U.S. EPA. (2021c) Climate Change and Social Vulnerability in the United States: A Focus on Six Impacts (EPA-430-R-21-003) Retrieved from Washington, DC: https://epa.gov/cira/socialvulnerability-report.

<sup>&</sup>lt;sup>818</sup> U.S. EPA. (2023b). Climate Change and Children's Health and Wellbeing in the United States. https://www.epa.gov/system/files/ documents/2023-04/CLiME\_Final%20Report.pdf.

annual emergency department visits associated with asthma, and that the number of new asthma diagnoses increases by 4-11% due to climatedriven increases in air pollution relative to current levels. In addition, more than 1 million children in coastal regions are projected to be temporarily displaced from their homes annually due to climate-driven flooding, and infectious disease rates are similarly anticipated to rise, with the number of new Lyme disease cases in children living in 22 states in the eastern and midwestern U.S. increasing by approximately 3,000-23,000 per year compared to current levels. Overall, the report confirmed findings of broader climate science assessments that children are uniquely vulnerable to climate-related impacts and that in many situations, children in the U.S. who identify as Black, Indigenous, and People of Color, are limited English-speaking, do not have health insurance, or live in low-income communities may be disproportionately exposed to the most severe impacts of climate change.

Native American Tribal communities possess unique vulnerabilities to climate change, particularly those impacted by degradation of natural and cultural resources within established reservation boundaries and threats to traditional subsistence lifestyles. Tribal communities whose health, economic well-being, and cultural traditions depend upon the natural environment will likely be affected by the degradation of ecosystem goods and services associated with climate change. The IPCC indicates that losses of customs and historical knowledge may cause communities to be less resilient or adaptable. The NCA4 noted that while Indigenous peoples are diverse and will be impacted by the climate changes universal to all Americans, there are several ways in which climate change uniquely threatens Indigenous peoples' livelihoods and economies. In addition, there can institutional barriers to their management of water, land, and other natural resources that could impede adaptive measures.

For example, Indigenous agriculture in the Southwest is already being adversely affected by changing patterns of flooding, drought, dust storms, and rising temperatures leading to increased soil erosion, irrigation water demand, and decreased crop quality and herd sizes. The Confederated Tribes of the Umatilla Indian Reservation in the Northwest have identified climate risks to salmon, elk, deer, roots, and huckleberry habitat. Housing and sanitary water supply infrastructure are vulnerable to disruption from extreme precipitation events.

NCA4 noted that Indigenous peoples often have disproportionately higher rates of asthma, cardiovascular disease, Alzheimer's, diabetes, and obesity, which can all contribute to increased vulnerability to climate-driven extreme heat and air pollution events. These factors also may be exacerbated by stressful situations, such as extreme weather events, wildfires, and other circumstances.

NCA4 and IPCC Fifth Assessment Report also highlighted several impacts specific to Alaskan Indigenous Peoples. Coastal erosion and permafrost thaw will lead to more coastal erosion, exacerbated risks of winter travel, and damage to buildings, roads, and other infrastructure-these impacts on archaeological sites, structures, and objects that will lead to a loss of cultural heritage for Alaska's Indigenous people. In terms of food security, the NCA4 discussed reductions in suitable ice conditions for hunting, warmer temperatures impairing the use of traditional ice cellars for food storage, and declining shellfish populations due to warming and acidification. While the NCA also noted that climate change provided more opportunity to hunt from boats later in the fall season or earlier in the spring, the assessment found that the net impact was an overall decrease in food security.

In addition, the U.S. Pacific Islands and the indigenous communities that live there are also uniquely vulnerable to the effects of climate change due to their remote location and geographic isolation. They rely on the land, ocean, and natural resources for their livelihoods, but face challenges in obtaining energy and food supplies that need to be shipped in at high costs. As a result, they face higher energy costs than the rest of the nation and depend on imported fossil fuels for electricity generation and diesel. These challenges exacerbate the climate impacts that the Pacific Islands are experiencing. NCA4 notes that Indigenous peoples of the Pacific are threatened by rising sea levels, diminishing freshwater availability, and negative effects to ecosystem services that threaten these individuals' health and well-being.

#### K. Congressional Review Act (CRA)

This action is subject to the CRA, and the EPA will submit the rule report to each House of the Congress and to the Comptroller General of the United States. This action meets the criteria set forth in 5 U.S.C. 804(2).

#### List of Subjects in 40 CFR Part 60

Environmental protection, Administrative practice and procedures, Air pollution control, Incorporation by reference, Reporting and recordkeeping

### requirements. Michael S. Regan,

Administrator.

For the reasons stated in the preamble, the Environmental Protection Agency amends part 60 of title 40, chapter I, of the Code of Federal Regulations as follows:

#### PART 60—STANDARDS OF PERFORMANCE FOR NEW STATIONARY SOURCES

■ 1. The authority citation for part 60 continues to read as follows:

Authority: 42 U.S.C. 4701, et seq.

#### Subpart A—General Provisions

■ 2. Section 60.17 is amended by:

■ a. Revising paragraphs (a), (g)

introductory text, (g)(14), and (h) introductory text;

■ b. Revising paragraphs (h)(19) and (h)(76);

c. Redesignating paragraphs(h)(213)
 through (223) as paragraphs (h)(218)
 through (228), paragraphs(h)(210)
 through (212) as paragraphs (h)(214)
 through (216), paragraphs (h)(197)
 through (209) as paragraphs (h)(200)
 through (212), paragraphs(h)(192)
 through (196) as paragraphs (h)(194)
 through (198), and paragraphs (h)(77)
 through (192), respectively;
 d. Adding new paragraph (h)(77);

• e. Revising newly redesignated paragraphs (h)(112), (113), (114), (142), and (h)(173);

■ f. Add new paragraphs (h)(193), (199), (213), and (217);

■ g. Revising newly redesignated paragraph (h)(220) and (j) introductory text;

■ j. Redesignating paragraphs (j)(2) through (j)(5) as paragraphs (j)(3) through (j)(6);

k. Adding new paragraph (j)(2); and
 l. Revising the newly redesignated paragraph (j)(4).

The revisions and additions read as follows:

#### §60.17 Incorporations by reference.

(a) Certain material is incorporated by reference into this part with the approval of the Director of the Federal Register under 5 U.S.C. 552(a) and 1 CFR part 51. To enforce any edition other than that specified in this section, the EPA must publish notice of change in the **Federal Register** and the material

must be available to the public. All approved incorporation by reference (IBR) material is available for inspection at the EPA and at the National Archives and Records Administration (NARA). Contact the EPA at: EPA Docket Center. Public Reading Room, EPA WJC West, Room 3334, 1301 Constitution Ave. NW, Washington, DC, telephone: 202-566-1744. For information on the availability of this material at NARA, visit www.archives.gov/federal-register/cfr/ *ibr-locations.html* or email fr.inspection@nara.gov. The material may be obtained from the sources in the following paragraphs of this section.

(g) American Society of Mechanical Engineers (ASME), Two Park Avenue, New York, NY 10016–5990; phone: (800) 843–2763; email: *CustomerCare@ asme.org;* website: *www.asme.org.* 

(14) ASME/ANSI PTC 19.10-1981, Flue and Exhaust Gas Analyses [Part 10, Instruments and Apparatus], Issued August 31, 1981;, IBR approved for §§ 60.56c(b); 60.63(f); 60.106(e); 60.104a(d), (h), (i), and (j); 60.105a(b), (d), (f), and (g); 60.106a(a); 60.107a(a), (c), and (d); 60.275(e); 60.275a(e); 60.275b(e); tables 1 and 3 to subpart EEEE; tables 2 and 4 to subpart FFFF; table 2 to subpart JJJJ; §§ 60.285a(f); 60.396(a); 60.2145(s) and (t); 60.2710(s) and (t); 60.2730(q); 60.4415(a); 60.4900(b); 60.5220(b); tables 1 and 2 to subpart LLLL; tables 2 and 3 to subpart MMMM; §§ 60.5406(c); 60.5406a(c); 60.5406b(c); 60.5407a(g); 60.5407b(g); 60.5413(b); 60.5413a(b) and (d); 60.5413b(b) and (d); §§ 60.5413c(b) and (d).

\* \* \* \*

(h) ASTM International, 100 Barr Harbor Drive, P.O. Box CB700, West Conshohocken, Pennsylvania 19428– 2959; phone: (800) 262–1373; website: *www.astm.org.* 

(19) ASTM D86–96, Distillation of Petroleum Products, approved April 10, 1996; IBR approved for §§ 60.562–2(d). 60.593(d). 60.593a(d); 60.633(h); 60.5401(f); 60.5401a(f); 60.5402b(d); 60.5402c(d).

(76) ASTM D1945–03 (Reapproved 2010), Standard Method for Analysis of Natural Gas by Gas Chromatography, approved January 1, 2010; IBR approved for §§ 60.107a(d); 60.5413(d); 60.5413a(d); 60.5413b(d); 60.5413c(d).

(77) ASTM D1945–14 (Reapproved
2019), Standard Test Method for Analysis of Natural Gas by Gas
Chromatography, approved December 1, 2019; IBR approved for §§ 60.5417b(d); 60.5417c(d).

(112) ASTM D2879–83, Test Method for Vapor Pressure-Temperature Relationship and Initial Decomposition Temperature of Liquids by Isoteniscope, approved 1983; IBR approved for §§ 60.111b(f); 60.116b(e) and (f); 60.485(e); 60.485a(e); 60.5403b(d); 60.5406c(d).

(113) ASTM D2879–96, Test Method for Vapor Pressure-Temperature Relationship and Initial Decomposition Temperature of Liquids by Isoteniscope, approved 1996; IBR approved for §§ 60.111b(f); 60.116b(e) and (f); 60.485(e); 60.485a(e); 60.5403b(d); 60.5406c(d).

(114) ASTM D2879–97, Test Method for Vapor Pressure-Temperature Relationship and Initial Decomposition Temperature of Liquids by Isoteniscope, approved 1997; IBR approved for §§ 60.111b(f); 60.116b(e) and (f); 60.485(e); 60.485a(e); 60.5403b(d); 60.5406c(d).

(142) ASTM D3588–98 (Reapproved 2003), Standard Practice for Calculating Heat Value, Compressibility Factor, and Relative Density of Gaseous Fuels, approved May 10, 2003; IBR approved for §§ 60.107a(d); 60.5413(d); 60.5413(d); 60.5413c(d).

(173) ASTM D4891–89 (Reapproved 2006), Standard Test Method for Heating Value of Gases in Natural Gas Range by Stoichiometric Combustion, approved June 1, 2006; IBR approved for §§ 60.107a(d); 60.5413(d); 60.5413a(d); 60.5413b(d); 60.5413c(d).

(193) ASTM D6348–12e1, Standard Test Method for Determination of Gaseous Compounds by Extractive Direct Interface Fourier Transform Infrared (FTIR) Spectroscopy, approved February 1, 2012; IBR approved for § 60.5413c(b).

(199) ASTM D6522–20, Standard Test Method for Determination of Nitrogen Oxides, Carbon Monoxide, and Oxygen Concentrations in Emissions from Natural Gas-Fired Reciprocating Engines, Combustion Turbines, Boilers, and Process Heaters Using Portable Analyzers, approved June 1, 2020; IBR approved for §§ 60.5413b(b); 60.5413c(b).

(213) ASTM E168–16, (Reapproved 2023), Standard Practices for General Techniques of Infrared Quantitative Analysis, approved January 1, 2023; IBR approved for §§ 60.5400b(a); 60.5400c(a); 60.5401b(a); 60.5401c(a).

(217) ASTM E169–16 (Reapproved 2022), Standard Practices for General Techniques of Ultraviolet-Visible Quantitative Analysis, approved November 1, 2022; IBR approved for §§ 60.5400b(a); 60.5400c; 60.5401b(a); 60.5401c(a).

\*

(220) ASTM E260–96, General Gas Chromatography Procedures, approved April 10, 1996; IBR approved for §§ 60.485a(d), 60.593(b), 60.593a(b), 60.632(f), 60.5400(f), 60.5400a(f), 60.5406(b), 60.5406a(b)(3), 60.5400b(a)(2), 60.5401b(a)(2), 60.5400b(b)(3), 60.5400c(a), and 60.5401c(a).

(j) U.S. Environmental Protection Agency, 1200 Pennsylvania Avenue NW, Washington, DC 20460; phone: (202) 272–0167; website: *www.epa.gov.* 

(2) EPA-454/B-08-002, Quality Assurance Handbook for Air Pollution Measurement Systems; Volume IV: Meteorological Measurements, Version 2.0 (Final), March 2008; IBR approved for Appendix K to this part.

(4) EPA-600/R-12/531, EPA Traceability Protocol for Assay and Certification of Gaseous Calibration Standards, Issued May 2012; IBR approved for §§ 60.5413(d); 60.5413a(d); 60.5413b(d); 60.5413c(d).

^ ^ ^ ^

Subpart KKK—Standards of Performance for Equipment Leaks of VOC From Onshore Natural Gas Processing Plants for Which Construction, Reconstruction, or Modification Commenced After January 20, 1984, and on or Before August 23, 2011

■ 3. Section 60.630 is amended by adding paragraph (f) to read as follows:

60.630 Applicability and designation of affected facility.

\* \* \* \*

(f) An affected facility must continue to comply with the requirements of this subpart until it begins complying with a more stringent requirement, that applies to the same affected facility, in an approved, and effective, State or Federal plan that implements subpart OOOOc of this part, or modifies or reconstructs after December 6, 2022, and thus becomes subject to subpart OOOOb of this part.

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Subpart OOOO—Standards of Performance for Crude Oil and Natural Gas Facilities for Which Construction, Modification, or Reconstruction Commenced After August 23, 2011, and on or Before September 18, 2015

■ 4. Section 60.5360 is revised to read as follows:

## § 60.5360 What is the purpose of this subpart?

This subpart establishes emission standards and compliance schedules for the control of volatile organic compounds (VOC) and sulfur dioxide (SO<sub>2</sub>) emissions from affected facilities that commence construction, modification, or reconstruction after August 23, 2011, and on or before September 18, 2015.

■ 5. Amend § 60.5365 by:

■ a. Revising the introductory text, and paragraphs (b), (c), and (d)(1);

■ b. Adding paragraph (d)(2); and

• c. Revising the introductory text of paragraph (e).

The revisions and addition read as follows:

#### § 60.5365 Am I subject to this subpart?

You are subject to the applicable provisions of this subpart if you are the owner or operator of one or more of the onshore affected facilities listed in paragraphs (a) through (g) of this section for which you commence construction, modification, or reconstruction after August 23, 2011, and on or before September 18, 2015. An affected facility must continue to comply with the requirements of this subpart until it begins complying with a more stringent requirement, that applies to the same affected facility, in an approved, and effective, state or Federal plan that implements subpart OOOOc of this part, or modifies or reconstructs after December 6, 2022, and thus becomes subject to subpart OOOOb of this part.

\* \* \* \*

(b) Each centrifugal compressor affected facility, which is a single centrifugal compressor using wet seals that is located between the wellhead and the point of custody transfer to the natural gas transmission and storage segment. A centrifugal compressor located at a well site, or an adjacent well site and servicing more than one well site, is not an affected facility under this subpart.

(c) Each reciprocating compressor affected facility, which is a single reciprocating compressor located between the wellhead and the point of custody transfer to the natural gas transmission and storage segment. A reciprocating compressor located at a well site, or an adjacent well site and servicing more than one well site, is not an affected facility under this subpart.

(d)(1) For the oil production segment (between the wellhead and the point of custody transfer to an oil pipeline), each pneumatic controller affected facility, which is a single continuous bleed natural gas-driven pneumatic controller operating at a natural gas bleed rate greater than 6 standard cubic feet per hour.

(2) For the natural gas production segment (between the wellhead and the point of custody transfer to the natural gas transmission and storage segment and not including natural gas processing plants), each pneumatic controller affected facility, which is a single continuous bleed natural gas-driven pneumatic controller operating at a natural gas bleed rate greater than 6 standard cubic feet per hour.

(e) Each storage vessel affected facility, which is a single storage vessel located in the oil and natural gas production segment, natural gas processing segment or natural gas transmission and storage segment, and has the potential for VOC emissions equal to or greater than 6 tons per year (tpy) as determined according to this section by October 15, 2013, for Group 1 storage vessels and by April 15, 2014, or 30 days after startup (whichever is later) for Group 2 storage vessels, except as provided in paragraphs (e)(1) through (4) of this section. The potential for VOC emissions must be calculated using a generally accepted model or calculation methodology, based on the maximum average daily throughput determined for a 30-day period of production prior to the applicable emission determination deadline specified in this section. The determination may take into account requirements under a legally and practically enforceable limit in an operating permit or other requirement established under a Federal, State, local or Tribal authority.

\* \* \* \* \*

■ 6. Add § 60.5371 to read as follows:

#### §60.5371 What standards apply to superemitter events?

This section applies to super-emitter events. For purposes of this section, a super-emitter event is defined as any emissions event that is located at an individual well site or compressor station and that is detected using remote detection methods and has a quantified emission rate of 100 kg/hr of methane or greater. Upon receiving a notification of a super emitter event issued by the EPA under § 60.5371b(c), owners or operators must take the actions listed in paragraphs (a) and (b) of this section. Within 5 calendar days of receiving a notification from the EPA of a superemitter event, the owner or operator of an oil and natural gas facility (*e.g.*, a well site, centralized production facility, natural gas processing plant, or compressor station) must initiate a super-emitter event investigation.

(a) *Identification of super-emitter events.* (1) If you do not own or operate an oil and natural gas facility within 50 meters from the latitude and longitude provided in the notification subject to the regulation under this subpart, report this result to the EPA under paragraph (e) of this section. Your super-emitter event investigation is deemed complete under this subpart.

(2) If you own or operate an oil and natural gas facility within 50 meters from the latitude and longitude provided in the notification subject to regulation under this subpart, you must investigate to determine the source of super-emitter event. The investigation may include but is not limited to the actions specified below in paragraphs (a)(2)(i) through (iii) of this section.

(i) Review any maintenance activities or process activities from the affected facilities subject to regulation under this subpart, starting from the date of detection of the super-emitter event as identified in the notification, until the date of investigation, to determine if the activities indicate any potential source(s) of the super-emitter event emissions.

(ii) Review all monitoring data from control devices (*e.g.*, flares) from the affected facilities subject to regulation under this subpart from the initial date of detection of the super-emitter event as identified in the notification, until the date of receiving the notification from the EPA to identify malfunctions of control devices or periods when the control devices were not in compliance with applicable requirements and that indicate a potential source of the superemitter event emissions.

(iii) Screen the entire well site or compressor station with OGI, or Method 21 of appendix A–7 to this part, or an alternative test method(s) approved per § 60.5398b(d), to determine if a superemitter event is present.

(b) Super-emitter event report. For equipment subject to regulation under this subpart, you must submit the results of the super-emitter event investigation conducted under paragraph (a) of this section to the EPA in accordance with paragraph (b)(1) of this section. If the super-emitter event (*i.e.*, emission at 100 kg/hr of methane or more) is ongoing at the time of the

initial report, submit the additional information in accordance with paragraph (b)(2) of this section. You must attest to the information included in the report as specified in paragraph (b)(3) of this section.

(1) Within 15 days of receiving a notification from the EPA under § 60.5371b(c), you must submit a report of the super-emitter event investigation conducted under paragraph (a) of this section through the Super-Emitter Program Portal. You must include the applicable information in paragraphs (b)(1)(i) through (viii) of this section in the report. If you have identified a demonstrable error in the notification, the report may include a statement of the demonstrable error.

(i) Notification Report ID of the superemitter event notification.

(ii) Identification of whether you are the owner or operator of an oil and natural gas facility within 50 meters from the latitude and longitude provided in the EPA notification. If you do not own or operate an oil and natural gas facility within 50 meters from the latitude and longitude provided in the EPA notification, you are not required to report the information in paragraphs (b)(1)(iii) through (viii) of this section.

(iii) General identification information for the facility, including, facility name, the physical address, applicable ID Number (*e.g.*, EPA ID Number, API Well ID Number), the owner or operator or responsible official (where applicable) and their email address.

(iv) Identification of whether there is an affected facility or associated equipment subject to regulation under this subpart at a well site or compressor station you own or operate within 50 meters from the latitude and longitude provided in the EPA notification.

(v) Indication of whether you were able to identify the source of the superemitter event. If you indicate you were unable to identify the source of the super-emitter event, you must certify that all applicable investigations specified in paragraphs (d)(6)(i) through (v) of this section have been conducted for all affected facilities and associated equipment subject to this subpart that are at this oil and natural gas facility, and you have determined that the affected facilities and associated equipment are not the source of the super-emitter event. If you indicate that you were not able to identify the source of the super-emitter event, you are not required to report the information in paragraphs (b)(1)(vi) through (viii) of this section.

(vi) The source(s) of the super-emitter event.

(vii) Identification of whether the source of the super-emitter event is an affected facility or associated equipment subject to regulation under of this subpart. If the source of the superemitter event is equipment subject to regulation under this subpart, identify the applicable regulation(s) under this subpart.

(viii) Indication of whether the superemitter event is ongoing at the time of the initial report submittal (*i.e.*, emission at 100 kg/hr of methane or more).

(A) If the super-emitter event is not ongoing at the time of the initial report submittal, provide the estimated date and time the super-emitter event ended.

(B) If the super-emitter event is ongoing at the time of the initial report submittal, provide a short narrative of your plan to end the super-emitter event, including the targeted end date for the efforts to be completed and the super-emitter event ended.

(2) If the super-emitter event is ongoing at the time of the initial report submittal, within 5 business days of the date the super-emitter event ends, you must update your initial report through the Super-Emitter Program Portal (available at *http://www.epa.gov/superemitter*) to provide the end date and time of the super-emitter event.

(3) You must sign the following attestation must be signed by the owner or operator into when submitting data into the Super-Emitter Program Portal: "I certify that the information provided in this report regarding the specified super-emitter event was prepared under my direction or supervision. I further certify that the investigations were conducted, and this report was prepared pursuant to the requirements of § 60.5371(a) and (b). Based on my professional knowledge and experience, and inquiry of personnel involved in the assessment, the certification submitted herein is true, accurate, and complete. I am aware that knowingly false statements may be punishable by fine or imprisonment.'

■ 7. Amend § 60.5420 by revising paragraph (c)(5)(iv) to read as follows:

# § 60.5420 What are my notification, reporting, and recordkeeping requirements?

\* \* \* (c) \* \* \* (5) \* \* \*

(iv) For storage vessels that are skidmounted or permanently attached to something that is mobile (such as trucks, railcars, barges, or ships), records indicating the number of consecutive days that the vessel is located at a site in the oil and natural gas production segment, natural gas processing segment or natural gas transmission and storage segment. If a storage vessel is removed from a site and, within 30 days, is either returned to or replaced by another storage vessel at the site to serve the same or similar function, then the entire period since the original storage vessel was first located at the site, including the days when the storage vessel was removed, will be added to the count towards the number of consecutive days.

\* \* \* \* \*

■ 8. Amend § 60.5430 by:

■ a. Removing the definition for "*Crude* Oil and Natural Gas Production source category";

■ b. Revising the definition for "*Custody transfer*"; and

■ c. Řemoving the definition for "Local distribution company (LDC) custody transfer station" and "Natural gas transmission and storage segment". The revision reads as follows:

§ 60.5430 What definitions apply to this subpart?

*Custody transfer* means the transfer of natural gas after processing and/or treatment in the producing operations, or from storage vessels or automatic transfer facilities or other such equipment, including product loading racks, to pipelines or any other forms of transportation.

\* \* \* \*

#### Subpart OOOOa—Standards of Performance for Crude Oil and Natural Gas Facilities for Which Construction, Modification or Reconstruction Commenced After September 18, 2015 and On or Before December 6, 2022

■ 9. Revise the subpart heading of subpart OOOOa to read as set forth above.

■ 10. Revise § 60.5360a to read as follows:

### § 60.5360a What is the purpose of this subpart?

(a) *Scope.* This subpart establishes emission standards and compliance schedules for the control of the pollutant greenhouse gases (GHG). The greenhouse gas standard in this subpart is in the form of a limitation on emissions of methane from affected facilities in the crude oil and natural gas source category that commence construction, modification, or reconstruction after September 18, 2015. This subpart also establishes emission standards and compliance schedules for the control of volatile organic compounds (VOC) and sulfur dioxide (SO<sub>2</sub>) emissions from affected facilities in the crude oil and natural gas source category that commence construction, modification, or reconstruction after September 18, 2015, and on or before December 6, 2022.

(b) Prevention of Significant Deterioration (PSD) and title V thresholds for Greenhouse Gases. (1) For the purposes of 40 CFR 51.166(b)(49)(ii), with respect to GHG emissions from affected facilities, the "pollutant that is subject to the standard promulgated under section 111 of the Act" shall be considered to be the pollutant that otherwise is subject to regulation under the Act as defined in 40 CFR 51.166(b)(48) and in any State Implementation Plan (SIP) approved by the EPA that is interpreted to incorporate, or specifically incorporates, 40 CFR 51.166(b)(48).

(2) For the purposes of 40 CFR 52.21(b)(50)(ii), with respect to GHG emissions from affected facilities, the "pollutant that is subject to the standard promulgated under section 111 of the Act" shall be considered to be the pollutant that otherwise is subject to regulation under the Clean Air Act as defined in 40 CFR 52.21(b)(49).

(3) For the purposes of 40 CFR 70.2, with respect to greenhouse gas emissions from affected facilities, the "pollutant that is subject to any standard promulgated under section 111 of the Act" shall be considered to be the pollutant that otherwise is "subject to regulation" as defined in 40 CFR 70.2.

(4) For the purposes of 40 CFR 71.2, with respect to greenhouse gas emissions from affected facilities, the "pollutant that is subject to any standard promulgated under section 111 of the Act" shall be considered to be the pollutant that otherwise is "subject to regulation" as defined in 40 CFR 71.2.
■ 11. Amend § 60.5365a by revising the introductory text and paragraph (a)(4) to read as follows:

#### §60.5365a Am I subject to this subpart?

You are subject to the applicable provisions of this subpart if you are the owner or operator of one or more of the onshore affected facilities listed in paragraphs (a) through (j) of this section, that is located within the Crude Oil and Natural Gas source category, as defined in §60.5430a, for which you commence construction, modification, or reconstruction after September 18, 2015, and on or before December 6, 2022. Facilities located inside and including the Local Distribution Company (LDC) custody transfer station are not subject to this subpart. An affected facility must continue to comply with the requirements of this subpart until it

begins complying with a more stringent requirement, that applies to the same affected facility, in an approved, and effective, state or Federal plan that implements subpart OOOOc of this part, or modifies or reconstructs after December 6, 2022, and thus becomes subject to subpart OOOOb of this part. (a) \* \* \*

(4) A well initially constructed after September 18, 2015, and on or before December 6, 2022, that conducts a well completion operation following hydraulic refracturing is considered an affected facility regardless of this provision.

■ 12. Add § 60.5371a to read as follows:

#### §60.5371a What standards apply to superemitter events?

This section applies to super-emitter events. For purposes of this section, a super-emitter event is defined as any emissions event that is located at or near an oil and gas facility (e.g., individual well site, natural gas processing plant or compressor station) and that is detected using remote detection methods and has a quantified emission rate of 100 kg/hr of methane or greater. Upon receiving a notification of a super emitter event issued by the EPA under §60.5371b(c) in subpart OOOOb of this part, owners or operators must take the actions listed in paragraphs (a) and (b) of this section. Within 5 calendar days of receiving a notification from the EPA of a superemitter event, the owner or operator of an oil and natural gas facility (e.g., a well site, centralized production facility, natural gas processing plant, or compressor station) must initiate a super-emitter event investigation.

(a) Identification of super-emitter events. (1) If you do not own or operate an oil and natural gas facility within 50 meters from the latitude and longitude provided in the notification subject to the regulation under this subpart, report this result to the EPA under paragraph (e) of this section. Your super-emitter event investigation is deemed complete under this subpart.

(2) If you own or operate an oil and natural gas facility within 50 meters from the latitude and longitude provided in the notification, and there is an affected facility or associated equipment subject to this subpart onsite, you must investigate to determine the source of the super-emitter event in accordance with paragraph (a)(2) of this section, maintain records of your investigation, and report the results in accordance with paragraph (b) of this section.

(3) The investigation required by paragraph (a)(2) of this section may

include but is not limited to the actions specified below in paragraphs (a)(3)(i) through (iv) of this section.

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(i) Review any maintenance activities or process activities from the affected facilities subject to regulation under this subpart, starting from the date of detection of the super-emitter event as identified in the notification, until the date of investigation, to determine if the activities indicate any potential source(s) of the super-emitter event emissions.

(ii) Review all monitoring data from control devices (*e.g.*, flares) from the affected facilities subject to regulation under this subpart from the initial date of detection of the super-emitter event as identified in the notification, until the date of receiving the notification from the EPA to identify malfunctions of control devices or periods when the control devices were not in compliance with applicable requirements and that indicate a potential source of the superemitter event emissions.

(iii) If you conducted a fugitive emissions survey in accordance with § 60.5397a between the initial date of detection of the super-emitter event as identified in the notification and the date the notification from the EPA was received, review the results of the survey to identify any potential source(s) of the super-emitter event emissions.

(iv) Screen the entire facility with OGI, Method 21 of appendix A–7 to this part, or an alternative test method(s) approved per § 60.5398b(d) of subpart OOOOb of this part, to determine if a super-emitter event is present.

(b) Super-emitter event report. You must submit the results of the superemitter event investigation conducted under paragraph (a) of this section to the EPA in accordance with paragraph (b)(1) of this section. If the super-emitter event (*i.e.*, emission at 100 kg/hr of methane or more) is ongoing at the time of this initial report, submit the additional information in accordance with paragraph (b)(2) of this section. You must attest to the information included in the report as specified in paragraph (b)(3) of this section.

(1) Within 15 days of receiving a notification from the EPA under § 60.5371b(c), you must submit a report of the super-emitter event investigation conducted under paragraph (a) of this section through the Super-Emitter Program Portal, at *www.epa.gov/super-emitter*. You must include the applicable information in paragraphs (b)(1)(i) through (viii) of this section in the report. If you have identified a demonstrable error in the notification,

the report may include a statement of the demonstrable error.

(i) Notification Report ID of the superemitter event notification (which is provided in the EPA notification).

(ii) Identification of whether you are the owner or operator of an oil and natural gas facility within 50 meters from the latitude and longitude provided in the EPA notification. If you do not own or operate an oil and natural gas facility within 50 meters from the latitude and longitude provided in the EPA notification, you are not required to report the information in paragraphs (b)(1)(iii) through (viii) of this section.

(iii) General identification information for the facility, including facility name, the physical address, applicable ID Number (*e.g.*, EPA ID Number, API Well ID Number), the owner or operator or responsible official (where applicable), and their email address.

(iv) Identification of whether there is an affected facility or associated equipment subject to regulation under this subpart at this oil and natural gas facility.

(v) Índication of whether you were able to identify the source of the superemitter event. If you indicate you were unable to identify the source of the super-emitter event, you must certify that all applicable investigations specified in paragraphs (a)(2)(i) through (iv) of this section have been conducted for all affected facilities and associated equipment subject to regulation under this subpart that are at this oil and natural gas facility, and you have determined that these affected facilities and associated equipment are not the source of the super-emitter event. If you indicate that you were not able to identify the source of the super-emitter event, you are not required to report the information in paragraphs (b)(1)(vi) through (viii) of this section.

(vi) The source(s) of the super-emitter event.

(vii) Identification of whether the source of the super-emitter event is an affected facility or associated equipment subject to regulation under of this subpart. If the source of the superemitter event is an affected facility or associated equipment subject to regulation under this subpart, identify the applicable regulation(s) under this subpart.

(viii) Indication of whether the superemitter event is ongoing at the time of the initial report submittal (*i.e.*, emissions at 100 kg/hr of methane or more).

(A) If the super-emitter event is not ongoing at the time of the initial report submittal, provide the actual (or if not known, estimated) date and time the super-emitter event ended.

(B) If the super-emitter event is ongoing at the time of the initial report submittal, provide a short narrative of your plan to end the super-emitter event, including the targeted end date for the efforts to be completed and the super-emitter event ended.

(2) If the super-emitter event is ongoing at the time of the initial report submittal, within 5 business days of the date the super-emitter event ends you must update your initial report through the Super-Emitter Program Portal, to provide the end date and time of the super-emitter event.

(3) You must sign the following attestation when submitting data into the Super-Emitter Program Portal: "I certify that the information provided in this report regarding the specified super-emitter event was prepared under my direction or supervision. I further certify that the investigations were conducted, and this report was prepared pursuant to the requirements of § 60.5371a(a) and (b). Based on my professional knowledge and experience, and inquiry of personnel involved in the assessment, the certification submitted herein is true, accurate, and complete. I am aware that knowingly false statements may be punishable by fine or imprisonment."

■ 13. Amend § 60.5375a by revising the section heading and the introductory text to read as follows:

## §60.5375a What GHG and VOC standards apply to well affected facilities?

If you are the owner or operator of a well affected facility as described in §60.5365a(a) that also meets the criteria for a well affected facility in §60.5365(a) (in subpart OOOO of this part), you must reduce GHG (in the form of a limitation on emissions of methane) and VOC emissions by complying with paragraphs (a) through (g) of this section. If you own or operate a well affected facility as described in §60.5365a(a) that does not meet the criteria for a well affected facility in § 60.5365(a) (in subpart OOOO of this part), you must reduce GHG and VOC emissions by complying with paragraphs (f)(3) and (4) or paragraph (g)of this section for each well completion operation with hydraulic fracturing prior to November 30, 2016, and you must comply with paragraphs (a) through (g) of this section for each well completion operation with hydraulic fracturing on or after November 30, 2016.

\* \* \* \* \*

■ 14. Amend § 60.5380a by revising the section heading, introductory text, and paragraph (a)(1) to read as follows:

#### § 60.5380a What GHG and VOC standards apply to centrifugal compressor affected facilities?

You must comply with the GHG and VOC standards in paragraphs (a) through (d) of this section for each centrifugal compressor affected facility.

(a)(1) You must reduce methane and VOC emissions from each centrifugal compressor wet seal fluid degassing system by 95.0 percent.

\* \* \* \*

■ 15. Amend § 60.5385a by revising the section heading, introductory text, and paragraph (a)(3) to read as follows:

# § 60.5385a What GHG and VOC standards apply to reciprocating compressor affected facilities?

You must reduce GHG (in the form of a limitation on emissions of methane) and VOC emissions by complying with the standards in paragraphs (a) through (d) of this section for each reciprocating compressor affected facility. (a) \* \* \*

(3) Collect the methane and VOC emissions from the rod packing using a rod packing emissions collection system that operates under negative pressure and route the rod packing emissions to a process through a closed vent system that meets the requirements of  $\S$  60.5411a(a) and (d).

■ 16. Amend § 60.5390a by revising the section heading and introductory text to read as follows:

# § 60.5390a What GHG and VOC standards apply to pneumatic controller affected facilities?

For each pneumatic controller affected facility you must comply with the GHG and VOC standards, based on natural gas as a surrogate for GHG and VOC, in either paragraph (b)(1) or (c)(1) of this section, as applicable. Pneumatic controllers meeting the conditions in paragraph (a) of this section are exempt from the requirements in paragraph (b)(1) or (c)(1) of this section.

\* \* \* \*

■ 17. Amend § 60.5393a by revising the section heading and introductory text to read as follows:

# § 60.5393a What GHG and VOC standards apply to pneumatic pump affected facilities?

For each pneumatic pump affected facility you must comply with the GHG and VOC standards, based on natural gas as a surrogate for GHG and VOC, in either paragraph (a) or (b) of this section, as applicable, on or after November 30, 2016.

■ 18. Amend § 60.5397a by:

a. Revising the section heading, introductory text, and paragraph (a);
b. Revising the introductory text of paragraph (g) and paragraph (g)(2);

■ c. Adding paragraph (g)(6); and

■ d. Revising paragraph (h)(3).

The revisions and addition read as follows:

#### § 60.5397a What fugitive emissions GHG and VOC standards apply to the affected facility which is the collection of fugitive emissions components at a well site and the affected facility which is the collection of fugitive emissions components at a compressor station?

For each affected facility under §60.5365a(i) and (j), you must reduce GHG (in the form of a limitation on emissions of methane) and VOC emissions by complying with the requirements of paragraphs (a) through (j) of this section. The requirements in this section are independent of the closed vent system and cover requirements in §60.5411a. Alternatively, you may comply with the requirements of § 60.5398b, including the notification, recordkeeping, and reporting requirements outlined in §60.5424b. For the purpose of this subpart, compliance with the requirements in §60.5398b will be deemed compliance with this section. When complying with § 60.5398b, the definitions in §60.5430b shall apply for those activities conducted under §60.5398b.

(a) You must monitor all fugitive emission components, as defined in §60.5430a, in accordance with paragraphs (b) through (g) of this section. You must repair all sources of fugitive emissions in accordance with paragraph (h) of this section. You must keep records in accordance with paragraph (i) of this section and report in accordance with paragraph (j) of this section. For purposes of this section, fugitive emissions are defined as any visible emission from a fugitive emissions component observed using optical gas imaging or an instrument reading of 500 parts per million (ppm) or greater using Method 21 of appendix A–7 to this part.

\* \* \*

(g) A monitoring survey of each collection of fugitive emissions components at a well site or at a compressor station must be performed at the frequencies specified in paragraphs (g)(1) and (2) of this section, with the exceptions noted in paragraphs (g)(3) through (6) of this section.

(2) Except as provided in this paragraph (g)(2), a monitoring survey of the collection of fugitive emissions components at a compressor station must be conducted at least quarterly after the initial survey. Consecutive quarterly monitoring surveys must be conducted at least 60 days apart. A monitoring survey of the collection of fugitive emissions components at a compressor station located on the Alaskan North Slope must be conducted at least annually. Consecutive annual monitoring surveys must be conducted at least 9 months apart and no more than 13 months apart. \*

(6) The requirements of paragraph (g)(2) of this section are waived for any collection of fugitive emissions components at a compressor station located within an area that has an average calendar month temperature below 0 °F for two of three consecutive calendar months of a quarterly monitoring period. The calendar month temperature average for each month within the quarterly monitoring period must be determined using historical monthly average temperatures over the previous three years as reported by a National Oceanic and Atmospheric Administration source or other source approved by the Administrator. The requirements of paragraph (g)(2) of this section shall not be waived for two consecutive quarterly monitoring periods.

(h) \* \*

(3) Delay of repair will be allowed if the conditions in paragraphs (h)(3)(i) or (ii) of this section are met.

(i) If the repair is technically infeasible, would require a vent blowdown, a compressor station shutdown, a well shutdown or well shut-in, or would be unsafe to repair during operation of the unit, the repair must be completed during the next scheduled compressor station shutdown for maintenance, scheduled well shutdown, scheduled well shut-in, after a scheduled vent blowdown, or within 2 years of detecting the fugitive emissions, whichever is earliest. For purposes of this paragraph (h)(3), a vent blowdown is the opening of one or more blowdown valves to depressurize major production and processing equipment, other than a storage vessel.

(ii) If the repair requires replacement of a fugitive emissions component or a part thereof, but the replacement cannot be acquired and installed within the repair timelines specified in paragraphs (h)(1) and (2) of this section due to either of the conditions specified in paragraphs (h)(3)(ii)(A) or (B) of this section, the repair must be completed in accordance with paragraph (h)(3)(ii)(C) of this section and documented in accordance with  $S = 0.5 \pm 0.00 \text{ (or } (15)(\text{crii})(1))$ 

§60.5420a(c)(15)(vii)(I).

(A) Valve assembly supplies had been sufficiently stocked but are depleted at the time of the required repair.

(B) A replacement fugitive emissions component or a part thereof requires custom fabrication.

(C) The required replacement must be ordered no later than 10 calendar days after the first attempt at repair. The repair must be completed as soon as practicable, but no later than 30 calendar days after receipt of the replacement component, unless the repair requires a compressor station or well shutdown. If the repair requires a compressor station or well shutdown, the repair must be completed in accordance with the timeframe specified in paragraph (h)(3)(i) of this section.

\* \* \* \* \*

■ 19. Amend § 60.5398a by revising the section heading and paragraph (a) to read as follows:

§ 60.5398a What are the alternative means of emission limitations for GHG and VOC from well completions, reciprocating compressors, the collection of fugitive emissions components at a well site and the collection of fugitive emissions components at a compressor station?

(a) If, in the Administrator's judgment, an alternative means of emission limitation will achieve a reduction in GHG (in the form of a limitation on emissions of methane) and VOC emissions at least equivalent to the reduction in GHG and VOC emissions achieved under §60.5375a, §60.5385a, or §60.5397a, the Administrator will publish, in the Federal Register, a document permitting the use of that alternative means for the purpose of compliance with § 60.5375a, § 60.5385a, or § 60.5397a. The authority to approve an alternative means of emission limitation is retained by the Administrator and shall not be delegated to States under section 111(c) of the Clean Air Act (CAA).

\* \* \* \*

■ 20. Amend § 60.5399a by revising paragraphs (a), (f), (i), and (m) to read as follows:

§ 60.5399a What alternative fugitive emissions standards apply to the affected facility which is the collection of fugitive emissions components at a well site and the affected facility which is the collection of fugitive emissions components at a compressor station: Equivalency with state, local, and Tribal programs?

(a) Alternative fugitive emissions standards. If, in the Administrator's judgment, an alternative fugitive emissions standard will achieve a reduction in methane and VOC emissions at least equivalent to the reductions achieved under §60.5397a, the Administrator will publish, in the Federal Register, a notice permitting use of the alternative fugitive emissions standard for the purpose of compliance with §60.5397a. The authority to approve alternative fugitive emissions standards is retained by the Administrator and shall not be delegated to States under section 111(c) of the CAA.

(f) Alternative fugitive emissions requirements for the collection of fugitive emissions components located at a well site or a compressor station in the State of California. An affected facility, which is the collection of fugitive emissions components, as defined in §60.5430a, located at a well site or a compressor station in the State of California may elect to comply with the monitoring, repair, and recordkeeping requirements in the California Code of Regulations, title 17, sections 95665–95667, effective January 1, 2020, as an alternative to complying with the requirements in §60.5397a(f)(1) and (2), (g)(1) through (4), (h), and (i). The information specified in §60.5420a(b)(7)(iii)(A) and the information specified in either §60.5420a(b)(7)(iii)(B) or (C) may be provided as an alternative to the requirements in §60.5397a(j). \* \* \* \*

(i) Alternative fugitive emissions requirements for the collection of fugitive emissions components located at a compressor station in the State of Ohio. An affected facility, which is the collection of fugitive emissions components, as defined in § 60.5430a, located at a compressor station in the State of Ohio may elect to comply with the monitoring, repair, and recordkeeping requirements in Ohio General Permit 18.1, effective February 7, 2017, as an alternative to complying with the requirements in §60.5397a(f)(2), (g)(2) through (4), (h), and (i), provided the monitoring instrument used is optical gas imaging or a Method 21 instrument (see

appendix A-7 to this part) with a leak definition and reading of 500 ppm or greater. Monitoring must be conducted on at least a quarterly basis and skip periods cannot be applied. The information specified in §60.5420a(b)(7)(iii)(A) and the information specified in either §60.5420a(b)(7)(iii)(B) or (C) may be provided as an alternative to the requirements in §60.5397a(j).

(m) Alternative fugitive emissions requirements for the collection of fugitive emissions components located at a compressor station in the State of Texas. An affected facility, which is the collection of fugitive emissions components, as defined in § 60.5430a. located at a compressor in the State of Texas may elect to comply with the monitoring, repair, and recordkeeping requirements in the Air Quality Standard Permit for Oil and Gas Handling and Production Facilities, section I(6), effective November 8, 2012, or at 30 Texas Administrative Code section 116.620, effective September 4, 2000, as an alternative to complying with the requirements in §60.5397a(f)(2), (g)(2) through (4), (h), and (i), provided the monitoring instrument used is optical gas imaging or a Method 21 instrument (see appendix A-7 to this part) with a leak definition and reading of 500 ppm or greater. Monitoring must be conducted on at least a quarterly basis and skip periods may not be applied. If using the alternative in this paragraph (m), the information specified in §60.5420a(b)(7)(iii)(A) and (C) must be provided in lieu of the requirements in §60.5397a(j).

■ 21. Amend § 60.5400a by revising the section heading and paragraph (c) to read as follows:

### § 60.5400a What equipment leak GHG and VOC standards apply to affected facilities at an onshore natural gas processing plant?

(c) You may apply to the Administrator for permission to use an alternative means of emission limitation that achieves a reduction in emissions of methane and VOC at least equivalent to that achieved by the controls required in this subpart according to the requirements of §60.5402a.

\*

#### §60.5401a What are the exceptions to the equipment leak GHG and VOC standards for affected facilities at onshore natural gas processing plants?

■ 22. Amend § 60.5401a by revising the section heading to read as set forth above.

■ 23. Amend § 60.5402a by revising the section heading, paragraph (a), and paragraph (d)(2) introductory text to read as follows:

#### §60.5402a What are the alternative means of emission limitations for GHG and VOC equipment leaks from onshore natural gas processing plants?

(a) If, in the Administrator's judgment, an alternative means of emission limitation will achieve a reduction in GHG and VOC emissions at least equivalent to the reduction in GHG and VOC emissions achieved under any design, equipment, work practice or operational standard, the Administrator will publish, in the **Federal Register**, a document permitting the use of that alternative means for the purpose of compliance with that standard. The document may condition permission on requirements related to the operation and maintenance of the alternative means.

\* \* (d) \* \* \*

(2) The application must include operation, maintenance, and other provisions necessary to assure reduction in methane and VOC emissions at least equivalent to the reduction in methane and VOC emissions achieved under the design, equipment, work practice or operational standard in paragraph (a) of this section by including the information specified in paragraphs (d)(2)(i) through (x) of this section. \*

■ 24. Amend § 60.5410a by:

\*

■ a. Revising paragraphs (a) introductory text, (b)(1), (d) introductory text, and (f); and

■ b. Removing paragraph (k). The revisions read as follows:

§60.5410a How do I demonstrate initial compliance with the standards for my well, centrifugal compressor, reciprocating compressor, pneumatic controller, pneumatic pump, storage vessel, collection of fugitive emissions components at a well site, collection of fugitive emissions components at a compressor station, and equipment leaks at onshore natural gas processing plants and sweetening unit affected facilities?

(a) To achieve initial compliance with the methane and VOC standards for each well completion operation conducted at your well affected facility

you must comply with paragraphs (a)(1) through (4) of this section.

(b)(1) To achieve initial compliance with standards for your centrifugal compressor affected facility you must reduce methane and VOC emissions from each centrifugal compressor wet seal fluid degassing system by 95.0 percent or greater as required by  $\S$  60.5380a(a) and as demonstrated by the requirements of  $\S$  60.5413a.

\* \* \* \*

(d) To achieve initial compliance with methane and VOC emission standards for your pneumatic controller affected facility you must comply with the requirements specified in paragraphs (d)(1) through (6) of this section, as applicable.

\* \* \* \*

(f) For affected facilities at onshore natural gas processing plants, initial compliance with the methane and VOC standards is demonstrated if you are in compliance with the requirements of  $\S$  60.5400a.

\* \* \* \*

■ 25. Amend § 60.5412a by revising paragraphs (a)(1)(i) and (a)(2) to read as follows:

§60.5412a What additional requirements must I meet for determining initial compliance with control devices used to comply with the emission standards for my centrifugal compressor, and storage vessel affected facilities?

\*

- \* \*
- (a) \* \* \*
- (1) \* \* \*

(i) You must reduce the mass content of methane and VOC in the gases vented to the device by 95.0 percent by weight or greater as determined in accordance with the requirements of § 60.5413a(b), with the exceptions noted in § 60.5413a(a).

\* \* \* \*

(2) Each vapor recovery device (*e.g.*, carbon adsorption system or condenser) or other non-destructive control device must be designed and operated to reduce the mass content of methane and VOC in the gases vented to the device by 95.0 percent by weight or greater as determined in accordance with the requirements of § 60.5413a(b). As an alternative to the performance testing requirements in § 60.5413a(b), you may demonstrate initial compliance by conducting a design analysis for vapor recovery devices according to the requirements of § 60.5413a(c).

\* \* \* \*

■ 26. Amend § 60.5413a by revising paragraphs (b)(4) introductory text,

(b)(4)(ii) and (d)(11)(iii) to read as follows:

§ 60.5413a What are the performance testing procedures for control devices used to demonstrate compliance at my centrifugal compressor and storage vessel affected facilities?

\* \* \* \* \*

(b) \* \* \*

(4) You must use Method 25A of appendix A-7 to this part to measure TOC, as propane, to determine compliance with the TOC exhaust gas concentration limit specified in §60.5412a(a)(1)(ii) or (d)(1)(iv)(B). If you are determining compliance with the TOC exhaust gas concentration limit specified in § 60.5412a(d)(1)(iv)(B), you may also use Method 18 of appendix A-6 to this part to measure methane and ethane, and you may subtract the measured concentration of methane and ethane from the Method 25A measurement to demonstrate compliance with the concentration limit. You must determine the concentration in parts per million by volume on a wet basis and correct it to 3 percent oxygen, using the procedures in paragraphs (b)(4)(i) through (iii) of this section.

\* \* \* \* \*

(ii) If you are determining compliance with the TOC exhaust gas concentration limit specified in 60.5412a(d)(1)(iv)(B), you may subtract the concentration of methane and ethane from the Method 25A TOC, as propane, concentration for each run.

\* \* \* \*

- (d) \* \* \*
- (11) \* \* \*

(iii) A manufacturer must demonstrate a destruction efficiency of at least 95 percent for THC, as propane. A control device model that demonstrates a destruction efficiency of 95 percent for THC, as propane, will meet the control requirement for 95 percent destruction of VOC and methane (if applicable) required under this subpart.

\* \* \* \* \*

■ 27. Amend § 60.5415a by:

■ a. Revising paragraphs (b)(1) and paragraph (f); and

b. Removing paragraphs (i) and (j).
 The revisions read as follows:

§ 60.5415a How do I demonstrate continuous compliance with the standards for my well, centrifugal compressor, reciprocating compressor, pneumatic controller, pneumatic pump, storage vessel, collection of fugitive emissions components at a well site, and collection of fugitive emissions components at a compressor station affected facilities, equipment leaks at onshore natural gas processing plants and sweetening unit affected facilities?

\* \* \* \* (b) \* \* \*

(1) You must reduce methane and VOC emissions from the wet seal fluid degassing system by 95.0 percent or greater.

- (f) For affected facilities at onshore natural gas processing plants, continuous compliance with methane and VOC requirements is demonstrated if you are in compliance with the requirements of  $\S$  60.5400a.
- 28. Amend § 60.5420a by:

\*

■ a. Removing and reserving paragraph (b)(7)(i)(C);

■ b. Adding paragraph (b)(7)(iv);

- c. Revising paragraphs (b)(9)(i),
- (b)(11), and (c)(5)(iv);

\*

■ d. Removing and reserving paragraphs (c)(15)(ii) through (iv);

■ e. Revising the introductory text of paragraph (c)(15)(vii)(I) and paragraph (c)(15)(vii)(I)(8); and

■ f. Adding paragraphs (c)(15)(vii)(I)(9) and (c)(15)(ix).

The additions and revisions read as follows:

## § 60.5420a What are my notification, reporting, and recordkeeping requirements?

- \* \* \*
- (b) \* \* \*

\*

(7) \* \* \*

(iv) If you comply with the alternative GHG and VOC standard under § 60.5398b, in lieu of the information specified in paragraph (b)(7)(ii) of this section, you must provide the information specified in § 60.5424b.

(9) \* \* \*

(i) For data collected using test methods supported by the EPA's Electronic Reporting Tool (ERT) as listed on the EPA's ERT website (https://www.epa.gov/electronicreporting-air-emissions/electronicreporting-tool-ert) at the time of the test, you must submit the results of the performance test to the EPA via the Compliance and Emissions Data Reporting Interface (CEDRI), except as outlined in this paragraph (b)(9)(i). (CEDRI can be accessed through the

EPA's Central Data Exchange (CDX) (https://cdx.epa.gov/).) Performance test data must be submitted in a file format generated through the use of the EPA's ERT or an alternate electronic file format consistent with the extensible markup language (XML) schema listed on the EPA's ERT website. The EPA will make all the information submitted through CEDRI available to the public without further notice to you. Do not use CEDRI to submit information you claim as confidential business information (CBI). Although we do not expect persons to assert a claim of CBI, if you wish to assert a CBI claim, you must submit a complete file generated through the use of the EPA's ERT or an alternate electronic file consistent with the XML schema listed on the EPA's ERT website, including information claimed to be CBI, to the EPA following the procedures in paragraphs (b)(9)(i)(A)and (B) of this section. Clearly mark the part or all of the information that you claim to be CBI. Information not marked as CBI may be authorized for public release without prior notice. Information marked as CBI will not be disclosed except in accordance with procedures set forth in 40 CFR part 2. All CBI claims must be asserted at the time of submission. Anything submitted using CEDRI cannot later be claimed CBI. Furthermore, under CAA section 114(c), emissions data is not entitled to confidential treatment, and the EPA is required to make emissions data available to the public. Thus, emissions data will not be protected as CBI and will be made publicly available. The same ERT or alternate file submitted to the CBI office with the CBI omitted must be submitted to the EPA via the EPA's CDX as described earlier in this paragraph (b)(9)(i).

(A) The preferred method to receive CBI is for it to be transmitted electronically using email attachments, File Transfer Protocol, or other online file sharing services. Electronic submissions must be transmitted directly to the OAQPS CBI Office at the email address *oaqpscbi@epa.gov*, and as described above, should include clear CBI markings. ERT files should be flagged to the attention of the Group Leader, Measurement Policy Group. If assistance is needed with submitting large electronic files that exceed the file size limit for email attachments, and if you do not have your own file sharing service, please email oaqpscbi@epa.gov to request a file transfer link.

(B) If you cannot transmit the file electronically, you may send CBI information through the postal service to the following address: U.S. EPA, Attn: OAQPS Document Control Officer and Measurement Policy Group Leader, Mail Drop: C404–02, 109 T.W. Alexander Drive, P.O. Box 12055, RTP, NC 27711. The mailed CBI material should be double wrapped and clearly marked. Any CBI markings should not show through the outer envelope.

(11) You must submit reports to the EPA via CEDRI, except as outlined in this paragraph (b)(11). CEDRI can be accessed through the EPA's CDX (https://cdx.epa.gov/). You must use the appropriate electronic report template on the CEDRI website for this subpart (https://www.epa.gov/electronicreporting-air-emissions/cedri/). If the reporting form specific to this subpart is not available on the CEDRI website at the time that the report is due, you must submit the report to the Administrator at the appropriate address listed in § 60.4. Once the form has been available in CEDRI for at least 90 calendar days, you must begin submitting all subsequent reports via CEDRI. The date reporting forms become available will be listed on the CEDRI website. Unless the Administrator or delegated state agency or other authority has approved a different schedule for submission of reports, the reports must be submitted by the deadlines specified in this subpart, regardless of the method in which the reports are submitted. The EPA will make all the information submitted through CEDRI available to the public without further notice to you. Do not use CEDRI to submit information you claim as CBI. Although we do not expect persons to assert a claim of CBI, if you wish to assert a CBI claim for some of the information in the report, submit a complete file using the appropriate electronic report template on the CEDRI website, including information claimed to be CBI, to the EPA following the procedures in paragraphs (b)(11)(i) and (ii) of this section. Clearly mark the part or all of the information that you claim to be CBI. Information not marked as CBI may be authorized for public release without prior notice. Information marked as CBI will not be disclosed except in accordance with procedures set forth in 40 CFR part 2. All CBI claims must be asserted at the time of submission. Anything submitted using CEDRI cannot later be claimed CBI. Furthermore, under CAA section 114(c), emissions data is not entitled to confidential treatment, and the EPA is required to make emissions data available to the public. Thus, emissions data will not be protected as CBI and will be made publicly available. Submit the same file submitted to the CBI office with the CBI

omitted must be submitted to the EPA via the EPA's CDX as described earlier in this paragraph (b)(11).

(i) The preferred method to receive CBI is for it to be transmitted electronically using email attachments, File Transfer Protocol, or other online file sharing services. Electronic submissions must be transmitted directly to the OAQPS CBI Office at the email address oaqpscbi@epa.gov, and as described above, should include clear CBI markings. Files should be flagged to the attention of the Oil and Natural Gas Sector Lead. If assistance is needed with submitting large electronic files that exceed the file size limit for email attachments, and if you do not have your own file sharing service, please email *oaqpscbi@epa.gov* to request a file transfer link.

(ii) If you cannot transmit the file electronically, you may send CBI information through the postal service to the following address: U.S. EPA, Attn: OAQPS Document Control Officer and Oil and Natural Gas Sector Lead, Mail Drop: C404–02, 109 T.W. Alexander Drive, P.O. Box 12055, RTP, NC 27711. The mailed CBI material should be double wrapped and clearly marked. Any CBI markings should not show through the outer envelope.

- \* \* \*
- (c) \* \* \*
- (5) \* \* \*

(iv) For storage vessels that are skidmounted or permanently attached to something that is mobile (such as trucks, railcars, barges, or ships), records indicating the number of consecutive days that the vessel is located at a site in the crude oil and natural gas production segment, natural gas processing segment, or natural gas transmission and storage segment. If a storage vessel is removed from a site and, within 30 days, is either returned to the site or replaced by another storage vessel at the site to serve the same or similar function, then the entire period since the original storage vessel was first located at the site, including the days when the storage vessel was removed, will be added to the count towards the number of consecutive days.

- \* \* \* \*
- (15) \* \* \*
- (vii) \* \* \*

(I) Documentation of each fugitive emission detected during the monitoring survey, including the information specified in paragraphs (c)(15)(vii)(I)(1) through (9) of this section.

\* \* \*

(8) For each fugitive emission component placed on delay of repair for reason of replacement component unavailability, the operator must document: the date the component was added to the delay of repair list, the date the replacement fugitive component or part thereof was ordered, the anticipated component delivery date (including any estimated shipment or delivery date provided by the vendor), and the actual arrival date of the component.

(9) Date of planned shutdowns that occur while there are any components that have been placed on delay of repair. \* \* \*

\*

(ix) If you comply with the alternative GHG and VOC standard under §60.5398b, in lieu of the information specified in paragraphs (c)(15)(vi) through (vii) of this section, you must maintain the records specified in §60.5424b.

\* \*

#### §60.5421a What are my additional recordkeeping requirements for my affected facility subject to GHG and VOC requirements for onshore natural gas processing plants?

■ 29. Amend § 60.5421a by revising the section heading to read as set forth above.

#### §60.5422a What are my additional reporting requirements for my affected facility subject to GHG and VOC requirements for onshore natural gas processing plants?

■ 30. Amend § 60.5422a by revising the section heading to read as set forth above.

■ 31. Amend § 60.5430a by:

a. Revising definitions for

"Compressor station", "Crude Oil and Natural Gas Production source category", "Equipment", and "Fugitive emissions component"; and

■ b. Removing definition for "*Natural* gas transmission and storage segment".

The revisions read as follows:

#### §60.5430a What definitions apply to this subpart?

*Compressor station* means any permanent combination of one or more compressors that move natural gas at increased pressure through gathering or transmission pipelines, or into or out of storage. This includes, but is not limited to, gathering and boosting stations and transmission compressor stations. The combination of one or more compressors located at a well site, or located at an onshore natural gas processing plant, is not a compressor station for purposes of § 60.5397a. \* \* \*

Crude oil and natural gas source category means:

(1) Crude oil production, which includes the well and extends to the point of custody transfer to the crude oil transmission pipeline or any other forms of transportation; and

(2) Natural gas production, processing, transmission, and storage, which include the well and extend to, but do not include, the local distribution company custody transfer station.

\*

*Equipment*, as used in the standards and requirements in this subpart relative to the equipment leaks of GHG (in the form of methane) VOC from onshore natural gas processing plants, means each pump, pressure relief device, open-ended valve or line, valve, and flange or other connector that is in VOC service or in wet gas service, and any device or system required by those same standards and requirements in this subpart.

Fugitive emissions component means any component that has the potential to emit fugitive emissions of methane or VOC at a well site or compressor station, including valves, connectors, pressure relief devices, open-ended lines, flanges, covers and closed vent systems not subject to § 60.5411 or § 60.5411a, thief hatches or other openings on a controlled storage vessel not subject to §60.5395 or §60.5395a, compressors, instruments, and meters. Devices that vent as part of normal operations, such as natural gas-driven pneumatic controllers or natural gas-driven pumps, are not fugitive emissions components, insofar as the natural gas discharged from the device's vent is not considered a fugitive emission. Emissions originating from other than the device's vent, such as the thief hatch on a controlled storage vessel, would be considered fugitive emissions. \*

■ 32. Add subpart OOOOb, to part 60 to read as follows:

#### Subpart OOOOb—Standards of Performance for Crude Oil and Natural Gas Facilities for Which Construction, Modification or Reconstruction Commenced After December 6, 2022

- 60.5360b What is the purpose of this subpart?
- 60.5365b Am I subject to this subpart? 60.5370b When must I comply with this subpart?
- 60.5371b What GHG and VOC standards apply to super-emitter events?
- 60.5375b What GHG and VOC standards apply to well completions at well affected facilities?

- 60.5376b What GHG and VOC standards apply to gas well liquids unloading operations at well affected facilities?
- 60.5377b What GHG and VOC standards apply to associated gas wells at well affected facilities?
- 60.5380b What GHG and VOC standards apply to centrifugal compressor affected facilities?
- 60.5385b What GHG and VOC standards apply to reciprocating compressor affected facilities?
- 60.5386b What test methods and procedures must I use for my centrifugal compressor and reciprocating compressor affected facilities?
- 60.5390b What GHG and VOC standards apply to process controller affected facilities?
- 60.5393b What GHG and VOC standards apply to pump affected facilities?
- 60.5395b What GHG and VOC standards apply to storage vessel affected facilities?
- 60.5397b What GHG and VOC standards apply to fugitive emissions components affected facilities?
- 60.5398b What alternative GHG and VOC standards apply to fugitive emissions components affected facilities and what inspection and monitoring requirements apply to covers and closed vent systems when using an alternative technology?
- 60.5399b What are the alternative means of emission limitations for GHG and VOC from well completions, liquids unloading operations, centrifugal compressors, reciprocating compressors, fugitive emissions components, and process unit equipment affected facilities; and what are the alternative fugitive emissions standards based on State, local, and Tribal programs?
- 60.5400b What GHG and VOC standards apply to process unit equipment affected facilities?
- 60.5401b What are the alternative GHG and VOC standards for process unit equipment affected facilities?
- 60.5402b What are the exceptions to the GHG and VOC standards for process unit equipment affected facilities?
- 60.5403b What test methods and procedures must I use for my process unit equipment affected facilities? 60.5405b What standards apply to
- sweetening unit affected facilities? 60.5406b What test methods and
- procedures must I use for my sweetening unit affected facilities?
- 60.5407b What are the requirements for monitoring of emissions and operations from my sweetening unit affected facilities?
- 60.5408b What is an optional procedure for measuring hydrogen sulfide in acid gas-**Tutwiler Procedure?**
- 60.5410b How do I demonstrate initial compliance with the standards for each of my affected facilities?
- 60.5411b What additional requirements must I meet to determine initial compliance for my covers and closed vent systems?
- 60.5412b What additional requirements must I meet for determining initial compliance of my control devices?

- 60.5413b What are the performance testing procedures for control devices?
- 60.5415b How do I demonstrate continuous compliance with the standards for each of my affected facilities?
- 60.5416b What are the initial and continuous cover and closed vent system inspection and monitoring requirements?
- 60.5417b What are the continuous monitoring requirements for my control devices?
- 60.5420b What are my notification, reporting, and recordkeeping requirements?
- 60.5421b What are my additional recordkeeping requirements for process unit equipment affected facilities?
- 60.5422b What are my additional reporting requirements for process unit equipment affected facilities?
- 60.5423b What are my additional recordkeeping and reporting requirements for sweetening unit affected facilities?
- 60.5424b What are my additional recordkeeping and reporting requirements if I comply with the alternative GHG and VOC standards for fugitive emissions components affected facilities and covers and closed vent systems?
- 60.5425b What parts of the General Provisions apply to me?
- 60.5430b What definitions apply to this subpart?
- 60.5432b How do I determine whether a well is a low pressure well using the low pressure well equation?

60.5433b-60.5439b [Reserved]

- Table 1 to Subpart OOOOb of Part 60— Alternative Technology Periodic Screening Frequency at Well Sites, Centralized Production, and Compressor Stations Facilities Subject to AVO Inspections with Quarterly OGI or EPA Method 21 Monitoring
- Table 2 to Subpart OOOOb of Part 60— Alternative Technology Periodic Screening Frequency at Well Sites and Centralized Production Facilities Subject to AVO Inspections and/or Semiannual OGI or EPA Method 21 Monitoring
- Table 3 to Subpart OOOOb of Part 60— Required Minimum Initial SO2 Emission Reduction Efficiency (Zi)
- Table 4 to Subpart OOOOb of Part 60— Required Minimum SO2 Emission Reduction Efficiency (Zc)
- Table 5 to Subpart OOOOb of Part 60— Applicability of General Provisions to Subpart OOOOb

## §60.5360b What is the purpose of this subpart?

(a) *Scope*. This subpart establishes emission standards and compliance schedules for the control of the pollutant greenhouse gases (GHG). The greenhouse gas standard in this subpart is in the form of a limitation on emissions of methane from affected facilities in the crude oil and natural gas source category that commence construction, modification, or reconstruction after December 6, 2022. This subpart also establishes emission standards and compliance schedules for the control of volatile organic compounds (VOC) and sulfur dioxide (SO<sub>2</sub>) emissions from affected facilities in the crude oil and natural gas source category that commence construction, modification, or reconstruction after December 6, 2022.

(b) Prevention of Significant Deterioration (PSD) and title V thresholds for Greenhouse Gases. (1) For the purposes of 40 CFR 51.166(b)(49)(ii), with respect to GHG emissions from affected facilities, the "pollutant that is subject to the standard promulgated under section 111 of the Act" shall be considered the pollutant that otherwise is subject to regulation under the Act as defined in 40 CFR 51.166(b)(48) and in any State Implementation Plan (SIP) approved by the EPA that is interpreted to incorporate, or specifically incorporates, 40 CFR 51.166(b)(48).

(2) For the purposes of 40 CFR 52.21(b)(50)(ii), with respect to GHG emissions from affected facilities, the "pollutant that is subject to the standard promulgated under section 111 of the Act" shall be considered the pollutant that otherwise is subject to regulation under the Clean Air Act as defined in 40 CFR 52.21(b)(49).

(3) For the purposes of 40 CFR 70.2, with respect to GHG emissions from affected facilities, the "pollutant that is subject to any standard promulgated under section 111 of the Act" shall be considered the pollutant that otherwise is "subject to regulation" as defined in 40 CFR 70.2.

(4) For the purposes of 40 CFR 71.2, with respect to GHG emissions from affected facilities, the "pollutant that is subject to any standard promulgated under section 111 of the Act" shall be considered the pollutant that otherwise is "subject to regulation" as defined in 40 CFR 71.2.

(c) *Exemption.* You are exempt from the obligation to obtain a permit under 40 CFR part 70 or 40 CFR part 71, provided you are not otherwise required by law to obtain a permit under 40 CFR 70.3(a) or 40 CFR 71.3(a). Notwithstanding the previous sentence, you must continue to comply with the provisions of this subpart.

#### §60.5365b Am I subject to this subpart?

You are subject to the applicable provisions of this subpart if you are the owner or operator of one or more of the onshore affected facilities listed in paragraphs (a) through (i) of this section, that is located within the Crude Oil and Natural Gas source category, as defined in § 60.5430b, for which you commence construction, modification, or reconstruction after December 6, 2022. Facilities located inside and including the Local Distribution Company (LDC) custody transfer station are not subject to this subpart.

(a) Each well affected facility, which is a single well drilled for the purpose of producing oil or natural gas.

(1) In addition to § 60.14, a

"modification" of an existing well occurs when:

(i) An existing well is hydraulically fractured, or

(ii) An existing well is hydraulically refractured.

(2) For the purposes of a well affected facility, a liquids unloading event is not considered to be a modification.

(3) Except as provided in § 60.5365b(e)(3)(ii)(C) and (i)(3)(ii), any action described by paragraphs (a)(1)(i)and (ii) of this section, by itself, does not affect the modification status of process unit equipment, centrifugal or reciprocating compressors, pumps, or process controllers.

(b) Each centrifugal compressor affected facility, which is a single centrifugal compressor. A centrifugal compressor located at a well site is not an affected facility under this subpart. A centrifugal compressor located at a centralized production facility is an affected facility under this subpart.

(c) Each reciprocating compressor affected facility, which is a single reciprocating compressor. A reciprocating compressor located at a well site is not an affected facility under this subpart. A reciprocating compressor located at a centralized production facility is an affected facility under this subpart.

(d) Each process controller affected facility, which is the collection of natural gas-driven process controllers at a well site, centralized production facility, onshore natural gas processing plant, or a compressor station. Natural gas-driven process controllers that function as emergency shutdown devices and process controllers that are not driven by natural gas are not included in the affected facility.

(1) For the purposes of  $\S$  60.5390b, in addition to the definition in  $\S$  60.14, a modification occurs when the number of natural gas-driven process controllers in the affected facility is increased by one or more.

(2) For the purposes of § 60.5390b, owners and operators may choose to apply reconstruction as defined in § 60.15(b) based on the fixed capital cost of the new process controllers in accordance with paragraph (d)(2)(i) of this section, or the definition of reconstruction based on the number of natural gas-driven process controllers in

the affected facility in accordance with paragraph (d)(2)(ii) of this section. Owners and operators may choose which definition of reconstruction to apply and whether to comply with paragraph (d)(2)(i) or (ii) of this section; they do not need to apply both. If owners and operators choose to comply with paragraph (d)(2)(ii) of this section they may demonstrate compliance with §60.15(b)(1) by showing that more than 50 percent of the number of natural gasdriven process controllers in the affected facility is replaced. That is, if an owner or operator meets the definition of reconstruction through the "number of controllers" criterion in (d)(2)(ii) of this section, they will have shown that the "fixed capital cost of the new components exceeds 50 percent of the fixed capital cost that would be required to construct a comparable entirely new facility," as required in §60.15(b)(1). Therefore, an owner or operator may comply with the remaining provisions of § 60.15 that reference "fixed capital cost" through an initial showing that the number of natural gas-driven process controllers replaced exceeds 50 percent. For purposes of paragraphs (d)(2)(i) and (ii), 'commenced'' means that an owner or operator has undertaken a continuous program of natural gas-driven process controller replacement or that an owner or operator has entered into a contractual obligation to undertake and complete, within a reasonable time, a continuous program of natural gasdriven process controller replacement.

(i) If the owner or operator applies the definition of reconstruction in §60.15(b)(1), reconstruction occurs when the fixed capital cost of the new process controllers exceeds 50 percent of the fixed capital cost that would be required to replace all the natural gasdriven process controllers in the affected facility. The "fixed capital cost of the new process controllers" includes the fixed capital cost of all natural gasdriven process controllers which are or will be replaced pursuant to all continuous programs of component replacement which are commenced within any 24-month rolling period following December 6, 2022.

(ii) If the owner or operator applies the definition of reconstruction based on the percentage of natural gas-driven process controllers replaced, reconstruction occurs when greater than 50 percent of the natural gas-driven process controllers at a site are replaced. The percentage includes all natural gasdriven process controllers which are or will be replaced pursuant to all continuous programs of natural gasdriven process controller replacement which are commenced within any 24month rolling period following December 6, 2022. If an owner or operator determines reconstruction based on the percentage of natural gasdriven process controllers that are replaced, the owner or operator must also comply with § 60.15(a).

(e) Each storage vessel affected facility, which is a tank battery that has the potential for emissions as specified in either paragraph (e)(1)(i) or (ii) of this section. A tank battery with the potential for emissions below both of the thresholds specified in paragraphs (e)(1)(i) and (ii) of this section is not a storage vessel affected facility provided the owner/operator keeps records of the potential for emissions calculation for the life of the storage vessel or until such time the tank battery becomes a storage vessel affected facility because the potential for emissions meets or exceeds either threshold specified in either paragraph (e)(1)(i) or (ii) of this section.

(1)(i) Potential for VOC emissions equal to or greater than 6 tons per year (tpy) as determined in paragraph (e)(2) of this section.

(ii) Potential for methane emissions equal to or greater than 20 tpy as determined in paragraph (e)(2) of this section.

(2) The potential for VOC and methane emissions must be calculated as the cumulative emissions from all storage vessels within the tank battery as specified by the applicable requirements in paragraphs (e)(2)(i) through (iii) of this section. The determination may take into account requirements under a legally and practicably enforceable limit in an operating permit or other requirement established under a Federal, state, local, or Tribal authority.

(i) For purposes of determining the applicability of a storage vessel tank battery as an affected facility, a legally and practicably enforceable limit must include the elements provided in paragraphs (e)(2)(i)(A) through (F) of this section.

(A) A quantitative production limit and quantitative operational limit(s) for the equipment, or quantitative operational limits for the equipment;

(B) An averaging time period for the production limit in (e)(2)(i)(A) of this section, if a production-based limit is used, that is equal to or less than 30 days;

(C) Established parametric limits for the production and/or operational limit(s) in (e)(1)(i)(A) of this section, and where a control device is used to achieve an operational limit, an initial compliance demonstration (*i.e.*, performance test) for the control device that establishes the parametric limits;

(D) Ongoing monitoring of the parametric limits in (e)(2)(i)(C) of this section that demonstrates continuous compliance with the production and/or operational limit(s) in (e)(2)(i)(A) of this section;

(E) Recordkeeping by the owner or operator that demonstrates continuous compliance with the limit(s) in (e)(2)(i)(A) through (D) of this section; and

(F) Periodic reporting that demonstrates continuous compliance.

(ii) For each tank battery located at a well site or centralized production facility, you must determine the potential for VOC and methane emissions within 30 days after startup of production, or within 30 days after an action specified in paragraphs (e)(3)(i) and (ii) of this section, except as provided in paragraph (e)(5)(iv) of this section. The potential for VOC and methane emissions must be calculated using a generally accepted model or calculation methodology that accounts for flashing, working, and breathing losses, based on the maximum average daily throughput to the tank battery determined for a 30-day period of production.

(iii) For each tank battery not located at a well site or centralized production facility, including each tank battery located at a compressor station or onshore natural gas processing plant, you must determine the potential for VOC and methane emissions prior to startup of the compressor station, onshore natural gas processing plant, or other facility within 30 days after an action specified in paragraphs (e)(3)(i) and (ii) of this section, using either method described in paragraph (e)(2)(iii)(A) or (B) of this section.

(A) Determine the potential for VOC and methane emissions using a generally accepted model or calculation methodology that accounts for flashing, working and breathing losses and based on the throughput to the tank battery established in a legally and practicably enforceable limit in an operating permit or other requirement established under a Federal, state, local, or Tribal authority; or

(B) Determine the potential for VOC and methane emissions using a generally accepted model or calculation methodology that accounts for flashing, working and breathing losses and based on projected maximum average daily throughput. Maximum average daily throughput is determined using a generally accepted engineering model (*e.g.*, volumetric condensate rates from the tank battery based on the maximum

gas throughput capacity of each producing facility) to project the maximum average daily throughput for the tank battery.

(3) For the purposes of § 60.5395b, the following definitions of "reconstruction" and "modification" apply for determining when an existing tank battery becomes a storage vessel affected facility under this subpart.

(i) "Reconstruction" of a tank battery occurs when the potential for VOC or methane emissions to meet or exceed either of the thresholds specified in paragraphs (e)(1)(i) or (ii) of this section and

(A) at least half of the storage vessels are replaced in the existing tank battery that consists of more than one storage vessel; or

(B) the provisions of § 60.15 are met for the existing tank battery.

(ii) "Modification" of a tank battery occurs when any of the actions in paragraphs (e)(3)(ii)(A) through (D) of this section occurs and the potential for VOC or methane emissions meet or exceed either of the thresholds specified in paragraphs (e)(1)(i) or (ii) of this section.

(A) A storage vessel is added to an existing tank battery;

(B) One or more storage vessels are replaced such that the cumulative storage capacity of the existing tank battery increases;

(C) For tank batteries at well sites or centralized production facilities, an existing tank battery receives additional crude oil, condensate, intermediate hydrocarbons, or produced water throughput from actions, including but not limited to, the addition of operations or a production well, or changes to operations or a production well (including hydraulic fracturing or refracturing of the well).

(D) For tank batteries not located at a well site or centralized production facility, including each tank battery at compressor stations or onshore natural gas processing plants, an existing tank battery receives additional fluids which cumulatively exceed the throughput used in the most recent (*i.e.*, prior to an action in paragraphs (e)(3)(ii)(A), (B) or (D) of this section) determination of the potential for VOC or methane emissions.

(4) A storage vessel affected facility that subsequently has its potential for VOC emissions decrease to less than 6 tpy shall remain an affected facility under this subpart.

(5) For storage vessels not subject to a legally and practicably enforceable limit in an operating permit or other requirement established under Federal, state, local, or Tribal authority, any vapor from the storage vessel that is recovered and routed to a process through a vapor recovery unit designed and operated as specified in this section is not required to be included in the determination of potential for VOC or methane emissions for purposes of determining affected facility status, provided you comply with the requirements of paragraphs (e)(5)(i) through (iv) of this section.

(i) You meet the cover requirements specified in § 60.5411b(b).

(ii) You meet the closed vent system requirements specified in

§ 60.5411b(a)(2) through (4) and (c). (iii) You must maintain records that document compliance with paragraphs (e)(5)(i) and (ii) of this section.

(iv) In the event of removal of apparatus that recovers and routes vapor to a process, or operation that is inconsistent with the conditions specified in paragraphs (e)(5)(i) and (ii) of this section, you must determine the storage vessel's potential for VOC emissions according to this section within 30 days of such removal or operation.

(6) The requirements of this paragraph (e)(6) apply to each storage vessel affected facility immediately upon startup, startup of production, or return to service. A storage vessel affected facility or portion of a storage vessel affected facility that is reconnected to the original source of liquids remains a storage vessel affected facility subject to the same requirements that applied before being removed from service. Any storage vessel that is used to replace a storage vessel affected facility, or portion of a storage vessel affected facility, or used to expand a storage vessel affected facility assumes the affected facility status of the storage vessel affected facility being replaced or expanded.

(7) A storage vessel with a capacity greater than 100,000 gallons used to recycle water that has been passed through two stage separation is not a storage vessel affected facility.

(f) Each process unit equipment affected facility, which is the group of all equipment within a process unit at an onshore natural gas processing plant is an affected facility.

(1) Addition or replacement of equipment for the purpose of process improvement that is accomplished without a capital expenditure shall not by itself be considered a modification under this subpart.

(2) Equipment associated with a compressor station, dehydration unit, sweetening unit, underground storage vessel, field gas gathering system, or liquefied natural gas unit is covered by §§ 60.5400b, 60.5401b, 60.5402b,

60.5421b, and 60.5422b if it is located at an onshore natural gas processing plant. Equipment not located at the onshore natural gas processing plant site is exempt from the provisions of §§ 60.5400b, 60.5401b, 60.5402b, 60.5421b, and 60.5422b.

(g) Each sweetening unit affected facility as defined by paragraphs (g)(1) and (2) of this section.

(1) Each sweetening unit that processes natural gas produced from either onshore or offshore wells is an affected facility; and

(2) Each sweetening unit that processes natural gas followed by a sulfur recovery unit is an affected facility.

(3) Facilities that have a design capacity less than 2 long tons per day (LT/D) of hydrogen sulfide (H<sub>2</sub>S) in the acid gas (expressed as sulfur) are required to comply with recordkeeping and reporting requirements specified in § 60.5423b(c) but are not required to comply with §§ 60.5405b through 60.5407b and §§ 60.5410b(i) and 60.5415b(i).

(4) Sweetening facilities producing acid gas that is completely re-injected into oil-or-gas-bearing geologic strata or that is otherwise not released to the atmosphere are not subject to \$ 60.5405b through 60.5407b, 60.5410b(i), 60.5415b(i), and 60.5423b.

(h) Each pump affected facility, which is the collection of natural gas-driven pumps at a well site, centralized production facility, onshore natural gas processing plant, or a compressor station. Pumps that are not driven by natural gas are not included in the pump affected facility.

(1) For the purposes of § 60.5393b, in addition to the definition in § 60.14, a modification occurs when the number of natural gas-driven pumps in the affected facility is increased by one or more.

(2) For the purposes of  $\S$  60.5390b, owners and operators may choose to apply reconstruction as defined in § 60.15(b) based on the fixed capital cost of the new pumps in accordance with paragraph (h)(2)(i) of this section, or the definition of reconstruction based on the number of natural gas-driven pumps in the affected facility in accordance with paragraph (h)(2)(ii) of this section. Owners and operators may choose which definition of reconstruction to apply and whether to comply with paragraph (h)(2)(i) or (ii) of this section; they do not need to apply both. If owners and operators choose to comply with paragraph (h)(2)(ii) of this section they may demonstrate compliance with § 60.15(b)(1) by showing that more than 50 percent of the number of natural gasdriven pumps is replaced. That is, if an owner or operator meets the definition of reconstruction through the "number of pumps" criterion in (h)(2)(ii) of this section, they will have shown that the "fixed capital cost of the new components exceeds 50 percent of the fixed capital cost that would be required to construct a comparable entirely new facility," as required in §60.15(b)(1). Therefore, an owner or operator may comply with the remaining provisions of § 60.15 that reference "fixed capital cost" through an initial showing that the number of natural gas-driven pumps replaced exceeds 50 percent. For purposes of paragraphs (h)(2)(i) and (ii) of this section, "commenced" means that an owner or operator has undertaken a continuous program of component replacement or that an owner or operator has entered into a contractual obligation to undertake and complete, within a reasonable time, a continuous program of natural gasdriven pump replacement.

(i) If the owner or operator applies the definition of reconstruction in § 60.15, reconstruction occurs when the fixed capital cost of the new pumps exceeds 50 percent of the fixed capital cost that would be required to replace all the natural gas-driven pumps in the affected facility. The "fixed capital cost of the new pumps" includes the fixed capital cost of all natural gas-driven pumps which are or will be replaced pursuant to all continuous programs of component replacement which are commenced within any 24-month rolling period following December 6, 2022.

(ii) If the owner or operator applies the definition of reconstruction based on the percentage of natural gas-driven pumps replaced, reconstruction occurs when greater than 50 percent of the natural gas-driven pumps in the affected facility are replaced. The percentage includes all natural gas-driven pumps which are or will be replaced pursuant to all continuous programs of component replacement which are commenced within any 24-month rolling period following December 6, 2022. If an owner or operator determines reconstruction based on the percentage of natural gas-driven pumps that are replaced, the owner or operator must comply with §60.15(a).

(3) A natural gas-driven pump that is in operation less than 90 days per calendar year is not part of an affected facility under this subpart. For the purposes of this section, any period of operation during a calendar day counts toward the 90-calendar day threshold.

(i) Each fugitive emissions components affected facility, which is the collection of fugitive emissions components at a well site, centralized production facility, or a compressor station.

(1) For purposes of § 60.5397b and § 60.5398b, a "modification" to a well site occurs when:

(i) A new well is drilled at an existing well site;

(ii) A well at an existing well site is hydraulically fractured; or

(iii) A well at an existing well site is hydraulically refractured.

(2) For purposes of § 60.5397b and § 60.5398b, a "modification" to centralized production facility occurs when:

(i) Any of the actions in paragraphs (i)(1)(i) through (iii) of this section occurs at an existing centralized production facility;

(ii) A well sending production to an existing centralized production facility is modified, as defined in paragraphs (i)(1)(i) through (iii) of this section; or

(iii) A well site subject to the requirements of § 60.5397b or § 60.5398b removes all major production and processing equipment, such that it becomes a wellhead only well site and sends production to an existing centralized production facility.

(3) For purposes of § 60.5397b, a "modification" to a compressor station occurs when:

(i) An additional compressor is installed at a compressor station; or

(ii) One or more compressors at a compressor station is replaced by one or more compressors of greater total horsepower than the compressor(s) being replaced. When one or more compressors is replaced by one or more compressors of an equal or smaller total horsepower than the compressor(s) being replaced, installation of the replacement compressor(s) does not trigger a modification of the compressor station for purposes of § 60.5397b.

## §60.5370b When must I comply with this subpart?

(a) You must be in compliance with the standards of this subpart no later than May 7, 2024 or upon initial startup, whichever date is later, except as specified in paragraph (a)(1) of this section for reciprocating compressor affected facilities, paragraphs (a)(2) and (3) of this section for storage vessel affected facilities, paragraph (a)(4) of this section for process unit equipment affected facilities at onshore natural gas processing plants, paragraph (a)(5) of this section for process controllers, paragraph (a)(6) of this section for pumps, paragraph (a)(7) of this section for centrifugal compressor affected facilities, and paragraphs § 60.5377b(b) or (c) for associated gas wells.

(1) You must comply with the requirements of 60.5385b(a) for your reciprocating compressor affected facility as specified in paragraph (a)(1)(i), (ii), or (iii) of this section, as applicable.

(i) You must comply with the requirements of § 60.5385b(a)(1) and (d)(3) on or before 8,760 hours of operation after May 7, 2024, on or before 8,760 hours of operation after last rod packing replacement, or on or before 8,760 hours of operation after startup, whichever date is later; and

(ii) You must comply with the requirements of 60.5385b(a)(2) within 8,760 hours after compliance with 60.5385b(a)(1) and (d)(3).

(iii) You must comply with the requirements of § 60.5385b(d)(1) and (2) for your reciprocating compressor upon initial startup.

(2) You must comply with the requirements of paragraphs § 60.5395b(a)(1) for your storage vessel affected facility as specified in paragraphs (a)(2)(i) or (ii) of this section, as applicable.

(i) Within 30 days after startup of production, or within 30 days after reconstruction or modification of the storage vessel affected facility, for each storage vessel affected facility located at a well site or centralized production facility.

(ii) Prior to startup of the compressor station or onshore natural gas processing plant, or within 30 days after reconstruction or modification of the storage vessel affected facility, for each storage vessel affected facility located at a compressor station or onshore natural gas processing plant.

(3) You must comply with the requirements of paragraph § 60.5395b(a)(2) as specified in paragraph (a)(3)(i) or (ii) of this section, as applicable:

(i) For each storage vessel affected facility located at a well site or centralized production facility, you must achieve the required emissions reductions within 30 days after the determination in paragraph (a)(2)(i) of this section.

(ii) For storage vessel affected facilities located at a compressor station or onshore natural gas processing plant, you must achieve the required emissions reductions within 30 days after the determination in paragraph (a)(2)(ii) of this section.

(4) You must comply with the requirements of § 60.5400b for all process unit equipment affected facilities at a natural gas processing plant, as soon as practicable but no later than 180 days after the initial startup of the process unit. (5) For process controller affected facilities, you must comply with the requirements of paragraph (a)(5)(i) or (ii) of this section, as applicable.

(i) Any process controller affected facilities may comply with § 60.5390b(b)(1) and (2) or (3) as an alternative to compliance with § 60.5390b(a) until [May 7, 2025.

(ii) On or after May 7, 2025, process controller affected facilities must comply with § 60.5390b(a) or (b), as specified in those paragraphs.

(6) For pump affected facilities, you must comply with the requirements of paragraph (a)(6)(i) or (ii) of this section, as applicable.

(i) Any pump affected facility may comply with § 60.5393b(b)(2) through (8), as applicable, as an alternative to compliance with § 60.5393b(a) until May 7, 2025.

(ii) On or after May 7, 2025, pump affected facilities must comply with § 60.5393b(a) or (b), as specified in those paragraphs.

(7) For centrifugal compressor affected facilities, you must comply with the requirements of paragraph (a)(7)(i) or (ii) of this section, as applicable.

(i) You must comply with the requirements of § 60.5380b(a)(1) and (2), or (a)(3) for your reciprocating compressor upon initial startup.

(ii) Each centrifugal compressor affected facility that uses dry seals, each self-contained wet seal compressor, and each centrifugal compressor on the Alaska North Slope equipped with sour seal oil separator and capture system, complying with one of the alternatives in § 60.5380b(a)(4), (5), or (6), must comply with the specified performancebased volumetric flow rate work practice standards on or before 8,760 hours of operation after May 7, 2024, on or before 8,760 hours of operation after last seal replacement, or on or before 8.760 hours of operation after startup. whichever date is later.

(b) At all times, including periods of startup, shutdown, and malfunction, owners and operators shall maintain and operate any affected facility including associated air pollution control equipment in a manner consistent with good air pollution control practice for minimizing emissions. Determination of whether acceptable operating and maintenance procedures are being used will be based on information available to the Administrator which may include, but is not limited to, monitoring results, opacity observations, review of operating and maintenance procedures, and inspection of the source. The provisions for exemption from

compliance during periods of startup, shutdown and malfunctions provided for in 40 CFR 60.8(c) do not apply to this subpart.

(c) You are exempt from the obligation to obtain a permit under 40 CFR part 70 or 40 CFR part 71, provided you are not otherwise required by law to obtain a permit under 40 CFR 70.3(a) or 40 CFR 71.3(a). Notwithstanding the previous sentence, you must continue to comply with the provisions of this subpart.

## §60.5371b What GHG and VOC standards apply to super-emitter events?

This section applies to super-emitter events. For purposes of this section, a super-emitter event is defined as any emissions event that is located at or near an oil and natural gas facility (e.g., individual well site, centralized production facility, natural gas processing plant, or compressor station) and that is detected using remote detection methods and has quantified emission rate of 100 kg/hr of methane or greater. Paragraph (a) of this section describes the qualifications one must meet to apply to be a third-party notifier of super-emitter events. Paragraph (b) of this section describes the procedures for certifying third-party notifiers, as well as the procedures for petitioning the Agency for removal of a third-party notifier from the list of certified notifiers. Paragraph (c) of this section contains the required information that must be included in any notification submitted to the EPA from a certified third-party notifier and a timetable for notifications. The EPA shall review these notifications and if the EPA determines the notification is complete and does not contain information that the EPA finds to be erroneous or inaccurate to a reasonable degree of certainty, the EPA shall assign the notification a unique notification identification number, provide the notification to the owner or operator of the oil and natural gas facility identified in the notification, and post the notification, except for the owner/ operator attribution, at www.epa.gov/ super-emitter. Upon receiving such notification, owners or operators must take the actions listed in paragraphs (d) and (e) of this section. The EPA shall post the reports submitted under paragraph (e) of this section, §60.5371(b) and §60.5371a(b) of subparts OOOO and OOOOa of this part, and applicable State or Federal plan implementing § 60.5388c(b) of subpart OOOOc of this part, including owner/operator attributions that have been confirmed by the reports; where the reporting deadlines have passed but

no reports have been received, the EPA intends to post owner/operator attributions that the EPA reasonably believes to be accurate. The reports will be publicly available at *www.epa.gov/ super-emitter*.

(a) Qualifications for third-party notifiers. An entity may apply to the Administrator under paragraph (b) of this section for approval as a third-party notifier if it meets the qualifications in this paragraph (a). The entity must be a person, as defined in 42 U.S.C. 7602(e), excluding the owner or operator of the site where the super-emitter event is detected, the Administrator, or the delegated authority. The entity must use a method that has been approved under § 60.5398b(d) for one of the technologies specified in paragraphs (a)(1) through (3) of this section.

(1) Satellite detection of methane emissions.

(2) Remote-sensing equipment on aircraft.

(3) Mobile monitoring platforms.

(b) Third-party notifier certification. An entity meeting the qualifications in paragraph (a) of this section may apply to be certified as a third-party notifier. Only entities certified as third-party notifiers may submit information on super-emitter events to the EPA under paragraph (c) of this section. An entity seeking certification as a third-party notifier must submit a request to the Administrator as described in paragraph (b)(1) of this section. Certified thirdparty notifiers must follow the recordkeeping requirements in paragraph (b)(2) of this section; failure to maintain the required records may result in loss of certification status. The Administrator will determine whether the request for certification is adequate and issue an approval or disapproval of the request as described in paragraph (b)(3) of this section. A certified thirdparty notifier must re-apply when material changes are made, as described in paragraph (b)(4) of this section. A third-party notifier may be removed from the list of certified notifiers as detailed in paragraph (b)(5) of this section.

(1) A request to be certified as a thirdparty notifier must be submitted to: U.S. EPA, Attn: Leader, Measurement Technology Group, Mail Drop: E143–02, 109 T.W. Alexander Drive, P.O. Box 12055, RTP, NC 27711. The request must include the supporting information in paragraphs (b)(1)(i) through (vi) of this section. If your submittal includes information claimed to be CBI, submit the portion of the information claimed as CBI to the OAQPS CBI office. The preferred method to receive CBI is for it to be transmitted electronically using email attachments, File Transfer Protocol, or other online file sharing services. Electronic submissions must be transmitted directly to the OAQPS CBI Office at the email address *oaqpscbi*@ epa.gov and should include clear CBI markings and be flagged to the attention of the Leader, Measurement Technology Group. If assistance is needed with submitting large electronic files that exceed the file size limit for email attachments, and if you do not have your own file sharing service, please email oaqpscbi@epa.gov to request a file transfer link. If you cannot transmit the file electronically, you may send CBI information through the postal service to the following address: U.S. EPA, Attn: OAQPS Document Control Officer and Measurement Technology Group Leader, Mail Drop: C404-02, 109 T.W. Alexander Drive, P.O. Box 12055, RTP, NC 27711. The mailed CBI material should be double wrapped and clearly marked. Any CBI markings should not show through the outer envelope.

(i) General identification information for the candidate third-party notifier requesting certification as a third-party notifier including the mailing address, the physical address, the name of a principal officer and an email address for the principal officer, and name of the certifying official(s) and the certifying official(s)'s email address.

(ii) Description of the technologies the entity will use to identify emissions that are 100 kg/hr of methane or greater. At a minimum, the description must include the following:

(A) Reference to the approval of the method to be used under § 60.5398b(d).

(B) Memorandum of Understanding (MOU) or contracting agreements with the technology provider(s) that will be used to identify super-emitter events (if applicable).

(iii) Curriculum vitae of the certifying official(s) detailing their work history, education, skill set, and training for evaluating the results of the technologies that will be used to identify super-emitter events.

(iv) The candidate third-party notifier's standard operating procedure(s) detailing the procedures and processes for data review. At a minimum, this must include the following:

(A) Procedures for evaluating the emission data provided by the technology, including the accuracy of the data and whether the data was collected in compliance with the method requirements approved under § 60.5398b(d).

(B) Process for verifying the accuracy of the locality of emissions.

(C) Process for identifying and verifying the owner or operator of a site where a super-emitter event occurs, including the source of information that will be used to make the identification.

(D) Procedures for handling potentially erroneous data.

(v) Description of the systems used for maintaining essential records identified in paragraph (b)(2) of this section.

(vi) A Quality Management Plan consistent with EPA's Quality Management Plan Standard (Directive No: CIO 2015–S–01.0, January 17, 2023) for Non-EPA organizations.

(2) Certified third-party notifiers must maintain the records identified in paragraphs (b)(2)(i) through (iii) of this section. Upon request, the certified third-party notifier must make these records available to the Administrator for review.

(i) Records for all surveys conducted by or sponsored by the certified thirdparty notifier, including outputs (*e.g.*, emission rates, locations) and associated data needed to confirm the accuracy of the outputs and the performance of the method used.

(ii) Records of all notifications of super-emitter events provided to the EPA. Retain any information collected that is used to evaluate the validity of a super-emitter event but which is not required to be submitted as part of the notification.

(iii) A copy of any records and/or identification of any databases used in the identification of the potential owner or operator of the site where a superemitter event occurred.

(3) Based upon the Administrator's judgment of the completeness, reasonableness, and accuracy of the entity's request, the Administrator will approve or disapprove the entity for certification as a third-party notifier. For those third parties that receive approval, the Administrator will provide you a unique notifier ID. Starting 15 calendar days after being approved as a certified third-party notifier, the notifier may submit notifications of super-emitter events to the EPA as outlined in paragraph (c) of this section. All approved third-party notifiers shall be posted on the EPA website at www.epa.gov/emc-third-partycertifications.

(4) If a third-party notifier intends to make any significant changes to their procedures for identifying super-emitter events, meaning a change to the technology used to identify superemitter events or a change to the certifying official(s), you must request an amendment to your certification and be recertified under paragraph (b)(1) of this section. (5) A certified third-party notifier may be removed from the list of approved third-party notifiers in any of the circumstances listed in paragraphs (b)(5)(i) through (iii) of this section. Entities removed from the list of approved third-party notifiers cannot submit notifications to the EPA under paragraph (c) of this section. Entities may be added back to the list of approved third-party notifiers by receiving approval of a new certification request submitted under paragraph (b)(1) of this section.

(i) If a certified third-party notifier has made material changes to their procedures for identifying super-emitter events, meaning a change to the technology used to identify superemitter events or a change to the certifying official, without seeking recertification.

(ii) If the Administrator finds that the certified third-party notifier has persistently submitted data with significant errors (*e.g.*, misidentification of the owner or operator) or if the third-party notifier has engaged in illegal activity during the during the assessment of a super-emitter event (*e.g.*, trespassing).

(iii) If the Administrator receives a petition from an owner or operator to remove a certified third-party notifier from the list of approved notifiers, as set forth below, and the Administrator makes the finding noted below. Any owner or operator that has received more than three notices with meaningful and/or demonstrable errors of a super-emitter event at the same oil and natural gas facility (e.g., a well site, centralized production facility, natural gas processing plant, or compressor station) from the EPA that were submitted to the EPA by the same third party may petition the Administrator to remove that third party from the list of approved notifiers, by providing evidence that the claimed super-emitter events did not occur. Such petitions may not be used to dispute the methodology that were approved through the process described in §60.5398b(d). The third party will be given the opportunity to respond to the petition. If, in the Administrator's discretion, the Administrator determines that the three notifications contain meaningful and/or demonstrable errors, including that the third party did not use the methane detection technology identified in their submittal, the emissions event did not exceed the threshold of 100 kg/hr of methane, the third-party knowingly misidentified the date of a super-emitter event, the third party may be removed by the Administrator from the list of

approved notifiers. The failure of the owner or operator to find the source of the super-emitter event upon subsequent inspection shall not be proof, by itself, of demonstrable error.

(c) Notification of super-emitter events. Notifications must be submitted to the EPA using the Super-Emitter Program Portal (available at http:// www.epa.gov/super-emitter). Notifications must contain the information specified in paragraphs (c)(1) through (8) of this section. The EPA will review the submitted notifications of super-emitter events for completeness and accuracy. If the EPA determines that the notification is complete and does not contain information that the EPA finds to be inaccurate to a reasonable degree of certainty, the EPA will assign the notification a unique notification report identification number, make the notification publicly available at www.epa.gov/super-emitter, and provide the super-emitter event notification to the owner or operator identified in the notification. The EPA will not review and provide the notification to an owner or operator if the notification is submitted after the date specified in paragraph (c)(9) of this section.

(1) Unique Third-Party Notifier ID.

(2) Date of detection of the superemitter event. If multiple surveys were required to detect and quantify the super-emitter event, the date of detection is the date of the final survey.

(3) Location of super-emitter event in latitude and longitude coordinates in decimal degrees to an accuracy and precision of four (4) decimals of a degree using the North American Datum of 1983.

(4) Owner(s) or operator(s) of any oil and natural gas facility (*e.g.*, individual well site, centralized production facility, natural gas processing plant, or compressor station) within 50 meters of the latitude and longitude coordinates of the super-emitter event.

(5) Identification of the detection technology and reference to the approval of the technology used under § 60.5398b(d).

(6) Documentation (*e.g.*, imagery) depicting the detected super-emitter event and the site from which the super-emitter event was detected.

(7) Quantified emission rate of the super-emitter event in kg/hr and associated uncertainty bounds (*e.g.*,  $1-\sigma$ ) of the measurement.

(8) Attestation statement, signed and dated by the third-party notifier certifying official submitting the data collected. The attestation must state: "I certify that I have been approved to be a notifier under 40 CFR 60.5371b(b) and that the emission detection information included in this notification was collected and interpreted as described in this notification. Based on my professional knowledge and experience, and inquiry of personnel involved in the collection and analysis of the data, the certification submitted herein is true, accurate, and complete."

(9) The third-party notifier must submit the notification within 15 calendar days of the date of detection of the super-emitter event.

(d) *Îdentification of super-emitter* events. Within 5 calendar days of receiving a notification from the EPA of a super-emitter event, the owner or operator of an oil and natural gas facility (e.g., a well site, centralized production facility, natural gas processing plant, or compressor station) must initiate a super-emitter event investigation. The investigation must be conducted in accordance with this paragraph (d) and completed within 15 days of receiving the notification from the EPA. The owner or operator must maintain records of its super-emitter event investigations and report the findings from the investigation according to the requirements in paragraph (e) of this section.

(1) If you do not own or operate an oil and natural gas facility within 50 meters from the latitude and longitude provided in the notification, report this result to the EPA under paragraph (e) of this section. Your super-emitter event investigation is deemed complete.

(2) If you own or operate an oil and natural gas facility within 50 meters from the latitude and longitude provided in the notification, you must investigate to determine the source of super-emitter event. The investigation may include but is not limited to the actions specified below in paragraphs (d)(6)(i) through (v) of this section.

(i) Review any maintenance activities (e.g., liquids unloading) or process activities from the affected facilities subject to regulation under this subpart, starting from the date of detection of the super-emitter event as identified in the notification, until the date of investigation, to determine if the activities indicate any potential source(s) of the super-emitter event emissions.

(ii) Review all monitoring data from control devices (*e.g.*, flares) from the affected facilities subject to regulation under this subpart from the initial date of detection of the super-emitter event as identified in the notification until the date of receiving the notification from the EPA. Identify any malfunctions of control devices or periods when the control devices were not in compliance with applicable requirements and that indicate a potential source of the superemitter event emissions.

(iii) If you conducted a fugitive emissions survey or periodic screening event in accordance with § 60.5397b or § 60.5398b(b) between the initial date of detection of the super-emitter event as identified in the notification and the date the notification from the EPA was received, review the results of the survey to identify any potential source(s) of the super-emitter event emissions.

(iv) If you conduct continuous monitoring with advanced methane detection technology in accordance with § 60.5398b(c), review the monitoring data collected on or after the initial date of detection of the super-emitter event as identified in the notification, until the date of receiving the notification from the EPA.

(v) Screen the entire oil and natural gas facility with OGI, Method 21 of appendix A–7 to this part, or an alternative test method(s) approved per § 60.5398b(d), to determine if a superemitter event is present.

(3) If the source of the super-emitter event was found to be from fugitive emission components at a well site, centralized production facility, or compressor station subject to this subpart, you must comply with the repair requirements under § 60.5397b and the associated recordkeeping and reporting requirements under § 60.5420b(b)(9) and (c)(14).

(e) Super-emitter event report. You must submit the results of the superemitter event investigation conducted under paragraph (d) of this section to the EPA in accordance with paragraph (e)(1) of this section. If the super-emitter event (*i.e.*, emission at 100 kg/hr of methane or more) is ongoing at the time of the initial report, submit the additional information in accordance with paragraph (e)(2) of this section. You must attest to the information included in the report as specified in paragraph (e)(3) of this section.

(1) Within 15 days of receiving a notification from the EPA under paragraph (c) of this section, you must submit a report of the super-emitter event investigation conducted under paragraph (d) of this section through the Super-Emitter Program Portal. You must include the applicable information in paragraphs (e)(1)(i) through (viii) of this section in the report. If you have identified a demonstrable error in the notification, the report may include a statement of the demonstrable error.

(i) Notification Report ID of the superemitter event notification. (ii) Identification of whether you are the owner or operator of an oil and natural gas facility within 50 meters from the latitude and longitude provided in the EPA notification. If you do not own or operate an oil and natural gas facility within 50 meters from the latitude and longitude provided in the EPA notification, you are not required to report the information in paragraphs (e)(1)(iii) through (viii) of this section.

(iii) General identification information for the facility, including, facility name, the physical address, applicable ID Number (*e.g.*, EPA ID Number, API Well ID Number), the owner or operator or responsible official (where applicable) and their email address.

(iv) Identification of whether there is an affected facility or associated equipment subject to regulation under this subpart at this oil and natural gas facility.

(v) Indication of whether you were able to identify the source of the superemitter event. If you indicate you were unable to identify the source of the super-emitter event, you must certify that all applicable investigations specified in paragraph (d)(6)(i) through(v) of this section have been conducted for all affected facilities and associated equipment subject to this subpart that are at this oil and natural gas facility, and you have determined that the affected facilities and associated equipment are not the source of the super-emitter event. If you indicate that you were not able to identify the source of the super-emitter event, you are not required to report the information in paragraphs (e)(1)(vi) through (viii) of this section.

(vi) The source(s) of the super-emitter event.

(vii) Identification of whether the source of the super-emitter event is equipment subject to regulation under this subpart. If the source of the superemitter event is equipment subject to regulation under this subpart, identify the applicable regulation(s) under this subpart.

(viii) Indication of whether the superemitter event is ongoing at the time of the initial report submittal (*i.e.*, emissions at 100 kg/hr of methane or more).

(A) If the super-emitter event is not ongoing at the time of the initial report submittal, provide the actual (or if unknown) estimated date and time the super-emitter event ended.

(B) If the super-emitter event is ongoing at the time of the initial report submittal, provide a short narrative of your plan to end the super-emitter event, including the targeted end date for the efforts to be completed and the super-emitter event ended.

(2) If the super-emitter event is ongoing at the time of the initial report submittal, within 5 business days of the date the super-emitter event ends, you must update your initial report through the Super-Emitter Program Portal to provide the end date and time of the super-emitter event.

(3) You must sign the following attestation when submitting data into the Super-Emitter Program Portal: "I certify that the information provided in this report regarding the specified super-emitter event was prepared under my direction or supervision. I further certify that the investigations were conducted, and this report was prepared pursuant to the requirements of §60.5371b(d) and (e). Based on my professional knowledge and experience, and inquiry of personnel involved in the assessment, the certification submitted herein is true, accurate, and complete. I am aware that knowingly false statements may be punishable by fine or imprisonment.'

# § 60.5375b What GHG and VOC standards apply to well completions at well affected facilities?

(a) You must comply with the requirements of paragraphs (a)(1) through (3) of this section for each well completion operation with hydraulic fracturing and refracturing at a well affected facility, except as provided in paragraphs (f), (g) and (h) of this section. You must maintain a log as specified in paragraph (b) of this section.

(1) For each stage of the well completion operation, follow the requirements specified in paragraphs (a)(1)(i) through (iii) of this section.

(i) During the initial flowback stage, route the flowback into one or more well completion vessels or storage vessels and commence operation of a separator unless it is technically infeasible for a separator to function. The separator may be a production separator, but the production separator also must be designed to accommodate flowback. Any gas present in the initial flowback stage is not subject to control under this section.

(ii) During the separation flowback stage, route all recovered liquids from the separator to one or more well completion vessels or storage vessels, re-inject the recovered liquids into the well or another well, or route the recovered liquids to a collection system. Route the recovered gas from the separator into a gas flow line or collection system, re-inject the recovered gas into the well or another well, use the recovered gas as an onsite fuel source, or use the recovered gas for another useful purpose that a purchased fuel or raw material would serve. If it is technically infeasible to route the recovered gas as required above, follow the requirements of paragraph (a)(2) of this section. If, at any time during the separation flowback stage, it is technically infeasible for a separator to function, you must comply with paragraph (a)(1)(i) of this section.

(iii) You must have the separator onsite or otherwise available for use at a centralized production facility or well pad that services the well completion affected facility during well completions. The separator must be available and ready for use to comply with paragraph (a)(1)(ii) of this section during the entirety of the flowback period, except as provided in paragraphs (a)(1)(iii)(A) through (C) of this section.

(A) A well that is not hydraulically fractured or refractured with liquids, or that does not generate condensate, intermediate hydrocarbon liquids, or produced water such that there is no liquid collection system at the well site is not required to have a separator onsite.

(B) If conditions allow for liquid collection, then the operator must immediately stop the well completion operation, install a separator, and restart the well completion operation in accordance with paragraph (a)(1) of this section.

(C) The owner or operator of a well that meets the criteria of paragraph (a)(1)(iii)(A) or (B) of this section must submit the report in 60.5420b(b)(2) and maintain the records in 60.5420b(c)(1)(iii).

(2) If it is technically infeasible to route the recovered gas as required in  $\S 60.5375b(a)(1)(ii)$ , then you must capture and direct recovered gas to a completion combustion device, except in conditions that may result in a fire hazard or explosion, or where high heat emissions from a completion combustion device may negatively impact tundra, permafrost or waterways. Completion combustion devices must be equipped with a reliable continuous pilot flame.

(3) You have a general duty to safely maximize resource recovery and minimize releases to the atmosphere during flowback and subsequent recovery.

(b) You must maintain a log for each well completion operation at each well affected facility. The log must be completed on a daily basis for the duration of the well completion operation and must contain the records specified in § 60.5420b(c)(1)(iii).

(c) You must demonstrate initial compliance with the well completion operation standards that apply to well affected facilities as required by § 60.5410b(a).

(d) You must demonstrate continuous compliance with the well completion operation standards that apply to well affected facilities as required by § 60.5415b(a).

(e) You must perform the required notification, reporting and recordkeeping as required by § 60.5420b(a)(2), (b)(1) and (2), and (c)(1).

(f) For each well affected facility specified in paragraphs (f)(1) and (2) of this section, you must comply with the requirements of paragraphs (f)(3) and (4) of this section.

(1) Each well completion operation with hydraulic fracturing at a wildcat or delineation well.

(2) Each well completion operation with hydraulic fracturing at a nonwildcat low pressure well or nondelineation low pressure well.

(3) You must comply with paragraph (f)(3)(i) of this section. You must also comply with paragraph (b) of this section. As an alternative, if you are able to operate a separator, you may comply with paragraph (b) and (f)(3)(ii) of this section. Compliance with paragraphs (f)(3)(i) or (ii) of this section is not required if you meet the requirements of paragraph (g) of this section.

(i) Route all flowback to a completion combustion device, except in conditions that may result in a fire hazard or explosion, or where high heat emissions from a completion combustion device may negatively impact tundra, permafrost or waterways. Completion combustion devices must be equipped with a reliable continuous pilot flame.

(ii) Route all flowback into one or more well completion vessels and commence operation of a separator unless it is technically infeasible for a separator to function. You must have the separator onsite or otherwise available for use at the wildcat well, delineation well, or low pressure well. The separator must be available and ready for use to comply with paragraph (f)(3)(ii) of this section during the entirety of the flowback period. Any gas present in the flowback before the separator can function is not subject to control under this section. Capture and direct recovered gas to a completion combustion device, except in conditions that may result in a fire hazard or explosion, or where high heat emissions from a completion combustion device may negatively impact tundra, permafrost, or waterways. Completion

combustion devices must be equipped with a reliable continuous pilot flame.

(4) You must submit the notification as specified in  $\S$  60.5420b(a)(2), submit annual reports as specified in  $\S$  60.5420b(b)(1) and (2) and maintain records specified in  $\S$  60.5420b(c)(1)(i) through (iii) and (vii) for each wildcat well, each delineation well, and each low pressure well.

(g) For each well completion affected facility with less than 300 scf of gas per stock tank barrel of oil produced, you must comply with paragraphs (g)(1) and (2) of this section.

(1) You must maintain records specified in § 60.5420b(c)(1)(vi).

(2) You must submit reports specified in § 60.5420b(b)(1) and (2).

(h) A well modified in accordance with § 60.5365b(a)(1)(ii) (*i.e.*, an existing well that is hydraulically refractured) is exempt from the well completion operation standards in paragraphs (b) through (d) of this section, when the requirements of paragraphs (a)(1) through (3) of this section are met.

#### § 60.5376b What GHG and VOC standards apply to gas well liquids unloading operations at well affected facilities?

(a) General requirements. You must comply with the requirements of this section for each gas well liquids unloading operation at your gas well affected facility as specified by paragraphs (a)(1) and (2) of this section. You have a general duty to safely maximize resource recovery and minimize releases to the atmosphere during gas well liquids unloading operations.

(1) If a gas well liquids unloading operation technology or technique employed does not result in venting of methane and VOC emissions to the atmosphere, you must comply with the requirements specified in paragraphs (a)(1)(A) and (B). If an unplanned venting event occurs, you must meet the requirements specified in paragraphs (c) through (f) of this section.

(A) Comply with the recordkeeping requirements specified in § 60.5420b(c)(2)(i).

(B) Submit the information specified in § 60.5420b(b)(1) and (b)(3)(i) in the annual report.

(2) If a gas well liquids unloading operation technology or technique vents methane and VOC emissions to the atmosphere, you must comply with the requirements specified in paragraphs (b) and (c), or paragraph (g) of this section.

(b) *Work Practice Standards.* If a gas well liquids unloading operation employs a technology or technique that vents methane and VOC emissions to the atmosphere, you must comply with

the requirements in paragraphs (b)(1) through (3) and paragraphs (c) through (f) of this section.

(1) Employ best management practices to minimize venting of methane and VOC emissions as specified in paragraph (c) of this section for each gas well liquids unloading operation.

(2) Comply with the recordkeeping requirements specified in § 60.5420b(c)(2)(ii).

(2) Submit the infer

(3) Submit the information specified in § 60.5420b(b)(1) and (b)(3)(ii) in the annual report.

(c) Best management practice requirements. For each gas well liquids unloading operation complying with paragraphs (a)(2) and (b) of this section, you must develop, maintain, and follow a best management practice plan to minimize venting of methane and VOC emissions to the maximum extent possible from each gas well liquids unloading operation. This best management practice plan must meet the minimum criteria specified in paragraphs (c)(1) through (4) of this section.

(1) Include steps that create a differential pressure to minimize the need to vent a well to unload liquids,

(2) Include steps to reduce wellbore pressure as much as possible prior to opening the well to the atmosphere,

(3) Unload liquids through the separator where feasible, and

(4) Close all wellhead vents to the atmosphere and return the well to production as soon as practicable.

(d) *Initial compliance.* You must demonstrate initial compliance with the standards that apply to well liquids unloading operations at your well affected facilities as required by § 60.5410b(b).

(e) *Continuous compliance*. You must demonstrate continuous compliance with the standards that apply to well liquids unloading operations at your well affected facilities as required by § 60.5415b(b).

(f) Recordkeeping and reporting. You must perform the required notification, recordkeeping and reporting requirements as specified in  $\S 60.5420b(b)(3)$  and (c)(2).

(g) Other compliance options. Reduce methane and VOC emissions from well affected facility gas wells that unload liquids by 95.0 percent by complying with the requirements specified in paragraphs (g)(1) and (2) of this section and meeting the initial and continuous compliance and recordkeeping and reporting requirements specified in paragraphs (g)(3) through (5) of this section.

(1) You must route emissions through a closed vent system to a control device

that meets the conditions specified in § 60.5412b.

(2) You must route emissions through a closed vent system that meets the requirements of § 60.5411b(a) and (c).

(3) You must demonstrate initial compliance with standards that apply to well affected facility gas well liquids unloading as required by § 60.5410b(b).

(4) You must demonstrate continuous compliance with standards that apply to well affected facility gas well liquids unloading as required by § 60.5415b(f).

(5) You must perform the reporting as required by § 60.5420b(b)(1), (3), and (11) through (13), as applicable, and the recordkeeping as required by § 60.5420b(c)(2), (8), and (10) through (13), as applicable.

#### § 60.5377b What GHG and VOC standards apply to associated gas wells at well affected facilities?

(a) You must comply with either paragraph (a)(1), (2), (3), or (4) of this section for each associated gas well upon startup and at all times, except as provided in paragraphs (b) through (f) of this section. You must also comply with paragraphs (h), (i), and (j) of this section.

(1) Recover the associated gas from the separator and route the recovered gas into a gas gathering flow line or collection system to a sales line.

(2) Recover the associated gas from the separator and use the recovered gas as an onsite fuel source.

(3) Recover the associated gas from the separator and use the recovered gas for another useful purpose that a purchased fuel or raw material would serve.

(4) Recover the associated gas from the separator and reinject the recovered gas into the well or inject the recovered gas into another well.

(b) For associated gas wells that commenced construction between May 7, 2024 and May 7, 2026, you can comply with the requirements in paragraph (f) of this section continually upon startup instead of paragraph (a) of this section until May 7, 2026 if you demonstrate and certify that it is not feasible to comply with paragraphs (a)(1), (2), (3), and (4) of this section due to technical reasons in accordance with paragraph (g) of this section. After May 7, 2026 you must continually comply with paragraph (a) of this section at all times.

(c) For associated gas wells that commenced construction between December 6, 2022, and May 7, 2024, and for associated gas wells that undergo reconstruction or modification after December 6, 2022, you can comply with the requirements in paragraph (f) of this section instead of paragraph (a) of this section if you demonstrate and certify that it is not feasible to comply with paragraph (a)(1), (2), (3), and (4) of this section due to technical reasons in accordance with paragraph (g) of this section. Associated gas wells that are modified or reconstructed must comply with paragraph (a) or (f) of this section upon startup and at all times thereafter.

(d) If you are complying with paragraph (a) of this section, you may temporarily route the associated gas to a flare or control device that achieves a 95.0 percent reduction in VOC and methane emissions in the situations and for the durations identified in paragraphs (d)(1), (2), (3), or (4) of this section. The associated gas must be routed through a closed vent system that meets the requirements of § 60.5411b(a) and (c) and the control device must meet the conditions specified in § 60.5412b during the period when the associated gas is routed to the flare. Records must be kept of all instances in which associated gas is temporarily routed to a flare or to a control device in accordance with §60.5420b(c)(3)(i)(B) and reported in the annual report in accordance with § 60.5420b(b)(4)(i)(B).

(1) During a malfunction or incident that endangers the safety of operator personnel or the public you are allowed to route to a flare or control device for 24 hours or less per incident.

(2) During repair, maintenance including blow downs, a production test, or commissioning, you are allowed to route to a flare or control device for 24 hours or less per incident.

(3) For wells complying with paragraph (a)(1) of this section, during a temporary interruption in service from the gathering or pipeline system you are allowed to route to a flare or route to a control device for the duration of the temporary interruption not to exceed 30 days per incident.

(4) During periods when the composition of the associated gas does not meet pipeline specifications for sources complying with paragraph (a)(1) of this section, or when the composition of the associated gas does not meet the quality requirements for use as a fuel for sources complying with paragraph (a)(2)of this section, or when the composition of the associated gas does not meet the quality requirements for another useful purpose for sources complying with paragraph (a)(3) of this section, you are allowed to route to a flare or control device until the associated gas meets the required specifications or for 72 hours per incident, whichever is less.

(e) If you are complying with paragraph (a), (d), or (f) of this section, you may vent the associated gas in the situations and for the durations identified in paragraphs (e)(1), (2), or (3) of this section per incident. The cumulative period of venting must not exceed 24 hours for any calendar year. Records must be kept of all venting instances in accordance with  $\S$  60.5420b(c)(3)(ii) and reported in the annual report in accordance with  $\S$  60.5420b(b)(4)(ii).

(1) For up to 12 hours per incident to protect the safety of personnel.

(2) For up to 30 minutes per incident during bradenhead monitoring.

(3) For up to 30 minutes per incident during a packer leakage test.

(f) You must route the associated gas to a control device that reduces methane and VOC emissions by at least 95.0 percent. The associated gas must be routed through a closed vent system that meets the requirements of 60.5411b(a) and (c) and the control device must meet the conditions specified in § 60.5412b.

(1) For associated gas wells identified in paragraph (b) of this section, you can comply with the requirements in paragraph (f) of this section for up to a one year period if you demonstrate and certify that it is not feasible to comply with paragraph (a)(1), (2), (3), and (4) of this section due to technical reasons in accordance with paragraph (g) of this section. This allowance is renewable each year with an updated technical infeasibility demonstration and certification in accordance with paragraph (g) of this section. Associated gas wells identified in paragraph (b) of this section are not allowed to comply with the requirements in paragraph (f) of this section after May 7, 2026.

(2) For associated gas wells identified in paragraph (c) of this section, you can comply with the requirements in paragraph (f) of this section for up to a one year period if you demonstrate and certify that it is not feasible to comply with paragraph (a)(1), (2), (3), and (4) of this section due to technical reasons in accordance with paragraph (g) of this section. This allowance is renewable each year with an updated technical infeasibility demonstration and certification in accordance with paragraph (g) of this section.

(g) For affected sources identified in paragraphs (b) and (c) of this section that are complying with the requirements in paragraph (f) of this section, you must demonstrate that it is not feasible to comply with paragraph (a)(1), (2), (3), and (4) of this section due to technical reasons by providing a detailed analysis documenting and certifying the technical reasons for this infeasibility.

(1) The demonstration must address the technical infeasibility for all options

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identified in (a)(1), (2), (3), and (4) of this section.

(2) This demonstration must be certified by a professional engineer or another qualified individual with expertise in the uses of associated gas. The following certification, signed and dated by the qualified professional engineer or other qualified individual shall state: "I certify that the assessment of technical and safety infeasibility was prepared under my direction or supervision. I further certify that the assessment was conducted, and this report was prepared pursuant to the requirements of § 60.5377b(b)(1). Based on my professional knowledge and experience, and inquiry of personnel involved in the assessment, the certification submitted herein is true, accurate, and complete."

(3) This demonstration and certification are valid for no more than 12 months. You must re-analyze the feasibility of complying with paragraphs (a)(1), (2), (3), and (4) of this section and finalize a new demonstration and certification each year.

(4) Documentation of these demonstrations, along with the certifications, must be maintained in accordance with § 60.5420b(c)(3)(iii) and submitted in annual reports in accordance with § 60.5420b(b)(4)(iii)(C) and (D).

(h) You must demonstrate initial compliance with the standards that apply to associated gas wells as required by § 60.5410b(c).

(i) You must demonstrate continuous compliance with the standards that apply to associated gas wells as required by § 60.5415b(c).

(j) You must perform the reporting as required by 60.5420b(b)(1) and (4), and (b)(11) and (12), as applicable; and the recordkeeping as required by 60.5420b(c)(3) and (8), and (c)(10) through (13), as applicable.

#### § 60.5380b What GHG and VOC standards apply to centrifugal compressor affected facilities?

Each centrifugal compressor affected facility must comply with the GHG and VOC standards in paragraphs (a) through (d) of this section.

(a) Each centrifugal compressor affected facility that uses wet seals must comply with the GHG and VOC standards in paragraphs (a)(1), (2), or (3) of this section. Each self-contained wet seal compressor, and each centrifugal compressor on the Alaska North Slope equipped with sour seal oil separator and capture system, must comply with the GHG and VOC standards in paragraphs (a)(1) and (2) of this section, or one of the alternatives in (a)(3) through (5) of this section, as applicable, and (a)(8) of this section. Each centrifugal compressor affected facility that uses dry seals must comply with paragraphs (a)(6) through (8) of this section, or with of the alternatives in paragraph (a)(9) of this section.

(1) You must reduce methane and VOC emissions from each centrifugal compressor wet seal fluid degassing system by 95.0 percent.

(2) If you use a control device to reduce emissions, you must equip the wet seal fluid degassing system with a cover that meets the requirements of § 60.5411b(b). The cover must be connected through a closed vent system that meets the requirements of § 60.5411b(a) and (c) and the closed vent system must be routed to a control device that meets the conditions specified in § 60.5412b.

(3) As an alternative to routing the closed vent system to a control device, you may route the closed vent system to a process. If you route the emissions to a process, you must equip the wet seal fluid degassing system with a cover that meets the requirements of  $\S$  60.5411b(b). The cover must be connected through a closed vent system that meets the requirements of  $\S$  60.5411b(a) and (c).

(4) If you own or operate a selfcontained wet seal centrifugal compressor you may comply with the GHG and VOC requirements as specified in paragraph (a)(4)(i) through (iii) of this section, using volumetric flow rate as a surrogate, in lieu of meeting the requirements specified in paragraphs (a)(1) and (2) of this section. You must determine the volumetric flow rate in accordance with paragraph (a)(7)(i) of this section.

(i) The volumetric flow rate must not exceed 3 standard cubic feet per minute (scfm) per seal. If the individual seals are manifolded to a single open-ended vent line, the volumetric flow rate must not exceed the sum of the individual seals multiplied by 3 scfm. If the volumetric flow rate, measured in accordance with paragraph (a)(7)(i) of this section exceeds 3 scfm multiplied by the number of wet seals connected to the vent, the seals connected to the measured vent must be repaired as provided in paragraph (a)(8) of this section.

(ii) You must conduct your first volumetric flow rate measurement from your self-contained wet seal compressor on or before 8,760 hours of operation after May 7, 2024 or on or before 8,760 hours of operation after startup, whichever date is later.

(iii) You must conduct subsequent volumetric flow rate measurements from your self-contained wet seal centrifugal compressor on or before 8,760 hours of operation after the previous measurement which demonstrates compliance with the 3 scfm volumetric flow rate per seal. If the individual seals are manifolded to a single open-ended vent line, the volumetric flow rate must not exceed the sum of the individual seals multiplied by 3 scfm.

(5) If you own or operate a centrifugal compressor on the Alaska North Slope equipped with seal oil separator and capture system, you may comply with the GHG and VOC requirements specified in paragraphs (a)(5)(i) through (iii) of this section using volumetric flow rate as a surrogate, in lieu of meeting the requirements specified in paragraphs (a)(1) and (2). You must determine the volumetric flow rate in accordance with paragraph (a)(7)(ii) of this section.

(i) The volumetric flow rate per seal must not exceed 9 scfm per seal. If the individual seals are manifolded to a single open-ended vent line, the volumetric flow rate must not exceed the sum of the individual seals multiplied by 9 scfm. If the volumetric flow rate, measured in accordance with paragraph (a)(7)(ii) of this section exceeds 9 scfm multiplied by the number of wet seals connected to the vent, the seals connected to the measured vent must be repaired as provided in paragraph (a)(8) of this section.

(ii) You must conduct your first volumetric flow rate measurement from your Alaska North Slope centrifugal compressor equipped with a sour seal oil separator and capture system on or before 8,760 hours of operation after May 7, 2024 or on or before 8,760 hours of operation after startup, whichever date is later.

(iii) You must conduct subsequent volumetric flow rate measurements from your Alaska North Slope centrifugal compressor equipped with sour seal separator and capture system on or before 8,760 hours of operation after the previous measurement which demonstrates compliance with the 9 scfm volumetric flow rate per seal. If the individual seals are manifolded to a single open-ended vent line, the volumetric flow rate must not exceed the sum of the individual seals multiplied by 9 scfm.

(6) If you own or operate a centrifugal compressor equipped with dry seals, you must comply with the GHG and VOC requirements as specified in paragraphs (a)(6)(i) through (iii), using volumetric flow rate as a surrogate. You must determine the volumetric flow rate in accordance with paragraph (a)(7)(iii) of this section.

(i) The volumetric flow rate per seal must not exceed 10 standard cubic feet per minute (scfm) per seal. If the individual seals are manifolded to a single open-ended vent line, the volumetric flow rate must not exceed the sum of the individual seals multiplied by 10 scfm. If the volumetric flow rate, measured in accordance with paragraph (a)(7)(iii) of this section exceeds 10 scfm multiplied by the number of dry seals connected to the vent, the seals connected to the measured vent must be repaired as provided in paragraph (a)(8) of this section.

(ii) You must conduct your first volumetric flow rate measurement from your centrifugal compressor equipped with a dry seal on or before 8,760 hours of operation after May 7, 2024 or on or before 8,760 hours of operation after startup, whichever date is later.

(iii) You must conduct subsequent volumetric flow rate measurements from your centrifugal compressor equipped with dry seals on or before 8,760 hours of operation after the previous measurement which demonstrates compliance with the 10 scfm volumetric flow rate per seal. If the individual seals are manifolded to a single open-ended vent line, the volumetric flow rate must not exceed the sum of the individual seals multiplied by 10 scfm.

(7) You must determine the volumetric flow rate for your centrifugal compressor, as specified in paragraphs (a)(7)(i) through (iii) of this section.

(i) You must determine the volumetric flow rate from your self-contained wet seal centrifugal compressor wet seal as specified in paragraph (a)(7)(i)(A) or (B) of this section. If the volumetric flow rate exceeds 3 scfm multiplied by the number of wet seals connected to the vent, the wet seals connected to the measured vent must be repaired as provided in paragraph (a)(8) of this section.

(A) For self-contained wet seal centrifugal compressors in operatingmode or in standby-pressurized-mode, determine volumetric flow rate at standard conditions from each selfcontained wet seal centrifugal compressor wet seal using one of the methods specified in paragraphs (a)(7)(i)(A)(1) through (3) of this section.

(1) You may choose to use any of the methods set forth in  $\S$  60.5386b(a) to screen for leaks/emissions. For the purposes of this paragraph, when using any of the methods in  $\S$  60.5386b(a), emissions are detected whenever a leak is detected according to the method. If emissions are detected using the methods set forth in  $\S$  60.5386b(a), then you must use one of the methods

specified in paragraph (a)(7)(i)(A)(2) or (3) of this section to determine the volumetric flow rate. If emissions are not detected using the methods in § 60.5386b(a), then you may assume that the volumetric emissions are zero.

(2) Use a temporary or permanent flow meter according to methods set forth in 60.5386b(b).

(3) Use a high-volume sampler according to the method set forth in § 60.5386b(c).

(B) For conducting measurements on manifolded groups of self-contained wet seal centrifugal compressor seals, you must determine the volumetric flow rate from the self-contained wet seal centrifugal compressor seal as specified in paragraph (a)(7)(i)(B)(1) or (2) of this section.

(1) Measure at a single point in the manifold downstream of all selfcontained wet seal centrifugal compressor seal inputs and, if practical, prior to comingling with other noncompressor emission sources.

(2) Determine the volumetric flow rate at standard conditions from the common stack using one of the methods specified in paragraph (a)(7)(i)(A)(1) through (3) of this section.

(ii) You must determine the volumetric flow rate from your centrifugal compressor on the Alaska North Slope equipped with sour seal oil separator and capture system as specified in paragraph (a)(7)(ii)(A) or (B) of this section. If the volumetric flow rate exceeds 9 scfm multiplied by the number of wet seals connected to the vent, the wet seals connected to the measured vent must be repaired as provided in paragraph (a)(8) of this section.

(A) For centrifugal compressors in operating-mode or in standbypressurized-mode, determine volumetric flow rate at standard conditions from each centrifugal compressor on the Alaska North Slope equipped with a sour seal oil separator and capture system using one of the methods specified in paragraphs (a)(7)(ii)(A)(1) through (3) of this section.

(1) You may choose to use any of the methods set forth in § 60.5386b(a) to screen for leaks/emissions. For the purposes of this paragraph, when using any of the methods in § 60.5386b(a), emissions are detected whenever a leak is detected according to the method. If emissions are detected using the methods set forth in § 60.5386b(a), then you must use one of the methods specified in paragraph (a)(7)(ii)(A)(2) or (3) of this section to determine the volumetric flow rate. If emissions are not detected using the methods in

§ 60.5386b(a), then you may assume that the volumetric emissions are zero.

(2) Use a temporary or permanent flow meter according to methods set forth in § 60.5386b(b).

(*3*) Use a high-volume sampler according to the method set forth in § 60.5386b(c).

(B) For conducting measurements on manifolded groups of centrifugal compressors on the Alaska North Slope equipped with sour seal oil separators and capture systems, you must determine the volumetric flow rate from the centrifugal compressors equipped with sour seal oil separators and capture systems as specified in paragraph (a)(7)(ii)(B)(1) or (2) of this section.

(1) Measure at a single point in the manifold downstream of all centrifugal compressors on the Alaska North Slope equipped with sour seal oil separator and capture system wet seal inputs and, if practical, prior to comingling with other non-compressor emission sources.

(2) Determine the volumetric flow rate at standard conditions from the common stack using one of the methods specified in paragraph (a)(7)(ii)(A)(1) through (3) of this section.

(iii) You must determine the volumetric flow rate from your centrifugal compressor equipped with dry seals as specified in paragraph
(a)(7)(iii)(A) or (B) of this section. If the volumetric flow rate exceeds 10 scfm multiplied by the number of dry seals connected to the vent, the dry seals connected to the measured vent must be repaired as provided in paragraph (a)(8) of this section.

(A) For centrifugal compressors equipped with dry seals in operatingmode or in standby-pressurized-mode, determine volumetric flow rate at standard conditions from each centrifugal compressor equipped with dry seals using one of the methods specified in paragraphs (a)(7)(iii)(A)(1) through (3) of this section.

(1) You may choose to use any of the methods set forth in § 60.5386b(a) to screen for leaks/emissions. For the purposes of this paragraph, when using any of the methods in §60.5386b(a), emissions are detected whenever a leak is detected according to the method. If emissions are detected using the methods set forth in § 60.5386b(a), then vou must use one of the methods specified in paragraph (a)(7)(iii)(A)(2) or (3) of this section to determine the volumetric flow rate. If emissions are not detected using the methods in § 60.5386b(a), then you may assume that the volumetric emissions are zero.

(2) Use a temporary or permanent flow meter according to methods set forth in 60.5386b(b).

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(3) Use a high-volume sampler according to the method set forth in § 60.5386b(c).

(B) For conducting measurements on manifolded groups of centrifugal compressors equipped with dry seals, you must determine the volumetric flow rate from the dry seal centrifugal compressors as specified in paragraph (a)(7)(iii)(B)(1) or (2) of this section.

(1) Measure at a single point in the manifold downstream of all centrifugal compressors equipped with dry seals inputs and, if practical, prior to comingling with other non-compressor emission sources.

(2) Determine the volumetric flow rate at standard conditions from the common stack using one of the methods specified in paragraph (a)(7)(iii)(A)(1) through (3) of this section.

(8) The seal must be repaired within 90 calendar days after the date of the volumetric emissions measurement that exceeds the applicable required flow rate per seal. You must conduct followup volumetric flow rate measurements from seal vents using the methods specified in paragraph (a)(7) of this section within 15 days after the repair to document that the rate has been reduced to less than the applicable required flow rate per seal. If the individual seals are manifolded to a single open-ended vent line or vent, the volumetric flow rate must be reduced to less than the sum of the individual seals multiplied by the applicable required flow rate per seal specified in paragraph (a)(4) through (6) of this section, as applicable. Delay of repair will be allowed if the conditions in paragraphs (a)(8)(i) or (ii) of this section are met.

(i) If the repair of the wet or dry seal is technically infeasible, would require a vent blowdown, a compressor station shutdown, or would be unsafe to repair during operation of the unit, the repair must be completed during the next scheduled compressor station shutdown for maintenance, after a scheduled vent blowdown, or within 2 years of the date of the volumetric emissions measurement that exceeds the applicable required flow rate per seal, whichever is earliest. A vent blowdown is the opening of one or more blowdown valves to depressurize major production and processing equipment, other than a storage vessel.

(ii) If the repair requires replacement of the compressor seal or a part thereof, but the replacement cannot be acquired and installed within the repair timelines specified under this section due to the condition specified in paragraph (a)(8)(ii)(A) of this section, the repair must be completed in accordance with paragraph (a)(8)(ii)(B) of this section and documented in accordance with §60.5420b(c)(4)(iii)(F) through (H).

(A) Seal or part thereof supplies had been sufficiently stocked but are depleted at the time of the required repair.

(B) The required replacement must be ordered no later than 10 calendar days after the centrifugal compressor seal is added to the delay of repair list due to parts unavailability. The repair must be completed as soon as practicable, but no later than 30 calendar days after receipt of the replacement seal or part, unless the repair requires a compressor station shutdown. If the repair requires a compressor station shutdown, the repair must be completed in accordance with the timeframe specified in paragraph (a)(8)(i) of this section.

(9) As an alternative to meeting the requirements for centrifugal compressors with dry seals specified in paragraphs (a)(6) through (8) of this section, owners or operators are allowed to comply with the standard by meeting the requirements specified in paragraphs (a)(9)(i) and (ii), or (a)(9)(iii) of this section.

(i) You must reduce methane and VOC emissions from each centrifugal compressor dry seal system by 95.0 percent.

(ii) If you use a control device to reduce emissions, you must equip the dry seal system with a cover that meets the requirements of 60.5411b(b). The cover must be connected through a closed vent system that meets the requirements of 60.5411b(a) and (c) and the closed vent system must be routed to a control device that meets the conditions specified in § 60.5412b.

(iii) As an alternative to routing the closed vent system to a control device, you may route the closed vent system to a process. If you route the emissions to a process, you must equip the dry seal system with a cover that meets the requirements of  $\S$  60.5411b(b). The cover must be connected through a closed vent system that meets the requirements of  $\S$  60.5411b(a) and (c).

(b) You must demonstrate initial compliance with the standards that apply to centrifugal compressor affected facilities as required by § 60.5410b(d).

(c) You must demonstrate continuous compliance with the standards that apply to centrifugal compressor affected facilities as required by § 60.5415b(d).

(d) You must perform the reporting as required by  $\S$  60.5420b(b)(1) and (5), and (b)(11) through (13), as applicable; and the recordkeeping as required by  $\S$  60.5420b(c)(4), and (8) through (13), as applicable.

# § 60.5385b What GHG and VOC standards apply to reciprocating compressor affected facilities?

Each reciprocating compressor affected facility must comply with the GHG and VOC standards, using volumetric flow rate as a surrogate, in paragraphs (a) through (c) of this section, or the GHG and VOC standards in paragraph (d) of this section. You must also comply with the requirements in paragraphs (e) through (g) of this section.

(a) The volumetric flow rate of each cylinder, measured in accordance with paragraph (b) or (c) of this section, must not exceed 2 scfm per individual cylinder. If the individual cylinders are manifolded to a single open-ended vent line, the volumetric flow rate must not exceed the sum of the individual cylinders multiplied by 2 scfm. You must conduct measurements of the volumetric flow rate in accordance with the schedule specified in paragraphs (a)(1) and (2) of this section and determine the volumetric flow rate per cylinder in accordance with paragraph (b) or (c) of this section. If the volumetric flow rate, measured in accordance with paragraph (b) or (c) of this section, for a cylinder exceeds 2 scfm per cylinder (or a combined volumetric flow rate greater than the number of compression cylinders multiplied by 2 scfm), the rod packing or packings must be repaired or replaced as provided in paragraph (a)(3) of this section.

(1) You must conduct your first volumetric flow rate measurements from your reciprocating compressor rod packing vent on or before 8,760 hours of operation after May 7, 2024, or on or before 8,760 hours of operation after last rod packing replacement, or on or before 8,760 hours of operation after startup, whichever date is later.

(2) You must conduct subsequent volumetric flow rate measurements from your reciprocating compressor rod packing vent on or before 8,760 hours of operation after the previous measurement which demonstrates compliance with the applicable volumetric flow rate of 2 scfm per cylinder (or a combined volumetric flow rate greater than the number of compression cylinders multiplied by 2 scfm), or on or before 8,760 hours of operation after last rod packing replacement, whichever date is later.

(3) The rod packing must be repaired or replaced within 90 calendar days after the date of the volumetric emissions measurement that exceeded 2 scfm per cylinder. You must conduct follow-up volumetric flow rate measurements from compressor vents using the methods specified in paragraph (b) of this section within 15 days after the repair (or rod packing replacement) to document that the rate has been reduced to less than 2 scfm per cylinder. Delay of repair will be allowed if the conditions in paragraphs (a)(3)(i) or (ii) of this section are met.

(i) If the repair (or rod packing replacement) is technically infeasible, would require a vent blowdown, a compressor station shutdown, or would be unsafe to repair during operation of the unit, the repair (or rod packing replacement) must be completed during the next scheduled compressor station shutdown for maintenance, after a scheduled vent blowdown, or within 2 years of the date of the volumetric emissions measurement that exceeds the applicable required flow rate per cylinder, whichever is earliest. A vent blowdown is the opening of one or more blowdown valves to depressurize major production and processing equipment, other than a storage vessel.

(ii) If the repair requires replacement of the rod packing or a part, but the replacement cannot be acquired and installed within the repair timelines specified under this section due to the condition specified in paragraph (a)(3)(ii)(A) of this section, the repair must be completed in accordance with paragraph (a)(3)(ii)(B) of this section and documented in accordance with  $\S 60.5420b(c)(5)(viii)$  through (x).

(A) Rod packing or part supplies had been sufficiently stocked but are depleted at the time of the required repair.

(B) The required rod packing or part replacement must be ordered no later than 10 calendar days after the reciprocating compressor is added to the delay of repair list due to parts unavailability. The repair must be completed as soon as practicable, but no later than 30 calendar days after receipt of the replacement rod packing or part, unless the repair requires a compressor station shutdown. If the repair requires a compressor station shutdown, the repair must be completed in accordance with the timeframe specified in paragraph (a)(3)(i) of this section.

(b) You must determine the volumetric flow rate per cylinder from your reciprocating compressor as specified in paragraph (b)(1) or (2) of this section.

(1) For reciprocating compressor rod packing equipped with an open-ended vent line on compressors in operating or standby pressurized mode, determine the volumetric flow rate of the rod packing using one of the methods specified in paragraphs (b)(1)(i) through (iii) of this section. (i) Determine the volumetric flow rate at standard conditions from the openended vent line using a high-volume sampler according to methods set forth in 60.5386b(c).

(ii) Determine the volumetric flow rate at standard conditions from the open-ended vent line using a temporary or permanent meter, according to methods set forth in § 60.5386b(b).

(iii) Any of the methods set forth in §60.5386b(a) to screen for leaks and emissions. For the purposes of this paragraph, emissions are detected whenever a leak is detected according to any of the methods in §60.5386b(a). If emissions are detected using the methods set forth in § 60.5386b(a), then you must use one of the methods specified in paragraph (b)(1)(i) and (ii) of this section to determine the volumetric flow rate per cylinder. If emissions are not detected using the methods in §60.5386b(a), then you may assume that the volumetric flow rate is zero.

(2) For reciprocating compressor rod packing not equipped with an openended vent line on compressors in operating or standby pressurized mode, you must determine the volumetric flow rate of the rod packing using the methods specified in paragraphs (b)(2)(i) and (ii) of this section.

(i) You must use the methods described in § 60.5386b(a) to conduct leak detection of emissions from the rod packing case into an open distance piece, or, for compressors with a closed distance piece, you must conduct annual leak detection of emissions from the rod packing vent, distance piece vent, compressor crank case breather cap, or other vent emitting gas from the rod packing.

(ii) You must measure emissions found in paragraph (b)(2)(i) of this section using a meter or high-volume sampler according to methods set forth in 60.5386b(b) or (c).

(c) For conducting measurements on manifolded groups of reciprocating compressor affected facilities, you must determine the volumetric flow rate from reciprocating compressor rod packing vent as specified in paragraph (c)(1) and (2) of this section.

(1) Measure at a single point in the manifold downstream of all compressor vent inputs and, if practical, prior to comingling with other non-compressor emission sources.

(2) Determine the volumetric flow rate per cylinder at standard conditions from the common stack using one of the methods specified in paragraph (c)(2)(i) through (iv) of this section. (i) A temporary or permanent flow meter according to the methods set forth in 60.5386b(b).

(ii) A high-volume sampler according to methods set forth § 60.5386b(c).

(iii) An alternative method, as set forth in  $\S$  60.5386b(d).

(iv) Any of the methods set forth in § 60.5386b(a) to screen for emissions. For the purposes of this paragraph, emissions are detected whenever a leak is detected when using any of the methods in § 60.5386b(a). If emissions are detected using the methods set forth in § 60.5386b(a), then you must use one of the methods specified in paragraph (c)(2)(i) through (iii) of this section to determine the volumetric flow rate per cylinder. If emissions are not detected using the methods in § 60.5386b(a), then you may assume that the volumetric flow rate is zero.

(d) As an alternative to complying with the GHG and VOC standards in paragraphs (a) through (c) of this section, owners or operators can meet the requirements specified in paragraph (d)(1), (2), or (3) of this section.

(1) Collect the methane and VOC emissions from your reciprocating compressor rod packing using a rod packing emissions collection system that is operated to route the rod packing emissions to a process. In order to comply with this option, you must equip the reciprocating compressor with a cover that meets the requirements of § 60.5411b(b). The cover must be connected through a closed vent system that meets the requirements of § 60.5411b(a) and (c).

(2) Reduce methane and VOC emissions from each rod packing emissions collection system by using a control device that reduces methane and VOC emissions by 95.0 percent. In order to comply with this option, you must equip the reciprocating compressor with a cover that meets the requirements of § 60.5411b(b). The cover must be connected through a closed vent system that meets the requirements of § 60.5411b(a) and (c) and the closed vent system must be routed to a control device that meets the conditions specified in § 60.5412b.

(3) As an alternative to conducting the required volumetric flow rate measurements under paragraph (a) of this section, an owner or operator can choose to comply by replacing the rod packing on or before 8,760 hours of operation after initial startup, on or before 8,760 hours of operation after May 7, 2024, on or before 8,760 hours of operation after the previous flow rate measurement, or on or before 8,760 hours of operation after the date of the

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most recent compressor rod packing replacement, whichever date is later.

(e) You must demonstrate initial compliance with standards that apply to reciprocating compressor affected facilities as required by § 60.5410b(e).

(f) You must demonstrate continuous compliance with standards that apply to reciprocating compressor affected facilities as required by § 60.5415b(g).

(g) You must perform the reporting requirements as specified in § 60.5420b(b)(1), (6), (11), and (12), as applicable; and the recordkeeping requirements as specified in § 60.5420b(c)(5) and (8) through (13), as applicable.

#### §60.5386b What test methods and procedures must I use for my centrifugal compressor and reciprocating compressor affected facilities?

(a) You must use one of the methods described in paragraph (a)(1) and (2) of this section to screen for emissions or leaks from the reciprocating compressor rod packing when complying with  $\S$  60.5385b(b)(1)(iii) and from applicable wet seal centrifugal compressor and dry seal centrifugal compressor vents when complying with  $\S$  60.5380b(a)(3) through (6).

(1) OGI instrument. Use an OGI instrument for equipment leak detection as specified in either paragraph (a)(1)(i) or (ii) of this section. For the purposes of paragraphs (a)(1)(i) and (ii) of this section, any visible emissions observed by the OGI instrument from reciprocating rod packing or compressor dry seal vent is a leak.

(i) OGI instrument as specified in appendix K of this part. For reciprocating compressor, applicable wet seal centrifugal compressor, and dry seal centrifugal compressor affected facilities located at onshore natural gas processing plants, use an OGI instrument to screen for emissions from reciprocating rod packing or centrifugal compressor dry seal vent in accordance with the protocol specified in appendix K of this part.

(ii) OGI instrument as specified in § 60.5397b of this subpart. For reciprocating compressor, applicable wet seal centrifugal compressor, and dry seal centrifugal compressor affected facilities located at centralized production facilities, compressor stations, or other location that is not an onshore natural gas processing plant, use an OGI instrument to screen for emissions from reciprocating rod packing or compressor dry seals in accordance with the elements of § 60.5397b(c)(7).

(2) *Method 21*. Use Method 21 in appendix A–7 to this part according to

§ 60.5403b(b)(1) and (2). For the purposes of this section, an instrument reading of 500 parts per million by volume (ppmv) above background or greater is a leak.

(b) You must determine natural gas volumetric flow rate using a rate meter which meets the requirement in Method 2D in appendix A–1 of this part. Rate meters must be calibrated on an annual basis according to the requirements in Method 2D.

(c) You must use a high-volume sampler to measure emissions of the reciprocating compressor rod packing. applicable centrifugal compressor wet seal vent, or centrifugal compressor dry seal vent in accordance with paragraphs (c)(1) through (7) of this section.

(1) You must use a high-volume sampler designed to capture the entirety of the emissions from the applicable vent and measure the entire range of methane concentrations being emitted as well as the total volumetric flow at standard conditions. You must develop a standard operating procedure for this device and document these procedures in the appropriate monitoring plan. In order to get reliable results, persons using this device should be knowledgeable in its operation and the requirements in this section.

(2) This procedure may involve hazardous materials, operations, and equipment. This procedure may not address all of the safety problems associated with its use. It is the responsibility of the user of this procedure to establish appropriate safety and health practices and determine the applicability of regulatory limitations prior to performing this procedure.

(3) The high-volume sampler must include a methane gas sensor(s) which meets the requirements in paragraphs (c)(3)(i) through (iii) of this section.

(i) The methane sensor(s) must be selective to methane with minimal interference, less than 2.5 percent for the sum of responses to other compounds in the gas matrix. You must document the minimal interference though empirical testing or through data provided by the manufacturer of the sensor.

(ii) The methane sensor(s) must have a measurement range over the entire expected range of concentrations.

(iii) The methane sensor(s) must be capable of taking a measurement once every second, and the data system must be capable of recording these results for each sensor at all times during operation of the sampler.

(4) The high-volume sampler must be designed such that it is capable of sampling sufficient volume in order to capture all emissions from the applicable vent. Your high-volume sampler must include a flow measurement sensor(s) which meets the requirements of paragraphs (c)(4)(i) and (ii) of this section.

(i) The flow measurement sensor must have a measurement range over the entire expected range of flow rates sampled. If needed multiple sensors may be used to capture the entire range of expected flow rates.

(ii) The flow measurement sensor(s) must be capable of taking a measurement once every second, and the data system must be capable of recording these results for each sensor at all times during operation of the sampler.

(5) You must calibrate your methane sensor(s) according to the procedures in paragraphs (c)(5)(i)(A) and (B) of this section, and flow measurement sensors must be calibrated according to the procedures in paragraph (c)(5)(ii) of this section.

(i) For Methane Sensor Calibration: (A) Initially and on a semi-annual basis, determine the linearity at four points through the measurement range for each methane sensor using methane gaseous calibration cylinder standards. At each point, the difference between the cylinder value and the sensor reading must be less than 5 percent of the respective calibration gas value. If the sensor does not meet this requirement, perform corrective action on the sensor, and do not use the sampler until these criteria can be met.

(B) Prior to and at the end of each testing day, challenge each sensor at two points, a low point, and a mid-point, using methane gaseous calibration cylinder standards. At each point, the difference between the cylinder value and the sensor reading must be less than 5 percent of the respective calibration gas value. If the sensor does not meet this requirement, perform corrective action on the sensor and do not use the sampler again until these criteria can be met. If the post-test calibration check fails at either point, invalidate the data from all tests performed subsequent to the last passing calibration check.

(ii) Flow measurement sensors must meet the requirements in Method 2D in appendix A–1 of this part. Rate meters must be calibrated on an annual basis according to the requirements in Method 2D. If your flow sensor relies on ancillary temperature and pressure measurements to correct the flow rate to standard conditions, the temperature and pressure sensors must also be calibrated on an annual basis. Standard conditions are defined as 20 °C (68 °F) and 760 mm Hg (29.92 in. Hg). applicable wet seal centrifugal compressor, or dry seal centrifugal compressor vent in accordance with the procedures in paragraphs (c)(6)(i) through (v) of this section.

(i) The instrument must be operated consistent with manufacturer recommendations; users are encouraged to develop a standard operating procedure to document the exact procedures used for sampling. (ii) Identify the rod packing, applicable wet seal centrifugal compressor, or dry seal centrifugal compressor vent to be measured and record the signal to noise ratio (S/N) of the engine. Collect a background methane sample in ppmv for a minimum of one minute and record the result along with the date and time.

(iii) Approach the vent with the sample hose and adjust the sampler so that you are measuring at the full flow rate. Then, adjust the flow rate to ensure the measured methane concentration is

## Equation 1 to paragraph (c)(6)(iv)

within the calibrated range of the methane sensor and minimum methane concentration is at least 2 ppmv higher than the background concentration. Sample for a period of at least one minute and record the average flow rate in standard cubic feet per minute and the methane sample concentration in ppmv, along with the date and time. Standard conditions are defined as 20 °C (68 °F) and 760 mm Hg (29.92 in. Hg).

(iv) Calculate the leak rate according to the following equation:

### Where:

- $CH4_B = background methane concentration, ppmv$
- CH4<sub>S</sub> = methane sample concentration, ppmv V = Average flow rate of the sampler, scfm O = Methane emission rate, scfm
  - Q = Methane emission rate, schin

(v) You must collect at least three separate one-minute measurements and determine the average leak rate. The relative percent difference of these three separate samples should be less than 10 percent.

(7) If the measured natural gas flow determined as specified in paragraph (c)(6) of this section exceeds 70.0 percent of the manufacturer's reported maximum sampling flow rate you must either use a temporary or permanent flow meter according to paragraph (b) of this section or use another method meeting the requirements in paragraph (d) of this section to determine the leak or flow rate.

(d) As an alternative to a high-volume sampler, you may use any other method that has been validated in accordance with the procedures specified in Method 301 in appendix A in 40 CFR part 63, subject to Administrator approval, as specified in § 60.8(b).

#### § 60.5390b What GHG and VOC standards apply to process controller affected facilities?

Each process controller affected facility must comply with the GHG and VOC standards in this section.

(a) You must design and operate each process controller affected facility with zero methane and VOC emissions to the atmosphere, except as provided in paragraph (b) of this section.

(1) If you comply by routing the emissions to a process, emissions must be routed to a process through a closed vent system. (2) If you comply by using a selfcontained natural gas-driven process controller, you must design and operate each self-contained natural gas-driven process controller with no identifiable emissions, as demonstrated by § 60.5416b(b).

 $Q = V(\frac{\mathrm{CH4}_{\mathrm{S}} - \mathrm{CH4}_{\mathrm{B}}}{1000000})$ 

(b) For each process controller affected facility located at a site in Alaska that does not have access to electrical power, you may comply with either paragraphs (b)(1) and (2) of this section or with paragraph (b)(3) of this section, instead of complying with paragraph (a) of this section.

(1) With the exception of natural gasdriven continuous bleed controllers that meet the condition in paragraph (b)(1)(i) of this section and that comply with paragraph (b)(1)(ii) of this section, each natural gas-driven continuous bleed process controller in the process controller affected facility must have a bleed rate less than or equal to 6 standard cubic feet per hour (scfh).

(i) A natural gas-driven continuous bleed process controller with a bleed rate higher than 6 scfh may be used if the requirements of paragraph (b)(1)(ii) of this section are met.

(ii) You demonstrate that a natural gas-driven continuous bleed controller with a bleed rate higher than 6 scfh is required. The demonstration must be based on the specific functional need, including but not limited to response time, safety, or positive actuation.

(2) Each natural gas-driven intermittent vent process controller in the process controller affected facility must comply with the requirements in paragraphs (b)(2)(i) and (ii) of this section.

(i) Each natural gas-driven intermittent vent process controller must not emit to the atmosphere during idle periods.

(ii) You must monitor each natural gas-driven intermittent vent process controller to ensure that it is not emitting to the atmosphere during idle periods, as specified in paragraphs (b)(2)(ii)(A) through (C) of this section.

(A) Monitoring must be conducted at the same frequency as specified for fugitive emissions components affected facilities located at the same type of site, as specified in § 60.5397b(g).

( $\vec{B}$ ) You must include the monitoring of each natural gas-driven intermittent vent process controller in the monitoring plan required in § 60.5397b(b).

(C) When monitoring identifies emissions to the atmosphere from a natural gas-driven intermittent vent controller during idle periods, you must take corrective action by repairing or replacing the natural gas-driven intermittent vent process controller within 5 calendar days of the date the emissions to the atmosphere were detected. After the repair or replacement of a natural gas-driven intermittent vent process controller, you must re-survey the natural gas-driven intermittent vent process controller within five days to verify that it is not venting emissions during idle periods.

(3) You must reduce methane and VOC emissions from all controllers in the process controller affected facility by 95.0 percent. You must route emissions through a closed vent system to a control device that meets the conditions specified in § 60.5412b.

(c) If you route process controller emissions to a process or a control device, you must route the process controller affected facility emissions through a closed vent system that meets the requirements of 60.5411b(a) and (c).

(d) You must demonstrate initial compliance with standards that apply to process controller affected facilities as required by § 60.5410b(f).

(e) You must demonstrate continuous compliance with standards that apply to process controller affected facilities as required by § 60.5415b(h).

(f) You must perform the reporting as required by § 60.5420b(b)(1), (7), and (11) through (13), as applicable, and the recordkeeping as required by § 60.5420b(c)(6), (8), and (10) through (13), as applicable.

## §60.5393b What GHG and VOC standards apply to pump affected facilities?

Each pump affected facility must comply with the GHG and VOC standards in this section.

(a) For each pump affected facility meeting the criteria specified in paragraphs (a)(1) or (2) of this section, you must design and operate the pump affected facility with zero methane and VOC emissions to the atmosphere. If you comply by routing the pump affected facility emissions to a process, the emissions must be routed to the process through a closed vent system.

(1) The pump affected facility is located at a site that has access to electrical power.

(2) The pump affected facility is located at a site that does not have access to electrical power and has three or more natural gas-driven diaphragm pumps.

(b)(1) For each pump affected facility located at a site that does not have access to electrical power and that also has fewer than three natural gas-driven diaphragm pumps, you must comply with paragraph (b)(2) or (3) of this section, except as provided in paragraphs (b)(4) through (8) of this section.

(2) Emissions from the pump affected facility must be routed through a closed vent system to a process if a vapor recovery unit is onsite.

(3) If a vapor recovery unit is not onsite, you must reduce methane and VOC emissions from the pump affected facility by 95.0 percent. You must route affected pump facility emissions through a closed vent system to a control device meeting the conditions specified in § 60.5412b.

(4) You are not required to install an emissions control device or a vapor recovery unit, if such a unit is necessary to enable emissions to be routed to a process, solely for the purpose of complying with the requirements of paragraph (b)(2) or (3) of this section. If no control device capable of achieving a 95.0 percent emissions reduction and no vapor recovery unit is present on site, you must comply with paragraph (b)(5) or (6) of this section, as applicable. For the purposes of this section, boilers and process heaters are not considered to be control devices.

(5) If an emissions control device is on site but is unable to achieve a 95.0 percent emissions reduction, you must route the pump affected facility emissions through a closed vent system to that control device. You must certify that there is no vapor recovery unit on site and that there is no control device capable of achieving a 95.0 percent emissions reduction on site.

(6) If there is no vapor recovery unit on site and no emission control device is on site, you must certify that there is no vapor recovery unit or emissions control device on site. If you subsequently install a control device or vapor recovery unit, you must meet the requirements of paragraphs (b)(6)(i) and (ii) of this section.

(i) You must be in compliance with the requirements of paragraphs (b)(1) through (3) of this section, as applicable, within 30 days of startup of the control device or vapor recovery unit.

(ii) You must maintain the records in § 60.5420b(c)(15)(ii) and (v), as applicable. You are no longer required to maintain the records in § 60.5420b(c)(15)(vi).

(7) If an owner or operator complying with paragraph (b)(1) of this section determines, through an engineering assessment, that routing the pump affected facility emissions to a control device or to a process is technically infeasible, the requirements specified in paragraphs (b)(7)(i) through (iii) of this section must be met.

(i) The owner or operator must conduct the assessment of technical infeasibility in accordance with the criteria in paragraph (b)(7)(ii) of this section and have it certified by either a qualified professional engineer or an inhouse engineer with expertise on the design and operation of the pump affected facility and the control device or processes at the site in accordance with paragraph (b)(7)(iii) of this section.

(ii) The assessment of technical infeasibility to route emissions from the pump affected facility to an existing control device or process must include, but is not limited to, safety considerations, distance from the control device or process, pressure losses and differentials in the closed vent system, and the ability of the control device or process to handle the pump affected facility emissions which are routed to them. The assessment of technical infeasibility must be prepared under the direction or supervision of the qualified professional engineer or inhouse engineer who signs the certification in accordance with paragraph (b)(7)(iii) of this section.

(iii) The following certification, signed and dated by the qualified professional engineer or in-house engineer, must state: "I certify that the assessment of technical infeasibility was prepared under my direction or supervision. I further certify that the assessment was conducted and this report was prepared pursuant to the requirements of § 60.5393b(b)(5)(ii). Based on my professional knowledge and experience, and inquiry of personnel involved in the assessment, the certification submitted herein is true, accurate, and complete."

(8) If the pump affected facility emissions are routed to a control device or process and the control device or process is subsequently removed from the location or is no longer available, such that there is no option to route to a control device or process, you are no longer required to be in compliance with the requirements of paragraphs (b)(2) or (3) of this section, and instead must comply with paragraph (b)(6) of this section.

(c) If you use a control device or route to a process to reduce emissions, you must route the pump affected facility emissions through a closed vent system that meets the requirements of § 60.5411b(a) and (c).

(d) You must demonstrate initial compliance with standards that apply to pump affected facilities as required by § 60.5410b(g).

(e) You must demonstrate continuous compliance with the standards that apply to pump affected facilities as required by § 60.5415b(e).

(f) You must perform the reporting as required by § 60.5420b(b)(1), (10), and (11) through (13), as applicable; and the recordkeeping as required by § 60.5420b(c)(8), (10) through (13), and (15), as applicable.

# §60.5395b What GHG and VOC standards apply to storage vessel affected facilities?

Each storage vessel affected facility must comply with the GHG and VOC standards in this section, except as provided in paragraph (e) of this section.

(a) *General requirements.* You must comply with the requirements of paragraphs (a)(1) and (2) of this section. After 12 consecutive months of compliance with paragraph (a)(2) of this section, you may continue to comply with paragraph (a)(2) of this section, or you may comply with paragraph (a)(3) of this section, if applicable. If you choose to meet the requirements of paragraph (a)(3) of this section, you are not required to comply with the requirements of paragraph (a)(2) of this section except as provided in paragraphs (a)(3)(i) and (ii) of this section.

(1) Determine the potential for methane and VOC emissions in accordance with  $\S$  60.5365b(e)(2).

(2) Reduce methane and VOC emissions by 95.0 percent.

(3) Maintain the uncontrolled actual VOC emissions at less than 4 tpy and the actual methane emissions at less than 14 tpy from the storage vessel affected facility without considering control. Prior to using the uncontrolled actual VOC and methane emission rates for compliance purposes, you must demonstrate that the uncontrolled actual VOC emissions have remained less than 4 tpy and the uncontrolled actual methane emissions have remained less than 14 tpy as determined monthly for 12 consecutive months. After such demonstration, you must determine the uncontrolled actual rolling 12-month determination VOC and methane emissions rates each month. The uncontrolled actual VOC and methane emissions must be calculated using a generally accepted model or calculation methodology which account for flashing, working and breathing losses, and the calculations must be based on the actual average throughput, temperature, and separator pressure for the month. You may no longer comply with this paragraph and must instead comply with paragraph (a)(2) of this section if your storage vessel affected facility meets the conditions specified in paragraphs (a)(3)(i) or (ii) of this section.

(i) If a well feeding the storage vessel affected facility undergoes fracturing or refracturing, you must comply with paragraph (a)(2) of this section as soon as liquids from the well following fracturing or refracturing are routed to the storage vessel affected facility.

(ii) If the rolling 12-month emissions determination required in this section indicates that VOC emissions increase to 4 tpy or greater or the methane emissions increase to 14 tpy or greater from your storage vessel affected facility and the increase is not associated with fracturing or refracturing of a well feeding the storage vessel affected facility, you must comply with paragraph (a)(2) of this section within 30 days of the monthly determination.

(b) *Control requirements.* (1) Except as required in paragraph (b)(2) of this section, if you use a control device to reduce methane and VOC emissions from your storage vessel affected facility, you must meet all of the design and operational criteria specified in paragraphs (b)(1)(i) through (iii) of this section.

(i) Each storage vessel in the tank battery must be equipped with a cover that meets the requirements of § 60.5411b(b);

(ii) The tank battery must be equipped with one or more closed vent system that meets the requirements of § 60.5411b(a) and (c); and

(iii) The vapors collected in paragraphs (b)(1)(ii) of this section must be routed to a control device that meets the conditions specified in § 60.5412b. As an alternative to routing the closed vent system to a control device, you may route the closed vent system to a process.

(2) For storage vessel affected facilities that do not have flashing emissions and that are not located at well sites or centralized production facilities, you may use a floating roof to reduce emissions. If you use a floating roof to reduce emissions, you must meet the requirements of § 60.112b(a)(1) or (2) and the relevant monitoring, inspection, recordkeeping, and reporting requirements in subpart Kb of this part. You must submit a statement that you are complying with § 60.112b(a)(1) or (2) with the initial annual report specified in § 60.5420b(b)(1) and (8).

(c) Requirements for storage vessel affected facilities that are removed from service or returned to service. If you remove a storage vessel affected facility from service or remove a portion of a storage vessel affected facility from service, you must comply with the applicable paragraphs (c)(1) through (4) of this section. A storage vessel is not an affected facility under this subpart for the period that it is removed from service.

(1) For a storage vessel affected facility to be removed from service, you must comply with the requirements of paragraphs (c)(1)(i) and (ii) of this section.

(i) You must completely empty and degas each storage vessel, such that each storage vessel no longer contains crude oil, condensate, produced water or intermediate hydrocarbon liquids. A storage vessel where liquid is left on walls, as bottom clingage or in pools due to floor irregularity is considered to be completely empty.

(ii) You must submit a notification as required in § 60.5420b(b)(6)(viii) in your next annual report, identifying each storage vessel affected facility removed from service during the reporting period and the date of its removal from service.

(2) For a portion of a storage vessel affected facility to be removed from

service, you must comply with the requirements of paragraphs (c)(2)(i) through (iv) of this section.

(i) You must completely empty and degas the storage vessel(s), such that the storage vessel(s) no longer contains crude oil, condensate, produced water or intermediate hydrocarbon liquids. A storage vessel where liquid is left on walls, as bottom clingage or in pools due to floor irregularity is considered to be completely empty.

(ii) You must disconnect the storage vessel(s) from the tank battery by isolating the storage vessel(s) from the tank battery such that the storage vessel(s) is no longer manifolded to the tank battery by liquid or vapor transfer.

(iii) You must submit a notification as required in § 60.5420b(b)(8)(viii) in your next annual report, identifying each storage vessel removed from service during the reporting period, the impacted storage vessel affected facility, and the date of its removal from service.

(iv) The remaining storage vessel(s) in the tank battery remain a storage vessel affected facility and must continue to comply with the applicable requirements of paragraphs (a) and (b) of this section.

(3) If a storage vessel identified in paragraph (c)(1)(ii) or (c)(2)(iii) of this section is returned to service, you must determine its affected facility status as provided in 60.5365b(e)(6).

(4) For each storage vessel affected facility or portion of a storage vessel affected facility returned to service during the reporting period, you must submit a notification in your next annual report as required in  $\S$  60.5420b(b)(8)(ix), identifying each storage vessel affected facility or portion of a storage vessel affected facility and the date of its return to service.

(d) *Compliance, notification, recordkeeping, and reporting.* You must comply with paragraphs (d)(1) through (3) of this section.

(1) You must demonstrate initial compliance with standards as required by § 60.5410b(j).

(2) You must demonstrate continuous compliance with standards as required by 60.5415b(i).

(3) You must perform the required reporting as required by 60.5420b(b)(1) and (8) and (b)(11) through (13), as applicable; and the recordkeeping as required by 60.5420b(c)(7) and (c)(8) through (13), as applicable.

(e) *Exemptions.* This subpart does not apply to storage vessels subject to and controlled in accordance with the requirements for storage vessels in subpart Kb of this part, and 40 CFR part 63, subparts G, CC, HH, or WW.

# § 60.5397b What GHG and VOC standards apply to fugitive emissions components affected facilities?

This section applies to fugitive emissions components affected facilities. You must comply with the requirements of paragraphs (a) through (l) of this section to reduce fugitive emissions of methane and VOC. The requirements of this section are independent of the cover and closed vent system requirements of § 60.5411b.

(a) General requirements. You must monitor all fugitive emissions components affected facilities in accordance with paragraphs (b) through (g) of this section. You must repair all sources of fugitive emissions in accordance with paragraph (h) of this section. You must demonstrate initial compliance in accordance with paragraph (i) of this section. You must keep records in accordance with paragraph (j) of this section and report in accordance with paragraph (k) of this section. You must meet the requirements for well closures in accordance with paragraph (l) of this section.

(b) Develop fugitive emissions monitoring plan. You must develop a fugitive emissions monitoring plan that covers all fugitive emissions components affected facilities within each company-defined area in accordance with paragraphs (c) and (d) of this section.

(c) Elements of fugitive emissions monitoring plan. Your fugitive emissions monitoring plan must include the elements specified in paragraphs (c)(1) through (8) of this section, at a minimum.

(1) Frequency for conducting surveys. Surveys must be conducted at least as frequently as required by paragraphs (f) and (g) of this section.

(2) Technique for determining fugitive emissions (*i.e.*, AVO or other detection methods, Method 21 of appendix A–7 to this part, and/or OGI and meeting the requirements of paragraphs (c)(7)(i) through (vii) of this section).

(3) Manufacturer and model number of fugitive emissions detection equipment to be used, if applicable.

(4) Procedures and timeframes for identifying and repairing fugitive emissions components from which fugitive emissions are detected, including timeframes for fugitive emission components that are unsafe to repair. Your repair schedule must meet the requirements of paragraph (h) of this section at a minimum.

(5) Procedures and timeframes for verifying fugitive emission component repairs. (6) Records that will be kept and the length of time records will be kept.

(7) If you are using OGI, your plan must also include the elements specified in paragraphs (c)(7)(i) through (vii) of this section.

(i) Verification that your OGI equipment meets the specifications of paragraphs (c)(7)(i)(A) and (B) of this section. This verification is an initial verification, and may either be performed by the facility, by the manufacturer, or by a third party. For the purposes of complying with the fugitive emissions monitoring program with OGI, fugitive emissions are defined as any visible emissions observed using OGI.

(A) Your OGI equipment must be capable of imaging gases in the spectral range for the compound of highest concentration in the potential fugitive emissions.

(B) Your OGI equipment must be capable of imaging a gas that is half methane, half propane at a concentration of 10,000 ppm at a flow rate of  $\leq$ 60 g/hr from a quarter inch diameter orifice.

(ii) Procedure for a daily verification check.

(iii) Procedure for determining the operator's maximum viewing distance from the equipment and how the operator will ensure that this distance is maintained.

(iv) Procedure for determining maximum wind speed during which monitoring can be performed and how the operator will ensure monitoring occurs only at wind speeds below this threshold.

(v) Procedures for conducting surveys, including the items specified in paragraphs (c)(7)(v)(A) through (C) of this section.

(A) How the operator will ensure an adequate thermal background is present in order to view potential fugitive emissions.

(B) How the operator will deal with adverse monitoring conditions, such as wind.

(C) How the operator will deal with interferences (*e.g.*, steam).

(vi) Training and experience needed prior to performing surveys.

(vii) Procedures for calibration and maintenance. At a minimum, procedures must comply with those recommended by the manufacturer.

(8) If you are using Method 21 of appendix A–7 to this part, your plan must also include the elements specified in paragraphs (c)(8)(i) through (iv) of this section. For the purposes of complying with the fugitive emissions monitoring program using Method 21 of appendix A–7 to this part a fugitive emission is defined as an instrument reading of 500 ppmv or greater.

(i) Verification that your monitoring equipment meets the requirements specified in Section 6.0 of Method 21 of appendix A–7 to this part. For purposes of instrument capability, the fugitive emissions definition shall be 500 ppmv or greater methane using a FID-based instrument. If you wish to use an analyzer other than an FID-based instrument, you must develop a sitespecific fugitive emission definition that would be equivalent to 500 ppmv methane using a FID-based instrument (e.g., 10.6 eV PID with a specified isobutylene concentration as the fugitive emission definition would provide equivalent response to your compound of interest).

(ii) Procedures for conducting surveys. At a minimum, the procedures shall ensure that the surveys comply with the relevant sections of Method 21 of appendix A–7 to this part, including Section 8.3.1.

(iii) Procedures for calibration. The instrument must be calibrated before use each day of its use by the procedures specified in Method 21 of appendix A–7 to this part. At a minimum, you must also conduct precision tests at the interval specified in Method 21 of appendix A–7 to this part, Section 8.1.2, and a calibration drift assessment at the end of each monitoring day. The calibration drift assessment must be conducted as specified in paragraph (c)(8)(iii)(A) of this section. Corrective action for drift assessments is specified in paragraphs (c)(8)(iii)(B) and (C) of this section.

(A) Check the instrument using the same calibration gas that was used to calibrate the instrument before use. Follow the procedures specified in Method 21 of appendix A-7 to this part, Section 10.1, except do not adjust the meter readout to correspond to the calibration gas value. If multiple scales are used, record the instrument reading for each scale used. Divide the arithmetic difference of the initial and post-test calibration response by the corresponding calibration gas value for each scale and multiply by 100 to express the calibration drift as a percentage.

(B) If a calibration drift assessment shows a negative drift of more than 10 percent, then all equipment with instrument readings between the fugitive emission definition multiplied by (100 minus the percent of negative drift) divided by 100 and the fugitive emission definition that was monitored since the last calibration must be remonitored. (C) If any calibration drift assessment shows a positive drift of more than 10 percent from the initial calibration value, then, at the owner/operator's discretion, all equipment with instrument readings above the fugitive emission definition and below the fugitive emission definition multiplied by (100 plus the percent of positive drift) divided by 100 monitored since the last calibration may be re-monitored.

(iv) Procedures for monitoring yard piping (other than buried yard piping). At a minimum, place the probe inlet at the surface of the yard piping and run the probe down the length of the piping. Connection points on the piping must be monitored following the procedures specified in Method 21 of appendix A– 7 to this part.

(d) Additional elements of fugitive emissions monitoring plan. Each fugitive emissions monitoring plan must include the elements specified in paragraphs (d)(1) through (3) of this section, at a minimum, as applicable.

(1) If you are using OGI, your plan must include procedures to ensure that all fugitive emissions components, except buried yard piping and associated components (*e.g.*, connectors), are monitored during each survey. Example procedures include, but are not limited to, a sitemap with an observation path, a written narrative of where the fugitive emissions components are located and how they will be monitored, or an inventory of fugitive emissions components.

(2) If you are using Method 21 of appendix A-7 to this part, your plan must include a list of fugitive emissions components to be monitored and method for determining the location of fugitive emissions components to be monitored in the field (*e.g.*, tagging, identification on a process and instrumentation diagram, etc.). Your fugitive emissions monitoring plan must include the written plan developed for all of the fugitive emissions components designated as difficult-to-monitor in accordance with paragraph (g)(2) of this section, and the written plan for fugitive emissions components designated as unsafe-to-monitor in accordance with paragraph (g)(3) of this section.

(e) Monitoring of fugitive emissions components. Each fugitive emissions component, except buried yard piping and associated components (e.g., connectors), shall be observed or monitored for fugitive emissions during each monitoring survey.

(f) *Initial monitoring survey*. You must conduct initial monitoring surveys according to the requirements specified in paragraphs (f)(1) through (4) of this section. (1) At single wellhead only sites and small sites, you must conduct an initial monitoring survey using audible, visual, and olfactory (AVO), or any other detection methods (*e.g.*, OGI), within 90 days of the startup of production, for each fugitive emissions components affected facility or by June 6, 2024 whichever date is later.

(2) For multi-wellhead only well sites, well sites or centralized production facilities that contain the major production and processing equipment specified in paragraphs (g)(1)(iv)(A), (B), (C), or (D) of this section, and compressor station sites, you must conduct an initial monitoring survey using OGI or Method 21 of appendix A– 7 to this part within 90 days of the startup of production, for each fugitive emissions components affected facility or by June 6, 2024 whichever date is later.

(3) For a modified or reconstructed fugitive emissions components affected facility, the initial monitoring survey must be conducted within 90 days of the startup of production for each fugitive emissions components affected facility after the modification or reconstruction or by June 6, 2024, whichever date is later.

(4) Notwithstanding the deadlines specified in paragraphs (f)(1) through (3) of this section, for each fugitive emissions components affected facility located on the Alaskan North Slope that starts up production between September and March, you must conduct an initial monitoring survey within 6 months of the startup of production for a new well site, within 6 months of the first day of production after a modification of the fugitive emissions components affected facility, or by the following June 30, whichever date is latest.

(g) Monitoring frequency. A monitoring survey of each fugitive emissions components affected facility must be performed as specified in paragraph (g)(1) of this section, with the exceptions noted in paragraphs (g)(2) through (4) of this section. Monitoring for fugitive emissions components affected facilities located at well sites and centralized production facilities that have wells located onsite must continue at the specified frequencies in paragraphs (g)(1)(i), (ii), (iii), (iv) and (vi) of this section until the well closure requirements of paragraph (l) of this section are completed.

(1) A monitoring survey of the fugitive emissions components affected facilities must be conducted using the methods and at the frequencies specified in paragraphs (g)(1)(i) through (vi) of this section. (i) A monitoring survey of the fugitive emissions component affected facilities located at single wellhead only well sites must be conducted at least quarterly using AVO, or any other detection method, after the initial survey except as specified in paragraph (g)(1)(vi) of this section. Any indications of fugitive emissions using these methods are considered fugitive emissions that must be repaired in accordance with paragraph (h) of this section.

(ii) A monitoring survey of the fugitive emissions component affected facilities located at small well sites must be conducted at least quarterly using AVO, or any other detection method, after the initial survey except as specified in paragraph (g)(1)(vi) of this section. Any indications of fugitive emissions using these methods are considered fugitive emissions that must be repaired in accordance with paragraph (h) of this section. At small well sites with an uncontrolled storage vessel, a visual inspection of all thief hatches and other openings on the storage vessel that are fugitive emissions components must be conducted in conjunction with the monitoring survey to ensure that they are kept closed and sealed at all times except during times of adding or removing material, inspecting or sampling material, or during required maintenance operations. If evidence of a deviation from this requirement is found, you must take corrective action. At small well sites with a separator, a visual inspection of all separator dump valves to ensure the dump valve is free of debris and not stuck in an open position must be conducted in conjunction with the monitoring survey. Any dump valve not operating as designed must be repaired.

(iii) A monitoring survey of the fugitive emissions components affected facilities located at multi-wellhead only well sites must be conducted in accordance with paragraphs (g)(1)(iii)(A) and (B) of this section, except as specified in paragraph (g)(1)(vi) of this section.

(A) A monitoring survey must be conducted at least quarterly using AVO, or any other detection method, after the initial survey. Any indications of fugitive emissions using these methods are considered fugitive emissions that must be repaired in accordance with paragraph (h) of this section.

(B) A monitoring survey must be conducted at least semiannually using OGI or Method 21 of appendix A–7 to this part after the initial survey. Consecutive semiannual surveys must 17064

be conducted at least 4 months apart and no more than 7 months apart.

(iv) A monitoring survey of the fugitive emissions components affected facilities located at well sites or centralized production facilities that contain the major production and processing equipment specified in paragraphs (g)(1)(iv)(A), (B), (C), or (D) must be conducted at the frequencies in paragraphs (g)(1)(iv)(E) and (F) of this section, except as specified in paragraph (g)(1)(vi) of this section.

(A) One or more controlled storage vessels or tank batteries.

(B) One or more control devices.

(C) One or more natural gas-driven process controllers or pumps.

(D) Two or more pieces of major production and processing equipment not specified in paragraphs (g)(1)(iv)(A) through (C) of this section.

(E) A monitoring survey must be conducted at least bimonthly using AVO, or any other detection method, after the initial survey. Any indications of fugitive emissions using these methods are considered fugitive emissions that must be repaired in accordance with paragraph (h) of this section. A visual inspection of all thief hatches and other openings on storage vessels (or tank batteries) that are fugitive emissions components must be conducted in conjunction with the monitoring survey to ensure that they are kept closed and sealed at all times except during times of adding or removing material, inspecting or sampling material, or during required maintenance operations. If evidence of a deviation from this requirement is found, you must take corrective action. A visual inspection must be conducted of all separator dump valves to ensure the dump valve is free of debris and not stuck in an open position must be conducted in conjunction with the monitoring survey. Any dump valve not operating as designed must be repaired.

(F) A monitoring survey must be conducted at least quarterly using OGI or Method 21 of appendix A–7 to this part after the initial survey. Consecutive quarterly monitoring surveys must be conducted at least 60 calendar days apart.

(v) A monitoring survey of the fugitive emissions components affected facility located at a compressor station must be conducted at the frequencies in paragraphs (g)(1)(v)(A) and (B) of this section, except as specified in paragraph (g)(1)(vi) of this section,

(A) A monitoring survey must be conducted at least monthly using AVO, or any other detection method, after the initial survey. Any indications of fugitive emissions using these methods are considered fugitive emissions that must be repaired in accordance with paragraph (h) of this section.

(B) A monitoring survey must be conducted at least quarterly using OGI or Method 21 of appendix A–7 to this part after the initial survey. Consecutive quarterly monitoring surveys must be conducted at least 60 calendar days apart.

(vi) A monitoring survey of the fugitive emissions components affected facility located on the Alaska North Slope must be conducted using OGI of this part or Method 21 of appendix A– 7 to this part at least annually. Consecutive annual monitoring surveys must be conducted at least 9 months apart and no more than 13 months apart.

(2) If you are using Method 21 of appendix A–7 to this part, fugitive emissions components that cannot be monitored without elevating the monitoring personnel more than 2 meters above the surface may be designated as difficult-to-monitor. Fugitive emissions components that are designated difficult-to-monitor must meet the specifications of paragraphs (g)(2)(i) through (iv) of this section.

 (i) A written plan must be developed for all the fugitive emissions components designated difficult-tomonitor. This written plan must be incorporated into the fugitive emissions monitoring plan required by paragraphs
 (b), (c), and (d) of this section.

(ii) The plan must include the identification and location of each fugitive emissions component designated as difficult-to-monitor.

(iii) The plan must include an explanation of why each fugitive emissions component designated as difficult-to-monitor is difficult-tomonitor.

(iv) The plan must include a schedule for monitoring the difficult-to-monitor fugitive emissions components at least once per calendar year.

(3) If you are using Method 21 of appendix A–7 to this part, fugitive emissions components that cannot be monitored because monitoring personnel would be exposed to immediate danger while conducting a monitoring survey may be designated as unsafe-to-monitor. Fugitive emissions components that are designated unsafeto-monitor must meet the specifications of paragraphs (g)(3)(i) through (iv) of this section.

(i) A written plan must be developed for all the fugitive emissions components designated unsafe-tomonitor. This written plan must be incorporated into the fugitive emissions monitoring plan required by paragraphs (b), (c), and (d) of this section.

(ii) The plan must include the identification and location of each fugitive emissions component designated as unsafe-to-monitor.

(iii) The plan must include an explanation of why each fugitive emissions component designated as unsafe-to-monitor is unsafe-to-monitor.

(iv) The plan must include a schedule for monitoring the fugitive emissions components designated as unsafe-tomonitor.

(4) The requirements of paragraphs (g)(1)(iv)(F) and (g)(1)(v)(B) of this section are waived during a quarterly monitoring period for any fugitive emissions components affected facility located within an area that has an average calendar month temperature below 0 degrees Fahrenheit for two of three consecutive calendar months of a quarterly monitoring period. The calendar month temperature average for each month within the quarterly monitoring period must be determined using historical monthly average temperatures over the previous three years as reported by a National Oceanic and Atmospheric Administration source or other source approved by the Administrator. The requirements of paragraph (g)(1)(iv) and (v) of this section shall not be waived for two consecutive quarterly monitoring periods.

(h) *Repairs.* Each identified source of fugitive emissions shall be repaired in accordance with paragraphs (h)(1) and (2) of this section.

(1) A first attempt at repair shall be made in accordance with paragraphs (h)(1)(i) and (ii) of this section.

(i) A first attempt at repair shall be made no later than 15 calendar days after detection of fugitive emissions that were identified using AVO.

(ii) If you are complying with paragraph (g)(1)(i) through (vi) of this section using OGI or Method 21 of appendix A–7 to this part, a first attempt at repair shall be made no later than 30 calendar days after detection of the fugitive emissions.

(2) Repair shall be completed as soon as practicable, but no later than 15 calendar days after the first attempt at repair as required in paragraph (h)(1)(i) of this section, and 30 calendar days after the first attempt at repair as required in paragraph (h)(1)(ii) of this section.

(3) Delay of repair will be allowed if the conditions in paragraphs (h)(3)(i) or (ii) of this section are met.

(i) If the repair is technically infeasible, would require a vent blowdown, a compressor station shutdown, a well shutdown or well shut-in, or would be unsafe to repair during operation of the unit, the repair must be completed during the next scheduled compressor station shutdown for maintenance, scheduled well shutdown, scheduled well shut-in, after a scheduled vent blowdown, or within 2 years of detecting the fugitive emissions, whichever is earliest. A vent blowdown is the opening of one or more blowdown valves to depressurize major production and processing equipment, other than a storage vessel.

(ii) If the repair requires replacement of a fugitive emissions component or a part thereof, but the replacement cannot be acquired and installed within the repair timelines specified in paragraphs (h)(1) and (2) of this section due to either of the conditions specified in paragraph (h)(3)(ii)(A) or (B) of this section, the repair must be completed in accordance with paragraph (h)(3)(ii)(C) of this section and documented in accordance with § 60.5420b(c)(14)(v)(I).

(A) Valve assembly supplies had been sufficiently stocked but are depleted at the time of the required repair.

(B) A replacement fugitive emissions component or a part thereof requires custom fabrication.

(C) The required replacement must be ordered no later than 10 calendar days after the first attempt at repair. The repair must be completed as soon as practicable, but no later than 30 calendar days after receipt of the replacement component, unless the repair requires a compressor station or well shutdown. If the repair requires a compressor station or well shutdown, the repair must be completed in accordance with the timeframe specified in paragraph (h)(3)(i) of this section.

(4) Each identified source of fugitive emissions must be resurveyed to complete repair according to the requirements of paragraphs (h)(4)(i) through (v) of this section, to ensure that there are no fugitive emissions.

(i) The operator may resurvey the fugitive emissions components to verify repair using either Method 21 of appendix A–7 to this part or OGI, except as specified in paragraph (h)(4)(v) of this section.

(ii) For each repair that cannot be made during the monitoring survey when the fugitive emissions are initially found, a digital photograph must be taken of that component, or the component must be tagged during the monitoring survey when the fugitive emissions were initially found for identification purposes and subsequent repair. The digital photograph must include the date that the photograph was taken and must clearly identify the component by location within the site (*e.g.*, the latitude and longitude of the component or by other descriptive landmarks visible in the picture).

(iii) Operators that use Method 21 of appendix A–7 to this part to resurvey the repaired fugitive emissions components are subject to the resurvey provisions specified in paragraphs (h)(4)(iii)(A) and (B) of this section.

(A) A fugitive emissions component is repaired when the Method 21 instrument indicates a concentration of less than 500 ppmv above background or when no soap bubbles are observed when the alternative screening procedures specified in section 8.3.3 of Method 21 of appendix A–7 to this part are used.

(B) Operators must use the Method 21 monitoring requirements specified in paragraph (c)(8)(ii) of this section or the alternative screening procedures specified in section 8.3.3 of Method 21 of appendix A–7 to this part.

(iv) Operators that use OGI to resurvey the repaired fugitive emissions components are subject to the resurvey provisions specified in paragraphs (h)(4)(iv)(A) and (B) of this section.

(A) A fugitive emissions component is repaired when the OGI instrument shows no indication of visible emissions.

(B) Operators must use the OGI monitoring requirements specified in paragraph (c)(7) of this section.

(v) For fugitive emissions identified using AVO detection methods, the operator may resurvey using those same methods, Method 21 of appendix A–7 to this part, or OGI. For operators that use AVO detection methods, a fugitive emissions component is repaired when there are no indications of fugitive emissions using these methods.

(i) *Initial compliance*. You must demonstrate initial compliance with the standards that apply to fugitive emissions components affected facilities as required by § 60.5410b(k).

(j) *Continuous compliance*. You must demonstrate continuous compliance with the standards that apply to fugitive emissions components affected facilities as required by § 60.5415b(l).

(k) Reporting and recordkeeping. You must comply with the reporting requirements as specified in § 60.5420b(b)(1) and (9), and the recordkeeping requirements as specified in § 60.5420b(c)(16).

(1) Well closure requirements. You must complete the requirements specified in paragraphs (1)(1) through (4) of this section.

(1) You must submit a well closure plan to the Administrator within 30 days of the cessation of production from all wells located at the well site as specified in  $\S$  60.5420b(a)(4)(i). The well closure plan must include, at a minimum, the information specified in paragraphs (l)(1)(i) through (iii) of this section.

(i) Description of the steps necessary to close all wells at the well site, including permanent plugging of all wells;

(ii) Description of the financial requirements and disclosure of financial assurance to complete closure; and

(iii) Description of the schedule for completing all activities in the well closure plan.

(2) You must submit a notification as specified in § 60.5420b(a)(4)(ii) of intent to close the well site to the Administrator 60 days before you begin well closure activities.

(3) You must conduct a survey of the well site using OGI, including each closed well, after completing all well closure activities outlined in the well closure plan specified in paragraph (l)(1) of this section. If any emissions are imaged by the OGI instrument, then you must take steps to eliminate those emissions and you must resurvey the source of emissions. You must repeat steps to eliminate emissions and resurvey the source of emissions until no emissions are imaged by the OGI instrument. You must update the well closure plan specified in paragraph (l)(1) of this section to include the video of the OGI survey demonstrating closure of all wells at the site.

(4) You must maintain the records specified in 60.5420b(c)(14) and submit the reports specified in 60.5420b(b)(9).

#### § 60.5398b What alternative GHG and VOC standards apply to fugitive emissions components affected facilities and what inspection and monitoring requirements apply to covers and closed vent systems when using an alternative technology?

This section provides alternative GHG and VOC standards for fugitive emissions components affected facilities in §60.5397b and alternative continuous inspection and monitoring requirements for covers and closed vent systems in § 60.5416b(a)(1)(ii) and (iii), (2)(ii) through (iv), and (3)(iii) and (iv). If you choose to use an alternative standard under this section, you must submit the notification under paragraph (a) of this section. If you choose to demonstrate compliance with the alternative GHG and VOC standards through periodic screening, you are subject to the requirements in paragraph (b) of this section. If you choose to demonstrate compliance through a continuous monitoring system, you are

subject to the requirements in paragraph (c) of this section. The technology used for periodic screenings under paragraph (b) of this section or continuous monitoring under paragraph (c) of this section must be approved in accordance with paragraph (d) of this section.

(a) Notification. If you choose to demonstrate compliance with the alternative GHG and VOC standards in either paragraph (b) or (c) of this section, you must notify the Administrator of adoption of the alternative standards in the first annual report following implementation of the alternative standards, as specified in § 60.5424b(a). Once you have implemented the alternative standards, you must continue to comply with the alternative standards.

(b) Periodic Screening. You may choose to demonstrate compliance for your fugitive emissions components affected facility and compliance with continuous inspection and monitoring requirements for your covers and closed vent systems through periodic screenings using any methane measurement technology approved in accordance with paragraph (d) of this section. If you choose to demonstrate compliance using periodic screenings, you must comply with the requirements in paragraphs (b)(1) through (5) of this section and comply with the recordkeeping and reporting requirements in §60.5424b.

(1) You must use one or more alternative test method(s) approved per paragraph (d) of this section to conduct periodic screenings.

(i) The required frequencies for conducting periodic screenings are listed in tables 1 and 2 to this subpart. You must choose the appropriate frequency for conducting periodic screenings based on the minimum aggregate detection threshold of the method used to conduct the periodic screenings. You must also use tables 1 and 2 to this subpart to determine whether you must conduct an annual fugitive emissions survey using OGI, except as provided in paragraph (b)(1)(ii) of this section.

(ii) For well sites, centralized production facilities, and compressor stations subject to quarterly OGI monitoring surveys in § 60.5397b(g)(1)(iv) and/or (v), prior to March 9, 2026, if you use an alternative test method approved per paragraph (d) of this section with a minimum aggregated detection threshold less than or equal to 3 kg/hr, in lieu of conducting periodic screening events at the frequency specified in paragraph (b)(1)(i) of this section, you may conduct periodic screening events quarterly. After March 9, 2026, you must conduct periodic screening events at the frequency specified in paragraph (b)(1)(i) of this section.

(iii) Use of table 1 or 2 to this subpart is based on the required frequency for conducting monitoring surveys in § 60.5397b(g)(1)(i) through (v).

(iv) You may replace one or more individual periodic screening events required by table 1 or 2 to this subpart with an OGI survey. The OGI survey must be conducted according to the requirements outlined in § 60.5397b.

(v) If you use multiple methods to conduct periodic screenings, you must conduct all periodic screenings, regardless of the method used for the individual periodic screening event, at the frequency required for the alternative test method with the highest aggregate detection threshold (*e.g.*, if you use methods with aggregate detection thresholds of 15 kg/hr, your periodic screenings must be conducted monthly). You must also conduct an annual OGI survey if an annual OGI survey is required for the alternative test method with the highest aggregate detection threshold.

(2) You must develop a monitoring plan that covers the collection of fugitive emissions components, covers, and closed vent systems at each site where you will use periodic screenings to demonstrate compliance. You may develop a site-specific monitoring plan, or you may include multiple sites that you own or operate in one plan. At a minimum, the monitoring plan must contain the information specified in paragraphs (b)(2)(i) through (ix) of this section.

(i) Identification of each site that will be monitored through periodic screening, including latitude and longitude coordinates of the site in decimal degrees to an accuracy and precision of at least four decimals of a degree using the North American Datum of 1983.

(ii) Identification of the alternative test method(s) approved per paragraph (d) of this section that will be used for periodic screenings and the spatial resolution (*i.e.*, component-level, arealevel, or facility-level) of the technology used for each method.

(iii) Identification of and contact information for the entities that will be performing the periodic screenings.

(iv) Required frequency for conducting periodic screenings, based on the criteria outlined in paragraph(b)(1) of this section.

(v) If you are required to conduct an annual OGI survey by paragraph (b)(1)(i) or (iii) of this section or you choose to replace any individual screening event with an OGI survey, your monitoring plan must also include the information required by § 60.5397b(b).

(vi) Procedures for conducting monitoring surveys required by paragraphs (b)(5)(ii)(A), (b)(5)(iii)(A), and (b)(5)(iv)(A) of this section. At a minimum, your monitoring plan must include the information required by 60.5397b(c)(2), (3), (7), and (8), and (d), as applicable. The provisions of 60.5397b(d)(3) do not apply for purposes of conducting monitoring surveys required by paragraphs (b)(5)(ii) through (iv) of this section.

(vii) Procedures and timeframes for identifying and repairing fugitive emissions components, covers, and closed vent systems from which emissions are detected.

(viii) Procedures and timeframes for verifying repairs for fugitive emissions components, covers, and closed vent systems.

(ix) Records that will be kept and the length of time records will be kept.

(3) You must conduct the initial screening of your site according to the timeframes specified in (b)(3)(i) through (v) of this section.

(i) Within 90 days of the startup of production for each fugitive emissions components affected facility and storage vessel affected facility located at a new well site or centralized production facility.

(ii) Within 90 days of the startup of a new compressor station for each fugitive emissions components affected facility and storage vessel affected facility located at a new compressor station.

(iii) Within 90 days of the startup of production after modification for each modified fugitive emissions components affected facility and storage vessel affected facility at a well site or centralized production facility.

(iv) Within 90 days of modification for each modified fugitive emissions components affected facility and storage vessel affected facility at a compressor station.

(v) No later than the final date by which the next monitoring survey required by 60.5397b(g)(1)(i) through (v) would have been required to be conducted if you were previously complying with the requirements in 60.5397b and 60.5416b(a)(1)(ii) and (iii), (2)(ii) through (iv), and (3)(iii) and (iv).

(4) If you are required to conduct an annual OGI survey by paragraph (b)(1)(i) or (iii) of this section, you must conduct OGI surveys according to the schedule in paragraphs (b)(4)(i) through (iv) of this section.

(i) You must conduct the initial OGI survey no later than 12 calendar months

after conducting the initial screening event in paragraph (b)(3) of this section.

(ii) Each subsequent OGI survey must be conducted no later than 12 calendar months after the previous OGI survey was conducted. Each identified source of fugitive emissions during the OGI survey shall be repaired in accordance with § 60.5397b(h).

(iii) If you replace a periodic screening event with an OGI survey or you are required to conduct a monitoring survey in accordance with paragraph (b)(5)(ii)(A) of this section prior to the date that your next OGI survey under paragraph (b)(4)(ii) of this section is due, the OGI survey conducted in lieu of the periodic screening event or the monitoring survey under paragraph (b)(5)(ii)(A) of this section can be used to fulfill the requirements of paragraph (b)(4)(ii) of this section. The next OGI survey is required to be conducted no later than 12 calendar months after the date of the survey conducted under paragraph (b)(1)(iv) or (b)(5)(ii)(A) of this section.

(iv) You cannot use a monitoring survey conducted under paragraph (b)(5)(iii)(A) or (b)(5)(iv)(A) of this section to fulfill the requirements of paragraph (b)(4)(ii) of this section unless the monitoring survey included all fugitive emission components at the site.

(5) You must investigate confirmed detections of emissions from periodic screening events and repair each identified source of emissions in accordance with paragraphs (b)(5)(i) through (vii) of this section.

(i) You must receive the results of the periodic screening no later than 5 calendar days after the screening event occurs.

(ii) If you use an alternative test method with a facility-level spatial resolution to conduct a periodic screening event and the results of the periodic screening event indicate a confirmed detection of emissions from an affected facility, you must take the actions listed in paragraphs (b)(5)(ii)(A) through (C) of this section.

(A) You must conduct a monitoring survey of the entire fugitive emissions components affected facility following the procedures in your monitoring plan. During the survey, you must observe each fugitive emissions component for fugitive emissions.

(B) You must inspect all covers and closed vent system(s) with OGI or Method 21 to appendix A-7 to this part in accordance with the requirements in § 60.5416b(b)(1) through (4), as applicable.

(C) You must conduct a visual inspection of all covers and closed vent

systems to identify if there are any defects, as defined in  $\S 60.5416b(a)(1)(ii)$ , (a)(2)(iii), or (a)(3)(i), as applicable.

(iii) If you use an alternative test method with an area-level spatial resolution to conduct a periodic screening event and the results of the periodic screening event indicate a confirmed detection of emissions from an affected facility, you must take the actions listed in paragraphs (b)(5)(iii)(A) and (B) of this section, as applicable.

(A) You must conduct a monitoring survey of all your fugitive emissions components located within a 4-meter radius of the location of the periodic screening's confirmed detection. You must follow the procedures in your monitoring plan when conducting the survey.

(B) If the confirmed detection occurred in the portion of a site that contains a storage vessel or a closed vent system, you must inspect all covers and all closed vent systems that are connected to all storage vessels and closed vent systems that are within a 2meter radius of the location of the periodic screening's confirmed detection (*i.e.*, you must inspect the whole system that is connected to the portion of the system in the radius of the detected event, not just the portion of the system that falls within the radius of the detected event).

(1) You must inspect the cover(s) and closed vent system(s) with OGI or Method 21 to appendix A–7 to this part in accordance with the requirements in  $\S$  60.5416b(b)(1) through (4), as applicable.

(2) You must conduct a visual inspection of the closed vent system(s) and cover(s) to identify if there are any defects, as defined in  $\S 60.5416b(a)(1)(ii)$ , (a)(2)(iii), or (a)(3)(i), as applicable.

(iv) If you use an alternative test method with a component-level spatial resolution to conduct a periodic screening event and the results of the periodic screening event indicate a confirmed detection of emissions from an affected facility, you must take the actions listed in paragraphs (b)(5)(iv)(A) and (B) of this section, as applicable.

(A) You must conduct a monitoring survey of the all the fugitive emissions components located within a 1-meter radius of the location of the periodic screening's confirmed detection. You must follow the procedures in your monitoring plan when conducting the survey.

(B) If the confirmed detection occurred in the portion of a site that contains a storage vessel or a closed vent system, you must inspect all covers and all closed vent systems that are connected to all storage vessels and closed vent systems that are within a 0.5-meter radius of the location of the periodic screening's confirmed detection (*i.e.*, you must inspect the whole system that is connected to the portion of the system in the radius of the detected event, not just the portion of the system that falls within the radius of the detected event).

(1) You must inspect the cover(s) and closed vent system(s) with OGI or Method 21 to appendix A-7 to this part in accordance with the requirements in § 60.5416b(b)(1) through (4), as applicable.

(2) You must conduct a visual inspection of the closed vent system(s) and cover(s) to identify if there are any defects, as defined in  $\S 60.5416b(a)(1)(ii)$ , (a)(2)(iii), or (a)(3)(i), as applicable.

(v) You must repair all sources of fugitive emissions in accordance with § 60.5397b(h) and all emissions or defects of covers and closed vent systems in accordance with § 60.5416b(b)(5), except as specified in this paragraph (b)(5)(v). Except as allowed by § 60.5397b(h)(3) and § 60.5416b(b)(6), all repairs must be completed, including the resurvey verifying the repair, within 30 days of receiving the results of the periodic screening in paragraph (b)(5)(i) of this section.

(vi) If the results of the periodic screening event in paragraph (b)(5)(i) of this section indicate a confirmed detection at an affected facility, and the ground-based monitoring survey and inspections required by paragraphs (b)(5)(ii) through (iv) of this section demonstrate the confirmed detection was caused by a failure of a control device used to demonstrate continuous compliance under this subpart, you must initiate an investigative analysis to determine the underlying primary and other contributing cause(s) of such failure within 24 hours of receiving the results of the monitoring survey and/or inspection. As part of the investigation, you must determine if the control device is operating in compliance with the applicable requirements of §60.5415b and §60.5417b, and if not, what actions are necessary to bring the control device into compliance with those requirements as soon as possible and prevent future failures of the control device from the same underlying cause(s).

(vii) If the results of the inspections required in paragraphs (b)(5)(ii) through (iv) of this section indicate that there is an emission or defect in your cover or closed vent system, you must perform an investigative analysis to determine the underlying primary and other contributing cause(s) of emissions from your cover or closed vent system within 5 days of completing the inspection required by paragraphs (b)(5)(ii) through (iv) of this section. The investigative analysis must include a determination as to whether the system was operated outside of the engineering design analysis and whether updates are necessary for the cover or closed vent system to prevent future emissions from the cover and closed vent system.

(6) You must maintain records as specified in (0, 1, 1) specified in (0, 1, 1) specified in (0, 1, 1), and (15), and (0, 1) specified (0, 1) specifi

(7) You must submit reports as specified in §60.5424b.

(c) Continuous monitoring. You may choose to demonstrate compliance for your fugitive emissions components affected facility and compliance with continuous inspection and monitoring requirements for your covers and closed vent systems through continuous monitoring using a technology approved in accordance with paragraph (d) of this section. If you choose to demonstrate compliance using continuous monitoring, you must comply and develop a monitoring plan consistent with the requirements in paragraphs (c)(1) through (9) of this section and comply with the recordkeeping and reporting requirements in § 60.5424b.

(1) For the purpose of this section, continuous monitoring means the ability of a methane monitoring system to determine and record a valid methane mass emissions rate or equivalent of affected facilities at least once for every 12-hour block.

(i) The detection threshold of the system must be such that it can detect at least 0.40 kg/hr (0.88 lb/hr) of methane.

(ii) The health of the devices used within the continuous monitoring system must be confirmed for power and function at least twice every sixhour block.

(iii) The continuous monitoring system must transmit all applicable valid data at least once every 24-hours. The continuous monitoring system must transmit all valid data collected, including health checks required in paragraph (c)(1)(ii) of this section.

(iv) The continuous monitoring system must continuously collect data as specified in paragraph (c)(1) of this section, except as specified in paragraphs (c)(1)(iv)(A) through (D) of this section:

(A) The rolling 12-month average operational downtime of the continuous monitoring system must be less than or equal to 10 percent. (B) Operational downtime of the continuous monitoring system is defined as a period of time for which any monitor fails to collect or transmit data as specified in paragraph (c)(1) of this section or any monitor is out-of-control as specified in paragraph (c)(1)(iv)(C) of this section.

(C) A monitor is out-of-control if it fails ongoing quality assurance checks, as specified in the alternative test method approved under paragraph (d) of this section, or if the monitor output is outside of range. The beginning of the out-of-control period is defined as the time of the failure of the quality assurance check. The end of the out-ofcontrol period is defined as the time when either the monitor passes a subsequent quality assurance check, or a new monitor is installed. The out-ofcontrol period for a monitor outside of range starts at the time when the monitor first reads outside of range and ends when the monitor reads within range again.

(D) The downtime for the continuous monitoring system must be calculated each calendar month. Once 12 months of data are available, at the end of each calendar month, you must calculate the 12-month average by averaging that month with the previous 11 calendar months. You must determine the rolling 12-month average by recalculating the 12-month average at the end of each month.

(2) You must develop a monitoring plan that covers the collection of fugitive emissions components, covers, and closed vent systems for each site where continuous monitoring will be used to demonstrate compliance. At a minimum, the monitoring plan must contain the information specified in paragraphs (c)(2)(i) through (xii) of this section.

(i) Identification of each site to be monitored through continuous monitoring, including latitude and longitude coordinates of the site in decimal degrees to an accuracy and precision of at least four decimals of a degree using the North American Datum of 1983.

(ii) Identification of the alternative test method(s) approved under paragraph (d) of this section used for the continuous monitoring, including the detection principle; the manufacturer, make, and model; instrument manual, if applicable; and the manufacturer's recommended maintenance schedule.

(iii) If the continuous monitoring system is administered through a thirdparty provider, contact information where the provider can be reached 24 hours a day. (iv) Number and location of monitors. If the continuous monitoring system uses open path technology, you must identify the location of any reflectors used. These locations should be identified by latitude and longitude coordinates in decimal degrees to an accuracy and precision of at least five decimals of a degree using the North American Datum of 1983.

(v) Discussion of system calibration requirements, including but not limited to, the calibration procedures and calibration schedule for the detection systems and meteorology systems.

(vi) Identification of critical components and infrastructure (*e.g.*, power, data systems) and procedures for their repairs.

(vii) Procedures for out-of-control periods.

(viii) Procedures for establishing baseline emissions, including the identification of any sources with methane emissions not subject to this subpart. The procedures for establishing the baseline emissions must account for variability in the operation of the site. Operation of the site during the development of the baseline emissions must represent the site's expected annual production or throughput.

(ix) Procedures for determining when a fugitive emissions event is detected by the continuous monitoring technology.

(x) Procedures and timeframes for identifying and repairing fugitive emissions components, covers, and closed vent systems from which emissions are detected.

(xi) Procedures and timeframes for verifying repairs for fugitive emissions components, covers, and closed vent systems.

(xii) Records that will be kept and the length of time records will be kept.

(3) You must install and begin conducting monitoring with your continuous monitoring system according to the timeframes specified in paragraphs (c)(3)(i) through (v) of this section.

(i) Within 120 days of the startup of production for each fugitive emissions components affected facility and storage vessel affected facility located at a new well site or centralized production facility.

(ii) Within 120 days of the startup of a new compressor station for each fugitive emissions components affected facility and storage vessel affected facility located at a new compressor station.

(iii) Within 120 days of the startup of production after modification for each modified fugitive emissions components affected facility and storage vessel affected facility at a well site or centralized production facility.

(iv) Within 120 days of modification for each modified fugitive emissions components affected facility and storage vessel affected facility at a compressor station.

(v) No later than the final date by which the next monitoring survey required by 60.5397b(g)(1)(i) through (v) would have been required to be conducted if you were previously complying with the requirements in 60.5397b and 60.5416b(a)(1)(ii) and (iii), (2)(ii) through (iv), and (3)(iii) and (iv).

(4) You are subject to the following action-levels as specified in paragraphs (c)(4)(i) and (ii) of this section for any affected facilities located at a well site, centralized production facility, or compressor station.

(i) For affected facilities located at a wellhead only well site, the action levels are as follows:

(A) The 90-day rolling average actionlevel is 1.2 kg/hr (2.6 lb/hr) of methane over the site-specific baseline emissions.

(B) The 7-day rolling average action level is 15 kg/hr (34 lb/hr) of methane over site-specific baseline emissions.

(ii) For affected facilities located at well sites with major production and processing equipment (including small well sites), centralized production facilities, and compressor stations, the action levels are as follows:

(A) The 90-day rolling average actionlevel is 1.6 kg/hr (3.6 lb/hr) of methane over the site-specific baseline emissions.

(B) The 7-day rolling average action level is 21 kg/hr (46 lb/hr) of methane over the site-specific baseline emissions.

(5) You must establish site-specific baseline emissions upon initial installation and activation of a continuous monitoring system. You must establish the baseline emissions under the conditions outlined in paragraphs (c)(5)(i) through (iii) of this section. You must determine the baseline emission rates according to paragraphs (c)(5)(iv) and (v) of this section. The baseline must be established initially and any time there is a major change to the processing equipment at a well site (including small well sites), centralized production facility, or compressor station.

(i) Inspect all fugitive emissions components according to the requirements in § 60.5397b and covers and closed vent systems according to the requirements in § 60.5416b. This includes all fugitive emissions components, covers, and closed vent systems, regardless of whether they are regulated by this subpart. Repairs of any fugitive emissions, leaks, or defects found during the inspection must be completed prior to beginning the period in paragraph (c)(5)(iii) of this section.

(ii) Verify control devices (e.g., flares) on all affected sources are operating in compliance with the applicable requirements of § 60.5415b and § 60.5417b. You must ensure that all control devices are operating in compliance with the applicable regulations prior to beginning the period in paragraph (b)(5)(iii) of this section. Verify that all other methane emission sources (e.g., reciprocating engines) located at the site are operating consistent with any applicable regulations. You must ensure that these sources are operating in compliance with the applicable regulations prior to beginning the period in paragraph (b)(5)(iii) of this section.

(iii) Using the alternative test method approved under paragraph (d) of this section, record the site-level emission rate from your continuous monitoring system for 30 operating days. You must minimize any activities that are not normal, day-to-day activities during this 30 operating day period. Document any maintenance activities and the period (including the start date and time and end date and time) such activities occurred during the 30 operating day period.

(iv) Determine the site-specific baseline by calculating the mean emission rate (kg/hr of methane) for the 30 operating day period, less any time periods when maintenance activities were conducted.

(v) The site-specific baseline emission rate must be no more than 10 times the applicable 90-day action-level defined in paragraphs (c)(4)(i) and (ii) of this section.

(6) Calculate the emission rate from your site according to paragraphs (c)(6)(i) through (iii) of this section. Compare the emission rate calculated in this paragraph (c)(6) to the appropriate action levels in paragraph (c)(4) of this section to determine whether you have exceeded an action level.

(i) Each calendar day, calculate the daily average mass emission rate in kg/ hr of methane from your continuous monitoring system.

(ii) Once the system has been operating for 7 calendar days, at the end of each calendar day calculate the 7-day average mass emission rate by averaging the mass emission rate from that day with the mass emission rate from the previous 6 calendar days. Subtract the site-specific baseline mass emission rate from the 7-day average mass emission rate when comparing the mass emission rate to the applicable action level. Determine the 7-day rolling average by recalculating the 7-day average each calendar day, less the site-specific baseline.

(iii) Once the system has been operating for 90 calendar days, at the end of each calendar day calculate the 90-day average mass emission rate by averaging the mass emission rate from that day with the mass emission rate from the previous 89 calendar days. Subtract the site-specific baseline emission rate from the 90-day average mass emission rate to the applicable action level. Determine the 90-day rolling average by recalculating the 90day average each calendar day, less the site-specific baseline.

(7) Within 5 days of determining that either of your action levels in paragraph (c)(4) of this section has been exceeded, you must initiate an investigative analysis to determine the underlying primary and contributing cause(s) of such exceedance and actions to be taken to reduce the mass emission rate below the applicable action level.

(i) You must complete the investigative analysis and take initial steps to bring the mass emission rate below the action level no later than 5 days after determining there is an exceedance of the action level in paragraph (c)(4)(i)(B) or (c)(4)(ii)(B) of this section.

(ii) You must complete the investigative analysis and take initial steps to bring the mass emission rate below the action level no later than 30 days after determining there is an exceedance of the action level in paragraph (c)(4)(i)(A) or (c)(4)(ii)(A) of this section.

(8) You must develop a mass emission rate reduction plan if you meet any of the criteria in paragraphs (c)(8)(i) through (iii) of this section. The plan must describe the action(s) completed to date to reduce the mass emission rate below the action level, additional measures that you propose to employ to reduce methane emissions below the action level, and a schedule for completion of these measures. You must submit the plan to the Administrator within 60 days of initially determining there is an exceedance of an action level in paragraph (c)(4) of this section.

(i) If, upon completion of the initial actions required under paragraph (c)(7) of this section, the average mass emission rate for the following 30-day period is not below the applicable action level in paragraph (c)(4)(i)(A) or (c)(4)(ii)(A) of this section. The beginning of the 30-day period starts on the calendar day following completion of the initial actions in paragraph (c)(7) of this section.

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(ii) If, upon completion of the initial actions required under paragraph (c)(6) of this section, the average mass emission rate for the following 24-hour period is not below the applicable action level in paragraph (c)(4)(i)(B) or (c)(4)(ii)(B) of this section. The average mass emission rate will be the mass emission rate calculated according to paragraph (c)(6)(i) of this section for the calendar day following completion of the initial corrective actions in paragraph (c)(7) of this section.

(iii) All actions needed to reduce the average mass emission rate below the action level require more than 30 days to implement.

(9) You must maintain the records as specified in  $\S$  60.5420b(c)(4) through (c)(7), (c)(14) and (c)(15), and  $\S$  60.5424b(e). You must submit the reports as specified in  $\S$  60.5420b(b)(1), and (b)(4) through (10) and  $\S$  60.5424b.

(d) Alternative Test Method for Methane Detection Technology. Any alternative test method for methane detection technology used to meet the requirements specified in paragraphs (b) or (c) of this section or §60.5371b must be approved by the Administrator as specified in this paragraph (d). Approval of an alternative test method for methane detection technology will include consideration of the combination of the measurement technology and the standard protocol for its operation. Any entity meeting the requirements in paragraph (d)(2) of this section may submit a request for an alternative test method for methane detection technology. At a minimum, the request must follow the requirements outlined in paragraph (d)(3) of this section. Approved alternative test methods for methane detection technology that are broadly applicable will be posted on the EPA's Emission Measurement Center web page (https://www.epa.gov/emc/oil-and-gasalternative-test-methods). Any owner or operator that meets the specific applicability for the alternative test method, as outlined in the alternative test method for methane detection technology, may use the alternative test method to comply with the requirements of paragraph (b) or (c) of this section, as applicable, in lieu of the requirements for fugitive emissions components affected facilities in §60.5397b and covers and closed vent systems in § 60.5416b(a)(1)(ii) and (iii), (a)(2)(ii) through (iv), and (a)(3)(iii) and (iv). Certified third-party notifiers may use the alternative test method to identify super-emitter events in §60.5371b(b)(1)(ii).

(1) A request for an alternative test method for methane detection

technology, along with the required supporting information, must be submitted to the EPA through the alternative methane detection technology portal at https:// www.epa.gov/emc/oil-and-gasalternative-test-methods. The EPA may make all the information submitted through the portal available to the public without further notice to you. Do not use the portal to submit information vou claim as confidential business information (CBI). If you wish to assert a CBI claim for some of the information in your submittal, submit the portion of the information claimed as CBI to the OAQPS CBI office. Clearly mark the information that you claim to be CBI. Information not marked as CBI may be authorized for public release without prior notice. Information marked as CBI will not be disclosed except in accordance with procedures set forth in 40 CFR part 2. All CBI claims must be asserted at the time of submission. Anything submitted using the portal cannot later be claimed CBI. The preferred method to receive CBI is for it to be transmitted electronically using email attachments, File Transfer Protocol, or other online file sharing services. Electronic submissions must be transmitted directly to the OAQPS CBI Office at the email address oaqpscbi@epa.gov and should include clear CBI markings and be flagged to the attention of the Leader, Measurement Technology Group. If assistance is needed with submitting large electronic files that exceed the file size limit for email attachments, and if you do not have your own file sharing service, please email *oaqpscbi@epa.gov* to request a file transfer link. If you cannot transmit the file electronically, you may send CBI information through the postal service to the following address: U.S. EPA, Attn: OAQPS Document Control Officer and Measurement Technology Group Leader, Mail Drop: C404-02, 109 T.W. Alexander Drive, P.O. Box 12055, RTP, North Carolina 27711. The mailed CBI material should be double wrapped and clearly marked. Any CBI markings should not show through the outer envelope.

(i) The Administrator will complete an initial review for completeness within 90 days of receipt and notify the submitter of the results of the review.

(ii) If the entity submitting the request does not meet the requirements in paragraph (d)(2) of this section or the request does not contain the information in paragraph (d)(3) of this section, the submitter will be notified. The submitter may choose to revise the information and submit a new request for an alternative test method.

(iii) Within 270 days of receipt of an alternative test method request that was determined to be complete, the Administrator will determine whether the requested alternative test method is adequate for indicating compliance with the requirements for monitoring fugitive emissions components affected facilities in §60.5397b and continuous inspection and monitoring of covers and closed vent systems in §60.5416b and/or for identifying super-emitter events in §60.5371b. The Administrator will issue either an approval or disapproval in writing to the submitter. Approvals may be considered site-specific or more broadly applicable. Broadly applicable alternative test methods and approval letters will be posted at https:// www.epa.gov/emc/oil-and-gasapproved-alternative-test-methods*approvals.* If the Administrator fails to provide the submitter a decision on approval or disapproval within 270 days, the alternative test method will be given conditional approval status and posted on this same web page. If the Administrator finds any deficiencies in the request and disapproves the request in writing, the owner or operator may choose to revise the information and submit a new request for an alternative test method.

(iv) If the Administrator finds reasonable grounds to dispute the results obtained by any alternative test method for the purposes of demonstrating compliance with a relevant standard, the Administrator may require you to demonstrate compliance according to § 60.5397b for fugitive emissions components affected facilities and § 60.5416b for covers and closed vent systems.

(2) Any entity may submit an alternative test method for consideration, so long as you meet the requirements in paragraphs (d)(2)(i) through (iv) of this section.

(i) An entity is limited to any individual or organization located in or that has representation in the United States.

(ii) If an entity is not considered an owner or operator of an affected facility regulated under this subpart or subpart OOOOa of this part or is not the owner or operator of a designated facility regulated under subpart OOOOc of this part, the provisions of paragraphs (d)(2)(ii)(A) and (B) of this section apply.

(A) The entity must directly represent the provider of the measurement system using advanced methane detection technology.

(B) The measurement system must have been applied to methane measurements or monitoring in the oil and gas sector either domestically or internationally.

(iii) The underlying technology or technologies must be readily available for use, meaning that the measurement system using these technologies has either been:

(A) Sold, leased, or licensed, or offered for sale, lease, or license to the general public or;

(B) Developed by an owner or operator for internal use and/or use by external partners.

(iv) The entity must be able to provide and submit to the Administrator the information required in paragraph (d)(3) of this section.

(3) The request must contain the information specified in paragraphs (d)(3)(i) through (vii) of this section.

(i) The submitter's name, mailing address, phone number and email address.

(ii) The desired applicability of the technology (*i.e.*, site-specific, basin-specific, or broadly applicable across the sector, super-emitter detection).

(iii) Description of the measurement technology, including the physical components, the scientific theory, and the known limitations. At a minimum, this description must contain the information in paragraphs (d)(3)(iii)(A) through (D) of this section.

(A) Description of scientific theory and appropriate references outlining the underlying g technology (*e.g.*, reference material, literature review).

(B) Description of the physical instrumentation.

(C) Type of measurement and application (*e.g.*, remote or in-situ measurements, mobile, airborne).

(D) Known limitation of the technology, including application limitations and weather limitations.

(iv) Description of how the measurement technology is converted to a methane mass emission rate (*i.e.*, kg/ hr of methane) or equivalent. At a minimum this description must contain the information in paragraphs (d)(3)(iv)(A) through (F) of this section.

(A) Detailed workflow and description covering all steps and processes from measurement technology signal output to final, validated mass emission rate or equivalent. These workflows must cover the material in paragraph (d)(3)(v) of this section and put all technical components into context. The workflow must also cover the technology from data collection to generation of the final product and identify any raw data processing procedures; identification of whether processing steps are manual or automated, and when and what quality assurance checks are made to the data,

including raw data, processed data, and output data.

(B) Description of how any meteorological data used are collected or sourced, including a description how the data are used.

(C) Description of any model(s) (*e.g.*, AERMOD) used, including how inputs are determined or derived.

(D) All calculations used, including the defined variables for any of these calculations and a description of their purposes.

(É) Descriptions of a-priori methods and datasets used, including source and version numbers when applicable.

(F) Description of algorithms/machine learning procedures used in the data processing, if applicable.

(v) Description of how all data collected and generated by the measurement system are handled and stored. At a minimum this description must contain the information in paragraphs (d)(3)(v)(A) through (C) of this section.

(A) How the data, including metadata, are collected, maintained, and stored.

(B) A description of how raw data streams are processed and manipulated, including how the resultant data processing is documented and how version controlled is maintained.

(C) A description of what data streams are provided to the end-user of the data and how the data are delivered to the end-user.

(vi) Supporting information verifying that the technology meets the aggregate detection threshold(s) defined in paragraphs (b) and/or (c) of this section or in §60.5371b, including supporting data to demonstrate the aggregate detection threshold of the measurement technology as applied in the field and if applicable, how probability of detection is determined. For the purpose of this subpart the average aggregate detection threshold is the average of all site-level detection thresholds from a single deployment (*e.g.*, a singular flight that surveys multiple well sites, centralized production facility, and/or compressor stations) of a technology, unless this technology is to be applied to §60.5371b. When the technology is applied to § 60.5371b, then the aggregate detection threshold is the average of all site-level detection thresholds from a single deployment in the same basin and field. At a minimum, you provide the information identified in paragraphs (d)(3)(vi)(A) through (D) of this section.

(A) Published reports (*e.g.*, scientific papers) produced by either the submitting entity or an outside entity evaluating the submitted measurement technology that has been independently evaluated. The published reports must identify either a site-level or aggregate detection threshold and be accompanied with sufficient supporting data to evaluate whether the performance metrics of the alternative testing procedures in paragraph (d)(3)(vi)(C) of this section are adequate and the data was collected consistent with those alternative testing procedures. The supporting data may be included in the published report or may be submitted separately.

(B) Standard operating procedures including safety considerations, measurement limitations, personnel qualification/responsibilities, equipment and supplies, data and record management, and quality assurance/quality control (*i.e.*, initial and ongoing calibration procedures, data quality indicators, and data quality objectives).

(C) Detailed description of the alternative testing procedure(s), preferably in the format described in Guideline Document 45 on the Emission Measurement Center's website (available at https://www.epa.gov/sites/ default/files/2020-08/documents/gd-045.pdf). The detailed description must address all key elements of the requested method(s) and must include objectives to ensure the detection threshold(s) required in paragraph (d)(3)(vi) of this section are maintained, including procedures for verifying the detection threshold and/or or probability of detection is maintained under field conditions.

(D) Any documents provided to endusers of the data generated by the measurement system, including but not limited to client products, manuals, and frequently asked questions documents.

(vii) If the technology will be used to monitor the collection of fugitive emissions components, covers, and closed vent systems at a well site, centralized production facility, or compressor station, you must submit supporting information verifying the spatial resolution of technology, as defined in paragraphs (d)(3)(vii)(A) through (C) of this section. This supporting information must be in the form of a published reports (e.g., scientific papers) produced by either the submitting entity or an outside entity evaluating the submitted measurement technology that has been independently evaluated. The report must include sufficient supporting data to evaluate whether the performance metrics of the alternative testing procedures in paragraph (d)(3)(vi)(C) of this section are adequate and the data was collected consistent with those alternative testing procedures.

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(A) Facility-level spatial resolution means a technology with the ability to identify emissions within the boundary of a well site, centralized production facility, or compressor station.

(B) Area-level spatial resolution means a technology with the ability to identify emissions within a radius of 2 meters of the emission source.

(C) Component-level spatial resolution means a technology with the ability to identify emissions within a radius of 0.5 meter of the emission source.

§ 60.5399b What are the alternative means of emission limitations for GHG and VOC emissions from well completions, liquids unloading operations, centrifugal compressors, reciprocating compressors, fugitive emissions components, and process unit equipment affected facilities; and what are the alternative fugitive emissions standards based on State, local, and Tribal programs?

This section provides procedures for the submittal and approval of alternative means of emission limitation for GHG and VOC based on work practices for well completions, liquids unloading operations, centrifugal compressors, reciprocating compressors, fugitive emissions components and process unit equipment affected facilities. This section also provides procedures for the submittal and approval of alternative fugitive emissions standards based on programs under state, local, or Tribal authorities for the fugitive emissions components affected facility. Paragraphs (a) through (d) of this section outline the procedure for submittal and approval of alternative means of emission limitation for methane and VOC. Paragraphs (e) through (i) of this section outline the procedure for submittal and approval of alternative fugitive emissions standards. The requirements for a monitoring plan specified in §60.5397b(c) and (d) apply to the alternative fugitive emissions standards in this section.

(a) Alternative means of emission limitation. If, in the Administrator's judgment, an alternative means of emission limitation will achieve a reduction in methane and VOC emissions at least equivalent to the reduction in methane and VOC emissions achieved under § 60.5375b, §60.5376b, §60.5380b, §60.5385b, 60.5397b, 60.5400b, or 60.5401b,the Administrator will publish, in the Federal Register, a notice permitting the use of that alternative means for the purpose of compliance with §60.5375b, §60.5376b, §60.5380b, §60.5385b, §60.5397b, §60.5400b, or §60.5401b. The authority to approve an alternative means of emission limitation is retained

by the Administrator and shall not be delegated to States under section 111(c) of the CAA.

(b) *Notice*. Any notice under paragraph (a) of this section must be published only after notice and an opportunity for a public hearing.

(c) *Evaluation guidelines.* Determination of equivalence to the design, equipment, work practice, or operational requirements of this section will be evaluated by the following guidelines:

(1) The applicant must provide information that is sufficient for demonstrating the alternative means of emission limitation achieves emission reductions that are at least equivalent to the emission reductions that would be achieved by complying with the relevant standards. At a minimum, the application must include the following information:

(i) Details of the specific equipment or components that would be included in the alternative.

(ii) A description of the alternative work practice, including, as appropriate, the monitoring method, monitoring instrument or measurement technology, and the data quality indicators for precision and bias.

(iii) The method detection limit of the technology, technique, or process and a description of the procedures used to determine the method detection limit. At a minimum, the applicant must collect, verify, and submit field data encompassing seasonal variations to support the determination of the method detection limit. The field data may be supplemented with modeling analyses, controlled test site data, or other documentation.

(iv) Any initial and ongoing quality assurance/quality control measures necessary for maintaining the technology, technique, or process, and the timeframes for conducting such measures.

(v) Frequency of measurements. For continuous monitoring techniques, the minimum data availability.

(vi) Any restrictions for using the technology, technique, or process.

(vii) Initial and continuous compliance procedures, including recordkeeping and reporting, if the compliance procedures are different than those specified in this subpart.

(2) For each technology, technique, or process for which a determination of equivalency is requested, the application must provide a demonstration that the emission reduction achieved by the alternative means of emission limitation is at least equivalent to the emission reduction that would be achieved by complying with the relevant standards in this subpart.

(d) Approval of alternative means of emission limitation. Any alternative means of emission limitations approved under this section shall constitute a required work practice, equipment, design, or operational standard within the meaning of section 111(h)(1) of the CAA.

(e) Alternative fugitive emissions standards. If, in the Administrator's judgment, an alternative fugitive emissions standard will achieve a reduction in methane and VOC emissions at least equivalent to the reductions achieved under § 60.5397b, the Administrator will publish, in the Federal Register, a notice permitting use of the alternative fugitive emissions standard for the purpose of compliance with §60.5397b. The authority to approve alternative fugitive emissions standards is retained by the Administrator and shall not be delegated to States under section 111(c) of the CAA.

(f) *Notice*. Any notice under paragraph (e) of this section will be published only after notice and an opportunity for public hearing.

(g) Evaluation guidelines. Determination of alternative fugitive emissions standards to the design, equipment, work practice, or operational requirements of § 60.5397b will be evaluated by the following guidelines:

(1) The monitoring instrument, including the monitoring procedure;

- (2) The monitoring frequency;
- (3) The fugitive emissions definition;
- (4) The repair requirements; and
- (5) The recordkeeping and reporting
- requirements.

(h) Approval of alternative fugitive emissions standard. Any alternative fugitive emissions standard approved under this section shall:

(1) Constitute a required design, equipment, work practice, or operational standard within the meaning of section 111(h)(1) of the CAA; and

(2) Be made available for use by any owner or operator in meeting the relevant standards and requirements established for affected facilities under § 60.5397b.

(i) *Notification*. (1) An owner or operator must notify the Administrator of adoption of the alternative fugitive emissions standards within the first annual report following implementation of the alternative fugitive emissions standard, as specified in § 60.5420b(a)(3).

(2) An owner or operator implementing one of the alternative

fugitive emissions standards must submit the reports specified in § 60.5420b(b)(9)(iii). An owner or operator must also maintain the records specified by the specific alternative fugitive emissions standard for a period of at least 5 years.

#### § 60.5400b What GHG and VOC standards apply to process unit equipment affected facilities?

This section applies to process unit equipment affected facilities located at an onshore natural gas processing plant. You must comply with the requirements of paragraphs (a) through (l) of this section to reduce methane and VOC emissions from equipment leaks, except as provided in § 60.5402b. As an alternative to the standards in this section, you may comply with the requirements in § 60.5401b.

(a) *General standards.* You must comply with the requirements in paragraphs (b) through (d) of this section for each pump in light liquid service, pressure relief device in gas/ vapor service, valve in gas/vapor or light liquid service, and connector in gas/ vapor or light liquid service, as applicable. You must comply with the requirements in paragraph (e) of this section for each open-ended valve or line. You must comply with the requirements in paragraph (f) of this section for each closed vent system and control device used to comply with equipment leak provisions in this section. You must comply with paragraph (g) of this section for each pump, valve, and connector in heavy liquid service and pressure relief device in light liquid or heavy liquid service. You must make repairs as specified in paragraph (h) of this section. You must demonstrate initial compliance with the standards as specified in paragraph (i) of this section. You must demonstrate continuous compliance with the standards as specified in paragraph (j) of this section. You must perform the reporting as specified in paragraph (k) of this section. You must perform the recordkeeping as required in paragraph (l) of this section.

(1) You may apply to the Administrator for permission to use an alternative means of emission limitation that achieves a reduction in emissions of methane and VOC at least equivalent to that achieved by the controls required in this subpart according to the requirements of § 60.5399b.

(2) Each piece of equipment is presumed to have the potential to emit methane or VOC unless an owner or operator demonstrates that the piece of equipment does not have the potential to emit methane or VOC. For a piece of equipment to be considered not to have the potential to emit methane or VOC, the methane and VOC content of a gaseous stream must be below detection limits using Method 18 of appendix A– 6 to this part. Alternatively, if the piece of equipment is in wet gas service, you may choose to determine the methane and VOC content of the stream is below the detection limit of the methods described in ASTM E168–16(R2023), E169–16(R2022), or E260–96 (all incorporated by reference, see § 60.17).

(b) *Monitoring surveys.* You must monitor for leaks using OGI in accordance with appendix K of this part, unless otherwise specified in paragraphs (c) or (d) of this section.

(1) Monitoring surveys must be conducted bimonthly.

(2) Any emissions observed using OGI are defined as a leak.

(c) Additional requirements for pumps in light liquid service. In addition to the requirements in paragraph (b), you must conduct weekly visual inspections of all pumps in light liquid service for indications of liquids dripping from the pump seal, except as specified in paragraphs (c)(3) and (4) of this section. If there are indications of liquids dripping from the pump seal, you must follow the procedure specified in either paragraph (c)(1) or (2) of this section.

(1) Monitor the pump within 5 calendar days using the methods specified in § 60.5403b. A leak is detected if any emissions are observed using OGI or if an instrument reading of 2,000 ppmv or greater is provided using Method 21 of appendix A-7 to this part.

(2) Designate the visual indications of liquids dripping as a leak and repair the leak as specified in paragraph (h) of this section.

(3) If any pump is equipped with a closed vent system capable of capturing and transporting any leakage from the seal or seals to a process, fuel gas system, or a control device that complies with the requirements of paragraph (f) of this section, it is exempt from the weekly inspection requirements in paragraph (c) of this section.

(4) Any pump that is located within the boundary of an unmanned plant site is exempt from the weekly visual inspection requirements in paragraph (c) of this section, provided that each pump is visually inspected as often as practicable and at least bimonthly.

(d) Additional requirements for pressure relief devices in gas/vapor service. In addition to the requirements in paragraph (b) of this section, you must monitor each pressure relief device as specified in paragraph (d)(1) of this section, except as specified in paragraphs (d)(2) and (3) of this section.

(1) You must monitor each pressure relief device within 5 calendar days after each pressure release to detect leaks using the methods specified in § 60.5403b. A leak is detected if any emissions are observed using OGI or if an instrument reading of 500 ppmv or greater is provided using Method 21 of appendix A-7 to this part.

(2) Any pressure relief device that is located in a nonfractionating plant that is monitored only by non-plant personnel may be monitored after a pressure release the next time the monitoring personnel are onsite or within 30 calendar days after a pressure release, whichever is sooner, instead of within 5 calendar days as specified in paragraph (d)(1) of this section. No pressure relief device described in this paragraph may be allowed to operate for more than 30 calendar days after a pressure release without monitoring.

(3) Any pressure relief device that is routed to a process or fuel gas system or equipped with a closed vent system capable of capturing and transporting leakage through the pressure relief device to a control device as described in paragraph (f) of this section is exempt from the requirements of paragraph (d)(1) of this section.

(e) Open-ended valves or lines. Each open-ended valve or line must be equipped with a cap, blind flange, plug, or a second valve, except as provided in paragraphs (e)(4) and (5) of this section. The cap, blind flange, plug, or second valve must seal the open end of the valve or line at all times except during operations requiring process fluid flow through the open-ended valve or line.

(1) If evidence of a leak is found at any time by AVO, or any other detection method, a leak is detected.

(2) Each open-ended valve or line equipped with a second valve must be operated in a manner such that the valve on the process fluid end is closed before the second valve is closed.

(3) When a double block-and-bleed system is being used, the bleed valve or line may remain open during operations that require venting the line between the block valves but shall remain closed at all other times.

(4) Open-ended valves or lines in an emergency shutdown system which are designed to open automatically in the event of a process upset are exempt from the requirements of this section.

(5) Open-ended valves or lines containing materials which would autocatalytically polymerize or would present an explosion, serious overpressure, or other safety hazard if capped or equipped with a double block-and-bleed system as specified in paragraphs (e) introductory text, (e)(2), and (3) of this section are exempt from the requirements of this section.

(f) *Closed vent systems and control devices.* Closed vent systems used to comply with the equipment leak provisions of this section must comply with the requirements in §§ 60.5411b and 60.5416b. Control devices used to comply with the equipment leak provisions of this section must comply with the requirements in §§ 60.5412b, 60.5415b(f), and 60.5417b.

(g) Pumps, valves, and connectors in heavy liquid service and pressure relief devices in light liquid or heavy liquid service. If evidence of a potential leak is found at any time by AVO, or any other detection method, a leak is detected and must be repaired in accordance with paragraph (h) of this section.

(h) *Repair requirements.* When a leak is detected, you must comply with the requirements of paragraphs (h)(1) through (5) of this section, except as provided in paragraph (h)(6) of this section.

(1) A weatherproof and readily visible identification tag, marked with the equipment identification number, must be attached to the leaking equipment. The identification tag on equipment may be removed after it has been repaired.

(2) A first attempt at repair must be made as soon as practicable, but no later than 5 calendar days after the leak is detected. A first attempt at repair is not required if the leak is detected using OGI and the equipment identified as leaking would require elevating the repair personnel more than 2 meters above a support surface.

(i) First attempts at repair for pumps in light liquid or heavy liquid service include, but are not limited to, the practices described in paragraphs (h)(2)(i)(A) and (B) of this section, where practicable.

(A) Tightening the packing gland nuts.

(B) Ensuring that the seal flush is operating at design pressure and temperature.

(ii) For each valve where a leak is detected, you must comply with (h)(2)(ii)(A), (B) or (C), and (D) of this section.

(A) Repack the existing valve with a low-e packing.

(B) Replace the existing valve with a low-e valve; or

(C) Perform a drill and tap repair with a low-e injectable packing.

(D) An owner or operator is not required to utilize a low-e valve or lowe packing to replace or repack a valve if the owner or operator demonstrates that a low-e valve or low-e packing is not technically feasible. Low-e valve or low-e packing that is not suitable for its intended use is considered to be technically infeasible. Factors that may be considered in determining technical infeasibility include: retrofit requirements for installation (*e.g.*, repiping or space limitation), commercial unavailability for valve type, or certain instrumentation assemblies.

(3) Repair of leaking equipment must be completed within 15 calendar days after detection of each leak, except as provided in paragraphs (h)(4), (5) and (6) of this section.

(4) If the repair for visual indications of liquids dripping for pumps in light liquid service can be made by eliminating visual indications of liquids dripping, you must make the repair within 5 calendar days of detection.

(5) If the repair for AVO or other indication of a leak for open-ended valves or lines; pumps, valves, or connectors in heavy liquid service; or pressure relief devices in light liquid or heavy liquid service can be made by eliminating the AVO, or other indication of a potential leak, you must make the repair within 5 calendar days of detection.

(6) Delay of repair of equipment for which leaks have been detected is allowed if repair within 15 days is technically infeasible without a process unit shutdown or as specified in paragraphs (h)(6)(i) through (v) of this section. Repair of this equipment shall occur before the end of the next process unit shutdown. Monitoring to verify repair must occur within 15 days after startup of the process unit.

(i) Delay of repair of equipment is allowed for equipment which is isolated from the process, and which does not have the potential to emit methane or VOC.

(ii) Delay of repair for valves and connectors is allowed if the conditions in paragraphs (h)(6)(ii)(A) and (B) of this section are met.

(A) You must demonstrate that emissions of purged material resulting from immediate repair are greater than the fugitive emissions likely to result from delay of repair, and

(B) When repair procedures are conducted, the purged material is collected and destroyed or recovered in a control device complying with paragraph (f) of this section.

(iii) Delay of repair for pumps is allowed if the conditions in paragraphs (h)(6)(iii)(A) and (B) of this section are met.

(A) Repair requires the use of a dual mechanical seal system that includes a barrier fluid system, and (B) Repair is completed as soon as practicable, but not later than 6 months after the leak was detected.

(iv) If delay of repair is required to repack or replace the valve, you may use delay of repair. Delay of repair beyond a process unit shutdown is allowed for a valve, if valve assembly replacement is necessary during the process unit shutdown, valve assembly supplies have been depleted, and valve assembly supplies had been sufficiently stocked before the supplies were depleted. Delay of repair beyond the next process unit shutdown will not be allowed unless the next process unit shutdown occurs sooner than 6 months after the first process unit shutdown.

(v) When delay of repair is allowed for a leaking pump, valve, or connector that remains in service, the pump, valve, or connector may be considered to be repaired and no longer subject to delay of repair requirements if two consecutive bimonthly monitoring results show no leak remains.

(i) *Initial compliance.* You must demonstrate initial compliance with the standards that apply to equipment leaks at onshore natural gas processing plants as required by § 60.5410b(h).

(j) *Continuous compliance*. You must demonstrate continuous compliance with the standards that apply to equipment leaks at onshore natural gas processing plants as required by § 60.5415b(j).

(k) *Reporting.* You must perform the reporting requirements as specified in § 60.5420b(b)(1) and (11) and § 60.5422b.

(l) *Recordkeeping*. You must perform the recordkeeping requirements as specified in § 60.5420b(c)(8), (10), and (12) and § 60.5421b.

#### §60.5401b What are the alternative GHG and VOC standards for process unit equipment affected facilities?

This section provides alternative standards for process unit equipment affected facilities located at an onshore natural gas processing plant. You may choose to comply with the standards in this section instead of the requirements in § 60.5400b. For purposes of the alternative standards provided in this section, you must comply with the requirements of paragraphs (a) through (m) of this section to reduce methane and VOC emissions from equipment leaks, except as provided in § 60.5402b.

(a) *General standards.* You must comply with the requirements in paragraphs (b) of this section for each pump in light liquid service. You must comply with the requirements of paragraph (c) of this section for each pressure relief device in gas/vapor

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service. You must comply with the requirements in paragraph (d) of this section for each open-ended valve or line. You must comply with the requirements in paragraph (e) of this section for each closed vent system and control device used to comply with equipment leak provisions in this section. You must comply with paragraph (f) of this section for each valve in gas/vapor or light liquid service. You must comply with paragraph (g) of this section for each pump, valve, and connector in heavy liquid service and pressure relief device in light liquid or heavy liquid service. You must comply with paragraph (h) of this section for each connector in gas/ vapor and light liquid service. You must make repairs as specified in paragraph (i) of this section. You must demonstrate initial compliance with the standards as specified in paragraph (j) of this section. You must demonstrate continuous compliance with the standards as specified in paragraph (k) of this section. You must perform the reporting requirements as specified in paragraph (l) of this section. You must perform the recordkeeping requirements as required in paragraph (m) of this section.

(1) You may apply to the Administrator for permission to use an alternative means of emission limitation that achieves a reduction in emissions of methane and VOC at least equivalent to that achieved by the controls required in this subpart according to the requirements of § 60.5399b.

(2) Each piece of equipment is presumed to have the potential to emit methane or VOC unless an owner or operator demonstrates that the piece of equipment does not have the potential to emit methane or VOC. For a piece of equipment to be considered not to have the potential to emit methane or VOC, the methane and VOC content of a gaseous stream must be below detection limits using Method 18 of appendix A-6 to this part. Alternatively, if the piece of equipment is in wet gas service, you may choose to determine the methane and VOC content of the stream is below the detection limit of the methods described in ASTM E168-16(R2023), E169–16(R2022), or E260–96 (all incorporated by reference, see § 60.17).

(b) Pumps in light liquid service. You must monitor each pump in light liquid service monthly to detect leaks by the methods specified in § 60.5403b, except as provided in paragraphs (b)(2) through (4) of this section. A leak is defined as an instrument reading of 2,000 ppmv or greater. A pump that begins operation in light liquid service after the initial startup date for the process unit must be monitored for the first time within 30 days after the end of its startup period, except for a pump that replaces a leaking pump and except as provided in paragraphs (b)(2) through (4) of this section.

(1) In addition to the requirements in paragraph (b) of this section, you must conduct weekly visual inspections of all pumps in light liquid service for indications of liquids dripping from the pump seal. If there are indications of liquids dripping from the pump seal, you must follow the procedure specified in either paragraph (b)(1)(i) or (ii) of this section.

(i) Monitor the pump within 5 days using the methods specified in § 60.5403b. A leak is defined as an instrument reading of 2,000 ppmv or greater.

(ii) Designate the visual indications of liquids dripping as a leak, and repair the leak as specified in paragraph (i) of this section.

(2) Each pump equipped with a dual mechanical seal system that includes a barrier fluid system is exempt from the requirements in paragraph (b) of this section, provided the requirements specified in paragraphs (b)(2)(i) through (vi) of this section are met.

(i) Each dual mechanical seal system meets the requirements of paragraphs (b)(2)(i)(A), (B), or (C) of this section.

(A) Operated with the barrier fluid at a pressure that is at all times greater than the pump stuffing box pressure; or

(B) Equipped with a barrier fluid degassing reservoir that is routed to a process or fuel gas system or connected by a closed vent system to a control device that complies with the requirements of paragraph (e) of this section; or

(C) Equipped with a system that purges the barrier fluid into a process stream with zero VOC emissions to the atmosphere.

(ii) The barrier fluid system is in heavy liquid service or does not have the potential to emit methane or VOC.

(iii) Each barrier fluid system is equipped with a sensor that will detect failure of the seal system, the barrier fluid system, or both.

(iv) Each pump is checked according to the requirements in paragraph (b)(1) of this section.

(v) Each sensor meets the requirements in paragraphs (b)(2)(v)(A) through (C) of this section.

(A) Each sensor as described in paragraph (b)(2)(iii) of this section is checked daily or is equipped with an audible alarm.

(B) You determine, based on design considerations and operating experience, a criterion that indicates failure of the seal system, the barrier fluid system, or both.

(C) If the sensor indicates failure of the seal system, the barrier fluid system, or both, based on the criterion established in paragraph (b)(2)(v)(B) of this section, a leak is detected.

(3) Any pump that is designated, as described in § 60.5421b(b)(12), for no detectable emissions, as indicated by an instrument reading of less than 500 ppmv above background, is exempt from the requirements of paragraphs (b) introductory text, (b)(1), and (2) of this section if the pump:

(i) Has no externally actuated shaft penetrating the pump housing;

(ii) Is demonstrated to be operating with no detectable emissions as indicated by an instrument reading of less than 500 ppmv above background as measured by the methods specified in § 60.5403b; and

(iii) Is tested for compliance with paragraph (b)(3)(ii) of this section initially upon designation, annually, and at other times requested by the Administrator.

(4) If any pump is equipped with a closed vent system capable of capturing and transporting any leakage from the seal or seals to a process, fuel gas system, or a control device that complies with the requirements of paragraph (e) of this section, it is exempt from paragraphs (b), (b)(1) through (3) of this section, and the repair requirements of paragraph (i) of this section.

(5) Any pump that is designated, as described in § 60.5421b(b)(13), as an unsafe-to-monitor pump is exempt from the inspection and monitoring requirements of paragraphs (b), (b)(1) and (b)(2)(iv) through (vi) of this section if the conditions in paragraph (b)(5)(i) and (ii) of this section are met.

(i) You demonstrate that the pump is unsafe-to-monitor because monitoring personnel would be exposed to an immediate danger as a consequence of complying with paragraph (b) of this section; and

(ii) You have a written plan that requires monitoring of the pump as frequently as practicable during safe-tomonitor times, but not more frequently than the periodic monitoring schedule otherwise applicable, and you repair the equipment according to the procedures in paragraph (i) of this section if a leak is detected.

(6) Any pump that is located within the boundary of an unmanned plant site is exempt from the weekly visual inspection requirements in paragraph (b)(1) and (b)(2)(iv) of this section, and the daily requirements of paragraph (b)(2)(v) of this section, provided that each pump is visually inspected as often as practicable and at least monthly.

(c) *Pressure relief devices in gas/vapor service.* You must monitor each pressure relief device quarterly using the methods specified in § 60.5403b. A leak is defined as an instrument reading of 500 ppmv or greater above background.

(1) In addition to the requirements in paragraph (c) introductory text of this section, after each pressure release, you must monitor each pressure relief device within 5 calendar days after each pressure release to detect leaks. A leak is detected if an instrument reading of 500 ppmv or greater is provided using the methods specified in § 60.5403b(b).

(2) Any pressure relief device that is located in a nonfractionating plant that is monitored only by non-plant personnel may be monitored after a pressure release the next time the monitoring personnel are onsite or within 30 calendar days after a pressure release, whichever is sooner, instead of within 5 calendar days as specified in paragraph (c)(1) of this section.

(3) No pressure relief device described in paragraph (c)(2) of this section may be allowed to operate for more than 30calendar days after a pressure release without monitoring.

(4) Any pressure relief device that is routed to a process or fuel gas system or equipped with a closed vent system capable of capturing and transporting leakage through the pressure relief device to a control device as described in paragraph (e) of this section is exempt from the requirements of paragraph (c) introductory text and (c)(1) of this section.

(5) Pressure relief devices equipped with a rupture disk are exempt from the requirements of paragraphs (c)(1) and (2) of this section provided you install a new rupture disk upstream of the pressure relief device as soon as practicable, but no later than 5 calendar days after each pressure release, except as provided in paragraph (i)(4) of this section.

(d) Open-ended valves or lines. Each open-ended valve or line must be equipped with a cap, blind flange, plug, or a second valve, except as provided in paragraphs (d)(4) and (5) of this section. The cap, blind flange, plug, or second valve must seal the open end of the valve or line at all times except during operations requiring process fluid flow through the open-ended valve or line.

(1) If evidence of a leak is found at any time by AVO, or any other detection method, a leak is detected and must be repaired in accordance with paragraph (i) of this section. A leak is defined as an instrument reading of 500 ppmv or greater if Method 21 of appendix A–7 to this part is used.

(2) Each open-ended valve or line equipped with a second valve must be operated in a manner such that the valve on the process fluid end is closed before the second valve is closed.

(3) When a double block-and-bleed system is being used, the bleed valve or line may remain open during operations that require venting the line between the block valves but shall remain closed at all other times.

(4) Open-ended valves or lines in an emergency shutdown system which are designed to open automatically in the event of a process upset are exempt from the requirements of paragraphs (d) introductory text, and (d)(1) through (3) of this section.

(5) Open-ended valves or lines containing materials which would autocatalytically polymerize or would present an explosion, serious overpressure, or other safety hazard if capped or equipped with a double block-and-bleed system as specified in paragraphs (d) introductory text, (d)(2), and (3) of this section are exempt from the requirements of this section.

(e)  $\hat{C}losed$  vent systems and control devices. Closed vent systems used to comply with the equipment leak provisions of this section must comply with the requirements in §§ 60.5411b and 60.5416b. Control devices used to comply with the equipment leak provisions of this section must comply with the requirements in §§ 60.5412b, 60.5415b(f), and 60.5417b.

(f) Valves in gas/vapor and light liquid service. You must monitor each valve in gas/vapor and in light liquid service quarterly to detect leaks by the methods specified in § 60.5403b, except as provided in paragraphs (h)(3) through (5) of this section.

(1) A valve that begins operation in gas/vapor service or in light liquid service after the initial startup date for the process unit must be monitored for the first time within 90 days after the end of its startup period to ensure proper installation, except for a valve that replaces a leaking valve and except as provided in paragraphs (h)(3) through (5) of this section.

(2) An instrument reading of 500 ppmv or greater is a leak. You must repair each leaking valve according to the requirements in paragraph (i) of this section.

(3) Any valve that is designated, as described in § 60.5421b(b)(12), for no detectable emissions, as indicated by an instrument reading of less than 500 ppmv above background, is exempt from the requirements of paragraphs (f) of this section if the valve: (i) Has no externally actuating mechanism in contact with the process fluid;

(ii) Is operated with emissions less than 500 ppmv above background as determined by the methods specified in  $\S$  60.5403b; and

(iii) Is tested for compliance with paragraph (f)(3)(ii) of this section initially upon designation, annually, and at other times requested by the Administrator.

(4) Any valve that is designated, as described in  $\S$  60.5421b(b)(13), as an unsafe-to-monitor pump is exempt from the monitoring requirements of paragraph (f) introductory text of this section if the requirements in paragraphs (f)(4)(i) and (ii) of this section are met.

(i) You demonstrate that the valve is unsafe-to-monitor because monitoring personnel would be exposed to an immediate danger as a consequence of complying with paragraph (f) of this section; and

(ii) You have a written plan that requires monitoring of the valve as frequently as practicable during safe-tomonitor times, but not more frequently than the periodic monitoring schedule otherwise applicable, and you repair the equipment according to the procedures in paragraph (i) of this section if a leak is detected.

(5) Any valve that is designated, as described in  $\S$  60.5421b(b)(14), as a difficult-to-monitor valve is exempt from the monitoring requirements of paragraph (h) of this section if the requirements in paragraph (f)(5)(i) through (iii) of this section are met.

(i) You demonstrate that the valve cannot be monitored without elevating the monitoring personnel more than 2 meters above a support surface.

(ii) The process unit within which the valve is located has less than 3.0 percent of its total number of valves designated as difficult-to-monitor.

(iii) You have a written plan that requires monitoring of the at least once per calendar year.

(g) Pumps, valves, and connectors in heavy liquid service and pressure relief devices in light liquid or heavy liquid service. If evidence of a potential leak is found at any time by AVO, or any other detection method, you must comply with either paragraph (g)(1) or (2) of this section.

(1) You must monitor the equipment within 5 calendar days by the method specified in § 60.5403b and repair any leaks detected according to paragraph (i) of this section. An instrument reading of 10,000 ppmv or greater is defined as a leak. (2) You must designate the AVO, or other indication of a leak as a leak and repair the leak according to paragraph (i) of this section.

(h) Connectors in gas/vapor service and in light liquid service. You must initially monitor all connectors in the process unit for leaks by the later of either 12 months after the compliance date or 12 months after initial startup. If all connectors in the process unit have been monitored for leaks prior to the compliance date, no initial monitoring is required provided either no process changes have been made since the monitoring or the owner or operator can determine that the results of the monitoring, with or without adjustments, reliably demonstrate compliance despite process changes. If required to monitor because of a process change, you are required to monitor only those connectors involved in the process change.

(1) You must monitor all connectors in gas/vapor service and in light liquid service annually, except as provided in § 60.5399b, paragraph (e) of this section or paragraph (h)(2) of this section.

(2) Any connector that is designated, as described in  $\S$  60.5421b(b)(13), as an unsafe-to-monitor connector is exempt from the requirements of paragraphs (h) introductory text and (h)(1) of this section if the requirements of paragraphs (h)(2)(i) and (ii) of this section are met.

(i) You demonstrate the connector is unsafe-to-monitor because monitoring personnel would be exposed to an immediate danger as a consequence of complying with paragraphs (h) introductory text and (h)(1) of this section; and

(ii) You have a written plan that requires monitoring of the connector as frequently as practicable during safe-tomonitor times, but not more frequently than the periodic monitoring schedule otherwise applicable, and you repair the equipment according to the procedures in paragraph (i) of this section if a leak is detected.

(3) Inaccessible, ceramic, or ceramicline connectors.

(i) Any connector that is inaccessible or that is ceramic or ceramic-lined (*e.g.*, porcelain, glass, or glass-lined), is exempt from the monitoring requirements of paragraphs (h) and (h)(1) of this section, from the leak repair requirements of paragraph (i) of this section, and from the recordkeeping and reporting requirements of §§ 60.5421b and 60.5422b. An inaccessible connector is one that meets any of the specifications in paragraphs (h)(3)(i)(A) through (F) of this section, as applicable. (A) Buried.

(B) Insulated in a manner that prevents access to the connector by a monitor probe.

(C) Obstructed by equipment or piping that prevents access to the connector by a monitor probe.

(D) Unable to be reached from a wheeled scissor-lift or hydraulic-type scaffold that would allow access to connectors up to 7.6 meters (25 feet) above the ground.

(E) Inaccessible because it would require elevating monitoring personnel more than 2 meters (7 feet) above a permanent support surface or would require the erection of scaffold.

(F) Not able to be accessed at any time in a safe manner to perform monitoring. Unsafe access includes, but is not limited to, the use of a wheeled scissorlift on unstable or uneven terrain, the use of a motorized man-lift basket in areas where an ignition potential exists, or access would require near proximity to hazards such as electrical lines or would risk damage to equipment.

(ii) If any inaccessible, ceramic, or ceramic-lined connector is observed by AVO or other means to be leaking, the indications of a leak to the atmosphere by AVO or other means must be eliminated as soon as practicable.

(4) Connectors which are part of an instrumentation systems and inaccessible, ceramic, or ceramic-lined connectors meeting the provisions of paragraph (h)(3) of this section, are not subject to the recordkeeping requirements of  $\S$  60.5421b(b)(1).

(i) *Repair requirements.* When a leak is detected, comply with the requirements of paragraphs (i)(1) through (5) of this section, except as provided in paragraph (i)(6) of this section.

(1) A weatherproof and readily visible identification tag, marked with the equipment identification number, must be attached to the leaking equipment. The identification tag on the equipment may be removed after it has been repaired.

(2) A first attempt at repair must be made as soon as practicable, but no later than 5 calendar days after the leak is detected.

(i) First attempts at repair for pumps in light liquid or heavy liquid service include, but are not limited to, the practices described in paragraphs (i)(2)(i)(A) and (B) of this section, where practicable.

(A) Tightening the packing gland nuts.

(B) Ensuring that the seal flush is operating at design pressure and temperature. (ii) For each valve where a leak is detected, you must comply with (h)(2)(ii)(A), (B) or (C), and (D) of this section.

(A) Repack the existing valve with a low-e packing.

(B) Replace the existing valve with a low-e valve; or

(C) Perform a drill and tap repair with a low-e injectable packing.

(D) An owner or operator is not required to utilize a low-e valve or lowe packing to replace or repack a valve if the owner or operator demonstrates that a low-e valve or low-e packing is not technically feasible. Low-e valve or low-e packing that is not suitable for its intended use is considered to be technically infeasible. Factors that may be considered in determining technical infeasibility include: retrofit requirements for installation (*e.g.*, repiping or space limitation), commercial unavailability for valve type, or certain instrumentation assemblies.

(3) Repair of leaking equipment must be completed within 15 calendar days after detection of each leak, except as provided in paragraph (i)(4), (5), or (6) of this section.

(4) If the repair for visual indications of liquids dripping for pumps in light liquid service can be made by eliminating visual indications of liquids dripping, you must make the repair within 5 calendar days of detection.

(5) If the repair for AVO or other indication of a leak for open-ended lines or valves; pumps, valves, or connectors in heavy liquid service; or pressure relief devices in light liquid or heavy liquid service can be made by eliminating the AVO, or other indication of a potential leak, you must make the repair within 5 calendar days of detection.

(6) Delay of repair of equipment for which leaks have been detected will be allowed if repair within 15 calendar days is technically infeasible without a process unit shutdown or as specified in paragraphs (i)(6)(i) through (v) of this section. Repair of this equipment shall occur before the end of the next process unit shutdown. Monitoring to verify repair must occur within 15 calendar days after startup of the process unit.

(i) Delay of repair of equipment will be allowed for equipment which is isolated from the process, and which does not have the potential to emit methane or VOC.

(ii) Delay of repair for valves and connectors will be allowed if the conditions in paragraphs (i)(6)(ii)(A) and (B) are met.

(A) You demonstrate that emissions of purged material resulting from immediate repair are greater than the fugitive emissions likely to result from delay of repair, and

(B) When repair procedures are conducted, the purged material is collected and destroyed or recovered in a control device complying with paragraph (e) of this section.

(iii) Delay of repair for pumps will be allowed if the conditions in paragraphs (i)(6)(iii)(A) and (B) are met.

(A) Repair requires the use of a dual mechanical seal system that includes a barrier fluid system, and

(B) Repair is completed as soon as practicable, but not later than 6 months after the leak was detected.

(iv) If delay of repair is required to repack or replace the valve, you may use delay of repair. Delay of repair beyond a process unit shutdown will be allowed for a valve, if valve assembly replacement is necessary during the process unit shutdown, valve assembly supplies have been depleted, and valve assembly supplies had been sufficiently stocked before the supplies were depleted. Delay of repair beyond the next process unit shutdown will not be allowed unless the next process unit shutdown occurs sooner than 6 months after the first process unit shutdown.

(v) When delay of repair is allowed for a leaking pump, valve, or connector that remains in service, the pump, valve, or connector may be considered to be repaired and no longer subject to delay of repair requirements if two consecutive monthly monitoring results show no leak remains.

(j) *Initial compliance*. You must demonstrate initial compliance with the standards that apply to equipment leaks at onshore natural gas processing plants as required by § 60.5410b(h).

(k) *Continuous compliance*. You must demonstrate continuous compliance with the standards that apply to equipment leaks at onshore natural gas processing plants as required by § 60.5415b(j).

(l) *Reporting.* You must perform the reporting requirements as specified in §§ 60.5420b(b)(1), (b)(11), and 60.5422b.

(m) *Recordkeeping.* You must perform the recordkeeping requirements as specified in § 60.5420b(c)(8), (10), (12), and § 60.5421b.

# §60.5402b What are the exceptions to the GHG and VOC standards for process unit equipment affected facilities?

(a) You may comply with the following exceptions to the provisions of §§ 60.5400b(a) and 60.5401b(a), as applicable.

(b) Pumps in light liquid service, pressure relief devices in gas/vapor service, valves in gas/vapor and light liquid service, and connectors in gas/ vapor service and in light liquid service that are located at a nonfractionating plant that does not have the design capacity to process 283,200 standard cubic meters per day (scmd) (10 million standard cubic feet per day) or more of field gas may comply with the exceptions specified in paragraphs (b)(1) or (2) of this section.

(1) You are exempt from the bimonthly OGI monitoring as required under § 60.5400b(b).

(2) You are exempt from the routine Method 21 of appendix A–7 monitoring requirements of  $\S$  60.5401b(b), (c), (f), and (h), if complying with the alternative standards of  $\S$  60.5401b.

(c) Pumps in light liquid service, pressure relief devices in gas/vapor service, valves in gas/vapor and light liquid service, and connectors in gas/ vapor service and in light liquid service within a process unit that is located in the Alaskan North Slope are exempt from the monitoring requirements § 60.5400b(b) and (c) and § 60.5401b(b), (c), (f) and (h).

(d) You may use the following provisions instead of § 60.5403b(e):

(1) Equipment is in heavy liquid service if the weight percent evaporated is 10 percent or less at 150 degrees Celsius (302 degrees Fahrenheit) as determined by ASTM D86–96 (incorporated by reference, see § 60.17).

(2) Équipment is in light liquid service if the weight percent evaporated is greater than 10 percent at 150 degrees Celsius (302 degrees Fahrenheit) as determined by ASTM D86–96 (incorporated by reference, see § 60.17).

(e) Equipment that is in vacuum service, except connectors in gas/vapor and light liquid service, is excluded from the requirements of § 60.5400b(b)through (g), if it is identified as required in § 60.5421b(b)(15). Equipment that is in vacuum service is excluded from the requirements of § 60.5401b(b) through (g) if it is identified as required in § 60.5421b(b)(15).

(f) Equipment that you designate as having the potential to emit methane or VOC less than 300 hr/yr is excluded from the requirements of § 60.5400b(b)through (g) and § 60.5401b(b) through (h), if it is identified as required in § 60.5421b(b)(16) and it meets any of the conditions specified in paragraphs (f)(1) through (3) of this section.

(1) The equipment has the potential to emit methane or VOC only during startup and shutdown.

(2) The equipment has the potential to emit methane or VOC only during process malfunctions or other emergencies.

(3) The equipment is backup equipment that has the potential to emit methane or VOC only when the primary equipment is out of service.

# § 60.5403b What test methods and procedures must I use for my process unit equipment affected facilities?

(a) In conducting the performance tests required in § 60.8, you must use as reference methods and procedures the test methods in appendix A to this part or other methods and procedures as specified in this section, except as provided in § 60.8(b).

(b) You must determine compliance with the standards in § 60.5401b as follows:

(1) Method 21 of appendix A–7 to this part shall be used to determine the presence of leaking sources. The instrument shall be calibrated before use each day of its use by the procedures specified in Method 21 of appendix A– 7 to this part. The following calibration gases shall be used:

(i) Zero air (less than 10 ppmv of hydrocarbon in air); and

(ii) A mixture of methane or n-hexane and air at a concentration no more than 2,000 ppmv greater than the leak definition concentration of the equipment monitored. If the monitoring instrument's design allows for multiple calibration scales, then the lower scale shall be calibrated with a calibration gas that is no higher than 2,000 ppmv above the concentration specified as a leak, and the highest scale shall be calibrated with a calibration gas that is approximately or equal to 10,000 ppmv. If only one scale on an instrument will be used during monitoring, you need not calibrate the scales that will not be used during that day's monitoring.

(iii) Verification that your monitoring equipment meets the requirements specified in Section 6.0 of Method 21 of appendix A–7 to this part. For purposes of instrument capability, the leak definition shall  $\bar{b}e$  500 ppmv or greater methane using a FID-based instrument for valves and connectors and 2,000 ppmv methane or greater for pumps. If you wish to use an analyzer other than a FID-based instrument, you must develop a site-specific leak definition that would be equivalent to 500 ppmv methane using a FID-based instrument (e.g., 10.6 eV PID with a specified isobutylene concentration as the leak definition would provide equivalent response to your compound of interest).

(2) The instrument must be calibrated before use each day of its use by the procedures specified in Method 21 of appendix A–7 to this part. At minimum, you must also conduct precision tests at the interval specified in Method 21 of appendix A–7 to this part, Section 8.1.2, and a calibration drift assessment at the end of each monitoring day. The calibration drift assessment must be conducted as specified in paragraph (b)(2)(i) of this section. Corrective action for drift assessments is specified in paragraphs (b)(2)(ii) and (iii) of this section.

(i) Check the instrument using the same calibration gas that was used to calibrate the instrument before use. Follow the procedures specified in Method 21 of appendix A-7 to this part, Section 10.1, except do not adjust the meter readout to correspond to the calibration gas value. If multiple scales are used, record the instrument reading for each scale used. Divide the arithmetic difference of the initial and post-test calibration response by the corresponding calibration gas value for each scale and multiply by 100 to express the calibration drift as a percentage.

(ii) If a calibration drift assessment shows a negative drift of more than 10 percent, then all equipment with instrument readings between the fugitive emission definition multiplied by (100 minus the percent of negative drift) divided by 100 and the fugitive emission definition that was monitored since the last calibration must be remonitored.

(iii) If any calibration drift assessment shows a positive drift of more than 10 percent from the initial calibration value, then, at the owner/operator's discretion, all equipment with instrument readings above the fugitive emission definition and below the fugitive emission definition multiplied by (100 plus the percent of positive drift) divided by 100 monitored since the last calibration may be re-monitored.

(c) You shall determine compliance with the no detectable emission

Where:

X = average sulfur feed rate, Mg/D (LT/D). Q<sub>a</sub> = average volumetric flow rate of acid gas from sweetening unit, dscm/day (dscf/ day).

Y = average H<sub>2</sub>S concentration in acid gas feed from sweetening unit, percent by volume, expressed as a decimal.

- K = (32 kg S/kg-mole)/((24.04 dscm/kgmole)(1000 kg S/Mg)).
- =  $1.331 \times 10^{-3}$ Mg/dscm, for metric units. = (32 lb S/lb-mole)/((385.36 dscf/lb-))
- mole)(2240 lb S/long ton)). =  $3.707 \times 10^{-5}$  long ton/dscf, for English units.

standards in 60.5401b(b), (c), and (f) as specified in paragraphs (c)(1) and (2) of this section.

(1) The requirements of paragraph (b) of this section shall apply.

(2) Method 21 of appendix A–7 to this part shall be used to determine the background level. All potential leak interfaces shall be traversed as close to the interface as possible. The arithmetic difference between the maximum concentration indicated by the instrument and the background level is compared with 500 ppmv for determining compliance.

(d) You shall demonstrate that a piece of equipment is in light liquid service by showing that all of the following conditions apply:

(1) The vapor pressure of one or more of the organic components is greater than 0.3 kPa at 20 °C (1.2 in H<sub>2</sub>O at 68 °F). Standard reference texts or ASTM D2879–83, -96, or -97 (all incorporated by reference, see § 60.17) shall be used to determine the vapor pressures.

(2) The total concentration of the pure organic components having a vapor pressure greater than 0.3 kPa at 20 °C (1.2 in H<sub>2</sub>O at 68 °F) is equal to or greater than 20 percent by weight.

(3) The fluid is a liquid at operating conditions.

(e) Samples used in conjunction with paragraphs (d) and (e) of this section shall be representative of the process fluid that is contained in or contacts the equipment, or the gas being combusted in the flare.

# §60.5405b What standards apply to sweetening unit affected facilities?

(a) During the initial performance test required by § 60.8(b), you must achieve at a minimum, an  $SO_2$  emission

### Equation 1 to paragraph (b)(1)

## $X = KQ_a Y$

(2) You must use the continuous readings from the process flowmeter to determine the average volumetric flow rate ( $Q_a$ ) in dscm/day (dscf/day) of the acid gas from the sweetening unit for each run.

(3) You must use the Tutwiler procedure in 60.5408b or a chromatographic procedure following ASTM E260–96 (incorporated by reference, see § 60.17) to determine the H<sub>2</sub>S concentration in the acid gas feed from the sweetening unit (Y). At least one sample per hour (at equally spaced intervals) must be taken during each 4reduction efficiency  $(Z_i)$  to be determined from table 3 to this subpart based on the sulfur feed rate (X) and the sulfur content of the acid gas (Y) of the affected facility.

(b) After demonstrating compliance with the provisions of paragraph (a) of this section, you must achieve at a minimum, an SO<sub>2</sub> emission reduction efficiency ( $Z_c$ ) to be determined from table 4 to this subpart based on the sulfur feed rate (X) and the sulfur content of the acid gas (Y) of the affected facility.

(c) You must demonstrate initial compliance with the standards that apply to sweetening unit affected facilities as required by § 60.5410b(i).

(d) You must demonstrate continuous compliance with the standards that apply to sweetening unit affected facilities as required by § 60.5415b(k).

(e) You must perform the reporting as required by 60.5420b(a)(1), (b)(1), and 60.5423b and the recordkeeping as required by 60.5423b.

# § 60.5406b What test methods and procedures must I use for my sweetening unit affected facilities?

(a) In conducting the performance tests required in § 60.8, you must use the test methods in appendix A to this part or other methods and procedures as specified in this section, except as provided in § 60.8(b).

(b) During a performance test required by § 60.8, you must determine the minimum required reduction efficiencies (Z) of  $SO_2$  emissions as required in § 60.5405b(a) and (b) as follows:

(1) The average sulfur feed rate (X) must be computed as follows:

hour run. The arithmetic mean of all samples must be the average  $H_2S$  concentration (Y) on a dry basis for the run. By multiplying the result from the Tutwiler procedure by  $1.62 \times 10^{\text{ minus};3}$ , the units gr/100 scf are converted to volume percent.

(4) Using the information from paragraphs (b)(1) and (3) of this section, tables 3 and 4 to this subpart must be used to determine the required initial  $(Z_i)$  and continuous  $(Z_c)$  reduction efficiencies of SO<sub>2</sub> emissions. (c) You must determine the emission reduction efficiency (R) achieved by the sulfur recovery technology as follows:

(2) You must use the level indicators or manual soundings to measure the liquid sulfur accumulation rate in the product storage vessels. You must use

Where:

- E = emission rate of sulfur per run, kg/hr. C<sub>e</sub> = concentration of sulfur equivalent (SO<sup>2+</sup>
- reduced sulfur), g/dscm (ĺb/dscf). Q<sub>sd</sub> = volumetric flow rate of effluent gas,

dscm/hr (dscf/hr).

 $K_1 = \text{conversion factor}, 1000 \text{ g/kg} (7000 \text{ gr/} \text{lb}).$ 

(4) The concentration  $(C_e)$  of sulfur equivalent must be the sum of the SO<sub>2</sub> and TRS concentrations, after being converted to sulfur equivalents. For each run and each of the test methods specified in this paragraph (c) of this section, you must use a sampling time of at least 4 hours. You must use Method 1 of appendix A–1 to this part to select the sampling site. The sampling point in the duct must be at the centroid of the cross-section if the area is less than 5 m<sup>2</sup> (54 ft<sup>2</sup>) or at a point no closer to the walls than 1 m (39 in) if the cross-sectional area is 5 m<sup>2</sup> or more, and the centroid is more than 1 m (39 in) from the wall.

(i) You must use Method 6 or 6C of appendix A–4 to this part to determine the SO<sub>2</sub> concentration. You must take eight samples of 20 minutes each at 30minute intervals. The arithmetic average must be the concentration for the run. The concentration must be multiplied by  $0.5 \times 10^{-3}$  to convert the results to sulfur equivalent. In place of Method 6 of appendix A to this part, you may use ANSI/ASME PTC 19.10–1981, Part 10 (manual portion only) (incorporated by reference, see § 60.17).

(ii) You must use Method 2 of appendix A–1 to this part to determine the volumetric flow rate of the effluent gas. A velocity traverse must be conducted at the beginning and end of each run. The arithmetic average of the two measurements must be used to calculate the volumetric flow rate ( $Q_{sd}$ ) for the run. For the determination of the (1) You must compute the emission reduction efficiency (R) achieved by the

sulfur recovery technology for each run using the following equation:

### Equation 2 to paragraph (c)(1)

R = (100S)/(S + E)

readings taken at the beginning and end of each run, the tank geometry, sulfur density at the storage temperature, and sample duration to determine the sulfur production rate (S) in kg/hr (lb/hr) for each run.

(3) You must compute the emission rate of sulfur for each run as follows:

### Equation 3 to paragraph (c)(3)

$$E = C_e Q_{sd} / K_1$$

effluent gas molecular weight, a single integrated sample over the 4-hour period may be taken and analyzed or grab samples at 1-hour intervals may be taken, analyzed, and averaged.

(iii) You must use Method 4 of appendix A-2 to this part for moisture content. Alternatively, you must take two samples of at least 0.10 dscm (3.5 dscf) and 10 minutes at the beginning of the 4-hour run and near the end of the time period. The arithmetic average of the two runs must be the moisture content for the run.

(iv) You must use Method 15 of appendix A-5 to this part to determine the TRS concentration from reductiontype devices or where the oxygen content of the effluent gas is less than 1.0 percent by volume. The sampling rate must be at least 3 liters/min (0.1 ft<sup>3</sup>/ min) to insure minimum residence time in the sample line. You must take sixteen samples at 15-minute intervals. The arithmetic average of all the samples must be the concentration for the run. The concentration in ppmv reduced sulfur as sulfur must be multiplied by  $1.333 \times 10^{-3}$  to convert the results to sulfur equivalent.

(v) You must use Method 16A of appendix A-6 to this part or ANSI/ ASME PTC 19.10–1981, Part 10 (manual portion only) (incorporated by reference, see § 60.17) to determine the reduced sulfur concentration from oxidation-type devices or where the oxygen content of the effluent gas is greater than 1.0 percent by volume. You must take eight samples of 20 minutes each at 30-minute intervals. The arithmetic average must be the concentration for the run. The concentration in ppm reduced sulfur as sulfur must be multiplied by  $1.333 \times$  $10^{-3}$  to convert the results to sulfur equivalent.

(iv) You must use EPA Method 2 of appendix A-1 to this part to determine the volumetric flow rate of the effluent gas. A velocity traverse must be conducted at the beginning and end of each run. The arithmetic average of the two measurements must be used to calculate the volumetric flow rate (Q<sub>sd</sub>) for the run. For the determination of the effluent gas molecular weight, a single integrated sample over the 4-hour period may be taken and analyzed or grab samples at 1-hour intervals may be taken, analyzed, and averaged. For the moisture content, you must take two samples of at least 0.10 dscm (3.5 dscf) and 10 minutes at the beginning of the 4-hour run and near the end of the time period. The arithmetic average of the two runs must be the moisture content for the run.

### § 60.5407b What are the requirements for monitoring of emissions and operations from my sweetening unit affected facilities?

(a) If your sweetening unit affected facility is subject to the provisions of § 60.5405b(a) or (b) you must install, calibrate, maintain, and operate monitoring devices or perform measurements to determine the following operations information on a daily basis:

(1) The accumulation of sulfur product over each 24-hour period. The monitoring method may incorporate the use of an instrument to measure and record the liquid sulfur production rate or may be a procedure for measuring and recording the sulfur liquid levels in the storage vessels with a level indicator or by manual soundings, with subsequent calculation of the sulfur production rate based on the tank geometry, stored sulfur density, and elapsed time between readings. The method must be designed to be accurate within ±2 percent of the 24-hour sulfur accumulation.

(2) The  $H_2S$  concentration in the acid gas from the sweetening unit for each 24-hour period. At least one sample per 24-hour period must be collected and analyzed using the equation specified in §60.5406b(b)(1). The Administrator may require you to demonstrate that the H<sub>2</sub>S concentration obtained from one or more samples over a 24-hour period is within  $\pm 20$  percent of the average of 12 samples collected at equally spaced intervals during the 24-hour period. In instances where the H<sub>2</sub>S concentration of a single sample is not within  $\pm 20$ percent of the average of the 12 equally spaced samples, the Administrator may require a more frequent sampling schedule.

(3) The average acid gas flow rate from the sweetening unit. You must install and operate a monitoring device to continuously measure the flow rate of acid gas. The monitoring device reading must be recorded at least once per hour during each 24-hour period. The average acid gas flow rate must be computed from the individual readings.

(4) The sulfur feed rate (X). For each 24-hour period, you must compute X using the equation specified in § 60.5406b(b)(1).

(5) The required sulfur dioxide emission reduction efficiency for the 24hour period. You must use the sulfur feed rate and the  $H_2S$  concentration in the acid gas for the 24-hour period, as applicable, to determine the required reduction efficiency in accordance with the provisions of § 60.5405b(b).

(b) Where compliance is achieved through the use of an oxidation control system or a reduction control system followed by a continually operated incineration device, you must install, calibrate, maintain, and operate monitoring devices and continuous emission monitors as follows:

(1) A continuous monitoring system to measure the total sulfur emission rate (E) of  $SO_2$  in the gases discharged to the atmosphere. The  $SO_2$  emission rate must be expressed in terms of equivalent sulfur mass flow rates (kg/hr (lb/hr)). The span of this monitoring system must be set so that the equivalent emission limit of § 60.5405b(b) will be between 30 percent and 70 percent of the measurement range of the instrument system. (2) Except as provided in paragraph (b)(3) of this section: A monitoring device to measure the temperature of the gas leaving the combustion zone of the incinerator, if compliance with § 60.5405b(a) is achieved through the use of an oxidation control system or a reduction control system followed by a continually operated incineration device. The monitoring device must be certified by the manufacturer to be accurate to within  $\pm 1$  percent of the temperature being measured.

(3) When performance tests are conducted under the provision of § 60.8 to demonstrate compliance with the standards under § 60.5405b, the temperature of the gas leaving the incinerator combustion zone must be determined using the monitoring device. If the volumetric ratio of sulfur dioxide to sulfur dioxide plus total reduced sulfur (expressed as  $SO_2$ ) in the gas leaving the incinerator is equal to or less than 0.98, then temperature monitoring may be used to demonstrate that sulfur dioxide emission monitoring is sufficient to determine total sulfur emissions. At all times during the operation of the facility, you must maintain the average temperature of the gas leaving the combustion zone of the incinerator at or above the appropriate level determined during the most recent performance test to ensure the sulfur compound oxidation criteria are met. Operation at lower average temperatures may be considered by the Administrator to be unacceptable operation and maintenance of the affected facility. You may request that the minimum incinerator temperature be reestablished by conducting new performance tests under § 60.8.

(4) Upon promulgation of a performance specification of continuous monitoring systems for total reduced sulfur compounds at sulfur recovery plants, you may, as an alternative to paragraph (b)(2) of this section, install, calibrate, maintain, and operate a continuous emission monitoring system for total reduced sulfur compounds as required in paragraph (d) of this section in addition to a sulfur dioxide emission monitoring system. The sum of the equivalent sulfur mass emission rates from the two monitoring systems must be used to compute the total sulfur emission rate (E).

## Equation 1 to paragraph (e)

 $R = \frac{K_2 S}{v}$ 

(c) Where compliance is achieved using a reduction control system not followed by a continually operated incineration device, you must install, calibrate, maintain, and operate a continuous monitoring system to measure the emission rate of reduced sulfur compounds as SO<sub>2</sub> equivalent in the gases discharged to the atmosphere. The SO<sub>2</sub> equivalent compound emission rate must be expressed in terms of equivalent sulfur mass flow rates (kg/hr (lb/hr)). The span of this monitoring system must be set so that the equivalent emission limit of §60.5405b(b) will be between 30 and 70 percent of the measurement range of the system. This requirement becomes effective upon promulgation of a performance specification for continuous monitoring systems for total reduced sulfur compounds at sulfur recovery plants.

(d) For those sources required to comply with paragraph (b) or (c) of this section, you must calculate the average sulfur emission reduction efficiency achieved (R) for each 24-hour clock interval. The 24-hour interval may begin and end at any selected clock time but must be consistent. You must compute the 24-hour average reduction efficiency (R) based on the 24-hour average sulfur production rate (S) and sulfur emission rate (E), using the equation in § 60.5406b(c)(1).

(1) You must use data obtained from the sulfur production rate monitoring device specified in paragraph (a) of this section to determine S.

(2) You must use data obtained from the sulfur emission rate monitoring systems specified in paragraphs (b) or (c) of this section to calculate a 24-hour average for the sulfur emission rate (E). The monitoring system must provide at least one data point in each successive 15-minute interval. You must use at least two data points to calculate each 1-hour average. You must use a minimum of 18 1-hour averages to compute each 24-hour average.

(e) In lieu of complying with paragraphs (b) or (c) of this section, those sources with a design capacity of less than 152 Mg/D (150 LT/D) of  $H_2S$ expressed as sulfur may calculate the sulfur emission reduction efficiency achieved for each 24-hour period by: Where:

- R = The sulfur dioxide removal efficiency achieved during the 24-hour period, percent.
- K<sub>2</sub> = Conversion factor, 0.02400 Mg/D per kg/ hr (0.01071 LT/D per lb/hr).
- S = The sulfur production rate during the 24hour period, kg/hr (lb/hr).
- X = The sulfur feed rate in the acid gas, Mg/ D (LT/D).

(f) The monitoring devices required in paragraphs (b)(1) and (3) and (c) of this section must be calibrated at least annually according to the manufacturer's specifications, as required by  $\S$  60.13(b).

(g) The continuous emission monitoring systems required in paragraphs (b)(1) and (3), and (c) of this section must be subject to the emission monitoring requirements of § 60.13. For conducting the continuous emission monitoring system performance evaluation required by §60.13(c), Performance Specification 2 of appendix B to this part must apply, and Method 6 of appendix A-4 to this part must be used for systems required by paragraph (b) of this section. In place of Method 6 of appendix A–4 to this part, ASME PTC 19.10-1981 (incorporated by reference, see § 60.17) may be used.

# §60.5408b What is an optional procedure for measuring hydrogen sulfide in acid gas—Tutwiler Procedure?

The Tutwiler procedure may be found in the Gas Engineers Handbook, Fuel Gas Engineering practices, The Industrial Press, 93 Worth Street, New York, NY, 1966, First Edition, Second Printing, page 6/25 (Docket A–80–20–A, Entry II–I–67).

(a) Sampling. When an instantaneous sample is desired and  $H_2S$  concentration is 10 grains per 1000 cubic foot or more, a 100 ml Tutwiler burette is used. For concentrations less than 10 grains, a 500 ml Tutwiler burette and more dilute solutions are used. In principle, this method consists of titrating hydrogen sulfide in a gas sample directly with a standard solution of iodine.

(b) *Apparatus.* (See figure 1 to this section.) A 100- or 500-ml capacity Tutwiler burette, with two-way glass stopcock at bottom and three-way stopcock at top that connect either with inlet tubulature or glass-stoppered cylinder, 10 ml capacity, graduated in 0.1 ml subdivision; rubber tubing connecting burette with leveling bottle.

(c) *Reagents.* (1) Iodine stock solution, 0.1N. Weight 12.7 g iodine, and 20 to 25 g cp potassium iodide (KI) for each liter of solution. Dissolve KI in as little water as necessary; dissolve iodine in concentrated KI solution, make up to proper volume, and store in glassstoppered brown glass bottle.

(2) Standard iodine solution, 1 ml = 0.001771 g I. Transfer 33.7 ml of above 0.1N stock solution into a 250 ml volumetric flask; add water to mark and mix well. Then, for 100 ml sample of gas, 1 ml of standard iodine solution is equivalent to 100 grains H<sub>2</sub>S per cubic feet of gas.

(3) Rub into a thin paste about one teaspoonful of wheat starch with a little water; pour into about a pint of boiling water; stir; let cool and decant off clear solution. Make fresh solution every few days.

(d) Procedure. (Refer to figure 1 to this section.) Fill leveling bulb with starch solution. Raise (L), open cock (G), open (F) to (A), and close (F) when solutions start to run out of gas inlet. Close (G). Purge gas sampling line and connect with (A). Lower (L) and open (F) and (G). When liquid level is several ml past the 100 ml mark, close (G) and (F), and disconnect sampling tube. Open (G) and bring starch solution to 100 ml mark by raising (L); then close (G). Open (F) momentarily, to bring gas in burette to atmospheric pressure, and close (F). Open (G), bring liquid level down to 10 ml mark by lowering (L). Close (G), clamp rubber tubing near (E) and disconnect it from burette. Rinse graduated cylinder with a standard iodine solution (0.00171 g I per ml); fill cylinder and record reading. Introduce successive small amounts of iodine through (F); shake well after each addition; continue until a faint permanent blue color is obtained. Record reading; subtract from previous reading, and call difference D.

(e) *Blank testing.* (Refer to figure 1 to this section.) With every fresh stock of starch solution perform a blank test as follows: Introduce fresh starch solution into burette up to 100 ml mark. Close (F) and (G). Lower (L) and open (G). When liquid level reaches the 10 ml mark, close (G). With air in burette, titrate as during a test and up to same end point. Call ml of iodine used C. Then,

## Equation 1 to paragraph (e)

Grains  $H_2S$  per 100 cubic feet of gas = 100 (D-C)

(f) *Test sensitivity*. Greater sensitivity can be attained if a 500 ml capacity Tutwiler burette is used with a more dilute (0.001N) iodine solution. Concentrations less than 1.0 grains per 100 cubic foot can be determined in this way. Usually, the starch-iodine end point is much less distinct, and a blank determination of end point, with  $H_2S$ -free gas or air, is required. BILLING CODE 6560-50-P

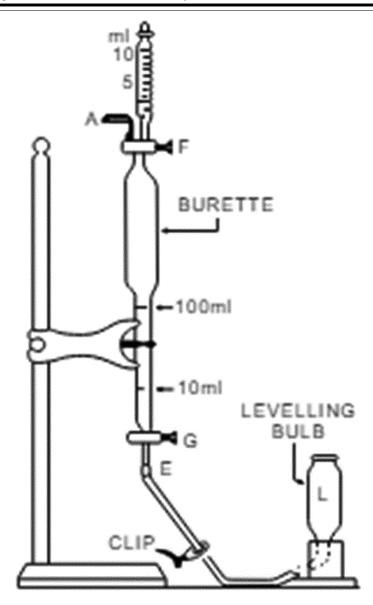


Figure 1 to § 60.5408b. Tutwiler burette (lettered items mentioned in text).

### BILLING CODE 6560-50-C

#### §60.5410b How do I demonstrate initial compliance with the standards for each of my affected facilities?

You must determine initial compliance with the standards for each affected facility using the requirements of paragraphs (a) through (k) of this section. Except as otherwise provided in this section, the initial compliance period begins on the date specified in § 60.5370b and ends no later than 1 year after that date. The initial compliance period may be less than 1 full year.

(a) Well completion standards for well affected facilities. To achieve initial compliance with the GHG and VOC standards for each well completion operation conducted at your well affected facility as required by § 60.5375b, you must comply with paragraphs (a)(1) through (4) of this section.

(1) You must submit the notification required in 60.5420b(a)(2).

(2) You must submit the initial annual report for your well affected facility as required in 60.5420b(b)(1) and (2).

(3) You must maintain a log of records as specified in § 60.5420b(c)(1)(i)through (iv) and (vii), as applicable, for each well completion operation conducted. If you meet the exemption at § 60.5375b(g) for wells with a GOR less than 300 scf per stock barrel of oil produced, you do not have to maintain the records in § 60.5420b(c)(1)(i)through (iv) and must maintain the record in § 60.5420b(c)(1)(vi). If you meet the exemption at § 60.5375b(h) for a well modified in accordance with § 60.5365b(a)(1)(ii) (*i.e.*, an existing well is hydraulically refractured), you do not need to maintain the records in  $\S 60.5420b(c)(1)(i)$  through (iv) and must maintain the record in  $\S 60.5420b(c)(1)(viii)$ .

(4) For each well completion affected facility subject to both  $\S$  60.5375b(a)(1) and (2), as an alternative to retaining the records specified in  $\S$  60.5420b(c)(1)(i) through (iv), you may maintain records in accordance with  $\S$  60.5420b(c)(1)(v).

(b) *Gas well liquids unloading standards for well affected facility.* To demonstrate initial compliance with the GHG and VOC standards for each gas well liquids unloading operation conducted at your gas well affected facility as required by § 60.5376b, you must comply with paragraphs (b)(1) through (4) of this section, as applicable.

(1) You must submit the initial annual report for your well affected facility as required in 60.5420b(b)(1) and (3).

(2) If you comply by using a liquids unloading technology or technique that does not vent to the atmosphere according to 60.5376b(a)(1), you must maintain the records specified in 60.5420b(c)(2)(i).

(3) If you comply by using a liquids unloading technology or technique that vents to the atmosphere according to § 60.5376b(a)(2), (b) and (c), you must comply with paragraphs (b)(3)(i) and (ii) of this section.

(i) Employ best management practices to minimize venting of methane and VOC emissions as specified in § 60.5376b(c) for each gas well liquids unloading operation.

(ii) Maintain the records specified in § 60.5420b(c)(2)(ii).

(4) If you comply by using § 60.5376b(g), you must comply with paragraphs (b)(4)(i) through (vii) of this section.

(i) Reduce methane and VOC emissions by 95.0 percent or greater and as demonstrated by the requirements of § 60.5413b.

(ii) Install a closed vent system that meets the requirements of  $\S$  60.5411b(a) and (c) to capture all emissions and route all emissions to a control device that meets the conditions specified in  $\S$  60.5412b.

(iii) Conduct an initial performance test as required in  $\S$  60.5413b within 180 days after the initial gas well liquids unloading operation, or install a control device tested under  $\S$  60.5413b(d) which meets the criteria in  $\S$  60.5413b(d)(11) and (e), and comply with the continuous compliance requirements of  $\S$  60.5415b(f).

(iv) You must conduct the initial inspections required in § 60.5416b(a) and (b).

(v) You must install and operate the continuous parameter monitoring systems in accordance with § 60.5417b(a) through (i), as applicable.

(vi) You must maintain the records specified in (0,1) specified in (0,1) specified in (0,1) through (13), as applicable and submit the reports as required by (0,1) through (13), as applicable.

(c) Associated gas well standards for well affected facility. To demonstrate initial compliance with the GHG and VOC standards for each associated gas well as required by § 60.5377b, you must comply with paragraphs (c)(1) through (3) of this section.

(1) If you comply with the requirements of § 60.5377b(a), you must maintain the records specified in § 60.5420b(c)(3)(i), (ii), and (iv).

(2) For associated gas wells that comply with § 60.5377b(f) based on a demonstration and certification that it is not feasible to comply with paragraph (a)(1), (2), (3), and (4) of this section due to technical reasons in accordance with paragraph § 60.5377b(g), you must comply with paragraphs (c)(2)(i) and (ii) of this section.

(i) Document the technical reasons why it is infeasible to route recovered associated gas into a gas gathering flow line or collection system to a sales line, use it as an onsite fuel source, use it for another useful purpose that a purchased fuel or raw material would serve, or reinject it into the well or inject it into another well, and submit this documentation in the initial annual report.

(ii) Submit the certification as required by § 60.5377b(g).

(3) If you comply with § 60.5377b(d) or (f), you must comply with paragraphs (c)(3)(i) through (vi) of this section.

(i) Reduce methane and VOC emissions by 95.0 percent or greater and as demonstrated by the requirements of  $\S$  60.5413b.

(ii) Install a closed vent system that meets the requirements of  $\S$  60.5411b(a) and (c) to capture the associated gas and route the captured associated gas to a control device that meets the conditions specified in  $\S$  60.5412b.

(iii) Conduct an initial performance test as required in § 60.5413b within 180 days after initial startup or by May 7, 2024, whichever date is later, or install a control device tested under § 60.5413b(d) which meets the criteria in § 60.5413b(d)(11) and (e) and you must comply with the continuous compliance requirements of § 60.5415b(f).

(iv) Conduct the initial inspections required in §60.5416b(a) and (b).

(v) Install and operate the continuous parameter monitoring systems in accordance with § 60.5417b(a) through (i), as applicable.

(vi) Maintain the records specified in § 60.5420b(c)(3)(iv) and (c)(8) and (c)(10) through (13), as applicable.

(4) You must submit the initial annual report for your associated gas well as required in 60.5420b(b)(1) and (4) and (b)(11) through (13), as applicable.

(d) Centrifugal compressor affected facility. To demonstrate initial compliance with the GHG and VOC standards for your centrifugal compressor affected facility that uses a wet seal as required by § 60.5380b, you must comply with paragraphs (d)(1) through (5) and paragraphs (d)(7) and (8) of this section. To demonstrate initial compliance with the GHG and VOC alternative standards for your centrifugal compressor affected facility that is a self-contained wet seal centrifugal compressor or a centrifugal compressor at the Alaska North Slope equipped with sour seal oil separator and capture system as allowed by § 60.5380b, you must comply with paragraphs (d)(6) through (8) of this section. To demonstrate initial compliance with the GHG and VOC alternative standards for your dry seal centrifugal compressor as required by § 60.5380b, you must comply with paragraphs (d)(6) through (8) of this section.

(1) You must reduce methane and VOC emissions by 95.0 percent or greater according to 60.5380b(a)(1) and (2) and as demonstrated by the requirements of § 60.5413b, or you must route emissions to a process according to § 60.5380b(a)(3).

(2) If you use a control device to reduce emissions to comply with §60.5380b(a)(1) and (2), you must equip the wet seal fluid degassing system with a cover that meets the requirements of § 60.5411b(b) that is connected through a closed vent system that meets the requirements of § 60.5411b(a) and (c) and is routed to a control device that meets the conditions specified in §60.5412b. If you comply with §60.5380b(a)(3) by routing the closed vent system to a process as an alternative to routing the closed vent system to a control device, you must equip the wet seal fluid degassing system with a cover that meets the requirements of § 60.5411b(b), and route captured vapors through a closed vent system that meets the requirements of §60.5411b(a) and (c).

(3) If you use a control device to comply with § 60.5380b(a)(1) and (2), you must conduct an initial performance test as required in § 60.5413b within 180 days after initial startup or by May 7, 2024, whichever date is later, or install a control device tested under § 60.5413b(d) which meets the criteria in § 60.5413b(d)(11) and (e) and you must comply with the continuous compliance requirements of § 60.5413b(f).

(4) If you use a control device to comply with 60.5380b(a)(1) and (2) or comply with 60.5380b(a)(3) by routing to a process, you must conduct the initial inspections required in 60.5416b(a) and (b).

(5) If you use a control device to comply with 60.5380b(a)(1) and (2), you must install and operate the continuous parameter monitoring systems in accordance with 60.5417b(a) through (i), as applicable.

(6) You must maintain the volumetric flow rates for your centrifugal compressors as specified in paragraphs (d)(6)(i) through (iii) of this section, as applicable. You must conduct your initial annual volumetric measurement as required by §60.5380b(a)(5).

(i) For your self-contained wet seal centrifugal compressors, you must maintain the volumetric flow rate at or below 3 scfm per seal.

(ii) For your centrifugal compressor on the Alaska North Slope equipped with sour seal oil separator and capture system, you must maintain the volumetric flow rate at or below 9 scfm per seal.

(iii) For your dry seal compressor, you must maintain the volumetric flow rate at or below 10 scfm per seal.

(7) You must submit the initial annual report for your centrifugal compressor affected facility as required in § 60.5420b(b)(1) and (5) and (b)(11) through (13), as applicable.

(8) You must maintain the records as specified in 60.5420b(c)(4) and (c)(8) through (13), as applicable.

(e) *Reciprocating compressor affected facility.* To demonstrate initial compliance with the GHG and VOC standards for each reciprocating compressor affected facility as required by § 60.5385b, you must comply with paragraphs (e)(1) through (7) of this section.

(1) If you comply with § 60.5385b by maintaining volumetric flow rate at or below 2 scfm per cylinder (or a combined cylinder volumetric flow rate greater than the number of compression cylinders multiplied by 2 scfm) as required by § 60.5385b(a), you must maintain volumetric flow rate at or below 2 scfm and you must conduct your initial annual volumetric flow rate measurement as required by § 60.5385b(a)(1).

(2) If you comply with  $\S$  60.5385bby collecting the methane and VOC emissions from your reciprocating compressor rod packing using a rod packing emissions collection system as required by  $\S$  60.5385b(d)(1), you must equip the reciprocating compressor with a cover that meets the requirements of  $\S$  60.5411b(b), route emissions to a process through a closed vent system that meets the requirements of  $\S$  60.5411b(a) and (c), and you must conduct the initial inspections required in  $\S$  60.5416b(a) and (b).

(3) If you comply with § 60.5385b(d) by collecting the emissions from your rod packing emissions collection system by using a control device to reduce VOC and methane emissions by 95.0 percent as required by § 60.5385b(d)(2), you must equipe the reciprocating compressor with a cover that meets the requirements of § 60.5411b(b), route emissions to a control device that meets the conditions specified in § 60.5412b through a closed vent system that meets the requirements of 60.5411b(a) and (c) and you must conduct the initial inspections required in 60.5416b(a) and (b).

(4) If you comply with  $\S 60.5385b(d)(2)$ , you must conduct an initial performance test as required in  $\S 60.5413b$  within 180 days after initial startup or by May 7, 2024, whichever date is later, or install a control device tested under  $\S 60.5413b(d)$  which meets the criteria in  $\S 60.5413b(d)(11)$  and (e) and you must comply with the continuous compliance requirements of  $\S 60.5413b(f)$ .

(5) If you comply with § 60.5385b(d)(2), you must install and operate the continuous parameter monitoring systems in accordance with § 60.5417b(a) through (i), as applicable.

(6) You must submit the initial annual report for your reciprocating compressor as required in 60.5420b(b)(1), (6), and (11) through (13), as applicable.

(7) You must maintain the records as specified in § 60.5420b(c)(5) and (8) through (13) as applicable.

(f) Process controller affected facility. To demonstrate initial compliance with GHG and VOC emission standards for vour process controller affected facility as required by §60.5390b, you must comply with paragraphs (f)(1) through (5) of this section, as applicable. If you change compliance methods, you must perform the applicable compliance demonstrations of paragraphs (f)(1)through (3) of this section again for the new compliance method, note the change in compliance method in the annual report required by §60.5420b(b)(7)(iv), and maintain the records required by paragraph (f)(5) of this section for the new compliance method.

(1) For process controller affected facilities complying with the requirements of § 60.5390b(a), you must demonstrate that your process controller affected facility does not emit any VOC or methane to the atmosphere by meeting the requirements of paragraphs (f)(1)(i) or (ii) of this section.

(i) If you comply by routing the emissions to a process, you must meet the requirements for closed vent systems specified in paragraph (f)(3) of this section.

(ii) If you comply by using a selfcontained natural gas-driven process controller, you must conduct an initial no identifiable emissions inspection as required by § 60.5416b(b).

(2) For each process controller affected facility located at a site in Alaska that does not have access to electrical power, you must demonstrate initial compliance with § 60.5390b(b)(1) and (2) or with § 60.5390b(b)(3), instead of complying with paragraph § 60.5390b(a), by meeting the requirements specified in (f)(2)(i) through (v) of this section for each process controller, as applicable.

(i) For each process controller in the process controller affected facility operating with a bleed rate of less than or equal to 6 scfh, you must maintain records in accordance with  $\S 60.5420b(c)(6)(iii)(A)$  that demonstrate the process controller is designed and operated to achieve a bleed rate less than or equal to 6 scfh.

(ii) For each process controller in the process controller affected facility operating with a bleed rate greater than 6 scfh, you must maintain records that demonstrate that a controller with a higher bleed rate than 6 scfh is required based on a specific functional need for that controller as specified in  $\S$  60.5420b(c)(6)(iii)(B).

(iii) For each intermittent vent process controller in the process controller affected facility you must demonstrate that each intermittent vent controller does not emit to the atmosphere during idle periods by conducting initial monitoring in accordance with § 60.5390b(b)(2)(ii).

(iv) For each process controller affected facility that complies by reducing methane and VOC emissions from all controllers in the process controller affected facility by 95.0 percent in accordance with § 60.5390b(b)(3), you must comply with paragraphs (b)(2)(iv)(A) through (D) of this section.

(A) Reduce methane and VOC emissions by 95.0 percent or greater and as demonstrated by the requirements of  $\S$  60.5413b.

(B) Route all process controller affected facility emissions to a control device that meets the conditions specified in 60.5412b through a closed vent system that meets the requirements specified in paragraph (f)(3) of this section.

(C) Conduct an initial performance test as required in § 60.5413b within 180 days after initial startup or by May 7, 2024, whichever date is later, or install a control device tested under § 60.5413b(d) which meets the criteria in § 60.5413b(d)(11) and (e) and you must comply with the continuous compliance requirements of § 60.5415b(f).

(D) Install and operate the continuous parameter monitoring systems in accordance with § 60.5417b(a) through (i), as applicable.

(3) For each closed vent system used to comply with § 60.5390b, you must meet the requirements specified in paragraphs (f)(3)(i) and (ii) of this section.

(i) Install a closed vent system that meets the requirements of  $\S$  60.5411b(a) and (c).

(ii) Conduct the initial inspections of the closed vent system and bypasses, if applicable, as required in § 60.5416b(a) and (b).

(4) You must submit the initial annual report for your process controller affected facility as required in § 60.5420b(b)(1) and (7).

(5) You must maintain the records as specified in § 60.5420b(c)(6).

(g) Pump affected facility. To demonstrate initial compliance with the GHG and VOC standards for your pump affected facility as required by §60.5393b, you must comply with paragraphs (g)(1) through (4) of this section, as applicable. If you change compliance methods, you must perform the applicable compliance demonstrations of paragraphs (g)(1) and (2) of this section again for the new compliance method, note the change in compliance method in the annual report required by §60.5420b(b)(10)(v)(C), and maintain the records required by paragraph (g)(4) of this section for the new compliance method.

(1) For pump affected facilities complying with the requirements of  $\S$  60.5393b(a) or (b)(2) by routing emissions to a process, you must meet the requirements specified in paragraphs (g)(ii) and (iv) of this section. For pump affected facilities complying with the requirements of  $\S$  60.5393b(b)(3), you must meet the requirements specified in paragraphs (g)(1)(i) through (v) of this section.

(i) Reduce methane and VOC emissions by 95.0 percent or greater and as demonstrated by the requirements of § 60.5413b.

(ii) Install a closed vent system that meets the requirements of § 60.5411b(a) and (c) to capture all emissions from all pumps in the pump affected facility and route all emissions to a process or control device that meets the conditions specified in § 60.5412b.

(iii) Conduct an initial performance test as required in § 60.5413b within 180 days after initial startup or by May 7, 2024, whichever date is later, or install a control device tested under § 60.5413b(d) which meets the criteria in § 60.5413b(d)(11) and (e) and you must comply with the continuous compliance requirements of § 60.5415b(f).

(iv) Conduct the initial inspections of the closed vent system and bypasses, if applicable, as required in § 60.5416b(a) and (b). (v) Install and operate the continuous parameter monitoring systems in accordance with § 60.5417b(a) through (i), as applicable.

(2) Submit the certifications specified in paragraphs (g)(2)(i) through (iii) of this section, as applicable.

(i) The certification required by § 60.5393b(b)(3) that there is no vapor recovery unit on site and that there is a control device on site, but it does not achieve a 95.0 percent emissions reduction.

(ii) The certification required by § 60.5393b(b)(4) that there is no control device or process available on site.

(iii) The certification required by § 60.5393b(b)(5)(i) that it is technically infeasible to capture and route the pump affected facility emissions to a process or an existing control device.

(3) You must submit the initial annual report for your pump affected facility as specified in 60.5420b(b)(1), (10), and (b)(11) through (13), as applicable.

(4) You must maintain the records for your pump affected facility as specified in 60.5420b(c)(8) and (c)(10) through (13), as applicable, and (c)(15).

(h) Process unit equipment affected facility. To achieve initial compliance with the GHG and VOC standards for process unit equipment affected facilities as required by §60.5400b, you must comply with paragraphs (h)(1)through (4) and (h)(11) through (15) of this section, unless you meet and comply with the exception in §60.5402b(b), (e), or (f) or meet the exemption in §60.5402b(c). If you comply with the GHG and VOC standards for process unit equipment affected facilities using the alternative standards in § 60.5401b, you must comply with paragraphs (h)(5) through (15) of this section, unless you meet the exemption in §60.5402b(b) or (c) or the exception in §60.5402b(e) or (f).

(1) You must conduct monitoring for each pump in light liquid service, pressure relief device in gas/vapor service, valve in gas/vapor or light liquid service and connector in gas/ vapor or light liquid service as required by § 60.5400b(b).

(2) You must conduct monitoring as required by § 60.5400b(c) for each pump in light liquid service.

(3) You must conduct monitoring as required by § 60.5400b(d) for each pressure relief device in gas/vapor service.

(4) You must comply with the equipment requirements for each openended valve or line as required by § 60.5400b(e).

(5) You must conduct monitoring for each pump in light liquid service as required by § 60.5401b(b). (6) You must conduct monitoring for each pressure relief device in gas/vapor service as required by § 60.5401b(c).

(7) You must comply with the equipment requirements for each openended valve or line as required by § 60.5401b(d).

(8) You must conduct monitoring for each valve in gas/vapor or light liquid service as required by § 60.5401b(f).

(9) You must conduct monitoring for each pump, valve, and connector in heavy liquid service and each pressure relief device in light liquid or heavy liquid service as required by § 60.5401b(g).

(10) You must conduct monitoring for each connector in gas/vapor or light liquid service as required by § 60.5401b(h).

(11) For each pump equipped with a dual mechanical seal system that degasses the barrier fluid reservoir to a process or a control device, each pump which captures and transports leakage from the seal or seals to a process or a control device, or each pressure relief device which captures and transports leakage through the pressure relief device to a process or a control device, you must meet the requirements of paragraph (h)(11)(i) through (vi) of this section.

(i) Reduce methane and VOC emissions by 95.0 percent or greater and as demonstrated by the requirements of  $\S$  60.5413b or route to a process.

(ii) Install a closed vent system that meets the requirements of  $\S$  60.5411b(a) and (c) to capture all emissions from each pump equipped with a dual mechanical seal system that degasses the barrier fluid reservoir, each pump which captures and transports leakage from the seal or seals, or each pressure relief device which captures and transports leakage through the pressure relief device and route all emissions to a process or to a control device that meets the conditions specified in  $\S$  60.5412b.

(iii) If routing to a control device, conduct an initial performance test as required in § 60.5413b within 180 days after initial startup or by May 7, 2024, whichever date is later, or install a control device tested under § 60.5413b(d) which meets the criteria in § 60.5413b(d)(11) and (e), and you must comply with the continuous compliance requirements of § 60.5415b(f).

(iv) Conduct the initial inspections of the closed vent system and bypasses, if applicable, as required in § 60.5416b(a) and (b).

(v) Install and operate the continuous parameter monitoring systems in

accordance with §60.5417b(a) through (i), as applicable.

(vi) Maintain the records as required by 60.5420b(c)(8) and (c)(10) through (c)(13), as applicable and submit the reports as required by 60.5420b(b)(11)through (13), as applicable.

(12) You must tag and repair each identified leak as required in § 60.5400b(h) or § 60.5400b(i), as applicable.

(13) You must submit the notice required by § 60.5420b(a)(1).

(14) You must submit the initial semiannual report and subsequent semiannual report as required by § 60.5422b.

(15) You must maintain the records specified by § 60.5421b.

(i) Sweetening unit affected facility. To achieve initial compliance with the  $SO_2$  standard for your sweetening unit affected facility as required by § 60.5405b, you must comply with paragraphs (i)(1) through (14) of this section.

(1) You must conduct an initial performance test as required by 60.8 and according to the requirements of 60.5406b.

(2) You must determine the minimum required initial reduction efficiency of SO<sub>2</sub> emissions ( $Z_i$ ) as required by § 60.5406b(b).

(3) You must determine the emission reduction efficiency (R) achieved by your sulfur reduction technology using the procedures in 60.5406b(c)(1)through (4).

(4) You must demonstrate compliance with the standard as required by  $\S 60.5405b(a)$  by comparing the minimum required SO<sub>2</sub> emission reduction efficiency (Z<sub>i</sub>) to the emission reduction efficiency achieved by the sulfur recovery technology (R), where R must be greater than or equal to Z<sub>i</sub>.

(5) You must install, calibrate, maintain, and operate monitoring devices or perform measurements to determine the accumulation of sulfur product, the H<sub>2</sub>S concentration, the average acid gas flow rate, and the sulfur feed rate in accordance with  $\S$  60.5407b(a).

(6) You must determine the required  $SO_2$  emissions reduction efficiency each 24-hour period in accordance with  $\S$  60.5407b(a), (d), and (e), as applicable.

(7) You must install, calibrate, maintain, and operate monitoring devices and continuous emission monitors in accordance with § 60.5407b(b), (f), and (g), if you use an oxidation control system or a reduction control system followed by an incineration device.

(8) You must continuously operate the incineration device if you use an

oxidation control system, or a reduction control system followed by an incineration device.

(9) You must install, calibrate, maintain, and operate a continuous monitoring system to measure the emission rate of reduced sulfur compounds in accordance with § 60.5407b(c), (f), and (g), if you use a reduction control system not followed by an incineration device.

(10) You must submit the notification required by 60.5420b(a)(1).

(11) You must submit the initial annual report required by § 60.5423b(b). (12) You must submit the

performance test report in accordance with the requirements of § 60.5420b(b)(12).

(13) You must submit the annual excess emissions reports required by § 60.5423b(d), if applicable.

(14) You must maintain the records required by § 60.5423b(a), (e) and (f), as applicable.

(j) Storage vessel affected facility. To achieve initial compliance with the GHG and VOC standards for each storage vessel affected facility as required by § 60.5395b, you must comply with paragraphs (j)(1) through (9) of this section. To achieve initial compliance with the GHG and VOC standards for each storage vessel affected facility that complies by using a floating roof in accordance with § 60.5395b(b)(2), you must comply with paragraphs (j)(1) and (10) of this section.

(1) You must determine the potential for methane and VOC emissions as specified in 60.5365b(e)(2).

(2) You must reduce methane and VOC emissions by 95.0 percent or greater according to  $\S$  60.5395b(a) and as demonstrated by the requirements of  $\S$  60.5413b or route to a process.

(3) If you use a control device to reduce emissions, you must equip each storage vessel in the storage vessel affected facility with a cover that meets the requirements of § 60.5411b(b), install a closed vent system that meets the requirements of § 60.5411b(a) and (c) to capture all emissions from the storage vessel affected facility, and route all emissions to a control device that meets the conditions specified in §60.5412b. If you route emissions to a process, you must equip each storage vessel in the storage vessel affected facility with a cover that meets the requirements of § 60.5411b(b), install a closed vent system that meets the requirements of § 60.5411b(a) and (c) to capture all emissions from the storage vessel affected facility, and route all emissions to a process.

(4) If you use a control device to reduce emissions, you must conduct an

initial performance test as required in § 60.5413b within 180 days after initial startup or within 180 days of May 7, 2024, whichever date is later, or install a control device tested under § 60.5413b(d) which meets the criteria in § 60.5413b(d)(11) and (e), and you must comply with the continuous compliance requirements of § 60.5415b(f).

(5) You must conduct the initial inspections of the closed vent system and bypasses, if applicable, as required in 60.5416b(a) and (b).

(6) You must install and operate the continuous parameter monitoring systems in accordance with § 60.5417b(a) through (i), as applicable.

(7) You must maintain the records as required by § 60.5420b(c)(8) through (13), as applicable and submit the reports as required by § 60.5420b(b)(11) through (13), as applicable.

(8) You must submit the initial annual report for your storage vessel affected facility required by § 60.5420b(b)(1) and (8).

(9) You must maintain the records required for your storage vessel affected facility, as specified in 60.5420b(c)(7) for each storage vessel affected facility.

(10) For each storage vessel affected facility that complies by using a floating roof, you must meet the requirements of § 60.112b(a)(1) or (2) and the relevant monitoring, inspection, recordkeeping, and reporting requirements in subpart Kb of this part. You must submit a statement that you are complying with § 60.112b(d)(a)(1) or (2) in accordance with § 60.5395b(b)(2) with the initial annual report specified in § 60.5420b(b)(1) and (8).

(k) Fugitive emission components affected facility. To achieve initial compliance with the GHG and VOC standards for fugitive emissions components affected facilities as required by § 60.5397b, you must comply with paragraphs (k)(1) through (5) of this section.

(1) You must develop a fugitive emissions monitoring plan as required in 60.5397b(b), (c), and (d).

(2) You must conduct an initial monitoring survey as required in § 60.5397b(e) and (f).

(3) You must repair each identified source of fugitive emissions for each affected facility as required in § 60.5397b(h).

(4) You must submit the initial annual report for each fugitive emissions components affected facility as required in § 60.5420b(b)(1) and (9).

(5) You must maintain the records specified in § 60.5420b(c)(14).

# § 60.5411b What additional requirements must I meet to determine initial compliance for my covers and closed vent systems?

For each cover or closed vent system at your well, centrifugal compressor, reciprocating compressor, process controller, pump, storage vessel, and process unit equipment affected facilities, you must comply with the applicable requirements of paragraphs (a) through (c) of this section.

(a) Closed vent system requirements.
(1) Reciprocating compressor rod packing, process controllers, and pumps. You must design the closed vent system to capture and route all gases, vapors, and fumes to a process.

(2) Associated gas wells, centrifugal compressors, process controllers in Alaska, pumps complying with §60.5393b(b)(1), storage vessels, and process unit equipment. You must design the closed vent system to capture and route all gases, vapors, and fumes to a process or a control device that meets the requirements specified in § 60.5412b(a) through (d) of this section. For pumps complying with §60.5393b(b)(3), you must design the closed vent system to capture and route all gases, vapors, and fumes to a control device that meets the requirements specified in §60.5412b(a) through (d) of this section.

(3) You must design and operate the closed vent system with no identifiable emissions as demonstrated by § 60.5416b(a) and (b).

(4) Bypass devices. You must meet the requirements specified in paragraphs (a)(4)(i) and (ii) of this section if the closed vent system contains one or more bypass devices that could be used to divert all or a portion of the gases, vapors, or fumes from entering the control device or being routed to a process.

(i) Except as provided in paragraph
 (a)(4)(ii) of this section, you must
 comply with either paragraph
 (a)(4)(i)(A) or (B) of this section for each
 bypass device.

(A) You must properly install, calibrate, maintain, and operate a flow indicator at the inlet to the bypass device. The flow indicator must be capable of taking periodic readings as specified in § 60.5416b(a)(4)(i) and sound an alarm, or initiate notification via remote alarm to the nearest field office, when the bypass device is open such that the stream is being, or could be, diverted away from the control device or process, and sent to the atmosphere. You must maintain records of each time the alarm is activated according to § 60.5420b(c)(10).

(B) You must secure the bypass device valve installed at the inlet to the bypass

device in the non-diverting position using a car-seal or a lock-and-key type configuration.

(ii) Low leg drains, high point bleeds, analyzer vents, open-ended valves or lines, and safety devices are not subject to the requirements of paragraph (a)(4)(i) of this section.

(b) Cover requirements for storage vessels and centrifugal compressors, and reciprocating compressors. (1) The cover and all openings on the cover (e.g., access hatches, sampling ports, pressure relief devices and gauge wells) shall form a continuous impermeable barrier over the entire surface area of the liquid in the storage vessel or centrifugal compressor wet seal fluid degassing system, or reciprocating compressor rod packing emissions collection system.

(2) Each cover opening shall be secured in a closed, sealed position (*e.g.*, covered by a gasketed lid or cap) whenever material is in the unit on which the cover is installed except during those times when it is necessary to use an opening as follows:

(i) To add material to, or remove material from the unit (this includes openings necessary to equalize or balance the internal pressure of the unit following changes in the level of the material in the unit);

(ii) To inspect or sample the material in the unit;

(iii) To inspect, maintain, repair, or replace equipment located inside the unit; or

(iv) To vent liquids, gases, or fumes from the unit through a closed vent system designed and operated in accordance with the requirements of paragraph (a) of this section to a control device or to a process.

(3) Each storage vessel thief hatch shall be equipped, maintained and operated with a weighted mechanism or equivalent, to ensure that the lid remains properly seated and sealed under normal operating conditions, including such times when working, standing/breathing, and flash emissions may be generated. You must select gasket material for the hatch based on composition of the fluid in the storage vessel and weather conditions.

(4) You must design and operate the cover with no identifiable emissions as demonstrated by 60.5416b(a) and (b), except when operated as provided in paragraphs (b)(2)(i) through (iii) of this section.

(c) *Design requirements.* (1) You must conduct an assessment that the closed vent system is of sufficient design and capacity to ensure that all gases, vapors, and fumes from the affected facility are routed to the control device or process and that the control device or process is of sufficient design and capacity to accommodate all emissions from the affected facility. The assessment must be certified by a qualified professional engineer or an in-house engineer with expertise on the design and operation of the closed vent system in accordance with paragraphs (c)(1)(i) and (ii) of this section.

(i) You must provide the following certification, signed and dated by a qualified professional engineer or an inhouse engineer: "I certify that the closed vent system design and capacity assessment was prepared under my direction or supervision. I further certify that the closed vent system design and capacity assessment was conducted, and this report was prepared pursuant to the requirements of subpart OOOOb of this part. Based on my professional knowledge and experience, and inquiry of personnel involved in the assessment, the certification submitted herein is true, accurate, and complete."

(ii) The assessment shall be prepared under the direction or supervision of a qualified professional engineer or an inhouse engineer who signs the certification in paragraph (c)(1)(i) of this section.

# § 60.5412b What additional requirements must I meet for determining initial compliance of my control devices?

You must meet the requirements of paragraphs (a) and (b) of this section for each control device used to comply with the emissions standards for your well, centrifugal compressor, reciprocating compressor, storage vessel, process controller, pump, or process unit equipment affected facility. If you use a carbon adsorption system as a control device to meet the requirements of paragraph (a)(2) of this section, you also must meet the requirements in paragraph (c) of this section.

(a) Each control device used to meet the emissions reduction standard in §60.5377b(f) for your associated gas well at a well affected facility; §60.5376b(g) for your well affected facility gas well that unloads liquids; §60.5380b(a)(1) for your centrifugal compressor affected facility; §60.5385b(d)(2) for your reciprocating compressor affected facility; §60.5395b(a)(2) for your storage vessel affected facility; § 60.5390b(b)(3) for your process controller affected facility in Alaska; §60.5393b(b)(1) for your pumps affected facility; or either § 60.5400b(f) or § 60.5401b(e) for your process equipment affected facility must be installed according to paragraphs (a)(1) through (3) of this section. As an alternative to paragraphs (a)(1) through

(a)(3) of this section, you may install a control device model tested under  $\S 60.5413b(d)$ , which meets the criteria in  $\S 60.5413b(d)(11)$  and which meets the initial and continuous compliance requirements in  $\S 60.5413b(e)$ .

(1) Each enclosed combustion device (e.g., thermal vapor incinerator, catalytic vapor incinerator, boiler, or process heater) must be designed and operated in accordance with paragraph (a)(1)(i) of this section, meet one of the operating limits specified in paragraphs (a)(1)(ii) through (v) of this section, and except for boilers and process heaters meeting the requirements of paragraph (a)(1)(iii) of this section and catalytic vapor incinerators meeting the requirements of paragraph (a)(1)(v) of this section, meet the operating limits specified in paragraphs (a)(1)(vi) through (ix) of this section. Alternatively, the enclosed combustion device must meet the requirements specified in paragraph (d) of this section.

(i) You must reduce the mass content of methane and VOC in the gases vented to the device by 95.0 percent by weight or greater or reduce the concentration of total organic compounds (TOC) in the exhaust gases at the outlet to the device to a level equal to or less than 275 ppmv as propane on a wet basis corrected to 3 percent oxygen as determined in accordance with the requirements of § 60.5413b(b), with the exceptions noted in § 60.5413b(a).

(ii) For an enclosed combustion device for which you demonstrate during the performance test conducted under § 60.5413b(b) that combustion zone temperature is an indicator of destruction efficiency, you must operate at or above the minimum temperature established during the most recent performance test. During the performance test conducted under §60.5413b(b), you must continuously record the temperature of the combustion zone and average the temperature for each test run. The established minimum temperature limit is the average of the test run averages.

(iii) For an enclosed combustion device which is a boiler or process heater, you must introduce the vent stream into the flame zone of the boiler or process heater and introduce the vent stream with the primary fuel or use the vent stream as the primary fuel.

(iv) For an enclosed combustion device other than those meeting the operating limits in paragraphs (a)(1)(ii),
(iii), and (v) of this section, if the enclosed combustion device is unassisted or pressure-assisted, you must maintain the net heating value (NHV) of the gas sent to the enclosed combustion device at or above the

applicable limits specified in paragraphs (a)(1)(iv)(A) and (B) of this section. If the enclosed combustion device is steam-assisted or air-assisted, you must meet the applicable limits specified in paragraphs (a)(1)(iv)(C) and (D) of this section, as appropriate.

(A) For enclosed combustion devices that do not use assist gas or pressureassisted burner tips to promote mixing at the burner tip, 200 British thermal units (Btu) per standard cubic feet (Btu/ scf).

(B) For enclosed combustion devices that use pressure-assisted burner tips to promote mixing at the burner tip, 800 Btu/scf.

(C) For steam-assisted and air-assisted enclosed combustion devices, maintain the combustion zone NHV ( $NHV_{cz}$ ) at or above 270 Btu/scf.

(D) For enclosed combustion devices with perimeter assist air, maintain the NHV dilution parameter (NHV<sub>dil</sub>) at or above 22 British thermal units per square foot (Btu/sqft). If the only assist air provided to the enclosed combustion control device is perimeter assist air intentionally entrained in lower and/or upper steam at the burner tip and the effective diameter is 9 inches or greater, you are only required to comply with the NHV<sub>cz</sub> limit specified in paragraph (a)(1)(iv)(C) of this section.

(v) For an enclosed combustion device which is a catalytic vapor incinerator, you must operate the catalytic vapor incinerator at or above the minimum temperature of the catalyst bed inlet and at or above the minimum temperature differential between the catalyst bed inlet and the catalyst bed outlet established in accordance with § 60.5417b(f) and as determined in your performance test conducted in accordance with § 60.5413b(b).

(vi) Unless you have an enclosed combustion device with pressureassisted burner tips to promote mixing at the burner tip, you must operate each enclosed combustion device at or below the maximum inlet gas flow rate established in accordance with § 60.5417b(f) and as determined in your performance test conducted in accordance with § 60.5413b(b).

(vii) You must operate the combustion control device at or above the minimum inlet gas flow rate established in accordance with § 60.5417b(f).

(viii) You must install and operate a continuous burning pilot or combustion flame. An alert must be sent to the nearest control room whenever the pilot or combustion flame is unlit.

(ix) You must operate the enclosed combustion device with no visible emissions, except for periods not to

exceed a total of 1 minute during any 15-minute period. A visible emissions test using section 11 of Method 22 of appendix A-7 to this part must be performed at least once every calendar month, separated by at least 15 days between each test. The observation period shall be 15 minutes or once the amount of time visible emissions is present has exceeded 1 minute, whichever time period is less. Alternatively, you may conduct visible emissions monitoring according to § 60.5417b(h). Devices failing the visible emissions test must follow manufacturer's repair instructions, if available, or best combustion engineering practice as outlined in the unit inspection and maintenance plan, to return the unit to compliant operation. All inspection, repair, and maintenance activities for each unit must be recorded in a maintenance and repair log and must be available for inspection. Following return to operation from maintenance or repair activity, each device must pass a Method 22 of appendix A-7 to this part visual observation as described in this paragraph or be monitored according to §60.5417b(h).

(2) Each vapor recovery device (e.g., carbon adsorption system or condenser) or other non-destructive control device must be designed and operated to reduce the mass content of methane and VOC in the gases vented to the device by 95.0 percent by weight or greater as determined in accordance with the requirements of §60.5413b(b). As an alternative to the performance testing requirements of § 60.5413b(b), you may demonstrate initial compliance by conducting a design analysis for vapor recovery devices according to the requirements of §60.5413b(c). For a condenser, you also must calculate the daily average condenser outlet temperature in accordance with §60.5417b(e), and you must determine the condenser efficiency for the current operating day using the daily average condenser outlet temperature and the condenser performance curve established in accordance with §60.5417b(f)(2). You must determine the average TOC emission reduction in accordance with 60.5415b(f)(1)(ix)(D). For a carbon adsorption system, you also must comply with paragraph (c) of this section.

(3) Each flare must be designed and operated according to the requirements specified in paragraphs (a)(3)(i) through (viii) of this section, as applicable. Alternatively, flares must meet the requirements specified in paragraph (d) of this section. (i) For unassisted flares, you must maintain the NHV of the vent gas sent to the flare at or above 200 Btu/scf.

(ii) For flares that use pressureassisted burner tips to promote mixing at the burner tip, you must maintain the NHV of the vent gas sent to the flare at or above 800 Btu/scf.

(iii) For steam-assisted and airassisted flares, you must maintain the NHV<sub>cz</sub> at or above 270 Btu/scf.

(iv) For flares with perimeter assist air, you must maintain the  $NHV_{dil}$  at or above 22 Btu/sqft. If the only assist air provided to the flare is perimeter assist air intentionally entrained in lower and/ or upper steam at the flare tip and the effective diameter is 9 inches or greater, you are not required to comply with the  $NHV_{dil}$  limit.

(v) For flares other than pressureassisted flares, you must demonstrate compliance with the flare tip velocity limits in § 60.18(b) according to § 60.5417b(d)(8)(iv). The maximum flare tip velocity limits do not apply for pressure-assisted flares.

(vi) You must operate the flare at or above the minimum inlet gas flow rate. The minimum inlet gas flow rate is established based on manufacturer recommendations.

(vii) You must operate the flare with no visible emissions, except for periods not to exceed a total of 1 minute during any 15-minute period. You must conduct the compliance determination with the visible emission limits using Method 22 of appendix A–7 to this part, or you must monitor the flare according to § 60.5417b(h).

(viii) You must install and operate a continuous burning pilot or combustion flame. An alert must be sent to the nearest control room whenever the pilot or combustion flame is unlit.

(b) You must operate each control device installed on your well, centrifugal compressor, reciprocating compressor, storage vessel, process controller, pump, or process unit equipment affected facility in accordance with the requirements specified in paragraphs (b)(1) and (2) of this section.

(1) You must operate each control device used to comply with this subpart at all times when gases, vapors, and fumes are vented from the affected facility through the closed vent system to the control device. You may vent more than one affected facility to a control device used to comply with this subpart.

(2) For each control device monitored in accordance with the requirements of § 60.5417b(a) through (i), you must demonstrate compliance according to the requirements of § 60.5415b(f), as applicable.

(c) For each carbon adsorption system used as a control device to meet the requirements of paragraph (a)(2) of this section, you must comply with the requirements of paragraph (c)(1) of this section. If the carbon adsorption system is a regenerative-type carbon adsorption system, you also must comply with the requirements of paragraph (c)(2) of this section.

(1) You must manage the carbon in accordance with the requirements specified in paragraphs (c)(1)(i) and (ii) of this section.

(i) Following the initial startup of the control device, you must replace all carbon in the carbon adsorption system with fresh carbon on a regular, predetermined time interval that is no longer than the carbon service life established according to § 60.5413b(c)(2) or (3). You must maintain records identifying the schedule for replacement and records of each carbon replacement as required in § 60.5420b(c)(10) and (12).

(ii) You must either regenerate, reactivate, or burn the spent carbon removed from the carbon adsorption system in one of the units specified in paragraphs (c)(1)(ii)(A) through (F) of this section.

(A) Regenerate or reactivate the spent carbon in a unit for which you have been issued a final permit under 40 CFR part 270 that implements the requirements of 40 CFR part 264, subpart X.

(B) Regenerate or reactivate the spent carbon in a unit equipped with an operating organic air emissions control in accordance with an emissions standard for VOC under another subpart in 40 CFR part 63 or this part.

(C) Burn the spent carbon in a hazardous waste incinerator for which the owner or operator complies with the requirements of 40 CFR part 63, subpart EEE, and has submitted a Notification of Compliance under 40 CFR 63.1207(j).

(D) Burn the spent carbon in a hazardous waste boiler or industrial furnace for which the owner or operator complies with the requirements of 40 CFR part 63, subpart EEE, and has submitted a Notification of Compliance under 40 CFR 63.1207(j).

(E) Burn the spent carbon in an industrial furnace for which you have been issued a final permit under 40 CFR part 270 that implements the requirements of 40 CFR part 266, subpart H.

(F) Burn the spent carbon in an industrial furnace that you have designed and operated in accordance with the interim status requirements of 40 CFR part 266, subpart H.

(2) You must comply with the requirements of paragraph (c)(2)(i) through (iii) of this section for each regenerative-type carbon adsorption system.

(i) You must measure and record the average total regeneration stream mass flow or volumetric flow during each carbon bed regeneration cycle to demonstrate compliance with the total regeneration stream flow established in accordance with  $\S$  60.5413b(c)(2).

(ii) You must check the mechanical connections for leakage at least every month, and you must perform a visual inspection at least every 3 months of all components of the flow continuous parameter monitoring system for physical and operational integrity and all electrical connections for oxidation and galvanic corrosion, if your continuous parameter monitoring system is not equipped with a redundant flow sensor.

(iii) You must measure and record the average carbon bed temperature for the duration of the carbon bed steaming cycle and measure the actual carbon bed temperature after regeneration and within 15 minutes of completing the cooling cycle. You must maintain the average carbon bed temperature above the temperature limit in established accordance with  $\S$  60.5413b(c)(2) during the carbon bed steaming cycle and below the carbon bed temperature established in in accordance with  $\S$  60.5413b(c)(2) after the regeneration cycle.

(d) To demonstrate that a flare or enclosed combustion device reduces methane and VOC in the gases vented to the device by 95.0 percent by weight or greater, as outlined in § 60.8(b), you may submit a request for an alternative test method. At a minimum, the request must follow the requirements outlined in paragraphs (d)(1) through (5) of this section.

(1) The alternative method must be capable of demonstrating continuous compliance with a combustion efficiency of 95.0 percent or greater or it must be capable of demonstrating continuous compliance with the following metrics:

(i)  $NHV_{cz}$  of 270 Btu/scf or greater. (ii)  $NHV_{dil}$  of 22 Btu/sqft or greater, if the alternative test method will be used for enclosed combustion devices or flares with perimeter assist air.

(2) The alternative method must be validated according to Method 301 in appendix A of 40 CFR part 63 for each type of control device covered by the alternative test method (*e.g.*, air-assisted flare, unassisted enclosed combustion device) or the alternative test method must contain performance-based procedures and indicators to ensure self-validation.

(3) At a minimum the alternative test method must provide a reading for each successive 15-minute period.

(4) The alternative test method must be capable of documenting periods when the enclosed combustion device or flare operates with visible emissions. If the alternative test method cannot identify periods of visible emissions, you must conduct the inspections required by § 5417b(d)(8)(v).

(5) If the alternative test method demonstrates compliance with the metrics specified in paragraphs (d)(1)(i) and (ii) of this section instead of demonstrating continuous compliance with 95.0 percent or greater combustion efficiency, you must still install the pilot or combustion flame monitoring system required by § 60.5417b(d)(8)(i). If the alternative test method demonstrates continuous compliance with a combustion efficiency of 95.0 percent or greater, the requirement in § 60.5417b(d)(8)(i) no longer applies.

## § 60.5413b What are the performance testing procedures for control devices?

This section applies to the performance testing of control devices used to demonstrate compliance with the emissions standards for your well, centrifugal compressor, reciprocating compressor, storage vessel, process controller, pump affected facilities complying with § 60.5393b(b)(1), or process unit equipment affected facility. You must demonstrate that a control device achieves the performance requirements of  $\S 60.5412b(a)(1)$  or (2) using the performance test methods and procedures specified in this section. For condensers and carbon adsorbers, you may use a design analysis as specified in paragraph (c) of this section in lieu of complying with paragraph (b) of this section. In addition, this section contains the requirements for enclosed combustion device performance tests conducted by the manufacturer applicable to well, centrifugal compressor, reciprocating compressor, storage vessel, process controller, pump affected facilities complying with

§60.5393b(b)(1), or process unit equipment affected facilities.

(a) *Performance test exemptions.* You are exempt from the requirements to conduct initial and periodic performance tests and design analyses if you use any of the control devices described in paragraphs (a)(1) through (6) of this section. You are exempt from the requirements to conduct an initial performance test if you use a control device described in paragraph (a)(7) of this section.

(1) A flare that is designed and operated in accordance with the requirements in § 60.5412b(a)(3). You must conduct the compliance determination using Method 22 of appendix A–7 to this part to determine visible emissions or monitor the flare according to § 60.5417b(h). The net heating value of the vent gas must be determined according to § 60.5417b(d)(8)(ii).

(2) A boiler or process heater with a design heat input capacity of 44 megawatts or greater.

(3) A boiler or process heater into which the vent stream is introduced with the primary fuel or is used as the primary fuel.

(4) A boiler or process heater burning hazardous waste for which you have been issued a final permit under 40 CFR part 270 and comply with the requirements of 40 CFR part 266, subpart H; you have certified compliance with the interim status requirements of 40 CFR part 266, subpart H; you have submitted a Notification of Compliance under 40 CFR 63.1207(j) and comply with the requirements of 40 CFR part 63, subpart EEE; or you comply with 40 CFR part 63, subpart EEE and will submit a Notification of Compliance under 40 CFR 63.1207(j) by the date specified in §60.5420b(b)(12) for submitting the initial performance test report.

(5) A hazardous waste incinerator for which you have submitted a Notification of Compliance under 40 CFR 63.1207(j), or for which you will submit a Notification of Compliance under 40 CFR 63.1207(j) by the date specified in § 60.5420b(b)(12) for submitting the initial performance test report, and you comply with the

### Equations 1 and 2 to paragraph (b)(3)(i)

$$E_{i} = K_{2}C_{i}M_{p}Q_{i}$$
$$E_{o} = K_{2}C_{o}M_{p}Q_{o}$$

requirements of 40 CFR part 63, subpart EEE.

(6) A control device for which performance test is waived in accordance with § 60.8(b).

(7) A control device whose model can be demonstrated to meet the performance requirements of § 60.5412b(a)(1)(i) through a performance test conducted by the manufacturer, as specified in paragraph (d) of this section.

(b) *Test methods and procedures.* You must use the test methods and procedures specified in paragraphs (b)(1) through (4) of this section, as applicable, for each performance test conducted to demonstrate that a control device meets the requirements of § 60.5412b(a)(1) or (2). You must conduct the initial and periodic performance tests according to the schedule specified in paragraph (b)(5) of this section. Each performance test must consist of a minimum of 3 test runs. Each run must be at least 1 hour long.

(1) You must use Method 1 or 1A of appendix A-1 to this part, as appropriate, to select the sampling sites. Any references to particulate mentioned in Methods 1 and 1A do not apply to this section.

(i) Sampling sites must be located at the inlet of the first control device and at the outlet of the final control device to determine compliance with a control device percent reduction requirement.

(ii) The sampling site must be located at the outlet of the combustion device to determine compliance with a TOC exhaust gas concentration limit.

(2) You must determine the gas volumetric flow rate using Method 2, 2A, 2C, or 2D of appendix A–2 to this part, as appropriate.

(3) To determine compliance with the control device percent reduction performance requirement in § 60.5412b(a)(1)(i) or (a)(2), you must use Method 25A of appendix A–7 to this part. You must use Method 4 of appendix A–3 to this part to convert the Method 25A results to a dry basis. You must use the procedures in paragraphs (b)(3)(i) through (iii) of this section to calculate percent reduction efficiency.

(i) You must compute the mass rate of TOC using the following equations:

#### Where:

- $E_{\rm i},\,E_{\rm o}$  = Mass rate of TOC at the inlet and outlet of the control device, respectively, dry basis, kilograms per hour.
- $K_2 = Constant$ ,  $2.494 \times 10^{-6}$  (parts per million) (gram-mole per standard cubic meter) (kilogram/gram) (minute/hour), where standard temperature (gram-mole

per standard cubic meter) is 20 degrees Celsius.

C<sub>i</sub>, C<sub>o</sub> = Concentration of TOC, as propane, of the gas stream as measured by Method 25A of appendix A-7 to this part at the inlet and outlet of the control device, respectively, dry basis, parts per million by volume.

### Equation 3 to paragraph (b)(3)(ii)

- $M_p$  = Molecular weight of propane, 44.1 gram/gram-mole.
- $Q_i$ ,  $Q_o$  = Flow rate of gas stream at the inlet and outlet of the control device, respectively, dry standard cubic meter per minute.
- (ii) You must calculate the percent reduction in TOC as follows:

### Where:

- R<sub>cd</sub> = Control efficiency of control device, percent.
- E<sub>i</sub>, = Mass rate of TOC at the inlet to the control device as calculated under paragraph (b)(3)(i) of this section, kilograms per hour.
- $E_0 = Mass$  rate of TOC at the outlet of the control device, as calculated under paragraph (b)(3)(i) of this section, kilograms per hour.

(iii) If the vent stream entering a boiler or process heater with a design capacity less than 44 megawatts is introduced with the combustion air or

as a secondary fuel, you must determine the weight-percent reduction of total TOC across the device by comparing the TOC in all combusted vent streams and primary and secondary fuels with the TOC exiting the device, respectively.

(4) You must use Method 25A of appendix A-7 to this part to measure TOC, as propane, to determine compliance with the TOC exhaust gas concentration limit specified in §60.5412b(a)(1)(i). You must determine the concentration in parts per million by volume on a wet basis and correct it to 3 percent oxygen. You must use the

#### Equation 4 to paragraph (b)(4)

later

emission rate correction factor for excess air, integrated sampling and analysis procedures of Method 3A or 3B of appendix A-2 to this part, ASTM D6522-20, or ANSI/ASME PTC 19.10-1981, Part 10 (manual portion only) (both incorporated by reference, see §60.17) to determine the oxygen concentration. The samples must be taken during the same time that the samples are taken for determining TOC concentration. You must correct the TOC concentration for percent oxygen as follows:

#### Where:

- $C_c = TOC$  concentration, as propane, corrected to 3 percent oxygen, parts per
- million by volume on a wet basis.  $C_m = TOC$  concentration, as propane, parts
- per million by volume on a wet basis.  $O_{2m}$  = Concentration of oxygen, percent by volume as measured, wet.

(5) You must conduct performance tests according to the schedule specified in paragraphs (b)(5)(i) through (iii) of this section.

(i) You must conduct an initial performance test within 180 days after initial startup for your affected facility. You must submit the performance test results as required in §60.5420b(b)(12).

(ii) You must conduct periodic performance tests for all control devices required to conduct initial performance tests. You must conduct the first periodic performance test no later than 60 months after the initial performance test required in paragraph (b)(5)(i) of this section. You must conduct subsequent periodic performance tests at intervals no longer than 60 months following the previous periodic

retur You must submit the periodic performance test results as specified in §60.5420b(b)(12). (iii) If the initial performance test was conducted by the manufacturer under paragraph (d) of this section, you must conduct the first periodic performance

test no later than 60 months after initial installation and startup of the control device. You must conduct subsequent periodic performance tests at intervals no longer than 60 months following the previous periodic performance test. If a control device is not operational at the time a performance test is due, you must conduct the performance test no later than 30 calendar days after returning the control device to service. You must submit the periodic performance test results as specified in §60.5420b(b)(12).

$$C_c = C_m \left( \frac{17.9}{20.9 - \% O_{2m}} \right)$$

17.9

1

 $R_{cd} = \frac{E_i - E_o}{E_i} \times 100\%$ 

(c) Control device design analysis to meet the requirements of § 60.5412b(a)(2). (1) For a condenser, the design analysis must include an analysis of the vent stream composition, constituent concentrations, flow rate, relative humidity, and temperature and must establish the design outlet organic compound concentration level, design average temperature of the condenser exhaust vent stream and the design average temperatures of the coolant fluid at the condenser inlet and outlet.

(2) For a regenerable carbon adsorption system, the design analysis shall include the vent stream composition, constituent concentrations, flow rate, relative humidity and temperature and shall establish the design exhaust vent stream organic compound concentration level, adsorption cycle time, number and capacity of carbon beds, type and working capacity of activated carbon used for the carbon beds, design total regeneration stream flow over the period of each complete carbon bed

regeneration cycle, design carbon bed temperature after regeneration, design carbon bed regeneration time and design service life of the carbon.

(3) For a nonregenerable carbon adsorption system, such as a carbon canister, the design analysis shall include the vent stream composition, constituent concentrations, flow rate, relative humidity and temperature and shall establish the design exhaust vent stream organic compound concentration level, capacity of the carbon bed, type and working capacity of activated carbon used for the carbon bed and design carbon replacement interval based on the total carbon working capacity of the control device and source operating schedule. In addition, these systems shall incorporate dual carbon canisters in case of emission breakthrough occurring in one canister.

(4) If you and the Administrator do not agree on a demonstration of control device performance using a design analysis, then you must perform a performance test in accordance with the requirements of paragraph (b) of this section to resolve the disagreement. The Administrator may choose to have an authorized representative observe the performance test.

(d) Performance testing for combustion control devicesmanufacturers' performance test. (1) This paragraph (d) applies to the performance testing of a combustion control device conducted by the device manufacturer. The manufacturer must demonstrate that a specific model of control device achieves the performance requirements in paragraph (d)(11) of this section by conducting a performance test as specified in paragraphs (d)(2) through (10) of this section. You must submit a test report for each combustion control device in accordance with the requirements in paragraph (d)(12) of this section.

(2) Performance testing must consist of three 1-hour (or longer) test runs for each of the four firing rate settings specified in paragraphs (d)(2)(i) through (iv) of this section, making a total of 12 test runs per test. Propene (propylene) gas must be used for the testing fuel. All fuel analyses must be performed by an independent third-party laboratory (not affiliated with the control device manufacturer or fuel supplier).

(i) 90–100 percent of maximum design rate (fixed rate).

(ii) 70–100–70 percent (ramp up, ramp down). Begin the test at 70 percent of the maximum design rate. During the first 5 minutes, incrementally ramp the firing rate to 100 percent of the maximum design rate. Hold at 100 percent for 5 minutes. In the 10- to 15minute time range, incrementally ramp back down to 70 percent of the maximum design rate. Repeat three more times for a total of 60 minutes of sampling.

(iii) 30–70–30 percent (ramp up, ramp down). Begin the test at 30 percent of the maximum design rate. During the first 5 minutes, incrementally ramp the firing rate to 70 percent of the maximum design rate. Hold at 70 percent for 5 minutes. In the 10- to 15-minute time range, incrementally ramp back down to 30 percent of the maximum design rate. Repeat three more times for a total of 60 minutes of sampling.

(iv) 0–30–0 percent (ramp up, ramp down). Begin the test at the minimum firing rate. During the first 5 minutes, incrementally ramp the firing rate to 30 percent of the maximum design rate. Hold at 30 percent for 5 minutes. In the 10- to 15-minute time range, incrementally ramp back down to the minimum firing rate. Repeat three more times for a total of 60 minutes of sampling.

(3) All models employing multiple enclosures must be tested simultaneously and with all burners operational. Results must be reported for each enclosure individually and for the average of the emissions from all interconnected combustion enclosures/ chambers. Control device operating data must be collected continuously throughout the performance test using an electronic Data Acquisition System. A graphic presentation or strip chart of the control device operating data and emissions test data must be included in the test report in accordance with paragraph (d)(12) of this section. Inlet fuel meter data may be manually recorded provided that all inlet fuel data readings are included in the final report.

(4) Inlet testing must be conducted as specified in paragraphs (d)(4)(i) and (ii) of this section.

(i) The inlet gas flow metering system must be located in accordance with Method 2A of appendix A–1 of this part (or other approved procedure) to measure inlet gas flow rate at the control device inlet location. You must position the fitting for filling fuel sample containers a minimum of eight pipe diameters upstream of any inlet gas flow monitoring meter.

(ii) Inlet flow rate must be determined using Method 2A to appendix A–1 of this part. Record the start and stop reading for each 60-minute THC test. Record the gas pressure and temperature at 5-minute intervals throughout each 60-minute test.

(5) Inlet gas sampling must be conducted as specified in paragraphs (d)(5)(i) and (ii) of this section. (i) At the inlet gas sampling location, securely connect a fused silica-coated stainless steel evacuated canister fitted with a flow controller sufficient to fill the canister over a 3-hour period. Filling must be conducted as specified in paragraphs (d)(5)(i)(A) through (C) of this section.

(A) Open the canister sampling valve at the beginning of each test run and close the canister at the end of each test run.

(B) Fill one canister across the three test runs such that one composite fuel sample exists for each test condition.

(C) Label the canisters individually and record sample information on a chain of custody form.

(ii) Analyze each inlet gas sample using the methods in paragraphs
(d)(5)(ii)(A) through (C) of this section. You must include the results in the test report required by paragraph (d)(12) of this section.

(A) Hydrocarbon compounds containing between one and five atoms of carbon plus benzene using ASTM D1945–03(R2010) (incorporated by reference, see § 60.17).

(B) Hydrogen (H<sub>2</sub>), carbon monoxide (CO), carbon dioxide (CO<sub>2</sub>), nitrogen (N<sub>2</sub>), oxygen (O<sub>2</sub>) using ASTM D1945– 03(R2010) (incorporated by reference, see § 60.17).

(C) Higher heating value using ASTM D3588–98(R2003) or ASTM D4891– 89(R2006) (both incorporated by reference, see § 60.17).

(6) Outlet testing must be conducted in accordance with the criteria in paragraphs (d)(6)(i) through (v) of this section.

(i) Sample and flow rate must be measured in accordance with paragraphs (d)(6)(i)(A) and (B) of this section.

(A) The outlet sampling location must be a minimum of four equivalent stack diameters downstream from the highest peak flame or any other flow disturbance, and a minimum of one equivalent stack diameter upstream of the exit or any other flow disturbance. A minimum of two sample ports must be used.

(B) Flow rate must be measured using Method 1 of appendix A–1 to this part for determining flow measurement traverse point location, and Method 2 of appendix A–1 to this part for measuring duct velocity. If low flow conditions are encountered (*i.e.*, velocity pressure differentials less than 0.05 inches of water) during the performance test, a more sensitive manometer must be used to obtain an accurate flow profile.

(ii) Molecular weight and excess air must be determined as specified in paragraph (d)(7) of this section. (iii) Carbon monoxide must bedetermined as specified in paragraph(d)(8) of this section.

(iv) THC must be determined as specified in paragraph (d)(9) of this section.

(v) Visible emissions must be determined as specified in paragraph(d)(10) of this section.

(7) Molecular weight and excess air determination must be performed as specified in paragraphs (d)(7)(i) through (iii) of this section.

(i) An integrated bag sample must be collected during the moisture test required by Method 4 of appendix A–3 to this part following the procedure specified in (d)(7)(i)(A) and (B) of this section. Analyze the bag sample using a gas chromatograph-thermal conductivity detector (GC–TCD) analysis meeting the criteria in paragraphs (d)(7)(i)(C) and (D) of this section.

(A) Collect the integrated sample throughout the entire test and collect representative volumes from each traverse location.

(B) Purge the sampling line with stack gas before opening the valve and beginning to fill the bag. Clearly label each bag and record sample information on a chain of custody form.

(C) The bag contents must be vigorously mixed prior to the gas chromatograph analysis.

(D) The GC–TCD calibration procedure in Method 3C of appendix A– 2 to this part must be modified as follows: For the initial calibration, triplicate injections of any single concentration must agree within 5 percent of their mean to be valid. The calibration response factor for a single concentration re-check must be within 10 percent of the original calibration response factor for that concentration. If this criterion is not met, repeat the initial calibration using at least three concentration levels.

(ii) Calculate and report the molecular weight of oxygen, carbon dioxide, methane and nitrogen in the integrated bag sample and include in the test report specified in paragraph (d)(12) of this section. Moisture must be determined using Method 4 of appendix A–3 to this part. Traverse both ports with the sampling train required by Method 4 of appendix A–3 to this part during each test run. Ambient air must not be introduced into the integrated bag sample required by Method 3C of appendix A–2 to this part during the port change.

(iii) Excess air must be determined using resultant data from the Method 3C tests and Method 3B of appendix A–2 to this part, equation 3B–1 in Method 3B, or ANSI/ASME PTC 19.10–1981, Part 10 (manual portion only) (incorporated by reference, see § 60.17).

(8) Carbon monoxide must be determined using Method 10 of appendix A–4 to this part. Run the test simultaneously with Method 25A of appendix A–7 to this part using the same sampling points. An instrument range of 0–10 parts per million by volume-dry (ppmvd) is recommended.

(9) Total hydrocarbon determination must be performed as specified by in paragraphs (d)(9)(i) through (vii) of this section.

(i) Conduct THC sampling using Method 25A of appendix A–7 to this part, except that the option for locating the probe in the center 10 percent of the stack is not allowed. The THC probe must be traversed to 16.7 percent, 50 percent, and 83.3 percent of the stack diameter during each test run.

(ii) A valid test must consist of three Method 25A tests, each no less than 60 minutes in duration.

(iii) A 0 to 10 parts per million by volume-wet (ppmvw) (as propane) measurement range is preferred; as an alternative a 0 to 30 ppmvw (as propane) measurement range may be used.

(iv) Calibration gases must be propane in air and be certified through EPA–600/ R–12/531—"EPA Traceability Protocol for Assay and Certification of Gaseous Calibration Standards," (incorporated by reference, see § 60.17).

(v) THC measurements must be reported in terms of ppmvw as propane.

(vi) THC results must be corrected to 3 percent  $CO_2$ , as measured by Method 3C of appendix A-2 to this part. You must use the following equation for this diluent concentration correction:

### Equation 5 to paragraph (d)(9)(vi)

$$C_{corr} = C_{meas} \left(\frac{3}{CO_{2meas}}\right)$$

Where:

- $C_{meas}$  = The measured concentration of the pollutant.
- CO<sub>2meas</sub> = The measured concentration of the CO<sub>2</sub> diluent.
- 3 = The corrected reference concentration of  $CO_2$  diluent.
- $C_{corr}$  = The corrected concentration of the pollutant.

(vii) Subtraction of methane or ethane from the THC data is not allowed in determining results.

(10) Visible emissions must be determined using Method 22 of appendix A–7 to this part. The test must be performed continuously during each test run. A digital color photograph of the exhaust point, taken from the position of the observer and annotated with date and time, must be taken once per test run and the 12 photos included in the test report specified in paragraph (d)(12) of this section.

(11)(i) The control device model tested must meet the criteria in paragraphs (d)(11)(i)(A) through (D) of this section. These criteria must be reported in the test report required by paragraph (d)(12) of this section.

(A) Results from Method 22 of appendix A–7 to this part determined under paragraph (d)(10) of this section with no indication of visible emissions.

(B) Average results from Method 25A of appendix A–7 to this part determined under paragraph (d)(9) of this section equal to or less than 10.0 ppmvw THC as propane corrected to 3.0 percent CO<sub>2</sub>.

(C) Average CO emissions determined under paragraph (d)(8) of this section equal to or less than 10 parts ppmvd, corrected to 3.0 percent  $CO_2$ . (D) Excess air determined under paragraph (d)(7) of this section equal to or greater than 150 percent.

(ii) The manufacturer must determine a minimum inlet gas flow rate above which each control device model must be operated to achieve the criteria in paragraph (d)(11)(iii) of this section. The manufacturer must determine a maximum inlet gas flow rate which must not be exceeded for each control device model to achieve the criteria in paragraph (d)(11)(iii) of this section. The minimum and maximum inlet gas flow rate must be included in the test report required by paragraph (d)(12) of this section.

(iii) A manufacturer must demonstrate a destruction efficiency of at least 95.0 percent for THC, as propane. A control device model that demonstrates a destruction efficiency of 95.0 percent for THC, as propane, will meet the control requirement for 95.0 percent destruction of VOC and methane required under this subpart.

(12) The owner or operator of a combustion control device model tested under this paragraph (d)(12) must submit the information listed in paragraphs (d)(12)(i) through (vi) of this section for each test run in the test report required by this section in accordance with § 60.5420b(b)(13). Owners or operators who claim that any of the performance test information being submitted is confidential business information (CBI) must submit a complete file including information claimed to be CBI to the OAQPS CBI office. The preferred method to receive CBI is for it to be transmitted electronically using email attachments, File Transfer Protocol, or other online file sharing services. Electronic submissions must be transmitted directly to the OAQPS CBI Office at the email address *oaqpscbi@epa.gov* and should include clear CBI markings and be flagged to the attention of the Leader, Measurement Policy Group. If assistance is needed with submitting large electronic files that exceed the file size limit for email attachments, and if you do not have your own file sharing service, please email oaqpscbi@epa.gov to request a file transfer link. If you cannot transmit the file electronically, you may send CBI information through the postal service to the following address: U.S. EPA, Attn: OAQPS Document Control Officer and Measurement Policy Group Leader, Mail Drop: C404–02, 109 T.W. Alexander Drive, P.O. Box 12055, RTP, North Carolina 27711. The mailed CBI material should be double wrapped and clearly marked. Any CBI markings should not show through the outer envelope. The same file with the CBI omitted must be submitted to *Oil and* Gas PT@EPA.GOV.

(i) A full schematic of the control device and dimensions of the device components.

(ii) The maximum net heating value of the device.

(iii) The test fuel gas flow range (in both mass and volume). Include the minimum and maximum allowable inlet gas flow rate.

(iv) The air/stream injection/assist ranges, if used.

(v) The test conditions listed in paragraphs (d)(12)(v)(A) through (O) of this section, as applicable for the tested model.

(A) Fuel gas delivery pressure and temperature.

(B) Fuel gas moisture range.

(C) Purge gas usage range.(D) Condensate (liquid fuel) separation range.

(E) Combustion zone temperature range. This is required for all devices that measure this parameter.

- (F) Excess air range.
- (G) Flame arrestor(s).
- (H) Burner manifold.
- (I) Continuous pilot flame indicator.
- (J) Pilot flame design fuel and calculated or measured fuel usage.
- (V) Tip valoaity paper
- (K) Tip velocity range.
- (L) Momentum flux ratio.(M) Exit temperature range.
- (N) Exit flow note
- (N) Exit flow rate.

(O) Wind velocity and direction. (vi) The test report must include all calibration quality assurance/quality control data, calibration gas values, gas cylinder certification, strip charts, or other graphic presentations of the data annotated with test times and calibration values.

(e) Initial and continuous compliance for combustion control devices tested by the manufacturer in accordance with paragraph (d) of this section. This paragraph (e) applies to the demonstration of compliance for a combustion control device tested under the provisions in paragraph (d) of this section. Owners or operators must demonstrate that a control device achieves the performance criteria in paragraph (d)(11) of this section by installing a device tested under paragraph (d) of this section, complying with the criteria specified in paragraphs (e)(1) through (10) of this section, maintaining the records specified in §60.5420b(c)(11) and submitting the report specified in § 60.5420b(b)(11)(v) and (13).

(1) The inlet gas flow rate must be equal to or greater than the minimum inlet gas flow rate and equal to or less than the maximum inlet gas flow rate specified by the manufacturer.

(2) A pilot or combustion flame must be present at all times of operation. An alert must be sent to the nearest control room whenever the pilot or combustion flame is unlit.

(3) Devices must be operated with no visible emissions, except for periods not to exceed a total of 1 minute during any 15-minute period. A visible emissions test conducted according to section 11 of Method 22 of appendix A-7 to this part must be performed at least once every calendar month, separated by at least 15 days between each test. The observation period shall be 15 minutes or once the amount of time visible emissions is present has exceeded 1 minute, whichever time period is less. Alternatively, you may conduct visible emissions monitoring according to §60.5417b(h).

(4) Devices failing the visible emissions test must follow manufacturer's repair instructions, if available, or best combustion engineering practice as outlined in the unit inspection and maintenance plan, to return the unit to compliant operation. All repairs and maintenance activities for each unit must be recorded in a maintenance and repair log and must be available for inspection.

(5) Following return to operation from maintenance or repair activity, each device must pass a visual observation according to Method 22 of appendix A– 7 to this part as described in paragraph (e)(3) of this section or be monitored according to § 60.5417b(h).

(6) If the owner or operator operates a combustion control device model tested under this section, an electronic copy of the performance test results required by this section shall be submitted via email to *Oil\_and\_Gas\_ PT@EPA.GOV* unless the test results for that model of combustion control device are posted at the following website: *https://www.epa.gov/controlling-airpollution-oil-and-natural-gas-industry.* 

(7) Ensure that each enclosed combustion device is maintained in a leak free condition.

(8) Operate each control device following the manufacturer's written operating instructions, procedures and maintenance schedule to ensure good air pollution control practices for minimizing emissions.

(9) Install and operate the continuous parameter monitoring systems in accordance with § 60.5417b(a) and (c) through (i).

(10) Comply with the applicable NHV limit specified in § 60.5412b(a)(1)(iv).

# § 60.5415b How do I demonstrate continuous compliance with the standards for each of my affected facilities?

(a) Well completion standards for well affected facility. For each well completion operation at your well affected facility, you must demonstrate continuous compliance with the requirements of § 60.5375b by submitting the annual report required by § 60.5420b(b)(1) and (2) and maintaining the records for each completion operation specified in § 60.5420b(c)(1).

(b) Gas well liquids unloading standards for well affected facility. For each well liquids unloading operation at your well affected facility, you must demonstrate continuous compliance with the requirements of 60.5376b by submitting the annual report information specified in § 60.5420b(b)(1) and (3) and maintaining the records for each well liquids

unloading event specified in § 60.5420b(c)(2). For each gas well liquids unloading well affected facility that complies with the requirements of § 60.5376b(g), you must route emissions to a control device through a closed vent system and continuously comply with the closed vent requirements of § 60.5416b. You also must comply with the requirements specified in paragraph (f) of this section and maintain the records in § 60.5420b(c)(8), (10) and (12).

(c) Associated gas well standards for well affected facility. For each associated gas well, you must demonstrate continuous compliance with the requirements of § 60.5377b by submitting the reports required by §60.5420b(b)(1) and (4) and maintaining the records specified in  $\S60.5420b(c)(3)$ . For each associated gas well that complies with the requirements of § 60.5377b(d) or (f), you must route emissions to a control device through a closed vent system and continuously comply with the closed vent requirements of § 60.5416b. You also must comply with the requirements specified in paragraph (f) of this section and maintain the records in §60.5420b(c)(8), (10) and (12).

(d) Centrifugal compressor affected facility. For each wet seal centrifugal compressor affected facility complying with § 60.5380b(a)(1) and (2), or with §60.5380b(a)(3) by routing emissions to a control device or to a process, you must demonstrate continuous compliance according to paragraph (d)(1) and paragraphs (d)(3) and (4) of this section. For each self-contained wet seal centrifugal compressor complying with the requirements in §60.5380b(a)(4), you must demonstrate continuous compliance according to paragraphs (d)(2) through (4) of this section. For each centrifugal compressor on the Alaska North Slope equipped with sour seal oil separator and capture system, complying with the requirements of § 60.5380b(a)(5), you must demonstrate continuous compliance according to paragraphs (d)(2) through (4) of this section. For each dry seal centrifugal compressor complying with the requirements in §60.5380b(a)(6), you must demonstrate continuous compliance according to paragraphs (d)(2) through (4) of this section.

(1) For each wet seal centrifugal compressor affected facility complying by routing emissions to a control device or to a process, you must operate the wet seal emissions collection system to route emissions to a control device or a process through a closed vent system and continuously comply with the cover and closed vent requirements of § 60.5416b. If you comply with § 60.5380b(a)(2) by using a control device, you also must comply with the requirements in paragraph (f) of this section.

(2) You must maintain volumetric flow rate at or below the flow rates specified in §60.5380b(a)(5) for you centrifugal compressor and you must conduct the required volumetric flow rate measurement of your self-contained wet seal centrifugal compressor, Alaska North Slope centrifugal compressor equipped with sour seal oil separator and capture system, or dry seal centrifugal compressor in accordance with § 60.5380b(a)(6) on or before 8,760 hours of operation after your last volumetric flow rate measurement which demonstrates compliance with the volumetric flow rate specified in §60.5380b(a)(5) for you centrifugal compressor.

(3) You must submit the annual reports as required in § 60.5420b(b)(1),
(5), and (11)(i) through (iv), as applicable.

(4) You must maintain records as required in 60.5420b(c)(4), (8) through (10), and (12), as applicable.

(e) Pump affected facility. To demonstrate continuous compliance with the GHG and VOC standards for your pump affected facility as required by § 60.5393b, you must comply with paragraphs (e)(1) through (3) of this section.

(1) For pump affected facilities complying with the requirements of  $\S$  60.5393b(a) by routing emissions to a process, and for pump affected facilities complying with the requirements of  $\S$  60.5393b(b)(2), or (3), you must continuously comply with the closed vent requirements of  $\S$  60.5416b. If you comply with  $\S$  60.5393b(b)(3), you also must comply with the requirements in paragraph (f) of this section.

(2) You must submit the annual reports for your pump affected facility as required in 60.5420b(b)(1), (10), and (11)(i) through (iv), as applicable.

(3) You must maintain the records for your pump affected facility as specified in 60.5420b(c)(8), (10), (12), and (15), as applicable.

(f) Additional continuous compliance requirements for well, centrifugal compressor, reciprocating compressor, process controllers in Alaska, storage vessel, process unit equipment, or pump affected facilities. For each associated gas well, each gas well that conducts liquids unloading, each centrifugal compressor affected facility, each reciprocating compressor affected facility, each process controller affected facility in Alaska, each storage vessel affected facility, each process unit equipment affected facility, and each pump affected facility referenced to this paragraph from either paragraph (b), (c), (d)(1), (e)(1), (g), (h)(2)(iv), (i) or (j) of this section, you must also install monitoring systems as specified in § 60.5417b, demonstrate continuous compliance according to paragraph (f)(1) of this section, maintain the records in paragraph (f)(2) of this section, and comply with the reporting requirements specified in paragraph (f)(3) of this section.

(1) You must demonstrate continuous compliance with the control device performance requirements of §60.5412b(a) using the procedures specified in paragraphs (f)(1)(i) through (viii) of this section and conducting the monitoring as required by §60.5417b. If you use a condenser as the control device to achieve the requirements specified in §60.5412b(a)(2), you may demonstrate compliance according to paragraph (f)(1)(ix) of this section. You may switch between compliance with paragraphs (f)(1)(i) through (viii) of this section and compliance with paragraph (f)(1)(ix) of this section only after at least 1 year of operation in compliance with the selected approach. You must provide notification of such a change in the compliance method in the next annual report, following the change. If vou use an enclosed combustion device or a flare as the control device, you must also conduct the monitoring required in paragraph (f)(1)(x) of this section. If you use an enclosed combustion device or flare using an alternative test method approved under § 60.5412b(d), you must use the procedures in paragraph (f)(1)(xi) of this section in lieu of the procedures in paragraphs (f)(1)(i)through (viii) of this section, but you must still conduct the monitoring required in paragraph (f)(1)(x) of this section.

(i) You must operate below (or above) the site-specific maximum (or minimum) parameter value established according to the requirements of \$ 60.5417b(f)(1). For flares, you must operate above the limits specified in paragraphs (f)(1)(vii)(B) of this section.

(ii) You must calculate the average of the applicable monitored parameter in accordance with § 60.5417b(e).

(iii) Compliance with the operating parameter limit is achieved when the average of the monitoring parameter value calculated under paragraph (f)(1)(ii) of this section is either equal to or greater than the minimum parameter value or equal to or less than the maximum parameter value established under paragraph (f)(1)(i) of this section. When performance testing of a combustion control device is conducted by the device manufacturer as specified in § 60.5413b(d), compliance with the operating parameter limit is achieved when the criteria in § 60.5413b(e) are met.

(iv) You must operate the continuous monitoring system required in § 60.5417b(a) at all times the affected source is operating, except for periods of monitoring system malfunctions, repairs associated with monitoring system malfunctions and required monitoring system quality assurance or quality control activities, including, as applicable, system accuracy audits and required zero and span adjustments. A monitoring system malfunction is any sudden, infrequent, not reasonably preventable failure of the monitoring system to provide valid data. Monitoring system failures that are caused in part by poor maintenance or careless operation are not malfunctions. You are required to complete monitoring system repairs in response to monitoring system malfunctions and to return the monitoring system to operation as expeditiously as practicable.

(v) You may not use data recorded during monitoring system malfunctions, repairs associated with monitoring system malfunctions, or required monitoring system quality assurance or control activities in calculations used to report emissions or operating levels. You must use all the data collected during all other required data collection periods to assess the operation of the control device and associated control system.

(vi) Failure to collect required data is a deviation of the monitoring requirements.

(vii) If you use an enclosed combustion device to meet the requirements of  $\S$  60.5412b(a)(1) and you demonstrate compliance using the test procedures specified in  $\S$  60.5413b(b), or you use a flare designed and operated in accordance with  $\S$  60.5412b(a)(3), you must comply with the applicable requirements in paragraphs (f)(1)(vii)(A) through (E) of this section.

(A) For each enclosed combustion device which is not a catalytic vapor incinerator and for each flare, you must comply with the requirements in paragraphs (f)(1)(vii)(A)(1) through (4) of this section.

(1) A pilot or combustion flame must be present at all times of operation. An alert must be sent to the nearest control room whenever the pilot or combustion flame is unlit.

(2) Devices must be operated with no visible emissions, except for periods not

to exceed a total of 1 minute during any 15-minute period. A visible emissions test conducted according to section 11 of Method 22 of appendix A–7 to this part, must be performed at least once every calendar month, separated by at least 15 days between each test. The observation period shall be 15 minutes or once the amount of time visible emissions is present has exceeded 1 minute, whichever time period is less. Alternatively, you may conduct visible emissions monitoring according to § 60.5417b(h).

(3) Devices failing the visible emissions test must follow manufacturer's repair instructions, if available, or best combustion engineering practice as outlined in the unit inspection and maintenance plan, to return the unit to compliant operation. All repairs and maintenance activities for each unit must be recorded in a maintenance and repair log and must be available for inspection.

(4) Following return to operation from maintenance or repair activity, each device must pass a Method 22 of appendix A–7 to this part visual observation as described in paragraph (f)(1)(vii)(D) of this section or be monitored according to § 60.5417b(h).

(B) For flares, you must comply with the requirements in paragraphs(f)(1)(vii)(B)(1) through (6) of this section.

(1) For unassisted flares, maintain the NHV of the gas sent to the flare at or above 200 Btu/scf.

(2) If you use a pressure assisted flare, maintain the NHV of gas sent to the flare at or above 800 Btu/scf.

(3) For steam-assisted and air-assisted flares, maintain the  $\rm NHV_{cz}$  at or above 270 Btu/scf.

(4) For flares with perimeter assist air, maintain the  $\rm NHV_{dil}$  at or above 22 Btu/sqft. If the only assist air provided to the flare is perimeter assist air intentionally entrained in lower and/or upper steam at the flare tip and the effective diameter is 9 inches or greater, you are not required to comply with the  $\rm NHV_{dil}$  limit.

(5) Unless you use a pressure-assisted flare, maintain the flare tip velocity below the applicable limits in § 60.18(b).

(6) Maintain the total gas flow to the flare above the minimum inlet gas flow rate. The minimum inlet gas flow rate is established based on manufacturer recommendations.

(C) For enclosed combustion devices for which, during the performance test conducted under § 60.5413b(b), the combustion zone temperature is not an indicator of destruction efficiency, you must comply with the requirements in paragraphs (f)(1)(vii)(C)(1) through (5) of this section, as applicable.

(1) Maintain the total gas flow to the enclosed combustion device at or above the minimum inlet gas flow rate and at or below the maximum inlet flow rate for the enclosed combustion device established in accordance with § 60.5417b(f).

(2) For unassisted enclosed combustion devices, maintain the NHV of the gas sent to the enclosed combustion device at or above 200 Btu/ scf.

(3) For enclosed combustion devices that use pressure-assisted burner tips to promote mixing at the burner tip, maintain the NHV of the gas sent to the enclosed combustion device at or above 800 Btu/scf.

(4) For steam-assisted and air-assisted enclosed combustion devices, maintain the  $\rm NHV_{cz}$  at or above 270 Btu/scf.

(5) For enclosed combustion devices with perimeter assist air, maintain the NHV<sub>dil</sub> at or above 22 Btu/sqft. If the only assist air provided to the enclosed combustion device is perimeter assist air intentionally entrained in lower and/ or upper steam at the flare tip and the effective diameter is 9 inches or greater, you are not required to comply with the NHV<sub>dil</sub> limit.

(D) For enclosed combustion devices for which, during the performance test conducted under § 60.5413b(b), the combustion zone temperature is demonstrated to be an indicator of destruction efficiency, you must comply with the requirements in paragraphs (f)(1)(vii)(D)(1) and (2) of this section.

(1) Maintain the temperature at or above the minimum temperature established during the most recent performance test. The minimum temperature limit established during the most recent performance test is the average temperature recorded during each test run, averaged across the 3 test runs (average of the test run averages).

(2) Maintain the total gas flow to the enclosed combustion device at or above the minimum inlet gas flow rate and at or below the maximum inlet flow rate for the enclosed combustion device established in accordance with § 60.5417b(f).

(E) For catalytic vapor incinerators you must operate the catalytic vapor incinerator at or above the minimum temperature of the catalyst bed inlet and at or above the minimum temperature differential between the catalyst bed inlet and the catalyst bed outlet established in accordance with § 60.5417b(f).

(viii) If you use a carbon adsorption system as the control device to meet the requirements of § 60.5412b(a)(2), you

must demonstrate compliance by the procedures in paragraphs (f)(1)(viii)(A) and (B) of this section, as applicable.

(A) If you use a regenerative-type carbon adsorption system, you must comply with paragraphs (f)(1)(viii)(A)(1) through (4) of this section.

(1) You must maintain the average regenerative mass flow or volumetric flow to the carbon adsorber during each bed regeneration cycle above the limit established in in accordance with § 60.5413b(c)(2).

(2) You must maintain the average carbon bed temperature above the temperature limit established in accordance with § 60.5413b(c)(2) during the carbon bed steaming cycle and below the carbon bed temperature established in in accordance with § 60.5413b(c)(2) after the regeneration cycle.

(3) You must check the mechanical connections for leakage at least every month, and you must perform a visual inspection at least every 3 months of all components of the continuous parameter monitoring system for physical and operational integrity and all electrical connections for oxidation and galvanic corrosion if your continuous parameter monitoring system is not equipped with a redundant flow sensor.

(4) You must replace all carbon in the carbon adsorption system with fresh carbon on a regular, predetermined time interval that is no longer than the carbon service life established according to 60.5413b(c)(2).

(B) If you use a nonregenerative-type carbon adsorption system, you must replace all carbon in the control device with fresh carbon on a regular, predetermined time interval that is no longer than the carbon service life established according to § 60.5413b(c)(3).

(ix) If you use a condenser as the control device to achieve the percent reduction performance requirements specified in 60.5412b(a)(2), you must demonstrate compliance using the procedures in paragraphs (f)(1)(ix)(A) through (E) of this section.

(A) You must establish a site-specific condenser performance curve according to § 60.5417b(f)(2).

(B) You must calculate the daily average condenser outlet temperature in accordance with § 60.5417b(e).

(C) You must determine the condenser efficiency for the current operating day using the daily average condenser outlet temperature calculated under paragraph (f)(1)(ix)(B) of this section and the condenser performance curve established under paragraph (f)(1)(ix)(A) of this section. (D) Except as provided in paragraphs (f)(1)(ix)(D)(1) and (2) of this section, at the end of each operating day, you must calculate the 365-day rolling average TOC emission reduction, as appropriate, from the condenser efficiencies as determined in paragraph (f)(1)(ix)(C) of this section.

(1) After the compliance dates specified in § 60.5370b(a), if you have less than 120 days of data for determining average TOC emission reduction, you must calculate the average TOC emission reduction for the first 120 days of operation after the compliance date. You have demonstrated compliance with the overall 95.0 percent reduction requirement if the 120-day average TOC emission reduction is equal to or greater than 95.0 percent.

(2) After 120 days and no more than 364 days of operation after the compliance date specified in § 60.5370b(a), you must calculate the average TOC emission reduction as the TOC emission reduction averaged over the number of days between the current day and the applicable compliance date. You have demonstrated compliance with the overall 95.0 percent reduction requirement if the average TOC emission reduction is equal to or greater than 95.0 percent.

(E) If you have data for 365 days or more of operation, you have demonstrated compliance with the TOC emission reduction if the rolling 365day average TOC emission reduction calculated in paragraph (f)(1)(ix)(D) of this section is equal to or greater than 95.0 percent.

(x) During each inspection conducted using an OGI camera under §60.5397b and during each periodic screening event or each inspection conducted using an OGI camera under § 60.5398b, you must observe each enclosed combustion device and flare to determine if it is operating properly. You must determine whether there is a flame present and whether any uncontrolled emissions from the control device are visible with the OGI camera or the technique used to conduct the periodic screening event. During each inspection conducted under § 60.5397b using AVO, you must observe each enclosed combustion device and flare to determine if it is operating properly. Visually confirm that the pilot or combustion flame is lit and that the pilot or combustion flame is operating properly.

(xi) If you use an enclosed combustion device or flare using an alternative test method approved under § 60.5412b(d), you must comply with paragraphs (f)(1)(xi)(A) through (E) of this section.

(A) You must maintain the combustion efficiency at or above 95.0 percent. Alternatively, if the alternative test method does not directly monitor combustion efficiency, you must comply with the applicable requirements in paragraphs (f)(1)(xi)(A)(1) and (2) of this section.

(1) Maintain the NHV<sub>cz</sub> at or above 270 Btu/scf.

(2) For flares or enclosed combustion devices with perimeter assist air, maintain the NHV<sub>dil</sub> at or above 22 Btu/sqft. If the only assist air provided to the flare or enclosed combustion device is perimeter assist air intentionally entrained in lower and/or upper steam at the flare tip and the effective diameter is 9 inches or greater, you are only required to comply with the NHV<sub>cz</sub> limit specified in paragraph (f)(1)(xi)(A)(1) of this section.

(B) You must calculate the value of the applicable monitored metric(s) in accordance with the approved alternative test method. Compliance with the limit is achieved when the calculated values are within the range specified in paragraph (f)(1)(xi)(A) of this section.

(C) You must conduct monitoring using the alternative test method at all times the affected source is operating, except for periods of monitoring system malfunctions, repairs associated with monitoring system malfunctions and required monitoring system quality assurance or quality control activities, including, as applicable, system accuracy audits and required zero and span adjustments. A monitoring system malfunction is any sudden, infrequent, not reasonably preventable failure of the monitoring system to provide valid data. Monitoring system failures that are caused in part by poor maintenance or careless operation are not malfunctions. You are required to complete monitoring system repairs in response to monitoring system malfunctions and to return the monitoring system to operation as expeditiously as practicable.

(D) You may not use data recorded during monitoring system malfunctions, repairs associated with monitoring system malfunctions, or required monitoring system quality assurance or control activities in calculations used to report values to demonstrate compliance with the limits specified in paragraph (f)(1)(xi)(A) of this section. You must use all the data collected during all other required data collection periods to assess the operation of the control device and associated control system. (E) Failure to collect required data is a deviation of the monitoring requirements.

(2) You must maintain the records as specified in § 60.5420b(c)(11) and (13).

(3) You must comply with the reporting requirements in § 60.5420b(b)(11) through (13).

(g) Reciprocating compressor affected *facility*. For each reciprocating compressor affected facility complying with § 60.5385b(a) through (c), you must demonstrate continuous compliance according to paragraphs (g)(1), (5), and (6) of this section. For each reciprocating compressor affected facility complying with §60.5385b(d)(1) or (2), you must demonstrate continuous compliance according to paragraphs (g)(2), (5) and (6) of this section. For each reciprocating compressor affected facility complying with §60.5385b(d)(3), you must demonstrate continuous compliance according to paragraphs (g)(3) through (6) of this section.

(1) You must maintain the volumetric flow rate at or below 2 scfm per cylinder (or at or below the combined volumetric flow rate determined by multiplying the number of cylinders by 2 scfm), and you must conduct the required volumetric flow rate measurement of your reciprocating compressor rod packing vents in accordance with § 60.5385b(b) on or before 8,760 hours of operation after your last volumetric flow rate measurement which demonstrated compliance with the applicable volumetric flow rate.

(2) You must operate the rod packing emissions collection system to route emissions to a control device or to a process through a closed vent system and continuously comply with the cover and closed vent requirements of § 60.5416b. If you comply with § 60.5385b(d) by using a control device, you also must comply with the requirements in paragraph (f) of this section.

(3) You must continuously monitor the number of hours of operation for each reciprocating compressor affected facility since initial startup, since May 7, 2024, since the previous flow rate measurement, or since the date of the most recent reciprocating compressor rod packing replacement, whichever date is latest.

(4) You must replace the reciprocating compressor rod packing on or before the total number of hours of operation reaches 8,760 hours.

(5) You must submit the annual reports as required in § 60.5420b(b)(1), (6), and (11)(i) through (iv), as applicable. (6) You must maintain records as required in § 60.5420b(c)(5), (8) through (10), and (12), as applicable.

(h) Process controller affected facility. To demonstrate continuous compliance with GHG and VOC emission standards for your process controller affected facility as required by § 60.5390b, you must comply with paragraphs (h)(1) through (4) of this section, as applicable.

(1) You must demonstrate that your process controller affected facility does not emit any VOC or methane to the atmosphere by meeting the requirements of paragraphs (h)(1)(i) or (ii) of this section.

(i) If you comply by routing the emissions to a process, you must comply with the closed vent system inspection and monitoring requirements of  $\S$  60.5416b.

(ii) If you comply by using a selfcontained natural gas-driven process controller, you must conduct the no identifiable emissions inspections required by § 60.5416b(b).

(2) For each process controller affected facility located at a site in Alaska that does not have access to electrical power and that complies by reducing methane and VOC emissions from all controllers in the process controller affected facility by 95.0 percent in accordance with § 60.5390b(b)(3), you must comply with the closed vent requirements of § 60.5416b and the requirements in paragraph (f) of this section for the control device.

(3) You must submit the annual report for your process controller as required in (0.5420b(b)(1), (7), and (11)(i)through (iv), as applicable.

(4) You must maintain the records as specified in 60.5420b(c)(6), (8), (10), and (12) for each process controller affected facility, as applicable.

(i) Storage vessel affected facility. For each storage vessel affected facility, you must demonstrate continuous compliance with the requirements of § 60.5395b according to paragraphs (i)(1) through (10) of this section, as applicable.

(1) For each storage vessel affected facility complying with the requirements of 60.5395b(a)(2), you must demonstrate continuous compliance according to paragraphs (i)(5), (9) and (10) of this section.

(2) For each storage vessel affected facility complying with the requirements of  $\S$  60.5395b(a)(3), you must demonstrate continuous compliance according to paragraphs (i)(2)(i), (ii), or (iii) of this section, as applicable, and (i)(9) and (10) of this section.

(i) You must maintain the uncontrolled actual VOC emissions at less than 4 tpy and the uncontrolled actual methane emissions at less than 14 tpy from the storage vessel affected facility.

(ii) You must comply with paragraph (i)(5) of this section as soon as liquids from the well are routed to the storage vessel affected facility following fracturing or refracturing according to the requirements of  $\S$  60.5395b(a)(3)(i).

(iii) You must comply with paragraph (i)(5) of this section within 30 days of the monthly determination according to the requirements of § 60.5395b(a)(3)(ii), where the monthly emissions determination indicates that VOC emissions from your storage vessel affected facility increase to 4 tpy or greater and the increase is not associated with fracturing or refracturing of a well feeding the storage vessel affected facility.

(3) For each storage vessel affected facility or portion of a storage vessel affected facility removed from service, you must demonstrate compliance with the requirements of (0, 0, 0, 0) by complying with paragraphs (i)(6), (7), (9), and (10) of this section.

(4) For each storage vessel affected facility or portion of a storage vessel affected facility returned to service, you must demonstrate compliance with the requirements of 60.5395b(c)(1) by complying with paragraphs (i)(8) through (10) of this section.

(5) For each storage vessel affected facility, you must comply with paragraphs (i)(5)(i) and (ii) of this section.

(i) You must reduce VOC emissions as specified in § 60.5395b(a)(2).

(ii) For each control device installed to meet the requirements of  $\S$  60.5395b(a)(2), you must demonstrate continuous compliance with the performance requirements of  $\S$  60.5412b for each storage vessel affected facility using the procedure specified in paragraphs (i)(5)(ii)(A) and (i)(5)(ii)(B) of this section. When routing emissions to a process, you must demonstrate continuous compliance as specified in paragraph (i)(5)(ii)(A) of this section.

(A) You must comply with § 60.5416b for each cover and closed vent system.

(B) You must comply with the requirements specified in paragraph (f) of this section.

(6) You must completely empty and degas each storage vessel, such that each storage vessel no longer contains crude oil, condensate, produced water or intermediate hydrocarbon liquids. For a portion of a storage vessel affected facility to be removed from service, you must completely empty and degas the

storage vessel(s), such that the storage vessel(s) no longer contains crude oil, condensate, produced water, or intermediate hydrocarbon liquids. A storage vessel where liquid is left on walls, as bottom clingage, or in pools due to floor irregularity is considered to be completely empty.

(7) You must disconnect the storage vessel(s) from the tank battery by isolating the storage vessel(s) from the tank battery such that the storage vessel(s) is no longer manifolded to the tank battery by liquid or vapor transfer.

(8) You must determine the affected facility status of a storage vessel returned to service as provided in § 60.5365b(e)(6).

(9) You must submit the annual reports as required by § 60.5420b(b)(1),(8), and (11)(i) through (iv).

(10) You must maintain the records as required by 60.5420b(c)(7) through (10) and (c)(12), as applicable.

(j) Process unit equipment affected facility. For each process unit equipment affected facility, you must demonstrate continuous compliance with the requirements of § 60.5400b according to paragraphs (j)(1) through (4) and (11) through (15) of this section, unless you meet and comply with the exception in § 60.5402b(b), (e), or (f) or meet the exemption in §60.5402b(c). Alternatively, if you comply with the GHG and VOC standards for process unit affected facilities using the standards in §60.5401b, you must comply with paragraphs (j)(5) through (15) of this section, unless you meet the exemption in §60.5402b(b) or (c) or the exception in §60.5402b(e) and (f).

(1) You must conduct monitoring for each pump in light liquid service, pressure relief device in gas/vapor service, valve in gas/vapor and light liquid service and connector in gas/ vapor and light liquid service as required by § 60.5400b(b).

(2) You must conduct monitoring as required by § 60.5400b(c) for each pump in light liquid service.

(3) You must conduct monitoring as required by § 60.5400b(d) for each pressure relief device in gas/vapor service.

(4) You must comply with the equipment requirements for each openended valve or line as required by § 60.5400b(e).

(5) You must conduct monitoring for each pump in light liquid service as required by § 60.5401b(b).

(6) You must conduct monitoring for each pressure relief device in gas/vapor service as required by § 60.5401b(c).

(7) You must comply with the equipment requirements for each open-

ended valve or line as required by §60.5401b(d).

(8) You must conduct monitoring for each valve in gas/vapor or light liquid service as required by § 60.5401b(f).

(9) You must conduct monitoring for each pump, valve, and connector in heavy liquid service and each pressure relief device in light liquid or heavy liquid service as required by § 60.5401b(g).

(10) You must conduct monitoring for each connector in gas/vapor or light liquid service as required by § 60.5401b(h).

(11) You must collect emissions and meet the closed vent system requirements as required by § 60.5416b for each pump equipped with a dual mechanical seal system that degasses the barrier fluid reservoir to a process or a control device, each pump which captures and transports leakage from the seal or seals to a process or control device, or each pressure relief device which captures and transports leakage through the pressure relief device to a process or control device.

(12) You comply with the requirements specified in paragraph (f) of this section.

(13) You must tag and repair each identified leak as required in § 60.5400(h) or § 60.5401b(i), as applicable.

(14) You must submit semiannual reports as required by § 60.5422b and the annual reports in § 60.5420b(b)(11)(i) through (iv), as applicable.

(15) You must maintain the records specified by 60.5420b(c)(8), (c)(10), and (c)(12) as applicable and 60.5421b.

(k) Sweetening unit affected facility. For each sweetening unit affected facility, you must demonstrate continuous compliance with the requirements of § 60.5405b(b) according to paragraphs (k)(1) through (10) of this section.

(1) You must determine the minimum required continuous reduction efficiency of  $SO_2$  emissions ( $Z_c$ ) as required by § 60.5406b(b).

(2) You must determine the emission reduction efficiency (R) achieved by your sulfur reduction technology using the procedures in 60.5406b(c)(1) through (c)(4).

(3) You must demonstrate compliance with the standard at  $\S$  60.5405b(b) by comparing the minimum required sulfur dioxide emission reduction efficiency ( $Z_c$ ) to the emission reduction efficiency achieved by the sulfur recovery technology (R), where R must be greater than or equal to  $Z_c$ .

(4) You must calibrate, maintain, and operate monitoring devices or perform

measurements to determine the accumulation of sulfur product, the  $H_2S$  concentration, the average acid gas flow rate, and the sulfur feed rate in accordance with § 60.5407b(a).

(5) You must determine the required  $SO_2$  emissions reduction efficiency each 24-hour period in accordance with § 60.5407b(a), § 60.5407b(d), and § 60.5407b(e), as applicable.

(6) You must calibrate, maintain, and operate monitoring devices and continuous emission monitors in accordance with § 60.5407b(b), (f), and (g), if you use an oxidation control system or a reduction control system followed by an incineration device.

(7) You must continuously operate the incineration device, if you use an oxidation control system or a reduction control system followed by an incineration device.

(8) You must calibrate, maintain, and operate a continuous monitoring system to measure the emission rate of reduced sulfur compounds in accordance with  $\S 60.5407b(c)$ , (f), and (g), if you use a reduction control system not followed by an incineration device.

(9) You must submit the reports as required by § 60.5423b(b) and (d).

(10) You must maintain the records as required by § 60.5423b(a), (e), and (f), as applicable.

(1) Continuous compliance. For each fugitive emissions components affected facility, you must demonstrate continuous compliance with the requirements of § 60.5397b(a) according to paragraphs (1)(1) through (4) of this section.

(1) You must conduct periodic monitoring surveys as required in § 60.5397b(e) and (g).

(2) You must repair each identified source of fugitive emissions as required in 60.5397b(h).

(3) You must submit annual reports for fugitive emissions components affected facilities as required in  $\S 60.5420b(b)(1)$  and (9).

(4) You must maintain records as specified in § 60.5420b(c)(16).

# § 60.5416b What are the initial and continuous cover and closed vent system inspection and monitoring requirements?

For each closed vent system and cover at your well, centrifugal compressor, reciprocating compressor, process controller, pump, storage vessel, and process unit equipment affected facilities, you must comply with the applicable requirements of paragraphs (a) and (b) of this section. Each selfcontained natural gas process controller must comply with paragraph (b) of this section.

(a) *Inspections for closed vent systems, covers, and bypass devices.* If

you install a control device or route emissions to a process, you must inspect each closed vent system according to the procedures and schedule specified in paragraphs (a)(1) and (2) of this section, inspect each cover according to the procedures and schedule specified in paragraph (a)(3) of this section, and inspect each bypass device according to the procedures of paragraph (a)(4) of this section, except as provided in paragraphs (b)(6) and (7) of this section.

(1) For each closed vent system joint, seam, or other connection that is permanently or semi-permanently sealed (*e.g.*, a welded joint between two sections of hard piping or a bolted and gasketed ducting flange), you must meet the requirements specified in paragraphs (a)(1)(i) through (iii) of this section.

(i) Conduct an initial inspection according to the test methods and procedures specified in paragraph (b) of this section to demonstrate that the closed vent system operates with no identifiable emissions within the first 30 calendar days after startup of the affected facility routing emissions through the closed vent system.

(ii) Conduct annual visual inspections for defects that could result in air emissions. Defects include, but are not limited to, visible cracks, holes, or gaps in piping; loose connections; liquid leaks; or broken or missing caps or other closure devices. You must monitor a component or connection using the test methods and procedures in paragraph (b) of this section to demonstrate that it operates with no identifiable emissions following any time the component is repaired or replaced or the connection is unsealed.

(iii) Conduct AVO inspections in accordance with and at the same frequency as specified for fugitive emissions components affected facilities located at the same type of site as specified in § 60.5397b(g). Process unit equipment affected facilities must conduct annual AVO inspections concurrent with the inspections required by paragraph (a)(1)(ii) of this section.

(2) For closed vent system components other than those specified in paragraph (a)(1) of this section, you must meet the requirements of paragraphs (a)(2)(i) through (iv) of this section.

(i) Conduct an initial inspection according to the test methods and procedures specified in paragraph (b) of this section within the first 30 calendars days after startup of the affected facility routing emissions through the closed vent system to demonstrate that the closed vent system operates with no identifiable emissions.

(ii) Conduct inspections according to the test methods, procedures, and frequencies specified in paragraph (b) of this section to demonstrate that the components or connections operate with no identifiable emissions.

(iii) Conduct annual visual inspections for defects that could result in air emissions. Defects include, but are not limited to, visible cracks, holes, or gaps in ductwork; loose connections; liquid leaks; or broken or missing caps or other closure devices. You must monitor a component or connection using the test methods and procedures in paragraph (b) of this section to demonstrate that it operates with no identifiable emissions following any time the component is repaired or replaced or the connection is unsealed.

(iv) Conduct AVO inspections in accordance with and at the same frequency as specified for fugitive emissions components affected facilities located at the same type of site, as specified in § 60.5397b(g). Process unit equipment affected facilities must conduct annual AVO inspections concurrent with the inspections required by paragraph (a)(2)(iii) of this section.

(3) For each cover, you must meet the requirements of paragraphs (a)(3)(i) through (iv) of this section.

(i) Conduct the inspections specified in paragraphs (a)(3)(ii) through (iv) of this section to identify defects that could result in air emissions and to ensure the cover operates with no identifiable emissions. Defects include, but are not limited to, visible cracks, holes, or gaps in the cover, or between the cover and the separator wall; broken, cracked, or otherwise damaged seals or gaskets on closure devices; and broken or missing hatches, access covers, caps, or other closure devices. In the case where the storage vessel is buried partially or entirely underground, you must inspect only those portions of the cover that extend to or above the ground surface, and those connections that are on such portions of the cover (e.g., fill ports, access hatches, gauge wells, etc.) and can be opened to the atmosphere.

(ii) An initial inspection according to the test methods and procedures specified in paragraph (b) of this section, following installation of the cover to demonstrate that each cover operates with no identifiable emissions.

(iii) Conduct AVO inspections in accordance with and at the same frequency as specified for fugitive emissions components affected facilities located at the same type of site as specified in § 60.5397b(g). Process unit equipment affected facilities must conduct annual AVO inspections concurrent with the inspections required by paragraph (a)(1)(ii) of this section.

(iv) Inspections according to the test methods, procedures, and schedules specified in paragraph (b) of this section to demonstrate that each cover operates with no identifiable emissions.

(4) For each bypass device, except as provided for in § 60.5411b(a)(4)(ii), you must meet the requirements of paragraph (a)(4)(i) or (ii) of this section.

(i) Set the flow indicator to take a reading at least once every 15 minutes at the inlet to the bypass device that could divert the stream away from the control device and to the atmosphere.

(ii) If the bypass device valve installed at the inlet to the bypass device is secured in the non-diverting position using a car-seal or a lock-and-key type configuration, visually inspect the seal or closure mechanism at least once every month to verify that the valve is maintained in the non-diverting position and the vent stream is not diverted through the bypass device.

(b) No identifiable emissions test methods and procedures. If you are required to conduct an inspection of a closed vent system and cover as specified in paragraph (a)(1), (2), or (3) of this section or § 60.5398b(b), you must meet the requirements of paragraphs (b)(1) through (9) of this section. You must meet the requirements of paragraphs (b)(1), (2), (4), and (9) of this section for each selfcontained process controller at your process controller affected facility as specified at § 60.5390b(a)(2).

(1) *Initial and periodic inspection.* You must conduct initial and periodic no identifiable emissions inspections as specified in paragraphs (b)(1)(i) through (iii) of this section, as applicable.

(i) You must conduct inspections for no identifiable emissions from your covers and closed vent systems at your well, centrifugal compressor, reciprocating compressor, process controller, pump, or storage vessel affected facility, using the procedures for conducting OGI inspections in §60.5397b(c)(7). As an alternative you may conduct inspections in accordance with Method 21 of appendix A-7 to this part. Monitoring must be conducted at the same frequency as specified for fugitive emissions components affected facilities located at the same type of site, as specified in §60.5397b(g).

(ii) For covers and closed vent systems located at onshore natural gas processing plants, OGI inspections for no identifiable emissions must be

conducted initially and bimonthly in accordance with appendix K to this part. As an alternative you must conduct quarterly inspections for no identifiable emissions in accordance with Method 21 of appendix A–7 to this part.

(iii) For your self-contained process controller, you must conduct initial and quarterly inspections for no identifiable emissions using the procedures for conducting OGI inspections in § 60.5397b(c)(7). As an alternative you may conduct quarterly inspections in accordance with Method 21 of appendix A–7 to this part.

(2) OGI application, Where OGI is used, the closed vent system, cover, or self-contained process controller is determined to operate with no identifiable emissions if no emissions are imaged during the inspection. Emissions imaged by OGI constitute a deviation of the no identifiable emissions standard until an OGI inspection conducted in accordance with this paragraph (b)(2) of this section determines that the closed vent system, cover, or self-contained process controller, as applicable, operates with no identifiable emissions.

(3) AVO application. Where AVO inspections are required, the closed vent system or cover is determined to operate with no identifiable emissions if no emissions are detected by AVO. Emissions detected by AVO constitute a deviation of the no identifiable emissions standard until an AVO inspection determines that the closed vent system or cover operates with no identifiable emissions.

(4) *Method 21 application*. Where Method 21 of appendix A–7 to this part is used for the inspection, the requirements of paragraphs (b)(4)(i) through (vii) of this section apply.

(i) The detection instrument must meet the performance criteria of Method 21 of appendix A–7 to this part, except that the instrument response factor criteria in section 8.1.1 of Method 21 must be for the average composition of the fluid and not for each individual organic compound in the stream.

(ii) You must calibrate the detection instrument before use on each day of its use by the procedures specified in Method 21 of appendix A–7 to this part.

(iii) Calibration gases must be as specified in paragraphs (b)(4)(iii)(A) and (B) of this section.

(A) Zero air (less than 10 parts per million by volume hydrocarbon in air).(B) A mixture of methane in air at a

concentration less than 500 ppmv.

(iv) You may choose to adjust or not adjust the detection instrument readings to account for the background organic concentration level. If you choose to adjust the instrument readings for the background level, you must determine the background level value according to the procedures in Method 21 of appendix A–7 to this part.

(v) Your detection instrument must meet the performance criteria specified in paragraphs (b)(4)(v)(A) and (B) of this section.

(A) Except as provided in paragraph (b)(4)(v)(B) of this section, the detection instrument must meet the performance criteria of Method 21 of appendix A-7 to this part, except the instrument response factor criteria in section 8.1.1 of Method 21 must be for the average composition of the process fluid, not each individual volatile organic compound in the stream. For process streams that contain nitrogen, air, or other inerts that are not organic hazardous air pollutants or volatile organic compounds, you must calculate the average stream response factor on an inert-free basis.

(B) If no instrument is available that will meet the performance criteria specified in paragraph (b)(4)(v)(A) of this section, you may adjust the instrument readings by multiplying by the average response factor of the process fluid, calculated on an inert-free basis, as described in paragraph (b)(4)(v)(A) of this section.

(vi) You must determine if a potential leak interface operates with no identifiable emissions using the applicable procedure specified in paragraph (b)(4)(vi)(A) or (B) of this section.

(A) If you choose not to adjust the detection instrument readings for the background organic concentration level, then you must directly compare the maximum organic concentration value measured by the detection instrument to the applicable value for the potential leak interface as specified in paragraph (b)(4)(vii) of this section.

(B) If you choose to adjust the detection instrument readings for the background organic concentration level, you must compare the value of the arithmetic difference between the maximum organic concentration value measured by the instrument and the background organic concentration value as determined in paragraph (b)(4)(iv) of this section with the applicable value for the potential leak interface as specified in paragraph (b)(4)(vii) of this section.

(vii) A closed vent system, cover, or self-contained process controller is determined to operate with no identifiable emissions if the organic concentration value determined in paragraph (b)(4)(vi) of this section is less than 500 ppmv. An organic concentration value determined in paragraph (b)(4)(vi) of this section of greater than or equal to 500 ppmv constitutes a deviation of the no identifiable emissions standard until an inspection conducted in accordance with paragraph (b)(4) of this section determines that the closed vent system, cover, or self-contained process controller, as applicable, operates with no identifiable emissions.

(5) *Repairs.* Whenever emissions or a defect is detected, you must repair the emissions or defect as soon as practicable according to the requirements of paragraphs (b)(5)(i) through (iii) of this section, except as provided in paragraph (b)(6) of this section.

(i) A first attempt at repair must be made no later than 5 calendar days after the emissions or defect is detected.

(ii) Repair must be completed no later than 30 calendar days after the emissions or defect is detected.

(iii) For covers, grease or another substance compatible with the gasket material must be applied to deteriorating or cracked gaskets to improve the seal while awaiting repair.

(6) Delay of repair. Delay of repair of a closed vent system or cover for which emissions or defects have been detected is allowed if the repair is technically infeasible without a shutdown, or if you determine that emissions resulting from immediate repair would be greater than the emissions likely to result from delay of repair. You must complete repair of such equipment by the end of the next shutdown.

(7) Unsafe to inspect requirements. You may designate any parts of the closed vent system or cover as unsafe to inspect if the requirements of paragraphs (b)(7)(i) and (ii) of this section are met. Unsafe to inspect parts are exempt from the inspection requirements of paragraphs (a)(1) through (3) of this section.

(i) You determine that the equipment is unsafe to inspect because inspecting personnel would be exposed to an imminent or potential danger as a consequence of complying with paragraphs (a)(1), (2), or (3) of this section.

(ii) You have a written plan that requires inspection of the equipment as frequently as practicable during safe-toinspect times.

(8) Difficult to inspect requirements. You may designate any parts of the closed vent system or cover as difficult to inspect if the requirements of paragraphs (b)(8)(i) and (ii) of this section are met. Difficult to inspect parts are exempt from the inspection requirements of paragraphs (a)(1) through (3) of this section.

(i) You determine that the equipment cannot be inspected without elevating the inspecting personnel more than 2 meters above a support surface.

(ii) You have a written plan that requires inspection of the equipment at least once every 5 years.

(9) *Records and reports.* You must maintain records of all inspection results as specified in § 60.5420b(c)(8) through (10). You must submit the reports as specified in § 60.5420b(b)(11).

# §60.5417b What are the continuous monitoring requirements for my control devices?

You must meet the requirements of this section to demonstrate continuous compliance for each control device used to meet emission standards for your well, centrifugal compressor, reciprocating compressor, process controller, pump, storage vessel, and process unit equipment affected facilities.

(a) For each control device used to comply with the emission reduction standard in §60.5377b(b) for well affected facilities, §60.5380b(a)(1) for centrifugal compressor affected facilities, § 60.5385b(d)(2) for reciprocating compressor affected facilities, §60.5390b(b)(3) for your process controller affected facility in Alaska, §60.5393b(b)(1) for your pumps affected facility, §60.5395b(a)(2) for your storage vessel affected facility, or either § 60.5400b(f) or § 60.5401b(e) for your process equipment affected facility, you must install and operate a continuous parameter monitoring system for each control device as specified in paragraphs (c) through (h) of this section, except as provided for in paragraph (b) of this section. If you install and operate a flare in accordance with 60.5412b(a)(3), you are exempt from the requirements of paragraph (f) of this section. If you operate an enclosed combustion device or flare using an alternative test method approved under §60.5412b(d), you must operate the control device as specified in paragraph (i) of this section instead of using the procedures specified in paragraphs (c) through (h) of this section. You must keep records and report in accordance with paragraph (j) of this section.

(b) You are exempt from the monitoring requirements specified in paragraphs (c) through (g) of this section for the control devices listed in paragraphs (b)(1) and (2) of this section.

(1) A boiler or process heater in which all vent streams are introduced with the primary fuel or are used as the primary fuel.

(2) A boiler or process heater with a design heat input capacity equal to or greater than 44 megawatts.

(c) You must meet the specifications and requirements of paragraphs (c)(1) through (4) of this section.

(1) Except for continuous parameter monitoring systems used to detect the presence of a pilot or combustion flame, each continuous parameter monitoring system must measure data values at least once every hour and record the values for each parameter as required in paragraphs (c)(1)(i) or (ii) of this section. Continuous parameter monitoring systems used to detect the presence of a pilot or combustion flame must record a reading at least once every 5 minutes.

(i) Each measured data value.

(ii) Each block average value for each 1-hour period or shorter periods calculated from all measured data values during each period.

(2) You must prepare a monitoring plan that covers each control device for affected facilities within each companydefined area. The monitoring plan must address the monitoring system design, data collection, and the quality assurance and quality control elements outlined in paragraphs (c)(2)(i) through (v) of this section. You must install, calibrate, operate, and maintain each continuous parameter monitoring system in accordance with the procedures in your monitoring plan. Heat sensing monitoring devices that indicate the continuous ignition of a pilot or combustion flame are exempt from the calibration, quality assurance and quality control requirements of this section.

(i) The performance criteria and design specifications for the monitoring system equipment, including the sample interface, detector signal analyzer, and data acquisition and calculations.

(ii) Sampling interface (*e.g.*, thermocouple) location such that the monitoring system will provide representative measurements.

(iii) Equipment performance checks, system accuracy audits, or other audit procedures.

(iv) Ongoing operation and maintenance procedures in accordance with provisions in  $\S$  60.13(b).

(v) Ongoing recordkeeping procedures in accordance with provisions in § 60.7(f).

(3) You must conduct the continuous parameter monitoring system equipment performance checks, system accuracy audits, or other audit procedures specified in the monitoring plan at least once every 12 months. (4) You must conduct a performance evaluation of each continuous parameter monitoring system in accordance with the monitoring plan. Heat sensing monitoring devices that indicate the continuous ignition of a pilot or combustion flame are exempt from the calibration, quality assurance and quality control requirements of this section.

(d) You must install, calibrate, operate, and maintain a device equipped with a continuous recorder to measure the values of operating parameters appropriate for the control device as specified in paragraphs (d)(1) through (8) of this section, as applicable. Instead of complying with the requirements in paragraphs (d)(1) through (8) of this section, you may install an organic monitoring device equipped with a continuous recorder that measures the concentration level of organic compounds in the exhaust vent stream from the control device to demonstrate compliance with the applicable performance requirement specified in §60.5412b(a)(1). The monitor must meet the requirements of Performance Specification 8 or 9 of appendix B to this part. You must install, calibrate, and maintain the monitor according to the manufacturer's specifications and the requirements in Performance Specification 8 or 9. You may also request approval from the Administrator to monitor different operating parameters than those specified in paragraphs (d)(1) through (8) of this section in accordance with §60.13(i).

(1) For an enclosed combustion device that demonstrates during the performance test conducted under §60.5413b(b) that combustion zone temperature is an accurate indicator of performance, a temperature monitoring device equipped with a continuous recorder. The monitoring device must have a minimum accuracy of  $\pm 1$  percent of the temperature being monitored in degrees Celsius, or ±2.5 °C, whichever value is greater. You must install the temperature sensor at a location representative of the combustion zone temperature. You must also comply with the requirements of paragraphs (d)(8)(i), (iv), and (v) of this section.

(2) For a catalytic vapor incinerator, a temperature monitoring device equipped with a continuous recorder. The device must be capable of monitoring temperature at two locations and have a minimum accuracy of  $\pm 1$  percent of the temperature being monitored in degrees Celsius, or  $\pm 2.5$  °C, whichever value is greater. You must install one temperature sensor in the vent stream at the nearest feasible point

to the catalyst bed inlet, and you must install a second temperature sensor in the vent stream at the nearest feasible point to the catalyst bed outlet.

(3) For a boiler or process heater, a temperature monitoring device equipped with a continuous recorder. The temperature monitoring device must have a minimum accuracy of  $\pm 1$  percent of the temperature being monitored in degrees Celsius, or  $\pm 2.5$  °C, whichever value is greater. You must install the temperature sensor at a location representative of the combustion zone temperature.

(4) For a condenser, a temperature monitoring device equipped with a continuous recorder. The temperature monitoring device must have a minimum accuracy of  $\pm 1$  percent of the temperature being monitored in degrees Celsius, or  $\pm 2.5$  °C, whichever value is greater. You must install the temperature sensor at a location in the exhaust vent stream from the condenser.

(5) For a regenerative-type carbon adsorption system, a continuous monitoring system that meets the specifications in paragraphs (d)(5)(i) and (ii) of this section. You also must monitor the design carbon service life established using a design analysis performed as specified in § 60.5413b(c)(2).

(i) The continuous parameter monitoring system must measure and record the average total regeneration stream mass flow or volumetric flow during each carbon bed regeneration cycle. The flow sensor must have a measurement sensitivity of 5 percent of the flow rate or 10 cubic feet per minute, whichever is greater. You must check the mechanical connections for leakage at least every month, and you must perform a visual inspection at least every 3 months of all components of the flow continuous parameter monitoring system for physical and operational integrity and all electrical connections for oxidation and galvanic corrosion if your flow continuous parameter monitoring system is not equipped with a redundant flow sensor; and

(ii) The continuous parameter monitoring system must measure and record the average carbon bed temperature for the duration of the carbon bed steaming cycle and measure the actual carbon bed temperature after regeneration and within 15 minutes of completing the cooling cycle. The temperature monitoring device must have a minimum accuracy of  $\pm 1$  percent of the temperature being monitored in degrees Celsius, or  $\pm 2.5$  °C, whichever value is greater.

(6) For a nonregenerative-type carbon adsorption system, you must monitor

the design carbon replacement interval established using a design analysis performed as specified in § 60.5413b(c)(3). The design carbon replacement interval must be based on the total carbon working capacity of the control device and source operating schedule.

(7) For a combustion control device whose model is tested under  $\S$  60.5413b(d), continuous monitoring systems as specified in paragraphs (d)(8)(i) through (iv) and (d)(8)(vi) of this section and visible emission observations conducted as specified in paragraph (d)(8)(v) of this section.

(8) For an enclosed combustion device other than those listed in paragraphs (d)(1) through (3) and (7) of this section or for a flare, continuous monitoring systems as specified in paragraphs (d)(8)(i) through (iv) of this section and visible emission observations conducted as specified in paragraph (d)(8)(v) of this section. Additionally, for enclosed combustion devices or flares that are air-assisted or steam-assisted, the continuous monitoring systems specified in paragraph (d)(8)(vi) of this section.

(i) Continuously monitor at least once every five minutes for the presence of a pilot flame or combustion flame using a device (including, but not limited to, a thermocouple, ultraviolet beam sensor, or infrared sensor) capable of detecting that the pilot or combustion flame is present at all times. An alert must be sent to the nearest control room whenever the pilot or combustion flame is unlit. Continuous monitoring systems used for the presence of a pilot flame or combustion flame are not subject to a minimum accuracy requirement beyond being able to detect the presence or absence of a flame and are exempt from the calibration requirements of this section.

(ii) Except as provided in this paragraph (d)(8)(ii) and paragraph (d)(8)(iii) of this section, use one of the following methods to continuously determine the NHV of the inlet gas to the enclosed combustion device or flare at standard conditions. If the only inlet gas stream to the enclosed combustion device or flare is associated gas from a well affected facility, the NHV of the inlet stream is considered to be sufficiently above the minimum required NHV for the inlet gas, and you are not required to conduct the continuous monitoring in this paragraph (d)(8)(ii) of this section or the demonstration in paragraph (d)(8)(iii) of this section.

(A) A calorimeter with a minimum accuracy of  $\pm 2$  percent of span.

(B) A gas chromatograph that meets the requirements in paragraphs(d)(8)(ii)(B)(1) through (5) of this section.

(1) You must follow the procedure in Performance Specification 9 of appendix B of this part, except that a single daily mid-level calibration check can be used (rather than triplicate analysis), the multi-point calibration can be conducted quarterly (rather than monthly), and the sampling line temperature must be maintained at a minimum temperature of 60 °C (rather than 120 °C). Calibration gas cylinders must be certified to an accuracy of 2 percent and traceable to National Institute of Standards and Technology (NIST) standards.

(2) You must meet the accuracy requirements in Performance Specification 9 of appendix B of this part.

(3) You must use a calibration gas or multiple gases that includes the compounds that are reasonably expected to be present in the flare gas stream. If multiple calibration gases are necessary to cover all compounds, you must calibrate the instrument on all of the gases. You may only use the compounds used to calibrate the gas chromatograph in the calculation of the vent gas NHV.

(4) In lieu of the calibration gas described in paragraph (d)(8)(ii)(B)(3) of this section, you may use a surrogate calibration gas consisting of hydrogen and C1 through C5 normal hydrocarbons. All of the calibration gases may be combined in one cylinder. If multiple calibration gases are necessary to cover all compounds, you must calibrate the instrument on all of the gases. Use the response factor for the nearest normal hydrocarbon (i.e., nalkane) in the calibration mixture to quantify unknown components detected in the analysis. Use the response factor for n-pentane to quantify unknown components detected in the analysis that elute after n-pentane.

(5) To determine the NHV of the vent gas, determine the product of the volume fraction of the individual component in the vent gas and the net heating value of that individual component. Sum the products for all components in the vent gas to determine the NHV for the vent gas. For the net heating value of each individual component, use the net heating value at 25 °C and 1 atmosphere.

(C) A mass spectrometer that meets the requirements in paragraphs(d)(8)(ii)(C)(1) through (6) of this section.

(1) You must meet applicable requirements in Performance

Specification 9 of appendix B of this part for continuous monitoring system acceptance including, but not limited to, performing an initial multi-point calibration check at three concentrations following the procedure in Section 10.1. A single daily mid-level calibration check can be used (rather than triplicate analysis), the multi-point calibration can be conducted quarterly (rather than monthly), and the sampling line temperature must be maintained at a minimum temperature of 60 °C (rather than 120 °C). Calibration gas cylinders must be certified to an accuracy of 2 percent and traceable to NIST standards.

(2) The average instrument calibration error (CE) for each calibration

### Equation 1 to paragraph (d)(8)(ii)(C)(2)

 $CE = \frac{C_m - C_a}{C_a} \times 100$ 

equation:

Where:

Cm = Average instrument response (ppm). Ca = Certified cylinder gas value (ppm).

(3) You must use a calibration gas or multiple gases that includes the compounds that are reasonably expected to be present in the flare gas stream. If multiple calibration gases are necessary to cover all compounds, you must calibrate the instrument on all of the gases. You may only use the compounds used to calibrate the mass spectrometer in the calculation of the vent gas NHV.

(4) In lieu of the calibration gas described in paragraph (d)(8)(ii)(C)(3) of this section, you may use a surrogate calibration gas consisting of hydrogen and C1 through C5 normal hydrocarbons. All of the calibration gases may be combined in one cylinder. If multiple calibration gases are necessary to cover all compounds, you must calibrate the instrument on all of the gases. For unknown gas components that have similar analytical mass fragments to calibration compounds, you may report the unknowns as an increase in the overlapped calibration gas compound. For unknown compounds that produce mass fragments that do not overlap calibration compounds, you may use the response factor for the nearest molecular weight hydrocarbon in the calibration mix to quantify the unknown component. You may use the response factor for n-pentane to quantify any unknown components detected with a higher molecular weight than npentane.

(5) You must perform an initial calibration to identify mass fragment overlap and response factors for the target compounds.

(6) To determine the NHV of the vent gas, determine the product of the volume fraction of the individual component in the vent gas and the net heating value of that individual component. Sum the products for all components in the vent gas to determine the NHV for the vent gas. For the net heating value of each individual component, use the net heating value at 25 °C and 1 atmosphere.

(D) A grab sampling system capable of collecting an evacuated canister sample for subsequent compositional analysis at least once every eight hours. Subsequent compositional analysis of the samples must be performed according to ASTM D1945-14 (R2019) (incorporated by reference, see § 60.17). To determine the NHV of the vent gas, determine the product of the volume fraction of the individual component in the vent gas and the net heating value of that individual component. Sum the products for all components in the vent gas to determine the NHV for the vent gas. For the net heating value of each individual component, use the net heating value at 25 °C and 1 atmosphere.

(iii) For an unassisted or pressureassisted flare or enclosed combustion device, if you demonstrate according to the methods described in paragraphs (d)(8)(iii)(A) through (F) of this section that the NHV of the inlet gas to the enclosed combustion device or flare consistently exceeds the applicable operating limit specified in §60.5415b(f)(1)(vii)(B) or (C), continuous monitoring of the NHV is not required, but you must conduct the ongoing sampling in paragraph (d)(8)(iii)(G) of this section. For flares and enclosed combustion devices that use only perimeter assist air and do not use steam assist or premix assist air, if you demonstrate according to the methods described in paragraphs (d)(8)(iii)(A) through (F) of this section that the NHV of the inlet gas to the enclosed combustion device or flare consistently exceeds 300 Btu/scf, continuous monitoring of the NHV is not required, but you must conduct the ongoing sampling in paragraph

(d)(8)(iii)(G) of this section. For an unassisted or pressure-assisted flare or enclosed combustion device, in lieu of conducting the demonstration outlined in paragraphs (d)(8)(iii)(A) through (D) of this section, you may conduct the demonstration outlined in paragraph (d)(8)(iii)(H) of this section, but you must still comply with paragraphs (d)(8)(iii)(E) through (G) of this section.

compound at any calibration

concentration must not differ by more

than 10 percent from the certified

cylinder gas value. The CE for each

component in the calibration blend

must be calculated using the following

(A) Continuously monitor or collect a sample of the inlet gas to the enclosed combustion device or flare twice daily to determine the average NHV of the gas stream for 14 consecutive operating days. If you do not continuously monitor the NHV, the minimum time of collection for each individual sample be at least one hour. Consecutive samples must be separated by at least 6 hours. If inlet gas flow is intermittent such that there are not at least 28 samples over the 14 operating day period, you must continue to collect samples of the inlet gas beyond the 14 operating day period until you collect a minimum of 28 samples.

(B) If you collect samples twice per day, count the number of samples where the NHV value is less than 1.2 times the applicable operating limit specified in  $\S 60.5415b(f)(1)(vii)(B)$ , (C), or paragraph (d)(8)(iii) of this section (*i.e.*, values that are less than 240, 360, or 960 Btu/scf, as applicable) during the sample collection period in paragraph (d)(8)(iii)(A) of this section.

(C) If you continuously sample the inlet stream for 14 days, count the number of hourly average NHV values that are less than the applicable operating limit specified in § 60.5415b(f)(1)(vii)(B), § 60.5415b(f)(1)(vii)(C)(1), or paragraph (d)(8)(iii) of this section (*i.e.*, values that are less than 200, 300, or 800 Btu/scf, as applicable), during the sample collection period in paragraph (d)(8)(iii)(A) of this section. (D) If there are no samples counted under paragraph (d)(8)(iii)(B) of this section or there are no hourly values counted under paragraph (d)(8)(iii)(C) of this section, the gas stream is considered to consistently exceed the applicable NHV operating limit and ongoing continuous monitoring is not required.

(E) If process operations are revised that could impact the NHV of the gas sent to the enclosed combustion device or flare, such as the removal or addition of process equipment, and at any time the Administrator requires, reevaluation of the gas stream must be performed according to paragraphs (d)(8)(iii)(A) through (D) of this section to ensure the gas stream still consistently exceeds the applicable operating limit specified in § 60.5415b(f)(1)(vii)(B), (f)(1)(vii)(C)(1),or paragraph (d)(8)(iii) of this section.

(F) When collecting samples under paragraph (d)(8)(iii)(A) of this section, the owner or operator must account for any sources of inert gases that can be sent to the enclosed combustion device or flare (e.g., streams from compressors in acid gas service, streams from enhanced oil recovery facilities). The report in § 60.5420b(b)(11)(v)(I) and the records of the demonstration in §60.5420b(c)(11)(vi) must note whether the enclosed combustion device or flare has the potential to receive inert gases, and if so, whether the sampling included periods where the highest percentage of inert gases were sent to the enclosed combustion device or flare. If the introduction of inerts is intermittent and does not occur during the initial demonstration. the introduction of inerts will be considered a revision to process operations that triggers a re-evaluation under paragraph (d)(8)(iii)(E) of this section. If conditions at the site did not allow sampling during periods where the introduction of inert gases was at the highest percentage possible, increasing the percentage of inerts will be considered a revision to process operations that triggers a re-evaluation under paragraph (d)(8)(iii)(E) of this section.

(G) You must collect three samples of the inlet gas to the enclosed combustion device or flare at least once every 5 years. The minimum time of collection for each individual sample must be at least one hour. The samples must be taken during the period with the lowest expected NHV (*i.e.*, the period with the highest percentage of inerts). The first set of periodic samples must be taken, or continuous monitoring commenced, no later than 60 calendar months following the last sample taken under paragraph (d)(8)(iii)(A) of this section. Subsequent periodic samples must be taken, or continuous monitoring commenced, no later than 60 calendar months following the previous sample. If any sample has an NHV value less than 1.2 times the applicable operating limit specified in § 60.5415b(f)(1)(vii)(B), § 60.5415b(f)(1)(vii)(C), or paragraph (d)(8)(iii) of this section (*i.e.*, values that are less than 240, 360, or 960 Btu/scf, as applicable), you must conduct the monitoring required by paragraph (d)(8)(ii) of this section.

(H) You may request an alternative test method under §60.5412b(d) to demonstrate that the flare or enclosed combustion device reduces methane and VOC in the gases vented to the device by 95.0 percent by weight or greater. You must use an alternative test method that demonstrates compliance with the combustion efficiency limit; you may not use an alternative test method that demonstrates compliance with NHV<sub>cz</sub> and NHV<sub>dil</sub> in lieu of measuring combustion efficiency directly. You must measure data values at the frequency specified in the alternative test method and conduct the quality assurance and quality control requirements outlined in the alternative test method at the frequency outlined in the alternative test method. You must monitor the combustion efficiency of the flare continuously for 14 days. If there are no values of the combustion efficiency measured by the alternative test method that are less than 95.0 percent, the gas stream is considered to consistently exceed the applicable NHV operating limit, and you are not required to continuously monitor the NHV of the inlet gas to the flare or enclosed combustion device.

(iv) Except as noted in paragraphs (d)(8)(iv)(A) through (E) of this section, a continuous parameter monitoring system for measuring the flow of gas to the enclosed combustion device or flare. You may use direct flow meters or other parameter monitoring systems combined with engineering calculations, such as inlet line pressure, line size, and burner nozzle dimensions, to satisfy this requirement. The monitoring instrument must have an accuracy of  $\pm 10$  percent or better at the maximum expected flow rate.

(A) Pressure-assisted flares and pressure-assisted enclosed combustion devices are not required to have a continuous parameter monitoring system for measuring the inlet flow of gas to the device if you install, calibrate, maintain, and operate a backpressure regulator valve calibrated to open at the minimum pressure set point corresponding to the minimum inlet gas flow rate. The set point must be consistent with manufacturer specifications for minimum flow or pressure and must be supported by an engineering evaluation. At least annually, you must confirm that the backpressure regulator valve set point is correct and consistent with the engineering evaluation and manufacturer specifications and that the valve fully closes when not in the open position.

(B) Unassisted flares are not required to have a continuous parameter monitoring system for measuring the inlet flow of gas to the device if you meet the conditions in paragraphs (d)(8)(iv)(B)(1) and (2) of this section.

(1) You must demonstrate, based on the maximum potential pressure of units manifolded to the flare and applicable engineering calculations for the manifolded closed vent system, that the maximum flow rate to the flare cannot cause the flare tip velocity to exceed 18.3 meter/second (60 feet/ second). If there are changes to the process or control device that can be reasonably expected to impact the maximum flow rate to the flare, you must conduct a new demonstration to determine whether the maximum flow rate to the flare is less than 18.3 meter/ second (60 feet/second).

(2) You must install, calibrate, maintain, and operate a backpressure regulator valve calibrated to open at the minimum pressure set point corresponding to the minimum inlet gas flow rate. The set point must be consistent with manufacturer specifications for minimum flow or pressure and must be supported by an engineering evaluation. At least annually, you must confirm that the backpressure regulator valve set point is correct and consistent with the engineering evaluation and manufacturer specifications and that the valve fully closes when not in the open position.

(C) Unassisted enclosed combustion devices are not required to have a continuous parameter monitoring system for measuring the inlet flow of gas to the device if you meet the conditions in paragraphs (d)(8)(iv)(C)(1) and (2) of this section.

(1) You must demonstrate, based on the maximum potential pressure of units manifolded to the enclosed combustion device and applicable engineering calculations for the manifolded closed vent system, that the maximum flow rate to the enclosed combustion device cannot cause the maximum inlet flow rate established in accordance with paragraph (f)(1) of this section to be exceeded. If there are changes to the process or control device that can be reasonably expected to impact the maximum flow rate to the enclosed combustion device, you must conduct a new demonstration to determine whether the maximum flow rate to the enclosed combustor is less than the maximum inlet flow rate established in accordance with paragraph (f)(1) of this section.

(2) You must install, calibrate, maintain, and operate a backpressure regulator valve calibrated to open at the minimum pressure set point corresponding to the minimum inlet gas flow rate. The set point must be consistent with manufacturer specifications for minimum flow or pressure and must be supported by an engineering evaluation. At least annually, you must confirm that the backpressure regulator valve set point is correct and consistent with the engineering evaluation and manufacturer specifications and that the valve fully closes when not in the open position.

(D) Air-assisted flares or enclosed combustion devices that use only perimeter assist air and have no assist steam or premix assist air are not required to have a continuous parameter monitoring system for measuring the inlet flow of gas to the device or the flow of assist air if you meet the conditions in paragraphs (d)(8)(iv)(D)(1) and (2) of this section. For these flares and enclosed combustion devices, NHV<sub>cz</sub> is assumed to be equal to the vent gas NHV.

(1) You must install, calibrate, maintain, and operate a backpressure regulator valve calibrated to open at the minimum pressure set point corresponding to the minimum inlet gas flow rate. The set point must be consistent with manufacturer specifications for minimum flow or pressure and must be supported by an engineering evaluation. At least annually, you must confirm that the backpressure regulator valve set point is correct and consistent with the engineering evaluation and manufacturer specifications and that the valve fully closes when not in the open position.

(2) You must demonstrate, based on the maximum flow rate of perimeter assist air to the enclosed combustion device or flare and applicable engineering calculations, that the NHV<sub>dil</sub> can never be less than the minimum required NHV<sub>dil</sub>. The demonstration must clearly document why the maximum flow rate of perimeter assist air will never exceed the rate used in the demonstration. You must use the minimum flow rate of vent gas allowed by your backpressure regulator valve and the minimum expected value of the NHV of the inlet gas to the enclosed combustion device or flare based on previous sampling results or process knowledge of the streams sent to the enclosed combustion device or flare in your demonstration. You must update this demonstration if there are changes to the backpressure regulator valve, the backpressure regulator valve set point, or the maximum flow rate of perimeter assist air. You must also update this demonstration if any sampling results of the NHV of the inlet gas to the enclosed combustion device or flare under paragraphs (d)(8)(ii) or (iii) of this section are lower than the NHV vent gas value used in your demonstration.

(E) Air-assisted flares or enclosed combustion devices that use only premix assist air and have no assist steam or perimeter assist air are not required to have a continuous parameter monitoring system for measuring the inlet flow of gas to the device or the flow of assist air if you meet the conditions in paragraphs (d)(8)(iv)(E)(1) and (2) of this section.

(1) You must install, calibrate, maintain, and operate a backpressure regulator valve calibrated to open at the minimum pressure set point corresponding to the minimum inlet gas flow rate. The set point must be consistent with manufacturer specifications for minimum flow or pressure and must be supported by an engineering evaluation. At least annually, you must confirm that the backpressure regulator valve set point is correct and consistent with the engineering evaluation and manufacturer specifications and that the valve fully closes when not in the open position.

(2) You must demonstrate, based on the maximum flow rate of premix assist air to the enclosed combustion device or flare and applicable engineering calculations, that the NHV<sub>cz</sub> will never be less than the minimum required NHV<sub>cz.</sub> The demonstration must clearly document why the maximum flow rate of premix assist air will never exceed the rate used in the demonstration. You must use the minimum flow rate of vent gas allowed by your backpressure regulator valve in and the minimum expected value of the NHV of the inlet gas to the enclosed combustion device or flare based on previous sampling results or process knowledge of the streams sent to the enclosed combustion device or flare in your demonstration. You must update this demonstration if there are changes to the backpressure regulator valve, the backpressure regulator valve set point, or the

maximum flow rate of premix assist air. You must also update this demonstration if any sampling results of the NHV of the inlet gas to the enclosed combustion device or flare under paragraphs (d)(8)(ii) or (iii) of this section are lower than the NHV vent gas value used in your demonstration.

(v) Conduct inspections monthly and at other times as requested by the Administrator to monitor for visible emissions from the combustion device using section 11 of Method 22 of appendix A of this part or conduct visible emissions monitoring according to paragraph (h) of this section. The observation period shall be 15 minutes or once the amount of time visible emissions is present has exceeded 1 minute. Devices must be operated with no visible emissions, except for periods not to exceed a total of 1 minute during any 15-minute period.

(vi) If you use a flare or enclosed combustion device that is air-assisted or steam-assisted, you must also meet the following requirements.

(A) Except as allowed by paragraph (d)(8)(iv)(E) of this section, you must monitor and calculate NHV<sub>cz</sub> as specified in § 63.670(m) of this chapter. Additionally, for flares and enclosed combustion devices that use only perimeter assist air and do not use steam assist or premix assist air, the NHV<sub>cz</sub> is equal to the vent gas NHV. When NHV<sub>cz</sub> is equal to the vent gas NHV, you are not required to continuously monitor NHV<sub>cz</sub> if you meet the requirements in paragraph (d)(8)(iii) of this section.

(B) Except as allowed by paragraph (d)(8)(iv)(D) of this section, for each flare using perimeter assist air, you must also monitor and calculate NHV<sub>dil</sub> as specified in § 63.670(n) of this chapter. If the only assist air provided to the flare or enclosed combustion control device is perimeter assist air intentionally entrained in lower and/or upper steam at the flare tip and the effective diameter is 9 inches or greater, you are only required to comply with the NHV<sub>cz</sub> limit specified in paragraph (f)(8)(vi)(A) of this section.

(C) Except as allowed by paragraph (d)(8)(iv) of this section, you must monitor the flare vent gas and assist gas as specified in § 63.670(i) of this chapter.

(D) You must determine the flare vent gas net heating value as specified in § 63.670(l) of this chapter using one of the methods specified in paragraph (d)(8)(ii) of this section. Where the phrase "petroleum refinery" is used, for purposes of this subpart, it will refer to flares controlling an affected facility under this subpart. If you are not required to continuously monitor the NHV of the inlet gas because you have demonstrated that it consistently exceeds the applicable operating limit as provided in paragraph (d)(8)(iii) of this section, you must use the lowest net heating value measured in the sampling program in paragraph (d)(8)(iii) of this section for the calculations performed in paragraphs (d)(8)(vi)(A) and (B). You must update this value if a subsequent sampling result of the NHV of the inlet gas to the enclosed combustion device or flare under paragraph (d)(8)(iii) of this section is lower than the NHV vent gas value used in your calculations.

(e) Calculate the value of the applicable monitored parameter in accordance with paragraphs (e)(1) through (5) of this section.

(1) You must calculate the daily average value for condenser outlet temperature for each operating day, using the data recorded by the monitoring system. If the emissions unit operation is continuous, the operating day is a 24-hour period. If the emissions unit operation is not continuous, the operating day is the total number of hours of control device operation per 24-hour period. Valid data points must be available for 75 percent of the operating hours in an operating day to compute the daily average.

(2) You must use the 5-minute readings from the heat sensing devices to assess the presence of a pilot or combustion flame.

(3) You must use the regeneration cycle time (*i.e.*, duration of the carbon bed steaming cycle) for each regenerative-type carbon adsorption system to calculate the average parameter to compare with the maximum steam mass flow or volumetric flow during each carbon bed regeneration cycle and the maximum carbon bed temperature during the steaming cycle. The carbon bed temperature after the regeneration cycle should not be averaged; you must use the carbon bed temperature measured within 15 minutes of completing the cooling cycle to compare with the minimum carbon bed temperature after the regeneration cycle.

(4) You must use 15-minute blocks to calculate NHV<sub>cz</sub> and NHV<sub>dil</sub>.

(5) For all operating parameters others than those described in paragraphs (e)(1) through (4) of this section, you must calculate the 3-hour rolling average of each monitored parameter. For each operating hour, calculate the hourly value of the operating parameter from your continuous monitoring system. Average the three most recent hours of data to determine the 3-hour average. Determine the 3-hour rolling average by recalculating the 3-hour average each hour.

(f) For each operating parameter monitor installed in accordance with the requirements of paragraph (d) of this section, you must comply with paragraph (f)(1) of this section for all control devices. When condensers are installed, you must also comply with paragraph (f)(2) of this section.

(1) You must establish a minimum operating parameter value or a maximum operating parameter value, as appropriate for the control device, to define the conditions at which the control device must be operated to continuously achieve the applicable performance requirements of  $\S$  60.5412b(a)(1) or (2). You must establish each minimum or maximum operating parameter value as specified in paragraphs (f)(1)(i) through (iv) of this section.

(i) If you conduct performance tests in accordance with the requirements of §60.5413b(b) to demonstrate that the control device achieves the applicable performance requirements specified in §60.5412b(a)(1) or (2), then you must establish the minimum operating parameter value or the maximum operating parameter value based on values measured during the performance test and supplemented, as necessary, by a condenser or carbon adsorption system design analysis or control device manufacturer recommendations or a combination of both. If you operate an enclosed combustion device, you must establish the maximum inlet flow rate based on values measured during the performance test and you may establish the minimum inlet flow rate based on control device manufacturer recommendations.

(ii) If you use a condenser or carbon adsorption system design analysis in accordance with the requirements of  $\S$  60.5413b(c) to demonstrate that the control device achieves the applicable performance requirements specified in  $\S$  60.5412b(a)(2), then you must establish the minimum operating parameter value or the maximum operating parameter value based on the design analysis and supplemented, as necessary, by the manufacturer's recommendations.

(iii) If you operate a control device where the performance test requirement was met under  $\S$  60.5413b(d) to demonstrate that the control device achieves the applicable performance requirements specified in  $\S$  60.5412b(a)(1), then your control device inlet gas flow rate must be equal to or greater than the minimum inlet gas flow rate and equal to or less than the maximum inlet gas flow rate determined by the manufacturer.

(iv) If you operate an enclosed combustion device where the combustion zone temperature is not an indicator of destruction efficiency or a control device where the performance test requirement was met under  $\S$  60.5413b(d), you must maintain the NHV of the gas sent to the enclosed combustion device, the NHV<sub>cz</sub>, and the NHV<sub>dil</sub> above the applicable limits specified in paragraphs  $\S$  60.5412b(a)(1)(iv)(A) through (D).

(2) If you use a condenser as specified in paragraph (d)(1)(v) of this section, you must establish a condenser performance curve showing the relationship between condenser outlet temperature and condenser control efficiency, according to the requirements of paragraphs (f)(2)(i) and (ii) of this section.

(i) If you conduct a performance test in accordance with the requirements of  $\S$  60.5413b(b) to demonstrate that the condenser achieves the applicable performance requirements of  $\S$  60.5412b(a)(2), then the condenser performance curve must be based on values measured during the performance test and supplemented as necessary by control device design analysis, or control device manufacturer's recommendations, or a combination or both.

(ii) If you use a control device design analysis in accordance with the requirements of 60.5413b(c)(1) to demonstrate that the condenser achieves the applicable performance requirements specified in § 60.5412b(a)(2), then the condenser performance curve must be based on the condenser design analysis and supplemented, as necessary, by the control device manufacturer's recommendations.

(g) A deviation for a control device is determined to have occurred when the monitoring data or lack of monitoring data result in any one of the criteria specified in paragraphs (g)(1) through (7) of this section being met. If you monitor multiple operating parameters for the same control device during the same operating day and more than one of these operating parameters meets a deviation criterion specified in paragraphs (g)(1) through (7) of this section, then a single excursion is determined to have occurred for the control device for that operating day.

(1) A deviation occurs when the average value of a monitored operating parameter determined in accordance with paragraph (e) of this section is less than the minimum operating parameter limit (and, if applicable, greater than the maximum operating parameter limit) established in paragraph (f)(1) of this section; for flares, when the average value of a monitored operating parameter determined in accordance with paragraph (e) of this section is above the limits specified in §60.5415b(f)(1)(vii)(B); or when the heat sensing device indicates that there is no pilot or combustion flame present for any time period. If you use a backpressure regulator valve to maintain the inlet gas flow to an enclosed combustion device or flare above the minimum value, a deviation occurs if the annual inspection finds that the backpressure regulator valve set point is not set correctly or indicates that the backpressure regulator valve does not fully close when not in the open position.

(2) If you are subject to § 60.5412b(a)(2), a deviation occurs when the 365-day average condenser efficiency calculated according to the requirements specified in § 60.5415b(f)(1)(ix)(D) is less than 95.0 percent.

(3) If you are subject to  $\S 60.5412b(a)(2)$  and you have less than 365 days of data, a deviation occurs when the average condenser efficiency calculated according to the procedures specified in  $\S 60.5415b(f)(1)(ix)(D)(1)$  or (2) is less than 95.0 percent.

(4) A deviation occurs when the monitoring data are not available for at least 75 percent of the operating hours in a day.

(5) If the closed vent system contains one or more bypass devices that could be used to divert all or a portion of the gases, vapors, or fumes from entering the control device, a deviation occurs when the requirements of paragraph (g)(5)(i) or (ii) of this section are met.

(i) For each bypass line subject to  $\S 60.5411b(a)(4)(i)(A)$ , the flow indicator indicates that flow has been detected and that the stream has been diverted away from the control device to the atmosphere.

(ii) For each bypass line subject to  $\S 60.5411b(a)(4)(i)(B)$ , if the seal or closure mechanism has been broken, the bypass line valve position has changed, the key for the lock-and-key type lock has been checked out, or the car-seal has broken.

(6) For a combustion control device whose model is tested under 60.5413b(d), a deviation occurs when the conditions of paragraph (g)(4), (5), or (6)(i) through (vi) of this section are met.

(i) The hourly inlet gas flow rate is less than the minimum inlet gas flow rate or greater than the maximum inlet gas flow rate determined by the manufacturer. If you use a backpressure regulator valve to maintain the inlet gas flow above the minimum value, a deviation occurs if the annual inspection finds that the backpressure regulator valve set point is not set correctly or indicates that the backpressure regulator valve does not fully close when not in the open position.

(ii) Results of the monthly visible emissions test conducted under § 60.5413b(e)(3) or monitoring under paragraph (h) of this section indicate visible emissions exceed 1 minute in any 15-minute period.

(iii) There is no indication of the presence of a pilot or combustion flame for any 5-minute time period.

(iv) The control device is not maintained in a leak free condition.

(v) The control device is not operated in accordance with the manufacturer's written operating instructions, procedures and maintenance schedule.

(vi) The NHV of the vent gas, the NHV<sub>cz</sub>, or the NHV<sub>dil</sub> is below the applicable limit specified in  $\S 60.5412b(a)(1)(iv)$ .

(7) For an enclosed combustion device or flare subject to paragraph (d)(8) of this section, a deviation occurs when any of the conditions described by paragraphs (g)(1), (4) or (5) of this section are met or when the results of the visible emissions monitoring conducted under paragraph (d)(8)(v) or (h) of this section exceed 1 minute in any 15-minute period.

(h) For enclosed combustion devices and flares, in lieu of conducting a visible emissions observation using Method 22 of appendix A–7 to this part, you may use a video surveillance camera to continuously monitor and record the flare flame according to the requirements in paragraphs (h)(1) through (6) of this section.

(1) You must provide real-time highdefinition video surveillance camera output (*i.e.*, at least 720p) at a frame rate of at least 15 frames per second to the control room or other continuously manned location where the camera images may be viewed at the same resolution at any time.

(2) You must record at least one frame every 15 seconds with date and time stamp.

(3) The camera must be located at a reasonable distance above the flare flame at an angle suitable for visual emissions observations. The position of the camera should be such that the sun is not in the field of view.

(4) The camera must be located no more than 400 m (0.25 miles) from the emission source.

(5) Operators must look at the video feed at least once daily for an

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observation period of at least 1 minute to determine if visible emissions are present. If visible emissions are present during a daily observation, the operator must observe the video feed for 15 minutes or until the amount of time visible emissions is present has exceeded 1 minute, whichever time period is less.

(6) Enclosed combustion devices and flares must be operated with no visible emissions, except for periods not to exceed a total of 1 minute during any 15-minute period.

(i) If you use an enclosed combustion device or flare using an alternative test method approved under § 60.5412b(d), you must comply with paragraphs (i)(1) through (6) of this section.

(1) You must measure data values at the frequency specified in the alternative test method.

(2) You must prepare a monitoring plan that covers each control device for affected facilities within each companydefined area. The monitoring plan must address the monitoring system design, data collection, and the quality assurance and quality control elements outlined in the alternative test method and in paragraphs (i)(2)(i) through (iii) of this section. You must operate and maintain each monitoring system in accordance with the procedures in your monitoring plan.

(i) The performance criteria and design specifications for the monitoring system equipment.

(ii) Location of monitoring system in relation to the monitored control device.

(iii) Ongoing reporting and recordkeeping procedures.

(3) You must conduct the quality assurance and quality control requirements outlined in the alternative test method at the frequency outlined in the alternative test method.

(4) If required by \$5412b(d)(4), you must conduct the inspections required by paragraph (d)(8)(v) of this section.

(5) If required by 5412b(d)(5), you must install the pilot or combustion flame monitoring system required by paragraph (d)(8)(i) of this section.

(6) A deviation for the control device is determined to have occurred when the monitoring data or lack of monitoring data result in any one of the criteria specified in paragraphs (i)(6)(i) through (v) of this section being met.

(i) A deviation occurs if the combustion efficiency is less than 95.0 percent, the combustion zone NHV is less than 270 Btu/scf, or the NHV dilution parameter is less than 22 Btu/ sqft.

(ii) A deviation occurs when the monitoring data are not available for at

least 75 percent of the operating hours in a day.

(iii) À deviation occurs when any of the conditions described by paragraph (g)(5) of this section are met.

(iv) If required by paragraph (i)(4) of this section to conduct visible emissions inspections, a deviation occurs when the results of the visible emissions monitoring conducted under paragraph (d)(8)(v) or (h) of this section exceeds 1 minute in any 15-minute period.

(v) If required by paragraph (i)(5) of this section to install a pilot or combustion flame monitoring system, a deviation occurs when there is no indication of the presence of a pilot or combustion flame for any 5-minute period.

(j) You must submit annual reports for control devices as required in § 60.5420b(b)(1) and (11). You must maintain records as specified in § 60.5420b(c)(1).

# §60.5420b What are my notification, reporting, and recordkeeping requirements?

(a) Notifications. You must submit notifications according to paragraphs (a)(1) and (2) of this section if you own or operate one or more of the affected facilities specified in §60.5365b that was constructed, modified, or reconstructed during the reporting period. You must submit the notification in paragraph (a)(3) of this section if you use an alternative standard for fugitive emissions components in accordance with §60.5399b. You must submit the notification in paragraph (a)(4) of this section if you undertake well closure activities as specified in §60.5397b(l).

(1) If you own or operate a process unit equipment affected facility located at an onshore natural gas processing plant, or a sweetening unit, you must submit the notifications required in §§ 60.7(a)(1), (3), and (4) and 60.15(d). If you own or operate a well, centrifugal compressor, reciprocating compressor, process controller, pump, storage vessel, collection of fugitive emissions components at a well site, or collection of fugitive emissions components at a compressor station affected facility, you are not required to submit the notifications required in §§ 60.7(a)(1), (3), and (4) and 60.15(d).

(2) If you own or operate a well affected facility, you must notify the Administrator no later than 2 days prior to the commencement of each well completion operation listing the anticipated date of the well completion operation. The notification shall include contact information for the owner or operator; the United States Well Number; the latitude and longitude coordinates for each well in decimal degrees to an accuracy and precision of five (5) decimals of a degree using the North American Datum of 1983; and the planned date of the beginning of flowback. You may submit the notification in writing or in electronic format. If you are subject to state regulations that require advance notification of well completions and you have met those notification requirements, then you are considered to have met the advance notification requirements of this paragraph.

(3) An owner or operator electing to comply with the provisions of  $\S$  60.5399b for fugitive emissions components shall notify the Administrator of the alternative fugitive emissions standard selected within the annual report, as specified in paragraph (b)(9)(iii) of this section.

(4) An owner or operator who commences well closure activities must submit the following notices to the Administrator according to the schedule in paragraph (a)(4)(i) and (ii) of this section. The notification shall include contact information for the owner or operator; the United States Well Number; the latitude and longitude coordinates for each well at the well site in decimal degrees to an accuracy and precision of five (5) decimals of a degree using the North American Datum of 1983. You must submit notifications in portable document format (PDF) following the procedures specified in paragraph (d) of this section.

(i) You must submit a well closure plan to the Administrator within 30 days of the cessation of production from all wells located at the well site.

(ii) You must submit a notification of the intent to close a well site 60 days before you begin well closure activities.

(b) Reporting requirements. You must submit annual reports containing the information specified in paragraphs (b)(1) through (14) of this section following the procedure specified in paragraph (b)(15) of this section. You must submit performance test reports as specified in paragraph (b)(12) or (13) of this section, if applicable. The initial annual report is due no later than 90 days after the end of the initial compliance period as determined according to § 60.5410b. Subsequent annual reports are due no later than the same date each year as the initial annual report. If you own or operate more than one affected facility, you may submit one report for multiple affected facilities provided the report contains all of the information required as specified in paragraphs (b)(1) through (14) of this section. Annual reports may coincide

with title V reports as long as all the required elements of the annual report are included. You may arrange with the Administrator a common schedule on which reports required by this part may be submitted as long as the schedule does not extend the reporting period. You must submit the information in paragraph (b)(1)(v) of this section, as applicable, for your well affected facility which undergoes a change of ownership during the reporting period, regardless of whether reporting under paragraphs (b)(2) through (4) of this section is required for the well affected facility.

(1) The general information specified in paragraphs (b)(1)(i) through (v) of this section is required for all reports.

(i) The company name, facility site name associated with the affected facility, U.S. Well ID or U.S. Well ID associated with the affected facility, if applicable, and address of the affected facility. If an address is not available for the site, include a description of the site location and provide the latitude and longitude coordinates of the site in decimal degrees to an accuracy and precision of five (5) decimals of a degree using the North American Datum of 1983.

(ii) An identification of each affected facility being included in the annual report.

(iii) Beginning and ending dates of the reporting period.

(iv) A certification by a certifying official of truth, accuracy, and completeness. This certification shall state that, based on information and belief formed after reasonable inquiry, the statements and information in the document are true, accurate, and complete. If your report is submitted via CEDRI, the certifier's electronic signature during the submission process replaces the requirement in this paragraph (b)(1)(iv).

(v) Identification of each well affected facility for which ownership changed due to sale or transfer of ownership including the United States Well Number; the latitude and longitude coordinates of the well affected facility in decimal degrees to an accuracy and precision of five (5) decimals of a degree using the North American Datum of 1983; and the information in paragraph (b)(1)(v)(A) or (B) of this section, as applicable.

(A) The name and contact information, including the phone number, email address, and mailing address, of the owner or operator to which you sold or transferred ownership of the well affected facility identified in paragraph (b)(v) of this section. (B) The name and contact information, including the phone number, email address, and mailing address, of the owner or operator from whom you acquired the well affected facility identified in paragraph (b)(v) of this section.

(2) For each well affected facility that is subject to  $\S60.5375b(a)$  or (f), the records of each well completion operation conducted during the reporting period, including the information specified in paragraphs (b)(2)(i) through (xiv) of this section, if applicable. In lieu of submitting the records specified in paragraphs (b)(2)(i) through (xiv) of this section, the owner or operator may submit a list of each well completion with hydraulic fracturing completed during the reporting period, and the digital photograph required by paragraph (c)(1)(v) of this section for each well completion. For each well affected facility that routes all flowback entirely through one or more production separators, only the records specified in paragraphs (b)(2)(i) through (iv) and (vi) of this section are required to be reported. For periods where salable gas is unable to be separated, the records specified in paragraphs (b)(2)(iv) and (viii) through (xii) of this section must also be reported, as applicable. For each well affected facility that is subject to §60.5375b(g), the record specified in paragraph (b)(2)(xv) of this section is required to be reported. For each well affected facility which makes a claim that the exemption in §60.5375b(h) was met, the records specified in paragraph (b)(2)(i) through (iv) and (b)(2)(xvi) of this section are required to be reported.

(i) Well Completion ID.

(ii) Latitude and longitude of the well in decimal degrees to an accuracy and precision of five (5) decimals of a degree using North American Datum of 1983.

(iii) U.S. Well ID.

(iv) The date and time of the onset of flowback following hydraulic fracturing or refracturing or identification that the well immediately starts production.

(v) The date and time of each attempt to direct flowback to a separator as required in § 60.5375b(a)(1)(ii).

(vi) The date and time that the well was shut in and the flowback equipment was permanently disconnected, or the startup of production.

(vii) The duration (in hours) of flowback.

(viii) The duration (in hours) of recovery and disposition of recovery (*i.e.*, routed to the gas flow line or collection system, re-injected into the well or another well, used as an onsite fuel source, or used for another useful purpose that a purchased fuel or raw material would serve).

(ix) The duration (in hours) of combustion.

(x) The duration (in hours) of venting. (xi) The specific reasons for venting in lieu of capture or combustion.

(xii) For any deviations recorded as specified in paragraph (c)(1)(ii) of this section, the date and time the deviation began, the duration of the deviation in hours, and a description of the deviation.

(xiii) For each well affected facility subject to 60.5375b(f), a record of the well type (*i.e.*, wildcat well, delineation well, or low pressure well (as defined 60.5430b)) and supporting inputs and calculations, if applicable.

(xiv) For each well affected facility for which you claim an exception under  $\S 60.5375b(a)(2)$ , the specific exception claimed and reasons why the well meets the claimed exception.

(xv) For each well affected facility with less than 300 scf of gas per stock tank barrel of oil produced, the supporting analysis that was performed in order the make that claim, including but not limited to, GOR values for established leases and data from wells in the same basin and field.

(xvi) For each well affected facility which meets the exemption in  $\S 60.5375b(h)$ , a statement that the well completion operation requirements of  $\S 60.5375b(a)(1)$  through (3) were met.

(3) For each well affected facility that is subject to § 60.5376b(a)(1) or (2), your annual report is required to include the information specified in paragraphs (b)(3)(i) and (ii) of this section, as applicable.

(i) For each well affected facility where all gas well liquids unloading operations comply with  $\S$  60.5376b(a)(1), your annual report must include the information specified in paragraphs (b)(3)(i)(A) through (C) of this section, as applicable.

(A) Identification of each well affected facility (U.S. Well ID or U.S. Well ID associated with the well affected facility) that conducts a gas well liquid unloading operation during the reporting period using a method that does not vent to the atmosphere and the technology or technique used. If more than one non-venting technology or technique is used, you must identify all of the differing non-venting liquids unloading methods used during the reporting period.

(B) Number of gas well liquids unloading operations conducted during the year where the well affected facility identified in (b)(3)(i)(A) had unplanned venting to the atmosphere and best management practices were conducted according to your best management practice plan, as required by  $\S 60.5376b(c)$ . If no venting events occurred, the number would be zero. Other reported information required to be submitted where unplanned venting occurs is specified in paragraphs (b)(3)(i)(B)(1) and (2) of this section.

(1) Log of best management practice plan steps used during the unplanned venting to minimize emissions to the maximum extent possible.

(2) The number of liquids unloading events during the year where deviations from your best management practice plan occurred, the date and time the deviation began, the duration of the deviation in hours, documentation of why best management practice plan steps were not followed, and what steps, in lieu of your best management practice plan steps, were followed to minimize emissions to the maximum extent possible.

(C) The number of liquids unloading events where unplanned emissions are vented to the atmosphere during a gas well liquids unloading operation where you complied with best management practices to minimize emissions to the maximum extent possible.

(ii) For each well affected facility where all gas well liquids unloading operations comply with § 60.5376b(b) and (c) best management practices, your annual report must include the information specified in paragraphs (b)(3)(ii)(A) through (E) of this section.

(A) Identification of each well affected facility that conducts a gas well liquids unloading during the reporting period.

(B) Number of liquids unloading events conducted during the reporting period.

(C) Log of best management practice plan steps used during the reporting period to minimize emissions to the maximum extent possible.

(D) The number of liquids unloading events during the year that best management practices were conducted according to your best management practice plan.

(E) The number of liquids unloading events during the year where deviations from your best management practice plan occurred, the date and time the deviation began, the duration of the deviation in hours, documentation of why best management practice plan steps were not followed, and what steps, in lieu of your best management practice plan steps, were followed to minimize emissions to the maximum extent possible.

(4) For each associated gas well subject to § 60.5377b, your annual report is required to include the applicable information specified in

paragraphs (b)(4)(i) through (vi) of this section, as applicable.

(i) For each associated gas well that complies with 60.5377b(a)(1), (2), (3), or (4) your annual report is required to include the information specified in paragraphs (b)(4)(i)(A) and (B) of this section.

(A) An identification of each associated gas well constructed, modified, or reconstructed during the reporting period that complies with  $\S 60.5377b(a)(1), (2), (3), or (4).$ 

(B) The information specified in paragraphs (b)(2)(i)(B)(1) through (3) of this section for each incident when the associated gas was temporarily routed to a flare or control device in accordance with 60.5377b(d)

(1) The reason in § 60.5377b(d)(1), (2),(3), or (4) for each incident.

(2) The start date and time of each incident of routing associated gas to the flare or control device, along with the total duration in hours of each incident.

(3) Documentation that all CVS requirements specified in § 60.5411b(a)and (c) and all applicable flare or control device requirements specified in § 60.5412b were met during each period when the associated gas is routed to the flare or control device.

(ii) For all instances where you temporarily vent the associated gas in accordance with §60.5377b(e), you must report the information specified in paragraphs (b)(4)(ii)(A) through (D) of this section. This information is required to be reported if you are routinely complying with § 60.5377b(a) or §60.5377b(f) or temporarily complying with §60.5377b(d). In addition to this information for each incident, you must report the cumulative duration in hours of venting incidents and the cumulative VOC and methane emissions in pounds for all incidents in the calendar year.

(A) The reason in § 60.5377b(e)(1), (2), or (3) for each incident.

(B) The start date and time of each incident of venting the associated gas, along with the total duration in hours of each incident.

(C) The VOC and methane emissions in pounds that were emitted during each incident.

(D) The total duration of venting for all incidents in the year, along with the cumulative VOC and methane emissions in pounds that were emitted.

(iii) For each associated gas well that complies with the requirements of  $\S$  60.5377b(f) your annual report must include the information specified in paragraphs (b)(4)(iii)(A) through (E) of this section. The information in paragraphs (b)(4)(iii)(A) and (B) of this section is only required in the initial annual report.

(A) An identification of each associated gas well that commenced construction between May 7, 2024 and May 7, 2026. This identification must include the certification of why it is infeasible to comply with § 60.5377b(a)(1), (2), (3), or (4) in accordance with § 60.5377b(g).

(B) An identification of each associated gas well that commenced construction between December 6, 2022, and May 7, 2024. This identification must include the certification of why it is infeasible to comply with  $\S$  60.5377b(a)(1), (2), (3), or (4) in accordance with  $\S$  60.5377b(g).

(C) An identification of each associated gas well modified or reconstructed during the reporting period that complies by routing the gas to a control device that reduces VOC and methane emissions by at least 95.0 percent. This identification must include the certification of why it is infeasible to comply with § 60.5377b(a)(1), (2), (3), or (4) in accordance with § 60.5377b(g).

(D) For each associated gas well that was constructed, modified or reconstructed in a previous reporting period that complies by routing the gas to a control device that reduces VOC and methane emissions by at least 95.0 percent, a re-certification of why it is infeasible to comply with  $\S$  60.5377b(a)(1), (2), (3), or (4) in accordance with  $\S$  60.5377b(g).

(E) The information specified in paragraphs (b)(11)(i) through (iv) of this section.

(iv) If you comply with 60.5377b(f) with a control device, identification of the associated gas well using the control device and the information in paragraph (b)(11)(v) of this section.

(v) If you comply with an alternative GHG and VOC standard under  $\S$  60.5398b, in lieu of the information specified in paragraphs (b)(11)(i) and (ii) of this section, you must provide the information specified in  $\S$  60.5424b.

(vi) For each deviation recorded as specified in paragraph (c)(3)(v) of this section, the date and time the deviation began, the duration of the deviation in hours, and a description of the deviation. If no deviations occurred during the reporting period, you must include a statement that no deviations occurred during the reporting period.

(5) For each wet seal centrifugal compressor affected facility, the information specified in paragraphs (b)(5)(i) through (v) of this section. For each self-contained wet seal centrifugal compressor, Alaska North Slope centrifugal compressor equipped with sour seal oil separator and capture system, or dry seal centrifugal compressor affected facility, the information specified in paragraphs (b)(5)(vi) through (ix) of this section.

(i) An identification of each centrifugal compressor constructed, modified, or reconstructed during the reporting period.

(ii) For each deviation that occurred during the reporting period and recorded as specified in paragraph (c)(4) of this section, the date and time the deviation began, the duration of the deviation in hours, and a description of the deviation. If no deviations occurred during the reporting period, you must include a statement that no deviations occurred during the reporting period.

(iii) If required to comply with § 60.5380b(a)(2), the information specified in paragraphs (b)(11)(i) through (iv) of this section.

(iv) If complying with 60.5380b(a)(1) with a control device, identification of the centrifugal compressor with the control device and the information in paragraph (b)(11)(v) of this section.

(v) If you comply with an alternative GHG and VOC standard under  $\S$  60.5398b, in lieu of the information specified in paragraphs (b)(11)(i) and (ii) of this section, you must provide the information specified in  $\S$  60.5424b.

(vi) If complying with § 60.5380b(a)(4) or (5) for a self-contained wet seal centrifugal compressor, Alaska North Slope centrifugal compressor equipped with sour seal oil separator and capture system, or dry seal centrifugal compressor requirements, the cumulative number of hours of operation since initial startup, since May 7, 2024, or since the previous volumetric flow rate emissions measurement, as applicable, which have elapsed prior to conducting your volumetric flow rate emission measurement or emissions screening.

(vii) A description of the method used and the results of the volumetric emissions measurement or emissions screening, as applicable.

(viii) Number and type of seals on delay of repair and explanation for each delay of repair.

(ix) Date of planned shutdown(s) that occurred during the reporting period if there are any seals that have been placed on delay of repair.

(6) For each reciprocating compressor affected facility, the information specified in paragraphs (b)(6)(i) through (vii) of this section, as applicable.

(i) The cumulative number of hours of operation since initial startup, since May 7, 2024, or since the previous volumetric flow rate measurement, or since the previous reciprocating compressor rod packing replacement, as applicable, which have elapsed prior to conducting your volumetric flow rate measurement or emissions screening. Alternatively, a statement that emissions from the rod packing are being routed to a process or control device through a closed vent system.

(ii) If applicable, for each deviation that occurred during the reporting period and recorded as specified in paragraph (c)(5)(i) of this section, the date and time the deviation began, duration of the deviation in hours and a description of the deviation. If no deviations occurred during the reporting period, you must include a statement that no deviations occurred during the reporting period.

(iii) A description of the method used and the results of the volumetric flow rate measurement or emissions screening, as applicable.

(iv) If complying with § 60.5385b(d), the information in paragraphs (b)(11)(i) through (iv) of this section.

(v) Number and type of rod packing replacements/repairs on delay of repair and explanation for each delay of repair.

(vi) Date of planned shutdown(s) that occurred during the reporting period if there are any rod packing replacements/ repairs that have been placed on delay of repair.

(vii) If you comply with an alternative GHG and VOC standard under § 60.5398b, in lieu of the information specified in paragraphs (b)(11)(i) and (ii) of this section, you must provide the information specified in § 60.5424b.

(7) For each process controller affected facility, the information specified in paragraphs (b)(7)(i) through (iii) of this section in your initial annual report and in subsequent annual reports for each process controller affected facility that is constructed, modified, or reconstructed during the reporting period. Each annual report must contain the information specified in paragraphs (b)(7)(iv) through (x) of this section for each process controller affected facility.

(i) An identification of each process controller that is driven by natural gas, as required by 60.5390b(d), that allows traceability to the records required in paragraph (c)(6)(i) of this section.

(ii) For each process controller in the affected facility complying with § 60.5390b(a), you must report the information specified in paragraphs (b)(7)(ii)(A) and (B) of this section, as applicable.

(A) An identification of each process controller complying with § 60.5390b(a) by routing the emissions to a process.

(B) An identification of each process controller complying with § 60.5390b(a) by using a self-contained natural gasdriven process controller.

(iii) For each process controller affected facility located at a site in Alaska that does not have access to electrical power and that complies with § 60.5390b(b), you must report the information specified in paragraphs (b)(7)(iii)(A), (B), or (C) of this section, as applicable.

(Å) For each process controller complying with § 60.5390b(b)(1) process controller bleed rate requirements, you must report the information specified in paragraphs (b)(7)(iii)(A)(1) and (2) of this section.

(1) The identification of process controllers designed and operated to achieve a bleed rate less than or equal to 6 scfh.

(2) Where necessary to meet a functional need, the identification and demonstration why it is necessary to use a process controller with a natural gas bleed rate greater than 6 scfh.

(B) An identification of each intermittent vent process controller complying with the requirements in paragraph § 60.5390b(b)(2).

(C) An identification of each process controller complying with the requirements in § 60.5390b(b) by routing emissions to a control device in accordance with § 60.5390b(b)(3).

(iv) Identification of each process controller which changes its method of compliance during the reporting period and the applicable information specified in paragraphs (b)(7)(v) through (ix) of this section for the new method of compliance.

(v) For each process controller in the affected facility complying with the requirements of 60.5390b(a) by routing the emissions to a process, you must report the information specified in (b)(11)(i) through (iii) of this section.

(vi) For each process controller in the affected facility complying with the requirements of § 60.5390b(a) by using a self-contained natural gas-driven process controller, you must report the information specified in paragraphs (b)(7)(vi)(A) and (B) of this section.

(A) Dates of each inspection required under § 60.5416b(b); and

(B) Each defect or leak identified during each natural gas-driven-selfcontained process controller system inspection, and the date of repair or date of anticipated repair if repair is delayed.

(vii) For each process controller in the affected facility complying with the requirements of § 60.5390b(b)(2), you must report the information specified in paragraphs (b)(7)(vii)(A) and (B) of this section.

(A) Dates and results of the intermittent vent process controller

monitoring required by § 60.5390b(b)(2)(ii).

(B) For each instance in which monitoring identifies emissions to the atmosphere from an intermittent vent controller during idle periods, the date of repair or replacement or the date of anticipated repair or replacement if the repair or replacement is delayed, and the date and results of the re-survey after repair or replacement.

(viii) For each process controller affected facility complying with § 60.5390b(b)(3) by routing emissions to a control device, you must report the information specified in paragraph (b)(11) of this section.

(ix) For each deviation that occurred during the reporting period, the date and time the deviation began, the duration of the deviation in hours, and a description of the deviation. If no deviations occurred during the reporting period, you must include a statement that no deviations occurred during the reporting period.

(x) If you comply with an alternative GHG and VOC standard under § 60.5398b, in lieu of the information specified in paragraphs (b)(7)(ii)(B) and (b)(11)(i) and (ii) of this section, you must provide the information specified in § 60.5424b.

(8) For each storage vessel affected facility, the information in paragraphs (b)(8)(i) through (x) of this section.

(i) An identification, including the location, of each storage vessel affected facility, including those for which construction, modification, or reconstruction commenced during the reporting period, and those provided in previous reports. The location of the storage vessel affected facility shall be in latitude and longitude coordinates in decimal degrees to an accuracy and precision of five (5) decimals of a degree using the North American Datum of 1983.

(ii) Documentation of the methane and VOC emission rate determination according to § 60.5365b(e)(1) for each tank battery that became an affected facility during the reporting period or is returned to service during the reporting period.

(iii) For each deviation that occurred during the reporting period and recorded as specified in paragraph (c)(7)(iii) of this section, the date and time the deviation began, duration of the deviation in hours and a description of the deviation. If no deviations occurred during the reporting period, you must include a statement that no deviations occurred during the reporting period.

(iv) For each storage vessel affected facility constructed, modified,

reconstructed, or returned to service during the reporting period complying with  $\S$  60.5395b(a)(2) with a control device, report the identification of the storage vessel affected facility with the control device and the information in paragraph (b)(11)(v) of this section.

(v) If you comply with an alternative GHG and VOC standard under § 60.5398b, in lieu of the information specified in paragraphs (b)(11)(i) and (ii) of this section, you must provide the information specified in § 60.5424b.

(vi) If required to comply with § 60.5395b(b)(1), the information in paragraphs (b)(11)(i) through (iv) of this section.

(vii) You must identify each storage vessel affected facility that is removed from service during the reporting period as specified in § 60.5395b(c)(1)(ii), including the date the storage vessel affected facility was removed from service. You must identify each storage vessel that that is removed from service from a storage vessel affected facility during the reporting period as specified in § 60.5395b(c)(2)(iii), including identifying the impacted storage vessel affected facility and the date each storage vessel was removed from service.

(viii) You must identify each storage vessel affected facility or portion of a storage vessel affected facility returned to service during the reporting period as specified in § 60.5395b(c)(4), including the date the storage vessel affected facility or portion of a storage vessel affected facility was returned to service.

(ix) You must identify each storage vessel affected facility that no longer complies with §60.5395b(a)(3) and instead complies with  $\S60.5395b(a)(2)$ . You must identify whether the change in the method of compliance was due to fracturing or refracturing or whether the change was due to an increase in the monthly emissions determination. If the change was due to an increase in the monthly emissions determination, you must provide documentation of the emissions rate. You must identify the date that you complied with §60.5395b(a)(2) and must submit the information in (b)(8)(iii) through (vii) of this section.

(x) You must submit a statement that you are complying with § 60.112b(a)(1) or (2), if applicable, in your initial annual report.

(9) For the fugitive emissions components affected facility, report the information specified in paragraphs (b)(9)(i) through (v) of this section, as applicable.

(i)(A) Designation of the type of site (*i.e.*, well site, centralized production facility, or compressor station) at which the fugitive emissions components affected facility is located.

(B) For the fugitive emissions components affected facility at a well site or centralized production facility that became an affected facility during the reporting period, you must include the date of the startup of production or the date of the first day of production after modification. For the fugitive emissions components affected facility at a compressor station that became an affected facility during the reporting period, you must include the date of startup or the date of modification.

(C) For the fugitive emissions components affected facility at a well site, you must specify what type of well site it is (*i.e.*, single wellhead only well site, small wellsite, multi-wellhead only well site, or a well site with major production and processing equipment).

(D) For the fugitive emissions components affected facility at a well site where during the reporting period you complete the removal of all major production and processing equipment such that the well site contains only one or more wellheads, you must include the date of the change to status as a wellhead only well site.

(E) For the fugitive emissions components affected facility at a well site where you previously reported under paragraph (b)(9)(i)(D) of this section the removal of all major production and processing equipment and during the reporting period major production and processing equipment is added back to the well site, the date that the first piece of major production and processing equipment is added back to the well site.

(F) For the fugitive emissions components affected facility at a well site where during the reporting period you undertake well closure requirements, the date of the cessation of production from all wells at the well site, the date you began well closure activities at the well site, and the dates of the notifications submitted in accordance with paragraph (a)(4) of this section.

(ii) For each fugitive emissions monitoring survey performed during the annual reporting period, the information specified in paragraphs (b)(9)(ii)(A) through (G) of this section.

(A) Date of the survey.

(B) Monitoring instrument or, if the survey was conducted by AVO methods, notation that AVO was used.

(C) Any deviations from the monitoring plan elements under  $\S$  60.5397b(c)(1), (2), and (7), (c)(8)(i), or (d) or a statement that there were no deviations from these elements of the monitoring plan.

(D) Number and type of components for which fugitive emissions were detected.

(E) Number and type of fugitive emissions components that were not repaired as required in § 60.5397b(h).

(F) Number and type of fugitive emission components (including designation as difficult-to-monitor or unsafe-to-monitor, if applicable) on delay of repair and explanation for each delay of repair.

(G) Date of planned shutdown(s) that occurred during the reporting period if there are any components that have been placed on delay of repair.

(iii) For the fugitive emissions
components affected facility complying
with an alternative fugitive emissions
standard under § 60.5399b, in lieu of the
information specified in paragraphs
(b)(9)(i) and (ii) of this section, you must
provide the information specified in
paragraphs (b)(9)(iii)(A) through (C) of
this section.

(A) The alternative standard with which you are complying.

(B) The site-specific reports specified by the specific alternative fugitive emissions standard, submitted in the format in which they were submitted to the state, local, or Tribal authority. If the report is in hard copy, you must scan the document and submit it as an electronic attachment to the annual report required in paragraph (b) of this section.

(C) If the report specified by the specific alternative fugitive emissions standard is not site-specific, you must submit the information specified in paragraphs (b)(9)(i) and (ii) of this section for each individual site complying with the alternative standard.

(iv) For well closure activities which occurred during the reporting period, the information in paragraphs(b)(9)(iv)(A) and (B) of this section.

(A) A status report with dates for the well closure activities schedule developed in the well closure plan. If all steps in the well closure plan are completed in the reporting period, the date that all activities are completed.

(B) If an OGI survey is conducted during the reporting period, the information in paragraphs(b)(9)(iv)(B)(1) through (3) of this section.

(1) Date of the OGI survey.

(2) Monitoring instrument used.

(3) A statement that no fugitive emissions were found, or if fugitive emissions were found, a description of the steps taken to eliminate those emissions, the date of the resurvey, the results of the resurvey, and the date of the final resurvey which detected no emissions.

(v) If you comply with an alternative GHG and VOC standard under § 60.5398b, in lieu of the information specified in paragraphs (b)(9)(i) and (ii) of this section, you must provide the information specified in § 60.5424b.

(10) For each pump affected facility, the information specified in paragraphs (b)(10)(i) through (iv) of this section in your initial annual report and in subsequent annual reports for each pump affected facility that is constructed, modified, or reconstructed during the reporting period. Each annual report must contain the information specified in paragraphs (b)(10)(v) through (ix) of this section for each pump affected facility.

(i) The identification of each of your pumps that are driven by natural gas, as required by § 60.5393b(a) that allows traceability to the records required by paragraph (c)(15)(i) of this section.

(ii) For each pump affected facility for which there is a control device on site but it does not achieve a 95.0 percent emissions reduction, the certification that there is a control device available on site but it does not achieve a 95.0 percent emissions reduction required under  $\S$  60.5393b(b)(3). You must also report the emissions reduction percentage the control device is designed to achieve.

(iii) For each pump affected facility for which there is no control device or vapor recovery unit on site, the certification required under § 60.5393b(b)(4) that there is no control device or vapor recovery unit on site.

(iv) For each pump affected facility for which it is technically infeasible to route the emissions to a process or control device, the certification of technically infeasibility required under § 60.5393b(b)(5).

(v) For any pump affected facility which has previously reported as required under paragraph (b)(10)(i) through (iv) of this section and for which a change in the reported condition has occurred during the reporting period, provide the identification of the pump affected facility and the date that the pump affected facility meets one of the change conditions described in paragraphs (b)(10)(v)(A), (B), or (C) of this section.

(A) If you install a control device or vapor recovery unit, you must report that a control device or vapor recovery unit has been added to the site and that the pump affected facility now is required to comply with

§ 60.5393b(b)(1) or (3), as applicable.(B) If your pump affected facility previously complied with

§60.5393b(b)(1) or (3) by routing emissions to a process or a control device and the process or control device is subsequently removed from the site or is no longer available such that there is no ability to route the emissions to a process or control device at the site, or that it is not technically feasible to capture and route the emissions to another control device or process located on site, report that you are no longer complying with the applicable requirements of § 60.5393b(b)(1) or (3) and submit the information provided in paragraphs (b)(10)(v)(B)(1) or (2) of this section.

(1) Certification that there is no control device or vapor recovery unit on site.

(2) Certification of the engineering assessment that it is technically infeasible to capture and route the emissions to another control device or process located on site.

(C) If any pump affected facility or individual natural gas-driven pump changes its method of compliance during the reporting period other than for the reasons specified in paragraphs (10)(v)(A) and (B) of this section, identify the new compliance method for each natural gas-driven pump within the affected facility which changes its method of compliance during the reporting period and provide the applicable information specified in paragraphs (b)(10)(ii) through (iv) and (vi) through (viii) of this section for the new method of compliance.

(vi) For each pump affected facility complying with the requirements of  $\S$  60.5393b(a), (b)(1), or (b)(3) by routing the emissions to a process, you must report the information specified in paragraphs (b)(11)(i) through (iv) of this section.

(vii) For each pump affected facility complying with the requirements of  $\S$  60.5393b(b)(1) or (3) by routing the emissions to a control device, you must report the information required under paragraph (b)(11) of this section.

(viii) For each deviation that occurred during the reporting period, the date and time the deviation began, the duration of the deviation in hours, and a description of the deviation. If no deviations occurred during the reporting period, you must include a statement that no deviations occurred during the reporting period.

(ix) If you comply with an alternative GHG and VOC standard under § 60.5398b, in lieu of the information specified in paragraphs (b)(11)(i) and (ii) of this section, you must provide the information specified in § 60.5424b.

(11) For each well, centrifugal compressor, reciprocating compressor,

storage vessel, process controller, pump, or process unit equipment affected facility which uses a closed vent system routed to a control device to meet the emissions reduction standard, you must submit the information in paragraphs (b)(11)(i) through (v) of this section. For each reciprocating compressor, process controller, pump, storage vessel, or process unit equipment which uses a closed vent system to route to a process, you must submit the information in paragraphs (b)(11)(i) through (iv) of this section. For each centrifugal compressor, reciprocating compressor, and storage vessel equipped with a cover, you must submit the information in paragraphs (b)(11)(i) and (ii) of this section.

(i) Dates of each inspection required under  $\S$  60.5416b(a) and (b).

(ii) Each defect or emissions identified during each inspection and the date of repair or the date of anticipated repair if the repair is delayed.

(iii) Date and time of each bypass alarm or each instance the key is checked out if you are subject to the bypass requirements of § 60.5416b(a)(4).

(iv) You must submit the certification signed by the qualified professional engineer or in-house engineer according to § 60.5411b(c) for each closed vent system routing to a control device or process in the reporting year in which the certification is signed.

(v) If you comply with the emissions standard for your well, centrifugal compressor, reciprocating compressor, storage vessel, process controller, pump, or process unit equipment affected facility with a control device, the information in paragraphs (b)(11)(v)(A)through (L) of this section, unless you use an enclosed combustion device or flare using an alternative test method approved under § 60.5412b(d). If you use an enclosed combustion device or flare using an alternative test method approved under §60.5412b(d), the information in paragraphs (b)(11)(v)(A)through (C) and (L) through (P) of this section.

(A) Identification of the control device.

(B) Make, model, and date of installation of the control device.

(C) Identification of the affected facility controlled by the device.

(D) For each continuous parameter monitoring system used to demonstrate compliance for the control device, a unique continuous parameter monitoring system identifier and the make, model number, and date of last calibration check of the continuous parameter monitoring system. (E) For each instance where there is a deviation of the control device in accordance with § 60.5417b(g)(1) through (3) or (g)(5) through (7) include the date and time the deviation began, the duration of the deviation in hours, the type of the deviation (*e.g.*, NHV operating limit, lack of pilot or combustion flame, condenser efficiency, bypass line flow, visible emissions), and cause of the deviation.

(F) For each instance where there is a deviation of the continuous parameter monitoring system in accordance with § 60.5417b(g)(4) include the date and time the deviation began, the duration of the deviation in hours, and cause of the deviation.

(G) For each visible emissions test following return to operation from a maintenance or repair activity, the date of the visible emissions test or observation of the video surveillance output, the length of the observation in minutes, and the number of minutes for which visible emissions were present.

(H) If a performance test was conducted on the control device during the reporting period, provide the date the performance test was conducted. Submit the performance test report following the procedures specified in paragraph (b)(12) of this section.

(I) If a demonstration of the NHV of the inlet gas to the enclosed combustion device or flare was conducted during the reporting period in accordance with §60.5417b(d)(8)(iii), an indication of whether this is a re-evaluation of vent gas NHV and the reason for the reevaluation; the applicable required minimum vent gas NHV; if twice daily samples of the vent stream were taken, the number of hourly average NHV values that are less than 1.2 times the applicable required minimum NHV; if continuous NHV sampling of the vent stream was conducted, the number of hourly average NHV values that are less than the required minimum vent gas NHV; if continuous combustion efficiency monitoring was conducted using an alternative test method approved under §60.5412b(d), the number of values of the combustion efficiency that were less than 95.0 percent; the resulting determination of whether NHV monitoring is required or not in accordance with §60.5417b(d)(8)(iii)(D) or (H); and an indication of whether the enclosed combustion device or flare has the potential to receive inert gases, and if so, whether the sampling included periods where the highest percentage of inert gases were sent to the enclosed combustion device or flare.

(J) If a demonstration was conducted in accordance with § 60.5417b(d)(8)(iv) that the maximum potential pressure of units manifolded to an enclosed combustion device or flare cannot cause the maximum inlet flow rate established in accordance with § 60.5417b(f)(1) or a flare tip velocity limit of 18.3 meter/ second (60 feet/second) to be exceeded, an indication of whether this is a reevaluation of the gas flow and the reason for the re-evaluation; the demonstration conducted; and applicable engineering calculations.

(K) For each periodic sampling event conducted under § 60.5417b(d)(8)(iii)(G), provide the date of the sampling, the required minimum vent gas NHV, and the NHV value for each vent gas sample.

(L) For each flare and enclosed combustion device, provide the date each device is observed with OGI in accordance with § 60.5415b(f)(x) and whether uncombusted emissions were present. Provide the date each device was visibly observed during an AVO inspection in accordance with § 60.5415b(f)(x), whether the pilot or combustion flame was lit at the time of observation, and whether the device was found to be operating properly.

(M) An identification of the alternative test method used.

(N) For each instance where there is a deviation of the control device in accordance with § 60.5417b(i)(6)(i) or (iii) through (v) include the date and time the deviation began, the duration of the deviation in hours, the type of the deviation (*e.g.*, NHV<sub>cz</sub> operating limit, lack of pilot or combustion flame, visible emissions), and cause of the deviation.

(O) For each instance where there is a deviation of the data availability in accordance with § 60.5417b(i)(6)(ii) include the date of each operating day when monitoring data are not available for at least 75 percent of the operating hours.

(P) If no deviations occurred under paragraphs (b)(11)(v)(N) or (O) of this section, a statement that there were no deviations for the control device during the annual report period.

(Q) Any additional information required to be reported as specified by the Administrator as part of the alternative test method approval under  $\S$  60.5412b(d).

(12) Within 60 days after the date of completing each performance test (see  $\S$  60.8) required by this subpart, except testing conducted by the manufacturer as specified in  $\S$  60.5413b(d), you must submit the results of the performance test following the procedures specified in paragraph (d) of this section. Data collected using test methods that are supported by the EPA's Electronic

Reporting Tool (ERT) as listed on the EPA's ERT website (https:// www.epa.gov/electronic-reporting-airemissions/electronic-reporting-tool-ert) at the time of the test must be submitted in a file format generated using the EPA's ERT. Alternatively, you may submit an electronic file consistent with the extensible markup language (XML) schema listed on the EPA's ERT website. Data collected using test methods that are not supported by the EPA's ERT as listed on the EPA's ERT website at the time of the test must be included as an attachment in the ERT or alternate electronic file.

(13) For combustion control devices tested by the manufacturer in accordance with § 60.5413b(d), an electronic copy of the performance test results required by § 60.5413b(d) shall be submitted via email to *Oil\_and\_Gas\_ PT@EPA.GOV* unless the test results for that model of combustion control device are posted at the following website: *https://www.epa.gov/controlling-airpollution-oil-and-natural-gas-industry*.

(14) If you had a super-emitter event during the reporting period, the start date of the super-emitter event, the duration of the super-emitter event in hours, and the affected facility associated with the super-emitter event, if applicable.

(15) You must submit your annual report using the appropriate electronic report template on the Compliance and **Emissions Data Reporting Interface** (CEDRI) website for this subpart and following the procedure specified in paragraph (d) of this section. If the reporting form specific to this subpart is not available on the CEDRI website at the time that the report is due, you must submit the report to the Administrator at the appropriate address listed in § 60.4. Once the form has been available on the CEDRI website for at least 90 calendar days, you must begin submitting all subsequent reports via CEDRI. The date reporting forms become available will be listed on the CEDRI website. Unless the Administrator or delegated state agency or other authority has approved a different schedule for submission of reports, the report must be submitted by the deadline specified in this subpart, regardless of the method in which the report is submitted.

(c) *Recordkeeping requirements.* You must maintain the records identified as specified in § 60.7(f) and in paragraphs (c)(1) through (15) of this section. All records required by this subpart must be maintained either onsite or at the nearest local field office for at least 5 years. Any records required to be maintained by this subpart that are

submitted electronically via the EPA's CEDRI may be maintained in electronic format. This ability to maintain electronic copies does not affect the requirement for facilities to make records, data, and reports available upon request to a delegated air agency or the EPA as part of an on-site compliance evaluation.

(1) The records for each well affected facility subject to the well completion operation standards of § 60.5375b, as specified in paragraphs (c)(1)(i) through (vii) of this section, as applicable. For each well affected facility subject to the well completion operations of § 60.5375b, for which you make a claim that the well affected facility is not subject to the requirements for well completions pursuant to § 60.5375b(g), vou must maintain the record in paragraph (c)(1)(vi) of this section, only. For each well affected facility which meets the exemption in § 60.5375b(h) for well completion operations (*i.e.*, an existing well is hydraulically refractured), you must maintain the records in paragraph (c)(1)(viii), only. For each well affected facility that routes flowback entirely through one or more production separators that are designed to accommodate flowback, only records of the United States Well Number, the latitude and longitude of the well in decimal degrees to an accuracy and precision of five (5) decimals of a degree using North American Datum of 1983, the Well Completion ID, and the date and time of startup of production are required. For periods where salable gas is unable to be separated, records of the date and time of onset of flowback, the duration and disposition of recovery, the duration of combustion and venting (if applicable), reasons for venting (if applicable), and deviations are required.

(i) Records identifying each well completion operation for each well affected facility.

(ii) Records of deviations in cases where well completion operations with hydraulic fracturing were not performed in compliance with the requirements specified in § 60.5375b, including the date and time the deviation began, the duration of the deviation, and a description of the deviation.

(iii) You must maintain the records specified in paragraphs (c)(1)(iii)(A) through (C) of this section.

(A) For each well affected facility required to comply with the requirements of § 60.5375b(a), you must record: The latitude and longitude of the well in decimal degrees to an accuracy and precision of five (5) decimals of a degree using North American Datum of 1983; the United States Well Number;

the date and time of the onset of flowback following hydraulic fracturing or refracturing; the date and time of each attempt to direct flowback to a separator as required in §60.5375b(a)(1)(ii); the date and time of each occurrence of returning to the initial flowback stage under §60.5375b(a)(1)(i); and the date and time that the well was shut in and the flowback equipment was permanently disconnected, or the startup of production; the duration of flowback; duration of recovery and disposition of recovery (*i.e.*, routed to the gas flow line or collection system, re-injected into the well or another well, used as an onsite fuel source, or used for another useful purpose that a purchased fuel or raw material would serve); duration of combustion; duration of venting; and specific reasons for venting in lieu of capture or combustion. The duration must be specified in hours. In addition, for wells where it is technically infeasible to route the recovered gas as specified in § 60.5375b(a)(1)(ii), you must record the reasons for the claim of technical infeasibility with respect to all four options provided in §60.5375b(a)(1)(ii).

(B) For each well affected facility required to comply with the requirements of § 60.5375b(f), you must record: Latitude and longitude of the well in decimal degrees to an accuracy and precision of five (5) decimals of a degree using North American Datum of 1983; the United States Well Number; the date and time of the onset of flowback following hydraulic fracturing or refracturing; the date and time that the well was shut in and the flowback equipment was permanently disconnected, or the startup of production; the duration of flowback; duration of combustion; duration of venting; and specific reasons for venting in lieu combustion. The duration must be specified in hours.

(C) For each well affected facility for which you make a claim that it meets the criteria of 60.5375b(a)(1)(iii)(A), you must maintain the following:

(1) The latitude and longitude of the well in decimal degrees to an accuracy and precision of five (5) decimals of a degree using North American Datum of 1983; the United States Well Number; the date and time of the onset of flowback following hydraulic fracturing or refracturing; the date and time that the well was shut in and the flowback equipment was permanently disconnected, or the startup of production; the duration of flowback; duration of recovery and disposition of recovery (*i.e.*, routed to the gas flow line or collection system, re-injected into the

well or another well, used as an onsite fuel source, or used for another useful purpose that a purchased fuel or raw material would serve); duration of combustion; duration of venting; and specific reasons for venting in lieu of capture or combustion. The duration must be specified in hours.

(2) If applicable, records that the conditions of 60.5375b(a)(1)(iii)(A) are no longer met and that the well completion operation has been stopped and a separator installed. The records shall include the date and time the well completion operation was stopped and the date and time the separator was installed.

(3) A record of the claim signed by the certifying official that no liquids collection is at the well site. The claim must include a certification by a certifying official of truth, accuracy, and completeness. This certification shall state that, based on information and belief formed after reasonable inquiry, the statements and information in the document are true, accurate, and complete.

(iv) For each well affected facility for which you claim an exception under  $\S 60.5375b(a)(2)$ , you must record: The latitude and longitude of the well in decimal degrees to an accuracy and precision of five (5) decimals of a degree using North American Datum of 1983; the United States Well Number; the specific exception claimed; the starting date and ending date for the period the well operated under the exception; and an explanation of why the well meets the claimed exception.

(v) For each well affected facility required to comply with both § 60.5375b(a)(1) and (2), if you are using a digital photograph in lieu of the records required in paragraphs (c)(1)(i) through (iv) of this section, you must retain the records of the digital photograph as specified in § 60.5410b(a)(4).

(vi) For each well affected facility for which you make a claim that the well affected facility is not subject to the well completion standards according to  $\S 60.5375b(g)$ , you must maintain:

(A) A record of the analysis that was performed in order the make that claim, including but not limited to, GOR values for established leases and data from wells in the same basin and field;

(B) The latitude and longitude of the well in decimal degrees to an accuracy and precision of five (5) decimals of a degree using North American Datum of 1983; the United States Well Number;

(C) A record of the claim signed by the certifying official. The claim must include a certification by a certifying official of truth, accuracy, and

completeness. This certification shall state that, based on information and belief formed after reasonable inquiry, the statements and information in the document are true, accurate, and complete.

(vii) For each well affected facility subject to § 60.5375b(f), a record of the well type (*i.e.*, wildcat well, delineation well, or low pressure well (as defined § 60.5430b)) and supporting inputs and calculations, if applicable.

(viii) For each well affected facility which makes a claim it meets the exemption at § 60.5375b(h), a record of the latitude and longitude of the well in decimal degrees to an accuracy and precision of five (5) decimals of a degree using North American Datum of 1983; the United States Well Number; the date and time of the onset of flowback following hydraulic fracturing or refracturing and a record of the claim that the well completion operation requirements of § 60.5375b(a)(1) through (3) were met.

(2) For each gas well liquids unloading operation at your well affected facility that is subject to § 60.5376b(a)(1) or (2), the records of each gas well liquids unloading operation conducted during the reporting period, including the information specified in paragraphs (c)(2)(i) through (iii) of this section, as applicable.

(i) For each gas well liquids unloading operation that complies with § 60.5376b(a)(1) by performing all liquids unloading events without venting of methane and VOC emissions to the atmosphere, comply with the recordkeeping requirements specified in paragraphs (c)(2)(i)(A) and (B) of this section.

(A) Identification of each well (*i.e.*, U.S. Well ID or U.S. Well ID associated with the well affected facility) that conducts a gas well liquids unloading operation during the reporting period without venting of methane and VOC emissions and the non-venting methane and VOC gas well liquids unloading method used. If more than one nonventing method is used, you must maintain records all of the differing non-venting liquids unloading methods used at the well affected facility complying with § 60.5376b(a)(1).

(B) Number of events where unplanned emissions are vented to the atmosphere during a gas well liquids unloading operation where you complied with best management practices to minimize emissions to the maximum extent possible.

(ii) For each gas well liquids unloading operation that complies with § 60.5376b(b) and (c) best management practices, maintain records documenting information specified in paragraphs (c)(2)(ii)(A) through (D) of this section.

(A) Identification of each well affected facility that conducts liquids unloading during the reporting period that employs best management practices to minimize emissions to the maximum extent possible.

(B) Documentation of your best management practice plan developed under paragraph § 60.5376b(c). You may update your best management practice plan to include additional steps which meet the criteria in § 60.5376b(c).

(C) A log of each best management practice plan step taken minimize emissions to the maximum extent possible for each gas well liquids unloading event.

(D) Documentation of each gas well liquids unloading event where deviations from your best management practice plan steps occurred, the date and time the deviation began, the duration of the deviation, documentation of best management practice plans steps were not followed, and the steps taken in lieu of your best management practice plan steps during those events to minimize emissions to the maximum extent possible.

(iii) For each well affected facility that reduces methane and VOC emissions from well affected facility gas wells that unload liquids by 95.0 percent by routing emissions to a control device through closed vent system under § 60.5376b(g), you must maintain the records in paragraphs (c)(2)(iii)(A) through (E) of this section.

(A) If you comply with the emission reduction standard with a control device, the information for each control device in paragraph (c)(11) of this section.

(B) Records of the closed vent system inspection as specified paragraph (c)(8) of this section.

(C) Records of the cover inspections as specified in paragraph (c)(9) of this section.

(D) If applicable, the records of bypass monitoring as specified in paragraph (c)(10) of this section.

(E) Records of the closed vent system assessment as specified in paragraph (c)(12) of this section.

(3) For each associated gas well, you must maintain the applicable records specified in paragraphs (c)(3)(i) or (ii) and (c)(3)(iv) of this section.

(i) For each associated gas well that complies with the requirements of  $\S 60.5377b(a)(1)$ , (2), (3), or (4), you must keep the records specified in paragraphs (c)(3)(i)(A) and (B). (A) Documentation of the specific method(s) in 60.5377b(a)(1), (2), (3), or (4) that is used.

(B) For instances where you temporarily route the associated gas to a flare or control device in accordance with 60.5377b(d), you must keep the records specified in paragraphs (c)(3)(i)(B)(1) through (3).

(1) The reason in § 60.5377b(d)(1), (2),(3), or (4) for each incident.

(2) The date of each incident, along with the times when routing the associated gas to the flare or control device started and ended, along with the total duration of each incident.

(3) Documentation that all CVS requirements specified in § 60.5411b(a)and (c) and all applicable flare or control device requirements specified in § 60.5412b are met during each period when the associated gas is routed to the flare or control device.

(ii) For instances where you temporarily vent the associated gas in accordance with § 60.5377b(e), you must keep the records specified in paragraphs (c)(3)(ii)(A) through (D). These records are required if you are routinely complying with § 60.5377b(a)or § 60.5377b(f) or temporarily complying with § 60.5377b(d).

(A) The reason in § 60.5377b(e)(1), (2), or (3) for each incident.

(B) The date of each incident, along with the times when venting the associated gas started and ended, along with the total duration of each incident.

(C) The VOC and methane emissions that were emitted during each incident.

(D) The cumulative duration of venting incidents and VOC and methane emissions for all incidents in each calendar year.

(iii) For each associated gas well that complies with the requirements of  $\S 60.5377b(f)$  because it has demonstrated that it is not feasible to comply with  $\S 60.5377b(a)(1)$ , (2), (3), and (4) due to technical reasons in accordance with  $\S 60.5377b(g)$ , records of each annual demonstration and certification of the technical reason that it is not feasible to comply with  $\S 60.5377b(a)(1)$ , (2), (3), and (4) in accordance with  $\S 60.5377b(g)$ .

(iv) For each associated gas well that complies with the requirements of  $\S$  60.5377b(f), meet the recordkeeping requirements specified in paragraphs (c)(3)(iv)(A) through (E).

(A) Identification of each instance when associated gas was vented and not routed to a control device that reduces VOC and methane emissions by at least 95.0 percent.

(B) If you comply with the emission reduction standard in § 60.5380b with a control device, the information for each control device in paragraph (c)(11) of this section.

(C) Records of the closed vent system inspection as specified paragraph (c)(8) of this section. If you comply with an alternative GHG and VOC standard under § 60.5398b, in lieu of the information specified in paragraph (c)(8) of this section, you must maintain records of the information specified in § 60.5424b.

(D) If applicable, the records of bypass monitoring as specified in paragraph (c)(10) of this section.

(E) Records of the closed vent system assessment as specified in paragraph (c)(12) of this section.

(v) Records of each deviation, the date and time the deviation began, the duration of the deviation, and a description of the deviation.

(4) For each centrifugal compressor affected facility, you must maintain the records specified in paragraphs (c)(4)(i) through (iii) of this section.

(i) For each centrifugal compressor affected facility, you must maintain records of deviations in cases where the centrifugal compressor was not operated in compliance with the requirements specified in § 60.5380b, including a description of each deviation, the date and time each deviation began and the duration of each deviation.

(ii) For each wet seal compressor complying with the emissions reduction standard in § 60.5380b(a)(1), you must maintain the records in paragraphs (c)(4)(ii)(A) through (E) of this section. For each wet seal compressor complying with the alternative standard in § 60.5380b(a)(3) by routing the closed vent system to a process, you must maintain the records in paragraphs (c)(4)(ii)(B) through (E) of this section.

(A) If you comply with the emission reduction standard in  $\S$  60.5380b(a)(1) with a control device, the information for each control device in paragraph (c)(11) of this section.

(B) Records of the closed vent system inspection as specified paragraph (c)(8) of this section. If you comply with an alternative GHG and VOC standard under § 60.5398b, in lieu of the information specified in paragraph (c)(8) of this section, you must maintain the information specified in § 60.5424b.

(C) Records of the cover inspections as specified in paragraph (c)(9) of this section. If you comply with an alternative GHG and VOC standard under § 60.5398b, in lieu of the information specified in paragraphs (c)(9) of this section, you must maintain the information specified in § 60.5424b.

(D) If applicable, the records of bypass monitoring as specified in paragraph (c)(10) of this section. (E) Records of the closed vent system assessment as specified in paragraph (c)(12) of this section.

(iii) For each centrifugal compressor affected facility using a self-contained wet seal compressor, or dry seal compressor complying with the standard in § 60.5380b(a)(4) and (5), you must maintain the records specified in paragraphs (c)(4)(iii)(A) through (H) of this section.

(A) Records of the cumulative number of hours of operation since initial startup, since May 7, 2024, or since the previous volumetric flow rate measurement, as applicable.

(B) A description of the method used and the results of the volumetric flow rate measurement or emissions screening, as applicable.

(C) Records for all flow meters, composition analyzers and pressure gauges used to measure volumetric flow rates as specified in paragraphs (c)(4)(iii)(C)(1) through (6).

(1) Description of standard method published by a consensus-based standards organization or industry standard practice.

(2) Records of volumetric flow rate emissions calculations conducted according to paragraphs § 60.5380b(a)(5), as applicable.

(3) Records of manufacturer's operating procedures and measurement methods.

(4) Records of manufacturer's recommended procedures or an appropriate industry consensus standard method for calibration and results of calibration, recalibration, and accuracy checks.

(5) Records which demonstrate that measurements at the remote location(s) can, when appropriate correction factors are applied, reliably and accurately represent the actual temperature or total pressure at the flow meter under all expected ambient conditions. You must include the date of the demonstration, the data from the demonstration, the mathematical correlation(s) between the remote readings and actual flow meter conditions derived from the data, and any supporting engineering calculations. If adjustments were made to the mathematical relationships, a record and description of such adjustments.

(6) Record of each initial calibration or a recalibration which failed to meet the required accuracy specification and the date of the successful recalibration.

(D) Date when performance-based volumetric flow rate is exceeded.

(E) The date of successful repair of the compressor seal, including follow-up performance-based volumetric flow rate measurement to confirm successful repair.

(F) Identification of each compressor seal placed on delay of repair and explanation for each delay of repair.

(G) For each compressor seal or part needed for repair placed on delay of repair because of replacement seal or part unavailability, the operator must document: the date the seal or part was added to the delay of repair list, the date the replacement seal or part was ordered, the anticipated seal or part delivery date (including any estimated shipment or delivery date provided by the vendor), and the actual arrival date of the seal or part.

(H) Date of planned shutdowns that occur while there are any seals or parts that have been placed on delay of repair.

(5) For each reciprocating compressor affected facility, you must maintain the records in paragraphs (c)(5)(i) through (x), and (c)(8), (c)(10) and (c)(12) of this section, as applicable. If you comply with an alternative GHG and VOC standard under  $\S$  60.5398b, in lieu of the information specified in paragraph (c)(8) of this section, you must provide the information specified in  $\S$  60.5424b.

(i) For each reciprocating compressor affected facility, you must maintain records of deviations in cases where the reciprocating compressor was not operated in compliance with the requirements specified in § 60.5385b, including a description of each deviation, the date and time each deviation began and the duration of each deviation in hours.

(ii) Records of the date of installation of a rod packing emissions collection system and closed vent system as specified in § 60.5385b(d).

(iii) Records of the cumulative number of hours of operation since initial startup, since May 7, 2024, or since the previous volumetric flow rate measurement, as applicable. Alternatively, a record that emissions from the rod packing are being routed to a process through a closed vent system.

(iv) A description of the method used and the results of the volumetric flow rate measurement or emissions screening, as applicable.

(v) Records for all flow meters, composition analyzers and pressure gauges used to measure volumetric flow rates as specified in paragraphs (c)(5)(v)(A) through (F).

(A) Description of standard method published by a consensus-based standards organization or industry standard practice.

(B) Records of volumetric flow rate calculations conducted according to paragraphs § 60.5385b(b) or (c), as applicable.

(C) Records of manufacturer operating procedures and measurement methods.

(D) Records of manufacturer's recommended procedures or an appropriate industry consensus standard method for calibration and results of calibration, recalibration, and accuracy checks.

(E) Records which demonstrate that measurements at the remote location(s) can, when appropriate correction factors are applied, reliably and accurately represent the actual temperature or total pressure at the flow meter under all expected ambient conditions. You must include the date of the demonstration, the data from the demonstration, the mathematical correlation(s) between the remote readings and actual flow meter conditions derived from the data, and any supporting engineering calculations. If adjustments were made to the mathematical relationships, a record and description of such adjustments.

(F) Record of each initial calibration or a recalibration which failed to meet the required accuracy specification and the date of the successful recalibration.

(vi) Date when performance-based volumetric flow rate is exceeded.

(vii) The date of successful replacement or repair of reciprocating compressor rod packing, including follow-up performance-based volumetric flow rate measurement to confirm successful repair.

(viii) Identification of each reciprocating compressor placed on delay of repair because of rod packing or part unavailability and explanation for each delay of repair.

(ix) For each reciprocating compressor that is placed on delay of repair because of replacement rod packing or part unavailability, the operator must document: the date the rod packing or part was added to the delay of repair list, the date the replacement rod packing or part was ordered, the anticipated rod packing or part delivery date (including any estimated shipment or delivery date provided by the vendor), and the actual arrival date of the rod packing or part.

(x) Date of planned shutdowns that occur while there are any reciprocating compressors that have been placed on delay of repair due to the unavailability of rod packing or parts to conduct repairs.

(6) For each process controller affected facility, you must maintain the records specified in paragraphs (c)(6)(i) through (vii) of this section.

(i) Records identifying each process controller that is driven by natural gas and that does not function as an emergency shutdown device. (ii) For each process controller affected facility complying with § 60.5390b(a), you must maintain records of the information specified in paragraphs (c)(6)(ii)(A) and (B) of this section, as applicable.

(A) If you are complying with  $\S$  60.5390b(a) by routing process controller vapors to a process through a closed vent system, you must report the information specified in paragraphs (c)(6)(ii)(A)(1) and (2) of this section.

(1) An identification of all the natural gas-driven process controllers in the process controller affected facility for which you collect and route vapors to a process through a closed vent system.

(2) The records specified in paragraphs (c)(8), (10), and (12) of this section. If you comply with an alternative GHG and VOC standard under § 60.5398b, in lieu of the information specified in paragraph (c)(8) of this section, you must provide the information specified in § 60.5424b.

(B) If you are complying with § 60.5390b(a) by using a self-contained natural gas-driven process controller, you must report the information specified in paragraphs (c)(6)(ii)(B)(1) through (3) of this section.

(1) An identification of each process controller complying with § 60.5390b(a) by using a self-contained natural gasdriven process controller;

(2) Dates of each inspection required under § 60.5416b(b); and

(3) Each defect or leak identified during each natural gas-driven-selfcontained process controller system inspection, and date of repair or date of anticipated repair if repair is delayed.

(iii) For each process controller affected facility complying with the  $\S$  60.5390b(b)(1) process controller bleed rate requirements, you must maintain records of the information specified in paragraphs (c)(6)(iii)(A) and (B) of this section.

(A) The identification of process controllers designed and operated to achieve a bleed rate less than or equal to 6 scfh and records of the manufacturer's specifications indicating that the process controller is designed with a natural gas bleed rate of less than or equal to 6 scfh.

(B) Where necessary to meet a functional need, the identification of the process controller and demonstration of why it is necessary to use a process controller with a natural gas bleed rate greater than 6 scfh.

(iv) For each intermittent vent process controller in the affected facility complying with the requirements in paragraphs § 60.5390b(b)(2), you must keep records of the information specified in paragraphs (c)(6)(iv)(A) through (C) of this section.

(A) The identification of each intermittent vent process controller.

(B) Dates and results of the intermittent vent process controller monitoring required by § 60.5390b(b)(2)(ii).

(C) For each instance in which monitoring identifies emissions to the atmosphere from an intermittent vent controller during idle periods, the date of repair or replacement, or the date of anticipated repair or replacement if the repair or replacement is delayed and the date and results of the re-survey after repair or replacement.

(v) For each process controller affected facility complying with § 60.5390b(b)(3), you must maintain the records specified in paragraphs (c)(6)(v)(A) and (B) of this section.

(A) An identification of each process controller for which emissions are routed to a control device.

(B) Records specified in paragraphs (c)(8) and (c)(10) through (13) of this section. If you comply with an alternative GHG and VOC standard under § 60.5398b, in lieu of the information specified in paragraph (c)(8) of this section, you must provide the information specified in § 60.5424b.

(vi) Records of each change in compliance method, including identification of each natural gas-driven process controller which changes its method of compliance, the new method of compliance, and the date of the change in compliance method.

(vii) Records of each deviation, the date and time the deviation began, the duration of the deviation, and a description of the deviation.

(7) For each storage vessel affected facility, you must maintain the records identified in paragraphs (c)(7)(i) through (vii) of this section.

(i) You must maintain records of the identification and location in latitude and longitude coordinates in decimal degrees to an accuracy and precision of five (5) decimals of a degree using the North American Datum of 1983 of each storage vessel affected facility.

(ii) Records of each methane and VOC emissions determination for each storage vessel affected facility made under § 60.5365b(e) including identification of the model or calculation methodology used to calculate the methane and VOC emission rate.

(iii) For each instance where the storage vessel was not operated in compliance with the requirements specified in § 60.5395b a description of the deviation, the date and time each deviation began, and the duration of the deviation.

(iv) If complying with the emissions reduction standard in § 60.5395b(a)(2), you must maintain the records in paragraphs (c)(7)(iv)(A) through (E) of this section.

(A) If you comply with the emission reduction standard with a control device, the information for each control device in paragraph (c)(11) of this section.

(B) Records of the closed vent system inspection as specified paragraph (c)(8) of this section. If you comply with an alternative GHG and VOC standard under § 60.5398b, in lieu of the information specified in paragraph (c)(8) of this section, you must provide the information specified in § 60.5424b.

(C) Records of the cover inspections as specified in paragraph (c)(9) of this section. If you comply with an alternative GHG and VOC standard under § 60.5398b, in lieu of the information specified in paragraphs (c)(9) of this section, you must provide the information specified in § 60.5424b.

(D) If applicable, the records of bypass monitoring as specified in paragraph (c)(10) of this section.

(E) Records of the closed vent system assessment as specified in paragraph (c)(12) of this section.

(v) For storage vessels that are skidmounted or permanently attached to something that is mobile (such as trucks, railcars, barges or ships), records indicating the number of consecutive days that the vessel is located at a site in the crude oil and natural gas source category. If a storage vessel is removed from a site and, within 30 days, is either returned to the site or replaced by another storage vessel at the site to serve the same or similar function, then the entire period since the original storage vessel was first located at the site, including the days when the storage vessel was removed, will be added to the count towards the number of consecutive days.

(vi) Records of the date that each storage vessel affected facility or portion of a storage vessel affected facility is removed from service and returned to service, as applicable.

(vii) Records of the date that liquids from the well following fracturing or refracturing are routed to the storage vessel affected facility; or the date that you comply with paragraph § 60.5395b(a)(2), following a monthly emissions determination which indicates that VOC emissions from your storage vessel affected facility increase to 4 tpy or greater or methane emissions increase to 14 tpy or greater and the increase is not associated with fracturing or refracturing of a well feeding the storage vessel affected facility, and records of the methane and VOC emissions rate and the model or calculation methodology used to calculate the methane and VOC emission rate.

(8) Records of each closed vent system inspection required under § 60.5416b(a)(1) and (2) and (b) for your well, centrifugal compressor, reciprocating compressor, process controller, pump, storage vessel, and process unit equipment affected facility as required in paragraphs (c)(8)(i) through (iv) of this section.

(i) A record of each closed vent system inspection or no identifiable emissions monitoring survey. You must include an identification number for each closed vent system (or other unique identification description selected by you), the date of the inspection, and the method used to conduct the inspection (*i.e.*, visual, AVO, OGI, Method 21 of appendix A– 7 to this part).

(ii) For each defect or emissions detected during inspections required by §60.5416b(a)(1) and (2), or (b) you must record the location of the defect or emissions; a description of the defect; the maximum concentration reading obtained if using Method 21 of appendix A-7 to this part; the indication of emissions detected by AVO if using AVO; the date of detection; the date of each attempt to repair the emissions or defect; the corrective action taken during each attempt to repair the defect; and the date the repair to correct the defect or emissions is completed.

(iii) If repair of the defect is delayed as described in 60.5416b(b)(6), you must record the reason for the delay and the date you expect to complete the repair.

(iv) Parts of the closed vent system designated as unsafe to inspect as described in 60.5416b(b)(7) or difficult to inspect as described in 60.5416b(b)(8), the reason for the designation, and written plan for inspection of that part of the closed vent system.

(9) A record of each cover inspection required under 60.5416b(a)(3) for your centrifugal compressor, reciprocating compressor, or storage vessel as required in paragraphs (c)(9)(i) through (iv) of this section.

(i) A record of each cover inspection. You must include an identification number for each cover (or other unique identification description selected by you), the date of the inspection, and the method used to conduct the inspection (*i.e.*, AVO, OGI, Method 21 of appendix A–7 to this part).

(ii) For each defect detected during the inspection you must record the location of the defect; a description of the defect, the date of detection, the maximum concentration reading obtained if using Method 21 of appendix A–7 to this part; the indication of emissions detected by AVO if using AVO; the date of each attempt to repair the defect; the corrective action taken during each attempt to repair the defect; and the date the repair to correct the defect is completed.

(iii) If repair of the defect is delayed as described in § 60.5416b(b)(6), you must record the reason for the delay and the date you expect to complete the repair.

(iv) Parts of the cover designated as unsafe to inspect as described in  $\S 60.5416b(b)(7)$  or difficult to inspect as described in  $\S 60.5416b(b)(8)$ , the reason for the designation, and written plan for inspection of that part of the cover.

(10) For each bypass subject to the bypass requirements of § 60.5416b(a)(4), you must maintain a record of the following, as applicable: readings from the flow indicator; each inspection of the seal or closure mechanism; the date and time of each instance the key is checked out; date and time of each instance the alarm is sounded.

(11) Records for each control device used to comply with the emission reduction standard in §60.5377b(b) for associated gas wells, §60.5380b(a)(1) for centrifugal compressor affected facilities, § 60.5385b(d)(2) for reciprocating compressor affected facilities, § 60.5390b(b)(3) for your process controller affected facility in Alaska, §60.5393b(b)(1) for your pump affected facility, §60.5395b(a)(2) for your storage vessel affected facility, §60.5376b(f) for well affected facility gas well liquids unloading, or §60.5400b(f) or 60.5401b(e) for your process equipment affected facility, as required in paragraphs (c)(11)(i) through (viii) of this section. If you use an enclosed combustion device or flare using an alternative test method approved under §60.5412b(d), keep records of the information in paragraphs (c)(11)(ix) of this section, in lieu of the records required by paragraphs (c)(11)(i) through (iv) and (vi) through (viii) of this section.

(i) For a control device tested under  $\S 60.5413b(d)$  which meets the criteria in  $\S 60.5413b(d)(11)$  and (e), keep records of the information in paragraphs (c)(11)(i)(A) through (E) of this section, in addition to the records in paragraphs

(c)(11)(ii) through (ix) of this section, as applicable.

(A) Serial number of purchased device and copy of purchase order.

(B) Location of the affected facility associated with the control device in latitude and longitude coordinates in decimal degrees to an accuracy and precision of five (5) decimals of a degree using the North American Datum of 1983.

(C) Minimum and maximum inlet gas flow rate specified by the manufacturer.

(D) Records of the maintenance and repair log as specified in § 60.5413b(e)(4), for all inspection, repair, and maintenance activities for each control device failing the visible emissions test.

(E) Records of the manufacturer's written operating instructions, procedures, and maintenance schedule to ensure good air pollution control practices for minimizing emissions.

(ii) For all control devices, keep records of the information in paragraphs (c)(11)(ii)(A) through (G) of this section, as applicable.

(Å) Make, model, and date of installation of the control device, and identification of the affected facility controlled by the device.

(B) Records of deviations in accordance with § 60.5417b(g)(1) through (7), including a description of the deviation, the date and time the deviation began, the duration of the deviation, and the cause of the deviation.

(C) The monitoring plan required by § 60.5417b(c)(2).

(D) Make and model number of each continuous parameter monitoring system.

(E) Records of minimum and maximum operating parameter values, continuous parameter monitoring system data (including records that the pilot or combustion flame is present at all times), calculated averages of continuous parameter monitoring system data, and results of all compliance calculations.

(F) Records of continuous parameter monitoring system equipment performance checks, system accuracy audits, performance evaluations, or other audit procedures and results of all inspections specified in the monitoring plan in accordance with § 60.5417b(c)(2). Records of calibration gas cylinders, if applicable.

(G) Periods of monitoring system malfunctions, repairs associated with monitoring system malfunctions and required monitoring system quality assurance or quality control activities Records of repairs on the monitoring system. (iii) For each carbon adsorption system, records of the schedule for carbon replacement as determined by the design analysis requirements of  $\S 60.5413b(c)(2)$  and (3) and records of each carbon replacement as specified in  $\S 60.5412b(c)(1)$  and  $\S 60.5412b(c)(1)(viii)$ .

(iv) For enclosed combustion devices and flares, records of visible emissions observations as specified in paragraph (c)(11)(iv)(A) or (B) of this section.

(A) Records of observations with Method 22 of appendix A–7 to this part, including observations required following return to operation from a maintenance or repair activity, which include: company, location, company representative (name of the person performing the observation), sky conditions, process unit (type of control device), clock start time, observation period duration (in minutes and seconds), accumulated emission time (in minutes and seconds), and clock end time. You may create your own form including the above information or use Figure 22–1 in Method 22 of appendix A–7 to this part.

(B) If you monitor visible emissions with a video surveillance camera, location of the camera and distance to emission source, records of the video surveillance output, and documentation that an operator looked at the feed daily, including the date and start time of observation, the length of observation, and length of time visible emissions were present.

(v) For enclosed combustion devices and flares, video of the OGI inspection conducted in accordance with  $\S 60.5415b(f)(x)$ . Records documenting each enclosed combustion device and flare was visibly observed during each inspection conducted under  $\S 60.5397b$ using AVO in accordance with  $\S 60.5415b(f)(x)$ .

(vi) For enclosed combustion devices and flares, records of each demonstration of the NHV of the inlet gas to the enclosed combustion device or flare conducted in accordance with §60.5417b(d)(8)(iii). For each reevaluation of the NHV of the inlet gas, records of process changes and explanation of the conditions that led to the need to re-evaluation the NHV of the inlet gas. For each demonstration, record information on whether the enclosed combustion device or flare has the potential to receive inert gases, and if so, the highest percentage of inert gases that can be sent to the enclosed combustion device or flare and the highest percent of inert gases sent to the enclosed combustion device or flare during the NHV demonstration. Records

of periodic sampling conducted under § 60.5417b(d)(8)(iii)(G).

(vii) For enclosed combustion devices and flares, if you use a backpressure regulator valve, the make and model of the valve, date of installation, and record of inlet flow rating. Maintain records of the engineering evaluation and manufacturer specifications that identify the pressure set point corresponding to the minimum inlet gas flow rate, the annual confirmation that the backpressure regulator valve set point is correct and consistent with the engineering evaluation and manufacturer specifications, and the annual confirmation that the backpressure regulator valve fully closes when not in open position.

(viii) For enclosed combustion devices and flares, records of each demonstration required under § 60.5417b(d)(8)(iv).

(ix) If you use an enclosed combustion device or flare using an alternative test method approved under  $\S$  60.5412b(d), keep records of the information in paragraphs (c)(11)(ix)(A) through (H) of this section, in lieu of the records required by paragraphs (c)(11)(i) through (iv) and (c)(11)(vi) through (viii) of this section.

(A) An identification of the alternative test method used.

(B) Data recorded at the intervals required by the alternative test method.

(C) Monitoring plan required by § 60.5417(i)(2).

(D) Quality assurance and quality control activities conducted in accordance with the alternative test method.

(E) If required by § 60.5412b(d)(4) to conduct visible emissions observations, records required by paragraph (c)(11)(iv) of this section.

(F) If required by § 60.5412b(d)(5) to conduct pilot or combustion flame monitoring, record indicating the presence of a pilot or combustion flame and periods when the pilot or combustion flame is absent.

(G) For each instance where there is a deviation of the control device in accordance with  $\S$  60.5417b(i)(6)(i) through (v), the date and time the deviation began, the duration of the deviation in hours, and cause of the deviation.

(H) Any additional information required to be recorded as specified by the Administrator as part of the alternative test method approval under § 60.5412b(d).

(12) For each closed vent system routing to a control device or process, the records of the assessment conducted according to § 60.5411b(c): (i) A copy of the assessment conducted according to 60.5411b(c)(1); and

(ii) A copy of the certification according to § 60.5411b(c)(1)(i) and (ii).

(13) A copy of each performance test submitted under paragraphs (b)(12) or (13) of this section.

(14) For the fugitive emissions components affected facility, maintain the records identified in paragraphs (c)(14)(i) through (viii) of this section.

(i) The date of the startup of production or the date of the first day of production after modification for the fugitive emissions components affected facility at a well site and the date of startup or the date of modification for the fugitive emissions components affected facility at a compressor station.

(ii) For the fugitive emissions components affected facility at a well site, you must maintain records specifying what type of well site it is (*i.e.*, single wellhead only well site, small wellsite, multi-wellhead only well site, or a well site with major production and processing equipment.)

(iii) For the fugitive emissions components affected facility at a well site where you complete the removal of all major production and processing equipment such that the well site contains only one or more wellheads, record the date the well site completes the removal of all major production and processing equipment from the well site, and, if the well site is still producing, record the well ID or separate tank battery ID receiving the production from the well site. If major production and processing equipment is subsequently added back to the well site, record the date that the first piece of major production and processing equipment is added back to the well site.

(iv) The fugitive emissions monitoring plan as required in § 60.5397b(b), (c), and (d).

(v) The records of each monitoring survey as specified in paragraphs(c)(14)(v)(A) through (I) of this section.

(A) Date of the survey.

(B) Beginning and end time of the survey.

(C) Name of operator(s), training, and experience of the operator(s) performing the survey.

(D) Monitoring instrument or method used.

(E) Fugitive emissions component identification when Method 21 of appendix A–7 to this part is used to perform the monitoring survey.

(F) Ambient temperature, sky conditions, and maximum wind speed at the time of the survey. For compressor stations, operating mode of each compressor (*i.e.*, operating, standby pressurized, and not operating-depressurized modes) at the station at the time of the survey.

(G) Any deviations from the monitoring plan or a statement that there were no deviations from the monitoring plan.

(H) Records of calibrations for the instrument used during the monitoring survey.

(I) Documentation of each fugitive emission detected during the monitoring survey, including the information specified in paragraphs (c)(14)(v)(I)(1) through (9) of this section.

(1) Location of each fugitive emission identified.

(2) Type of fugitive emissions component, including designation as difficult-to-monitor or unsafe-tomonitor, if applicable.

(3) If Method 21 of appendix A–7 to this part is used for detection, record the component ID and instrument reading.

(4) For each repair that cannot be made during the monitoring survey when the fugitive emissions are initially found, a digital photograph or video must be taken of that component or the component must be tagged for identification purposes. The digital photograph must include the date that the photograph was taken and must clearly identify the component by location within the site (*e.g.*, the latitude and longitude of the component or by other descriptive landmarks visible in the picture). The digital photograph or identification (e.g., tag) may be removed after the repair is completed, including verification of repair with the resurvey.

(5) The date of first attempt at repair of the fugitive emissions component(s).

(6) The date of successful repair of the fugitive emissions component, including the resurvey to verify repair and instrument used for the resurvey.

(7) Identification of each fugitive emission component placed on delay of repair and explanation for each delay of repair.

(8) For each fugitive emission component placed on delay of repair for reason of replacement component unavailability, the operator must document: the date the component was added to the delay of repair list, the date the replacement fugitive component or part thereof was ordered, the anticipated component delivery date (including any estimated shipment or delivery date provided by the vendor), and the actual arrival date of the component.

(9) Date of planned shutdowns that occur while there are any components that have been placed on delay of repair. (vi) For the fugitive emissions components affected facility complying with an alternative means of emissions limitation under § 60.5399b, you must maintain the records specified by the specific alternative fugitive emissions standard for a period of at least 5 years.

(vii) For well closure activities, you must maintain the information specified in paragraphs (c)(14)(vii)(A) through (G) of this section.

(A) The well closure plan developed in accordance with 60.5397b(l) and the date the plan was submitted.

(B) The notification of the intent to close the well site and the date the notification was submitted.

(C) The date of the cessation of production from all wells at the well site.

(D) The date you began well closure activities at the well site.

(E) Each status report for the well closure activities reported in paragraph (b)(9)(iv)(A) of this section.

(F) Each OGI survey reported in paragraph (b)(9)(iv)(B) of this section including the date, the monitoring instrument used, and the results of the survey or resurvey.

(G) The final OGI survey video demonstrating the closure of all wells at the site. The video must include the date that the video was taken and must identify the well site location by latitude and longitude.

(viii) If you comply with an alternative GHG and VOC standard under § 60.5398b, in lieu of the information specified in paragraphs (c)(14)(iv) and (v) of this section, you must maintain the records specified in § 60.5424b.

(15) For each pump affected facility, you must maintain the records identified in paragraphs (c)(15)(i) through (ix) of this section.

(i) Identification of each pump that is driven by natural gas and that is in operation 90 days or more per calendar year.

(ii) If you are complying with  $\S 60.5393b(a)$  or (b)(1) by routing pump vapors to a process through a closed vent system, identification of all the pumps in the pump affected facility for which you collect and route vapors to a process through a closed vent system and the records specified in paragraphs (c)(8), (10), and (12) of this section. If you comply with an alternative GHG and VOC standard under  $\S 60.5398b$ , in lieu of the information specified in paragraph (c)(8) of this section, you must provide the information specified in  $\S 60.5424b$ .

(iii) If you are complying with § 60.5393b(b)(1) by routing pump vapors to control device achieving a 95.0

percent reduction in methane and VOC emissions, you must keep the records specified in paragraphs (c)(8) and (10) through (c)(13) of this section. If you comply with an alternative GHG and VOC standard under  $\S$  60.5398b, in lieu of the information specified in paragraph (c)(8) of this section, you must provide the information specified in  $\S$  60.5424b.

(iv) If you are complying with § 60.5393b(b)(3) by routing pump vapors to control device achieving less than a 95.0 percent reduction in methane and VOC emissions, you must maintain records of the certification that there is a control device on site but it does not achieve a 95.0 percent emissions reduction and a record of the design evaluation or manufacturer's specifications which indicate the percentage reduction the control device is designed to achieve.

(v) If you have less than three natural gas-driven diaphragm pumps in the pump affected facility, and you do not have a vapor recovery unit or control device installed on site by the compliance date, you must retain a record of your certification required under § 60.5393b(b)(4), certifying that there is no vapor recovery unit or control device on site. If you subsequently install a control device or vapor recovery unit, you must maintain the records required under paragraphs (c)(15)(ii), (iii) or (iv) of this section, as applicable.

(vi) If you determine, through an engineering assessment, that it is technically infeasible to route the pump affected facility emissions to a process or control device, you must retain records of your demonstration and certification that it is technically infeasible as required under § 60.5393b(b)(5).

(vii) If the pump is routed to a control device that is subsequently removed from the location or is no longer available such that there is no option to route to a control device, you are required to retain records of this change and the records required under paragraph (c)(15)(vi) of this section.

(viii) Records of each change in compliance method, including identification of each natural gas-driven pump which changes its method of compliance, the new method of compliance, and the date of the change in compliance method.

(ix) Records of each deviation, the date and time the deviation began, the duration of the deviation, and a description of the deviation.

(d) *Électronic reporting.* If you are required to submit notifications or reports following the procedure

specified in this paragraph (d), you must submit notifications or reports to the EPA via CEDRI, which can be accessed through the EPA's Central Data Exchange (CDX) (https://cdx.epa.gov/). The EPA will make all the information submitted through CEDRI available to the public without further notice to you. Do not use CEDRI to submit information you claim as CBI. Although we do not expect persons to assert a claim of CBI, if you wish to assert a CBI claim for some of the information in the report or notification, you must submit a complete file in the format specified in this subpart, including information claimed to be CBI, to the EPA following the procedures in paragraphs (g)(1) and (2) of this section. Clearly mark the part or all of the information that you claim to be CBI. Information not marked as CBI may be authorized for public release without prior notice. Information marked as CBI will not be disclosed except in accordance with procedures set forth in 40 CFR part 2. All CBI claims must be asserted at the time of submission. Anything submitted using CEDRI cannot later be claimed CBI. Furthermore, under CAA section 114(c), emissions data is not entitled to confidential treatment, and the EPA is required to make emissions data available to the public. Thus, emissions data will not be protected as CBI and will be made publicly available. You must submit the same file submitted to the CBI office with the CBI omitted to the EPA via the EPA's CDX as described earlier in this paragraph (d).

(1) The preferred method to receive CBI is for it to be transmitted electronically using email attachments, File Transfer Protocol, or other online file sharing services. Electronic submissions must be transmitted directly to the OAQPS CBI Office at the email address *oaqpscbi@epa.gov*, and as described above, should include clear CBI markings. ERT files should be flagged to the attention of the Group Leader, Measurement Policy Group; all other files should be flagged to the attention of the Oil and Natural Gas Sector Lead. If assistance is needed with submitting large electronic files that exceed the file size limit for email attachments, and if you do not have your own file sharing service, please email *oaqpscbi@epa.gov* to request a file transfer link.

(2) If you cannot transmit the file electronically, you may send CBI information through the postal service to the following address: U.S. EPA, Attn: OAQPS Document Control Officer, Mail Drop: C404–02, 109 T.W. Alexander Drive, P.O. Box 12055, RTP, NC 27711. ERT files should be sent to the secondary attention of the Group Leader, Measurement Policy Group, and all other files should be sent to the secondary attention of the Oil and Natural Gas Sector Lead. The mailed CBI material should be double wrapped and clearly marked. Any CBI markings should not show through the outer envelope.

(e) *Claims of EPA system outage*. If you are required to electronically submit a notification or report through CEDRI in the EPA's CDX, you may assert a claim of EPA system outage for failure to timely comply with that requirement. To assert a claim of EPA system outage, you must meet the requirements outlined in paragraphs (e)(1) through (7) of this section.

(1) You must have been or will be precluded from accessing CEDRI and submitting a required report within the time prescribed due to an outage of either the EPA's CEDRI or CDX systems.

(2) The outage must have occurred within the period of time beginning five business days prior to the date that the submission is due.

(3) The outage may be planned or unplanned.

(4) You must submit notification to the Administrator in writing as soon as possible following the date you first knew, or through due diligence should have known, that the event may cause or has caused a delay in reporting.

(5) You must provide to the Administrator a written description identifying:

(i) The date(s) and time(s) when CDX or CEDRI was accessed and the system was unavailable;

(ii) A rationale for attributing the delay in reporting beyond the regulatory deadline to EPA system outage;

(iii) A description of measures taken or to be taken to minimize the delay in reporting; and

(iv) The date by which you propose to report, or if you have already met the reporting requirement at the time of the notification, the date you reported.

(6) The decision to accept the claim of EPA system outage and allow an extension to the reporting deadline is solely within the discretion of the Administrator.

(7) In any circumstance, the report must be submitted electronically as soon as possible after the outage is resolved.

(f) *Claims of force majeure.* If you are required to electronically submit a report or notification through CEDRI in the EPA's CDX, you may assert a claim of *force majeure* for failure to timely comply with that requirement. To assert a claim of *force majeure*, you must meet

the requirements outlined in paragraphs (f)(1) through (5) of this section.

(1) You may submit a claim if a *force* majeure event is about to occur, occurs, or has occurred or there are lingering effects from such an event within the period of time beginning five business days prior to the date the submission is due. For the purposes of this section, a force majeure event is defined as an event that will be or has been caused by circumstances beyond the control of the affected facility, its contractors, or any entity controlled by the affected facility that prevents you from complying with the requirement to submit a report electronically within the time period prescribed. Examples of such events are acts of nature (e.g., hurricanes, earthquakes, or floods), acts of war or terrorism, or equipment failure or safety hazard beyond the control of the affected facility (e.g., large scale power outage).

(2) You must submit notification to the Administrator in writing as soon as possible following the date you first knew, or through due diligence should have known, that the event may cause or has caused a delay in reporting.

(3) You must provide to the

Administrator:

(i) A written description of the *force majeure* event;

(ii) A rationale for attributing the delay in reporting beyond the regulatory deadline to the *force majeure* event;

(iii) A description of measures taken or to be taken to minimize the delay in reporting; and

(iv) The date by which you propose to report, or if you have already met the reporting requirement at the time of the notification, the date you reported.

(4) The decision to accept the claim of *force majeure* and allow an extension to the reporting deadline is solely within the discretion of the Administrator.

(5) In any circumstance, the reporting must occur as soon as possible after the *force majeure* event occurs.

# §60.5421b What are my additional recordkeeping requirements for process unit equipment affected facilities?

You must maintain a record of each equipment leak monitoring inspection and each leak identified under § 60.5400b and § 60.5401b as specified in paragraphs (b)(1) through (16) of this section. The record must be maintained either onsite or at the nearest local field office for at least 5 years. Any records required to be maintained that are submitted electronically via the EPA's CEDRI may be maintained in electronic format. This ability to maintain electronic copies does not affect the requirement for facilities to make records, data, and reports available upon request to a delegated air agency or the EPA as part of an on-site compliance evaluation.

(a) You may comply with the recordkeeping requirements for multiple process unit equipment affected facilities in one recordkeeping system if the system identifies each record by each facility.

(b) You must maintain the monitoring inspection records specified in paragraphs (b)(1) through (16) of this section.

(1) Equipment Identification. Note that connectors need not be individually identified if all connectors in a designated area or length of pipe subject to the provisions of this subpart are identified as a group, and the number of connectors subject is indicated.

(2) Date and start and end times of the monitoring inspection.

(3) Inspector name.

(4) Leak determination method used for the monitoring inspection (*i.e.*, OGI, Method 21, or AVO).

(5) Monitoring instrument identification (OGI and Method 21 only).

(6) Type of equipment monitored.(7) Process unit identification.

(8) The records specified in Section 12 of appendix K of this part, for each monitoring inspection conducted with OGI.

(9) The records in paragraph (b)(9)(i) through (vii), for each monitoring inspection conducted with Method 21 of appendix A–7 to this part.

(i) İnstrument reading.

(ii) Date and time of instrument calibration and initials of operator performing the calibration.

(iii) Calibration gas cylinder identification, certification date, and certified concentration.

(iv) Instrument scale used.

(v) A description of any corrective action taken if the meter readout could not be adjusted to correspond to the calibration gas value in accordance with section 10.1 of Method 21 of appendix A–7 to this part.

(vi) Results of the daily calibration drift assessment.

(vii) If you make your own calibration gas, a description of the procedure used.

(10) For visual inspections of pumps in light liquid service, keep the records specified in paragraphs (b)(10)(i) through (iii), for each monitored equipment:

(i) Date of inspection.

(ii) Inspector name.

(iii) Result of inspection (*i.e.*, visual indications of liquids dripping from the pump seal or no visual indications of liquids dripping from the pump seal).

(11) For each leak detected, the records specified in paragraphs (b)(11)(i) through (v) of this section:

(i) The instrument and operator identification numbers and the process unit and equipment identification numbers. For leaks identified via AVO methods, enter the specific sensory method for instrument identification number.

(ii) The date the leak was detected.

(iii) For each attempt to repair the leak, record:

(A) The date.

(B) The repair method applied.

(C) Indication of whether a leak was still detected following each attempt to repair the leak.

(vi) The date of successful repair of the leak and the method of monitoring used to confirm the repair, as specified in paragraph (b)(11)(vi)(A) through (C) of this section.

(A) If Method 21 of appendix A–7 to this part is used to confirm the repair, maintain a record of the maximum instrument reading measured by Method 21 of appendix A–7 to this part.

(B) If OGI conducted in accordance with appendix K of this part is used to confirm the repair, maintain a record of video footage of the repair confirmation.

(C) If the leak is repaired by eliminating AVO indications of a leak, maintain a record of the specific sensory method used to confirm that the evidence of the leak is eliminated.

(v) For each repair delayed beyond 15 calendar days after detection of the leak, record:

(A) "Repair delayed" and the reason for the delay.

(B) The signature of the certifying official who made the decision that repair could not be completed without a process shutdown.

(C) The expected date of successful repair of the leak.

(D) Dates of process unit shutdowns that occur while the equipment is unrepaired.

(12) A list of identification numbers for equipment that are designated for no detectable emissions complying with the provisions of § 60.5401b.

(13) A list of identification numbers for valves, pumps, and connectors that are designated as unsafe-to-monitor, an explanation for each valve, pump, or connector stating why the valve, pump, or connector is unsafe-to-monitor, and the plan for monitoring each valve, pump, or connector.

(14) A list of identification numbers for valves that are designated as difficult-to-monitor, an explanation for each valve stating why the valve is difficult-to-monitor, and the schedule for monitoring each valve.

(15) A list of identification numbers for equipment that is in vacuum service.

(16) A list of identification numbers for equipment you designate as having the potential to emit methane or VOC less than 300 hr/yr.

(17) A list of identification numbers for valves where it was infeasible to replace leaking valves with low-e valves or repack existing valves with low-e packing technology, including the reasoning for why it was infeasible.

# §60.5422b What are my additional reporting requirements for process unit equipment affected facilities?

(a) You must submit semiannual reports using the appropriate electronic report template on the CEDRI website for this subpart and following the procedure specified in § 60.5420b(d). If the reporting form specific to this subpart is not available on the CEDRI website at the time that the report is due, submit the report to the Administrator at the appropriate address listed in §60.4. Once the form has been available on the CEDRI website for at least 90 calendar days, you must begin submitting all subsequent reports via CEDRI. The date reporting forms become available will be listed on the CEDRI website. Unless the Administrator or delegated state agency or other authority has approved a different schedule for submission of reports, the report must be submitted within 45 days after the end of the semiannual reporting period, regardless of the method in which the report is submitted.

(b) The initial semiannual report must include the following information:

(1) The general information specified in paragraph (c)(1) of this section.

(2) For each process unit:

(i) Process unit identification.

(ii) Number of valves subject to the monitoring requirements of §§ 60.5400b(b) and 60.5401b(f).

(iii) Number of pumps subject to the monitoring requirements of §§ 60.5400b(b) and 60.5401b(b).

(iv) Number of connectors subject to the monitoring requirements of §§ 60.5400b(b) and 60.5401b(h).

(v) Number of pressure relief devices subject to the monitoring requirements of §§ 60.5400b(b) and 60.5401b(c).

(vi) The information in paragraphs (c)(3) and (4) of this section.

(c) All subsequent semiannual reports must include the following information:

(1) The general information specified in paragraphs (c)(1)(i) through (iii) of this section.

(i) The company name, facility site name, and address of the affected facility. (ii) Beginning and ending dates of the reporting period.

(iii) A certification by a certifying official of truth, accuracy, and completeness. This certification shall state that, based on information and belief formed after reasonable inquiry, the statements and information in the document are true, accurate, and complete. If your report is submitted via CEDRI, the certifier's electronic signature during the submission process replaces the requirement in this paragraph (c)(1)(iii).

(2) Process unit identification for each process unit.

(3) For each month during the semiannual reporting period for each process unit report:

(i) Number of valves for which leaks were detected as described in § 60.5400b(b) or § 60.5401b(f).

(ii) Number of valves for which leaks were not repaired as required in  $\S 60.5400b(h)$  or  $\S 60.5401b(i)$ , the number of instances where it was technically infeasible to replace leaking valves with low-e valves or repack existing valves with low-e packing technology, including the reasoning for why it was technically infeasible.

(iii) Number of pumps for which leaks were detected as described § 60.5400b(b) or § 60.5401b(b).

(iv) Number of pumps for which leaks were not repaired as required in § 60.5400b(h) or § 60.5401b(i).

(v) Number of connectors for which leaks were detected as described in § 60.5400b(b) or § 60.5401b(h).

(vi) Number of connectors for which leaks were not repaired as required in  $\S 60.5400b(h)$  or  $\S 60.5401b(i)$ .

(vii) Number of pressure relief devices for which leaks were detected as described in § 60.5400b(b) or § 60.5401b(c).

(viii) Number of pressure relief devices for which leaks were not repaired as required in § 60.5400b(h) or § 60.5401b(i).

(ix) Number of open-ended values or lines for which leaks were detected as described in 60.5400b(e) or 60.5401b(d).

(x) Number of open-ended valves or lines for which leaks were not repaired as required in § 60.5400b(h) or § 60.5401b(i).

(xi) Number of pumps, valves, or connectors in heavy liquid service or pressure relief device in light liquid or heavy liquid service for which leaks were detected as described in  $\S 60.5400b(g)$  or  $\S 60.5401b(g)$ .

(xii) Number of pumps, valves, or connectors in heavy liquid service or pressure relief device in light liquid or heavy liquid service for which leaks were not repaired as required in (60.5400)(h) or (60.5401)(i).

(xiii) The facts that explain each delay of repair and, where appropriate, why a process unit shutdown was technically infeasible.

(4) Dates of process unit shutdowns which occurred within the semiannual reporting period.

(5) Revisions to items reported according to paragraph (b) of this section if changes have occurred since the initial report or subsequent revisions to the initial report.

# § 60.5423b What are my additional recordkeeping and reporting requirements for sweetening unit affected facilities?

(a) You must retain records of the calculations and measurements required in \$ 60.5405b(a) and (b) and 60.5407b(a) through (g) for at least 2 years following the date of the measurements. This requirement is included under \$ 60.7(f) of the General Provisions.

(b) In your initial annual report submitted in accordance with the procedures and schedule in  $\S 60.5420b(b)$ , include the information in paragraphs (b)(1) and (2) of this section.

(1) For each run of the initial performance test required by § 60.8(b):

(i) The average sulfur feed rate in Mg/ D, determined according to § 60.5406b(b).

(ii) The average volumetric flow rate of acid gas from the sweetening unit, in dscm/day.

(iii) The  $H_2S$  concentration in the acid gas feed from the sweetening unit, percent by volume.

(iv) The emission rate of sulfur in kg/hr.

(v) The sulfur production rate in kg/hr.

(vi) The emission reduction efficiency achieved by the sulfur recovery technology, determined according to § 60.5406b(c).

(vii) The required initial  $SO_2$  emission reduction efficiency, as determined from table 3 to this subpart based on the sulfur feed rate and the sulfur content of the acid gas of the affected facility.

(2) The required minimum  $SO_2$ emission reduction efficiency you must achieve on a continuous basis, as determined from table 4 to this subpart based on the sulfur feed rate and the sulfur content of the acid gas of the affected facility.

(c) You must submit the performance test report in accordance with the requirements of § 60.5420b(b)(12).

(d) You must submit a report of excess emissions to the Administrator in your annual report if you had excess emissions during the reporting period. The procedures and schedule for submitting annual reports are located in  $\S$  60.5420b(b). For the purpose of these reports, excess emissions are defined as specified in paragraphs (d)(1) and (2) of this section. The report must contain the information specified in paragraph (d)(3) of this section.

(1) Any 24-hour period (at consistent intervals) during which the average sulfur emission reduction efficiency (R) is less than the minimum required efficiency (Z).

(2) For any affected facility electing to comply with the provisions of  $\S 60.5407b(b)(2)$ , any 24-hour period during which the average temperature of the gases leaving the combustion zone of an incinerator is less than the appropriate operating temperature as determined during the most recent performance test in accordance with the provisions of  $\S 60.5407b(b)(3)$ . Each 24hour period must consist of at least 96 temperature measurements equally spaced over the 24 hours.

(3) For each period of excess emissions during the reporting period, include the following information in your report:

(i) The date and time of commencement and completion of each period of excess emissions;

(ii) The required minimum efficiency (Z) and the actual average sulfur emissions reduction (R) for periods defined in paragraph (d)(1) of this section; and

(iii) The appropriate operating temperature and the actual average temperature of the gases leaving the combustion zone for periods defined in paragraph (d)(2) of this section.

(e) To certify that a facility is exempt from the control requirements of these standards, for each facility with a design capacity less than 2 LT/D of  $H_2S$  in the acid gas (expressed as sulfur) you must keep, for the life of the facility, an analysis demonstrating that the facility's design capacity is less than 2 LT/D of  $H_2S$  expressed as sulfur.

(f) If you elect to comply with § 60.5407b(e) you must keep, for the life of the facility, a record demonstrating that the facility's design capacity is less than 150 LT/D of H<sub>2</sub>S expressed as sulfur.

(g) The requirements of paragraph (d) of this section remain in force until and unless the EPA, in delegating enforcement authority to a state under section 111(c) of the Act, approves reporting requirements or an alternative means of compliance surveillance adopted by such state. In that event, affected sources within the state will be relieved of obligation to comply with paragraph (d) of this section, provided they comply with the requirements established by the state. Electronic reporting to the EPA cannot be waived, and as such, the provisions of this paragraph do not relieve owners or operators of affected facilities of the requirement to submit the electronic reports required in this section to the EPA.

#### § 60.5424b What are my additional recordkeeping and reporting requirements if I comply with the alternative GHG and VOC standards for fugitive emissions components affected facilities and covers and closed vent systems?

This section provides notification, reporting, and recordkeeping requirements for owners and operators who choose to comply with an alternative GHG and VOC standard as specified in §60.5398b for fugitive emissions components affected facilities and the alternative continuous inspection and monitoring requirements for covers and closed vent systems. You must submit an annual report in accordance with the schedule in §60.5420b(b) which includes the information in paragraphs (a)(1), (b), and (d) of this section, as applicable. You must submit the notification in paragraph (a)(2) of this section and maintain the records in paragraphs (c) and (e) of this section, as applicable.

(a) *Notifications.* If you choose to comply with an alternative GHG and VOC standard as specified in § 60.5398b for fugitive emissions components affected facilities and the alternative continuous inspection and monitoring requirements for covers and closed vent systems, you must submit the notification in paragraph (a)(1) of this section. If you are required by § 60.5398b(c)(8) to develop a mass emission rate reduction plan, you must submit the notification in paragraph (a)(2) of this section.

(1) A notification to the Administrator of adoption of the alternative standards in the annual report required by § 60.5420b(b)(4) through (11).

(2) A notification, which includes the submittal of the mass emission rate reduction plan required by § 60.5398b(c)(8). You must submit the mass emission rate reduction plan to the Administrator within 60 days of the initial exceedance of the action level.

(b) Information submittal. If you comply with the periodic screening requirements of § 60.5398b(b), you must submit the information in paragraphs (b)(1) through (6) of this section in the annual report required by § 60.5420b(b)(4) through (11).

(1) Date of each periodic screening during the reporting period and date

that results of the periodic screening were received.

(2) Alternative test method and technology used for each screening and the spatial resolution of the technology (*i.e.*, facility-level, area-level, or component-level).

(3) Any deviations from the monitoring plan developed under § 60.5398b(b)(2) or a statement that there were no deviations from the monitoring plan.

(4) Results from each periodic screening during the reporting period. If the results of the periodic screening indicate a confirmed detection of emissions from an affected facility, you must submit the information in paragraphs (b)(4)(i) through (iv) of this section.

(i) The date that the monitoring survey of your entire or the required portion of your fugitive emissions components affected facility was conducted.

(ii) The date that you completed the instrument inspections of all required covers and closed vent systems(s).

(iii) The date that you conducted the visual inspection for emissions of all required covers and closed vent systems.

(iv) For each fugitive emission from a fugitive emissions components affected facility and all emissions or defects of each cover and closed vent system, you must submit the information in paragraphs (b)(4)(iv)(A) through (D) of this section.

(A) Number and type of components for which fugitive emissions were detected.

(B) Each emission or defect identified during the inspection for each cover and closed vent system.

(C) Date of repair for each fugitive emission from a fugitive emissions components affected facility or each emission or defect for each cover and closed vent system.

(D) Number and type of fugitive emission components and identification of each cover or closed vent system placed on delay of repair and an explanation for each delay of repair.

(5) The information in paragraphs (b)(5)(i) through (iv) of this section if you are required to conduct OGI surveys in accordance with 60.5398b(b)(1)(i) or if you replace a periodic screening event with an OGI survey in accordance with 60.5398b(b)(1)(iv).

(i) The date of the OGI survey.

(ii) Number and type of components for which fugitive emissions were detected.

(iii) Number and type of fugitive emissions components that were not repaired as required in § 60.5397b(h). (iv) Number and type of fugitive emission components placed on delay of repair and an explanation for each delay of repair.

(6) Any additional information regarding the performance of the periodic screening technology as specified by the Administrator, as part of the alternative test method approval described in § 60.5398b(d).

(c) Maintain records. If you comply with the periodic screening requirements of § 60.5398b(b), you must maintain the records in paragraphs (c)(1) through (11) of this section in addition to the records as specified in § 60.5420b(c)(3) through (9) and (c)(14) and (15).

(1) The monitoring plan as required in § 60.5398b(b)(2).

(2) Date of each periodic screening and date that results of the periodic screening were received.

(3) Name of screening operator.

(4) Alternative test method and technology used for screening, as well as the aggregate detection threshold for the technology and the spatial resolution of the technology (*i.e.*, facility-level, area-level, or componentlevel).

(5) Records of calibrations for technology used during the screening if calibration is required by the alternative test method approved in accordance with § 60.5398b(d).

(6) Results from periodic screening. If the results of the periodic screening indicate a confirmed detection of emissions from an affected facility, you must maintain the records in paragraphs (c)(6)(i) through (v) of this section.

(i) The date of the inspection of the fugitive emissions components and inspection of covers and closed vent system, as specified in § 60.5398b(b)(5).

(ii) Name of operator(s) performing the survey or inspection.

(iii) For surveys and instrument inspections, identification of the monitoring instrument(s) used.

(iv) Records of calibrations for the instrument(s) used during the survey or instrument inspection, as applicable.

(v) For each fugitive emission from a fugitive emissions components affected facility and each leak or defect for each cover and closed vent system inspection, you must maintain the records in paragraphs (c)(6)(v)(A) through (F) of this section.

(A) The location of the fugitive emissions identified using a unique identifier for the source of the emissions and the type of fugitive emissions component.

(B) The location of the emission or defect from a cover or closed vent

system using a unique identifier for the source of the emission or defect.

(C) If a defect of a closed vent system, cover, or control device is identified, a description of the defect.

(D) The date of repair for each fugitive emission from a fugitive emissions components affected facility or each emission or defect for each cover and closed vent system.

(E) Number and type of fugitive emission components and identification of each cover or closed vent system placed on delay of repair and an explanation for each delay of repair.

(F) For each fugitive emission component placed on delay of repair for reason of replacement component unavailability, the operator must document: the date the component was added to the delay of repair list, the date the replacement fugitive component or part thereof was ordered, the anticipated component delivery date (including any estimated shipment or delivery date provided by the vendor), and the actual arrival date of the component.

(7) The date the investigative analysis was initiated, and the result of the investigative analysis conducted in accordance with § 60.5398b(b)(5)(vi) and (vii), as applicable.

(8) Dates of implementation and completion of action(s) taken as a result of the investigative analysis and a description of the action(s) taken in accordance with § 60.5398b(b)(5)(vi) and (vii), as applicable.

(9) The information in paragraphs (c)(9)(i) through (vii) of this section if you are required to conduct OGI surveys in accordance with 60.5398b(b)(1)(i) or if you replace a periodic screening event with an OGI survey in accordance with 60.5398b(b)(1)(iv).

(i) The date of the OGI survey.(ii) Location of each fugitive emission identified.

(iii) Type of fugitive emissions component for which fugitive emissions were detected.

(iv) The date of first attempt at repair of the fugitive emissions component(s).

(v) The date of successful repair of the fugitive emissions component(s), including the resurvey to verify the repair.

(vi) Identification of each fugitive emissions component placed on delay of repair and an explanation for each delay of repair.

(vii) For each fugitive emission component placed on delay of repair for reason of replacement component unavailability, the operator must document: the date the component was added to the delay of repair list, the date the replacement fugitive component or part thereof was ordered, the anticipated component delivery date (including any estimated shipment or delivery date provided by the vendor), and the actual arrival date of the component.

(10) Any deviations from the monitoring plan or a statement that there were no deviations from the monitoring plan.

(11) All records required by the alternative approved in accordance with § 60.5398b(d).

(d) Information submittal. If you comply with the continuous monitoring system requirements of  $\S$  60.5398b(c), you must submit the information in paragraphs (d)(1) through (6) of this section in the annual report required by  $\S$  60.5420b(b)(4) through (11).

(1) The start date and end date for each period where the emissions rate determined in accordance with § 60.5398b(c)(6) exceeded one of the action levels determined in accordance with § 60.5398b(c)(4). Include which action level was exceeded (the 7-day or 90-day rolling average), the numerical value of the action level, and the mass emission rate calculated by the continuous monitoring system in the report.

(2) The date the investigative analysis was initiated, and the result of the investigative analysis conducted in accordance with  $\S$  60.5398b(c)(7), as applicable.

(3) Dates of implementation and completion of action(s) taken to reduce the mass emission rate and a description of the action(s) taken in accordance with  $\S 60.5398b(c)(7)$ , as applicable.

(4) If there are no instances reported under paragraph (d)(1) of this section, report your numerical action levels and the highest 7-day rolling average and highest 90-day rolling average determined by your continuous monitoring system during the reporting period.

(5) The start date for each instance where the 12-month rolling average operational downtime of the system exceeded 10 percent and the value of the 12-month rolling average operational downtime during the period. If there were no instances during the reporting period where the 12month rolling average operational downtime of the system exceeded 10 percent, report the highest value of the 12-month rolling average operational downtime during the reporting period.

(6) Any additional information regarding the performance of the continuous monitoring system as specified by the Administrator, as part of the alternative test method approval described in § 60.5398b(d).

(e) *Maintain records.* If you comply with the continuous monitoring system

requirements of § 60.5398b(c), you must maintain the records in paragraphs (e)(1) through (15) of this section.

(1) The monitoring plan required by § 60.5398b(c)(2).

(2) Date of commencement of continuous monitoring with your continuous monitoring system.

(3) The detection threshold of the continuous monitoring system.

(4) The results of checks for power and function in accordance with § 60.5398b(c)(1)(ii).

(5) The beginning and end of each period of operational downtime for the system.

(6) Each rolling 12-month average operational downtime for the system, calculated in accordance with § 60.5398b(c)(1)(ii)(D).

(7) The 7-day rolling average and 90day rolling average action levels for the site determined in accordance with § 60.5398b(c)(4).

(8) The information in paragraphs (e)(8)(i) through (v) of this section each time you establish site-specific baseline emissions in accordance with  $\S 60.5398b(c)(5)$ .

(i) Records of inspections of fugitive emissions components, covers, and closed vent systems required by § 60.5398b(c)(5)(i), including the date of inspection, location of each emission or defect identified, date of successful repair of each fugitive emissions component, cover, or closed vent system.

(ii) Records of inspections of control devices required by § 60.5398b(c)(5)(ii), including the date of the inspection and the results of the inspection.

(iii) The start date and time and end date and time of any maintenance activities that occurred during the 30 operating day period.

(iv) The site-level emission rate for each day during the 30 operating day period.

(v) The calculated site-specific baseline emission rate.

(9) Each methane mass emission rate reading determined by the system.

(10) Each daily, 7-day, and 90-day average mass emission rate which was determined in accordance with § 60.5398b(c)(6). If you exceed the 90day action level, you must also keep records of the 30-day average mass emission rate following completion of the initial actions to reduce the average mass emission rate, in accordance with § 60.5398b(c)(8)(i).

(11) The results of each comparison of the emissions rate determined in accordance with  $\S$  60.5398b(c)(6) to the action level determined in accordance with  $\S$  60.5398b(c)(4).

(12) The date the investigative analysis was initiated, and the result of

the investigative analysis conducted in accordance with § 60.5398b(c)(7), as applicable.

(13) Dates of implementation and completion of action(s) taken to reduce the mass emission rate below the action level and a description of the action(s) taken in accordance with  $\S 60.5398b(c)(7)$ , as applicable.

(14) Each mass emission rate reduction plan developed in accordance with § 60.5398b(c)(8), as applicable. You must keep records of the actions taken in accordance with the plan and the date such actions are taken.

(15) Any additional information regarding the performance of the continuous monitoring technology as specified by the Administrator, as part of the alternative test method approval described in § 60.5398b(d).

### § 60.5425b What parts of the General Provisions apply to me?

Table 5 to this subpart shows which parts of the General Provisions in §§ 60.1 through 60.19 apply to you.

## § 60.5430b What definitions apply to this subpart?

As used in this subpart, all terms not defined herein shall have the meaning given them in the Act or in subpart A of this part; and the following terms shall have the specific meanings given them.

Access to electrical power means commercial line power is available onsite, with sufficient capacity to support the required power loading of onsite equipment, and which provides reliable and consistent power.

Acid gas means a gas stream of hydrogen sulfide ( $H_2S$ ) and carbon dioxide ( $CO_2$ ) that has been separated from sour natural gas by a sweetening unit.

*Alaskan North Slope* means the approximately 69,000 square-mile area extending from the Brooks Range to the Arctic Ocean.

*API Gravity* means the weight per unit volume of hydrocarbon liquids as measured by a system recommended by the American Petroleum Institute (API) and is expressed in degrees.

Artificial lift equipment means mechanical pumps including, but not limited to, rod pumps and electric submersible pumps used to flowback fluids from a well.

Associated gas means the natural gas from wells operated primarily for oil production that is released from the liquid hydrocarbon during the initial stage of separation after the wellhead. Associated gas production begins at the startup of production after the flow back period ends. Gas from wildcat or delineation wells is not associated gas. Average aggregate detection threshold means:

(1) For the purposes of § 60.5398b, the average of all site-level detection thresholds from a single deployment (*e.g.*, a singular flight that surveys multiple well sites, centralized production facility, and/or compressor stations) of a technology; and

(2) For the purposes of  $\S$  60.5371b, the average of all site-level detection thresholds from a single deployment in the same basin and field.

*Bleed rate* means the rate in standard cubic feet per hour at which natural gas is continuously vented (bleeds) from a process controller.

*Capital expenditure* means, as an alternative to the definition in 40 CFR 60.2, an expenditure for a physical or operational change to an existing facility that:

(1) Exceeds P, the product of the facility's replacement cost, R, and an adjusted annual asset guideline repair allowance, A, as reflected by the following equation:  $P = R \times A$ , where:

(i) The adjusted annual asset guideline repair allowance, A, is the product of the percent of the replacement cost, Y, and the applicable basic annual asset guideline repair allowance, B, divided by 100 as reflected by the following equation: A = $Y \times (B \div 100)$ ;

(ii) The percent Y is determined from the following equation: Y = (CPI of date of construction/most recently available CPI of date of project), where the "CPI– U, U.S. city average, all items" must be used for each CPI value; and

(iii) The applicable basic annual asset guideline repair allowance, B, is 4.5.

(2) [Reserved]

*Centralized production facility* means one or more storage vessels and all equipment at a single surface site used to gather, for the purpose of sale or processing to sell, crude oil, condensate, produced water, or intermediate hydrocarbon liquid from one or more offsite natural gas or oil production wells. This equipment includes, but is not limited to, equipment used for storage, separation, treating, dehydration, artificial lift, combustion, compression, pumping, metering, monitoring, and flowline. Process vessels and process tanks are not considered storage vessels or storage tanks. A centralized production facility is located upstream of the natural gas processing plant or the crude oil pipeline breakout station and is a part of producing operations.

*Centrifugal compressor* means any machine for raising the pressure of a natural gas by drawing in low pressure natural gas and discharging significantly

higher-pressure natural gas by means of mechanical rotating vanes or impellers. Screw, sliding vane, and liquid ring compressors are not centrifugal compressors for the purposes of this subpart.

Centrifugal compressor equipped with sour seal oil separator and capture system means a wet seal centrifugal compressor system which has an intermediate closed process that degasses most of the gas entrained in the sour seal oil and sends that gas to either another process or combustion device (*i.e.*, degassed emissions are recovered). The de-gas emissions are routed back to a process or combustion device directly from the intermediate closed degassing process; after the intermediate closed process the oil is ultimately recycled for recirculation in the seals to the lube oil tank where any small amount of residual gas is released through a vent.

*Certifying official* means one of the following:

(1) For a corporation: A president, secretary, treasurer, or vice-president of the corporation in charge of a principal business function, or any other person who performs similar policy or decision-making functions for the corporation, or a duly authorized representative of such person if the representative is responsible for the overall operation of one or more manufacturing, production, or operating facilities with an affected facility subject to this subpart and either:

(i) The facilities employ more than 250 persons or have gross annual sales or expenditures exceeding \$25 million (in second quarter 1980 dollars); or

(ii) The Administrator is notified of such delegation of authority prior to the exercise of that authority. The Administrator reserves the right to evaluate such delegation;

(2) For a partnership (including but not limited to general partnerships, limited partnerships, and limited liability partnerships) or sole proprietorship: A general partner or the proprietor, respectively. If a general partner is a corporation, the provisions of paragraph (1) of this definition apply;

(3) For a municipality, state, Federal, or other public agency: Either a principal executive officer or ranking elected official. For the purposes of this part, a principal executive officer of a Federal agency includes the chief executive officer having responsibility for the overall operations of a principal geographic unit of the agency (*e.g.*, a Regional Administrator of EPA); or

(4) For affected facilities:

(i) The designated representative in so far as actions, standards, requirements, or prohibitions under title IV of the CAA or the regulations promulgated thereunder are concerned; or

(ii) The designated representative for any other purposes under this part.

*Closed vent system* means a system that is not open to the atmosphere and that is composed of hard-piping, ductwork, connections, and, if necessary, flow-inducing devices that transport gas or vapor from a piece or pieces of equipment to a control device or back to a process.

*Coil tubing cleanout* means the process where an operator runs a string of coil tubing to the packed proppant within a well and jets the well to dislodge the proppant and provide sufficient lift energy to flow it to the surface. Coil tubing cleanout includes mechanical methods to remove solids and/or debris from a wellbore.

*Collection system* means any infrastructure that conveys gas or liquids from the well site to another location for treatment, storage, processing, recycling, disposal or other handling.

*Completion combustion device* means any ignition device, installed horizontally or vertically, used in exploration and production operations to combust otherwise vented emissions from completions. Completion combustion devices include pit flares.

*Compressor mode* means the operational and pressurized status of a compressor. For both centrifugal compressors and reciprocating compressors, "mode" refers to either: Operating-mode, standby-pressurizedmode, or not-operating-depressurizedmode.

*Compressor station* means any permanent combination of one or more compressors that move natural gas at increased pressure through gathering or transmission pipelines, or into or out of storage. This includes but is not limited to gathering and boosting stations and transmission compressor stations. The combination of one or more compressors located at a well site, centralized production facility, or an onshore natural gas processing plant, is not a compressor station for purposes of § 60.5365b(e) and § 60.5397b.

*Condensate* means hydrocarbon liquid separated from natural gas that condenses due to changes in the temperature, pressure, or both, and remains liquid at standard conditions.

*Connector* means flanged, screwed, or other joined fittings used to connect two pipe lines or a pipe line and a piece of process equipment or that close an opening in a pipe that could be connected to another pipe. Joined fittings welded completely around the circumference of the interface are not considered connectors for the purpose of this regulation.

*Continuous bleed* means a continuous flow of pneumatic supply natural gas to a process controller.

*Crude oil and natural gas source category* means:

(1) Crude oil production, which includes the well and extends to the point of custody transfer to the crude oil transmission pipeline or any other forms of transportation; and

(2) Natural gas production, processing, transmission, and storage, which include the well and extend to, but do not include, the local distribution company custody transfer station.

*Custody meter* means the meter where natural gas or hydrocarbon liquids are measured for sales, transfers, and/or royalty determination.

*Custody meter assembly* means an assembly of fugitive emissions components, including the custody meter, valves, flanges, and connectors necessary for the proper operation of the custody meter.

*Custody transfer* means the transfer of crude oil or natural gas after processing and/or treatment in the producing operations, or from storage vessels or automatic transfer facilities or other such equipment, including product loading racks, to pipelines or any other forms of transportation.

*Dehydrator* means a device in which an absorbent directly contacts a natural gas stream and absorbs water in a contact tower or adsorption column (absorber).

*Delineation well* means a well drilled in order to determine the boundary of a field or producing reservoir.

*Deviation* means any instance in which an affected source subject to this subpart, or an owner or operator of such a source:

(1) Fails to meet any requirement or obligation established by this subpart including, but not limited to, any emission limit, operating limit, or work practice standard;

(2) Fails to meet any term or condition that is adopted to implement an applicable requirement in this subpart and that is included in the operating permit for any affected source required to obtain such a permit; or

(3) Fails to meet any emission limit, operating limit, or work practice standard of this subpart during startup, shutdown, or malfunction, regardless of whether or not such failure is permitted by this subpart.

*Distance piece* means an open or enclosed casing through which the piston rod travels, separating the compressor cylinder from the crankcase. *Double block and bleed system* means two block valves connected in series with a bleed valve or line that can vent the line between the two block valves.

Duct work means a conveyance system such as those commonly used for heating and ventilation systems. It is often made of sheet metal and often has sections connected by screw or crimping. Hard-piping is not ductwork.

*Emergency shutdown device* means a device which functions exclusively to protect personnel and/or prevent physical damage to equipment by shutting down equipment or gas flow during unsafe conditions resulting from an unexpected event, such as a pipe break or fire. For the purposes of this subpart, an emergency shutdown device is not used for routine control of operating conditions.

*Equipment,* as used in the standards and requirements of this subpart relative to the process unit equipment affected facility at onshore natural gas processing plants, means each pump, pressure relief device, open-ended valve or line, valve, and flange or other connector that has the potential to emit methane or VOC and any device or system required by those same standards and requirements of this subpart.

*Field gas* means feedstock gas entering the natural gas processing plant.

*Field gas gathering* means the system used transport field gas from a field to the main pipeline in the area.

First attempt at repair means an action taken for the purpose of stopping or reducing fugitive emissions to the atmosphere. First attempts at repair include, but are not limited to, the following practices where practicable and appropriate: Tightening bonnet bolts; replacing bonnet bolts; tightening packing gland nuts; or injecting lubricant into lubricated packing.

*Flare* means a thermal oxidation system using an open (without enclosure) flame. Completion combustion devices as defined in this section are not considered flares.

*Flow line* means a pipeline used to transport oil and/or gas to a processing facility or a mainline pipeline.

*Flowback* means the process of allowing fluids and entrained solids to flow from a well following a treatment, either in preparation for a subsequent phase of treatment or in preparation for cleanup and returning the well to production. The term flowback also means the fluids and entrained solids that emerge from a well during the flowback process. The flowback period begins when material introduced into the well during the treatment returns to the surface following hydraulic fracturing or refracturing. The flowback period ends when either the well is shut in and permanently disconnected from the flowback equipment or at the startup of production. The flowback period includes the initial flowback stage and the separation flowback stage. Screenouts, coil tubing cleanouts, and plug drill-outs are not considered part of the flowback process.

*Fuel gas* means gases that are combusted to derive useful work or heat.

*Fuel gas system* means the offsite and onsite piping and flow and pressure control system that gathers gaseous stream(s) generated by onsite operations, may blend them with other sources of gas, and transports the gaseous stream for use as fuel gas in combustion devices or in-process combustion equipment, such as furnaces and gas turbines, either singly or in combination.

*Fugitive emissions* means, for the purposes of § 60.5397b, any indication of emissions observed from a fugitive emissions component using AVO, an indication of visible emissions observed from an OGI instrument, or an instrument reading of 500 ppmv or greater using Method 21 of appendix A– 7 to this part.

Fugitive emissions component means any component that has the potential to emit fugitive emissions of methane or VOC at a well site, centralized production facility, or compressor station, such as valves (including separator dump valves), connectors, pressure relief devices, open-ended lines, flanges, covers and closed vent systems not subject to § 60.5411b, thief hatches or other openings on a storage vessel not subject to § 60.5395b, compressors, instruments, meters, and yard piping.

*Gas to oil ratio (GOR)* means the ratio of the volume of gas at standard temperature and pressure that is produced from a volume of oil when depressurized to standard temperature and pressure.

*Hard-piping* means pipe or tubing that is manufactured and properly installed using good engineering judgment and standards such as ASME B31.3, Process Piping (available from the American Society of Mechanical Engineers, P.O. Box 2300, Fairfield, NJ 07007–2300).

*Hydraulic fracturing* means the process of directing pressurized fluids containing any combination of water, proppant, and any added chemicals to penetrate tight formations, such as shale or coal formations, that subsequently require high rate, extended flowback to

expel fracture fluids and solids during completions.

*Hydraulic refracturing* means conducting a subsequent hydraulic fracturing operation at a well that has previously undergone a hydraulic fracturing operation.

In gas/vapor service means that the piece of equipment contains process fluid that is in the gaseous state at operating conditions.

In heavy liquid service means that the piece of equipment is not in gas/vapor service or in light liquid service.

In light liquid service means that the piece of equipment contains a liquid that meets the conditions specified in  $\S 60.5402b(d)(2)$  or  $\S 60.5403b$ .

In vacuum service means that equipment is operating at an internal pressure which is at least 5 kilopascals (kPa) (0.7 psia) below ambient pressure.

In wet gas service means that a compressor or piece of equipment contains or contacts the field gas before the extraction step at a gas processing plant process unit.

Initial calibration value as used in the standards and requirements of this subpart relative to the process unit equipment affected facility at onshore natural gas processing plants means the concentration measured during the initial calibration at the beginning of each day required in § 60.5403b, or the most recent calibration if the instrument is recalibrated during the day (*i.e.*, the calibration is adjusted) after a calibration drift assessment.

*Initial flowback stage* means the period during a well completion operation which begins at the onset of flowback and ends at the separation flowback stage.

Intermediate hydrocarbon liquid means any naturally occurring, unrefined petroleum liquid.

Intermittent vent natural gas-driven process controller means a process controller that is not designed to have a continuous bleed rate but is instead designed to only release natural gas to the atmosphere as part of the actuation cycle.

Liquefied natural gas unit means a unit used to cool natural gas to the point at which it is condensed into a liquid which is colorless, odorless, noncorrosive and non-toxic.

*Liquid collection system* means tankage and/or lines at a well site to contain liquids from one or more wells or to convey liquids to another site.

*Liquids dripping* means any visible leakage from the seal, including spraying, misting, clouding, and ice formation.

*Liquids unloading* means the unloading of liquids that have

accumulated over time in gas wells, which are impeding or halting production. Routine well maintenance activities, including workovers, screenouts, coil tubing cleanouts, or any other activity that requires a rig or other machinery are not considered liquids unloading.

Local distribution company (LDC) custody transfer station means a metering station where the LDC receives a natural gas supply from an upstream supplier, which may be an interstate transmission pipeline or a local natural gas producer, for delivery to customers through the LDC's intrastate transmission or distribution lines.

Low-e valve means a valve (including its specific packing assembly) for which the manufacturer has issued a written warranty or performance guarantee that it will not emit fugitives at greater than 100 ppm in the first five years. A valve may qualify as a low-e valve if it is as an extension of another valve that has qualified as a low-e valve.

*Low-e packing* means a valve packing product for which the manufacturer has issued a written warranty or performance guarantee that it will not emit fugitives at greater than 100 ppm in the first five years. Low-e injectable packing is a type of low-e packing product for which the manufacturer has also issued a written warranty or performance guarantee and that can be injected into a valve during a "drill-and-tap" repair of the valve.

*Low pressure well* means a well that satisfies at least one of the following conditions:

(1) The static pressure at the wellhead following fracturing but prior to the onset of flowback is less than the flow line pressure;

(2) The pressure of flowback fluid immediately before it enters the flow line, as determined under § 60.5432b, is less than the flow line pressure; or

(3) Flowback of the fracture fluids will not occur without the use of artificial lift equipment.

Major production and processing equipment means reciprocating or centrifugal compressors, glycol dehydrators, heater/treaters, separators, control devices, natural gas-driven process controllers, natural gas-driven pumps, and storage vessels or tank batteries collecting crude oil, condensate, intermediate hydrocarbon liquids, or produced water, for the purpose of determining whether a well site is a wellhead only well site.

Maximum average daily throughput means the following:

(1) The earliest calculation of daily average throughput, determined as described in paragraph (2) or (3) of this definition, to a tank battery over the days that production is routed to that tank battery during the 30-day PTE evaluation period employing generally accepted methods specified in  $\S$  60.5365b(e)(2).

(2) If throughput to the tank battery is measured on a daily basis (*e.g.*, via level gauge automation or daily manual gauging), the maximum average daily throughput is the average of all daily throughputs for days on which throughput was routed to the tank battery during the 30-day evaluation period; or

(3) If throughput to the tank battery is not measured on a daily basis (e.g., via manual gauging at the start and end of loadouts), the maximum average daily throughput is the highest, of the average daily throughputs, determined for any production period to that tank battery during the 30-day evaluation period, as determined by averaging total throughput to that tank battery over each production period. A production period begins when production begins to be routed to a tank battery and ends either when throughput is routed away from that tank battery or when a loadout occurs from that tank battery, whichever happens first. Regardless of the determination methodology, operators must not include days during which throughput is not routed to the tank battery when calculating maximum average daily throughput for that tank battery.

*Multi-wellhead only well site* means a well site that contains two or more wellheads and no major production and processing equipment.

Natural gas-driven diaphragm pump means a positive displacement pump powered by pressurized natural gas that uses the reciprocating action of flexible diaphragms in conjunction with check valves to pump a fluid. A pump in which a fluid is displaced by a piston driven by a diaphragm is not considered a diaphragm pump for purposes of this subpart. A lean glycol circulation pump that relies on energy exchange with the rich glycol from the contactor is not considered a diaphragm pump.

Natural gas-driven piston pump means a positive displacement pump powered by pressurized natural gas that moves and pressurizes fluid by using one or more reciprocating pistons. A pump in which a fluid is displaced by a piston driven by a diaphragm is considered a piston pump for purposes of this subpart. A lean glycol circulation pump that relies on energy exchange with the rich glycol from the contactor is not considered a piston pump. Natural gas-driven process controller means a process controller powered by pressurized natural gas.

*Natural gas liquids* means the hydrocarbons, such as ethane, propane, butane, and pentane that are extracted from field gas.

Natural gas processing plant (gas plant) means any processing site engaged in the extraction of natural gas liquids from field gas, fractionation of mixed natural gas liquids to natural gas products, or both. A Joule-Thompson valve, a dew point depression valve, or an isolated or standalone Joule-Thompson skid is not a natural gas processing plant.

*Natural gas transmission* means the pipelines used for the long-distance transport of natural gas (excluding processing). Specific equipment used in natural gas transmission includes the land, mains, valves, meters, boosters, regulators, storage vessels, dehydrators, compressors, and their driving units and appurtenances, and equipment used for transporting gas from a production plant, delivery point of purchased gas, gathering system, storage area, or other wholesale source of gas to one or more distribution area(s).

No detectable emissions means, for the purposes of § 60.5401b and § 60.5403b, that the equipment is operating with an instrument reading of less than 500 ppmv above background, as determined by Method 21 of appendix A–7 to this part.

*No identifiable* emissions means, for the purposes of covers, closed vent systems, and self-contained natural gasdriven process controllers and as determined according to the provisions of § 60.5416b, that no emissions are detected by AVO means when inspections are conducted by AVO; no emissions are imaged with an OGI camera when inspections are conducted with OGI; and equipment is operating with an instrument reading of less than 500 ppmv above background, as determined by Method 21 of appendix A-7 to this part when inspections are conducted with Method 21.

*Nonfractionating plant* means any gas plant that does not fractionate mixed natural gas liquids into natural gas products.

*Non-natural gas-driven process controller* means an instrument that is actuated using other sources of power than pressurized natural gas; examples include solar, electric, and instrument air.

Onshore means all facilities except those that are located in the territorial seas or on the outer continental shelf.

Open-ended valve or line or openended vent line means any valves, except safety relief valves, having one side of the valve seat in contact with process fluid and one side open to the atmosphere, either directly or through open piping.

*Plug drill-out* means the removal of a plug (or plugs) that was used to isolate different sections of the well.

Process controller means an automated instrument used for maintaining a process condition such as liquid level, pressure, delta-pressure and temperature.

*Pressure release* means the emission of materials resulting from system pressure being greater than set pressure of the pressure relief device.

*Pressure vessel* means a storage vessel that is used to store liquids or gases and is designed not to vent to the atmosphere as a result of compression of the vapor headspace in the pressure vessel during filling of the pressure vessel to its design capacity.

*Pressurized mode* means when the compressor contains natural gas that is maintained at a pressure higher than the atmospheric pressure.

Process improvement means routine changes made for safety and occupational health requirements, for energy savings, for better utility, for ease of maintenance and operation, for correction of design deficiencies, for bottleneck removal, for changing product requirements, or for environmental control.

*Process unit* means components assembled for the extraction of natural gas liquids from field gas, the fractionation of the liquids into natural gas products, or other operations associated with the processing of natural gas products. A process unit can operate independently if supplied with sufficient feed or raw materials and sufficient storage facilities for the products.

*Process unit shutdown* means a work practice or operational procedure that stops production from a process unit or part of a process unit during which it is technically feasible to clear process material from a process unit or part of a process unit consistent with safety constraints and during which repairs can be accomplished. The following are not considered process unit shutdowns:

(1) An unscheduled work practice or operational procedure that stops production from a process unit or part of a process unit for less than 24 hours.

(2) An unscheduled work practice or operational procedure that would stop production from a process unit or part of a process unit for a shorter period of time than would be required to clear the process unit or part of the process unit of materials and start up the unit, and would result in greater emissions than delay of repair of leaking components until the next scheduled process unit shutdown.

(3) The use of spare equipment and technically feasible bypassing of equipment without stopping production.

*Produced water* means water that is extracted from the earth from an oil or natural gas production well, or that is separated from crude oil, condensate, or natural gas after extraction.

Qualified Professional Engineer means an individual who is licensed by a state as a Professional Engineer to practice one or more disciplines of engineering and who is qualified by education, technical knowledge, and experience to make the specific technical certifications required under this subpart. Professional engineers making these certifications must be currently licensed in at least one state in which the certifying official is located.

*Quarter* means a 3-month period. For purposes of standards for process unit equipment affected facilities at onshore natural gas processing plants, the first quarter concludes on the last day of the last full month during the 180 days following initial startup.

*Reciprocating compressor* means a piece of equipment that increases the pressure of a process gas by positive displacement, employing linear movement of the driveshaft.

Reciprocating compressor rod packing means a series of flexible rings in machined metal cups that fit around the reciprocating compressor piston rod to create a seal limiting the amount of compressed natural gas that escapes to the atmosphere, or other mechanism that provides the same function.

*Recovered gas* means gas recovered through the separation process during flowback.

*Recovered liquids* means any crude oil, condensate or produced water recovered through the separation process during flowback.

Reduced emissions completion means a well completion following fracturing or refracturing where gas flowback that is otherwise vented is captured, cleaned, and routed to the gas flow line or collection system, re-injected into the well or another well, used as an onsite fuel source, or used for other useful purpose that a purchased fuel or raw material would serve, with no direct release to the atmosphere.

*Reduced sulfur compounds* means H<sub>2</sub>S, carbonyl sulfide (COS), and carbon disulfide (CS<sub>2</sub>).

*Removed from service* means that a storage vessel affected facility has been

physically isolated and disconnected from the process for a purpose other than maintenance in accordance with § 60.5395b(c)(1).

Repaired means the following: (1) For the purposes of fugitive emissions components affected facilities, that fugitive emissions components are adjusted, replaced, or otherwise altered, in order to eliminate fugitive emissions and resurveyed as specified in § 60.5397b(h)(4) and it is verified that emissions from the fugitive emissions components are below the applicable fugitive emissions definition.

(2) For the purposes of process unit equipment affected facilities, that equipment is adjusted, or otherwise altered, in order to eliminate a leak as defined in §§ 60.5400b and 60.5401band is re-monitored as specified in § 60.5400b(b) introductory text and (b)(1) or § 60.5403b, respectively, to verify that emissions from the equipment are below the applicable leak definition. Pumps in light liquid service subject to § 60.5400b(c)(2) or § 60.5401b(b)(1)(ii) are not subject to remonitoring.

*Replacement cost* means the capital needed to purchase all the depreciable components in a facility.

*Returned to service* means that a storage vessel affected facility that was removed from service has been:

(1) Reconnected to the original source of liquids or has been used to replace any storage vessel affected facility; or

(2) Installed in any location covered by this subpart and introduced with crude oil, condensate, intermediate hydrocarbon liquids or produced water.

Routed to a process or route to a process means the emissions are conveyed via a closed vent system to any enclosed portion of a process that is operational where the emissions are predominantly recycled and/or consumed in the same manner as a material that fulfills the same function in the process and/or transformed by chemical reaction into materials that are not regulated materials and/or incorporated into a product; and/or recovered.

Salable quality gas means natural gas that meets the flow line or collection system operator specifications, regardless of whether such gas is sold.

*Screenout* means an attempt to clear proppant from the wellbore to dislodge the proppant out of the well.

Self-contained process controller means a natural gas-driven process controller that releases gas into the downstream piping and not to the atmosphere, resulting in zero methane and VOC emissions.

# Self-contained wet seal centrifugal compressor means:

(1) A wet seal centrifugal compressor system that is a closed process that ports the degassing emissions into the natural gas line at the compressor suction (*i.e.*, degassed emissions are recovered) or which has an intermediate closed process that degasses most of the gas entrained in the seal oil and sends that gas to another process. The de-gas emissions are routed back to suction or process directly from the closed or intermediate closed degassing process; after the closed or intermediate closed degassing process the oil is ultimately recycled for recirculation in the seals to the lube oil tank where any small amount of residual gas is released through a vent.

(2) A wet seal centrifugal compressor equipped with mechanical wet seals, where

(i) A differential pressure is maintained on the system and there is no off gassing of the lube oil, and

(ii) The mechanical seal is integrated into the compressor housing.

Sensor means a device that measures a physical quantity or the change in a physical quantity such as temperature, pressure, flow rate, pH, or liquid level.

Separation flowback stage means the period during a well completion operation when it is technically feasible for a separator to function. The separation flowback stage ends either at the startup of production, or when the well is shut in and permanently disconnected from the flowback equipment.

Separator dump valve means, for purposes of the fugitive emission standards in §§ 60.5397b and 60.5398b, a liquid-control valve in a separator that controls the liquid level within the separator vessel.

*Single wellhead only well site* means a wellhead only well site that contains only one wellhead and no major production and processing equipment.

Small well site means, for purposes of the fugitive emissions standards in §§ 60.5397b and 60.5398b, a well site that contains a single wellhead, no more than one piece of certain major production and processing equipment, and associated meters and yard piping. Small well sites cannot include any controlled storage vessels (or controlled tank batteries), control devices, natural gas-driven process controllers, or natural gas-driven pumps.

Startup of production means the beginning of initial flow following the end of flowback when there is continuous recovery of salable quality gas and separation and recovery of any crude oil, condensate, or produced water, except as otherwise provided in this definition. For the purposes of the fugitive monitoring requirements of § 60.5397b, *startup of production* means the beginning of the continuous recovery of salable quality gas and separation and recovery of any crude oil, condensate, or produced water.

Storage vessel means a tank or other vessel that contains an accumulation of crude oil, condensate, intermediate hydrocarbon liquids, or produced water, and that is constructed primarily of nonearthen materials (such as wood, concrete, steel, fiberglass, or plastic) which provide structural support. A well completion vessel that receives recovered liquids from a well after startup of production following flowback for a period which exceeds 60 days is considered a storage vessel under this subpart. A tank or other vessel shall not be considered a storage vessel if it has been removed from service in accordance with the requirements of § 60.5395b(c)(1) until such time as such tank or other vessel has been returned to service. For the purposes of this subpart, the following are not considered storage vessels:

(1) Vessels that are skid-mounted or permanently attached to something that is mobile (such as trucks, railcars, barges or ships), and are intended to be located at a site for less than 180 consecutive days. If you do not keep or are not able to produce records, as required by § 60.5420b(c)(5)(iv), showing that the vessel has been located at a site for less than 180 consecutive days, the vessel described herein is considered to be a storage vessel from the date the original vessel was first located at the site. This exclusion does not apply to a well completion vessel as described above.

(2) Process vessels such as surge control vessels, bottoms receivers or knockout vessels.

(3) Pressure vessels designed to operate in excess of 204.9 kilopascals and without emissions to the atmosphere.

*Sulfur production rate* means the rate of liquid sulfur accumulation from the sulfur recovery unit.

*Sulfur recovery unit* means a process device that recovers element sulfur from acid gas.

*Surface site* means any combination of one or more graded pad sites, gravel pad sites, foundations, platforms, or the immediate physical location upon which equipment is physically affixed.

Sweetening unit means a process device that removes hydrogen sulfide and/or carbon dioxide from the sour natural gas stream. *Tank battery* means a group of all storage vessels that are manifolded together for liquid transfer. A tank battery may consist of a single storage vessel if only one storage vessel is present.

*Total Reduced Sulfur (TRS)* means the sum of the sulfur compounds hydrogen sulfide, methyl mercaptan, dimethyl sulfide, and dimethyl disulfide as measured by Method 16 of appendix A–6 to this part.

Total  $\hat{S}O_2$  equivalents means the sum of volumetric or mass concentrations of the sulfur compounds obtained by adding the quantity existing as SO<sub>2</sub> to the quantity of SO<sub>2</sub> that would be obtained if all reduced sulfur compounds were converted to SO<sub>2</sub> (ppmv or kg/dscm (lb/dscf)).

*UIC Class I oilfield disposal well* means a well with a UIC Class I permit that meets the definition in 40 CFR 144.6(a)(2) and receives eligible fluids from oil and natural gas exploration and production operations.

*UIC Class ÎI oilfield disposal well* means a well with a UIC Class II permit where wastewater resulting from oil and natural gas production operations is injected into underground porous rock formations not productive of oil or gas, and sealed above and below by unbroken, impermeable strata.

Underground storage vessel means a storage vessel stored below ground.

*Well* means a hole drilled for the purpose of producing oil or natural gas, or a well into which fluids are injected.

Well completion means the process that allows for the flowback of petroleum or natural gas from newly drilled wells to expel drilling and reservoir fluids and tests the reservoir flow characteristics, which may vent produced hydrocarbons to the atmosphere via an open pit or tank.

*Well completion operation* means any well completion with hydraulic fracturing or refracturing occurring at a well completion affected facility.

Well completion vessel means a vessel that contains flowback during a well completion operation following hydraulic fracturing or refracturing. A well completion vessel may be a lined earthen pit, a tank or other vessel that is skid-mounted or portable. A well completion vessel that receives recovered liquids from a well after startup of production following flowback for a period which exceeds 60 days is considered a storage vessel under this subpart.

Well site means one or more surface sites that are constructed for the drilling and subsequent operation of any oil well, natural gas well, or injection well. For the purposes of the fugitive emissions standards at § 60.5397b, a well site does not include:

(1) UIC Class II oilfield disposal wells and disposal facilities;

(2) UIC Class I oilfield disposal wells; and

(3) The flange immediately upstream of the custody meter assembly and equipment, including fugitive emissions components, located downstream of this flange.

*Wellhead* means the piping, casing, tubing and connected valves protruding above the earth's surface for an oil and/ or natural gas well. The wellhead ends where the flow line connects to a wellhead valve. The wellhead does not include other equipment at the well site except for any conveyance through which gas is vented to the atmosphere.

Wellhead only well site means, for the purposes of the fugitive emissions standards at § 60.5397b and the standards in § 60.5398b, a well site that contains one or more wellheads and no major production and processing equipment.

*Wildcat well* means a well outside known fields or the first well drilled in an oil or gas field where no other oil and gas production exists.

*Yard piping* means hard-piping at a well site, centralized production

facility, or compressor station that is not part of a closed vent system.

# § 60.5432b How do I determine whether a well is a low pressure well using the low pressure well equation?

(a) To determine that your well is a low pressure well subject to  $\S 60.5375b(f)$ , you must determine whether the characteristics of the well are such that the well meets the definition of low pressure well in  $\S 60.5430b$ . To determine that the well meets the definition of low pressure well in  $\S 60.5430b$ , you must use the low pressure well equation:

(b) You must determine the four

paragraphs (b)(1) through (15) of this

hole pressure,  $P_{BH}$  (psia), based on

by calculating it using the reservoir

pressure,  $P_R$  (*psia*), in the following

section.

equation:

values in paragraphs (a)(4) through (7)

of this section, using the calculations in

(1) Determine the value of the bottom

available information at the well site, or

### Equation 1 to paragraph (a)

$$P_L(psia) = 0.495 \times P_R - \frac{q_g}{q_g + q_o + q_w} [0.05 \times P_R + 0.038 \times L - 67.578] - \left[\frac{q_o}{q_g + q_o + q_w} \times \frac{q_g}{q_g + q_o + q_w}\right]$$

$$\frac{\rho_o}{144} + \frac{q_w}{q_g + q_o + q_w} 0.433 \right] \cdot L$$

Where:

- (1)  $P_L$  is the pressure of flowback fluid immediately before it enters the flow line, expressed in pounds force per square inch (psia), and is to be calculated using the equation above;
- (2) P<sub>R</sub> is the pressure of the reservoir containing oil, gas, and water at the well site, expressed in psia;
- (3) *L* is the true vertical depth of the well, expressed in feet (ft);

 (4) q<sub>o</sub> is the flow rate of oil in the well, expressed in cubic feet/second (cu ft/ sec);

- (5)  $q_g$  is the flow rate of gas in the well, expressed in cu ft/sec;
- (6) q<sub>w</sub> is the flow rate of water in the well, expressed in cu ft/sec;
- (7)  $\rho_o$  is the density of oil in the well, expressed in pounds mass per cubic feet (lbm/cu ft).

### Equation 2 to paragraph (b)(1)

$$P_{BH}\left(psia\right) = \frac{1}{2}P_{R}$$

available information at the well site, or by calculating it using the true vertical depth of the well, *L* (*ft*), in the following equation:

### Equation 3 paragraph (b)(2)

$$T_{BH}(F) = (0.014 \times L) + 79.081$$

(3) Calculate the value of the applicable natural gas specific gravity that would result from a separator pressure of 100 psig,  $\gamma_{gs}$ , using the

(2) Determine the value of the bottom

hole temperature,  $T_{BH}(F)$ , based on

following equation with: Separator at standard conditions (pressure, p = 14.7 (*psia*), temperature, T = 60 (*F*)); the oil API gravity at the well site,  $\gamma_0$ ; and the

Equation 4 to paragraph (bh)(3)

$$\gamma_{gs} = \gamma_{gp} \cdot \left( 1.0 + 5.912 \times 10^{-5} \cdot \gamma_o \cdot T \cdot \log\left(\frac{p}{114.7}\right) \right)$$

gas specific gravity at the separator under standard conditions,  $\gamma_{gp} = 0.75$ :

(4) Calculate the value of the applicable dissolved GOR, Rs (scf/STBO), using the following equation with: The bottom hole pressure,  $P_{BH}$  (psia), determined in (b)(1) of this

section; the bottom hole temperature,  $T_{BH}(F)$ , determined in (b)(2) of this section; the gas gravity at separator pressure of 100 psig,  $\gamma_{gs}$ , calculated in (b)(3) of this section; the oil API gravity,

 $\gamma_o$ , at the well site; and the constants, C1, C2, and C3, found in Table 1 to this paragraph(b)(4):

### Equation 5 to paragraph (b)(4)

$$R_{s}\left(\frac{scf}{STBO}\right) = C1 \cdot \gamma_{gs} \cdot P_{BH}^{C2} \cdot exp\left[C3\left(\frac{\gamma_{o}}{T_{BH} + 460}\right)\right]$$

TABLE 1 TO PARAGRAPH (b)(4)—CO-EFFICIENTS FOR THE CORRELATION FOR  $R_{\rm s}$ 

Constant	$\gamma_{API} \leq 30$	γ <sub>ΑΡΙ</sub> > 30
C1	0.0362	0.0178
C2	1.0937	1.1870
C3	25.7240	23.931

(5) Calculate the value of the oil formation volume factor, *Bo* (*bbl/STBO*), using the following equation with: The bottom hole temperature,  $T_{BH}$  (*F*), determined in paragraph (b)(2) of this section; the gas gravity at separator pressure of 100 psig,  $\gamma_{gs}$ , calculated in paragraph (b)(3) of this section; the dissolved GOR, Rs (scf/STBO), calculated in paragraph (b)(4) of this section; the oil API gravity,  $\gamma o$ , at the well site; and the constants, C1, C2, and C3, found in Table 2 to this paragraph (b)(5):

using the following equation with: the

calculated in paragraph (b)(4) of this

section; the oil formation volume factor,

Bo (bbl/STBO), calculated in paragraph (b)(5) of this section; the oil density at

 $\rho_{WH}\left(\frac{lbm}{cuft}\right),$ 

calculated in paragraph (b)(6) of this

section; and the dissolved gas gravity,

dissolved GOR, Rs (scf/STBO),

the wellhead,

 $\gamma_{\rm gd} = 0.77$ :

### Equation 6 to paragraph (b)(5)

$$B_o\left(\frac{bbl}{STBO}\right) = 1.0 + C1 \cdot R_s + (T_{BH} - 60)\left(\frac{\gamma_o}{\gamma_{gs}}\right) \cdot (C2 + C3 \cdot R_s)$$

TABLE 2 TO PARAGRAPH (b)(5)—CO-EFFICIENTS FOR THE CORRELATION FOR  $B_o$ 

Constant	γ <sub>ΑΡΙ</sub> ≤ 30	γ <sub>ΑΡΙ</sub> > 30
C1 C2 C3	$\begin{array}{c} 4.677 \times 10^{-4} \\ 1.751 \times 10^{-5} \\ -1.811 \times 10^{-8} \end{array}$	$\begin{array}{c} 4.670 \times 10^{-4} \\ 1.100 \times 10^{-5} \\ 1.337 \times 10^{-9} \end{array}$

(6) Calculate the density of oil at the wellhead,

$$\rho_{WH}\left(\frac{lbm}{cuft}\right),$$

(8) Calculate the density of oil in the

 $\rho_o\left(\frac{lbm}{cuft}\right),$ 

well,

using the following equation with the value of the oil API gravity,  $\gamma o$ , at the well site:

## Equation 7 to paragraph (b)(6)

$$\rho_{WH}(\frac{lbm}{cu\,ft}) = \frac{141.5}{\gamma_o + 131.5} \times 62.4$$

(7) Calculate the density of oil at bottom hole conditions,

$$\rho_{BH}\left(\frac{lbm}{cu\,ft}\right),$$

### Equation 8 to paragraph (b)(7)

$$\rho_{BH} \left( \frac{lbm}{cu ft} \right) = \frac{\rho_{WH} + 0.0136 \times Rs \times \gamma_{gd}}{Bo}$$

using the following equation with the density of oil at the wellhead,

calculated in paragraph (b)(6) of this section; and the density of oil at bottom hole conditions,

$$\rho_{BH} \left(\frac{lbm}{cu\ ft}\right)$$

calculated in paragraph (b)(7) of this section:

 $\rho_{WH}\left(\frac{lbm}{cuft}\right),$ 

### Equation 9 to paragraph (b)(8)

$$\rho_o \left(\frac{lbm}{cu\,ft}\right) = 0.5 \times (\rho_{WH} + \rho_{BH})$$

(9) Calculate the oil flow rate,  $q_o$  (*cu ft/sec*,) using the following equation with: the oil formation volume factor,

*Bo* (bbl/STBO), as calculated in paragraph (b)(5) of this section; and the

estimated oil production rate at the well head, *Qo* (STBO/day):

### Equation 10 to paragraph (b)(9)

$$q_o\left(\frac{cu\,ft}{sec}\right) = \operatorname{Qo}\left(\frac{\mathrm{STBO}}{\mathrm{day}}\right) \times \operatorname{Bo}\left(\frac{\mathrm{bbl}}{\mathrm{STBO}}\right) \times 5.614\left(\frac{\mathrm{cu\,ft}}{\mathrm{bbl}}\right) \times \frac{1}{24 \times 60 \times 60}\left(\frac{\mathrm{day}}{sec}\right)$$

(10) Calculate the critical pressure,  $P_c$  (psia), and critical temperature,  $T_c$  (R), using the equations below with: Gas gravity at standard conditions (pressure, P = 14.7 (*psia*), temperature, T = 60 (*F*)),  $\gamma = 0.75$ ; and where the mole fractions of nitrogen, carbon dioxide and hydrogen sulfide in the gas are  $X_{N2} =$ 

0.168225,  $X_{CO2}$  = 0.013163, and  $X_{H2S}$  = 0.013680, respectively:

$$\begin{split} P_c(psia) &= 678 - 50 \cdot (\gamma_g - 0.5) - 206.7 \\ \cdot X_{N2} + 440 \cdot X_{CO2} + 606.7 \cdot X_{H2S} \end{split}$$

 $T_c(R) = 326 + 315.7 \cdot (\gamma_g - 0.5) - 240$  $\cdot X_{N2} - 88.3 \cdot X_{CO2} + 133.3 \cdot X_{H2S}$ 

(11) Calculate reduced pressure,  $P_r$ , and reduced temperature,  $T_r$ , using the following equations with: the bottom hole pressure,  $P_{BH}$ , as determined in paragraph (b)(1) of this section; the bottom hole temperature,  $T_{BH}$  (*F*), as determined in paragraph (b)(2) of this section in the following equations:

### Equation 11 to paragraph (b)(11)

$$P_r = \frac{P_{BH}}{P_c}$$
$$T_r = \frac{T_{BH} + 460}{T_c}$$

(12)(i) Calculate the gas compressibility factor, Z, using the following equation with the reduced pressure, P<sub>r</sub>, calculated in paragraph (b)(11) of this section:

## Equation 12 to paragraph (b)(12)(i)

$$z = A + \frac{(1-A)}{e^B} + C \cdot p_r^D$$

(ii) The values for A, B, C, D in the above equation, are calculated using the

following equations with the reduced pressure, P<sub>r</sub>, and reduced temperature,

 $T_r$ , calculated in paragraph (b)(11) of this section:

### Equation 13 to paragraph (b)(12)(ii)

$$A = 1.39 \cdot (T_r - 0.92)^{0.5} - 0.36 * T_r - 0.101$$
  

$$B = (0.62 - 0.23 \cdot T_r) \cdot P_r + \left(\frac{0.066}{(T_r - 0.86)} - 0.037\right) \cdot P_r^2$$
  

$$+ \frac{0.32}{10^{9(T_r - 1)}} \cdot P_r^6$$
  

$$C = (0.132 - 0.32 \cdot \log(T_r))$$
  

$$D = 10^{0.3106 - 0.49T_r + 0.1824T_r^2}$$

(13) Calculate the gas formation volume factor,

using the bottom hole pressure,  $P_{BH}$ (*psia*), as determined in paragraph (b)(1) of this section; and the bottom hole temperature,  $T_{BH}$  (*F*), as determined in paragraph (b)(2) of this section:

 $B_g\left(\frac{cuft}{scf}\right)$ ,

## Equation 14 to paragraph (b)(13)

$$B_g\left(\frac{cuft}{scf}\right) = 0.0283 \cdot \frac{Z \cdot (T_{BH} + 460)}{P_{BH}}$$
()

(14) Calculate the gas flow rate,

$$q_g\left(\frac{cuft}{sec}\right),$$

using the following equation with: the value of gas formation volume factor,

$$B_g\left(\frac{cuft}{scf}\right),$$

calculated in paragraph (b)(13) of this section; the estimated gas production rate, Qg (scf/day); the estimated oil production rate, Qo (STBO/day); and the dissolved GOR, Rs (scf/STBO), as calculated in paragraph (b)(4) of this section:

### Equation 15 to paragraph (b)(14)

$$q_g\left(\frac{cf}{sec}\right) = (Q_g - R_s \cdot Q_o) \cdot B_g \cdot \frac{1}{24x60x60}$$

(15) Calculate the flow rate of water in the well,  $q_w$  (*cu ft/sec*), using the following equation with the water production rate Qw (bbl/day) at the well site:

### Equation 16 to paragraph (b)(15)

$$q_w\left(\frac{cf}{sec}\right) = Qw\left(\frac{bbl}{day}\right) \times 5.614(\frac{cf}{bbl}) \times \frac{1}{24 \times 60 \times 60}(\frac{day}{sec})$$

### §§60.5433b - 60.5439b [Reserved]

TABLE 1 TO SUBPART OOOOD OF PART 60—ALTERNATIVE TECHNOLOGY PERIODIC SCREENING FREQUENCY AT WELL SITES, CENTRALIZED PRODUCTION FACILITIES, AND COMPRESSOR STATIONS SUBJECT TO AVO INSPECTIONS WITH QUARTERLY OGI OR EPA METHOD 21 MONITORING

Minimum screening frequency	Minimum detection threshold of screening technology* (kg/hr)	
Quarterly	≤1	
Bimonthly	≤2	
Bimonthly + Annual OGI	≤10	
Monthly	≤5	

TABLE 1 TO SUBPART OOOOD OF PART 60—ALTERNATIVE TECHNOLOGY PERIODIC SCREENING FREQUENCY AT WELL SITES, CENTRALIZED PRODUCTION FACILITIES, AND COMPRESSOR STATIONS SUBJECT TO AVO INSPECTIONS WITH QUARTERLY OGI OR EPA METHOD 21 MONITORING—Continued

 Monthly + Annual OGI≤15	Minimum screening frequency	Minimum detection threshold of screening technology* (kg/hr)	
	Monthly + Annual OGI	≤15	

\* Based on a probability of detection of 90%.

TABLE 2 TO SUBPART OOOOD OF PART 60—ALTERNATIVE TECHNOLOGY PERIODIC SCREENING FREQUENCY AT WELL SITES AND CENTRALIZED PRODUCTION FACILITIES SUBJECT TO AVO INSPECTIONS AND/OR SEMIANNUAL OGI OR EPA METHOD 21 MONITORING

Minimum detection threshold of screening technology* (kg/hr)
≤1
≤2
≤10
≤5
≤15
≤15
-

\* Based on a probability of detection of 90%

### TABLE 3 TO SUBPART OOOOb OF PART 60-REQUIRED MINIMUM INITIAL SO2 EMISSION REDUCTION EFFICIENCY (Zi)

H <sub>2</sub> S content of acid gas (Y),	Sulfur feed rate (X), LT/D					
%	2.0 < X < 5.0	5.0 < X < 15.0	X > 300.0			
Y > 50	79.0	88.51X <sup>0.0101</sup> Y <sup>0.0125</sup> or 99.9, whichever is smaller.				
20 < Y < 50	79.0	88.51 $X^{0.0101}Y^{0.0125}$ or 97.9, whichever is smaller		97.9		
10 < Y < 20 Y < 10	79.0 79.0	88.51X <sup>0.0101</sup> Y <sup>0.0125</sup> or 93.5, whichever is smaller         93.5           79.0         79.0		93.5 79.0		

### TABLE 4 TO SUBPART OOOOb OF PART 60-REQUIRED MINIMUM SO<sub>2</sub> EMISSION REDUCTION EFFICIENCY (Z<sub>c</sub>)

H <sub>2</sub> S content of acid gas (Y),	Sulfur feed rate (X), LT/D					
%	2.0 < X < 5.0	5.0 < X < 15.0	15.0 < X < 300.0	X > 300.0		
Y > 50	74.0	85.35X <sup>0.0144</sup> Y <sup>0.0128</sup> or 99.9, whichev				
20 < Y < 50	74.0	$85.35X^{0.0144}Y^{0.0128}$ or 97.5, whichever is smaller		97.5		
10 < Y < 20 Y < 10	74.0 74.0					

X = The sulfur feed rate from the sweetening unit (*i.e.*, the H<sub>2</sub>S in the acid gas), expressed as sulfur, Mg/D(LT/D), rounded to one decimal place.

Y = The sulfur content of the acid gas from the sweetening unit, expressed as mole percent  $H_2S$  (dry basis) rounded to one decimal place.

Z = The minimum required sulfur dioxide (SO<sub>2</sub>) emission reduction efficiency, expressed as percent carried to one decimal place. Z<sub>i</sub> refers to the reduction efficiency required at the initial performance test.  $Z_c$  refers to the reduction efficiency required on a continuous basis after compliance with  $Z_i$  has been demonstrated.

### TABLE 5 TO SUBPART OOOOD OF PART 60-APPLICABILITY OF GENERAL PROVISIONS TO SUBPART OOOOD

General provi- sions citation	Subject of citation	Applies to subpart?	Explanation
§60.1	General applicability of the Gen- eral Provisions.	Yes.	
§60.2	Definitions	Yes	Additional terms defined in § 60.5430b.
§60.3	Units and abbreviations	Yes.	
§60.4	Address	Yes.	

### TABLE 5 TO SUBPART OOOOb OF PART 60—APPLICABILITY OF GENERAL PROVISIONS TO SUBPART OOOOb—Continued

General provi- sions citation	Subject of citation	Applies to subpart?	Explanation
§60.5	Determination of construction or modification.	Yes.	
§ 60.6	Review of plans	Yes.	
§60.7	Notification and record keeping	Yes	Except that § 60.7 only applies as specified in §§ 60.5417b(c) and 60.5420b(a).
§60.8	Performance tests	Yes	Except that the format and submittal of performance test reports is described in § 60.5420b(b) and (d). Performance testing is required for control devices used on storage vessels, centrifugal compressors, process controllers, and pumps complying with § 60.5393b(b)(1), except that performance testing is not required for a control device used solely on pump(s).
§60.9	Availability of information	Yes.	
§60.10	State authority	Yes.	
§60.11	Compliance with standards and maintenance requirements.	No	Requirements are specified in subpart OOOOb.
§60.12		Yes.	
§ 60.13		Yes.	
§60.14	Modification	Yes	To the extent any provision in §60.14 conflicts with specific provi- sions in subpart OOOOb, it is superseded by subpart OOOOb pro visions.
§60.15	Reconstruction	Yes	Except that § 60.15(d) does not apply to wells (i.e., well completions, well liquids unloading, associated gas wells), process controllers, pumps, centrifugal compressors, reciprocating compressors, stor- age vessels, or fugitive emissions components affected facilities.
§60.16	Priority list	Yes.	
§ 60.17		Yes.	
§60.18		Yes.	
§60.19		Yes.	

■ 33. Add subpart OOOOc to part 60 to read as follows:

### Subpart OOOOc—Emissions Guidelines for Greenhouse Gas Emissions From Existing Crude Oil and Natural Gas Facilities

### Introduction

- 60.5360c What is the purpose of this subpart?
- 60.5361c Which pollutants are regulated by this subpart?
- 60.5362c Am I affected by this subpart?
- 60.5363c What must I include in my state or Tribal plan?
- 60.5364c How do I apply to use my state standards as part of my state or Tribal plan submission?
- 60.5365c How do I apply for a less stringent standard taking into consideration the remaining useful life of a designated facility and other factors?
- 60.5366c [Reserved]
- 60.5367c Is there an approval process for my state or Tribal plan?
- 60.5368c What if my state or Tribal plan is not approvable?
- 60.5369c Is there an approval process for a negative declaration letter?
- 60.5370c What compliance schedule must I include in my state or Tribal plan?
- 60.5371c What requirements apply to revisions to my state or Tribal plan?
- 60.5372c In lieu of a state or Tribal plan submittal, are there other acceptable option(s) for a state to meet its Clean Air Act section 111(d) obligations?

- 60.5373c What authorities will not be delegated to state, local, or Tribal agencies?
- 60.5374c Does this subpart directly affect designated facility owners and operators in my state?

### **Applicability of State or Tribal Plans**

60.5375c What designated facilities must I address in my state or Tribal plan?

#### Use of Model Rule

- 60.5376c What is the "model rule" in this subpart?
- 60.5377c How does the model rule relate to the required elements of my state or Tribal plan?
- 60.5378c What are the principal components of the model rule?

#### Model Rule—Increments of Progress

- 60.5379c What are my requirements for meeting increments of progress and achieving final compliance?
- 60.5380c What if I do not meet the final control plan increment of progress compliance date?
- 60.5381c How do I comply with the increment of progress for submittal of a final compliance control plan?

### Model Rule—Applicability

- 60.5385c What is the purpose of this subpart?
- 60.5386c Am I subject to this subpart? 60.5387c When must I comply with this subpart?

# Model Rule—Emission and Work Practice Standards

- 60.5388c What standards apply to superemitter events?
- 60.5390c What GHG standards apply to gas well liquids unloading operations at well designated facilities?
- 60.5391c What GHG standards apply to associated gas wells at well designated facilities?
- 60.5392c What GHG standards apply to centrifugal compressor designated facilities?
- 60.5393c What GHG standards apply to reciprocating compressor designated facilities?
- 60.5394c What GHG standards apply to process controller designated facilities?
- 60.5395c What GHG standards apply to pump designated facilities?
- 60.5396c What GHG standards apply to storage vessel designated facilities?
- 60.5397c What GHG standards apply to fugitive emissions components designated facilities?
- 60.5398c What alternative GHG standards apply to fugitive emissions components designated facilities and what monitoring and inspection requirements apply to covers and closed vent systems when using an alternative technology?
- 60.5400c What GHG standards apply to process unit equipment designated facilities?
- 60.5401c What are the alternative GHG standards for process unit equipment designated facilities?

60.5402c What are the exceptions to the GHG standards for process unit equipment designated facilities?

### Model Rule—Test Methods and Performance Testing

- 60.5405c What test methods and procedures must I use for my centrifugal compressor and reciprocating compressor designated facilities?
- 60.5406c What test methods and procedures must I use for my process unit equipment designated facilities?

#### Model Rule—Initial Compliance Requirements

- 60.5410c How do I demonstrate initial compliance with the standards for each of my designated facilities?
- 60.5411c What additional requirements must I meet to determine initial compliance for my covers and closed vent systems?
- 60.5412c What additional requirements must I meet for determining initial compliance of my control devices?
- 60.5413c What are the performance testing procedures for control devices?

#### Model Rule—Continuous Compliance Requirements

- 60.5415c How do I demonstrate continuous compliance with the standards for each of my designated facilities?
- 60.5416c What are the initial and continuous cover and closed vent system inspection and monitoring requirements?
- 60.5417c What are the continuous monitoring requirements for my control devices?

#### Model Rule—Recordkeeping and Reporting

- 60.5420c What are my notification, reporting, and recordkeeping requirements?
- 60.5421c What are my additional recordkeeping requirements for process unit equipment designated facilities?
- 60.5422c What are my additional reporting requirements for process unit equipment designated facilities?
- 60.5424c What are my additional recordkeeping and reporting requirements if I comply with the alternative GHG standards for fugitive emissions components designated facilities and covers and closed vent systems?
- 60.5425c What parts of the General Provisions apply to me?

### **Model Rule—Definitions**

- 60.5430c What definitions apply to this subpart?
- 60.5431c-60.5439c [Reserved]
- Table 1 to Subpart OOOOc of Part 60— Designated Facility Presumptive Standards and Regulated Entity Compliance Dates
- Table 2 to Subpart OOOOc of Part 60— Alternative Technology Periodic Screening Frequency at Well Sites, Centralized Production Facilities, and Compressor Stations Subject to AVO Inspections With Quarterly OGI or EPA Method 21 Monitoring

- Table 3 to Subpart OOOOc of Part 60— Alternative Technology Periodic Screening Frequency at Well Sites and Centralized Production Facilities Subject to AVO Inspections and/or Semiannual OGI or EPA Method 21 Monitoring
- Table 4 to Subpart OOOOc of Part 60— Applicability of General Provisions to Subpart OOOOc

#### Introduction

## §60.5360c What is the purpose of this subpart?

This subpart establishes emission guidelines and compliance schedules for the control of greenhouse gas (GHG) emissions from designated facilities in the crude oil and natural gas source category as defined in the Model Rule at § 60.5430c, in accordance with section 111(d) of the Clean Air Act and subpart Ba of this part. The designated facilities, standards section reference and compliance dates are listed in table 1 to this subpart. To the extent any requirement of this subpart is inconsistent with the requirements of subpart A or Ba of this part, the requirements of this subpart will apply.

## §60.5361c Which pollutants are regulated by this subpart?

(a) *Scope*. The pollutants regulated by this subpart are greenhouse gases (GHG). The greenhouse gas standards in this subpart are in the form of a limitation on emissions of methane from designated facilities in the crude oil and natural gas source category that commenced construction, modification, or reconstruction on or before December 6, 2022.

(b) *PSD* and title V Thresholds for Greenhouse Gases. (1) For the purposes of 40 CFR 51.166(b)(49)(ii), with respect to GHG emissions from facilities, the "pollutant that is subject to any standard promulgated under section 111 of the Act" shall be considered to be the pollutant that otherwise is subject to regulation under the Act as defined in 40 CFR 51.166(b)(48) and in any State Implementation Plan (SIP) approved by the EPA that is interpreted to incorporate, or specifically incorporates, 40 CFR 51.166(b)(48).

(2) For the purposes of 40 CFR 52.21(b)(50)(ii), with respect to GHG emissions from facilities regulated in the plan, the "pollutant that is subject to any standard promulgated under section 111 of the Act" shall be considered to be the pollutant that otherwise is subject to regulation under the Act as defined in 40 CFR 52.21(b)(49).

(3) For the purposes of 40 CFR 70.2, with respect to GHG emissions from facilities regulated in the plan, the "pollutant that is subject to any standard promulgated under section 111 of the Act' shall be considered to be the pollutant that otherwise is "subject to regulation" as defined in 40 CFR 70.2.

(4) For the purposes of 40 CFR 71.2, with respect to GHG emissions from facilities regulated in the plan, the "pollutant that is subject to any standard promulgated under section 111 of the Act" shall be considered to be the pollutant that otherwise is "subject to regulation" as defined in 40 CFR 71.2 40 CFR.

### §60.5362c Am I affected by this subpart?

(a) If you are the Administrator of an air pollution control agency in a state or United States protectorate with one or more designated facilities that commenced construction, modification, or reconstruction on or before December 6, 2022, you must submit a state or Tribal plan to the U.S. Environmental Protection Agency (EPA) that implements the emission guidelines contained in this subpart. The submission of such plan shall be made in electronic format according to subpart Ba of this part.

(b) If you are the Administrator of an air pollution control agency in a state or United States protectorate with no designated facilities for which construction commenced on or before December 6, 2022, you must submit a negative declaration letter in place of the state or Tribal plan. The submission of such negative declaration letter shall be made in electronic format according to subpart Ba of this part.

(c) You must submit the state or Tribal plan or negative declaration letter to EPA by the date March 9, 2026.

## §60.5363c What must I include in my state or Tribal plan?

(a) You must include the ten items described in paragraphs (a)(1) through (10) of this section in your state or Tribal plan.

(1) Inventory of designated facilities. For purposes of this subpart, § 60.25a(a) does not apply.

(2) Inventory of emissions from designated facilities in your state. For purposes of this subpart, § 60.25a(a) does not apply.

(3) Compliance schedules for each designated facility or logical grouping of designated facilities.

(4) Standards of performance for designated facilities that are at least as stringent as the emission guidelines contained in this subpart, unless otherwise provided for under § 60.5365c. Standards for performance for designated facilities must apply at all times, including periods of startup, shutdown, and malfunction.

(5) Performance testing, monitoring, recordkeeping, and reporting requirements.

(6) Documentation of meaningful engagement on such plan or plan revisions as specified in § 60.23a(i).

(7) Certification that the required hearing on the state or Tribal plan was held, a list of witnesses and their organizational affiliations, if any, appearing at the hearing, and a brief written summary of each presentation or written submission as specified in § 60.23a(c) through (e).

(8) Provision for state progress reports to EPA.

(9) Identification of enforceable state mechanisms that you selected for implementing the emission guidelines of this subpart.

(10) Demonstration of your state's legal authority to carry out the Clean Air Act section 111(d) state or Tribal plan.

(b) Unless superseded by this subpart, you must follow the requirements of subpart Ba of this part (Adoption and Submittal of State Plans for Designated Facilities) in your state or Tribal plan.

# §60.5364c How do I apply to use my state standards as part of my state or Tribal plan submission?

In order for you to apply to use your state standards as part of your state or Tribal plan submission your state requirements for designated facilities must meet the standards of performance criteria specified in paragraph (a) of this section and you must provide the supporting documentation that you met those criteria as specified in paragraph (b) of this section.

(a) You must demonstrate that the state standards of performance established for a designated facility in your state or Tribal plan meet the equivalency criteria specified in paragraphs (a)(1) through (6) of this section when compared to the designated facility presumptive standards specified in EG OOOOc.

(1) Designated facility,

(2) Designated pollutant,

(3) Standard type/format of standard,

(4) Emission reductions (considering applicability thresholds and exemptions) unless relying on

§60.5365c,

(5) Compliance determination method, and

(6) Ongoing compliance assurance requirements (*e.g.*, monitoring, recordkeeping and reporting requirements).

(b) You must provide the supporting documentation that you met the equivalency criteria specified in paragraph (a) of this section as specified in paragraphs (b)(1) through (3) of this section. (1) Your state or Tribal plan should identify the designated facility requirements of your state program that you are submitting for approval to become federally enforceable requirements under the plan.

(2) You must include a detailed explanation and analysis of how the relied upon state standards are at least as stringent as the requirements of the final EG based on each of the criteria specified in paragraph (a) of this section, or comply with § 60.5365c for paragraph (a)(4) of this section.

(3) You must include a copy of the actual state law/regulation or document submitted for approval and incorporation into the state or Tribal plan.

### § 60.5365c How do I apply for a less stringent standard taking into consideration the remaining useful life of a designated facility and other factors?

You may apply a standard of performance to a designated facility that is less stringent than otherwise required by the emission guidelines, provided you meet the requirements specified in  $\S$  60.24a.

### §60.5366c [Reserved.]

## §60.5367c Is there an approval process for my state or Tribal plan?

Yes. The EPA will review your state or Tribal plan according to § 60.27a.

(a) The EPA will determine the completeness of your plan submission according § 60.27a(g).

(b) The EPA will act on your plan submission according to §60.27a.

## §60.5368c What if my state or Tribal plan is not approvable?

If you do not submit a state or Tribal plan (or a negative declaration letter) by March 9, 2026, or if EPA disapproves your state plan, EPA will develop a Federal plan according to § 60.27a(c) through (f) to implement the emission guidelines contained in this subpart.

# §60.5369c Is there an approval process for a negative declaration letter?

No. The EPA has no formal review process for negative declaration letters. Once your negative declaration letter has been received, the EPA will place a copy in the public docket and publish a notice in the **Federal Register**. If, at a later date, a designated facility for which construction commenced on or before December 6, 2022, is found in your state, that designated facility must be subject to a state, Tribal, or Federal plan in accordance with the requirements of this subpart and subpart Ba.

## §60.5370c What compliance schedule must I include in my state or Tribal plan?

(a) For designated facilities that commenced construction, modification or reconstruction on or before December 6, 2022, your state or Tribal plan must include compliance schedules that require designated facilities to achieve final compliance as expeditiously as practicable after approval of the state or Tribal plan but not later than the dates specified in § 60.5360c of this subpart, as applicable to each designated facility.

(b) The plan must include legally enforceable increments of progress to achieve compliance for each designated facility or category of facilities, as specified in §§ 60.5380c through 60.5382c.

## §60.5371c What requirements apply to revisions to my state or Tribal plan?

(a) Any significant revision to a state or Tribal plan shall be adopted and submitted as specified in § 60.28a.

(b) A revision of a plan, or any portion thereof, shall not be considered part of an applicable plan until approved by the Administrator in accordance with this subpart and subpart Ba of this part.

#### § 60.5372c In lieu of a state or Tribal plan submittal, are there other acceptable option(s) for a state to meet its Clean Air Act section 111(d) obligations?

Yes, a state may meet its Clean Air Act section 111(d) obligations by submitting an acceptable written request for delegation of an applicable Federal plan that meets the requirements of this section. This is the only other option for a state to meet its section 111(d) obligations.

(a) An acceptable Federal plan delegation request must include the following:

(1) A demonstration of adequate resources and legal authority to administer and enforce the Federal plan.

(2) The items under § 60.5363c(a)(1), (a)(2), and (a)(8) of this subpart.

(3) Certification that the hearing on the state delegation request, similar to the hearing for a state or Tribal plan submittal, was held, a list of witnesses and their organizational affiliations, if any, appearing at the hearing, and a brief written summary of each presentation or written submission.

(4) A commitment to enter into a Memorandum of Agreement with the Regional Administrator that sets forth the terms, conditions, and effective date of the delegation and that serves as the mechanism for the transfer of authority. Additional guidance and information is given in EPA's Delegation Manual, Item 7–139, Implementation and Enforcement of 111(d)(2) and 111(d)/(2)/ 129 (b)(3) Federal plans. (b) A state with an already approved oil and natural gas designated facility Clean Air Act section 111(d) state or Tribal plan is not precluded from receiving the EPA's approval of a delegation request for any revised Federal plan, provided the requirements of paragraph (a) of this section are met, and at the time of the delegation request, the state also requests withdrawal of the EPA's previous state or Tribal plan approval.

(c) A state's Clean Air Act section 111(d) obligations are separate from its obligations under title V of the Clean Air Act.

# § 60.5373c What authorities will not be delegated to state, local, or Tribal agencies?

The authorities that will not be delegated to state, local, or Tribal agencies are specified in paragraphs (a) through (h) of this section.

(a) Approval of alternatives to the emission limits and standards in tables 1, 2, and 3 to this subpart and operating limits established under § 60.5412c, § 60.5415c, or § 60.5417c.

(b) Approval of major alternatives to test methods.

(c) Approval of major alternatives to monitoring.

(d) Approval of major alternatives to recordkeeping and reporting.

(e) Approval of an alternative to any electronic reporting required by this subpart.

(f) [Reserved.]

(g) [Reserved.]

(h) Performance test and data

reduction waivers under § 60.8(b).

# §60.5374c Does this subpart directly affect designated facility owners and operators in my state?

(a) No. This subpart does not directly affect designated facility owners and operators in your state. However, designated facility owners and operators must comply with the state or Tribal plan you develop to implement the emission guidelines contained in this subpart. States may choose to incorporate the model rule text directly in their state or Tribal plan.

(b) If you do not submit a plan to implement and enforce the guidelines contained in this subpart by the date 24 months after promulgation of this subpart, or if EPA disapproves your plan, the EPA will implement and enforce a Federal plan, as provided in § 60.5367c of this subpart, to ensure that each designated facility within your state that commenced construction, modification or reconstruction on or before December 6, 2022, reaches compliance with all the provisions of this subpart by the dates specified in § 60.5360c of this subpart.

### Applicability of State or Tribal Plans

# §60.5375c What designated facilities must I address in my state or Tribal plan?

(a) Your state or Tribal plan must address designated facilities that meet all three criteria described in paragraphs (a)(1) through (3) of this section.

(1) Designated facilities in your state that commenced construction, modification, or reconstruction on or before December 6, 2022.

(2) Designated facilities that are listed in table 1 to this subpart.

(3) Designated facilities not exempt under § 60.14c.

(b) If the owner or operator of a designated facility makes changes that meet the definition of modification after December 6, 2022, the designated facility becomes subject to subpart OOOOb of this part, and the state or Tribal plan no longer applies to that facility.

(c) If the owner or operator of a designated facility makes physical or operational changes to a designated facility for which construction commenced on or before September 9, 2024, primarily to comply with your state or Tribal plan, subpart OOOOb of this part, does not apply to that designated facility. Such changes do not qualify as modifications under subpart OOOOb of this part.

### **Use of Model Rule**

# §60.5376c What is the "model rule" in this subpart?

(a) The model rule is the portion of these emission guidelines (§§ 60.5385c through 60.5430c of this subpart) that includes the presumptive standards for designated facilities as well as associated measures to assure compliance including monitoring, recordkeeping, and reporting. The model rule is organized in regulation format. You must develop a state or Tribal plan that is at least as protective as the model rule, or comply with § 60.5365c. You may use the model rule language as part of your state or Tribal plan. Alternative language may be used in your state or Tribal plan if you demonstrate that the alternative language is at least as protective as the model rule contained in this subpart, or comply with §60.5365c.

(b) In the model rule of \$ 60.5385c through 60.5430c, "Administrator" has the meaning specified in \$ 60.2.

#### § 60.5377c How does the model rule relate to the required elements of my state or Tribal plan?

You may use the model rule to satisfy the state or Tribal plan requirements specified in § 60.5363c(a)(3) through (a)(5).

# §60.5378c What are the principal components of the model rule?

The model rule contains the nine major components listed in paragraphs (a) through (i) of this section.

(a) Increments of progress toward compliance.

- (b) Operator training and qualification.
- (c) Emission limits, emission
- standards, and operating limits. (d) Initial compliance requirements.
- (e) Continuous compliance requirements.
- equirements.
- (f) Performance testing, monitoring, and calibration requirements.
  - (g) Recordkeeping and reporting.
  - (h) Definitions.
  - (i) Tables.

### Model Rule—Increments of Progress

# § 60.5379c What are my requirements for meeting increments of progress and achieving final compliance?

You must meet one increment of progress as specified in paragraph (a) of this section and you must submit the Notification of Compliance report as specified in paragraph (b) of this section.

(a) Submit a final compliance control plan on or before 28 months after the state plan submittal deadline specified in 60.5362c(c).

(b) Submit a Notification of Compliance report on or before 60 days after the state plan compliance date as specified in § 60.5420c.

# § 60.5380c What if I do not meet the final control plan increment of progress compliance date?

If you fail to meet the final compliance control plan increment of progress report compliance date, you must submit a notification to the Administrator postmarked within 10 business days after the required submittal date for that increment of progress. You must inform the Administrator that you did not meet the increment, and you must continue to submit reports each subsequent calendar month until the increment of progress is met.

# § 60.5381c How do I comply with the increment of progress for submittal of a final compliance control plan?

For your final compliance control plan increment of progress report, you must satisfy the requirements specified

in paragraphs (a) through (c) of this section.

(a) Your final control plan must include the information specified paragraphs (a)(1) and (2) of this section.

(1) A description of the designated facilities covered under your plan.

(2) The emissions control methods that you plan to implement for each designated facility covered under your plan.

(b) A company is allowed to submit one plan that covers all of the company's designated facilities in a state in lieu of submitting a plan for each designated facility.

(c) Maintain an onsite copy of the final control plan.

### Model Rule—Applicability

## § 60.5385c What is the purpose of this subpart?

(a) *Scope*. This subpart establishes emission standards and compliance schedules for the control of the pollutant greenhouse gases (GHG). The greenhouse gas standard in this subpart is in the form of a limitation on emissions of methane from designated facilities in the crude oil and natural gas source category that commence construction, modification, or reconstruction on or before December 6, 2022.

(b) Prevention of Significant Deterioration (PSD) and title V thresholds for Greenhouse Gases. (1) For the purposes of 40 CFR 51.166(b)(49)(ii), with respect to GHG emissions from designated facilities, the "pollutant that is subject to the standard promulgated under section 111 of the Act" shall be considered the pollutant that otherwise is subject to regulation under the Act as defined in 40 CFR 51.166(b)(48) and in any State Implementation Plan (SIP) approved by the EPA that is interpreted to incorporate, or specifically incorporates, 40 CFR 51.166(b)(48).

(2) For the purposes of 40 CFR 52.21(b)(50)(ii), with respect to GHG emissions from designated facilities, the "pollutant that is subject to the standard promulgated under section 111 of the Act" shall be considered the pollutant that otherwise is subject to regulation under the Clean Air Act as defined in 40 CFR 52.21(b)(49).

(3) For the purposes of 40 CFR 70.2, with respect to GHG emissions from designated facilities, the "pollutant that is subject to any standard promulgated under section 111 of the Act" shall be considered the pollutant that otherwise is "subject to regulation" as defined in 40 CFR 70.2.

(4) For the purposes of 40 CFR 71.2, with respect to GHG emissions from

designated facilities, the "pollutant that is subject to any standard promulgated under section 111 of the Act" shall be considered the pollutant that otherwise is "subject to regulation" as defined in 40 CFR 71.2.

(c) *Exemption*. You are exempt from the obligation to obtain a permit under 40 CFR part 70 or 40 CFR part 71, provided you are not otherwise required by law to obtain a permit under 40 CFR 70.3(a) or 40 CFR 71.3(a). Notwithstanding the previous sentence, you must continue to comply with the provisions of this subpart.

### §60.5386c Am I subject to this subpart?

You are subject to the applicable provisions of this subpart if you are the owner or operator of one or more of the onshore designated facilities listed in paragraphs (a) through (h) of this section, that is located within the Crude Oil and Natural Gas source category, as defined in § 60.5430c, for which you commence construction, modification, or reconstruction on or before December 6, 2022. Facilities located inside and including the Local Distribution Company (LDC) custody transfer station are not subject to this subpart.

(a) Each well designated facility, which is a single well drilled for the purpose of producing oil or natural gas.

(b) Each centrifugal compressor designated facility, which is a single centrifugal compressor. A centrifugal compressor located at a well site is not a designated facility under this subpart. A centrifugal compressor located at a centralized production facility is a designated facility under this subpart.

(c) Each reciprocating compressor designated facility, which is a single reciprocating compressor. A reciprocating compressor located at a well site is not a designated facility under this subpart. A reciprocating compressor located at a centralized production facility is a designated facility under this subpart.

(d) Each process controller designated facility, which is the collection of natural gas-driven process controllers at a well site, centralized production facility, onshore natural gas processing plant, or a compressor station. Natural gas-driven process controllers that function as emergency shutdown devices and process controllers that are not driven by natural gas are exempt from the designated facility.

(e)(1) Each storage vessel designated facility, which is a tank battery that has the potential for methane emissions equal to or greater than 20 tpy as specified in paragraph (e)(2) of this section. A tank battery with the potential for methane emissions below 20 tpy is not a storage vessel designated facility provided the owner or operator keeps records of the potential for emissions calculation for the life of the storage vessel or until such time the tank battery becomes a storage vessel designated facility because the potential for methane emissions meets or exceeds 20 tpy.

(2) The potential for methane emissions must be calculated as the cumulative emissions from all storage vessels within the tank battery as specified by the applicable requirements in paragraphs (e)(2)(i) through (iii) of this section. The determination may take into account requirements under a legally and practicably enforceable limit in an operating permit or other requirement established under a Federal, state, local, or Tribal authority.

(i) For purposes of determining the applicability of a storage vessel tank battery as a designated facility, a legally and practicably enforceable limit must include the elements provided in paragraphs (e)(2)(i)(A) through (F) of this section.

(A) A quantitative production limit and quantitative operational limit(s) for the equipment, or quantitative operational limits for the equipment;

(B) An averaging time period for the production limit in (e)(2)(i)(A), if a production-based limit is used, that is equal to or less than 30 days;

(C) Established parametric limits for the production and/or operational limit(s) in (e)(1)(i)(A), and where a control device is used to achieve an operational limit, an initial compliance demonstration (*i.e.*, performance test) for the control device that establishes the parametric limits;

(D) Ongoing monitoring of the parametric limits in (e)(2)(i)(C) that demonstrates continuous compliance with the production and/or operational limit(s) in (e)(2)(i)(A);

(E) Recordkeeping by the owner or operator that demonstrates continuous compliance with the limit(s) in (e)(2)(i)(A) through (D); and

(F) Periodic reporting that demonstrates continuous compliance.

(ii) For each tank battery located at a well site or centralized production facility, you must determine the potential for methane emissions within 60 days after the effective date of the approved state or Tribal plan, except as provided in paragraph (e)(4)(iv) of this section. The potential for methane emissions must be calculated using a generally accepted model or calculation methodology that accounts for flashing, working, and breathing losses, based on the maximum average daily throughput to the tank battery determined for a 30day period of production.

(iii) For each tank battery not located at a well site or centralized production facility, including each tank battery located at a compressor station or onshore natural gas processing plant, you must determine the potential for methane emissions within 60 days after the effective date of the approved state or Tribal plan, using either method described in paragraph (e)(2)(iii)(A) or (B) of this section.

(A) Determine the potential for methane emissions using a generally accepted model or calculation methodology that accounts for flashing, working, and breathing losses, and based on the throughput to the tank battery established in a legally and practicably enforceable limit in an operating permit or other requirement established under a Federal, state, local, or Tribal authority; or

(B) Determine the potential for methane emissions using a generally accepted model or calculation methodology that accounts for flashing, working and breathing losses, based on projected maximum average daily throughput. Maximum average daily throughput is determined using a generally accepted engineering model (*e.g.*, volumetric condensate rates from the tank battery based on the maximum gas throughput capacity of each producing facility) to project the maximum average daily throughput for the tank battery.

(3) A storage vessel designated facility that subsequently has its potential for methane emissions decrease to less than 20 tpy shall remain a designated facility under this subpart.

(4) For storage vessels not subject to a legally and practicably enforceable limit in an operating permit or other requirement established under Federal, state, local, or Tribal authority, any vapor from the storage vessel that is recovered and routed to a process through a vapor recovery unit designed and operated as specified in this section is not required to be included in the determination of potential for methane emissions for purposes of determining designated facility status, provided you comply with the requirements of paragraphs (e)(4)(i) through (iv) of this section.

(i) You meet the cover requirements specified in § 60.5411c(b).

(ii) You meet the closed vent system requirements specified in

§ 60.5411c(a)(2) through (4) and (c).
(iii) You must maintain records that

document compliance with paragraphs (e)(4)(i) and (ii) of this section. (iv) In the event of removal of apparatus that recovers and routes vapor to a process, or operation that is inconsistent with the conditions specified in paragraphs (e)(4)(i) and (ii) of this section, you must determine the storage vessel's potential for methane emissions according to this section within 30 days of such removal or operation.

(5) The requirements of this paragraph (e)(5) apply to each storage vessel designated facility immediately upon return to service. A storage vessel designated facility or portion of a storage vessel designated facility that is reconnected to the original source of liquids remains a storage vessel designated facility subject to the same requirements that applied before being removed from service. Any storage vessel that is used to replace a storage vessel designated facility or portion of a storage vessel designated facility, or used to expand a storage vessel designated facility assumes the designated facility status of the storage vessel designated facility being replaced or expanded.

(6) A storage vessel with a capacity greater than 100,000 gallons used to recycle water that has been passed through two stage separation is not a storage vessel designated facility.

(f) Each process unit equipment designated facility, which is the group of all equipment within a process unit at an onshore natural gas processing plant is a designated facility. Equipment associated with a compressor station, dehydration unit, sweetening unit, underground storage vessel, field gas gathering system, or liquefied natural gas unit is covered by §§ 60.5400c, 60.5401c, 60.5402c, 60.5421c, and 60.5422c if it is located at an onshore natural gas processing plant. Equipment not located at the onshore natural gas processing plant site is exempt from the provisions of §§ 60.5400c, 60.5401c, 60.5402c, 60.5421c, and 60.5422c.

(g) Each pump designated facility, which is the collection of natural gasdriven diaphragm and piston pumps at a well site, centralized production facility, onshore natural gas processing plant, or a compressor station. Pumps that are not driven by natural gas and that are not in operation 90 days or more per calendar year are not included in the pump designated facility.

(h) Each fugitive emissions components designated facility, which is the collection of fugitive emissions components at a well site, centralized production facility, or a compressor station.

## § 60.5387c When must I comply with this subpart?

Table 1 of this subpart specifies the final compliance date.

### Model Rule—Emission and Work Practice Standards

#### §60.5388c What standards apply to superemitter events?

This section applies to super-emitter events. For purposes of this section, a super-emitter event is defined as any emissions event that is located at an oil and natural gas facility (e.g., individual well site, centralized production facility, natural gas processing plant, or compressor station) and that is detected using remote detection methods and has a quantified emission rate of 100 kg/hr of methane or greater. Upon receiving a notification of a super emitter event issued by the EPA under § 60.5371b(c) in subpart OOOOb of this part, owners or operators must take the actions listed in paragraphs (a) and (b) of this section. Within 5 calendar days of receiving a notification from the EPA of a superemitter event, the owner or operator of an oil and natural gas facility (e.g., a well site, centralized production facility, natural gas processing plant, or compressor station) must initiate a super-emitter event investigation.

(a) Identification of super-emitter events. (1) If you do not own or operate an oil and natural gas facility within 50 meters from the latitude and longitude provided in the notification subject to the regulation under this subpart, report this result to the EPA under paragraph (e) of this section. Your super-emitter event investigation is deemed complete under this subpart.

(2) If you own or operate an oil and natural gas facility within 50 meters from the latitude and longitude provided in the notification, and there is a designated facility or associated equipment subject to this subpart onsite, you must investigate to determine the source of the super-emitter event in accordance with this paragraph (a) and report the results in accordance with paragraph (b) of this section.

(3) The investigation required by paragraph (a)(2) of this section may include but is not limited to the actions specified below in paragraphs (a)(2)(i) through (v) of this section.

(i) Review any maintenance activities (e.g., liquids unloading) or process activities from the designated facilities subject to regulation under this subpart, starting from the date of detection of the super-emitter event as identified in the notification, until the date of investigation, to determine if the activities indicate any potential

source(s) of the super-emitter event emissions.

(ii) Review all monitoring data from control devices (*e.g.*, flares) from the designated facilities subject to regulation under this subpart from the initial date of detection of the superemitter event as identified in the notification, until the date of receiving the notification from the EPA to identify malfunctions of control devices or periods when the control devices were not in compliance with applicable requirements and that indicate a potential source of the super-emitter event emissions.

(iii) If you conducted a fugitive emissions survey or periodic screening event in accordance with § 60.5397c or § 60.5398c(b) between the initial date of detection of the super-emitter event as identified in the notification and the date the notification from the EPA was received, review the results of the survey to identify any potential source(s) of the super-emitter event emissions.

(iv) If you use conduct continuous monitoring with advanced methane detection technology in accordance with § 60.5398c(c), review the monitoring data collected on or after the initial date of detection of the super-emitter event as identified in the notification, until the date of receiving the notification from the EPA.

(v) Screen the entire well site, centralized production facility, or compressor station with OGI, Method 21 of appendix A–7 to this part, or an alternative test method(s) approved per § 60.5398c(d), to determine if a superemitter event is present.

(4) If the source of the super-emitter event was found to be from fugitive emission components at a well site, centralized production facility, or compressor station subject to this subpart, you must comply with the repair requirements under  $\S$  60.5397c and the associated recordkeeping and reporting requirements under  $\S$  60.5420c(b)(8) and  $\S$  60.5420c(c)(13).

(b) Super-emitter event report. You must submit the results of the superemitter event investigation conducted under paragraph (a) of this section to the EPA in accordance with paragraph (b)(1) of this section. If the super-emitter event (*i.e.*, emission at 100 kg/hr of methane or more) is ongoing at the time of the initial report, submit the additional information in accordance with paragraph (b)(2) of this section. You must attest to the information included in the report as specified in paragraph (b)(3) of this section.

(1) Within 15 days of receiving a notification from the EPA under

§ 60.5371b(c), you must submit a report of the super-emitter event investigation conducted under paragraph (a) of this section through the Super-Emitter Program Portal, at *www.epa.gov/superemitter*. You must include the applicable information in paragraphs (b)(1)(i) through (viii) of this section in the report. If you have identified a demonstrable error in the notification, the report may include a statement of the demonstrable error.

(i) Notification Report ID of the superemitter event notification.

(ii) Identification of whether you are the owner or operator of an oil and natural gas facility that is located within 50 meters from the latitude and longitude provided in the EPA notification. If you do not own or operate an oil and natural gas facility within 50 meters from the latitude and longitude provided in the EPA notification, you are not required to report the information in paragraphs (b)(1)(iii) through (viii) of this section.

(iii) General identification information for the facility, including, facility name, the physical address, applicable ID Number (*e.g.*, EPA ID Number, API Well ID Number), the owner or operator or responsible official (where applicable) and their email address.

(iv) Identification of whether there is a designated facility or associated equipment subject to regulation under this subpart at this oil and natural gas facility.

(v) Indication of whether you were able to identify the source of the superemitter event. If you indicate you were unable to identify the source of the super-emitter event, you must certify that all applicable investigations specified in paragraphs (a)(3)(i) through (v) of this section have been conducted for all designated facilities and associated equipment subject to regulation under this subpart that are at this oil and natural gas facility, and you have determined that the designated facilities and associated equipment are not the source of the super-emitter event. If you indicate that you were not able to identify the source of the superemitter event, you are not required to report the information in paragraphs (b)(1)(vi) through (viii) of this section.

(vi) The source(s) of the super-emitter event.

(vii) Identification of whether the source of the super-emitter event is a designated facility or associated equipment subject to regulation under of this subpart. If the source of the super-emitter event is a designated facility or associated equipment subject to regulation under this subpart, identify the applicable regulation(s) under this subpart.

(viii) Indication of whether the superemitter event is ongoing at the time of the initial report submittal (*i.e.*, emission at 100 kg/hr of methane or more).

(A) If the super-emitter event is not ongoing at the time of the initial report submittal, provide the actual (or if not known, estimated) date and time the super-emitter event ended.

(B) If the super-emitter event is ongoing at the time of the initial report submittal, provide a short narrative of your plan to end the super-emitter event, including the targeted end date for the efforts to be completed and the super-emitter event ended.

(2) If the super-emitter event is ongoing at the time of the initial report submittal, within 5 business days of the date the super-emitter event ends you must update your initial report through the Super-Emitter Program Portal to provide the end date and time of the super-emitter event.

(3) You must sign the following attestation when submitting data into the Super-Emitter Program Portal: "I certify that the information provided in this report regarding the specified super-emitter event was prepared under my direction or supervision. I further certify that the investigations were conducted, and this report was prepared pursuant to the requirements of §60.5371c (a) and (b). Based on my professional knowledge and experience, and inquiry of personnel involved in the assessment, the certification submitted herein is true, accurate, and complete. I am aware that knowingly false statements may be punishable by fine or imprisonment.'

# § 60.5390c What GHG standards apply to gas well liquids unloading operations at well designated facilities?

(a) *General requirements.* You must comply with the requirements of this section for each gas well liquids unloading operation at your gas well designated facility as specified by paragraphs (a)(1) and (2) of this section. You have a general duty to safely maximize resource recovery and minimize releases to the atmosphere during gas well liquids unloading operations.

(1) If a gas well liquids unloading operation technology or technique employed does not result in venting of methane emissions to the atmosphere, you must comply with the requirements specified in paragraphs (a)(1)(A) and (B) of this section. If an unplanned venting event occurs, you must meet the requirements specified in paragraphs (c) through (f) of this section.

(A) Comply with the recordkeeping requirements specified in § 60.5420c(c)(1)(i).

(B) Submit the information specified in § 60.5420c(b)(1) and (2)(i) in the annual report.

(2) If a gas well liquids unloading operation technology or technique vents methane emissions to the atmosphere, you must comply with the requirements specified in paragraphs (b) and (c), or paragraph (g) of this section.

(b) *Work Practice Standards.* If a gas well liquids unloading operation employs a technology or technique that vents methane emissions to the atmosphere, you must comply with the requirements in paragraphs (b)(1) through (3) and paragraphs (c) through (f) of this section.

(1) Employ best management practices to minimize venting of methane emissions as specified in paragraph (c) of this section for each gas well liquids unloading operation.

(2) Comply with the recordkeeping requirements specified in § 60.5420c(c)(1)(ii).

(3) Submit the information specified in 60.5420c(b)(1) and (2)(ii) in the annual report.

(c) Best management practice requirements. For each gas well liquids unloading operation complying with paragraphs (a)(2) and (b) of this section, you must develop, maintain, and follow a best management practice plan to minimize venting of methane emissions to the maximum extent possible from each gas well liquids unloading operation. This best management practice plan must meet the minimum criteria specified in paragraphs (c)(1) through (4) of this section.

(1) Include steps that create a differential pressure to minimize the need to vent a well to unload liquids,

(2) Include steps to reduce wellbore pressure as much as possible prior to opening the well to the atmosphere,

(3) Unload liquids through the separator where feasible, and

(4) Close all wellhead vents to the atmosphere and return the well to production as soon as practicable.

(d) Initial compliance. You must demonstrate initial compliance with the standards that apply to well liquids unloading operations at your well designated facilities as required by § 60.5410c(a).

(e) *Continuous compliance*. You must demonstrate continuous compliance with the standards that apply to well liquids unloading operations at your well designated facilities as required by § 60.5415c(a).

(f) *Recordkeeping and recording.* You must perform the required notification, recordkeeping and reporting requirements as specified in § 60.5420c(b)(2) and (c)(1).

(g) Other compliance options. Reduce methane emissions from well designated facilities gas wells that unload liquids by 95.0 percent by complying with the requirements specified in paragraphs (g)(1) and (2) of this section and meeting the initial and continuous compliance and recordkeeping and reporting requirements specified in paragraphs (g)(3) through (5) of this section.

(1) You must route emissions through a closed vent system to a control device that meets the conditions specified in  $\S$  60.5412c.

(2) You must route emissions through a closed vent system that meets the requirements of  $\S 60.5411c(a)$  and (c).

(3) You must demonstrate initial compliance with standards that apply to well designated facility gas well liquids unloading as required by § 60.5410c(b).

(4) You must demonstrate continuous compliance with standards that apply to well designated facility gas well liquids unloading as required by § 60.5415c(b).

(5) You must perform the reporting as required by 60.5420c(b)(1), (2), and (10) through (12), as applicable; and the recordkeeping as required by 60.5420c(c)(1), (7), and (9) through (12), as applicable.

# § 60.5391c What GHG standards apply to associated gas wells at well designated facilities?

(a) You must comply with either paragraph (a)(1), (2), (3), or (4) of this section for each associated gas well, except as provided in paragraphs (b), (c), and (d) of this section. You must also comply with paragraphs (f), (g), and (h) of this section.

(1) Recover the associated gas from the separator and route the recovered gas into a gas gathering flow line or collection system to a sales line.

(2) Recover the associated gas from the separator and use the recovered gas as an onsite fuel source.

(3) Recover the associated gas from the separator and use the recovered gas for another useful purpose that a purchased fuel or raw material would serve.

(4) Recover the associated gas from the separator and reinject the recovered gas into the well or inject the recovered gas into another well.

(b) If you meet one of the conditions in paragraphs (b)(1) or (2) of this section, you may route the associated gas to a control device that reduces methane emissions by at least 95.0 percent instead of complying with paragraph (a) of this section. The associated gas must be routed through a closed vent system that meets the requirements of § 60.5411c(a) and (c) and the control device must meet the conditions specified in § 60.5412c(a), (b), and (c).

(1) If the annual methane contained in the associated gas from your oil well is 40 tons per year or less at the initial compliance date, determined in accordance with paragraph (e) of this section.

(2) If you demonstrate and certify that it is not feasible to comply with paragraph (a)(1), (2), (3), and (4) of this section due to technical reasons by providing a detailed analysis documenting and certifying the technical reasons for this infeasibility in accordance with paragraphs (b)(2)(i) through (iv) of this section.

(i) In order to demonstrate that it is not feasible to comply with paragraph (a)(1), (2), (3), and (4) of this section, you must provide a detailed analysis documenting and certifying the technical reasons for this infeasibility. The demonstration must address the technical infeasibility for all options identified in (a)(1), (2), (3), and (4) of this section. Documentation of these demonstrations must be maintained in accordance with § 60.5420c(c)(2)(ii).

(ii) This demonstration must be certified by a professional engineer or another qualified individual with expertise in the uses of associated gas. The following certification, signed and dated by the qualified professional engineer or other qualified individual shall state: "I certify that the assessment of technical and safety infeasibility was prepared under my direction or supervision. I further certify that the assessment was conducted, and this report was prepared pursuant to the requirements of § 60.5391c(b)(1). Based on my professional knowledge and experience, and inquiry of personnel involved in the assessment, the certification submitted herein is true, accurate, and complete."

(iii) This demonstration and certification are valid for no more than 12 months. You must re-analyze the feasibility of complying with paragraphs (a)(1), (2), (3), and (4) of this section and finalize a new demonstration and certification each year.

(iv) Documentation of these demonstrations, along with the certifications, must be maintained in accordance with  $\S$  60.5420c(c)(3)(ii) and submitted in annual reports in accordance with  $\S$  60.5420c(b)(3).

(c) If you are complying with paragraph (a) of this section, you may

temporarily route the associated gas to a flare or control device in the situations and for the durations identified in paragraphs (c)(1), (2), (3), or (4) of this section. The associated gas must be routed through a closed vent system that meets the requirements of § 60.5411c(a) and (c) and the control device must meet the conditions specified in §60.5412c(a), (b) and (c). If you are routing to a flare, you must demonstrate that the §60.18 flare requirements are met during the period when the associated gas is routed to the flare. Records must be kept of all temporary flaring instances in accordance with §60.5420c(c)(3) and reported in the annual report in accordance with §60.5420c(b)(3).

(1) For equal to or less than 24 hours during a deviation caused by malfunction causing the need to flare.

(2) For equal to or less than 24 hours during repair, maintenance including blow downs, a bradenhead test, a packer leakage test, a production test, or commissioning.

(3) For (a)(1) and (b)(1) of this section, through the duration of a temporary interruption in service from the gathering or pipeline system, or 30 days, whichever is less.

(4) For 72 hours from the time that the associated gas does not meet pipeline specifications, or until the associated gas meets pipeline specifications, whichever is less.

(d) If you are complying with paragraph (a), (b), or (c) of this section, you may vent the associated gas in the situations and for the durations identified in paragraphs (d)(1), (2), or (3) of this section. Records must be kept of all venting instances in accordance with  $\S 60.5420c(c)(3)$  and reported in the annual report in accordance with  $\S 60.5420c(b)(3)$ .

(1) For up to 12 hours to protect the safety of personnel.

(2) For up to 30 minutes during bradenhead monitoring.

(3) For up to 30 minutes during a packer leakage test.

(e) Calculate the methane content in associated gas as specified in paragraph (e)(1) of this section and comply with paragraphs (e)(2) and (e)(3) of this section.

(1) Calculate the methane content in associated gas from your oil well using the following equation

## Equation 1 to paragraph (e)(1)

$$AG_{methane} = \frac{(GOR \times V \times M_{methane} \times 0.0192)}{907.2}$$

Where:

- $AG_{methane} = Amount of methane in associated gas from the oil well, tons methane per year$
- GOR = Gas to oil ratio for the well in standard cubic feet of gas per barrel of oil; oil here refers to hydrocarbon liquids produced of all API gravities. GOR is to be determined for the well using available data, an appropriate standard method published by a consensus-based standards organization which include, but are not limited to, the following: ASTM International, the American National Standards Institute (ANSI), the American Gas Association (AGA), the American Society of Mechanical Engineers (ASMÉ), the American Petroleum Institute (API), and the North American Energy Standards Board (NAESB), or in industry standard practice.
- V = Volume of oil produced in the calendar year preceding the initial compliance date, in barrels per year.
- $M_{methane}$  = mole fraction of methane in the associated gas.
- 0.0192 = density of methane gas at 60 °F and 14.7 psia in kilograms per cubic foot
- 907.2 = conversion of kilograms to tons, kilograms per ton

(2) You must maintain records of the calculation of the methane in associated gas from your oil well results in accordance with  $\S$  60.5410c(c)(3), and submit the information, as well as the background information, in the next annual report in accordance with  $\S$  60.5410c(b)(3).

(3) If a process change occurs that could increase the methane content in the associated gas, you must recalculate the methane content in accordance with paragraph (a)(d)(1) of this section.

(f) You must demonstrate initial compliance with the standards that apply to associated gas wells at well designated facilities as required by § 60.5410c(b).

(g) You must demonstrate continuous compliance with the standards that apply to associated gas wells at well designated facilities as required by § 60.5415c(b)(3).

(h) You must perform the required recordkeeping and reporting as required by 60.5420c(b)(3), (10) and (11), as applicable, and 60.5420c(c)(2) and (7) and (9) through (12), as applicable.

# § 60.5392c What GHG standards apply to centrifugal compressor designated facilities?

Each centrifugal compressor designated facility must comply with the GHG standards in paragraphs (a) through (d) of this section.

(a) Each centrifugal compressor designated facility that is a wet seal centrifugal compressor, each selfcontained wet seal centrifugal compressor, and each Alaska North Slope centrifugal compressor equipped with sour seal oil separator and capture system, must comply with the GHG standards, using volumetric flow rate as a surrogate, as specified in paragraphs (a)(1) and (2) of this section. Each centrifugal compressor designated facility that is a dry seal centrifugal compressor must comply with the GHG standards, using volumetric flow rate as a surrogate, as specified in paragraphs (a)(1) and (2) of this section, and either paragraph (a)(4) or (5) of this section. Alternatively, you have the option of complying with the GHG standards for your wet seal and dry seal centrifugal compressor by meeting the requirements specified in paragraph (a)(3), and either paragraph (a)(4) or (5) of this section.

(1) If you utilize a centrifugal compressor, you must comply with the GHG standards in paragraph (a)(1)(i) through (iii) of this section, and the seal repair requirements of paragraph (a)(1)(iv) of this section.

(i) You must conduct volumetric flow rate measurements from each wet seal centrifugal compressor (including each self-contained wet seal centrifugal compressor) vent using the methods specified in paragraph (a)(2) of this section and in accordance with the schedule specified in paragraphs (a)(1)(i)(A) and (B) of this section. The volumetric flow rate, measured in accordance with paragraph (a)(2) of this section, must not exceed 3 standard cubic feet per minute (scfm) per seal. If the individual seals are manifolded to a single open-vented line, the volumetric flow rate must not exceed the sum of the individual seals multiplied by 3 scfm. If the volumetric flow rate exceeds 3 scfm multiplied by the number of seals connected to the vent, the seals connected to the measured vent must be repaired as provided in paragraph (a)(1)(iv) of this section.

(A) You must conduct your first volumetric flow rate measurement from your wet seal centrifugal compressor (including self-contained wet seal centrifugal compressors) vents on or before 8,760 hours of operation 36 months after the state plan submittal deadline (as specified in § 60.5362c(c)), or on or before 8,760 hours of operation after startup, whichever date is later.

(B) You must conduct subsequent volumetric flow rate measurements from your wet seal centrifugal compressor (including self-contained wet seal centrifugal compressor) vents on or before 8,760 hours of operation after the previous measurement.

(ii) You must conduct volumetric flow rate measurements from each Alaska North Slope centrifugal compressor equipped with sour seal oil separator and capture system using the methods specified in paragraph (a)(2) of this section and in accordance with the schedule specified in paragraphs (a)(1)(ii)(A) and (B) of this section. The volumetric flow rate, measured in accordance with paragraph (a)(2) of this section, must not exceed 9 standard cubic feet per minute (scfm) per seal. If the individual seals are manifolded to a single open-vented line, the volumetric flow rate must not exceed the sum of the individual seals multiplied by 9 scfm. If the volumetric flow rate exceeds 9 scfm multiplied by the number of seals connected to the vent, the seals connected to the measured vent must be repaired as provided in paragraph (a)(1)(iv) of this section.

(A) You must conduct your first volumetric flow rate measurement from your centrifugal compressor equipped with sour seal oil separator and capture system utilized in Alaska wet seal vent on or before 8,760 hours of operation 36 months after the state plan submittal deadline (as specified in § 60.5362c(c)), or on or before 8,760 hours of operation after startup, whichever date is later.

(B) You must conduct subsequent volumetric flow rate measurements from your centrifugal compressor wet seal vents on or before 8,760 hours of operation after the previous measurement.

(iii) You must conduct volumetric flow rate vent measurements from each centrifugal compressor equipped with dry seals using the methods specified in paragraph (a)(2) of this section and in accordance with the schedule specified in paragraphs (a)(1)(iii)(A) and (B) of this section. The volumetric flow rate, measured in accordance with paragraph (a)(2) of this section, must not exceed 10 standard cubic feet per minute (scfm) per seal. If the individual seals are manifolded to a single open-vented line, the volumetric flow rate must not exceed the sum of the individual seals multiplied by 10 scfm. If the volumetric flow rate exceeds 10 scfm multiplied by the number of seals connected to the vent, the seals connected to the measured vent must be repaired as provided in paragraph (a)(1)(iv) of this section.

(A) You must conduct your first volumetric flow rate vent measurement from your centrifugal compressor equipped with a dry seal on or before 8,760 hours of operation 36 months after the state plan submittal deadline (as specified in § 60.5362c(c)), or on or before 8,760 hours of operation after startup, whichever date is later.

(B) You must conduct subsequent volumetric flow rate vent measurements from your centrifugal compressor equipped with a dry seal on or before 8,760 hours of operation after the previous measurement.

(iv) The seal must be repaired within 90 calendar days after the date of the volumetric emissions measurement that exceeds the applicable required flow rate per seal. You must conduct followup volumetric flow rate measurements from seal vents using the methods specified in paragraph (a)(2) of this section within 15 days after the repair to document that the rate has been reduced to less than the applicable required flow rate per seal. If the individual seals are manifolded to a single open-ended line or vent, the volumetric flow rate must be reduced to less than the sum of the individual seals multiplied by the applicable required flow rate per seal specified in paragraph (a)(1)(i) through (iii) of this section, as applicable. Delay of repair will be allowed if the conditions in paragraphs (a)(1)(iv)(A) or (B) of this section are met.

(A) If the repair of the wet or dry seal is technically infeasible, would require a vent blowdown, a compressor station shutdown, or would be unsafe to repair during operation of the unit, the repair must be completed during the next scheduled compressor station shutdown for maintenance, after a scheduled vent blowdown, or within 2 years of the date of the volumetric emissions measurement that exceeds the applicable required flow rate per seal, whichever is earliest. A vent blowdown is the opening of one or more blowdown valves to depressurize major production and processing equipment, other than a storage vessel.

(B) If the repair requires replacement of the compressor seal or a part thereof, but the replacement seal or part cannot be acquired and installed within the repair timelines specified under this section due to the condition specified in paragraph (a)(1)(iv)(B)(1) of this section, the repair must be completed in accordance with paragraph (a)(1)(iv)(B)(2) of this section and documented in accordance with  $\S$  60.5420c(c)(3)(iii)(F) through (H).

(1) Seal or part thereof supplies had been sufficiently stocked but are depleted at the time of the required repair.

(2) The required replacement seal or part must be ordered no later than 10 calendar days after the centrifugal compressor is added to the delay of repair list due to parts unavailability. The repair must be completed as soon as practicable, but no later than 30 calendar days after receipt of the replacement seal or part, unless the repair requires a compressor station shutdown. If the repair requires a compressor station shutdown, the repair must be completed in accordance with the timeframe specified in paragraph (a)(1)(iv)(A) of this section.

(2) You must determine the volumetric flow rates from your centrifugal compressor dry or wet seal vents as specified in paragraph (a)(2)(i) or (ii) of this section.

(i) For each dry or wet seal centrifugal compressor in operating-mode or in standby-pressurized-mode, determine volumetric flow rate at standard conditions from each dry or wet seal vent using one of the methods specified in paragraphs (a)(2)(i)(A) through (C) of this section.

(A) You may choose to use any of the methods set forth in §60.5405c(a) to screen for leaks/emissions. For the purposes of this paragraph, when using any of the methods in §60.5405c(a), emissions are detected whenever a leak is detected according to the method. If emissions are detected using the methods set forth in §60.5405c(a), then you must use one of the methods specified in paragraph (a)(2)(i)(B) or (C) of this section to determine the volumetric flow rate. If emissions are not detected using the methods in §60.5405c(a), then you may assume that the volumetric flow rate is zero.

(B) Use a temporary or permanent flow meter according to methods set forth in 60.5405c(b).

(C) Use a high-volume sampler according to the methods set forth in § 60.5405c(c).

(ii) For conducting measurements on manifolded groups of dry or wet seal centrifugal compressors, you must determine the volumetric flow rate from the compressor dry or wet seal as specified in paragraph (a)(2)(ii)(A) or (B) of this section. (A) Measure at a single point in the manifold downstream of all dry or wet seal compressor inputs and, if practical, prior to comingling with other noncompressor emission sources.

(B) Determine the volumetric flow rate at standard conditions from the common stack using one of the methods specified in paragraph (a)(2)(i)(A) through (C) of this section.

(3) As an alternative to meeting the requirements of paragraphs (a)(1) and (2) of this section for compressors with wet seals and dry seals, you have the option of reducing methane emissions from each centrifugal compressor wet seal fluid degassing system by 95.0 percent by meeting the requirements of paragraph (a)(4) of this section, or the option of routing the emissions from each centrifugal compressor wet seal fluid degassing system or dry seal system to a process by meeting the requirements of paragraph (a)(5) of this section.

(4) If you use a control device to reduce methane emissions by 95.0 percent, you must equip the wet seal fluid degassing system with a cover that meets the requirements of § 60.5411c(b). The cover must be connected through a closed vent system that meets the requirements of § 60.5411c(a) and (c) and the closed vent system must be routed to a control device that meets the conditions specified in § 60.5412c.

(5) If you route the emissions to a process, you must equip the wet seal fluid degassing system or dry seal system with a cover that meets the requirements of 60.5411c(b). The cover must be connected through a closed vent system that meets the requirements of 60.5411c(a) and (c).

(b) You must demonstrate initial compliance with the standards that apply to centrifugal compressor designated facilities as required by § 60.5410c(c).

(c) You must demonstrate continuous compliance with the standards that apply to centrifugal compressor designated facilities as required by § 60.5415c(c).

(d) You must perform the reporting as required by 60.5420c(b)(1) and (4) and (b)(10) through (12), as applicable; and the recordkeeping as required by 60.5420c(c)(3) and (c)(7) through (12), as applicable.

# § 60.5393c What GHG standards apply to reciprocating compressor designated facilities?

Each reciprocating compressor designated facility must comply with the GHG standards, using volumetric flow rate as a surrogate, in paragraphs (a) through (c) of this section, or the GHG standards in paragraph (d) of this section. You must also comply with the requirements in paragraphs (e) through (g) of this section.

(a) The volumetric flow rate of each cylinder, measured in accordance with paragraph (b) or (c) of this section, must not exceed 2 scfm per individual cylinder. If the individual cylinders are manifolded to a single open-ended vent line, the volumetric flow rate must not exceed the sum of the individual cylinders multiplied by 2 scfm. You must conduct measurements of the volumetric flow rate in accordance with the schedule specified in paragraphs (a)(1) and (2) of this section and determine the volumetric flow rate per cylinder in accordance with paragraph (b) or (c) of this section. If the volumetric flow rate, measured in accordance with paragraph (b) or (c) of this section, for a cylinder exceeds 2 scfm per cylinder (or a combined volumetric flow rate greater than the number of compression cylinders multiplied by 2 scfm), the rod packing or packings must be repaired or replaced as provided in paragraph (a)(3) of this section.

(1) You must conduct your first volumetric flow rate measurements from your reciprocating compressor rod packing vent on or before 8,760 hours of operation after the effective date of an approved state or Tribal plan, on or before 8,760 hours of operation after last rod packing replacement, or on or before 8,760 hours of operation after startup, whichever date is later.

(2) You must conduct subsequent volumetric flow rate measurements from your reciprocating compressor rod packing vent on or before 8,760 hours of operation after the previous measurement which demonstrates compliance with the applicable volumetric flow rate of 2 scfm per cylinder (or a combined cylinder volumetric flow rate greater than the number of compression cylinders multiplied by 2 scfm), or on or before 8,760 hours of operation after last rod packing replacement, whichever date is later.

(3) The rod packing must be repaired or replaced within 90 calendar days after the date of the volumetric emissions measurement that exceeded 2 scfm per cylinder. You must conduct follow-up volumetric flow rate measurements from compressor vents using the methods specified in paragraph (b) of this section within 15 days after the repair (or rod packing replacement) to document that the rate has been reduced to less than 2 scfm per cylinder. Delay of repair will be allowed if the conditions in paragraphs (a)(3)(i) or (ii) of this section are met.

(i) If the repair (or rod packing replacement) is technically infeasible, would require a vent blowdown, a compressor station shutdown, or would be unsafe to repair during operation of the unit, the repair (or rod packing replacement) must be completed during the next scheduled compressor station shutdown for maintenance, after a scheduled vent blowdown, or within 2 years of the date of the volumetric emissions measurement that exceeds the applicable required flow rate per cylinder, whichever is earliest. A vent blowdown is the opening of one or more blowdown valves to depressurize major production and processing equipment, other than a storage vessel.

(ii) If the repair requires replacement of the rod packing or a part, but the replacement cannot be acquired and installed within the repair timelines specified under this section due to the condition specified in paragraph (a)(3)(ii)(A) of this section, the repair must be completed in accordance with paragraph (a)(3)(ii)(B) of this section and documented in accordance with § 60.5420c(c)(4)(viii) through (x).

(A) Rod packing or part supplies had been sufficiently stocked but are depleted at the time of the required repair.

(B) The required rod packing or part replacement must be ordered no later than 10 calendar days after the reciprocating compressor is added to the delay of repair list due to parts unavailability. The repair must be completed as soon as practicable, but no later than 30 calendar days after receipt of the replacement rod packing or part, unless the repair requires a compressor station shutdown. If the repair requires a compressor station shutdown, the repair must be completed in accordance with the timeframe specified in paragraph (a)(3)(i) of this section.

(b) You must determine the volumetric flow rate per cylinder from your reciprocating compressor as specified in paragraph (b)(1) or (2) of this section.

(1) For reciprocating compressor rod packing equipped with an open-ended vent line on compressors in operating or standby pressurized mode, determine the volumetric flow rate of the rod packing using one of the methods specified in paragraphs (b)(1)(i) through (iii) of this section.

(i) Determine the volumetric flow rate at standard conditions from the openended vent line using a high-volume sampler according to methods set forth in 60.5405c(c). (ii) Determine the volumetric flow rate at standard conditions from the open-ended vent line using a temporary or permanent meter, according to methods set forth in § 60.5405c(b).

(iii) Any of the methods set forth in §60.5405c(a) to screen for leaks and emissions. For the purposes of this paragraph, emissions are detected whenever a leak is detected according to any of the methods in §60.5405c(a). If emissions are detected using the methods set forth in §60.5405c(a), then vou must use one of the methods specified in paragraph (b)(1)(i) and (ii) of this section to determine the volumetric flow rate per cylinder. If emissions are not detected using the methods in §60.5405c(a), then you may assume that the volumetric flow rate is zero

(2) For reciprocating compressor rod packing not equipped with an openended vent line on compressors in operating or standby pressurized mode, you must determine the volumetric flow rate of the rod packing using the methods specified in paragraphs (b)(2)(i) and (ii) of this section.

(i) You must use the methods described in § 60.5405c(a) to conduct leak detection of emissions from the rod packing case into an open distance piece, or, for compressors with a closed distance piece, you must conduct annual leak detection of emissions from the rod packing vent, distance piece vent, compressor crank case breather cap, or other vent emitting gas from the rod packing.

(ii) You must measure emissions found in paragraph (b)(2)(i) of this section using a meter or high-volume sampler according to methods set forth in § 60.5405c(b) or (c).

(c) For conducting measurements on manifolded groups of reciprocating compressor designated facilities, you must determine the volumetric flow rate from reciprocating compressor rod packing vent as specified in paragraph (c)(1) and (2) of this section.

(1) Measure at a single point in the manifold downstream of all compressor vent inputs and, if practical, prior to comingling with other non-compressor emission sources.

(2) Determine the volumetric flow rate per cylinder at standard conditions from the common stack using one of the methods specified in paragraph (c)(2)(i) through (iv) of this section.

(i) A temporary or permanent flow meter according to the methods set forth in § 60.5405c(b).

(ii) A high-volume sampler according to methods set forth § 60.5405c(c).

(iii) An alternative method, as set forth in 60.5405c(d).

(iv) Any of the methods set forth in § 60.5405c(a) to screen for emissions. For the purposes of this paragraph, emissions are detected whenever a leak is detected when using any of the methods in § 60.5405c(a). If emissions are detected using the methods set forth in § 60.5405c(a), then you must use one of the methods specified in paragraph (c)(2)(i) through (iii) of this section to determine the volumetric flow rate per cylinder. If emissions are not detected using the methods in § 60.5405c(a), then you may assume that the volumetric flow rate is zero.

(d) As an alternative to complying with the GHG standards in paragraphs (a) through (c) of this section, owners or operators can meet the requirements specified in paragraph (d)(1), (2), or (3) of this section.

(1) Collect the methane emissions from your reciprocating compressor rod packing using a rod packing emissions collection system that is operated to route the rod packing emissions to a process. In order to comply with this option, you must equip the reciprocating compressor with a cover that meets the requirements of § 60.5411c(b). The cover must be connected through a closed vent system that meets the requirements of § 60.5411c(a) and (c).

(2) Reduce methane emissions from each rod packing emissions collection system by using a control device that reduces methane emissions by 95.0 percent. In order to comply with this option, you must equip the reciprocating compressor with a cover that meets the requirements of  $\S$  60.5411c(b). The cover must be connected through a closed vent system that meets the requirements of  $\S$  60.5411c(a) and (c) and the closed vent system must be routed to a control device that meets the conditions specified in  $\S$  60.5412c.

(3) As an alternative to conducting the required volumetric flow rate measurements under paragraph (a) of this section, an owner or operator can choose to comply by replacing the rod packing on or before 8,760 hours of operation after the effective date of the final rule, on or before 8,760 hours of operation after the previous flow rate measurement, or on or before 8,760 hours of operation after the date of the most recent compressor rod packing replacement, whichever date is later.

(e) You must demonstrate initial compliance with standards that apply to reciprocating compressor designated facilities as required by § 60.5410c(d).

(f) You must demonstrate continuous compliance with standards that apply to

reciprocating compressor designated facilities as required by § 60.5415c(f).

(g) You must perform the reporting requirements as specified in § 60.5420c(b)(1), (5), (10), and (11), as applicable; and the recordkeeping requirements as specified in § 60.5420c(c)(4) and (7) through (11), as applicable.

## §60.5394c What GHG standards apply to process controller designated facilities?

Each process controller designated facility must comply with the GHG standards in this section.

(a) You must design and operate each process controller designated facility with zero methane emissions to the atmosphere, except as provided in paragraph (b) of this section.

(1) If you comply by routing the emissions to a process, emissions must be routed to a process through a closed vent system.

(2) If you comply by using a selfcontained natural gas-driven process controller, you must design and operate each self-contained natural gas-driven process controller with no identifiable emissions, as demonstrated by § 60.5416c(b).

(b) For each process controller designated facility located at a site in Alaska that does not have access to electrical power, you may comply with either paragraphs (b)(1) and (2) of this section or with paragraph (b)(3) of this section, instead of complying with paragraph (a) of this section.

(1) With the exception of natural gasdriven continuous bleed controllers that meet the condition in paragraph (b)(1)(i) of this section and that comply with paragraph (b)(1)(ii) of this section, each natural gas-driven continuous bleed process controller in the process controller designated facility must have a bleed rate less than or equal to 6 standard cubic feet per hour (scfh).

(i) A natural gas-driven continuous bleed process controller with a bleed rate higher than 6 scfh may be used if the requirements of paragraph (b)(1)(ii) of this section are met.

(ii) You demonstrate that a natural gas-driven continuous bleed controller with a bleed rate higher than 6 scfh is required. The demonstration must be based on the specific functional need, including but not limited to response time, safety, or positive actuation.

(2) Each natural gas-driven intermittent vent process controller in the process controller designated facility must comply with the requirements in paragraphs (b)(2)(i) and (ii) of this section.

(i) Each natural gas-driven intermittent vent process controller

must not emit to the atmosphere during idle periods.

(ii) You must monitor each natural gas-driven intermittent vent process controller to ensure that it is not emitting to the atmosphere during idle periods, as specified in paragraphs
(b)(2)(ii)(A) through (C) of this section.

(A) Monitoring must be conducted at the same frequency as specified for fugitive emissions components designated facilities located at the same type of site, as specified in § 60.5397c(g).

(B) You must include the monitoring of each natural gas-driven intermittent vent process controller in the monitoring plan required in § 60.5397c(b).

(C) When monitoring identifies emissions to the atmosphere from a natural gas-driven intermittent vent controller during idle periods, you must take corrective action by repairing or replacing the natural gas-driven intermittent vent process controller within 5 calendar days of the date the emissions to the atmosphere were detected. After the repair or replacement of a natural gas-driven intermittent vent process controller, you must re-survey the natural gas-driven intermittent vent process controller within five days to verify that it is not venting emissions during idle periods.

(3) You must reduce methane emissions from all controllers in the process controller designated facility by 95.0 percent. You must route emissions through a closed vent system to a control device through a closed vent system that meets the conditions specified in § 60.5412c.

(c) If you route process controller emissions to a process or a control device, you must route the process controller designated facility emissions through a closed vent system that meets the requirements of § 60.5411c(a) and (c).

(d) You must demonstrate initial compliance with standards that apply to process controller designated facilities as required by § 60.5410c(e).

(e) You must demonstrate continuous compliance with standards that apply to process controller designated facilities as required by § 60.5415c(g).

(f) You must perform the reporting as required by 60.5420c(b)(1), (6) and (10) through (12), as applicable, and the recordkeeping as required by 60.5420c(c)(5), (7), and (9) through (12), as applicable.

## §60.5395c What GHG standards apply to pump designated facilities?

Each pump designated facility, you must comply with the GHG standards in this section.

(a) For each pump designated facility meeting the criteria specified in paragraphs (a)(1) or (2) of this section, you must design and operate the pump designated facility with zero methane emissions to the atmosphere. If you comply by routing the pump designated facility emissions to a process, the emissions must be routed to the process through a closed vent system.

(1) The pump designated facility is located at a site that has access to electrical power.

(2) The pump designated facility is located at a site that does not have access to electrical power and also has three or more natural gas-driven diaphragm pumps.

(b)(1) For each pump designated facility located at a site that does not have access to electrical power and that also has fewer than three natural gasdriven diaphragm pumps, you must comply with paragraph (b)(2) or (3) of this section, except as provided in paragraphs (b)(4) through (8) of this section.

(2) Emissions from the pump designated facility must be routed through a closed vent system to a process if a vapor recovery unit is onsite.

(3) If a vapor recovery unit is not onsite, you must reduce methane emissions from the pump designated facility by 95.0 percent. You must route designated pump facility emissions through a closed vent system to a control device meeting the conditions specified in § 60.5412c.

(4) You are not required to install an emissions control device or a vapor recovery unit, if such a unit is necessary to enable emissions to be routed to a process, solely for the purpose of complying with the requirements of paragraphs (b)(2) or (3) of this section. If no control device capable of achieving a 95.0 percent emissions reduction and no vapor recovery unit is present on site, you must comply with paragraph (b)(5) or (6) of this section, as applicable. For the purposes of this section, boilers and process heaters are not considered to be control devices.

(5) If an emissions control device is on site but is unable to achieve a 95.0 percent emissions reduction, you must route the pump designated facility emissions through a closed vent system to that control device. You must certify that there is no vapor recovery unit on site and that there is no control device capable of achieving a 95.0 percent emissions reduction on site.

(6) If there is no vapor recovery unit on site and no emission control device is on site, you must certify that there is no vapor recovery unit or emissions control device on site. If you subsequently install a control device or vapor recovery unit, you must meet the requirements of paragraphs (b)(6)(i) and (ii) of this section.

(i) You must be in compliance with the requirements of paragraphs (b)(1) through (3) of this section, as applicable, within 30 days of startup of the control device or vapor recovery unit.

(ii) You must maintain the records in § 60.5420c(c)(14)(ii) and (v), as applicable. You are no longer required to maintain the records in § 60.5420c(c)(14)(vi).

(7) If an owner or operator complying with paragraph (b)(1) of this section determines, through an engineering assessment, that routing the pump designated facility emissions to a control device or to a process is technically infeasible, the requirements specified in paragraphs (b)(7)(i) through (iii) of this section must be met.

(i) The owner or operator must conduct the assessment of technical infeasibility in accordance with the criteria in paragraph (b)(7)(ii) of this section and have it certified by either a qualified professional engineer or an inhouse engineer with expertise on the design and operation of the pump designated facility and the control device or processes at the site in accordance with paragraph (b)(7)(iii) of this section.

(ii) The assessment of technical infeasibility to route emissions from the pump designated facility to an existing control device or process must include, but is not limited to, safety considerations, distance from the control device or process, pressure losses and differentials in the closed vent system, and the ability of the control device or process to handle the pump designated facility emissions which are routed to them. The assessment of technical infeasibility must be prepared under the direction or supervision of the qualified professional engineer or in-house engineer who signs the certification in accordance with paragraph (b)(7)(iii) of this section.

(iii) The following certification, signed and dated by the qualified professional engineer or in-house engineer, must state: "I certify that the assessment of technical infeasibility was prepared under my direction or supervision. I further certify that the assessment was conducted and this report was prepared pursuant to the requirements of § 60.5395c(b)(5)(ii). Based on my professional knowledge and experience, and inquiry of personnel involved in the assessment, the certification submitted herein is true, accurate, and complete."

(8) If the pump designated facility emissions are routed to a control device or process and the control device or process is subsequently removed from the location or is no longer available such that there is no option to route to a control device or process, you are no longer required to be in compliance with the requirements of paragraph (b)(2) or (3) of this section, and instead must comply with paragraph (b)(6) of this section.

(c) If you use a control device or route to a process to reduce emissions, you must route the pump designated facility emissions through a closed vent system that meets the requirements of § 60.5411c(a) and (c).

(d) You must demonstrate initial compliance with standards that apply to pump designated facilities as required by § 60.5410c(f).

(e) You must demonstrate continuous compliance with the standards that apply to pump designated facilities as required by § 60.5415c(d).

(f) You must perform the reporting as required by 60.5420c(b)(1), (9), and (b)(10) through (12), as applicable, and the recordkeeping as required by 60.5420c(c)(7), (c)(9) through (12), and (14), as applicable.

## § 60.5396c What GHG standards apply to storage vessel designated facilities?

Each storage vessel designated facility must comply with the GHG standards in this section, except as provided in paragraph (e) of this section.

(a) General requirements. You must comply with the requirements of paragraphs (a)(1) and (2) of this section. After 12 consecutive months of compliance with paragraph (a)(2) of this section, you may continue to comply with paragraph (a)(2) of this section, or you may comply with paragraph (a)(3) of this section, if applicable. If you choose to meet the requirements of paragraph (a)(3) of this section, you are not required to comply with the requirements of paragraph (a)(2) of this section except as provided in paragraphs (a)(3)(i) and (ii) of this section.

(1) Determine the potential for methane emissions in accordance with 60.5386c(e)(2).

(2) Reduce methane emissions by 95.0 percent.

(3) Maintain the uncontrolled actual methane emissions from the storage vessel designated facility at less than 14

tpy without considering control in accordance with paragraphs (a)(3)(i) through (iii) of this section. Prior to using the uncontrolled actual methane emission rates for compliance purposes, you must demonstrate that the uncontrolled actual methane emissions have remained less than 14 tpy as determined monthly for 12 consecutive months. After such demonstration, you must determine the uncontrolled actual rolling 12-month determination methane emissions rates each month. The uncontrolled actual methane emissions must be calculated using a generally accepted model or calculation methodology which account for flashing, working, and breathing losses, and the calculations must be based on the actual average throughput, temperature, and separator pressure for the month. You may no longer comply with this paragraph and must instead comply with paragraph (a)(2) of this section if your storage vessel designated facility meets the conditions specified in paragraphs (a)(3)(i) or (ii) of this section.

(i) If a well feeding the storage vessel designated facility undergoes fracturing or refracturing, you must comply with paragraph (a)(2) of this section as soon as liquids from the well following fracturing or refracturing are routed to the storage vessel designated facility.

(ii) If the rolling 12-month emissions determination required in this section indicates that methane emissions increase to 14 tpy or greater from your storage vessel designated facility and the increase is not associated with fracturing or refracturing of a well feeding the storage vessel designated facility, you must comply with paragraph (a)(2) of this section within 30 days of the monthly determination.

(b) *Control requirements.* (1) Except as required in paragraph (b)(2) of this section, if you use a control device to reduce methane emissions from your storage vessel designated facility, you must meet all of the design and operational criteria specified in paragraphs (b)(1)(i) through (iv) of this section.

(i) Each storage vessel in the tank battery must be equipped with a cover that meets the requirements of § 60.5411c(b);

(ii) The storage vessels must be manifolded together with piping such that all vapors are shared among the headspaces of the storage vessels in the tank battery;

(iii) The tank battery must be equipped with one or more closed vent system that meets the requirements of § 60.5411c(a) and (c); and (iv) The vapors collected in paragraphs (b)(1)(ii) and (iii) of this section must be routed to a control device that meets the conditions specified in § 60.5412c. As an alternative to routing the closed vent system to a control device, you may route the closed vent system to a process.

(2) For storage vessel designated facilities that do not have flashing emissions and that are not located at well sites or centralized production facilities, you may use a floating roof to reduce emissions. If you use a floating roof to reduce emissions, you must meet the requirements of  $\S$  60.112b(a)(1) or (2) and the relevant monitoring, inspection, recordkeeping, and reporting requirements in subpart Kb of this part. You must submit a statement that you are complying with  $\S$  60.112b(a)(1) or (2) with the initial annual report specified in  $\S$  60.5420c(b)(1) and (7).

(c) Requirements for storage vessel designated facilities that are removed from service or returned to service. If you remove a storage vessel designated facility from service or remove a portion of a storage vessel designated facility from service, you must comply with the applicable paragraphs (c)(1) through (4) of this section. A storage vessel is not a designated facility under this subpart for the period that it is removed from service.

(1) For a storage vessel designated facility to be removed from service, you must comply with the requirements of paragraphs (c)(1)(i) and (ii) of this section.

(i) You must completely empty and degas each storage vessel, such that each storage vessel no longer contains crude oil, condensate, produced water or intermediate hydrocarbon liquids. A storage vessel where liquid is left on walls, as bottom clingage or in pools due to floor irregularity is considered to be completely empty.

(ii) You must submit a notification as required in § 60.5420c(b)(7)(viii) in your next annual report, identifying each storage vessel designated facility removed from service during the reporting period and the date of its removal from service.

(2) For a portion of a storage vessel designated facility to be removed from service, you must comply with the requirements of paragraphs (c)(2)(i) through (iv) of this section.

(i) You must completely empty and degas the storage vessel(s), such that the storage vessel(s) no longer contains crude oil, condensate, produced water or intermediate hydrocarbon liquids. A storage vessel where liquid is left on walls, as bottom clingage or in pools

due to floor irregularity is considered to be completely empty.

(ii) You must disconnect the storage vessel(s) from the tank battery by isolating the storage vessel(s) from the tank battery such that the storage vessel(s) is no longer manifolded to the tank battery by liquid or vapor transfer.

(iii) You must submit a notification as required in § 60.5420c(b)(7)(viii) in your next annual report, identifying each storage vessel removed from service during the reporting period, the impacted storage vessel designated facility, and the date of its removal from service.

(iv) The remaining storage vessel(s) in the tank battery remain a storage vessel designated facility and must continue to comply with the applicable requirements of paragraphs (a) and (b) of this section.

(3) If a storage vessel identified in paragraph (c)(1)(ii) or (c)(2)(iii) of this section is returned to service, you must determine its designated facility status as provided in 60.5386c(e)(5).

(4) For each storage vessel designated facility or portion of a storage vessel designated facility returned to service during the reporting period, you must submit a notification in your next annual report as required in  $\S$  60.5420c(b)(7)(ix), identifying each storage vessel designated facility or portion of a storage vessel designated facility or facility and the date of its return to service.

(d) *Compliance, notification, recordkeeping, and reporting.* You must comply with paragraphs (d)(1) through (3) of this section.

(1) You must demonstrate initial compliance with standards as required by § 60.5410c(h).

(2) You must demonstrate continuous compliance with standards as required by § 60.5415c(h).

(3) You must perform the required reporting as required by 60.5420c(b)(1) and (7) and (b)(10) through (12), as applicable and the recordkeeping as required by § 60.5420c(c)(6) and (c)(7) through (12), as applicable.

(e) *Exemptions.* This subpart does not apply to storage vessels subject to and controlled in accordance with the requirements for storage vessels in subpart Kb of this part, and 40 CFR part 63, subparts G, CC, HH, or WW.

### § 60.5397c What GHG standards apply to fugitive emissions components designated facilities?

This section applies to fugitive emissions components designated facilities. You must comply with the requirements of paragraphs (a) through (l) of this section to reduce fugitive emissions of methane. The requirements of this section are independent of the cover and closed vent system requirements of 60.5411c.

(a) General requirements. You must monitor all fugitive emissions components in accordance with paragraphs (b) through (g) of this section. You must repair all sources of fugitive emissions in accordance with paragraph (h) of this section. You must demonstrate initial compliance in accordance with paragraph (i) of this section. You must keep records in accordance with paragraph (j) of this section and report in accordance with paragraph (k) of this section. You must meet the requirements for well closures in accordance with paragraph (l) of this section.

(b) *Develop fugitive emissions monitoring plan.* You must develop a fugitive emissions monitoring plan that covers all fugitive emissions components designated facilities within each company-defined area in accordance with paragraphs (c) and (d) of this section.

(c) Fugitive emissions monitoring plan. Your fugitive emissions monitoring plan must include the elements specified in paragraphs (c)(1) through (8) of this section, at a minimum.

(1) Frequency for conducting surveys. Surveys must be conducted at least as frequently as required by paragraphs (f) and (g) of this section.

(2) Technique for determining fugitive emissions (*i.e.*, AVO or other detection methods, Method 21 of appendix A–7 to this part; and/or OGI and meeting the requirements of paragraphs (c)(7)(i) through (vii) of this section).

(3) Manufacturer and model number of fugitive emissions detection equipment to be used, if applicable.

(4) Procedures and timeframes for identifying and repairing fugitive emissions components from which fugitive emissions are detected, including timeframes for fugitive emission components that are unsafe to repair. Your repair schedule must meet the requirements of paragraph (h) of this section at a minimum.

(5) Procedures and timeframes for verifying fugitive emission component repairs.

(6) Records that will be kept and the length of time records will be kept.

(7) If you are using OGI, your plan must also include the elements specified in paragraphs (c)(7)(i) through (vii) of this section.

(i) Verification that your OGI equipment meets the specifications of paragraphs (c)(7)(i)(A) and (B) of this section. This verification is an initial

verification, and may either be performed by the facility, by the manufacturer, or by a third party. For the purposes of complying with the fugitive emissions monitoring program with OGI, fugitive emissions are defined as any visible emissions observed using OGI.

(A) Your OGI equipment must be capable of imaging gases in the spectral range for the compound of highest concentration in the potential fugitive emissions.

(B) Your OGI equipment must be capable of imaging a gas that is half methane, half propane at a concentration of 10,000 ppm at a flow rate of  $\leq$ 60 g/hr from a quarter inch diameter orifice.

(ii) Procedure for a daily verification check.

(iii) Procedure for determining the operator's maximum viewing distance from the equipment and how the operator will ensure that this distance is maintained.

(iv) Procedure for determining maximum wind speed during which monitoring can be performed and how the operator will ensure monitoring occurs only at wind speeds below this threshold.

(v) Procedures for conducting surveys, including the items specified in paragraphs (c)(7)(v)(A) through (C) of this section.

(A) How the operator will ensure an adequate thermal background is present in order to view potential fugitive emissions.

(B) How the operator will deal with adverse monitoring conditions, such as wind.

(C) How the operator will deal with interferences (*e.g.*, steam).

(vi) Training and experience needed prior to performing surveys.

(vii) Procedures for calibration and maintenance. At a minimum, procedures must comply with those recommended by the manufacturer.

(8) If you are using Method 21 of appendix A–7 to this part, your plan must also include the elements specified in paragraphs (c)(8)(i) through (iv) of this section. For the purposes of complying with the fugitive emissions monitoring program using Method 21 of appendix A–7 to this part, a fugitive emission is defined as an instrument reading of 500 ppmv or greater.

(i) Verification that your monitoring equipment meets the requirements specified in Section 6.0 of Method 21 of appendix A–7 to this part. For purposes of instrument capability, the fugitive emissions definition shall be 500 ppmv or greater methane using a FID-based instrument. If you wish to use an analyzer other than a FID-based instrument, you must develop a sitespecific fugitive emission definition that would be equivalent to 500 ppmv methane using a FID-based instrument (e.g., 10.6 eV PID with a specified isobutylene concentration as the fugitive emission definition would provide equivalent response to your compound of interest).

(ii) Procedures for conducting surveys. At a minimum, the procedures shall ensure that the surveys comply with the relevant sections of Method 21 of appendix A–7 to this part, including Section 8.3.1.

(iii) *Procedures for calibration*. The instrument must be calibrated before use each day of its use by the procedures specified in Method 21 of appendix A–7 to this part. At a minimum, you must also conduct precision tests at the interval specified in Method 21 of appendix A–7 to this part, Section 8.1.2, and a calibration drift assessment at the end of each monitoring day. The calibration drift assessment must be conducted as specified in paragraph (c)(8)(iii)(A) of this section. Corrective action for drift assessments is specified in paragraphs (c)(8)(iii)(B) and (C) of this section.

(A) Check the instrument using the same calibration gas that was used to calibrate the instrument before use. Follow the procedures specified in Method 21 of appendix A–7 to this part, Section 10.1, except do not adjust the meter readout to correspond to the calibration gas value. If multiple scales are used, record the instrument reading for each scale used. Divide the arithmetic difference of the initial and post-test calibration response by the corresponding calibration gas value for each scale and multiply by 100 to express the calibration drift as a percentage.

(B) If a calibration drift assessment shows a negative drift of more than 10 percent, then all equipment with instrument readings between the fugitive emission definition multiplied by (100 minus the percent of negative drift) divided by 100 and the fugitive emission definition that was monitored since the last calibration must be remonitored.

(C) If any calibration drift assessment shows a positive drift of more than 10 percent from the initial calibration value, then, at the owner/operator's discretion, all equipment with instrument readings above the fugitive emission definition and below the fugitive emission definition multiplied by (100 plus the percent of positive drift) divided by 100 monitored since the last calibration may be re-monitored. (iv) Procedures for monitoring yard piping (other than buried yard piping). At a minimum, place the probe inlet at the surface of the yard piping and run the probe down the length of the piping. Connection points on the piping must be monitored following the procedures specified in Method 21 of appendix A– 7 to this part.

(d) Additional elements of fugitive emissions monitoring plan. Each fugitive emissions monitoring plan must include the elements specified in paragraphs (d)(1) and (2) of this section, at a minimum, as applicable.

(1) If you are using OGI, your plan must include procedures to ensure that all fugitive emissions components, except buried yard piping and associated components (*e.g.*, connectors), are monitored during each survey. Example procedures include, but are not limited to, a sitemap with an observation path, a written narrative of where the fugitive emissions components are located and how they will be monitored, or an inventory of fugitive emissions components.

(2) If you are using Method 21 of appendix A–7 to this part, your plan must include a list of fugitive emissions components to be monitored and method for determining the location of fugitive emissions components to be monitored in the field (e.g., tagging, identification on a process and instrumentation diagram, etc.). Your fugitive emissions monitoring plan must include the written plan developed for all of the fugitive emissions components designated as difficult-to-monitor in accordance with paragraph (g)(2) of this section, and the written plan for fugitive emissions components designated as unsafe-to-monitor in accordance with paragraph (g)(3) of this section.

(e) Monitoring of fugitive emissions components. Each fugitive emissions component, except buried yard piping and associated components (e.g., connectors), shall be observed or monitored for fugitive emissions during each monitoring survey.

(f) *Initial monitoring survey*. You must conduct initial monitoring surveys according to the requirements specified in paragraphs (f)(1) through (3) of this section.

(1) At single wellhead only sites and small sites, you must conduct an initial monitoring survey using audible, visual, and olfactory (AVO), or any other detection methods (*e.g.*, OGI), within 90 days of the startup of production, for each fugitive emissions components designated facility or by 90 days after the state plan submittal deadline (as specified in § 60.5362c(c)), whichever date is later.

(2) For multi-wellhead only well sites, well sites or centralized production facilities that contain the major production and processing equipment specified in paragraphs (g)(1)(iv)(A), (B), (C), or (D) of this section, and compressor station sites, you must conduct an initial monitoring survey using OGI or Method 21 to appendix A-7 to this part within 90 days of the effective date of your state or Tribal plan, for each fugitive emissions components designated facility, or by 36 months after the state plan submittal deadline (as specified in §60.5362c(c)), whichever date is later.

(3) Notwithstanding the deadlines, specified in paragraphs (f)(1) through (3) of this section for each fugitive emissions components designated facility located on the Alaskan North Slope, that would be subject to monitoring between September and March, you must conduct an initial monitoring survey within 6 months, or by the following June 30, whichever date is latest.

(g) Monitoring frequency. A monitoring survey of each fugitive emissions components designated facility must be performed as specified in paragraph (g)(1) of this section, with the exceptions noted in paragraphs (g)(2) through (4) of this section. Monitoring for fugitive emissions components designated facilities located at well sites and centralized production facilities that have wells located onsite must continue at the specified frequencies in paragraphs (g)(1)(i), (ii), (iii), (iv) and (vi) of this section until the well closure requirements of paragraph (l) of this section are completed.

(1) A monitoring survey of the fugitive emissions components designated facilities must be conducted using the methods and at the frequencies specified in paragraphs (g)(1)(i) through (vi) of this section.

(i) A monitoring survey of the fugitive emissions component designated facilities located at single wellhead only well sites must be conducted at least quarterly using AVO, or any other detection method after the initial survey, except as specified in paragraph (g)(1)(vi) of this section. Any indications of fugitive emissions using these methods are considered fugitive emissions that must be repaired in accordance with paragraph (h) of this section.

(ii) A monitoring survey of the fugitive emissions component designated facilities located at small well sites must be conducted at least quarterly using AVO, or any other detection method, after the initial survey except as specified in paragraph (g)(1)(vi) of this section. Any indications of fugitive emissions using these methods are considered fugitive emissions that must be repaired in accordance with paragraph (h) of this section. At small well sites with an uncontrolled storage vessel, a visual inspection of all thief hatches and other openings on the storage vessel that are fugitive emissions components must be conducted in conjunction with the monitoring survey to ensure that they are kept closed and sealed at all times except during times of adding or removing material, inspecting or sampling material, or during required maintenance operations. If evidence of a deviation from this requirement is found, you must take corrective action. At small well sites with a separator, a visual inspection of all separator dump valves to ensure the dump valve is free of debris and not stuck in an open position must be conducted in conjunction with the monitoring survey. Any dump valve not operating as designed must be repaired.

(iii) A monitoring survey of the fugitive emissions components designated facilities located at multiwellhead only well sites must be conducted in accordance with paragraphs (g)(1)(iii)(A) and (B) of this section, except as specified in paragraph (g)(1)(vi) of this section.

(A) A monitoring survey must be conducted at least quarterly using AVO, or any other detection method after the initial survey. Any indications of fugitive emissions using these methods are considered fugitive emissions that must be repaired in accordance with paragraph (h) of this section.

(B) A monitoring survey must be conducted at least semiannually using OGI or Method 21 of appendix A–7 to this part after the initial survey. Consecutive semiannual surveys must be conducted at least 4 months apart and no more than 7 months apart.

(iv) A monitoring survey of the fugitive emissions components designated facilities located at well sites or centralized production facilities that contain the major production and processing equipment specified in paragraphs (g)(1)(iv)(A), (B), (C), or (D) of this section must be conducted at the frequencies in paragraphs (g)(1)(iv)(E) and (F) of this section, except as specified in paragraph (g)(1)(vi) of this section.

(A) One or more controlled storage vessels or tank batteries.

(B) One or more control devices.

(C) One or more natural gas-driven process controllers or pumps.

(D) Two or more pieces of major production and processing equipment not specified in paragraphs (g)(1)(iv)(A) through (C) of this section.

(E) A monitoring survey must be conducted at least bimonthly using AVO, or any other detection method after the initial survey. Any indications of fugitive emissions using these methods are considered fugitive emissions that must be repaired in accordance with paragraph (h) of this section. A visual inspection of all thief hatches and other openings on storage vessels (or tank batteries) that are fugitive emissions components must be conducted in conjunction with the monitoring survey to ensure that they are kept closed and sealed at all times except during times of adding or removing material, inspecting or sampling material, or during required maintenance operations. If evidence of a deviation from this requirement is found, you must take corrective action. A visual inspection must be conducted of all separator dump valves to ensure the dump valve is free of debris and not stuck in an open position must be conducted in conjunction with the monitoring survey. Any dump valve not operating as designed must be repaired.

(F) A monitoring survey must be conducted at least quarterly using OGI or Method 21 of appendix A–7 to this part after the initial survey. Consecutive quarterly monitoring surveys must be conducted at least 60 calendar days apart.

(v) A monitoring survey of the fugitive emissions components designated facility located at a compressor station must be conducted at the frequencies in paragraphs (g)(1)(v)(A) and (B) of this section, except as specified in paragraph (g)(1)(vi) of this section.

(A) A monitoring survey must be conducted at least monthly using AVO, or any other detection method after the initial survey. Any indications of fugitive emissions using these methods are considered fugitive emissions that must be repaired in accordance with paragraph (h) of this section.

(B) A monitoring survey must be conducted at least quarterly using OGI or Method 21 of appendix A–7 to this part after the initial survey. Consecutive quarterly monitoring surveys must be conducted at least 60 calendar days apart.

(vi) A monitoring survey of the fugitive emissions components designated facility located on the Alaska North Slope must be conducted using OGI of this part or Method 21 to appendix A–7 to this part at least annually. Consecutive annual monitoring surveys must be conducted at least 9 months apart and no more than 13 months apart. (2) If you are using Method 21 of appendix A–7 to this part, fugitive emissions components that cannot be monitored without elevating the monitoring personnel more than 2 meters above the surface may be designated as difficult-to-monitor. Fugitive emissions components that are designated difficult-to-monitor must meet the specifications of paragraphs (g)(2)(i) through (iv) of this section.

(i) A written plan must be developed for all the fugitive emissions components designated difficult-tomonitor. This written plan must be incorporated into the fugitive emissions monitoring plan required by paragraphs (b), (c), and (d) of this section.

(ii) The plan must include the identification and location of each fugitive emissions component designated as difficult-to-monitor.

(iii) The plan must include an explanation of why each fugitive emissions component designated as difficult-to-monitor is difficult-tomonitor.

(iv) The plan must include a schedule for monitoring the difficult-to-monitor fugitive emissions components at least once per calendar year.

(3) If you are using Method 21 of appendix A–7 to this part, fugitive emissions components that cannot be monitored because monitoring personnel would be exposed to immediate danger while conducting a monitoring survey may be designated as unsafe-to-monitor. Fugitive emissions components that are designated unsafeto-monitor must meet the specifications of paragraphs (g)(3)(i) through (iv) of this section.

 (i) A written plan must be developed for all the fugitive emissions components designated unsafe-tomonitor. This written plan must be incorporated into the fugitive emissions monitoring plan required by paragraphs
 (b), (c), and (d) of this section.

(ii) The plan must include the identification and location of each fugitive emissions component designated as unsafe-to-monitor.

(iii) The plan must include an explanation of why each fugitive emissions component designated as unsafe-to-monitor is unsafe-to-monitor.

(iv) The plan must include a schedule for monitoring the fugitive emissions components designated as unsafe-tomonitor.

(4) The requirements of paragraphs (g)(1)(iv)(F) and (g)(1)(v)(B) of this section are waived during a quarterly monitoring period for any fugitive emissions components designated facility located within an area that has an average calendar month temperature below 0 degrees Fahrenheit for two of three consecutive calendar months of a quarterly monitoring period. The calendar month temperature average for each month within the quarterly monitoring period must be determined using historical monthly average temperatures over the previous three years as reported by a National Oceanic and Atmospheric Administration source or other source approved by the Administrator. The requirements of paragraph (g)(1)(iv) and (v) of this section shall not be waived for two consecutive quarterly monitoring periods.

(h) *Repairs.* Each identified source of fugitive emissions shall be repaired in accordance with paragraphs (h)(1) and (2) of this section.

(1) A first attempt at repair shall be made in accordance with paragraphs (h)(1)(i) and (ii) of this section.

(i) A first attempt at repair shall be made no later than 15 calendar days after detection of fugitive emissions that were identified using AVO.

(ii) If you are complying with paragraph (g)(1)(i) through (vi) of this section using OGI or Method 21 of appendix A–7 to this part, a first attempt at repair shall be made no later than 30 calendar days after detection of the fugitive emissions.

(2) Řepair shall be completed as soon as practicable, but no later than 15 calendar days after the first attempt at repair as required in paragraph (h)(1)(i) of this section, and 30 calendar days after the first attempt at repair as required in paragraph (h)(1)(ii) of this section.

(3) Delay of repair will be allowed if the conditions in paragraphs (h)(3)(i) or (ii) of this section are met.

(i) If the repair is technically infeasible, would require a vent blowdown, a compressor station shutdown, a well shutdown or well shut-in, or would be unsafe to repair during operation of the unit, the repair must be completed during the next scheduled compressor station shutdown for maintenance, scheduled well shutdown, scheduled well shut-in, after a scheduled vent blowdown, or within 2 years of detecting the fugitive emissions, whichever is earliest. A vent blowdown is the opening of one or more blowdown valves to depressurize major production and processing equipment, other than a storage vessel.

(ii) If the repair requires replacement of a fugitive emissions component or a part thereof, but the replacement cannot be acquired and installed within the repair timelines specified in paragraphs (h)(1) and (2) of this section due to either of the conditions specified in paragraphs (h)(3)(ii)(A) or (B) of this section, the repair must be completed in accordance with paragraph (h)(3)(ii)(C) of this section and documented in accordance with  $\S$  60.5420c(c)(13)(v)(I).

(A) Valve assembly supplies had been sufficiently stocked but are depleted at the time of the required repair.

(B) A replacement fugitive emissions component or a part thereof requires custom fabrication.

(C) The required replacement must be ordered no later than 10 calendar days after the first attempt at repair. The repair must be completed as soon as practicable, but no later than 30 calendar days after receipt of the replacement component, unless the repair requires a compressor station or well shutdown. If the repair requires a compressor station or well shutdown, the repair must be completed in accordance with the timeframe specified in paragraph (h)(3)(i) of this section.

(4) Each identified source of fugitive emissions must be resurveyed to complete repair according to the requirements of paragraphs (h)(4)(i) through (v) of this section, to ensure that there are no fugitive emissions.

(i) The operator may resurvey the fugitive emissions components to verify repair using either Method 21 of appendix A–7 to this part or OGI, except as specified in paragraph (h)(4)(v) of this section.

(ii) For each repair that cannot be made during the monitoring survey when the fugitive emissions are initially found, a digital photograph must be taken of that component, or the component must be tagged during the monitoring survey when the fugitive emissions were initially found for identification purposes and subsequent repair. The digital photograph must include the date that the photograph was taken and must clearly identify the component by location within the site (e.g., the latitude and longitude of the component or by other descriptive landmarks visible in the picture).

(iii) Operators that use Method 21 of appendix A–7 to this part to resurvey the repaired fugitive emissions components are subject to the resurvey provisions specified in paragraphs (h)(4)(iii)(A) and (B) of this section.

(A) A fugitive emissions component is repaired when the Method 21 instrument indicates a concentration of less than 500 ppmv above background or when no soap bubbles are observed when the alternative screening procedures specified in section 8.3.3 of Method 21 of appendix A–7 to this part are used.

(B) Operators must use the Method 21 monitoring requirements specified in

paragraph (c)(8)(ii) of this section or the alternative screening procedures specified in section 8.3.3 of Method 21 of appendix A–7 to this part.

(iv) Operators that use OGI to resurvey the repaired fugitive emissions components are subject to the resurvey provisions specified in paragraphs (h)(4)(iv)(A) and (B) of this section.

(A) A fugitive emissions component is repaired when the OGI instrument shows no indication of visible emissions.

(B) Operators must use the OGI monitoring requirements specified in paragraph (c)(7) of this section.

(v) For fugitive emissions identified using AVO detection methods, the operator may resurvey using those same methods, Method 21 of appendix A–7 to this part, or OGI. For operators that use AVO detection methods, a fugitive emissions component is repaired when there are no indications of fugitive emissions using these methods.

(i) *Initial compliance*. You must demonstrate initial compliance with the standards that apply to fugitive emissions components designated facilities as required by § 60.5410c(i).

(j) *Continuous compliance*. You must demonstrate continuous compliance with the standards that apply to fugitive emissions components designated facilities as required by § 60.5415c(j).

(k) Reporting and recordkeeping. You must comply with the reporting requirements as specified in § 60.5420c(b)(1) and (8), and the recordkeeping requirements as specified in § 60.5420c(c)(13).

(l) *Well closure requirements.* You must complete the requirements specified in paragraphs (l)(1) through (4) of this section.

(1) You must submit a well closure plan to the Administrator within 30 days of the cessation of production from all wells located at the well site as specified in 60.5420c(a)(4)(i). The well closure plan must include, at a minimum, the information specified in paragraphs (l)(1)(i) through (iii) of this section.

(i) Description of the steps necessary to close all wells at the well site, including permanent plugging of all wells;

(ii) Description of the financial requirements and disclosure of financial assurance to complete closure; and

(iii) Description of the schedule for completing all activities in the well closure plan.

(2) You must submit a notification as specified in § 60.5420c(a)(4)(ii) of intent to close the well site to the Administrator 60 days before you begin well closure activities.

(3) You must conduct a survey of the well site using OGI, including each closed well, after completing all well closure activities outlined in the well closure plan specified in paragraph (l)(1) of this section. If any emissions are imaged by the OGI instrument, then you must take steps to eliminate those emissions and you must resurvey the source of emissions. You must repeat steps to eliminate emissions and resurvey the source of emissions until no emissions are imaged by the OGI instrument. You must update the well closure plan specified in paragraph (l)(1) of this section to include the video of the OGI survey demonstrating closure of all wells at the site.

(4) You must maintain the records specified in § 60.5420c(c)(13) and submit the reports specified in § 60.5420c(b)(8).

#### § 60.5398c What alternative GHG standards apply to fugitive emissions components designated facilities and what inspection and monitoring requirements apply to covers and closed vent systems when using an alternative technology?

This section provides alternative GHG standards for fugitive emissions components designated facilities in §60.5397c and alternative continuous inspection and monitoring requirements for covers and closed vent systems in §60.5416c(a)(1)(ii) and (iii), (2)(ii) through (iv), and (3)(iii) and (iv). If you choose to use an alternative standard under this section, you must submit the notification under paragraph (a) of this section. If you choose to demonstrate compliance with the alternative GHG standards through periodic screening, you are subject to the requirements in paragraph (b) of this section. If you choose to demonstrate compliance through a continuous monitoring system, you are subject to the requirements in paragraph (c) of this section. The technology used for periodic screenings under paragraph (b) of this section or continuous monitoring under paragraph (c) of this section must be approved in accordance with §60.5398b(d).

(a) Notification. If you choose to demonstrate compliance with the alternative GHG standards in either paragraph (b) or (c) of this section, you must notify the Administrator of adoption of the alternative standards in the first annual report following implementation of the alternative standards, as specified in § 60.5424c(a). Once you have implemented the alternative standards, you must continue to comply with the alternative standards.

(b) Periodic Screening. You may choose to demonstrate compliance for your fugitive emissions components designated facility and compliance with continuous inspection and monitoring requirements for your covers and closed vent systems through periodic screenings using any methane measurement technology approved in accordance with § 60.5398b(d). If you choose to demonstrate compliance using periodic screenings, you must comply with the requirements in paragraphs (b)(1) through (5) of this section and comply with the recordkeeping and reporting requirements in §60.5424c.

(1) You must use one or more alternative test method(s) approved per § 60.5398b(d) to conduct periodic screenings.

(i) The required frequencies for conducting periodic screenings are listed in tables 2 and 3 to this subpart. You must choose the appropriate frequency for conducting periodic screenings based on the minimum aggregate detection threshold of the method used to conduct the periodic screenings. You must also use tables 2 and 3 to this subpart to determine whether you must conduct an annual fugitive emissions survey using OGI, except as provided in paragraph (b)(1)(ii) of this section.

(ii) Use of table 2 or 3 to this subpart is based on the required frequency for conducting monitoring surveys in  $\S 60.5397c(g)(1)(i)$  through (v).

(iii) You may replace one or more individual periodic screening events required by table 2 or 3 to this subpart with an OGI survey. The OGI survey must be conducted according to the requirements outlined in § 60.5397c.

(iv) If you use multiple methods to conduct periodic screenings, you must conduct all periodic screenings, regardless of the method used for the individual periodic screening event, at the frequency required for the alternative test method with the highest aggregate detection threshold (e.g., if you use methods with aggregate detection thresholds of 15 kg/hr, your periodic screenings must be conducted monthly). You must also conduct an annual OGI survey if an annual OGI survey is required for the alternative test method with the highest aggregate detection threshold.

(2) You must develop a monitoring plan that covers the collection of fugitive emissions components, covers, and closed vent systems at each site where you will use periodic screenings to demonstrate compliance. You may develop a site-specific monitoring plan, or you may include multiple sites that you own or operate in one plan. At a minimum, the monitoring plan must contain the information specified in paragraphs (b)(2)(i) through (ix) of this section.

(i) Identification of each site that will be monitored through periodic screening, including latitude and longitude coordinates of the site in decimal degrees to an accuracy and precision of five decimals of a degree using the North American Datum of 1983.

(ii) Identification of the alternative test method(s) approved per § 60.5398b(d) that will be used for periodic screenings and the spatial resolution (*i.e.*, component-level, arealevel, or facility-level) of the technology used for each method.

(iii) Identification of and contact information for the entities that will be performing the periodic screenings.

(iv) Required frequency for conducting periodic screenings, based on the criteria outlined in paragraph (b)(1) of this section.

(v) If you are required to conduct an annual OGI survey by paragraph (b)(1)(i) or (iii) of this section or you choose to replace any individual screening event with an OGI survey, your monitoring plan must also include the information required by § 60.5397c(b).

(vi) Procedures for conducting monitoring surveys required by paragraphs (b)(5)(ii)(A), (b)(5)(iii)(A), and (b)(5)(iv)(A) of this section. At a minimum, your monitoring plan must include the information required by  $\S$  60.5397c(c)(2), (3), (7), and (8) and  $\S$  60.5397c(d), as applicable. The provisions of  $\S$  60.5397c(d)(3) do not apply for purposes of conducting monitoring surveys required by paragraphs (b)(5)(ii) through (iv) of this section.

(vii) Procedures and timeframes for identifying and repairing fugitive emissions components, covers, and closed vent systems from which emissions are detected.

(viii) Procedures and timeframes for verifying repairs for fugitive emissions components, covers, and closed vent systems.

(ix) Records that will be kept and the length of time records will be kept.

(3) You must conduct the initial screening of your site according to the timeframes specified in (b)(3)(i) and (ii) of this section.

(i) Within 90 days of the effective date of your state or Tribal plan for each fugitive emissions components designated facility and storage vessel designated facility located at a well site.

(ii) No later than the final date by which the next monitoring survey required by § 60.5397c(g)(1)(i) through (v) would have been required to be conducted if you were previously complying with the requirements in § 60.5397c and § 60.5416c.

(4) If you are required to conduct an annual OGI survey by paragraph (b)(1)(i) or (iii) of this section, you must conduct OGI surveys according to the schedule in paragraphs (b)(4)(i) through (iv) of this section.

(i) You must conduct the initial OGI survey no later than 12 calendar months after conducting the initial screening survey in paragraph (b)(3) of this section.

(ii) Each subsequent OGI survey must be conducted no later than 12 calendar months after the previous OGI survey was conducted. Each identified source of fugitive emissions during the OGI survey shall be repaired in accordance with § 60.5397c(h).

(iii) If you replace a periodic screening event with an OGI survey or you are required to conduct a monitoring survey in accordance with paragraph (b)(5)(ii)(A) of this section prior to the date that your next OGI survey under paragraph (b)(4)(ii) of this section is due, the OGI survey conducted in lieu of the periodic screening event or the monitoring survey under paragraph (b)(5)(ii)(A) of this section can be used to fulfill the requirements of paragraph (b)(4)(ii) of this section. The next OGI survey is required to be conducted no later than 12 calendar months after the date of the survey conducted under paragraph (b)(1)(iv) or (b)(5)(ii)(A) of this section.

(iv) You cannot use a monitoring survey conducted under paragraph (b)(5)(iii)(A) or (b)(5)(iv)(A) of this section to fulfill the requirements of paragraph (b)(4)(ii) of this section unless the monitoring survey included all fugitive emission components at the site.

(5) You must investigate confirmed detections of emissions from periodic screening events and repair each identified source of emissions in accordance with paragraphs (b)(5)(i) through (vi) of this section.

(i) You must receive the results of the periodic screening no later than 5 calendar days after the screening event occurs.

(ii) If you use an alternative test method with a facility-level spatial resolution to conduct a periodic screening event and the results of the periodic screening event indicate a confirmed detection of emissions from a designated facility, you must take the actions listed in paragraphs (b)(5)(ii)(A) through (C) of this section.

(A) You must conduct a monitoring survey of the entire fugitive emissions

components designated facility following the procedures in your monitoring plan. During the survey, you must observe each fugitive emissions component for fugitive emissions.

(B) You must inspect all covers and closed vent system(s) with OGI or Method 21 of appendix A–7 to this part in accordance with the requirements in § 60.5416c(b)(1) through (4), as applicable.

(C) You must conduct a visual inspection of all covers and closed vent systems to identify if there are any defects, as defined in  $\S 60.5416c(a)(1)(ii), \S 60.5416c(a)(2)(iii),$  or  $\S 60.5416c(a)(3)(i)$ , as applicable.

(iii) If you use an alternative test method with an area-level spatial resolution to conduct a periodic screening event and the results of the periodic screening event indicate a confirmed detection of emissions from a designated facility, you must take the actions listed in paragraphs (b)(5)(iii)(A) and (B) of this section, as applicable.

(A) You must conduct a monitoring survey of all your fugitive emissions components located within a 4-meter radius of the location of the periodic screening's confirmed detection. You must follow the procedures in your monitoring plan when conducting the survey.

(B) If the confirmed detection occurred in the portion of a site that contains a storage vessel or a closed vent system, you must inspect all covers and all closed vent systems that are connected to all storage vessels and closed vent systems that are within a 2meter radius of the location of the periodic screening's confirmed detection (*i.e.*, you must inspect the whole system that is connected to the portion of the system in the radius of the detected event, not just the portion of the system that falls within the radius of the detected event).

(1) You must inspect the cover(s) and closed vent system(s) with OGI or Method 21 of appendix A–7 to this part in accordance with the requirements in  $\S$  60.5416c(b)(1) through (4), as applicable.

(2) You must conduct a visual inspection of the closed vent system(s) and cover(s) to identify if there are any defects, as defined in  $\S 60.5416c(a)(1)(ii), \S 60.5416c(a)(2)(iii),$  or  $\S 60.5416c(a)(3)(i)$ , as applicable.

(iv) If you use an alternative test method with a component-level spatial resolution to conduct a periodic screening event and the results of the periodic screening event indicate a confirmed detection of emissions from a designated facility, you must take the actions listed in paragraphs (b)(5)(iv)(A) and (B) of this section, as applicable.

(A) You must conduct a monitoring survey of the all the fugitive emissions components located within a 1-meter radius of the location of the periodic screening's confirmed detection. You must follow the procedures in your monitoring plan when conducting the survey.

(B) If the confirmed detection occurred in the portion of a site that contains a storage vessel or a closed vent system, you must inspect all covers and all closed vent systems that are connected to all storage vessels and closed vent systems that are within a 0.5-meter radius of the location of the periodic screening's confirmed detection (*i.e.*, you must inspect the whole system that is connected to the portion of the system in the radius of the detected event, not just the portion of the system that falls within the radius of the detected event).

(1) You must inspect the cover(s) and closed vent system(s) with OGI or Method 21 of appendix A-7 to this part in accordance with the requirements in § 60.5416c(b)(1) through (4), as applicable.

(2) You must conduct a visual inspection of the closed vent system(s) and cover(s) to identify if there are any defects, as defined in  $\S 60.5416c(a)(1)(ii), \S 60.5416c(a)(2)(iii),$  or  $\S 60.5416c(a)(3)(i)$ , as applicable.

(v) You must repair all sources of fugitive emissions in accordance with § 60.5397c(h) and all emissions or defects of covers and closed vent systems in accordance with § 60.5416c(b)(4), except as specified in this paragraph (b)(5)(v). Except as allowed by §§ 60.5397c(h)(3) and 60.5416c(b)(5), all repairs must be completed, including the resurvey verifying the repair, within 30 days of receiving the results of the periodic screening in paragraph (b)(5)(i) of this section.

(vi) If the results of the periodic screening event in paragraph (b)(5)(i) of this section indicate a confirmed detection at a designated facility, and the ground-based monitoring survey and inspections required by paragraphs (b)(5)(ii) through (iv) of this section demonstrate the confirmed detection was caused by a failure of a control device used to demonstrate continuous compliance under this subpart, you must initiate an investigative analysis to determine the underlying primary and other contributing cause(s) of such failure within 24 hours of receiving the results of the monitoring survey and/or inspection. As part of the investigation, you must determine if the control

device is operating in compliance with the applicable requirements of §§ 60.5415c and 60.5417c, and if not, what actions are necessary to bring the control device into compliance with those requirements as soon as possible and prevent future failures of the control device from the same underlying cause(s).

(vii) If the results of the inspections required in paragraphs (b)(5)(ii) through (iv) of this section indicate that there is an emission or defect in your cover or closed vent system, you must perform an investigative analysis to determine the underlying primary and other contributing cause(s) of emissions from your cover or closed vent system within 5 days of completing the inspection required by paragraphs (b)(5)(ii) through (iv) of this section. The investigative analysis must include a determination as to whether the system was operated outside of the engineering design analysis and whether updates are necessary for the cover or closed vent system to prevent future emissions from the cover and closed vent system.

(6) You must maintain the records as specified in 60.5420c(c)(3) through (c)(6), (c)(13) and (c)(14), and 60.5424c(c).

(7) You must submit reports as specified in § 60.5424c.

(c) Continuous Monitoring. You may choose to demonstrate compliance for your fugitive emissions components designated facility and compliance with continuous inspection and monitoring requirements for your covers and closed vent systems through continuous monitoring using a technology approved in accordance with §60.5398b(d). If you choose to demonstrate compliance using continuous monitoring, you must comply and develop a monitoring plan consistent with the requirements in paragraphs (c)(1) through (9) of this section and comply with the recordkeeping and reporting requirements in §60.5424c.

(1) For the purpose of this section, continuous monitoring means the ability of a methane monitoring system to determine and record a valid methane mass emissions rate or equivalent of designated facilities at least once for every 12-hour block.

(i) The detection threshold of the system must be such that it can detect at least 0.40 kg/hr (0.88 lb/hr) of methane.

(ii) The health of the devices used within the continuous monitoring system must be confirmed for power and function at least twice every sixhour block.

(iii) The continuous monitoring system must transmit all applicable

valid data at least once every 24-hours. The continuous monitoring system must transmit all valid data collected, including health checks required in paragraph (c)(1)(ii) of this section.

(iv) The continuous monitoring system must continuously collect data as specified in paragraph (c)(1) of this section, except as specified in paragraphs (c)(1)(iv)(A) through (D) of this section:

(A) The rolling 12-month average operational downtime of the continuous monitoring system must be less than or equal to 10 percent.

(B) Operational downtime of the continuous monitoring system is defined as a period of time for which any monitor fails to collect or transmit data as specified in paragraph (c)(1) of this section or any monitor is out-of-control as specified in paragraph (c)(1)(iv)(C) of this section.

(C) A monitor is out-of-control if it fails ongoing quality assurance checks, as specified in the alternative test method approved under § 60.5398b(d), or if the monitor output is outside of range. The beginning of the out-ofcontrol period is defined as the time of the failure of the quality assurance check. The end of the out-of-control period is defined as the time when either the monitor passes a subsequent quality assurance check, or a new monitor is installed. The out-of-control period for a monitor outside of range starts at the time when the monitor first reads outside of range and ends when the monitor reads within range again.

(D) The downtime for the continuous monitoring system must be calculated each calendar month. Once 12 months of data are available, at the end of each calendar month, you must calculate the 12-month average by averaging that month with the previous 11 calendar months. You must determine the rolling 12-month average by recalculating the 12-month average at the end of each month.

(2) You must develop a monitoring plan that covers the collection of fugitive emissions components, covers, and closed vent systems for each site where continuous monitoring will be used to demonstrate compliance. At a minimum, the monitoring plan must contain the information specified in paragraphs (c)(2)(i) through (xii) of this section.

(i) Identification of each site to be monitored through continuous monitoring, including latitude and longitude coordinates of the site in decimal degrees to an accuracy and precision of at least four decimals of a degree using the North American Datum of 1983. (ii) Identification of the approved alternative test method(s) approved under § 60.5398b(d) used for the continuous monitoring, including the detection principle; the manufacturer, make, and model; instrument manual, if applicable; and the manufacturer's recommended maintenance schedule.

(iii) If the continuous monitoring system is administered through a thirdparty provider, contact information where the provider can be reached 24 hours a day.

(iv) Number and location of monitors. If the continuous monitoring system uses open path technology, you must identify the location of any reflectors used. These locations should be identified by latitude and longitude coordinates in decimal degrees to an accuracy and precision of at least five decimals of a degree using the North American Datum of 1983.

(v) Discussion of system calibration requirements, including but not limited to, the calibration procedures and calibration schedule for the detection systems and meteorology systems.

(vi) Identification of critical components and infrastructure (*e.g.*, power, data systems) and procedures for their repairs.

(vii) Procedures for out-of-control periods.

(viii) Procedures for establishing baseline emissions, including the identification of any sources with methane emissions not subject to this subpart. The procedures for establishing the baseline emissions must account for variability in the operation of the site. Operation of the site during the development of the baseline emissions must represent the site's expected annual production or throughput.

(ix) Procedures for determining when a fugitive emissions event is detected by the continuous monitoring technology.

(x) Procedures and timeframes for identifying and repairing fugitive emissions components, covers, and closed vent systems from which emissions are detected.

(xi) Procedures and timeframes for verifying repairs for fugitive emissions components, covers, and closed vent systems.

(xii) Records that will be kept and the length of time records will be kept.

(3) You must install and begin conducting monitoring with your continuous monitoring system according to the timeframes specified in paragraphs (c)(3)(i) and (ii) of this section.

(i) Within 120 days of the effective date of your state or Tribal plan for each fugitive emissions components designated facility and storage vessel designated facility located at a well site.

(ii) No later than the final date by which the next monitoring survey required by § 60.5397c(g)(1)(i) through (v) would have been required to be conducted if you were previously complying with the requirements in § 60.5397c and § 60.5416c.

(4) You are subject to the following action-levels as specified in paragraphs (c)(4)(i) and (ii) of this section for any designated facilities located at a well site, centralized production facility, or compressor station.

(i) For designated facilities located at a wellhead only well site, the action levels are as follows.

(A) The 90-day rolling average actionlevel is 1.2 kg/hr (2.6 lbs/hr) of methane over the site-specific baseline emissions.

(B) The 7-day rolling average action level is 15 kg/hr (34 lbs/hr) of methane over site-specific baseline emissions.

(ii) For designated facilities located at well sites with major production and processing equipment (including small well sites), centralized production facilities, and compressor stations, the action levels are as follows.

(A) The 90-day rolling average actionlevel is 1.6 kg/hr (3.6 lbs/hr) of methane over the site-specific baseline emissions.

(B) The rolling 7-day average action level is 21 kg/hr (46 lbs/hr) of methane over the site-specific baseline emissions.

(5) You must establish site-specific baseline emissions upon initial installation and activation of a continuous monitoring system. You must establish the baseline emissions under the conditions outlined in paragraphs (c)(5)(i) through (iii) of this section. You must determine the baseline emission rates according to paragraphs (c)(5)(iv) and (v) of this section. The baseline must be established initially and any time there is a major change to the processing equipment at a well site (including small well sites), centralized production facility, or compressor station.

(i) Inspect all fugitive emissions components according to the requirements in § 60.5397c and covers and closed vent systems according to the requirements in § 60.5416c. This includes all fugitive emissions components, covers, and closed vent systems, regardless of whether they are regulated by this subpart. Repairs of any fugitive emissions, leaks, or defects found during the inspection must be completed prior to beginning the period in paragraph (c)(5)(iii) of this section.

(ii) Verify control devices (*e.g.*, flares) on all affected sources are operating in compliance with the applicable requirements of §§ 60.5415c and 60.5417c. You must ensure that all control devices are operating in compliance with the applicable regulations prior to beginning the period in paragraph (b)(5)(iii) of this section. Verify that all other methane emission sources (*e.g.*, reciprocating engines) located at the site are operating consistent with any applicable regulations. You must ensure that these sources are operating in compliance with the applicable regulations prior to beginning the period in paragraph (b)(5)(iii) of this section.

(iii) Using the alternative test method approved per § 60.5398b(d), record the site-level emission rate from your continuous monitoring system for 30 operating days. You must minimize any activities that are not normal, day-to-day activities during this 30 operating day period. Document any maintenance activities and the period (including the start date and time and end date and time) such activities occurred during the 30 operating day period.

(iv) Determine the site-specific baseline by calculating the mean emission rate (kg/hr of methane) for the 30 operating day period, less any time periods when maintenance activities were conducted.

(v) The site-specific baseline emission rate must be no more than 10 times the applicable 90-day action-level defined in paragraphs (c)(4)(i) and (c)(4)(ii) of this section.

(6) Calculate the emission rate from your site according to paragraphs (c)(6)(i) through (iii) of this section. Compare the emission rate calculated in this paragraph (c)(6) to the appropriate action levels in paragraph (c)(4) of this section to determine whether you have exceeded an action level.

(i) Each calendar day, calculate the daily average mass emission rate in kg/ hr of methane from your continuous monitoring system.

(ii) Once the system has been operating for 7 calendar days, at the end of each calendar day calculate the 7-day average mass emission rate by averaging the mass emission rate from that day with the mass emission rate from the previous 6 calendar days. Subtract the site-specific baseline mass emission rate from the 7-day average mass emission rate when comparing the mass emission rate to the applicable action level. Determine the 7-day rolling average by recalculating the 7-day average each calendar day, less the site-specific baseline.

(iii) Once the system has been operating for 90 calendar days, at the end of each calendar day calculate the 90-day average mass emission rate by averaging the mass emission rate from that day with the mass emission rate from the previous 89 calendar days. Subtract the site-specific baseline emission rate from the 90-day average mass emission rate when comparing the mass emission rate to the applicable action level. Determine the 90-day rolling average by recalculating the 90day average each calendar day, less the site-specific baseline.

(7) Within 5 days of determining that either of your action levels in paragraph (c)(4) of this section has been exceeded, you must initiate an investigative analysis to determine the underlying primary and contributing cause(s) of such exceedance and actions to be taken to reduce the mass emission rate below the applicable action level.

(i) You must complete the investigative analysis and take initial steps to bring the mass emission rate below the action level no later than 5 days after determining there is an exceedance of the action level in paragraph (c)(4)(i)(B) or (c)(4)(ii)(B) of this section.

(ii) You must complete the investigative analysis and take initial steps to bring the mass emission rate below the action level no later than 30 days after determining there is an exceedance of the action level in paragraph (c)(4)(i)(A) or (c)(4)(ii)(A) of this section.

(8) You must develop a mass emission rate reduction plan if you meet any of the criteria in paragraphs (c)(8)(i) through (iii) of this section. The plan must describe the action(s) completed to date to reduce the mass emission rate below the action level, additional measures that you propose to employ to reduce methane emissions below the action level, and a schedule for completion of these measures. You must submit the plan to the Administrator within 60 days of initially determining there is an exceedance of an action level in paragraph (c)(4) of this section.

(i) If, upon completion of the initial actions required under paragraph (c)(7) of this section, the average mass emission rate for the following 30-day period is not below the applicable action level in paragraph (c)(4)(i)(A) or (c)(4)(ii)(A) of this section. The beginning of the 30-day period starts on the calendar day following completion of the initial actions in paragraph (c)(7) of this section.

(ii) If, upon completion of the initial actions required under paragraph (c)(6) of this section, the average mass emission rate for the following 24-hour period is not below the applicable action level in paragraph (c)(4)(i)(B) or (c)(4)(ii)(B) of this section. The average mass emission rate will be the mass

emission rate calculated according to paragraph (c)(6)(i) of this section for the calendar day following completion of the initial corrective actions in paragraph (c)(7) of this section.

(iii) All actions needed to reduce the average mass emission rate below the action level require more than 30 days to implement.

(9) You must maintain the records as specified in  $\S$  60.5420c(c)(3) through (c)(6), (c)(13) and (c)(14), and  $\S$  60.5424c(e). You must submit the reports as specified in  $\S$  60.5420c(b)(1), (b)(3) through (9) and  $\S$  60.5424c.

# § 60.5400c What GHG standards apply to process unit equipment designated facilities?

This section applies to process unit equipment designated facilities located at an onshore natural gas processing plant. You must comply with the requirements of paragraphs (a) through (l) of this section to reduce methane emissions from equipment leaks, except as provided in § 60.5402c. As an alternative to the standards in this section, you may comply with the requirements in § 60.5401c.

(a) General standards. You must comply with the requirements in paragraphs (b) through (d) of this section for each pump in light liquid service, pressure relief device in gas/ vapor service, valve in gas/vapor or light liquid service, and connector in gas/ vapor or light liquid service, as applicable. You must comply with the requirements in paragraph (e) of this section for each open-ended valve or line. You must comply with the requirements in paragraph (f) of this section for each closed vent system and control device used to comply with equipment leak provisions in this section. You must comply with paragraph (g) of this section for each pump, valve, and connector in heavy liquid service and pressure relief device in light liquid or heavy liquid service. You must make repairs as specified in paragraph (h) of this section. You must demonstrate initial compliance with the standards as specified in paragraph (i) of this section. You must demonstrate continuous compliance with the standards as specified in paragraph (j) of this section. You must perform the reporting as specified in paragraph (k) of this section. You must perform the recordkeeping as required in paragraph (l) of this section.

(1) Each piece of equipment is presumed to have the potential to emit methane unless an owner or operator demonstrates that the piece of equipment does not have the potential to emit methane. For a piece of equipment to be considered not to have the potential to emit methane, the methane content of a gaseous stream must be below detection limits using Method 18 of appendix A–6 of this part. Alternatively, if the piece of equipment is in wet gas service, you may choose to determine the methane content of the stream is below the detection limit of the methods described in ASTM E168– 16(R2023), E169–16(R2022), or E260–96 (all incorporated by reference, see§ 60.17).

(2) [Reserved]

(b) *Monitoring surveys.* You must monitor for leaks using OGI in accordance with appendix K to this part, unless otherwise specified in paragraphs (c) or (d) of this section.

(1) Monitoring surveys must be conducted bimonthly.

(2) Any emissions observed using OGI are defined as a leak.

(c) Additional requirements for pumps in light liquid service. In addition to the requirements in paragraph (b) of this section, you must conduct weekly visual inspections of all pumps in light liquid service for indications of liquids dripping from the pump seal, except as specified in paragraphs (c)(3) and (4) of this section. If there are indications of liquids dripping from the pump seal, you must follow the procedure specified in either paragraph (c)(1) or (2) of this section.

(1) Monitor the pump within 5 calendar days using the methods specified in § 60.5406c. A leak is detected if any emissions are observed using OGI, or if an instrument reading of 2,000 ppmv or greater is provided using Method 21 of appendix A–7 to this part.

(2) Designate the visual indications of liquids dripping as a leak and repair the leak as specified in paragraph (h) of this section.

(3) If any pump is equipped with a closed vent system capable of capturing and transporting any leakage from the seal or seals to a process, fuel gas system, or a control device that complies with the requirements of paragraph (f) of this section, it is exempt from the weekly inspection requirements in paragraph (c) of this section.

(4) Any pump that is located within the boundary of an unmanned plant site is exempt from the weekly visual inspection requirements in paragraph (c) of this section, provided that each pump is visually inspected as often as practicable and at least bimonthly.

(d) Additional requirements for pressure relief devices in gas/vapor service. In addition to the requirements in paragraph (b) of this section, you must monitor each pressure relief device as specified in paragraphs (d)(1) of this section, except as specified in paragraphs (d)(2) and (d)(3) of this section.

(1) You must monitor each pressure relief device within 5 calendar days after each pressure release to detect leaks using the methods specified in § 60.5406c. A leak is detected if any emissions are observed using OGI, or if an instrument reading of 500 ppmv or greater is provided using Method 21 of appendix A–7 to this part.

(2) Any pressure relief device that is located in a nonfractionating plant that is monitored only by non-plant personnel may be monitored after a pressure release the next time the monitoring personnel are onsite or within 30 calendar days after a pressure release, whichever is sooner, instead of within 5 calendar days as specified in paragraph (d)(1) of this section. No pressure relief device described in this paragraph may be allowed to operate for more than 30 calendar days after a pressure release without monitoring.

(3) Any pressure relief device that is routed to a process or fuel gas system or equipped with a closed vent system capable of capturing and transporting leakage through the pressure relief device to a control device as described in paragraph (f) of this section is exempt from the requirements of paragraph (d)(1) of this section.

(e) *Open-ended valves or lines*. Each open-ended valve or line must be equipped with a cap, blind flange, plug, or a second valve, except as provided in paragraphs (e)(4) and (5) of this section. The cap, blind flange, plug, or second valve must seal the open end of the valve or line at all times except during operations requiring process fluid flow through the open-ended valve or line.

(1) If evidence of a leak is found at any time by AVO, or any other detection method, a leak is detected.

(2) Each open-ended valve or line equipped with a second valve must be operated in a manner such that the valve on the process fluid end is closed before the second valve is closed.

(3) When a double block-and-bleed system is being used, the bleed valve or line may remain open during operations that require venting the line between the block valves but shall remain closed at all other times.

(4) Open-ended valves or lines in an emergency shutdown system which are designed to open automatically in the event of a process upset are exempt from the requirements of this section.

(5) Open-ended valves or lines containing materials which would autocatalytically polymerize or would present an explosion, serious overpressure, or other safety hazard if capped or equipped with a double block-and-bleed system as specified in paragraphs (e) introductory text, (e)(2) and (3) of this section are exempt from the requirements of this section.

(f) *Closed vent systems and control devices.* Closed vent systems used to comply with the equipment leak provisions of this section must comply with the requirements in §§ 60.5411c and 60.5416c. Control devices used to comply with the equipment leak provisions of this section must comply with the requirements in §§ 60.5412c, 60.5415c(e), and 60.5417c.

(g) Pumps, valves, and connectors in heavy liquid service and pressure relief devices in light liquid or heavy liquid service. If evidence of a potential leak is found at any time by AVO, or any other detection method, a leak is detected and must be repaired in accordance with paragraph (h) of this section.

(h) *Repair requirements.* When a leak is detected, you must comply with the requirements of paragraphs (h)(1) through (5) of this section, except as provided in paragraph (h)(6) of this section.

(1) A weatherproof and readily visible identification tag, marked with the equipment identification number, must be attached to the leaking equipment. The identification tag on equipment may be removed after it has been repaired.

(2) A first attempt at repair must be made as soon as practicable, but no later than 5 calendar days after the leak is detected. A first attempt at repair is not required if the leak is detected using OGI and the equipment identified as leaking would require elevating the repair personnel more than 2 meters above a support surface.

(i) First attempts at repair for pumps in light liquid or heavy liquid service include, but are not limited to, the practices described in paragraphs (h)(2)(i)(A) and (B) of this section, where practicable.

(A) Tightening the packing gland nuts.

(B) Ensuring that the seal flush is operating at design pressure and temperature.

(ii) For each valve where a leak is detected, you must comply with paragraphs (h)(2)(ii)(A) (B), (C) or (D) of this section.

(A) Repack the existing valve with a low-e packing.

(B) Replace the existing valve with a low-e valve; or

(C) Perform a drill and tap repair with a low-e injectable packing.

(D) An owner or operator is not required to utilize a low-e valve or lowe packing to replace or repack a valve if the owner or operator demonstrates that a low-e valve or low-e packing is not technically feasible. Low-e valve or low-e packing that is not suitable for its intended use is considered to be technically infeasible. Factors that may be considered in determining technical infeasibility include: retrofit requirements for installation (*e.g.*, repiping or space limitation), commercial unavailability for valve type, or certain instrumentation assemblies.

(3) Repair of leaking equipment must be completed within 15 calendar days after detection of each leak, except as provided in paragraphs (h)(4), (5) and (6) of this section.

(4) If the repair for visual indications of liquids dripping for pumps in light liquid service can be made by eliminating visual indications of liquids dripping, you must make the repair within 5 calendar days of detection.

(5) If the repair for AVO or other indication of a leak for open-ended valves or lines; pumps, valves, or connectors in heavy liquid service; or pressure relief devices in light liquid or heavy liquid service can be made by eliminating the AVO, or other indication of a potential leak, you must make the repair within 5 calendar days of detection.

(6) Delay of repair of equipment for which leaks have been detected is allowed if repair within 15 days is technically infeasible without a process unit shutdown or as specified in paragraphs (h)(6)(i) through (v) of this section. Repair of this equipment shall occur before the end of the next process unit shutdown. Monitoring to verify repair must occur within 15 days after startup of the process unit.

(i) Delay of repair of equipment is allowed for equipment which is isolated from the process, and which does not have the potential to emit methane.

(ii) Delay of repair for valves and connectors is allowed if the conditions in paragraphs (h)(6)(ii)(A) and (B) of this section are met.

(A) You must demonstrate that emissions of purged material resulting from immediate repair are greater than the fugitive emissions likely to result from delay of repair, and

(B) When repair procedures are conducted, the purged material is collected and destroyed or recovered in a control device complying with paragraph (f) of this section.

(iii) Delay of repair for pumps is allowed if the conditions in paragraphs (h)(6)(iii)(A) and (B) of this section are met. (A) Repair requires the use of a dual mechanical seal system that includes a barrier fluid system, and

(B) Repair is completed as soon as practicable, but not later than 6 months after the leak was detected.

(iv) If delay of repair is required to repack or replace the valve, you may use delay of repair. Delay of repair beyond a process unit shutdown is allowed for a valve, if valve assembly replacement is necessary during the process unit shutdown, valve assembly supplies have been depleted, and valve assembly supplies had been sufficiently stocked before the supplies were depleted. Delay of repair beyond the next process unit shutdown will not be allowed unless the next process unit shutdown occurs sooner than 6 months after the first process unit shutdown.

(v) When delay of repair is allowed for a leaking pump, valve, or connector that remains in service, the pump, valve, or connector may be considered to be repaired and no longer subject to delay of repair requirements if two consecutive bimonthly monitoring results show no leak remains.

(i) *Initial compliance.* You must demonstrate initial compliance with the standards that apply to equipment leaks at onshore natural gas processing plants as required by § 60.5410c(g).

(j) *Continuous compliance*. You must demonstrate continuous compliance with the standards that apply to equipment leaks at onshore natural gas processing plants as required by § 60.5415c(i).

(k) *Reporting.* You must perform the reporting requirements as specified in § 60.5420c(b)(1) and (10) and § 60.5422c.

(l) *Recordkeeping.* You must perform the recordkeeping requirements as specified in § 60.5420c(c)(7), (9), and (11) and § 60.5421c.

# § 60.5401c What are the alternative GHG standards for process unit equipment designated facilities?

This section provides alternative standards for process unit equipment designated facilities located at an onshore natural gas processing plant. You may choose to comply with the standards in this section instead of the requirements in § 60.5400c. For purposes of the alternative standards provided in this section, you must comply with the requirements of paragraphs (a) through (m) of this section to reduce methane emissions from equipment leaks, except as provided in § 60.5402c.

(a) *General standards.* You must comply with the requirements in paragraphs (b) of this section for each pump in light liquid service. You must comply with the requirements of paragraph (c) of this section for each pressure relief device in gas/vapor service. You must comply with the requirements in paragraph (d) of this section for each open-ended valve or line. You must comply with the requirements in paragraph (e) of this section for each closed vent system and control device used to comply with equipment leak provisions in this section. You must comply with paragraph (f) of this section for each valve in gas/vapor or light liquid service. You must comply with paragraph (g) of this section for each pump, valve, and connector in heavy liquid service and pressure relief device in light liquid or heavy liquid service. You must comply with paragraph (h) of this section for each connector in gas/ vapor and light liquid service. You must make repairs as specified in paragraph (i) of this section. You must demonstrate initial compliance with the standards as specified in paragraph (j) of this section. You must demonstrate continuous compliance with the standards as specified in paragraph (k) of this section. You must perform the reporting requirements as specified in paragraph (l) of this section. You must perform the recordkeeping requirements as required in paragraph (m) of this section.

(1) Each piece of equipment is presumed to have the potential to emit methane unless an owner or operator demonstrates that the piece of equipment does not have the potential to emit methane. For a piece of equipment to be considered not to have the potential to emit methane, the methane content of a gaseous stream must be below detection limits using Method 18 of appendix A–6 to this part. Alternatively, if the piece of equipment is in wet gas service, you may choose to determine the methane content of the stream is below the detection limit of the methods described in ASTM E168-16(R2023), E169-16(R2022), or E260-96 (all incorporated by reference, see §60.17).

(2) [Reserved]

(b) *Pumps in light liquid service.* You must monitor each pump in light liquid service monthly to detect leaks by the methods specified in § 60.5406c, except as provided in paragraphs (b)(2) through (4) of this section. A leak is defined as an instrument reading of 2,000 ppmv or greater. A pump that begins operation in light liquid service after the initial startup date for the process unit must be monitored for the first time within 30 days after the end of its startup period, except for a pump that replaces a leaking pump and except as provided in

paragraphs (b)(2) through (4) of this section.

(1) In addition to the requirements in paragraph (b) of this section, you must conduct weekly visual inspections of all pumps in light liquid service for indications of liquids dripping from the pump seal. If there are indications of liquids dripping from the pump seal, you must follow the procedure specified in either paragraph (b)(1)(i) or (ii) of this section.

(i) Monitor the pump within 5 days using the methods specified in § 60.5406c. A leak is defined as an instrument reading of 2,000 ppmv or greater.

(ii) Designate the visual indications of liquids dripping as a leak, and repair the leak as specified in paragraph (i) of this section.

(2) Each pump equipped with a dual mechanical seal system that includes a barrier fluid system is exempt from the requirements in paragraph (b) of this section, provided the requirements specified in paragraphs (b)(2)(i) through (vi) of this section are met.

(i) Each dual mechanical seal system meets the requirements of paragraphs (b)(2)(i)(A), (B), or (C) of this section.

(A) Operated with the barrier fluid at a pressure that is at all times greater than the pump stuffing box pressure; or

(B) Equipped with a barrier fluid degassing reservoir that is routed to a process or fuel gas system or connected by a closed vent system to a control device that complies with the requirements of paragraph (e) of this section; or

(C) Equipped with a system that purges the barrier fluid into a process stream with zero methane emissions to the atmosphere.

(ii) The barrier fluid system is in heavy liquid service or does not have the potential to emit methane.

(iii) Each barrier fluid system is equipped with a sensor that will detect failure of the seal system, the barrier fluid system, or both.

(iv) Each pump is checked according to the requirements in paragraph (b)(1) of this section.

(v) Each sensor meets the requirements in paragraphs (b)(2)(v)(A) through (C) of this section.

(A) Each sensor as described in paragraph (b)(2)(iii) of this section is checked daily or is equipped with an audible alarm.

(B) You determine, based on design considerations and operating experience, a criterion that indicates failure of the seal system, the barrier fluid system, or both.

(C) If the sensor indicates failure of the seal system, the barrier fluid system,

or both, based on the criterion established in paragraph (b)(2)(v)(B) of this section, a leak is detected.

(3) Any pump that is designated, as described in  $\S$  60.5421c(b)(12), for no detectable emissions, as indicated by an instrument reading of less than 500 ppmv above background, is exempt from the requirements of paragraphs (b), (b)(1), and (b)(2) of this section if the pump:

(i) Has no externally actuated shaft penetrating the pump housing;

(ii) Is demonstrated to be operating with no detectable emissions as indicated by an instrument reading of less than 500 ppmv above background as measured by the methods specified in § 60.5406c; and

(iii) Is tested for compliance with paragraph (b)(3)(ii) of this section initially upon designation, annually, and at other times requested by the Administrator.

(4) If any pump is equipped with a closed vent system capable of capturing and transporting any leakage from the seal or seals to a process, fuel gas system, or a control device that complies with the requirements of paragraph (e) of this section, it is exempt from paragraphs (b) introductory text and (b)(1) through (3) of this section, and the repair requirements of paragraph (i) of this section.

(5) Any pump that is designated, as described in  $\S$  60.5421c(b)(13), as an unsafe-to-monitor pump is exempt from the monitoring and inspection requirements of paragraphs (b) introductory text, (b)(1), and (b)(2)(iv) through (vi) of this section if the conditions in paragraph (b)(5)(i) and (ii) are met.

(i) You demonstrate that the pump is unsafe-to-monitor because monitoring personnel would be exposed to an immediate danger as a consequence of complying with paragraph (b) of this section; and

(ii) You have a written plan that requires monitoring of the pump as frequently as practicable during safe-tomonitor times, but not more frequently than the periodic monitoring schedule otherwise applicable, and you repair the equipment according to the procedures in paragraph (i) of this section if a leak is detected.

(6) Any pump that is located within the boundary of an unmanned plant site is exempt from the weekly visual inspection requirements in paragraph (b)(1) and (b)(2)(iv) of this section, and the daily requirements of paragraph (b)(2)(v) of this section, provided that each pump is visually inspected as often as practicable and at least monthly. (c) Pressure relief devices in gas/vapor service. You must monitor each pressure relief device quarterly using the methods specified in § 60.5406c. A leak is defined as an instrument reading of 500 ppmv or greater above background.

(1) In addition to the requirements in paragraph (c) of this section, after each pressure release, you must monitor each pressure relief device within 5 calendar days after each pressure release to detect leaks. A leak is detected if an instrument reading of 500 ppmv or greater is provided using the methods specified in § 60.5406c(b).

(2) Any pressure relief device that is located in a nonfractionating plant that is monitored only by non-plant personnel may be monitored after a pressure release the next time the monitoring personnel are onsite, or within 30 calendar days after a pressure release, whichever is sooner, instead of within 5 calendar days as specified in paragraph (c)(1) of this section.

(3) No pressure relief device described in paragraph (c)(2) of this section may be allowed to operate for more than 30 calendar days after a pressure release without monitoring.

(4) Any pressure relief device that is routed to a process or fuel gas system or equipped with a closed vent system capable of capturing and transporting leakage through the pressure relief device to a control device as described in paragraph (e) of this section is exempt from the requirements of paragraphs (c) introductory text and (c)(1) of this section.

(5) Pressure relief devices equipped with a rupture disk are exempt from the requirements of paragraphs (c)(1) and (2) of this section provided you install a new rupture disk upstream of the pressure relief device as soon as practicable, but no later than 5 calendar days after each pressure release, except as provided in paragraph (i)(4) of this section.

(d) Open-ended valves or lines. Each open-ended valve or line must be equipped with a cap, blind flange, plug, or a second valve, except as provided in paragraphs (d)(4) and (5) of this section. The cap, blind flange, plug, or second valve must seal the open end of the valve or line at all times except during operations requiring process fluid flow through the open-ended valve or line.

(1) If evidence of a leak is found at any time by AVO, or any other detection method, a leak is detected and must be repaired in accordance with paragraph (i) of this section. A leak is defined as an instrument reading of 500 ppmv or greater if Method 21 of appendix A–7 to this part is used. (2) Each open-ended valve or line equipped with a second valve must be operated in a manner such that the valve on the process fluid end is closed before the second valve is closed.

(3) When a double block-and-bleed system is being used, the bleed valve or line may remain open during operations that require venting the line between the block valves but shall remain closed at all other times.

(4) Open-ended valves or lines in an emergency shutdown system which are designed to open automatically in the event of a process upset are exempt from the requirements of paragraphs (d), and (d)(1) through (3) of this section.

(5) Open-ended valves or lines containing materials which would autocatalytically polymerize or would present an explosion, serious overpressure, or other safety hazard if capped or equipped with a double block-and-bleed system as specified in paragraphs (d) introductory text and (d)(2) and (3) of this section are exempt from the requirements of this section.

(e) *Closed vent systems and control devices.* Closed vent systems used to comply with the equipment leak provisions of this section must comply with the requirements in §§ 60.5411c and 60.5416c. Control devices used to comply with the equipment leak provisions of this section must comply with the requirements in §§ 60.5412c, 60.5415c(e), and 60.5417c.

(f) Valves in gas/vapor and light liquid service. You must monitor each valve in gas/vapor and in light liquid service quarterly to detect leaks by the methods specified in § 60.5406c, except as provided in paragraphs (h)(3) through (5) of this section.

(1) A valve that begins operation in gas/vapor service or in light liquid service after the initial startup date for the process unit must be monitored for the first time within 90 days after the end of its startup period to ensure proper installation, except for a valve that replaces a leaking valve and except as provided in paragraphs (h)(3) through (5) of this section.

(2) An instrument reading of 500 ppmv or greater is a leak. You must repair each leaking valve according to the requirements in paragraph (i) of this section.

(3) Any valve that is designated, as described in § 60.5421c(b)(12), for no detectable emissions, as indicated by an instrument reading of less than 500 ppmv above background, is exempt from the requirements of paragraphs (f) of this section if the valve:

(i) Has no externally actuating mechanism in contact with the process fluid; (ii) Is operated with emissions less than 500 ppmv above background as determined by the methods specified in § 60.5406c; and

(iii) Is tested for compliance with paragraph (f)(3)(ii) of this section initially upon designation, annually, and at other times requested by the Administrator.

(4) Any valve that is designated, as described in  $\S$  60.5421c(b)(13), as an unsafe-to-monitor pump is exempt from the monitoring requirements of paragraph (f) of this section if the requirements in paragraphs (f)(4)(i) and (ii) of this section are met.

(i) You demonstrate that the valve is unsafe-to-monitor because monitoring personnel would be exposed to an immediate danger as a consequence of complying with paragraph (f) of this section; and

(ii) You have a written plan that requires monitoring of the valve as frequently as practicable during safe-tomonitor times, but not more frequently than the periodic monitoring schedule otherwise applicable, and you repair the equipment according to the procedures in paragraph (i) of this section if a leak is detected.

(5) Any valve that is designated, as described in  $\S$  60.5421c(b)(14), as a difficult-to-monitor valve is exempt from the monitoring requirements of paragraph (h) of this section if the requirements in paragraph (f)(5)(i) through (iii) of this section are met.

(i) You demonstrate that the valve cannot be monitored without elevating the monitoring personnel more than 2 meters above a support surface.

(ii) The process unit within which the valve is located has less than 3.0 percent of its total number of valves designated as difficult-to-monitor.

(iii) You have a written plan that requires monitoring of the at least once per calendar year.

(g) Pumps, valves, and connectors in heavy liquid service and pressure relief devices in light liquid or heavy liquid service. If evidence of a potential leak is found at any time by AVO, or any other detection method, you must comply with either paragraph (g)(1) or (2) of this section.

(1) You must monitor the equipment within 5 calendar days by the method specified in § 60.5406c and repair any leaks detected according to paragraph (i) of this section. An instrument reading of 10,000 ppmv or greater is defined as a leak.

(2) You must designate the AVO, or other indication of a leak as a leak and repair the leak according to paragraph (i) of this section.

(h) Connectors in gas/vapor service and in light liquid service. You must initially monitor all connectors in the process unit for leaks by the later of either 12 months after the compliance date or 12 months after initial startup. If all connectors in the process unit have been monitored for leaks prior to the compliance date, no initial monitoring is required provided either no process changes have been made since the monitoring or the owner or operator can determine that the results of the monitoring, with or without adjustments, reliably demonstrate compliance despite process changes. If required to monitor because of a process change, you are required to monitor only those connectors involved in the process change.

(1) You must monitor all connectors in gas/vapor service and in light liquid service annually, except as provided in paragraph (e) of this section or paragraph (h)(2) of this section.

(2) Any connector that is designated, as described in  $\S$  60.5421c(b)(13), as an unsafe-to-monitor connector is exempt from the requirements of paragraphs (h) and (h)(1) of this section if the requirements of paragraphs (h)(2)(i) and (ii) of this section are met.

(i) You demonstrate the connector is unsafe-to-monitor because monitoring personnel would be exposed to an immediate danger as a consequence of complying with paragraphs (h) and (h)(1) of this section; and

(ii) You have a written plan that requires monitoring of the connector as frequently as practicable during safe-tomonitor times, but not more frequently than the periodic monitoring schedule otherwise applicable, and you repair the equipment according to the procedures in paragraph (i) of this section if a leak is detected.

(3) Inaccessible, ceramic, or ceramicline connectors.

(i) Any connector that is inaccessible or that is ceramic or ceramic-lined (*e.g.*, porcelain, glass, or glass-lined), is exempt from the monitoring requirements of paragraphs (h) and (h)(1) of this section, from the leak repair requirements of paragraph (i) of this section, and from the recordkeeping and reporting requirements of §§ 60.5421c and 60.5422c. An inaccessible connector is one that meets any of the specifications in paragraphs (h)(3)(i)(A) through (F) of this section, as applicable.

(A) Buried.

(B) Insulated in a manner that prevents access to the connector by a monitor probe. (C) Obstructed by equipment or piping that prevents access to the connector by a monitor probe.

(D) Unable to be reached from a wheeled scissor-lift or hydraulic-type scaffold that would allow access to connectors up to 7.6 meters (25 feet) above the ground.

(E) Inaccessible because it would require elevating monitoring personnel more than 2 meters (7 feet) above a permanent support surface or would require the erection of scaffold.

(F) Not able to be accessed at any time in a safe manner to perform monitoring. Unsafe access includes, but is not limited to, the use of a wheeled scissorlift on unstable or uneven terrain, the use of a motorized man-lift basket in areas where an ignition potential exists, or access would require near proximity to hazards such as electrical lines or would risk damage to equipment.

(ii) If any inaccessible, ceramic, or ceramic-lined connector is observed by AVO, or other means to be leaking, the indications of a leak to the atmosphere by AVO or other means must be eliminated as soon as practicable.

(4) Connectors which are part of an instrumentation systems and inaccessible, ceramic, or ceramic-lined connectors meeting the provisions of paragraph (h)(3) of this section, are not subject to the recordkeeping requirements of  $\S$  60.5421c(b)(1).

(i) *Repair requirements.* When a leak is detected, comply with the requirements of paragraphs (i)(1) through (5) of this section, except as provided in paragraph (i)(6) of this section.

(1) A weatherproof and readily visible identification tag, marked with the equipment identification number, must be attached to the leaking equipment. The identification tag on the equipment may be removed after it has been repaired.

(2) A first attempt at repair must be made as soon as practicable, but no later than 5 calendar days after the leak is detected.

(i) First attempts at repair for pumps in light liquid or heavy liquid service include, but are not limited to, the practices described in paragraphs (i)(2)(i)(A) and (B) of this section, where practicable.

(A) Tightening the packing gland nuts.

(B) Ensuring that the seal flush is operating at design pressure and temperature.

(ii) For each valve where a leak is detected, you must comply with paragraphs (i)(2)(ii)(A), (B) or (C), and (D) of this section. (A) Repack the existing valve with a low-e packing.(B) Replace the existing valve with a

(B) Replace the existing valve with a low-e valve; or

(C) Perform a drill and tap repair with a low-e injectable packing.

(D) An owner or operator is not required to utilize a low-e valve or lowe packing to replace or repack a valve if the owner or operator demonstrates that a low-e valve or low-e packing is not technically feasible. Low-e valve or low-e packing that is not suitable for its intended use is considered to be technically infeasible. Factors that may be considered in determining technical infeasibility include: retrofit requirements for installation (*e.g.*, repiping or space limitation), commercial unavailability for valve type, or certain instrumentation assemblies.

(3) Repair of leaking equipment must be completed within 15 calendar days after detection of each leak, except as provided in paragraphs (i)(4), (5) and (6) of this section.

(4) If the repair for visual indications of liquids dripping for pumps in light liquid service can be made by eliminating visual indications of liquids dripping, you must make the repair within 5 calendar days of detection.

(5) If the repair for AVO or other indication of a leak for open-ended lines or valves; pumps, valves, or connectors in heavy liquid service; or pressure relief devices in light liquid or heavy liquid service can be made by eliminating the AVO, or other indication of a potential leak, you must make the repair within 5 calendar days of detection.

(6) Delay of repair of equipment for which leaks have been detected will be allowed if repair within 15 calendar days is technically infeasible without a process unit shutdown or as specified in paragraphs (i)(6)(i) through (v) of this section. Repair of this equipment shall occur before the end of the next process unit shutdown. Monitoring to verify repair must occur within 15 calendar days after startup of the process unit.

(i) Delay of repair of equipment will be allowed for equipment which is isolated from the process, and which does not have the potential to emit methane.

(ii) Delay of repair for valves and connectors will be allowed if the conditions in paragraphs (i)(6)(ii)(A) and (B) are met.

(A) You demonstrate that emissions of purged material resulting from immediate repair are greater than the fugitive emissions likely to result from delay of repair, and

(B) When repair procedures are conducted, the purged material is

collected and destroyed or recovered in a control device complying with paragraph (e) of this section.

(iii) Delay of repair for pumps will be allowed if the conditions in paragraphs(i)(6)(iii)(A) and (B) of this section are met.

(A) Repair requires the use of a dual mechanical seal system that includes a barrier fluid system, and

(B) Repair is completed as soon as practicable, but not later than 6 months after the leak was detected.

(iv) If delay of repair is required to repack or replace the valve, you may use delay of repair. Delay of repair beyond a process unit shutdown will be allowed for a valve, if valve assembly replacement is necessary during the process unit shutdown, valve assembly supplies have been depleted, and valve assembly supplies had been sufficiently stocked before the supplies were depleted. Delay of repair beyond the next process unit shutdown will not be allowed unless the next process unit shutdown occurs sooner than 6 months after the first process unit shutdown.

(v) When delay of repair is allowed for a leaking pump, valve, or connector that remains in service, the pump, valve, or connector may be considered to be repaired and no longer subject to delay of repair requirements if two consecutive monthly monitoring results show no leak remains.

(j) *Initial compliance.* You must demonstrate initial compliance with the standards that apply to equipment leaks at onshore natural gas processing plants as required by § 60.5410c(g).

(k) Continuous compliance. You must demonstrate continuous compliance with the standards that apply to equipment leaks at onshore natural gas processing plants as required by § 60.5415c(i).

(l) *Reporting.* You must perform the reporting requirements as specified in § 60.5420c(b)(1) and (b)(10) and § 60.5422c.

(m) *Recordkeeping*. You must perform the recordkeeping requirements as specified in § 60.5420c(c)(7), (9), (11), and § 60.5421c.

# § 60.5402c What are the exceptions to the GHG standards for process unit equipment designated facilities?

(a) You may comply with the following exceptions to the provisions of §§ 60.5400c(a) and 60.5401c(a), as applicable.

(b) Pumps in light liquid service, pressure relief devices in gas/vapor service, valves in gas/vapor and light liquid service, and connectors in gas/ vapor service and in light liquid service that are located at a nonfractionating plant that does not have the design capacity to process 283,200 standard cubic meters per day (scmd) (10 million standard cubic feet per day) or more of field gas may comply with the exceptions specified in paragraphs (b)(1) or (2) of this section.

(1) You are exempt from bimonthly OGI monitoring as required under § 60.5400c(b).

(2) You are exempt from the routine Method 21 of appendix A–7 to this part monitoring requirements of  $\S$  60.5401c(b), (c), (f), and (h), if complying with the alternative standards of  $\S$  60.5401c.

(c) Pumps in light liquid service, pressure relief devices in gas/vapor service, valves in gas/vapor and light liquid service, and connectors in gas/ vapor service and in light liquid service within a process unit that is located in the Alaskan North Slope are exempt from the monitoring requirements § 60.5400c(b) and (c) and § 60.5401c(b), (c), (f) and (h).

(d) You may use the following provisions instead of § 60.5403c(e):

(1) Equipment is in heavy liquid service if the weight percent evaporated is 10 percent or less at 150 degrees Celsius (302 degrees Fahrenheit) as determined by ASTM D86–96 (incorporated by reference, see § 60.17).

(2) Équipment is in light liquid service if the weight percent evaporated is greater than 10 percent at 150 °Celsius (302 °F) as determined by ASTM D86– 96 (incorporated by reference, see § 60.17).

(e) Equipment that is in vacuum service, except connectors in gas/vapor and light liquid service, is excluded from the requirements of § 60.5400c(b)through (g), if it is identified as required in § 60.5421c(b)(15). Equipment that is in vacuum service is excluded from the requirements of § 60.5401c(b) through (g) if it is identified as required in § 60.5421c(b)(15).

(f) Equipment that you designate as having the potential to emit methane less than 300 hr/yr is excluded from the requirements of § 60.5400c(b) through (g) and § 60.5401c(b) through (h), if it is identified as required in § 60.5421c(b)(16) and it meets any of the conditions specified in paragraphs (f)(1) through (3) of this section.

(1) The equipment has the potential to emit methane only during startup and shutdown.

(2) The equipment has the potential to emit methane only during process malfunctions or other emergencies.

(3) The equipment is backup equipment that has the potential to emit methane only when the primary equipment is out of service.

# Model Rule—Test Methods and Performance Testing

### § 60.5405c What test methods and procedures must I use for my centrifugal compressor and reciprocating compressor designated facilities?

(a) You must use one of the methods described in paragraph (a)(1) and (2) of this section to screen for emissions or leaks from the reciprocating compressor rod packing when complying with  $\S$  60.5393c(a)(2)(iv) and from the compressor dry and wet seal vents when complying with  $\S$  60.5392c(a)(2)(i)(A).

(1) Optical gas imaging instrument. Use an optical gas imaging instrument for equipment leak detection as specified in either paragraph (a)(1)(i) or (ii) of this section. For the purposes of paragraphs (a)(1)(i) and (ii) of this section, any visible emissions observed by the optical gas imaging instrument from reciprocating rod packing or compressor dry or wet seal vent is a leak.

(i) Optical gas imaging instrument as specified in appendix K of this part. For reciprocating compressor and centrifugal compressor designated facilities with wet or dry seals located at onshore natural gas processing plants, use an optical gas imaging instrument to screen for emissions from reciprocating rod packing or centrifugal compressor dry or wet seal vent in accordance with the protocol specified in appendix K of this part.

(ii) Optical gas imaging instrument as specified in § 60.5397c of this subpart. For reciprocating compressor and centrifugal compressor designated facilities with wet or dry seals located at centralized production facilities, compressor stations, or other location that is not an onshore natural gas processing plant, use an optical gas imaging instrument to screen for emissions from reciprocating rod packing or centrifugal compressor with wet or dry seals in accordance with the elements of § 60.5397c(c)(7).

(2) *Method 21*. Use Method 21 in appendix A–7 to this part according to § 60.5403c(b)(1) and (2). For the purposes of this section, an instrument reading of 500 ppmv above background or greater is a leak.

(b) You must determine natural gas volumetric flow rate using a rate meter which meets the requirement in Method 2D in appendix A–1 to this part. Rate meters must be calibrated on an annual basis according to the requirements in Method 2D.

(c) You must use a high-volume sampler to measure emissions of the reciprocating compressor rod packing or centrifugal compressor dry or wet seal

vent in accordance with paragraphs (c)(1) through (7) of this section.

(1) You must use a high-volume sampler designed to capture the entirety of the emissions from the applicable vent and measure the entire range of methane concentrations being emitted as well as the total volumetric flow at standard conditions. You must develop a standard operating procedure for this device and document these procedures in the appropriate monitoring plan. In order to get reliable results, persons using this device should be knowledgeable in its operation and the requirements in this section.

(2) This procedure may involve hazardous materials, operations, and equipment. This procedure may not address all of the safety problems associated with its use. It is the responsibility of the user of this procedure to establish appropriate safety and health practices and determine the applicability of regulatory limitations prior to performing this procedure.

(3) The high-volume sampler must include a methane gas sensor(s) which meets the requirements in paragraphs (c)(3)(i) through (iii) of this section.

(i) The methane sensor(s) must be selective to methane with minimal interference, less than 2.5 percent for the sum of responses to other compounds in the gas matrix. You must document the minimal interference though empirical testing or through data provided by the manufacturer of the sensor.

(ii) The methane sensor(s) must have a measurement range over the entire expected range of concentrations.

(iii) The methane sensor(s) must be capable of taking a measurement once every second, and the data system must be capable of recording these results for each sensor at all times during operation of the sampler.

(4) The high-volume sampler must be designed such that it is capable of sampling sufficient volume in order to capture all emissions from the applicable vent. Your high-volume sampler must include a flow measurement sensor(s) which meets the requirements of paragraphs (c)(4)(i) and (ii) of this section.

(i) The flow measurement sensor must have a measurement range over the entire expected range of flow rates sampled. If needed multiple sensors may be used to capture the entire range of expected flow rates.

(ii) The flow measurement sensor(s)must be capable of taking a measurement once every second, and the data system must be capable of recording these results for each sensor at all times during operation of the sampler.

(5) You must calibrate your methane sensor(s) according to the procedures in paragraphs (c)(5)(i)(A) and (B) of this section, and flow measurement sensors must be calibrated according to the procedures in paragraph (c)(5)(ii) of this section.

(i) For Methane sensor calibration: (A) Initially and on a semi-annual basis, determine the linearity at four points through the measurement range for each methane sensor using methane gaseous calibration cylinder standards. At each point, the difference between the cylinder value and the sensor reading must be less than 5 percent of the respective calibration gas value. If the sensor does not meet this requirement, perform corrective action on the sensor, and do not use the sampler until these criteria can be met.

(B) Prior to and at the end of each testing day, challenge each sensor at two points, a low point, and a mid-point, using methane gaseous calibration cylinder standards. At each point, the difference between the cylinder value and the sensor reading must be less than 5 percent of the respective calibration gas value. If the sensor does not meet this requirement, perform corrective action on the sensor and do not use the sampler again until these criteria can be met. If the post-test calibration check fails at either point, invalidate the data from all tests performed subsequent to the last passing calibration check.

(ii) Flow measurement sensors must meet the requirements in Method 2D in appendix A–1 to this part. Rate meters must be calibrated on an annual basis according to the requirements in Method 2D. If your flow sensor relies on ancillary temperature and pressure measurements to correct the flow rate to standard conditions, the temperature and pressure sensors must also be calibrated on an annual basis. Standard conditions are defined as 20 °C (68 °F) and 760 mm Hg (29.92 in. Hg).

(6) You must conduct sampling of the reciprocating compressor rod packing or centrifugal compressor dry or wet seal vent in accordance with the procedures in paragraphs (c)(6)(i) through (v) of this section.

(i) The instrument must be operated consistent with manufacturer recommendations; users are encouraged to develop a standard operating procedure to document the exact procedures used for sampling.

(ii) Identify the rod packing or centrifugal compressor dry or wet seal vent to be measured and record the signal to noise ratio (S/N) of the engine. Collect a background methane sample in parts per million by volume (ppmv) for a minimum of one minute and record the result along with the date and time.

(iii) Approach the vent with the sample hose and adjust the sampler so that you are measuring at the full flow rate. Then, adjust the flow rate to ensure the measured methane concentration is within the calibrated range of the methane sensor and minimum methane concentration is at least 2 ppmv higher than the background concentration. Sample for a period of at least one minute and record the average flow rate in standard cubic feet per minute and the methane sample concentration in ppmv, along with the date and time. Standard conditions are defined as 20 °C (68 °F) and 760 mm Hg (29.92 in. Hg).

(iv) Calculate the leak rate according to the following equation:

# Equation 1 to paragraph (c)(6)(iv)

### Where:

 $CH4_B$  = background methane concentration, ppmv

 $CH4_S$  = methane sample concentration, ppmv V = Average flow rate of the sampler, scfm

Q = Methane emission rate, scfm

(v) You must collect at least three separate one-minute measurements and determine the average leak rate. The relative percent difference of these three separate samples should be less than 10 percent.

 $Q = V\left(\frac{\text{CH4}_{\text{S}} - \text{CH4}_{\text{B}}}{1000000}\right)$ 

(7) If the measured natural gas flow determined as specified in paragraph (c)(6) of this section exceeds 70.0 percent of the manufacturer's reported maximum sampling flow rate you must either use a temporary or permanent flow meter according to paragraph (b) of this section or use another method meeting the requirements in paragraph (d) of this section to determine the leak or flow rate.

(d) As an alternative to a high-volume sampler, you may use any other method that has been validated in accordance with the procedures specified in Method 301 in appendix A to 40 CFR part 63, subject to Administrator approval, as specified in § 60.8(b).

### § 60.5406c What test methods and procedures must I use for my process unit equipment designated facilities?

(a) In conducting the performance tests required in § 60.8, you must use as reference methods and procedures the test methods in appendix A to this part or other methods and procedures as specified in this section, except as provided in § 60.8(b).

(b) You must determine compliance with the standards in § 60.5401c as follows:

(1) Method 21 of appendix A–7 to this part shall be used to determine the presence of leaking sources. The instrument shall be calibrated before use each day of its use by the procedures specified in Method 21 of appendix A– 7 to this part. The following calibration gases shall be used:

(i) Zero air (less than 10 ppmv of hydrocarbon in air); and

(ii) A mixture of methane or n-hexane and air at a concentration no more than 2,000 ppmv greater than the leak definition concentration of the equipment monitored. If the monitoring instrument's design allows for multiple calibration scales, then the lower scale shall be calibrated with a calibration gas that is no higher than 2,000 ppmv above the concentration specified as a leak, and the highest scale shall be calibrated with a calibration gas that is approximately or equal to 10,000 ppmv. If only one scale on an instrument will be used during monitoring, you need not calibrate the scales that will not be used during that day's monitoring.

(iii) Verification that your monitoring equipment meets the requirements specified in Section 6.0 of Method 21 of appendix A-7 to this part. For purposes of instrument capability, the leak definition shall be 500 ppmv or greater methane using a FID-based instrument for valves and connectors and 2,000 ppmv methane or greater for pumps. If you wish to use an analyzer other than a FID-based instrument, you must develop a site-specific leak definition that would be equivalent to 500 ppmv methane using a FID-based instrument (e.g., 10.6 eV PID with a specified isobutylene concentration as the leak

definition would provide equivalent response to your compound of interest).

(2) The instrument must be calibrated before use each day of its use by the procedures specified in Method 21 of appendix A–7 to this part. At minimum, you must also conduct precision tests at the interval specified in Method 21 of appendix A–7 to this part, Section 8.1.2, and a calibration drift assessment at the end of each monitoring day. The calibration drift assessment must be conducted as specified in paragraph (b)(2)(i) of this section. Corrective action for drift assessments is specified in paragraphs (b)(2)(ii) and (iii) of this section.

(i) Check the instrument using the same calibration gas that was used to calibrate the instrument before use. Follow the procedures specified in Method 21 of appendix A–7 to this part, Section 10.1, except do not adjust the meter readout to correspond to the calibration gas value. If multiple scales are used, record the instrument reading for each scale used. Divide the arithmetic difference of the initial and post-test calibration response by the corresponding calibration gas value for each scale and multiply by 100 to express the calibration drift as a percentage.

(ii) If a calibration drift assessment shows a negative drift of more than 10 percent, then all equipment with instrument readings between the fugitive emission definition multiplied by (100 minus the percent of negative drift) divided by 100 and the fugitive emission definition that was monitored since the last calibration must be remonitored.

(iii) If any calibration drift assessment shows a positive drift of more than 10 percent from the initial calibration value, then, at the owner/operator's discretion, all equipment with instrument readings above the fugitive emission definition and below the fugitive emission definition multiplied by (100 plus the percent of positive drift) divided by 100 monitored since the last calibration may be re-monitored.

(c) You shall determine compliance with the no detectable emission standards in § 60.5401c(b), (c), and (f) as specified in paragraphs (c)(1) and (2) of this section.

(1) The requirements of paragraph (b) of this section shall apply.

(2) Method 21 of appendix A-7 to this part shall be used to determine the background level. All potential leak interfaces shall be traversed as close to the interface as possible. The arithmetic difference between the maximum concentration indicated by the instrument and the background level is compared with 500 ppmv for determining compliance.

(d) You shall demonstrate that a piece of equipment is in light liquid service by showing that all of the following conditions apply:

(1) The vapor pressure of one or more of the organic components is greater than 0.3 kPa at 20 °C (1.2 in.  $H_2O$  at 68 °F). Standard reference texts or ASTM D2879–83, –96, or –97 (incorporated by reference, see § 60.17) shall be used to determine the vapor pressures.

(2) The total concentration of the pure organic components having a vapor pressure greater than 0.3 kPa at 20 °C (1.2 in.  $H_2O$  at 68 °F) is equal to or greater than 20 percent by weight.

(3) The fluid is a liquid at operating conditions.

(e) Samples used in conjunction with paragraphs (d) and (e) of this section shall be representative of the process fluid that is contained in or contacts the equipment, or the gas being combusted in the flare.

# Model Rule—Initial Compliance Requirements

### § 60.5410c How do I demonstrate initial compliance with the standards for each of my designated facilities?

You must determine initial compliance with the standards for each designated facility using the requirements of paragraphs (a) through (i) of this section. Except as otherwise provided in this section, the initial compliance period begins on the date specified in § 60.5387c and ends no later than 1 year after that date. The initial compliance period may be less than 1 full year.

(a) Gas well liquids unloading standards for well designated facility. To demonstrate initial compliance with the GHG standards for each gas well liquids unloading operation conducted at your well designated facility as required by § 60.5390c, you must comply with paragraphs (a)(1) through (4) of this section, as applicable.

(1) You must submit the initial annual report for your well designated facility as required in 60.5420c(b)(1) and (2).

(2) If you comply by using a liquids unloading technology or technique that does not vent to the atmosphere according to 60.5390c(a)(1), you must maintain the records specified in 60.5420c(c)(1)(i).

(3) If you comply by using a liquids unloading technology or technique that vents to the atmosphere according to  $\S 60.5390c(a)(2)$ , (b) and (c), you must comply with paragraphs (a)(3)(i) and (ii) of this section.

(i) Employ best management practices to minimize venting of methane emissions as specified in § 60.5390c(d) for each gas well liquids unloading operation.

(ii) Maintain the records specified in § 60.5420c(c)(1)(ii).

(4) If you comply by using § 60.5390c(g), you must comply with paragraphs (b)(4)(i) through (vi) of this section.

(i) Reduce methane emissions by 95.0 percent or greater and as demonstrated by the requirements of § 60.5413c.

(ii) Install a closed vent system that meets the requirements of  $\S$  60.5411c(a) and (c) to capture all emissions and route all emissions to a control device that meets the conditions specified in  $\S$  60.5412c.

(iii) Conduct an initial performance test as required in § 60.5413c within 180 days after the initial gas well liquids unloading operation or install a control device tested under § 60.5413c(d) which meets the criteria in § 60.5413c(d)(11)and (e), and comply with the continuous compliance requirements of § 60.5415c(e).

(iv) You must conduct the initial inspections required in § 60.5416c(a) and (b).

(v) You must install and operate the continuous parameter monitoring systems in accordance with \$60.5417c(a) through (i), as applicable.

(vi) You must maintain the records specified in § 60.5420c(c)(1)(iii), (c)(7) and (c)(9) through (12), as applicable and submit the reports as required by § 60.5420c(b)(11) through (13), as applicable.

(b) Associated gas well standards for well designated facility. To demonstrate initial compliance with the GHG standards for each associated gas well as required by § 60.5391c, you must comply with paragraphs (b)(1) through (5) of this section.

(1) If you comply with the requirements of 60.5391c(a), you must maintain the records specified in 60.5420c(c)(2)(i) and submit the information required by 60.5420c(b)(3)(i) through (iv) in your initial annual report.

(2) If you comply with § 60.5391c(b) because you have demonstrated that annual methane emissions are 40 tons per year or less, you must document the calculation of annual methane emissions determined in accordance with § 60.5391c(e)(1) and submit them in the initial annual report, and comply with paragraphs (b)(4) of this section.

(3) If you comply with 60.5391c(b) because you have demonstrated that it is not feasible to comply with 60.5391c(a)(1), (2), (3), or (4) due to

technical reasons, document the initial demonstration and certification of the technical reason in accordance with  $\S$  60.5391c(e)(1) and submit them in the initial annual report, and comply with paragraphs (b)(4) of this section. Submit this documentation in the initial annual report, and comply with paragraph (b)(4) of this section.

(4) If you comply with § 60.5391c(b), you must comply with paragraphs (b)4)((i) through (iv) of this section

(i) Reduce methane emissions by 95.0 percent or greater and as demonstrated by the requirements of § 60.5413c.

(ii) Install a closed vent system that meets the requirements of  $\S$  60.5411c(a) and (c) to capture the associated gas and route the captured associated gas to a control device that meets the conditions specified in  $\S$  60.5412c.

(iii) Conduct an initial performance test as required in § 60.5413c within 180 days after initial startup or by 36 months after the state plan submittal deadline (as specified in § 60.5362c(c)), whichever date is later, or install a control device tested under § 60.5413c(d) which meets the criteria in § 60.5413c(d)(11) and (e) and you must comply with the continuous compliance requirements of § 60.5413c(e).

(iv) Conduct the initial inspections required in § 60.5416c(a) and (b).

(v) Install and operate the continuous parameter monitoring systems in accordance with § 60.5417c(a) through (g), as applicable.

(vi) Maintain the records specified in § 60.5420c(c)(2)(ii) and (c)(7) and (9) through (12), as applicable.

(5) You must submit the initial annual report for your associated gas well at a well designated facility as required in (50.5420c(b)(1), (3), and (10)) through (12), as applicable.

(c) Centrifugal compressor designated facility. To demonstrate initial compliance with the GHG standards in §60.5392c(a)(1) and (2) for your centrifugal compressors (including both wet seal centrifugal compressors and dry seal centrifugal compressors) that require volumetric flow rate measurements, you must comply with paragraphs (c)(1), (6), and (7) of this section. Alternatively, if you comply with the GHG standards for your wet seal and dry seal centrifugal compressor designated facility by reducing methane emissions from each centrifugal compressor wet seal fluid degassing system by 95.0 percent in accordance with § 60.5392c(a)(3) and (4), you must achieve initial compliance by complying with paragraphs (c)(2)through (7) of this section. If you comply with the GHG standards for

your wet seal and dry seal centrifugal compressor designated facility by routing emissions from the wet seal fluid degassing system through a closed vent system to a process in accordance with § 60.5392c(a)(5), you must achieve initial compliance by complying with paragraphs (c)(2), (4), (6), and (7) of this section.

(1) You must maintain the volumetric flow rates for your centrifugal compressors as specified in paragraphs (c)(1)(i) through (iii) of this section, as applicable. You must conduct your initial annual volumetric measurement as required by 60.5392c(a)(1).

(i) For your wet seal centrifugal compressors (including self-contained wet seal centrifugal compressors), you must maintain the volumetric flow rate at or below 3 scfm per seal.

(ii) For your Alaska North Slope centrifugal compressor equipped with sour seal oil separator and capture system, you must maintain the volumetric flow rate at or below 9 scfm per seal.

(iii) For your dry seal compressor, you must maintain the volumetric flow rate at or below 10 scfm per seal.

(2) If you use a control device to reduce emissions to comply with  $\S 60.5392c(a)(4)$  or route the emissions to a process to comply with  $\S 60.5392c(a)(5)$ , you must equip the wet seal fluid degassing system or dry seal system with a cover that meets the requirements of  $\S 60.5411c(b)$  and route the captured vapors through a closed vent system that meets the requirements of  $\S 60.5411c(a)$  and (c).

(3) If you use a control device to comply with  $\S$  60.5392c(a)(4), you must conduct an initial performance test as required in  $\S$  60.5413c within 180 days after initial startup, or by 36 months after the state plan submittal deadline (as specified in  $\S$  60.5362c(c)), whichever date is later, or install a control device tested under  $\S$  60.5413c(d) which meets the criteria in  $\S$  60.5413c(d)(11) and (e) and you must comply with the continuous compliance requirements of  $\S$  60.5415c(e).

(4) If you use a control device to comply with 60.5392c(a)(4) or comply with 60.5392c(a)(5) by routing to a process, you must conduct the initial inspections required in § 60.5416c(a) and (b).

(5) If you use a control device to comply with 60.5392c(a)(4), you must install and operate the continuous parameter monitoring systems in accordance with 60.5417c(a) through (i), as applicable.

(6) You must submit the initial annual report for your centrifugal compressor

designated facility as required in § 60.5420c(b)(1) and (4) and (b)(10) through (12), as applicable.

(7) You must maintain the records as specified in 60.5420c(c)(3) and (c)(7) through (12), as applicable.

(d) *Reciprocating compressor designated facility.* To demonstrate initial compliance with the GHG standards for each reciprocating compressor designated facility as required by § 60.5393c, you must comply with paragraphs (d)(1) through (7) of this section.

(1) If you comply with § 60.5393c(a) by maintaining volumetric flow rate at or below 2 scfm per cylinder (or a combined cylinder emission flow rate greater than the number of compression cylinders multiplied by 2 scfm) as required by § 60.5393c(a), you must maintain volumetric flow rate at or below 2 scfm and you must conduct your initial annual volumetric flow rate measurement as required by § 60.5393c(a)(1).

(2) If you comply with § 60.5393c by collecting the methane emissions from your reciprocating compressor rod packing using a rod packing emissions collection system as required by § 60.5393c(d)(1), you must equip the reciprocating compressor with a cover that meets the requirements of § 60.5411c(b), route emissions to a process through a closed vent system that meets the requirements of § 60.5411c(a) and (c), and you must conduct the initial inspections required in § 60.5416c(a) and (b).

(3) If you comply with § 60.5393c(d) by collecting emissions from your rod packing emissions collection system by using a control device to reduce methane emissions by 95.0 percent as required by § 60.5393c(d)(2), you must equip the reciprocating compressor with a cover that meets the requirements of § 60.5411c(b), route emissions to a control device that meets the conditions specified in § 60.5412c through a closed vent system that meets the requirements of § 60.5411c(a) and (c), and you must conduct the initial inspections required in § 60.5416c(a) and (b).

(4) If you comply with § 60.5393c(d)(2), you must conduct an initial performance test as required in § 60.5413c within 180 days after initial startup, or by 36 months after the state plan submittal deadline (as specified in § 60.5362c(c)), whichever date is later, or install a control device tested under § 60.5413c(d) which meets the criteria in § 60.5413c(d)(11) and (e) and you must comply with the continuous compliance requirements of § 60.5415c(e). (5) If you comply with § 60.5393c(d)(2), you must install and operate the continuous parameter monitoring systems in accordance with § 60.5417c(a) through (i), as applicable.

(6) You must submit the initial annual report for your reciprocating compressor as required in 60.5420c(b)(1), (5) and (10) through (12), as applicable.

(7) You must maintain the records as specified in 60.5420c(c)(4) and (7) through (12), as applicable.

(e) Process controller designated *facility.* To demonstrate initial compliance with GHG emission standards for your process controller designated facility, you must comply with paragraphs (e)(1) through (5) of this section, as applicable. If you change compliance methods, you must perform the applicable compliance demonstrations of paragraphs (e)(1) through (3) of this section again for the new compliance method, note the change in compliance method in the annual report required by §60.5420c(b)(6)(iv), and maintain the records required by paragraph (e)(1)(i) or (ii) of this section for the new compliance method.

(1) For process controller designated facilities complying with the requirements of 60.5394c(a), you must demonstrate that your process controller designated facility does not emit any methane to the atmosphere by meeting the requirements of paragraph (e)(3) of this section.

(i) If you comply by routing the emissions to a process, you must meet the requirements for closed vent systems specified in paragraph (e)(3) of this section.

(ii) If you comply by using a selfcontained natural gas-driven process controller, you must conduct an initial no identifiable emissions inspection required by § 60.5416c(b).

(2) For each process controller designated facility located at a site in Alaska that does not have access to electrical power, you must demonstrate initial compliance with § 60.5394c(b)(1)and (2) or with § 60.5394c(b)(3), as an alternative to complying with paragraph § 60.5394c(a) by meeting the requirements specified in (e)(2)(i) through (v) of this section for each process controller, as applicable.

(i) For each process controller in the process controller designated facility operating with a bleed rate of less than or equal to 6 scfh, you must maintain records in accordance with § 60.5420c(c)(5)(iii)(A) that demonstrate the process controller is designed and operated to achieve a bleed rate less than or equal to 6 scfh. (ii) For each process controller in the process controller designated facility operating with a bleed rate greater than 6 scfh, you must maintain records that demonstrate that a controller with a higher bleed rate than 6 scfh is required based on a specific functional need for that controller as specified in  $\S$  60.5420c(c)(5)(iii)(B).

(iii) For each intermittent vent process controller in the process controller designated facility you must demonstrate that each intermittent vent controller does not emit to the atmosphere during idle periods by conducting initial monitoring in accordance with § 60.5394c(b)(2)(ii).

(iv) For each process controller designated facility that complies by reducing methane emissions from all controllers in the process controller designated facility by 95.0 percent in accordance with § 60.5394c(b)(3), you must comply with paragraphs (e)(2)(iv)(A) through (D) of this section.

(A) Reduce methane emissions by 95.0 percent or greater and as demonstrated by the requirements of § 60.5413c.

(B) Route all process controller designated facility emissions to a control device that meets the conditions specified in 60.5412c through a closed vent system that meets the requirements specified in paragraph (e)(3) of this section.

(C) Conduct an initial performance test as required in § 60.5413c within 180 days after initial startup, or by 36 months after the state plan submittal deadline (as specified in § 60.5362c(c)), whichever date is later, or install a control device tested under § 60.5413c(d) which meets the criteria in § 60.5413c(d)(11) and (e) and you must comply with the continuous compliance requirements of § 60.5415c(g).

(D) Install and operate the continuous parameter monitoring systems in accordance with § 60.5417c(a) through (g), as applicable.

(3) For each closed vent system used to comply with § 60.5394c, you must meet the requirements specified in paragraphs (e)(3)(i) and (ii) of this section.

(i) Install a closed vent system that meets the requirements of § 60.5411c(a) and (c).

(ii) Conduct the initial inspections of the closed vent system and bypasses, if applicable, as required in § 60.5416c(a) and (b).

(4) You must submit the initial annual report for your process controller designated facility as required in § 60.5420c(b)(1) and (6).

(5) You must maintain the records as specified in § 60.5420c(c)(5).

(f) Pump designated facility. To demonstrate initial compliance with the GHG standards for your pump designated facility as required by §60.5395c, you must comply with paragraphs (f)(1) through (4) of this section, as applicable. If you change compliance methods, you must perform the applicable compliance demonstrations of paragraphs (f)(1) and (2) of this section again for the new compliance method, note the change in compliance method in the annual report required by § 60.5420c(b)(9)(v), and maintain the records required by paragraph (f)(4) of this section for the new compliance method.

(1) For pump designated facilities complying with the requirements of  $\S$  60.5395c(a) or (b)(2) by routing emissions to a process, you must meet the requirements specified in paragraphs (f)(1)(ii) and (iv) of this section. For pump designated facilities complying with the requirements of  $\S$  60.5395c(b)(3), you must meet the requirements specified in paragraphs (f)(1)(i) and (v) of this section.

(i) Reduce methane emissions by 95.0 percent or greater and as demonstrated by the requirements of § 60.5413c.

(ii) Install a closed vent system that meets the requirements of § 60.5411c(a) and (c) to capture all emissions from all pumps in the pump designated facility and route all emissions to a process or control device that meets the conditions specified in § 60.5412c.

(iii) Conduct an initial performance test as required in § 60.5413c within 180 days after initial startup, or by 36 months after the state plan submittal deadline (as specified in § 60.5362c(c)), whichever date is later, or install a control device tested under § 60.5413c(d) which meets the criteria in § 60.5413c(d)(11) and (e), and you must comply with the continuous compliance requirements of § 60.5413c(e).

(iv) Conduct the initial inspections of the closed vent system and bypasses, if applicable, as required in § 60.5416c(a) and (b).

(v) Install and operate the continuous parameter monitoring systems in accordance with § 60.5417c(a) through (i), as applicable.

(2) Submit the certifications specified in paragraphs (f)(2)(i) through (iii) of this section, as applicable.

(i) The certification required by § 60.5395c(b)(3) that there is no vapor recovery unit on site and that there is a control device on site, but it does not achieve a 95.0 percent emissions reduction. (ii) The certification required by § 60.5395c(b)(4) that there is no control device or process available on site.

(iii) The certification required by § 60.5395c(b)(5)(i) that it is technically infeasible to capture and route the pump designated facility emissions to a process or an existing control device.

(3) You must submit the initial annual report for your pump designated facility as specified in  $\S$  60.5420c(b)(1) and (9).

(4) You must maintain the records for your pump designated facility as specified in 60.5420c (c)(7) and (c)(9) through (12), as applicable, and (c)(14).

(g) Process unit equipment designated facility. To achieve initial compliance with the GHG standards for process unit equipment designated facilities as required by § 60.5400c, you must comply with paragraphs (g)(1) through (4) and (g)(11) through (15) of this section, unless you meet and comply with the exception in §60.5402c(b), (e), or (f) or meet the exemption in §60.5402c(c). If you comply with the GHG standards for process unit equipment designated facilities using the alternative standards in §60.5401c, you must comply with paragraphs (g)(5) through (15) of this section, unless you meet the exemption in §60.5402c(b) or (c) or the exception in § 60.5402c(e) or (f)

(1) You must conduct monitoring for each pump in light liquid service, pressure relief device in gas/vapor service, valve in gas/vapor or light liquid service and connector in gas/ vapor or light liquid service as required by § 60.5400c(b).

(2) You must conduct monitoring as required by § 60.5400c(c) for each pump in light liquid service.

(3) You must conduct monitoring as required by § 60.5400c(d) for each pressure relief device in gas/vapor service.

(4) You must comply with the equipment requirements for each openended valve or line as required by § 60.5400c(e).

(5) You must conduct monitoring for each pump in light liquid service as required by § 60.5401c(b).

(6) You must conduct monitoring for each pressure relief device in gas/vapor service as required by § 60.5401c(c).

(7) You must comply with the equipment requirements for each openended valve or line as required by § 60.5401c(d).

(8) You must conduct monitoring for each valve in gas/vapor or light liquid service as required by § 60.5401c(f).

(9) You must conduct monitoring for each pump, valve, and connector in heavy liquid service and each pressure relief device in light liquid or heavy liquid service as required by §60.5401c(g).

(10) You must conduct monitoring for each connector in gas/vapor or light liquid service as required by § 60.5401c(h).

(11) For each pump equipped with a dual mechanical seal system that degasses the barrier fluid reservoir to a process or a control device, each pump which captures and transports leakage from the seal or seals to a process or a control device, or each pressure relief device which captures and transports leakage through the pressure relief device to a process or a control device, you must meet the requirements of paragraph (g)(11)(i) through (vi) of this section.

(i) Reduce methane emissions by 95.0 percent or greater and as demonstrated by the requirements of 60.5413c or route to a process.

(ii) Install a closed vent system that meets the requirements of § 60.5411c(a)and (c) to capture all emissions from each pump equipped with a dual mechanical seal system that degasses the barrier fluid reservoir, each pump which captures and transports leakage from the seal or seals, or each pressure relief device which captures and transports leakage through the pressure relief device and route all emissions to a process or to a control device that meets the conditions specified in § 60.5412c.

(iii) If routing to a control device, conduct an initial performance test as required in § 60.5413c within 180 days after initial startup, or by 36 months after the state plan submittal deadline (as specified in § 60.5362c(c)), whichever date is later, or install a control device tested under § 60.5413c(d) which meets the criteria in § 60.5413c(d)(11) and (e), and you must comply with the continuous compliance requirements of § 60.5413c(d).

(iv) Conduct the initial inspections of the closed vent system and bypasses, if applicable, as required in § 60.5416c(a) and (b).

(v) Install and operate the continuous parameter monitoring systems in accordance with § 60.5417c(a) through (g), as applicable.

(vi) Maintain the records as required by 60.5420c(c)(7) and (c)(9) through (12), as applicable and submit the reports as required by 60.5420c(b)(10)through (12), as applicable.

(12) You must tag and repair each identified leak as required in § 60.5400c(h) or § 60.5400c(i), as applicable.

(13) You must submit the notice required by 60.5420c(a)(2).

(14) You must submit the initial semiannual report and subsequent semiannual report as required by § 60.5422c and the annual reports in § 60.5420c(b)(10)(i) through (iv), as applicable.

(15) You must maintain the records specified by § 60.5421c.

(h) Storage vessel designated facility. To achieve initial compliance with the GHG standards for each storage vessel designated facility as required by § 60.5396c, you must comply with paragraphs (h)(1) through (9) of this section. To achieve initial compliance with the GHG standards for each storage vessel designated facility that complies by using a floating roof in accordance with § 60.5396c(b)(2), you must comply with paragraph (h)(1) and (10) of this section.

(1) You must determine the potential for methane emissions as specified in § 60.5386c(e)(2).

(2) You must reduce methane emissions by 95.0 percent or greater according to  $\S$  60.5396c(a) and as demonstrated by the requirements of  $\S$  60.5413c or route to a process.

(3) If you use a control device to reduce emissions, you must equip each storage vessel in the storage vessel designated facility with a cover that meets the requirements of § 60.5411c(b), install a closed vent system that meets the requirements of § 60.5411c(a) and (c) to capture all emissions from the storage vessel designated facility, and route all emissions to a control device that meets the conditions specified in §60.5412c. If you route emissions to a process, you must equip each storage vessel in the storage vessel affected facility with a cover that meets the requirements of §60.5411c(b), install a closed vent system that meets the requirements of §60.5411c(a) and (c) to capture all emissions from the storage vessel affected facility, and route all emissions to a process.

(4) If you use a control device to reduce emissions, you must conduct an initial performance test as required in § 60.5413c within 180 days after initial startup, or within 180 days 36 months after the state plan submittal deadline (as specified in § 60.5362c(c)), whichever date is later, or install a control device tested under § 60.5413c(d) which meets the criteria in § 60.5413c(d)(11) and (e), and you must comply with the continuous compliance requirements of § 60.5413c(h).

(5) You must conduct the initial inspections of the closed vent system and bypasses, if applicable, as required in § 60.5416c(a) and (b). (6) You must install and operate the continuous parameter monitoring systems in accordance with § 60.5417c(a) through (g), as applicable.

(7) You must maintain the records as required by § 60.5420c(c)(7) through (12), as applicable and submit the reports as required by § 60.5420c(b)(10) through (12), as applicable.

(8) You must submit the initial annual report for your storage vessel designated facility required by § 60.5420c(b)(1) and (7).

(9) You must maintain the records required for your storage vessel designated facility, as specified in § 60.5420c(c)(6) for each storage vessel designated facility.

(10) For each storage vessel designated facility that complies by using a floating roof, you must meet the requirements of § 60.112b(a)(1) or (2) and the relevant monitoring, inspection, recordkeeping, and reporting requirements in subpart Kb of this part. You must submit a statement that you are complying with § 60.112b(d)(a)(1) or (2) in accordance with § 60.5396c(b)(2) with the initial annual report specified in § 60.5420c(b)(1) and (7).

(i) Fugitive emission components designated facility. To achieve initial compliance with the GHG standards for fugitive emissions components designated facilities as required by § 60.5397c, you must comply with paragraphs (i)(1) through (5) of this section.

(1) You must develop a fugitive emissions monitoring plan as required in § 60.5397c(b), (c), and (d).

(2) You must conduct an initial monitoring survey as required in § 60.5397c(e) and (f).

(3) You must repair each identified source of fugitive emissions for each designated facility as required in § 60.5397c(h).

(4) You must submit the initial annual report for each fugitive emissions components designated facility as required in § 60.5420c(b)(1) and (8).

(5) You must maintain the records specified in § 60.5420c(c)(13).

### §60.5411c What additional requirements must I meet to determine initial compliance for my covers and closed vent systems?

For each cover or closed vent system at your well, centrifugal compressor, reciprocating compressor, process controller, pump, storage vessel, and process unit equipment designated facilities, you must comply with the applicable requirements of paragraphs (a) through (c) of this section.

(a) Closed vent system requirements.(1) Reciprocating compressor rod packing, process controllers, and

pumps. You must design the closed vent system to capture and route all gases, vapors, and fumes to a process.

(2) Associated gas wells, gas wells where liquids are being unloaded, centrifugal compressors, reciprocating compressor rod packing, process controllers in Alaska, pumps, storage vessels, and process unit equipment. You must design the closed vent system to capture and route all gases, vapors, and fumes to a process or a control device that meets the requirements specified in §60.5412c(a) through (d) of this section. For pumps complying with §60.5395c(b)(3), you must design the closed vent system to capture and route all gases, vapors, and fumes to a control device that meets the requirements specified in §60.5412c(a) through (d) of this section.

(3) You must design and operate the closed vent system with no identifiable emissions as demonstrated by § 60.5416c(a) and (b).

(4) For bypass devices, you must meet the requirements specified in paragraphs (a)(4)(i) and (ii) of this section if the closed vent system contains one or more bypass devices that could be used to divert all or a portion of the gases, vapors, or fumes from entering the control device or being routed to a process.

(i) Except as provided in paragraph
(a)(4)(ii) of this section, you must
comply with either paragraph
(a)(4)(i)(A) or (B) of this section for each
bypass device.

(A) You must properly install, calibrate, maintain, and operate a flow indicator at the inlet to the bypass device. The flow indicator must be capable of taking periodic readings as specified in 60.5416c(a)(4)(i) and sound an alarm, or initiate notification via remote alarm to the nearest field office, when the bypass device is open such that the stream is being, or could be, diverted away from the control device or process, and sent to the atmosphere. You must maintain records of each time the alarm is activated according to § 60.5420c(c)(9).

(B) You must secure the bypass device valve installed at the inlet to the bypass device in the non-diverting position using a car-seal or a lock-and-key type configuration.

(ii) Low leg drains, high point bleeds, analyzer vents, open-ended valves or lines, and safety devices are not subject to the requirements of paragraph (a)(4)(i) of this section.

(b) Cover requirements for storage vessels, centrifugal compressors, and reciprocating compressors. (1) The cover and all openings on the cover (*e.g.*, access hatches, sampling ports, pressure

relief devices and gauge wells) shall form a continuous impermeable barrier over the entire surface area of the liquid in the storage vessel or centrifugal compressor wet seal fluid degassing system, or reciprocating compressor rod packing emissions collection system.

(2) Each cover opening shall be secured in a closed, sealed position (*e.g.*, covered by a gasketed lid or cap) whenever material is in the unit on which the cover is installed except during those times when it is necessary to use an opening as follows:

(i) To add material to, or remove material from the unit (this includes openings necessary to equalize or balance the internal pressure of the unit following changes in the level of the material in the unit);

(ii) To inspect or sample the material in the unit;

(iii) To inspect, maintain, repair, or replace equipment located inside the unit; or

(iv) To vent liquids, gases, or fumes from the unit through a closed vent system designed and operated in accordance with the requirements of paragraph (a) of this section to a control device or to a process.

(3) Each storage vessel thief hatch shall be equipped, maintained, and operated with a weighted mechanism or equivalent, to ensure that the lid remains properly seated and sealed under normal operating conditions, including such times when working, standing/breathing, and flash emissions may be generated. You must select gasket material for the hatch based on composition of the fluid in the storage vessel and weather conditions.

(4) You must design and operate the cover with no identifiable emissions as demonstrated by § 60.5416c(a) and (b), except when operated as provided in paragraphs (b)(2)(i) through (iii) of this section.

(c) Design requirements. (1) You must conduct an assessment that the closed vent system is of sufficient design and capacity to ensure that all gases, vapors, and fumes from the designated facility are routed to the control device or process and that the control device or process is of sufficient design and capacity to accommodate all emissions from the designated facility. The assessment must be certified by a qualified professional engineer or an inhouse engineer with expertise on the design and operation of the closed vent system in accordance with paragraphs (c)(1)(i) and (ii) of this section.

(i) You must provide the following certification, signed and dated by a qualified professional engineer or an inhouse engineer: "I certify that the closed vent system design and capacity assessment was prepared under my direction or supervision. I further certify that the closed vent system design and capacity assessment was conducted, and this report was prepared pursuant to the requirements of subpart OOOOc of this part. Based on my professional knowledge and experience, and inquiry of personnel involved in the assessment, the certification submitted herein is true, accurate, and complete."

(ii) The assessment shall be prepared under the direction or supervision of a qualified professional engineer or an inhouse engineer who signs the certification in paragraph (c)(1)(i) of this section.

### §60.5412c What additional requirements must I meet for determining initial compliance of my control devices?

You must meet the requirements of paragraphs (a) and (b) of this section for each control device used to comply with the emissions standards for your well, centrifugal compressor, reciprocating compressor, storage vessel, process controller, pump, or process unit equipment designated facility. If you use a carbon adsorption system as a control device to meet the requirements of paragraph (a)(2) of this section, you also must meet the requirements in paragraph (c) of this section.

(a) Each control device used to meet the emissions reduction standard in §60.5390c(g) for your well designated facility gas well that unloads liquids; §60.5391c(b) for your well designated facility with associated gas; §60.5392c(a)(4) for your centrifugal compressor designated facility; §60.5393c(d)(2) for your reciprocating compressor designated facility: § 60.5396c(a)(2) for your storage vessel designated facility; § 60.5394c(b)(3) for your process controller designated facility in Alaska; § 60.5395c(b)(1) for your pumps designated facility; or either § 60.5400c(f) or § 60.5401c(e) for your process equipment designated facility must be installed according to paragraphs (a)(1) through (3) of this section. As an alternative to paragraphs (a)(1) through (3) of this section, you may install a control device model tested under §60.5413c(d), which meets the criteria in §60.5413c(d)(11) and which meets the initial and continuous compliance requirements in §60.5413c(e).

(1) Each enclosed combustion device (e.g., thermal vapor incinerator, catalytic vapor incinerator, boiler, or process heater) must be designed and operated in accordance with paragraph (a)(1)(i) of this section, meet one of the operating limits specified in paragraphs (a)(1)(ii) through (v) of this section, and except for boilers and process heaters meeting the requirements of paragraph (a)(1)(iii) of this section and catalytic vapor incinerators meeting the requirements of paragraph (a)(1)(v) of this section, meet the operating limits specified in paragraphs (a)(1)(vi) through (ix) of this section. Alternatively, the enclosed combustion device must meet the requirements specified in paragraph (d) of this section.

(i) You must reduce the mass content of methane in the gases vented to the device by 95.0 percent by weight or greater or reduce the concentration of total organic compounds (TOC) in the exhaust gases at the outlet to the device to a level equal to or less than 275 ppmv as propane on a wet basis corrected to 3 percent oxygen as determined in accordance with the requirements of § 60.5413c(b), with the exceptions noted in § 60.5413c(a).

(ii) For an enclosed combustion device for which you demonstrate during the performance test conducted under § 60.5413c(b) that combustion zone temperature is an indicator of destruction efficiency, you must operate at or above the minimum temperature established during the most recent performance test. During the performance test conducted under §60.5413c(b), you must continuously record the temperature of the combustion zone and average the temperature for each test run. The established minimum temperature limit is the average of the test run averages.

(iii) For an enclosed combustion device which is a boiler or process heater, you must introduce the vent stream into the flame zone of the boiler or process heater and introduce the vent stream with the primary fuel or use the vent stream as the primary fuel.

(iv) For an enclosed combustion device other than those meeting the operating limits in paragraphs (a)(1)(ii), (iii), and (v) of this section, if the enclosed combustion device is unassisted or pressure-assisted, you must maintain the net heating value (NHV) of the gas sent to the enclosed combustion device at or above the applicable limits specified in paragraphs (a)(1)(iv)(A) and (B) of this section. If the enclosed combustion device is steam-assisted or air-assisted, you must meet the applicable limits specified in paragraphs (a)(1)(iv)(C) and (D) of this section, as appropriate.

(A) For enclosed combustion devices that do not use assist gas or pressureassisted burner tips to promote mixing at the burner tip, 200 British thermal units (Btu) per standard cubic feet (Btu/ scf).

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(B) For enclosed combustion devices that use pressure-assisted burner tips to promote mixing at the burner tip, 800 Btu/scf.

(C) For steam-assisted and air-assisted enclosed combustion devices, maintain the combustion zone NHV (NHV<sub>cz</sub>) at or above 270 Btu/scf.

(D) For enclosed combustion devices with perimeter assist air, maintain the NHV dilution parameter (NHV<sub>dil</sub>) at or above 22 British thermal units per square foot (Btu/sqft). If the only assist air provided to the enclosed combustion control device is perimeter assist air intentionally entrained in lower and/or upper steam at the burner tip and the effective diameter is 9 inches or greater, you are only required to comply with the NHV<sub>cz</sub> limit specified in paragraph (a)(1)(iv)(C) of this section.

(v) For an enclosed combustion device which is a catalytic vapor incinerator, you must operate the catalytic vapor incinerator at or above the minimum temperature of the catalyst bed inlet and at or above the minimum temperature differential between the catalyst bed inlet and the catalyst bed outlet established in accordance with § 60.5417c(f) and as determined in your performance test conducted in accordance with § 60.5413c(b).

(vi) Unless you have an enclosed combustion device with pressureassisted burner tips to promote mixing at the burner tip, you must operate each enclosed combustion control device at or below the maximum inlet gas flow rate established in accordance with § 60.5417c(f) and as determined in your performance test conducted in accordance with § 60.5413c(b).

(vii) You must operate the combustion control device at or above the minimum inlet gas flow rate established in accordance with § 60.5417c(f).

(viii) You must install and operate a continuous burning pilot or combustion flame. An alert must be sent to the nearest control room whenever the pilot or combustion flame is unlit.

(ix) You must operate the enclosed combustion device with no visible emissions, except for periods not to exceed a total of 1 minute during any 15-minute period. A visible emissions test using section 11 of Method 22 of appendix A–7 to this part must be performed at least once every calendar month, separated by at least 15 days between each test. The observation period shall be 15 minutes or once the amount of time visible emissions is present has exceeded 1 minute, whichever time period is less. Alternatively, you may conduct visible emissions monitoring according to

§ 60.5417c(h). Devices failing the visible emissions test must follow manufacturer's repair instructions, if available, or best combustion engineering practice as outlined in the unit inspection and maintenance plan, to return the unit to compliant operation. All inspection, repair, and maintenance activities for each unit must be recorded in a maintenance and repair log and must be available for inspection. Following return to operation from maintenance or repair activity, each device must pass a Method 22 of appendix A-7 to this part visual observation as described in this paragraph or be monitored according to §60.5417c(h).

(2) Each vapor recovery device (e.g., carbon adsorption system or condenser) or other non-destructive control device must be designed and operated to reduce the mass content of methane in the gases vented to the device by 95.0 percent by weight or greater as determined in accordance with the requirements of § 60.5413c(b). As an alternative to the performance testing requirements of § 60.5413c(b), you may demonstrate initial compliance by conducting a design analysis for vapor recovery devices according to the requirements of § 60.5413c(c). For a condenser, you also must calculate the daily average condenser outlet temperature in accordance with §60.5417c(e), and you must determine the condenser efficiency for the current operating day using the daily average condenser outlet temperature and the condenser performance curve established in accordance with §60.5417c(f)(2). You must determine the average TOC emission reduction in accordance with § 60.5415c(e)(1)(ix)(D). For a carbon adsorption system, you also must comply with paragraph (c) of this section.

(3) Each flare must be designed and operated according to the requirements specified in paragraphs (a)(3)(i) through (viii) of this section, as applicable. Alternatively, flares must meet the requirements specified in paragraph (d) of this section.

(i) For unassisted flares, you must maintain the NHV of the vent gas sent to the flare at or above 200 Btu/scf.

(ii) For flares that use pressureassisted burner tips to promote mixing at the burner tip, you must maintain the NHV of the vent gas sent to the flare at or above 800 Btu/scf.

(iii) For steam-assisted and airassisted flares, you must maintain the NHVcz at or above 270 Btu/scf.

(iv) For flares with perimeter assist air, you must maintain the NHVdil at or above 22 Btu/sqft. If the only assist air provided to the flare is perimeter assist air intentionally entrained in lower and/ or upper steam at the flare tip and the effective diameter is 9 inches or greater, you are not required to comply with the NHVdil limit.

(v) For flares other than pressureassisted flares, you must determine the maximum flow rate of vent gas to the control system based on the design considerations of the designated facilities to demonstrate compliance with the flare tip velocity limits in § 60.18(b) according to § 60.5417c(d)(8)(iv). The maximum flare tip velocity limits do not apply for pressure-assisted flares.

(vi) You must operate the flare at or above the minimum inlet gas flow rate. The minimum inlet gas flow rate is established based on manufacturer recommendations.

(vii) You must operate the flare with no visible emissions, except for periods not to exceed a total of 1 minute during any 15-minute period. You must conduct the compliance determination with the visible emission limits using Method 22 of appendix A–7 to this part, or you must monitor the flare according to § 60.5417c(h).

(viii) You must install and operate a continuous burning pilot or combustion flame. An alert must be sent to the nearest control room whenever the pilot flame is unlit.

(b) You must operate each control device installed on your well, centrifugal compressor, reciprocating compressor, storage vessel, process controller, pump, or process unit equipment designated facility in accordance with the requirements specified in paragraphs (b)(1) and (2) of this section.

(1) You must operate each control device used to comply with this subpart at all times when gases, vapors, and fumes are vented from the designated facility through the closed vent system to the control device. You may vent more than one designated facility to a control device used to comply with this subpart.

(2) For each control device monitored in accordance with the requirements of  $\S 60.5417c(a)$  through (i), you must demonstrate compliance according to the requirements of  $\S 60.5415c(e)$ , as applicable.

(c) For each carbon adsorption system used as a control device to meet the requirements of paragraph (a)(2) of this section, you must comply with the requirements of paragraph (c)(1) of this section. If the carbon adsorption system is a regenerative-type carbon adsorption system, you also must comply with the

requirements of paragraph (c)(2) of this section.

(1) You must manage the carbon in accordance with the requirements specified in paragraphs (c)(1)(i) and (ii) of this section.

(i) Following the initial startup of the control device, you must replace all carbon in the carbon adsorption system with fresh carbon on a regular, predetermined time interval that is no longer than the carbon service life established according to § 60.5413c(c)(2) or (3). You must maintain records identifying the schedule for replacement and records of each carbon replacement as required in § 60.5420c(c)(9) and (11).

(ii) You must either regenerate, reactivate, or burn the spent carbon removed from the carbon adsorption system in one of the units specified in paragraphs (c)(1)(ii)(A) through (F) of this section.

(A) Regenerate or reactivate the spent carbon in a unit for which you have been issued a final permit under 40 CFR part 270 that implements the requirements of 40 CFR part 264, subpart X.

(B) Regenerate or reactivate the spent carbon in a unit equipped with an operating organic air emissions control in accordance with an emissions standard for VOC under another subpart in 40 CFR part 63 or this part.

(C) Burn the spent carbon in a hazardous waste incinerator for which the owner or operator complies with the requirements of 40 CFR part 63, subpart EEE, and has submitted a Notification of Compliance under 40 CFR 63.1207(j).

(D) Burn the spent carbon in a hazardous waste boiler or industrial furnace for which the owner or operator complies with the requirements of 40 CFR part 63, subpart EEE, and has submitted a Notification of Compliance under 40 CFR 63.1207(j).

(E) Burn the spent carbon in an industrial furnace for which you have been issued a final permit under 40 CFR part 270 that implements the requirements of 40 CFR part 266, subpart H.

(F) Burn the spent carbon in an industrial furnace that you have designed and operated in accordance with the interim status requirements of 40 CFR part 266, subpart H.

(2) You must comply with the requirements of paragraph (c)(2)(i) through (iii) of this section for each regenerative-type carbon adsorption system.

(i) You must measure and record the average total regeneration stream mass flow or volumetric flow during each carbon bed regeneration cycle to demonstrate compliance with the total regeneration stream flow established in accordance with §60.5413c(c)(2).

(ii) You must check the mechanical connections for leakage at least every month, and you must perform a visual inspection at least every 3 months of all components of the flow continuous parameter monitoring system for physical and operational integrity and all electrical connections for oxidation and galvanic corrosion, if your continuous parameter monitoring system is not equipped with a redundant flow sensor.

(iii) You must measure and record the average carbon bed temperature for the duration of the carbon bed steaming cycle and measure the actual carbon bed temperature after regeneration and within 15 minutes of completing the cooling cycle. You must maintain the average carbon bed temperature above the temperature limit in established accordance with § 60.5413c(c)(2) during the carbon bed steaming cycle and below the carbon bed temperature established in in accordance with § 60.5413c(c)(2) after the regeneration cycle.

(d) To demonstrate that a flare or enclosed combustion device reduces methane in the gases vented to the device by 95.0 percent by weight or greater, as outlined in § 60.8(b), you may submit a request for an alternative test method. At a minimum, the request must follow the requirements outlined in paragraphs (d)(1) through (5) of this section.

(1) The alternative method must be capable of demonstrating continuous compliance with a combustion efficiency of 95.0 percent or greater or it must be capable of demonstrating continuous compliance with the following metrics:

(i) NHV<sub>cz</sub> of 270 Btu/scf or greater.

(ii)  $NHV_{dil}$  of 22 Btu/sqft or greater, if the alternative test method will be used for enclosed combustion devices or flares with perimeter assist air.

(2) The alternative method must be validated according to Method 301 in appendix A to 40 CFR part 63 for each type of control device covered by the alternative test method (*e.g.*, air-assisted flare, unassisted enclosed combustion device) or the alternative test method must contain performance-based procedures and indicators to ensure self-validation.

(3) At a minimum the alternative test method must provide a reading for each successive 15-minute period.

(4) The alternative test method must be capable of documenting periods when the enclosed combustion device or flare operates with visible emissions. If the alternative test method cannot identify periods of visible emissions, you must conduct the inspections required by § 60.5417c(d)(8)(v).

(5) If the alternative test method demonstrates compliance with the metrics specified in paragraphs (d)(1)(i) and (ii) of this section instead of demonstrating continuous compliance with 95.0 percent or greater combustion efficiency, you must still install the pilot or combustion flame monitoring system required by 60.5417c(d)(8)(i). If the alternative test method demonstrates continuous compliance with a combustion efficiency of 95.0 percent or greater, the requirement in § 60.5417c(d)(8)(i) no longer applies.

# §60.5413c What are the performance testing procedures for control devices?

This section applies to the performance testing of control devices used to demonstrate compliance with the emissions standards for your well, centrifugal compressor, reciprocating compressor, storage vessel, process controller, pump designated facilities complying with §60.5393c(b)(1), or process unit equipment designated facility. You must demonstrate that a control device achieves the performance requirements of 60.5412c(a)(1) or (2) using the performance test methods and procedures specified in this section. For condensers and carbon adsorbers, you may use a design analysis as specified in paragraph (c) of this section in lieu of complying with paragraph (b) of this section. In addition, this section contains the requirements for enclosed combustion device performance tests conducted by the manufacturer applicable to well, centrifugal compressor, reciprocating compressor, storage vessel, process controller, pump designated facilities complying with §60.5393c(b)(1), or process unit equipment designated facilities.

(a) *Performance test exemptions.* You are exempt from the requirements to conduct initial and periodic performance tests and design analyses if you use any of the control devices described in paragraphs (a)(1) through (6) of this section. You are exempt from the requirements to conduct an initial performance test if you use a control device described in paragraph (a)(7) of this section.

(1) A flare that is designed and operated in accordance with the requirements in 60.5412c(a)(3). You must conduct the compliance determination using Method 22 of appendix A–7 to this part to determine visible emissions or monitor the flare according to 60.5417c(h). The net heating value of the vent gas must be determined according to

§ 60.5417c(d)(8)(ii).(2) A boiler or process heater with a

design heat input capacity of 44 megawatts or greater.

(3) A boiler or process heater into which the vent stream is introduced with the primary fuel or is used as the primary fuel.

(4) A boiler or process heater burning hazardous waste for which you have been issued a final permit under 40 CFR part 270 and comply with the requirements of 40 CFR part 266, subpart H; you have certified compliance with the interim status requirements of 40 CFR part 266, subpart H; you have submitted a Notification of Compliance under 40 CFR 63.1207(j) and comply with the requirements of 40 CFR part 63, subpart EEE; or you comply with 40 CFR part 63, subpart EEE, and will submit a Notification of Compliance under 40 CFR 63.1207(j) by the date specified in §60.5420c(b)(11) for submitting the initial performance test report.

(5) A hazardous waste incinerator for which you have submitted a Notification of Compliance under 40 CFR 63.1207(j), or for which you will submit a Notification of Compliance under 40 CFR 63.1207(j) by the date specified in § 60.5420c(b)(11) for submitting the initial performance test report, and you comply with the requirements of 40 CFR part 63, subpart EEE.

(6) A control device for which performance test is waived in accordance with 60.8(b).

(7) A control device whose model can be demonstrated to meet the performance requirements of § 60.5412c(a)(1)(i) through a performance test conducted by the manufacturer, as specified in paragraph (d) of this section.

(b) *Test methods and procedures.* You must use the test methods and procedures specified in paragraphs (b)(1) through (4) of this section, as applicable, for each performance test conducted to demonstrate that a control device meets the requirements of § 60.5412c(a)(1) or (2). You must conduct the initial and periodic performance tests according to the schedule specified in paragraph (b)(5) of this section. Each performance test must consist of a minimum of 3 test runs. Each run must be at least 1 hour long.

(1) You must use Method 1 or 1A of appendix A–1 to this part, as appropriate, to select the sampling sites. Any references to particulate mentioned in Methods 1 and 1A do not apply to this section.

# Equations 1 and 2 to paragraph (b)(3)(i)

$$E_i = K_2 C_i M_p Q_i$$

 $E_{\rm o} = K_2 C_{\rm o} M_{\rm p} Q_{\rm o}$ 

- Where:
- $E_i, E_o$  = Mass rate of methane or TOC at the inlet and outlet of the control device, respectively, dry basis, kilograms per hour.
- $K_2$  = Constant, 2.494 × 10<sup>-6</sup> (parts per million) (gram-mole per standard cubic meter) (kilogram/gram) (minute/hour), where standard temperature (gram-mole per standard cubic meter) is 20° degrees Celsius.
- C<sub>i</sub>, C<sub>o</sub> = Concentration of methane of the gas stream as measured by Method 18 of appendix A–6, Method 320 of appendix A to 40 CFR part 63, or ASTM D6348– 12e1 or TOC, as propane, of the gas stream as measured by Method 25A of appendix A–7 to this part at the inlet and outlet of the control device, respectively, dry basis, parts per million by volume.
- M<sub>p</sub> = Molecular weight of methane, if using Method 18 of appendix A–6 to this part, Method 320 of appendix A to 40 CFR

# Equation 3 to paragraph (b)(3)(ii)

part 63, or ASTM D6348–12e1, 16.04 gram/gram-mole. Molecular weight of propane, if using Method 25A of appendix A–7 to this part, 44.1 gram/ gram-mole.

 $Q_i,\,Q_o=$  Flow rate of gas stream at the inlet and outlet of the control device, respectively, dry standard cubic meter per minute.

(ii) You must calculate the percent reduction in TOC as follows:

Where:

- $R_{cd}$  = Control efficiency of control device, percent.
- $E_i = Mass$  rate of methane or TOC at the inlet to the control device as calculated under

paragraph (b)(3)(i) of this section, kilograms per hour.

 $E_{\rm o} = Mass \ rate \ of \ methane \ or \ TOC \ at \ the \\ outlet \ of \ the \ control \ device, \ as \ calculated$ 

$$R_{cd} = \frac{E_i - E_o}{E_i} \times 100\%$$

under paragraph (b)(3)(i) of this section, kilograms per hour.

(iii) If the vent stream entering a boiler or process heater with a design

(i) Sampling sites must be located at

the inlet of the first control device and

at the outlet of the final control device

to determine compliance with a control

(ii) The sampling site must be located

at the outlet of the combustion device to

determine compliance with a TOC

(2) You must determine the gas

volumetric flow rate using Method 2,

2A, 2C, or 2D of appendix A-2 of this

§ 60.5412c(a)(1)(i) or (a)(2), you must

part, Method 320 of appendix A to 40

12e1(incorporated by reference, see

25A of appendix A–7 to this part to

use Method 18 of appendix A-6 to this

§ 60.17) to measure methane or Method

measure TOC, as propane. You must use

Method 4 of appendix A–3 to this part

to convert the Method 25A results to a

in paragraphs (b)(3)(i) through (iii) of

methane or TOC using the following

this section to calculate percent

reduction efficiency.

equations:

dry basis. You must use the procedures

(i) You must compute the mass rate of

(3) To determine compliance with the

exhaust gas concentration limit.

control device percent reduction

performance requirement in

CFR part 63, or ASTM D6348–

part, as appropriate.

device percent reduction requirement.

capacity less than 44 megawatts is introduced with the combustion air or as a secondary fuel, you must determine the weight-percent reduction of methane across the device by comparing the methane in all combusted vent streams and primary and secondary fuels with the methane exiting the device, respectively.

(4) You must use Method 25A of appendix A–7 to this part to measure

TOC, as propane, to determine compliance with the TOC exhaust gas concentration limit specified in § 60.5412c(a)(1)(i). You must determine the concentration in parts per million by volume on a wet basis and correct it to 3 percent oxygen. You must use the emission rate correction factor for excess air, integrated sampling and analysis procedures of Method 3A or 3B of appendix A–2 to this part, ASTM

Equation 4 to paragraph (b)(4)

D6522–20, or ANSI/ASME PTC 19.10– 1981, Part 10 (manual portion only) (both incorporated by reference, see § 60.17) to determine the oxygen concentration. The samples must be taken during the same time that the samples are taken for determining TOC concentration. You must correct the TOC concentration for percent oxygen as follows:

# $C_c = C_m \left( \frac{17.9}{20.9 - \% O_{2m}} \right)$

Where:

- C<sub>c</sub> = TOC concentration, as propane, corrected to 3 percent oxygen, parts per million by volume on a wet basis.
- C<sub>m</sub> = TOC concentration, as propane, parts per million by volume on a wet basis.
- $O_{2m}^{2m}$  = Concentration of oxygen, percent by volume as measured, wet.

(5) You must conduct performance tests according to the schedule specified in paragraphs (b)(5)(i) through (iii) of this section.

(i) You must conduct an initial performance test within 180 days after initial startup for your designated facility. You must submit the performance test results as required in § 60.5420c(b)(11).

(ii) You must conduct periodic performance tests for all control devices required to conduct initial performance tests. You must conduct the first periodic performance test no later than 60 months after the initial performance test required in paragraph (b)(5)(i) of this section. You must conduct subsequent periodic performance tests at intervals no longer than 60 months following the previous periodic performance test or whenever you desire to establish a new operating limit. If a control device is not operational at the time a performance test is due, you must conduct the performance test no later than 30 calendar days after returning the control device to service. You must submit the periodic performance test results as specified in §60.5420c(b)(11).

(iii) If the initial performance test was conducted by the manufacturer under paragraph (d) of this section, you must conduct the first periodic performance test no later than 60 months after initial installation and startup of the control device. You must conduct subsequent periodic performance tests at intervals no longer than 60 months following the previous periodic performance test. If a control device is not operational at the time a performance test is due, you must conduct the performance test no later than 30 calendar days after returning the control device to service. You must submit the periodic performance test results as specified in § 60.5420c(b)(11).

(c) Control device design analysis to meet the requirements of  $\S 60.5412c(a)(2)$ . (1) For a condenser, the design analysis must include an analysis of the vent stream composition, constituent concentrations, flow rate, relative humidity, and temperature and must establish the design outlet organic compound concentration level, design average temperature of the condenser exhaust vent stream and the design average temperatures of the coolant fluid at the condenser inlet and outlet.

(2) For a regenerable carbon adsorption system, the design analysis shall include the vent stream composition, constituent concentrations, flow rate, relative humidity and temperature and shall establish the design exhaust vent stream organic compound concentration level, adsorption cycle time, number and capacity of carbon beds, type and working capacity of activated carbon used for the carbon beds, design total regeneration stream flow over the period of each complete carbon bed regeneration cycle, design carbon bed temperature after regeneration, design carbon bed regeneration time and design service life of the carbon.

(3) For a nonregenerable carbon adsorption system, such as a carbon canister, the design analysis shall include the vent stream composition, constituent concentrations, flow rate, relative humidity and temperature and shall establish the design exhaust vent stream organic compound concentration level, capacity of the carbon bed, type and working capacity of activated carbon used for the carbon bed and design carbon replacement interval based on the total carbon working capacity of the control device and source operating schedule. In addition, these systems shall incorporate dual carbon canisters in case of emission breakthrough occurring in one canister.

(4) If you and the Administrator do not agree on a demonstration of control device performance using a design analysis, then you must perform a performance test in accordance with the requirements of paragraph (b) of this section to resolve the disagreement. The Administrator may choose to have an authorized representative observe the performance test.

(d) Performance testing for combustion control devicesmanufacturers' performance test. (1) This paragraph (d) applies to the performance testing of a combustion control device conducted by the device manufacturer. The manufacturer must demonstrate that a specific model of control device achieves the performance requirements in paragraph (d)(11) of this section by conducting a performance test as specified in paragraphs (d)(2) through (10) of this section. You must submit a test report for each combustion control device in accordance with the requirements in paragraph (d)(12) of this section.

(2) Performance testing must consist of three 1-hour (or longer) test runs for each of the four firing rate settings specified in paragraphs (d)(2)(i) through (iv) of this section, making a total of 12 test runs per test. Propene (propylene) gas must be used for the testing fuel. All fuel analyses must be performed by an independent third-party laboratory (not affiliated with the control device manufacturer or fuel supplier).

(i) 90–100 percent of maximum design rate (fixed rate).

(ii) 70–100–70 percent (ramp up, ramp down). Begin the test at 70 percent of the maximum design rate. During the first 5 minutes, incrementally ramp the firing rate to 100 percent of the maximum design rate. Hold at 100 percent for 5 minutes. In the 10 to 15minute time range, incrementally ramp back down to 70 percent of the maximum design rate. Repeat three more times for a total of 60 minutes of sampling.

(iii) 30–70–30 percent (ramp up, ramp down). Begin the test at 30 percent of the maximum design rate. During the first 5 minutes, incrementally ramp the firing rate to 70 percent of the maximum design rate. Hold at 70 percent for 5 minutes. In the 10 to 15-minute time range, incrementally ramp back down to 30 percent of the maximum design rate. Repeat three more times for a total of 60 minutes of sampling.

(iv) 0–30–0 percent (ramp up, ramp down). Begin the test at the minimum firing rate. During the first 5 minutes, incrementally ramp the firing rate to 30 percent of the maximum design rate. Hold at 30 percent for 5 minutes. In the 10 to 15-minute time range, incrementally ramp back down to the minimum firing rate. Repeat three more times for a total of 60 minutes of sampling.

(3) All models employing multiple enclosures must be tested simultaneously and with all burners operational. Results must be reported for each enclosure individually and for the average of the emissions from all interconnected combustion enclosures/ chambers. Control device operating data must be collected continuously throughout the performance test using an electronic Data Acquisition System. A graphic presentation or strip chart of the control device operating data and emissions test data must be included in the test report in accordance with paragraph (d)(12) of this section. Inlet fuel meter data may be manually recorded provided that all inlet fuel data readings are included in the final report.

(4) Inlet testing must be conducted as specified in paragraphs (d)(4)(i) and (ii) of this section.

(i) The inlet gas flow metering system must be located in accordance with Method 2A of appendix A-1 to this part (or other approved procedure) to measure inlet gas flow rate at the control device inlet location. You must position the fitting for filling fuel sample containers a minimum of eight pipe diameters upstream of any inlet gas flow monitoring meter.

(ii) Inlet flow rate must be determined using Method 2A of appendix A–1 to this part. Record the start and stop reading for each 60-minute THC test. Record the gas pressure and temperature at 5-minute intervals throughout each 60-minute test.

(5) Inlet gas sampling must be conducted as specified in paragraphs (d)(5)(i) and (ii) of this section.

(i) At the inlet gas sampling location, securely connect a fused silica-coated stainless steel evacuated canister fitted with a flow controller sufficient to fill the canister over a 3-hour period. Filling must be conducted as specified in paragraphs (d)(5)(i)(A) through (C) of this section.

(A) Open the canister sampling valve at the beginning of each test run and close the canister at the end of each test run.

(B) Fill one canister across the three test runs such that one composite fuel sample exists for each test condition.

(C) Label the canisters individually and record sample information on a chain of custody form.

(ii) Analyze each inlet gas sample using the methods in paragraphs(d)(5)(ii)(A) through (C) of this section. You must include the results in the test report required by paragraph (d)(12) of this section.

(A) Hydrocarbon compounds containing between one and five atoms of carbon plus benzene using ASTM D1945–03(R2010) (incorporated by reference, see § 60.17).

(B) Hydrogen (H<sub>2</sub>), carbon monoxide (CO), carbon dioxide (CO<sub>2</sub>), nitrogen (N<sub>2</sub>), oxygen (O<sub>2</sub>) using ASTM D1945– 03(R2010) (incorporated by reference, see § 60.17).

(C) Higher heating value using ASTM D3588–98(R2003) or ASTM D4891– 89(R2006) (incorporated by reference, see § 60.17).

(6) Outlet testing must be conducted in accordance with the criteria in paragraphs (d)(6)(i) through (v) of this section.

(i) Sample and flow rate must be measured in accordance with paragraphs (d)(6)(i)(A) and (B) of this section.

(A) The outlet sampling location must be a minimum of four equivalent stack diameters downstream from the highest peak flame or any other flow disturbance, and a minimum of one equivalent stack diameter upstream of the exit or any other flow disturbance. A minimum of two sample ports must be used.

(B) Flow rate must be measured using Method 1 of appendix A–1 to this part for determining flow measurement traverse point location, and Method 2 of appendix A–1 to this part for measuring duct velocity. If low flow conditions are encountered (*i.e.*, velocity pressure differentials less than 0.05 inches of water) during the performance test, a more sensitive manometer must be used to obtain an accurate flow profile.

(ii) Molecular weight and excess air must be determined as specified in paragraph (d)(7) of this section.

(iii) Carbon monoxide must be determined as specified in paragraph (d)(8) of this section.

(iv) THC must be determined as specified in paragraph (d)(9) of this section.

(v) Visible emissions must be determined as specified in paragraph (d)(10) of this section.

(7) Molecular weight and excess air determination must be performed as specified in paragraphs (d)(7)(i) through (iii) of this section.

(i) An integrated bag sample must be collected during the moisture test required by Method 4 of appendix A–3 to this part following the procedure specified in (d)(7)(i)(A) and (B) of this section. Analyze the bag sample using a gas chromatograph-thermal conductivity detector (GC–TCD) analysis meeting the criteria in paragraphs (d)(7)(i)(C) and (D) of this section.

(A) Collect the integrated sample throughout the entire test and collect representative volumes from each traverse location.

(B) Purge the sampling line with stack gas before opening the valve and beginning to fill the bag. Clearly label each bag and record sample information on a chain of custody form.

(C) The bag contents must be vigorously mixed prior to the gas chromatograph analysis.

(D) The GC–TCD calibration procedure in Method 3C of appendix A– 2 to this part must be modified as follows: For the initial calibration, triplicate injections of any single concentration must agree within 5 percent of their mean to be valid. The calibration response factor for a single concentration re-check must be within 10 percent of the original calibration response factor for that concentration. If this criterion is not met, repeat the initial calibration using at least three concentration levels.

(ii) Calculate and report the molecular weight of oxygen, carbon dioxide, methane and nitrogen in the integrated bag sample and include in the test report specified in paragraph (d)(12) of this section. Moisture must be determined using Method 4 of appendix A–3 to this part. Traverse both ports with the sampling train required by Method 4 of appendix A–3 to this part during each test run. Ambient air must not be introduced into the integrated bag sample required by Method 3C of appendix A–2 to this part during the port change.

(iii) Excess air must be determined using resultant data from the Method 3C tests and Method 3B of appendix A–2 to this part, equation 3B–1, or ANSI/ASME PTC 19.10–1981, Part 10 (manual portion only) (incorporated by reference, see § 60.17).

(8) Carbon monoxide must be determined using Method 10 of appendix A–4 of this part. Run the test simultaneously with Method 25A of appendix A–7 to this part using the same sampling points. An instrument range of 0–10 parts per million by volume-dry (ppmvd) is recommended. (9) Total hydrocarbon determination must be performed as specified by in paragraphs (d)(9)(i) through (vii) of this section.

(i) Conduct THC sampling using Method 25A of appendix A–7 to this part, except that the option for locating the probe in the center 10 percent of the stack is not allowed. The THC probe must be traversed to 16.7 percent, 50 percent, and 83.3 percent of the stack diameter during each test run.

(ii) A valid test must consist of three Method 25A tests, each no less than 60 minutes in duration.

(iii) A 0 to 10 parts per million by volume-wet (ppmvw) (as propane)

# Equation 5 to paragraph (d)(9)(vi)

measurement range is preferred; as an alternative a 0 to 30 ppmvw (as propane) measurement range may be used.

(iv) Calibration gases must be propane in air and be certified through EPA–600/ R–12/531—"EPA Traceability Protocol for Assay and Certification of Gaseous Calibration Standards," (incorporated by reference, see § 60.17).

(v) THC measurements must be reported in terms of ppmvw as propane.

(vi) THC results must be corrected to 3 percent  $CO_2$ , as measured by Method 3C of appendix A-2 to this part. You must use the following equation for this diluent concentration correction:

### Where:

C<sub>meas</sub> = The measured concentration of the pollutant.

CO<sub>2meas</sub> = The measured concentration of the CO<sub>2</sub> diluent.

3 = The corrected reference concentration of  $CO_2$  diluent.

 $C_{corr}$  = The corrected concentration of the pollutant.

(vii) Subtraction of methane or ethane from the THC data is not allowed in determining results.

(10) Visible emissions must be determined using Method 22 of appendix A–7 to this part. The test must be performed continuously during each test run. A digital color photograph of the exhaust point, taken from the position of the observer and annotated with date and time, must be taken once per test run and the 12 photos included in the test report specified in paragraph (d)(12) of this section.

(11) For performance test criteria:

(i) The control device model tested must meet the criteria in paragraphs (d)(11)(i)(A) through (D) of this section. These criteria must be reported in the test report required by paragraph (d)(12) of this section.

(A) Results from Method 22 of appendix A–7 to this part determined under paragraph (d)(10) of this section with no indication of visible emissions.

(B) Average results from Method 25A of appendix A–7 to this part determined under paragraph (d)(9) of this section equal to or less than 10.0 ppmvw THC as propane corrected to 3.0 percent CO<sub>2</sub>.

(C) Åverage CO emissions determined under paragraph (d)(8) of this section equal to or less than 10 parts ppmvd, corrected to 3.0 percent CO<sub>2</sub>. (D) Excess air determined under paragraph (d)(7) of this section equal to or greater than 150 percent.

 $C_{corr} = C_{meas} \left( \frac{3}{CO_{2meas}} \right)$ 

(ii) The manufacturer must determine a minimum inlet gas flow rate above which each control device model must be operated to achieve the criteria in paragraph (d)(11)(iii) of this section. The manufacturer must determine a maximum inlet gas flow rate which must not be exceeded for each control device model to achieve the criteria in paragraph (d)(11)(iii) of this section. The minimum and maximum inlet gas flow rate must be included in the test report required by paragraph (d)(12) of this section.

(iii) A manufacturer must demonstrate a destruction efficiency of at least 95.0 percent for THC, as propane. A control device model that demonstrates a destruction efficiency of 95.0 percent for THC, as propane, will meet the control requirement for 95.0 percent destruction of methane required under this subpart.

(12) The owner or operator of a combustion control device model tested under this paragraph (d)(12) must submit the information listed in paragraphs (d)(12)(i) through (vi) of this section for each test run in the test report required by this section in accordance with § 60.5420c(b)(12). Owners or operators who claim that any of the performance test information being submitted is confidential business information (CBI) must submit a complete file including information claimed to be CBI to the OAQPS CBI office. The preferred method to receive CBI is for it to be transmitted electronically using email attachments,

File Transfer Protocol, or other online file sharing services. Electronic submissions must be transmitted directly to the OAQPS CBI Office at the email address oaqpscbi@epa.gov and should include clear CBI markings and be flagged to the attention of the Leader, Measurement Policy Group. If assistance is needed with submitting large electronic files that exceed the file size limit for email attachments, and if you do not have your own file sharing service, please email oaqpscbi@epa.gov to request a file transfer link. If you cannot transmit the file electronically, you may send CBI information through the postal service to the following address: U.S. EPA, Attn: OAQPS Document Control Officer and Measurement Policy Group Leader, Mail Drop: C404-02, 109 T.W. Alexander Drive, P.O. Box 12055, RTP, North Carolina 27711. The mailed CBI material should be double wrapped and clearly marked. Any CBI markings should not show through the outer envelope. The same file with the CBI omitted must be submitted to Oil and Gas PT@EPA.GOV.

(i) A full schematic of the control device and dimensions of the device components.

(ii) The maximum net heating value of the device.

(iii) The test fuel gas flow range (in both mass and volume). Include the minimum and maximum allowable inlet gas flow rate.

(iv) The air/stream injection/assist ranges, if used.

(v) The test conditions listed in paragraphs (d)(12)(v)(A) through (O) of

this section, as applicable for the tested model.

(A) Fuel gas delivery pressure and temperature.

(B) Fuel gas moisture range.

(C) Purge gas usage range.

(D) Condensate (liquid fuel)

separation range.

(E) Combustion zone temperature range. This is required for all devices that measure this parameter.

(F) Excess air range.

(G) Flame arrestor(s).

(H) Burner manifold.

(I) Continuous pilot flame indicator.

(J) Pilot flame design fuel and calculated or measured fuel usage.

(K) Tip velocity range.

(L) Momentum flux ratio.

(M) Exit temperature range.

(N) Exit flow rate.

(O) Wind velocity and direction. (vi) The test report must include all calibration quality assurance/quality control data, calibration gas values, gas cylinder certification, strip charts, or other graphic presentations of the data annotated with test times and calibration values.

(e) Initial and continuous compliance for combustion control devices tested by the manufacturer in accordance with paragraph (d) of this section. This paragraph (e) applies to the demonstration of compliance for a combustion control device tested under the provisions in paragraph (d) of this section. Owners or operators must demonstrate that a control device achieves the performance criteria in paragraph (d)(11) of this section by installing a device tested under paragraph (d) of this section, complying with the criteria specified in paragraphs (e)(1) through (10) of this section, maintaining the records specified in §60.5420c(c)(10) and submitting the report specified in §60.5420c(b)(10)(v) and (b)(12).

(1) The inlet gas flow rate must be equal to or greater than the minimum inlet gas flow rate and equal to or less than the maximum inlet gas flow rate specified by the manufacturer.

(2) A pilot or combustion flame must be present at all times of operation. An alert must be sent to the nearest control room whenever the pilot or combustion flame is unlit.

(3) Devices must be operated with no visible emissions, except for periods not to exceed a total of 1 minute during any 15-minute period. A visible emissions test conducted according to section 11 of Method 22 of appendix A–7 to this part must be performed at least once every calendar month, separated by at least 15 days between each test. The observation period shall be 15 minutes

or once the amount of time visible emissions is present has exceeded 1 minute, whichever time period is less. Alternatively, you may conduct visible emissions monitoring according to  $\S 60.5417c(h)$ .

(4) Devices failing the visible emissions test must follow manufacturer's repair instructions, if available, or best combustion engineering practice as outlined in the unit inspection and maintenance plan, to return the unit to compliant operation. All repairs and maintenance activities for each unit must be recorded in a maintenance and repair log and must be available for inspection.

(5) Following return to operation from maintenance or repair activity, each device must pass a visual observation according to Method 22 of appendix A– 7 to this part as described in paragraph (e)(3) of this section or be monitored according to § 60.5417c(h).

(6) If the owner or operator operates a combustion control device model tested under this section, an electronic copy of the performance test results required by this section shall be submitted via email to *Oil\_and\_Gas\_ PT@EPA.GOV* unless the test results for that model of combustion control device are posted at the following website: *https://www.epa.gov/controlling-airpollution-oil-and-natural-gas-industry.* 

(7) Ensure that each enclosed combustion device is maintained in a leak free condition.

(8) Operate each control device following the manufacturer's written operating instructions, procedures, and maintenance schedule to ensure good air pollution control practices for minimizing emissions.

(9) Install and operate the continuous parameter monitoring systems in accordance with § 60.5417c(a) and (c) through (i).

(10) Comply with the applicable NHV limit specified in § 60.5412c(a)(1)(iv).

## Model Rule—Continuous Compliance Requirements

# § 60.5415c How do I demonstrate continuous compliance with the standards for each of my designated facilities?

(a) Gas well liquids unloading standards for well designated facility. For each well liquids unloading operation at your well designated facility, you must demonstrate continuous compliance with the requirements of § 60.5390c by submitting the annual report information specified in § 60.5420c(b)(1) and (2) and maintaining the records for each well liquids unloading event that vents to the atmosphere as specified in § 60.5420c(c)(1). For each gas well liquids unloading well affected facility that complies with the requirements of § 60.5390c(g), you must route emissions to a control device through a closed vent system and continuously comply with the closed vent requirements of § 60.5416c. You also must comply with the requirements specified in paragraph (f) of this section and maintain the records in § 60.5420c(c)(7), (9) and (11).

(b) Associated gas well standards for well designated facility. For each associated gas well at your well designated facility, you must demonstrate continuous compliance with the requirements of § 60.5391c by submitting the reports required by §60.5420c(b)(1) and (3) and maintaining the records specified in 60.5420c(c)(2). For each associated gas well at your well designated facility that complies with the requirements of § 60.5391c(b) or (c), you must route emissions to a control device through a closed vent system and continuously comply with the closed vent requirements of §60.5416c. You must also comply with the requirements specified in paragraph (e) of this section and maintain the records in paragraphs (c)(7), (9) and (11) of this section.

(c) Centrifugal compressor designated facility. For each centrifugal compressor designated facility complying with the volumetric flow rate measurements requirements in  $\S60.5392c(a)(1)$  and (2), you must demonstrate continuous compliance according to paragraph (c)(1) and paragraphs (c)(3) and (4) of this section. Alternatively, for each wet seal and dry seal centrifugal compressor designated facility complying with §60.5392c(a)(3) and (a)(4) or (5) by routing emissions to a control device or to a process, you must demonstrate continuous compliance according to paragraphs (c)(2) through (4) of this section.

(1) You must maintain volumetric flow rate at or below the volumetric flow rates specified in paragraphs (c)(1)(i) through (iii) of this section for your centrifugal compressor, as applicable, and you must conduct the required volumetric flow rate measurement of your dry or wet seal in accordance with § 60.5392c(a)(1) and (2) on or before 8,760 hours of operation after your last volumetric flow rate measurement which demonstrates compliance with the applicable volumetric flow rate.

(i) For your wet seal centrifugal compressors (including self-contained wet seal centrifugal compressors), you must maintain the volumetric flow rate at or below 3 scfm per seal (or in the case of manifolded groups of seals, 3 scfm multiplied by the number of seals).

(ii) For your Alaska North Slope centrifugal compressor equipped with sour seal oil separator and capture system, you must maintain the volumetric flow rate at or below 9 scfm per seal (or in the case of manifolded groups of wet seals, 9 scfm multiplied by the number of seals).

(iii) For your dry seal compressor, you must maintain the volumetric flow rate at or below 10 scfm per seal (or in the case of manifolded groups of wet seals, 10 scfm multiplied by the number of seals).

(2) For each wet seal and dry seal centrifugal compressor designated facility complying by routing emissions to a control device or to a process, you must operate the wet seal emissions collection system and dry seal system to route emissions to a control device or a process through a closed vent system and continuously comply with the closed vent requirements of § 60.5416c(a) and (b). If you comply with § 60.5392c(a)(4) by using a control device, you also must comply with the requirements in paragraph (e) of this section.

(3) You must submit the annual reports as required in § 60.5420c(b)(1),
(4) and (10)(i) through (iv), as applicable.

(4) You must maintain records as required in § 60.5420c(c)(3), (7) through (9) and (11), as applicable.

(d) Pump designated facility. To demonstrate continuous compliance with the GHG standards for your pump designated facility as required by § 60.5395c, you must comply with paragraphs (d)(1) through (3) of this section.

(1) For pump designated facilities complying with the requirements of  $\S$  60.5395c(a) by routing emissions to a process and for pump designated facilities complying with the requirements of  $\S$  60.5395c(b)(1) or (3), you must continuously comply with the closed vent requirements of  $\S$  60.5416c(a) and (b). If you comply with  $\S$  60.5395c(b)(3), you also must comply with the requirements in paragraph (d) of this section.

(2) You must submit the annual reports for your pump designated facility as required in § 60.5420c(b)(1), and (9) through (12), as applicable.

(3) You must maintain the records for your pump designated facility as specified in § 60.5420c(c)(14), as applicable.

(e) Additional continuous compliance requirements for well, centrifugal compressor, reciprocating compressor, process controllers in Alaska, storage vessel, process unit equipment, or pump designated facilities. For each associated

gas well at your well designated facility, each gas well liquids unloading operation at your well designated facility, each centrifugal compressor designated facility, each reciprocating compressor designated facility, each process controller designated facility in Alaska, each storage vessel designated facility, each process unit equipment designated facility, and each pump designated facility referenced to this paragraph from either paragraph (a), (b), (c)(2), (d)(1), (f), (g)(2)(iv), (h) or (i) of this section, you must also install monitoring systems as specified in §60.5417c, demonstrate continuous compliance according to paragraph (e)(1) of this section, maintain the records in paragraph (e)(2) of this section, and comply with the reporting requirements specified in paragraph (e)(3) of this section.

(1) You must demonstrate continuous compliance with the control device performance requirements of §60.5412c(a) using the procedures specified in paragraphs (e)(1)(i) through (viii) of this section and conducting the monitoring as required by §60.5417c. If you use a condenser as the control device to achieve the requirements specified in §60.5412c(a)(2), you may demonstrate compliance according to paragraph (e)(1)(ix) of this section. You may switch between compliance with paragraphs (e)(1)(i) through (viii) of this section and compliance with paragraph (e)(1)(ix) of this section only after at least 1 year of operation in compliance with the selected approach. You must provide notification of such a change in the compliance method in the next annual report, following the change. If you use an enclosed combustion device or a flare as the control device, you must also conduct the monitoring required in paragraph (e)(1)(x) of this section. If you use an enclosed combustion device or flare using an alternative test method approved under §60.5412c(d), you must use the procedures in paragraph (e)(1)(xi) of this section in lieu of the procedures in paragraphs (e)(1)(i) through (viii) of this section, but you must still conduct the monitoring required in paragraph (e)(1)(x) of this section.

(i) You must operate below (or above) the site-specific maximum (or minimum) parameter value established according to the requirements of § 60.5417c(f)(1). For flares, you must operate above the limits specified in paragraphs (e)(1)(vii)(B) of this section.

(ii) You must calculate the average of the applicable monitored parameter in accordance with § 60.5417c(e).

(iii) Compliance with the operating parameter limit is achieved when the

average of the monitoring parameter value calculated under paragraph (e)(1)(ii) of this section is either equal to or greater than the minimum parameter value or equal to or less than the maximum parameter value established under paragraph (e)(1)(i) of this section. When performance testing of a combustion control device is conducted by the device manufacturer as specified in § 60.5413c(d), compliance with the operating parameter limit is achieved when the criteria in § 60.5413c(e) are met.

(iv) You must operate the continuous monitoring system required in §60.5417c(a) at all times the affected source is operating, except for periods of monitoring system malfunctions, repairs associated with monitoring system malfunctions and required monitoring system quality assurance or quality control activities (including, as applicable, system accuracy audits and required zero and span adjustments). A monitoring system malfunction is any sudden, infrequent, not reasonably preventable failure of the monitoring system to provide valid data. Monitoring system failures that are caused in part by poor maintenance or careless operation are not malfunctions. You are required to complete monitoring system repairs in response to monitoring system malfunctions and to return the monitoring system to operation as expeditiously as practicable.

(v) You may not use data recorded during monitoring system malfunctions, repairs associated with monitoring system malfunctions, or required monitoring system quality assurance or control activities in calculations used to report emissions or operating levels. You must use all the data collected during all other required data collection periods to assess the operation of the control device and associated control system.

(vi) Failure to collect required data is a deviation of the monitoring requirements.

(vii) If you use an enclosed combustion device to meet the requirements of  $\S$  60.5412c(a)(1) and you demonstrate compliance using the test procedures specified in  $\S$  60.5413c(b), or you use a flare designed and operated in accordance with  $\S$  60.5412c(a)(3), you must comply with the applicable requirements in paragraphs (e)(1)(vii)(A) through (E) of this section.

(A) For each enclosed combustion device which is not a catalytic vapor incinerator and for each flare, you must comply with the requirements in paragraphs (e)(1)(vii)(A)(1) through (4) of this section.

(1) A pilot or combustion flame must be present at all times of operation. An alert must be sent to the nearest control room whenever the pilot or combustion flame is unlit.

(2) Devices must be operated with no visible emissions, except for periods not to exceed a total of 1 minute during any 15-minute period. A visible emissions test conducted according to section 11 of Method 22 of appendix A-7 to this part, must be performed at least once every calendar month, separated by at least 15 days between each test. The observation period shall be 15 minutes or once the amount of time visible emissions is present has exceeded 1 minute, whichever time period is less. Alternatively, you may conduct visible emissions monitoring according to §60.5417c(h).

(3) Devices failing the visible emissions test must follow manufacturer's repair instructions, if available, or best combustion engineering practice as outlined in the unit inspection and maintenance plan, to return the unit to compliant operation. All repairs and maintenance activities for each unit must be recorded in a maintenance and repair log and must be available for inspection.

(4) Following return to operation from maintenance or repair activity, each device must pass a Method 22 of appendix A–7 to this part visual observation as described in paragraph (e)(1)(vii)(D) of this section or be monitored according to § 60.5417c(h).

(B) For flares, you must comply with the requirements in paragraphs(e)(1)(vii)(B)(1) through (6) of this section.

(1) For unassisted flares, maintain the NHV of the gas sent to the flare at or above 200 Btu/scf.

(2) If you use a pressure assisted flare, maintain the NHV of gas sent to the flare at or above 800 Btu/scf.

(3) For steam-assisted and air-assisted flares, maintain the  $\rm NHV_{cz}$  at or above 270 Btu/scf.

(4) For flares with perimeter assist air, maintain the  $\rm NHV_{dil}$  at or above 22 Btu/sqft. If the only assist air provided to the flare is perimeter assist air intentionally entrained in lower and/or upper steam at the flare tip and the effective diameter is 9 inches or greater, you are not required to comply with the  $\rm NHV_{dil}$  limit.

(5) Unless you use a pressure-assisted flare, maintain the flare tip velocity below the applicable limits in § 60.18(b).

(6) Maintain the total gas flow to the flare above the minimum inlet gas flow

rate. The minimum inlet gas flow rate is established based on manufacturer recommendations.

(C) For enclosed combustion devices for which, during the performance test conducted under § 60.5413c(b), the combustion zone temperature is not an indicator of destruction efficiency, you must comply with the requirements in paragraphs (e)(1)(vii)(C)(1) through (5) of this section, as applicable.

(1) Maintain the total gas flow to the enclosed combustion device at or above the minimum inlet gas flow rate and at or below the maximum inlet flow rate for the enclosed combustion device established in accordance with  $\S 60.5417c(f)$ .

(2) For unassisted enclosed combustion devices, maintain the NHV of the gas sent to the enclosed combustion device at or above 200 Btu/ scf.

(3) For enclosed combustion devices that use pressure-assisted burner tips to promote mixing at the burner tip, maintain the NHV of the gas sent to the enclosed combustion device at or above 800 Btu/scf.

(4) For steam-assisted and air-assisted enclosed combustion devices, maintain the  $NHV_{cz}$  at or above 270 Btu/scf.

(5) For enclosed combustion devices with perimeter assist air, maintain the NHV<sub>dil</sub> at or above 22 Btu/sqft. If the only assist air provided to the enclosed combustion device is perimeter assist air intentionally entrained in lower and/ or upper steam at the flare tip and the effective diameter is 9 inches or greater, you are not required to comply with the NHV<sub>dil</sub> limit.

(D) For enclosed combustion devices for which, during the performance test conducted under § 60.5413c(b), the combustion zone temperature is demonstrated to be an indicator of destruction efficiency, you must comply with the requirements in paragraphs (e)(1)(vii)(D)(1) and (2) of this section.

(1) Maintain the temperature at or above the minimum temperature established during the most recent performance test. The minimum temperature limit established during the most recent performance test is the average temperature recorded during each test run, averaged across the 3 test runs (average of the test run averages).

(2) Maintain the total gas flow to the enclosed combustion device at or above the minimum inlet gas flow rate and at or below the maximum inlet flow rate for the enclosed combustion device established in accordance with  $\S$  60.5417c(f).

(E) For catalytic vapor incinerators you must operate the catalytic vapor incinerator at or above the minimum temperature of the catalyst bed inlet and at or above the minimum temperature differential between the catalyst bed inlet and the catalyst bed outlet established in accordance with § 60.5417c(f).

(viii) If you use a carbon adsorption system as the control device to meet the requirements of 60.5412c(a)(2), you must demonstrate compliance by the procedures in paragraphs (e)(1)(viii)(A) and (B) of this section, as applicable.

(A) If you use a regenerative-type carbon adsorption system, you must comply with paragraphs
(e)(1)(viii)(A)(1) through (4) of this section.

(1) You must maintain the average regenerative mass flow or volumetric flow to the carbon adsorber during each bed regeneration cycle above the limit established in in accordance with  $\S 60.5413c(c)(2)$ .

(2) You must maintain the average carbon bed temperature above the temperature limit established in accordance with § 60.5413c(c)(2) during the carbon bed steaming cycle and below the carbon bed temperature established in in accordance with § 60.5413c(c)(2) after the regeneration cycle.

(3) You must check the mechanical connections for leakage at least every month, and you must perform a visual inspection at least every 3 months of all components of the continuous parameter monitoring system for physical and operational integrity and all electrical connections for oxidation and galvanic corrosion if your continuous parameter monitoring system is not equipped with a redundant flow sensor.

(4) You must replace all carbon in the carbon adsorption system with fresh carbon on a regular, predetermined time interval that is no longer than the carbon service life established according to 60.5413c(c)(2).

(B) If you use a nonregenerative-type carbon adsorption system, you must replace all carbon in the control device with fresh carbon on a regular, predetermined time interval that is no longer than the carbon service life established according to  $\S$  60.5413c(c)(3).

(ix) If you use a condenser as the control device to achieve the percent reduction performance requirements specified in  $\S$  60.5412c(a)(2), you must demonstrate compliance using the procedures in paragraphs (e)(1)(ix)(A) through (E) of this section.

(A) You must establish a site-specific condenser performance curve according to 60.5417c(f)(2).

(B) You must calculate the daily average condenser outlet temperature in accordance with § 60.5417c(e).

(C) You must determine the condenser efficiency for the current operating day using the daily average condenser outlet temperature calculated under paragraph (e)(1)(ix)(B) of this section and the condenser performance curve established under paragraph (e)(1)(ix)(A) of this section.

(D) Except as provided in paragraphs (e)(1)(ix)(D)(1) and (2) of this section, at the end of each operating day, you must calculate the 365-day rolling average TOC emission reduction, as appropriate, from the condenser efficiencies as determined in paragraph (e)(1)(ix)(C) of this section.

(1) After the compliance dates specified in § 60.5387c(a), if you have less than 120 days of data for determining average TOC emission reduction, you must calculate the average TOC emission reduction for the first 120 days of operation after the compliance date. You have demonstrated compliance with the overall 95.0 percent reduction requirement if the 120-day average TOC emission reduction is equal to or greater than 95.0 percent.

(2) After 120 days and no more than 364 days of operation after the compliance date specified in § 60.5387c(a), you must calculate the average TOC emission reduction as the TOC emission reduction averaged over the number of days between the current day and the applicable compliance date. You have demonstrated compliance with the overall 95.0 percent reduction requirement if the average TOC emission reduction is equal to or greater than 95.0 percent.

(E) If you have data for 365 days or more of operation, you have demonstrated compliance with the TOC emission reduction if the rolling 365day average TOC emission reduction calculated in paragraph (e)(1)(ix)(D) of this section is equal to or greater than 95.0 percent.

(x) During each inspection conducted using an OGI camera under §60.5397c and during each periodic screening event or each inspection conducted using an OGI camera under § 60.5398c, you must observe each enclosed combustion device and flare to determine if it is operating properly. You must determine whether there is a flame present and whether any uncontrolled emissions from the control device are visible with the OGI camera or the technique used to conduct the periodic screening event. During each inspection conducted under § 60.5397c using AVO, you must observe each

enclosed combustion device and flare to determine if it is operating properly. Visually confirm that the pilot or combustion flame is lit and that the pilot or combustion flame is operating properly.

(xi) If you use an enclosed combustion device or flare using an alternative test method approved under \$ 60.5412c(d), you must comply with paragraphs (e)(1)(xi)(A) through (E) of this section.

(A) You must maintain the combustion efficiency at or above 95.0 percent. Alternatively, if the alternative test method does not directly monitor combustion efficiency, you must comply with the applicable requirements in paragraphs (e)(1)(xi)(A)(1) and (2) of this section.

(1) Maintain the  $NHV_{cz}$  at or above 270 Btu/scf.

(2) For flares or enclosed combustion devices with perimeter assist air, maintain the NHV<sub>dil</sub> at or above 22 Btu/sqft. If the only assist air provided to the flare or enclosed combustion device is perimeter assist air intentionally entrained in lower and/or upper steam at the flare tip and the effective diameter is 9 inches or greater, you are only required to comply with the NHV<sub>cz</sub> limit specified in paragraph (e)(1)(xi)(A)(1) of this section.

(B) You must calculate the value of the applicable monitored metric(s) in accordance with the approved alternative test method. Compliance with the limit is achieved when the calculated values are within the range specified in paragraph (e)(1)(xi)(A) of this section.

(C) You must conduct monitoring using the alternative test method at all times the affected source is operating, except for periods of monitoring system malfunctions, repairs associated with monitoring system malfunctions and required monitoring system quality assurance or quality control activities (including, as applicable, system accuracy audits and required zero and span adjustments). A monitoring system malfunction is any sudden, infrequent, not reasonably preventable failure of the monitoring system to provide valid data. Monitoring system failures that are caused in part by poor maintenance or careless operation are not malfunctions. You are required to complete monitoring system repairs in response to monitoring system malfunctions and to return the monitoring system to operation as expeditiously as practicable.

(D) You may not use data recorded during monitoring system malfunctions, repairs associated with monitoring system malfunctions, or required monitoring system quality assurance or control activities in calculations used to report values to demonstrate compliance with the limits specified in paragraph (e)(1)(xi)(A) of this section. You must use all the data collected during all other required data collection periods to assess the operation of the control device and associated control system.

(E) Failure to collect required data is a deviation of the monitoring requirements.

(2) You must maintain the records as specified in 60.5420c(c)(10) and (12).

(3) You must comply with the reporting requirements in § 60.5420c(b)(10) through (12).

(f) Reciprocating compressor designated facility. For each reciprocating compressor designated facility complying with § 60.5393c(a) through (c), you must demonstrate continuous compliance according to paragraphs (f)(1), (3) and (4) of this section. For each reciprocating compressor designated facility complying with §60.5393c(d), you must demonstrate continuous compliance according to paragraph (f)(4) through (6)of this section. For each reciprocating compressor affected facility complying with §60.5393c(d)(2), you must demonstrate continuous compliance according to paragraphs (g)(3) through (6) of this section.

(1) You must maintain the volumetric flow rate at or below 2 scfm per cylinder (or at or below the combined volumetric flow rate determined by multiplying the number of cylinders by 2 scfm), and you must conduct the required volumetric flow rate measurement of your reciprocating compressor rod packing vents in accordance with § 60.5393c(b) on or before 8,760 hours of operation after your last volumetric flow rate measurement which demonstrated compliance with the applicable volumetric flow rate.

(2) You must operate the rod packing emissions collection system to route emissions to a control device or to a process through a closed vent system and continuously comply with the cover and closed vent requirements of § 60.5416c. If you comply with § 60.5393c(d) by using a control device, you also must comply with the requirements in paragraph (e) of this section.

(3) You must continuously monitor the number of hours of operation for each reciprocating compressor affected facility since initial startup, since 60 days after the state plan submittal deadline (as specified in § 60.5362c(c)), since the previous flow rate measurement, or since the date of the most recent reciprocating compressor rod packing replacement, whichever date is latest.

(4) You must replace the reciprocating compressor rod packing on or before the total number of hours of operation reaches 8,760 hours.

(5) You must submit the annual reports as required in 60.5420c(b)(1), (5), and (b)(10)(i) through (iv), as applicable.

(6) You must maintain records as required in § 60.5420c(c)(4), (7), (9), and (11), as applicable.

(g) *Process controller designated facility.* To demonstrate continuous compliance with GHG emission standards for your process controller designated facility as required by § 60.5394c, you must comply with the paragraphs (g)(1) through (4) of this section.

(1) You must demonstrate that your process controller designated facility does not emit any methane to the atmosphere by meeting the requirements of paragraphs (g)(1)(i) or (ii) of this section.

(i) If you comply by routing the emissions to a process, you must comply with the closed vent system inspection and monitoring requirements of § 60.5416c.

(ii) If you comply by using a selfcontained natural gas-driven process controller, you must conduct the no identifiable emissions inspections required by § 60.5416c(b).

(2) For each process controller designated facility located at a site in Alaska that does not have access to electrical power, and that complies by reducing methane emissions from all controllers in the process controller designated facility by 95.0 percent in accordance with § 60.5494c(b)(3), you must comply with comply with the closed vent requirements of § 60.5416c and the requirements in paragraph (f) of this section for the control device.

(3) You must submit the annual report for your process controller as required in  $\S$  60.5420c(b)(1), (6), and (10) through (12), as applicable.

(4) You must maintain the records as specified in § 60.5420c(c)(5) for each process controller designated facility, as applicable.

(h) Storage vessel designated facility. For each storage vessel designated facility, you must demonstrate continuous compliance with the requirements of § 60.5396c according to paragraphs (h)(1) through (10) of this section, as applicable.

(1) For each storage vessel designated facility complying with the requirements of § 60.5396c(a)(2), you must demonstrate continuous compliance according to paragraphs (h)(5) and (h)(9) and (10) of this section.

(2) For each storage vessel designated facility complying with the requirements of § 60.5396c(a)(3), you must demonstrate continuous compliance according to paragraphs (h)(2)(i), (ii), or (iii) of this section, as applicable, and (h)(9) and (10) of this section.

(i) You must maintain the uncontrolled actual methane emissions from the storage vessel designated facility at less than 14 tpy.

(ii) You must comply with paragraph (h)(5) of this section as soon as liquids from the well are routed to the storage vessel designated facility following fracturing or refracturing according to the requirements of  $\S$  60.5396c(a)(3)(i).

(iii) You must comply with paragraph (h)(5) of this section within 30 days of the monthly determination according to the requirements of § 60.5396c(a)(3)(ii), where the monthly emissions determination indicates that methane emissions from your storage vessel designated facility increase to 14 tpy or greater and the increase is not associated with fracturing or refracturing of a well feeding the storage vessel designated facility.

(3) For each storage vessel designated facility or portion of a storage vessel designated facility removed from service, you must demonstrate compliance with the requirements of § 60.5396c(c)(1), by complying with paragraphs (h)(6) and (7) and (h)(9) and (10) of this section.

(4) For each storage vessel designated facility or portion of a storage vessel designated facility returned to service, you must demonstrate compliance with the requirements of 60.5396c(c)(1) by complying with paragraphs (h)(8) through (10) of this section.

(5) For each storage vessel designated facility, you must comply with paragraphs (h)(5)(i) and (ii) of this section.

(i) You must reduce methane emissions as specified in § 60.5396c(a)(2).

(ii) For each control device installed to meet the requirements of  $\S$  60.5396c(a)(2), you must demonstrate continuous compliance with the performance requirements of  $\S$  60.5412c for each storage vessel designated facility using the procedure specified in paragraph (h)(5)(ii)(A) and (B) of this section. When routing emissions to a process, you must demonstrate continuous compliance as specified in paragraph (h)(5)(ii)(A) of this section.

(A) You must comply with § 60.5416c for each cover and closed vent system.

(B) You must comply with the requirements specified in paragraph (e) of this section.

(6) You must completely empty and degas each storage vessel, such that each storage vessel no longer contains crude oil, condensate, produced water or intermediate hydrocarbon liquids. For a portion of a storage vessel designated facility to be removed from service, you must completely empty and degas the storage vessel(s), such that the storage vessel(s) no longer contains crude oil, condensate, produced water or intermediate hydrocarbon liquids. A storage vessel where liquid is left on walls, as bottom clingage or in pools due to floor irregularity is considered to be completely empty.

(7) You must disconnect the storage vessel(s) from the tank battery by isolating the storage vessel(s) from the tank battery such that the storage vessel(s) is no longer manifolded to the tank battery by liquid or vapor transfer.

(8) You must determine the designated facility status of a storage vessel returned to service as provided in § 60.5386c(e)(5).

(9) You must submit the annual reports as required by § 60.5420c(b)(1) and (7).

(10) You must maintain the records as required by 60.5420c(c)(6) through (9), and (11), as applicable.

(i) Process unit equipment designated facility. For each process unit equipment designated facility, you must demonstrate continuous compliance with the requirements of § 60.5400c according to paragraphs (i)(1) through (4) and (11) through (16) of this section, unless you meet and comply with the exception in § 60.5402c(b), (e), or (f) or meet the exemption in 60.5402c(c). Alternatively, if you comply with the GHG standards for process unit designated facilities using the standards in §60.5401c, you must comply with paragraphs (i)(5) through (16) of this section, unless you meet the exemption in §60.5402c(b) or (c) or the exception in §60.5402c(e) and (f).

(1) You must conduct monitoring for each pump in light liquid service, pressure relief device in gas/vapor service, valve in gas/vapor and light liquid service and connector in gas/ vapor and light liquid service as required by § 60.5400c(b).

(2) You must conduct monitoring as required by § 60.5400c(c) for each pump in light liquid service.

(3) You must conduct monitoring as required by § 60.5400c(d) for each pressure relief device in gas/vapor service.

(4) You must comply with the equipment requirements for each open-

ended valve or line as required by § 60.5400c(e).

(5) You must conduct monitoring for each pump in light liquid service as required by § 60.5401c(b).

(6) You must conduct monitoring for each pressure relief device in gas/vapor service as required by § 60.5401c(c).

(7) You must comply with the equipment requirements for each openended valve or line as required by § 60.5401c(d).

(8) You must conduct monitoring for each valve in gas/vapor or light liquid service as required by § 60.5401c(f).

(9) You must conduct monitoring for each pump, valve, and connector in heavy liquid service and each pressure relief device in light liquid or heavy liquid service as required by § 60.5401c(g).

(10) You must conduct monitoring for each connector in gas/vapor or light liquid service as required by § 60.5401c(h).

(11) You must collect emissions and meet the closed vent system requirements as required by § 60.5416c for each pump equipped with a dual mechanical seal system that degasses the barrier fluid reservoir to a process or a control device, each pump which captures and transports leakage from the seal or seals to a process or control device, or each pressure relief device which captures and transports leakage through the pressure relief device to a process or control device.

(12) You must comply with the requirements specified in paragraph (f) of this section.

(13) You must tag and repair each identified leak as required in § 60.5400c(h) or § 60.5400c(i), as applicable.

(14) You must submit semiannual reports as required by § 60.5422c and the annual reports in

§60.5420b(b)(10)(i) through (iv), as applicable.

(15) You must maintain the records specified by 60.5420c(c)(7), (c)(9), and (c)(11) as applicable and 60.5421c.

(j) *Continuous compliance*. For each fugitive emissions components designated facility, you must demonstrate continuous compliance with the requirements of § 60.5397c(a) according to paragraphs (j)(1) through (4) of this section.

(1) You must conduct periodic monitoring surveys as required in § 60.5397c(e) and (g).

(2) You must repair each identified source of fugitive emissions as required in § 60.5397c(h).

(3) You must submit annual reports for fugitive emissions components

designated facilities as required in § 60.5420c(b)(1) and (8).

(4) You must maintain records as specified in § 60.5420c(c)(15).

# §60.5416c What are the initial and continuous cover and closed vent system inspection and monitoring requirements?

For each closed vent system and cover at your well, centrifugal compressor, reciprocating compressor, process controller, pump, storage vessel, and process unit equipment designated facilities, you must comply with the applicable requirements of paragraphs (a) and (b) of this section. Each selfcontained natural gas process controller must comply with paragraph (b) of this section.

(a) Inspections for closed vent systems, covers, and bypass devices. If you install a control device or route emissions to a process, you must inspect each closed vent system according to the procedures and schedule specified in paragraphs (a)(1) and (2) of this section, inspect each cover according to the procedures and schedule specified in paragraph (a)(3) of this section, and inspect each bypass device according to the procedures of paragraph (a)(4) of this section, except as provided in paragraphs (b)(6) and (7) of this section.

(1) For each closed vent system joint, seam, or other connection that is permanently or semi-permanently sealed (*e.g.*, a welded joint between two sections of hard piping or a bolted and gasketed ducting flange), you must meet the requirements specified in paragraphs (a)(1)(i) through (iii) of this section.

(i) Conduct an initial inspection according to the test methods and procedures specified in paragraph (b) of this section to demonstrate that the closed vent system operates with no identifiable emissions within the first 30 calendar days after routing emissions through the closed vent system.

(ii) Conduct annual visual inspections for defects that could result in air emissions. Defects include, but are not limited to, visible cracks, holes, or gaps in piping; loose connections; liquid leaks; or broken or missing caps or other closure devices. You must monitor a component or connection using the test methods and procedures in paragraph (b) of this section to demonstrate that it operates with no identifiable emissions following any time the component is repaired or replaced or the connection is unsealed.

(iii) Conduct AVO inspections in accordance with and at the same frequency as specified for fugitive emissions components designated facilities located at the same type of site as specified in § 60.5397c(g). Process unit equipment designated facilities must conduct annual AVO inspections concurrent with the inspections required by paragraph (a)(1)(ii) of this section.

(2) For closed vent system components other than those specified in paragraph (a)(1) of this section, you must meet the requirements of paragraphs (a)(2)(i) through (iv) of this section.

(i) Conduct an initial inspection according to the test methods and procedures specified in paragraph (b) of this section within the first 30 calendars days after routing emissions through the closed vent system to demonstrate that the closed vent system operates with no identifiable emissions.

(ii) Conduct inspections according to the test methods, procedures, and frequencies specified in paragraph (b) of this section to demonstrate that the components or connections operate with no identifiable emissions.

(iii) Conduct annual visual inspections for defects that could result in air emissions. Defects include, but are not limited to, visible cracks, holes, or gaps in ductwork; loose connections; liquid leaks; or broken or missing caps or other closure devices. You must monitor a component or connection using the test methods and procedures in paragraph (b) of this section to demonstrate that it operates with no identifiable emissions following any time the component is repaired or replaced or the connection is unsealed.

(iv) Conduct AVO inspections in accordance with and at the same frequency as specified for fugitive emissions components designated facilities located at the same type of site, as specified in § 60.5397c(g). Process unit equipment designated facilities must conduct annual AVO inspections concurrent with the inspections required by paragraph (a)(2)(iii) of this section.

(3) For each cover, you must meet the requirements of paragraphs (a)(3)(i) through (iv) of this section.

(i) Conduct the inspections specified in paragraphs (a)(3)(ii) through (iv) of this section to identify defects that could result in air emissions and to ensure the cover operates with no identifiable emissions. Defects include, but are not limited to, visible cracks, holes, or gaps in the cover, or between the cover and the separator wall; broken, cracked, or otherwise damaged seals or gaskets on closure devices; and broken or missing hatches, access covers, caps, or other closure devices. In the case where the storage vessel is buried partially or entirely underground, you must inspect only those portions of the cover that extend to or above the ground surface, and those connections that are on such portions of the cover (*e.g.,* fill ports, access hatches, gauge wells, etc.) and can be opened to the atmosphere.

(ii) An initial inspection according to the test methods and procedures specified in paragraph (b) of this section, following installation of the cover to demonstrate that each cover operates with no identifiable emissions.

(iii) Conduct AVO inspections in accordance with and at the same frequency as specified for fugitive emissions components designated facilities located at the same type of site as specified in § 60.5397b(g). Process unit equipment designated facilities must conduct annual AVO inspections concurrent with the inspections required by paragraph (a)(1)(ii) of this section.

(iv) Inspections according to the test methods, procedures, and schedules specified in paragraph (b) of this section to demonstrate that each cover operates with no identifiable emissions.

(4) For each bypass device, except as provided for in § 60.5411c(a)(4)(ii), you must meet the requirements of paragraph (a)(4)(i) or (ii) of this section.

(i) Set the flow indicator to take a reading at least once every 15 minutes at the inlet to the bypass device that could divert the stream away from the control device and to the atmosphere.

(ii) If the bypass device valve installed at the inlet to the bypass device is secured in the non-diverting position using a car-seal or a lock-and-key type configuration, visually inspect the seal or closure mechanism at least once every month to verify that the valve is maintained in the non-diverting position and the vent stream is not diverted through the bypass device.

(b) No identifiable emissions test methods and procedures. If you are required to conduct an inspection of a closed vent system and cover as specified in paragraph (a)(1), (2), or (3) of this section or § 60.5398c(b), you must meet the requirements of paragraphs (b)(1) through (9) of this section. You must meet the requirements of paragraphs (b)(1), (2), (4), and (9) of this section for each selfcontained process controller at your process controller designated facility as specified at § 60.5394c(a)(2).

(1) *Initial and periodic inspection.* You must conduct initial and periodic no identifiable emissions inspections as specified in paragraphs (b)(1)(i) through (iii) of this section, as applicable.

(i) You must conduct inspections for no identifiable emissions from your closed vent systems and covers at your well, centrifugal compressor, reciprocating compressor, process controller, pump, or storage vessel designated facility, using the procedures for conducting OGI inspections in § 60.5397c(c)(7). As an alternative you may conduct inspections in accordance with Method 21 of appendix A–7 to this part. Monitoring must be conducted at the same frequency as specified for fugitive emissions components designated facilities located at the same type of site, as specified in § 60.5397c(g).

(ii) For closed vent systems and covers located at onshore natural gas processing plants, OGI inspections for no identifiable emissions must be conducted initially and bimonthly in accordance with appendix K to this part. As an alternative you must conduct quarterly inspections for no identifiable emissions in accordance with Method 21 of appendix A–7 to this part.

(iii) For your self-contained process controller, you must conduct initial and quarterly inspections for no identifiable emissions using the procedures for conducting OGI inspections in § 60.5397c(c)(7). As an alternative you may conduct quarterly inspections in accordance with Method 21 of appendix A–7 to this part.

(2) *OGI inspection.* Where OGI is used, the closed vent system, cover, or self-contained process controller is determined to operate with no identifiable emissions if no emissions are imaged during the inspection. Emissions imaged by OGI constitute a deviation of the no identifiable emissions standard until an OGI inspection conducted in accordance with this paragraph (b)(2) of this section determines that the closed vent system, cover, or self-contained process controller, as applicable, operates with no identifiable emissions.

(3) AVO inspection. Where AVO inspections are required, the closed vent system or cover is determined to operate with no identifiable emissions if no emissions are detected by AVO. Emissions detected by AVO constitute a deviation of the no identifiable emissions standard until an AVO inspection determines that the closed vent system or cover operates with no identifiable emissions.

(4) *Method 21 inspection.* Where Method 21 of appendix A–7 to this part is used for the inspection, the requirements of paragraphs (b)(4)(i) through (vii) of this section apply.

(i) The detection instrument must meet the performance criteria of Method 21 of appendix A–7 to this part, except that the instrument response factor criteria in section 8.1.1 of Method 21 must be for the average composition of the fluid and not for each individual organic compound in the stream.

(ii) You must calibrate the detection instrument before use on each day of its use by the procedures specified in Method 21 of appendix A–7 to this part.

(iii) Calibration gases must be as specified in paragraphs (b)(4)(iii)(A) and (B) of this section.

(A) Zero air (less than 10 parts per million by volume hydrocarbon in air).

(B) A mixture of methane in air at a concentration less than 500 ppmv.

(iv) You may choose to adjust or not adjust the detection instrument readings to account for the background organic concentration level. If you choose to adjust the instrument readings for the background level, you must determine the background level value according to the procedures in Method 21 of appendix A–7 to this part.

(v) Your detection instrument must meet the performance criteria specified in paragraphs (b)(4)(v)(A) and (B) of this section.

(A) Except as provided in paragraph (b)(4)(v)(B) of this section, the detection instrument must meet the performance criteria of Method 21 of appendix A-7 to this part, except the instrument response factor criteria in section 8.1.1 of Method 21 must be for the average composition of the process fluid, not each individual volatile organic compound in the stream. For process streams that contain nitrogen, air, or other inerts that are not organic hazardous air pollutants or volatile organic compounds, you must calculate the average stream response factor on an inert-free basis.

(B) If no instrument is available that will meet the performance criteria specified in paragraph (b)(4)(v)(A) of this section, you may adjust the instrument readings by multiplying by the average response factor of the process fluid, calculated on an inert-free basis, as described in paragraph (b)(4)(v)(A) of this section.

(vi) You must determine if a potential leak interface operates with no identifiable emissions, as applicable, using the applicable procedure specified in paragraph (b)(4)(vi)(A) or (B) of this section.

(A) If you choose not to adjust the detection instrument readings for the background organic concentration level, then you must directly compare the maximum organic concentration value measured by the detection instrument to the applicable value for the potential leak interface as specified in paragraph (b)(4)(vii) of this section.

(B) If you choose to adjust the detection instrument readings for the background organic concentration level, you must compare the value of the arithmetic difference between the maximum organic concentration value measured by the instrument and the background organic concentration value as determined in paragraph (b)(4)(iv) of this section with the applicable value for the potential leak interface as specified in paragraph (b)(4)(vii) of this section.

(vii) A closed vent system, cover, or self-contained process controller is determined to operate with no identifiable emissions if the organic concentration value determined in paragraph (b)(4)(vi) of this section is less than 500 ppmv. An organic concentration value determined in paragraph (b)(4)(vi) of this section of greater than or equal to 500 ppmv constitutes a deviation of the no identifiable emissions standard until an inspection conducted in accordance with this paragraph (b)(4) of this section determines that the closed vent system, cover, or self-contained process controller, as applicable, operates with no identifiable emissions.

(5) *Repairs.* Whenever emissions or a defect is detected, you must repair the emissions or defect as soon as practicable according to the requirements of paragraphs (b)(5)(i) through (iii) of this section, except as provided in paragraph (b)(6) of this section.

(i) A first attempt at repair must be made no later than 5 calendar days after the emissions or defect is detected.

(ii) Repair must be completed no later than 30 calendar days after the emissions or defect is detected.

(iii) For covers, grease or another substance compatible with the gasket material must be applied to deteriorating or cracked gaskets to improve the seal while awaiting repair.

(6) Delay of repair. Delay of repair of a closed vent system or cover for which emissions or defects have been detected is allowed if the repair is technically infeasible without a shutdown, or if you determine that emissions resulting from immediate repair would be greater than the emissions likely to result from delay of repair. You must complete repair of such equipment by the end of the next shutdown.

(7) Unsafe to inspect requirements. You may designate any parts of the closed vent system or cover as unsafe to inspect if the requirements of paragraphs (b)(7)(i) and (ii) of this section are met. Unsafe to inspect parts are exempt from the inspection requirements of paragraphs (a)(1) through (3) of this section.

(i)  $\overline{Y}$  ou determine that the equipment is unsafe to inspect because inspecting personnel would be exposed to an imminent or potential danger as a consequence of complying with paragraphs (a)(1), (2), or (3) of this section.

(ii) You have a written plan that requires inspection of the equipment as frequently as practicable during safe-toinspect times.

(8) Difficult to inspect requirements. You may designate any parts of the closed vent system or cover as difficult to inspect if the requirements of paragraphs (b)(8)(i) and (ii) of this section are met. Difficult to inspect parts are exempt from the inspection requirements of paragraphs (a)(1) through (3) of this section.

(i) You determine that the equipment cannot be inspected without elevating the inspecting personnel more than 2 meters above a support surface.

(ii) You have a written plan that requires inspection of the equipment at least once every 5 years.

(9) Records and reports. You must maintain records of all inspection results as specified in 60.5420c(c) through (9). You must submit the reports as specified in 60.5420c(b) (10).

# § 60.5417c What are the continuous monitoring requirements for my control devices?

You must meet the requirements of this section to demonstrate continuous compliance for each control device used to meet emission standards for your well, centrifugal compressor, reciprocating compressor, process controller, storage vessel, and process unit equipment designated facilities.

(a) For each control device used to comply with the emission reduction standard in §60.5391c(b) for well designated facilities, §60.5392c(a)(3) for centrifugal compressor designated facilities, § 60.5393c(d)(2) for reciprocating compressor designated facilities, §60.5394c(b)(3) for your process controller designated facility in Alaska, §60.5393c(b)(1) for your pumps designated facility, § 60.5396c(a)(2) for your storage vessel designated facility, or either § 60.5400c(f) or § 60.5401c(e) for your process equipment designated facility, you must install and operate a continuous parameter monitoring system for each control device as specified in paragraphs (c) through (h) of this section, except as provided for in paragraph (b) of this section. If you install and operate a flare in accordance with §60.5412c(a)(3), you are exempt from the requirements of paragraph (f)

of this section. If you operate an enclosed combustion device or flare using an alternative test method approved under § 60.5412c(d), you must operate the control device as specified in paragraph (i) of this section instead of using the procedures specified in paragraphs (c) through (h) of this section. You must keep records and report in accordance with paragraph (j) of this section.

(b) You are exempt from the monitoring requirements specified in paragraphs (c) through (g) of this section for the control devices listed in paragraphs (b)(1) and (2) of this section.

(1) A boiler or process heater in which all vent streams are introduced with the primary fuel or are used as the primary fuel.

(2) A boiler or process heater with a design heat input capacity equal to or greater than 44 megawatts.

(c) You must meet the specifications and requirements of paragraphs (c)(1) through (4) of this section.

(1) Except for continuous parameter monitoring systems used to detect the presence of a pilot or combustion flame, each continuous parameter monitoring system must measure data values at least once every hour and record the values for each parameter as required in paragraphs (c)(1)(i) or (ii) of this section. Continuous parameter monitoring systems used to detect the presence of a pilot or combustion flame must record a reading at least once every 5 minutes. (i) Each measured data value.

(ii) Each block average value for each 1-hour period or shorter periods calculated from all measured data values during each period.

(2) You must prepare a monitoring plan that covers each control device for designated facilities within each company-defined area. The monitoring plan must address the monitoring system design, data collection, and the quality assurance and quality control elements outlined in paragraphs (c)(2)(i) through (v) of this section. You must install, calibrate, operate, and maintain each continuous parameter monitoring system in accordance with the procedures in your monitoring plan. Heat sensing monitoring devices that indicate the continuous ignition of a pilot or combustion flame are exempt from the calibration, quality assurance and quality control requirements of this section.

(i) The performance criteria and design specifications for the monitoring system equipment, including the sample interface, detector signal analyzer, and data acquisition and calculations.

(ii) Sampling interface (*e.g.*, thermocouple) location such that the

monitoring system will provide representative measurements.

(iii) Equipment performance checks, system accuracy audits, or other audit procedures.

(iv) Ongoing operation and maintenance procedures in accordance with provisions in § 60.13(b).

(v) Ongoing recordkeeping procedures in accordance with provisions in § 60.7(f).

(3) You must conduct the continuous parameter monitoring system equipment performance checks, system accuracy audits, or other audit procedures specified in the monitoring plan at least once every 12 months.

(4) You must conduct a performance evaluation of each continuous parameter monitoring system in accordance with the monitoring plan. Heat sensing monitoring devices that indicate the continuous ignition of a pilot or combustion flame are exempt from the calibration, quality assurance and quality control requirements of this section.

(d) You must install, calibrate, operate, and maintain a device equipped with a continuous recorder to measure the values of operating parameters appropriate for the control device as specified in paragraphs (d)(1) through (8) of this section, as applicable. Instead of complying with the requirements in paragraphs (d)(1) through (8) of this section, you may install an organic monitoring device equipped with a continuous recorder that measures the concentration level of organic compounds in the exhaust vent stream from the control device to demonstrate compliance with the applicable performance requirement specified in §60.5412c(a)(1). The monitor must meet the requirements of Performance Specification 8 or 9 of appendix B to this part. You must install, calibrate, and maintain the monitor according to the manufacturer's specifications and the requirements in Performance Specification 8 or 9. You may also request approval from the Administrator to monitor different operating parameters than those specified in paragraphs (d)(1) through (8) of this section in accordance with §60.13(i).

(1) For an enclosed combustion device that demonstrates during the performance test conducted under  $\S$  60.5413c(b) that combustion zone temperature is an accurate indicator of performance, a temperature monitoring device equipped with a continuous recorder. The monitoring device must have a minimum accuracy of ±1 percent of the temperature being monitored in degrees Celsius, or ±2.5 °C, whichever value is greater. You must install the temperature sensor at a location representative of the combustion zone temperature. You must also comply with the requirements of paragraphs (d)(8)(i), (iv), and (v) of this section.

(2) For a catalytic vapor incinerator, a temperature monitoring device equipped with a continuous recorder. The device must be capable of monitoring temperature at two locations and have a minimum accuracy of  $\pm 1$  percent of the temperature being monitored in degrees Celsius, or  $\pm 2.5$  °C, whichever value is greater. You must install one temperature sensor in the vent stream at the nearest feasible point to the catalyst bed inlet, and you must install a second temperature sensor in the vent stream at the nearest feasible point to the catalyst bed outlet.

(3) For a boiler or process heater, a temperature monitoring device equipped with a continuous recorder. The temperature monitoring device must have a minimum accuracy of  $\pm 1$  percent of the temperature being monitored in degrees Celsius, or  $\pm 2.5$  °C, whichever value is greater. You must install the temperature sensor at a location representative of the combustion zone temperature.

(4) For a condenser, a temperature monitoring device equipped with a continuous recorder. The temperature monitoring device must have a minimum accuracy of  $\pm 1$  percent of the temperature being monitored in degrees Celsius, or  $\pm 2.5$  °C, whichever value is greater. You must install the temperature sensor at a location in the exhaust vent stream from the condenser.

(5) For a regenerative-type carbon adsorption system, a continuous monitoring system that meets the specifications in paragraphs (d)(5)(i) and (ii) of this section. You also must monitor the design carbon service life established using a design analysis performed as specified in § 60.5413c(c)(2).

(i) The continuous parameter monitoring system must measure and record the average total regeneration stream mass flow or volumetric flow during each carbon bed regeneration cycle. The flow sensor must have a measurement sensitivity of 5 percent of the flow rate or 10 cubic feet per minute, whichever is greater. You must check the mechanical connections for leakage at least every month, and you must perform a visual inspection at least every 3 months of all components of the flow continuous parameter monitoring system for physical and operational integrity and all electrical connections for oxidation and galvanic corrosion if your flow continuous parameter

monitoring system is not equipped with a redundant flow sensor; and

(ii) The continuous parameter monitoring system must measure and record the average carbon bed temperature for the duration of the carbon bed steaming cycle and measure the actual carbon bed temperature after regeneration and within 15 minutes of completing the cooling cycle. The temperature monitoring device must have a minimum accuracy of  $\pm 1$  percent of the temperature being monitored in degrees Celsius, or  $\pm 2.5$  °C, whichever value is greater.

(6) For a nonregenerative-type carbon adsorption system, you must monitor the design carbon replacement interval established using a design analysis performed as specified in § 60.5413c(c)(3). The design carbon replacement interval must be based on the total carbon working capacity of the control device and source operating schedule.

(7) For a combustion control device whose model is tested under  $\S$  60.5413c(d), continuous monitoring systems as specified in paragraphs (d)(8)(i) through (iv) and (vi) of this section and visible emission observations conducted as specified in paragraph (d)(8)(v) of this section.

(8) For an enclosed combustion device other than those listed in paragraphs (d)(1) through (3) and (7) of this section or for a flare, continuous monitoring systems as specified in paragraphs (d)(8)(i) through (iv) of this section and visible emission observations conducted as specified in paragraph (d)(8)(v) of this section. Additionally, for enclosed combustion devices or flares that are air-assisted or steam-assisted, the continuous monitoring systems specified in paragraph (d)(8)(vi) of this section.

(i) Continuously monitor at least once every five minutes for the presence of a pilot flame or combustion flame using a device (including, but not limited to, a thermocouple, ultraviolet beam sensor, or infrared sensor) capable of detecting that the pilot or combustion flame is present at all times. An alert must be sent to the nearest control room whenever the pilot or combustion flame is unlit. Continuous monitoring systems used for the presence of a pilot flame or combustion flame are not subject to a minimum accuracy requirement beyond being able to detect the presence or absence of a flame and are exempt from the calibration requirements of this section.

(ii) Except as provided in this paragraph (d)(8)(ii) and paragraph(d)(8)(iii) of this section, use one of the following methods to continuously

determine the NHV of the inlet gas to the enclosed combustion device or flare at standard conditions. If the only inlet gas stream to the enclosed combustion device or flare is associated gas from a well designated facility, the NHV of the inlet stream is considered to be sufficiently above the minimum required NHV for the inlet gas, and you are not required to conduct the continuous monitoring in this paragraph (d)(8)(ii) or the demonstration in paragraph (d)(8)(iii) of this section.

(A) A calorimeter with a minimum accuracy of  $\pm 2$  percent of span.

(B) A gas chromatograph that meets the requirements in paragraphs(d)(8)(ii)(B)(1) through (5) of this section.

(1) You must follow the procedure in Performance Specification 9 of appendix B to this part, except that a single daily mid-level calibration check can be used (rather than triplicate analysis), the multi-point calibration can be conducted quarterly (rather than monthly), and the sampling line temperature must be maintained at a minimum temperature of 60 °C (rather than 120 °C). Calibration gas cylinders must be certified to an accuracy of 2 percent and traceable to National Institute of Standards and Technology (NIST) standards.

(2) You must meet the accuracy requirements in Performance

Specification 9 of appendix B to this part.

(3) You must use a calibration gas or multiple gases that includes the compounds that are reasonably expected to be present in the flare gas stream. If multiple calibration gases are necessary to cover all compounds, you must calibrate the instrument on all of the gases. You may only use the compounds used to calibrate the gas chromatograph in the calculation of the vent gas NHV.

(4) In lieu of the calibration gas described in paragraph (d)(8)(ii)(B)(3) of this section, you may use a surrogate calibration gas consisting of hydrogen and C1 through C5 normal hydrocarbons. All of the calibration gases may be combined in one cylinder. If multiple calibration gases are necessary to cover all compounds, you must calibrate the instrument on all of the gases. Use the response factor for the nearest normal hydrocarbon (i.e., nalkane) in the calibration mixture to quantify unknown components detected in the analysis. Use the response factor for n-pentane to quantify unknown components detected in the analysis that elute after n-pentane.

(5) To determine the NHV of the vent gas, determine the product of the volume fraction of the individual component in the vent gas and the net heating value of that individual component. Sum the products for all

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# Equation 1 to paragraph (d)(8)(ii)(C)(2)

components in the vent gas to determine the NHV for the vent gas. For the net heating value of each individual component, use the net heating value at 25 °C and 1 atmosphere.

(C) A mass spectrometer that meets the requirements in paragraphs(d)(8)(ii)(C)(1) through (6) of this section.

(1) You must meet applicable requirements in Performance Specification 9 of appendix B of this part for continuous monitoring system acceptance including, but not limited to, performing an initial multi-point calibration check at three concentrations following the procedure in Section 10.1. A single daily mid-level calibration check can be used (rather than triplicate analysis), the multi-point calibration can be conducted quarterly (rather than monthly), and the sampling line temperature must be maintained at a minimum temperature of 60 °C (rather than 120 °C). Calibration gas cylinders must be certified to an accuracy of 2 percent and traceable to NIST standards.

(2) The average instrument calibration error (CE) for each calibration compound at any calibration concentration must not differ by more than 10 percent from the certified cylinder gas value. The CE for each component in the calibration blend must be calculated using the following equation:

### Where:

C<sub>m</sub> = Average instrument response (ppm). C<sub>a</sub> = Certified cylinder gas value (ppm).

(3) You must use a calibration gas or multiple gases that includes the compounds that are reasonably expected to be present in the flare gas stream. If multiple calibration gases are necessary to cover all compounds, you must calibrate the instrument on all of the gases. You may only use the compounds used to calibrate the mass spectrometer in the calculation of the vent gas NHV.

(4) In lieu of the calibration gas described in paragraph (d)(8)(ii)(C)(3) of this section, you may use a surrogate calibration gas consisting of hydrogen and C1 through C5 normal hydrocarbons. All of the calibration gases may be combined in one cylinder. If multiple calibration gases are

necessary to cover all compounds, you must calibrate the instrument on all of the gases. For unknown gas components that have similar analytical mass fragments to calibration compounds, vou may report the unknowns as an increase in the overlapped calibration gas compound. For unknown compounds that produce mass fragments that do not overlap calibration compounds, you may use the response factor for the nearest molecular weight hydrocarbon in the calibration mix to quantify the unknown component. You may use the response factor for n-pentane to quantify any unknown components detected with a higher molecular weight than npentane.

(5) You must perform an initial calibration to identify mass fragment overlap and response factors for the target compounds.

$$E = \frac{C_m - C_a}{C_a} \times 100$$

(6) To determine the NHV of the vent gas, determine the product of the volume fraction of the individual component in the vent gas and the net heating value of that individual component. Sum the products for all components in the vent gas to determine the NHV for the vent gas. For the net heating value of each individual component, use the net heating value at 25 °C and 1 atmosphere.

(D) A grab sampling system capable of collecting an evacuated canister sample for subsequent compositional analysis at least once every eight hours. Subsequent compositional analysis of the samples must be performed according to ASTM D1945–14 (R2019) (incorporated by reference, see § 60.17). To determine the NHV of the vent gas, determine the product of the volume fraction of the individual component in the vent gas and the net heating value of that

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individual component. Sum the products for all components in the vent gas to determine the NHV for the vent gas. For the net heating value of each individual component, use the net heating value at 25 °C and 1 atmosphere.

(iii) For an unassisted or pressureassisted flare or enclosed combustion device, if you demonstrate according to the methods described in paragraphs (d)(8)(iii)(A) through (F) of this section that the NHV of the inlet gas to the enclosed combustion device or flare consistently exceeds the applicable operating limit specified in §60.5415c(e)(1)(vii)(B) or (C)(1), continuous monitoring of the NHV is not required, but you must conduct the ongoing sampling in paragraph (d)(8)(iii)(G) of this section. For flares and enclosed combustion devices that use only perimeter assist air and do not use steam assist or premix assist air, if you demonstrate according to the methods described in paragraphs (d)(8)(iii)(A) through (F) of this section that the NHV of the inlet gas to the enclosed combustion device or flare consistently exceeds 300 Btu/scf, continuous monitoring of the NHV is not required, but you must conduct the ongoing sampling in paragraph (d)(8)(iii)(G) of this section. For an unassisted or pressure-assisted flare or enclosed combustion device. in lieu of conducting the demonstration outlined in paragraphs (d)(8)(iii)(A) through (D) of this section, you may conduct the demonstration outlined in paragraph (d)(8)(iii)(H) of this section, but you must still comply with paragraphs (d)(8)(iii)(E) through (G) of this section.

(A) Continuously monitor or collect a sample of the inlet gas to the enclosed combustion device or flare twice daily to determine the average NHV of the gas stream for 14 consecutive operating days. If you do not continuously monitor the NHV, the minimum time of collection for each individual sample be at least one hour. Consecutive samples must be separated by at least 6 hours. If inlet gas flow is intermittent such that there are not at least 28 samples over the 14 operating day period, you must continue to collect samples of the inlet gas beyond the 14 operating day period until you collect a minimum of 28 samples.

(B) If you collect samples twice per day, count the number of samples where the NHV value is less than 1.2 times the applicable operating limit specified in (0.5415c(e)(1)(vii)(B) or (C)(1), orparagraph (d)(8)(iii) of this section (*i.e.*, values that are less than 240, 360, or 960 Btu/scf, as applicable) during the sample collection period in paragraph (d)(8)(iii)(A) of this section.

(C) If you continuously sample the inlet stream for 14 days, count the number of hourly average NHV values that are less than the applicable operating limit specified in  $\S 60.5415c(e)(1)(vii)(B)$  or (C)(1), or paragraph (d)(8)(iii) of this section (*i.e.*, values that are less than 200, 300, or 800 Btu/scf, as applicable), during the sample collection period in paragraph (d)(8)(iii)(A) of this section.

(D) If there are no samples counted under paragraph (d)(8)(iii)(B) of this section or there are no hourly values counted under paragraph (d)(8)(iii)(C) of this section, the gas stream is considered to consistently exceed the applicable NHV operating limit and ongoing continuous monitoring is not required.

(E) If process operations are revised that could impact the NHV of the gas sent to the enclosed combustion device or flare, such as the removal or addition of process equipment, and at any time the Administrator requires, reevaluation of the gas stream must be performed according to paragraphs (d)(8)(iii)(A) through (D) of this section to ensure the gas stream still consistently exceeds the applicable operating limit specified in § 60.5415c(e)(1)(vii)(B) or (C)(1), or paragraph (d)(8)(iii) of this section.

(F) When collecting samples under paragraph (d)(8)(iii)(A) of this section, the owner or operator must account for any sources of inert gases that can be sent to the enclosed combustion device or flare (e.g., streams from compressors in acid gas service, streams from enhanced oil recovery facilities). The report in § 60.5420c(b)(10)(v)(I) and the records of the demonstration in §60.5420c(c)(10)(vi) must note whether the enclosed combustion device or flare has the potential to receive inert gases, and if so, whether the sampling included periods where the highest percentage of inert gases were sent to the enclosed combustion device or flare. If the introduction of inerts is intermittent and does not occur during the initial demonstration, the introduction of inerts will be considered a revision to process operations that triggers a re-evaluation under paragraph (d)(8)(iii)(E) of this section. If conditions at the site did not allow sampling during periods where the introduction of inert gases was at the highest percentage possible, increasing the percentage of inerts will be considered a revision to process operations that triggers a re-evaluation under paragraph (d)(8)(iii)(E) of this section.

(G) You must collect three samples of the inlet gas to the enclosed combustion device or flare at least once every 5 years. The minimum time of collection for each individual sample must be at least one hour. The samples must be taken during the period with the lowest expected NHV (*i.e.*, the period with the highest percentage of inerts). The first set of periodic samples must be taken, or continuous monitoring commenced, no later than 60 calendar months following the last sample taken under paragraph (d)(8)(iii)(A) of this section. Subsequent periodic samples must be taken, or continuous monitoring commenced, no later than 60 calendar months following the previous sample. If any sample has an NHV value less than 1.2 times the applicable operating limit specified in §60.5415c(e)(1)(vii)(B) or (C)(1), or paragraph (d)(8)(iii) of this section (*i.e.*, values that are less than 240, 360, or 960 Btu/scf, as applicable), you must conduct the monitoring required by paragraph (d)(8)(ii) of this section.

(H) You may request an alternative test method under §60.5412c(d) to demonstrate that the flare or enclosed combustion device reduces methane and VOC in the gases vented to the device by 95.0 percent by weight or greater. You must use an alternative test method that demonstrates compliance with the combustion efficiency limit: vou may not use an alternative test method that demonstrates compliance with  $NHV_{cz}$  and  $NHV_{dil}$  in lieu of measuring combustion efficiency directly. You must measure data values at the frequency specified in the alternative test method and conduct the quality assurance and quality control requirements outlined in the alternative test method at the frequency outlined in the alternative test method. You must monitor the combustion efficiency of the flare continuously for 14 days. If there are no values of the combustion efficiency measured by the alternative test method that are less than 95.0 percent, the gas stream is considered to consistently exceed the applicable NHV operating limit, and you are not required to continuously monitor the NHV of the inlet gas to the flare or enclosed combustion device.

(iv) Except as noted in paragraphs
(d)(8)(iv)(A) through (E) of this section, a continuous parameter monitoring system for measuring the flow of gas to the enclosed combustion device or flare. You may use direct flow meters or other parameter monitoring systems combined with engineering calculations, such as inlet line pressure, line size, and burner nozzle dimensions, to satisfy this requirement. The

monitoring instrument must have an accuracy of  $\pm 10$  percent or better at the maximum expected flow rate.

(A) Pressure-assisted flares and pressure-assisted enclosed combustion devices are not required to have a continuous parameter monitoring system for measuring the inlet flow of gas to the device if you install, calibrate, maintain, and operate a backpressure regulator valve calibrated to open at the minimum pressure set point corresponding to the minimum inlet gas flow rate. The set point must be consistent with manufacturer specifications for minimum flow or pressure and must be supported by an engineering evaluation. At least annually, you must confirm that the backpressure regulator valve set point is correct and consistent with the engineering evaluation and manufacturer specifications and that the valve fully closes when not in the open position.

(B) Unassisted flares are not required to have a continuous parameter monitoring system for measuring the inlet flow of gas to the device if you meet the conditions in paragraphs (d)(8)(iv)(B)(1) and (2) of this section.

(1) You must demonstrate, based on the maximum potential pressure of units manifolded to the flare and applicable engineering calculations for the manifolded closed vent system, that the maximum flow rate to the flare cannot cause the flare tip velocity to exceed 18.3 meter/second (60 feet/ second). If there are changes to the process or control device that can be reasonably expected to impact the maximum flow rate to the flare, you must conduct a new demonstration to determine whether the maximum flow rate to the flare is less than 18.3 meter/ second (60 feet/second).

(2) You must install, calibrate, maintain, and operate a backpressure regulator valve calibrated to open at the minimum pressure set point corresponding to the minimum inlet gas flow rate. The set point must be consistent with manufacturer specifications for minimum flow or pressure and must be supported by an engineering evaluation. At least annually, you must confirm that the backpressure regulator valve set point is correct and consistent with the engineering evaluation and manufacturer specifications and that the valve fully closes when not in the open position.

(C) Unassisted enclosed combustion devices are not required to have a continuous parameter monitoring system for measuring the inlet flow of gas to the device if you meet the conditions in paragraphs (d)(8)(iv)(C)(1) and (2) of this section.

(1) You must demonstrate, based on the maximum potential pressure of units manifolded to the enclosed combustion device and applicable engineering calculations for the manifolded closed vent system, that the maximum flow rate to the enclosed combustion device cannot cause the maximum inlet flow rate established in accordance with paragraph (f)(1) of this section to be exceeded. If there are changes to the process or control device that can be reasonably expected to impact the maximum flow rate to the enclosed combustion device, you must conduct a new demonstration to determine whether the maximum flow rate to the enclosed combustor is less than the maximum inlet flow rate established in accordance with paragraph (f)(1) of this section.

(2) You must install, calibrate, maintain, and operate a backpressure regulator valve calibrated to open at the minimum pressure set point corresponding to the minimum inlet gas flow rate. The set point must be consistent with manufacturer specifications for minimum flow or pressure and must be supported by an engineering evaluation. At least annually, you must confirm that the backpressure regulator valve set point is correct and consistent with the engineering evaluation and manufacturer specifications and that the valve fully closes when not in the open position.

(D) Air-assisted flares or enclosed combustion devices that use only perimeter assist air and have no assist steam or premix assist air are not required to have a continuous parameter monitoring system for measuring the inlet flow of gas to the device or the flow of assist air if you meet the conditions in paragraphs (d)(8)(iv)(D)(1) and (2) of this section. For these flares and enclosed combustion devices, NHV<sub>cz</sub> is assumed to be equal to the vent gas NHV.

(1) You must install, calibrate, maintain, and operate a backpressure regulator valve calibrated to open at the minimum pressure set point corresponding to the minimum inlet gas flow rate. The set point must be consistent with manufacturer specifications for minimum flow or pressure and must be supported by an engineering evaluation. At least annually, you must confirm that the backpressure regulator valve set point is correct and consistent with the engineering evaluation and manufacturer specifications and that the valve fully closes when not in the open position.

(2) You must demonstrate, based on the maximum flow rate of perimeter assist air to the enclosed combustion device or flare and applicable engineering calculations, that the NHV<sub>dil</sub> can never be less than the minimum required NHV<sub>dil.</sub> The demonstration must clearly document why the maximum flow rate of perimeter assist air will never exceed the rate used in the demonstration. You must use the minimum flow rate of vent gas allowed by your backpressure regulator valve and the minimum expected value of the NHV of the inlet gas to the enclosed combustion device or flare based on previous sampling results or process knowledge of the streams sent to the enclosed combustion device or flare in your demonstration. You must update this demonstration if there are changes to the backpressure regulator valve, the backpressure regulator valve set point, or the maximum flow rate of perimeter assist air. You must also update this demonstration if any sampling results of the NHV of the inlet gas to the enclosed combustion device or flare under paragraphs (d)(8)(ii) or (iii) of this section are lower than the NHV vent gas value used in your demonstration.

(E) Air-assisted flares or enclosed combustion devices that use only premix assist air and have no assist steam or perimeter assist air are not required to have a continuous parameter monitoring system for measuring the inlet flow of gas to the device or the flow of assist air if you meet the conditions in paragraphs (d)(8)(iv)(E)(1) and (2) of this section.

(1) You must install, calibrate, maintain, and operate a backpressure regulator valve calibrated to open at the minimum pressure set point corresponding to the minimum inlet gas flow rate. The set point must be consistent with manufacturer specifications for minimum flow or pressure and must be supported by an engineering evaluation. At least annually, you must confirm that the backpressure regulator valve set point is correct and consistent with the engineering evaluation and manufacturer specifications and that the valve fully closes when not in the open position.

(2) You must demonstrate, based on the maximum flow rate of premix assist air to the enclosed combustion device or flare and applicable engineering calculations, that the NHV<sub>cz</sub> will never be less than the minimum required NHV<sub>cz</sub>. The demonstration must clearly document why the maximum flow rate of premix assist air will never exceed the rate used in the demonstration. You must use the minimum flow rate of vent gas allowed by your backpressure regulator valve in and the minimum expected value of the NHV of the inlet gas to the enclosed combustion device or flare based on previous sampling results or process knowledge of the streams sent to the enclosed combustion device or flare in your demonstration. You must update this demonstration if there are changes to the backpressure regulator valve, the backpressure regulator valve set point, or the maximum flow rate of premix assist air. You must also update this demonstration if any sampling results of the NHV of the inlet gas to the enclosed combustion device or flare under paragraphs (d)(8)(ii) or (iii) of this section are lower than the NHV vent gas value used in your demonstration.

(v) Conduct inspections monthly and at other times as requested by the Administrator to monitor for visible emissions from the combustion device using section 11 of Method 22 of appendix A to this part or conduct visible emissions monitoring according to paragraph (h) of this section. The observation period shall be 15 minutes or once the amount of time visible emissions is present has exceeded 1 minute. Devices must be operated with no visible emissions, except for periods not to exceed a total of 1 minute during any 15-minute period.

(vi) If you use a flare or enclosed combustion device that is air-assisted or steam-assisted, you must also meet the following requirements.

(A) Except as allowed by paragraph (d)(8)(iv)(E) of this section, you must monitor and calculate NHV<sub>cz</sub> as specified in § 63.670(m) of this chapter. Additionally, for flares and enclosed combustion devices that use only perimeter assist air and do not use steam assist or premix assist air, the NHV<sub>cz</sub> is equal to the vent gas NHV. When NHV<sub>cz</sub> is equal to the vent gas NHV, you are not required to continuously monitor NHV<sub>cz</sub> if you meet the requirements in paragraph (d)(8)(iii) of this section.

(B) Except as allowed by paragraph (d)(8)(iv)(D) of this section, for each flare using perimeter assist air, you must also monitor and calculate NHV<sub>dil</sub> as specified in § 63.670(n) of this chapter. If the only assist air provided to the flare or enclosed combustion control device is perimeter assist air intentionally entrained in lower and/or upper steam at the flare tip and the effective diameter is 9 inches or greater, you are only required to comply with the NHV<sub>cz</sub> limit specified in paragraph (f)(8)(vi)(A) of this section. (C) Except as allowed by paragraph (d)(8)(iv) of this section, you must monitor the flare vent gas and assist gas as specified in § 63.670(i) of this chapter.

(D) You must determine the flare vent gas net heating value as specified in §63.670(l) of this chapter using one of the methods specified in paragraph (d)(8)(ii) of this section. Where the phrase "petroleum refinery" is used, for purposes of this subpart, it will refer to flares controlling an affected facility under this subpart. If you are not required to continuously monitor the NHV of the inlet gas because you have demonstrated that it consistently exceeds the applicable operating limit as provided in paragraph (d)(8)(iii) of this section, you must use the lowest net heating value measured in the sampling program in paragraph (d)(8)(iii) of this section for the calculations performed in paragraphs (d)(8)(vi)(A) and (B) of this section. You must update this value if a subsequent sampling result of the NHV of the inlet gas to the enclosed combustion device or flare under paragraph (d)(8)(iii) of this section is lower than the NHV vent gas value used in your calculations.

(e) Calculate the value of the applicable monitored parameter in accordance with paragraphs (e)(1) through (5) of this section.

(1) You must calculate the daily average value for condenser outlet temperature for each operating day, using the data recorded by the monitoring system. If the emissions unit operation is continuous, the operating day is a 24-hour period. If the emissions unit operation is not continuous, the operating day is the total number of hours of control device operation per 24-hour period. Valid data points must be available for 75 percent of the operating hours in an operating day to compute the daily average.

(2) You must use the 5-minute readings from the heat sensing devices to assess the presence of a pilot or combustion flame.

(3) You must use the regeneration cycle time (*i.e.*, duration of the carbon bed steaming cycle) for each regenerative-type carbon adsorption system to calculate the average parameter to compare with the maximum steam mass flow or volumetric flow during each carbon bed regeneration cycle and the maximum carbon bed temperature during the steaming cycle. The carbon bed temperature after the regeneration cycle should not be averaged; you must use the carbon bed temperature measured within 15 minutes of completing the cooling cycle to compare with the

minimum carbon bed temperature after the regeneration cycle.

(4) You must use 15-minute blocks to calculate  $NHV_{cz}$  and  $NHV_{dil}$ .

(5) For all operating parameters others than those described in paragraphs (e)(1) through (4) of this section, you must calculate the 3-hour rolling average of each monitored parameter. For each operating hour, calculate the hourly value of the operating parameter from your continuous monitoring system. Average the three most recent hours of data to determine the 3-hour average. Determine the 3-hour rolling average by recalculating the 3-hour average each hour.

(f) For each operating parameter monitor installed in accordance with the requirements of paragraph (d) of this section, you must comply with paragraph (f)(1) of this section for all control devices. When condensers are installed, you must also comply with paragraph (f)(2) of this section.

(1) You must establish a minimum operating parameter value or a maximum operating parameter value, as appropriate for the control device, to define the conditions at which the control device must be operated to continuously achieve the applicable performance requirements of § 60.5412c(a)(1) or (2). You must establish each minimum or maximum operating parameter value as specified in paragraphs (f)(1)(i) through (iv) of this section.

(i) If you conduct performance tests in accordance with the requirements of § 60.5413c(b) to demonstrate that the control device achieves the applicable performance requirements specified in §60.5412c(a)(1) or (2), then you must establish the minimum operating parameter value or the maximum operating parameter value based on values measured during the performance test and supplemented, as necessary, by a condenser or carbon adsorption system design analysis or control device manufacturer recommendations or a combination of both. If you operate an enclosed combustion device, you must establish the maximum inlet flow rate based on values measured during the performance test and you may establish the minimum inlet flow rate based on control device manufacturer recommendations.

(ii) If you use a condenser or carbon adsorption system design analysis in accordance with the requirements of § 60.5413c(c) to demonstrate that the control device achieves the applicable performance requirements specified in § 60.5412c(a)(2), then you must establish the minimum operating parameter value or the maximum operating parameter value based on the design analysis and supplemented, as necessary, by the manufacturer's recommendations.

(iii) If you operate a control device where the performance test requirement was met under § 60.5413c(d) to demonstrate that the control device achieves the applicable performance requirements specified in § 60.5412c(a)(1), then your control device inlet gas flow rate must be equal to or greater than the minimum inlet gas flow rate and equal to or less than the maximum inlet gas flow rate determined by the manufacturer.

(iv) If you operate an enclosed combustion device where the combustion zone temperature is not an indicator of destruction efficiency or a control device where the performance test requirement was met under  $\S 60.5413c(d)$ , you must maintain the NHV of the gas sent to the enclosed combustion device, the NHV<sub>cz</sub>, and the NHV<sub>dil</sub> above the applicable limits specified in  $\S 60.5412c(a)(1)(iv)(A)$ through (D).

(2) If you use a condenser as specified in paragraph (d)(1)(v) of this section, you must establish a condenser performance curve showing the relationship between condenser outlet temperature and condenser control efficiency, according to the requirements of paragraphs (f)(2)(i) and (ii) of this section.

(i) If you conduct a performance test in accordance with the requirements of § 60.5413c(b) to demonstrate that the condenser achieves the applicable performance requirements of § 60.5412c(a)(2), then the condenser performance curve must be based on values measured during the performance test and supplemented as necessary by control device design analysis, or control device manufacturer's recommendations, or a combination or both.

(ii) If you use a control device design analysis in accordance with the requirements of  $\S$  60.5413c(c)(1) to demonstrate that the condenser achieves the applicable performance requirements specified in  $\S$  60.5412c(a)(2), then the condenser performance curve must be based on the condenser design analysis and supplemented, as necessary, by the control device manufacturer's recommendations.

(g) A deviation for a control device is determined to have occurred when the monitoring data or lack of monitoring data result in any one of the criteria specified in paragraphs (g)(1) through (7) of this section being met. If you monitor multiple operating parameters for the same control device during the same operating day and more than one of these operating parameters meets a deviation criterion specified in paragraphs (g)(1) through (7) of this section, then a single excursion is determined to have occurred for the control device for that operating day.

(1) A deviation occurs when the average value of a monitored operating parameter determined in accordance with paragraph (e) of this section is less than the minimum operating parameter limit (and, if applicable, greater than the maximum operating parameter limit) established in paragraph (f)(1) of this section; for flares, when the average value of a monitored operating parameter determined in accordance with paragraph (e) of this section is above the limits specified in §60.5415c(e)(1)(vii)(B); or when the heat sensing device indicates that there is no pilot or combustion flame present for any time period. If you use a backpressure regulator valve to maintain the inlet gas flow to an enclosed combustion device or flare above the minimum value, a deviation occurs if the annual inspection finds that the backpressure regulator valve set point is not set correctly or indicates that the backpressure regulator valve does not fully close when not in the open position.

(2) If you are subject to § 60.5412c(a)(2), a deviation occurs when the 365-day average condenser efficiency calculated according to the requirements specified in § 60.5415c(e)(1)(ix)(D) is less than 95.0 percent.

(3) If you are subject to § 60.5412c(a)(2) and you have less than 365 days of data, a deviation occurs when the average condenser efficiency calculated according to the procedures specified in § 60.5415c(e)(1)(ix)(D)(1) or (2) is less than 95.0 percent.

(4) A deviation occurs when the monitoring data are not available for at least 75 percent of the operating hours in a day.

(5) If the closed vent system contains one or more bypass devices that could be used to divert all or a portion of the gases, vapors, or fumes from entering the control device, a deviation occurs when the requirements of paragraph (g)(5)(i) or (ii) of this section are met.

(i) For each bypass line subject to  $\S 60.5411c(a)(4)(i)(A)$ , the flow indicator indicates that flow has been detected and that the stream has been diverted away from the control device to the atmosphere.

(ii) For each bypass line subject to § 60.5411c(a)(4)(i)(B), if the seal or closure mechanism has been broken, the bypass line valve position has changed, the key for the lock-and-key type lock has been checked out, or the car-seal has broken.

(6) For a combustion control device whose model is tested under  $\S$  60.5413c(d), a deviation occurs when the conditions of paragraphs (g)(4), (g)(5), or (g)(6)(i) through (vi) of this section are met.

(i) The hourly inlet gas flow rate is less than the minimum inlet gas flow rate or greater than the maximum inlet gas flow rate determined by the manufacturer. If you use a backpressure regulator valve to maintain the inlet gas flow above the minimum value, a deviation occurs if the annual inspection finds that the backpressure regulator valve set point is not set correctly or indicates that the backpressure regulator valve does not fully close when not in the open position.

(ii) Results of the monthly visible emissions test conducted under § 60.5413c(e)(3) or monitoring under paragraph (h) of this section indicate visible emissions exceed 1 minute in any 15-minute period.

(iii) There is no indication of the presence of a pilot or combustion flame for any 5-minute time period.

(iv) The control device is not maintained in a leak free condition.

(v) The control device is not operated in accordance with the manufacturer's written operating instructions, procedures and maintenance schedule.

(vi) The NHV of the vent gas, the NHV<sub>cz</sub>, or the NHV<sub>dil</sub> is below the applicable limit specified in  $\S 60.5412c(a)(1)(iv)$ .

(7) For an enclosed combustion device or flare subject to paragraph (d)(8) of this section, a deviation occurs when any of the conditions described by paragraphs (g)(1), (4), or (5) of this section are met or when the results of the visible emissions monitoring conducted under paragraph (d)(8)(v) or (h) of this section exceed 1 minute in any 15-minute period.

(h) For enclosed combustion devices and flares, in lieu of conducting a visible emissions observation using Method 22 of appendix A–7 to this part, you may use a video surveillance camera to continuously monitor and record the flare flame according to the requirements in paragraphs (h)(1) through (6) of this section.

(1) You must provide real-time highdefinition video surveillance camera output (*i.e.*, at least 720p) at a frame rate of at least 15 frames per second to the control room or other continuously manned location where the camera

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images may be viewed at the same resolution at any time.

(2) You must record at least one frame every 15 seconds with date and time stamp.

(3) The camera must be located at a reasonable distance above the flare flame at an angle suitable for visual emissions observations. The position of the camera should be such that the sun is not in the field of view.

(4) The camera must be located no more than 400 m (0.25 miles) from the emission source.

(5) Operators must look at the video feed at least once daily for an observation period of at least 1 minute to determine if visible emissions are present. If visible emissions are present during a daily observation, the operator must observe the video feed for 15 minutes or until the amount of time visible emissions is present has exceeded 1 minute, whichever time period is less.

(6) Enclosed combustion devices and flares must be operated with no visible emissions, except for periods not to exceed a total of 1 minute during any 15-minute period.

(i) If you use an enclosed combustion device or flare using an alternative test method approved under § 60.5412c(d), you must comply with paragraphs (i)(1) through (6) of this section.

(1) You must measure data values at the frequency specified in the alternative test method.

(2) You must prepare a monitoring plan that covers each control device for designated facilities within each company-defined area. The monitoring plan must address the monitoring system design, data collection, and the quality assurance and quality control elements outlined in the alternative test method and in paragraphs (i)(2)(i) through (iii) of this section. You must operate and maintain each monitoring system in accordance with the procedures in your monitoring plan.

(i) The performance criteria and design specifications for the monitoring system equipment.

(ii) Location of monitoring system in relation to the monitored control device.

(iii) Ongoing reporting and recordkeeping procedures.

(3) You must conduct the quality assurance and quality control requirements outlined in the alternative test method at the frequency outlined in the alternative test method.

(4) If required by 60.5412c(d)(4), you must conduct the inspections required by paragraph (d)(8)(v) of this section.

(5) If required by § 60.5412c(d)(5), you must install the pilot or combustion

flame monitoring system required by paragraph (d)(8)(i) of this section.

(6) A deviation for the control device is determined to have occurred when the monitoring data or lack of monitoring data result in any one of the criteria specified in paragraphs (i)(6)(i) through (v) of this section being met.

(i) A deviation occurs if the combustion efficiency is less than 95.0 percent, the combustion zone NHV is less than 270 Btu/scf, or the NHV dilution parameter is less than 22 Btu/ sqft.

(ii) A deviation occurs when the monitoring data are not available for at least 75 percent of the operating hours in a day.

(iii) A deviation occurs when any of the conditions described by paragraph (g)(5) of this section are met.

(iv) If required by paragraph (i)(4) of this section to conduct visible emissions inspections, a deviation occurs when the results of the visible emissions monitoring conducted under paragraph (d)(8)(v) or (h) of this section exceeds 1 minute in any 15-minute period.

(v) If required by paragraph (i)(5) of this section to install a pilot or combustion flame monitoring system, a deviation occurs when there is no indication of the presence of a pilot or combustion flame for any 5-minute period.

(j) You must submit annual reports for control devices as required in § 60.5420c(b)(1) and (10). You must maintain records as specified in § 60.5420c(c)(10).

### Model Rule—Recordkeeping and Reporting

# § 60.5420c What are my notification, reporting, and recordkeeping requirements?

(a) Notifications. You must submit notifications according to paragraphs (a)(1) and (2) of this section if you own or operate one or more of the designated facilities specified in § 60.5386c for which you commenced construction, modification, or reconstruction on or before December 6, 2022. You must submit the notification in paragraph (a)(4) of this section if you undertake well closure activities as specified in § 60.5397c(l).

(1) Notification of Compliance Report. For each designated facility subject to the requirements specified under this subpart, an owner or operator is required to submit a statement of compliance with the applicable requirements of this subpart on or before 60 days after the state plan compliance date. Where a designated facility's compliance status is consistent with what was specified in the final compliance plan increment of progress report, the notification of compliance report would include a statement indicating that compliance is consistent with what was specified in the designated facility's final compliance plan. Where a designated facility's compliance status differs from what was specified in the final compliance plan increment of progress report, the notification of compliance report would indicate how the designated facility's status differs from what was stated in the final compliance plan.

(2) Notifications. If you own or operate a process unit equipment designated facility located at an onshore natural gas processing plant, you must submit the notifications required in §§ 60.7(a)(1), (3), and (4) and 60.15(d). If vou own or operate a well, centrifugal compressor, reciprocating compressor, process controller, pump, storage vessel, collection of fugitive emissions components at a well site, or collection of fugitive emissions components at a compressor station designated facility, you are not required to submit the notifications required in §§ 60.7(a)(1), (3), and (4) and 60.15(d).

(3) Notification to Administrator. An owner or operator who commences well closure activities must submit the following notices to the Administrator according to the schedule in paragraph (a)(4)(i) and (ii) of this section. The notification shall include contact information for the owner or operator; the United States Well Number; the latitude and longitude coordinates for each well at the well site in decimal degrees to an accuracy and precision of five (5) decimals of a degree using the North American Datum of 1983. You must submit notifications in portable document format (PDF) following the procedures specified in paragraph (d) of this section.

(i) You must submit a well closure plan to the Administrator within 30 days of the cessation of production from all wells located at the well site.

(ii) You must submit a notification of the intent to close a well site 60 days before you begin well closure activities.

(b) *Reporting requirements.* You must submit annual reports containing the information specified in paragraphs (b)(1) through (13) of this section following the procedure specified in paragraph (b)(14) of this section. You must submit performance test reports as specified in paragraph (b)(11) or (12) of this section, if applicable. The initial annual report is due no later than 90 days after the end of the initial compliance period as determined according to § 60.5410c. Subsequent annual reports are due no later than the same date each year as the initial annual report. If you own or operate more than one designated facility, you may submit one report for multiple designated facilities provided the report contains all of the information required as specified in paragraphs (b)(1) through (13) of this section. Annual reports may coincide with title V reports as long as all the required elements of the annual report are included. You may arrange with the Administrator a common schedule on which reports required by this part may be submitted as long as the schedule does not extend the reporting period. You must submit the information in paragraph (b)(1)(v) of this section, as applicable, for your well designated facility which undergoes a change of ownership during the reporting period, regardless of whether reporting under (b)(2) through (3) of this section is required for the well designated facility.

(1) The general information specified in paragraphs (b)(1)(i) through (v) of this section is required for all reports.

(i) The company name, facility site name associated with the designated facility, U.S. Well ID or U.S. Well ID associated with the designated facility, if applicable, and address of the designated facility. If an address is not available for the site, include a description of the site location and provide the latitude and longitude coordinates of the site in decimal degrees to an accuracy and precision of five (5) decimals of a degree using the North American Datum of 1983.

(ii) An identification of each designated facility being included in the annual report.

(iii) Beginning and ending dates of the reporting period.

(iv) A certification by a certifying official of truth, accuracy, and completeness. This certification shall state that, based on information and belief formed after reasonable inquiry, the statements and information in the document are true, accurate, and complete. If your report is submitted via CEDRI, the certifier's electronic signature during the submission process replaces the requirement in this paragraph (b)(1)(iv).

(v) Identification of each well designated facility for which ownership changed due to sale or transfer of ownership including the United States Well Number; the latitude and longitude coordinates of the well designated facility in decimal degrees to an accuracy and precision of five (5) decimals of a degree using the North American Datum of 1983; and the information in paragraph (b)(1)(v)(A) or (B) of this section, as applicable. (A) The name and contact information, including the phone number, email address, and mailing address, of the owner or operator to which you sold or transferred ownership of the well designated facility identified in paragraph (b)(1)(v) of this section.

(B) The name and contact information, including the phone number, email address, and mailing address, of the owner or operator from whom you acquired the well designated facility identified in paragraph (b)(1)(v) of this section.

(2) For each well designated facility that is subject to  $\S$  60.5390c(a)(1) or (2), your annual report is required to include the information specified in paragraphs (b)(2)(i) and (ii) of this section, as applicable.

(i) For each well designated facility where all gas well liquids unloading operations comply with § 60.5390c(a)(1), your annual report must include the information specified in paragraphs (b)(2)(i)(A) through (C) of this section, as applicable.

(A) Identification of each well designated facility (U.S. Well ID or U.S. Well ID associated with the well designated facility) that conducts a gas well liquid unloading operation during the reporting period using a method that does not vent to the atmosphere and the technology or technique used. If more than one non-venting technology or technique is used, you must identify all of the differing non-venting liquids unloading methods used during the reporting period.

(B) Number of gas well liquids unloading operations conducted during the year where the well designated facility identified in (b)(2)(i)(A) had unplanned venting to the atmosphere and best management practices were conducted according to your best management practice plan, as required by 60.5390c(c). If no venting events occurred, the number would be zero. Other reported information required to be submitted where unplanned venting occurs is specified in paragraphs (b)(2)(i)(B)(1) and (2) of this section.

(1) Log of best management practice plan steps used during the unplanned venting to minimize emissions to the maximum extent possible.

(2) The number of liquids unloading events during the year where deviations from your best management practice plan occurred, the date and time the deviation began, the duration of the deviation in hours, documentation of why best management practice plan steps were not followed, and what steps, in lieu of your best management practice plan steps, were followed to minimize emissions to the maximum extent possible.

(C) The number of liquids unloading events where unplanned emissions are vented to the atmosphere during a gas well liquids unloading operation where you complied with best management practices to minimize emissions to the maximum extent possible.

(ii) For each well designated facility where all gas well liquids unloading operations comply with § 60.5390c(b) and (c) best management practices, your annual report must include the information specified in paragraphs
(b)(2)(ii)(A) through (E) of this section.

(A) Identification of each well designated facility that conducts a gas well liquids unloading during the reporting period.

(B) Number of liquids unloading events conducted during the reporting period.

(C) Log of best management practice plan steps used during the reporting period to minimize emissions to the maximum extent possible.

(D) The number of liquids unloading events during the year that best management practices were conducted according to your best management practice plan.

(E) The number of liquids unloading events during the year where deviations from your best management practice plan occurred, the date and time the deviation began, the duration of the deviation in hours, documentation of why best management practice plan steps were not followed, and what steps, in lieu of your best management practice plan steps, were followed to minimize emissions to the maximum extent possible.

(3) For each associated gas well at your well designated facility that is subject to § 60.5391c, your annual report is required to include the applicable information specified in paragraphs (b)(3)(i) through (v) of this section, as applicable.

(i) For each associated gas well at your well designated facility that complies with  $\S$  60.5391c(a)(1), (2), (3), or (4) your annual report is required to include the information specified in paragraphs (b)(3)(i)(A) and (B) of this section.

(A) An identification of each existing associated gas well that complies with  $\S 60.5391c(a)(1), (2), (3), or (4).$ 

(B) The information specified in paragraphs (b)(3)(i)(B)(1) through (3) of this section for each incident when the associated gas was temporarily routed to a flare or control device in accordance with 60.5377c(c).

(1) The reason in § 60.5377c(c)(1), (2),(3), or (4) for each incident.

(2) The start date and time of each incident of routing associated gas to the flare or control device, along with the total duration in hours of each incident.

(3) Documentation that all CVS requirements specified in § 60.5411c(a) and (c) and all applicable flare or control device requirements specified in § 60.5412c were met during each period when the associated gas is routed to the flare or control device.

(ii) For all instances where you temporarily vent the associated gas in accordance with §60.5391c(d), you must report the information specified in paragraphs (b)(3)(ii)(A) through (D) of this section. This information is required to be reported if you are routinely complying with §60.5391c(a) or §60.5391c(b) or temporarily complying with §60.5391c(c). In addition to this information for each incident, you must report the cumulative duration in hours of venting incidents and the cumulative VOC and methane emissions in pounds for all incidents in the calendar year.

(A) The reason in § 60.5377c(d)(1), (2), or (3) for each incident.

(B) The start date and time of each incident of venting the associated gas, along with the total duration in hours of each incident.

(C) The methane emissions in pounds that were emitted during each incident.

(D) The total duration of venting for all incidents in the year, along with the cumulative methane emissions in pounds that were emitted.

(iii) For each associated gas well at your well designated facility that complies with the requirements of § 60.5391c(b) by routing your associated gas to a control device that reduces methane emissions by at least 95.0 percent, your annual report must include the information specified in paragraphs (b)(3)(iii)(A) through (C) of this section, and paragraph (D) or (E) of this section. The information in paragraphs (b)(3)(iii)(A) and (B) of this section is only required in the initial annual report.

(A) Identification of the associated gas well using the control device and the information in paragraphs (b)(10)(v) of this section.

(B) The information specified in paragraphs (b)(10)(i) through (iv) of this section.

(C) Identification of each instance when associated gas was vented and not routed to a control device that reduces methane emissions by at least 95.0 percent in accordance with paragraph (c)(3)(ii) of this section.

(D) For each associated gas well that complies with the requirements of § 60.5391c(b) because it has demonstrated that annual methane emissions are 40 tons per year or less, provide records of the calculation of annual methane emissions determined in accordance with 60.5391c(e)(1).

(E) For each associated gas well facility that complies with the requirements of § 60.5391c(c) because it has demonstrated that it is not feasible to comply with § 60.5391c(a)(1), (2), (3), or (4) due to technical reasons, provide each annual demonstration and certification of the technical reason that it is not feasible to comply with § 60.5377c(a)(1), (2), (3), and (4) in accordance with § 60.5377c(b)(2)(i), (ii), and (iii).

(iv) If you comply with an alternative GHG standard under § 60.5398c, in lieu of the information specified in paragraphs (b)(10)(i) and (ii) of this section, you must provide the information specified in § 60.5424c.

(v) For each deviation recorded as specified in paragraph (c)(2)(iii) of this section, the date and time the deviation began, the duration of the deviation in hours, and a description of the deviation. If no deviations occurred during the reporting period, you must include a statement that no deviations occurred during the reporting period.

(4) For each centrifugal compressor equipped with a wet seal (including self-contained wet seal centrifugal compressors) and centrifugal compressor equipped with sour seal oil separator and capture system that is a designated facility, the information specified in paragraphs (b)(4)(i) through (vii) of this section, as applicable. For each centrifugal compressor equipped with a dry seal that is a designated facility, the information specified in paragraphs (b)(4)(i) through (xi) of this section.

(i) An identification of each centrifugal compressor.

(ii) For each deviation that occurred during the reporting period and recorded as specified in paragraph (c)(3) of this section, the date and time the deviation began, the duration of the deviation in hours, and a description of the deviation. If no deviations occurred during the reporting period, you must include a statement that no deviations occurred during the reporting period.

(iii) If complying with § 60.5392c(a)(1) and (2) wet and dry seal centrifugal compressor requirements, the cumulative number of hours of operation since initial startup, since 36 months after the state plan submittal deadline (as specified in § 60.5362c(c)), or since the previous volumetric flow rate measurement, as applicable, which have elapsed prior to conducting your volumetric flow rate measurement or emissions screening.

(iv) A description of the method used and the results of the volumetric emissions measurement or emissions screening, as applicable.

(v) If required to comply with  $\S 60.5392c(a)(5)$ , the information specified in paragraphs (b)(10)(i) through (iv) of this section.

(vi) If complying with 60.5392c(a)(4) with a control device, identification of the centrifugal compressor with the control device and the information in paragraph (b)(10)(v) of this section.

(vii) If you comply with an alternative GHG standard under § 60.5398c, in lieu of the information specified in paragraphs (b)(10)(i) and (ii) of this section, you must provide the information specified in § 60.5424c.

(viii) Number and type of seals on delay of repair and explanation for each delay of repair.

(ix) Date of planned shutdown(s) that occurred during the reporting period if there are any seals that have been placed on delay of repair.

(5) For each reciprocating compressor designated facility, the information specified in paragraphs (b)(5)(i) through (vii) of this section, as applicable.

(i) The cumulative number of hours of operation since initial startup, since 36 months after the state plan submittal deadline (as specified in § 60.5362c(c)), since the previous volumetric flow rate measurement, or since the previous reciprocating compressor rod packing replacement, as applicable, which have elapsed prior to conducting your volumetric flow rate measurement or emissions screening. Alternatively, a statement that emissions from the rod packing are being routed to a process or control device through a closed vent system.

(ii) If applicable, for each deviation that occurred during the reporting period and recorded as specified in paragraph (c)(4)(i) of this section, the date and time the deviation began, duration of the deviation in hours and a description of the deviation. If no deviations occurred during the reporting period, you must include a statement that no deviations occurred during the reporting period.

(iii) A description of the method used and the results of the volumetric flow rate measurement or emissions screening, as applicable.

(iv) If complying with 60.5393c(d), the information in paragraphs (b)(10)(i) through (v) of this section.

(v) Number and type of rod packing replacements/repairs on delay of repair and explanation for each delay of repair.

(vi) Date of planned shutdown(s) that occurred during the reporting period if there are any rod packing replacements/ repairs that have been placed on delay of repair.

(vii) If you comply with an alternative GHG standard under § 60.5398c, in lieu of the information specified in paragraphs (b)(10)(i) and (ii) of this section, you must provide the information specified in § 60.5424c.

(6) For each process controller designated facility, the information specified in paragraphs (b)(6)(i) through (iii) of this section in your initial annual report and in subsequent annual reports for each process controller designated facility that is constructed, modified, or reconstructed during the reporting period. Each annual report must contain the information specified in paragraphs (b)(6)(iv) through (x) of this section for each process controller designated facility.

(i) An identification of each existing process controller that is driven by natural gas, as required by § 60.5394c(d), that allows traceability to the records required in paragraph (c)(5)(i) of this section.

(ii) For each process controller in the designated facility complying with § 60.5394c(a), you must report the information specified in paragraphs (b)(6)(ii)(A) and (B) of this section, as applicable.

(A) An identification of each process controller complying with § 60.5394c(a)(1) by routing the emissions to a process.

(B) An identification of each process controller complying with § 60.5394c(a)(1) by using a selfcontained natural gas-driven process controller.

(iii) For each process controller designated facility located at a site in Alaska that does not have access to electrical power and that complies with § 60.5394c(b), you must report the information specified in paragraphs (b)(6)(iii)(A), (B), or (C) of this section, as applicable.

(A) For each process controller complying with 60.5394c(b)(1) process controller bleed rate requirements, you must report the information specified in paragraphs (b)(6)(iii)(A)(1) and (2) of this section.

(1) The identification of process controllers designed and operated to achieve a bleed rate less than or equal to 6 scfh.

(2) Where necessary to meet a functional need, the identification and demonstration of why it is necessary to use a process controller with a natural gas bleed rate greater than 6 scfh.

(B) An identification of each intermittent vent process controller complying with the requirements in paragraph § 60.5394c(b)(2).

(C) An identification of each process controller complying with the requirements in § 60.5394c(b) by routing emissions to a control device in accordance with § 60.5394c(b)(3).

(iv) Identification of each process controller which changes its method of compliance during the reporting period and the applicable information specified in paragraphs (b)(6)(v) through (ix) of this section for the new method of compliance.

(v) For each process controller in the designated facility complying with the requirements of § 60.5394c(a) by routing the emissions to a process, you must report the information specified in paragraphs (b)(10)(i) through (iii) of this section.

(vi) For each process controller in the designated facility complying with the requirements of § 60.5394c(a) by using a self-contained natural gas-driven process controller, you must report the information specified in paragraphs (b)(6)(vi)(A) and (B) of this section.

(A) Dates of each inspection required under § 60.5416c(b); and

(B) Each defect or leak identified during each natural gas-driven-selfcontained process controller system inspection, and the date of repair or date of anticipated repair if repair is delayed.

(vii) For each process controller in the designated facility complying with the requirements of § 60.5394c(b)(2), you must report the information specified in paragraphs (b)(6)(vii)(A) and (B) of this section.

(A) Dates and results of the intermittent vent process controller monitoring required by § 60.5394c(b)(2)(ii).

(B) For each instance in which monitoring identifies emissions to the atmosphere from an intermittent vent controller during idle periods, the date of repair or replacement or the date of anticipated repair or replacement if the repair or replacement is delayed, and the date and results of the re-survey after repair or replacement.

(viii) For each process controller designated facility complying with  $\S$  60.5394c(b)(3) by routing emissions to a control device, you must report the information specified in paragraph (b)(10) of this section.

(ix) For each deviation that occurred during the reporting period, the date and time the deviation began, the duration of the deviation in hours, and a description of the deviation. If no deviations occurred during the reporting period, you must include a statement that no deviations occurred during the reporting period.

(x) If you comply with an alternative GHG standard under § 60.5398c, in lieu of the information specified in paragraphs (b)(6)(ii)(B) and (b)(10)(i) and (ii) of this section, you must provide the information specified in § 60.5424c.

(7) For each storage vessel designated facility, the information in paragraphs (b)(7)(i) through (x) of this section.

(i) An identification, including the location, of each existing storage vessel designated facility. The location of the storage vessel designated facility shall be in latitude and longitude coordinates in decimal degrees to an accuracy and precision of five (5) decimals of a degree using the North American Datum of 1983.

(ii) Documentation of the methane emission rate determination according to § 60.5386c(e)(1) for each tank battery that became a designated facility during the reporting period or is returned to service during the reporting period.

(iii) For each deviation that occurred during the reporting period and recorded as specified in paragraph (c)(6)(iii) of this section, the date and time the deviation began, duration of the deviation in hours and a description of the deviation. If no deviations occurred during the reporting period, you must include a statement that no deviations occurred during the reporting period.

(iv) For each storage vessel designated facility complying with  $\S$  60.5396c(a)(2) with a control device, report the identification of the storage vessel designated facility with the control device and the information in paragraph (b)(10)(v) of this section.

(v) If you comply with an alternative GHG standard under § 60.5398c, in lieu of the information specified in paragraphs (b)(10)(i) and (ii) of this section, you must provide the information specified in § 60.5424c.

(vi) If required to comply with § 60.5396c(b)(1), the information in paragraphs (b)(10)(i) through (iv) of this section.

(vii) You must identify each storage vessel designated facility that is removed from service during the reporting period as specified in  $\S 60.5396c(c)(1)(ii)$ , including the date the storage vessel designated facility was removed from service. You must identify each storage vessel that that is removed from service from a storage vessel designated facility during the reporting period as specified in  $\S 60.5396c(c)(2)(iii)$ , including identifying the impacted storage vessel designated facility and the date each storage vessel was removed from service.

(viii) You must identify each storage vessel designated facility or portion of a storage vessel designated facility returned to service during the reporting period as specified in § 60.5396c(c)(4), including the date the storage vessel designated facility or portion of a storage vessel designated facility was returned to service.

(ix) You must identify each storage vessel designated facility that no longer complies with §60.5396c(a)(3) and instead complies with  $\S60.5396c(a)(2)$ . You must identify whether the change in the method of compliance was due to fracturing or refracturing or whether the change was due to an increase in the monthly emissions determination. If the change was due to an increase in the monthly emissions determination, you must provide documentation of the emissions rate. You must identify the date that you complied with §60.5396c(a)(2) and must submit the information in (b)(7)(iii) through (vii) of this section.

(x) You must submit a statement that you are complying with § 60.112b(a)(1) or (2), if applicable, in your initial annual report.

(8) For the fugitive emissions components designated facility, report the information specified in paragraphs (b)(8)(i) through (iv) of this section, as applicable.

(i)(A) Designation of the type of site (*i.e.*, well site, centralized production facility, or compressor station) at which the fugitive emissions components designated facility is located.

(B) For the fugitive emissions components designated facility at a well site or centralized production facility that became a designated facility during the reporting period, you must include the date of the startup of production or the date of the first day of production after modification. For the fugitive emissions components designated facility at a compressor station that became a designated facility during the reporting period, you must include the date of startup or the date of modification.

(C) For the fugitive emissions components designated facility at a well site, you must specify what type of well site it is (*i.e.*, single wellhead only well site, small wellsite, multi-wellhead only well site, or a well site with major production and processing equipment).

(D) For the fugitive emissions components designated facility at a well site where during the reporting period you complete the removal of all major production and processing equipment such that the well site contains only one

or more wellheads, you must include the date of the change to status as a wellhead only well site.

(E) For the fugitive emissions components designated facility at a well site where you previously reported under paragraph (b)(8)(i)(D) of this section the removal of all major production and processing equipment and during the reporting period major production and processing equipment is added back to the well site, the date that the first piece of major production and processing equipment is added back to the well site.

(F) For the fugitive emissions components designated facility at a well site where during the reporting period you undertake well closure requirements, the date of the cessation of production from all wells at the well site, the date you began well closure activities at the well site, and the dates of the notifications submitted in accordance with paragraph (a)(5) of this section.

(ii) For each fugitive emissions monitoring survey performed during the annual reporting period, the information specified in paragraphs (b)(8)(ii)(A) through (G) of this section.

(A) Date of the survey.

(B) Monitoring instrument or, if the survey was conducted by visual, audible, or olfactory methods, notation that AVO was used.

(C) Any deviations from the monitoring plan elements under  $\S$  60.5397c(c)(1), (2), and (7), (c)(8)(i), or (d) or a statement that there were no deviations from these elements of the monitoring plan.

(D) Number and type of components for which fugitive emissions were detected.

(E) Number and type of fugitive emissions components that were not repaired as required in § 60.5397c(h).

(F) Number and type of fugitive emission components (including designation as difficult-to-monitor or unsafe-to-monitor, if applicable) on delay of repair and explanation for each delay of repair.

(G) Date of planned shutdown(s) that occurred during the reporting period if there are any components that have been placed on delay of repair.

(iii) For well closure activities which occurred during the reporting period, the information in paragraphs(b)(8)(iii)(A) and (B) of this section.

(A) A status report with dates for the well closure activities schedule developed in the well closure plan. If all steps in the well closure plan are completed in the reporting period, the date that all activities are completed. (B) If an OGI survey is conducted during the reporting period, the information in paragraphs(b)(8)(iii)(B)(1) through (3) of this section.

(1) Date of the OGI survey.

(2) Monitoring instrument used.

(3) A statement that no fugitive emissions were found, or if fugitive emissions were found, a description of the steps taken to eliminate those emissions, the date of the resurvey, the results of the resurvey, and the date of the final resurvey which detected no emissions.

(iv) If you comply with an alternative GHG standard under § 60.5398c, in lieu of the information specified in paragraphs (b)(10)(i) and (ii) of this section, you must provide the information specified in § 60.5424c.

(9) For each pump designated facility, the information specified in paragraphs (b)(9)(i) through (iv) of this section in your initial annual report. Each annual report must contain the information specified in paragraphs (b)(9)(v) through (ix) of this section for each pump designated facility.

(i) The identification of each of your pumps that are driven by natural gas, as required by 60.5395c(a) that allows traceability to the records required by paragraph (c)(14)(i) of this section.

(ii) For each pump designated facility for which there is a control device on site but it does not achieve a 95.0 percent emissions reduction, the certification that there is a control device available on site but it does not achieve a 95.0 percent emissions reduction required under § 60.5395c(b)(5). You must also report the emissions reduction percentage the control device is designed to achieve.

(iii) For each pump designated facility for which there is no control device or vapor recovery unit on site, the certification required under § 60.5395c(b)(6) that there is no control device or vapor recovery unit on site.

(iv) For each pump designated facility for which it is technically infeasible to route the emissions to a process or control device, the certification of technically infeasibility required under  $\S$  60.5395c(b)(7).

(v) For any pump designated facility which has previously reported as required under paragraphs (b)(9)(i) through (iv) of this section and for which a change in the reported condition has occurred during the reporting period, provide the identification of the pump designated facility and the date that the pump designated facility meets one of the change conditions described in paragraphs (b)(9)(v)(A) through (C) of this section.

(A) If you install a control device or vapor recovery unit, you must report that a control device or vapor recovery unit has been added to the site and that the pump designated facility now is required to comply with § 60.5395c(b)(1) or (3), as applicable.

(B) If your pump designated facility previously complied with § 60.5395c(b)(1) or (3), as applicable. by routing emissions to a process or a control device and the process or control device is subsequently removed from the site or is no longer available such that there is no ability to route the emissions to a process or control device at the location, or that it is not technically feasible to capture and route the emissions to another control device or process located on site, report that you are no longer complying with the applicable requirements of §60.5395c(b)(1) or (3) and submit the information provided in paragraphs (b)(9)(v)(B)(1) or (2) of this section.

(1) Certification that there is no control device or vapor recovery unit on site.

(2) Certification of the engineering assessment that it is technically infeasible to capture and route the emissions to another control device or process located on site.

(C) If any pump affected facility or individual natural gas-driven pump changes its method of compliance during the reporting period other than for the reasons specified in paragraphs (b)(9)(v)(A) and (B) of this section, identify the new compliance method for each natural gas-driven pump within the affected facility which changes its method of compliance during the reporting period and provide the applicable information specified in paragraphs (b)(9)(ii) through (iv) and (vi) through (viii) of this section for the new method of compliance.

(vi) For each pump designated facility complying with the requirements of § 60.5395c(a) or (b)(2) by routing the emissions to a process, you must report the information specified in paragraphs (b)(11)(i) through (iv) of this section.

(vii) For each pump designated facility complying with the requirements of § 60.5395c(b)(3) by routing the emissions to a control device, you must report the information required under paragraph (b)(11) of this section.

(viii) For each deviation that occurred during the reporting period, the date and time the deviation began, the duration of the deviation in hours, and a description of the deviation. If no deviations occurred during the reporting period, you must include a statement that no deviations occurred during the reporting period.

(ix) If you comply with an alternative GHG standard under § 60.5398c, in lieu of the information specified in paragraphs (b)(10)(i) and (ii) of this section, you must provide the information specified in § 60.5424c.

(10) For each well, centrifugal compressor, reciprocating compressor, storage vessel, process controller, pump, or process unit equipment designated facility which uses a closed vent system routed to a control device to meet the emissions reduction standard, you must submit the information in paragraphs (b)(10)(i) through (v) of this section. For each centrifugal compressor, reciprocating compressor, process controller, pump, storage vessel, or process unit equipment which uses a closed vent system to route to a process, you must submit the information in paragraphs (b)(10)(i) through (iv) of this section. For each centrifugal compressor and storage vessel equipped with a cover, you must submit the information in paragraphs (b)(10)(i) and (ii).

(i) Dates of each inspection required under § 60.5416c(a) and (b).

(ii) Each defect or emissions identified during each inspection and the date of repair or the date of anticipated repair if the repair is delayed.

(iii) Date and time of each bypass alarm or each instance the key is checked out if you are subject to the bypass requirements of § 60.5416c(a)(4).

(iv) You must submit the certification signed by the qualified professional engineer or in-house engineer according to § 60.5411c(c) for each closed vent system routing to a control device or process in the reporting year in which the certification is signed.

(v) If you comply with the emissions standard for your well, centrifugal compressor, reciprocating compressor, storage vessel, process controller, pump, or process unit equipment designated facility with a control device, the information in paragraphs (b)(10)(v)(A)through (L) of this section, unless you use an enclosed combustion device or flare using an alternative test method approved under § 60.5412c(d). If you use an enclosed combustion device or flare using an alternative test method approved under §60.5412c(d), the information in paragraphs (b)(10)(v)(A) through (C) and (L) through (P) of this section.

(A) Identification of the control device.

(B) Make, model, and date of installation of the control device.

(C) Identification of the designated facility controlled by the device.

(D) For each continuous parameter monitoring system used to demonstrate compliance for the control device, a unique continuous parameter monitoring system identifier and the make, model number, and date of last calibration check of the continuous parameter monitoring system.

(E) For each instance where there is a deviation of the control device in accordance with § 60.5417c(g)(1) through (3) or (5) through (7) include the date and time the deviation began, the duration of the deviation in hours, the type of the deviation (*e.g.*, NHV operating limit, lack of pilot or combustion flame, condenser efficiency, bypass line flow, visible emissions), and cause of the deviation.

(F) For each instance where there is a deviation of the continuous parameter monitoring system in accordance with  $\S$  60.5417c(g)(4) include the date and time the deviation began, the duration of the deviation in hours, and cause of the deviation.

(G) For each visible emissions test following return to operation from a maintenance or repair activity, the date of the visible emissions test or observation of the video surveillance output, the length of the observation in minutes, and the number of minutes for which visible emissions were present.

(H) If a performance test was conducted on the control device during the reporting period, provide the date the performance test was conducted. Submit the performance test report following the procedures specified in paragraph (b)(11) of this section.

(I) If a demonstration of the NHV of the inlet gas to the enclosed combustion device or flare was conducted during the reporting period in accordance with §60.5417c(d)(8)(iii), an indication of whether this is a re-evaluation of vent gas NHV and the reason for the reevaluation; the applicable required minimum vent gas NHV; if twice daily samples of the vent stream were taken. the number of hourly average NHV values that are less than 1.2 times the applicable required minimum NHV; if continuous NHV sampling of the vent stream was conducted, the number of hourly average NHV values that are less than the required minimum vent gas NHV; if continuous combustion efficiency monitoring was conducted using an alternative test method approved under §60.5412c(d), the number of values of the combustion efficiency that were less than 95.0 percent; the resulting determination of whether NHV monitoring is required or not in accordance with

§ 60.5417c(d)(8)(iii)(D) or (H); and an indication of whether the enclosed combustion device or flare has the potential to receive inert gases, and if so, whether the sampling included periods where the highest percentage of inert gases were sent to the enclosed combustion device or flare.

(J) If a demonstration was conducted in accordance with  $\S$  60.5417c(d)(8)(iv) that the maximum potential pressure of units manifolded to an enclosed combustion device or flare cannot cause the maximum inlet flow rate established in accordance with  $\S$  60.5417c(f)(1) or a flare tip velocity limit of 18.3 meter/ second (60 feet/second) to be exceeded, an indication of whether this is a reevaluation of the gas flow and the reason for the re-evaluation; the demonstration conducted; and applicable engineering calculations.

(K) For each periodic sampling event conducted under § 60.5417c(d)(8)(iii)(G), provide the date of the sampling, the required minimum vent gas NHV, and the NHV value for

each vent gas sample. (L) For each flare and enclosed combustion device, provide the date each device is observed with OGI in accordance with § 60.5415c(e)(x) and whether uncombusted emissions were present. Provide the date each device was visibly observed during an AVO inspection in accordance with § 60.5415c(e)(x), whether the pilot or combustion flame was lit at the time of observation, and whether the device was found to be operating properly.

(M) An identification of the alternative test method used.

(N) For each instance where there is a deviation of the control device in accordance with § 60.5417c(i)(6)(i) or (iii) through (v) include the date and time the deviation began, the duration of the deviation in hours, the type of the deviation (*e.g.*, NHV<sub>cz</sub> operating limit, lack of pilot or combustion flame, visible emissions), and cause of the deviation.

(O) For each instance where there is a deviation of the data availability in accordance with § 60.5417c(i)(6)(ii) include the date of each operating day when monitoring data are not available for at least 75 percent of the operating hours.

(P) If no deviations occurred under paragraphs (b)(11)(v)(N) or (O) of this section, a statement that there were no deviations for the control device during the annual report period.

(Q) Any additional information required to be reported as specified by the Administrator as part of the alternative test method approval under § 60.5412c(d).

(11) Within 60 days after the date of completing each performance test (see § 60.8) required by this subpart, except testing conducted by the manufacturer as specified in §60.5413c(d), you must submit the results of the performance test following the procedures specified in paragraph (d) of this section. Data collected using test methods that are supported by the EPA's Electronic Reporting Tool (ERT) as listed on the EPA's ERT website (*https://* www.epa.gov/electronic-reporting-air*emissions/electronic-reporting-tool-ert*) at the time of the test must be submitted in a file format generated using the EPA's ERT. Alternatively, you may submit an electronic file consistent with the extensible markup language (XML) schema listed on the EPA's ERT website. Data collected using test methods that are not supported by the EPA's ERT as listed on the EPA's ERT website at the time of the test must be included as an attachment in the ERT or alternate electronic file.

(12) For combustion control devices tested by the manufacturer in accordance with § 60.5413c(d), an electronic copy of the performance test results required by § 60.5413c(d) shall be submitted via email to *Oil\_and\_ Gas\_PT@EPA.GOV* unless the test results for that model of combustion control device are posted at the following website: *https://www.epa.gov/ controlling-air-pollution-oil-andnatural-gas-industry*.

(13) If you had a super-emitter event during the reporting period, the start date of the super-emitter event, the duration of the super-emitter event in hours, and the designated facility associated with the super-emitter event, if applicable.

(14) You must submit your annual report using the appropriate electronic report template on the Compliance and **Emissions Data Reporting Interface** (CEDRI) website for this subpart and following the procedure specified in paragraph (d) of this section. If the reporting form specific to this subpart is not available on the CEDRI website at the time that the report is due, you must submit the report to the Administrator at the appropriate address listed in § 60.4. Once the form has been available on the CEDRI website for at least 90 calendar days, you must begin submitting all subsequent reports via CEDRI. The date reporting forms become available will be listed on the CEDRI website. Unless the Administrator or delegated state agency or other authority has approved a different schedule for submission of reports, the report must be submitted by the deadline specified in this subpart,

regardless of the method in which the report is submitted.

(c) *Recordkeeping requirements*. You must maintain the records identified as specified in §60.7(f) and in paragraphs (c)(1) through (14) of this section. All records required by this subpart must be maintained either onsite or at the nearest local field office for at least 5 years. Any records required to be maintained by this subpart that are submitted electronically via the EPA's CEDRI may be maintained in electronic format. This ability to maintain electronic copies does not affect the requirement for facilities to make records, data, and reports available upon request to a delegated air agency or the EPA as part of an on-site compliance evaluation.

(1) For each gas well liquids unloading operation at your well designated facility that is subject to  $\S$  60.5390c(a)(1) or (2), the records of each gas well liquids unloading operation conducted during the reporting period, including the information specified in paragraphs (c)(1)(i) through (iii) of this section, as applicable.

 $\bar{(i)}$  For each gas well liquids unloading operation that complies with § 60.5390c(a)(1) by performing all liquids unloading events without venting of methane emissions to the atmosphere, comply with the recordkeeping requirements specified in paragraphs (c)(1)(i)(A) and (B) of this section.

(A) Identification of each well (*i.e.*, U.S. Well ID or U.S. Well ID associated with the well designated facility) that conducts a gas well liquids unloading operation during the reporting period without venting of methane emissions and the non-venting gas well liquids unloading method used. If more than one non-venting method is used, you must maintain records of all the differing non-venting liquids unloading methods used at the well designated facility complying with § 60.5376c(a)(1).

(B) Number of events where unplanned emissions are vented to the atmosphere during a gas well liquids unloading operation where you complied with best management practices to minimize emissions to the maximum extent possible.

(ii) For each gas well liquids unloading operation that complies with § 60.5390c(b) and (c) best management practices, maintain records documenting information specified in paragraphs (c)(1)(ii)(A) through (D) of this section.

(A) Identification of each well designated facility that conducts liquids unloading during the reporting period that employs best management practices to minimize emissions to the maximum extent possible.

(B) Documentation of your best management practice plan developed under paragraph § 60.5390c(c). You may update your best management practice plan to include additional steps which meet the criteria in § 60.5390c(c).

(C) A log of each best management practice plan step taken minimize emissions to the maximum extent possible for each gas well liquids unloading event.

(D) Documentation of each gas well liquids unloading event where deviations from your best management practice plan steps occurred, the date and time the deviation began, the duration of the deviation, documentation of best management practice plans steps were not followed, and the steps taken in lieu of your best management practice plan steps during those events to minimize emissions to the maximum extent possible.

(iii) For each well designated facility that reduces methane emissions from well designated facility gas wells that unload liquids by 95.0 percent by routing emissions to a control device through closed vent system under § 60.5390c(g), you must maintain the records in paragraphs (c)(1)(iii)(A) through (E) of this section.

(A) If you comply with the emission reduction standard with a control device, the information for each control device in paragraph (c)(10) of this section.

(B) Records of the closed vent system inspection as specified paragraph (c)(7) of this section.

(C) Records of the cover inspections as specified in paragraph (c)(8) of this section.

(D) If applicable, the records of bypass monitoring as specified in paragraph (c)(9) of this section.

(E) Records of the closed vent system assessment as specified in paragraph (c)(11) of this section.

(2) For each associated gas well, you must maintain the applicable records specified in paragraphs (c)(2)(i) or (ii) and (vi) of this section, as applicable.

(i) For each associated gas well that complies with the requirements of (0,1), (

(A) Documentation of the specific method(s) in 60.5391c(a)(1), (2), (3), or (4) that was used.

(B) For instances where you temporarily route the associated gas to a flare or control device in accordance with § 60.5377c(c), you must keep the records specified in paragraphs
(c)(2)(i)(B)(1) through (3) of this section.
(1) The reason in § 60.5377c(c)(1), (2),

(3), or (4) for each incident. (2) The date of each incident, along

with the times when routing the associated gas to the flare or control device started and ended, along with the total duration of each incident.

(3) Documentation that all CVS requirements specified in § 60.5411c(a) and (c) and all applicable flare or control device requirements specified in § 60.5412c are met during each period when the associated gas is routed to the flare or control device.

(ii) For instances where you temporarily vent the associated gas in accordance with § 60.5377c(d), you must keep the records specified in paragraphs (c)(2)(ii)(A) through (D) of this section. These records are required if you are routinely complying with § 60.5391c(a) or § 60.5391c(b) or temporarily complying with § 60.5391c(c).

(A) The reason in 60.5391c(d)(1), (2), or (3) for each incident.

(B) The date of each incident, along with the times when venting the associated gas started and ended, along with the total duration of each incident.

(C) The methane emissions that were emitted during each incident.

(D) The cumulative duration of venting incidents and methane emissions for all incidents in each calendar year.

(iii) For each associated gas well that complies with the requirements of  $\S$  60.5391c(b) because it has demonstrated that annual methane emissions are 40 tons per year or less at the initial compliance date, maintain records of the calculation of annual methane emissions determined in accordance with  $\S$  60.5391c(e)(1).

(iv) For each associated gas well at your well that complies with the requirements of § 60.5391c(b) because it has demonstrated that it is not feasible to comply with § 60.5391c(a)(1), (2), (3), or (4) due to technical reasons, records of each annual demonstration and certification of the technical reason that it is not feasible to comply with § 60.5377c(a)(1), (2), (3), and (4) in accordance with § 60.5377c(b)(2)(i), (ii), and (iii), as well as the records required by paragraph (c)(2)(v) of this section.

(v) For each associated gas well that complies with the requirements of  $\S$  60.5391c(b) by routing your associated gas to a flare or control device that achieves a 95.0 reduction in methane emissions, the records in paragraphs (c)(2)(v)(A) through (E) of this section.

(A) Identification of each instance when associated gas was vented and not routed to a control device that reduces methane emissions by at least 95.0 percent in accordance with paragraph (c)(2)(iii) of this section.

(B) If you comply with the emission reduction standard in 60.5392c with a control device, the information for each control device in paragraph (c)(10) of this section.

(C) Records of the closed vent system inspection as specified paragraph (c)(7) of this section. If you comply with an alternative GHG standard under § 60.5398c, in lieu of the information specified in paragraphs (c)(7) of this section, you must maintain records of the information specified in § 60.5424c.

(D) If applicable, the records of bypass monitoring as specified in paragraph (c)(9) of this section.

(E) Records of the closed vent system assessment as specified in paragraph (c)(11) of this section.

(vi) Records of each deviation, the date and time the deviation began, the duration of the deviation, and a description of the deviation.

(3) For each centrifugal compressor designated facility, you must maintain the records specified in paragraphs (c)(3)(i) through (iii) of this section.

(i) For each centrifugal compressor designated facility, you must maintain records of deviations in cases where the centrifugal compressor was not operated in compliance with the requirements specified in § 60.5392c, including a description of each deviation, the date and time each deviation began and the duration of each deviation.

(ii) For each wet seal compressor complying with the emissions reduction standard in § 60.5392c(a)(3) and (4), you must maintain the records in paragraphs (c)(3)(ii)(A) through (F) of this section. For each wet seal compressor complying with the alternative standard in § 60.5392c(a)(3) and (5) by routing the closed vent system to a process, you must maintain the records in paragraphs (c)(3)(ii)(C) through (E) of this section.

(A) If you comply with the emission reduction standard in with a control device, the information for each control device in paragraph (c)(10) of this section.

(B) Records of the closed vent system inspection as specified paragraph (c)(7) of this section. If you comply with an alternative GHG standard under  $\S$  60.5398c, in lieu of the information specified in paragraphs (c)(7) of this section, you must maintain records of the information specified in  $\S$  60.5424c.

(C) Records of the cover inspections as specified in paragraph (c)(8) of this section. If you comply with an alternative GHG standard under  $\S$  60.5398c, in lieu of the information specified in paragraph (c)(8) of this section, you must maintain the information specified in § 60.5424c.

(D) If applicable, the records of bypass monitoring as specified in paragraph (c)(9) of this section.

(E) Records of the closed vent system assessment as specified in paragraph (c)(11) of this section.

(iii) For each centrifugal compressor designated facility using dry seals or wet seals and each self-contained wet seal centrifugal compressor and complying with the standard in  $\S$  60.5392c(a)(1) and (2), you must maintain the records specified in paragraphs (c)(3)(iii)(A) through (H) of this section.

(A) Records of the cumulative number of hours of operation since initial startup, since 36 months after the state plan submittal deadline (as specified in § 60.5362c(c)), or since the previous volumetric flow rate measurement, as applicable.

(B) A description of the method used and the results of the volumetric flow rate measurement or emissions screening, as applicable.

(C) Records for all flow meters, composition analyzers and pressure gauges used to measure volumetric flow rates as specified in paragraphs (c)(3)(iii)(C)(1) through (7) of this section.

(1) Description of standard method published by a consensus-based standards organization or industry standard practice.

(2) Records of volumetric flow rate emissions calculations conducted according to § 60.5392c(a)(2), as applicable.

(3) Records of manufacturer operating procedures and measurement methods.

(4) Records of manufacturer's recommended procedures or an appropriate industry consensus standard method for calibration and results of calibration, recalibration and accuracy checks.

(5) Records which demonstrate that measurements at the remote location(s) can, when appropriate correction factors are applied, reliably and accurately represent the actual temperature or total pressure at the flow meter under all expected ambient conditions. You must include the date of the demonstration, the data from the demonstration, the mathematical correlation(s) between the remote readings and actual flow meter conditions derived from the data, and any supporting engineering calculations. If adjustments were made to the mathematical relationships, a record and description of such adjustments.

(6) Record of each initial calibration or a recalibration which failed to meet the required accuracy specification and the date of the successful recalibration.

(D) Date when performance-based volumetric flow rate is exceeded.

(E) The date of successful repair of the compressor seal, including follow-up performance-based volumetric flow rate measurement to confirm successful repair.

(F) Identification of each compressor seal placed on delay of repair and explanation for each delay of repair.

(G) For each compressor seal or part needed for repair placed on delay of repair because of replacement seal or part unavailability, the operator must document: the date the seal or part was added to the delay of repair list, the date the replacement seal or part was ordered, the anticipated seal or part delivery date (including any estimated shipment or delivery date provided by the vendor), and the actual arrival date of the seal or part.

(H) Date of planned shutdowns that occur while there are any seals or parts that have been placed on delay of repair.

(4) For each reciprocating compressor designated facility, you must maintain the records in paragraphs (c)(4)(i) through (vi), (7), (9) and (11) of this section, as applicable. If you comply with an alternative GHG standard under  $\S$  60.5398c, in lieu of the information specified in paragraph (c)(7) of this section, you must provide the information specified in  $\S$  60.5424c.

(i) For each reciprocating compressor designated facility, you must maintain records of deviations in cases where the reciprocating compressor was not operated in compliance with the requirements specified in § 60.5393c, including a description of each deviation, the date and time each deviation began and the duration of each deviation in hours.

(ii) Records of the date of installation of a rod packing emissions collection system and closed vent system as specified in § 60.5393c(d).

(iii) Records of the cumulative number of hours of operation since initial startup, since 36 months after the state plan submittal deadline (as specified in § 60.5362c(c)), or since the previous volumetric flow rate measurement, as applicable. Alternatively, a record that emissions from the rod packing are being routed to a process through a closed vent system.

(iv) A description of the method used and the results of the volumetric flow rate measurement or emissions screening, as applicable.

(v) Records for all flow meters, composition analyzers and pressure gauges used to measure volumetric flow rates as specified in paragraphs (c)(4)(v)(A) through (F) of this section.

(A) Description of standard method published by a consensus-based standards organization or industry standard practice.

(B) Records of volumetric flow rate calculations conducted according to paragraphs § 60.5393c(b) or (c), as applicable.

(C) Records of manufacturer's operating procedures and measurement methods.

(D) Records of manufacturer's recommended procedures or an appropriate industry consensus standard method for calibration and results of calibration, recalibration and accuracy checks.

(E) Records which demonstrate that measurements at the remote location(s) can, when appropriate correction factors are applied, reliably and accurately represent the actual temperature or total pressure at the flow meter under all expected ambient conditions. You must include the date of the demonstration, the data from the demonstration, the mathematical correlation(s) between the remote readings and actual flow meter conditions derived from the data, and any supporting engineering calculations. If adjustments were made to the mathematical relationships, a record and description of such adjustments.

(F) Record of each initial calibration or a recalibration which failed to meet the required accuracy specification and the date of the successful recalibration.

(vi) Date when performance-based volumetric flow rate is exceeded.

(vii) The date of successful replacement or repair of reciprocating compressor rod packing, including follow-up performance-based volumetric flow rate measurement to confirm successful repair.

(viii) Identification of each reciprocating compressor placed on delay of repair because of rod packing or part unavailability and explanation for each delay of repair.

(ix) For each reciprocating compressor that is placed on delay of repair because of replacement rod packing or part unavailability, the operator must document: the date the rod packing or part was added to the delay of repair list, the date the replacement rod packing or part was ordered, the anticipated rod packing or part delivery date (including any estimated shipment or delivery date provided by the vendor), and the actual arrival date of the rod packing or part.

(x) Date of planned shutdowns that occur while there are any reciprocating

compressors that have been placed on delay of repair due to the unavailability of rod packing or parts to conduct repairs.

(5) For each process controller designated facility, you must maintain the records specified in paragraphs (c)(5)(i) through (vii) of this section.

(i) Records identifying each process controller that is driven by natural gas and that does not function as an emergency shutdown device.

(ii) For each process controller designated facility complying with § 60.5394c(a), you must maintain records of the information specified in paragraphs (c)(5)(ii)(A) and (B) of this section, as applicable.

(A) If you are complying with  $\S$  60.5390c(a) by routing process controller vapors to a process through a closed vent system, you must report the information specified in paragraphs (c)(5)(ii)(A)(1) and (2) of this section.

(1) An identification of all the natural gas-driven process controllers in the process controller designated facility for which you collect and route vapors to a process through a closed vent system.

(2) The records specified in paragraphs (c)(7), (9), and (11) of this section. If you comply with an alternative GHG standard under § 60.5398c, in lieu of the information specified in paragraph (c)(7) of this section, you must provide the information specified in § 60.5424c.

(B) If you are complying with § 60.5394c(a) by using a self-contained natural gas-driven process controller, you must report the information specified in paragraphs (c)(5)(ii)(B)(1) through (3) of this section.

(1) An identification of each process controller complying with § 60.5394c(a) by using a self-contained natural gasdriven process controller;

(2) Dates of each inspection required under § 60.5416c(b); and

(3) Each defect or leak identified during each natural gas-driven-selfcontained process controller system inspection, and date of repair or date of anticipated repair if repair is delayed.

(iii) For each process controller designated facility complying with § 60.5394c(b)(1) process controller bleed rate requirements, you must maintain records of the information specified in paragraphs (c)(5)(iii)(A) and (B) of this section.

(A) The identification of process controllers designed and operated to achieve a bleed rate less than or equal to 6 scfh and records of the manufacturer's specifications indicating that the process controller is designed with a natural gas bleed rate of less than or equal to 6 scfh. (B) Where necessary to meet a functional need, the identification of the process controller and demonstration of why it is necessary to use a process controller with a natural gas bleed rate greater than 6 scfh.

(iv) For each intermittent vent process controller in the designated facility complying with the requirements in  $\S 60.5394c(b)(2)$ , you must keep records of the information specified in paragraphs (c)(5)(iv)(A) through (C) of this section.

(A) The identification of each intermittent vent process controller.

(B) Dates and results of the intermittent vent process controller monitoring required by § 60.5394c(b)(2)(ii).

(C) For each instance in which monitoring identifies emissions to the atmosphere from an intermittent vent controller during idle periods, the date of repair or replacement, or the date of anticipated repair or replacement if the repair or replacement is delayed and the date and results of the re-survey after repair or replacement.

(v) For each process controller designated facility complying with § 60.5394c(b)(3), you must maintain the records specified in paragraphs (c)(5)(v)(A) and (B) of this section.

(A) An identification of each process controller for which emissions are routed to a control device.

(B) Records specified in paragraphs (c)(7) and (9) through (12) of this section. If you comply with an alternative GHG standard under § 60.5398c, in lieu of the information specified in paragraphs (c)(7) of this section, you must provide the information specified in § 60.5424c.

(vi) Records of each change in compliance method, including identification of each natural gas-driven process controller which changes its method of compliance, the new method of compliance, and the date of the change in compliance method.

(vii) Records of each deviation, the date and time the deviation began, the duration of the deviation, and a description of the deviation.

(6) For each storage vessel designated facility, you must maintain the records identified in paragraphs (c)(6)(i) through (vii) of this section.

(i) You must maintain records of the identification and location in latitude and longitude coordinates in decimal degrees to an accuracy and precision of five (5) decimals of a degree using the North American Datum of 1983 of each storage vessel designated facility.

(ii) Records of each methane emissions determination for each storage vessel designated facility made under § 60.5396c(e) including identification of the model or calculation methodology used to calculate the methane emission rate.

(iii) For each instance where the storage vessel was not operated in compliance with the requirements specified in 60.5396c, a description of the deviation, the date and time each deviation began, and the duration of the deviation.

(iv) If complying with the emissions reduction standard in  $\S$  60.5396c(a)(1), you must maintain the records in paragraphs (c)(6)(iv)(A) through (E) of this section.

(A) If you comply with the emission reduction standard with a control device, the information for each control device in paragraph (c)(10) of this section.

(B) Records of the closed vent system inspection as specified paragraph (c)(7) of this section. If you comply with an alternative GHG standard under § 60.5398c, in lieu of the information specified in paragraph (c)(7) of this section, you must provide the information specified in § 60.5424c.

(C) Records of the cover inspections as specified in paragraph (c)(8) of this section. If you comply with an alternative GHG standard under  $\S$  60.5398c, in lieu of the information specified in paragraph (c)(8) of this section, you must provide the information specified in  $\S$  60.5424c.

(D) If applicable, the records of bypass monitoring as specified in paragraph (c)(9) of this section.

(E) Records of the closed vent system assessment as specified in paragraph (c)(11) of this section.

(v) For storage vessels that are skidmounted or permanently attached to something that is mobile (such as trucks, railcars, barges, or ships), records indicating the number of consecutive days that the vessel is located at a site in the crude oil and natural gas source category. If a storage vessel is removed from a site and, within 30 days, is either returned to the site or replaced by another storage vessel at the site to serve the same or similar function, then the entire period since the original storage vessel was first located at the site, including the days when the storage vessel was removed, will be added to the count towards the number of consecutive days.

(vi) Records of the date that each storage vessel designated facility or portion of a storage vessel designated facility is removed from service and returned to service, as applicable.

(vii) Records of the date that liquids from the well following fracturing or refracturing are routed to the storage vessel designated facility; or the date that you comply with paragraph § 60.5396c(a)(2), following a monthly emissions determination which indicates that methane emissions increase to 14 tpy or greater and the increase is not associated with fracturing or refracturing of a well feeding the storage vessel designated facility, and records of the methane emissions rate and the model or calculation methodology used to calculate the methane emission rate.

(7) Records of each closed vent system inspection required under § 60.5416c(a)(1) and (2) and (b) for your well, centrifugal compressor, reciprocating compressor, process controller, pump, storage vessel, and process unit equipment designated facility as required in paragraphs (c)(7)(i) through (iv) of this section.

(i) A record of each closed vent system inspection or no identifiable emissions monitoring survey. You must include an identification number for each closed vent system (or other unique identification description selected by you), the date of the inspection, and the method used to conduct the inspection (*i.e.*, visual, AVO, OGI, Method 21 of appendix A– 7 to this part).

(ii) For each defect or emissions detected during inspections required by §60.5416c(a)(1) and (2), or (b) you must record the location of the defect or emissions; a description of the defect; the maximum concentration reading obtained if using Method 21 of appendix A-7 to this part; the indication of emissions detected by AVO if using AVO; the date of detection; the date of each attempt to repair the emissions or defect; the corrective action taken during each attempt to repair the defect; and the date the repair to correct the defect or emissions is completed.

(iii) If repair of the defect is delayed as described in § 60.5416c(b)(6), you must record the reason for the delay and the date you expect to complete the repair.

(iv) Parts of the closed vent system designated as unsafe to inspect as described in 60.5416c(b)(7) or difficult to inspect as described in 60.5416c(b)(8), the reason for the designation, and written plan for inspection of that part of the closed vent system.

(8) A record of each cover inspection required under  $\S$  60.5416c(a)(3) for your centrifugal compressor, reciprocating compressor, or storage vessel as required in paragraphs (c)(8)(i) through (iv) of this section. (i) A record of each cover inspection. You must include an identification number for each cover (or other unique identification description selected by you), the date of the inspection, and the method used to conduct the inspection (*i.e.*, AVO, OGI, Method 21 of appendix A–7 to this part).

(ii) For each defect detected during the inspection you must record the location of the defect; a description of the defect; the date of detection; the maximum concentration reading obtained if using Method 21 of appendix A–7 to this part; the indication of emissions detected by AVO if using AVO; the date of each attempt to repair the defect; the corrective action taken during each attempt to repair the defect; and the date the repair to correct the defect is completed.

(iii) If repair of the defect is delayed as described in § 60.5416c(b)(5), you must record the reason for the delay and the date you expect to complete the repair.

(iv) Parts of the cover designated as unsafe to inspect as described in 60.5416c(b)(7) or difficult to inspect as described in 60.5416c(b)(8), the reason for the designation, and written plan for inspection of that part of the cover.

(9) For each bypass subject to the bypass requirements of § 60.5416c(a)(4), you must maintain a record of the following, as applicable: readings from the flow indicator; each inspection of the seal or closure mechanism; the date and time of each instance the key is checked out; date and time of each instance the alarm is sounded.

(10) Records for each control device used to comply with the emission reduction standard in § 60.5391c(b) for associated gas wells, §60.5392c(a)(4) for centrifugal compressor designated facilities, § 60.5393c(d)(2) for reciprocating compressor designated facilities, §60.5394c(b)(3) for your process controller designated facility in Alaska, § 60.5395c(b)(1) for your pump designated facility, §60.5396c(a)(2) for your storage vessel designated facility, §60.5390c(f) for well designated facility gas well liquids unloading, or §60.5400c(f) or 60.5401c(e) for your process equipment designated facility, as required in paragraphs (c)(10)(i) through (viii) of this section. If you use an enclosed combustion device or flare using an alternative test method approved under §60.5412c(d), keep records of the information in paragraphs (c)(10)(ix) of this section, in lieu of the records required by paragraphs (c)(10)(i) through (iv) and (vi) through (viii) of this section.

(i) For a control device tested under  $\S 60.5413c(d)$  which meets the criteria in  $\S 60.5413c(d)(11)$  and (e), keep records of the information in paragraphs (c)(10)(i)(A) through (E) of this section, in addition to the records in paragraphs (c)(10)(ii) through (ix) of this section, as applicable.

(A) Serial number of purchased device and copy of purchase order.

(B) Location of the designated facility associated with the control device in latitude and longitude coordinates in decimal degrees to an accuracy and precision of five (5) decimals of a degree using the North American Datum of 1983.

(C) Minimum and maximum inlet gas flow rate specified by the manufacturer.

(D) Records of the maintenance and repair log as specified in § 60.5413c(e)(4), for all inspection, repair, and maintenance activities for each control device failing the visible emissions test.

(E) Records of the manufacturer's written operating instructions, procedures, and maintenance schedule to ensure good air pollution control practices for minimizing emissions.

(ii) For all control devices, keep records of the information in paragraphs (c)(10)(ii)(A) through (G) of this section, as applicable.

(A) Make, model, and date of installation of the control device, and identification of the designated facility controlled by the device.

(B) Records of deviations in accordance with 60.5417c(g)(1) through (7), including a description of the deviation, the date and time the deviation began, the duration of the deviation, and the cause of the deviation.

(C) The monitoring plan required by § 60.5417c(c)(2).

(D) Make and model number of each continuous parameter monitoring system.

(E) Records of minimum and maximum operating parameter values, continuous parameter monitoring system data (including records that the pilot or combustion flame is present at all times), calculated averages of continuous parameter monitoring system data, and results of all compliance calculations.

(F) Records of continuous parameter monitoring system equipment performance checks, system accuracy audits, performance evaluations, or other audit procedures and results of all inspections specified in the monitoring plan in accordance with § 60.5417c(c)(2). Records of calibration gas cylinders, if applicable.

(G) Periods of monitoring system malfunctions, repairs associated with monitoring system malfunctions and required monitoring system quality assurance or quality control activities Records of repairs on the monitoring system.

(iii) For each carbon adsorption system, records of the schedule for carbon replacement as determined by the design analysis requirements of 60.5413c(c)(2) and (3) and records of each carbon replacement as specified in 60.5412c(c)(1) and 60.5415c(e)(1)(viii).

(iv) For enclosed combustion devices and flares, records of visible emissions observations as specified in paragraph (c)(10)(iv)(A) or (B) of this section.

(A) Records of observations with Method 22 of appendix A–7 to this part, including observations required following return to operation from a maintenance or repair activity, which include: company, location, company representative (name of the person performing the observation), sky conditions, process unit (type of control device), clock start time, observation period duration (in minutes and seconds), accumulated emission time (in minutes and seconds), and clock end time. You may create your own form including the above information or use Figure 22-1 in Method 22 of appendix A–7 to this part.

(B) If you monitor visible emissions with a video surveillance camera, location of the camera and distance to emission source, records of the video surveillance output, and documentation that an operator looked at the feed daily, including the date and start time of observation, the length of observation, and length of time visible emissions were present.

(v) For enclosed combustion devices and flares, video of the OGI inspection conducted in accordance with § 60.5415c(e)(x). Records documenting each enclosed combustion device and flare was visibly observed during each inspection conducted under § 60.5397c using AVO in accordance with § 60.5415c(e)(x).

(vi) For enclosed combustion devices and flares, records of each demonstration of the NHV of the inlet gas to the enclosed combustion device or flare conducted in accordance with § 60.5417c(d)(8)(iii). For each reevaluation of the NHV of the inlet gas, records of process changes and explanation of the conditions that led to the need to re-evaluation the NHV of the inlet gas. For each demonstration, record information on whether the enclosed combustion device or flare has the potential to receive inert gases, and if so, the highest percentage of inert gases that can be sent to the enclosed combustion device or flare and the highest percent of inert gases sent to the enclosed combustion device or flare during the NHV demonstration. Records of periodic sampling conducted under § 60.5417c(d)(8)(iii)(G).

(vii) For enclosed combustion devices and flares, if you use a backpressure regulator valve, the make and model of the valve, date of installation, and record of inlet flow rating. Maintain records of the engineering evaluation and manufacturer specifications that identify the pressure set point corresponding to the minimum inlet gas flow rate, the annual confirmation that the backpressure regulator valve set point is correct and consistent with the engineering evaluation and manufacturer specifications, and the annual confirmation that the backpressure regulator valve fully closes when not in open position.

(viii) For enclosed combustion devices and flares, records of each demonstration required under § 60.5417c(d)(8)(iv).

(ix) If you use an enclosed combustion device or flare using an alternative test method approved under  $\S$  60.5412c(d), keep records of the information in paragraphs (c)(10)(ix)(A) through (H) of this section, in lieu of the records required by paragraphs (c)(10)(i) through (iv) and (vi) through (viii) of this section.

(A) An identification of the alternative test method used.

(B) Data recorded at the intervals required by the alternative test method.

(C) Monitoring plan required by § 60.5417c(i)(2).(D) Quality assurance and quality

control activities conducted in accordance with the alternative test method.

(E) If required by 60.5412c(d)(4) to conduct visible emissions observations, records required by paragraph (c)(10)(iv) of this section.

(F) If required by § 60.5412c(d)(5) to conduct pilot or combustion flame monitoring, record indicating the presence of a pilot or combustion flame and periods when the pilot or combustion flame is absent.

(G) For each instance where there is a deviation of the control device in accordance with  $\S$  60.5417c(i)(6)(i) through (v), the date and time the deviation began, the duration of the deviation in hours, and cause of the deviation.

(H) Any additional information required to be recorded as specified by the Administrator as part of the alternative test method approval under §60.5412c(d).

(11) For each closed vent system routing to a control device or process, the records of the assessment conducted according to § 60.5411c(c):

(i) A copy of the assessment conducted according to 60.5411c(c)(1); and

(ii) A copy of the certification according to § 60.5411c(c)(1)(i) and (ii).

(12) A copy of each performance test submitted under paragraphs (b)(11) or (12) of this section.

(13) For the fugitive emissions components designated facility, maintain the records identified in paragraphs (c)(13)(i) through (vii) of this section.

(i) The date of the startup of production or the date of the first day of production after modification for the fugitive emissions components designated facility at a well site and the date of startup or the date of modification for the fugitive emissions components designated facility at a compressor station.

(ii) For the fugitive emissions components designated facility at a well site, you must maintain records specifying what type of well site it is (*i.e.*, single wellhead only well site, small wellsite, multi-wellhead only well site, or a well site with major production and processing equipment.)

(iii) For the fugitive emissions components designated facility at a well site where you complete the removal of all major production and processing equipment such that the well site contains only one or more wellheads, record the date the well site completes the removal of all major production and processing equipment from the well site, and, if the well site is still producing, record the well ID or separate tank battery ID receiving the production from the well site. If major production and processing equipment is subsequently added back to the well site, record the date that the first piece of major production and processing equipment is added back to the well site.

(iv) The fugitive emissions monitoring plan as required in § 60.5397c(b), (c), and (d).

(v) The records of each monitoring survey as specified in paragraphs(c)(13)(v)(A) through (I) of this section.

(A) Date of the survey.

(B) Beginning and end time of the survey.

(C) Name of operator(s), training, and experience of the operator(s) performing the survey.

(D) Monitoring instrument or method used.

(E) Fugitive emissions component identification when Method 21 of appendix A–7 to this part is used to perform the monitoring survey.

(F) Ambient temperature, sky conditions, and maximum wind speed at the time of the survey. For compressor stations, operating mode of each compressor (*i.e.*, operating, standby pressurized, and not operatingdepressurized modes) at the station at the time of the survey.

(G) Any deviations from the monitoring plan or a statement that there were no deviations from the monitoring plan.

(H) Records of calibrations for the instrument used during the monitoring survey.

(I) Documentation of each fugitive emission detected during the monitoring survey, including the information specified in paragraphs (c)(13)(v)(I)(1) through (9) of this section.

(1) Location of each fugitive emission identified.

(2) Type of fugitive emissions component, including designation as difficult-to-monitor or unsafe-tomonitor, if applicable.

(3) If Method 21 of appendix A–7 to this part is used for detection, record the component ID and instrument reading.

(4) For each repair that cannot be made during the monitoring survey when the fugitive emissions are initially found, a digital photograph or video must be taken of that component or the component must be tagged for identification purposes. The digital photograph must include the date that the photograph was taken and must clearly identify the component by location within the site (*e.g.*, the latitude and longitude of the component or by other descriptive landmarks visible in the picture). The digital photograph or identification (e.g., tag) may be removed after the repair is completed, including verification of repair with the resurvey.

(5) The date of first attempt at repair of the fugitive emissions component(s).

(6) The date of successful repair of the fugitive emissions component, including the resurvey to verify repair and instrument used for the resurvey.

(7) Identification of each fugitive emission component placed on delay of repair and explanation for each delay of repair.

(8) For each fugitive emission component placed on delay of repair for reason of replacement component unavailability, the operator must document: the date the component was added to the delay of repair list, the date the replacement fugitive component or part thereof was ordered, the anticipated component delivery date (including any estimated shipment or delivery date provided by the vendor), and the actual arrival date of the component.

(9) Date of planned shutdowns that occur while there are any components that have been placed on delay of repair.

(vi) For well closure activities, you must maintain the information specified in paragraphs (c)(13)(vi)(A) through (G) of this section.

(A) The well closure plan developed in accordance with § 60.5397c(l) and the date the plan was submitted.

(B) The notification of the intent to close the well site and the date the notification was submitted.

(C) The date of the cessation of production from all wells at the well site.

(D) The date you began well closure activities at the well site.

(E) Each status report for the well closure activities reported in paragraph (b)(8)(iv)(A) of this section.

(F) Each OGI survey reported in paragraph (b)(8)(iv)(B) of this section including the date, the monitoring instrument used, and the results of the survey or resurvey.

(G) The final OGI survey video demonstrating the closure of all wells at the site. The video must include the date that the video was taken and must identify the well site location by latitude and longitude.

(vii) If you comply with an alternative GHG standard under § 60.5398c, in lieu of the information specified in paragraphs (c)(13)(iv) and (v) of this section, you must maintain the records specified in § 60.5424c.

(14) For each pump designated facility, you must maintain the records identified in paragraphs (c)(14)(i) through (viii) of this section.

(i) Identification of each pump that is driven by natural gas and that is in operation 90 days or more per calendar year.

(ii) If you are complying with  $\S 60.5395c(a)$  or (b)(1) by routing pump vapors to a process through a closed vent system, identification of all the natural gas-driven pumps in the pump designated facility for which you collect and route vapors to a process through a closed vent system and the records specified in paragraphs (c)(7), (9), and (11) of this section. If you comply with an alternative GHG and VOC standard under  $\S 60.5398c$ , in lieu of the information specified in paragraph (c)(7) of this section, you must provide the information specified in  $\S 60.5424c$ .

(iii) If you are complying with § 60.5395c(b)(1) by routing pump vapors to control device achieving a 95.0 percent reduction in methane emissions, you must keep the records specified in paragraphs (c)(7) and (c)(9) through (c)(12) of this section. If you comply with an alternative GHG and VOC standard under  $\S$  60.5398c, in lieu of the information specified in paragraph (c)(7) of this section, you must provide the information specified in  $\S$  60.5424c.

(iv) If you are complying with § 60.5395c(b)(3) by routing pump vapors to a control device achieving less than a 95.0 percent reduction in methane emissions, you must maintain records of the certification that there is a control device on site but it does not achieve a 95.0 percent emissions reduction and a record of the design evaluation or manufacturer's specifications which indicate the percentage reduction the control device is designed to achieve.

(v) If you have less than three natural gas-driven diaphragm pumps in the pump designated facility, and you do not have a vapor recovery unit or control device installed on site by the compliance date, you must retain a record of your certification required under  $\S$  60.5395c(b)(4), certifying that there is no vapor recovery unit or control device on site. If you subsequently install a control device or vapor recovery unit, you must maintain the records required under paragraphs (c)(14)(ii) and (iii) or (iv) of this section, as applicable.

(vi) If you determine, through an engineering assessment, that it is technically infeasible to route the pump designated facility emissions to a process or control device, you must retain records of your demonstration and certification that it is technically infeasible as required under  $\S$  60.5395c(b)(7).

(vii) If the pump is routed to a process or control device that is subsequently removed from the location or is no longer available such that there is no option to route to a process or control device, you are required to retain records of this change and the records required under paragraph (c)(14)(vi) of this section.

(viii) Records of each change in compliance method, including identification of each natural gas-driven pump which changes its method of compliance, the new method of compliance, and the date of the change in compliance method.

(ix) Records of each deviation, the date and time the deviation began, the duration of the deviation, and a description of the deviation.

(d) *Electronic reporting.* If you are required to submit notifications or reports following the procedure specified in this paragraph (d), you must

submit notifications or reports to the EPA via CEDRI, which can be accessed through the EPA's Central Data Exchange (CDX) (https://cdx.epa.gov/). The EPA will make all the information submitted through CEDRI available to the public without further notice to you. Do not use CEDRI to submit information you claim as CBI. Although we do not expect persons to assert a claim of CBI, if you wish to assert a CBI claim for some of the information in the report or notification, you must submit a complete file in the format specified in this subpart, including information claimed to be CBI, to the EPA following the procedures in paragraphs (g)(1) and (2) of this section. Clearly mark the part or all of the information that you claim to be CBI. Information not marked as CBI may be authorized for public release without prior notice. Information marked as CBI will not be disclosed except in accordance with procedures set forth in 40 CFR part 2. Âll CBI claims must be asserted at the time of submission. Anything submitted using CEDRI cannot later be claimed CBI. Furthermore, under CAA section 114(c), emissions data is not entitled to confidential treatment, and the EPA is required to make emissions data available to the public. Thus, emissions data will not be protected as CBI and will be made publicly available. You must submit the same file submitted to the CBI office with the CBI omitted to the EPA via the EPA's CDX as described earlier in this paragraph (d).

(1) The preferred method to receive CBI is for it to be transmitted electronically using email attachments, File Transfer Protocol, or other online file sharing services. Electronic submissions must be transmitted directly to the OAQPS CBI Office at the email address *oaqpscbi@epa.gov*, and as described above, should include clear CBI markings. ERT files should be flagged to the attention of the Group Leader, Measurement Policy Group; all other files should be flagged to the attention of the Oil and Natural Gas Sector Lead. If assistance is needed with submitting large electronic files that exceed the file size limit for email attachments, and if you do not have your own file sharing service, please email oaqpscbi@epa.gov to request a file transfer link.

(2) If you cannot transmit the file electronically, you may send CBI information through the postal service to the following address: U.S. EPA, Attn: OAQPS Document Control Officer, Mail Drop: C404–02, 109 T.W. Alexander Drive, P.O. Box 12055, RTP, NC 27711. ERT files should be sent to the secondary attention of the Group Leader, Measurement Policy Group, and all other files should be sent to the secondary attention of the Oil and Natural Gas Sector Lead. The mailed CBI material should be double wrapped and clearly marked. Any CBI markings should not show through the outer envelope.

(e) *Claims of EPA system outage*. If you are required to electronically submit a notification or report through CEDRI in the EPA's CDX, you may assert a claim of EPA system outage for failure to timely comply with that requirement. To assert a claim of EPA system outage, you must meet the requirements outlined in paragraphs (e)(1) through (7) of this section.

(1) You must have been or will be precluded from accessing CEDRI and submitting a required report within the time prescribed due to an outage of either the EPA's CEDRI or CDX systems.

(2) The outage must have occurred within the period of time beginning five business days prior to the date that the submission is due.

(3) The outage may be planned or unplanned.

(4) You must submit notification to the Administrator in writing as soon as possible following the date you first knew, or through due diligence should have known, that the event may cause or has caused a delay in reporting.

(5) You must provide to the Administrator a written description identifying:

(i) The date(s) and time(s) when CDX or CEDRI was accessed and the system was unavailable;

(ii) A rationale for attributing the delay in reporting beyond the regulatory deadline to EPA system outage;

(iii) A description of measures taken or to be taken to minimize the delay in reporting; and

(iv) The date by which you propose to report, or if you have already met the reporting requirement at the time of the notification, the date you reported.

(6) The decision to accept the claim of EPA system outage and allow an extension to the reporting deadline is solely within the discretion of the Administrator.

(7) In any circumstance, the report must be submitted electronically as soon as possible after the outage is resolved.

(f) *Claims of force majeure*. If you are required to electronically submit a report or notification through CEDRI in the EPA's CDX, you may assert a claim of *force majeure* for failure to timely comply with that requirement. To assert a claim of *force majeure*, you must meet the requirements outlined in paragraphs (f)(1) through (5) of this section.

(1) You may submit a claim if a *force majeure* event is about to occur, occurs, or has occurred or there are lingering effects from such an event within the period of time beginning five business days prior to the date the submission is due. For the purposes of this section, a force majeure event is defined as an event that will be or has been caused by circumstances beyond the control of the designated facility, its contractors, or any entity controlled by the designated facility that prevents you from complying with the requirement to submit a report electronically within the time period prescribed. Examples of such events are acts of nature (e.g., hurricanes, earthquakes, or floods), acts of war or terrorism, or equipment failure or safety hazard beyond the control of the designated facility (e.g., large scale power outage).

(2) You must submit notification to the Administrator in writing as soon as possible following the date you first knew, or through due diligence should have known, that the event may cause or has caused a delay in reporting.

(3) You must provide to the

Administrator:

(i) A written description of the *force majeure* event;

(ii) A rationale for attributing the delay in reporting beyond the regulatory deadline to the *force majeure* event;

(iii) A description of measures taken or to be taken to minimize the delay in reporting; and

(iv) The date by which you propose to report, or if you have already met the reporting requirement at the time of the notification, the date you reported.

(4) The decision to accept the claim of *force majeure* and allow an extension to the reporting deadline is solely within the discretion of the Administrator.

(5) In any circumstance, the reporting must occur as soon as possible after the *force majeure* event occurs.

# § 60.5421c What are my additional recordkeeping requirements for process unit equipment designated facilities?

You must maintain a record of each equipment leak monitoring inspection and each leak identified under § 60.5400c and § 60.5401c as specified in paragraphs (b)(1) through (16) of this section. The record must be maintained either onsite or at the nearest local field office for at least 5 years. Any records required to be maintained that are submitted electronically via the EPA's CEDRI may be maintained in electronic format. This ability to maintain electronic copies does not affect the requirement for facilities to make records, data, and reports available upon request to a delegated air agency or the EPA as part of an on-site compliance evaluation.

(a) You may comply with the recordkeeping requirements for multiple process unit equipment designated facilities in one recordkeeping system if the system identifies each record by each facility.

(b) You must maintain the monitoring inspection records specified in paragraphs (b)(1) through (16) of this section.

(1) Note that connectors need not be individually identified if all connectors in a designated area or length of pipe subject to the provisions of this subpart are identified as a group, and the number of connectors subject is indicated.

(2) Date and start and end times of the monitoring inspection.

(3) Inspector name.

(4) Leak determination method used for the monitoring inspection (*i.e.*, OGI, Method 21, or AVO).

(5) Monitoring instrument identification (OGI and Method 21 only).

(6) Type of equipment monitored.

(7) Process unit identification.

(8) The records specified in Section 12 of appendix K to this part, for each monitoring inspection conducted with OGI.

(9) The records in paragraph (b)(9)(i) through (vii) of this section, for each monitoring inspection conducted with Method 21 of appendix A–7 to this part.

(i) Instrument reading.

(ii) Date and time of instrument calibration and initials of operator performing the calibration.

(iii) Calibration gas cylinder identification, certification date, and certified concentration.

(iv) Instrument scale used.

(v) A description of any corrective action taken if the meter readout could not be adjusted to correspond to the calibration gas value in accordance with section 10.1 of Method 21 of appendix A–7 to this part.

(vi) Results of the daily calibration drift assessment.

(vii) If you make your own calibration gas, a description of the procedure used.

(10) For visual inspections of pumps in light liquid service, keep the records specified in paragraphs (b)(10)(i) through (iii) of this section, for each monitored equipment:

(i) Date of inspection.

(ii) Inspector name.

(iii) Result of inspection (*i.e.*, visual indications of liquids dripping from the pump seal or no visual indications of liquids dripping from the pump seal).

(11) For each leak detected, the records specified in paragraphs (b)(11)(i) through (v) of this section:

(i) The instrument and operator identification numbers and the process unit and equipment identification numbers. For leaks identified via visual, olfactory, audible methods, enter the specific sensory method for instrument identification number.

(ii) The date the leak was detected.(iii) For each attempt to repair the

leak, record:

(A) The date.

(B) The repair method applied.(C) Indication of whether a leak was still detected following each attempt to repair the leak.

(vi) The date of successful repair of the leak and the method of monitoring used to confirm the repair, as specified in paragraph (b)(11)(vi)(A) through (C) of this section.

(A) If Method 21 of appendix A–7 to this part is used to confirm the repair, maintain a record of the maximum instrument reading measured by Method 21 of appendix A–7 to this part.

(B) If OGI conducted in accordance with appendix K to this part is used to confirm the repair, maintain a record of video footage of the repair confirmation.

(C) If the leak is repaired by eliminating AVO indications of a leak, maintain a record of the specific sensory method used to confirm that the evidence of the leak is eliminated.

(v) For each repair delayed beyond 15 calendar days after detection of the leak, record:

(A) "Repair delayed" and the reason for the delay.

(B) The signature of the certifying official who made the decision that repair could not be completed without a process shutdown.

(C) The expected date of successful repair of the leak.

(D) Dates of process unit shutdowns that occur while the equipment is unrepaired.

(12) A list of identification numbers for equipment that are designated for no detectable emissions complying with the provisions of 60.5401c.

(13) A list of identification numbers for valves, pumps, and connectors that are designated as unsafe-to-monitor, an explanation for each valve, pump, or connector stating why the valve, pump, or connector is unsafe-to-monitor, and the plan for monitoring each valve, pump, or connector.

(14) A list of identification numbers for valves that are designated as difficult-to-monitor, an explanation for each valve stating why the valve is difficult-to-monitor, and the schedule for monitoring each valve. (15) A list of identification numbers for equipment that is in vacuum service.

(16) A list of identification numbers for equipment you designate as having the potential to emit methane less than 300 hr/yr.

(17) A list of identification numbers for valves where it was infeasible to replace leaking valves with low-e valves or repack existing valves with low-e packing technology, including the reasoning for why it was infeasible.

# § 60.5422c What are my additional reporting requirements for process unit equipment designated facilities?

(a) You must submit semiannual reports using the appropriate electronic report template on the CEDRI website for this subpart and following the procedure specified in § 60.5420c(d). If the reporting form specific to this subpart is not available on the CEDRI website at the time that the report is due, submit the report to the Administrator at the appropriate address listed in §60.4. Once the form has been available on the CEDRI website for at least 90 calendar days, you must begin submitting all subsequent reports via CEDRI. The date reporting forms become available will be listed on the CEDRI website. Unless the Administrator or delegated state agency or other authority has approved a different schedule for submission of reports, the report must be submitted within 45 days after the end of the semiannual reporting period, regardless of the method in which the report is submitted.

(b) The initial semiannual report must include the following information:

(1) The general information specified in paragraph (c)(1) of this section.

(2) For each process unit:

(i) Process unit identification.

(ii) Number of valves subject to the monitoring requirements of § 60.5400c(b) and § 60.5401c(f).

(iii) Number of pumps subject to the monitoring requirements of § 60.5400c(b) and § 60.5401c(b).

(iv) Number of connectors subject to the monitoring requirements of § 60.5400c(b) and § 60.5401c(h).

(v) Number of pressure relief devices subject to the monitoring requirements of § 60.5400c(b) and § 60.5401c(c).

(vi) The information in paragraphs(c)(3) and (4) of this section.

(c) All subsequent semiannual reports must include the following information:

(1) The general information specified in paragraphs (c)(1)(i) through (iii) of this section.

(i) The company name, facility site name, and address of the designated facility.

(ii) Beginning and ending dates of the reporting period.

(iii) A certification by a certifying official of truth, accuracy, and completeness. This certification shall state that, based on information and belief formed after reasonable inquiry, the statements and information in the document are true, accurate, and complete. If your report is submitted via CEDRI, the certifier's electronic signature during the submission process replaces the requirement in this paragraph (c)(1)(iii).

(2) Process unit identification for each process unit.

(3) For each month during the semiannual reporting period for each process unit report:

(i) Number of valves for which leaks were detected as described in § 60.5400c(b) or § 60.5401c(f).

(ii) Number of valves for which leaks were not repaired as required in § 60.5400c(h) or § 60.5401c(i) and the number of instances where it was technically infeasible to replace leaking valves with low-e valves or repack existing valves with low-e packing technology, including the reasoning for why it was technically infeasible.

(iii) Number of pumps for which leaks were detected as described § 60.5400c(b) or § 60.5401c(b).

(iv) Number of pumps for which leaks were not repaired as required in § 60.5400c(h) or § 60.5401c(i).

(v) Number of connectors for which leaks were detected as described in § 60.5400c(b) or § 60.5401c(h).

(vi) Number of connectors for which leaks were not repaired as required in § 60.5400c(h) or § 60.5401c(i).

(vii) Number of pressure relief devices for which leaks were detected as described in § 60.5400c(b) or § 60.5401c(c).

(viii) Number of pressure relief devices for which leaks were not repaired as required in § 60.5400c(h) or § 60.5401c(i).

(ix) Number of open-ended valves or lines for which leaks were detected as described in § 60.5400c(e) of § 60.5401c(d).

(x) Number of open-ended valves or lines for which leaks were not repaired as required in § 60.5400c(h) or § 60.5401c(i).

(xi) Number of pumps, valves, or connectors in heavy liquid service or pressure relief device in light liquid or heavy liquid service for which leaks were detected as described in § 60.5400c(g) or § 60.5401c(g).

(xii) Number of pumps, valves, or connectors in heavy liquid service or pressure relief device in light liquid or heavy liquid service for which leaks were not repaired as required in § 60.5400c(h) or § 60.5401c(i).

(xiii) The facts that explain each delay of repair and, where appropriate, why a process unit shutdown was technically infeasible.

(4) Dates of process unit shutdowns which occurred within the semiannual reporting period.

(5) Revisions to items reported according to paragraph (b) of this section if changes have occurred since the initial report or subsequent revisions to the initial report.

#### § 60.5424c What are my additional recordkeeping and reporting requirements if I comply with the alternative GHG standards for fugitive emissions components designated facilities and covers and closed vent systems?

This section provides notification, reporting, and recordkeeping requirements for owners and operators who choose to comply with an alternative GHG standard as specified in § 60.5398c for fugitive emissions components designated facilities and the alternative continuous inspection and monitoring requirements for covers and closed vent systems. You must submit an annual report in accordance with the schedule in §60.5420c(b) which includes the information in paragraphs (a)(1), (b), and (d) of this section, as applicable. You must submit the notification in paragraph (a)(2) of this section and maintain the records in paragraphs (c) and (e) of this section, as applicable.

(a) Notifications. If you choose to comply with an alternative GHG standard as specified in § 60.5398c for fugitive emissions components designated facilities and the alternative continuous inspection and monitoring requirements for covers and closed vent systems, you must submit the notification in paragraph (a)(1) of this section. If you are required by § 60.5398c(c)(8) to develop a mass emission rate reduction plan, you must submit the notification in paragraph (a)(2) of this section.

(1) A notification to the Administrator of adoption of the alternative standards in the annual report required by § 60.5420c(b)(3) through (10).

(2) A notification, which includes the submittal of the mass emission rate reduction plan required by § 60.5398c(c)(8). You must submit the mass emission rate reduction plan to the Administrator within 60 days of the initial exceedance of the action level.

(b) If you comply with the periodic screening requirements of § 60.5398c(b), you must submit the information in paragraphs (b)(1) through (6) of this section in the annual report required by § 60.5420c(b)(3) through (10).

(1) Date of each periodic screening during the reporting period and date that results of the periodic screening were received.

(2) Alternative test method and technology used for each screening and the spatial resolution of the technology (*i.e.*, facility-level, area-level, or component level).

(3) Any deviations from the monitoring plan developed under § 60.5398c(b)(1) or a statement that there were no deviations from the monitoring plan.

(4) Results from each periodic screening during the reporting period. If the results of the periodic screening indicate a confirmed detection of emissions from a designated facility, you must submit the information in paragraphs (b)(4)(i) through (iv) of this section.

(i) The date that the monitoring survey of your entire or the required portion of your fugitive emissions components designated facility was conducted.

(ii) The date that you completed the instrument inspections of all required covers and closed vent systems(s).

(iii) The date that you conducted the visual inspection for emissions of all required closed vent systems and covers.

(iv) For each fugitive emission from a fugitive emissions components designated facility and all emissions or defects of each cover and closed vent system, you must submit the information in paragraphs (b)(4)(iv)(A) through (D) of this section.

(A) Number and type of components for which fugitive emissions were detected.

(B) Each emission or defect identified during the inspection for each cover and closed vent system.

(C) Date of repair for each fugitive emission from a fugitive emissions components designated facility or each emission or defect for each cover and closed vent system.

(D) Number and type of fugitive emission components and identification of each cover or closed vent system placed on delay of repair and an explanation for each delay of repair.

(5) The information in paragraphs (b)(5)(i) through (iv) of this section if you are required to conduct OGI surveys in accordance with 60.5398c(b)(1)(i) or if you replace a periodic screening event with an OGI survey in accordance with § 60.5398c(b)(1)(iv).

(i) The date of the OGI survey.

(ii) Number and type of components for which fugitive emissions were detected.

(iii) Number and type of fugitive emissions components that were not repaired as required in §60.5397c(h).

(iv) Number and type of fugitive emission components placed on delay of repair and an explanation for each delay of repair.

(6) Any additional information regarding the performance of the periodic screening technology as specified by the Administrator, as part of the alternative test method approval described in § 60.5398b(d).

(c) If you comply with the periodic screening requirements of  $\S$  60.5398c(b), you must maintain the records in paragraphs (c)(1) through (11) of this section in addition to the records as specified in  $\S$  60.5420c(c)(2) through (8) and (c)(13) and (14).

(1) The monitoring plan as required in § 60.5398c(b)(2).

(2) Date of each periodic screening and date that results of the periodic screening were received.

(3) Name of screening operator.

(4) Alternative test method and technology used for screening, as well as the aggregate detection threshold for the technology and the spatial resolution of the technology (*i.e.*, facility-level, area-level, or componentlevel).

(5) Records of calibrations for technology used during the screening, if calibration is required by the alternative test method approved in accordance with § 60.5398b(d).

(6) Results from periodic screening. If the results of the periodic screening indicate a confirmed detection of emissions from a designated facility, you must maintain the records in paragraphs (c)(6)(i) through (v) of this section.

(i) The date of the inspection of the fugitive emissions components and inspection of covers and closed vent system, as specified in § 60.5398c(b)(5).

(ii) Name of operator(s) performing the survey or inspection.

(iii) For surveys and instrument inspections, identification of the monitoring instrument(s) used.

(iv) Records of calibrations for the instrument(s) used during the survey or instrument inspection, as applicable.

(v) For each fugitive emission from a fugitive emissions components designated facility and each leak or defect for each cover and closed vent system inspection, you must maintain the records in paragraphs (c)(6)(v)(A) through (F) of this section.

(A) The location of the fugitive emissions identified using a unique identifier for the source of the emissions and the type of fugitive emissions component.

(B) The location of the emission or defect from a cover or closed vent system using a unique identifier for the source of the emission or defect.

(C) If a defect of a closed vent system, cover, or control device is identified, a description of the defect.

(D) The date of repair for each fugitive emission from a fugitive emissions components designated facility or each emission or defect for each cover and closed vent system.

(E) Number and type of fugitive emission components and identification of each cover or closed vent system placed on delay of repair and an explanation for each delay of repair.

(F) For each fugitive emission component placed on delay of repair for reason of replacement component unavailability, the operator must document: the date the component was added to the delay of repair list, the date the replacement fugitive component or part thereof was ordered, the anticipated component delivery date (including any estimated shipment or delivery date provided by the vendor), and the actual arrival date of the component.

(7) The date the investigative analysis was initiated, and the result of the investigative analysis conducted in accordance with § 60.5398c(b)(5)(vi) and (vii), as applicable.

(8) Dates of implementation and completion of action(s) taken as a result of the investigative analysis and a description of the action(s) taken in accordance with § 60.5398c(b)(5)(vi) and (vii), as applicable.

(9) The information in paragraphs (c)(9)(i) through (vii) of this section if you are required to conduct OGI surveys in accordance with  $\S$  60.5398c(b)(1)(i) or if you replace a periodic screening event with an OGI survey in accordance with  $\S$  60.5398c(b)(1)(iv).

(i) The date of the OGI survey.

(ii) Location of each fugitive emission identified.

(iii) Type of fugitive emissions component for which fugitive emissions were detected.

(iv) The date of first attempt at repair of the fugitive emissions component(s).

(v) The date of successful repair of the fugitive emissions component(s), including the resurvey to verify the repair.

(vi) Identification of each fugitive emissions component placed on delay of repair and an explanation for each delay of repair.

(vii) For each fugitive emission component placed on delay of repair for reason of replacement component unavailability, the operator must document: the date the component was added to the delay of repair list, the date the replacement fugitive component or part thereof was ordered, the anticipated component delivery date (including any estimated shipment or delivery date provided by the vendor), and the actual arrival date of the component.

(10) Any deviations from the monitoring plan or a statement that there were no deviations from the monitoring plan.

(11) All records required by the alternative approved in accordance with § 60.5398b(d).

(d) If you comply with the continuous monitoring system requirements of  $\S$  60.5398c(c), you must submit the information in paragraphs (d)(1) through (6) of this section in the annual report required by  $\S$  60.5420c(b)(3) through (10).

(1) The start date and end date for each period where the emissions rate determined in accordance with § 60.5398c(c)(6) exceeded one of the action levels determined in accordance with § 60.5398c(c)(4). Include which action level was exceeded (the 7-day or 90-day rolling average), the numerical value of the action level, and the mass emission rate calculated by the continuous monitoring system in the report.

(2) The date the investigative analysis was initiated, and the result of the investigative analysis conducted in accordance with 60.5398c(c)(7), as applicable.

(3) Dates of implementation and completion of action(s) taken to reduce the mass emission rate and a description of the action(s) taken in accordance with  $\S$  60.5398c(c)(7), as applicable.

(4) If there are no instances reported under paragraph (d)(1) of this section, report your numerical action levels and the highest 7-day rolling average and highest 90-day rolling average determined by your continuous monitoring system during the reporting period.

(5) The start date for each instance where the 12-month rolling average operational downtime of the system exceeded 10 percent and the value of the 12-month rolling average operational downtime during the period. If there were no instances during the reporting period where the 12month rolling average operational downtime of the system exceeded 10 percent, report the highest value of the 12-month rolling average operational downtime during the reporting period.

(6) Any additional information regarding the performance of the continuous monitoring system as

specified by the Administrator, as part of the alternative test method approval described in § 60.5398b(d).

(e) If you comply with the continuous monitoring system requirements of § 60.5398c(c), you must maintain the records in paragraphs (e)(1) through (15) of this section.

(1) The monitoring plan required by § 60.5398c(c)(2).

(2) Date of commencement of continuous monitoring with your continuous monitoring system.

(3) The detection threshold of the continuous monitoring system.

(4) The results of checks for power and function in accordance with § 60.5398c(c)(1)(ii).

(5) The beginning and end of each period of operational downtime for the system.

(6) Each rolling 12-month average operational downtime for the system, calculated in accordance with § 60.5398c(c)(1)(ii)(D).

(7) The 7-day rolling average and 90day rolling average action levels for the site determined in accordance with § 60.5398c(c)(4).

(8) The information in paragraphs (e)(8)(i) through (v) of this section each time you establish site-specific baseline emissions in accordance with  $\S 60.5398c(c)(5)$ .

(i) Records of inspections of fugitive emissions components, covers, and closed vent systems required by § 60.5398c(c)(5)(i), including the date of inspection, location of each emission or defect identified, date of successful repair of each fugitive emissions component, cover, or closed vent system.

(ii) Records of inspections of control devices required by § 60.5398c(c)(5)(ii), including the date of the inspection and the results of the inspection.

(iii) The start date and time and end date and time of any maintenance activities that occurred during the 30 operating day period.

(iv) The site-level emission rate for each day during the 30 operating day period.

(v) The calculated site-specific baseline emission rate.

(9) Each methane mass emission rate reading determined by the system.

(10) Each daily, 7-day, and 90-day average mass emission rate which was determined in accordance with § 60.5398c(c)(6). If you exceed the 90day action level, you must also keep records of the 30-day average mass emission rate following completion of the initial actions to reduce the average mass emission rate, in accordance with § 60.5398c(c)(8)(i).

(11) The results of each comparison of the emissions rate determined in

accordance with 60.5398c(c)(6) to the action level determined in accordance with 60.5398c(c)(4).

(12) The date the investigative analysis was initiated, and the result of the investigative analysis conducted in accordance with § 60.5398c(c)(7), as applicable.

(13) Dates of implementation and completion of action(s) taken to reduce the mass emission rate below the action level and a description of the action(s) taken in accordance with  $\S$  60.5398c(c)(7), as applicable.

(14) Each mass emission rate reduction plan developed in accordance with § 60.5398c(c)(8), as applicable. You must keep records of the actions taken in accordance with the plan and the date such actions are taken.

(15) Any additional information regarding the performance of the continuous monitoring technology as specified by the Administrator, as part of the alternative test method approval described in § 60.5398b(d).

## § 60.5425c What parts of the General Provisions apply to me?

Table 4 to this subpart shows which parts of the General Provisions in §§ 60.1 through 60.19 apply to you.

#### **Model Rule—Definitions**

## §60.5430c What definitions apply to this subpart?

As used in this subpart, all terms not defined herein shall have the meaning given them in the Act or in subpart A of this part; and the following terms shall have the specific meanings given them.

Access to electrical power means commercial line power is available onsite, with sufficient capacity to support the required power loading of onsite equipment, and which provides reliable and consistent power.

Acid gas means a gas stream of hydrogen sulfide  $(H_2S)$  and carbon dioxide  $(CO_2)$  that has been separated from sour natural gas by a sweetening unit.

*Alaskan North Slope* means the approximately 69,000 square-mile area extending from the Brooks Range to the Arctic Ocean.

*API Gravity* means the weight per unit volume of hydrocarbon liquids as measured by a system recommended by the American Petroleum Institute (API) and is expressed in degrees.

Artificial lift equipment means mechanical pumps including, but not limited to, rod pumps and electric submersible pumps used to flowback fluids from a well.

Associated gas means the natural gas from wells operated primarily for oil

production that is released from the liquid hydrocarbon during the initial stage of separation after the wellhead. Associated gas production begins at the startup of production after the flow back period ends. Gas from wildcat or delineation wells is not associated gas.

Average aggregate detection threshold means:

(1) For the purposes of § 60.5398c, the average of all site-level detection thresholds from a single deployment (*e.g.*, a singular flight that surveys multiple well sites, centralized production facility, and/or compressor stations) of a technology; and

(2) For the purposes of § 60.5388c, the average of all site-level detection thresholds from a single deployment in the same basin and field.

*Bleed rate* means the rate in standard cubic feet per hour at which natural gas is continuously vented (bleeds) from a process controller.

*Capital expenditure* means, as an alternative to the definition in § 60.2, an expenditure for a physical or operational change to an existing facility that:

(1) Exceeds P, the product of the facility's replacement cost, R, and an adjusted annual asset guideline repair allowance, A, as reflected by the following equation:  $P = R \times A$ , where:

(i) The adjusted annual asset guideline repair allowance, A, is the product of the percent of the replacement cost, Y, and the applicable basic annual asset guideline repair allowance, B, divided by 100 as reflected by the following equation: A = $Y \times (B \div 100)$ ;

(ii) The percent Y is determined from the following equation: Y = (CPI of date of construction/most recently available CPI of date of project), where the "CPI– U, U.S. city average, all items" must be used for each CPI value; and

(iii) The applicable basic annual assetguideline repair allowance, B, is 4.5.(2) [Reserved]

Centralized production facility means one or more storage vessels and all equipment at a single surface site used to gather, for the purpose of sale or processing to sell, crude oil, condensate, produced water, or intermediate hydrocarbon liquid from one or more offsite natural gas or oil production wells. This equipment includes, but is not limited to, equipment used for storage, separation, treating, dehydration, artificial lift, combustion, compression, pumping, metering, monitoring, and flowline. Process vessels and process tanks are not considered storage vessels or storage tanks. A centralized production facility is located upstream of the natural gas

processing plant or the crude oil pipeline breakout station and is a part of producing operations.

*Centrifugal compressor* means any machine for raising the pressure of a natural gas by drawing in low pressure natural gas and discharging significantly higher-pressure natural gas by means of mechanical rotating vanes or impellers. Screw, sliding vane, and liquid ring compressors are not centrifugal compressors for the purposes of this subpart.

Centrifugal compressor equipped with sour seal oil separator and capture system means a wet seal centrifugal compressor system which has an intermediate closed process that degasses most of the gas entrained in the sour seal oil and sends that gas to either another process or combustion device (*i.e.*, degassed emissions are recovered). The de-gas emissions are routed back to a process or combustion device directly from the intermediate closed degassing process; after the intermediate closed process the oil is ultimately recycled for recirculation in the seals to the lube oil tank where any small amount of residual gas is released through a vent.

*Certifying official* means one of the following:

(1) For a corporation: A president, secretary, treasurer, or vice-president of the corporation in charge of a principal business function, or any other person who performs similar policy or decision-making functions for the corporation, or a duly authorized representative of such person if the representative is responsible for the overall operation of one or more manufacturing, production, or operating facilities with a designated facility subject to this subpart and either:

(i) The facilities employ more than 250 persons or have gross annual sales or expenditures exceeding \$25 million (in second quarter 1980 dollars); or

(ii) The Administrator is notified of such delegation of authority prior to the exercise of that authority. The Administrator reserves the right to evaluate such delegation;

(2) For a partnership (including but not limited to general partnerships, limited partnerships, and limited liability partnerships) or sole proprietorship: A general partner or the proprietor, respectively. If a general partner is a corporation, the provisions of paragraph (1) of this definition apply;

(3) For a municipality, State, Federal, or other public agency: Either a principal executive officer or ranking elected official. For the purposes of this part, a principal executive officer of a Federal agency includes the chief executive officer having responsibility for the overall operations of a principal geographic unit of the agency (*e.g.*, a Regional Administrator of EPA); or

(4) For designated facilities:

(i) The designated representative in so far as actions, standards, requirements, or prohibitions under title IV of the CAA or the regulations promulgated thereunder are concerned; or

(ii) The designated representative for any other purposes under this part.

*Closed vent system* means a system that is not open to the atmosphere and that is composed of hard-piping, ductwork, connections, and, if necessary, flow-inducing devices that transport gas or vapor from a piece or pieces of equipment to a control device or back to a process.

*Coil tubing cleanout* means the process where an operator runs a string of coil tubing to the packed proppant within a well and jets the well to dislodge the proppant and provide sufficient lift energy to flow it to the surface. Coil tubing cleanout includes mechanical methods to remove solids and/or debris from a wellbore.

*Collection system* means any infrastructure that conveys gas or liquids from the well site to another location for treatment, storage, processing, recycling, disposal, or other handling.

*Completion combustion device* means any ignition device, installed horizontally or vertically, used in exploration and production operations to combust otherwise vented emissions from completions. Completion combustion devices include pit flares.

*Compressor mode* means the operational and pressurized status of a compressor. For both centrifugal compressors and reciprocating compressors, "mode" refers to either: Operating-mode, standby-pressurizedmode, or not-operating-depressurizedmode.

*Compressor station* means any permanent combination of one or more compressors that move natural gas at increased pressure through gathering or transmission pipelines, or into or out of storage. This includes, but is not limited to, gathering and boosting stations and transmission compressor stations. The combination of one or more compressors located at a well site, centralized production facility, or an onshore natural gas processing plant, is not a compressor station for purposes of § 60.5386c(e) and § 60.5397c.

*Condensate* means hydrocarbon liquid separated from natural gas that condenses due to changes in the temperature, pressure, or both, and remains liquid at standard conditions. *Connector* means flanged, screwed, or other joined fittings used to connect two pipe lines or a pipe line and a piece of process equipment or that close an opening in a pipe that could be connected to another pipe. Joined fittings welded completely around the circumference of the interface are not considered connectors for the purpose of this regulation.

*Continuous bleed* means a continuous flow of pneumatic supply natural gas to a process controller.

<sup>•</sup>*Crude oil and natural gas source category means:* 

(1) Crude oil production, which includes the well and extends to the point of custody transfer to the crude oil transmission pipeline or any other forms of transportation; and

(2) Natural gas production, processing, transmission, and storage, which include the well and extend to, but do not include, the local distribution company custody transfer station.

*Custody meter* means the meter where natural gas or hydrocarbon liquids are measured for sales, transfers, and/or royalty determination.

*Custody meter assembly* means an assembly of fugitive emissions components, including the custody meter, valves, flanges, and connectors necessary for the proper operation of the custody meter.

*Custody transfer* means the transfer of crude oil or natural gas after processing and/or treatment in the producing operations, or from storage vessels or automatic transfer facilities or other such equipment, including product loading racks, to pipelines or any other forms of transportation.

Dehydrator means a device in which an absorbent directly contacts a natural gas stream and absorbs water in a contact tower or adsorption column (absorber).

*Delineation* well means a well drilled in order to determine the boundary of a field or producing reservoir.

*Deviation* means any instance in which a designated source subject to this subpart, or an owner or operator of such a source:

(1) Fails to meet any requirement or obligation established by this subpart including, but not limited to, any emission limit, operating limit, or work practice standard;

(2) Fails to meet any term or condition that is adopted to implement an applicable requirement in this subpart and that is included in the operating permit for any designated source required to obtain such a permit; or

(3) Fails to meet any emission limit, operating limit, or work practice

standard of this subpart during startup, shutdown, or malfunction, regardless of whether or not such failure is permitted by this subpart.

*Distance piece* means an open or enclosed casing through which the piston rod travels, separating the compressor cylinder from the crankcase.

Double block and bleed system means two block valves connected in series with a bleed valve or line that can vent the line between the two block valves.

Duct work means a conveyance system such as those commonly used for heating and ventilation systems. It is often made of sheet metal and often has sections connected by screw or crimping. Hard-piping is not ductwork.

*Emergency shutdown device* means a device which functions exclusively to protect personnel and/or prevent physical damage to equipment by shutting down equipment or gas flow during unsafe conditions resulting from an unexpected event, such as a pipe break or fire. For the purposes of this subpart, an emergency shutdown device is not used for routine control of operating conditions.

*Equipment,* as used in the standards and requirements of this subpart relative to the process unit equipment designated facility at onshore natural gas processing plants, means each pump, pressure relief device, openended valve or line, valve, and flange or other connector that has the potential to emit methane and any device or system required by those same standards and requirements of this subpart.

*Field gas* means feedstock gas entering the natural gas processing plant.

*Field gas gathering* means the system used transport field gas from a field to the main pipeline in the area.

*First attempt at repair* means an action taken for the purpose of stopping or reducing fugitive emissions to the atmosphere. First attempts at repair include, but are not limited to, the following practices where practicable and appropriate: Tightening bonnet bolts; replacing bonnet bolts; tightening packing gland nuts; or injecting lubricant into lubricated packing.

Flare means a thermal oxidation system using an open (without enclosure) flame. Completion combustion devices as defined in this section are not considered flares.

*Flow line* means a pipeline used to transport oil and/or gas to a processing facility or a mainline pipeline.

*Flowback* means the process of allowing fluids and entrained solids to flow from a well following a treatment, either in preparation for a subsequent phase of treatment or in preparation for

cleanup and returning the well to production. The term flowback also means the fluids and entrained solids that emerge from a well during the flowback process. The flowback period begins when material introduced into the well during the treatment returns to the surface following hydraulic fracturing or refracturing. The flowback period ends when either the well is shut in and permanently disconnected from the flowback equipment or at the startup of production. The flowback period includes the initial flowback stage and the separation flowback stage. Screenouts, coil tubing cleanouts, and plug drill-outs are not considered part of the flowback process.

*Fuel gas* means gases that are combusted to derive useful work or heat.

*Fuel gas system* means the offsite and onsite piping and flow and pressure control system that gathers gaseous stream(s) generated by onsite operations, may blend them with other sources of gas, and transports the gaseous stream for use as fuel gas in combustion devices or in-process combustion equipment, such as furnaces and gas turbines, either singly or in combination.

*Fugitive emissions* means, for the purposes of § 60.5397c, any indication of emissions observed from a fugitive emissions component using AVO, an indication of visible emissions observed from an OGI instrument, or an instrument reading of 500 ppmv or greater using Method 21 of appendix A–7 to this part.

Fugitive emissions component means any component that has the potential to emit fugitive emissions of methane at a well site, centralized production facility, or compressor station, such as valves (including separator dump valves), connectors, pressure relief devices, open-ended lines, flanges, covers and closed vent systems not subject to § 60.5411c, thief hatches or other openings on a storage vessel not subject to § 60.5396c, compressors, instruments, meters, and yard piping.

*Gas to oil ratio* (GOR) means the ratio of the volume of gas at standard temperature and pressure that is produced from a volume of oil when depressurized to standard temperature and pressure.

Hard-piping means pipe or tubing that is manufactured and properly installed using good engineering judgment and standards such as ASME B31.3, Process Piping (available from the American Society of Mechanical Engineers, P.O. Box 2300, Fairfield, NJ 07007–2300).

*Hydraulic fracturing* means the process of directing pressurized fluids

containing any combination of water, proppant, and any added chemicals to penetrate tight formations, such as shale or coal formations, that subsequently require high rate, extended flowback to expel fracture fluids and solids during completions.

*Hydraulic refracturing* means conducting a subsequent hydraulic fracturing operation at a well that has previously undergone a hydraulic fracturing operation.

In gas/vapor service means that the piece of equipment contains process fluid that is in the gaseous state at operating conditions.

*In heavy liquid service* means that the piece of equipment is not in gas/vapor service or in light liquid service.

In light liquid service means that the piece of equipment contains a liquid that meets the conditions specified in § 60.5402c(d)(2) or § 60.5406c.

In vacuum service means that equipment is operating at an internal pressure which is at least 5 kilopascals (kPa) (0.7 psia) below ambient pressure.

In wet gas service means that a compressor or piece of equipment contains or contacts the field gas before the extraction step at a gas processing plant process unit.

Initial calibration value, as used in the standards and requirements of this subpart relative to the process unit equipment designated facility at onshore natural gas processing plants, means the concentration measured during the initial calibration at the beginning of each day required in § 60.5403c, or the most recent calibration if the instrument is recalibrated during the day (*i.e.*, the calibration is adjusted) after a calibration drift assessment.

*Initial flowback stage* means the period during a well completion operation which begins at the onset of flowback and ends at the separation flowback stage.

Intermediate hydrocarbon liquid means any naturally occurring, unrefined petroleum liquid.

Intermittent vent natural gas-driven process controller means a process controller that is not designed to have a continuous bleed rate but is instead designed to only release natural gas to the atmosphere as part of the actuation cycle.

Liquefied natural gas unit means a unit used to cool natural gas to the point at which it is condensed into a liquid which is colorless, odorless, noncorrosive and non-toxic.

Liquid collection system means tankage and/or lines at a well site to contain liquids from one or more wells or to convey liquids to another site. *Liquids dripping* means any visible leakage from the seal, including spraying, misting, clouding, and ice formation.

Liquids unloading means the unloading of liquids that have accumulated over time in gas wells, which are impeding or halting production. Routine well maintenance activities, including workovers, screenouts, coil tubing cleanouts, or any other activity that requires a rig or other machinery are not considered liquids unloading.

Local distribution company (LDC) custody transfer station means a metering station where the LDC receives a natural gas supply from an upstream supplier, which may be an interstate transmission pipeline or a local natural gas producer, for delivery to customers through the LDC's intrastate transmission or distribution lines.

Low-e valve means a valve (including its specific packing assembly) for which the manufacturer has issued a written warranty or performance guarantee that it will not emit fugitives at greater than 100 ppm in the first five years. A valve may qualify as a low-e valve if it is as an extension of another valve that has qualified as a low-e valve.

Low-e packing means a valve packing product for which the manufacturer has issued a written warranty or performance guarantee that it will not emit fugitives at greater than 100 ppm in the first five years. Low-e injectable packing is a type of low-e packing product for which the manufacturer has also issued a written warranty or performance guarantee and that can be injected into a valve during a "drill-andtap" repair of the valve.

Major production and processing equipment means reciprocating or centrifugal compressors, glycol dehydrators, heater/treaters, separators, control devices, natural gas-driven process controllers, natural gas-driven pumps, and storage vessels or tank batteries collecting crude oil, condensate, intermediate hydrocarbon liquids, or produced water, for the purpose of determining whether a well site is a wellhead only well site.

Maximum average daily throughput means the following:

(1) The earliest calculation of daily average throughput, determined as described in paragraph (2) or (3) of this definition, to a tank battery over the days that production is routed to that tank battery during the 30-day PTE evaluation period employing generally accepted methods specified in § 60.5386c(e)(2).

(2) If throughput to the tank battery is measured on a daily basis (*e.g.*, via level

gauge automation or daily manual gauging), the maximum average daily throughput is the average of all daily throughputs for days on which throughput was routed to the tank battery during the 30-day evaluation period; or

(3) If throughput to the tank battery is not measured on a daily basis (e.g., via manual gauging at the start and end of loadouts), the maximum average daily throughput is the highest, of the average daily throughputs, determined for any production period to that tank battery during the 30-day evaluation period, as determined by averaging total throughput to that tank battery over each production period. A production period begins when production begins to be routed to a tank battery and ends either when throughput is routed away from that tank battery or when a loadout occurs from that tank battery, whichever happens first. Regardless of the determination methodology, operators must not include days during which throughput is not routed to the tank battery when calculating maximum average daily throughput for that tank battery

*Multi-wellhead only well site* means a well site that contains two or more wellheads and no major production and processing equipment.

*Natural gas-driven diaphragm pump* means a positive displacement pump powered by pressurized natural gas that uses the reciprocating action of flexible diaphragms in conjunction with check valves to pump a fluid. A pump in which a fluid is displaced by a piston driven by a diaphragm is not considered a diaphragm pump for purposes of this subpart. A lean glycol circulation pump that relies on energy exchange with the rich glycol from the contactor is not considered a diaphragm pump.

Natural gas-driven piston pump means a positive displacement pump powered by pressurized natural gas that moves and pressurizes fluid by using one or more reciprocating pistons. A pump in which a fluid is displaced by a piston driven by a diaphragm is considered a piston pump for purposes of this subpart. A lean glycol circulation pump that relies on energy exchange with the rich glycol from the contactor is not considered a piston pump.

Natural gas-driven process controller means a process controller powered by pressurized natural gas.

*Natural gas liquids* means the hydrocarbons, such as ethane, propane, butane, and pentane that are extracted from field gas.

Natural gas processing plant (gas plant) means any processing site engaged in the extraction of natural gas liquids from field gas, fractionation of mixed natural gas liquids to natural gas products, or both. A Joule-Thompson valve, a dew point depression valve, or an isolated or standalone Joule-Thompson skid is not a natural gas processing plant.

*Natural gas transmission* means the pipelines used for the long-distance transport of natural gas (excluding processing). Specific equipment used in natural gas transmission includes the land, mains, valves, meters, boosters, regulators, storage vessels, dehydrators, compressors, and their driving units and appurtenances, and equipment used for transporting gas from a production plant, delivery point of purchased gas, gathering system, storage area, or other wholesale source of gas to one or more distribution area(s).

*No detectable emissions* means, for the purposes of §§ 60.5401c and 60.5406c, that the equipment is operating with an instrument reading of less than 500 ppmv above background, as determined by Method 21 of appendix A–7 to this part.

*No identifiable* emissions means, for the purposes of covers, closed vent systems, and self-contained natural gasdriven process controllers and as determined according to the provisions of § 60.5416c, that no emissions are detected by AVO means when inspections are conducted by AVO; no emissions are imaged with an OGI camera when inspections are conducted with OGI; and equipment is operating with an instrument reading of less than 500 ppmv above background, as determined by Method 21 of appendix A-7 to this part when inspections are conducted with Method 21.

*Nonfractionating plant* means any gas plant that does not fractionate mixed natural gas liquids into natural gas products.

*Non-natural gas-driven process controller* means an instrument that is actuated using other sources of power than pressurized natural gas; examples include solar, electric, and instrument air.

Onshore means all facilities except those that are located in the territorial seas or on the outer continental shelf.

Open-ended valve or line or openended vent line means any valves, except safety relief valves, having one side of the valve seat in contact with process fluid and one side open to the atmosphere, either directly or through open piping.

*Plug drill-out* means the removal of a plug (or plugs) that was used to isolate different sections of the well.

*Process controller* means an automated instrument used for

maintaining a process condition such as liquid level, pressure, delta-pressure and temperature.

*Pressure release* means the emission of materials resulting from system pressure being greater than set pressure of the pressure relief device.

*Pressure vessel* means a storage vessel that is used to store liquids or gases and is designed not to vent to the atmosphere as a result of compression of the vapor headspace in the pressure vessel during filling of the pressure vessel to its design capacity.

*Pressurized mode* means when the compressor contains natural gas that is maintained at a pressure higher than the atmospheric pressure.

Process improvement means routine changes made for safety and occupational health requirements, for energy savings, for better utility, for ease of maintenance and operation, for correction of design deficiencies, for bottleneck removal, for changing product requirements, or for environmental control.

*Process unit* means components assembled for the extraction of natural gas liquids from field gas, the fractionation of the liquids into natural gas products, or other operations associated with the processing of natural gas products. A process unit can operate independently if supplied with sufficient feed or raw materials and sufficient storage facilities for the products.

*Process unit shutdown* means a work practice or operational procedure that stops production from a process unit or part of a process unit during which it is technically feasible to clear process material from a process unit or part of a process unit consistent with safety constraints and during which repairs can be accomplished. The following are not considered process unit shutdowns:

(1) An unscheduled work practice or operational procedure that stops production from a process unit or part of a process unit for less than 24 hours.

(2) An unscheduled work practice or operational procedure that would stop production from a process unit or part of a process unit for a shorter period of time than would be required to clear the process unit or part of the process unit of materials and start up the unit, and would result in greater emissions than delay of repair of leaking components until the next scheduled process unit shutdown.

(3) The use of spare equipment and technically feasible bypassing of equipment without stopping production.

*Produced water* means water that is extracted from the earth from an oil or

natural gas production well, or that is separated from crude oil, condensate, or natural gas after extraction.

Qualified Professional Engineer means an individual who is licensed by a state as a Professional Engineer to practice one or more disciplines of engineering and who is qualified by education, technical knowledge and experience to make the specific technical certifications required under this subpart. Professional engineers making these certifications must be currently licensed in at least one state in which the certifying official is located.

*Quarter* means a 3-month period. For purposes of standards for process unit equipment designated facilities at onshore natural gas processing plants, the first quarter concludes on the last day of the last full month during the 180 days following initial startup.

*Reciprocating compressor* means a piece of equipment that increases the pressure of a process gas by positive displacement, employing linear movement of the driveshaft.

Reciprocating compressor rod packing means a series of flexible rings in machined metal cups that fit around the reciprocating compressor piston rod to create a seal limiting the amount of compressed natural gas that escapes to the atmosphere, or other mechanism that provides the same function.

*Recovered gas* means gas recovered through the separation process during flowback.

*Recovered liquids* means any crude oil, condensate or produced water recovered through the separation process during flowback.

*Reduced emissions completion* means a well completion following fracturing or refracturing where gas flowback that is otherwise vented is captured, cleaned, and routed to the gas flow line or collection system, re-injected into the well or another well, used as an onsite fuel source, or used for other useful purpose that a purchased fuel or raw material would serve, with no direct release to the atmosphere.

Reduced sulfur compounds means  $H_2S$ , carbonyl sulfide (COS), and carbon disulfide (CS<sub>2</sub>).

Removed from service means that a storage vessel designated facility has been physically isolated and disconnected from the process for a purpose other than maintenance in accordance with  $\S 60.5396c(c)(1)$ .

Repaired means the following:

(1) For the purposes of fugitive emissions components designated facilities, that fugitive emissions components are adjusted, replaced, or otherwise altered, in order to eliminate fugitive emissions as defined in § 60.5397c and resurveyed as specified in § 60.5397c(h)(4) and it is verified that emissions from the fugitive emissions components are below the applicable fugitive emissions definition.

(2) For the purposes of process unit equipment designated facilities, that equipment is adjusted, or otherwise altered, in order to eliminate a leak as defined in §§ 60.5400c and 60.5401cand is re-monitored as specified in § 60.5400c(b) and (b)(1) or § 60.5403c, respectively, to verify that emissions from the equipment are below the applicable leak definition. Pumps in light liquid service subject to § 60.5400c(c)(2) or § 60.5401c(b)(1)(i)are not subject to re-monitoring.

*Replacement cost* means the capital needed to purchase all the depreciable components in a facility.

*Returned to service* means that a storage vessel designated facility that was removed from service has been:

(1) Reconnected to the original source of liquids or has been used to replace any storage vessel designated facility; or

(2) Installed in any location covered by this subpart and introduced with crude oil, condensate, intermediate hydrocarbon liquids or produced water.

Routed to a process or route to a process means the emissions are conveyed via a closed vent system to any enclosed portion of a process that is operational where the emissions are predominantly recycled and/or consumed in the same manner as a material that fulfills the same function in the process and/or transformed by chemical reaction into materials that are not regulated materials and/or incorporated into a product; and/or recovered.

Salable quality gas means natural gas that meets the flow line or collection system operator specifications, regardless of whether such gas is sold.

*Screenout* means an attempt to clear proppant from the wellbore to dislodge the proppant out of the well.

*Self-contained process controller* means a natural gas-driven process controller that releases gas into the downstream piping and not to the atmosphere, resulting in zero methane emissions.

Self-contained wet seal centrifugal compressor means:

(1) A wet seal centrifugal compressor system that is a closed process that ports the degassing emissions into the natural gas line at the compressor suction (*i.e.*, degassed emissions are recovered) or which has an intermediate closed process that degasses most of the gas entrained in the seal oil and sends that gas to another process. The de-gas emissions are routed back to suction or a process directly from the closed or reintermediate closed degassing process; c after the closed or intermediate closed v degassing process the oil is ultimately v recycled for recirculation in the seals to rethe lube oil tank where any small s

amount of residual gas is released through a vent. (2) A wet seal centrifugal compressor

equipped with mechanical wet seals, where (1) a differential pressure is maintained on the system and there is no off gassing of the lube oil, and (2) the mechanical seal is integrated into the compressor housing.

*Sensor* means a device that measures a physical quantity or the change in a physical quantity such as temperature, pressure, flow rate, pH, or liquid level.

Separation flowback stage means the period during a well completion operation when it is technically feasible for a separator to function. The separation flowback stage ends either at the startup of production, or when the well is shut in and permanently disconnected from the flowback equipment.

Separator dump valve means, for purposes of the fugitive emission standards in §§ 60.5397c and 60.5398c, a liquid-control valve in a separator that controls the liquid level within the separator vessel.

*Single wellhead only well site* means a wellhead only well site that contains only one wellhead and no major production and processing equipment.

Small well site means, for purposes of the fugitive emissions standards in §§ 60.5397c and 60.5398c, a well site that contains a single wellhead, no more than one piece of certain major production and processing equipment, and associated meters and yard piping. Small well sites cannot include any controlled storage vessels (or controlled tank batteries), control devices, or natural gas-driven purps.

Startup of production means the beginning of initial flow following the end of flowback when there is continuous recovery of salable quality gas and separation and recovery of any crude oil, condensate, or produced water, except as otherwise provided in this definition. For the purposes of the fugitive monitoring requirements of § 60.5397c, startup of production means the beginning of the continuous recovery of salable quality gas and separation and recovery of any crude oil, condensate, or produced water.

*Storage vessel* means a tank or other vessel that contains an accumulation of crude oil, condensate, intermediate hydrocarbon liquids, or produced water,

and that is constructed primarily of nonearthen materials (such as wood, concrete, steel, fiberglass, or plastic) which provide structural support. A well completion vessel that receives recovered liquids from a well after startup of production following flowback for a period which exceeds 60 days is considered a storage vessel under this subpart. A tank or other vessel shall not be considered a storage vessel if it has been removed from service in accordance with the requirements of § 60.5396c(c)(1) until such time as such tank or other vessel has been returned to service. For the purposes of this subpart, the following are not considered storage vessels:

(1) Vessels that are skid-mounted or permanently attached to something that is mobile (such as trucks, railcars, barges or ships), and are intended to be located at a site for less than 180 consecutive days. If you do not keep or are not able to produce records, as required by § 60.5420c(c)(4)(iv), showing that the vessel has been located at a site for less than 180 consecutive days, the vessel described herein is considered to be a storage vessel from the date the original vessel was first located at the site. This exclusion does not apply to a well completion vessel as described above.

(2) Process vessels such as surge control vessels, bottoms receivers or knockout vessels.

(3) Pressure vessels designed to operate in excess of 204.9 kilopascals and without emissions to the atmosphere.

*Sulfur production rate* means the rate of liquid sulfur accumulation from the sulfur recovery unit.

*Sulfur recovery unit* means a process device that recovers element sulfur from acid gas.

Surface site means any combination of one or more graded pad sites, gravel pad sites, foundations, platforms, or the immediate physical location upon which equipment is physically affixed.

*Sweetening unit* means a process device that removes hydrogen sulfide and/or carbon dioxide from the sour natural gas stream.

*Tank battery* means a group of all storage vessels that are manifolded together for liquid transfer. A tank battery may consist of a single storage vessel if only one storage vessel is present.

*Total Reduced Sulfur (TRS)* means the sum of the sulfur compounds hydrogen sulfide, methyl mercaptan, dimethyl sulfide, and dimethyl disulfide as measured by Method 16 of appendix A–6 to this part.

Total  $SO_2$  equivalents means the sum of volumetric or mass concentrations of the sulfur compounds obtained by adding the quantity existing as  $SO_2$  to the quantity of  $SO_2$  that would be obtained if all reduced sulfur compounds were converted to  $SO_2$ (ppmv or kg/dscm (lb/dscf)).

UIC Class I oilfield disposal well means a well with a UIC Class I permit that meets the definition in 40 CFR 144.6(a)(2) and receives eligible fluids from oil and natural gas exploration and production operations.

UIC Class II oilfield disposal well means a well with a UIC Class II permit where wastewater resulting from oil and natural gas production operations is injected into underground porous rock formations not productive of oil or gas, and sealed above and below by unbroken, impermeable strata.

Underground storage vessel means a storage vessel stored below ground.

*Well* means a hole drilled for the purpose of producing oil or natural gas, or a well into which fluids are injected.

Well completion means the process that allows for the flowback of petroleum or natural gas from newly drilled wells to expel drilling and reservoir fluids and tests the reservoir flow characteristics, which may vent produced hydrocarbons to the atmosphere via an open pit or tank.

Well completion operation means any well completion with hydraulic fracturing or refracturing occurring at a well completion designated facility.

Well completion vessel means a vessel that contains flowback during a well completion operation following hydraulic fracturing or refracturing. A well completion vessel may be a lined earthen pit, a tank or other vessel that is skid-mounted or portable. A well completion vessel that receives recovered liquids from a well after startup of production following flowback for a period which exceeds 60 days is considered a storage vessel under this subpart.

Well site means one or more surface sites that are constructed for the drilling and subsequent operation of any oil well, natural gas well, or injection well. For the purposes of the fugitive emissions standards at § 60.5397c, a well site does not include:

(1) UIC Class II oilfield disposal wells and disposal facilities;

(2) UIC Class I oilfield disposal wells; and

(3) The flange immediately upstream of the custody meter assembly and equipment, including fugitive emissions components, located downstream of this flange. Wellhead means the piping, casing, tubing and connected valves protruding above the earth's surface for an oil and/ or natural gas well. The wellhead ends where the flow line connects to a wellhead valve. The wellhead does not include other equipment at the well site except for any conveyance through which gas is vented to the atmosphere.

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Wellhead only well site means, for the purposes of the fugitive emissions standards at § 60.5397c and the standards in § 60.5398c, a well site that contains one or more wellheads and no major production and processing equipment.

*Wildcat well* means a well outside known fields or the first well drilled in

an oil or gas field where no other oil and gas production exists.

*Yard piping* means hard-piping at a well site, centralized production facility, or compressor station that is not part of a closed vent system.

§§ 60.5431c-60.5439c [Reserved]

#### TABLE 1 TO SUBPART OOOOC OF PART 60—DESIGNATED FACILITY PRESUMPTIVE STANDARDS AND REGULATED ENTITY COMPLIANCE DATES

Designated facility	Model rule presumptive standards section	Regulated entity compliance dates
Wells	a. Gas wells liquids unloading events-§60.5390c	36 months after the state plan submittal dead-
Centrifugal Compressors	b. Associated gas wells—§60.5391c. §60.5392c.	line specified in §60.5362c(c).
Reciprocating Compressors		
Process Controller	§ 60.5394c.	
Pump	§ 60.5395c.	
Storage Vessels		
Fugitive Emissions Components	a. Primary standards—§ 60.5397c.	
	b. Alternative standards for fugitive emissions components	
	and covers and closed vent systems—§60.5398c.	
Super Emitter Emissions Events	§60.5388c.	
Process Unit Equipment	a. Onshore natural gas processing plants—§60.5400c.	
	b. Process unit equipment alternative standards—§ 60.5401c.	
	c. Process unit equipment requirement exceptions— § 60.5401c.	

#### TABLE 2 TO SUBPART OOOOC OF PART 60—ALTERNATIVE TECHNOLOGY PERIODIC SCREENING FREQUENCY AT WELL SITES, CENTRALIZED PRODUCTION FACILITIES, AND COMPRESSOR STATIONS SUBJECT TO AVO INSPECTIONS WITH QUARTERLY OGI OR EPA METHOD 21 MONITORING

Minimum screening frequency	Minimum detection threshold of screening technology* (kg/hr)
Quarterly	≤1
Bimonthly	≤2
Bimonthly + Annual OGI	≤10
Monthly	≤5
Monthly + Annual OGI	≤15

\* Based on a probability of detection of 90%.

TABLE 3 TO SUBPART OOOOC OF PART 60—ALTERNATIVE TECHNOLOGY PERIODIC SCREENING FREQUENCY AT WELL SITES AND CENTRALIZED PRODUCTION FACILITIES SUBJECT TO AVO INSPECTIONS AND/OR SEMIANNUAL OGI OR EPA METHOD 21 MONITORING

Minimum screening frequency	Minimum detection threshold of screening technology* (kg/hr)
Semiannual	≤1
Triannual	≤2
Triannual + Annual OGI	≤10
Quarterly	≤5
Quarterly + Annual OGI	≤15
Bimonthly	≤15

\* Based on a probability of detection of 90%.

#### TABLE 4 TO SUBPART OOOOC OF PART 60—APPLICABILITY OF GENERAL PROVISIONS TO SUBPART OOOOC

General provisions citation	Subject of citation	Applies to subpart?	Explanation
§60.1	General applicability of the General Provisions.	Yes.	
0	Definitions Units and abbreviations	Yes Yes.	Additional terms defined in § 60.5430c.

#### TABLE 4 TO SUBPART OOOOC OF PART 60—APPLICABILITY OF GENERAL PROVISIONS TO SUBPART OOOOC—Continued

General provisions citation	Subject of citation	Applies to subpart?	Explanation
§60.4	Address	Yes.	
§60.5	Determination of construction or modification.	Yes.	
§60.6	Review of plans	Yes.	
§60.7		Yes	Except that § 60.7 only applies as specified in §§ 60.5417c(c) and 60.5420c(a).
§60.8	Performance tests	Yes	Except that the format and submittal of performance test reports is de- scribed in § 60.5420c(b) and (d). Performance testing is required for control devices used on storage vessels, centrifugal compressors, and pumps, except that performance testing is not required for a control device used solely on pump(s).
§60.9	Availability of information	Yes.	
§60.10	State authority	Yes.	
§60.11	Compliance with standards and maintenance requirements.	No	Requirements are specified in subpart OOOOc.
§60.12	Circumvention	Yes.	
§60.13	Monitoring requirements	Yes	Continuous monitors are required for storage vessels.
§60.14	Modification	Yes	To the extent any provision in § 60.14 conflicts with specific provisions in subpart OOOOc, it is superseded by subpart OOOOc provisions.
§60.15	Reconstruction	Yes	Except that § 60.15(d) does not apply to wells ( <i>i.e.</i> , well completions, well liquids unloading, associated gas wells), process controllers, pumps, centrifugal compressors, reciprocating compressors, storage vessels, or fugitive emissions components designated facilities.
§ 60.16	Priority list	Yes.	
§ 60.17		Yes.	
§60.18	General control device and work	Yes.	
§60.19	practice requirements. General notification and reporting requirement.	Yes.	

34. Add appendix J and appendix K to part 60 to read as follows:

#### Appendix J to Part 60 [Reserved]

Appendix K to Part 60—Determination of Volatile Organic Compound and Greenhouse Gas Leaks Using Optical Gas Imaging

1.0 Scope and Application

1.1 Analytes.

Analytes	CAS No.
Volatile Organic Com- pounds (VOCs). Methane Ethane	No CAS number as- signed. 74–82–8. 74–84–0.

1.1.1 This protocol is applicable to the detection of VOCs, including hazardous air pollutants, and hydrocarbons, such as methane and ethane.

1.2 Scope. This protocol covers surveys of process equipment using Optical Gas Imaging (OGI) cameras in sectors where the majority of constituents (>75 percent by volume) in the emissions streams have a response factor of at least 0.25 when compared to the response factor of propane and can be imaged by the equipment specified in Section 6.0. The specific component focus for the surveys is determined by the referencing subpart, and can include, but is not limited to, valves, flanges, connectors, pumps, compressors, open-ended lines, pressure relief devices, and seal systems. 1.3 Applicability. This protocol is applicable to facilities when specified in a referencing subpart. This protocol is intended to help determine the presence and location of leaks and is not currently applicable for use in direct emission rate measurements from sources.

#### 2.0 Summary

2.1 A field portable infrared (IR) camera capable of imaging the target gas species is employed to survey process equipment and locate fugitive or leaking gas emissions. By restricting the amount of incoming thermal radiation to a small bandwidth corresponding to a region of interaction for the gas species of interest, the camera provides an image of an invisible gas to the camera operator. The camera type and manufacturer are not specified in this protocol, but the camera used must meet the specifications and performance criteria presented in Section 6. The keys to becoming proficient and maintaining leak detection proficiency using OGI cameras are proper camera operator training with sufficient field experience and conducting OGI surveys frequently throughout the year.

#### 3.0 Definitions

Ambient air temperature means the air temperature in the general location of the component being surveyed.

*Camera configuration* means different ways of setting up an OGI camera that affect its detection capability. Examples of camera configurations that can be changed include the operating mode (*e.g.*, standard versus high sensitivity or enhanced), the lens, the portability (*e.g.*, handheld versus tripod), and the viewer (*e.g.*, OGI camera screen versus an external device like a tablet).

Delta temperature (delta-T or  $\Delta T$ ) means the difference in temperature between the emitted process gas temperature and the surrounding background temperature. It is an acceptable practice in the field to assume that the emitted process gas temperature is equal to the ambient air temperature.

Dwell time means the minimum amount of time required to survey a scene in order to provide adequate probability of leak detection. The dwell time is the active time the operator is looking for potential leaks and does not begin until the scene is in focus and steady.

*Fugitive emission or leak* means any emissions observed using OGI from components regulated by the referencing subpart.

*Imaging* is the process of producing a visual representation of emissions that may otherwise be invisible to the naked eye.

Monitoring survey means imaging equipment with an OGI camera at one site on one day. Changing the site being surveyed or changing the day of imaging constitutes a new monitoring survey.

*OGI camera operator* is someone who has completed the training required in Section 10 and passed the final survey test in Section 10.2.2.4.

*Operating envelope* means the range of conditions (*i.e.*, wind speed, delta-T, viewing distance) within which a survey must be conducted to achieve the quality objective.

Optical gas imaging camera means any field portable instrumentation that makes

visible emissions that may otherwise be invisible to the naked eye.

*Persistent leak* is any leak that is not intermittent in nature.

*Referencing subpart* means a subpart in this part or in 40 CFR part 61, 62, 63, or 65 that requires the monitoring of regulated equipment for fugitive emissions or leaks, for which this protocol is referenced.

Response factor means the OGI camera's response to a compound of interest relative to a reference compound at a concentration path-length of 10,000 parts per million-meter. Response factors are specific to the OGI camera model and can be obtained from peer reviewed articles or may be developed according to procedures specified in Annex 1 of this appendix K.

Senior OGI camera operator is a camera operator who has conducted OGI surveys for a minimum of 1400 survey hours over the entirety of his/her career, including at least 40 survey hours in the past 12 months, and has completed or developed the classroom camera operator training as defined in Section 10.2.1. Previous 12 months means the 365-calendar days prior to the day of the activity that requires a senior OGI camera operator. The survey hours spent by the senior OGI camera operator performing comparative monitoring, either as part of initial training, retraining, or auditing other OGI camera operators, can be included when determining the senior OGI camera operator's experience both over his/her career and the past 12 months.

Simple scene is defined as a scene that contains 10 or fewer components in the field of view.

Survey hour is 60 minutes of observation conducted with an OGI camera. Survey hours do not include periods of time when the OGI camera operator is on a rest break. The 60 minutes do not need to be consecutive but are cumulative.

#### 4.0 Interferences

4.1 Interferences from atmospheric conditions can impact the operator's ability to detect gas leaks. It is recommended that conditions involving steam, fog, mist, rain, solar glint, high particulate matter concentrations, and extremely hot backgrounds are avoided for a survey of acceptable quality.

#### 5.0 Safety

5.1 Site Hazards. Prior to applying this protocol in the field, the potential hazards at the survey site should be considered; advance coordination with the site is critical to understand the conditions and applicable safety policies. Users should be aware of safety concerns with viewing equipment through a camera while walking around an industrial setting. Users should also be aware of hazards related to eye strain, eye fatigue, and mental fatigue that may occur from prolonged periods of viewing equipment with an OGI camera. This protocol does not address all of the safety concerns associated with its use. It is the responsibility of the user of this protocol to establish appropriate health and safety practices and determine the applicability of regulatory limitations prior to implementing this protocol.

5.2 Hazardous Pollutants. Several of the compounds encountered over the course of implementing this protocol may be irritating or corrosive to tissues (*e.g.*, heptane) or may be toxic (*e.g.*, benzene, methyl alcohol, hydrogen sulfide). Nearly all are fire hazards. Chemical compounds in gaseous emissions should be determined from process knowledge of the source. Appropriate precautions can be found in reference documents, such as reference 13.1.

#### 6.0 Equipment and Supplies

6.1 An OGI camera model meeting the following specifications is required. This testing can be performed by the owner or operator, the camera manufacturer, or a third party. As required by Section 8.1, this testing must be performed initially, prior to using the OGI camera to conduct surveys. The determination in Section 6.1.1 must also be made any time the OGI camera will be used to survey components on equipment that was not previously included in monitoring surveys or whenever there are process changes that are expected to cause the gaseous emissions composition to change. The determination in Section 6.1.2 is only required initially and is required for each camera operating mode (e.g., standard versus high sensitivity or enhanced).

6.1.1 The spectral range of infrared radiation measured by the OGI camera must overlap with a major absorption peak for the chemical target of interest, meaning the OGI camera must be sensitive with a response factor of at least 0.25 when compared to the response factor of propane for the majority of constituents (>75 percent by volume) of the expected gaseous emissions composition.

6.1.2 The OGI camera must be capable of detecting (or producing a detectable image of) methane emissions of 19 grams per hour (g/hr) and either n-butane emissions of 29 g/hr or propane emissions of 22 g/hr at a viewing distance of 2.0 meters and a delta-T of  $5.0 \,^{\circ}\text{C}$  in an environment of calm wind conditions around 1 meter per second (m/s) or less, unless the referencing subpart provides detection rates for a different compound(s) for that subpart.

6.2 The following items are needed for the initial specification confirmation of each OGI camera model, as required by Sections 6.1.2, and development of operating envelopes, as required by Section 8:

6.2.1 Methane test gas, chemically pure grade (99.5 percent) or higher.

6.2.2 n-Butane test gas or propane test gas, chemically pure grade (99 percent) or higher.

6.2.3 Release orifice, <sup>1</sup>/<sub>4</sub> inch (64 millimeter) inner diameter.

6.2.4 Mass flow controller or rotameter, capable of controlling the gas emission rate within an accuracy of 5 percent and traceable to the International System of Units (SI) through an unbroken chain of comparisons, *i.e.*, calibrations.

6.2.5 An industrial fan, capable of adjusting the sustained nominal wind speeds at regular intervals, with the ability to maintain a spatially uniform set speed within 20 percent of the target wind speed over the area of detection.

6.2.6 A meteorological station capable of providing representative data on ambient

temperature, ambient pressure, relative humidity, and wind speed and direction at least once every hour. Follow the calibration and standardization requirements for meteorological measurements in EPA-454/B-08-002 (incorporated by reference, see § 60.17). The equipment must meet the following minimum specifications:

6.2.6.1 Ambient temperature readings accurate to at least 0.50 °C, with a resolution of 0.10 °C or less, and a minimum range of -20 to 70 °C.

6.2.6.2 Ambient pressure readings accurate to at least 5.0 millibar (mbar), with a resolution of 1.0 mbar or less, and a minimum range of 700 to 1100 mbar.

6.2.6.3 Wind speed readings accurate to at least 1.0 m/s, with a resolution of 0.10 m/ s or less, and a minimum range of 0.10 to 20 m/s.

6.2.6.4 Wind direction readings accurate to at least 5 degrees, with a resolution of 1 degree or less.

6.2.6.5 Relative humidity readings accurate to at least 5.0 percent, with a resolution of 0.50 percent or less, and a minimum range of 10 to 90 percent noncondensing.

6.2.7 A temperature-controlled background large enough for viewing the emissions plume and capable of maintaining a uniform temperature. Uniform is defined as all points on the background deviating no more than 1.0  $^{\circ}$ C from the average temperature of the background.

6.2.8 T-type probe thermocouple and readout, accurate to at 1.0 °C and traceable to the SI through an unbroken chain of comparisons, *i.e.*, calibrations, for measuring the test gas at or near the point of release.

6.2.9 T-type surface skin thermocouple and readout, accurate to at 1.0 °C and traceable to the SI through an unbroken chain of comparisons, *i.e.*, calibrations, for measuring the background immediately behind the test gas.

6.2.10 Device to measure the distance between the OGI camera and the release point (*e.g.*, tape measure, laser measurement tool), accurate to at least 2.0 centimeters (cm), with a resolution of at least 1.0 cm and traceable to the SI through an unbroken chain of comparisons, *i.e.*, calibrations.

#### 7.0 Camera Calibration and Maintenance

7.1 The camera does not require routine calibration for purposes of gas leak detection but may require calibration if it is used for thermography (such as with  $\Delta T$  determination features). Operators should follow manufacturer recommendations regarding maintenance and calibration, as appropriate.

## 8.0 Camera Specification Confirmation and Development of the Operating Envelope

8.1 Determine that the OGI camera meets the specifications in Section 6.1 prior to conducting surveys with the OGI camera. The determination in Section 6.1.1 must also be made any time the OGI camera will be used to survey components on equipment that was not previously included in monitoring surveys or whenever there are process changes that are expected to cause the gaseous emissions composition to change. The determination in Section 6.1.2 is only required initially. The results of this determination must be documented.

8.2 Field conditions such as the viewing distance to the component to be monitored, wind speed, ambient air temperature, and the background temperature all have the potential to impact the ability of the OGI camera operator to detect a leak. It is important that the OGI camera has been tested under the full range of expected field conditions in which the OGI camera will be used.

8.3 An operating envelope must be established for field use of the OGI camera. Imaging must not be performed when the conditions are outside of the developed operating envelope.

8.3.1 The operating envelope is specific to each model of OGI camera. The operating envelope can be developed by the owner or operator, the camera manufacturer, or a third party. The operating envelope must be developed initially, prior to conducting surveys with the OGI camera. The operating envelope may be updated or expanded at any time, following the procedures in this section.

8.3.2 The operating envelope must be confirmed for all potential configurations that could impact the detection limit, such as high sensitivity modes, available lenses, and handheld versus tripod. Conversely, separate operating envelopes may be developed for different configurations. If, in addition to or in lieu of the display on the camera itself, an external device (e.g., laptop, tablet) is intended to be used to visualize the leak in the field, the operating envelope must be developed while using the external device. If the external device will not be used at all times, use of the external device is considered a separate configuration, and the operating envelope testing must be performed for both configurations.

8.4 Development of the operating envelope is to be performed using the test gas composition, flow rate, and orifice diameter described in Section 6.1.2, and must include the following variables:

8.4.1 Delta-T, regulated through the use of a temperature-controlled background encompassing approximately 50 percent of the field of view, with no potential for solar interference;

8.4.2 Viewing distance from the OGI

camera to the component being imaged; and 8.4.3 Wind speed, controlled through the use of an industrial fan.

8.5 Determine the operating envelope using the following procedure:

8.5.1 Set up the methane test gas at a flow rate of 19 g/hr.

8.5.2 For this flow rate, the ability of the OGI camera to produce an observable image is challenged by ranges of the variables in Sections 8.4.1 through 8.4.3.

8.5.3 A panel of no less than 4 observers who have been trained using the OGI camera and who have a demonstrated capability of detecting gaseous leaks will observe the test gas release for each combination of delta-T, distance, and wind speed. A test emission is determined to be observed when at least 75 percent of the observers (*i.e.*, 3 of the 4 observers) see the image. 8.5.4 Repeat the procedures in Sections 8.5.2 and 8.5.3 using either an n-butane test gas at a flow rate of 29 g/hr or a propane test gas at a flow rate of 22 g/hr.

8.5.5 The operating envelope to be used in the field for each OGI camera configuration tested is the more restrictive operating envelope developed between the two test gases.

8.5.6 Repeat the procedures in Sections 8.5.1–8.5.5 for each camera configuration that will be used to conduct surveys in the field.

8.6 The results of the testing to establish the operating envelope, including supporting videos, must be documented.

8.7 If an operating envelope has not been developed for an OGI camera model or an OGI camera operator wants to expand an operating envelope to account for sitespecific conditions, a daily field check for maximum viewing distance must be completed prior to conducting a monitoring survey. This daily field check for maximum viewing distance does not need to be performed if an OGI suvey will be conducted within an operating envelope developed according to Sections 8.3 through 8.6.

8.7.1 A complete video record of the daily field check must be retained with the OGI survey records.

8.7.2 Each OGI camera operator who will conduct the monitoring survey must complete their own daily field check for maximum viewing distance using the OGI camera they will use to complete the monitoring survey. The daily field check must be conducted for each camera configuration that will be used during the monitoring survey.

8.7.3 The daily field check must be performed using the test gas composition and orifice diameter described in Section 6.1.2.

8.7.4 The daily field check must be conducted first for methane at a flow rate of 19 g/hr and then for either n-butane at a flow rate of 29 g/hr or propane at a flow rate of 22 g/hr. You must use a flow meter with a minimum accuracy of 5 percent of the mass rate. The daily field check for the two gases must occur at the same delta-T and wind speed conditions.

8.7.5 The OGI camera operator must determine the maximum distance from the gas release point at which the operator is able to visualize the gas release with the OGI camera. The OGI camera operator must document this distance, as well as the delta-T and the wind speed at the time of the daily field check and include this information with the OGI survey records.

8.7.6 If the daily check results in different maximum viewing distances for methane and n-butane/propane, the maximum viewing distance for the day for the OGI camera operator will be the shorter of the two maximum viewing distances.

8.7.7 If the delta-T in the field decreases below the delta-T that was recorded for the daily field check or if the wind speed increases above the wind speed recorded for the daily field check, the maximum viewing distance determination must be repeated for the new delta-T and wind speed conditions.

8.7.8 If multiple camera configurations will be used during the monitoring survey, the OGI camera operator may use the shortest maximum viewing distance of any configuration for all the configurations that will be used during the survey, or the OGI camera operator may use a different maximum viewing distance for each configuration that will be used during the survey.

#### 9.0 Conducting the Monitoring Survey

Each site must have a monitoring plan that describes the procedures for conducting a monitoring survey. One monitoring plan can be used for multiple sites, as long as the plan contains the relevant information for each site. At a minimum, the monitoring plan must include the elements in this section.

9.1 The monitoring plan must include a description of a daily verification check to be performed prior to imaging to confirm that the camera is operating properly. This verification must consist of the following at a minimum:

9.1.1 Confirm that the OGI camera software loads successfully and does not display any error messages upon startup;

9.1.2 Confirm that the OGI camera focuses properly at the shortest and longest distances that will be imaged;

9.1.3 Confirm that the OGI camera produces a live IR image using a known emissions source, such as a butane lighter or a propane cylinder;

9.1.4 Confirm that the OGI camera can perform the delta-T check function as expected if this function will be used to meet the requirement in Section 9.2.3.

9.2 The monitoring plan must include a procedure for ensuring that the monitoring survey is performed only when conditions in the field are within the operating envelope established in Section 8 or the conditions established by the daily field check in Section 8.7. This procedure must include the following:

9.2.1 If the OGI camera operator will use an operating envelope established under Section 8, a description of how the viewing distance from the surveyed components, the wind speed, and the delta-T will be monitored and how the operator will deal with changes in site conditions during the survey to ensure that the monitoring survey is conducted within the limits of the operating envelope;

9.2.2 If the OGI camera operator performs a daily field check according to Section 8.7, a description of how the OGI camera operator will monitor viewing distance to ensure the viewing distance is less than the daily maximum viewing distance and how the OGI camera operator will monitor the delta-T and wind speed to ensure the delta-T remains above and the wind speed remains below those that occurred during the daily field check;

9.2.3 Description of how the operator will ensure an adequate delta-T is present in order to view potential gaseous emissions, *e.g.*, using a delta-T check function built into the features of the OGI camera or using a background temperature reading in the OGI camera field of view;

9.2.4 Description of how the operator will recognize the presence of and deal with potential interferences and/or adverse monitoring conditions, such as steam, fog, mist, rain, solar glint, extremely high concentrations of particulate matter, and hot temperature backgrounds.

9.3 The site must conduct monitoring surveys using a methodology that ensures that all the components regulated by the referencing subpart within the unit or area are monitored. This must be achieved using one of the following three approaches or a combination of these approaches. The approach(es) chosen and how the approach(es) will be implemented must be described in the monitoring plan.

9.3.1 Use of a route map or a map with designated observation locations. The map must be included as part of the monitoring plan, with a predetermined sequence of process unit monitoring (such as directional arrows along the monitoring path) depicted or designated observation locations clearly marked.

9.3.2 Use of visual cues. The facility must develop visual cues (*e.g.*, tags, streamers, or color-coded pipes) to ensure that all components regulated by the referencing subpart were monitored. The monitoring plan must describe what visual cue method is used and how it will be used to ensure all components are monitored during the survey.

9.3.3 Use of global positioning system (GPS) route tracing. The facility must document the path taken during the survey by capturing GPS coordinates along the survey path, along with date and time stamps. These locations should be identified by latitude and longitude coordinates in decimal degrees to an accuracy and precision of at least five decimals of a degree using the North American Datum of 1983. GPS coordinates must be recorded frequently enough to document that all components regulated by the referencing subpart were monitored. The monitoring plan must describe how often GPS coordinates will be recorded and how the route tracing will ensure all components regulated by the referencing subpart are monitored.

9.4 The monitoring plan must include a procedure that describes how components will be viewed with the OGI camera.

9.4.1 Components must be imaged from at least two different angles.

9.4.2 For a simple scene, which is a scene that contains 10 or fewer components in the field of view, the OGI camera operator must have a minimum dwell time on each angle of 10 seconds per scene before changing the angle, distance, or focus and dwelling again.

9.4.3 For scenes other than simple scenes, the operator must divide the scene into manageable subsections. The OGI camera operator must have a minimum dwell time of 2 seconds per component in the field of view for each angle.

9.4.4 It may be necessary to reduce distance or change angles in order to reduce the number of components in the field of view. An OGI camera operator may choose to reduce the distance from components in order to create simple scenes.

9.4.5 The required dwell times stated in this section are minimum dwell times. Additional dwell time may be necessary to assess whether each monitored component is leaking or not leaking. OGI camera operators should use training and knowledge of environmental conditions and component configurations to increase dwell time where appropriate.

<sup>9</sup>.4.6 The dwell time is the time that the OGI camera is in a particular operating mode and the scene is in focus and held steady such that an OGI camera operator is able to monitor for leaks. Changing OGI camera operating modes or viewing angles requires the OGI camera operator to restart the dwell time.

9.4.7 The procedure must discuss changes, if necessary, to the imaging mode of the OGI camera that are appropriate to ensure that leaks from all components regulated by the referencing subpart can be imaged.

9.5 The monitoring plan must include a plan for avoiding camera operator fatigue, as physical, mental, and eye fatigue are concerns with continuous field operation of OGI cameras. The OGI camera operator should not survey continuously for a period of more than 30 minutes without taking a rest break. Taking a rest break between surveys of process units may satisfy this requirement; however, for process units or complex scenes requiring continuous survey periods of more than 30 minutes, the operator must take a break of at least 5 minutes after every 30 minutes of surveying. Operators can complete tasks related to the monitoring survey, such as documentation, during the 5minute rest break, so long as the operator is not actively imaging components.

**Note:** If continuous surveying is desired for extended time periods, two camera operators can alternate between surveying and taking breaks.

9.6 The monitoring plan must include a procedure for documenting monitoring surveys. The information documented must include:

9.6.1 The name of the facility, date, and approximate start and end times for each monitoring survey.

9.6.2 The weather conditions, including ambient temperature, wind speed, relative humidity, and sky conditions at the start and end of each monitoring survey. For monitoring surveys conducted for more than four hours, record the weather conditions every two hours.

9.7 The site must have a procedure for documenting fugitive emissions or leaks found during the monitoring survey.

9.7.1 If a leak is found, capture either a short video clip or photograph of the component associated with the leak. If the leak is not immediately repaired, the leaking component must be tagged for repair. The date, time, location of the leak, and an identification of the component associated with the leak must be recorded and stored with the OGI survey records. A full recording of the survey will suffice for this requirement.

9.7.2 If no emissions are found, no recorded footage is required to demonstrate that the component was not leaking.

9.8 The monitoring plan must include a quality assurance (QA) verification video for each OGI operator at least once each monitoring day. The QA verification video must be a minimum of 5 minutes long and document the procedures the operator uses to survey (*e.g.*, dwell times, angles, distances, backgrounds) and the camera configuration.

9.9 The monitoring plan must describe the process that will be used to ensure the validity of the monitoring data as detailed in Section 11.

#### 10.0 Camera Operator Training

10.1 The facility or company performing the OGI surveys must have a training plan which ensures and monitors the proficiency of the camera operators. Training should include classroom instruction and field training on the OGI camera and external devices, monitoring techniques, best practices, process knowledge, and other regulatory requirements related to leak detection that are relevant to the facility's OGI monitoring efforts. If the facility does not perform its own OGI monitoring, the facility must ensure that the training plan for the company performing the OGI surveys adheres to this requirement.

10.2 Prior to conducting monitoring surveys, camera operators must complete initial training and demonstrate proficiency with the OGI camera and any external devices to be utilized for detecting a potential leak.

10.2.1 At a minimum, the training plan must include the following classroom training elements as part of the initial training. Classroom training can be conducted at a physical location, remotely, or online.

10.2.1.1 Key fundamental concepts of the OGI camera technology, such as the types of images the camera is capable of visualizing and the technology basis (theory) behind this capability.

10.2.1.2 Parameters that can affect image detection (*e.g.*, wind speed, temperature, distance, background, and potential interferences).

10.2.1.3 Description of the components to be surveyed and example imagery of the various types of leaks that can be expected.

10.2.1.4 Operating and maintenance instructions for the OGI camera used at the facility.

10.2.1.5 Procedures for performing the monitoring survey according to the monitoring plan, including the daily verification check; how to ensure the monitoring survey is performed only when the conditions in the field are within the established operating envelope; the number of angles a component or set of components should be imaged from; the minimum dwell time for a scene before changing the angle, distance, and/or focus; how to improve the background visualization; the procedure for ensuring that all components regulated by the referencing subpart are visualized; and required rest breaks.

10.2.1.6 Recordkeeping requirements.

10.2.1.7 Common mistakes and best practices.

10.2.1.8 Discussion of the regulatory requirements related to leak detection that are relevant to the facility's OGI monitoring efforts.

10.2.2 At a minimum, the training plan must include the following field training elements as part of the initial training:

10.2.2.1 A minimum of 3 survey hours with OGI where trainees observe the techniques and methods of a senior OGI camera operator (see definition in Section 3.0) who reinforces the classroom training elements.

10.2.2.2 A minimum of 12 survey hours with OGI where the trainee performs the initial OGI survey with a senior OGI camera operator verifying the results by conducting a side-by-side comparative survey and providing instruction/correction where necessary.

10.2.2.3 A minimum of 15 survey hours with OGI where the trainee performs monitoring surveys independently with a senior OGI camera operator trainer present and the senior OGI camera operator providing oversight and instruction/ correction to the trainee where necessary.

10.2.2.4 A final monitoring survey test where the trainee conducts an OGI survey of at least 2 suvey hours and a senior OGI camera operator follows behind with a second camera to confirm the OGI survey results. If there are 10 or more leaks identified by the senior OGI operator, the trainee must achieve no more than 10 percent missed persistent leaks relative to the senior OGI camera operator to be considered authorized for independent survey execution. If there are less than 10 leaks identified by the senior OGI operator, the trainee must achieve zero missed persistent leaks relative to the senior OGI camera operator to be considered authorized for independent survey execution.

10.2.2.5 If the trainee doesn't pass the monitoring survey test in Section 10.2.2.4, the senior OGI operator must discuss the reasons for the failure with the trainee and provide instruction/correction on improving the trainee's performance. Following the discussion with the senior OGI operator, the trainee may repeat the test in Section 10.2.2.4.

10.3 All OGI camera operators must attend a biennial classroom training refresher. This refresher can be shorter in duration than the initial classroom training but must cover all the salient points necessary to operate the camera (*e.g.*, performing surveys according to the monitoring plan, best practices, discussion of lessons learned). Refresher training can be conducted at a physical location, remotely, or online.

10.4 Performance audits for all OGI camera operators must occur on a semiannual basis with at least three months between two consecutive audits. Performance audits must be conducted according to one of the following procedures:

10.4.1 Performance audit by comparative monitoring. Comparative monitoring in near real-time is where a senior OGI camera operator reviews the performance of the employee being audited by performing an independent monitoring survey.

10.4.1.1 Following a survey conducted by the camera operator being audited, the senior OGI camera operator will conduct a survey of at least 2 survey hours in the same area to ensure that no persistent leaks were missed. 10.4.1.2 If there are 10 or more leaks identified by the senior OGI operator, the camera operator being audited must achieve no more than 10 percent missed persistent leaks relative to the senior OGI camera operator. If there are less than 10 leaks identified by the senior OGI operator, the camera operator being audited must achieve zero missed persistent leaks relative to the senior OGI camera operator. If the camera operator being audited does not achieve this benchmark, then the camera operator being audited will need to be retrained as outlined in Section 10.4.3.

10.4.2 Performance audit by video review. The camera operator being audited must submit unedited and uncut video footage of their OGI survey technique to a senior OGI camera operator for review.

10.4.2.1 The videos must contain at least 2 survey hours of survey footage. If a single monitoring survey is less than 2 survey hours, footage from multiple monitoring surveys may be submitted; however, all videos necessary to cover a 2-hour period must be recorded and submitted for review. The senior OGI camera operator will review the survey technique of the camera operator being audited, as well as look for any missed leaks.

10.4.2.2 If the senior OGI camera operator finds that the survey techniques during the video review do not match those described in the monitoring plan, then the camera operator being audited will need to be retrained as outlined in Section 10.4.3. Additionally, if there are 10 or more leaks identified by the senior OGI operator, the camera operator being audited must achieve no more than 10 percent missed persistent leaks relative to the senior OGI camera operator. If there are less than 10 leaks identified by the senior OGI operator, the camera operator being audited must achieve zero missed persistent leaks relative to the senior OGI camera operator. If the camera operator being audited does not achieve this benchmark, then the camera operator being audited will need to be retrained as outlined in Section 10.4.3.

10.4.3 At a minimum, retraining must consist of the following elements:

10.4.3.1 A discussion of the reasons for the failure with the OGI operator being audited and techniques to improve performance.

10.4.3.2 A minimum of 8 survey hours with OGI where the trainee performs the initial OGI survey with a senior OGI camera operator verifying the results by conducting a side-by-side comparative survey and providing instruction/correction where necessary.

10.4.3.3 A minimum of 8 survey hours with OGI where the trainee performs the survey independently with the senior OGI camera operator trainer present and the senior OGI camera operator provides oversight and instruction/correction to the trainee where necessary.

10.4.3.4 The audited camera operator must perform a final monitoring survey test

as described in Section 10.2.2.4 and meet the requirements in Section 10.2.2.4 to be recertified.

10.4.4 If an OGI operator requires retraining in two consecutive semiannual audits, the OGI operator must repeat the initial training requirements in Section 10.2.

10.4.5 If a camera operator is not scheduled to perform an OGI survey during a semiannual period, then the audit must occur with the next scheduled monitoring survey.

10.5 If an OGI camera operator has not conducted a monitoring survey in over 12 months, then the operator must complete the retraining requirements in Section 10.4.3 prior to conducting surveys. If an OGI camera operator has not conducted a monitoring survey in over 24 months, then the operator must complete the biennial classroom training in Section 10.3 and complete the retraining requirements in Section 10.4.3 prior to conducting surveys.

10.6 Previous experience with OGI camera operation can be substituted for some of the initial training requirements in Section 10.2 as outlined in this Section 10.6.1 and 10.6.2.

10.6.1 OGI camera operators with previous classroom training (at a physical location, remotely, or online) that included a majority of the elements listed in Section 10.2.1 do not need to complete the initial classroom training as described in Section 10.2.1, but if the date of training is more than two years before March 8, 2024, the biennial classroom training in Section 10.3 must be completed in lieu of the initial classroom training in Section 10.2.1.

10.6.2 OGI camera operators who have 40 survey hours of experience over the 12 calendar months prior to March 8, 2024 may substitute the retraining requirements in Section 10.4.3, including the final monitoring survey test, for the initial field training requirements in Section 10.2.2.

## 11.0 Quality Assurance and Quality Control

11.1 As part of the facility's monitoring plan, the facility must have a process which ensures the validity of the monitoring data. Examples may include routine review and sign-off of the monitoring data by the camera operator's supervisor, periodic comparative monitoring using a different camera operator as part of a continuing training verification plan described in Section 10, or other due diligence procedures.

11.2 For each monitoring day, the daily OGI camera verification must be performed as described in Section 9.1. Additionally, the daily QA verification video for each operator must be recorded as described in Section 9.8 for each operator for each monitoring day.

11.3 The following table is a summary of the mandatory QA and quality control (QC) measures in this protocol with the associated frequency and acceptance criteria. All of the QA/QC data must be documented and kept with other OGI records.

Parameter	QA/QC specification	Acceptance criteria	Frequency
OGI Camera Design	Spectral bandpass range.	Must overlap with major absorption peak of the compound(s) of interest.	Once initially (prior to using the OGI camera to conduct surveys), when survey compo- nents on equipment that was not previously included in monitoring surveys, whenever there are process changes that are ex- pected to cause the gaseous emissions composition to change.
OGI Camera Design	Initial camera speci- fication confirmation.	Must be capable of detecting (or producing a detectable image of) methane emissions of 19 g/hr and either n-butane emission of 29 g/hr or propane emissions of 22 g/hr at a viewing distance of 2.0 meters and a delta-T of 5.0 °C in an environment of calm wind conditions around 1.0 m/s or less.	Once initially (prior to using the OGI camera to conduct surveys).
Developing the Oper- ating Envelope.	Observation confirma- tion.	Leak is observed by 3 out of 4 panel observ- ers for specific combinations of delta-T, distance, and wind speed.	Once initially (prior to using the OGI camera to conduct surveys) and prior to using a new camera configuration for which an en- velope was not previously established. The operating envelope may be updated or ex- panded at any time, following the proce- dures in Section 8.
Daily Field Check	Maximum viewing dis- tance.	Determine distance at which each OGI cam- era operator can visualize leaks according to Section 8.7.	Each monitoring day. Not required for OGI camera operators using operating enve- lopes established according to Section 8.
OGI Camera Functionality.	Verification Check	Meet the requirements of Section 9.1 to con- firm that the OGI camera software loads successfully and that the camera focuses properly, produces a live IR image, and, as applicable, performs the delta-T check function.	Each monitoring day, prior to conducting a survey.
Camera Operator Training.	Classroom training	Meet the requirements of Sections 10.2.1 and 10.3 with the issuing of a certificate or record of attendance.	Prior to conducting surveys (except as noted in Section 10.6.1), with a biennial refresher.
Camera Operator Training.	Field training	Meet the requirements of Section 10.2.2 while maintaining the records of survey hours by the trainee along with a certificate or record of completion issued upon pass- ing the final monitoring survey test in Sec- tion 10.2.2.4 with the date of the survey re- corded.	Except as noted in Section 10.6.2, prior to conducting surveys and if retraining is re- quired following two consecutive semi- annual audits.
OGI Camera Operator Performance.	Semiannual perform- ance audits.	Comparative monitoring or video review. Meet the benchmarks in Section 10.4.1.2 or 10.4.2.2.	Every 6 months, with at least 3 months be- tween consecutive audits or at the next scheduled monitoring survey if a camera operator is not scheduled to perform an OGI survey during the semiannual period.
Camera Operator Training.	Field retraining	Meet the requirements of Section 10.4.3 while maintaining the records of survey hours by the trainee along with a certificate or record of completion issued upon pass- ing the final monitoring survey test in Sec- tion 10.2.2.4 with the date of the survey re- corded.	After failing to meet the benchmarks in Sec- tion 10.4.1.2 or 10.4.2.2 during a semi- annual audit or after a prolonged period (greater than 12 months) of not performing OGI surveys. May be substituted for initial field training as noted in Section 10.6.2.
OGI Camera Operator Performance.	QA verification video	Record a video that is a minimum of 5 min- utes long that documents the procedures the operator uses to survey ( <i>e.g.</i> , dwell times, angles, distances, backgrounds) and the camera configuration.	Each monitoring day.

#### SUMMARY TABLE OF QA/QC

#### 12.0 Recordkeeping

12.1 Records must be kept for a period of 5 years, unless otherwise noted below or otherwise specified in a referencing subpart. Records may be retained in hard copy or electronic form.

12.2 The facility must maintain the following records in a manner that is easily accessible to all OGI camera operators. These records must be retained for as long as the site performs OGI surveys. Older versions of

these records that are no longer relevant because they have been replaced by newer versions must be retained for a period of 5 years past the date on which they are replaced.

12.2.1Complete site monitoring plan

with all the required elements. 12.2.2 The OGI camera operating envelope limitations.

12.3 All data supporting the OGI camera specification confirmation (initially and updated as required in Section 8.1) and

development of the operating envelope. While the owner or operator does not need to have a copy of these records onsite if another entity performed the camera specification confirmation or development of the operating envelope, the owner or operator must:

(1) Ensure that the camera specification confirmation and development of the operating envelope were performed in accordance with the requirements of this appendix K,

(2) Ensure easy access to these records, and(3) Make the records available for review if requested by the Administrator.

These records must be retained for the entire period that the OGI camera is used to conduct surveys at the site plus 5 years.

12.4 The training plan for OGI camera operators. The plan must be retained for as long as the site performs OGI surveys. Older versions of the plan that are no longer relevant because they have been replaced by a newer version must be retained for a period of 5 years past the date on which they are replaced. If the facility does not perform its own OGI monitoring, the owner or operator must:

(1) Ensure that the training plan for the company performing the OGI surveys adheres to the requirements of this appendix K,

(2) Ensure easy access to the plan, and(3) Make the plan available for review if requested by the Administrator.

12.5 For each OGI camera operator, the following records. These may be kept in a separate location for privacy but must be easily accessible to program administrators and available for review if requested by the Administrator. It may be necessary to retain the records in Section 12.5.3 for longer than 5 years to show the career experience survey hours for senior OGI camera operators. If the facility does not perform its own OGI monitoring, the owner or operator must:

(1) Ensure that the training plan for the company performing the OGI surveys adheres to the requirements of this appendix K,

(2) Be able to easily access these records, and

(3) Make the records available for review if requested by the Administrator.

The records must include the following information.

12.5.1 The date of completion of initial OGI camera operator classroom training;

12.5.2 The date of the passed final site survey test following the initial OGI camera operator field training or retraining;

12.5.3 The number and date of all surveys performed, and if the survey is part of initial field training or retraining, the amount of survey hours and notation of whether the survey was performed by observing a senior OGI camera operator, side-by-side with a senior OGI camera operator, or with oversight from a senior OGI camera operator;

12.5.4 The date and results of semiannual performance audits;

12.5.5 The date of the biennial classroom training refresher; and

12.5.6 Documentation to support the use of previous experience as a substitution for initial training requirements, including the date of previous classroom training and documentation of survey hours over the 12 calendar months prior to March 8, 2024, as appropriate.

12.6 Monitoring survey results shall be kept in a manner that is accessible to those technicians executing repairs and at a minimum must contain the following:

12.6.1 Daily verification check;

12.6.2 Identification of the site surveyed, the survey date, and the start and end times of the survey;

12.6.3 Name of the OGI camera operator performing the survey and identification of the OGI camera used to conduct the survey. The identification of the OGI camera can be the serial number or an assigned name/ number labeled on the camera, but it must allow an operator or inspector to tie the camera back to the records associated with the camera (*e.g.*, maintenance, initial specification confirmation);

12.6.4 Weather conditions, including the ambient temperature, wind speed, relative humidity, and sky conditions, at the start and end of the survey and every two hours (if the survey exceeded four hours in length);

12.6.5 Video footage or photograph of any leak detected, or video footage of the entire survey, along with the date, time, and location of the leak, and identification of the component associated with the leak;

12.6.6 The daily QA verification video for each operator; and

12.6.7 GPS coordinates for the route taken, if Section 9.3.3 is used to ensure all components regulated by the referencing subpart are monitored.

12.7 For each instance that an OGI camera operator uses the daily field check outlined in Section 8.7 instead of an operating enveloped established under Section 8, the following records must be kept with the monitoring survey records required by Section 12.6.

12.7.1 Date and time of each daily field check.

12.7.2 Video record of the daily field check.

12.7.3 Maximum viewing distance determined for each test gas in each configuration for each OGI camera operator. The overall maximum viewing distance (or overall maximum viewing distance per configuration) that will be used for the monitoring day for each OGI camera operator.

12.7.4 The delta-T and wind speed at the time of the daily field check.

12.7.5 Documentation of the test gas flow rate and concentrations during the daily field check.

12.8 Camera maintenance and calibration records over the entire period that the OGI camera is used to conduct surveys at the site. Older versions of these records that are no longer relevant because they have been replaced by newer versions must be retained for a period of 5 years past the date on which they are replaced. If the facility does not perform its own OGI monitoring, the owner or operator must be able to easily access these records and must make the records available for review if requested by the Administrator.

#### 13.0 References

13.1 U.S. Department of Health and Human Services. (2010). NIOSH Pocket Guide to Chemical Hazards. NIOSH Publication No. 2010–168c. Also available from https://www.cdc.gov/niosh/docs/2010-168c/default.html.

13.2 U.S. Environmental Protection Agency. (2023). Technical Support Document: Optical Gas Imaging Protocol (Appendix K to this part).

13.3 U.S. Environmental Protection Agency. (2020). Optical Gas Imaging Stakeholder Input Workshop Presentations and Discussion; Summary Letter Report.

13.4 Zimmerle, D., T. Vaughn, C. Bell, K. Bennett, P. Deshmukh, and E. Thoma. (2020). Detection Limits of Optical Gas Imaging for Natural Gas Leak Detection in Realistic Controlled Conditions. *Environmental Science & Technology*, 54(18), 11506–11514. DOI: 10.1021/acs.est.0c01285.

#### 14.0 Annexes

14.1 Annex 1—Development of Response Factors for OGI Cameras.

14.1.1 Introduction.

The purpose of this annex 14.1 is to outline the protocol for the development of response factors (RFs) for optical gas imaging (OGI) cameras. As defined in Section 3.0 of this appendix K, a response factor is the OGI camera's response to a compound of interest relative to a reference compound at a concentration path-length of 10,000 parts per million-meter (ppm-m).

14.1.1.1 Nomenclature.

14.1.1.1.1 The definitions listed in Section 3.0 of this appendix K apply to this annex 14.1.

14.1.1.2 Infrared (IR) radiance pixel area. The IR radiance pixel area is the average of a set of pixel IR radiance for an instantaneous measurement. There will be three different areas representing the reference cell, gas cell, and the raw blackbody surface. The pixel count for each area must be at a minimum of 0.5 percent of the total pixels of the detector. The pixel locations selected for an area must not change throughout the test.

14.1.1.3 Measurement data set. Measurement data set is the number of time independent IR radiance pixel areas that are taken. The minimum number of measured IR radiance pixel area within a data set is 1,000 data points. The number of measured IR radiance pixel area within a measurement data set should stay consistent throughout the test.

14.1.1.1.4 Reference Compound. The reference compound is the compound that provides the reference for determination of the RF with the compound of interest. The reference compound for this annex 14.1 is propane, unless otherwise specified in a referencing subpart.

14.1.2 Applicability and Analytical Principle.

14.1.2.1 Applicability. This annex 14.1 applies to the determination of compound specific RFs through empirical testing for use with this appendix K. This annex 14.1 does not apply to other applications of OGI cameras or other instruments. This annex 14.1 does not limit the use of other peer reviewed and published techniques and RFs per Section 3.0 of this appendix K.

14.1.2.2 Analytical Principle. OGI cameras work by providing an image or video with each pixel representing a measurement of the IR radiation. OGI cameras limit measurement to specific wavelengths of IR through the choice of the detector and generally through the addition of a bandpass filter. Limiting the measurement to specific wavelengths of IR allows the OGI camera to focus on a specific region of interest in order to increase the detection capabilities of

particular compounds of interest. The combination of detector and bandpass filter, in addition to limiting the region of interest, will allow varying amounts of IR over the specific wavelength region.

14.1.3.0 Equipment and Supplies.

14.1.3.1 Section 6.0 of this appendix K lists equipment and supplies that may be used in this annex 14.1.

14.1.3.2 Blackbody Source. A sufficiently large blackbody source capable of maintaining high emissivity, as well as temperature stability and homogeneity.

14.1.3.2.1 The blackbody must have an emissivity of 0.95 or higher in the IR region of interest.

14.1.3.2.2 The source emissive area must have a uniform temperature, where uniform is defined as all points on the emissive area deviating no more than 0.10 degree Celsius (°C) from the average temperature of the emissive area. The temperature readings must be accurate to at least 0.10 °C. The blackbody must be able to maintain its temperature within 0.10 °C.

14.1.3.2.3 The source's surface area must be large enough to allow the OGI camera to take IR measurements of two gas cells and allow for the proper measurement of IR radiance through the gas and reference cell and IR radiance of the surface itself.

14.1.3.3 Test gas for each compound of interest, used for determining the RF. The concentration of the gas in the cylinder must be vendor certified to  $\pm$  5.0 percent of the cylinder tag value and be in a balance of nitrogen. The concentration of the gas must be such that the gas cell concentration is 10,000 ppm-m with less than 2.0 percent error. Alternatively, the gas standard may be produced with dilution per Method 205 of 40 CFR part 51 Appendix M with the exception that the mid-supply gas may be vendor certified to  $\pm$  5.0 percent of the cylinder tag value.

14.1.3.4 Gas Cell. A windowed gas cell that is leak tight and has the ability to flow gas through the cell. The size of the cell should be such to allow for 10,000 ppm-m to be viewed by the OGI camera with less than 2.0 percent error. The windows should be 99 percent transmissive in the IR region of interest and deviate no more than 0.50 percent transmission over than region of interest. The cell must have associated temperature, flow, and pressure measurements.

14.1.3.5 Reference Compound Gas Standard. Propane gas standard, unless a referencing subpart specifies otherwise, used as the reference for determination of the RF. The concentration of the gas in the cylinder must be vendor certified to  $\pm$  2.0 percent of the cylinder tag value and be in a balance of nitrogen. The concentration of the gas must be such that the gas cell concentration is 10,000. ppm-m with less than 2.0 percent error.

14.1.3.6 Reference Cell. A gas cell for the reference compound gas standard which meets all of the requirements in Section 14.1.3.4 of this annex 14.1.

14.1.3.7 Zero Gas. A 99.99 percent pure diatomic gas, typically nitrogen, that has no IR response from the OGI camera, used to assess the detection level of the system and baseline response of the gas cells.

14.1.3.8 OGI Camera is the specific OGI camera that is being tested. RFs must be determined for each IR detector and bandpass filter combination. The OGI camera must have the ability to output the raw IR radiance at the pixel level.

14.1.3.8.1 The combination of IR detector and bandpass filter may be consistent over several models such that the developed RFs may be applicable to more than one model of OGI camera.

14.1.3.8.2 If the OGI camera model has exchangeable bandpass filters, more than one set of RFs may be needed for the OGI camera model to account for the differences between filters.

4.0 Pre-Test Preparation and Evaluations.

14.1.4.1 Room Preparation. The room where testing will occur must be prepared by removing all extraneous thermal sources, or at a minimum, isolating extraneous thermal sources with IR absorptive material before any testing is conducted.

14.1.4.2 Reference and Gas Cell Preparation. Perform leak checks on both the reference and gas cells. Ensure that the temperatures of the cells are within  $0.10 \,^{\circ}$ C and that the pressure measurements are working.

14.1.4.3 OGI Camera Preparation. Ensure the OGI camera is operating to manufacturer specifications and able to record in raw IR radiance on a per pixel basis.

14.1.4.4 Blackbody Preparation and Verification. Prepare the blackbody by setting the temperature 10.0 °C different than the gas and reference cell temperatures. Ensure the blackbody is working correctly by verifying the IR radiance homogeneity of the blackbody surface with the OGI camera.

14.1.4.5 System Preparation. Ensure the alignment of the cells, blackbody source, and OGI camera are all fixed in place and cannot deviate from their position during the testing.

14.1.4.5.1 The reference and gas cell windows must overlap the blackbody surface in a manner that provides sufficient viewing of the blackbody surface from the vantage point of the camera.

14.1.4.5.2 The reference and gas cells should be placed sufficiently away from the blackbody surface. The distance must be far enough to ensure that the reference and gas cells are not heated or cooled by the blackbody surface.

14.1.4.5.3 The OGI camera should be located at a distance such that the field of view allows the requirements of the IR radiance pixel area to be met. Additionally, the distance must be such that it does not nominally change the path length of the cell.

14.1.4.5.4 For both the reference cell and the gas cell, the depth of the cell and concentration of the gas must result in a concentration 10,000. ppm-m with less than 2 percent error.

14.1.4.6 Initial System Assessment.

14.1.4.6.1 Flow zero gas through both the reference and gas cell, and ensure the gas cell temperatures are within 0.1 °C.

14.1.4.6.2 Record the temperatures of the gas and reference cells, the blackbody surface, and the room. Record the pressures in the reference and gas cells. Record the flowrates into the reference and gas cells.

14.1.4.6.3 Measure the IR radiance of the reference cell, the gas cell, and the blackbody

surface for a measurement data set. For the IR radiance pixel area for the blackbody, the blackbody through the reference cell, and the blackbody through the gas cell, calculate the average, the standard deviation, and the 99 percent confidence level for the measurement data set.

14.1.4.6.4 The detection limit for the system will be the highest 99 percent confidence level of the IR radiance measurement of the blackbody, blackbody through the reference cell, or blackbody through the gas cell.

14.1.4.6.5 If the standard deviation of the reference cell's and the gas cell's average pixel areas of interest have a difference greater than 5 percent, take corrective actions and repeat the assessment.

14.1.5.0 Sampling and Analysis Procedure.

14.1.5.1 Flow reference compound gas through the reference cell and test gas for the compound of interest through the gas cell and ensure the cell temperatures are within 0.10  $^{\circ}$ C.

14.1.5.2 Record the temperatures of the gas and reference cells, the blackbody surface, and the room temperature. Record the pressures in the reference and gas cells. Record the flowrates into the reference and gas cells. If using Method 205 of 40 CFR part 51 Appendix M for dilution of the test gas for the compound of interest, record the appropriate parameters required by the method.

14.1.5.3 Adjust the gas flow if the pressure in the cell is not within an inch of water of ambient pressure. Ensure cell temperatures are within 0.10  $^{\circ}$ C of the room temperature.

14.1.5.4 Measure the IR radiance of the reference cell, the gas cell, and the blackbody surface for a measurement data set. Calculate the average of the IR radiance pixel area and the standard deviation of the IR radiance pixel area for the reference cell, gas cell, and the blackbody surface for the measurement data set.

14.1.6.0 Post-test Requirements.

14.1.6.1 Post-test Assessment.

14.1.6.1.1 Flow zero gas through both the reference and gas cells and ensure the cell temperatures are within 0.1  $^\circ$ C.

14.1.6.1.2 Record the temperatures of the gas and reference cells, the blackbody surface, and the room. Record the pressures in the reference and gas cells. Record the flowrates into the reference and gas cells.

14.1.6.1.3 Measure the IR radiance of the reference cell, the gas cell, and the blackbody surface for a measurement data set. Calculate the average of the IR radiance pixel area, the standard deviation of the IR radiance pixel area, and the 99 percent confidence level of the IR radiance pixel area for the reference cell, gas cell, and the blackbody surface for the measurement data set.

14.1.6.1.4 If the average and standard deviation of the reference cell's and the gas cell's average pixel areas of interest have a difference greater than 5.0 percent between the pre-test and post-test assessment, then the test is invalid. Take corrective actions and repeat the test.

14.1.6.2 When the average of the IR radiance pixel areas for the compound of

interest over the measurement set as determined in Section 14.1.5.4 of this annex

14.1 is greater than the detection limit established in Section 14.1.4.6.4 of this

annex 14.1, calculate the RF for the compound of interest as follows:

$$RF = \frac{I_{Blackbody} - (I_{Compound of Interest} - I_{Gas Cell})}{I_{Blackbody} - (I_{Reference Compound} - I_{Reference Cell})}$$

- RF = response factor of the compound of interest (unitless).
- $$\begin{split} I_{Blackbody} &= \text{average of the IR radiance pixel} \\ & \text{areas for the blackbody over the} \\ & \text{measurement set as determined in} \\ & \text{Section 14.1.4.6.3 of this annex 14.1,} \\ & W \cdot m^{-2} \cdot \text{sr}^{-1} \text{ (watts per square meter per steradian).} \end{split}$$
- $$\begin{split} &I_{Compound of interest} = average of the IR radiance \\ & pixel areas for the compound of interest \\ & over the measurement set as determined \\ & in Section 14.1.5.4 of this annex 14.1, \\ & W \cdot m^{-2} \cdot sr^{-1}. \end{split}$$
- $$\begin{split} I_{Gas\ Cell} = & \text{average of the IR radiance pixel} \\ & \text{areas for the gas cell over the} \\ & \text{measurement set during the pre-test} \\ & \text{assessment as determined in Section} \\ & 14.1.4.6.3 \text{ of this annex 14.1,} \\ & W \cdot m^{-2} \cdot sr^{-1}. \end{split}$$
- $$\begin{split} I_{Reference\ Compound} &= average\ of\ the\ IR\ radiance\\ pixel\ areas\ for\ the\ reference\ compound\\ over\ the\ measurement\ set\ as\ determined\\ in\ Section\ 14.1.5.4\ of\ this\ annex\ 14.1,\\ W\cdot m^{-2}\cdot sr^{-1}. \end{split}$$
- $I_{Reference Cell}$  = average of the IR radiance pixel areas for the reference cell over the measurement set during the pre-test

 $W \cdot m^{-2} \cdot sr^{-1}$ .

14.1.6.3 When the average of the IR radiance pixel areas for the compound of interest over the measurement set as determined in Section 14.1.5.4 of this annex 14.1 is less than the detection limit established in Section 14.1.4.6.4 of this annex 14.1, the RF is equal to zero.

14.1.7.0 Reporting and Recordkeeping Requirements.

14.1.7.1 Records, including all raw data and calculations, must be kept for a period of 5 years, unless otherwise noted below or otherwise specified in a referencing subpart. Records may be retained in hard copy or electronic form.

14.1.7.2 All records supporting the development of RFs under this annex 14.1 must be maintained in a manner that is easily accessible to all OGI camera operators using the RFs. While the owner or operator does not need to have a copy of these records onsite if another entity performed the development of the RFs, the owner or operator must:

(1) Ensure that the RF development was performed in accordance with the requirements of this annex,

(2) Ensure easy access to these records, and (3) Make the records available for review

if requested by the Administrator. These records must be retained for the entire period that the OGI camera is used to conduct surveys at the site plus 5 years. Previous versions of these records that are no longer relevant because they have been replaced by newer versions or because the specific OGI camera model is no longer being used to conduct surveys at the site must be retained for a period of 5 years past the date on which the records are replaced or the OGI camera model is no longer being used to conduct surveys at the site.

14.1.8.0 References.

14.1.8.1 U.S. Environmental Protection Agency. (2023). Technical Support Document: Optical Gas Imaging Protocol (appendix K to this part).

[FR Doc. 2024–00366 Filed 2–23–24; 4:15 pm]

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## United States Court of Appeals

FOR THE DISTRICT OF COLUMBIA CIRCUIT

## No. 24-1054

## September Term, 2023

### EPA-89FR16820

Filed On: July 9, 2024

State of Texas, et al.,

Petitioners

٧.

Environmental Protection Agency and Michael S. Regan, Administrator, United States Environmental Protection Agency,

Respondents

\_\_\_\_\_

Continental Resources Inc., et al., Intervenors

Consolidated with 24-1059, 24-1101, 24-1103, 24-1111, 24-1114, 24-1115, 24-1116, 24-1117, 24-1118

BEFORE: Katsas, Rao, and Childs, Circuit Judges

## 

Upon consideration of the motions for stay pending appeal, the responses thereto, and the replies, it is

**ORDERED** that the motions for stay be denied. Petitioners have not satisfied the stringent requirements for a stay pending court review. <u>See Nken v. Holder</u>, 556 U.S. 418, 434 (2009); <u>D.C. Circuit Handbook of Practice and Internal Procedures</u> 33 (2021).

### <u>Per Curiam</u>

## FOR THE COURT:

Mark J. Langer, Clerk

BY: /s/

Lynda M. Flippin Deputy Clerk KeyCite Yellow Flag - Negative Treatment Proposed Legislation

United States Code Annotated Title 42. The Public Health and Welfare Chapter 85. Air Pollution Prevention and Control (Refs & Annos) Subchapter I. Programs and Activities Part A. Air Quality and Emissions Limitations (Refs & Annos)

42 U.S.C.A. § 7411

§ 7411. Standards of performance for new stationary sources

#### Currentness

#### (a) Definitions

For purposes of this section:

(1) The term "standard of performance" means a standard for emissions of air pollutants which reflects the degree of emission limitation achievable through the application of the best system of emission reduction which (taking into account the cost of achieving such reduction and any nonair quality health and environmental impact and energy requirements) the Administrator determines has been adequately demonstrated.

(2) The term "new source" means any stationary source, the construction or modification of which is commenced after the publication of regulations (or, if earlier, proposed regulations) prescribing a standard of performance under this section which will be applicable to such source.

(3) The term "stationary source" means any building, structure, facility, or installation which emits or may emit any air pollutant. Nothing in subchapter II of this chapter relating to nonroad engines shall be construed to apply to stationary internal combustion engines.

(4) The term "modification" means any physical change in, or change in the method of operation of, a stationary source which increases the amount of any air pollutant emitted by such source or which results in the emission of any air pollutant not previously emitted.

(5) The term "owner or operator" means any person who owns, leases, operates, controls, or supervises a stationary source.

(6) The term "existing source" means any stationary source other than a new source.

(7) The term "technological system of continuous emission reduction" means--

(A) a technological process for production or operation by any source which is inherently low-polluting or nonpolluting, or

**(B)** a technological system for continuous reduction of the pollution generated by a source before such pollution is emitted into the ambient air, including precombustion cleaning or treatment of fuels.

(8) A conversion to coal (A) by reason of an order under section 2(a) of the Energy Supply and Environmental Coordination Act of 1974 or any amendment thereto, or any subsequent enactment which supersedes such Act, or (B) which qualifies under section 7413(d)(5)(A)(ii) of this title, shall not be deemed to be a modification for purposes of paragraphs (2) and (4) of this subsection.

# (b) List of categories of stationary sources; standards of performance; information on pollution control techniques; sources owned or operated by United States; particular systems; revised standards

(1)(A) The Administrator shall, within 90 days after December 31, 1970, publish (and from time to time thereafter shall revise) a list of categories of stationary sources. He shall include a category of sources in such list if in his judgment it causes, or contributes significantly to, air pollution which may reasonably be anticipated to endanger public health or welfare.

(B) Within one year after the inclusion of a category of stationary sources in a list under subparagraph (A), the Administrator shall publish proposed regulations, establishing Federal standards of performance for new sources within such category. The Administrator shall afford interested persons an opportunity for written comment on such proposed regulations. After considering such comments, he shall promulgate, within one year after such publication, such standards with such modifications as he deems appropriate. The Administrator shall, at least every 8 years, review and, if appropriate, revise such standards following the procedure required by this subsection for promulgation of such standards. Notwithstanding the requirements of the previous sentence, the Administrator need not review any such standard if the Administrator determines that such review is not appropriate in light of readily available information on the efficacy of such standard. Standards of performance or revisions thereof shall become effective upon promulgation. When implementation and enforcement of any requirement of this chapter indicate that emission limitations and percent reductions beyond those required by the standards promulgated under this section are achieved in practice, the Administrator shall, when revising standards promulgated under this section, consider the emission limitations and percent reductions achieved in practice.

(2) The Administrator may distinguish among classes, types, and sizes within categories of new sources for the purpose of establishing such standards.

(3) The Administrator shall, from time to time, issue information on pollution control techniques for categories of new sources and air pollutants subject to the provisions of this section.

(4) The provisions of this section shall apply to any new source owned or operated by the United States.

(5) Except as otherwise authorized under subsection (h), nothing in this section shall be construed to require, or to authorize the Administrator to require, any new or modified source to install and operate any particular technological system of continuous emission reduction to comply with any new source standard of performance.

(6) The revised standards of performance required by enactment of subsection (a)(1)(A)(i) and (ii) shall be promulgated not later than one year after August 7, 1977. Any new or modified fossil fuel fired stationary source which commences construction prior to the date of publication of the proposed revised standards shall not be required to comply with such revised standards.

#### (c) State implementation and enforcement of standards of performance

(1) Each State may develop and submit to the Administrator a procedure for implementing and enforcing standards of performance for new sources located in such State. If the Administrator finds the State procedure is adequate, he shall delegate to such State any authority he has under this chapter to implement and enforce such standards.

(2) Nothing in this subsection shall prohibit the Administrator from enforcing any applicable standard of performance under this section.

#### (d) Standards of performance for existing sources; remaining useful life of source

(1) The Administrator shall prescribe regulations which shall establish a procedure similar to that provided by section 7410 of this title under which each State shall submit to the Administrator a plan which (A) establishes standards of performance for any existing source for any air pollutant (i) for which air quality criteria have not been issued or which is not included on a list published under section 7408(a) of this title or emitted from a source category which is regulated under section 7412 of this title but (ii) to which a standard of performance under this section would apply if such existing source were a new source, and (B) provides for the implementation and enforcement of such standards of performance to any particular source under a plan submitted under this paragraph to take into consideration, among other factors, the remaining useful life of the existing source to which such standard applies.

(2) The Administrator shall have the same authority--

(A) to prescribe a plan for a State in cases where the State fails to submit a satisfactory plan as he would have under section 7410(c) of this title in the case of failure to submit an implementation plan, and

(B) to enforce the provisions of such plan in cases where the State fails to enforce them as he would have under sections 7413 and 7414 of this title with respect to an implementation plan.

In promulgating a standard of performance under a plan prescribed under this paragraph, the Administrator shall take into consideration, among other factors, remaining useful lives of the sources in the category of sources to which such standard applies.

#### (e) Prohibited acts

After the effective date of standards of performance promulgated under this section, it shall be unlawful for any owner or operator of any new source to operate such source in violation of any standard of performance applicable to such source.

#### (f) New source standards of performance

(1) For those categories of major stationary sources that the Administrator listed under subsection (b)(1)(A) before November 15, 1990, and for which regulations had not been proposed by the Administrator by November 15, 1990, the Administrator shall--

(A) propose regulations establishing standards of performance for at least 25 percent of such categories of sources within 2 years after November 15, 1990;

**(B)** propose regulations establishing standards of performance for at least 50 percent of such categories of sources within 4 years after November 15, 1990; and

(C) propose regulations for the remaining categories of sources within 6 years after November 15, 1990.

(2) In determining priorities for promulgating standards for categories of major stationary sources for the purpose of paragraph (1), the Administrator shall consider--

(A) the quantity of air pollutant emissions which each such category will emit, or will be designed to emit;

(B) the extent to which each such pollutant may reasonably be anticipated to endanger public health or welfare; and

(C) the mobility and competitive nature of each such category of sources and the consequent need for nationally applicable new source standards of performance.

(3) Before promulgating any regulations under this subsection or listing any category of major stationary sources as required under this subsection, the Administrator shall consult with appropriate representatives of the Governors and of State air pollution control agencies.

#### (g) Revision of regulations

(1) Upon application by the Governor of a State showing that the Administrator has failed to specify in regulations under subsection (f)(1) any category of major stationary sources required to be specified under such regulations, the Administrator shall revise such regulations to specify any such category.

(2) Upon application of the Governor of a State, showing that any category of stationary sources which is not included in the list under subsection (b)(1)(A) contributes significantly to air pollution which may reasonably be anticipated to endanger public health or welfare (notwithstanding that such category is not a category of major stationary sources), the Administrator shall revise such regulations to specify such category of stationary sources.

(3) Upon application of the Governor of a State showing that the Administrator has failed to apply properly the criteria required to be considered under subsection (f)(2), the Administrator shall revise the list under subsection (b)(1)(A) to apply properly such criteria.

(4) Upon application of the Governor of a State showing that--

(A) a new, innovative, or improved technology or process which achieves greater continuous emission reduction has been adequately demonstrated for any category of stationary sources, and

**(B)** as a result of such technology or process, the new source standard of performance in effect under this section for such category no longer reflects the greatest degree of emission limitation achievable through application of the best technological system of continuous emission reduction which (taking into consideration the cost of achieving such emission reduction, and any non-air quality health and environmental impact and energy requirements) has been adequately demonstrated,

the Administrator shall revise such standard of performance for such category accordingly.

(5) Unless later deadlines for action of the Administrator are otherwise prescribed under this section, the Administrator shall, not later than three months following the date of receipt of any application by a Governor of a State, either--

(A) find that such application does not contain the requisite showing and deny such application, or

(B) grant such application and take the action required under this subsection.

(6) Before taking any action required by subsection (f) or by this subsection, the Administrator shall provide notice and opportunity for public hearing.

#### (h) Design, equipment, work practice, or operational standard; alternative emission limitation

(1) For purposes of this section, if in the judgment of the Administrator, it is not feasible to prescribe or enforce a standard of performance, he may instead promulgate a design, equipment, work practice, or operational standard, or combination thereof, which reflects the best technological system of continuous emission reduction which (taking into consideration the cost of achieving such emission reduction, and any non-air quality health and environmental impact and energy requirements) the Administrator determines has been adequately demonstrated. In the event the Administrator promulgates a design or equipment standard under this subsection, he shall include as part of such standard such requirements as will assure the proper operation and maintenance of any such element of design or equipment.

(2) For the purpose of this subsection, the phrase "not feasible to prescribe or enforce a standard of performance" means any situation in which the Administrator determines that (A) a pollutant or pollutants cannot be emitted through a conveyance designed and constructed to emit or capture such pollutant, or that any requirement for, or use of, such a conveyance would be inconsistent with any Federal, State, or local law, or (B) the application of measurement methodology to a particular class of sources is not practicable due to technological or economic limitations.

(3) If after notice and opportunity for public hearing, any person establishes to the satisfaction of the Administrator that an alternative means of emission limitation will achieve a reduction in emissions of any air pollutant at least equivalent to the reduction in emissions of such air pollutant achieved under the requirements of paragraph (1), the Administrator shall permit the use of such alternative by the source for purposes of compliance with this section with respect to such pollutant.

(4) Any standard promulgated under paragraph (1) shall be promulgated in terms of standard of performance whenever it becomes feasible to promulgate and enforce such standard in such terms.

(5) Any design, equipment, work practice, or operational standard, or any combination thereof, described in this subsection shall be treated as a standard of performance for purposes of the provisions of this chapter (other than the provisions of subsection (a) and this subsection).

### (i) Country elevators

Any regulations promulgated by the Administrator under this section applicable to grain elevators shall not apply to country elevators (as defined by the Administrator) which have a storage capacity of less than two million five hundred thousand bushels.

### (j) Innovative technological systems of continuous emission reduction

(1)(A) Any person proposing to own or operate a new source may request the Administrator for one or more waivers from the requirements of this section for such source or any portion thereof with respect to any air pollutant to encourage the use of an innovative technological system or systems of continuous emission reduction. The Administrator may, with the consent of the Governor of the State in which the source is to be located, grant a waiver under this paragraph, if the Administrator determines after notice and opportunity for public hearing, that--

(i) the proposed system or systems have not been adequately demonstrated,

(ii) the proposed system or systems will operate effectively and there is a substantial likelihood that such system or systems will achieve greater continuous emission reduction than that required to be achieved under the standards of performance which would otherwise apply, or achieve at least an equivalent reduction at lower cost in terms of energy, economic, or nonair quality environmental impact,

(iii) the owner or operator of the proposed source has demonstrated to the satisfaction of the Administrator that the proposed system will not cause or contribute to an unreasonable risk to public health, welfare, or safety in its operation, function, or malfunction, and

(iv) the granting of such waiver is consistent with the requirements of subparagraph (C).

In making any determination under clause (ii), the Administrator shall take into account any previous failure of such system or systems to operate effectively or to meet any requirement of the new source performance standards. In determining whether an unreasonable risk exists under clause (iii), the Administrator shall consider, among other factors, whether and to what extent

the use of the proposed technological system will cause, increase, reduce, or eliminate emissions of any unregulated pollutants; available methods for reducing or eliminating any risk to public health, welfare, or safety which may be associated with the use of such system; and the availability of other technological systems which may be used to conform to standards under this section without causing or contributing to such unreasonable risk. The Administrator may conduct such tests and may require the owner or operator of the proposed source to conduct such tests and provide such information as is necessary to carry out clause (iii) of this subparagraph. Such requirements shall include a requirement for prompt reporting of the emission of any unregulated pollutant from a system if such pollutant was not emitted, or was emitted in significantly lesser amounts without use of such system.

(B) A waiver under this paragraph shall be granted on such terms and conditions as the Administrator determines to be necessary to assure--

(i) emissions from the source will not prevent attainment and maintenance of any national ambient air quality standards, and

(ii) proper functioning of the technological system or systems authorized.

Any such term or condition shall be treated as a standard of performance for the purposes of subsection (e) of this section and section 7413 of this title.

(C) The number of waivers granted under this paragraph with respect to a proposed technological system of continuous emission reduction shall not exceed such number as the Administrator finds necessary to ascertain whether or not such system will achieve the conditions specified in clauses (ii) and (iii) of subparagraph (A).

(D) A waiver under this paragraph shall extend to the sooner of--

(i) the date determined by the Administrator, after consultation with the owner or operator of the source, taking into consideration the design, installation, and capital cost of the technological system or systems being used, or

(ii) the date on which the Administrator determines that such system has failed to--

(I) achieve at least an equivalent continuous emission reduction to that required to be achieved under the standards of performance which would otherwise apply, or

(II) comply with the condition specified in paragraph (1)(A)(iii),

and that such failure cannot be corrected.

(E) In carrying out subparagraph (D)(i), the Administrator shall not permit any waiver for a source or portion thereof to extend beyond the date--

(i) seven years after the date on which any waiver is granted to such source or portion thereof, or

(ii) four years after the date on which such source or portion thereof commences operation,

whichever is earlier.

(F) No waiver under this subsection shall apply to any portion of a source other than the portion on which the innovative technological system or systems of continuous emission reduction is used.

(2)(A) If a waiver under paragraph (1) is terminated under clause (ii) of paragraph (1)(D), the Administrator shall grant an extension of the requirements of this section for such source for such minimum period as may be necessary to comply with the applicable standard of performance under this section. Such period shall not extend beyond the date three years from the time such waiver is terminated.

(B) An extension granted under this paragraph shall set forth emission limits and a compliance schedule containing increments of progress which require compliance with the applicable standards of performance as expeditiously as practicable and include such measures as are necessary and practicable in the interim to minimize emissions. Such schedule shall be treated as a standard of performance for purposes of subsection (e) of this section and section 7413 of this title.

#### CREDIT(S)

(July 14, 1955, c. 360, Title I, § 111, as added Pub.L. 91-604, § 4(a), Dec. 31, 1970, 84 Stat. 1683; amended Pub.L. 92-157, Title III, § 302(f), Nov. 18, 1971, 85 Stat. 464; Pub.L. 95-95, Title I, § 109(a) to (d)(1), (e), (f), Title IV, § 401(b), Aug. 7, 1977, 91 Stat. 697 to 703, 791; Pub.L. 95-190, § 14(a)(7) to (9), Nov. 16, 1977, 91 Stat. 1399; Pub.L. 95-623, § 13(a), Nov. 9, 1978, 92 Stat. 3457; Pub.L. 101-549, Title I, § 108(e) to (g), Title III, § 302(a), (b), Title IV, § 403(a), Nov. 15, 1990, 104 Stat. 2467, 2574, 2631.)

#### MEMORANDA OF PRESIDENT

#### PRESIDENTIAL MEMORANDUM

Memorandum of the President of the United States, June 25, 2013, 78 F.R. 39535, relating to power sector carbon pollution standards, was revoked by Ex. Ord. No. 13783, § 3(a)(ii), March 28, 2017, 82 F.R. 16093.

Notes of Decisions (139)

42 U.S.C.A. § 7411, 42 USCA § 7411 Current through P.L. 118-78. Some statute sections may be more current, see credits for details.

**End of Document** 

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# IN THE UNITED STATES COURT OF APPEALS FOR THE DISTRICT OF COLUMBIA CIRCUIT

STATE OF UTAH,	
STATE OF WEST VIRGINIA,	
STATE OF ARKANSAS,	
STATE OF ALABAMA,	
STATE OF ALASKA,	
STATE OF FLORIDA,	
STATE OF GEORGIA,	No. 24-1059
STATE OF IDAHO,	
STATE OF INDIANA,	
STATE OF IOWA,	
STATE OF KANSAS,	
COMMONWEALTH OF	
KENTUCKY,	
STATE OF LOUISIANA,	
STATE OF MISSISSIPPI,	
STATE OF MISSOURI,	
STATE OF MONTANA,	
STATE OF NEBRASKA,	
STATE OF NORTH DAKOTA,	
STATE OF OHIO,	
STATE OF SOUTH CAROLINA,	
STATE OF TENNESSEE,	
STATE OF UTAH,	
COMMONWEALTH OF	
VIRGINIA,	
STATE OF WYOMING,	
and	
the ARIZONA LEGISLATURE,	
Petitioners,	
v.	
UNITED STATES	

UNITED STATES ENVIRONMENTAL PROTECTION AGENCY and MICHAEL S. REGAN, Administrator, United States Environmental Protection Agency,

Respondents.

## DECLARATION OF BRYCE C. BIRD IN SUPPORT OF PETITIONER UTAH'S MOTION TO STAY FINAL RULE

I, Bryce C. Bird, hereby declare and state under penalty of perjury that the following is true and correct to the best of my knowledge, based on my personal knowledge and information provided by the Utah Department of Environmental Quality, the Utah Division of Air Quality (UDAQ) personnel:

- My name is Bryce C. Bird, and my business address is 195 North 1950 West Salt Lake City, UT 84116. I am over the age of eighteen, have personal knowledge of the subject matter, and am competent to testify about the matters in this declaration.
- 2. I have served as the UDAQ Director for thirteen years. Before being appointed as the UDAQ Director, I had been the UDAQ Planning Branch manager for four years. The Planning Branch was responsible for writing state implementation plans, implementing federal rules requirements, and promulgating state rules to meet

the Clean Air Act's requirements. My job responsibilities as the UDAQ Director include overseeing the Utah air quality program, the purpose of which is to protect human health and the environment by maintaining national ambient air quality standards, limiting harmful emissions, and providing transparent information to the public about air quality conditions.

- I also have the authority to exercise any powers listed in Section 19-2-107 of the Utah Code.
- 4. This declaration is based on my professional judgment, knowledge, experience, and expertise. I also supervise and receive regular briefings from members of my staff, who develop and revise state implementation plans, including plans to implement National Source Performance Standards (NSPS), and ensure Utah's air program compliance with the Clean Air Act's requirements.

### Purpose of Declaration

5. I am submitting this declaration in support of Utah's motion to stay the final rule, published by the Environmental Protection Agency (EPA) on March 8, 2024, titled "Standards of Performance for New, Reconstructed, and Modified Sources and Emissions Guidelines for Existing Sources: Oil and Natural Gas Sector Climate Review," 89 Fed. Reg. 16,820 (Mar. 8, 2024) (Final Rule). The Final Rule is EPA's final action after EPA published the November 2021 proposal to reduce greenhouse gas and volatile organic compound emissions from the oil and natural gas industry, published the December 2022 supplemental proposal to expand the standards of the November 2021 proposal, and reviewed comments from UDAQ and stakeholders.

## State Regulation

6. The mission and vision of UDAQ is

to achieve and maintain levels of air quality which will protect human health and safety, and to the greatest degree practicable, prevent injury to plant and animal life and property, foster the comfort and convenience of the people, promote the economic and social development of this state, and facilitate the enjoyment of the natural attractions of this state.

Utah Code Ann. § 19-2-101.

7. It is UDAQ's responsibility to ensure that the air in Utah meets air quality standards established under the federal Clean Air Act, including the methane standards for oil and gas facilities promulgated by the EPA.

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- 8. The methane standards are promulgated by the EPA in 40 CFR Part 60, pursuant to the Clean Air Act.
- 9. The UDAQ will be the state agency responsible for incorporating and implementing the Final Rule. The UDAQ will need to incorporate the Subpart OOOOb NSPS into the state rules after the Final Rule is codified in the Code of Federal Regulations in July 2024. This requires preparation of the proposed rule incorporating Subpart OOOOb NSPS, a proposal to the Utah Air Quality Board (UAQB) during the public meeting, at least a 30-day public comment period on the proposed rule, preparation of the final rule for UAQB final adoption, which often requires UDAQ to address public comments and prepare responses along with finalizing the language of the final regulation. Once the UAQB adopts the final rule, it will then be published in the Utah State Bulletin and adopted into the Utah Air Quality Regulations (Utah Admin. Code R307 series). This process is time-consuming and requires staff time from various sections at the UDAQ (permitting, policy, and compliance) and agency resources.

10. The process to implement the emission guidelines for existing sources under Subpart OOOOc NSPS will be even more complex and time-consuming. It will require an evaluation of Utah's current oil and gas rules (Utah Admin. Code r. R307-501 through R307-511) for VOC emission controls as to their equivalency to the Final Rule's emission guidelines and ensuring the integrity of the successful permit-by-rule regulations for oil and natural gas wells adopted by Utah in 2018 (Utah Admin. Code r. R307-505 through R307-511). The UDAQ will have to plan and execute a robust public engagement process state-wide as required by Subpart OOOOc to develop these new rules, propose them to the UAQB, hold at least a 30-day public comment period, receive and respond to public comments (which we expect will be numerous), and refine and redraft the rules for final adoption and promulgation of the rules by the UAQB. Once the rules are adopted, UDAQ will need to develop and submit the state plan required by Subpart OOOOc-the process similar to the development of a state implementation plan for a nonattainment area. All of this will have to be completed in 24 months from the time of the Final Rule's publication in the Federal Register, which is an unrealistic timeline.

- 11. The UDAQ has begun familiarizing itself with the Subparts OOOOb and OOOOc requirements since their proposal. But without the Final Rule's language and not knowing how the proposed rule could change based on public comment, no true action or planning could take place until the Final Rule was published a month ago. In the past month, the UDAQ compliance inspectors for oil and gas facilities began reviewing the final Subpart OOOOb requirements and determining how to incorporate them into the current inspection guidance. The UDAQ has also begun outlining a strategy for the state plan to implement Subpart OOOOc and evaluating where Utah's current oil and gas rules meet or exceed the Subpart OOOOc standards and where the gaps are.
- 12. There are thousands of sources that will be affected by the Final Rule in Utah. Specifically, there are 2,900 oil and gas facilities registered with UDAQ under PBR regulations, 608 permitted oil and gas minor sources (holding an air quality permit from UDAQ), and 20 permitted oil and gas major sources. The sources' air permits

incorporate all applicable federal and state regulations for the oil and gas industry, which are now subject to review and revision because of the Final Rule.

13. It will take several months for the Oil and Gas Compliance Section staff of six people at UDAQ to understand the Final Rule and prepare to inspect affected facilities that were in operation or have had modifications since December 6, 2022. The UDAQ estimates that it will take one full-time equivalent employee in the planning and policy section, one-third of a permitting engineer, and one-third of a compliance inspector with significant support from the policy and planning, permitting, and oil and gas compliance section managers over the next 24 months required to develop the Subpart OOOOc state plan, participate in stakeholder engagement and rulemaking to implement the plan. The UDAQ rules coordinator will be required to coordinate and manage the rulemaking process for potential revisions of the existing rules and promulgation of the new rules. Staff from the permitting groups (major and minor sources), compliance groups, and management will be required to spend time reviewing and commenting on proposed strategies,

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plans, and rules. This work represents hundreds of UDAQ staff hours above and beyond the current workload.

- 14. On January 31, 2022, the Public Lands Policy Coordinating Office (PLPCO) in Utah's Office of the Governor and UDAQ submitted combined detailed comments to EPA (2022 Comment Letter, EPA Dkt. No. EPA-HQ-OAR-2021-0317-0800) explaining Utah's objections to the proposed rule. On February 13, 2023, PLPCO, Utah Department of Natural Resources (DNR), and UDAQ submitted detailed comments to EPA (2023 Comment Letter, EPA Dkt. No. EPA-HQ-OAR-2021-0317-1460), explaining Utah's objections to the supplemental rule. Some reasons for which UDAQ objected are listed below.
- 15. For example, UDAQ commented that the development of the state plan as required by the Final Rule is on a compressed timeline (24 months in the Final Rule to submit a plan to EPA). UDAQ requested an extended 36-month timeline, which the EPA did not adopt in the Final Rule. Utah's compliance with the 24-month deadline is complicated by (a) the requirements for additional "meaningful engagement" of the stakeholders including identifying

potential stakeholders, (b) the need to evaluate an inventory for methane—a pollutant Utah has not regulated before, (c) the need to understand the monitoring and quantification of potential methane emissions, and (d) the necessity to work with the Ute Tribe and EPA to provide clear regulatory guidance to the impacted sources.

- 16. As another example, UDAQ also objected to the introduction of the super-emitter response program as a new never-before-imposed requirement. Utah was concerned that this program would introduce additional complexity into the already challenging regulatory landscape in the Uinta Basin due to 80% of emission sources being in tribal and EPA jurisdictions.
- 17. UDAQ also highlighted that the implementation of the Final Rule will require a large investment of the state's resources, including management of any funding the state may receive to help implement the Final Rule.

### Impact on Utah

18. If the Final Rule is not stayed, Utah and regulated entities within Utah will be required to immediately plan for and implement more frequent fugitive emission monitoring, begin to make engineering changes, and procurement for necessary equipment to be compliant with pneumatic controller and pump standards, ensuring associated gas is routed to a sales line or at a minimum controlled at a 95% destruction rate and preparing for increased recordkeeping requirements.

- 19. Additional impact on the regulated entities will be for the existing older lower-producing oil and natural gas wells to evaluate the economics of meeting the same new standards in the Final Rule as the new higher-producing sites will have to meet. Most of the oil and natural gas wells in Utah can be considered marginal wells i.e., low-producing wells, and may need to consider closure rather than investing capital to come into compliance with the enhanced requirements. Many of these affected sources are in remote areas with no access to electricity or easy installation of equipment.
- 20. As PLPCO, DNR, and UDAQ warned in their comments to EPA, vast amounts of state resources will be required to implement the rule. *See* 2022 Comment Letter at 9; 2023 Comment Letter at 6. The Final Rule compels Utah to commit these state resources

toward its implementation without equal contribution by the EPA to address air quality issues under its jurisdiction in the Uinta Basin. *See* 2023 Comment Letter at 6.

21. The Final Rule has imposed an immediate regulatory burden on Utah, which is required to begin immediately to at least get as close as possible to meeting the unrealistic 24-month timeline. This process is time-consuming and resource-intensive as described above, requiring extensive rulemaking, changes in the compliance process, and hundreds of hours to promulgate the state plan. This process puts a significant burden on UDAQ staff and limited resources, impeding UDAQ's ability to perform its many other duties in the service of Utahns.

### Lack of Harms by Entry of Stay

22. There will be no real harms due to the issuance of a stay. As an initial point, a stay would merely maintain the status quo. Utah has historically been proactive with its air quality program and actively addressing pollution from the oil and gas sources in the Uinta Basin where most of the oil and gas exploration and production occurs.

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23. Moreover, Utah's measures already control methane and VOC emissions. Beginning in 2018, Utah passed a series of regulations dubbed "permit-by-rule" or "PBR" regulations to regulate sources in the oil and gas industry. See Utah Admin. Code r. R307-505 through R307-511. The PBR regulations required these sources to register with UDAQ instead of applying for a permit and made them subject to robust requirements aimed at reducing VOC emissions. Among the requirements are (a) storage vessels VOC control requirements, *id.* r. R307-506-4, (b) dehydrator VOC control requirements, id. r. R307-507-4, (c) VOC control device requirements including destruction efficiency and performance testing, id. r. R307-508-3, (d) leak detection and repair requirements, id. r. R307-509-4, (e) stationary natural gas-fired engines at well sites emission standards, id. r. 307-510-4, and (f) routing requirements for associated gas from a completed well (routing to a control device or sales line except for emergency releases), id. r. R307-511-2.

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- 24. The PBR regulations are modeled after federal regulations and in some instances are more stringent than the federal rules (i.e., emission standards for natural gas-fired engines).
- 25. Additionally, Utah's efforts to reduce emissions at facilities under its jurisdiction in the Uinta Basin have a small effect on the overall air quality in the area due to the complex jurisdictional matrix where federal and tribal authority are intermixed with the state's regulatory authority. Based on the 2017 oil and gas emission inventory for the Uinta Basin, at least 80% of the volatile organic compounds (VOC) emissions are from sources under EPA and tribal regulatory control.
- 26. As part of the efforts to address VOC and methane emissions in the Uinta Basin, Utah has engaged with EPA to jointly enforce the Clean Air Act against several oil and gas producers in the area. These efforts began in 2018 with one company (Javelin Energy Partners that bought Utah assets from EP Energy E&P Company, L.P.) currently implementing the consent decree. This consent decree requires Javelin Energy Partners to implement extensive design, operating, and maintenance improvements at 246 oil and

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gas production facilities and mitigate past excess emissions by installing pollution controls at 36 uncontrolled facilities with corresponding VOC emission reductions of about 370 tons per year. *See* Final Judg. and Consent Decree, Dkt, No. 8, *U.S.A. v. EP Energy E&P Co.*, No. 2:22-cv-00225 (Fed. UT June 9, 2022); *see also* EPA Press Release, EPA Settlements with Crescent Point Energy and EP Energy Resolve Clean Air Act Violations in Utah, available at https://www.epa.gov/newsreleases/epa-settlements-crescentpoint-energy-and-ep-energy-resolve-clean-air-act-violations-0.

27. Three other oil and gas companies that received joint EPA/Utah notices of violation are in active negotiations with the governments toward the consent decrees with similar requirements. These efforts actively reduce VOC and methane emissions in the Uinta Basin through legally enforceable requirements and mitigation projects. They also target not only oil and gas wells under the state jurisdiction but also facilities under EPA regulatory jurisdiction helping mitigate the impacts of jurisdictional complexity.

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Pursuant to 28 U.S.C. § 1746, I declare under penalty of perjury that the foregoing is true and correct.

Executed on this 4<sup>th</sup> day of April 2024.

And

Bryce C. Bird Director, Utah Division of Air Quality Utah Department of Environmental Quality

# IN THE UNITED STATES COURT OF APPEALS FOR THE DISTRICT OF COLUMBIA CIRCUIT

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STATE OF OKLAHOMA, STATE OF WEST VIRGINIA, STATE OF ARKANSAS, STATE OF ALABAMA, STATE OF ALASKA, STATE OF FLORIDA, STATE OF FLORIDA, STATE OF IDAHO, STATE OF IDAHO, STATE OF INDIANA, STATE OF INDIANA, STATE OF KANSAS, COMMONWEALTH OF KENTUCKY, STATE OF LOUISIANA, STATE OF MISSISSIPPI, STATE OF MISSOURI, STATE OF MISSOURI, STATE OF MONTANA, STATE OF NORTH DAKOTA, STATE OF NORTH DAKOTA, STATE OF OHIO, STATE OF OHIO, STATE OF OHIO, STATE OF UTAH, COMMONWEALTH OF VIRGINIA, STATE OF WYOMING, and the ARIZONA LEGISLATURE,	No. 24-1059
Petitioners,	
v.	
UNITED STATES ENVIRONMENTAL	

PROTECTION AGENCY and MICHAEL S. REGAN, Administrator, United States Environmental Protection Agency,

Respondents.

## DECLARATION OF LAURA M. CROWDER IN SUPPORT OF PETITIONER WEST VIRGINIA'S MOTION TO STAY FINAL RULE

I, Laura M. Crowder, hereby declare and state under penalty of perjury that the following is true and correct to the best of my knowledge, based on my personal knowledge and information provided by West Virginia Department of Environmental Protection (WVDEP) personnel:

- My name is Laura M. Crowder, and my business address is 601 57<sup>th</sup> Street SE, Charleston, WV 25304. I am over the age of eighteen, have personal knowledge of the subject matter and am competent to testify concerning the matters in this declaration.
- 2. I have served as the Director of the West Virginia Division of Air Quality (WVDAQ) since May 11, 2019. I have an electrical engineering degree from the West Virginia Institute of Technology. My job responsibilities include overseeing the West Virginia air quality program, the purpose of which is to protect human health and the environment by maintaining air quality standards, limiting

harmful emissions, and providing transparent information to the public about air quality conditions.

### Purpose of Declaration

3. I am submitting this declaration in support of West Virginia's motion to stay the final rule, published by the Environmental Protection Agency (EPA) on March 8, 2024, titled "Standards of Performance for New, Reconstructed, and Modified Sources and Emissions Guidelines for Existing Sources: Oil and Natural Gas Sector Climate Review," 89 Fed. Reg. 16,820 (Mar. 8, 2024) (Final Rule). The Final Rule is EPA's final action after EPA had published the November 2021 proposal to reduce greenhouse gas and volatile organic compound emissions from the oil and natural gas industry, published the December 2022 supplemental proposal to expand the standards of the November 2021 proposal, and reviewed comments from the WVDAQ and other stakeholders.

## State Regulation

4. The mission and vision of the WVDAQ is to achieve and maintain such levels of air quality as will protect human health and safety, and to the greatest degree practicable, prevent injury to plant and animal life and property, foster the comfort and convenience of the people, promote the economic and social development of this state, and facilitate the enjoyment of the natural attractions of this state.

- 5. It is the WVDAQ's responsibility to ensure that the air in West Virginia meets public health and welfare standards established under the federal Clean Air Act (CAA), including the methane standards for oil and gas facilities promulgated by the EPA.
- 6. The methane standards are promulgated by the EPA in 40 CFR Part 60 Subparts OOOOb and OOOOc for new and existing affected sources respectively, pursuant to the CAA.
- 7. The WVDAQ promulgates legislative rules pertaining to air quality standards, develops state implementation plans (SIP) to meet the federal standards, works to obtain EPA approval of SIP elements, issues pre-construction and operating permits to stationary sources, and ensures compliance with state and federal air quality rules.
- 8. To date, the WVDAQ has commenced evaluation of the Final Rule, including estimating the number of oil and gas wells and other sources affected by this Final Rule and began incorporating

elements of Subpart OOOOb into its general permit program for new natural gas production facilities at well sites.

- 9. The WVDAQ estimates the total number of oil and gas wells in West Virginia affected by this Final Rule as approximately 70,000. Nearly all these sources are classified as existing and thus subject to Subpart OOOOc. Compliance determinations of each affected facility once every five years requires state regulators to perform 14,000 inspections per year, a significant burden for West Virginia for minimal environmental improvement.
- 10. The WVDAQ estimated 2,708 additional full-time equivalent persons would need to be hired to implement the Final Rule within the two-year compliance period and would cost more than \$278 million annually. This is 33 times the current staffing levels of the WVDAQ. If implemented within a 10-year timetable, the WVDAQ estimated 373 additional full-time equivalent persons would be required at an annual cost of more than \$40 million. West Virginia does not have such funds and qualified personnel at its disposal.
- 11. On January 14, 2022, the WVDAQ submitted detailed comments to the EPA (West Virginia 2022 Comment Letter) explaining West

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Virginia's objections to the proposed rule. On February 13, 2023, the WVDAQ submitted detailed comments to the EPA (West Virginia 2023 Comment Letter), explaining West Virginia's objections to the supplemental rule. Some of the reasons for which West Virginia objected are listed below.

- 12. Besides the estimated cost of implementation of the Final Rule, the WVDAQ expressed concern with the inadequate time allowed for state plan development, the definition of meaningful engagement with pertinent stakeholders, and the lack of proper exclusions and exemptions for certain miniscule sources.
- 13. The WVDAQ furthered commented concerns with the impractical misapplication of remaining useful life and other factors (RULOF) for affected facilities, arbitrary super-emitter designations and the questionable deputization of third-party super-emitter monitors and reporters, issues involving emissions inventory and annual reports, and the increased and unnecessary miniscule and trivial monitoring requirements for all well sites.
- 14. Additionally, the WVDAQ expressed concerns with leak detection shortcomings and much needed innovative timely wide-area

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detection technologies and the funding thereof, unrealistic timing expectations for replacement of pneumatic devices and compressor vent controls, improper definition of liquids unloading events as a modification and the unrealistic expectation of control of associated methane emissions from such events, and unrealistic expectations concerning control of flaring emissions.

### Impact on West Virginia

- 15. If the Final Rule is not stayed, the WVDAQ will be required to develop a state rule and submit a SIP to the EPA addressing the Final Rule within two years of the promulgation date. Regulated entities within West Virginia will be required to comply with the Final Rule and the subsequent state rule within five years of the promulgation date.
- 16. Further, the Final Rule requires plugging many abandoned wells, a burden that may fall upon the state to complete. This mandate is costly and often does not provide significant reduction in total natural gas leakage volumes as many abandoned wells are already depleted to near zero natural gas venting. Additionally, the Final Rule will impose a disproportionate burden on smaller producers

who tend to operate older well sites with less natural gas production and less resources to address miniscule leaks, as well as overwhelm many rural landowners who utilize a local well solely for home heating.

- 17. As the WVDAQ warned in its comments to the EPA, vast amounts of state resources will be required to implement the rule. *See* West Virginia 2022 Comment Letter at page 2. The Final Rule compels West Virginia to commit these vast amounts of state resources toward its implementation without any additional funding from the EPA to account for the extreme increase in workload. *Id.*
- 18. The Final Rule has imposed an immediate permitting and enforcement burden on West Virginia, which is required to begin including applicable 40CFR60 Subpart OOOOb requirements in permitting actions and ensuring compliance with these additional requirements. This process is time consuming and resource intensive. It requires staff to review draft permits, provide public notice, potentially engage in public hearings, receive public input, and ensure compliance at affected facilities. The WVDAQ must review and respond to any public comments on proposed permit

changes. This process puts a significant burden on WVDAQ staff and limited resources, impeding the WVDAQ's ability to perform its many other duties in service of West Virginians.

### Lack of Harms by Entry of Stay

- 19. There will be no real harms due to the issuance of a stay. As an initial point, a stay would merely maintain the status quo. The Energy Information Administration (EIA) reports West Virginia gross annual natural gas withdrawals expanded from 178 billion cubic feet in 1990 to more than 2,675 billion cubic feet in 2021, a 15-fold increase in production volume. Concurrently, the EPA reports West Virginia methane emissions from natural gas and petroleum systems decreased by more than 4.3% during the same period. Uncontrolled total annual natural gas vents to the atmosphere steadily decreased as overall total annual production exponentially increased, demonstrating new sources do not leak at rates experienced in the past but also older sources experience substantially decreased leakage rates.
- 20. Moreover, West Virginia's measures already control methane and volatile organic compounds (VOC)s. New applicable sources are

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subject to the emissions limitations of 40CFR60, Subparts OOOO and OOOOa, existing federal regulations designed to limit VOC with the benefit of also limiting methane emissions. Further, regulated entities have a natural impetus to eliminate leaks where possible for safety and sales purposes.

21. Recently constructed oil and gas production facilities located at well sites are equipped with modern equipment which is substantially less likely to vent natural gas to the atmosphere, as well as modern electronic controls which do not vent a natural gas stream to atmosphere. New sources vent to atmosphere significantly less natural gas per unit of production.

22. This the  $12^{\text{th}}$  day of April 2024.

Digitally signed by: Laura M. Crowde Laura M. Crowder Dy: CN = Laura M. Crowder email = Laura M. Crowder@wv.gov C = US O = WV Department of Environmental Protection OU = Division of Alr Quality ate: 2024.04.12 09:28:52 -04'00'

Laura M. Crowder Director, Division of Air Quality West Virginia Department of Environmental Protection

# IN THE UNITED STATES COURT OF APPEALS FOR THE DISTRICT OF COLUMBIA CIRCUIT

STATE OF OKLAHOMA, STATE OF WEST VIRGINIA, STATE OF ARKANSAS, STATE OF ALABAMA, STATE OF ALASKA, STATE OF FLORIDA, STATE OF GEORGIA, STATE OF IDAHO, STATE OF INDIANA, STATE OF IOWA. STATE OF KANSAS. COMMONWEALTH OF KENTUCKY. STATE OF LOUISIANA. STATE OF MISSISSIPPI, STATE OF MISSOURI, STATE OF MONTANA, STATE OF NEBRASKA. STATE OF NORTH DAKOTA, STATE OF OHIO, STATE OF SOUTH CAROLINA, STATE OF TENNESSEE, STATE OF UTAH. COMMONWEALTH OF VIRGINIA, STATE OF WYOMING, and the ARIZONA LEGISLATURE,

Petitioners,

v.

# UNITED STATES ENVIRONMENTAL

No. 24-1059

PROTECTION AGENCY and MICHAEL S. REGAN, Administrator, United States Environmental Protection Agency,

Respondents.

# DECLARATION OF MICHAEL G. DOWD IN SUPPORT OF PETITIONER OKLAHOMA'S MOTION TO STAY FINAL RULE

I, Michael G. Dowd, hereby declare and state under penalty of perjury that the following is true and correct to the best of my knowledge, based on my personal knowledge and information provided by Virginia Department of Environmental Quality (VDEQ) personnel:

- My name is Michael G. Dowd, and my business address is 1111 East Main Street, Richmond, Virginia 23218. I am over the age of eighteen, have personal knowledge of the subject matter and am competent to testify concerning the matters in this declaration.
- 2. I have served as the VDEQ Director of the Air and Renewable Energy Division since 2008. I have a Bachelor's degree from Columbia University and a law degree from the Vermont Law School. My job responsibilities include overseeing the Virginia air quality program, the purpose of which is to protect human health and the environment by maintaining air quality standards, limiting

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harmful emissions, and providing transparent information to the public about air quality conditions.

## Purpose of Declaration

3. I am submitting this declaration in support of Oklahoma's motion to stay the final rule, published by the Environmental Protection Agency (EPA) on March 8, 2024, titled "Standards of Performance for New, Reconstructed, and Modified Sources and Emissions Guidelines for Existing Sources: Oil and Natural Gas Sector Climate Review," 89 Fed. Reg. 16,820 (Mar. 8, 2024) (Final Rule). The Final Rule is EPA's final action after EPA had published the November 2021 proposal to reduce greenhouse gas and volatile organic compound emissions from the oil and natural gas industry, published the December 2022 supplemental proposal to expand the standards of the November 2021 proposal, and reviewed comments from VDEQ and stakeholders. The final rule contains a New Source Performance Standard (NSPS) under Subpart OOOOb of 40 CFR Part 60 and Emissions Guidelines (EG) for existing stationary sources under Subpart OOOOc of 40 CFR Part 60.

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### State Regulation

- 4. VDEQ's mission is that all Virginians enjoy cleaner water, better air quality, and the productive reuse of land that was once contaminated.
- 5. It is VDEQ's responsibility, among other things, to ensure that the air in Virginia meets public health and welfare standards established under the federal Clean Air Act (CAA), including the methane standards for oil and gas facilities promulgated by the EPA.
- The methane standards are promulgated by the EPA in 40 CFR Part 60, pursuant to the CAA.
- 7. The Virginia State Air Pollution Control Board is responsible for promulgating regulations that are implemented by VDEQ. VDEQ has the authority to act on behalf of the Board when the Board is not in session. The Board's procedures and duties with respect to promulgating rules relevant to the methane standards are governed by the Virginia Administrative Process Act (VA Code § 2.2-4000 et seq.), the Air Pollution Control Law of Virginia (VA Code § 10.1-1300 et seq.), and Executive Order of the Governor.

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Timing requirements for developing regulations are also dictated by these state laws and policies.

- 8. Virginia's efforts to date toward implementing the Final Rule, particularly those pertaining to Subpart OOOOc, consists of (i) studying and understanding the contents and requirements of the rule, including ongoing discussions with EPA Region III; (ii) determining the number, location, and nature of all affected facilities; and (iii) planning ways to best implement mandatory statewide public outreach.
- 9. In Virginia alone, over 8,000 production wells and 75 compressor stations have been identified to date that will be subject to the Final Rule; accurate determination of the population of affected facilities in the state is ongoing, including outreach efforts to affected businesses and the Virginia Department of Energy (VDOE). Most production wells are in the remote, rugged Appalachian Mountain region of the state, which makes compliance inspections and enforcement activities time-consuming and technically difficult.
- 10. VDEQ estimates that a minimum of six additional full-time employees (FTEs) would need to be hired for VDEQ's Southwest

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Regional Office to implement Subpart OOOOc. (This number was estimated by dividing 8,000 wells by the average workload of an inspector.) It is further believed that several additional FTEs will be needed to implement the Final Rule by other VDEQ regional offices and Central Office. The additional FTEs would be required to conduct inspections, prepare permits and regulations, provide enforcement oversight, and develop state plans necessary to comply with the federal regulations. The Virginia Department of Energy (VDOE), which performs an essential role in the management and oversight of oil and gas wells in the state, would likely also require additional staff and resources to assist VDEQ with implementing the Final Rule. The Final Rule provides no compensation to states for the additional significant burden imposed on them for developing and implementing the Final Rule, in particular, Subpart 0000c.

11. On January 31, 2022, the Virginia Office of Attorney General (VOAG) along with 22 other states, entered detailed comments to EPA (2022 Comment Letter) explaining their objections to the Proposed Rule. On February 13, 2023, the VOAG along with 23

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other states submitted detailed comments to EPA (2023 Comment Letter), explaining their objections to the Supplemental Rule. Some of the reasons stated in the previously submitted comment letters for which Virginia and the other states objected are set forth below. 12. The Rule improperly expands EPA's statutory authority in several ways. First, EPA has failed to make the statutorily required endangerment findings to justify the Rule, which cannot justify its failure to make pollutant- and source-specific findings by creating a new "rational basis" test. Second, EPA acts beyond its statutory mandate in purporting to regulate transmission and storage. Third, the Rule exceeds the limits of § 111 of the Clean Air Act by compelling economic activities beyond the individual source level.

13. Perhaps most importantly, as identified in the states' previously submitted comments and reiterated in paragraph 10 above, the Final Rule introduces costly new requirements with no regard for state ability to effectively develop and implement this new, expansive control program. It imposes a significant and direct burden on states without providing any additional resources or

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other explanation as to how states will bear these significant new costs.

#### <u>Impact on Virginia</u>

- 14. If the Final Rule is not stayed, Virginia and regulated entities within Virginia will be required in short order to incur significant compliance, monitoring, and regulatory burdens brought about by the Final Rule.
- 15. As mentioned in paragraph 10 of this declaration and in the previous submittals to EPA, vast amounts of state resources will be required to implement the rule. The Final Rule compels Virginia to commit these significant amounts of state resources toward its implementation without any additional funding from EPA to account for the extraordinary increase in workload.
- 16. The burdens on state resources imposed by the Final Rule discussed above include, at a minimum, staff time necessary to: (i) review draft registrations and permits, (ii) provide public notice, (iii) engage in public hearings and other forms of outreach, (iv) receive public input, and (v) review and respond to any public comments on proposed permits, regulations, and state plan

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changes. This process will put a significant strain on VDEQ staff and its limited resources, impeding VDEQ's ability to perform its many other duties.

Lack of Harms by Entry of Stay

- 17. There will be minimal, if any, harm that would result from issuance of a stay. A stay would merely maintain the status quo. Virginia has made sweeping strides in the control of carbon pollution, including reducing methane emissions by nearly 14% between 2010 and 2019. In terms of Virginia's methane emissions, as determined by the most recent available inventory (2019), energy production in general accounts for 7.13 MMT of the current inventory. Of this, 2.617 MMT is from oil and gas production and transmission—minor compared to other contributing sectors.
- 18. Virginia already has several climate pollution reduction programs in place. For example, Virginia law (VA Code § 56-625) allows natural gas companies to capture methane from landfills, composting facilities, and livestock farms, and include it in gas sold to customers. In addition, state law (VA Code § 56-625) allows wastewater treatment plants to treat biogas to create commercial

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quality renewable natural gas for sale, while removing hydrogen sulfide, siloxanes, volatile organic compounds, and CO<sub>2</sub>. And Virginia law (Chapter 495, 2023 Acts of Assembly) encourages the capture and beneficial use of coal mine methane, defined as methane gas captured and produced from an underground gob area associated with a mined-out coal seam that would otherwise escape into the atmosphere. These examples of cost-effective, targeted controls demonstrate how a state can leverage its limited resources to focus on reasonable, feasible controls on methane and other pollutants.

19. This the <u></u>3 day of April 2024.

Michael G. Dowd Director, Air and Renewable Energy Division Virginia Department of Environmental Quality

# IN THE UNITED STATES COURT OF APPEALS FOR THE DISTRICT OF COLUMBIA CIRCUIT

STATE OF OKLAHOMA, STATE OF WEST VIRGINIA, STATE OF ARKANSAS. STATE OF ALABAMA, STATE OF ALASKA, STATE OF FLORIDA. STATE OF GEORGIA, STATE OF IDAHO, STATE OF INDIANA, STATE OF IOWA, STATE OF KANSAS, COMMONWEALTH OF KENTUCKY, STATE OF LOUISIANA, STATE OF MISSISSIPPI, STATE OF MISSOURI, STATE OF MONTANA, STATE OF NEBRASKA, STATE OF NORTH DAKOTA, STATE OF OHIO, STATE OF SOUTH CAROLINA, STATE OF TENNESSEE, STATE OF UTAH, COMMONWEALTH OF VIRGINIA, STATE OF WYOMING, and the ARIZONA LEGISLATURE, Petitioners,

No. 24-1059

v.

UNITED STATES ENVIRONMENTAL PROTECTION AGENCY and MICHAEL S. REGAN, Administrator, United States Environmental Protection Agency,

Respondents.

## DECLARATION OF TIFFANY FLOYD IN SUPPORT OF PETITIONER IDAHO'S MOTION TO STAY FINAL RULE

I, Tiffany Floyd, hereby declare and state under penalty of perjury that the following is true and correct to the best of my knowledge, based on my personal knowledge and information provided by Idaho Department of Environmental Quality (IDEQ) personnel:

- My name is Tiffany Floyd, and my business address is 1410 N. Hilton Street, Boise, ID 83706. I am over the age of eighteen, have personal knowledge of the subject matter and am competent to testify concerning the matters in this declaration.
- 2. I have served as the Air Quality Division Administrator of IDEQ for 11 years, and have worked at IDEQ for 24 years. I received a Bachelor of Science (BS) degree in Engineering, specializing in civil engineering from Idaho State University.
- 3. As the Air Quality Division Administrator, I directly supervise four staff, and indirectly supervise thirty-two staff. The Air Quality

Division has three bureaus: Stationary Source, Planning, and Data Management.

### Purpose of Declaration

4. I am submitting this declaration in support of the Idaho's motion to stay the final rule, published by the Environmental Protection Agency (EPA) on March 8, 2024, titled "Standards of Performance for New, Reconstructed, and Modified Sources and Emissions Guidelines for Existing Sources: Oil and Natural Gas Sector Climate Review," 89 Fed. Reg. 16,820 (Mar. 8, 2024) (Final Rule). The Final Rule is EPA's final action after EPA had published the November 2021 proposal to reduce greenhouse gas and volatile organic compound emissions from the oil and natural gas industry, and published the December 2022 supplemental proposal to expand the standards of the November 2021 proposal.

## State Regulation

5. IDEQ's mission is to protect human health and the quality of Idaho's air, land, and water. Protecting Idaho's air is one of IDEQ's core objectives. IDEQ assesses outdoor air quality across the state to determine the condition of Idaho's airsheds and ensure compliance with state and federal health-based standards.

- 6. It is IDEQ's responsibility to ensure the air in Idaho meets public health and welfare standards established under the federal Clean Air Act (CAA), including the methane standards for oil and natural gas facilities.
- 7. The methane standards are promulgated by the EPA in 40 CFR Part 60, pursuant to the CAA.
- 8. IDEQ incorporates relevant sections of the CAA and associated rules, including 40 CFR Part 60, into Idaho's Rules for Control of Air Pollution in Idaho, IDAPA 58.01.01 ("Idaho Air Rules"). When EPA promulgates new rules that are implemented in Idaho, IDEQ incorporates those rules into the Idaho Air Rules. IDEQ also obtains appropriate delegation of these rules from EPA. This would include the Final Rule, should it become effective.
- 9. In Idaho, there are roughly twenty sources in the Oil and Natural Gas sector that will be impacted by the Final Rule. These sources include natural gas processing plants and several natural gas compressor stations. These sources are all permitted by IDEQ.

10. This Final Rule would impact the Air Quality Division's Stationary Source Bureau, Planning Bureau, as well as IDEQ's regional offices. The Stationary Source Bureau's permitting staff already have a demanding workload in providing air quality permits for Idaho's industrial sources. IDEQ's regional office compliance staff also have a heavy workload providing compliance assistance and inspections for Idaho's industrial sources. This Final Rule will increase the overall complexity of permit content, and compel Idaho to commit vast amounts of resources with no additional funding from EPA to account for the increased workload. 11. In addition, the Final Rule will require Idaho to develop a state implementation plan for existing sources. Developing these plans requires meaningful engagement, negotiated rulemaking, and responding to public comment. This places a significant burden on IDEQ with limited resources, and impacts IDEQ's ability to

perform its many important core functions serving Idahoans.

12. In the past, IDEQ has undertaken similar planning and rulemaking efforts in response to EPA requirements. Some of these requirements led to EPA legal actions which left IDEQ to terminate

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rulemaking efforts after expending valuable resources. Examples include the 2017 reconsideration of the municipal solid waste landfill new source performance standards, and the 2019 repeal of the Clean Power Plan rule. IDEQ wishes to avoid these issues with this Final Rule.

13. In addition, Idaho's oil and natural gas industry operate under IDEQ's existing air quality permits that are monitored to ensure compliance with state and federal requirements. If a stay is granted, air quality in Idaho will not be affected.

Dated the 4<sup>th</sup> day of April, 2024.

Tiffany

Administrator Air Quality Division Idaho Department of Environmental Quality

# IN THE UNITED STATES COURT OF APPEALS FOR THE DISTRICT OF COLUMBIA CIRCUIT

STATE OF OKLAHOMA, STATE OF WEST VIRGINIA, STATE OF ARKANSAS, STATE OF ALABAMA, STATE OF ALASKA, STATE OF FLORIDA, STATE OF FLORIDA, STATE OF IDAHO, STATE OF IDAHO, STATE OF IDAHO, STATE OF IDAHO, STATE OF KANSAS, COMMONWEALTH OF KENTUCKY, STATE OF MISSISSIPPI, STATE OF MISSISSIPPI, STATE OF MISSOURI, STATE OF MISSOURI, STATE OF MONTANA, STATE OF NORTH DAKOTA, STATE OF NORTH DAKOTA, STATE OF OHIO, STATE OF SOUTH CAROLINA, STATE OF TENNESSEE, STATE OF UTAH, COMMONWEALTH OF VIRGINIA, STATE OF WYOMING, and the ARIZONA LEGISLATURE,	No. 24·1059
Petitioners,	

v.

UNITED STATES ENVIRONMENTAL PROTECTION AGENCY and MICHAEL S. REGAN, Administrator, United States Environmental Protection Agency,

Respondents.

## DECLARATION OF RONALD W. GORE IN SUPPORT OF PETITIONER ALABAMA'S MOTION TO STAY FINAL RULE

I, Ronald W. Gore, hereby declare and state under penalty of perjury that the following is true and correct to the best of my knowledge, based on my personal knowledge and information provided by Alabama Department of Environmental Management (ADEM) personnel:

- My name is Ronald W. Gore, and my business address is 1400 Coliseum Boulevard, Montgomery, AL 36110. I am over the age of eighteen, have personal knowledge of the subject matter and am competent to testify concerning the matters in this declaration.
- 2. I have served as the ADEM Air Division Chief since 1996. I have an engineering degree from the University of Alabama and a <u>Master's Degree in Environmental Engineering from the University of Florida</u>. My job responsibilities include overseeing the Alabama air quality program, the purpose of which is to protect human health and the environment by maintaining air quality standards, limiting

harmful emissions, and providing transparent information to the public about air quality conditions.

## Purpose of Declaration

3. I am submitting this declaration in support of Alabama's motion to stay the final rule, published by the Environmental Protection Agency (EPA) on March 8, 2024, titled "Standards of Performance for New, Reconstructed, and Modified Sources and Emissions Guidelines for Existing Sources: Oil and Natural Gas Sector Climate Review," 89 Fed. Reg. 16,820 (Mar. 8, 2024) (Final Rule). The Final Rule is EPA's final action after EPA had published the November 2021 proposal to reduce greenhouse gas and volatile organic compound emissions from the oil and natural gas industry, published the December 2022 supplemental proposal to expand the standards of the November 2021 proposal, and reviewed comments from ADEM and from many other stakeholders.

## State Regulation

4. ADEM's mission is to assure for all citizens of the State a safe, healthful, and productive environment.

- 5. It is ADEM's responsibility to ensure that the air in Alabama meets public health and welfare standards established under the federal Clean Air Act (CAA), including the methane standards for oil and gas facilities promulgated by the EPA.
- 6. The methane standards are promulgated by the EPA in 40 CFR Part60, pursuant to the CAA.
- 7. With few exceptions, and in order to retain primacy for administering air quality regulations, Alabama routinely adopts federal rules such as those at issue here. This process can be accomplished by adoption by reference or by developing statewritten rules which EPA deems equivalent to its rules.
- 8. These state-level rulemaking processes are long and resource intensive. For example, stakeholders become involved, rules must be drafted, rulemaking protocols must be followed, ADEM's overseeing Commission must act, and the Alabama Legislature becomes involved.
- 9. Many times in the past, ADEM has undertaken similar rulemaking in response to EPA mandates and, due to legal action concluded years in the future, either stopped the rulemaking process

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or has had to reverse a completed rulemaking action. Recent examples of such situations include the Clean Power Plan from 2015 and EPA's landfill gas rules from the early 2020s. ADEM desires to avoid these wasted efforts in this situation.

- 10. ADEM submitted formal comments to EPA in January 2022 and in two separate comments in February 2023 expressing the concerns in 7, 8, and 9 above. ADEM's comments also included concerns with lack of resources to implement the rules.
- 11. If a stay were granted, air quality in Alabama and the rest of the country would not suffer unduly. Since the only purpose of these methane-limiting rules is to minimize climate change, (i.e., there is little effect on air quality in the local area where these emissions occur), and since this category of methane emissions in the US is such a small part of worldwide greenhouse gas emissions, a stay would cause inconsequential impacts on air quality.
- 12. ADEM's existing air regulations already require substantial reductions in methane emissions from the oil and gas sector. For example, waste streams from natural gas wells must be combusted, minimizing methane emissions.

This the <u>l</u> day of April 2024.

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Kracea. Gove

Ronald W. Gore Chief, Air Division Alabama Department of Environmental Management

## IN THE UNITED STATES COURT OF APPEALS FOR THE DISTRICT OF COLUMBIA CIRCUIT

STATE OF OKLAHOMA, et al.,	
Petitioners,	
v.	
UNITED STATES ENVIRONMENTAL PROTECTION AGENCY and MICHAEL S. REGAN, Administrator, United States Environmental Protection Agency,	No. 24-1059
Respondents.	

# DECLARATION OF ROBERT HODANBOSI IN SUPPORT OF PETITIONER OHIO'S MOTION TO STAY FINAL RULE

I, Robert Hodanbosi, hereby declare and state under penalty of perjury that the following is true and correct to the best of my knowledge, based on my personal knowledge and information provided by Ohio Environmental Protection Agency (Ohio EPA) personnel:

1. My name is Robert Hodanbosi, and my business address is 50 West Town St, Suite 700, Columbus, Ohio 43215. I am over the age of eighteen, have personal knowledge of the subject matter and am competent to testify concerning the matters in this declaration. 2. I have served as Chief of the Division of Air Pollution Control at Ohio EPA since September of 1992. I have Bachelor of Chemical Engineering along with a Master of Science in Chemical Engineering from Cleveland State University. I am a registered professional engineer in the states of Ohio and West Virginia. My job responsibilities include overseeing the air quality program for the state of Ohio, including attaining and maintaining the National Ambient Air Quality Standards (NAAQS), the protection of human health and the environment, insuring compliance with emission limitations from air pollution sources, and informing the public on air quality conditions in the state.

#### Purpose of Declaration

3. I am submitting this declaration in support of Ohio's motion to stay the final rule, published by the Environmental Protection Agency (EPA) on March 8, 2024, titled "Standards of Performance for New, Reconstructed, and Modified Sources and Emissions Guidelines for Existing Sources: Oil and Natural Gas Sector Climate Review," 89 Fed. Reg. 16,820 (Mar. 8, 2024) (Final Rule). The Final Rule is. EPA's final action after EPA had published the November 2021 proposal to reduce greenhouse gas and volatile organic compound emissions from the oil and natural gas industry, published the December 2022 supplemental proposal to expand the standards of the November 2021 proposal. Ohio EPA provided comments to U.S.

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EPA directly related to the application of the proposed rule to sources within the state of Ohio.

#### State Regulation

4. Ohio EPA's Mission and Vision Statement is that Ohio EPA is a trusted leader and environmental steward, using innovation, quality service and public involvement to ensure a safe and healthy environment for all Ohioans and to protect the environment and public health by ensuring compliance with environmental laws and demonstrating leadership in environmental stewardship. The Mission statement of the Ohio EPA Division of Air Pollution Control is to attain and maintain the air quality at a level that will protect the environment for the benefit of all.

5. It is Ohio EPA's responsibility to ensure that the air in Ohio meets the NAAQS that protect public health and welfare under the Clean Air Act (CAA). Ohio EPA has approval to enforce various federal Clean Air Act programs including the New Source Performance Standards (NSPS).

6. The methane standards are promulgated by the U.S. EPA in 40 CFR Part 60, pursuant to the CAA. The promulgation of a NSPS for a non-criteria pollutant triggers the requirement under 111(d) of the CAA for states to

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promulgate emission standards for that pollutant that cover existing sources in the same source category.

7. Under the Ohio Revised Code, rules promulgated by Ohio EPA must follow a number of procedures before they can become effective. The following is an estimated schedule of the steps needed to promulgate a state regulation:

A. Request rules from Legislative Service Commission (LSC) (day 1)

- B. Early Stakeholder Outreach (ESO) package prepared, approved and posted (day 15)
- C. Date to check LSC download site (day 30)
- D. ESO comment period ends (day 45)
- E. Review ESO comments (15-30 days, 60-75 days total)
- F. Develop rules and Interested Party (IP) package (90 days/150-165 days total)
- G. IP Package in sign-off (15-30 days/ 165-195 days total)
- H. IP Comment Period (30-60 days/195-255 days total)
- Review IP comments and develop proposed rule/package (30-60 days/225-315 days total). Common Sense Initiative (CSI) review runs concurrently.
- J. Proposed package in sign-off (15-30 days/240-345 days total)

- K. Package proposed (240-345th day)
- L. Legislative Joint Committee Agency Rule Review (JCARR) jurisdiction (65 days / 305-410 days total)
- M. Review proposed comments develop final rule/package (15-30 days/320-440 days total)
- N. Final filing package in sign-off (15-30 days/335-470 days total)
- O. Rules final filed (335-470th day)
- P. Rules effective (+10 days)(345-480 days total)
- Q. Add another 30 days to prepare a package for submittal to U.S. EPA as part of the State Implementation Plan (SIP) package

In order to meet the eighteen-month deadline in the federal rule, if at all possible, Ohio EPA must start the rulemaking process now. And that is if there are no delays during the rulemaking process.

8. Since the final rule was promulgated by U.S. EPA, Ohio EPA has been working on updating the Ohio EPA General Permits for new sources so that when the rule becomes effective the regulated community will know the standards that will be met prior to construction of any new sources that are requesting construction of new wells or modifications of existing covered facilities. Ohio EPA has been in discussion with stakeholders including regulated sources to begin to understand the requirements that will need to be met for both new and existing sources.

9. Based on information from the Ohio Department of Natural Resources, it is estimated that Ohio EPA will have approximately 51,000 individual well sites that will be covered by this rule. This does not include other ancillary equipment such as tanks, dehydration units, and compressor stations that will also be covered by the rule.

10. In order to promulgate the necessary rule, plus issue the required permits and conduct inspections, Ohio EPA's Division of Air Pollution Control will need an estimated additional 46 personnel to fully support the program, if all of the sources can fall under a general permit. This assumes an annual inspection rate of 5% or one inspection every twenty years. If there are many sources that require a synthetic minor<sup>1</sup> or major source permit the staffing requirement goes to an additional 131 full-time equivalents with inspections on a once in five-year cycle. For perspective, the current staffing ceiling for the Division of Air Pollution Control is 183 staff members to cover the entire air pollution activities for the state

<sup>&</sup>lt;sup>1</sup> A synthetic minor source is a source of air pollution that accepts voluntary restrictions to avoid being considered a major source for permitting purposes. The synthetic minor designation will not affect the applicability of this rule to the source requesting this type of designation for permitting purposes.

including air monitoring, permitting, development of state implementation plans needed to meet air quality standards, air enforcement, the vehicle inspection maintenance program in the Cleveland area, and other miscellaneous programs.

11. Based on the estimated staffing to fully implement this program, Ohio EPA will need an additional \$5,757,000 per year at the low level and \$16,375,000 per year at the upper level. The Division of Air Pollution Control does not have the capacity to fund this level of additional regulated activity with the current level of funding. U.S. EPA has not provided any additional funding, or other resources, to implement this program.

12. On February 13, 2023 the Director of Ohio EPA submitted detailed comments to EPA explaining Ohio's objections to the proposed rule. Some of the reasons for which Ohio objected are listed below.

13. For example, Ohio explained that this rule would have a large impact on the thousands of small party well owners with compliance requirements with the rule.

14. As another example, under these rules, well closure plans are required to be submitted to the Administrator when a well is planned to be closed. Administrator will likely receive hundreds or maybe thousands of these plans. Ohio questioned whether U.S. EPA has authority to require this material or if state

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resource agencies are better equipped and informed, and in some cases, already handling this type of information.

15. Finally, Ohio EPA emphasized in its comments the magnitude of the additional burden on the state environmental agency to fully implement the rules. In the response to comments from many state air pollution agencies with the same concern, U.S. EPA fails to respond as to the expectation of how to implement this massive program without additional resources. Also, U.S. EPA has not committed to provide the state with any additional funding as a consequence of this large new regulatory program.

#### Impact on Ohio

16. If the Final Rule is not stayed, Ohio EPA and regulated entities within Ohio will be required to immediately begin to comply with the standards for new facilities and begin to plan for compliance the upcoming standards in the state 111(d) plan.

17. As Ohio EPA warned in its comments to EPA, a large amount of resources are required to meet the demands of this new rule. The Final Rule compels Ohio to commit vast amounts of state resources toward its implementation without any additional funding from EPA to account for the extreme increase in workload.

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18. The Final Rule has imposed an immediate burden on Ohio EPA to begin the drafting of conditions for new sources and develop a plan to address the approximately 51,000 well sites in Ohio. This includes attempting to identify and notify all of the well owners of the upcoming rule. It requires staff to draft changes to the Ohio EPA general permits, provide public notice, receive public input and revise as necessary the Ohio EPA general permit to comply with the U.S. EPA promulgated rule. The general permit provides Ohio EPA and source owners the ability to obtain permit in a more efficient fashion. Even with this efficiency, the State will have to devote immense resources to manage this program. Ohio EPA will also need to begin to conduct the rulemaking process to complete the necessary rules to promulgate the 111(d) standards for existing sources. This process puts a significant burden on Ohio EPA DAPC staff and its limited resources. This will, in turn, divert critical resources away from its other responsibilities under the Clean Air Act in service of Ohioans.

### No Parties will be harmed by Entry of Stay

- 19. No parties will be harmed if the Rule is stayed.
- 20. A stay would merely maintain the status quo for existing sources.

21. Any new wells that fall under Subpart OOOO(a) must meet the current new source performance standards for oil and gas wells. These standards are already stringent thus requiring high levels of control for the largest new sources.

22. The Final Rule will have diminished impact on potential large emitters of uncontrolled methane because other State regulations, namely regulations by the Ohio Department of Natural Resources currently in effect, already prohibit the venting of raw natural gas. Thus a stay of the Final Rule would not disrupt these stringent State regulations that are in place already that restrict emissions of large uncontrolled methane.

DATED: April 3, 2024

Hadanta

Robert Hodanbosi Chief, Division of Air Pollution Control Ohio EPA

# IN THE UNITED STATES COURT OF APPEALS

# FOR THE DISTRICT OF COLUMBIA CIRCUIT

STATE OF OKLAHOMA,	
STATE OF WEST VIRGINIA, STATE OF ARKANSAS,	
STATE OF ALABAMA,	
STATE OF ALASKA,	
STATE OF FLORIDA,	
STATE OF GEORGIA,	No. 24-1059
STATE OF IDAHO,	1.0. 2. 1.007
STATE OF INDIANA,	
STATE OF IOWA,	
STATE OF KANSAS,	
COMMONWEALTH OF KENTUCKY,	
STATE OF LOUISIANA,	
STATE OF MISSISSIPPI,	
STATE OF MISSOURI,	
STATE OF MONTANA,	
STATE OF NEBRASKA,	
STATE OF NORTH DAKOTA,	

STATE OF OHIO,

STATE OF SOUTH CAROLINA,

STATE OF TENNESSEE,

STATE OF UTAH,

COMMONWEALTH OF VIRGINIA,

STATE OF WYOMING,

and

the ARIZONA LEGISLATURE,

Petitioners,

v.

UNITED STATES ENVIRONMENTAL PROTECTION AGENCY and MICHAEL S. REGAN, Administrator, United States Environmental Protection Agency,

Respondents.

## DECLARATION OF REDGE JOHNSON IN SUPPORT OF PETITIONER UTAH'S MOTION TO STAY FINAL RULE

I, Redge Johnson, hereby declare and state under penalty of perjury that the following is true and correct to the best of my knowledge, based on my personal knowledge and information provided by the State of Utah Public Lands Policy Coordinating Office ("PLPCO") personnel:

1. My name is Redge Johnson, and my business address is 1594 W. North Temple, Suite 320, Salt Lake City, Utah 84116. I am over the age of eighteen, have personal knowledge of the subject matter and am competent to testify concerning the matters in this declaration.

2. I have served as the Director of State of Utah's Public Lands Policy Coordinating Office since January 2020. I have a degree in Political Science from Utah State University and have worked in natural resources and public lands most of my life. As the Director of PLPCO it is my responsibility to coordinate all policy issues related to the State's public lands. This requires me to coordinate with all federal agencies that have both land management and regulatory authority that impact the State. In addition to the federal agencies, I also coordinate the State's interests with local governments and State agencies and departments. I oversee updates to the State resource management plan which outlines formal State policies and identifies State law that federal agencies must analyze and consider when making decisions that will impact the State.

## Purpose of Declaration

3. I am submitting this declaration in support of the State of Utah's motion to stay the Methane Rule, published by the Environmental Protection Agency (EPA) on March 8, 2024, titled "Standards of Performance for New, Reconstructed, and Modified Sources and Emissions Guidelines for Existing Sources: Oil and Natural Gas Sector Climate Review," 89 Fed. Reg. 16,820 (Mar. 8, 2024) (Methane Rule). The Methane Rule is EPA's final action following publication in November, 2021, with a supplemental publication in December 2022 which expanded the proposed standards.

### State Regulation

4. The vision of PLPCO is to empower all to enjoy and flourish from the State's public lands, providing Utahns with unique and lasting opportunities for access, economic prosperity, and stewardship. Additionally, our mission is to coordinate, promote, and implement the State's public land priorities.

5. The State of Utah ("State") has a policy goal to Safeguard and improve the State's air, land, and water through balanced regulation.

6. The methane emission standards that are the subject of the Methane Rule are promulgated by the EPA in 40 CFR Part 60, pursuant to the Clean Air Act, 42 U.S.C. § 7401 et seq. (1970) ("CAA").

7. PLPCO, as the unified voice of the State, strives to work with federal agencies such as the EPA, State agencies, local governments, and private industry to achieve Utah's air quality goals while mitigating damage to the State's economy and promoting the public's access to, and use of, public lands.

8. The State previously submitted two comment letters related to the Methane Rule, one dated January 31, 2022, and the other dated February 13, 2023. Both outlined Utah's extensive concerns over the harmful effects and overreach of the Methane Rule. Those two letters are attached to this declaration.

9. For example, Utah noted the arbitrary nature of the implementation of the Methane Rule. The Methane Rule requires States to create plans to deal with existing emission sources but it does not require the EPA or the tribes to do the same. This is problematic in Utah's checkerboarded land ownership system where multiple governing entities share the same airshed.

10. As another example, the State highlighted in its previous comment letter that the Methane Rule would have severe negative impacts to Utah's energy industry and overall economy. Since the federal government owns roughly two-thirds of the land within Utah's boundaries, the federal permitting process under the National Environmental Policy Act ("NEPA") makes it difficult to install new pipeline infrastructure for natural gas to be brought to market. This has required many oil and gas industry operators to vent or flare methane to remain economically viable. However, the Methane Rule effectively bans flaring and will create a challenging environment economically for oil and gas operations in Utah.

11. The State is also alarmed with the Methane Rule's "super emitter" or third-party enforcement provision which will allow non governmental groups to monitor for super emitter events on behalf of the EPA. This would likely amount to unlawful neglect of EPA's duties.

#### Impact on Utah

12. If the Methane Rule is not stayed, Utah and regulated entities within Utah will be required to create plans and establish standards for existing methane sources while arbitrarily being required to wait for forthcoming unknown and unpredictable federal guidelines to be released by the EPA. This "shoot first and aim later" approach being taken by the EPA is an arbitrary process and will produce a "chilling effect" on Utah's economy.

13. Furthermore, vast amounts of state resources will be required to implement the Methane Rule. *See* 2023 Comment Letter at 6. The Methane Rule compels the State

to commit vast amounts of state resources toward its implementation without any additional funding from EPA to account for the extreme increase in workload, economic and regulatory burdens.

14. The Methane Rule also has imposed an immediate regulatory burden on Utah. Methane is not a pollutant that has been previously regulated by the State and compliance with the plan within 18 months is unrealistic. The Methane Rule requires the State to perform a collection of an emission inventory, understand the monitoring and quantification of potential methane emissions, make a determination of stakeholders, evaluate equivalency of current standards to the proposed OOOOb and OOOOc requirements, and determine the impacts of compliance with the plan all within that 18 month time frame. This process is time consuming and resource intensive. It will require staff to review draft regulatory documents, provide public notice pursuant to state law standards, and engage in public hearings and receive public input. The State will be required to review and respond to any public comments on proposed permit and regulatory changes. This process will put a significant burden on the State staff and its limited resources, which impedes Utah's ability to perform its many other duties in service of its citizenry.

## Lack of Harms by Entry of Stay

15. There will be no harm should a stay issue from this Court. As an initial point, a stay would merely maintain the status quo. Utah already has rules in place for managing methane emissions. For example, Utah has specific rules governing the venting and flaring of associated gas from oil wells (one source identified as a methane emission source) which are found at Utah Administrative Code R649-3-20, Gas Flaring or Venting. These rules have served the State well and will continue to do so in the event of a stay.

This the 4th day of April 2024.

Redge Johnson Director, PLPCO Utah Department of Natural Resources



### State of Utah

SPENCER J. COX Governor

DEIDRE HENDERSON Lieutenant Governor Office of the Governor PUBLIC LANDS POLICY COORDINATING OFFICE

REDGE B. JOHNSON Executive Director

January 31, 2022

Submitted via Federal eRulemaking Portal: <u>https://www.regulations.gov/</u>

Michael S. Regan Administrator U.S. Environmental Protection Agency Docket ID No. EPA-HQ-OAR-2021-0317 1200 Pennsylvania Avenue, NW Washington, DC 20460

Re: Standards of Performance for New, Reconstructed, and Modified Sources and Emissions Guidelines for Existing Sources: Oil and Natural Gas Sector Climate Review Docket ID No. EPA-HQ-OAR-2021-0317 RIN 2060-AV16

Dear Administrator Regan:

Under President Biden's January 20, 2021, Executive order ("EO") titled "Protecting Public Health and the Environment and Restoring Science to Tackle the Climate Crisis," the President directed the Environmental Protection Agency ("EPA") to consider taking the actions proposed in the EPA's proposed New Source Performance Standards and Emissions Guidelines for the oil and natural gas industry (the "Proposal").<sup>1</sup>

On November 30 through December 2, 2021, the EPA held a virtual public hearing providing the public the opportunity to present comments and information on the Proposal. Members of the public were given two options for commenting on the Proposal, either live during the virtual hearing or after the fact in writing, and according to the EPA's direction,

<sup>1</sup> 86 FR 63110

comments received by the EPA in writing were to be given the same weight as comments received at the public hearing.

While the state of Utah (State) was unable to provide comments during the virtual hearing, the State appreciates the opportunity to provide written comments at this time. According to the EPA's Proposal Overview Fact Sheet, "the EPA's proposal would expand and strengthen emissions reduction requirements that are currently on the books for new, modified and reconstructed oil and natural gas sources, and would require states to reduce methane emissions from hundreds of thousands of existing sources nationwide for the first time."<sup>2</sup> Overall, the State encourages the responsible and appropriate development/use of natural resources (including oil and natural gas) to promote economic development for the benefit of its citizenry<sup>3</sup> and to support the State's energy plan.<sup>4</sup> Further, the State has adopted an "all-of-the-above"<sup>5</sup> energy policy which promotes, among other things, responsible oil and natural gas development and related infrastructure. Accordingly, the State supports responsible regulation, but has some concerns (as outlined) regarding the current methane Proposal. As such, the State provides the following comments on the EPA's Proposal through two of its state agencies, namely, the Utah Public Lands Policy Coordinating Office ("PLPCO") and the Utah Division of Air Quality ("UDAQ").

### I. FLPMA COORDINATION/CONSISTENCY REQUIREMENTS

Before diving into the State's specific comments regarding the proposed rule, it is important to highlight the fact that under the Federal Land Policy and Management Act ("FLPMA"), when developing or creating land use plans, the federal government and the Bureau of Land Management ("BLM") are required to coordinate their plans with state and local government plans. While the State understands the EPA is the agency putting forth the Proposal (not the BLM), this coordination requirement is relevant because of the oversized role the BLM plays in oil and gas development in Utah. For example, "Utah accounts for 1 in every 10 barrels of crude oil produced in the Rocky Mountain region."<sup>6</sup> Of that oil production, a vast majority is developed from public lands, because "within Utah's borders, the US owns

<sup>&</sup>lt;sup>2</sup> See <u>https://www.epa.gov/system/files/documents/2021-11/2021-oil-and-gas-proposal.-overview-fact-sheet.pdf</u> ("Overview Fact Sheet") (2021).

<sup>&</sup>lt;sup>3</sup> See Resource Development Act, Utah Code § 63M-5-102(1)(a), available at: https://le.utah.gov/xcode/Title63M/Chapter5/63M-5-S102.html.

<sup>&</sup>lt;sup>4</sup> *See* Utah State Resource Management Plan, pp. 70–71, *available at:* <u>https://rmp.utah.gov/state-of-utah-resource-management-plan/</u> (2018).

<sup>&</sup>lt;sup>5</sup> Carter, *supra* Note 20.

<sup>&</sup>lt;sup>6</sup> EIA, *Utah State Energy Profile*, U.S. Energy Information Administration, *available at:* <u>https://www.eia.gov/state/print.php?sid=UT</u> (2021).

35.2 million acres of oil, gas, and other minerals – nearly 2/3rds of the minerals within the State of Utah. These minerals are leased and administered by the Bureau of Land Management."<sup>7</sup> Where 2/3rds of all minerals within the State are administered by the BLM, it's apparent that the federal government plays an oversized role in the success or failure of the oil and natural gas industry in Utah. Accordingly, it's important that coordination occur between the relevant state and federal agencies.

In addition to the coordination requirement listed above, the BLM also has the responsibility in the development of land use plans to ensure that consideration is given to applicable state, local, and tribal plans "and to resolve, to the extent practical, inconsistencies between Federal and non-Federal Government plans."<sup>8</sup> Specifically, FLPMA states that these Federal Plans "shall be consistent with State and local plans to the maximum extent [the Agency] finds consistent with Federal law and the purposes of this Act."<sup>9</sup>

While in years past there were no Utah specific state or local resource management plans with which the federal agencies could ensure consistency, as of 2018, the State of Utah and all its counties have adopted State and County Resource Management Plans (RMPs).<sup>10</sup> These RMPs include policies for many aspects of public land management, including those related to oil and natural gas, as well as energy infrastructure development. These relevant State and County Resource Management Plans (and their applicability to the current Proposal) are discussed below, and the State requests that federal actions taken as part of the Proposal be consistent with these state and local plans and policies to the greatest degree possible.

Further, the current Proposal put forth by EPA "specifically recognizes states' and tribes' unique roles" stating that "some forward-looking states have their own regulations for methane emissions from the oil and gas industry, and EPA's proposal provides states the opportunity to leverage their existing programs or develop new programs that are at least as effective as the presumptive standards."<sup>11</sup> The recognition by EPA of certain State's attempt to be proactive in regard to methane emissions is appreciated, and the State requests that its SRMP (and other relevant code) be given appropriate consideration as the EPA moves forward with its Proposal.

<sup>11</sup> See <u>https://www.epa.gov/system/files/documents/2021-11/2021-oil-and-gas-proposal.-overview-fact-sheet.pdf</u>.

<sup>&</sup>lt;sup>7</sup> Angela Franklin, *Utah, Federal oil and gas leases, and the Biden Administration*, Utah Business, *available at:* <u>https://www.utahbusiness.com/utah-federal-oil-and-gas-leases-and-the-biden-administration/</u> (2021).

 $<sup>^{8}</sup>$  *Id.* at 8.

<sup>&</sup>lt;sup>9</sup> 43 U.S.C. §1712(c)(9).

<sup>&</sup>lt;sup>10</sup> See generally <u>https://rmp.utah.gov/</u>.

#### II. STATE and COUNTY POLICY

# A. Utah's "All-Of-The-Above" Energy Approach

Overall, the State supports natural gas energy production and related development, as "Utah is an 'all-of-the-above' energy state" meaning "there is room for all types of energy production and distribution"<sup>12</sup> both conventional and renewable. To date, this all-of-the-above energy policy has served Utahns well,<sup>13</sup> and the State supports all reasonable forms of energy development and generation available within its borders.

As evidence of the success of this policy, Utah currently generates more electricity than it consumes, and the state is a net supplier of power to other states.<sup>14</sup> As of 2020, coal fueled 61% of Utah's total electricity net generation, down from 75% five years earlier, and natural gas accounted for 25%. Almost all of the rest of Utah's in-state electricity generation came from renewable energy sources, primarily solar power.<sup>15</sup> This trend is expected to continue, and Utah's Strategic Energy Plan anticipates natural gas-fired generation will replace coal and will back up intermittent renewables like wind and solar power.<sup>16</sup> In fact, no new coal-fired generators have been built in the state since 1993, but about 60 natural gas-fired units have been put into service since then.<sup>17</sup> As part of its overarching policy, the State is committed to continuing to diversify its energy portfolio and has adopted a voluntary goal of obtaining 20 percent of its adjusted retail electric sales from renewable energy resources

<sup>14</sup> EIA, Utah – State Energy Profile Analysis, U.S. Energy Information Administration, available at: <u>https://www.eia.gov/state/analysis.php?sid=UT</u> (2021); *citing* U.S. EIA, Utah Electricity Profile 2019, Table 10, Supply and disposition of electricity, 1990 through 2019.

<sup>&</sup>lt;sup>12</sup> Thom Carter, *Why expanding renewable energy means more mining, not less,* Deseret News, *available at:* https://www.deseret.com/2021/4/7/22360352/keep-it-in-the-ground-energy-policy-renewable-traditional-wind-solar-batteries-critical-minerals (2021).

<sup>&</sup>lt;sup>13</sup> Id.

<sup>&</sup>lt;sup>15</sup> *Id.; citing* U.S. EIA, Electricity Data Browser, Net generation for all sectors (thousand megawatthours), Utah, 2001-20.

<sup>&</sup>lt;sup>16</sup> *Id.; citing* Utah Governor's Office, Energy Initiatives and Imperatives: Utah's 10-Year Strategic Energy Plan 2.0, updated February 2014, p. 25-26.

<sup>&</sup>lt;sup>17</sup> *Id. citing* U.S. EIA, Preliminary Monthly Electric Generator Inventory (based on Form EIA-860M as a supplement to Form EIA-860), Inventory of Operating Generators as of December 2020, Plant State: Utah, Technology: Natural Gas.

by 2025.<sup>18</sup> In fact, about 97% of Utah's electric generating capacity added since 2015 is powered by solar energy.<sup>19</sup>

However, due to the intermittent characteristics of some forms of renewable energy (wind, solar, &c.), there is still a need for electricity generation that can be available to the electricity grid 24/7, regardless of weather conditions. This need for "dispatchable" energy - meaning energy that can be ramped up or down quickly to make up for intermittency caused by other renewable energy resources - is highlighted by current events.

As shown by recent actions taken by the Biden Administration<sup>20</sup> (and subsequent litigation)<sup>21</sup> there is a push by the current President to "tackle" climate change by shifting away from traditional energy sources such as oil and gas. As the United States tackles climate change by transitioning to low-carbon energy resources, it is imperative that baseload and dispatchable energy sources (such as natural-gas) remain viable and online. If fossil-fueled energy systems are retired at a pace that is greater than renewable projects are brought online, then our nation almost certainly will experience a host of adverse effects due to insufficient energy – rolling blackouts or system failures causing death by exposure to extreme temperatures, and exorbitant energy bills which unfairly burden individuals, businesses, and local governments.

For example, earlier this year a winter storm caused wellheads and pipelines to freeze in Texas, which resulted in blackouts across the state and natural gas prices to skyrocket throughout the Midwest, possibly because of market manipulation. Millions of U.S. citizens were affected.<sup>22</sup> The same scenario, or one characterized by acute heat,<sup>23</sup> could playout anywhere in the United States. In fact, if climate change causes extreme weather events to be

<sup>20</sup> E.O. 14008 of Jan 27, 2021.

<sup>21</sup> Louisiana, et al. v. Biden, CIV. NO. 2:21-CV-00778-TAD-KK.

<sup>22</sup> Christopher M. Matthews, "Far From Texas, Huge Gas Bills Stoke Anger After February Freeze" (*Wall Street Journal*, June 27, 2021). Available at <u>https://www.wsj.com/articles/far-from-texas-huge-gas-bills-stoke-anger-after-february-freeze-11624786202?mod=djem\_EnergyJournal</u>.

<sup>&</sup>lt;sup>18</sup> *Id.; citing* NC Clean Energy Technology Center, DSIRE, Utah, Renewable Portfolio Goal, updated July 3, 2018.

<sup>&</sup>lt;sup>19</sup> *Id. citing* U.S. EIA, Preliminary Monthly Electric Generator Inventory (based on Form EIA-860M as a supplement to Form EIA-860), Inventory of Operating Generators as of December 2020, Plant State: Utah, Technology: Select All.

<sup>&</sup>lt;sup>23</sup> Grid, "Rolling Blackouts Hit Parts of Northwest Amid Heat Wave" (*Energy Wire*, June 30, 2021). Available at

https://www.eenews.net/energywire/2021/06/30/stories/1063736119?utm\_campaign=edition&utm\_medium=email&utm\_source=eenews%3Aenergywire.

more frequent and more intense,<sup>24</sup> then we must expect more severe storms and heatwaves in the foreseeable future.

With this expectation in mind, again it is critical to remember that if we reduce our reliance on fossil fuel energy systems at a pace that is greater than renewable projects are developed, and without the necessary baseload and dispatchable energy sources (such as natural gas) remaining viable and online, then we must expect these extreme weather events to wreak even more havoc on the environment and human life. Energy, regardless of its source, plays a significant role in ameliorating the deleterious effects of severe meteorological phenomena on human life. Unfortunately, the possibility of energy shortfalls is conceivable as our Nation and some of its states attempt to aggressively cut fossil fuel use by, among other things, pulling permits for crude oil pipelines,<sup>25</sup> denying access to state lands for interstate natural gas pipelines,<sup>26</sup> and pausing oil and gas lease sales on public lands and in offshore waters.<sup>27</sup> In light of these potential energy shortfalls, Utah remains committed to its "all-of-the-above" energy approach, and asserts that it remains imperative that any future regulatory changes (such as the current Proposal) not inhibit fossil fuel development to a point where it becomes unviable. The State has adopted specific policies in furtherance thereof.

#### **B.** State Energy Infrastructure Policy

The State of Utah Resource Management Plan ("SRMP") supports energy development, generation and transmission, on public lands within the State, and has adopted policies and guidelines promoting it. Specifically, the SRMP states (citing Utah Code) that:

"The BLM and Forest Service land use plans should produce planning documents consistent with state and local land use plans to the maximum extent consistent with federal law and FLPMA's purposes, by incorporating the state's land use planning and management program for the subject lands

<sup>&</sup>lt;sup>24</sup> Environmental Protection Agency, *Climate Change Indicators: Weather And Climate* (Environmental Protection Agency, May 12, 2021). Available at <u>https://www.epa.gov/climate-indicators/weather-climate</u>.
<sup>25</sup> Joseph R. Biden, *Protecting Public Health and the Environment and Restoring Science to Tackle the Climate Crisis* Executive Order 13990 at Section 6. Federal Register 86(14): 7041, 7037-7043 Available at <u>https://www.whitehouse.gov/briefing-room/presidential-actions/2021/01/20/executive-order-protecting-public-health-and-environment-and-restoring-science-to-tackle-climate-crisis/.</u>

<sup>&</sup>lt;sup>26</sup> Brent Kendall and Timothy Puko, "Supreme Court Rules New Jersey Can't Block Natural-Gas Pipeline (*Wall Street Journal*, June 30, 2021). Available at <u>https://www.wsj.com/articles/supreme-court-rules-new-jersey-cant-block-natural-gas-pipeline-11624977295?mod=trending\_now\_news\_pos4</u>.

<sup>&</sup>lt;sup>27</sup> Joseph R. Biden, *Tackling the Climate Crisis at Home and Abroad* Executive Order 14008 at Section 208, Federal Register 86(19): 7619-7633 February 1, 2021

# that preserve traditional multiple use and sustained yield management on the subject lands to: ...

*i.* Provide for reasonable and responsible development of electrical transmission and energy pipeline infrastructure on the subject lands.<sup>28</sup>

The Utah SRMP further states that "support for continued natural gas development within the State of Utah is a major component of the state's energy plan. The benefits of developing this abundant and clean resource will continue to play a key role in Utah's economic future and the nation's energy independence."<sup>29</sup>

While this policy relates more particularly to raw production of natural gas, the States support extends into necessary energy pipeline infrastructure development as well. Certainly some reasonable regulation is necessary to ensure that natural gas production and related infrastructure is not emitting methane or other gases into the atmosphere at destructive rates, however, it is imperative that regulation (such as the current Proposal) does not become overburdensome and threaten the "continued natural gas development within the State of Utah."<sup>30</sup>

Again, where the Utah SRMP promotes responsible fossil fuel energy generation, fossil fuel development, and related infrastructure, the State requests that as the EPA moves forward with the Proposal and develops its Supplemental Proposal slated for release in 2022, that it continues to coordinate with the State's RMP. Further, the State requests that the EPA ensure that current and future actions taken in furtherance of the Proposal remain consistent with said plans to the maximum extent possible.

With this information in mind, the State now turns to some specific comments regarding the EPA's proposal, beginning with comments from the UDAQ.

# **III. THE PROPOSAL**

#### A. Utah Division of Air Quality Comments

The UDAQ is very interested and invested in this rulemaking due to the large inventory of oil and gas exploration and production that plays an integral part in both our economic strength and our air quality. UDAQ understands that this proposal is large and complex and will continue to evolve over the next year with further proposals and guidance

<sup>&</sup>lt;sup>28</sup> State of Utah Resource Management Plan at 10; *citing* Utah State Code Annotated § 63J-8-104(i).
<sup>29</sup> Id. at 72.
<sup>30</sup> Id

documents. UDAQ looks forward to the continuing development of the new performance standards for the oil and gas industry based upon the evolving scientific research and developing technology. UDAQ has been primarily focused on VOC emissions from oil and gas sources as a precursor to the formation of the ozone. The proposed rules focus mainly on the control of methane emissions, and although methane is not currently a pollutant addressed by Utah regulations or air pollution plans, UDAQ understands that the controls and practices identified in this proposal will also result in significant controls on VOCs, as well. UDAQ acknowledges that the control of methane emitted into the air. As this has not been a focus of UDAQ's regulatory framework and expertise, UDAQ does not have a deep technological knowledge or experience in detecting or controlling methane. As such, these comments are focused on those controls identified in the proposal that will have an impact on VOC emissions and, therefore, will impact the ozone nonattainment area in the Uinta Basin (UB) that is heavily influenced by emissions from oil and gas exploration and production.

The State has historically been proactive with its air quality program and has been actively addressing sources in the oil and gas industry for many years, especially in the UB located in the northeast corner of the state where the majority of oil and gas exploration and production in the state occurs. The UB was designated as an ozone nonattainment area (NAA) under the 2015 ozone NAAQS with a unique wintertime ozone season. The UB is also unique in that it has a complex jurisdictional matrix within the boundaries of the NAA with state, federal and tribal authorities intermixed. It is also unique in terms of the air quality challenges relative to more standard ozone NAAs in that it is a rural area with a low population and little contribution to air pollution from mobile sources or large industrial sources. The most significant source of emissions is from the oil and gas industry, and as such, the Proposal would have a significant impact on both the main economic industry in the UB and the air quality challenges it faces.

As a state air agency, UDAQ appreciates the detailed preamble and regulatory analysis documents associated with the proposed rulemaking; however, without actual proposed regulatory language, it is problematic to provide comments in detail. In general, as stated above, UDAQ has been actively working on addressing emissions from the oil and gas industry via state rulemaking and as such supports the enhancement of the OOOO NSPS. The increased focus on fugitives, equipment leaks, associated gas from oil wells, tank unloading operations, and the aggregation of tanks for determination of applicability for controls all

reflect current Utah air quality rules. The UDAQ will look forward to the supplemental proposal in 2022 with actual regulatory language and the opportunity to comment then.

UDAQ is concerned with potential continued delays of federal action with the ozone nonattainment area located in the Uinta Basin where there is shared jurisdiction with EPA and Ute Tribe over oil and gas emissions. The 2017 oil and gas emission inventory for the UB indicates that at least 80% of the VOC emissions are from sources under EPA and tribal regulatory control. UDAQ has taken a proactive approach to addressing emissions from oil and gas exploration and production, the primary sources of the ozone precursors VOCs and NOx, in the UB. For many years UDAQ has been working with EPA Region 8 and the Ute Tribe to address the UB as one shared airshed and address controlling emissions in as similar a regulatory approach as possible. In December of 2019, EPA proposed a FIP for the Uintah and Ouray Indian Reservation to control emissions of VOCs from oil and gas sources. EPA wrote that FIP based on the rule UDAQ had already implemented in the area to create regulatory consistency across the UB, but this plan has yet to be finalized. The UDAQ is concerned with the lack of action from the EPA in the shared UB NAA and now, with new proposed rules for oil and gas sources, how the potential FIP will interact with these standards.

The proposed revised standard will require that states create a plan to establish standards for existing sources based upon forthcoming emission guidelines from EPA. There is not an explicit requirement for tribes or EPA to do the same. The State will have a federally established timeline to create such a plan that may go beyond current requirements, and to perform meaningful public outreach on the new proposals. These new requirements will require a large investment of state resources to achieve; yet without full and equitable effort by EPA to meet a similar timeframe, the State's efforts alone cannot be effective for all the communities in the UB. The UDAQ would like the opportunity to work closely with Region 8 and the Ute Tribe to address future regulatory actions and planning such that the State presents a consistent and equable regulatory environment for oil and gas sources operating within the Uinta Basin.

The proposed standard is relying on the establishment of baseline emission estimates of methane and VOCs to determine applicability of rules. The crude oil in the UB has a unique composition and is labeled 'waxy crude' that differs from other oil and gas production areas in the nation. Many estimates of emissions for collection of emission inventories are based upon national emission factors that we have found through extensive research are not applicable to the UB. The State has invested significant resources and funding for research into the specific sources of VOC emissions and formation of ozone in the UB. The Proposal acknowledges the complexity and difficultly of collecting emission inventories for specific sources in the oil and gas industry, which is appreciated. UDAQ has the challenge of trying to establish consistency in the performance of high-pressure liquid sampling and analysis on the waxy crude due to laboratory challenges and estimation of emissions using equation of state process simulation modeling. There are significant technical and professional opinion challenges associated with determining emissions from oil and gas sources in the UB. Because the development of this standard is reliant on determining emission thresholds, UDAQ requests that EPA provide support to create consistent guidelines for how to estimate emissions for development of an oil and gas emission inventory for VOCs.

Utah has been successful in utilizing a permit by rule approach to minor oil and gas sources in the state and hopes EPA will continue to support this process through allowance of state rules to implement OOOO NSPS and ultimately a state plan for existing sources. The Proposal discusses the ability of states to use current state rules to meet the requirements of the updated standard; therefore, UDAQ looks forward to demonstrating that many parts of the proposed standards can be met with current state rules.

The State appreciates the acknowledgement of environmental justice, community involvement, and small business impacts because many of the oil and gas sources in Utah are in rural areas where the oil and gas industry has a large economic impact. The State encourages EPA to continue to support flexibility with these rules to ensure balance with economics and protection of human health and the environment. There are many lowproducing wells within the state and small businesses that own and operate those wells will need support and time to understand requirements, acquire and install new equipment and make necessary procedural changes. As such, the State encourages EPA allow a longer implementation time for such low producing wells.

# B. Unequal Distribution of Costs/Benefits

According to the Proposal, three distinct groups of actions under the Clean Air Act ("CAA") are collectively intended to significantly reduce emissions of greenhouse gases ("GHGs") and other harmful air pollutants from the Crude Oil and Natural Gas source category.<sup>31</sup>

First, the EPA proposes to revise the new source performance standards ("NSPS") for GHGs and volatile organic compounds ("VOCs") for the Crude Oil and Natural Gas source category under the CAA to reflect the Agency's most recent review of the feasibility and cost of reducing emissions from these sources.

<sup>31</sup> 86 FR 63110

Second, the EPA proposes emissions guidelines ("EG") under the CAA, for states to follow in developing, submitting, and implementing state plans to establish performance standards to limit GHGs from existing sources (designated facilities) in the Crude Oil and Natural Gas source category.

Third, the EPA is taking several related actions stemming from the joint resolution of Congress, adopted on June 30, 2021 under the Congressional Review Act ("CRA"), disapproving the EPA's final rule titled, "Oil and Natural Gas Sector: Emission Standards for New, Reconstructed, and Modified Sources Review," Sept. 14, 2020 ("2020 Policy Rule").<sup>32</sup>

The key components of these three groups are finding and repairing methane leaks from well sites and compressor stations,<sup>33</sup> transitioning to zero-emitting technologies for pneumatic controllers,<sup>34</sup> eliminating venting of associated gas from oil wells,<sup>35</sup> strengthening requirements for storage tanks,<sup>36</sup> broadening the types of pneumatic pumps covered by the rule,<sup>37</sup> and reducing additional methane and VOC emissions through new and stronger requirements.<sup>38</sup>

While the EPA states that these measures and key components will "reduce methane emissions by approximately 41 million tons through 2035" and "yield nearly \$4.5 billion in net climate benefits a year"<sup>39</sup> the State is concerned that the cost of implementing said measures may do much to harm the oil and gas industry's resilience in the State. For example, it may be true that the key components will yield nearly \$4.5 billion in net climate benefits a year, with said benefits being enjoyed by all citizens. However, the Proposal would "require states to reduce methane emissions from hundreds of thousands of existing sources nationwide for the first time"<sup>40</sup> which would require oil and gas operators to retrofit and update existing infrastructure to standards at costs which have not yet been fully quantified. Not only would the compliance costs be passed down to the producers, but so would the increased cost of product recovery. Thus, while the net benefits may be somewhat equitably distributed, the costs would be unevenly borne by the States and oil and gas operators.

<sup>32</sup> *Id.*<sup>33</sup> Overview Fact Sheet at 3.
<sup>34</sup> *Id.* at 4.
<sup>35</sup> *Id.*<sup>36</sup> *Id.* at 5.
<sup>37</sup> *Id.*<sup>38</sup> *Id.* at 6.
<sup>39</sup> *Id.* at 2.
<sup>40</sup> *Id.* at 1.

On a similar note, according to the EPA's training conducted on November 16, 2021, these measures (particularly those aimed at reducing fugitive gas leaks and eliminating associated gas venting) would "increase recovery of natural gas that otherwise would go to waste, valued at \$690 million in 2030 alone."<sup>41</sup> While this statement may be true, the Proposal does not seem to contemplate that the rule will instead leave tons of natural gas stranded and unproduced. Due to the added costs associated with compliance (again imposed on the oil and gas operators), arguably many oil and gas sources would become uneconomical to extract. While the State is supportive of finding innovative ways to reduce air pollution and methane emissions, it must be done in a way that equitably allocates costs and benefits, and without jeopardizing the resilience of the State's oil and gas industry.

#### C. Lack of Necessary Infrastructure

As highlighted prior, nearly 2/3rds of the minerals within in Utah are owned by the federal government and leased and administered by the Bureau of Land Management.<sup>42</sup> As such, most of the oil and gas production in the state occurs on federal land. This presents several additional challenges related to the Proposal, particularly the Proposal's provisions that would eliminate venting of associated gas from oil wells and require at least a 95 percent reduction in methane and VOC emissions from associated gas that cannot be captured and sold.<sup>43</sup> In short, the requirement to eliminate the venting of associated gas from oil wells would require operators to mitigate the methane emissions by either redirecting the gas into a sales line, or if no sales line is available, then to flare the gas.

While it would likely be preferable to send the associated gas into a sales line (thereby generating further revenue from the oil well), most often on federal land there is no sales line close by. Due to the extreme remoteness of most of the wells located on federal lands, these new requirements would require the operator to construct completely new gathering and distribution lines, making the sale of the associated gas a losing economic venture. Further, given the time-consuming restrictions of the environmental review process under the National

https://www.youtube.com/watch?v=7VWAEcF65qU (2021); see also

<sup>&</sup>lt;sup>41</sup> U.S. EPA, *EPA Training on 2021 Proposal to Reduce Air Pollution from the Oil and Natural Gas Industry: Day 1,* United States Environmental Protection Agency, *available at:* 

https://www.epa.gov/system/files/documents/2021-11/epas-proposed-oil-and-gas-rules.presentation-11.2.2021.pdf.

<sup>&</sup>lt;sup>42</sup> Angela Franklin, *Utah, Federal oil and gas leases, and the Biden Administration*, Utah Business, *available at:* <u>https://www.utahbusiness.com/utah-federal-oil-and-gas-leases-and-the-biden-administration/</u> (2021).

<sup>&</sup>lt;sup>43</sup> EPA, *Reducing Methane from the Oil and Natural Gas Source Category*, United States Environmental Protection Agency, *available at:* <u>https://www.epa.gov/system/files/documents/2021-11/epas-proposed-oil-and-gas-rules.presentation-11.2.2021.pdf</u> (2021).

Environmental Policy Act ("NEPA")<sup>44</sup> that would be required to construct new gas pipelines across federal land, not only would the construction be costly, but be delayed by multiple years before operations could resume. Of course, the federal government can streamline the NEPA/environmental review process (as has been proposed for green energy projects on federal lands),<sup>45</sup> however, without a similar NEPA streamlining process in place to allow construction of necessary sales lines/infrastructure for associated gas, ultimately this requirement would be largely unattainable for a large swatch of Utah's oil wells located on public lands.

The other option available to oil and gas operators under the proposal to eliminate venting would be to flare any associated gas. For many operators, the decision to flare is largely dependent on the oil-to-gas price ratio, and the cost to capture and process the gas.<sup>46</sup> While the added costs of flaring are likely the cheaper option when compared to the added costs of capturing, processing, and sending the gas through a sales line, however, there are still added costs, safety concerns, and other complexities associated with flaring. As such, the State would encourage the EPA to consider adding exceptions to the Proposal allowing for venting in certain situations where neither flaring nor redirecting gas to a sales line is a feasible option (such as on remote public lands).

# **IV. CONCLUSION**

In summation, the citizens of the Utah as a whole, will continue to benefit as the EPA fulfills its mission to "protect human health and the environment" while ensuring that "Americans have clean air, land and water."<sup>47</sup>As an overarching goal, "the State of Utah supports the wise use, conservation, and protection of public lands and their resources..."<sup>48</sup> and has adopted an "all-of-the-above"<sup>49</sup> energy policy which promotes, among other things,

<sup>47</sup> EPA, *Our Mission and What We Do*, U.S. Environmental Protection Agency, *available at:* <u>https://www.epa.gov/aboutepa/our-mission-and-what-we-do</u> (2021).

<sup>&</sup>lt;sup>44</sup> 42 U.S.C. § 4321 et seq.

<sup>&</sup>lt;sup>45</sup> See generally U.S. DOI, Memorandum of Understanding between United States Department of the Interior and United States Department of Agriculture, United States Department of Defense, United States Department of Energy, United States Environmental Protection Agency to Improve Public Land Renewable Energy Project Permit Coordination, United States Department of the Interior, available at:

https://www.doi.gov/sites/doi.gov/files/mou-esb46-04208-pub-land-renewable-energy-proj-permit-coord-doi-usda-dod-epa-doe-2022-01-06.pdf (2022).

<sup>&</sup>lt;sup>46</sup> U.S. DOE, *Developing Technologies for Upcycling Associated Gas into Higher-Value Products*, U.S. Department of Energy, *available at:* <u>https://www.netl.doe.gov/sites/default/files/2020-12/Upcycling-Associated-Gas-into-Higher-Value-Products-12-2020.pdf</u> (2020).

<sup>&</sup>lt;sup>48</sup> Utah SRMP at 8.

<sup>&</sup>lt;sup>49</sup> Carter, *supra* Note 20.

responsible oil and natural gas development and related infrastructure. As such, the State supports responsible regulation, but has some concerns (as outlined) regarding the current methane Proposal.

The cornerstone of proper management of Utah's resources is the coordination and cooperation between the State and Federal agencies. Accordingly, I thank you for your consideration of the State's comments. The State looks forward to working with the EPA as this Proposal moves forward. If you have further questions, please contact me at the information below.

Sincerely,

Redge Johnson Executive Director



# Department of Natural Resources

JOEL FERRY Executive Director

Public Lands Policy Coordinating Office

SPENCER J. COX Governor

State of Utah

DEIDRE M. HENDERSON Lieutenant Governor REDGE B. JOHNSON Director

February 13, 2023

Submitted via electronically: https://www.regulations.gov

U.S. Environmental Protection Agency EPA Docket Center Docket ID No. EPA-HQ-OAR-2021-0317 Mail Code 28221T 1200 Pennsylvania Avenue, NW Washington, DC 20460

Re: Standards of Performance for New, Reconstructed, and Modified Sources and Emissions Guidelines for Existing Sources: Oil and Natural Gas Sector Climate Review; A Supplemental Proposal to the EPA's Proposal to Reduce Climateand Health-Harming Pollution from the Oil and Natural Gas Industry Docket ID No. EPA-HQ-OAR-2021-0317

Dear Administrator Regan:

Under President Biden's January 20, 2021, Executive order ("EO") titled "Protecting Public Health and the Environment and Restoring Science to Tackle the Climate Crisis," the President directed the Environmental Protection Agency ("EPA") to consider taking the actions proposed in the EPA's proposed *New Source Performance Standards and Emissions Guidelines for the oil and natural gas industry* (the "Proposed Rule")<sup>1</sup> released in November 2021. Subsequently, on December 6, 2022 the EPA promulgated another round of related regulations entitled *Standards of Performance for New, Reconstructed, and Modified Sources and Emissions Guidelines for Existing Sources: Oil and Natural Gas Sector Climate Review* (the "Supplemental Proposal").<sup>2</sup>

On January 31, 2022, the state of Utah ("State") through two of its state agencies, namely, the Utah Public Lands Policy Coordinating Office ("PLPCO") and the Utah Division

<sup>1</sup> 86 FR 63110. <sup>2</sup> 87 FR 74702. of Air Quality ("UDAQ") provided written comments on the EPA's Proposed Rule. The January 2022 letter is hereby incorporated by reference as if stated in full herein.

The state of Utah ("State") has reviewed the Proposed Rule and the Supplemental Proposal, and the State appreciates the opportunity to provide written comments at this time. According to the EPA's Proposal Overview Fact Sheet, "the EPA's proposal would expand and strengthen emissions reduction requirements that are currently on the books for new, modified and reconstructed oil and natural gas sources, and would require states to reduce methane emissions from hundreds of thousands of existing sources nationwide for the first time."<sup>3</sup> Building upon the Proposed Rule, according to the EPA the Supplemental Proposal will "update, strengthen, and expand the standards proposed on November 15, 2021...which are intended to significantly reduce emissions of greenhouse gases ("GHGs") and other harmful air pollutants from the Crude Oil and Natural Gas source category."<sup>4</sup> More specifically, the Supplemental Proposal is intended to accomplish three things, namely:

"First, the EPA proposes standards for certain sources that were not addressed in the November 2021 proposal. Second, the EPA proposes revisions that strengthen standards for sources of leaks, provide greater flexibility to use innovative advanced detection methods, and establish a super emitter response program. Third, the EPA proposes to modify and refine certain elements of the proposed standards in response to information submitted in public comments on the November 2021 proposal. Finally, the EPA proposes details of the timelines and other implementation requirements that apply to states to limit methane pollution from existing designated facilities in the source category under the Clean Air Act (CAA)."<sup>5</sup>

Overall, the State encourages the responsible and appropriate development/use of natural resources (including oil and natural gas) to promote economic development for the benefit of its citizenry<sup>6</sup> and to support the State's energy plan.<sup>7</sup> Further, the State has adopted an "any-of-the-above"<sup>8</sup> energy policy which promotes, among other things, responsible oil and

<sup>7</sup> See Utah State Resource Management Plan, pp. 70–71, *available at:* https://storymaps.arcgis.com/collections/81d4406668e34acca4d98275ee41cd07 (2022).

<sup>&</sup>lt;sup>3</sup> See <u>https://www.epa.gov/system/files/documents/2021-11/2021-oil-and-gas-proposal.-overview-fact-sheet.pdf</u> ("Overview Fact Sheet") (2021).

<sup>&</sup>lt;sup>4</sup> 87 FR 74702.

<sup>&</sup>lt;sup>5</sup> Id.

<sup>&</sup>lt;sup>6</sup> See Resource Development Act, Utah Code § 63M-5-102(1)(a), available at: <u>https://le.utah.gov/xcode/Title63M/Chapter5/63M-5-S102.html</u>.

<sup>&</sup>lt;sup>8</sup> OED, *Utah Energy and Innovation Plan*, Utah Office of Energy Development, *available at:* <u>https://energy.utah.gov/plan/</u> (2022).

natural gas development and related infrastructure. Accordingly, the State supports responsible regulation, and given the fact that the Clean Air Act ("CAA") is now over 50 years old, it stands to reason that some updated rulemaking may be appropriate from time-to-time. That said, the State has some serious concerns (as outlined herein) regarding not only the aims of the current Proposed Rule/Supplemental Proposal, but also its effects, implementation and unintended consequences. As such, the State, through its state agencies PLPCO and UDAQ, provides the following comments on the EPA's Supplemental Proposal, in addition to those comments submitted on January 31, 2022 and incorporated herein.

# I. <u>UTAH DIVISION OF AIR QUALITY</u>

The Utah Department of Environmental Quality - Division of Air Quality (UDAQ) is pleased with the opportunity to provide comments on the U.S. Environmental Protection Agency's (EPA's) supplemental notice of proposed rulemaking: "Standards of Performance for New, Reconstructed, and Modified Sources and Emissions Guidelines for Existing Sources: Oil and Natural Gas Sector Climate Review," published in the Federal Register on December 6, 2022 (87 FR 74702). This rulemaking is of great importance as the state has a large inventory of oil and gas exploration and production that plays an integral part in both our economic strength and impact on air quality.

The state of Utah has historically been proactive with its air quality program and has been actively addressing sources in the oil and gas industry for many years, especially in the north east corner of the state, the Uinta Basin, where the majority of oil and gas exploration and production occurs. The Uinta Basin (UB) was designated as an ozone nonattainment area (NAA) under the 2015 ozone NAAQS with a unique wintertime ozone season. The UB is also unique in that it has a complex jurisdictional matrix within the boundaries of the NAA with state, federal and tribal authorities intermixed. It is also unique in terms of the air quality challenges in respect to more standard ozone NAAs in that it is a rural area with a low population and little contribution to air pollution from mobile sources or many industries. The most significant source of emissions is from the oil and gas industry and as such these proposed rules would have a significant impact on both the main economic industry in the UB and the air quality challenges it faces.

In general, UDAQ is supportive of the reduction of emissions of criteria air pollutants and greenhouse gases and understands that oil and gas exploration and production is a source of such emissions. The proposed rules, both the original proposal in November 2021 and this supplemental proposal are both voluminous and full of technical details and questions, and as such difficult to provide a detailed analysis however we would provide the following highlevel concerns and thoughts.

#### A. Timeliness of Federal Action and Resources to Implement

As stated above, the majority of oil and gas sources in Utah are located in the UB where there is shared air quality jurisdiction with the state, EPA, and Ute Tribe over oil and gas emissions. The 2017 oil and gas emission inventory for the UB indicates that 80% of the VOC emissions are from sources under EPA and tribal regulatory control. This has been acknowledged by EPA with the issuance of the "Federal Implementation Plan for Managing Emissions from Oil and Natural Gas Sources on Indian Country Lands Within the Uintah and Ouray Indian Reservation in Utah" published in the December 8, 2022 (87 FR 75334). There is a one-year implementation time period for existing sources to implement and comply with the FIP, which is February 6, 2024. The Federal Implementation Plan (FIP) reflects standards and requirements established by UDAQ many years ago and though very much supported and appreciated, it was not issued until almost five years from designation as an ozone NAA in 2018.

With the proposed FIP, these new proposed EPA standards under OOOO, the Bureau of Land Management's "Waste Prevention, Production Subject to Royalties, and Resource Conservation" proposed rules, and the EPA's December 2022 proposal updating requirements to the "Adoption and Submittal of State Plans for Designated Facilities: Implementing Regulations Under the Clean Air Act Section 111(d)" there is a large amount of regulation proposed to address emissions from oil and gas sources. As such there is a large amount of complexity and uncertainly for states in how to manage all these changes and understand how they all interconnect and function together in these short time frames. Federal agencies will also have to resource, manage and implement effectively these programs in the UB where they have jurisdiction over the majority of impacted sources. As such we request that EPA engage with UDAQ and the Ute Tribe in a meaningful and timely way such that we can effectively and reasonably manage our resources and provide clear regulatory guidance to impacted sources. There should be more time provided to fully understand these changes and implement effectively.

#### B. Required State Plan and Meaningful Engagement Requirements

This supplemental proposal provides more detail on the plans required to be developed by states and Tribes to address existing oil and gas sources and apply the new performance standards. This includes the requirement to engage with stakeholders in a meaningful manner. Though the added detail provided is helpful, the timeframe identified for states to develop this plan of 18 months from final publication of the emission guidelines is not adequate. As described above, the state of Utah already has an established program to regulate oil and gas emission sources, though focused on volatile organic compounds (VOCs) emissions. The plan the state is to develop is required to be equivalent to EPAs proposed OOOOb and OOOOc requirements, thus includes methane emissions from oil and gas sources. This is not a pollutant that has been previously regulated by the State of Utah and as such to collect an emission inventory, understand the monitoring and quantification of potential methane emissions, determination of stakeholders to have meaningful engagement with, evaluation of equivalency of current standards to the proposed OOOOb and OOOOc requirements and understanding the impacts of compliance with the plan, all in 18 months is unrealistic. We would request this be extended to 36 months to develop a plan that would then avoid the submittal of an inadequately prepared plan that EPA would have to review and reject, leading to unnecessary use of already limited resources. This added time would also allow meaningful engagement and cooperation between the state, EPA and the Ute Tribe to address our shared jurisdiction in the UB.

Considering the long time frame taken previously by EPA to prepare and promulgate a FIP for the UB ozone NAA, Utah is again uncertain EPA or the Ute Tribe will develop this plan in a timely manner once again leaving the UB in a situation where there are unequal regulatory requirements on adjacent lands in a shared airshed.

#### C. Super-emitter Response Program

This supplemental proposal includes a new element identified as a super-emitter response program, designed to reduce emissions associated with large emission events (>100kg methane/hr). EPA-approved third-party entities can notify owners and operators of regulated facilities when a super-emitter event is detected. Once notified, owners and operators would be required to conduct a root cause analysis and take corrective actions to address emissions within ten days of the event. If the super-emitter event is confirmed, details would need to be reported to both the EPA and state, Tribal or local authorities.

While a commendable premise as many areas with oil and gas development are remote and include vast arrays of infrastructure such as gathering lines and other equipment not routinely monitored, the proposed program lacks important implementation details and trends away from the usual delegation of authority to the state, Tribal, and local air agencies that the Clean Air Act is built on. In an area where there is already multiple layers of regulations and responsible agencies, adding a third party may add to the already confusing mix and lead to actually less effective compliance and enforcement of the regulations. It would be better to allow the state, Tribal and local air agencies to work with current requirements and the new proposed flexibility with leak detection and monitoring with new evolving technologies to develop their programs and request third party involvement if they have the need. This proposed regulatory approach should be removed from this proposal and perhaps the new funding opportunities from EPA can be used to support this idea, but with the state's and tribe's control. These are complex and voluminous proposals that will require a large investment of state resources to achieve, and as mentioned these are not the only new federal proposals that require UDAQ resources to evaluate and implement. We do understand that there is funding and grants available through both the Bipartisan Infrastructure Law and Inflation Reduction Act that will support these new approaches to methane detection and management. Yet again, it will require state resources to understand, manage and implement these funding sources. Ultimately, UDAQ requests additional time for these proposals to be understood and implemented. We again would like to see full and equitable effort by EPA to address their jurisdictional sources within the proposed timeframes and we must collaborate effectively. To maintain the balance that the state of Utah promotes between responsible economic growth and good air quality, we need to work closely with EPA Region 8 and the Ute Tribe to present a consistent and equable regulatory environment for oil and gas sources.

# II. <u>UTAH PUBLIC LANDS POLICY COORDINATING OFFICE</u>

PLPCO is a state agency, whose broad mission is "to coordinate, promote, and implement Utah's public land priorities."<sup>9</sup> In addition to "develop[ing] and coordinat[ing] the State's public lands policy initiatives"<sup>10</sup> PLPCO is also involved in many different facets of public land management policy, including overseeing the State's Resource Development Coordinating Committee ("RDCC") which is "responsible for commenting on development and conservation proposals on Utah's public lands"<sup>11</sup> as well as assisting in resource management planning at the State and County levels.<sup>12</sup> Because of PLPCO's broad mission and expertise, the agency is involved in various issues and projects that include oil & gas development on federal lands, and other land management tools/decisions.

# III. CONSISTENCY WITH STATE LAND USE PLANS AND POLICIES

When Federal agencies are preparing an Environmental Impact Statement ("EIS") under the Council on Environmental Quality's ("CEQ") regulations for the National Environmental Policy Act ("NEPA"), the "environmental consequences" section of the EIS must include a discussion of "[p]ossible conflicts between the proposed action and the objectives of Federal, regional, State, Tribal, and local land use plans, policies and controls for the area concerned."<sup>13</sup> While the EPA's Proposed Rule is not an EIS, the EPA should nevertheless strive for consistency with the land use plans, policies, and controls from State,

<sup>&</sup>lt;sup>9</sup> PLPCO, *About the Public Lands Office*, Utah's Public Lands Policy Coordinating Office, *available at:* <u>https://publiclands.utah.gov/about/</u> (2021).

<sup>&</sup>lt;sup>10</sup> Id.

<sup>&</sup>lt;sup>11</sup> Id.

 <sup>&</sup>lt;sup>12</sup> PLPCO, *Resource Management Plans*, Utah's Public Lands Policy Coordinating Office, *available at:* <u>https://publiclands.utah.gov/current-projects/resource-management-plans/</u> (2021).
 <sup>13</sup> 40 C.F.R. 1502.16(5).

Tribal and local governments, and in the spirit of the CEQ regulations, discuss possible conflicts with those plans, policies and controls. For example, the EPA should strive for consistency with state law, and the State's Resource Management Plan.<sup>14</sup> Similar plans and policies of local governments, such as county governments that will be particularly impacted by the EPA's Proposed Rule, should also be considered in the development of the Proposed Rule, with conflicts identified and discussed. In 2018, the State adopted a State Resource Management Plan ("SRMP") and all twenty-nine (29) counties in the State have adopted County Resource Management Plans ("CRMPs")<sup>15</sup>. These RMPs include policies for many aspects of public land management, including those related to oil and natural gas, as well as energy infrastructure development.

Further, the current Proposal put forth by EPA "specifically recognizes states' and tribes' unique roles, stating that "some forward-looking states have their own regulations for methane emissions from the oil and gas industry, and EPA's proposal provides states the opportunity to leverage their existing programs or develop new programs that are at least as effective as the presumptive standards."<sup>16</sup> The recognition by EPA of certain State's attempt to be proactive in regard to methane emissions is appreciated, and the State requests that its SRMP (and other relevant code) be given appropriate consideration as the EPA moves forward with its Proposal.

# IV. STATE ENERGY POLICY

# 1. Utah's "Any-Of-The-Above" Energy Approach

Overall, the State supports natural gas production and related development, as "Utah is an 'any-of-the-above' energy state"<sup>17</sup> meaning "there is room for all types of energy production and distribution"<sup>18</sup> both conventional and renewable. To date, this all-of-the-above energy policy has served Utahns well,<sup>19</sup> and the State supports all reasonable forms of energy development and generation available within its borders.

<sup>&</sup>lt;sup>14</sup> Utah State Resource Management Plan (Utah SRMP), pp. 9, *available at* 

https://storymaps.arcgis.com/collections/81d4406668e34acca4d98275ee41cd07 (2022).

<sup>&</sup>lt;sup>15</sup> PLPCO, *Resource Management Plans by County*, Utah's Public Lands Policy Coordinating Office, *available at* <u>https://utah-resource-management-planning-plpco.hub.arcgis.com/pages/county-management-plans</u> (2022).

<sup>&</sup>lt;sup>16</sup> See <u>https://www.epa.gov/system/files/documents/2021-11/2021-oil-and-gas-proposal.-overview-fact-sheet.pdf</u>.

<sup>&</sup>lt;sup>17</sup> OED, *Utah Energy and Innovation Plan*, Utah Office of Energy Development, *available at:* <u>https://energy.utah.gov/plan/</u> (2022).

<sup>&</sup>lt;sup>18</sup> Thom Carter, *Why expanding renewable energy means more mining, not less,* Deseret News, *available at:* https://www.deseret.com/2021/4/7/22360352/keep-it-in-the-ground-energy-policy-renewable-traditional-wind-solar-batteries-critical-minerals (2021).

<sup>&</sup>lt;sup>19</sup> Id.

As evidence of the success of this policy, Utah currently generates more electricity than it consumes, and the state is a net supplier of power to other states.<sup>20</sup> As of 2020, coal fueled 61% of Utah's total electricity net generation, down from 75% five years earlier, and natural gas accounted for 25%. Almost all of the rest of Utah's in-state electricity generation came from renewable energy sources, primarily solar power.<sup>21</sup> This trend is expected to continue, and Utah's Strategic Energy Plan anticipates natural gas-fired generation will replace coal and will back up intermittent renewables like wind and solar power.<sup>22</sup> In fact, no new coal-fired generators have been built in the state since 1993, but about 60 natural gas-fired units have been put into service since then.<sup>23</sup> As part of its overarching policy, the State is committed to continuing to diversify its energy portfolio and has adopted a voluntary goal of obtaining 20 percent of its adjusted retail electric sales from renewable energy resources by 2025.<sup>24</sup> In fact, about 97% of Utah's electric generating capacity added since 2015 is powered by solar energy.<sup>25</sup>

However, due to the intermittent characteristics of some forms of renewable energy (wind, solar, &c.), there is still a need for electricity generation that can be available to the electricity grid 24/7, regardless of weather conditions. This need for "dispatchable" energy - meaning energy that can be ramped up or down quickly to make up for intermittency caused by other renewable energy resources - is highlighted by current events.

As shown by actions taken by the Biden Administration<sup>26</sup> (and subsequent litigation)<sup>27</sup> there is a push by the current President to "tackle" climate change by shifting away from traditional energy sources such as oil and gas. As the United States tackles climate change by transitioning to low-carbon energy resources, it is imperative that baseload and dispatchable energy sources (such as natural-gas) remain viable and online. If fossil-fueled energy systems

<sup>&</sup>lt;sup>20</sup> EIA, Utah – State Energy Profile Analysis, U.S. Energy Information Administration, available at:

https://www.eia.gov/state/analysis.php?sid=UT (2021); *citing* U.S. EIA, Utah Electricity Profile 2019, Table 10, Supply and disposition of electricity, 1990 through 2019.

<sup>&</sup>lt;sup>21</sup> *Id.; citing* U.S. EIA, Electricity Data Browser, Net generation for all sectors (thousand megawatthours), Utah, 2001-20.

<sup>&</sup>lt;sup>22</sup> *Id.; citing* Utah Governor's Office, Energy Initiatives and Imperatives: Utah's 10-Year Strategic Energy Plan 2.0, updated February 2014, p. 25-26.

<sup>&</sup>lt;sup>23</sup> *Id. citing* U.S. EIA, Preliminary Monthly Electric Generator Inventory (based on Form EIA-860M as a supplement to Form EIA-860), Inventory of Operating Generators as of December 2020, Plant State: Utah, Technology: Natural Gas.

<sup>&</sup>lt;sup>24</sup> Id.; citing NC Clean Energy Technology Center, DSIRE, Utah, Renewable Portfolio Goal, updated July 3, 2018.

<sup>&</sup>lt;sup>25</sup> *Id. citing* U.S. EIA, Preliminary Monthly Electric Generator Inventory (based on Form EIA-860M as a supplement to Form EIA-860), Inventory of Operating Generators as of December 2020, Plant State: Utah, Technology: Select All.

<sup>&</sup>lt;sup>26</sup> E.O. 14008 of Jan 27, 2021.

<sup>&</sup>lt;sup>27</sup> Louisiana, et al. v. Biden, CIV. NO. 2:21-CV-00778-TAD-KK.

are retired at a pace that is greater than renewable projects are brought online, then our nation almost certainly will experience a host of adverse effects due to insufficient energy – rolling blackouts or system failures causing death by exposure to extreme temperatures, and exorbitant energy bills which unfairly burden individuals, businesses, and local governments.

For example, during the winter of 2021, a severe storm caused wellheads and pipelines to freeze in Texas, which resulted in blackouts across the state and natural gas prices to skyrocket throughout the Midwest, possibly because of market manipulation. Millions of U.S. citizens were affected.<sup>28</sup> The same scenario, or one characterized by acute heat,<sup>29</sup> could playout anywhere in the United States. In fact, if climate change causes extreme weather events to be more frequent and more intense,<sup>30</sup> then we must expect more severe storms and heatwaves in the foreseeable future.

With this expectation in mind, again it is critical to remember that if we reduce our reliance on fossil fuel energy systems at a pace that is greater than renewable projects are developed, and without the necessary baseload and dispatchable energy sources (such as natural gas) remaining viable and online, then we must expect these extreme weather events to wreak even more havoc on the environment and human life. Energy, regardless of its source, plays a significant role in ameliorating the deleterious effects of severe meteorological phenomena on human life. Unfortunately, the possibility of energy shortfalls is conceivable as our Nation and some of its states attempt to aggressively cut fossil fuel use by, among other things, pulling permits for crude oil pipelines,<sup>31</sup> denying access to state lands for interstate natural gas pipelines,<sup>32</sup> and pausing oil and gas lease sales on public lands and in offshore

<sup>&</sup>lt;sup>28</sup> Christopher M. Matthews, "Far From Texas, Huge Gas Bills Stoke Anger After February Freeze" (*Wall Street Journal*, June 27, 2021). Available at <u>https://www.wsj.com/articles/far-from-texas-huge-gas-bills-stoke-anger-after-february-freeze-11624786202?mod=djem\_EnergyJournal</u>.

<sup>&</sup>lt;sup>29</sup> Grid, "Rolling Blackouts Hit Parts of Northwest Amid Heat Wave" (*Energy Wire*, June 30, 2021). Available at

https://www.eenews.net/energywire/2021/06/30/stories/1063736119?utm\_campaign=edition&utm\_medium=e mail&utm\_source=eenews%3Aenergywire.

<sup>&</sup>lt;sup>30</sup> Environmental Protection Agency, *Climate Change Indicators: Weather And Climate* (Environmental Protection Agency, May 12, 2021). Available at <u>https://www.epa.gov/climate-indicators/weather-climate</u>.

<sup>&</sup>lt;sup>31</sup> Joseph R. Biden, *Protecting Public Health and the Environment and Restoring Science to Tackle the Climate Crisis* Executive Order 13990 at Section 6. Federal Register 86(14): 7041, 7037-7043 Available at <a href="https://www.whitehouse.gov/briefing-room/presidential-actions/2021/01/20/executive-order-protecting-public-health-and-environment-and-restoring-science-to-tackle-climate-crisis/">https://www.whitehouse.gov/briefing-room/presidential-actions/2021/01/20/executive-order-protecting-public-health-and-environment-and-restoring-science-to-tackle-climate-crisis/</a>.

<sup>&</sup>lt;sup>32</sup> Brent Kendall and Timothy Puko, "Supreme Court Rules New Jersey Can't Block Natural-Gas Pipeline (*Wall Street Journal*, June 30, 2021). Available at <u>https://www.wsj.com/articles/supreme-court-rules-new-jersey-cant-block-natural-gas-pipeline-11624977295?mod=trending\_now\_news\_pos4</u>.

waters.<sup>33</sup> In light of these potential energy shortfalls, Utah remains committed to its "any-ofthe-above" energy approach, and asserts that it remains imperative that any future regulatory changes (such as the current Proposed Rule) not inhibit fossil fuel development to a point where it becomes unviable. The State has adopted specific policies in furtherance thereof.

#### 2. State Energy Development Policy

The State of Utah Resource Management Plan ("SRMP") supports energy development, generation and transmission on public lands within the State, and has adopted policies and guidelines promoting it. Specifically, the SRMP states (citing Utah Code) that:

"The BLM and Forest Service land use plans should produce planning documents consistent with state and local land use plans to the maximum extent consistent with federal law and FLPMA's purposes, by incorporating the state's land use planning and management program for the subject lands that **preserve traditional multiple use and sustained yield management on the subject lands to:...** 

i. Provide for reasonable and responsible development of electrical transmission and energy pipeline infrastructure on the subject lands."<sup>34</sup>

The Utah SRMP further states that "support for continued natural gas development within the State of Utah is a major component of the state's energy plan. The benefits of developing this abundant and clean resource will continue to play a key role in Utah's economic future and the nation's energy independence."<sup>35</sup>

While this particular policy relates more particularly to raw production of natural gas, the States support extends into necessary energy pipeline infrastructure development as well. Certainly some reasonable regulation is necessary to ensure that natural gas production and related infrastructure is not emitting methane or other gases into the atmosphere at destructive rates, however, it is imperative that regulation (such as the current Proposed Rule) does not become overburdensome and threaten the "continued natural gas development within the State of Utah."<sup>36</sup>

In addition to the policies found in the Utah SRMP, Utah has also adopted law enshrined in Utah Code establishing energy zones along with management and land use priorities for said zones. The relevant zones for purposes of this comment letter include the

<sup>&</sup>lt;sup>33</sup> Joseph R. Biden, *Tackling the Climate Crisis at Home and Abroad* Executive Order 14008 at Section 208, Federal Register 86(19): 7619-7633 February 1, 2021

<sup>&</sup>lt;sup>34</sup> State of Utah Resource Management Plan at 10; *citing* Utah State Code Annotated § 63J-8-104(i). <sup>35</sup> *Id.* at 72.

<sup>&</sup>lt;sup>36</sup> Id.

San Juan County Energy Zone,<sup>37</sup> the Uintah Basin Energy Zone,<sup>38</sup> and the Green River Energy Zone.<sup>39</sup> Together, these three energy zones contain almost exclusively all the natural gas production in the State of Utah. All three statutes governing these three energy zones have provisions and directives for the management of federal land within these zones to achieve productive natural gas development. For example, within the Uintah Basin Energy Zone, Utah Code states that:

- "(4) The state supports:
  - (a) efficient and responsible full development of all existing energy and mineral resources located within the Uintah Basin Energy Zone, including oil, oil shale, natural gas, oil sands...; and
  - (b) a cooperative management approach among federal agencies, state, and local governments to achieve broadly supported management plans for the full development of all energy and mineral resources within the Uintah Basin Energy Zone.
- (5) The state calls upon the federal agencies who administer lands within the Uintah Basin Energy Zone to:
  - (a) fully cooperate and coordinate with the state and with Daggett, Uintah, and Duchesne Counties to develop, amend, and implement land and resource management plans and to implement management decisions that are consistent with the purposes, goals, and policies described in this section to the maximum extent allowed under federal law...<sup>40</sup>

Again, where the Utah SRMP promotes responsible fossil fuel energy generation, fossil fuel development, and related infrastructure, and Utah Code establishes Energy Zones with directives to develop all energy and mineral resources within the zone, and for the federal agencies to implement management decisions that are consistent with the Energy Zones, the State requests that as the EPA moves forward with the Proposed Rule, that it continue to coordinate with the State's RMP and relevant State Code. Further, the State requests that the EPA ensure that current and future actions taken in furtherance of the Proposed Rule remain consistent with said plans and energy zones to the maximum extent possible.

<sup>&</sup>lt;sup>37</sup> Utah State Code Annotated § 63J-8-105.2.

<sup>&</sup>lt;sup>38</sup> Utah State Code Annotated § 63J-8-105.5.

<sup>&</sup>lt;sup>39</sup> Utah State Code Annotated § 63J-8-105.7.

<sup>&</sup>lt;sup>40</sup> Utah State Code Annotated § 63J-8-105.5(4)-(5); *see also* Utah State Code Annotated § 63J-8-105.2(4)-(5)

and Utah State Code Annotated § 63J-8-105.7(4)-(5) (The statutes governing the San Juan County Energy Zone and Green River Energy Zone contain almost identical verbiage to that quoted/cited herein regarding the Uintah Basin Energy Zone).

#### 3. County Energy Development Policy

The majority of Utah's natural gas development has historically come from a small number of counties, with the top five counties by total gas production being Uintah, Carbon, Duchesne, San Juan and Summit counties.<sup>41</sup> The largest gas producing county is by and large Uintah County. According to the Uintah CRMP:

"Natural gas made the second-largest contribution to the value of fuel commodities produced in Utah during 2014, with an estimated value of \$2.4 billion (including natural gas liquids), a \$245 million (12%) increase from 2013. About 96% of the gas produced in Utah during 2014 came from Uintah, Carbon, Duchesne, and San Juan Counties (in decreasing production order). The five largest producing gas fields in 2014 were Natural Buttes (Uintah), Drunkards Wash (Carbon), Brundage Canyon (Duchesne), Altamont (Duchesne), and Red Wash (Uintah). Together they accounted for 73% of the 2014 gas production. Notably, production from Natural Buttes accounted for more than half (57%) of the gas produced in Utah during 2014."<sup>42</sup>

Because of the oversized economic impact oil and gas development plays in these counties, all of these counties have adopted policies and guidelines promoting it within their respective CRMPs and supporting energy development overall as well as natural gas production and transmission on public lands within their boundaries. This authority to promote natural gas production within county boundaries is derived from state law. As stated in the Uintah CRMP:

"The State of Utah grants local governments the authority to supplement the state and federal laws with its own regulations for oil and gas development. Utah authorizes counties to enact any ordinances necessary to carry out its duties, so long as they are not repugnant to state or federal law (BMP 2021). The Pipeline and Hazardous Materials Safety Administration (PHMSA) exercises authority under the Pipeline Safety Act (49 U.S.C. § 60101) to prescribe minimum safety standards governing the location, design, construction, operation, and maintenance of liquefied natural gas facilities in or affecting interstate and foreign commerce. Whereas FERC serves as the lead federal agency for satisfying compliance with the National Environmental Policy Act (NEPA) (42 U.S.C. § 4321) for liquefied natural gas facilities subject

<sup>&</sup>lt;sup>41</sup> DOGM, *Gas Production by County (past 5 Years)*, Utah Division of Oil, Gas and Mining, *available at:* <u>https://oilgas.utah.gov/gasProdVolPerCountyPerYear.php</u> (2022).

<sup>&</sup>lt;sup>42</sup> Uintah County Resource Management Plan, *available at:* <u>https://utah-resource-management-planning-plpco.hub.arcgis.com/pages/county-management-plans</u> (2022).

to its jurisdiction (McIntyre 2018). The Natural Gas Act (15 U.S.C 15B § 717) enabled the federal regulation of companies transporting and distributing natural gas both intrastate and interstate. The Public Law 109–468 (2006), an amendment to the 49 U.S.C § 60101, provides enhanced environmental and safety protection in the transportation and handling of national energy products. This includes the construction and demolition of pipelines for the purpose of transporting oil and gas products."<sup>43</sup>

Within this legal framework, the Uintah CRMP has adopted a plethora of policies and ordinances promoting natural gas development within it's county.<sup>44</sup> Due to the extensiveness of Uintah Counties particular natural gas related policies and ordinances, and due to the limited scope of the current letter in addressing venting and flaring, suffice it to say that Utah's oil and natural gas producing counties have taken a proactive approach to regulating oil and gas development and emissions while at the same time allowing enough flexibility to allow for this particular economic sector to grow and expand, providing vast economic opportunities for its citizens. In short, the CRMPs of Utah's hydrocarbon producing counties should be analyzed in depth by the EPA as an example of proper natural gas regulations.

Further, related to the State RMP analysis above, the State requests that as the EPA moves forward with the Proposed Rule, that it continue to coordinate with the State's County RMPs, particularly Utah's top natural gas producing counties of Uintah, Carbon, Duchesne, and San Juan. Further, the State requests that the EPA ensure that current and future actions taken in furtherance of the Proposed Rule remain consistent with said plans to the maximum extent possible.

# V. THE PROPOSED RULE

With this extensive introductory information in mind, the State now turns to specific comments regarding the Proposed Rule/Supplemental Proposal.

# 1. <u>International Trade Implications of the Proposed Rule/Supplemental</u> <u>Proposal</u>

While the State has various concerns regarding the Proposed Rule/Supplemental Proposal (many of which were already addressed in the State's January 2022 letter), the first to be addressed here are reasonably foreseeable negative implications in the foreign policy/international trade arena due to current geopolitical events.

<sup>43</sup> *Id.* at 134.
 <sup>44</sup> *Id.* at 21.

The ongoing Russian conflict in Ukraine is creating artificial natural gas shortages across Europe, with Russia cutting off natural gas supplies to the European Union ("EU") for supporting Ukraine in the war. For example, in summer of 2022 the Nordstream One Pipeline (the large undersea pipeline below the Baltic Sea which supplied about 35% of Russian gas to the EU) was shut down by Russia for "maintenance."<sup>45</sup> However, many in the EU believe the actions are more retaliatory in nature, rather than a legitimate maintenance concern. This belief is reflected by the fact that Russian imports to the EU are down by some 88% since the start of the war in Ukraine.<sup>46</sup>

To address the pressing natural gas shortage, Germany, for one, has responded with lightning speed efficiency to fast-track the building of Liquefied Natural Gas ("LNG") import facilities. These facilities allow Germany (and any other EU nations following suit) to by-pass the Russian bottleneck and import LNG from other countries, including the United States.<sup>47</sup> The shortage isn't just in Germany and continental Europe. In the U.K., partially as an effort to drive down the cost of living, the U.K. will aim to import from the U.S. at least nine to ten billion cubic meters of LNG over the next year, more than doubling their import levels from 2021.<sup>48</sup>

The shortages are not just affecting Europe and our NATO allies, but also the United States' trade partners in Asia. According to a recent presentation given to the Western States and Tribal Nations Natural Gas Initiative "Asia's need for U.S. LNG from the West Coast has only become more urgent since Russia's invasion of Ukraine, a fact METI Oil and Gas Division Director Takeshi Soda shared in a deeply informative presentation that laid bare the emergency-level LNG shortages in Asia that Europe's war-increased demand has caused. High current prices are the predictable result, but long-term contracts that can start supplying at stable prices are all but sold out until 2026 and LNG procurement is in a 'state of war,' Soda told the audience. Japan's government is facilitating investments to ensure its own energy security, including through direct investment in upstream and midstream assets. This presents a major opportunity for West Coast LNG exports and Rockies natural gas."<sup>49</sup>

<sup>&</sup>lt;sup>45</sup> BBC, *Nord Stream 1: How Russia is cutting gas supplies to Europe*, BBC, *available at:* https://www.bbc.com/news/world-europe-60131520 (2022).

<sup>&</sup>lt;sup>46</sup> *Id*.

<sup>&</sup>lt;sup>47</sup> Georgi Kantchev, *The Five-Year Engineering Feat Germany Pulled Off in Months*, The Wall Street Journal, *available at:* <u>https://www.wsj.com/articles/natural-gas-terminal-engineering-feat-germany-</u>

<sup>11670513353?</sup>st=tibvi6r863mr7c7&reflink=desktopwebshare\_permalink (2022).

<sup>&</sup>lt;sup>48</sup> City A.M., U.S. To Bail Out Britain By Doubling Natural Gas Exports, OilPrice.com, available at: U.S. To Bail Out Britain By Doubling Natural Gas Exports | OilPrice.com (2022).

<sup>&</sup>lt;sup>49</sup> WSTN, *WSTN President's Message: West Coast LNG Export Forum Wrap up*, Western States and Tribal Nations Natural Gas Initiative, *available at:* <u>https://westernnaturalgas.org/2022/12/21/wstn-presidents-message-west-coast-lng-export-forum-wrapup/</u> (2022).

However, despite the herculean efforts to build new LNG facilities in Germany and across Europe, and despite Japan's energy investments, it's predicted that due to worldwide infrastructure limitations (and production limitations) that there are going to be LNG shortages worldwide until 2026.<sup>50</sup> This impending shortage is looming, despite the fact that the U.S. has adequate supplies of natural gas that could be exported to our partners/allies in Europe.<sup>51</sup>

While the United States could be taking a positive role in this situation by "opening the valve" on our own supplies and sending that LNG to our NATO allies in Europe, instead, natural gas production in the U.S. is down due to the anti-fossil fuel policies of the current administration, which have made investors hesitant to invest in natural gas projects.<sup>52</sup> For example, as of December 19, 2022 natural gas production in Utah is 194,602,919 MCF, which is the lowest level of production in Utah since 1984.<sup>53</sup> For comparison, the highest level of natural gas production in Utah came in 2012 with 490,575,308 MCF produced. While Europe continues to slog through the natural gas shortage quagmire, here in the U.S. through regulatory burden we are hamstringing our own operators and contributing to the artificial shortage which not only harms our economy at home, but hurts our allies overseas. From a purely economic standpoint, it would make sense to take advantage of this opportunity to bolster the United States economy. From an international relations standpoint, it makes sense to export the LNG we have in abundance here in the U.S. to our foreign allies, strengthening them in the uncertain geopolitical world we all live in, and strengthening our own economic and political position in the process.

As such, adding to necessary infrastructure (such as by building an LNG export facility somewhere on the west coast) would provide a better market for Intermountain West natural gas, help supply LNG to other countries and reduce their reliance on coal in the process. One such port was proposed at Coos Bay, Oregon, namely the Jordan Cove project. However, the project never saw completion as environmental activists and other groups successfully fought the project and the associated pipeline.<sup>54</sup> Due to such opposition, natural gas producing states (such as Utah) are having to look to other areas along the Pacific Rim as options for exporting

<sup>&</sup>lt;sup>50</sup> Matthew DiLallo, *ExxonMobil Believes This Fuel Will Be in Short Supply Until 2026*, MSN, *available at:* <u>https://www.msn.com/en-us/money/markets/exxonmobil-believes-this-fuel-will-be-in-short-supply-until-2026/ar-AA157IBW?cvid=480a3ec690414af4be46aaf980685bea</u> (2022).
<sup>51</sup> Id.

<sup>&</sup>lt;sup>52</sup> Myra P. Saefong, *EIA reports a weekly decline in U.S. natural-gas supplies smaller than the 5-year average,* MarketWatch, *available at:* <u>https://www.marketwatch.com/story/eia-reports-a-weekly-decline-in-u-s-natural-gas-supplies-smaller-than-the-5-year-average-01671118892?siteid=yhoof2&yptr=yahoo (2022).</u>

<sup>&</sup>lt;sup>53</sup> Utah DNR, Gas Production Per Year (past 5 years), Utah Department of Natural Resources; Oil, Gas & Mining, available at: <u>https://oilgas.utah.gov/gasProdVolPerYear.php</u> (2022).

<sup>&</sup>lt;sup>54</sup> Andrew Selsky, *Controversial plan for Jordan Cove natural gas terminal in Southern Oregon abandoned*, Associated Press, *available at:* <u>https://www.registerguard.com/story/news/environment/2021/12/01/jordan-cove-natural-gas-terminal-abandoned-southern-oregon-lng/8830677002/</u> (2021).

their natural gas and getting it to market. For example, Utah is looking outside the U.S. to Mexico in an effort to access a "replacement port" for its goods. The port (with LNG export capabilities), is located in Ensenada, Mexico and is slated for completion in 2024.<sup>55</sup> While this port has the potential to provide the much needed potential export facilities for Utah and other Intermountain States, it is the State's recommendation that similar projects be encouraged here in our own nation, so that our producers can get their product from the oil patch to international markets without having to take unnecessary additional steps by first exporting the product to Mexico.

In sum, Europe and the rest of the world is facing a natural gas shortage. Exporting the abundant gas here in the United States would alleviate the pressures faced in Europe, while simultaneously reducing global coal reliance. However, U.S. policies and environmental regulations are hampering our collective ability to produce and export more LNG, exactly in the moment when the world stage needs it most. As such, it is the State's recommendation that the EPA should be looking at ways to encourage production – not restrict it through overburdensome regulations.

Returning to the Western States and Tribal Nations Natural Gas Initiative forum mentioned *supra*, according to one of the presenters "the Biden Administration in both Japan and the U.K. has formally made LNG exports part of its short- to medium-term policy for solving energy shortages. Ambassador Emanuel gave the reason succinctly in his keynote address: 'President Putin's invasion of Ukraine and weaponization of energy demonstrate clearly the danger of depending on despots for your energy security and needs. Industrialized economies cannot be that vulnerable in the future. **A clear lesson is to import LNG from your friends** (emphasis added)." Stated another way, the clear here lesson here is to EXPORT LNG to your friends. A lesson the EPA should take to heart.

# 2. Existing State Law

The State is heavily invested in this rulemaking due to the large inventory of oil and gas exploration and production that plays an integral part in both our economic strength and our air quality (the bulk of which, as stated, comes from federal land/minerals). We understand that this proposal is large and complex and will likely continue to evolve with further proposals and guidance documents, and we look forward to the continuing development of the new performance standards for the oil and gas industry based upon the evolving scientific research and developing technology.

<sup>&</sup>lt;sup>55</sup> SEMPRA, *ECA LNG – A World-Class Project to help Power the Global Energy Transition*, Sempra Infrastructure, *available at:* <u>https://semprainfrastructure.com/news-and-events/spotlight-stories/eca-lng-a-world-class-project-to-help-power-the-global-energy-transition</u> (2022).

#### i. <u>Existing Utah Venting and Flaring Law</u>

The need for further federal regulations in this sphere is superfluous, as Utah already has rules in place for managing methane emissions which have served the state well. For example, Utah has specific rules governing the venting and flaring of associated gas from oil wells (one source identified as a methane emission source) which are found at Utah Administrative Code R649-3-20, Gas Flaring or Venting. This rule has been in place for nearly 40 years with only minor modifications. Utah's petroleum industry has adapted well to the requirements of the rule, and operators understand that the Utah Division of Oil, Gas and Mining ("DOGM") will work collaboratively to offer reasonable solutions to gas venting/flaring situations that both prevent waste of resource while economically producing wells that may otherwise sit idle or be plugged prematurely. The rule has served the State well and has remained a fair and consistent regulatory policy in Utah that industry understands and has accepted for nearly four decades. In creating an overlay to this state rule, the EPA will only create a difficult process of state approval and enforcement of its own requirements.

#### 3. <u>Unequal Distribution of Costs/Benefits and Regulatory Burden</u>

#### i. Regulatory Burden

While the State's January 2022 letter addresses this point, it bears repeating. While the EPA states that these measures and key components contained in the Proposed Rule and Supplemental Proposal will "reduce methane emissions by approximately 41 million tons through 2035" and "yield nearly \$4.5 billion in net climate benefits a year"<sup>56</sup> the State is concerned that the cost of implementing said measures may do much to harm the oil and gas industry's resilience in the State. For example, it may be true that the key components will yield nearly \$4.5 billion in net climate benefits a year, with said benefits being enjoyed by all citizens. However, the Proposal would "require states to reduce methane emissions from hundreds of thousands of existing sources nationwide for the first time"<sup>57</sup> which would require oil and gas operators to retrofit and update existing infrastructure to standards at costs which have not yet been fully quantified. Not only would the compliance costs be passed down to the producers, but so would the increased cost of product recovery. Thus, while the net benefits may be somewhat equitably distributed, the costs would be unevenly borne by the States and oil and gas operators.

Further, while it may be true that the EPA's new rule will "increase recovery of natural gas that otherwise would go to waste, valued at \$690 million in 2030 alone,"<sup>58</sup> the Proposed

<sup>&</sup>lt;sup>56</sup> Id. at 2.

<sup>&</sup>lt;sup>57</sup> Id. at 1.

<sup>&</sup>lt;sup>58</sup> U.S. EPA, *EPA Training on 2021 Proposal to Reduce Air Pollution from the Oil and Natural Gas Industry: Day 1*, United States Environmental Protection Agency, *available at:* 

Rule does not seem to contemplate that the rule will instead leave tons of natural gas stranded and unproduced. Due to the added costs associated with compliance (again imposed on the oil and gas operators), arguably many oil and gas sources would become uneconomical to extract. While the State is supportive of finding innovative ways to reduce air pollution and methane emissions, it must be done in a way that equitably allocates costs and benefits, and without jeopardizing the resilience of the State's oil and gas industry.

#### ii. Voluntary Industry Efforts

In the same vein of discussing voluntary incentives to achieve a desired result, the oil and gas industry is already making strides to reduce gas emissions voluntarily. For example, the American Petroleum Institute ("API") has formed "The Environmental Partnership," which, as of 2021, represents 100 companies that make up more than 70% of the U.S. onshore oil and natural gas industry, reflecting the growing commitment to driving innovation, sharing best practices and increasing transparency to reduce methane emissions in every major U.S. basin. In 2021, the Environmental Partnership continued to make progress across all six environmental performance programs – including reducing flaring, replacing gas-driven pneumatic controllers with low- or zero-emitting devices and reducing leak occurrence rates to 0.05% among the nearly 100,000 sites surveyed.<sup>59</sup>

According to the 2022 Annual Report of the API's Environmental Partnership (cited in the paragraph above), the 100 participating oil and natural gas companies, in efforts to detect and repair leaks in the year 2021 alone, combined to do more than 345 million component inspections, conduct more than 460,000 leak detection surveys at over 90,000 sites and found a leak occurrence rate of only 0.05%. The same companies replaced or removed from service over 22,400 gas-driven pneumatic controllers and installed over 4,500 zero-emission pneumatic controllers at new sites. More than 1,700 high-bleed pneumatic controllers were replaced, retrofitted or removed from service and 60 of the 100 companies participating in this partnership no longer have high bleed pneumatic controllers in their operations. During 2021, the companies monitored more than 39,000 manual liquids unloading events and emission reduction practices were implemented during more than 7,800 pipeline blowdowns. Rod packing changes were made on over 3,200 reciprocating compressors and emissions reduction practices utilized on more than 1,500 compressor sites. Data from 2018 to 2021 industry efforts are even more impressive: More than 700 million component inspections were

https://www.youtube.com/watch?v=7VWAEcF65qU (2021); see also

https://www.epa.gov/system/files/documents/2021-11/epas-proposed-oil-and-gas-rules.presentation-11.2.2021.pdf.

<sup>&</sup>lt;sup>59</sup> The Environmental Partnership, *Annual Report 2022*, American Petroleum Institute, *available at:* <u>https://theenvironmentalpartnership.org/annual-reports/2022-annual-report/</u> (2022).

performed; 1.2 million leak detection surveys conducted; more than 51,000 gas-driven controllers replaced and more than 10,000 zero-emission pneumatic controllers were installed.<sup>60</sup>

Companies participating in the API's Environmental Partnership program have been doing their part to reduce the flaring of natural gas. Since the launch of the flare management program in 2020, the Partnership has advanced best practices to reduce flare volumes, promote the beneficial use of associated gas and improve flare reliability and efficiency when flaring is necessary. To track progress, participants in the program annually report data to calculate flare intensity, a measurement of flare volumes relative to production. The annual report reviews flaring trends and reduction efforts and participants collaborate to share information on flare management programs that includes best practices and utilization of innovative technologies to reduce flaring intensity. There was a 40% increase in the number of participating companies in the flare management program in 2021. These companies represent 62% and 40% of total U.S. oil and natural gas production, respectively. Including new company participants, there was a 45% reduction in flare intensity and a 26% reduction in total flare volumes from the previous year.<sup>61</sup>

In addition to the successes of the API's Environmental Partnership, another program worth pointing out is the Utah Petroleum Association's "Latch the Hatch" program that has voluntary commitments from several operators in Utah to aggressively detect and mitigate leaks from wells and production facilities. The results of last year's efforts were reported at the November 2022 Uinta Basin Oil and Gas Collaborative Meeting held in Duchesne, Utah. A video recording of that meeting was made and can be viewed on YouTube at the following link: <u>https://www.youtube.com/watch?v=yRpGwrnsMpo</u>. A panel discussion of companies participating in "Latch the Hatch" can be viewed at time point 1:48:42, and the reported results are impressive.

#### iii. Voluntary State and Tribal Efforts

Like the voluntary industry efforts of the industry described above, another voluntary initiative worth mentioning is the Western States and Tribal Nations Natural Gas Initiative ("WSTN"). The WSTN was established in 2021 through an MOU signed by state and tribal governments including the Utah Office of Energy Development, the Wyoming Energy Authority, the Ute Indian Tribe of the Uintah and Ouray Reservation, the Secretariat of Economic Development of Baja California Mexico, the Colorado counties of Garfield, Mesa, Moffat, and Rio Blanco, and the New Mexico Energy, Minerals, and Natural Resources

<sup>60</sup> *Id.* at 11-12. <sup>61</sup> *Id.* at 13. Department, and the Jicarilla Apache Nation.<sup>62</sup> The WSTN is taking a proactive approach to addressing Rural Economic Development, Tribal Self Determination, Climate Change, carbon Net Zero.<sup>63</sup>

In December 2022 the WSTN held its West Coast LNG Export Forum at Colorado Mesa University in Grand Junction, Colorado.<sup>64</sup> During this forum, various natural gas related topics were raised and discussed including the fact that Rocky Mountain natural producers are leading the way in decarbonizing natural gas production,<sup>65</sup> partly through the WSTN's efforts. More importantly, the forum discussed tribal perspectives on energy production on tribal lands, with top leaders representing the Navajo Nation, the Crow Tribe of Indians and our member nations the Ute Indian Tribe, the Southern Ute Indian Tribe and the Jicarilla Apache Nation.<sup>66</sup> According to the forum report, "all five tribes have energy development interests and shared their concern that the use of their sovereign land is hampered by the 'paternal approach,' as one panelist put it, taken by the federal government bureaucracy. Panelists questioned the commitment to genuine tribal consultation, and urged immediate reform to layers of red tape that means tribes must follow Bureau of Indian Affairs and Environmental Protection Agency rules even to build roads on their reservation, let alone develop energy resources."67 This paternal approach identified by these tribal leaders echoes the State's sentiment that the current Proposed Rule will simply add on more government oversight, regulatory burden, and other increased "paternalistic" factors where they are not needed.

The successes of the API's Environmental Partnership, the UPA's "Latch the Hatch" initiative, as well as efforts of the WSTN simply goes to show, once again, that given the opportunity to use the "carrot" or the "stick" it seems that using incentives and allowing the oil and gas industry as well as the state and tribal governments to self-regulate is the most successful approach.

<sup>67</sup> Id.

<sup>&</sup>lt;sup>62</sup> WSTN, Second Revised Memorandum of Understanding Establishing the Western States and Tribal Nations Natural Gas Initiative, Western States and Tribal Nations Natural Gas Initiative, available at: <a href="https://westernnaturalgas.org/wp-content/uploads/WSTN-MOUR-August-3-2021.pdf">https://westernnaturalgas.org/wp-content/uploads/WSTN-MOUR-August-3-2021.pdf</a> (2021); see also <a href="https://westernnaturalgas.org/governments-members/">https://westernnaturalgas.org/governments-members/</a>.

<sup>&</sup>lt;sup>63</sup> WSTN, *Our Guiding Principles,* Western States and Tribal Nations Natural Gas Initiative, *available at:* <u>https://westernnaturalgas.org/our-guiding-principles/</u> (2022).

<sup>&</sup>lt;sup>64</sup> WSTN, *WSTN President's Message: West Coast LNG Export Forum Wrap up*, Western States and Tribal Nations Natural Gas Initiative, *available at:* <u>https://westernnaturalgas.org/2022/12/21/wstn-presidents-message-west-coast-lng-export-forum-wrapup/</u> (2022).

<sup>&</sup>lt;sup>65</sup> Id.

<sup>&</sup>lt;sup>66</sup> Id.

#### 4. Infrastructure and Supply Chain Limitations

While the State's January 2022 letter addresses this point as well, it bears repeating also. As highlighted prior, nearly 2/3rds of the minerals within the State of Utah are owned by the federal government, with mineral leasing administered by the Bureau of Land Management.<sup>68</sup> As such, most of the oil and gas production in the State occurs on federal land. This presents several additional challenges related to the Proposal, particularly the Proposal's provisions that would eliminate venting of associated gas from oil wells and require at least a 95 percent reduction in methane and VOC emissions from associated gas that cannot be captured and sold.<sup>69</sup> In short, the requirement to eliminate the venting of associated gas from oil wells would require operators to mitigate the methane emissions by either redirecting the gas into a sales line, or if no sales line is available, then to flare the gas.

Typically, high-pressure flares are used when there is a lack of natural gas gathering lines or processing capacity, during facility or downstream facility maintenance or during unplanned events to safely alleviate pressure. While it would likely be preferable to send the associated natural gas into a sales line (thereby generating further revenue from the oil well), most often on federal land there is no sales line close by. Due to the extreme remoteness of most of the wells located on federal lands, these new requirements would require the operator to construct completely new gathering and distribution lines, making the sale of the associated gas a losing economic venture.

Relatedly, given the time-consuming restrictions of the environmental review process under NEPA<sup>70</sup> that would be required to construct new gas pipelines across federal land, not only would the construction be costly, but be delayed by multiple years before operations could resume. It can take several years to receive rights of way, obtain permits and construct natural gas pipelines. For example, in Duchesne County, Utah, the Kinder Morgan Company filed an application with the BLM on October 6, 2021, for the Sandwash Pipeline project, which would help alleviate the need to flare oil well associated gas in the Uinta Basin. As of December 15, 2022, the project seems to have stalled.<sup>71</sup> Of course, the federal government has the ability to streamline the NEPA/environmental review process (as has been proposed for green energy

<sup>68</sup> Angela Franklin, Utah, Federal oil and gas leases, and the Biden Administration, Utah Business, available at: <u>https://www.utahbusiness.com/utah-federal-oil-and-gas-leases-and-the-biden-administration/</u> (2021).
 <sup>69</sup> EPA, Reducing Methane from the Oil and Natural Gas Source Category, United States Environmental

Protection Agency, *available at:* <u>https://www.epa.gov/system/files/documents/2021-11/epas-proposed-oil-and-gas-rules.presentation-11.2.2021.pdf</u> (2021).

<sup>&</sup>lt;sup>70</sup> 42 U.S.C. § 4321 *et seq*.

<sup>&</sup>lt;sup>71</sup> See generally BLM, Sand Wash Pipeline, Bureau of Land Management, available at: <u>https://eplanning.blm.gov/eplanning-ui/project/2016097/510</u> (2021).

projects on federal lands),<sup>72</sup> however, without a similar NEPA streamlining process in place to allow construction of necessary sales lines/infrastructure for associated gas, ultimately this requirement would be largely unattainable for a large swatch of Utah's oil wells located on public lands.

Thus, the only other option available to oil and gas operators under the proposal to eliminate wasting gas would be to flare any associated gas and pay the uneconomical royalty. For many operators, the decision to flare is largely dependent on the oil-to-gas price ratio, and the cost to capture and process the gas.<sup>73</sup> While the added costs of flaring are likely the cheaper option when compared to the added costs of capturing, processing and sending the gas through a sales line (as this would require the construction of miles and miles of additional collection and distribution lines), however, there are still added costs, safety concerns, and other complexities associated with flaring. As such, the State would encourage the BLM to consider adding exceptions to the Proposed Rule allowing for venting in certain situations where neither flaring nor redirecting gas to a sales line is a feasible option (such as on remote public lands).

Related to the infrastructure issues addressed above, there are also chronic supply chain issues that need to be addressed before the Proposed Rule is finalized. During and after the COVID-19 pandemic, all sectors of the economy dealt with, and continue to face supply chain hurdles. The COVID shutdowns reduced the workforce and created backlogs in the manufacture of needed products and equipment, such as the low-bleed or no-bleed pneumatic equipment and the vapor recovery systems. The state requests that the BLM coordinate with natural gas producers to fully understand any supply chain issues with the equipment required by the Proposed Rule to ensure that producers have adequate flexibility to obtain equipment as it becomes available.

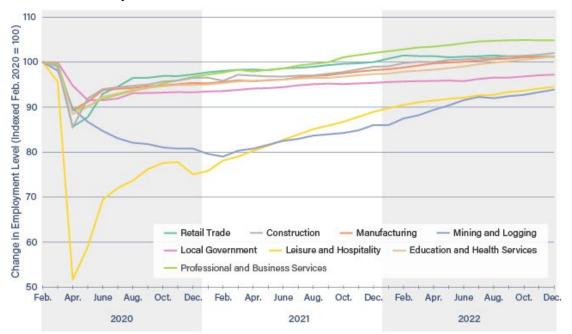
https://www.doi.gov/sites/doi.gov/files/mou-esb46-04208-pub-land-renewable-energy-proj-permit-coord-doi-usda-dod-epa-doe-2022-01-06.pdf (2022).

<sup>&</sup>lt;sup>72</sup> See generally U.S. DOI, Memorandum of Understanding between United States Department of the Interior and United States Department of Agriculture, United States Department of Defense, United States Department of Energy, United States Environmental Protection Agency to Improve Public Land Renewable Energy Project Permit Coordination, United States Department of the Interior, available at:

<sup>&</sup>lt;sup>73</sup> U.S. DOE, *Developing Technologies for Upcycling Associated Gas into Higher-Value Products*, U.S. Department of Energy, *available at:* <u>https://www.netl.doe.gov/sites/default/files/2020-12/Upcycling-Associated-Gas-into-Higher-Value-Products-12-2020.pdf</u> (2020).

#### 5. Labor Shortage Concerns

In addition to the concerns identified above, including the international relations implications, an increased regulatory burden and infrastructure/supply chain issues, the state also has concerns related to labor shortages. Labor shortages, together with the issues identified above, will make it increasingly difficult for the industry to comply with the additional requirements imposed by the Proposed Rule. For example, recent data released by the U.S. Bureau of Labor Statistics shows that of the eight (8) major industry sectors in America, five (5) of them have recovered and now exceed pre-pandemic employment levels, while three (3) of those sectors have yet to recover, as seen below.<sup>74</sup>



As shown in the table above, of the three sectors that have not yet recovered, one of them is the "Mining and Logging sector." This particular sector includes several smaller sectors, namely agriculture, forestry, fishing, hunting, mining, quarrying, and **oil and gas extraction.**<sup>75</sup> Accordingly, while the oil and gas extraction industry is not directly accounted for individually on this above graph, it is included in the overall "Mining and Logging" sector, which as shown, is still struggling to recover to pre-COVID employment levels.

At a time when the entire oil & gas industry (as well as the mining and logging sector as a whole) is struggling to recover from the last few years of economic slowdown and

<sup>&</sup>lt;sup>74</sup> U.S. Department of Labor, Bureau of Labor Statistics: Employment Situation Summary, January 6, 2023 (Table B-1).

<sup>&</sup>lt;sup>75</sup> USBLS, *Industries at a Glance: Natural Resources and Mining*, U.S. Bureau of Labor Statistics, *available at:* <u>https://www.bls.gov/iag/tgs/iag10.htm</u> (2023).

employment shortages, it is the state's position that the government should be doing whatever is possible to help the industry recover – not stifle it while it's down. In short, labor shortages, together with the issues identified above, will make it increasingly difficult for the oil & gas industry to comply with the additional requirements imposed by the Proposed Rule. Accordingly, the State would encourage the EPA to again examine the negative effects the Proposed Rule/Supplemental Proposal will have in this regard and modify the rule accordingly.

# 6. Environmental / Social Justice Concerns

As the EPA moves forward with the Proposed Rule, the State would encourage the EPA to acknowledgement/incorporate environmental justice, community involvement and small business impacts this rule will have. This is because many of the oil and gas sources in Utah are located in rural areas where the oil and gas industry has a large economic impact. The State encourages EPA to continue to support flexibility with these rules to ensure balance with economics and protection of human health and the environment. There are many low-producing wells within the state and small businesses that own and operate those wells will need support and time to understand requirements, acquire and install new equipment and make necessary procedural changes. As such, we would encourage allowing a longer implementation time for such low producing wells.

Firstly, on the topic of climate and economic justice, as noted prior, both the Utah SRMP and the State CRMPs contain numerous provisions relating to responsible natural resources, climate, and environmental quality issues. These provisions are developed at a local level and therefore reflect the desires, policy and preferences of local populations. The federal government should confer and coordinate with these SRMPs and CRMPs to ensure that decisions are made consistent with local plans. It is the State's recommendation that these plans (not only Utah's but nationwide) be consulted going forward as part of the BLM's efforts to include a wide range of partners, stakeholders, landowners and producers in future natural gas and environmental justice related decisions.

In addition to the potential negative environmental justice impacts the Proposed Rule will have on economically disadvantaged communities in Utah's oil patch, the rule has potential negative impacts on all Utahns. For example, as noted *supra*, there is a looming global LNG shortage. As a consequence, "[n]atural gas utilities try to dampen price increases for their customers by hedging and purchasing natural gas in advance at lower prices, but there is nothing they can do about global supply shortages. Ultimately, the price increases are passed

	U.S. average household expenditures Base Case (Oct–Mar total)		U.S. average household expenditures 10% Colder (Oct–Mar total)		U.S. average household expenditures 10% Warmer (Oct–Mar total)	
	winter 2022–23	Change from last winter	winter 2022–23	Change from last winter	winter 2022–23	Change from last winter
Natural Gas	\$931	+28%	\$1,096	+51%	\$862	+19%
Heating Oil	\$2,354	+27%	\$2,605	+40%	\$2,139	+15%
Electricity	\$1,359	+10%	\$1,482	+20%	\$1,337	+8%
Propane	\$1,668	+5%	\$2,157	+36%	\$1,396	-12%

on to customers, who have no option but to pay the higher bills."<sup>76</sup> These increased prices passed to consumers hurts low-income Americans the most. For example, "for many struggling

families, higher prices can mean being forced to choose between heat, food or medication. About 29% of Americans who were surveyed had to reduce or forego expenses for basic household necessities to pay an energy bill in the last year, according to the U.S. Census Bureau. And that was before natural gas prices started to rise."<sup>77</sup> The sharp increase in consumer prices is reflected below in the graph from the U.S. Energy Information Administration, which shows that nearly half of all U.S. households heat with natural gas, and that these "households that use natural gas as the primary space heating fuel will spend about \$930 this winter, 28% more than they spent last winter."<sup>78</sup>

Choosing between heating their homes and purchasing other essentials like food or medication is something no American should be forced to do. Yet that is exactly the choice being forced on many Americans this winter.

This direct relationship between higher energy prices and a correlating food security issue is highlighted in other sources. These "[u]nexpected increases in energy prices (also called energy price shocks) can adversely affect food security; purchasing food and gasoline and paying utility bills compete for the same limited resources of low-income households. For poor families, rising energy prices create a difficult tradeoff between buying enough food, staying warm, or having enough gas for the car. Energy price shocks may be particularly

<sup>&</sup>lt;sup>76</sup> Mark Wolfe, Opinion: *Sky high natural gas prices will hurt low-income Americans the most this winter*, CNN Business Perspectives, *available at:* <u>https://www.cnn.com/2021/10/06/perspectives/natural-gas-prices-heat-low-income-americans/index.html</u> (2021).

<sup>&</sup>lt;sup>77</sup> *Id. citing* United States Census Bureau, *Week 36 Household Pulse Survey: August 18 – August 30*, U.S. Census Bureau, *available at:* https://www.census.gov/data/tables/2021/demo/hhp/hhp36.html (2021).

<sup>&</sup>lt;sup>78</sup> EIA, *Short Term Energy Outlook*, U.S. Energy Information Administration, *available at:* <u>https://www.eia.gov/outlooks/steo/report/WinterFuels.php</u> (2023).

detrimental to low-income households because they have fewer resources available to absorb the unplanned higher expense. While previous research has indicated that low-income households reduce the amount of food they buy in response to unexpected increases in energy prices, it is not clear whether these price shocks are large enough to dent a family's food security.<sup>79</sup> This correlation is backed up by a recent study conducted by the USDA Economic Research Service ("ERS"), which "explored the relationship between energy price shocks and food security, as well as two other measures of food hardship or distress, and found that price shocks in each energy source in the analysis—gasoline, natural gas, and electricity—caused an increase in the probability of a household becoming food insecure and/or experiencing two other food-distress indicators. The magnitude of the response was higher for low-income households compared to the average response for all households."<sup>80</sup> Accordingly, the BLM should consider how the Proposed Rule will contribute to potential energy shortages and the threat of disastrous correlating energy shocks.

In conclusion, an article published by Isaac Orr (a policy fellow at the Center of the American Experiment) analyzes an extensive study by the National Bureau of Economic Research entitled "Inexpensive Heating Reduces Winter Mortality", wherein Orr states:

"Renewable energy advocates have no problem claiming that fossil fuels kill people, but they never consider that fossil fuels save the lives of everyone who depends upon affordable, reliable, energy. There are serious negative impacts for substituting a lower cost, more reliable source of home heating (natural gas) with a more expensive and less reliable source (electricity generated by wind and solar). Simply said, [these] policies...will cause more people to die in winter."<sup>81</sup>

Again, as the EPA moves forward with the Proposed Rule/Supplemental Proposal, the State would encourage it to examine in depth the potential negative implications and hardships that will be imposed on Utahns and Americans nationwide if this rule is finalized. As stated, there is a looming natural gas shortage in this country, and if rules are put in place that make

<sup>&</sup>lt;sup>79</sup> Charlotte Tuttle, *Unexpected Hikes in Energy Prices Increase the Likelihood of Food Insecurity*, USA ERS, *available at:* <u>https://www.ers.usda.gov/amber-waves/2017/july/unexpected-hikes-in-energy-prices-increase-the-likelihood-of-food-</u>

insecurity/#:~:text=Natural%20gas%20price%20shocks%20increased%20the%20probability%20of,lowincome%20households%20in%20cold%20States.%20Embed%20this%20chart (2017). <sup>80</sup> Id.

<sup>&</sup>lt;sup>81</sup> Isaac Orr, *Low-Cost Natural Gas Saves Thousands of Lives By Lowering Heating Bills*, The Center of the American Experiment, *available at:* <u>https://www.americanexperiment.org/low-cost-natural-gas-saves-thousands-of-lives-by-lowering-heating-bills/</u> (2019); *citing* Janjala Chirakijja, et al, *Inexpensive Heating Reduces Winter Mortality*, National Bureau of Economic Research, *available at:* <u>https://www.nber.org/system/files/working\_papers/w25681/w25681.pdf</u> (2019).

production of said natural gas even harder, then surely we will see negative social justice and environmental justice ramifications (such as those described above) manifest themselves in the form of increased human suffering.

#### 7. <u>Recent Case Law</u>

In the immediate wake of the Supreme Court's decision in *West Virginia v. EPA*, 142 S. Ct. 2587 (2022), the EPA's obligation to identify clear, express statutory authority for rulemaking is heightened.<sup>82</sup> In *West Virginia*, the EPA's rulemaking authority under the Clean Air Act Sections 111(b) & (d) came under scrutiny. It is precisely these same sections that the EPA relies on to promulgate the Proposed Rule and Supplemental Proposal that are the subject of this current comment letter. In *West Virginia*, Supreme Court found that the EPA's Clean Power Plan had exceeded their authority, and "had applied too broad an interpretation of 'best system of emission reduction."<sup>83</sup> In light of this holding, the State would simply encourage the EPA to again review the Proposed Rule and Supplemental Proposal to ensure that the current rulemaking process does not also apply too broad an interpretation of "best system of emission reduction" and/or exceed its statutory rulemaking authority under the CAA.

#### VI. <u>CONCLUSION</u>

In summation, the citizens of the State of Utah will continue to benefit as the EPA fulfills its mission "protect human health and the environment" while ensuring that "Americans have clean air, land and water."<sup>84</sup> As an overarching goal, "the State of Utah supports the wise use, conservation, and protection of public lands and their resources, including well-planned management prescriptions"<sup>85</sup> and has adopted an "any-of-the-above"<sup>86</sup> energy policy which promotes, among other things, responsible oil and natural gas development and related infrastructure. Thus, "it is the State's position that public lands be managed for multiple-uses, sustained yields, **prevention of waste of natural resources**, and to protect the health, safety, and welfare of the public. It is important to the State economy that public lands be properly managed for fish, wildlife, livestock production, timber harvest, recreation, **energy** 

<sup>&</sup>lt;sup>82</sup> Tina Van Bockern, *Here We Go Again: BLM Issues Another Methane Rule*, Holland & Hart, *available at:* <u>https://www.hollandhart.com/here-we-go-again-blm-issues-another-methane-rule</u> (2022); *citing Wyoming v. U.S. DOI*, 493 F. Supp. 3d 1046 (D. Wyo. 2020).

<sup>&</sup>lt;sup>83</sup> Grace Olson, Understanding the US Supreme Court's Decision in West Virginia v. EPA, Great Plains Institute, available at: <u>https://betterenergy.org/blog/understanding-the-us-supreme-courts-decision-in-west-virginia-v-epa/</u> (2022).

<sup>&</sup>lt;sup>84</sup> EPA, *Our Mission and What We Do*, U.S. Environmental Protection Agency, *available at:* <u>https://www.epa.gov/aboutepa/our-mission-and-what-we-do</u> (2021).

<sup>&</sup>lt;sup>85</sup> Utah SRMP at 8.

<sup>&</sup>lt;sup>86</sup> OED, *Utah Energy and Innovation Plan*, Utah Office of Energy Development, *available at:* <u>https://energy.utah.gov/plan/</u> (2022).

**production, mineral extraction,** water resources, and the preservation of natural, scenic, scientific, and historical values" (emphasis added).<sup>87</sup> As such, the State supports reasonable regulation, but has some concerns (as outlined) regarding the current Proposed Rule/Supplemental Proposal as it will likely not accomplish the goals thus stated without also conflicting with the state's "any-of-the-above" energy policy.

The cornerstone of proper management of Utah's resources is the coordination and cooperation between the State and Federal agencies. Accordingly, I thank you for your consideration of the State's comments. The State looks forward to working with the EPA as this Proposed Rule moves forward. If you have further questions, please contact me at the information below.

Sincerely,

Redge B. Johnson Director

<sup>87</sup> Utah SRMP at 8.

# IN THE UNITED STATES COURT OF APPEALS FOR THE DISTRICT OF COLUMBIA CIRCUIT

No. 24-1059

STATE OF OKLAHOMA, STATE OF WEST VIRGINIA, STATE OF ARKANSAS. STATE OF ALABAMA, STATE OF ALASKA, STATE OF FLORIDA. STATE OF GEORGIA. STATE OF IDAHO, STATE OF INDIANA, STATE OF IOWA, STATE OF KANSAS, COMMONWEALTH OF KENTUCKY, STATE OF LOUISIANA, STATE OF MISSISSIPPI, STATE OF MISSOURI, STATE OF MONTANA, STATE OF NEBRASKA, STATE OF NORTH DAKOTA. STATE OF OHIO, STATE OF SOUTH CAROLINA. STATE OF TENNESSEE, STATE OF UTAH. COMMONWEALTH OF VIRGINIA, STATE OF WYOMING, and the ARIZONA LEGISLATURE,

Petitioners,

v.

UNITED STATES ENVIRONMENTAL PROTECTION AGENCY and MICHAEL S. REGAN, Administrator, United States Environmental Protection Agency,

Respondents.

# DECLARATION OF MICHAEL KENNEDY IN SUPPORT OF PETITIONER OKLAHOMA'S MOTION TO STAY FINAL RULE

I, Michael Kennedy, hereby declare and state under penalty of perjury that the following is true and correct to the best of my knowledge, based on my personal knowledge and information provided by Kentucky Energy and Environment Cabinet ("Cabinet") and Kentucky Division for Air Quality ("KDAQ") personnel:

- My name is Michael Kennedy, and my business address is 300 Sower Boulevard, Second Floor, Frankfort, Kentucky 40601. I am over the age of eighteen, have personal knowledge of the subject matter and am competent to testify concerning the matters in this declaration.
- 2. I have served as the Director of KDAQ since April 2022. Before becoming Director of KDAQ, I served as Environmental Engineering Branch Manager, and I have been with the Cabinet since December 16, 2009. I have a bachelor's degree in biosystems

and agricultural engineering from the University of Kentucky. My job responsibilities include overseeing KDAQ, the purpose of which is to protect human health and the environment by (1) achieving and maintaining acceptable air quality through operations of a comprehensive air monitoring network, (2) creating effective partnerships with air pollution sources and the public, (3) timely dissemination of accurate and useful information, (4) the judicious use of program resources, and (5) maintenance of a reasonable and effective compliance assurance program.

#### <u>Purpose of Declaration</u>

3. I am submitting this declaration in support of Oklahoma's motion to stay the final rule, published by the Environmental Protection Agency (EPA) on March 8, 2024, titled "Standards of Performance for New, Reconstructed, and Modified Sources and Emissions Guidelines for Existing Sources: Oil and Natural Gas Sector Climate Review," 89 Fed. Reg. 16,820 (Mar. 8, 2024) (Final Rule). The Final Rule is EPA's final action after EPA had published the November 2021 proposal to reduce greenhouse gas and volatile organic compound emissions from the oil and natural gas industry, published the December 2022 supplemental proposal to expand the standards of the November 2021 proposal, and reviewed comments from KDAQ and stakeholders.

#### State Regulation

- 4. The mission and vision of KDAQ is to protect human health and the environment by achieving and maintaining acceptable air quality.
- 5. KDAQ is responsible for ensuring that Kentucky's air meets public health and welfare standards established under the Clean Air Act ("CAA"), including the methane standards for oil and gas facilities promulgated by the EPA.
- The methane standards are promulgated by the EPA in 40 CFR Part 60, pursuant to the CAA.
- 7. The Cabinet has the authority to promulgate and implement administrative regulations related to air quality. See Ky. Rev. Stat. § 224.20-110. Accordingly, KDAQ develops rules required by the CAA or that may otherwise be necessary to protect human health and the environment in the Commonwealth. See, e.g., 401 KAR Chapters 50–58. As the primary permitting authority in Kentucky, KDAQ is required to adopt New Source Performance Standards

("NSPS") promulgated by EPA. The adoption of the new NSPS will require a regulatory amendment to 401 KAR 60:005. The amendment process is governed by Chapter 13A of the Kentucky Revised Statutes. KDAQ employees will spend the next several months researching and drafting the regulatory amendment. Once it is filed with the Kentucky Legislative Research Commission, KDAQ will issue the required public notices, respond to comments, and engage in the required legislative committee hearings before it will become final. From start to finish, it can easily take 10-18 months before a regulatory amendment becomes final. The Final Rule also requires KDAQ to draft and submit a state plan in accordance with CAA section 111(d) and 40 C.F.R. Part 60, Subpart Ba, to meet the requirements of OOOOc. While the Final Rule provides 18 months from the date it becomes final to KDAQ to submit a state plan, this process will take much longer than the Final Rule allows and must begin immediately. The state plan requires multiple components, including an inventory of sources and regulations to limit methane from those sources.

- 8. KDAQ has already initiated the process of updating the NSPS in 401 KAR 60:005 to adopt the requirements of the Final Rule. Additionally, KDAQ is working with other state agencies to develop an inventory of sources subject to the Final Rule which will be included in the state plan.
- 9. An estimated 60,000 sources in Kentucky are impacted by the Final Rule.
- 10. KDAQ estimates it would need to add a minimum of 100 staff in order to fully implement the Final Rule in the regulatory timeframe.
- 11. On January 28, 2022, KDAQ, on behalf of the Cabinet, submitted comments to EPA (2022 Comment Letter) explaining its objections to the proposed rule. On February 13, 2023, KDAQ submitted comments to EPA (2023 Comment Letter), explaining its objections to the supplemental rule. Some of KDAQ's objections are listed below.
- 12. KDAQ expressed concerns that the proposed rule would create an enormous unfunded mandate, as EPA did not propose additional funding to accommodate KDAQ's additional responsibilities.

- 13. KDAQ highlighted that many sources that have never been subject to CAA permitting might be affected by the proposed rule, requiring KDAQ to provide significant technical assistance and years of monitoring and oversight.
- 14. KDAQ requested that EPA extend the state plan submission deadlines due to the significant time and resource expenditures necessary to prepare a submission.

#### <u>Impact on Kentucky</u>

15. If the Final Rule is not stayed, KDAQ will need to immediately hire and train approximately 100 new employees. The new personnel will include permit writers, inspectors, and emissions inventory staff. Current KDAQ staff will be reassigned from other ongoing matters, including the crafting of state plans for pending EPA rulemakings, drafting regulations, and other vital tasks performed by the regulatory and emissions sections to comply with the Final Rule until new personnel can be hired and trained. More importantly, permitting staff will be reassigned from other economic development projects to accommodate for the immediate need to permit the sources affected by this rule that were newly constructed or modified after December 6, 2022 (approximately 105 sources in calendar year 2023).

16. As KDAQ warned in its comments to EPA, vast amounts of state resources will be required to implement the rule. See 2023 Comment Letter at 2. The Final Rule compels Kentucky to commit the strained resources toward implementation without any additional funding from EPA to account for the extreme increase in workload. Id. KDAQ is funded by emissions fees collected from sources within the Commonwealth. Fees are individually calculated by apportioning each facility's total actual emissions from the prior year to KDAQ's estimated operating budget for the upcoming year. The Final Rule does not provide any funding to assist KDAQ in implementing the Final Rule and forces KDAQ to reallocate funds that are already incorporated into the Division's operating budget for 2024. Under KDAQ's current emissions fee structure, all other existing sources will supplement the budget deficit created by this Final Rule for up to the next three years, or until KDAQ can assess emissions fees for the Final Rules new sources.

17. The Final Rule imposes immediate burdens on KDAQ, which is required to begin the statutory process to revise its regulations and immediately hire and train new staff. This process is time consuming and resource intensive. The NSPS requirements of the Final Rule go into effect on May 7, 2024, necessitating immediate inspection and permitting activities. Additionally, the Final Rule requires staff to evaluate sources, create agency identification numbers, draft permits, conduct inspections, and monitor compliance. KDAQ is required to engage in notice and comment rulemaking procedures, and to review and respond to any public comments on proposed permit changes. This process puts a significant burden on the limited staff and resources of KDAQ, impeding KDAQ's ability to perform its many other duties in service of Kentuckians.

## Lack of Harms by Entry of Stay

18. There will be no degradation to air quality or increased risk to human health or the environment from the imposition of a stay. A stay of the Final Rule would merely maintain the status quo.

- 19. Moreover, Kentucky's measures already control methane and volatile organic compounds (VOC)s. The NSPS provisions of 401 KAR 60:005 that control various VOC emission sources will remain in effect during the Stay. This includes 401 KAR 60:005, Section 2 (hhhh) and (iiii), which incorporate the requirements of 40 C.F.R. 60.5360 through 60.5430, Tables 1 through 3 (Subpart OOOO), and 40 C.F.R. 60.5360a through 60.5432a, Tables 1 through 3 (Subpart OOOO), and 40 C.F.R. 60.5360a through 60.5432a, Tables 1 through 3 (Subpart OOOOa). VOC emissions are further controlled pursuant to 401 KAR Chapter 51 (Attainment and Maintenance of the National Ambient Air Quality Standards). Moreover, KDAQ can create VOC emission reduction requirements under 401 KAR 50:012 when no standard is otherwise available.
- 20. This is a newly promulgated standard that previously did not exist, negating any concern of "backsliding." Granting this Stay will maintain the status quo until litigation is complete.

This the 4th day of April 2024.

Michael Kennedy

Michael Kennedy Director, Division for Air Quality Kentucky Energy and Environment Cabinet

# IN THE UNITED STATES COURT OF APPEALS FOR THE DISTRICT OF COLUMBIA CIRCUIT

No. 24-1059

STATE OF OKLAHOMA, STATE OF WEST VIRGINIA, STATE OF ARKANSAS. STATE OF ALABAMA, STATE OF ALASKA. STATE OF FLORIDA. STATE OF GEORGIA. STATE OF IDAHO, STATE OF INDIANA, STATE OF IOWA, STATE OF KANSAS, COMMONWEALTH OF KENTUCKY, STATE OF LOUISIANA, STATE OF MISSISSIPPI, STATE OF MISSOURI, STATE OF MONTANA, STATE OF NEBRASKA. STATE OF NORTH DAKOTA. STATE OF OHIO, STATE OF SOUTH CAROLINA. STATE OF TENNESSEE, STATE OF UTAH. COMMONWEALTH OF VIRGINIA. STATE OF WYOMING, and the ARIZONA LEGISLATURE,

Petitioners,

v.

UNITED STATES ENVIRONMENTAL Respondents.

# DECLARATION OF JASON OLDS IN SUPPORT OF PETITIONER OKLAHOMA'S MOTION TO STAY FINAL RULE

I, Jason Olds, hereby declare and state under penalty of perjury that the following is true and correct to the best of my knowledge, based on my personal knowledge and information provided by Alaska Department of Environmental Conservation (ADEC) personnel:

- My name is Jason Olds, and my business address is 333
   Willoughby Avenue Ste 800, Juneau, AK 99801. I am over the age of eighteen, have personal knowledge of the subject matter and am competent to testify concerning the matters in this declaration.
- 2. I have served as the Air Quality Division Director of ADEC since July 2022. I have a biological sciences degree from Michigan State University. I have worked in Air Quality regulations at the Alaska Department of Environmental Conservation since October of 2011. My job responsibilities include overseeing the Alaska Division of Air Quality, the purpose of which is to implement Alaska's Air

Quality Control statutes and regulations in pursuit of ADEC's mission.

#### <u>Purpose of Declaration</u>

3. I am submitting this declaration in support of Oklahoma's motion to stay the final rule, published by the Environmental Protection Agency (EPA) on March 8, 2024, titled "Standards of Performance for New, Reconstructed, and Modified Sources and Emissions Guidelines for Existing Sources: Oil and Natural Gas Sector Climate Review," 89 Fed. Reg. 16,820 (Mar. 8, 2024) (Final Rule). The Final Rule is EPA's final action after EPA had published the November 2021 proposal to reduce greenhouse gas and volatile organic compound emissions from the oil and natural gas industry, published the December 2022 supplemental proposal to expand the standards of the November 2021 proposal, and reviewed comments from ADEC and other stakeholders after rejecting requests to grant more time for review.

## State Regulatory Framework

4. The mission of ADEC is to conserve, improve, and protect Alaska's natural resources and environment to enhance the health, safety,

and economic and social well-being of Alaskans. This ensures ADEC develops and manages the basic resources of water, land, and air to fulfill the State's responsibility as trustee of the environment for the present and future generations.

- 5. ADEC's partner in regulating air emissions from the oil and natural gas industry is the Alaska Oil and Gas Conservation Commission (AOGCC) which regulates flaring and venting in Alaska. Under Alaska Statutes Section 31.05.095, "the waste of oil and gas in the state is prohibited." This means AOGCC regulations already prevent most of the harm this rule is intended to stop.
- 6. In addition to enforcing state environmental laws, it is ADEC's responsibility to ensure that the air in Alaska meets public health and welfare standards established under the federal Clean Air Act (CAA), including the methane standards for oil and gas facilities promulgated by the EPA.
- 7. Alaska retains primacy over Major Sources of pollutants subject to Federal Regulations under 40 CFR 60 and implements its State Implementation Plans consistent with CAA requirements.

8. On January 31, 2022, ADEC submitted detailed comments to EPA explaining Alaska's objections to the proposed rule. On February 13, 2023, ADEC submitted detailed comments to EPA, explaining Alaska's objections to the supplemental rule. Some examples of these objections include the rushed nature of these regulations, EPA's failure to account for differences within the industry and among the different states, and the use of a flawed calculation of the social cost of carbon.

## The Final Rule Harms Alaska

9. Alaska is the largest State, however we have a relatively small population and government infrastructure system. In the Division of Air Quality, we have 77 professional staff—a right-sized amount to fit the administrative, planning, monitoring, permitting, and compliance requirements of a State Primacy Program under the CAA. Or it was appropriately sized until recently, when the Biden Administration began their rush to finalize as many overlapping and intersecting rules as possible and provide as little time as possible to review them.

- 10. The fervent pace of new and burdensome Federal requirements have not offered State legislatures a breath, let alone the opportunity to try and ensure funding catches up with the zealous ambitions of an Administration desperate to pass as many rushed rules as they can before a Congressional Review Act deadline and impending election cycle.
- 11. While we can be on the cycles of politics from our Nation's capital, in reality – all 77 dedicated individuals in our Division are passionate professionals that live by and love the natural bounty of our great State; we would see nothing more than ensuring the mission of our Department is carried out. This mission is made more difficult by the Biden Administration's refusal to provide sufficient time for analysis of their rulemakings and an understanding of their effects—as demonstrated by such examples as denying reasonable extension requests on rules such as this that are comprised of more than a thousand pages of regulation and supporting documentation and have novel interactions with numerous other new and challenged regulations. Trying to digest, comment, and implement this firehose of changes causes not only

a substantial increase in State costs, but it means that other priorities are left by the wayside and it negatively impacts the ability of the state to enforce current rules.

12.As an example, ADEC is currently working on submitting an updated SIP to EPA that parties believe will finally be approvable now that, finally, academia/EPA has provided a functional model for emissions from sources in its PM2.5 Serious Nonattainment Area—whereas previously we did not have the luxury of reliable modelling like the rest of the country. Meanwhile, the investment of resources necessary for that has delayed Alaska's ability to complete its Regional Haze planning, and ADEC is already going to be playing catchup with new Ambient Air Quality Standards for the same wood stove issues—a source EPA is responsible for regulating and has failed to do so as noted in their own Office of Inspector General's report. Meanwhile we anxiously await EPA's updated guidance it promised on that same round of Regional Haze planning. Also keeping Alaska busy is the number of other Federal rulemakings such as repeated attempts to rush out a greenhouse gas rule following its prior failure in West Virginia vs EPA, leaded

aviation fuel endangerment finding, RULOF provisions for SIP submittals, this rule's predecessor – OOOOb, and the rest of the alphabet associated with the soup of acronyms only an attorney could love.

13. Here, the Final Rule has created and imposed an immediate regulating and permitting burden on Alaska, which is required to immediately begin crafting regulations and a state plan to adopt this Rule based on EPA's timeline. ADEC will have to centralize and supervise the RULOF analyses for numerous facilities and then conduct the permitting process. This process is time consuming and resource intensive, and potentially involves resources spread across State agencies such as economists versed in oilfield economic analyses. It requires staff to craft regulations and develop a state plan (or even wait for a potential Federal plan to be developed that is State-specific to Alaska), review draft permits, provide public notice, potentially engage in public hearings and receive public input. This process puts a significant burden on ADEC's staff and already limited resources, impeding ADEC's ability to perform its many other duties in service of Alaskans. This unfunded mandate comes with no additional budgetary resources to hire additional staff, which can only be accomplished by raising permit fees (a Title V requirement that the CAA permitting program must be self-funding via a permit fees mechanism). At a time when Federal actions already severely limit the growth and economics of Alaska oil and gas development this only further hurts the state.

- 14. ADEC is already so busy trying to implement prior rules that it has not yet even been able to gather a complete understanding of just how many resources would be required to be dedicated to implement this final rule, with rough estimates being in the tens of thousands of hours of staff time to work to bring at least 60 facilities into compliance. Those resources do not currently exist and it will take significant time for them to become available.
- 15. State programs are the backbone of CAA implementation and a necessary reality check for the demands of cooperative Federalism are long overdue. Small agencies like Alaska simply lack the resources to keep up with Federal ambitions designed for a Nation of forty-nine other states who seldom resemble Alaska in

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scope or specifics. This is especially problematic when a rule ignores the unique circumstances of each state and facet of industry to set the same burdensome requirements on them all no matter who is causing environmental harm.

16. This OOOOc regulation is exactly that type of rule. Not all oil and gas fields around the country are similar and particular plays and infrastructures can have different impacts over how the kinds of emissions this rule seeks to regulate are emitted. Each state's unique circumstances should also be accounted for to ensure a regulation is narrowly tailored. Many prior rules have included Alaska specific exemptions for this very reason-however, this rulemaking seems to have brushed aside the history of Alaskan exceptions and the comments of Alaska that demonstrated a one size fits all rule is inappropriate in an attempt to meet an assumed deadline before a potential pendulum swing that provides the opportunity for elected officials to pause and consider better judgement. A one-sized-fits all model for rulemaking falls flat when the exception proves truly exceptional.

- 17. In contrast to the broad impacts on Alaskan regulators and industry, there will be no real harms in Alaska due to an issuance of the requested stay. A stay would merely maintain the status quo in Alaska and Alaska already has stringent controls on methane and volatile organic compounds (VOC)s—the harms this regulation supposedly addresses.
- 18. This the third day of April 2024.

lason Ølds

Director, Air Quality Division Alaska Department of Environmental Conservation

# IN THE UNITED STATES COURT OF APPEALS FOR THE DISTRICT OF COLUMBIA CIRCUIT

STATE OF OKLAHOMA,	
STATE OF WEST VIRGINIA,	
STATE OF ARKANSAS,	
STATE OF ALABAMA,	
STATE OF ALASKA,	
STATE OF FLORIDA,	
STATE OF GEORGIA,	
STATE OF IDAHO,	No. 24-1059
STATE OF INDIANA,	(Consolidated with 24-1054)
STATE OF IOWA,	
STATE OF KANSAS,	
COMMONWEALTH OF	
KENTUCKY,	
STATE OF LOUISIANA,	
STATE OF MISSISSIPPI,	
STATE OF MISSOURI,	
STATE OF MONTANA,	
STATE OF NEBRASKA,	
STATE OF NORTH DAKOTA,	
STATE OF OHIO,	
STATE OF SOUTH CAROLINA,	
STATE OF TENNESSEE,	
STATE OF UTAH,	
COMMONWEALTH OF	
VIRGINIA,	
STATE OF WYOMING,	
and	
the ARIZONA LEGISLATURE,	
Petitioners,	
v.	
UNITED STATES	
ENVIRONMENTAL	

PROTECTION AGENCY and MICHAEL S. REGAN, Administrator, United States Environmental Protection Agency,	
Respondents.	

# DECLARATION OF MICHELLE W. OWENBY IN SUPPORT OF PETITIONERS' MOTION TO STAY FINAL RULE

I, Michelle W. Owenby, hereby declare and state under penalty of perjury that the following is true and correct to the best of my knowledge, based on my personal knowledge and information provided by Tennessee Department of Environment and Conservation (TDEC) personnel:

- My name is Michelle W. Owenby, and my business address is 312 Rosa L. Parks Avenue, 15<sup>th</sup> Floor, Nashville, TN 37243. I am over the age of eighteen, have personal knowledge of the subject matter and am competent to testify concerning the matters in this declaration.
- 2. I have served as the Director of the Division of Air Pollution Control of TDEC since December 2015. I have a B.S. in History, Technology and Society from the Georgia Institute of Technology and a law degree as well as a Master of Law in Environmental Law degree from Vermont Law School. My job responsibilities include

overseeing the Tennessee air quality program, the purpose of which is to maintain purity of the air resources of the state consistent with the protection of normal health, general welfare and physical property of the people, maximum employment, and the full industrial development of the state.

## Purpose of Declaration

3. I am submitting this declaration in support of Petitioners' motion to stay the final rule published by the Environmental Protection Agency (EPA) on March 8, 2024, titled "Standards of Performance for New, Reconstructed, and Modified Sources and Emissions Guidelines for Existing Sources: Oil and Natural Gas Sector Climate Review," 89 Fed. Reg. 16,820 (Mar. 8, 2024) (Final Rule). The Final Rule is EPA's final action after EPA had published the November 2021 proposal to reduce greenhouse gas and volatile organic compound emissions from the oil and natural gas industry, published the December 2022 supplemental proposal to expand the standards of the November 2021 proposal, and reviewed comments from TDEC and other stakeholders.

### State Regulation

- 4. The Tennessee Air Quality Act directs TDEC to maintain Tennessee's air resources through the prevention, abatement, and control of air pollution by all practical and economically feasible methods.
- 5. It is TDEC's responsibility to ensure that the air in Tennessee meets public health and welfare standards established under the federal Clean Air Act (CAA), including the methane standards for oil and gas facilities promulgated by the EPA.
- The methane standards are promulgated by the EPA in 40 CFR Part 60, pursuant to the CAA.
- 7. Under the Final Rule, Subpart OOOOc of 40 C.F.R. Part 60 ("Subpart OOOOc") requires TDEC to adopt new regulations to implement methane emissions guidelines for existing sources in the Crude Oil and Natural Gas source category. The associated rulemaking process would require six to eight months to assess which facilities could comply with the emission guidelines as written and which facilities would require consideration of remaining useful life and other factors (RULOF). TDEC may require between three and six months to comply with EPA's public

participation requirements and an additional twelve to eighteen months to develop and adopt regulations for submittal to EPA. In written comments to EPA, TDEC estimated that 30 months is necessary for states to develop 111(d) plans, considering the required engineering analyses and meaningful engagement requirements.

- 8. The database maintained by TDEC's Division of Water Resources identifies 11,331 permitted wells in Tennessee, including 6,500 oil wells, 1,519 gas wells, and 3,312 wells that produce both oil and gas.
- 9. TDEC expects that substantial personnel and resources will be required to implement the final rule. Currently, one manager and one consultant from the Division of Air Pollution Control's Regulatory Development group are working to develop a 111(d) plan for existing sources, and TDEC's Division of External Affairs is providing assistance with stakeholder engagement issues. Additional resources will be required to permit new oil and gas wells that are subject to the NSPS, but at this time, we do not know the extent of the increased workload for that task.

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- 10. On February 7, 2023, TDEC's Division of Air Pollution Control submitted detailed comments to EPA (2023 Comment Letter) explaining Tennessee's objections to the proposed rule. Some of the reasons for which Tennessee objected are listed below.
- 11. For example, Tennessee stated that EPA's proposed 18-month deadline for submittal of 111(d) plans (extended to 24 months in the final rule) may be insufficient for states that consider RULOF and comply with EPA's requirements for meaningful engagement. Tennessee's comment stated that 24 months is the minimum time required to submit a compliant 111(d) plan, and Tennessee recommended 30 months as a more realistic timeline, considering the required engineering analyses and meaningful engagement requirements.
- 12. As another example, Tennessee recommended that EPA reconsider its proposed repeal of a 2020 amendment exempting low production well sites (15 barrels of oil per day equivalent) from monitoring fugitive VOC emissions. EPA contended that the cost of monitoring at low production well sites is within the range of what the EPA considers to be cost effective, but Tennessee's comment stated that

removal of the exemption would add substantially to the state's permitting and compliance workload. Tennessee noted that EPA's cost effectiveness estimate may not consider the ability of a single wellhead-only site, or of a multiple wellhead-only site with a small number of low producing wells, to afford the cost of compliance, since a small facility's ability to comply depends not only upon the cost per ton but also the total cost of compliance and the revenue generated by the site. Tennessee also urged EPA to consider the cost to delegated air programs that have seen relatively flat federal funding support under Section 105 of the Clean Air Act for about two decades.

### Impact on Tennessee

13. If the Final Rule is not stayed, new oil and gas wells within Tennessee will be required to begin quarterly monitoring using audible, visual, or olfactory (AVO), and sites with multiple wellheads will also be required to begin semiannual monitoring using optical gas imaging. TDEC will need to issue construction and operating permits to new affected sources to implement the requirements of the new source performance standards.

- 14. As TDEC warned in its comments to EPA, considerable state resources will be required to implement the rule. *See* 2023 Comment Letter at 6–8. The Final Rule compels Tennessee to commit these resources toward its implementation without any additional funding from EPA to account for the increase in workload. *Id.*
- 15. The Final Rule has imposed an immediate permitting burden on Tennessee, which requires staff to identify new affected sources, review permit applications, draft permits, provide public notice, potentially engage in public hearings and receive public input. TDEC will have to review and respond to any public comments on proposed permit changes. This process adds to the existing burden on TDEC's staff and resources and may impede TDEC's ability to perform its many other duties in service of Tennesseans.

## Lack of Harms by Entry of Stay

16. There will be no real harms due to the issuance of a stay. As an initial point, a stay would merely maintain the status quo. TDEC's Division of Mineral & Geologic Resources advises that Tennessee's oil and gas wells tend to be small, lower-producing operations.

This the 12th day of April, 2024.

Michilke W. averly

Michelle W. Owenby Director, Division of Air Pollution Control Tennessee Department of Environment & Conservation

# IN THE UNITED STATES COURT OF APPEALS FOR THE DISTRICT OF COLUMBIA CIRCUIT

STATE OF OKLAHOMA, STATE OF WEST VIRGINIA, STATE OF ARKANSAS, STATE OF ALABAMA, STATE OF ALASKA, STATE OF FLORIDA, STATE OF FLORIDA, STATE OF IDAHO, STATE OF IDAHO, STATE OF INDIANA, STATE OF INDIANA, STATE OF KANSAS, COMMONWEALTH OF KENTUCKY, STATE OF MISSISSIPPI, STATE OF MISSISSIPPI, STATE OF MISSOURI, STATE OF MISSOURI, STATE OF NORTH DAKOTA, STATE OF NORTH DAKOTA, STATE OF OHIO, STATE OF OHIO, STATE OF OHIO, STATE OF UTAH, COMMONWEALTH OF VIRGINIA, STATE OF WYOMING, and the ARIZONA LEGISLATURE,	No. 24·1059
Petitioners,	
v.	
UNITED STATES ENVIRONMENTAL	

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PROTECTION AGENCY and MICHAEL S. REGAN, Administrator, United States Environmental Protection Agency,

Respondents.

# DECLARATION OF JAMES L. SEMERAD IN SUPPORT OF PETITIONERS' MOTION TO STAY FINAL RULE

I, James L. Semerad, hereby declare and state under penalty of perjury that the following is true and correct to the best of my knowledge and is based on my personal knowledge or information provided by North Dakota Department of Environmental Quality (NDDEQ) personnel:

- My name is James L. Semerad, and my business address is 4201 Normandy Street, Bismarck, ND 58503. I am over the age of 18, have personal knowledge of the subject matter, and am competent to testify concerning the matters in this declaration.
- 2. I have served as the NDDEQ Division of Air Quality Director since April 2019. I have a bachelors of science degree in civil engineering from North Dakota State University. As Director of the Air Quality Division, my responsibilities include overseeing North Dakota's air quality program, the purpose of which is to protect human health and the environment by maintaining air quality standards, limiting

harmful emissions, and providing transparent information to the public about air quality conditions.

- 3. I am submitting this declaration in support of Petitioners' motion to stay the Final Rule, published by the U.S. Environmental Protection Agency (EPA) on March 8, 2024, entitled "Standards of Performance for New, Reconstructed, and Modified Sources and Emissions Guidelines for Existing Sources: Oil and Natural Gas Sector Climate Review," 89 Fed. Reg. 16,820 (Mar. 8, 2024) (Final Rule).
- 4. NDDEQ's mission and vision is to conserve and protect the quality of North Dakota's air, land, and water resources following science and the law. In cooperation with the general public, industry, and government at all levels, NDDEQ implements protective programs and standards to help maintain and improve environmental quality in North Dakota.
- 5. NDDEQ is responsible for ensuring that the air in North Dakota meets public health and welfare standards established under the federal Clean Air Act (CAA), including the methane standards for oil and gas facilities promulgated by the EPA.

- 6. On February 14, 2023, I submitted detailed comments to EPA on behalf of NDDEQ (2023 NDDEQ Comment Letter) detailing some of North Dakota's concerns with the supplemental proposed rule. Some of those concerns are listed below.
- 7. First, the Final Rule imposes an unreasonable resource burden on NDDEQ to implement the Final Rule's requirements without any resource support provided by the EPA. In addition, the requirement for meaningful engagement with stakeholders and communities from a CAA rule takes time, and the Final Rule's deadlines do not provide NDDEQ with sufficient time for such engagement.
- 8. Second, the Final Rule rescinds an exemption from routine leak monitoring for low emitting—or low production—well sites and requires all sites to be routinely monitored for leaks with minimal or no detectable improvement to the environment.
- Third, the Final Rule's Super Emitter Program interferes with and is redundant of North Dakota's established state delegated authority and programs.

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- 10. Fourth, the Final Rule contains many restrictions on, and requirements for, flaring that represent an undue burden on operators in North Dakota and NDDEQ.
- 11. And fifth, the Final Rule also contains increased fugitive emission monitoring requirements that do not acknowledge existing state regulatory programs and impose additional federal requirements with minimal environmental benefit.

### Impact of Final Rule on North Dakota and NDDEQ

- 12. The Final Rule impacts over 18,000 oil and gas production wells in North Dakota, as well as tens of thousands (if not hundreds of thousands) of other designated facilities, such as compressors, storage tanks, pumps, sweetening units, and gas processing plants.
- 13. Under the Final Rule, NDDEQ must submit a plan to the EPA in order to receive authority to implement standards of performance for existing sources in the oil and natural gas sector. Under the Final Rule, NDDEQ has until March 9, 2026, to submit a proposed plan covering existing sources in the oil and natural gas industry that implements the Final Rule's methane standards, and our state plan must have existing sources—referred to in the rule as

designated facilities—achieve compliance with the applicable standards within 36 months of state plan submittal.

- 14. NDDEQ has already expended significant resources to review the November 2021 proposal, review the December 2022 supplemental proposal, provide comments on the November 2021 and December 2022 proposals, and has participated in many webinars and informational sessions related to the proposals. And since the Final Rule has been released, NDDEQ is preparing to expend significant additional resources for developing a state implementation plan that would satisfy the proposed emissions guidelines.
- 15. If the Final Rule is not stayed, North Dakota and NDDEQ will be required to immediately undertake efforts to implement and comply with the Final Rule, which will result in extensive costs and administrative burdens for North Dakota and NDDEQ.
- 16. In the absence of a stay of the Final Rule, NDDEQ estimates it will need to dedicate at least 4000 hours of staff time to reviewing the Final Rule; considering the relevant factors, such as remaining useful life; developing proposed standards of performance while evaluating existing ND Administrative Code (NDAC) rules for

overlap and/or inconsistencies; and submitting plans for EPA approval. Any time and resources that NDDEQ is required to dedicate to implementing the Final Rule while the legal challenges against it progress will be time and resources that NDDEQ will have to divert from other parts of its mission to safeguard North Dakota's environment. That work will need to begin immediately in order to comply with the Final Rule's deadlines.

- 17. As NDDEQ warned in its 2023 Comment Letter, complying with the requirements imposed on the States by the Final Rule will impose a significant burden on resource-constrained state budgets, and EPA has not provided any adequate funding to offset those additional costs. *See* 2023 NDDEQ Comment Letter at 4.
- 18. In short, complying with the Final Rule will impose substantial costs and an administrative burden on North Dakota, and those costs will begin to accrue immediately. It will require significant staff time and resources to develop a state implementation plan to address all the designated facilities. The plan must contain an inventory of the designated facilities, standards of performance for designated facilities, compliance schedules and go through a public

participation process. The public participation process requires North Dakota to provide public notice, and to engage in one or more public hearings and receive public input. North Dakota must create documentation of meaningful engagement including a list of identified pertinent stakeholders and/or their representatives, a summary of the engagement conducted, a summary of stakeholder input received, and a description of how stakeholder input was considered in the development of the plan or plan revisions. This process puts a significant burden on NDDEQ's staff and limited resources, impeding NDDEQ's ability to perform its many other duties in service of North Dakotans.

Lack of Environmental Harms to North Dakota if a Stay is Granted

19. There will be no real environmental harms due to the issuance of a stay. As an initial point, a stay would merely maintain the status quo while litigation challenging the Final Rule progresses. North Dakota state law already requires similar facilities (in fact more then what are designated in Subpart OOOOc emissions guidelines) to control organic compounds gas emissions, including methane, through the use of flares or equally effective control devices. In

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other words, North Dakota has been at this long before EPA had even proposed it, and North Dakota has a successful record implementing and enforcing rules to protect the environment from organic compound emissions.

- 20. Specifically, NDAC Section 33.1-15-07-02 already requires that organic compounds gases and vapors (e.g., methane and VOC) be burned by a flare or an equally effective control device (except when from an emergency vapor blowdown system or emergency relief system). This requires every facility (including, but not limited to, OOOOc designated facilities) that could emit "organic compounds gases and vapors" to have an effective control device (i.e., flare) to control organic emissions. Additionally, NDDEQ has been delegated authority to implement and enforce the oil and gas industry New Source Performance Standards for VOCs and sulfur dioxide (SO<sub>2</sub>) that are found at 40 CFR Part 60, Subparts OOOO and OOOOa, which would remain in place during any stay.
- 21. In short, NDDEQ will continue to regulate oil and gas facilities to ensure compliance with state rules and federal regulations regarding organic compound emissions. And it will do so by

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conducting field inspections, leak detection and repair program evaluations, and Subparts OOOO and OOOOa reports review. Staying the Final Rule will allow NDDEQ to continue using its limited resources to protect the health of North Dakota's people and environment through meaningful and cost-efficient measures without diverting substantial and unrecoverable resources trying to come into compliance with a Final Rule that may be held unlawful and which will have little environmental benefit in North Dakota.

Executed in Bismarck, North Dakota, on April 8, 2024.

James L. Semerad Director Division of Air Quality North Dakota Department of Environmental Quality

# IN THE UNITED STATES COURT OF APPEALS FOR THE DISTRICT OF COLUMBIA CIRCUIT

STATE OF OKLAHOMA, STATE OF WEST VIRGINIA, STATE OF ARKANSAS, STATE OF ALABAMA, STATE OF ALABAMA, STATE OF FLORIDA, STATE OF FLORIDA, STATE OF IDAHO, STATE OF IDAHO, STATE OF INDIANA, STATE OF INDIANA, STATE OF KANSAS, COMMONWEALTH OF KENTUCKY, STATE OF MISSISSIPPI, STATE OF MISSISSIPPI, STATE OF MISSOURI, STATE OF MISSOURI, STATE OF NEBRASKA, STATE OF NORTH DAKOTA, STATE OF NORTH DAKOTA, STATE OF SOUTH CAROLINA, STATE OF TENNESSEE, STATE OF UTAH, COMMONWEALTH OF VIRGINIA, STATE OF WYOMING, and the ARIZONA LEGISLATURE,	No. 24-1059
v.	
UNITED STATES ENVIRONMENTAL	

PROTECTION AGENCY and MICHAEL S. REGAN, Administrator, United States Environmental Protection Agency,

Respondents.

# DECLARATION OF KENDAL STEGMANN IN SUPPORT OF PETITIONER OKLAHOMA'S MOTION TO STAY FINAL RULE

I, Kendal Stegmann, hereby declare and state under penalty of perjury that the following is true and correct to the best of my knowledge, based on my personal knowledge and information provided by Oklahoma Department of Environmental Quality (ODEQ) personnel:

- My name is Kendal Stegmann, and my business address is 707 N. Robinson Avenue, Oklahoma City, OK 73102. I am over the age of eighteen, have personal knowledge of the subject matter and am competent to testify concerning the matters in this declaration.
- 2. I have served as the Air Quality Division Director of ODEQ since June 2020. I have a history degree and a law degree from the University of Oklahoma. My job responsibilities include overseeing the Oklahoma air quality program, the purpose of which is to protect human health and the environment by maintaining air

quality standards, limiting harmful emissions, and providing transparent information to the public about air quality conditions.

## Purpose of Declaration

3. I am submitting this declaration in support of Oklahoma's motion to stay the final rule, published by the Environmental Protection Agency (EPA) on March 8, 2024, titled "Standards of Performance for New, Reconstructed, and Modified Sources and Emissions Guidelines for Existing Sources: Oil and Natural Gas Sector Climate Review," 89 Fed. Reg. 16,820 (Mar. 8, 2024) (Final Rule). The Final Rule is EPA's final action after EPA had published the November 2021 proposal to reduce greenhouse gas and volatile organic compound emissions from the oil and natural gas industry, published the December 2022 supplemental proposal to expand the standards of the November 2021 proposal, and reviewed comments from ODEQ and stakeholders.

## State Regulation

4. The mission and vision of ODEQ is to protect and improve public health and our environment and to lead the nation in fostering a healthy and sustainable future through effective and innovative environmental actions.

- 5. It is ODEQ's responsibility to ensure that the air in Oklahoma meets public health and welfare standards established under the federal Clean Air Act (CAA), including the methane standards for oil and gas facilities promulgated by the EPA.
- The methane standards are promulgated by the EPA in 40 CFR Part 60, pursuant to the CAA.
- 7. ODEQ is required to develop a 111(d) State Plan to address the requirements in 40 CFR Part 60, Subpart OOOOc. As part of the development of the State Plan, DEQ will need to develop state rules in Title 252, Chapter 100 of the Oklahoma Administrative Code (OAC). Rules affecting air quality must go before the Air Quality Advisory Council (AQAC) to be approved. The AQAC holds at least two regular meetings each year. If approved, the rules are then sent to the subsequent Environmental Quality Board meeting for adoption. The adopted rules then go to the next session of the Oklahoma Legislature. The Legislature may approve, reject, or not act on the adopted rules. The Governor then has the ability to affirm

or veto the Legislature's actions or take action if none was taken by the Legislature. Based on this rulemaking process, it can take 18 months or more before a rule is effective. This is just one component of the development of the state plan. Therefore, it is anticipated that the development of the 111(d) state plan for 40 CFR Part 60, Subpart OOOOc will take longer than three years due to the rulemaking process, requirements for meaningful engagement in 40 CFR Part 60, Subpart Ba, as well as the development of Remaining Useful Life and Other Factors (RULOF) provisions.

- 8. The AQAC has requested a Special Meeting for DEQ to present an emergency rule to revise the Permit by Rule (PBR) requirements in OAC 252:100-7 to address some provisions of 40 CFR Part 60, OOOOb. This emergency rulemaking is necessary to ensure new facilities can take legally and practicably enforceable limits for tank batteries in order to not be subject to NSPS Subpart OOOOb.
- 9. ODEQ estimates that this rule has the potential to impact over 200,000 facilities in Oklahoma. As a frame of reference, there are currently around 10,000 permitted oil and gas facilities in the state.

- 10. It is difficult to project the number of hours and additional employees (or the diversion of existing employees) that will be required to implement the requirements of NSPS Subpart OOOOb and to promulgate state rules and develop State Implementation Plan (SIP) updates to address the requirements of the Emission Guidelines (EG) in Subpart OOOOc. Considering the dramatic increase in the number of facilities that will be subject to oversight by Oklahoma DEQ's Air Quality Division staff, it would be prudent to expect an increased demand for staff support that could require adding somewhere near 50% to the existing permitting staff as well as the compliance and enforcement staff. Other staff will likely be needed in the Rules & Planning, Emissions Inventory, and Compliance Assurance Sections. Additional administrative and management personnel would be needed in proportion to those staff increases.
- 11. On January 25, 2022, the Oklahoma Secretary of Energy and Environment (OSEE) and ODEQ submitted detailed comments to EPA (2022 Comment Letter) explaining Oklahoma's objections to the proposed rule. On February 13, 2023, the OSEE and ODEQ

submitted detailed comments to EPA (2023 Comment Letter), explaining Oklahoma's objections to the supplemental rule. Some of the reasons for which Oklahoma objected are listed below.

- 12. For example, Oklahoma believes that the economic impacts of the Final Rule will likely be significantly harmful to rural communities dependent on the oil and gas industry, but which may not fit into EPA's classification of a community with "environmental justice" concerns. In the regulatory impact analysis, EPA made no attempt to quantify these impacts on employment in the oil and gas sector. The removal of the 3 TPY exemption threshold from the proposal only exacerbates this problem.
- 13. As another example, the super-emitter detection and response program is problematic and does not embody the cooperative federalism model, as it could be construed as a method of bypassing delegated State authority.
- 14. As another example, the implementation timelines both for facility compliance with NSPS Subpart OOOOb as well as the 111(d) state plan development for Subpart OOOOc are too short. In particular, for such an expansive Final Rule, a three-year timeframe for

development and submission of a state plan is not practicable, especially when considering RULOF and meaningful engagement.

## Impact on Oklahoma

15. If the Final Rule is not stayed, regulated entities within Oklahoma will be required to allocate significant additional resources to demonstrate compliance with the new requirements established in the NSPS rule. This resource drain is immediate and increasing, and will involve the diversion of productive resources toward paperwork compliance and other obligations mandated by this rule. In addition, the emission guideline requirements of Subpart OOOOc are exacting an immediate and escalating cost as oil and gas facilities scramble to anticipate medium and long-term impacts on the profitability of the substantial number of existing facilities that may be pushed into economic nonviability by this rulemaking. Every day that passes without a stay will see additional resources drained from productive activities and diverted toward complying with a rule that provides questionable benefits compared to a norule status quo.

- 16. The Oklahoma DEQ has already expended resources preparing to comply with the rule and to modify existing Oklahoma DEQ rules to address the additional burdens that will fall upon facilities and on state personnel who oversee compliance with the new requirements. While we have not tallied the number of personhours expended so far, this has resulted in a diversion of both senior management and planning staff. Unless stayed, the Final Rule will ramp up demands of staff time with costs rising over time in an accelerating manner.
- 17. As the OSEE and ODEQ warned in our comments to EPA, vast amounts of state resources will be required to implement the rule. *See* 2022 Comment Letter at 1. The Final Rule compels Oklahoma to commit these vast amounts of state resources toward its implementation without any additional funding from EPA to account for the extreme increase in workload. *Id.*
- 18. The Final Rule has imposed an immediate rulemaking and permitting burden on Oklahoma through the initiation of a Special Meeting of the AQAC to review an emergency rule to address NSPS Subpart OOOOb provisions for the oil and gas PBR. This process is

time consuming and resource intensive. It requires staff to draft emergency rule language, provide public notice, hold a Special Meeting of the AQAC, and review and respond to written and/or verbal comments on the emergency rule. In addition, DEQ will have to undertake a more comprehensive rulemaking action in the future to make these rule changes permanent and address outstanding issues related to the regulation of methane in other provisions of OAC 252:100. This process puts a significant burden on ODEQ staff and limited resources, impeding ODEQ's ability to perform its many other duties in service of Oklahomans.

## Lack of Harms by Entry of Stay

19. There will be no real harms due to the issuance of a stay. As an initial point, a stay would merely maintain the status quo, including existing federal and state requirements governing the operation of oil and gas facilities. Two prior NSPS rules (NSPS Subparts OOOO and OOOOa) address emissions of volatile organic compounds (VOCs) from storage tanks and other components. These existing rules have already yielded reductions of VOCs and co-pollutants (e.g., methane). This Final Rules now attempts to reduce emissions further by using higher-cost approaches (on a perton emissions reduced basis). However, as the Final Rule's requirements have not been fully implemented yet, there would be no increase of methane emissions due to a stay. Further, the substantial cost of compliance with the Final Rule could be avoided by a stay. Because the more cost-effective approaches are already in place, a stay will defer some emission reductions, but those reductions would have been far more costly to effectuate. Thus, a stay would have an incremental effect on emissions reductions coupled with a more substantial cost benefit to the regulated community.

20. Moreover, Oklahoma's measures already control methane and volatile organic compounds (VOC)s. Oklahoma has incorporated the existing NSPS requirements (Subparts OOOO and OOOOa) into the Oklahoma air quality rules. In addition, the Oklahoma DEQ has an entire subchapter focused on the control of emissions of VOCs (OAC 252:100-37). Because methane is often emitted as a co-pollutant with VOCs, existing measures to control VOCs typically reduce methane emissions as well.

21. In the Preamble to the Final Rule, EPA acknowledges that the oil and gas industry has developed better, more cost-effective technologies for reducing emissions and recovering saleable product. (See, for example, the discussion at 89 Fed. Reg. 16824 and 16835.) Where the value of the product recovered exceeds the cost of recovery, industry has the incentive to deploy those technologies. As the costs decrease, the incentives for recovery increase even if the Final Rule were stayed.

22. This the 🖉 day of April 2024.

Kendal Stegmann Director, Air Quality Division Oklahoma Department of Environmental Quality

### IN THE UNITED STATES COURT OF APPEALS FOR THE DISTRICT OF COLUMBIA CIRCUIT

No. 24-1059

STATE OF OKLAHOMA, STATE OF WEST VIRGINIA, STATE OF ARKANSAS. STATE OF ALABAMA, STATE OF ALASKA, STATE OF FLORIDA, STATE OF GEORGIA, STATE OF IDAHO. STATE OF INDIANA, STATE OF IOWA, STATE OF KANSAS. COMMONWEALTH OF KENTUCKY, STATE OF LOUISIANA, STATE OF MISSISSIPPI, STATE OF MISSOURI, STATE OF MONTANA, STATE OF NEBRASKA, STATE OF NORTH DAKOTA, STATE OF OHIO, STATE OF SOUTH CAROLINA, STATE OF TENNESSEE, STATE OF UTAH, COMMONWEALTH OF VIRGINIA, STATE OF WYOMING, and the ARIZONA LEGISLATURE,

Petitioners,

v.

UNITED STATES ENVIRONMENTAL PROTECTION AGENCY and MICHAEL S. REGAN, Administrator, United States Environmental Protection Agency,

Respondents.

#### **DECLARATION OF RHONDA THOMPSON**

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I, Rhonda Thompson, hereby declare and state under penalty of perjury that the following is true and correct to the best of my knowledge, based on my personal knowledge and information provided by South Carolina Department of Health and Environmental Control (DHEC) personnel:

- My name is Rhonda Thompson, and my business address is 2600 Bull Street, Columbia, SC 29201. I am over the age of eighteen, have personal knowledge of the subject matter, and am competent to testify concerning the matters in this declaration.
- 2. I have served as the Bureau of Air Quality Chief at DHEC since April 2016. I have an engineering degree from the University of South Carolina and I am a Registered Professional Engineer in South Carolina. My job responsibilities include overseeing the South Carolina air quality program, the purpose of which is to protect human health and the environment by maintaining air quality standards, limiting harmful emissions, and providing transparent information to the public about air quality conditions.
- 3. Pursuant to 2023 Act No. 60, as of July 1, 2024, DHEC's responsibilities and authorities with respect to air quality will be transferred to the new Department of Environmental Services (DES) by operation of law. All references to the Department of Health and Environmental Control or DHEC in this declaration shall be deemed to refer to DES as appropriate without the necessity of an amendment or any other action.

#### Purpose of Declaration

4. I am submitting this declaration in reference to Petitioners' motion to stay the final rule, published by the Environmental Protection Agency (EPA) on March 8, 2024, titled "Standards of Performance for New, Reconstructed, and Modified Sources and Emissions Guidelines for Existing Sources: Oil and Natural Gas Sector Climate Review," 89 Fed. Reg. 16,820 (Mar. 8, 2024) (Final Rule). The Final Rule is EPA's final action after EPA

published the November 2021 proposal to reduce greenhouse gas and volatile organic compound emissions from the oil and natural gas industry, published the December 2022 supplemental proposal to expand the standards of the November 2021 proposal, and reviewed comments from stakeholders.

#### State Regulation

- 5. DHEC's mission is to improve the quality of life for all South Carolinians by protecting and promoting the health of the public and the environment.
- 6. It is DHEC's responsibility to ensure that the air quality in South Carolina meets public health and welfare standards established under the federal Clean Air Act (CAA), and to implement and enforce requirements such as the methane standards for oil and gas facilities promulgated by the EPA.
- 7. The methane standards are promulgated by the EPA in 40 CFR Part 60, pursuant to the CAA.
- 8. The EPA has delegated DHEC implementation and enforcement authority with respect to New Source Performance Standards, such as the recently promulgated and amended methane standards of performance for oil and gas facilities (Subparts OOOO, OOOOa, and OOOOb of the Final Rule). Such authority is automatically delegated to DHEC upon the effective date of the rule as published in the Federal Register. To ensure clarity and consistency, DHEC also codifies newly promulgated New Source Performance Standards (and any amendments to them) within DHEC's state regulations.
- 9. Pursuant to Clean Air Act requirements and EPA's implementing regulations, DHEC is also responsible for developing a state plan to establish, implement, and enforce performance standards for existing sources consistent with "Emission Guidelines"

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promulgated by EPA, such as the recently promulgated methane emissions guidelines for oil and gas facilities (Subpart OOOOc of the Final Rule). Under the EPA emissions guidelines, states are required to submit a state plan to EPA by March 9, 2026, and state plans must require compliance by designated facilities no later than 36 months after the state plan is due to EPA. As part of developing an approvable, enforceable state plan, DHEC will also need to incorporate requirements consistent with the emissions guidelines within DHEC's state regulations.

- 10. To meet the deadline for submitting a Subpart OOOOc state plan to EPA, DHEC must first promulgate corresponding state regulations. This process begins with the publication of a Notice of Drafting in the South Carolina State Register, which is subject to public comment. This is followed by the publication of a Notice of Proposed Regulation, which will also be subject to public comment. The regulatory process concludes with the publication of a Notice of Final Regulation in the State Register. DHEC currently expects to publish a Notice of Drafting in July 2024 and will be continuing regulatory efforts through at least the end of 2024. Following promulgation of final state regulations, DHEC must then develop an approvable state plan for implementation of all requirements of the Final Rule within the two year timeframe provided by the Final Rule.
- 11. It is currently expected that there will be eight (8) compressor stations in South Carolina subject to requirements pursuant to Subpart OOOOc of the Final Rule.

#### Impact on South Carolina

12. The Final Rule requires South Carolina to carry out the state plan development process required under Subpart OOOOc of the Final Rule, as described above. DHEC must also incorporate newly applicable requirements into the permits of those facilities that will be

subject to Subpart OOOOc requirements and would be responsible for carrying out inspections and reviewing compliance reports once the requirements are in effect. Regulated entities within South Carolina must be prepared to achieve compliance with the requirements established pursuant to the EPA emissions guidelines and South Carolina's state plan within the timeframe required for compliance. Such requirements would include the implementation of a leak detection and repair (LDAR) program that meets the criteria set forth in Section 60.5405c of the Final Rule and the respective recordkeeping and reporting.

- 13. The Final Rule does not provide additional funding from EPA to account for the increase in workload for DHEC.
- 14. To carry out South Carolina's responsibilities under the Final Rule DHEC staff would need to engage the public, including through public notice and comment and potentially engaging in a public hearing, as part of the regulatory and state plan development process. DHEC will have to review and consider public comments received.

#### Impact of a Stay

15. A stay would maintain the status quo. The eight compressor stations in South Carolina identified as being subject to the Final Rule currently hold DHEC-issued air quality permits and must continue to comply with all presently applicable requirements governing their emissions. Most but not all of the eight compressor stations have Title V permits, and all are subject to New Source Performance Standards for other pollutants. None of these facilities would specifically be considered a major source of methane or VOCs based on their actual reported emissions.

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16. This the 3rd day of April 2024.

Rhonda Thompson

Chief, Bureau of Air Quality South Carolina Department of Health and Environmental Control

# IN THE UNITED STATES COURT OF APPEALS FOR THE DISTRICT OF COLUMBIA CIRCUIT

STATE OF OKLAHOMA, STATE OF WEST VIRGINIA, STATE OF ARKANSAS, STATE OF ALABAMA, STATE OF ALASKA, STATE OF FLORIDA. STATE OF GEORGIA, STATE OF IDAHO, STATE OF INDIANA, STATE OF IOWA, STATE OF KANSAS, COMMONWEALTH OF KENTUCKY. STATE OF LOUISIANA. STATE OF MISSISSIPPI. STATE OF MISSOURI, STATE OF MONTANA. STATE OF NEBRASKA. STATE OF NORTH DAKOTA. STATE OF OHIO, STATE OF SOUTH CAROLINA, STATE OF TENNESSEE. STATE OF UTAH. COMMONWEALTH OF VIRGINIA, STATE OF WYOMING, and the ARIZONA LEGISLATURE, Petitioners. v. UNITED STATES

**ENVIRONMENTAL** 

**PROTECTION AGENCY and** 

No. 24-1059

MICHAEL S. REGAN, Administrator, United States Environmental Protection Agency,

Respondents.

# DECLARATION OF BO WILKINS IN SUPPORT OF PETITIONER OKLAHOMA'S MOTION TO STAY FINAL RULE

1. I am currently employed as Air Quality Bureau Chief of the Montana Department of Environmental Quality ("MDEQ"). My job responsibilities include overseeing the Montana air quality program, the purpose of which is to protect human health and the environment for a thriving Montana by maintaining air quality standards, limiting harmful emissions, and providing transparent information to the public about air quality conditions.

2. I am submitting this declaration in support of Oklahoma's motion to stay the final rule, published by the Environmental Protection Agency (EPA) on March 8, 2024, titled "Standards of Performance for New, Reconstructed, and Modified Sources and Emissions Guidelines for Existing Sources: Oil and Natural Gas Sector Climate Review," 89 Fed. Reg. 16,820 (Mar. 8, 2024) (Final Rule). The Final Rule is EPA's final action after EPA had published the November 2021 proposal to reduce greenhouse gas and volatile organic

compound emissions from the oil and natural gas industry, published the December 2022 supplemental proposal to expand the standards of the November 2021 proposal, and reviewed comments from MDEQ and stakeholders.

3. On February 13, 2023, MDEQ submitted detailed comments to EPA (2023 Comment Letter), explaining Montana's objections to the supplemental rule. As MDEQ warned in its comments to EPA, vast amounts of state resources will be required to implement the rule. The Final Rule compels Montana to commit these vast amounts of state resources toward its implementation without any additional funding from EPA to account for the extreme increase in workload.

4. The Final Rule has imposed an immediate burden on MDEQ air quality bureau requiring significant resource allocation from the permitting, planning, and field services staff, which is required to begin developing a state plan, determine compliance requirements, conduct stakeholder engagement, and plan for future rule making. This process is time consuming and resource intensive. It requires staff to review existing programs, including impacts over

1,100 oil and gas registrations, provide public notice, potentially engage in public hearings and receive public input. The State will have to review and respond to any public comments on proposed permit changes. This process puts a significant burden on MDEQ staff and limited resources, impeding MDEQ's ability to perform its many other duties in service of Montana.

5. There will be no real harm due to the issuance of a stay. As an initial point, a stay would merely maintain the status quo. Montana currently regulates emissions from the oil and gas sector as detailed in the Administrative Rules of Montana chapter 17.8, subchapters 17 and 18. Montana's oil and gas rules and registration program are approved by EPA and included in Montana's State Implimentation Plan.

Pursuant to 28 U.S.C. § 1746, I declare under the penalty of perjury that the foregoing is true and correct to best of my knowledge.

Executed on April 3, 2024.

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Bo Wilkins Air Quality Bureau Chief Montana Department of Environmental Quality

# In the Supreme Court of the United States

STATE OF OKLAHOMA, ET AL., Applicants,

v. UNITED STATES ENVIRONMENTAL PROTECTION AGENCY *AND* MICHAEL S. REGAN, *in his official capacity as Administrator of the United States Environmental Protection Agency*, ET AL., RESPONDENTS.

### SUPPLEMENTAL DECLARATION OF JASON OLDS

I, Jason Olds, hereby declare and state under penalty of perjury that the following is true and correct to the best of my knowledge, based upon my personal knowledge and information provided by the Alaska Department of Environmental Conservation (ADEC).

1. I am over the age of 18, have personal knowledge of the subject matter discussed herein, and I am competent to testify concerning the matters in this Supplemental Declaration.

2. I have served as the Air Quality Division Director of ADEC since July 2022. I have a biological sciences degree from Michigan State University. I have worked in Air Quality regulations at ADEC since October of 2011.

3. My job responsibilities include overseeing the Alaska Division of Air Quality, the purpose of which is to implement Alaska's Air Quality Control statutes and regulations in pursuit of ADEC's mission.

4. I am submitting this Supplemental Declaration in support of State-Applicants' application to stay the 42 U.S.C. § 7411(d) component of the rule issued by the Environmental Protection Agency ("EPA") entitled "Standards of Performance

for New, Reconstructed, and Modified Sources and Emissions Guidelines for Existing Sources: Oil and Natural Gas Sector Climate Review," 89 Fed. Reg. 16,820 (Mar. 8, 2024) (the "Rule"), pending the D.C. Circuit's resolution of State-Applicants' petition for review.

5. The Rule requires Alaska to submit a Section 111(d) plan establishing standards of performance for existing sources covered by the Rule within two years. Further, the Rule requires Alaska to demonstrate that the standards of performance that it establishes in its Section 111(d) plan are equivalent to the "presumptive standards of performance" that EPA has adopted in the Rule.

6. For stationary sources operating under Title V permits, the State of Alaska has primacy to implement Title V of the Clean Air Act for major stationary sources. Permits for Title V facilities are required to incorporate conditions required by applicable Federal rules such as this. Additionally, Alaska is required to ensure compliance with requirements as laid out through its state plans like that required here for 111(d). One of the purposes of state plans under 111(d) is to incorporate relevant and state specific information that may be somewhat unique or different than an average operation assumed to exist under a broad nationwide rule. This specific information is to ensure that requirements crafted through state plans are well tailored to state specific circumstances. While the presumptive standards of this challenged rule are not yet well understood by Alaska, we are nevertheless required to move forward with a 111(d) plan hastily in order to meet the two-year requirement to submit a plan. Given the rushed development and promulgation of

the challenged rule here, Alaska has and will have scant resources to analyze impacts and conduct outreach to industry typically associated with these 111(d) plans. Without this information Alaska's 111(d) plan will be less able to fulfill its purpose of ensuring state specific circumstances are accounted for. This abbreviated timeline is forcing a "one size fits all" rule onto states and industry and fails to provide the necessary time or resources to ensure a proper fit. Accordingly, it risks leaving loopholes or improperly harsh requirements on states and industry already reeling from a heightened pace of Federal rules rushed at the close of an administration.

7. If Alaska did *not* have to comply with the Rule by submitting a Section 111(d) plan within two years or by demonstrating that Alaska's standards of performance in any Section 111(d) plan were equivalent to EPA's "presumptive standards of performance" in the Rule, Alaska's Section 111(d) plan would be very different. Specifically, under those circumstances, the State would: consult with industry and other state regulators to determine the best course of action for a state plan under 111(d) and how we could ensure the plan addresses the particular needs of the state of Alaska given our unique circumstances.

8. Further, if Alaska had to comply with the Rule while Alaska's challenge to the Rule was pending—meaning that Alaska had to comply with the Rule by submitting a Section 111(d) plan within two years that showed how Alaska's standards of performance were equivalent to the Rule's "presumptive standards of performance"—Alaska would expend substantial state resources that it would not

have otherwise expended, had Alaska not been required to comply with the Rule while its challenge were pending. That is because the Section 111(d) plan that the State would have submitted under the Rule under such circumstances would not be the same Section 111(d) plan that the State would create in the absence of the Rule's two-year deadline and its requirement of showing equivalency with the "presumptive standards." Alaska will be left to develop a plan that is a one size fits most approach given its limited resources and ability to adapt to the extreme pace of federal rules that seem to have been hastily pushed out the door before the expiration of a federal administration's ability to do so without being subject to potential congressional review. Pursuant to 28 U.S.C. § 1746, I declare under penalty of perjury that the foregoing is true and correct.

Executed on August 19, 2024

Jacon Ollo

Jason Olds Air Quality Director Alaska Department of Environmental Conservation

# In the Supreme Court of the United States

STATE OF OKLAHOMA, ET AL., APPLICANTS,

v.

UNITED STATES ENVIRONMENTAL PROTECTION AGENCY AND MICHAEL S. REGAN, in his official capacity as Administrator of the United States Environmental Protection Agency, ET AL., RESPONDENTS.

#### SUPPLEMENTAL DECLARATION OF TODD PARFITT

I, Todd Parfitt, hereby declare and state under penalty of perjury that the following is true and correct to the best of my knowledge, based upon my personal knowledge and information obtained through the Wyoming Department of Environmental Quality ("WDEQ").

1. I am over the age of 18, have personal knowledge of the subject matter discussed herein, and I am competent to testify concerning the matters in this Supplemental Declaration.

2. I am the Director of the WDEQ. I received a bachelor of science in natural resources and a master of public administration with an emphasis in environmental policy from the Ohio State University. As part of my duties, I am responsible for overseeing the Department's regulatory programs, including its implementation of federal Clean Air Act regulations.

3. I have been employed by WDEQ for more than thirty years. During that time, I have overseen numerous facets of WDEQ's regulatory programs. I have served as the Director for twelve years. I also served as Deputy Director for seven years, Administer of the Industrial Siting Division for seven years, Interim Administrator of the Abandoned Mine Lands Division two different times, and manager of WDEQ's Clean Water Act pollution discharge permitting program for seven years. I also spent four years working in WDEQ's Resource Conservation and Recovery Act programs related to hazardous and solid waste and leaking underground storage tanks. In these positions, I regularly reviewed federal and state regulatory program requirements. I also worked with the Wyoming legislature on multiple matters related to WDEQ's regulatory programs. I have also served in the role of President of the Environmental Council of States from 2017-2018. Because of my experience, I am well versed in state implementation of environmental regulatory programs.

4. As Director of WDEQ, I am familiar with the rule issued by the Environmental Protection Agency ("EPA") entitled "Standards of Performance for New, Reconstructed, and Modified Sources and Emissions Guidelines for Existing Sources: Oil and Natural Gas Sector Climate Review," 89 Fed. Reg. 16,820 (Mar. 8, 2024) (the "Rule").

5. I am submitting this Supplemental Declaration in support of State-Applicants' application to stay the 42 U.S.C. § 7411(d) component of the rule issued by the Environmental Protection Agency ("EPA") entitled "Standards of Performance for New, Reconstructed, and Modified Sources and Emissions Guidelines for Existing Sources: Oil and Natural Gas Sector Climate Review," 89 Fed. Reg. 16,820 (Mar. 8, 2024) (the "Rule"), pending the D.C. Circuit's resolution of State-Applicants' petition for review.

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6. The WDEQ administers approved State Implementation Plans through which WDEQ administers, implements, and enforces the federal CAA in the State of Wyoming, as well as related State air emission regulatory programs. *See, e.g.*, Wyo. Stat. Ann. § 35-11-201 *et seq.* WDEQ, through delegation from EPA, also implements and enforces federal new source performance standards in Wyoming, including those applicable to oil and gas facilities. WDEQ has the responsibility to develop a Section 111(d) plan to establish the rules for governing existing sources. The WDEQ administers the Section 111(d) plans after receiving approval for the plan from the EPA. 42 U.S.C. § 7411.

7. The Rule requires Wyoming to submit a Section 111(d) plan establishing standards of performance for existing sources covered by the Rule within two years. Further, the Rule requires Wyoming to demonstrate that the standards of performance that it establishes in its Section 111(d) plan are equivalent to the "presumptive standards of performance" that EPA has adopted in the Rule.

8. If Wyoming had to comply with the Rule while Wyoming's challenge to the Rule was pending—meaning that Wyoming had to comply with the Rule by submitting a Section 111(d) plan within two years that showed how Wyoming's standards of performance were equivalent to the Rule's "presumptive standards of performance"—Wyoming would expend substantial state resources that it would not have otherwise expended, had Wyoming *not* been required to comply with the Rule while its challenge were pending. Wyoming will be harmed in the following ways. 9. Wyoming will begin expending substantial resources to attempt to comply with the deadline for submission of an adequate state plan that demonstrates equivalency to the presumptive standards of performance under the Rule. This expenditure of resources will include consultation with Wyoming energy producers and consumers of Wyoming-produced energy, coordination with multiple stakeholders, state agencies and federal land managers, passing new state legislation, promulgating new regulations, and conducting public outreach. WDEQ staff will need to be pulled from their normal responsibilities, which includes implementing the Department's other Clean Air Act programs, like Prevention of Significant Deterioration and Title V. EPA's two years deadline and requirement to demonstrate equivalency to the presumptive standards of performance under the Rule will consume considerable limited Department resources that would otherwise be dedicated to other regulatory efforts.

10. For WDEQ to effectively address the immense increase in workload associated with developing a plan that demonstrates equivalency to the presumptive standards of performance and implementing the Rule, additional staff would need to be added to its programs for Compliance, State Implementation Planning and Rule Development, and potentially other areas. WDEQ will need to purchase and maintain technical equipment and train staff to meet the requirements of the Rule, as well as incur an annual cost for employing additional staff to perform the activities. Hiring new staff implicates the Department's budget, which the legislature must approve every two years. 11. WDEQ will have to engage in emergency rulemaking to comply with the Rule while the challenge to the Rule is pending. The emergency rulemaking will require the creation of the new rules by the WDEQ, requiring staff to take on additional responsibilities when the Department has limited resources and is attempting to act on the myriad of federal actions relating to air quality. Wyoming resources will be spent on the coordination and collaboration between the WDEQ and the Wyoming Governor's office to establish emergency rules.

12. WDEQ will have to amend the rules after the emergency rules have expired. WDEQ will spend resources giving notice of the proposed amendment to Wyoming energy producers and consumers of Wyoming-produced energy and other stakeholders. Additionally, WDEQ will spend resources providing the opportunity for responses to the proposed amendment as well as considering and responding to all written and oral submissions. The Wyoming Environmental Quality Council will then have to hold a hearing and approve the amendment. In sum, WDEQ and other Wyoming entities will have to spend significant assets and time to follow the rulemaking process when the Rule could be successfully challenged. And if the challenge is successful, WDEQ would have to repeat the process to return its air quality rules to their prior condition.

13. A plan that demonstrates equivalency to the presumptive standards of performance to address the new OOOOb and OOOOc standards would likely result in operators reconsidering locating in Wyoming and instead locating in other states because the majority of their production does not take place on federal lands.

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Operators on federal lands will likely find difficulties and experience conflicting technical requirements between the presumptive standards of performance and BLM regulations regarding direct measurements of liquids from tanks.

14. Without the Court's stay of the 111(d) component of the Rule, Wyoming will suffer the loss of jobs and revenue from the excessive expenses on small operators. A plan that demonstrates equivalency to the presumptive standards of performance could affect many stripper wells in Wyoming (defined by the Wyoming Oil and Gas Conservation Commission as wells that produce an average of 15 barrels of crude oil or less per day) and some very small-scale, independent well site operations that strictly operate on a single owner's private property. The cost of compliance for the monitoring and repair requirements for these well sites would impose expenses upon small operators that exceed their revenues and result in many small operators ending their operations.

15. The level of electrical infrastructure in a plan that demonstrates equivalency to the presumptive standards of performance to meet the requirements for pneumatics under the Rule would have potentially harmful impacts on portions of the Greater Sage-Grouse's core habitat, as well as issues pertaining to deer and antelope migration corridors, and other species that inhabit Wyoming's lands.

16. Compliance costs will be incurred by Wyoming to implement the plan while the challenge to the Rule is pending. The excessive costs will be an increased burden on Wyoming's citizens, industry and the WDEQ.

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17. If this Court stays the Rule, Wyoming will immediately halt the abovedescribed activities and expenditures in relation to the Rule. Pursuant to 28 U.S.C. § 1746, I declare under penalty of perjury that the foregoing is true and correct.

Executed on August 19th, 2024

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Todd Parfitt Director Wyoming Department of Environmental Quality

# In the Supreme Court of the United States

STATE OF OKLAHOMA, ET AL., Applicants,

v. UNITED STATES ENVIRONMENTAL PROTECTION AGENCY AND MICHAEL S. REGAN, in his official capacity as Administrator of the United States Environmental Protection Agency, ET AL., RESPONDENTS.

### SUPPLEMENTAL DECLARATION OF KENDAL STEGMANN

I, Kendal Stegmann, hereby declare and state under penalty of perjury that the following is true and correct to the best of my knowledge, based upon my personal knowledge and information provided by the Oklahoma Department of Environmental Quality ("ODEQ").

1. I am over the age of 18, have personal knowledge of the subject matter discussed herein, and I am competent to testify concerning the matters in this Supplemental Declaration.

2. I have served as the Air Quality Division Director of ODEQ since June 2020. I have a history degree and a law degree from the University of Oklahoma. My job responsibilities include overseeing the Oklahoma air quality program, the purpose of which is to protect human health and the environment by maintaining air quality standards, limiting harmful emissions, and providing transparent information to the public about air quality conditions.

3. I am submitting this Supplemental Declaration in support of State-Applicants' application to stay the 42 U.S.C. § 7411(d) component of the rule issued by the Environmental Protection Agency ("EPA") entitled "Standards of Performance

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for New, Reconstructed, and Modified Sources and Emissions Guidelines for Existing Sources: Oil and Natural Gas Sector Climate Review," 89 Fed. Reg. 16,820 (Mar. 8, 2024) (the "Rule"), pending the D.C. Circuit's resolution of State-Applicants' petition for review.

4. The Rule requires Oklahoma to submit a Section 111(d) plan establishing standards of performance for existing sources covered by the Rule within two years. Further, the Rule requires Oklahoma to demonstrate that the standards of performance that it establishes in its Section 111(d) plan are equivalent to the "presumptive standards of performance" that EPA has adopted in the Rule.

5. ODEQ is required to develop a 111(d) State Plan to address the requirements in 40 CFR Part 60, Subpart OOOOc. As part of the development of the State Plan, ODEQ will need to develop state rules in Title 252, Chapter 100 of the Oklahoma Administrative Code (OAC). Rules affecting air quality must go before the Air Quality Advisory Council (AQAC) to be approved. The AQAC holds at least two regular meetings each year. If approved, the rules are then sent to the subsequent Environmental Quality Board meeting for adoption. The adopted rules then go to the next session of the Oklahoma Legislature. The Legislature may approve, reject, or not act on the adopted rules. The Governor then has the ability to affirm or veto the Legislature's actions or take action if none was taken by the Legislature. Based on this rulemaking process, it can take 18 months or more before a rule is effective. This is just one component of the development of the state plan. Therefore, taking into account these rulemaking timelines, along with the requirements of meaningful

engagement and the development of Remaining Useful Life and Other Factors ("RULOF"), the two-year deadline to develop a 111(d) plan is extremely limiting.

6. If Oklahoma did not have to comply with the Rule by submitting a Section 111(d) plan within two years or by demonstrating that Oklahoma's standards of performance in any Section 111(d) plan were equivalent to EPA's "presumptive standards of performance" in the Rule, the Oklahoma's Section 111(d) plan would be very different. In developing a 111(d) plan, a state has a certain amount of latitude in applying standards to existing sources, allowing the state to defer some requirements, apply less onerous requirements, or even exempt some sources from standards developed to comply with federal Emissions Guidelines (EGs) as long as the state is able to warrant its policies focusing on a consideration of RULOF. If a state elects to simply apply the "presumptive standards" developed by EPA, then the process is more predictable, less time-consuming, and is practically ensured of approval for incorporation into the State Implementation Plan (SIP). However, when a state elects to investigate alternatives, taking RULOF into account, the process requires more time and effort. There are additional public engagement burdens and the state must undergo a lengthy period of outreach, investigation, rule development, further public engagement, and then the traditional rule adoption process is initiated.

7. Without a stay, Oklahoma will be forced to begin the development of the state plan immediately and would be extremely pressed for time to complete the rule adoption process in the two-year period provided by EPA, even if Oklahoma chooses the "easier" route and simply incorporates the presumptive standards. But this

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simpler approach would not be the chosen route if time were not a restraint. It would do significant economic and social damage to the state as a whole and rural communities in particular. Comments submitted by the Oklahoma Secretary of Energy and Environment (OSEE) and Oklahoma Department of Environmental Quality (ODEQ) on the original proposed rule noted that EPA's Regulatory Impact Assessment (RIA) failed to even attempt estimate the number of jobs that would be lost in the oil and gas industry as a result of this rule. [OSEE and ODEQ Comment at 3, January 25, 2022]. Further, the RIA assumed that any jobs lost in the oil and gas sector would be replaced by other jobs in other sectors. The OSEE and ODEQ comments identified the omission of any attempt to estimate the number of job losses and the comments provided data showing that jobs in the oil and gas sector paid significantly more than the average pay for jobs in other sectors. Using the data cited, the comments showed that for every single job lost in the oil and gas sector, even if that job were replaced by a job paying an average wage, there would a loss of approximately \$68,000 to the family and to the community. [OSEE and ODEQ Comment at 5, February 13, 2023]. Multiply that by the thousands of jobs at risk in Oklahoma and consider the importance of relatively high-paying jobs in vulnerable rural counties, and the magnitude of the impact comes into focus. It should be noted that EPA updated their RIA for the Supplemental Notice of Proposed Rulemaking (SNPR) but, despite the comments submitted by the SOEE and ODEQ on the initial proposal and the initial RIA, EPA failed to update the RIA or take into consideration any of the issues raised in the comments on the initial proposal regarding loss jobs in

the sector and the loss of income even if oil and gas jobs are replaced by jobs in other sectors. In comments on the SNPR, the SOEE and ODEQ pointed to that failure and reiterated the concerns raised in the previous comments while providing updated data and analysis. [OSEE and ODEQ Comment at 4, February 13, 2023]. Oklahoma has the ability to mitigate this impending economic and social disaster. A well-crafted state 111(d) plan would calibrate requirements applicable to existing oil and gas wells, compressor stations, natural gas plants, and other sources to ensure that emission reductions occur, but at a pace and in a manner that is less devastating to vulnerable communities. But this will take time, far more time than the two years currently provided by EPA. Therefore, a stay is essential. Absent a stay, Oklahoma would be forced to immediately start developing a 111(d) plan in order to desperately try to meet the imposed two-year timeframe. A 111(d) plan developed under these circumstances would look very different than a 111(d) a plan developed under a more appropriate time frame; one which allows the necessary time for Oklahoma to perform the rigorous evaluation of the federal EGs, perform outreach to the communities that will be most affected, and develop state rules that, taking RULOF into account, properly balance the need for emissions reductions with the economic impacts that could so devastate vulnerable rural communities and the state as a whole.

8. Further, if Oklahoma has to comply with the Rule while the State-Applicants' challenge to the Rule was pending—meaning that Oklahoma would be submitting a Section 111(d) plan within two years that showed how Oklahoma's

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standards of performance were equivalent to the Rule's "presumptive standards of performance"-Oklahoma would expend substantial state resources that it would not have otherwise expended, had Oklahoma *not* been required to comply with the Rule while its challenge were pending. That is because the Section 111(d) plan that the State would have submitted under the Rule under such circumstances would *not* be the same Section 111(d) plan that the State would create in the absence of the Rule's two-year deadline and its requirement of showing equivalency with the "presumptive standards." Specifically, the requirement to develop a 111(d) plan that is approvable by EPA in two years will exact an opportunity cost, because it would force Oklahoma to develop a state 111(d) plan that takes the simpler route of embracing EPA's presumptive standards without allowing Oklahoma the time necessary to take the more difficult path of developing more calibrated standards that take RULOF into consideration. The "simpler route" is a misnomer however, as developing a 111(d) plan that incorporates the presumptive standards will still strain state resources due to the burdens of public outreach, rule development, and meaningful engagement. This route will engage all available state resources (the professionals on staff with sufficient expertise, the focus of our governing bodies, etc.) and would require the entire two-year period provided in the Final Rule. A stay would eliminate this obligation and would allow the state to devote those resources to the more difficult challenge of developing a well-calibrated set of state rules that take RULOF into consideration. Further, should Oklahoma expend resources to develop a 111(d) plan that embraces the federal presumptive standards and the rule is ultimately

overturned, those resources will have been wasted and are unrecoverable. The wasted resources would include staff time, the cost of securing venues for public meetings, travel time, publication costs to ensure meaningful engagement, and other intangible costs. In addition, if the rule is ultimately overturned but the public has been brought into a complicated process of state plan development, there is a nontrivial loss of public confidence in the value of public engagement.

9. Pursuant to 28 U.S.C. § 1746, I declare under penalty of perjury that the foregoing is true and correct.

Executed on August 19, 2024

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Kendal Stegmann Air Quality Division Director Oklahoma Department of Environmental Quality

# In the Supreme Court of the United States

STATE OF OKLAHOMA, ET AL., APPLICANTS,

v.

UNITED STATES ENVIRONMENTAL PROTECTION AGENCY AND MICHAEL S. REGAN, in his official capacity as Administrator of the United States Environmental Protection Agency, ET AL., RESPONDENTS.

#### **DECLARATION OF BAILEY TAYLOR**

I, Bailey Taylor, hereby declare and state under penalty of perjury that the following is true and correct to the best of my knowledge, based upon my personal knowledge and information provided by the Arkansas Department of Energy and Environment, Division of Environmental Quality.

1. I am over the age of 18, have personal knowledge of the subject matter discussed herein, and I am competent to testify concerning the matters in this Declaration.

2. I am the Chief Administrator of the Environment for the Arkansas Department of Energy and Environment (E&E), and the Director of the Division of Environmental Quality ("DEQ").

3. Through its offices of air quality, land resources, and water quality, DEQ is charged with protecting, enhancing, and restoring Arkansas' environment. In Arkansas, federal requirements pertaining to provisions of the Clean Air Act ("CAA" or "Act") are implemented by DEQ through both federally approved and federally delegated programs. For purposes of implementing the New Source Performance Standards ("NSPS"), DEQ is the delegated authority for the State of Arkansas. As

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the delegated authority for Arkansas, DEQ is responsible for developing and submitting to EPA plans to regulate existing sources under NSPS. These plans are referred to as "Section 111(d) plans" because of the section of the CAA that requires them.

4. I am submitting this Declaration in support of State-Applicants' application to stay the 42 U.S.C. § 7411(d) component of the rule issued by the Environmental Protection Agency ("EPA") entitled "Standards of Performance for New, Reconstructed, and Modified Sources and Emissions Guidelines for Existing Sources: Oil and Natural Gas Sector Climate Review," 89 Fed. Reg. 16,820 (Mar. 8, 2024) (the "Rule"), pending the D.C. Circuit's resolution of State-Applicants' petition for review.

5. The Rule requires Arkansas to submit a Section 111(d) plan establishing standards of performance for existing sources covered by the Rule within two years. Further, the Rule requires Arkansas to demonstrate that the standards of performance that it establishes in its Section 111(d) plan are equivalent to the "presumptive standards of performance" that EPA has adopted in the Rule.

6. DEQ has been delegated authority by the EPA to implement the Act's NSPS, and DEQ is responsible for developing and implementing state plans for existing sources under Section 111(d). State Section 111(d) plans must establish and provide for implementation and enforcement of standards of performance, which are established by DEQ based on EPA's final rule emission guidelines.

- 2 -610a 7. If Arkansas did *not* have to comply with the Rule by submitting a Section 111(d) plan within two years or by demonstrating that Arkansas' standards of performance in any Section 111(d) plan were equivalent to EPA's "presumptive standards of performance" in the Rule, Arkansas' Section 111(d) plan would be very different. Specifically, under those circumstances, the State would:

- a. Allow adequate time for development of compliance strategy and determination, implementation, and enforcement. This Rule would significantly expand the number of sources to be regulated, inspected, and permitted by E&E-DEQ Office of Air Quality (OAQ). DEQ currently permits approximately 200 facilities in the oil and natural gas sector through the OAQ, and estimates that would increase to over 25,000, (and possibly more than 50,000) sources for which DEQ would become responsible for the development of compliance strategy and determination, implementation, and enforcement.
- b. Coordinate a well-informed and appropriate Section 111(d) plan across co-regulating entities. The sources that would be subject to EPA's Rule are more generally regulated through the E&E Oil and Gas Commission (OGC). The OGC currently permits approximately 19,000 oil and gas wells, 1,700 tank batteries, and 5,000 miles of natural gas pipeline and other potentially affected sites. A Section 111(d) plan of this magnitude would require immersive collaboration across two very different areas of expertise, and state agency staff involved in drafting and developing the

plan would have a sharp learning curve to navigate to reach common understanding across fields. State regulatory staff are absolutely capable of this immersive collaboration and common understanding, but this is not their only task. These staff are also tasked with developing several other federal plans, updating state rules, state implementation and Regional Haze plans, etc. Given additional time to respond to the Rule, the OAQ could coordinate a well-informed and appropriate Section 111(d) plan through "meaningful engagement" with stakeholders, including those coregulating agencies whose input and expertise in the field is necessary to bridge the knowledge gap for OAQ staff.

c. Gather and analyze information from designated facilities, and perform analysis to set appropriate standards consistent with EPA's emission guidelines, in accordance with the CAA. The short turnaround mandated by EPA provides no flexibility for states like Arkansas that have limited resources or a large number of newly regulated sources, leaving those states to "copy-and-paste" EPA's language into their state plans in order to comply with EPA's deadlines. EPA has in this instance crafted a Rule so far-reaching that the restrictive timeline for state plan development creates an element of forced (rather than cooperative) federalism on resource-limited state agencies, offending Congress' intentions under the CAA. Given additional time, DEQ could more adequately address the complexity of EPA's Rule. d. Engage with communities, stakeholders, and the public to elicit public input and comments. DEQ is uncertain of the effects on small business operators and rural populations, two of several analyses that are required under Arkansas statute when DEQ is developing state plans for EPA. EPA has also expressed the importance of "meaningful engagement" with communities, stakeholders, and the public, and now includes this element as a requirement for an "approvable" state plan. The timeline for state Section 111(d) plan submission included in this Rule affords no room for any such engagement, analyses, or outreach, let alone time public input and comments to be actually considered in development of the plan. This does not foster a sense of public trust, because under the current circumstances of this Rule, any input received by a state agency during public engagement will have no bearing on the outcome EPA has predetermined. State agencies are saddled with the impact from these misaligned directives from EPA, which damage relationships with local communities and effectively decrease public participation in the long-term.

8. Further, if Arkansas had to comply with the Rule while Arkansas' challenge to the Rule was pending—meaning that Arkansas had to comply with the Rule by submitting a Section 111(d) plan within two years that showed how Arkansas' standards of performance were equivalent to the Rule's "presumptive standards of performance"—Arkansas would expend substantial state resources that it would not have otherwise expended, had Arkansas *not* been required to comply with the Rule

while its challenge were pending. That is because the Section 111(d) plan that the State would have submitted under the Rule under such circumstances would *not* be the same Section 111(d) plan that the State would create in the absence of the Rule's two-year deadline and its requirement of showing equivalency with the "presumptive standards." One specific example is that DEQ would submit a Section 111(d) plan that would result from the collaboration and input from the OGC and affected stakeholders, an element that would bolster the credibility and enforceability of a State Section 111(d) plan and the requirements included in it. As with previously approved Section 111(d) plans DEQ has developed, the resulting plan—absent EPA's "presumptive standards" and accelerated timeline—would be tailored to the unique needs of Arkansas while still meeting EPA's overall emissions reduction objectives.

Pursuant to 28 U.S.C. § 1746, I declare under penalty of perjury that the foregoing is true and correct.

Executed on August 20, 2024

BAILEY TAYLOR CHIEF ADMINISTRATOR, ENVIRONMENT DIRECTOR, DIVISION OF ENVIRONMENTAL QUALITY

## In the Supreme Court of the United States

STATE OF OKLAHOMA, ET AL., Applicants,

v. UNITED STATES ENVIRONMENTAL PROTECTION AGENCY AND MICHAEL S. REGAN, in his official capacity as Administrator of the United States Environmental Protection Agency, ET AL., RESPONDENTS.

## SUPPLEMENTAL DECLARATION OF MICHAEL G. DOWD IN SUPPORT OF PETITIONER OKLAHOMA'S MOTION TO STAY FINAL RULE

I, Michael G. Dowd, hereby declare and state under penalty of perjury that the following is true and correct to the best of my knowledge, based upon my personal knowledge and information provided by Virginia Department of Environmental Quality personnel.

1. I am over the age of 18, have personal knowledge of the subject matter discussed herein and am competent to testify concerning the matters in this Supplemental Declaration.

2. I am the Director of the Air and Renewable Energy Division for the Virginia Department of Environmental Quality (VDEQ) and have served in that position since 2008. My business address is 1111 East Main Street, Richmond, Virginia 23218. I have a Bachelor's degree from Columbia University and a law degree from the Vermont Law School. My job responsibilities include overseeing the Virginia air quality program, the purpose of which is to protect human health and the environment by maintaining air quality standards, limiting harmful emissions, and providing transparent information to the public about air quality conditions. 3. VDEQ's mission is for all Virginians enjoy cleaner water, better air quality, and the productive reuse of land that was once contaminated. It is VDEQ's responsibility, among other things, to ensure that the air in Virginia meets public health and welfare standards established under the federal Clean Air Act (CAA), including the methane standards for oil and gas facilities promulgated by the EPA.

4. I am submitting this Supplemental Declaration in support of State-Applicants' application to stay the 42 U.S.C. § 7411(d) (Section 111(d) of the Clean Air Act, hereinafter "Section 111(d)") component of the rule issued by the Environmental Protection Agency ("EPA") entitled "Standards of Performance for New, Reconstructed, and Modified Sources and Emissions Guidelines for Existing Sources: Oil and Natural Gas Sector Climate Review," 89 Fed. Reg. 16,820 (Mar. 8, 2024) (the "Rule"), pending the D.C. Circuit's resolution of State-Applicants' petition for review.

5. The Rule requires Virginia to submit a Section 111(d) plan establishing standards of performance for existing sources covered by the Rule within two years. Further, the Rule requires Virginia to demonstrate that the standards of performance that it establishes in its Section 111(d) plan are "no less stringent than" (i.e., equivalent to) the "presumptive standards of performance" that EPA has adopted in the Rule.

6. If the Rule stands as is, it will have a great impact in Virginia. Over 8,000 production wells and 75 compressor stations have been identified to date that will be subject to the Rule; accurate determination of the population of affected

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facilities in the state is ongoing, including outreach efforts to affected businesses and the Virginia Department of Energy (VDOE). Most production wells are in the remote, rugged Appalachian Mountain region of the state, which makes compliance inspections and enforcement activities time-consuming and technically difficult. VDEQ estimates that a minimum of six additional full-time employees (FTEs) would need to be hired for VDEQ's Southwest Regional Office to implement the Rule. It is further believed that several additional FTEs will be needed to implement the Rule by other VDEQ regional offices and Central Office. The additional FTEs would be required to conduct inspections, prepare permits and regulations, provide enforcement oversight, and develop state plans necessary to comply with the federal regulations. VDOE, which performs an essential role in the management and oversight of oil and gas wells in the state, would likely also require additional staff and resources to assist VDEQ with implementing the Rule. The Rule provides no compensation to states for the additional significant burden imposed on them for developing and implementing the Rule.

7. Virginia's efforts to date toward implementing the Rule include studying and understanding the contents and requirements of the rule, including ongoing discussions with EPA Region III, determining affected facilities, drafting regulations, and planning ways to implement mandatory statewide public outreach.

8. Unless a stay is issued, Virginia will be required to expend a great deal of time, effort, and expense over the next two years implementing the Rule, which is unlikely to survive this judicial challenge. A stay would relieve Virginia from

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undergoing an onerous planning process with little impact on air pollution but an enormous expenditure of state resources.

9. To date, EPA has done little to address concerns with the Rule previously raised by Virginia and other states. Significantly, EPA has failed to provide national guidance on how states must implement the Rule. The Rule itself is ambiguous and appears to conflict with some of EPA's own regulations, such as the general requirements for Section 111(d) plans specified in Subpart Ba of 40 CFR Part 60. The later EPA issues its guidance, which EPA expects states to follow to the letter, the less time states have to meet an already onerous timeline to implement the Rule.

10. In the absence of such national guidance, Virginia has attempted to obtain early resolution of some outstanding technical questions directly from EPA, only some of which have been addressed. In addition, it is our understanding that EPA has yet to upgrade its portal to accommodate the electronic submission of Section 111(d) Plans by states, which is mandated by Subpart Ba of 40 CFR Part 60.

11. The burden to the states is most dramatically illustrated by the Rule's requirement that state plans be "no less stringent than" (i.e., equivalent to) the Rule. Section 111(d)(1), however, states, "Regulations of the Administrator under this paragraph *shall* permit the State in applying a standard of performance to any particular source under a plan submitted under this paragraph to take into consideration, *among other factors, the remaining useful life of the existing source to which such standard applies.*" (Emphasis added.) This provision grants states broad discretion to determine for themselves the actual stringency of a state plan based on

state-specific factors. It is highly likely, therefore, that a state plan developed by Virginia would differ substantially from the Rule based on state-specific factors, such as the remaining useful life of the equipment subject to the standard, the ability of a facility to retrofit pollution control equipment, and the availability of locally available trained staff or contractors capable of operating and maintaining the equipment competently, among others. Unless a stay is issued, Virginia will be forced to develop a state plan acceptable to EPA within 2 years, or else have EPA impose a federal plan on the state in accordance with Section 111(d)(2). In that case, the plan likely would be far more resource intensive and costly than a plan Virginia would have developed if it were able to exercise the authority given states under Section 111(d)(1) unconstrained by EPA over-regulation.

12. Finally, EPA's requirements pertaining to the public participation process states must go through to implement the Rule are troublesome. EPA has yet to resolve differences between the general requirements for all Section 111(d) Plans required by Subpart Ba of 40 CFR Part 60, and additional onerous but vague requirements mandated by the Rule itself that will only be clarified when the national guidance is released by EPA. The absence of formal EPA national guidance puts Virginia in the position of attempting to meet ambiguous public participation requirements burdened with a large degree of uncertainty and no guarantee of EPA approval. Pursuant to 28 U.S.C. § 1746, I declare under penalty of perjury that the foregoing is true and correct.

Executed on August 22, 2024

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Michael G. Dowd Director, Air and Renewable Energy Division, Virginia Department of Environmental Quality



## Department of Environmental Conservation

OFFICE OF THE COMMISSIONER

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February 13, 2023

Ms. Karen Marsh Sector Policies and Programs Division Office of Air Quality Planning and Standards U.S. Environmental Protection Agency Research Triangle Park, North Carolina 27711

Re: Docket ID No. EPA-HQ-OAR-2021-0317

Dear Ms. Marsh:

The Alaska Department of Environmental Conservation (DEC) appreciates the opportunity to comment on the U.S. Environmental Protection Agency's (EPA) Supplemental Proposal to Reduce Pollution from the Oil and Natural Gas Industry to Fight the Climate Crisis and Protect Public Health, published in the Federal Register on December 6, 2022 (87 Fed. Reg. 74702). As EPA is aware from—among other reasons—DEC's prior comments on the original rulemaking in this process, oil and natural gas development is an important economic driver for the State of Alaska providing critical domestic energy production to the United States as well as local job opportunities, resources, and other benefits to Alaska and its citizens. Alaska also works to ensure this vital work is balanced with the protection the state's environment and its people. As a result, Alaska exercises stringent regulatory authority over oil and gas development through State agencies such DEC, the Alaska Oil and Gas Conservation Commission (AOGCC), the Department of Natural Resources, and others. In some areas, such as the regulation of methane flaring, Alaska has done far more to protect the environment than historically required by EPA.

While we find it heartening that federal regulations are finally addressing issues Alaska has confronted for many years, DEC is concerned that in this, and the prior rulemaking EPA appears to be headed toward a one-size-fits-all approach that will result in detrimental impacts to Alaska's oil and gas industry for limited gains in emission reductions. EPA acknowledges there might be flaws in a nationwide approach by soliciting comments on whether a state-by-state evaluation would be more appropriate than a nationwide evaluation under CAA section 136(f)(6)(A)(i), but apparently fails to realize that the flaws of a

nationwide approach are far broader than just the impact of that specific evaluation. Additionally, while EPAs intent to reduce emissions is a worthy one, the tool it appears to have chosen is inefficient and burdensome. Alaska oil and gas facilities that suffer routine, correctable leaks of a kind that happen every day would be forced to not only identify and correct that leak swiftly—as is appropriate—but under the EPA proposed rulemaking would also have to conduct an in-depth analysis of why a piece of equipment with a limited lifespan has broken. Under the proposed rulemaking, minor leaks and repairs would make a facility permanently become a facility that falls under the EPA's New Source Performance Standards, when there is no reason for it being considered a new source.

EPA is also proposing to create an entire cadre of third-party monitors to operate outside of the established delegated state air quality permitting framework. EPA's proposal is long on new policies, and short on any data to support the rationale behind them. The proposal is to allow the creation of 3<sup>rd</sup> party organizations which will operate outside of the scope of the state regulatory agencies. These 3<sup>rd</sup> party organizations will be beholden to the EPA and not to State, local, or tribal agencies. These organization will take on a life of their own outside the regulatory structure of the Clean Air Act. As regulators, we are concerned that these outside organizations will never go away, as they will exist to find problems. They will certainly not suggest that their 3<sup>rd</sup> party monitoring is no longer needed.

This EPA proposal has not provided a clear direction on how these 3<sup>rd</sup> party organizations will fit into the existing regulatory structure. They will need to follow the same quality control criteria for air emissions, but there is no explanation of whether that will actually happen. In addition, the proposal identifies that when the emitting facility "owner or operator receives notifications"<sup>1</sup> or "following notification by an EPA-approved entity" then the facility will need to conduct the Best System of Emission Reduction (BSER) analysis identified in the tables found in the Federal Register notice. There is no mention of the involvement of the State or delegated authority in this new regulatory framework. This appears to be setting up an unprecedented EPAapproved entity outside of the appropriate regulatory agency's notification, compliance, enforcement, and quality control process. In our understanding of the Clean Air Act, the EPA delegates or approves a State or local authority to the Clean Air Act authority, therefore all authority should fall under the appropriate agency that has already been established. This proposal appears to circumvent that process. One has to ask whether this newly-proposed process is being created to handle a true regulatory need that is not currently being handled by existing processes or whether this is creating jobs for outside organizations that have signed on to the EPA current environmental agenda.

<sup>1</sup> Table 2, 74708 and Table 3, 74711

Because the State is the *only* Clean Air Act delegated authority, several restrictions would need to be enacted for this proposed 3<sup>rd</sup> party monitoring proposal to move forward:

a. The monitoring data that is gathered by any 3rd party organization needs to meet the exact same data collection and quality control standards as data collected by the agency or the facility owner/operator.

b. The data must be turned over to the State for data review, analysis, and quality control/quality assurance. It cannot be posted "unreviewed" on a public website (or any other public shaming system) without agency oversight and release. It must be subject to review and determination by the approved State or local/tribal organization, on the organization's timeline, and under their compliance and enforcement authority.

c. Any 3<sup>rd</sup> party organization that wished to establish operations within a State must submit and become approved using the same exacting standards as a state delegated or approved authority, subject to the Clean Air Act requirements for permitting programs.

Please also note that on the Alaska North Slope, facilities have security restrictions that prevent public access and winter temperature of 39 below zero would create safety risks for untrained and unprepared third-party monitors. In making a new rule, EPA is required to be cost-effective and maximize its net benefit, yet that is not happening here because other feasible policy alternatives—ones without overly broad nationwide application—would have similar benefits and lower costs. Simpler time-tested regulatory options exist within Alaska's permitting program that would maintain most of the benefits restricting methane emissions with far fewer costs.

#### I. EPA's One-Size-Fits-All Approach is Misguided.

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As noted by the U.S. Supreme Court in *Sturgeon v Frost* (139 S. Ct. 1066 (2019), Alaska is unique and needs to be managed differently. DEC appreciates that in prior oil and gas methane rulemakings EPA has addressed specific Alaska concerns related to operations under Arctic conditions, and that EPA attempts to do that here to as well to some extent. Yet, DEC does not think the proposed rule fully accounts for the special circumstances that are present within the State of Alaska regarding its production basins, its regulations, and its environment. In 2020, the latest year where data is available, Natural Gas and Petroleum Systems in Alaska emitted 1.154 million metric tons of CO2 equivalent Methane, and our numbers have been decreasing.<sup>2</sup> Other states combined emitted 210.878 million metric tons.

https://cfpub.epa.gov/ghgdata/inventoryexplorer/index.html#energy/naturalgasandpetroleumsystems/allgas/gas/ all

That means Alaska emits around .5% of the nation's methane from natural gas and petroleum systems. Meanwhile, Alaska has around .8% of the nation's reporting petroleum and natural gas facilities.<sup>3</sup> Conversely, Texas has continuously emitted 91 – 92 million metric tons of CO2 equivalent methane, while North Dakota's numbers have jumped from 5 million metric tons by an average of 2 million metric tons since 2014. It appears that Alaska is responsibly regulating methane emissions but is being punished through these proposed regulatory restrictions because of the bad actions of others. There are at least two reasons for this. First, many methane emissions attributable to oil and gas are actually from the rapid development of unconventional oil plays (e.g., Permian Basin and Eagle Ford in Texas and Bakken Shale in North Dakota). Although there is some interest in unconventional oil plays in Alaska, the vast majority of oil and gas developments here are large scale traditional oilfield development operations. And second, Alaska already addressed problematic methane emissions and our approach for preventing the waste natural gas is durable and has overcome opposition and litigation since it was imposed in the 1970s.<sup>4</sup>

a. Oil and Gas operations around the country vary wildly and should not be treated as a uniform monolith.

As noted above, EPA's history of addressing Alaska's concern related to operating under Arctic environmental conditions is appreciated, but the environment is not the only factor that sets different facets of this industry apart. Alaska's oil and gas industry is vastly different than the unconventional oil and gas development in Texas, New Mexico, and North Dakota. This is not only because of differing state regulatory structures and environmental considerations but is a result of the different mixes of targeted hydrocarbons and the significantly different well types and oil and gas containing geologic formations throughout the United States. Each of these varied combinations results in different types of control programs and business models creating an incredibly diverse industry. EPA's rulemaking here largely treats that entire range of industry facilities to the same oppressive regulatory structure—with some variety permitted for environmental factors such as those found on Alaska's North Slope-without narrowly targeting the specific control programs and business models that are causing the problematic emissions. This can be equated to using the hammer of Thor<sup>5</sup>, where the proposed regulations are being used as a devastating bureaucratic weapon against Alaska's oil and gas industry and providing a

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<sup>4</sup> <u>https://onlinelibrary.wiley.com/doi/full/10.1111/ropr.12369</u>

<sup>5</sup> https://en.wikipedia.org/wiki/Mj%C3%B6Inir

https://ghgdata.epa.gov/ghgp/main.do#/facility/?q=Find%20a%20Facility%20or%20Location&st=&bs=&et=&fid=& sf=11001100&lowE=-

blessing to those who continue to allow for uncontrolled methane emissions. The EPA administrator should instead look at the different regions and sectors of the oil and gas industry and set standards that are specific to that sector and solve specific problems, rather than assuming that a one-size-fits-all approach will work. EPA must consider all of the varied control programs and operational business models for this sector when determining both emission estimates and controls for this industrial sector. What may be reasonable federal regulation for an unconventional oil play in the south can be utterly unreasonable on a traditional long-term operation in Alaska. But EPA failed to examine these factors.

b. Alaska already tightly regulates methane venting and flaring. As demonstrated by the emissions data provided above, Alaskan industry is not the source of the harm EPA uses to justify this rulemaking. In part this is because Alaska is already using its sovereign authority and primacy powers to regulate these emissions in a cost effective and balanced way. Yet even though there is little benefit to be gained here, EPA's burdensome regulation will impose significant costs to industry and state government permitting programs in Alaska and other states that already have adequate regulatory structures.

This proposed rulemaking is poorly tailored because it would impose a high regulatory burden on Alaska and its oil and gas industry while still allowing other states, such as Texas to operate under less stringent regulatory oversight than Alaska already has This rulemaking would create a regulatory burden for Alaska's oil and gas industry and a paperwork burden for Alaskan regulators for minimal effects to the environment. For example, venting and flaring is closely regulated and monitored in Alaska. AOGCC regulates any flaring in excess of one hour, with tight regulatory limits on flaring and venting accompanied by provisions for large monetary penalties on wasted methane. In contrast, all gas releases in Texas lasting less than 24 hours may be vented to the air without a permit and the state has permitted operators to flare for over 180-days.<sup>6</sup> In Texas, over 27,000 permit requests to allow flaring were approved without any rejections over a seven-year period.<sup>7</sup>

EPA's rule requires the adoption of new standards and the development of state plans to implement these new methane emission standards, which in Texas would still allow large volumes of methane emissions until such time that the EPA and Texas reach an agreement that the Texas plan would meet EPA's approval. This adoption of new methane standards and approval of state plans could take years without any impact on methane emissions. Nevertheless, even though Alaskan standards already exceed EPA's proposal, DEC and other agencies will have to develop an implementation plan, with substantial requirement to engage with the public and Alaska Native tribes and tribal organization to comply with the proposed new standards. This would have the

<sup>&</sup>lt;sup>6</sup><u>https://www.energy.gov/sites/prod/files/2020/06/f75/Texas%20Flaring%20and%20Venting%20Regulations%20F</u>act%20Sheet 0.pdf

<sup>&</sup>lt;sup>7</sup> <u>https://www.wsj.com/articles/in-americas-hottest-drilling-spot-vast-volumes-of-gas-go-up-in-smoke-1535535001</u>

effect of draining Alaska's air quality program budgets for a paperwork exercise without a substantial return in terms of methane emission reductions.

#### Environment

In this rulemaking EPA acknowledges that the Alaskan environment is different when by making special provisions for facilities on the North Slope. However, it fails to capture the breadth of these differences or examine the impact they have on other parts of the rulemaking, such as third-party monitors. As noted earlier, public access is not allowed past Deadhorse, Alaska as oilfield roads restrict public access due to safety concerns. While third-party monitoring may make sense in the lower 48 states where there may be adjacent road access and relatively benign weather conditions, oil and gas facilities on the North Slope are subject to months of darkness in the winter and temperatures range from 14°F down to 39° below zero. Personnel accessing these facilities need to be highly trained with regard to oilfield safety protocols, polar bear safety, and winter survival.

DEC also offers support to comments presented to this docket by separate correspondence from the Alaska Oil and Gas Conservation Commission (AOGCC), as well as the Alaska Oil and Gas Association (AOGA). They are some of the most technically knowledgeable sources within Alaska regarding oil and gas production and operations. AOGCC and AOGA's comments pertain mostly to highly technical topics that separate oil and gas production operations in Alaska from those conducted in other state's with less-stringent operational requirements and operating conditions.

EPA's goal in this rulemaking is to decrease methane emission in order to decrease the impact on climate change. To do so it proposes a vast and unworkable new regulatory structure that will impose significant burdens on the entire country, instead of targeting the actual source of the harm. As we have noted, the EPA's proposed one-size-fits-all rule will greatly impact Alaska and impose a significant cost on Alaskan industries and the State of Alaska air quality permitting program. It would be more appropriate to seek stricter limitations on these substantial methane emissions in Texas, and other locations, before implementation of the current rulemaking which would require a considerable amount of administrative oversight and enforcement by state agencies without any accompanying funding.

#### <u>II.</u> <u>Other viable less burdensome regulatory options are available.</u>

Rather than reinventing the wheel in this burdensome and costly manner, we suggest looking at other models of regulation in this area that have already proven successful. This is what Alaska did when it looked to Norway as an example for its own regulatory system. Norway is a major producer of oil and natural gas. Yet, the greenhouse gas intensity of Norway's oil and gas emissions—including methane emissions—are at a level far below the global average. Their regulatory system has resulted in methane release rates routinely below 2% of total produced

gas.<sup>8</sup> By comparison, a recent satellite-based report on the Permian Basin (New Mexico and Texas) estimated that methane emissions were 3.7% of the gross gas extracted in the Permian.<sup>9</sup>

In Norway, "flaring of valuable natural gas is not accepted on the Norwegian Continental Shelf."<sup>10</sup> This restriction was based on resource conservation rather than for air quality or climate concerns.<sup>11</sup> Further regulatory oversight determined that flaring would only be allowed for emergency or testing situations linked to worker safety. In this way Norway determined specifically where oil and gas drilling would occur and required industry to submit in advance detailed plans on how the gas would be captured and transferred safely for use or reinjected in the reservoir. This made it nearly impossible for industry to proceed with field development until there were plans in place for making use of the associated natural gas.

Flaring of natural gas was also a high-profile issue in Alaska. Cook Inlet offshore operations in the 1960's was responsible for massive amounts of natural gas being flared, with the flares visible in Anchorage. One Cook Inlet oil field released nine billion cubic feet of gas in 1970. Based on this experience, Alaska adopted a similar approach to Norway's by passing legislation that prohibited the waste of oil and gas in the state (see AS 31.05.095). Flaring regulations were adopted by the Alaska Oil and Gas Conservation Commission in 1971. Additional requirements adopted in the 1970's also set penalties for each 1,000 cubic feet of natural gas flared, vented, or otherwise determined to be wasted at a rate of twice the market value of the natural gas at the point of waste (See AS 31.05.150). These strict rule have contributed to Alaska's low methane release rates of 0.2% in 2017, 0.23% in 2018, and 0.27 in 2022.

In contrast to these regulatory structures, EPA's proposal here smacks more of a goal to punish industry for being in this source category because of the administration's goal of reducing greenhouse gas emissions. This proposal also appears to be logically misguided, assuming that if you restrict the supply of petroleum products by making them more difficult to produce, then greenhouse gas emissions will magically go away. If you make petroleum products more difficult to produce, the cost will be passed on to the consumer as higher fuel prices. Therefore, instead of demonizing the entire oil and gas industry EPA should restrict the states that are bad actors and incentivize the states that already heavily regulating greenhouse gas emissions.

#### III. Lack of legal basis and failure to consider relevant information.

This rulemaking's Regulatory Impact and Cost benefit Analyses rely on an unjustifiable and illegal calculation of the social cost of carbon that is currently being challenged in court by various states in Louisiana v. Biden.<sup>12</sup> Yet this

<sup>&</sup>lt;sup>8</sup> https://onlinelibrary.wiley.com/doi/full/10.1111/ropr.12369

<sup>&</sup>lt;sup>9</sup> https://www.science.org/doi/10.1126/sciadv.aaz5120

<sup>&</sup>lt;sup>10</sup> https://www.gov.nl.ca/iet/files/meeting-historical-view-flaring-on-the-ncs.pdf

<sup>&</sup>lt;sup>11</sup> https://egyptoil-gas.com/features/norwegian-lesson-in-gas-flare-elimination/

<sup>&</sup>lt;sup>12</sup> https://www.scotusblog.com/case-files/cases/louisiana-v-biden/

rulemaking fails to discuss the ongoing litigation over a subject that undergirds the justification for this entire rule.

## IV. Specific Comments and Responses to information requests

## a. <u>Alaska's More Stringent Standards</u>

The proposed EPA rulemaking also specifically requested information on applicable state standards that go beyond what the EPA is proposing in this rulemaking. As noted earlier, Alaska regulatory authority for methane venting and flaring rests with the Alaska Oil and Gas Conservation Commission.<sup>13</sup> The regulatory authority specific to venting and flaring can be found at AS 31.05.095, which provides that "*The waste of oil and gas in the state is prohibited*." The waste of oil and gas is defined in AS 31.05.170(15)(H) as "*the release, burning, or escape into the open air or gas from a well producing oil or gas.*" These requirements are fleshed out in greater detail in regulations at 20 AAC 25.235(d):

"[Gas] released, burned, or permitted to escape into the air constitutes waste except when.

- (1) Flaring or venting of gas for a period not exceeding one hour as the result of an emergency or operational upset is authorized for safety;
- (2) Flaring or venting for a period not exceeding one hour as the result of a planned lease operation is authorized for safety;
- (3) Flaring pilot or purge gas to test or fuel the safety flare system is authorized for safety;
- (4) De minimis venting of gas incidental to normal field operations is authorized;
- (5) Within 90 days of receipt of the flaring incident report, the commission can authorize the venting or flaring of gas for a period exceeding one hour under certain circumstances; or
- (6) Authorized by the commission upon application for purposes of testing a well before regular production."

Under existing AOGCC regulations, any gas "*release, burning, or escape into the air*" – other than de minimis venting - requires a written report and statement of compliance actions. Operators are required to report their gas disposition and acquisition on a "Facility Report of Produced Gas Disposition" form under 20 AAC 25.235(b). Operators must report their gas acquisition or disposition by category, including gas flared or vented under 20 AAC 25.235(a). It should also be noted that Alaska's regulations are rigorously enforced by eight inspectors that rotate among the North Slope and Cook Inlet fields throughout the year. In addition to these regulations governing the legality of venting, AOGCC mandates meter use and verification to measure energy output facilitating methane capture through more exact measurement than other states.

<sup>&</sup>lt;sup>13</sup> <u>https://www.commerce.alaska.gov/web/aogcc/</u>

Flared, released, or escaped gas is considered produced in Alaska and is therefore taxable. Additional requirements also set penalties for each 1,000 cubic feet of natural gas flared, vented, or otherwise determined to be wasted at a rate of twice the market value of the natural gas at the point of waste (See Alaska Statute 31.05.150). For many years this type, and level of penalty was unique among U.S. production states, although Colorado and New Mexico have recently overhauled and tightened gas flaring and venting rules in 2020.<sup>14</sup>

AOGCC's regulatory authority overlaps in places with the regulatory authority of the Alaska Department of Environmental Conservation Air Quality Division. Under Alaska Statute 46.14. limits on flaring can be found in Standard Permit Condition IX, adopted by reference in the division's regulations at 18 AAC 50. As discussed above, because of these already extant Alaska regulations, this proposed rule may have minimal impact on methane emissions in Alaska while imposing a redundant regulatory system. This would mean that Alaska would see a minimal reduction in methane emissions, but both the State of Alaska regulatory agencies and the oil and gas industry would be forced to spend significant amounts to comply with EPA's new redundant requirements.

b. <u>Clarity and reasonableness are necessary in setting Meaningful</u> Engagement standards.

In the proposed rulemaking EPA retains the authority to determine if the plan is "satisfactory" especially in terms of the outreach and meaningful engagement. In a recent workshop EPA staff intimated directly that lack of meaningful engagement with stakeholders could be reason for denial of the entire state program. Please note that Alaska has 231 federally recognized tribes. This amount is nearly half of the 573 recognized tribes in the entire United States. The State of Alaska already has in place mechanisms and policies for engaging with stakeholders, including Alaska Natives and tribal entities. Given the size of Alaska and the logistical constraints involved with meeting with stakeholder groups in rural villages outside the road system, it will be important for the EPA to set reasonable expectations on what "outreach and meaningful engagement" means. The criteria provided in §60.5366c (What meaningful engagement must I complete prior to the submittal of my state or tribal plan?) appears aspirational and generic. In order for state agencies to be proactive in meeting EPA's expectations, the criteria must be more detailed. State agencies will not be well served by being judged on rules that are a mystery. It would be an extreme disservice for Alaska to be judged by standards developed for states in the contiguous US that have much lower populations of indigenous peoples and less transportation and language challenges.

<sup>14</sup> <u>https://www.energy.gov/sites/default/files/2022-06/Colorado-state-profile-2022.pdf</u> and <u>https://content.next.westlaw.com/practical-law/document/la338af2797a911ebbea4f0dc9fb69570/New-Mexico-Approves-Rules-Requiring-98-Percent-Gas-Capture-and-Prohibiting-Venting-and-Flaring?viewType=FullText&ppcid=8ce377a9445446b2bdc7ae935425cf26&originationContext=knowHow&transiti onType=KnowHowItem&contextData=(sc.DocLink)&firstPage=true</u> c. Oil and Gas operations in Alaska have unique circumstances that EPA must consider.

Accordingly, Alaska requests that EPA carefully consider comments provided by Alaska's oil and gas operators to ensure that any new rules are reflective of the differences in the operation of oil and gas equipment in our production basins from those in the Lower 48 states.

From Alaska's perspective climate change has become a divisive issue where environmental "virtues" are seen in only a black or white format. In some instances, environmental issues have been characterized in religious terms, where good and evil are clear. Unfortunately, reality is much more complex and environmental conservation must be balanced with resource development in order for people to have jobs, a strong economy, and the materials needed to progress forward. We are concerned that the current rulemaking is part of an overall effort to demonize the Alaska oil and gas industry, where terms like "carbon bomb" or other terms are used to identify oil and gas development as the problem, when the problem is with the downstream emissions from oil and gas development where the consumer and businesses combust petroleum products.

The currently rulemaking appears to be setting up a framework where the EPA "priests" are able to tell us that their religion is the only way for the world to be saved. Unfortunately, the tendency is for these self-proclaimed priests to continue to look for other problems where they can exert their power and influence. This is the antithesis of a democracy and certainly against the basic principles of cooperative federalism.

#### Flaring and Venting

The Department does not see the requirements for any additional flare monitoring, recordkeeping or reporting conflicting with already existing requirements in Alaska. In Alaska, flares already operate at a design destruction efficiency of 95% or greater. Flares at oil and gas production facilities in Alaska are primarily safety devices and as noted earlier are regulated within the State by the Alaska Oil and Gas Conservation Commission (AOGCC), who permits and authorizes routine or non-routine flaring for other than safety reasons. AOGCC rules (20 AAC 25.235) already require strict monitoring and accounting of flaring activity in order to minimize waste of the resource. Improved efficiency and flare performance is provided by flare thermal pilot safety devices and/or flare monitoring cameras maintained by the production center operator.

#### d. Beneficial Use of Natural Gas

We believe the proposal to include reinjection of natural gas into reservoirs for enhanced oil recovery will certainly reduce emissions. This was recognized in substantial detail in the Department of Energy's Supplemental Environmental Impact Statement (SEIS) for the Alaska LNG project issued on January 6, 2023 <u>www.energy.qov/nepa/doeeis-0512-slsupplemental-environmental-impactstatement-alaska-Ing-project</u>. In fact, the EPA mentioned in the agency comments that there was the potential for a 50% reduction in emissions by incorporating carbon capture and utilization or sequestration (CCUS) under scenario 2 for the Prudhoe Bay Unit. The EPA further noted that reinjecting GHG emissions associated with the Kenai Liquefaction Facility could provide additional mitigation through carbon offset credits by reinjecting byproduct CO2 into the Cook Inlet basin. The Alaska oil and gas industry are reinjecting natural gas into reservoirs for enhance oil recovery, but are being penalized for doing so. The EPA's determination is that this natural gas is not being sequestered, rather that it is being emitted. That determination is outdated and characterizing Alaska's emissions in the EPA's Greenhouse Gas Inventory in this way is a disservice to Alaska and to the general public.

At present, produced gas is being reinjected into the Prudhoe Bay field at a rate of about 8.7 billion cubic feet per day. This injection has had a positive impact on recovery efficiency in the Prudhoe Bay Unit. We encourage EPA to address this beneficial use in the greenhouse gas and methane regulations. As noted below, the regulatory structure of the existing rules addressing greenhouse gas sequestration does not match with reality in Alaska. The EPA's Greenhouse Gas Reporting Program (GHGRP) requires certain facilities to report their emissions of greenhouse gases. In addition, the GHGRP requires suppliers of specific products, such as natural gas and petroleum, to report the GHG emissions that would ultimately result from the use of their products.

The GHGRP regulations require facilities to report two types of GHG emissions: (1) combustion emissions resulting from burning fossil fuels and (2) emissions from industrial processes. Unfortunately, the way EPA currently characterizes reinjection of natural gas into the reservoirs is to treat it as an emission from an industrial process rather than as sequestration. While this reinjection method is inherently different from carbon sequestration which removes nature gas, methane, or CO2 from the waste stream of a manufacturing process, it is still sequestering the methane.

Wells in North Slope fields produce a mixture of oil, natural gas, and water – these three streams need to be separated before the oil can enter the Trans-Alaska Pipeline System. Once the natural gas has been separated it is reinjected into oil reservoirs for enhanced oil recovery. EPA currently characterizes reinjection of natural gas into oil reservoirs on the North Slope as being emitted into the atmosphere. This conclusion appears to be based on an outdated EPA regulatory classification system.

Regulations that govern carbon capture and storage (CCS) projects typically assume that the project was designed from the beginning on the basis of site selection criteria that emphasizes permanence in underground CO2 retention. Since the reinjection of natural gas on the North Slope for enhance oil recovery (EOR) occurs for different reasons (1) regulations against waste of oil and natural gas resources and (2) the location of an existing oil and gas producing formation, these carbon capture and storage regulations do not apply, and the default is to treat the reinjection as emission because they don't fit into the currently regulatory framework. Despite not fitting into the current regulatory framework, the natural gas and specifically the methane and CO2 components in Alaska are being geologically sequestered and should be treated as such. These EPA regulatory requirements for injection control can be found at 40 C.F.R. Parts 124, 133, 145 and others. These injection control regulations were designed under the regulatory authority of the Safe Drinking Water Act to protect the quality of drinking water sources in the US. This regulatory model is also mismatched with the geologic stratigraphy found on the North Slope of Alaska. The presence of thick layers of permafrost means that drinking water sources on the North Slope are based on surface water and shallow groundwater. In addition, deeper groundwater that exists below the permafrost is saline and not suitable for drinking water uses. Additional greenhouse gas reporting under the EPA regulatory scheme is under 40 C.F.R. 98. The requirements for carbon dioxide are found in Subpart RR: Geologic Sequestration of Carbon Dioxide (40 C.F.R. 98.470 – 478).

While the proposed rulemaking discusses enhanced oil recovery, we believe that the regulations regarding carbon sequestration and enhanced oil recovery need to be part of this rulemaking package in order to provide comprehensive and not piecemeal solutions. These enhanced oil recovery (EOR) regulations at 40 C.F.R. 98.470 – 478 were not written to cover long-term underground storage of CO2 and methane as a CCS project. The legal and regulatory framework governing EOR assumes that the natural gas injection will end and producing wells will be decommissioned, plugged, and abandoned after EOR has ceased. Typically, EOR regulations do not account for what happens to the injected natural gas after EOR activities have ceased. An enhanced oil recovery project seeking to be treated as a carbon capture and storage project presents a special case which must satisfy both the oil and gas production rules and the rules for CCS storage sites. It appears clear that the EPA regulations need to be updated to allow for this important avenue for sequestration and an accurate accounting of GHG emissions versus what is being captured and stored.

This regulatory discrepancy was recently noted in the BLM's Final supplemental EIS for the Willow Development Project on the North Slope of Alaska.<sup>15</sup> In this same document the BLM also cites to information provided by the U.S. Geological Survey which notes that industrial injection of GHG into the subsurface for enhanced hydrocarbon production or for GHG storage are forms of geologic sequestration.<sup>16</sup>

<sup>&</sup>lt;sup>15</sup> See Willow Master Development Plan Final Supplemental Environmental Impact Statement released on February 1, 2023, Chapter 3.2 Climate and Climate Change, Section 3.2.1.3 Trends in Greenhouse Gas Emissions, paragraph four, sentence four.

<sup>&</sup>lt;sup>16</sup> See *Willow Master Development Plan Final Supplemental Environmental Impact Statement* released on February 1, 2023, Chapter 3.2 Climate and Climate Change, Section 3.2.1.3 Trends in Greenhouse Gas Emissions, paragraph eight, final sentence.

If you have any questions or would like additional information, please feel free to contact me at <u>Gary.Mendivil@alaska.gov</u>.

Sincerely,

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Gary Mendivil Env. Program Specialist IV

cc: Jason Brune, DEC Emma Pokon, DEC Jason Olds, DEC John Crowther, DNR Jessie Chmielowski, AOGCC





February 13, 2023

The Honorable Michael Regan Administrator, U.S. Environmental Protection Agency 1200 Pennsylvania Avenue, N.W. Washington, DC 20460 ATTN: Docket ID No. EPA-HQ-OAR-2021-0317

Submitted via the Federal eRulemaking Portal at https://www.regulations.gov

Re: Arkansas Department of Energy and Environment Comments

#### Docket ID No. EPA-HQ-OAR-2021-0317

Dear Administrator Regan:

On November 15, 2021, the United States Environmental Protection Agency (EPA) proposed rules, "Standards of Performance for New, Reconstructed, and Modified Sources and Emissions Guidelines for Existing Sources: Oil and Natural Gas Sector Climate Review" (Docket ID EPA-HQ-OAR-2021-0317), to reduce emissions from the oil and gas sector, and on December 6, 2022, EPA issued a supplemental proposal with some revisions to initially proposed requirements. Hereinafter, the proposals are collectively referred to as the "Proposed Rule."

The Arkansas Department of Energy and Environment (E&E) disagrees with the Proposed Rule and requests that EPA withdraw it. Notwithstanding this request, E&E has reviewed the Proposed Rule and examined the supporting documentation. E&E submits the enclosed comments in response to the Proposed Rule.

Regards,

Shane Khoury Secretary Arkansas Department of Energy and Environment 5301 Northshore Drive North Little Rock, AR, 72118

ngel

Lawrence E. Bengal Energy Administrator Oil and Gas Commission, Director Arkansas Department of Energy and Environment 5301 Northshore Drive North Little Rock, AR, 72118

Caleb J. Osborne Division of Environmental Quality, Director Chief Administrator, Environment Arkansas Department of Energy and Environment 5301 Northshore Drive North Little Rock, AR, 72118

Enclosures: Comments on EPA's New Source Performance Standards and Emission Guidelines for the Oil and Gas Sector

#### ARKANSAS DEPARTMENT Q55 ENERGY AND ENVIRONMENT

## PRELIMINARY COMMENTS ON THE UNITED STATES ENVIRONMENTAL PROTECTION AGENCY'S NEW SOURCE PERFORMANCE STANDARDS AND EMISSION GUIDELINES FOR THE OIL AND GAS SECTOR

Docket ID No. EPA-HQ-OAR-2021-0317

## I. Introduction

On November 15, 2021, the United States Environmental Protection Agency (EPA) proposed "Standards of Performance for New, Reconstructed, and Modified Sources and Emissions Guidelines for Existing Sources: Oil and Natural Gas Sector Climate Review" (Docket ID No. EPA-HQ-OAR-2021-0317) to reduce emissions from the oil and gas sector. On December 6, 2022, EPA issued a supplemental proposal with revisions to the initially proposed requirements. Hereinafter, these proposals are collectively referred to as the "Proposed Rule."

The Proposed Rule includes requirements for new, reconstructed, and modified oil and gas wells; centralized production facilities; and compressor stations under the new source performance standards (NSPS) section of the Clean Air Act and emission guidelines (EG) that would establish requirements for state plans regulating emissions from existing oil and gas wells, centralized production facilities, and compressor stations. Arkansas law charges the Arkansas Department of Energy and Environment's Division of Environmental Quality (DEQ) with the responsibility to develop and effectuate the state's program for the prevention and control of all sources of air pollution in the state. DEQ is the delegated authority by EPA to implement Clean Air Act NSPS, and it is responsible for developing and implementing state plans for existing sources. The Proposed Rule, if finalized, represents a substantial expansion in the scope of sources regulated under DEQ's air pollution control program; is anticipated to have major economic impacts for the state, particularly for small business operators and property owners who currently have a financial interest in oil and gas operations; and creates a regulatory framework that conflicts with the current regulatory authorization enacted by the Clean Air Act and corresponding Arkansas law. Therefore, DEQ requests that EPA withdraw the Proposed Rule. Notwithstanding this request, DEQ submits the following preliminary comments.

## **II.** Extension of the public comment period is warranted.

DEQ requests an extension of the public comment period for the Proposed Rule by 90 days to enable it and others to provide more robust comments on this expansive and complex rulemaking. EPA did not release the proposal, proposed regulatory language, and complete set of supporting documentation at the same time, and the piecemeal approach caused delay in the public's analysis of the Proposed Rule in its entirety. During the comment period for the Proposed Rule, EPA published the non-regulatory Inflation Reduction Act Request for Information, which included six separate dockets, with a response deadline of January 18, 2023. States are currently overwhelmed

with comment deadlines on several multifaceted proposals and information solicitations on top of their typical responsibilities. More time is needed for complete analysis of the Proposed Rule and its impacts.

## A. The Proposed Rule is complex.

EPA posted the supplemental proposal to the docket on December 5, 2022; the same date, EPA posted over 100 new supporting documents to the docket. Many serve only as documentation of EPA's outreach and discussions with stakeholders. However, several of these documents are technically dense and involve lengthy reports that require significant time to review.<sup>1</sup> Other documents posted to the docket that would help the public digest EPA's rationale are only partially informative. For instance, report and study references that are newly included in EPA's regulatory impacts analysis supplement are copyrighted or otherwise restricted from public view,<sup>2</sup> making it necessary for states to take extra steps (and time) to acquire the documents before review can even commence.

Additionally, EPA has continued to post new, supporting documentation after the supplemental proposal was released, and EPA's "Analysis of Cost Impacts of Revising Control Device Efficiency Standards to 98 Percent" supplemental technical support documentation was not posted until January 10, 2023, a full five weeks after the public comment period began. More time is required to digest technical support documentation so states can provide meaningful input. EPA has attempted to include states in early engagement in this rulemaking, but in doing so, it also provided an incomplete docket for public review. EPA should allow more time for states to review and comment on a complete docket, including all relevant supporting documentation EPA used in its analysis and decision-making processes.

EPA additionally, and specifically, requests feedback on over 140 topics in the supplemental proposal, posing several questions per topic that are technically dense in nature. Unlike other rulemakings, this proposal's timeline is not one that is governed by consent decree, and EPA has flexibility in this instance to allow extra time for proposal analysis and comment, planning and outreach following a final rule, and subsequent state plan development. EPA should do so to ensure that the magnitude of effects that ripple outward—affecting state regulators and air programs, small producers, and reduced domestic energy production—does not outweigh the benefits of the

<sup>&</sup>lt;sup>1</sup> Select items posted to the docket on December 5, 2022:

Zero Emission Technologies for Pneumatic Controllers in the USA. Updated Applicability and Cost Effectiveness. November 2021. Prepared by Carbon Limits AS;

EO 12866 OMB Interagency Review: August 2022. *Email Correspondence between EPA and OMB and Transmitted Files* (Documents submitted to OMB) in August 2022. Ten Attachments (Transmitted Documents-e.g., Briefings, ICR Documents, Comment Solicitation Memo/Attachments).

<sup>&</sup>lt;sup>2</sup> Additional Supporting References (Not Included with 2021 November Proposal RIA) - Support for Regulatory Impacts Analysis of the Supplemental Proposal for the Standards of Performance for New, Reconstructed, and Modified Sources and Emissions Guidelines for Existing Sources: Oil and Natural Gas Sector Climate Review. October 2022. EPA-452/R-22-006. Fifteen Attachments <u>https://www.regulations.gov/document/EPA-HQ-OAR-2021-0317-1580</u> Six of the fifteen attachments are "restricted."

proposal and that the proposal in its final form effectively addresses the issue at hand.

## **B.** The scope of affected sources is vast.

EPA's Proposed Rule contains requirements for entities spanning the entire range of production volume, from the largest producing well-pads to single well-heads that are purely domestic in nature and used for home heating. DEQ currently permits approximately 200 facilities in the oil and natural gas sector through its Office of Air Quality. The Arkansas Department of Energy and Environment's Oil and Gas Commission (OGC) currently permits approximately 19,000 oil and gas wells, 1700 tank batteries, and 5000 miles of natural gas pipeline and other potentially affected sites. Under the Proposed Rule, DEQ will become responsible for the implementation, development of compliance strategy and determination, and enforcement for over 60,000 sources. The number of sources will likely increase as development continues to meet the energy needs of Arkansas and surrounding states that gain energy stability from marketable Arkansas products. The state simply cannot expand capacity under current constraints to adequately permit and enforce both the delegated NSPS and a state plan for existing sources under the Proposed Rule.

## C. The impact on small businesses and families is unclear.

EPA did not give adequate consideration to the impacts on small businesses and marginal well owners and operators, particularly regarding the supplemental proposal, which includes new requirements even for the smallest of sources. EPA's expanded set of affected sources in the supplemental proposal (e.g., removing the 3-ton per year threshold triggering required monitoring and reporting) creates an unmanageable universe of sources for regulatory authorities to inspect and permit. Removing the threshold also disproportionately causes negative economic effects for individuals and families in rural areas (i.e., underserved communities) who receive minimal financial benefits from small sources located on their private property. In many states, this proposed change would create a set of regulated sources that is larger by a degree of magnitude than the original proposal.

In 2022 approximately 16,000 oil and gas wells were producing in Arkansas by approximately 300 operators.<sup>3</sup> Eighty-five percent of the 7000 producing oil wells in southern Arkansas and fifty percent of the 9000 producing natural gas wells in northern Arkansas are "stripper" or marginal producing wells. These wells cannot provide sufficient financial benefit to the well operators to fund the additional measures required for compliance with the Proposed Rule. According to 2020 Census data, 58 oil and gas producers in Arkansas reported having fewer than 5 employees. Most of these marginal production wells are located in rural areas of the state, where annual income is typically on the lower end of the scale, and the Proposed Rule will negate the income currently generated for the landowners and tax revenues for those small communities.

<sup>&</sup>lt;sup>3</sup> Arkansas Oil and Gas Commission

In Arkansas the average household income in 2019 was \$47,600; compared to national percentiles using EPA's EJ screening tool, a majority of the state falls within the 60-90th percentile for "lowincome," with a good portion falling into the 90-100th percentile.<sup>4</sup> The oil and gas industry is a significant contributor to local economies and individual financial stability in rural areas in the state where employment opportunities are often limited. Census data from 2017 established that over 3700 employees reported as working in the oil and gas industry in Arkansas. The average annual salary in the state for oil and gas industry jobs in 2017 was just over \$52,000, 10% higher than the average salary statewide. This is a substantial portion of revenue that makes its way back into the coffers of rural communities that lack the combined resources of more populated communities. The Proposed Rule burdens small producers and individual owners in a way that threatens to cause closures and shutdowns at otherwise productive and economically beneficial well sites, and the impact to rural communities (where a majority of these wells are located) has not been properly considered or explored by EPA. DEQ disagrees with EPA's decision to promulgate the Proposed Rule. However, if EPA moves forward with the proposal, it should include exemptions for very small sources as initially proposed, and it should thoroughly evaluate the effect that the requirements will have on small businesses and individual families who have domestic wells on their property.

States rich in energy production and energy resources used for nationwide benefit historically have populations of lower socioeconomic status; these citizens welcome oil and natural gas activities and the resulting energy production in their communities because it provides stable tax revenue and well-paying jobs in areas where economic development (and employment) is scarce. EPA should also understand that these already economically burdened states and populations inherently bear more of the weight for any requirements imposed on the oil, gas, and energy industries.

# **III.** The Proposed Rule, if finalized, represents a major expansion in the scope of sources regulated under DEQ's air pollution control program.

With the addition of thousands of new qualifying sources performing quarterly Optical Gas Imaging (OGS), and without consideration of additional testing required for larger sources, DEQ staff anticipates a considerable increase in emission testing observations per year under the Proposed Rule. Increases in testing would stretch agency staff and resources thin. This would likewise be compounded by the fact that the rural nature of these locations will create substantial travel times between sites. Significantly increasing the number of additional sources to permit and inspect creates the need for additional permitting staff to process the onboarding of so many new sources and for additional enforcement staff when noncompliance with requirements is noted. Though many sources could likely qualify for a general permit, there would still be a need for additional permit engineers and supporting administrative staff dedicated to oil and gas permit

<sup>&</sup>lt;sup>4</sup> <u>https://ejscreen.epa.gov/mapper/</u> Arkansas map, low income filter, shown by county

processing as well as customer service, due to the sheer volume of new sources.

A regulation, rule, or requirement is only as effective as the compliance strategies and enforcement actions that actually govern it. Without a viable method for checking to ensure that all requirements are being met by all sources subject to the Proposed Rule, there is a potential to create an uneven economic advantage for those who choose to ignore the regulatory requirements. For some, it could be viewed as less burdensome to pay a penalty on the rare chance noncompliance is discovered than it is to comply.

# IV. The Proposed Rule, if finalized, is anticipated to have a major impact on small business operators and rural populations.

DEQ is particularly concerned with the subset of existing well sites owned by individuals, farmers, small business operators, and family limited partnerships. Many rural households use natural gas production from wells located on their property, either through ownership or lease. These entities should not be subject to the Proposed Rule, and DEQ urges EPA to reconsider including such small sources in the scope of the Proposed Rule's requirements. EPA has not fully analyzed the financial burden on homeowners, small business operators, and farmers that would result from the Proposed Rule, and the RIA does not address the costs resulting from new requirements for this subset of sources.

Additionally, EPA has not adequately considered "low-hanging fruit," before proposing costly new requirements. Many best management practices (BMPs) could be implemented as emission reduction strategies that would make the best use of resources currently in place (or could be put in place with a nominal investment). Solutions of this nature equate to pennies on the dollar compared to EPA's projected costs and still deliver meaningful emission reductions. Prior to imposing the economic and regulatory burdens of the Proposed Rule on small businesses and individual families, EPA should give more consideration to the effectiveness of BMPs, particularly at larger sources where resulting emission reductions would be expected to be significant.<sup>5</sup>

## V. <u>The Proposed Rule, if finalized, does not provide adequate time for plan</u> <u>development and state administrative processes for adopting a plan to regulate</u> <u>existing sources.</u>

Both the Clean Air Act § 111(d)(1) and EPA's implementing regulations under 40 CFR 60.24a(e) require that states be allowed the opportunity to propose a method other than EPA's Best System of Emission Reductions (BSER) to achieve the required emission reductions (or to propose a

<sup>&</sup>lt;sup>5</sup> <u>https://www.controlglobal.com/manage/asset-management/article/11301041/use-wireless-to-monitor-thief-hatches</u> and <u>https://cms.oilresearch.nd.gov/image/cache/G-55-01\_Applicant\_Presentation.pdf</u> Description of technologies that can reduce emissions from thief hatches by as much as 80% with minimal installation of additional equipment.

standard of performance less stringent than the presumptive standard of performance under a given EG, depending on the affected source's remaining useful life and other factors). The Proposed Rule does not provide clear guidance on this issue. In considering how to achieve the required emission reductions under the EG, states must have time to assess all affected sources in light of their remaining useful lives, and other factors, in order to formulate a strategy to achieve the required emissions reductions. Given the daunting complexity of this type of analysis, states must be given additional time to begin the analyses and develop comments reflective of their individual situations.

States need a minimum of three years to develop and adopt standards of performance and submit a plan to EPA. The more complex the standard-setting process, the more time states will need to gather information from designated facilities and perform analyses to set appropriate standards consistent with emission guidelines. In addition, states will require significant resources to develop and implement a successful state plan. DEQ has a small air planning team with limited capacity to take on new planning initiatives in response to state and federal air-related rulemakings. In addition to state plan development, members of this team are responsible for grant administration, metrics reporting, and development of Office of Air Quality outreach materials, emission inventory, and prevention of significant deterioration modeling review. DEQ is aware from its coordination with other states that some have even fewer resources and staff available for state plan development than DEQ. Preparing rulemaking and finalizing a state plan to address EPA's final rule on this matter is just one of the numerous projects and state plan submissions that state's air planning teams will be tackling over the next few years. Once again, DEQ disagrees with EPA's decision to promulgate the Proposed Rule. However, if EPA moves forward with the proposal, DEQ stresses the need for EPA to commit to providing additional financial and technical resources for state plan development and implementation

The preparation of an Arkansas plan to address EPA's Proposed Rule would require a significantly greater amount of time and effort to develop than eighteen months. In Arkansas the average timeline to develop and submit to EPA a state plan that addresses a straightforward requirement is eighteen months, because of the numerous federal and state administrative procedures required for such an action. Plans including controversial or complex regulation, such as the Proposed Rule, can reasonably be expected to take longer. Considering the multiple extra steps necessary to develop this particular state plan, and the time required for affected sources to meet their obligations under the state plan, DEQ foresees the need for three years, at a minimum, for development of state plans.

## VI. The Proposed Rule's "super-emitter program," if finalized, violates provisions of the Clean Air Act and authority provided by Congress to the states.

EPA's Proposed Rule creates a super-emitter response program. EPA proposes that EPA-approved third-party entities, using innovative methane detection technologies, would be allowed to monitor

for super-emitting methane sources. These entities would then notify the owner operators of the super-emitting sources, and owner operators would then be responsible for correcting the conditions responsible for the excess emissions.

Under the Clean Air Act, Congress granted authority to the states to implement standards of performance, developed by EPA at existing sources of air pollution.<sup>6</sup> Under Arkansas Code Annotated § 8-4-311, DEQ is the entity authorized to:

- develop and effectuate a program for the prevention and control of sources of air pollution in the state (including responding to emissions violation concerns from third-party entities that would implement the Proposed Rule's super-emitter program),
- advise, consult, and cooperate with other agencies and with affected groups (including, presumably, third-party entities), to conduct studies, investigations, and research relating to air pollution and its causes, prevention, control, and abatement (including super-emitter events addressed in the Proposed Rule), and
- develop and implement state implementation plans addressing air pollution control (including inspection and compliance requirements, which are essentially bypassed by the Proposed Rule's super-emitter program).

EPA must recognize that the super-emitter program, if finalized as proposed, will conflict with the authority granted to the states by Congress and will conflict with the Clean Air Act, Arkansas law, and the rules promulgated by the Arkansas Pollution Control and Ecology Commission governing DEQ operations and authority. EPA is required to allow monitoring and compliance authority to be implemented by the states, as has been the case with previous emission guidelines and performance standards. If applied to the current regulatory landscape, EPA's super-emitter response program would cause authoritative confusion, conflict of laws, and litigation necessary to adjudicate this conflict. State air control agencies—those with the legal authority to permit emissions activities, inspect facilities, and enforce compliance—would be further burdened by the untangling of this "program within a program."

## <u>VII. The Proposed Rule, if finalized, creates a difficult obstacle for states to meet</u> <u>"meaningful engagement" requirements.</u>

EPA has proposed additional requirements for state plans to address meaningful engagement with stakeholders. However, EPA states that it "believes [the Proposed Rule] does not have proportionately high and adverse human health or environmental effects on minority populations, low-income populations, and/or indigenous peoples, as specified in Executive Order 12898 (59 FR 7629, February 16, 1994)" [86 Fed. Reg. 63262]. It is not clear why state plans would need to demonstrate additional "meaningful engagement" outreach efforts, when EPA has deemed the

<sup>&</sup>lt;sup>6</sup> 40 CFR Part 60, subpart B; and 40 CFR Part 60, subpart Ba

Proposed Rule to have inconsequential effects on communities that are the focus of the executive order.

The supplemental proposal removes the 3-ton per year threshold triggering requirements for "wellhead only sites," and many more communities and stakeholders would need to be included in state outreach than the original proposal, which already included a vast number of stakeholders. The varying degrees of interest level, knowledge, and economic dependence on regulated sources that spans this diverse group of stakeholders will require state regulators to engage in intense targeted framing and explication of highly technical information. It will not be a one-size outreach effort, and to produce fact sheets, presentations, and hold meetings on this scale will require months for states to prepare. Several more months will be necessary to roll out to the public in "meaningful engagement." The process is not intended to be a one-way street when engaging with stakeholders, and collaboration requires a public information and education period, a period of time to allow for presentation of stakeholder concerns, a period of time for regulator consideration and response to those concerns, and in many cases, further explanation and rationale developed and presented to support regulator decisions where stakeholders are not satisfied with initial responses. A state could expect this process to stretch out from eight to twelve months prior to beginning administrative procedures for rulemaking and SIP proposal, which themselves take an additional twelve to eighteen months to complete.

The rushed timeline EPA proposed leaves DEQ with the following choices:

- a) forego submitting a plan and decide whether to take delegation of a federal plan;
- b) submit a plan based on EPA's BSER without the ability to consider remaining useful life and other factors as allowed under the Clean Air Act or provide adequate meaningful engagement; or
- c) miss the deadline for submittal by performing its due diligence in engagement and technical analysis prior to adopting a plan.

The first and second options create an illusionary collaborative environment, in which interested parties who present their concerns to state regulators will feel disenfranchised, as there will be little room for change once outreach begins. This has a real possibility of degrading the community-regulator relationship. EPA's efforts to include all relevant stakeholders in information sharing and decision-making may actually cause more harm than good in this instance. The third option results in wasted effort as missing the deadline would trigger a requirement for EPA to develop and implement a federal plan.

## VIII. Conclusion

EPA's NSPS oil and gas supplemental proposal presents more than 100 technical matters for consideration and comment, and it makes several major changes to the original proposal. One of these is a newly conceived "super-emitter response program" that EPA intends to develop to

address large emission events and includes third-party monitoring and reporting of events, which presents unique issues for states to consider on top of the technical aspects of the proposal. EPA also proposes to remove the 3-ton per year "trigger" threshold that was included in the original proposal, which would make even small sources subject to costly monitoring and reporting requirements. This change alone would result in an increase in regulated sources by an order of magnitude, in a universe of sources that is already vast.

Due to the complexity of this proposal, the unintended consequences for small businesses and families, the conflict of laws created by this proposal, and the significant changes to the original proposal presented by EPA in the supplemental proposal, DEQ urges EPA to withdraw the Proposed Rule. If EPA moves forward, DEQ requests that EPA reconsider the problematic and onerous requirements for states and oil and gas operators included in the Proposed Rule, and DEQ further requests a 90-day extension to the current public comment period to give states ample time to evaluate the evidence at hand and provide meaningful feedback to EPA.

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February 13, 2023

The Honorable Michael S. Regan Administrator US Environmental Protection Agency 1200 Pennsylvania Avenue NW Washington, DC 20460

> Re: Standards of Performance for New, Reconstructed, and Modified Sources and Emissions Guidelines for Existing Sources: Oil and Natural Gas Sector Climate Review

Docket ID No. EPA-HQ-OAR-2021-0317

Dear Administrator Regan,

The following Comments are submitted on the above-referenced supplemental notice of proposed rulemaking ("Supplemental Proposal") on behalf of the following national and state trade associations: the Independent Petroleum Association of America ("IPAA"), Arkansas Independent Producers and Royalty Owners ("AIPRO"), Domestic Energy Producers Alliance ("DEPA"), Eastern Kansas Oil & Gas Association ("EKOGA"), Illinois Oil & Gas Association ("IOGA"), Gas & Oil Association of West Virginia ("GO-WV"), Independent Petroleum Association of New Mexico ("IPANM"), Indiana Oil and Gas Association ("INOGA"), International Association of Drilling Contractors ("IADC"), Kansas Independent Oil & Gas Association ("KIOGA"), Kentucky Oil & Gas Association ("KOGA"), Michigan Oil and Gas Association ("MOGA"), National Stripper Well Association ("NSWA"), North Dakota Petroleum Council ("NDPC"), Ohio Oil and Gas Association of Wyoming ("PAW"), Pennsylvania Independent Oil & Gas Association ("PIOGA"), Texas Alliance of Energy Producers ("Texas Alliance"), Texas Independent Producers & Royalty Owners Association ("TIPRO"), and Western Energy Alliance (collectively, "Producer Associations").

Various members of the Producer Associations have been actively working with the Environmental Protection Agency ("EPA") since the New Source Performance Standards ("NSPS"), 40 CFR Part 60, Subpart OOOO regulations were proposed in 2011.<sup>1</sup> The Producer Associations appreciate the time and effort of EPA staff that have tried to understand the unique aspects of the oil and natural gas industry ("Oil and Gas Industry"). The reality is that the unique aspects of the Oil and Gas Industry, in terms of its production and related emissions, render EPA's traditional justifications/rationalizations proffered in the proposals on November 15, 2021 and December 6, 2022 arbitrary and capricious for certain subcategories (whether defined

<sup>1</sup> The Producer Associations incorporated by reference all of the comments submitted by the Producer Associations (or some subset of associations) in previous rulemakings and incorporate them as comments on the current Supplemental Proposal - see footnote 1 to the Producer Associations on the November 15, 2021 "proposed rule."

according to EPA or otherwise). The message the Producer Associations have consistently conveyed since 2011 is "one size does not fit all." Generally speaking, EPA's response has been to regulate exploration and production ("E&P") emission sources to the extent that EPA believes it can "survive"/continue to exist<sup>2</sup> – that is not the "best system of emission reduction" ("BSER") as required by Section 111 of the Clean Air Act ("CAA"). The following comments are intended to identify the most detrimental and unsupported proposals by EPA and provide alternatives that provide the equivalent or nearly the equivalent environmental benefits as substantially less cost and confusion to the Oil and Gas Industry, in particular the small business that are disproportionally impacted by these proposed regulations.

In addition to the comments filed here, the Producer Associations support those comments filed separately by individual members of the Producer Associations and those comments filed by the American Petroleum Institute.

<sup>2</sup> 87 FR 74818 (Dec. 6, 2022). Regulating industry to the brink of extinction is not EPA's charge nor is it how EPA should approach its "best system of emission reduction" ("BSER") analysis.

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#### I. EXECUTIVE SUMMARY

The Producer Associations are committed to working with EPA to craft legally justified regulations that protect the environment and do not place unnecessary burdens on the Oil and Gas Industry. The Producer Associations provide the following summary:

#### • Fugitive Emissions Monitoring of "Low Production Wells" Misses the Mark.

EPA's continued focus on "component" counts creates a number of problems for regulators and the regulated. State regulators and owners/operators do not make decisions based on component counts. Nonetheless, EPA relies on component counts to determine the type and frequency of fugitive emissions monitoring. EPA defines four categories of sources/sites: a fifth category is needed - an Intermediate Well Site. As proposed below, an Intermediate Well Site would allow certain wells sites, historically considered to be a "low production well", to utilize industry practices to identify leaks at substantially less cost than EPA's proposed framework. EPA's proposal places an economic burden on owners/operators of low production wells that is not justified or supported.

# • EPA Utilizes Inaccurate Data to Justify "Zero-Emitting" BSER for Pneumatic Controllers and Pumps.

Concurrent with this supplemental proposal, EPA has proposed revisions to its GHRP rules and acknowledges that current GHGRP rules yield inaccurate and poor-quality emissions data. Further, EPA acknowledges that this inaccurate data from historic GHGRP inventories was used to justify its cost-effectiveness evaluation for the "zero-emitting" proposed BSER for pneumatic controllers and pumps. EPA knowingly utilizes historical GHGRP Inventories that overstate methane emissions by as much as 96 percent for intermittent-bleed pneumatic devices to make the reasonableness determination work. Pneumatic controllers and pumps are not the problem EPA portrays them to be. EPA needs to withdraw the current "zeroemitting" BSER for pneumatic devices and consider the BSER alternatives proposed below.

# • The Super-Emitter Response Program Should be Revised to Address Unexpected Significant Releases, Without Subjecting Owners/Operators to Significant Expense.

Malfunctions happen and equipment breaks such that greater than anticipated emissions to the atmosphere occur. The owner/operator of such equipment should not be characterized as a "super-emitter" and the negative connotations associated with such a label. EPA should clarify that any information submitted by a "third-party notifier" cannot be used as the basis for enforcement. Additionally, third-party notifiers should be required to post a bond or other financial assurances that would compensate owners/operators for the cost associated with responding to an alleged unexpected significant release that is ultimately determined to not be an unexpected significant release.

#### II. FRAMING THE ISSUES

America's oil and natural gas producers recognize their responsibility to effectively manage the environmental impact of their operations. Clearly among these is the control of methane emissions from their operations. The goal here should be to develop and implement cost-effective regulations and voluntary programs to assure that methane emissions are controlled.

## A. EPA's Effort to Regulate Existing Sources Failed to Differentiate Between Existing Sources and New Sources.

Since the initial development of 40 C.F.R. Part 60, Subpart OOOO ("Subpart OOOO") and through the creation of 40 C.F.R. Part 60, Subpart OOOOa ("Subpart OOOOa") in 2016 and its revisions in 2020, EPA proposed its regulations in the context of the NSPS for new and modified affected facilities. In 2016, EPA began to address the existing source issues with the promulgation of Control Technique Guidelines ("CTG") for volatile organic compounds ("VOC") creating reasonably available control measures ("RACM") for these guidelines to states. With the decision to regulate methane as the emission from these operations, existing source guidelines changed from RACM to a version of the NSPS Best System of Emissions Reductions ("BSER"). The current proposal for new Subparts OOOOb and OOOOc is the first federal effort to bring the full scope of regulation on new and existing sources of methane from oil and natural gas production operations. The consequences of this proposal on America's roughly one million existing oil and natural wells will be enormous, putting approximately 10 percent of American oil and natural gas production at risk at a time when the world faces significant pressures to provide adequate supplies of both commodities. The impacted 10% is predominately "small businesses" as defined by the Regulatory Flexibility Act and Small Business Regulatory Enforcement Fairness Act ("SBREFA"). Despite efforts by some to characterize low production wells and existing wells as owned and/or operated by non-small businesses, the companies owning primarily, if not exclusively, low production wells/existing wells are family owned/run organizations that are defined as "small entities" under SBREFA. The onus is on EPA to demonstrate compliance with SBREFA, not for small business to demonstrate disproportionate impact.

The Producer Associations have addressed this issue in past comments. However, the current proposal brings the issues to a much higher level of concern. Fundamentally, the challenge reflects multiple realities. First, while EPA has devoted most of its attention to developing requirements for new or modified sources, its data comes from measurements at existing sources that EPA extrapolates to assessments for new ones. Second, EPA has never found a way to develop an evergreen regulatory framework that reflects the nature of oil and natural gas production as each well declines over time. Historically, no matter how large initial production at a well may be, production will deplete as the well ages and the well will eventually become a low production well. Regulatory systems that appear cost effective during the early years of operation will cease being effective as the production, emissions, and economics of the well change. Consequently, the nature of the requirements needs to change as well. Third, while the development of unconventional oil and natural gas on current multiple well sites above multiple

layers of shale formations may alter the timing of these events, the vast majority of existing well sites are conventional wells. Fourth, the emissions studies typically used by EPA to assess the framework for its regulatory actions only incidentally collect data on low production wells with the Department of Energy Quantification of Methane Emissions from Marginal (Small Producing) Oil and Gas Wells ("DOE Study") being the notable exception.

These factors have influenced the past deliberations on NSPS proposals because of the CAA mandate to use the "best system of emission reduction which (taking into account the cost of achieving such reduction and any nonair quality health and environmental impact and energy requirements) the Administrator determines has been adequately demonstrated" has been hotly debated, particularly regarding the demonstrated adequacy of the technology. Since the initial Subpart OOOO regulations in 2012, innovative efforts have developed new, emerging technologies. The challenge for EPA has been to judge whether these technologies are truly available and durable in the operating environment of oil and natural gas production. Conversely, EPA also faces the challenge of not prohibiting more cost-effective technologies from being available as they emerge. There are two notable examples in the current proposals demonstrate the challenges. In one, EPA wants to move away from the use of natural gas activated pneumatic controllers but the options it has proposed do not have a history of use in the context of oil and natural gas production operations, which differ from other industrial operations. In another, EPA is trying to accommodate the fast-changing development of methane monitoring options. Here, however, it continues to tie its base to technologies that are costly, burdensome, and stagnant. EPA needs to create options that allow for the further development of the accuracy of emerging technologies without requiring another NSPS revision to permit new options. EPA also needs to take care that the methods used to establish compliance with standards are the same as the methods used to establish the standards, which won't be possible without substantially more field experience (i.e., with establishing workable programs for using OGI in lieu of Method 21-based LDAR programs).

## B. EPA's Emission Guidelines Unnecessarily Subject Small Sources of Methane to Excessive Regulation.

While EPA continues to grapple with the proper framework for its NSPS requirements, its proposal of Emissions Guidelines ("EG") for existing sources produces challenges in addressing both the specific technology decisions and the interaction of the EG with state regulatory programs. This is the second time that EPA has addressed the application of emissions controls to existing oil and natural gas facilities. Its first effort was the creation of CTG in 2016 for VOC emissions in ozone nonattainment areas. These CTG were largely the application of Subparts OOOO and OOOOa requirements with the notable exception of fugitive emissions requirements for low production wells (15 barrels of oil equivalent ("boe") per day or less). The pending proposal is nationwide and applies for all requirements to all existing wells and well sites.

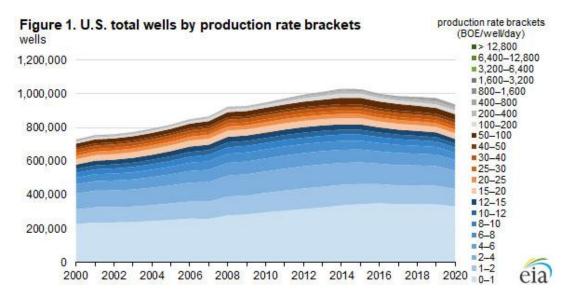
The magnitude of coverage of these requirements can be assessed in the following table from the Energy Information Administration ("EIA") summary statistics for 2020. There are over 937,000 existing oil and natural gas wells in the United States. Of these, about 733,000 meet the 15 boe/day threshold. However, the distribution below that threshold is important in understanding the potential burden on oil and natural gas producers. Of the low production wells:

- 45 percent in the 0-1 boe/day,
- 14 percent in 1-2 boe/day,
- 15 percent in 2-4 boe/day,
- 9 percent in 4-6 boe/day,
- 6 percent in 6-8 boe/day,
- 4 percent in 8-10 boe/day,
- 3 percent in 10-12 boe/day, and
- 4 percent in 12-15 boe/day.

These numbers tell key stories. For example, 83 percent of the burden of complying with the EG will fall on wells in the 0-6 boe/day range. Wells decline quickly from 15 boe/day to 10 boe/day but can remain in the 0-2 boe/day range for an extended period of time. Figure 1 below from the EIA Report, U.S. Oil and Natural Gas Wells by Production Rate, January 13, 2022, shows the historical pattern of U.S. production over the past 20 years.

EIA United States Oil and Natural Gas Well Summary Statistics, 2020					
Total wells					
Production Rate Bracket (boe/day)	Number of Total Wells	Annual Oil Production (MMbbl)	Annual Natural Gas Production (Bcf)		
0–1	332453	16.9	129.6		
1-2	103692	21.3	176.7		
2-4	107861	42.9	374.1		
4-6	63211	40.2	389.8		
6–8	42814	37.1	380.6		
8–10	31309	35.3	357.5		
Subtotal <=10	681340	193.6	1808.3		
10-12	24048	32.8	338		
12–15	27688	46.6	476.5		
Subtotal <=15	733076	272.9	2622.9		

15–20	32528	72.3	712.8
20–25	22253	64.5	628.6
25-30	16902	60.3	579.5
30–40	23427	105.5	1023.3
40–50	15563	90.2	880.5
Subtotal ≤50	843749	665.7	6447.6
50–100	35583	336.8	3085.2
Subtotal <=100	879332	1002.6	9532.9
100–200	22903	455.9	3977.6
200–400	16698	701.4	5544
400-800	10716	839.1	6454.8
800-1,600	4753	477.2	5733
1,600–3,200	1820	157.7	5131.9
3,200–6,400	585	176.1	2900.1
6,400–12,800	147	239.5	1153.1
> 12,800	30	88.9	170.9
Total	936984	4138.5	40598.3



The pool of existing sources is changing while much of the data that EPA uses to assess emissions has not and the existing regulations fail to recognize this dynamic. Despite repeated comments by the Producer Associations, EPA's current proposals fail to recognize this dynamic as well. Most of the studies used by EPA in the past and to support these proposals are based on data predominantly taken prior to 2015 which means that it predates the Subpart OOOOa regulations and was at the beginning of the implementation of the Subpart OOOO regulations. The Producers Associations have submitted information on this issue in prior comments demonstrating that the turnover in wells means that most of the existing source pool that exceeds 15 boe/day will be from Subpart OOOO/OOOOa well sites. While the brunt of the impact of the EG will fall on low production wells as a result, this proposal by using the November 2021 effective date also creates the anomalous issue of requiring sources complying with prior NSPS requirements to replace equipment and processes at considerable expense to owners/operators under the EG. EPA has not evaluated the impact on the original BSER/cost-effectiveness evaluation and justification for various requirements under previously enacted NSPS for the Oil and Gas Industry.

Returning to the implications of the EG on low production wells, EPA's recurring conclusion that designated facilities under the EG should be the same as affected facilities under the NSPS fails to understand the implications of inherent production depletion on the economics and emissions from smaller wells. There are fundamental factors that are not adequately considered in the EPA assessments. As oil and natural gas wells undergo their inherent depletion, the reduced volumes of production limit the amount of emissions that can be generated. Within the well itself, one key factor is the reduction of the internal pressure of the well. Lower well pressure may compel actions like the addition of pumps to pull the liquids out of the well bore, as well as the addition of compressors to pull gas from the well bore. Even natural gas-powered pneumatic controllers and pumps may not be able to function if the well pressure drops below the level needed to run the controller or pump, and consequently the well does not produce as a function of negative pressure. As a result, well sites must be reconfigured to reflect their aging operations. All these factors also influence the magnitude – even the possibility – of emissions. A natural gas well with a booster compressor is typically operating under negative pressure - trying to pull gas from the well. As opposed to "leaking" the system would be pulling ambient air into the gas product

stream, not having it leak from flanges and valves. As wells diminish, they do not necessarily operate – or emit – daily. Small wells may only operate a few days a week when the pumper comes to the site to operate the equipment to produce oil from a well bore that has slowly filled over the previous days. These factors affect the realistic design of regulations – including the potential definitions of designated facilities – that EPA has not addressed in the EG.

The additional regulations that EPA is proposing on existing oil and natural gas production can negatively impact low production wells. Most of the wells are operated by small businesses that are not able to distribute the additional compliance cost across a large number of wells or high volume of production. These regulations can disproportionately impact small businesses in every oil producing state, and the service companies that support the operators. Most of the small operators do not have the technical resources to be able understand EPA's requirements and implement the required programs. EPA will need to provide resources to assist the small businesses with compliance.

Supply disruptions occur around the world at a regular frequency. The disruptions may last for a few months (i.e., a terrorist bombs a transportation pipeline and the pipeline needs to be repaired) to several years (i.e., economic penalties enacted to encourage Iran to abandon their nuclear program). In some cases, the supply disruption only serves to redirect where oil is processed (the United States cannot purchase Venezuelan crude oil, but other countries such as China may process the crude oil). Unlike a supply disruption, when low production wells are plugged, the production will never be recovered.

If low production wells are shut down, this will take approximately ten percent of the American oil production and natural gas production offline, and approximately one percent of world oil production offline. This change in production will have long term, negative consequences for the American economy from higher energy prices and from the loss of jobs. When low production wells are plugged, this production is lost forever.

EPA needs to consider these negative consequences in the economic analysis of the proposed regulation. For example, the direct lost revenue to oil and natural gas companies and royalty owners if American oil production is diminished will be almost \$30 billion per year (1,000,000 barrels of oil x \$80/barrel x 365 days per year). This does not include the secondary financial loss to service companies or other businesses that derive revenue from oil and gas production (such as restaurants, automotive companies, accounting companies, office supply stores, and legal firms). Forcing the shutdown of one million barrels of oil production and hundreds of thousands of cubic feet of natural gas (and all the lost jobs) needs to be considered also. In addition to the lost revenue, lost jobs, and impact on secondary businesses, EPA also needs to consider the negative impact that the loss this production will have on the American economy.

Historically, when the crude oil supply and demand balance has been disrupted by two to three percent, there have been large changes in the price of crude oil. While the United States does not have specific controls in place to manage the balance of supply and demand (it permits market forces to drive the supply and demand balance), the Organization of the Petroleum Exporting Countries ("OPEC") actively controls production to balance supply and demand. OPEC only has 3 million to 5 million barrels/day of spare capacity to manage the supply and demand changes. The supply and demand balance is typically controlled within one to three percent of worldwide

crude oil production. Permanently removing a million barrels of production will have a measurably negative impact on the long-term supply of crude oil. The negative impact will be measured by higher crude oil prices. EPA needs to consider the worldwide impact that may occur if a million barrels per day of oil are removed from the world market because of this proposed regulation.

Similarly, as natural gas has become more of an internationally traded commodity – one that has critical implications today in Europe due to the Russian invasion of the Ukraine – loss of American natural gas in the world market can disrupt its stability both nationally and internationally.

EPA's proposed approach to regulating existing sources under Section 111(d) subordinates these critical questions in its assessment of technology. Moreover, it constrains states from appropriately taking these issues into account.

The additional regulations that EPA is proposing on existing oil and natural gas production can negatively impact low production wells. Most of the wells are operated by small businesses that are not able to distribute the additional compliance cost across a large number of wells or high volume of production. These regulations can disproportionately impact small businesses in every oil producing state, and the service companies that support the operators. Most of the small operators do not have the technical resources to be able understand EPA's requirements and implement the required programs. EPA will need to provide resources to assist the small businesses with compliance.

Supply disruptions occur around the world at a regular frequency. The disruptions may last for a few months (i.e., a terrorist bombs a transportation pipeline, and the pipeline needs to be repaired) to several years (i.e., economic penalties enacted to encourage Iran to abandon their nuclear program). In some cases, the supply disruption only serves to redirect where oil is processed (the United States cannot purchase Venezuelan crude oil, but other countries such as China may process the crude oil). Unlike a supply disruption, when low production wells are plugged, the production will never be recovered.

If low production wells are shut down, this will take approximately ten percent of the American oil production and natural gas production offline, and approximately one percent of world oil production offline. This change in production will have long term, negative consequences for the American economy from higher energy prices and from the loss of jobs. When low production wells are plugged, this production is lost forever.

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EPA's proposed approach to regulating existing sources under Section 111(d) subordinates these critical questions in its assessment of technology. Moreover, it constrains states from appropriately taking these issues into account.

Many of these issues are better understood by state regulators that have experience with the well operations and reservoirs in their state. If the proposed regulations were in the form of CTG where the flexibility to design RACM allows the state to readily address its distinctions, as contemplated by Section 111(d) such issues could be addressed more effectively. Ascribing to the Section 111(d) obligation to be prescriptive in regulation would be at odds with the intention that it would be applied to a small number of facilities that resulted from the regulation of emissions that were neither criteria pollutants nor hazardous air pollutants. Greenhouse gases ("GHG") were never envisioned at the time of the development of the CAA. Now, these EG involve almost one million sources – more when the multiple designated facilities definitions are considered. At the same time, EPA is proposing interpretations of the language of Section 111(d) – particularly the interpretation of remaining useful life and other factors ("RUELOF") – that handcuff the states flexibility to alter the EPA model regulations in the EG.

## **III. FUGITIVE EMISSIONS MONITORING**

#### A. EPA's BSER Analysis Fails to Account for Declining Production/Emissions.

EPA revises the Subparts OOOOb and OOOOc proposals for fugitive emissions in several key areas in the Supplemental Proposal. Before addressing specific issues and recommendations related to the revised proposal, it is pertinent to provide a perspective on EPA's development of its fugitive emissions concepts.

A critical challenge in developing fugitive emissions regulatory programs for oil and natural gas production facilities relates to establishing a cost-effective structure. Except for its CTG model

regulations in 2016, EPA has presented its fugitive emissions regulations in the context of NSPS requirements. This context has distorted the deliberations on fugitive emissions policy since it surfaced in the Subpart OOOOa regulations. One the one hand, whatever has been done to develop NSPS fugitive emissions regulations has always been a precursor to its impact on existing source facilities that were never directly addressed in the NSPS regulations. Even the CTG only adopted the basic fugitive emissions regulatory framework for its model regulation. On the other hand, all of the information that EPA has used in its regulatory development – both emissions estimates and technology evaluations – comes from existing sources.

As a result, it is more appropriate to discuss the fugitive emissions proposal in the context of its role as an EG than as an NSPS proposal. These comments will therefore be dominated by an existing source assessment.

One of the primary cost-effectiveness issues with the fugitive emissions proposals arises from the failure of EPA's analysis to account for the impact of declining production reducing the potential magnitude of emissions from production facilities. The Producer Associations have addressed this dynamic in past comments with regard to both the EPA analyses and the distorted studies by environmental lobbying organizations presenting dubious emissions analyses.

There are many approaches to developing matrices to frame a series of fugitive emissions requirements that reflect the emissions profiles of oil and natural gas production facilities. The Producer Associations believe that the most straightforward approach would be to use production rates with some adjustments for specific onsite equipment. This approach would utilize information from DOE Study. However, EPA has an inordinately intense fascination with the use of component counts at facilities. This reliance on a system that uses component counts portends a potential complicated conflict implementing the EG because states have not used component counts in their current regulatory programs and could resist EPA's actions to force the approach on them. Nevertheless, these comments will address the issues in EPA's development of its fugitive emissions program proposal.

## **B.** EPA Ignores Relevant Information From the DOE Study.

EPA creates four matrices of facilities for its different requirements. Details are shown below:

The affected facility is the collection of fugitive emissions components located at a well site or centralized production facility with no exemptions. Fugitive emissions component means any component that has the potential to emit fugitive emissions of methane or VOC at a well site, centralized production facility, or compressor station, including valves, connectors, pressure relief devices, open-ended lines, flanges, covers and closed vent systems not subject to \$60.5411b (closed vent systems), thief hatches or other openings on a storage vessel not subject to \$60.5395b (storage vessels), compressors, instruments, meters, and in yard piping. EPA is not maintaining the inclusion of natural gas-driven pneumatic controllers or natural gas-driven pneumatic pumps as fugitive emissions components. These devices are both separate affected facilities with separate standards identified as BSER. EPA is not defining control devices as fugitive emissions components.

Fugitive Emissions Facilities	Monitoring Requirements
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Single wellhead only well sites. a wellhead only well site is a well site that contains one or more wellheads and no major production and processing equipment	Quarterly AVO inspections
Wellhead only well sites with two or more wellheads	Semiannual Optical Gas Imaging ("OGI") (or EPA Method 21) monitoring and quarterly AVO inspections at wellhead only well sites with two or more wellheads.
Well sites and centralized production facilities with major production and processing equipment. Centralized production facilities include one or more storage vessels and all equipment at a single surface site used to gather, for the purpose of sale or processing to sell, crude oil, condensate, produced water, or intermediate hydrocarbon liquid from one or more offsite natural gas or oil production wells. This equipment includes, but is not limited to, equipment used for storage, separation, treating, dehydration, artificial lift, combustion, compression, pumping, metering, monitoring, and flowline. Process vessels and process tanks are not considered storage vessels or storage tanks. A centralized production facility is located upstream of the natural gas processing plant or the crude oil pipeline breakout station and is a part of producing operations.	Quarterly OGI (or EPA Method 21) monitoring and bimonthly AVO inspections at well sites and centralized production facilities with: (1) One or more controlled storage vessels or tank batteries; (2) one or more control devices; (3) one or more natural gas-driven pneumatic controllers; or (4) two or more pieces of major production or processing equipment not listed in items (1) through (3).
Small well sites are single wellhead well sites that do not contain any controlled storage vessels, control devices, pneumatic controller affected facilities, or pneumatic pump affected facilities, and include only one other piece of major production and processing equipment. Major production and processing equipment that would be allowed at a small well site would include a single separator, glycol dehydrator, centrifugal and reciprocating compressor, heater/treater, and storage vessel that is not controlled. By this definition, a small well site could only potentially contain a well affected facility (for well completion operations or gas well liquids unloading operations that do not utilize a closed vent system ("CVS") to route emissions to a control	Quarterly AVO inspections

device) and a fugitive emissions components affected facility. No other affected facilities,
including those utilizing CVS (such as
pneumatic pumps routing to control) can be present for a well site to meet the definition of
a small well site.

EPA creates three model facilities with detailed component count elements to define these matrix categories, but it uses emissions assumptions and emissions simulations using the Fugitive Emissions Abatement Simulation Tool ("FEAST") to create various control technology options. Essentially, EPA produces FEAST based on emissions levels related to throughput – one percent or 0.5 percent of throughput. For its single well only well site (single well site), its multiple well only well site (multiple well site), and its small well site (small well site) facilities, the production level would be below the threshold of EPA's earlier definition of a low production well – 15 barrels/day or 90 mcfd. For its large facility (large well site), the production level would be three times the level of a low production well. It is because of these assumptions that the model is really more pertinent to the EG since no producer would be planning to drill new wells with these levels of production.

A key question then is the validity of the assumptions that EPA has used for its inputs. EPA relies on two primary resources – the DOE Study and a Rutherford  $Study^3$  – to test the validity of its FEAST results.

Taking the Rutherford Study first, there is no reason why EPA should use this data source. The genesis of the Rutherford Study relates to the ongoing disputes of differences in studies and inventories, such as the Inventory of U.S. Greenhouse Gas Emissions and Sinks ("GHGI"), which is bottom-up calculations and atmospheric studies. The Rutherford Study seeks to close the gaps by addressing the emissions factors used in the GHGI. It turns to the array of other studies and effectively cherry picks emissions factors from those studies to replace ones in the GHGI. Inherent in this effort is reliance on the same studies that have been used for prior analyses. The Producers Associations have addressed the shortcomings of these studies in past comments – limited sampling times, little or no information on the facility operation, and no certainty on quality control of the data. And, as in past situations, these reports only incidentally take data on the low production wells that are the focus of EPA's analysis. Finally, the Rutherford Study brings no new data to the analysis; it merely regurgitates old, inadequate material.

The DOE Study is a different story. It does provide new information with emissions data taken and with facility information at the time of the sampling. The issues with the DOE Study relate to EPA's interpretation. The DOE Study provides substantial new information on the emissions profile of low production wells, but EPA has chosen to limit the use of this material.

<sup>&</sup>lt;sup>3</sup> Closing the methane gap in US oil and natural gas production emissions inventories, Nature Communications (Aug. 5, 2021).

For example, with its inordinate focus on component counts as the sole basis to regulate fugitive emissions, EPA immediately discounts how the DOE Study can be used to create a much simpler regulatory path. At this point, it is pertinent to bring into the discussion the use of Audio-Visual-Olfactory ("AVO") monitoring for fugitive emissions at oil and natural gas production sites. The Producers Associations have supported the use of AVO monitoring as an alternative to the costly Optical Gas Imaging ("OGI") and Method 21 LDAR that have been the primary basis for previous fugitive emissions programs. The Producers Associations support EPA's decision to embrace AVO in its regulatory framework. It is particularly significant for low production wells. Consequently, in assessing the material in the DOE Study, evaluating the emissions information in a post-AVO application context is imperative. That is, while there may be higher emitting components at a facility, in looking at how to assess regulatory options, those that would be eliminated by an AVO program should be excluded. (Similarly, if the higher emitting component is regulated under a part of Subpart OOOOc that is separate from the fugitive emissions program, it should be excluded.) The DOE Study demonstrated that low production well sites significant emissions resulted from predictable sources - tank vents or thief hatches, pneumatic controllers at separator vessels, open valves, or damaged piping. All of these can be identified with AVO. This reality is particularly clear for well sites producing 6 barrels/day of oil equivalent or less. Compared to the complicated matrix of well site options in the EPA proposal, this approach would be easily identifiable. Moreover, it would mean that 83 percent of the regulatory burden on low production wells would be managed in a straightforward program.

However, while EPA continues to believe that component count approaches should define its various regulatory matrices, its regulatory analysis is based on use of FEAST. The Producers Associations lack the resources to duplicate the EPA FEAST analyses or conduct an independent analysis of the model, but at this point the Producers Associations support the use of the model encourage EPA to utilize other models and accept additional modeling results produced after the close of the comment period. The Producers Associations, however, can address the FEAST results and the implications of EPA's assessment of those results.

As described above, EPA used two resources to justify the validity of its FEAST results – the DOE Study and the Rutherford Study. If EPA had relied on the DOE Study's actual data for low production wells for the single well site, multiple well site, and small well site analyses, it would need to shift its FEAST inputs. As EPA describes in its materials, the DOE study would have produced the following differences:

	EPA FEAST Emissions – 0.5% Leak Generation	DOE Study – As Reported by EPA
Single Well Site	1.27 tpy	0.26-0.56 tpy
Multiple Well Site	2.66 tpy	0.52-1.12 tpy
Small Well Site	1.27 tpy	0.20 tpy

Since the output from the FEAST analyses become the baseline for EPA's assessment of emissions reductions from various control strategies and the basis for the calculations of cost effectiveness, these differences that are two to six times the DOE Study values can produce significant changes in some of the determinations.

Because the EPA proposed control structures for both single wells sites and small well sites are quarterly AVO programs, the more clear-cut impact is on the multiple well site. This will be addressed first. Before going into the specifics of the application of the emissions baseline, the Producers Associations have concerns regarding the approach that EPA appears to have taken in developing its multiple well site regulatory strategy.

As EPA details in its preamble and support documents, it recognizes that the use of AVO can identify and correct the primary fugitive emissions sources, particularly for low production wells. The multiple well site model is a low production well, producing approximately 90 mcfd in its analysis and between 19 and 38 mcfd using the DOE Study values. Consequently, this category of wells would be well managed using AVO. For this reason, the Producers Associations believe that EPA should have developed its regulatory strategy by first applying an AVO control approach and determining its cost effectiveness. Next, EPA should assess the impact of adding an OGI component, like the semiannual proposal or perhaps an annual proposal. EPA should then evaluate the incremental costs per ton of these additions to determine whether such requirements were cost effective. In other words, the baseline for control would be a periodic AVO requirement and any OGI would be judged on its incremental costs and benefits.

This does not appear to be the approach EPA used. EPA appears to have used an OGI baseline and then substituted AVO for quarterly OGI to generate its OGI-AVO combination of requirements.

Next, EPA should have developed its analysis around the DOE Study. Examining the multiple well site calculations and using an average DOE Study methane emissions value of 0.82 tons/year and assuming a VOC emissions value of 0.23 tons/year, very different conclusions are evident.

OGI & AVO Combined Program							
Survey Frequency Survey Frequency (tpy) Baseline Methane Emissions (tpy)		ency Methane Emissions Emissions Reductions		VOC Emissions Reductions (tpy)			
	AVO; 0.5%;						
No monitoring baseline	0.82						
Quarterly AVO baseline	0.48	42%	0.34	0.10			
Semiannual OGI	0.27	67%	0.55	0.15			
Quarterly AVO + Semiannual OGI	0.10	88%	0.72	0.20			

	Annual Cost (\$/yr/site)	Methane Emission Reduction (tpy/site)	VOC Emission Reduction (tpy/site)	Cost-Effectiveness		Incremental Cost- Effectiveness*	
Monitoring Frequency				Methane (\$/ton)	VOC (\$/ton)	Methane (\$/ton)	VOC (\$/ton)
	Multi-V		Sites: Includes		avel	I	1
	-	costs	Single Pollutant				
Quarterly AVO	\$830	0.34	0.10	\$2,441	\$8,300		
Semiannual OGI	\$2,327	0.55	0.15	\$4,231	\$15,513	\$6,805	\$29,940
Semiannual OGI + Quarterly AVO	\$2,651	0.72	0.20	\$3,681	\$13,255	\$4,792	\$18,210
Multi-Wellhead W	Vell Sites: In	cludes addit	ional travel cos	sts			I
Multipollutant Ap	proach						
Quarterly AVO	\$830	0.34	0.10	\$1,220	\$4,150		
Semiannual OGI	\$2,327	0.55	0.15	\$2,115	\$7,757	\$3,403	\$19,970
Semiannual OGI + Quarterly AVO	\$2,651	0.72	0.20	\$1,841	\$13,255	\$2,396	\$9,105
Quarterly AVO       Image: Constraint of the section of							

Based on using more accurate assessments of the emissions from multiple well sites, EPA's proposed approach fails to pass the cost-effectiveness threshold test of \$2,165/ton of methane and the \$5,540/ton of VOC. Consequently, the Producers Associations recommend that EPA use a quarterly AVO program only for its multi-wellhead well sites category like it proposes for the single well sites.

EPA has demonstrated through its FEAST analysis that emissions from low production oil and natural gas facilities are small. These comments that have relied on the DOE Study further demonstrate that low production well sites can be well managed through AVO programs targeting key emissions sources. Moreover, EPA has limited the scope of equipment that falls under the definition of its fugitive emissions program – separating controlled storage tanks and pneumatic controllers from the fugitive emissions facility. While EPA proposes to require all facilities to undergo some type of fugitive emissions detection, clearly, the vast majority of low production operations are below the 3 tons/year threshold that EPA proposed in 2021 as a threshold of concern and will be far smaller after the application of an AVO fugitive emissions program. At issue is whether EPA's matrix definitions for small well sites and large well sites provide the correct framework for low production wells.

## C. EPA Should Create an Intermediate Well Site Category.

EPA is correct to separate requirements on small well sites from those at large well sites. However, the definition of a small well site appears to overly constrain the scope of sites that should fall into it. For example, EPA estimates that 95,000 sites will fall within its small well site definition. As described previously, 83 percent of low production wells produce 6 boe/day or less. In total, there are over 600,000 wells in this category (over 330,000 are less than one boe/day and 200,000 are between 1 and 4 boe/day). While many will be single well or multiple well sites, it is highly likely that a sizable number of these wells will fall into EPA's large well definition. Because the large well matrix category captures everything above a threshold of not being a single well site, a multiple well site and a small well site, EPA needs to ensure that its threshold is appropriate. EPA notes in the preamble that the larger end of the DOE Study found wells that were emitting three to four tons per year. In its FEAST model analysis EPA uses an emissions threshold of 8.51 tons per year. This emissions rate translates into a well producing about 290 mcfd and is within EPA's concept of a large facility. However, a facility emitting three to four tons/year will essentially be at the top end of the low production well definition and its emissions will likely be consistent with EPA's small well site matrix category.

When EPA undertakes its cost-effectiveness analysis for its OGI based proposal, it again assesses the use of AVO as an addition to an OGI program. While this may be appropriate for truly large well sites, a more appropriate analysis for those sites on the borderline between small well sites and large wells would be the initial application of the small well site AVO program followed by the addition of an OGI requirement. This is particularly important because the shift between the requirements is from an all AVO quarterly program to a bimonthly AVO and quarterly OGI program – a fourfold cost increase. A more logical approach would be to move from an AVO small well program to an AVO/OGI mixed program for an intermediate well site to its AVO/OGI program for large sites.

Regardless of whether there is a gradual shift in requirements or a step change, it is imperative that EPA provide a reasonable definition of the facilities in the matrix components. Based on EPA's assessment of 95,000 facilities falling into the small well site category when hundreds of thousands are truly small well sites, EPA needs to establish better definitions to match a small site AVO fugitive emissions program with small well sites.

The Producer Associations recommend that EPA use a well site definition approach that combines production throughput and components to create simplicity and avoid inappropriate results. As much as EPA is attracted to component counts, it has no greater certainty to define well site cutoffs than production throughput and can lead to results that make no sense. For example, a well site producing 6 boe/day with two small uncontrolled tanks would be clearly a low producing well under the DOE Study and easily managed with an AVO program. However, under EPA's component only well site definitions, it would be a large well site subject to quarterly OGI. Consequently, the Producer Associations recommend the approach outlined in the following table.

Type of Well Site	Criteria	Leak Detection
		Requirement
Small Well Site/Booster	A booster compressor or a	Quarterly AVO
Compressor	well site with production of 6	
	boe/day based on definition at	
	26 USC 613A(c)(2)(A) and	
	no more than 220	

	components with no more				
	than 2 uncontrolled tanks, no other component limitations.				
Intermediate Well Site	Production from 6 to 15 boe/day based on definition at 26 USC 613A(c)(2)(A) and more than 220, but not more than 612 components, and small well sites with more than 220 components or more than 2 uncontrolled tanks.	Quarterly AVO and initially semiannual OGI. If OGI showed no fugitive emissions that could not have been found through AVO, OGI would become annual. If annual OGI showed no fugitive emissions that could not have been found through AVO, future OGI would be at the discretion of the state			
Large Well SiteProduction greater than 15 boe/day based on definition at 26 USC 613A(c)(2)(A).Bimonthly AVO and initial quarterly OGI. If quarterly OGI shows no emissions th could not have been found through AVO, OGI would become semiannual.					
Site categorization would change based on well site production/component count. Alternative technologies would be available for OGI based on the alternative technology section.					

## D. EPA Should Integrate "Evergreen" Elements to the Monitoring Requirements.

EPA also needs to provide "evergreen" elements to its fugitive emissions requirements for all matrix elements. First, EPA needs to provide that the appropriate matrix is used as wells decline. As a well site moves from the large facility category, its requirements need to change to the appropriate status – single well site, multiple well site, small well site, or intermediate well site. Second, when EPA requires OGI as part of the fugitive emissions program, there needs to be a mechanism to alleviate this requirement if it is adding little or no benefit. That is, if quarterly OGI is not identifying emissions issues that are not being found and addressed by the AVO component of the program, it needs to be revised to a semiannual requirement; if it adds no benefits as a semi-annual program, it needs to be revised to an annual program or eliminated. Third, EPA is making efforts to allow emerging technologies to be used in fugitive emissions programs. These new technologies are evolving constantly and whether they currently compare to EPA's assessment of its OGI program, the potential for future technologies cost effectively improving upon the current OGI technology capabilities is high. As a result, EPA's current mix of technologies and frequencies should change to reflect better methodologies. Producers should not be constrained to the use of outdated methods when better ones arise.

EPA's perspective on the life of a producing well seems to be that it operates daily and then it stops. In reality, it changes over time. As production declines, the nature of its operations changes as well as the equipment at the site. Instead of daily production, it may function several

days a week and then lessen. This changes the emissions profile. At some point the well may become inactive but not permanently shut down. States have programs that allow producers to stop operation for some period of time while deciding whether to return it to operation or plug it or sell it. During this time its emissions will be nonexistent or minimal. Eventually, the well will be plugged and permanently shut down. While EPA creates regulatory requirements for operating wells and for plugged wells, inactive wells are not addressed. They should be addressed through an AVO only program, perhaps semi-annually.

While comments related to the Section 111(d) state implementation process are included later in this document, there is a specific issue that is appropriate to address here regarding the structure of fugitive emissions program categories. While EPA is fixated on using component counts and model well sites to define its EG, states have not shown a similar mindset. Some states have used production rates or emissions estimates based on production rates to define their programs, but the use of elaborate component counts is absent in state regulatory programs. This is a major reason why the Producer Associations have repeatedly recommended using production rates with the framework of the federal tax code as the calculation method – to define regulatory requirements. EPA's own efforts to try to develop a component count regulatory basis shows that the calculation process is imprecise. Moreover, despite EPA's dismissal of production rates as not being a precise link to emissions, no other approach has shown itself to be appreciably better. In reality, when dealing with a million existing sources that span a wide range of emissions profiles and where the emissions data on those operations are based on a small fraction of the operations, there will never be a structure that provide certainty. In the next phase of this regulatory process – the development of state plans – EPA is setting the stage for unnecessary confrontations with states over the drafting of regulations and the determinations of equivalency. EPA tries to minimize state flexibility by announcing that its analysis is so persistent that states will not be able to demonstrate alternative choices. But, each state has its own regulatory framework and EPA's threatening approach will not easily bend their will. The end result could be regulatory chaos; EPA could end up generating federal plans that it has neither the staff nor the skills to implement. Producers will be faced with two simultaneous regulatory programs which is a patently unfair situation and for small businesses likely crippling. EPA needs to address these predictable consequences now.

## E. EPA's Proposed Well Closure Requirements are Unnecessary and on Questionable Legal Footing.

EPA is unnecessarily wading into a regulatory arena already occupied by the states with questionable legal authority and teeing up state/federal primacy issues. Ostensibly, since idle and/or abandoned wells may have emissions, some monitoring might be authorized under the CAA, but EPA has provided no BSER analysis to justify OGI when a well has been idled or plugged/abandoned. EPA provided no explanation of why AVO would not suffice. The economics dictate that a well that is being plugged/abandoned is more likely than not to be a low production well and that low production well is operated by a small business. Requiring OGI when a well is plugged would place a disproportionate cost on small businesses that is not justified.

The notice, recordkeeping, bonding, and closure plans are excessive and not sufficiently linked to reducing emissions to be warranted. Additionally, in most instances, they are duplicative

and/or potentially inconsistent with what states already require. States and the Bureau of Land Management currently occupy this regulatory space and EPA's proposal is unnecessary. More specifically the Producer Associations provide the following comments on short comings of EPA's proposal:

- EPA's requirement of submitting a well closure plan within 30 days of "cessation" of production. At a minimum, the term "cessation" is ambiguous and perhaps denotes a lack of understanding of the industry. The fact an owner/operate idles a well for 30 or more days does not mean it intends to plug/abandon the well. Wells are often temporarily shut in for mechanical considerations, wellbore issues, reworking or repair of surface facilities or government orders/enforcement.
- Many/most states require a final report of some sort related to plugging in order for their bond to be released. EPA's proposals are duplicative and likely inconsistent. EPA lacks authority to require financial assurances when the states have already established bonding requirements associated with plugging wells.
- EPA provides no justification or rationalization for requiring a description of the steps to close all wells at the well site when it is not uncommon for simply one well to be identified as uneconomical and thus slated for plugging while remaining wells remain in service.

# IV. PNEUMATIC CONTROLLERS/PUMPS

EPA's analysis of BSER for pneumatic controllers and pneumatic pumps relies on information that overstates the emissions from these sources. It is particularly an issue for intermittent pneumatic controllers that are widely used at existing oil and natural gas production operations and therefore badly skews the cost-effectiveness analysis. There are several types of pneumatic controllers, each with varying amounts of emissions. Some of these controllers serve as a safety backup and are used very irregularly, sometimes only a few times per year. Other devices, on older facilities may only actuate a few times/day or even per week. Yet, the default 8760 hours are used when calculating their emissions. This leads to an inexplicable over-estimation of emissions. However, due to the alternative method of calculating emissions and lack of penalties for over reporting, operators have chosen to simplify calculations for GHG reporting

# A. EPA's Supplemental Proposal's Reliance on GHGRP Undermines EPA's BSER Analysis for Pneumatics.

EPA bases much of its analysis on emissions factors from the Greenhouse Gases Reporting Program ("GHGRP"). However, these emissions factors are flawed and being reviewed by EPA for revision; even the revisions are at issue. Their use produces a faulty analysis.

In proposed revisions to the GHGRP rules found at Docket ID – EPA-HQ-OAR-2019-0424, EPA indicates on multiple occasions that existing GHGRP data and inventories have been used to inform other agency regulations and policy making decisions. At the same time and in the same comments, the agency acknowledges that historical GHGRP data is of poor quality and inaccurate. See excerpts below:

**Further, the data collected under the GHGRP has also been used to inform other regulations, for example, proposed New Source Performance Standards (NSPS) and Emission Guidelines for the oil and gas industry and for municipal solid waste (MSW) landfills under 40 CFR part 60.<sup>4</sup>** 

A. Revisions To Improve the Quality of Data Collected Under 40 CFR Part 98 and Other Minor Revisions or Clarifications: The data collected under part 98 are used to inform the EPA's understanding of the relative emissions and distribution of emissions from specific industries, the factors that influence GHG emission rates, and to inform policy options and potential regulations. Following several years of implementation and outreach, the EPA has identified certain areas of the rule where updates to emissions factors or other default factors; improvements to calculation methodologies; collection of additional data on GHG emissions, emissions sources, or end uses; additions or revisions to data elements or other reporting requirements; and other technical amendments, clarifications, and corrections would enhance the quality and accuracy of the data collected under the GHGRP. These proposed changes include consideration of comments raised by stakeholders in prior rulemakings that would more closely align rule requirements with the processes conducted at specific facilities, consideration of data gaps identified in collected data where additional data would improve verification of data reported to the GHGRP, and consideration of additional data needed to help better understand changing industry emission trends. Overall, these proposed changes would provide a more comprehensive, nationwide GHG emissions profile reflective of the origin and distribution of GHG emissions in the United States and would more accurately inform EPA policy options for potential regulatory or non-regulatory CAA programs. The EPA additionally uses the data from the GHGRP, which would include data from these proposed changes, to improve estimates used in the U.S. GHG Inventory.<sup>5</sup>

Following several years of implementation and outreach, the EPA has identified certain areas of the rule where updates to emissions factors or other default factors; improvements to calculation methodologies; collection of additional data on GHG emissions, emissions sources, or end uses; additions or revisions to data elements or other reporting requirements; and other technical amendments, clarifications, and corrections would enhance the quality and accuracy of the data collected under the GHGRP.<sup>6</sup>

The Producer Associations agree with EPA in its conclusion that historical GHGRP data, in many cases, is of poor quality and inaccurate, which supports the position stated above. To see an illustration of the absurdity, EPA need look no further than its own proposed requirements for pneumatic controllers and pumps, including intermittent-bleed pneumatic devices, which proposes a BSER of zero-emissions.

<sup>&</sup>lt;sup>4</sup> 87 FR 36925 (emphasis added).

<sup>&</sup>lt;sup>5</sup> 87 FR 36926 (emphasis added).

<sup>&</sup>lt;sup>6</sup> Id.

The proposed policy provisions and cost-effectiveness determination for this BSER largely hinge upon historical GHGRP inventories made up of data that is inaccurate and of poor quality. Beyond the agency excerpts above, EPA further acknowledges this through its proposed GHGRP revisions for calculating emissions associated with intermittent-bleed pneumatic devices, summarized below. Current GHGRP – Subpart W rules require reporters to calculate emissions from intermittent-bleed pneumatic devices by:

- Utilizing Equation "W-1", where:
- EF<sub>t</sub> = 13.5 scf/hr/component for intermittent-bleed pneumatic device vents (from Table W-1A), and
- T<sub>t</sub> = Average estimated number of hours in the operating year the devices, of each type "t", were operational using engineering estimates based on best available data. Default is 8,760 hours.

Proposed GHGRP – Subpart W revisions for calculating emissions from intermittentbleed pneumatic devices allows one of two options:

- Utilize Equation "W-1A", where:
- EFt = 8.8 scf/hr/component for intermittent-bleed pneumatic device vents (from Table W-1A), which represents a nearly 35% reduction compared to the current emissions factor, and
- Tt = Average estimated number of hours in the operating year the devices, of each type "t", were in service (i.e., supplied with natural gas) using engineering estimates based on best available data. Default is 8,760 hours.

### OR

- Utilize Equation "W-1B", which contemplates an entirely new proposed alternative calculation methodology allowing reporters that perform approved leak surveys (i.e., Leak Detection and Repair ("LDAR") surveys with OGI cameras) to identify properly operating versus malfunctioning intermittent-bleed pneumatic devices, and
- Proposes an EF of 24.1 scf/hr/component for malfunctioning/leaking devices and specifies the method for determining the amount of time a device was assumed to be leaking, and
- Proposes an EF of 0.30 scf/hr/component for properly operating devices and specifies the method for determining the amount of time a device was assumed to be operating. This represents a nearly 98% reduction from the current required EF for intermittent-bleed pneumatic devices.

Although many Subpart W reporters, including multiple Producer Associations' members, currently perform voluntary (and mandated) Subpart OOOOa compliant LDAR surveys utilizing OGI cameras, in-line with the proposed GHGRP revisions, and are able to identify properly operating devices versus malfunctioning devices, the current rules do not allow the data to be used. As such, it significantly overstates GHG emissions from intermittent-bleed pneumatic devices. These overstated emissions are included in historical GHGRP inventories.

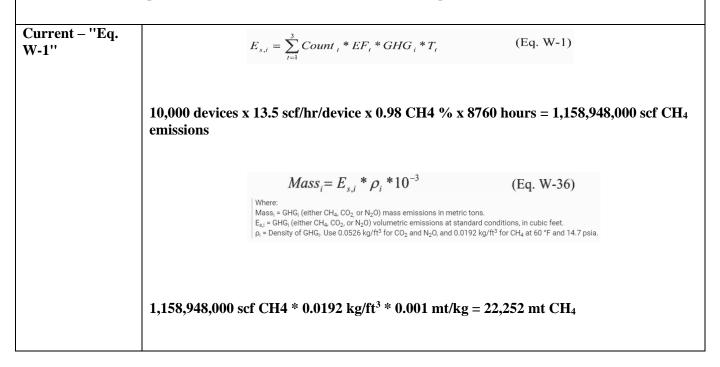
### **B.** EPA's Inaccurate Data Skew the BSER Analysis for Certain Pneumatics.

To demonstrate how GHG emissions from intermittent-bleed pneumatic devices are significantly overstated by the current GHGRP Subpart W rules versus proposed GHGRP revisions, it is presented in the tables below which is reflective of a current Producer Associations' member's operations and actual voluntary LDAR program results:

Comparison of Methane Emissions Associated with Intermittent-Bleed Pneumatic Devices as Determined by Current GHGRP "Eq. W-1" v. Proposed GHGRP "Eq. W-1A" v. Proposed GHGRP "Eq. W-1B"

Case study based on actual results of one Producer Associations' member's operations and associated LDAR program:

- Numbers rounded to nearest whole number for illustrative purposes
- Operator reports under the Production Segment of Subpart W
- Approximately 10,000 Intermittent-bleed Pneumatic Devices @ roughly 1,500 Locations with 4,000 wells
- Locations not subject to Subpart OOOOa
- Operator Performs voluntary Subpart OOOOa compliant OGI leak surveys at all 1,500 locations one-time per annum
- Approx. 100 malfunctioning (i.e., leaking) devices identified; a 1.0% leak rate (actual leak rate identified by operator less than 1% based on 2 years of voluntary LDAR surveys at all locations)
- Remaining 9,900 devices, verified to be operating normally
- Default of 8760 hours per device for "operating" (current rule) and "In-service" (proposed rule) times
- Default of 8760 hours per malfunctioning device for leak duration
- Operator produces dry gas with a 98% CH<sub>4</sub> Fraction and 0% VOCs
- Conversions performed at standard conditions, 60 °F and 14.7 psia.



Proposed – ''Eq. W-1A''	$E_{s,i} = \sum_{t=1}^{3} Count_t * EF_t * GHG_i * T_t $ (Eq. W-1A)
	10,000 devices x 8.8 scf/hr/device x 0.98 CH4 % x 8760 hours = 755,462,400 scf CH <sub>4</sub> emissions
	$\begin{aligned} & \textit{Mass}_i = \textit{E}_{s,i} * \rho_i * 10^{-3} & (Eq. W-36) \\ & \text{Where:} \\ & \text{Mass}_i = GHG_i (either CH_4, CO_2 \text{ or } N_2 0) \text{ mass emissions in metric tons.} \\ & E_{s,i} = GHG_i (either CH_4, CO_2, \text{ or } N_2 0) \text{ volumetric emissions at standard conditions, in cubic feet.} \\ & \rho_i = \text{Density of GHG}_i. \text{ Use } 0.0526 \text{ kg/ft}^3 \text{ for } CO_2 \text{ and } N_2 0, \text{ and } 0.0192 \text{ kg/ft}^3 \text{ for } CH_4 \text{ at } 60 ^\circ \text{F and } 14.7 \text{ psia.} \end{aligned}$
	755,462,000 scf CH4 * 0.0192 kg/ft <sup>3</sup> * 0.001 mt/kg = 14,505 mt CH <sub>4</sub>
Proposed – ''Eq. W-1B''	$E_{i} = GHG_{i} * \left[ \left( 24.1 * \sum_{z=1}^{x} T_{z} \right) + \left( 0.3 * Count * T_{avg} \right) \right] $ (Eq. W-1B)
One OOOOa compliant LDAR survey per annum, leak durations of 8,760 hours	0.98 CH4 % x [(24.1 scf/hr/device x 100 leaking devices x 8760 hours) + (0.3 scf/hr/device x 9,900 non-leaking devices x 8760 hours)] = 46,186,224 scf CH <sub>4</sub> emissions
	$\begin{aligned} & \textit{Mass}_i = E_{s,i} * \rho_i * 10^{-3} & (Eq. W-36) \\ & \text{Where:} \\ & \text{Mass}_i = GHG_i \text{ (either CH}_4, CO_2 \text{ or } N_2 0) \text{ mass emissions in metric tons.} \\ & E_{s,i} = GHG_i \text{ (either CH}_4, CO_2, \text{ or } N_2 0) \text{ volumetric emissions at standard conditions, in cubic feet.} \\ & \rho_i = \text{Density of GHG}_i \text{ Use } 0.0526 \text{ kg/ft}^3 \text{ for CO}_2 \text{ and } N_2 0, \text{ and } 0.0192 \text{ kg/ft}^3 \text{ for CH}_4 \text{ at } 60 \text{ "F and } 14.7 \text{ psia.} \end{aligned}$
	46,186,224 scf CH4 * 0.0192 kg/ft <sup>3</sup> * 0.001 mt/kg = 887 mt CH <sub>4</sub>

Proposed – "Eq. W-1B"	$E_{i} = GHG_{i} * \left[ \left( 24.1 * \sum_{r=1}^{x} T_{z} \right) + \left( 0.3 * Count * T_{avg} \right) \right] $ (Eq. W-1B)					
Four OOOOa compliant LDAR surveys per annum, leak durations of	0.98 CH4 % x [(24.1 scf/hr/device x 100 leaking devices x 2190 hours) + (0.3 scf/hr/device x 9,900 non-leaking devices x 8760 hours)] = 30,669,198 scf CH <sub>4</sub> emissions					
2,190 hours	$Mass_i = E_{s,i} * \rho_i * 10^{-3}$ (Eq. W-36)					
FOR ILLUSTRATION ONLY	Where: Mass <sub>i</sub> = GHG <sub>i</sub> (either CH <sub>4</sub> , CO <sub>2</sub> or N <sub>2</sub> O) mass emissions in metric tons. E <sub>3</sub> = GHG (either CH <sub>4</sub> , CO <sub>2</sub> or N <sub>2</sub> O) volumetric emissions at standard conditions, in cubic feet. p <sub>i</sub> = Density of GHG, Use 0.0526 kg/ft <sup>3</sup> for CO <sub>2</sub> and N <sub>2</sub> O, and 0.0192 kg/ft <sup>3</sup> for CH <sub>4</sub> at 60 °F and 14.7 psia. <b>30,669,198 scf CH4 * 0.0192 kg/ft<sup>3</sup> * 0.001 mt/kg = 589 mt CH</b> <sub>4</sub>					
emissions associate	on the scenario above, current GHGRP requirements ("Eq. W-1") overstate methane d with intermittent-bleed pneumatic devices by approx. 35% compared to proposed e 1 ("Eq. W-1A") and by approx. 96% compared to proposed GHGRP alternative 2					
	k rate was assumed AND quarterly LDAR surveys were performed, such that all leak 90 hours vs. the default of 8,760 hours, GHG emissions would be overstated by approx.					

97.4% when using proposed GHGRP alternative 2 ("Eq. W-1B").

The approximately 1,500 locations in this example are most analogous to "medium model plants" as that term is used in EPA's cost-effectiveness analysis, and virtually none of the locations has access to grid power. As such, based on EPA's projected cost estimates, this operator would have an initial total capital investment ("TCI") in the range of \$57,661,500 to \$180,000,000 to reduce 887 mt of methane emissions per year. Using the EPA's total annual cost ("TAC") projections and a 15-year equipment life span, the cost per ton of methane reduced would be in the range of \$4,681 to \$23,819, which is well outside of EPA's reasonableness threshold of \$1,970/ton of methane reduced.

This example is one of many across the Oil and Gas Industry which demonstrates that EPA is well aware current GHGRP rules and associated mandated calculation methodologies, significantly overstate emissions for intermittent-bleed pneumatic devices. Yet, EPA largely utilized historical data from its GHGRP as the basis for policy development, such as the requirements in NSPS Subpart OOOOb and EG Subpart OOOOc, which will require the Oil and Gas Industry, amongst other things, to transition to zero-emitting pneumatic devices as the BSER.

EPA's cost-effectiveness analysis and determinations for this BSER are also based on the same historical GHGRP data and are therefore inaccurate. In fact, when comparing the calculated

methane emissions from the example above, utilizing proposed "Eq. W-1B", almost none of the proposed methods in EPA's cost-effectiveness evaluation for new sources are reasonable and NONE are reasonable for existing sources. And, this also assumes that the cost estimates used by EPA in the analysis are accurate and right-sized for the entire industry – which is almost certainly not the case. A comparison of the EPA's cost-effectiveness determinations, for both new sources and existing sources, compared to determinations utilizing proposed GHGRP revisions for pneumatic controller emissions calculations, based on the Producer Associations member scenario above, is provided below.

Table 28	(FR p.74768) v. IPA	Member Example	Using "Eq. W-1A" v. IF	PAA Member Example	Using "Eq. W-1B"	
		Single	Pollutant (Methane)			
	Table 25 (F	R p. 74762)	IPAA Member Scenario Using "Eq. W-1A"		IPAA Member Scenario Using "Eq. W-1B"	
Segment/model plant	Cost effectiveness <sup>a</sup> (\$/ton methane reduced)	Reasonable? (Y/N)	Cost effectiveness <sup>b</sup> (\$/ton methane reduced)	Reasonable? (Y/N)	Cost effectiveness <sup>c</sup> (\$/ton methane reduced)	Reasonable? (Y/N)
Production:						
Small—Electric controllers—grid	\$ 162	Y	\$ 131	Y	\$ 2,147.69	N
Small—Electric controllers—solar	\$ 238	Y	\$ 192	Y	\$ 3,134.16	N
Small—Compressed air—grid	\$ 1,969	Y	\$ 1,600	Y	\$ 26,169.67	Ν
Small—Compressed air—generator	\$ 2,673	N	\$ 2,172	N	\$ 35,524.24	N
Medium—Electric controllers—grid	\$ 96	Y	\$ 83	Y	\$ 1,351.47	Y
Medium—Electric controllers—solar	\$ 167	Y	\$ 145	Y	\$ 2,366.12	Ν
Medium—Compressed air—grid	\$ 1,062	Y	\$ 918	Y	\$ 15,019.73	N
Medium—Compressed air—generator	\$ 1,187	Y	\$ 1,027	Y	\$ 16,789.74	N
Large—Electric controllers—grid	\$ 62	Y	\$ 53	Y	\$ 873.73	Y
Large—Electric controllers—solar	\$ 130	Y	\$ 112	Y	\$ 1,839.35	Y
Large—Compressed air—grid	\$ 593	Y	\$ 513	Y	\$ 8,394.02	N
Large—Compressed air—generator	\$ 780	Y	\$ 674	Y	\$ 11,028.75	Ν
<sup>a</sup> For the production and processing segments Note that the consideration of savings does no						t consider these savings.

<sup>b</sup> Based on 1.45 tpy methane emissions per intermittent bleed pneumatic device from IPAA Member Scenario using proposed "Eq. W-1A" for 10,000 intermittent-bleed pneumatic devices, 98% methane fraction and default 8760 operating hours. Intermittent-bleed pneumatic controller counts per model plant match counts from Table 23 (FR p. 74761) - 4 per small model plant, 8 per medium model plant and 20 per large model plant.

<sup>c</sup> Based on 0.09 tpy methane emissions per intermittent bleed pneumatic device from IPAA Member Scenario using proposed "Eq. W-1B" for 10,000 intermittent-bleed pneumatic devices, 98% methane fraction, default 8760 operating hours, 1% malfunctioning ("leaking") rate, 1 0000a compliant LDAR survey per annum and default 8760 hours leaking time. Intermittent-bleed pneumatic controller counts per model plant match counts from Table 23 (FR p. 74761) - 4 per small model plant, 8 per medium model plant and 20 per large model plant.

Reasonableness determination based on a cost of \$1970/ton methane reduced as specified in Supplemental Proposed Rule (FR p. 74718)

		Single P	ollutant (Methane)			
	Table 28 (FR p. 74768)		IPAA Member Scenario Using "Eq. W-1A"		IPAA Member Scenario Using "Eq. W-1B"	
Segment - model plant	Cost effectiveness <sup>a</sup> (\$/ton methane reduced)	Reasonable? (Y/N)	Cost effectiveness <sup>b</sup> (\$/ton methane reduced)	Reasonable? (Y/N)	Cost effectiveness <sup>c</sup> (\$/ton methane reduced)	Reasonable? (Y/N
Production Segment:						
Small—Electric controllers—grid	\$ 195	Y	\$ 232	Y	\$ 3,790.87	N
small—Electric controllers—solar	\$ 255	Y	\$ 304	Y	\$ 4,963.36	N
Small—Compressed air—grid	\$ 1,524	Y	\$ 1,811	Y	\$ 29,611.05	N
mall—Compressed air—generator	\$ 2,225	N	\$ 2,643	N	\$ 43,227.17	N
ledium—Electric controllers -grid	\$ 158	Y	\$ 167	Y	\$ 2,728.30	N
ledium—Electric controllers—solar	\$ 227	Y	\$ 239	Y	\$ 3,900.79	N
ledium—Compressed air—grid	\$ 918	Y	\$ 966	Y	\$ 15,801.86	N
ledium—Compressed air—generato	\$ 1,153	Y	\$ 1,214	Y	\$ 19,849.21	N
arge—Electric controllers -grid	\$ 136	Y	\$ 128	Y	\$ 2,090.76	N
arge—Electric controllers—solar	\$ 208	Y	<b>\$</b> 196	Y	\$ 3,202.37	N
arge—Compressed air—grid	\$ 603	Y	\$ 567	Y	\$ 9,272.27	N
arge—Compressed air—generator	\$ 836	Y	\$ 786	Y	\$ 12,849.49	N
For the production segment, the owners a nat the consideration of savings does not i Based on 1.45 tpy methane emissions per raction and default 8760 operating hours. nd 20 per large model plant.	mpact whether the cost eff	fectiveness of any of th ic device from IPAA Mer	ese options falls within the mber Scenario using propo	ranges considered reaso sed "Eq. W-1A" for 10,000	nable by the EPA. intermittent-bleed pneumati	c devices, 98% metha

Comparison of Existing Source Cost Effectiveness for Pneumatic Controller Systems Not Driven By Natural Gas (Production Segment Only)

counts per model plant match counts from Table 26 (FR p. 74767) - 4 per small model plant, 8 per medium model plant and 20 per large model plant.

Reasonableness determination based on a cost of \$1970/ton methane reduced as specified in Supplemental Proposed Rule (FR p. 74718)

This cost-effectiveness comparison, albeit based on one Producer Associations' member's operations, demonstrates that the proposed one-size-fits-all regulations, in fact, do not fit all and importantly do not satisfy the EPA's obligation to ensure promulgated rules are cost effective in reducing methane emissions.

## C. Producer Associations Propose Alternatives to Unsupported "Zero-Emitting" Standard.

The Producer Associations recommend that EPA withdraw the current "one-size fits all" BSER of zero-emitting pneumatic controllers and pumps across the board, and consider the following BSER alternatives:

- New, Modified, or Reconstructed sources subject to proposed NSPS OOOOb:
  - Continuous-bleed Pneumatic Controllers (low and high bleed):
    - Required to be zero-emitting, consistent with current proposed BSER, if the BSER is determined to be "reasonable" based on a cost-effectiveness analysis performed by the operator of affected facilities. Reasonableness threshold of \$1,970/ton methane emissions reduced or less.

OR

- If zero-emitting BSER is determined to be unreasonable/not cost effective, emissions must be routed to a control device with a

destruction efficiency of at least 95%. All existing and proposed requirements for destruction devices would apply.

- Intermittent-bleed Pneumatic Controllers:
  - Required to be zero-emitting, consistent with current proposed BSER, if the BSER is determined to be "reasonable" based on a cost-effectiveness analysis performed by the operator of affected facilities. Reasonableness threshold of \$1,970/ton methane emissions reduced or less.

OR

 If zero-emitting BSER is determined to be unreasonable/not cost effective, and a control device with a destruction efficiency of at least 95% is currently available onsite, emissions must be routed to the control device. All existing and proposed requirements for destruction devices would apply.

OR

 If zero-emitting BSER is determined to be unreasonable/not cost effective, and no control device is currently available onsite, intermittent-bleed pneumatic devices required to be managed as part of proposed fugitive emissions requirements in Subpart OOOOb, including leak detection surveys, timely repairs, verifications, etc.

Pneumatic Pumps:

Required to be zero-emitting, consistent with current proposed BSER, if the BSER is determined to be "reasonable" based on a cost-effectiveness analysis performed by the operator of affected facilities. Reasonableness threshold of \$1970/ton methane emissions reduced or less.

### OR

- If zero-emitting BSER is determined to be unreasonable/not cost effective, emissions must be routed to a control device with a destruction efficiency of at least 95%. All existing and proposed requirements for destruction devices would apply.
- Existing sources subject to proposed EG Subpart OOOOc:
  - Continuous-bleed Pneumatic Controllers (low and high bleed):
    - Required to be zero-emitting, consistent with current proposed BSER, if the BSER is determined to be "reasonable" based on a cost-effectiveness analysis performed by the operator of affected facilities. Reasonableness threshold of \$1,970/ton methane emissions reduced or less.

OR

 If zero-emitting BSER is determined to be unreasonable/not cost effective, and a control device with a destruction efficiency of at least 95% is currently available onsite, emissions must be routed to the control device. All existing and proposed requirements for destruction devices would apply.

#### OR

- If zero-emitting BSER is determined to be unreasonable/not cost effective, and no control device is currently available onsite, pneumatic devices required to be managed as part of proposed fugitive emissions requirements in EG Subpart OOOOc, including leak detection surveys, timely repairs, verifications, etc.
- Intermittent-bleed Pneumatic Controllers:
  - Required to be managed as part of proposed fugitive emissions requirements in EG Subpart OOOOc, including leak detection surveys, timely repairs, verifications, etc.

OR

 Emissions routed to a control device with a destruction efficiency of at least 95%. All existing and proposed requirements for destruction devices would apply.

OR

- Zero-emitting, consistent with current proposed BSER
- Pneumatic Pumps:
  - Required to be managed as part of proposed fugitive emissions requirements in EG Subpart OOOOc, including leak detection surveys, timely repairs, verifications, etc.

OR

 Emissions routed to a control device with a destruction efficiency of at least 95%. All existing and proposed requirements for destruction devices would apply.

OR

- Zero-emitting, consistent with current proposed BSER.

The Producer Associations acknowledge that the proposed alternatives above include options to route emissions from natural gas-drive pneumatic controllers and pumps to existing or new control devices, which EPA specifically indicates that it considers to be a "viable option to achieve emission reductions", but due to the significance of emissions from this source, ultimately concluded this option was inappropriate. See excerpt from the FR below:

Several commenters requested that the EPA include an option to collect the emissions from natural gas-driven controllers and route them to a flare or combustion device that achieves 95 percent reduction in methane and VOC.

These comments stated that in many situations, an onsite control device already exists and that using it would be a cost-effective method of achieving significant emission reductions.

The EPA acknowledges that this is a viable option to achieve emission reductions from natural gas-driven pneumatic controllers. However, as discussed above, we have determined that BSER for pneumatic controllers is use of one of the several types of controllers that have zero methane and VOC emissions. Thus, routing to an existing control device (i.e., achieving 95 percent reduction) would result in a less stringent standard than the BSER. In the 2021 Inventory of U.S. Greenhouse Gas Emissions and Sinks (GHGI), the estimated methane emissions for 2019 from pneumatic controllers were 700,000 metric tons of methane for petroleum systems and 1.4 million metric tons for natural gas systems. These levels represent 45 percent of the total methane emissions estimated from all petroleum systems (i.e., exploration through refining) sources and 22 percent of all methane emissions from natural gas systems (i.e., exploration through distribution). While we recognize that these emissions include emissions from existing sources, it is clear that pneumatic controllers represent a significant source of methane and VOC emissions. Allowing an option that results in 5 percent more emissions would be a quite significant increase.

## 87 FR 74765.

As demonstrated, in detail, by Producer Associations comments above, this stance from the EPA is misleading, mischaracterized, and inaccurate, at best AND willfully exaggerates emissions from pneumatic devices with clear undertones of a political agenda, at worst. As evidenced by the EPA's proposed revisions to its own GHGRP program rules, specifically those related to pneumatic device emission calculation methodologies in Subpart W, EPA acknowledges that historical GHG inventories, including those from the 2021 GHGI for 2019 emissions, are significantly overstated. Overstated by approximately 35% at least and over 90% or more at most for intermittent-bleed pneumatic devices, which represent a majority of the pneumatic devices in operation within the petroleum and natural gas system segments today. As such, a 5% difference in emission reduction by allowing the use of existing or new control devices is hardly a "significant increase" and should absolutely be an acceptable alternative BSER.

### D. Producer Associations Responses to Specific Requests to Pneumatic Issues.

- Now that the EPA is proposing in this supplemental proposal to define the affected facility as the collection of natural gas-driven continuous bleed and intermittent vent controllers at a site, the EPA solicits comment on the proposed changed definition. 87 FR 74756.
  - The Producer Associations support this proposal opposed to defining each individual natural gas-driven pneumatic device as an affected facility.
  - Shared Sites: Assuming EPA proceeds to describe the collective of all controllers at a site as the "affected facility," it must revise its proposed regulatory text to make clear that regulated entities will not be responsible for equipment that they neither

own nor operate at shared production sites. As proposed, "modification" and "reconstruction" of a pneumatic controller affected facility can be triggered by installation of new pneumatic controllers at a "site."<sup>7</sup> The term "site" is undefined and creates uncertainty where, as is common, multiple companies operate in close proximity. Owners and operators cannot be responsible for equipment over which they have no control. EPA should revise the definition of "pneumatic controller affected facility" to read: "Each pneumatic controller affected facility, which is the collection of natural gas-driven pneumatic controllers that you own or operate at a well site, centralized production facility, onshore natural gas processing plant, or a compressor station." EPA should then replace references to "site" in the relevant definitions of modification<sup>8</sup> and reconstruction<sup>9</sup> with "pneumatic controller affected facility." EPA must also revise its proposed regulations for pneumatic pump affected facilities,<sup>10</sup> consistent with the foregoing. A similar clarification should be considered for all sections of the rule, so that it is made completely clear that the owner or operator is responsible only for the collectives of equipment that it owns at a site, even though a "site" might comprise equipment that is under separate ownership and control. This includes but is not limited to (1) the "affected facility" for fugitive emission control purposes, which, like "pneumatic controllers," is defined by refence to the totality of equipment at a site, and (2) the Super emitter response program, which purports to impose obligations on a site, when it need to be clear that the obligations are imposed on the owner or operator of the individual equipment item that is responsible for any alleged super-emitting event.

- Modification: Also consistent with the above discussion, EPA should revise its proposed definition of modification for pneumatic controller affected facilities to require an actual increase in emissions.<sup>11</sup> Under the NSPS program, a "modification" that converts an existing facility into a new facility requires not only a physical or operational change, but also a corresponding increase in emissions.<sup>12</sup>
- EPA solicits comment on this proposed two-year rolling aggregation period for all continuous programs of pneumatic controller and pneumatic pump replacement (see Section IV.E.b.i. for a discussion of proposing the same approach for determining reconstruction for pneumatic pumps). EPA is particularly interested in comments regarding whether this approach will make it easier for owners and operators to determine reconstruction at their sites, whether using a set timeframe is reasonable and feasible to put into practice, whether two years is an appropriate timeframe, and whether a rolling basis for the two-year timeframe is a reasonable calculation (for example, see Scenario 5 below). EPA is also interested in understanding how frequently controllers and pumps are typically replaced. 87 FR 74758.

- <sup>10</sup> See Proposed § 60.5365b(h).
- <sup>11</sup> Proposed § 60.5365b(d)(1).
- <sup>12</sup> See 40 C.F.R. § 60.14(a).

<sup>&</sup>lt;sup>7</sup> See Proposed § 60.5365b(d).

<sup>&</sup>lt;sup>8</sup> Proposed § 60.5365b(d)(1).

<sup>&</sup>lt;sup>9</sup> Proposed § 60.5365b(d)(2).

- The Producer Associations support the concept of a fixed two-year aggregation period, but NOT a rolling two-year period. The administrative burden of keeping-up with a rolling two-year period outweighs the benefits of the approach.
- EPA specifically solicits comments on whether the two-year timeframe should be implemented on a rolling basis or as a discrete time period. 87 FR 74758.
  - See comments above, the Producer Associations support a fixed two-year time period.
- EPA is specifically requesting more detailed information on the use of generators at sites without access to the grid to power pneumatic controllers, primarily to power instrument air systems. EPA is also interested in receiving more information on the costs associated with this equipment. Table 24 provides the updated pneumatic controller systems not driven by natural gas costs. This table also provides the costs from the November 2021 analysis for comparison. 87 FR 74762.
  - Consistent with the Producer Associations' comments above, a "one-size fits all" approach to cost estimates does not accurately represent the costs for any of the methods that could be used to achieve "zero-emitting" pneumatics, including generators at locations without access to grid power. The Producer Associations recommends that the agency allow operators of affected facilities to perform their own cost-effectiveness evaluations specific to their equipment, geographic location, and other unique operational complexities. The problem is acknowledged for Alaskabased sites, but the same issues of remoteness can affect almost every basin in which domestic production occurs. Providing relief only for one state is of questionable legality and fairness.
- We are interested in information to support this understanding that routing emissions from pneumatic controllers to a process achieves a 100 percent reduction in emissions. 87 FR 74763.
  - The Producer Associations agrees that routing emissions from natural gas-driven pneumatic devices back to a process is one method of achieving the zero-emitting BSER proposed. That said, as supported in detail within our comments above, Producer Associations disagrees that this BSER is reasonable, across the board, from a cost-effectiveness perspective.
- EPA is interested in information that may dispute the conclusion that there is a technically feasible option that does not emit methane or VOC available for all sites in all segments. 87 FR 74766.
  - See Producer Associations' comments above, while there may be technically
     "possible" ways to achieve the zero-emitting BSER for natural gas-driven pneumatic
     devices at all site and across all segments, there are many instances where it is
     absolutely NOT feasible...especially when you consider the inflated estimate of
     emissions from intermittent-bleed pneumatic devices that the agency used in its cost effectiveness evaluations.

- As a result, EPA is particularly interested in understanding whether there are site characteristics that would make every zero-emitting option (electric controllers powered by the grid or by solar power; instrument air systems powered by the grid, a generator, or by solar power; collecting the emissions and routing them to a process; self-contained controllers, etc.) technically infeasible at the site. 87 FR 74766.
  - There are many characteristics that could cause every zero-emitting option to be infeasible at a site. One example is that the actual emissions from devices at a site are much lower than the overstated emissions EPA used in its cost-effectiveness determinations.

## V. SUPER-EMITTER RESPONSE PROGRAM

The Producer Associations support the establishment of a program where owners/operators of well sites and other sources of methane can be made aware of malfunctions or other events that do not represent normal operations where emissions of methane and/or VOCs are occurring at a rate not designed or anticipated – a so-called "super-emitter" event. The Producer Associations understand the benefit of identifying and addressing malfunctioning or broken equipment resulting in emission rates to the atmosphere that do not represent normal operating conditions. Characterizing, perhaps sensationalizing, these events, and by association, the owners/operators, as a "Super Emitter" seems unnecessary. Instead of "super emitter," EPA could consider whether it would be more accurate and less charged to refer to the "event" (as opposed to implying an entity responsible), as an Unexpected Significant Release ("USR").

## A. Producer Associations Seek Clarification on Purpose of "SERP".

EPA needs to unequivocally state they are not deputizing third parties to enforce the CAA. EPA needs to unequivocally state that the information/data submitted by third parties will not be the basis for enforcement action by state or federal regulators. Congress has spoken as to when third parties can engage in enforcement of the CAA and the process is set forth in Section 304 of the CAA. Noting in Section 111 of the CAA hints at utilizing third parties to provide regulators data to serve as the basis for enforcement of the CAA. Clarity on this issue from EPA would benefit all stakeholders.

## B. EPA Should Hold Third Parties to Same Standards as Owners/Operators.

Without any justification or analysis, EPA deemed three detection methodologies for identification of super-emitter emissions events: remote-sensing aircraft, mobile monitoring platforms, or satellite. "Third-party notifier(s)" would need to apply/demonstrate to EPA that they possess the technical expertise to utilize the detection methodologies and EPA would maintain a list of approved qualified third-party notifiers. EPA solicited comments on approval criteria. Producer Associations recommend that the criteria for third-party notifiers be as stringent and equivalent to the criteria required of owners/operators submitting data to state or federal regulators to demonstrate compliance with applicable standards, e.g., results/data certified by a professional engineer or appropriate in-house professional.<sup>13</sup> Additionally, EPA

<sup>13</sup> The results/data submitted by the third party need to be certified by a professional engineer or another qualified individual with relevant experience. Said individual should be required to provide a certification as to the accuracy

should not simply deem these three detection methodologies sufficient/adequate/warranted without input from the general public and/or stakeholders. EPA should provide their basis and justification for these methodologies for the general public to evaluate, instead of simply picking three methodologies and asking the general public/stakeholders for the criteria – the "burden of proof" should be on EPA to demonstrate these methodologies are appropriate, not the other way around.

## C. EPA Must Be the "Gatekeeper" Regarding Submitted Information.

EPA must be the "gatekeeper" and control the process of disseminating information submitted by third-party notifiers. EPA's proposal to almost immediately post "data" associated with alleged super-emitter events on a publicly available website without any validation by EPA is unwarranted and reckless – subjecting owners/operators to conviction by the court of public opinion before any effort is made by regulators to determine the validity of the data submitted. Validating the data and attributing the emissions to a particular source and whether the emissions represent a super-emitter event is not an easy undertaking. Issues not addressed by EPA's proposal include:

- How does the third-party notifier and/or EPA pinpoint the source and to the extent, how do they identify who owns or has responsibility for the source?
- How does the third-party notifier and/or EPA know what regulations, in any, apply to the "source" in question if the "source" is not an affected facility or designated facility, Section 111 is not violated?
- How does the third-party notifier and/or EPA know the emissions are a function of a leak or malfunction versus a permitted process which allows emissions to be vented or released for a period of time?
- EPA needs to evaluate the accuracy and sufficiency of the data submitted validated against the same standards and conditions required by owners/operators when demonstrating compliance with emissions standards/limits.

# D. EPA's Definition of |"Super-Emitter" Event is Insufficient.

EPA's definition of a super-emitter event, i.e., 100kg/hour is problematic on a number of fronts. From a basic engineering perspective, the measuring units are not typical/utilized by the industry. Additionally, the basis for this threshold is unclear as EPA has identified significantly different thresholds as super emitting events in other regulatory programs.<sup>14</sup> EPA fails to justify or explain the inconsistencies. Of much greater concern is EPA's lack of discussion associated with duration and frequency or repeatability of emissions emitted at the triggering rate. Will one "fly-by" measurement extrapolated out to an hour be sufficient to trigger EPA's requirements on owners/operators? If EPA is using an hourly based emissions rate, and it would seem unlikely

of the data that is equivalent to, if not the same as, that required of professional engineers or other qualified individuals are required in other sections of this Supplemental Proposal.

<sup>&</sup>lt;sup>14</sup> 87 Fed. Reg. 36920, 36982 (June 21, 2022).

that a shorter time would be sensible, then data taken to identify the super-emitter incident is both of that duration and persistence. For example, measurements must be longer than one hour such as either multiple hours over a single day or hourly over more than one day. Past history of data collection using the methods EPA has identified for this program have generated not just hourly emissions but annual emissions based on data taken for ten minutes or less. This type of short duration data collection must not be allowed. The burden of proof that the source is emitting at a rate of 100kg/hour needs to be on the third-party notifier – a snapshot in time is not sufficient. EPA should establish criteria for the third party to demonstrate that there is some reasonable likelihood that there is potential event at the facility such that excessive rates of methane are occurring for an extended period of time. Examples of requirements that EPA could require include, but are not limited to, continuous actual measurement for a period of time or repeated snap-shot measurements, periodically, over a period of period, e.g., three measurements separated by 12-hour intervals.<sup>15</sup>

## E. EPA Fails to Reflect the True Cost of the Proposed SERP.

EPA's leniency with regard to third-party notifiers submitting inaccurate information skews EPA's "cost-effectiveness"/BSER analysis. First off, requiring a third party submitting inaccurate information three times at the same source/location before a third-party notifier loses its certification is unacceptable. "Three-strikes and you're out" is not appropriate when you are dealing with existing sources, often operated by small business. Who is going to compensate the owner/operator for the costs associated with conducting a root cause analysis (a concept not defined or described by EPA in its proposal), when it is determined that the third-party notifier made a mistake? EPA fails to account for the costs associated with the SERP when the third party gets the data wrong. To suggest that a third-party notifier can submit an owner/operate to the expenses associated with the SERP three times, with no ramifications to the third-party notifier is simply unfair. The Producer Associations suggest that third-party notifiers post a bond sufficient to cover the cost associated with an owner/operator responding to the SERP. If the third-party's data is inaccurate, the bond is released to the owner/operator and the third-party notifier is required to post twice the bond amount which would be released to the next owner/operator if/when the next time the third-party notifier wrongly accuses an owner operator of a super-emitter event. If EPA is insistent on requiring "three strikes", then the bond should be tripled after the second erroneous submittal. The third-party notifiers need to have skin in the game and owner/operators need to be compensated for erroneous submittals.

Related to EPA's leniency to reporting inaccurate/false information and removing third-party notifier's certification, third-party notifiers that violate federal, state or local ordinances in the attempt to gather information/data on alleged super-emitter events should have their certifications revoked for no less than a year and the particular third-party notifier and any/all affiliates should be prohibited from the ability to allege future super-emitter events at the underlying source/facility.

<sup>&</sup>lt;sup>15</sup>The cost of multiple flights/verification should not be a consideration as EPA does not consider the costs of flights associated with advanced methane detection technologies.

## VI. ADVANCED METHANE DETECTION TECHNOLOGIES

The Producer Associations support EPA's efforts to provide owner/operators additional flexibility by proposing to incorporate advanced technologies as a regulatory option. The Producer Associations support the use of a matrix that takes into consideration inspection frequency and minimum detection sensitivity. The Producer Associations are strongly supportive of EPA's consideration of compliance mechanisms in lieu of required surveys using only OGI, Method 21, and/or AVO. Technologies on the market today such as aerial screening and monitoring technologies are capable of detecting fugitive emissions from affected sources as well as periodic surveys using OGI or Method 21. In certain instances, aerial technologies can detect certain types of emissions that OGI has missed.

The Producer Associations are concerned that, like the four categories for well sites and associated monitoring, EPA's matrix is too restrictive to be of real benefit to the Oil and Gas Industry. The Producer Associations appreciate EPA's willingness to adopt a matrix approach, but as proposed will likely be of limited benefit – the concept is sold, but the implementation falters.

The Producer Associations are not in a position, at this point, to opine on EPA's use of FEAST modeling to demonstrate equivalency with the statutory requirement of BSER. The Producer Associations encourage EPA to continue to consider/accept other models. Consistent with the Oil and Gas Industry's position that EPA should not regulatory lock in a particular technology, like OGI, EPA should retain flexibility to encourage innovation. As part of this update for the Final Rule, we recommend EPA also consider whether additional combinations of detection limits and sample frequency detections can enable a broader range of technologies if they can demonstrate equivalency to EPA's determined BSER. For example, EPA could include additionally frequencies and combinations of technologies to encourage the deployment of technologies that can demonstrate equivalency with BSER.

Three more targeted recommendations relate to common sense revisions to the use of OGI for "follow-up" survey requirements, as recommended by Pioneer Natural Resources:

- 1. Change the full-site follow-up OGI survey requirement to a follow-up OGI survey only over the spatial extent corresponding to the verified localization performance of the detection technology.
- 2. Exclude from the follow-up OGI survey requirement those emission sources corresponding to normal permitted (i.e., allowable) operating process emissions or emission events that are otherwise confirmed to no longer exist.
- 3. If any degree of OGI follow-up remains a requirement, a leak detected with aerial technology must be confirmed by a second fly over pass before it is deemed an actionable event that triggers the follow up.

## VII. COMMENTS ON GUIDELINES FOR STATES AND EXISTING SOURCES

As a part of the Subpart OOOOc proposal, EPA includes a framework of the application of Section 111(d) for oil and natural gas production facilities. Separately, after this proposal, EPA

has released a separate proposal revising its Section 111(d) implementing regulations. These two proposals need to be assessed together because EPA has indicated that for those issues not directly addressed in the Subpart OOOOc proposal, the provisions of the general regulations would apply. This creates an immediate problem because they are two different proposals on different completion schedules. Regardless, there are issues that must be addressed.

The intent of Congress in crafting Section 111(d) was to create a program to fill the potential gaps regulating existing sources of emissions when new source regulations were created for pollutants that were neither criteria pollutants nor hazardous air pollutants, both of which have existing source provisions. Because Section 111(d) was written long before EPA decided to regulate GHG, it did not envision a circumstance where there would be a million existing sources to address. This difference is substantial regarding the structure of state programs and the structure of EPA's Section 111(d) requirements. Some of these issues are inherent in the challenges of regulating so many sources; others result from EPA putting its thumb on the balance to limit state options.

There are several elements of the EPA proposal that are designed to maintain control by EPA and limit states. It begins with something as simple as the definition of "satisfactory" in the context of approving state plans that provide for less stringent regulations of sources based on Congress providing that:

Regulations of the Administrator under this paragraph shall permit the State in applying a standard of performance to any particular source under a plan submitted under this paragraph to take into consideration, among other factors, the remaining useful life of the existing source to which such standard applies.

EPA has characterized the authority to consider RULOF. As EPA notes: CAA Section 111(d)(2)(A) authorizes the EPA to promulgate a Federal plan for any state that "fails to submit a satisfactory plan" establishing standards of performance under CAA Section 111(d)(1). Accordingly, the EPA interprets "satisfactory" as the standard by which the EPA reviews state plan submissions. Consequently, EPA presents this strained assessment of the definition of "satisfactory":

Additionally, while states have discretion to consider RULOF under CAA section 111(d), it is the EPA's responsibility to determine whether a state plan is "satisfactory," which includes evaluating whether RULOF was appropriately considered. The relevant dictionary meaning of "satisfactory" is "fulfilling all demands or requirements." The American College Dictionary 1078 (C.L. Barnhart, ed. 1970). Thus, the most reasonable interpretation of a "satisfactory plan" is a CAA section 111(d) plan that meets the applicable conditions or requirements, including those under the implementing regulations that the EPA is directed to promulgate pursuant to CAA section 111(d), including the provisions governing the application of RULOF.

Why EPA has chosen this particular 1970 dictionary as the relevant dictionary is mysterious. Other contemporary dictionaries such as the 1975 American Heritage Dictionary define "satisfactory" as "giving satisfaction; sufficient to meet a demand or requirement; adequate".

The contemporary Merriam-Webster Online Dictionary definition is "adequate". The Oxford American English Dictionary Online definition is "good enough for a particular purpose". Given this substantial difference in definitions, one can only assume that EPA wants to establish a different standard to constrain the state flexibility that Congress chose to establish. Similar issues arise elsewhere in the Section 111(d) proposal.

One of the challenges in analyzing the EPA proposal relates to putting it into a realistic framework. EPA presents its discussion at a largely theoretical level but, since it would apply to oil and natural gas production facilities, it needs to be discussed in that context. The RULOF issues that must be addressed will be related to low production oil and natural gas wells, those producing 15 boe/day or less. This has always been the issue with over 700,000 of these in the United States and thousands in each producing state. The effect of regulation on these facilities will be the most compelling.

## A. EPA's Proposed Application of RULOF is Impractical.

Here is where the RULOF decision making process needs to be considered. EPA proposes in both this rulemaking and the general rulemaking of Section 111(d) that state plans should include source by source decisions on the application of RULOF. Such an approach would be impractical. First, at the same time these individual decisions would be considered, the state would be developing its overall plan and would not know whether EPA would approve it. This is no small matter. As described previously, EPA's framework for its proposal does not track with state regulatory approaches. For example, no state appears to use EPA's component count approach to define well categories for fugitive emissions programs. Similarly, EPA has divided wells sites into different facilities – e.g., pneumatic controllers, pneumatic pumps, storage vessels, and fugitive well sites. If states use different approaches, there is a built in federal state conflict that must be resolved.

Second, EPA proposes that:

...the proposed rule would only allow that cost unreasonableness be considered in a state's demonstration that a source's remaining useful life based on its retirement date reasonably warrants a less stringent standard for the following types of designated facilities: oil wells with associated gas, storage vessels, pneumatic controllers, and pneumatic pumps. A cost unreasonableness determination would not be allowed for any other designated facility types.

87 FR 74823. This is an arbitrary position that reflects EPA's efforts to limit state flexibility. Increasing operating costs for small wells can have a significant impact on their economic viability. Consequently, fugitive emissions requirements or liquids unloading requirements can produce comparable cost unreasonableness, too. This raises a more fundamental question. EPA's approach to assessing RULOF appears driven by the assumption that it applies to facilities that have a predetermined end of life less than the cost recovery period associated with the application of the Subpart OOOOc regulations. If so, states can consider less stringent requirements for the facility until it shuts down – but it must shut down in a finite and prescribed period. This framework, however, ignores the more realistic situation facing low production wells; it is the new Subpart OOOOc requirements that make the facility unconomic and drives it

to shut down. Many low production wells can continue to operate for decades at production rates that may be in the less than 2 boe/day range. They pose minimal methane emissions threats. Federal regulation should not be the cause of their demise and states should have the authority to provide for a regulatory framework that allows their continued operation until their normal end of life. This situation is ignored by the proposed interpretation of RULOF.

Third, if states must make source by source RULOF interpretations, the 18-month schedule to develop state plans will be inadequate. States will need far longer and the more low production wells in a state, the longer it will need to be. EPA needs to create a clear process that would allow states to present a process by which it would assess RULOF for oil and natural gas production facilities in its state and for approval of those processes. States could then get approval for a state plan in a timely manner while making its source by source determinations thereafter.

Fourth, EPA raises then dismisses the possibility of states getting plan approval for a mix of regulations that embrace parts of the Subpart OOOOc proposal and supplementing those elements with other regulations that produce a comparable overall methane management program. However, in its proposed general revisions to Section 111(d), EPA supports programs for compliance flexibility including trading and other mechanisms that provide for state flexibility. EPA should not preclude such options under Subpart OOOOc plan development.

Fifth, EPA seems inordinately concerned that different states could create different RULOF approaches for similar facilities. However, the nature of oil and natural gas production results in different production challenges that do not appear evident from casual comparisons. EPA has observed these differences in its programs and should recognize that they can result in consequences to emissions management and economic implications. As a part of the federal state partnership, EPA must not try to impose uniform regulatory requirements on state plans after the state has addressed the different operations under its jurisdiction.

Sixth, EPA should make the compliance date with these new state regulations based on the approval of the state plans rather than their submission. In its general revisions to the Section 111(d) program, EPA gives itself 12 months to approve state plans. Since states and the regulated community will not know if the state regulations will be approved or whether EPA will be proposing a federal plan until EPA acts, compliance should be based on final EPA action.

In another instance of EPA trying to limit state ability to develop regulatory approaches – including RULOF decisions – EPA proposes that states must use EPA's BSER development approach. However, there is no absolute guarantee that EPA's analytical approach is sound or accurate for every state. Moreover, as shown previously with regard to the fugitive emissions analysis, EPA is so wedded to its component count approach that it distorts results. States may choose to assess issues differently and thereby produce different approaches based on their experience – which in the context of regulating existing sources is far more comprehensive than EPA's experience since its authority is primarily directed at new sources. Perhaps more significantly, EPA has effectively applied its NSPS BSER analysis to its Section 111(d) assessment where existing sources are affected. This transposition of a new source analysis to existing sources fails to follow the Congressional intent evident throughout the CAA that existing sources need to be treated differently than new ones. EPA rather cavalierly concludes

that its new source BSER applies to existing sources without ever making a full analysis. In these regulations applying to oil and natural gas production operations, the Producer Associations has consistently presented information to EPA that the declining nature of oil and natural gas production requires EPA to assess low production wells differently because – at a minimum – the ability of these sources to absorb additional costs differs significantly from new sources. Congress went further than just distinguishing between new and existing sources by adding the RULOF process to address even more unique problems. EPA fails to meet the task demanded of it in addressing existing source BSER and needs to revise its assessments.

### VIII. EPA COMPLIANCE WITH THE ADMINISTRATIVE PROCEDURES ACT ("APA") AND RELATED CAA PROVISIONS IS DUBIOUS

### A. EPA is Forcing an Arbitrary and Unwarranted Rulemaking Timeline.

Many trade associations, including the Producer Associations, individual companies and states requested an extension of the comment period on the Supplemental Proposal. On January 31, 2023, EPA provided a one page letter response that indicated EPA is "not planning to extend the comment period." No justification for the decision was provided. If anything, EPA's letter only provided additional justification for the extension citing "more than 470,000 written comments" and 300 speakers providing testimony during public hearings. As the Producer Associations and others pointed out, there was no statutory deadline or court ordered deadline to finalize rules. Additionally, what was published in the November 15, 2021, Federal Register was not a "proposed rule." At best it was an "advanced notice of proposed rulemaking" characterized as a "proposed rule" to meet a political agenda associated with the 2021 Conference of the Parties to the UNFCC in Glasgow, Scotland. While the Producers Associations are not currently in a position to prove this, they believe it is accurate to state that few if any rule package proposed by EPA has the potential to regulate as many actual/existing sources as EPA's Supplemental Proposal. It is not disputed that the Supplemental Proposal, when finalized, will set in motion the process of controlling approximately one million sources – a large majority of which have not been previous controls. EPA's Supplemental Proposal also will impose a Herculean task on state regulator agencies utilizing antiquated provisions pursuant to Section 111(d). Granted, EPA is proposing to change those regulations as they pertain to the Oil and Gas Industry specifically while simultaneously proposing to make changes more generically for CAA section 111(d) at 40 CFR, Part 60, Subpart Ba.<sup>16</sup> The comment period for that rulemaking closes February 27, 2022. While closing two weeks after the comment period on the Supplemental Proposal "EPA intends to finalize that rulemaking before finalizing this oil and gas rulemaking."<sup>17</sup> While the potential for "moving the goal posts" for states is great, EPA was unwilling to grant states and stakeholders even an additional two weeks to comment and coordinate the close of the comment period on two rulemakings that are clearly related and intertwined. EPA's response to stakeholder's request for additional time was very much akin to a parent's response to a child questioning the parent's directive: "because I said so!" While that

<sup>16</sup> 87 FR 79176 (Dec. 23, 2022).

<sup>17</sup> 87 FR 74813 (Dec. 6, 2022).

may be an acceptable response from parent to child, the Producer Associations question whether such a decision, in and of itself, is not arbitrary and capricious.

# B. EPA Cannot Pick and Choose What Issues are "Open" for Comment in This Unorthodox "Rulemaking" Process.

Another aspect of that Supplemental Proposal that seems peculiar if not contrary to the Administrative Procedure Act is that "EPA is not reopening for comment any aspect described in the November 2021 proposal that the EPA is not proposing to substantively address or update in this supplemental proposal."<sup>18</sup> No legal basis or justification for taking such a position is provided. The Producer Associations question whether EPA can pick and choose what aspects of the November 15, 2021, publication to "reopen" for comment. Such a position would be dubious with a "supplemental proposal" when the original "proposal" actually provided proposed regulatory language. The appropriateness/legality of such position is even more in question when no regulatory language was provided in the original "proposal." How is it not arbitrary and capricious for EPA to tell stakeholders what portions of a "proposal" is or is not open for comment?

## C. EPA Cannot Have it Both Ways.

If EPA persists with its position that it has the authority/ability to choose what portions of a "proposal" are reopened for comment, then EPA should be precluded from responding to comments provided on the original "proposal" that were not addressed in a response to comment document placed in the docket prior to or concurrent with the supplemental proposal or addressed in the supplemental proposal preamble. Various legal and technical arguments were raised by the Producer Associations, other trade associations, and certain states. In the supplemental proposal, EPA has elected to address some of the comments and has failed to address others while also indicating only certain issues would be open for additional comment during the limited 60-day comment period on the Supplemental Proposal. If one were cynical, one could argue that EPA's selective response to comments on the original "proposal" is an effort keep "its power dry" on certain issues and have industry further reveal its positions/arguments via a supplemental proposal to a "proposal" that had no regulatory language in the first place.

## IX. EPA CONTINUES TO NOT UNDERSTAND LIQUIDS UNLOADING

## A. EPA's "Proposal" is an Information Collection Request.

EPA is attempting to use the proposed regulation to significantly increase their understanding of the gas well liquid unloading by including an overly broad and poorly defined affected facility definition and by including wells that do not vent during liquid unloading. EPA defines liquid unloading as: "[1]iquids unloading means the unloading of liquids that have accumulated over time in gas wells which are impeding or halting production."<sup>19</sup> This broad definition will lead to a variety of interpretations concerning which production techniques, among the dozen or so

<sup>19</sup> https://www.epa.gov/system/files/documents/2022-

<sup>&</sup>lt;sup>18</sup> 87 FR 74810 (Dec. 6, 2022).

<sup>11/8510</sup>\_OilandGasClimate\_OOOObRegText\_Supplemental\_20221005.pdf, page 303.

employed in industry, this should apply to. This will lead to poor consistency in the interpretation of what type of production techniques constitute liquid unloading which will create regulatory compliance uncertainty among reporters. EPA acknowledges this by specifically asking the following "EPA has yet to reach a conclusion on whether certain types of liquids unloading events could be an operational change to a well. The EPA is therefore requesting comment on operational scenarios where a well liquids unloading event could constitute a modification." 87 FE 74782.

Furthermore, as previously commented liquid unloading techniques will change over the potential 30 or more years producing life of wells. If venting is required at a particular time in a well's life subsequent techniques may not vent. Put another way, just because a well vents through the application of a certain liquid unloading technique now, future techniques may not vent. For example, the installation of a field wide gas lift system, or the addition of wellhead compression, or the reduction in gathering line pressures may occur in the later phases of well life that may not vent during liquid unloading.

EPA's attempt to use their current definition of liquids unloading for source applicability is ambiguous. Each type of liquid unloading activity may require a unique and thorough assessment to formulate appropriate regulations as potential emission sources. EPA should understand these differences and develop regulations with enough specificity to avoid such ambiguity.

The proposed regulation, as it pertains to wells that do not vent while liquid unloading, seems more like an Information Collection Request than a regulation to control emissions. EPA needs to develop regulations specific to each type of liquid unloading technique and needs to ensure it is consistent with the other forms of regulations associated with the equipment and techniques that could be part of these unloading activities. If EPA requires further understanding of these techniques, they should not use this regulation to acquire such information by requiring significant reporting burdens for activities with no emissions.

### EPA states

[f]urther, since each well liquids unloading operation is conducted based on the site-specific circumstances at the time the operation is planned, the EPA is concerned that a well might fluctuate between falling within and out of the scope of the standards if the standards only applied to well liquids unloading operations that result in vented emissions. Therefore, for ease of implementation to the owner or operator, the EPA is proposing to apply the proposed standards to all well liquids unloading operations regardless of if the operation results in vented emissions.

87 FR 74782. Ease of implementation from a reporter's perspective is certainly questionable. It would be much easier, and more emission focused for the standards to only apply to wells that vent. EPA should develop emission regulations for facilities that vent emissions, not for facilities that would only vent emissions if something goes wrong

or not as planned. In these situations, EPA should develop regulations that would apply then.

EPA should not be attempting to regulate Liquid Unloading Events that do not vent any emissions. Previous comments from the Producer Associations and other trade associations were clear in this regard. "The EPA is, however, specifically requesting further comment and any additional information regarding co-proposed option 2, where standards only apply to wells with well liquids unloading operations that result in vented emissions." 87 FE 74782. This is an overreach as proposed and would be an extreme reporting burden. As detailed in the EPA cited study by Dr. Allen, University of Texas, Environmental Science & Technology, December 9, 2014, *Methane Emissions from Process Equipment at Natural Gas Production Sites in the United States: Liquids Unloadings*, "[s]ome wells with plunger lifts are automatically triggered and unload thousands of times per year." Just a single well with thousands of unloading events per year, this creates a significant reporting burden, and when wells do not vent this reporting should not be required.

# B. Economic Considerations are Not Reflected in the Proposed Regulatory Language.

The Supplemental Proposal acknowledges that economic feasibility can be factored in to determining when is appropriate to utilizing an unloading method that vents to the atmosphere: "[a]dditionally, for wells that utilize methods that vent to the atmosphere, the proposed rule would require: (1) Documentation explaining why it is infeasible to utilize a non-venting method due to technical, safety, or economic reasons."<sup>20</sup> However the proposed regulatory language in the context of record keeping and certification makes no mention of economic feasibility:

I certify that the technical and safety infeasibility justification of needing to use a non-zero emitting liquids unloading method for all liquids unloading events at the well affected facility was prepared under my direction or supervision. Based on my professional knowledge and experience, and inquiry of personnel involved in the infeasibility justification, the certification submitted herein is true, accurate, and complete.<sup>21</sup>

There are limited instances where an engineer or qualified professional would certify "infeasibility" – pour enough money at a particular issues, most technical and/or safety issues can be resolved or are "feasible." The "economic" considerations allowed for the Supplemental Proposal must be included in the rule language for the certification.

Regarding Certification: EPA is proposing the following requirements: (1) Written justification needs to include supporting information justifying why it is infeasible to utilize a non-zero emitting liquids unloading method at the well affected facility due to technical or safety reasons

<sup>&</sup>lt;sup>20</sup> 87 FR 74782.

<sup>&</sup>lt;sup>21</sup> Page 250 of the Proposed Regulatory Text at https://www.epa.gov/controlling-air-pollution-oil-and-natural-gas-industry/epa-issues-supplemental-proposal-reduce.

(e.g., related to a well's operating conditions and reservoir energy with respect to well-bore liquid management) and (2) Technical and safety reasons provided as support need to be certified by a professional engineer or another qualified individual with expertise in liquids unloading operations.

EPA should provide additional supporting documentation about what would be considered acceptable "Written Justification". EPA does not provide a single example of what level of detail a certifier should use, provides no minimum set of requirements, no specific economic input criteria, and has created a level of ambiguity regarding this very exacting statement. Professional Engineers or another qualified individual with expertise in liquids unloading operations will be reluctant to provide such a statement without more specificity about the criteria for such a statement. If EPA cannot provide such detail, there will be considerable challenges within the industry for qualified certifiers and this requirement should therefore be withdrawn.

EPA needs to define more clearly what would be considered "zero emitting". The routing of vented emissions to flare or a control device should be considered zero emitting in this context as it is often the best solution for emission reduction.

# X. PRODUCER ASSOCIATIONS STILL CONCERNED WITH APPENDIX K

The Producer Associations generally support the proposed changes to Appendix K, particularly with the narrowed applicability. That said, the Producer Associations still has various concerns with Appendix K that EPA should address in the final rule and more specifically recommend the following changes to the proposed version of Appendix K:

- Section 3.0 Definitions:
  - For clarity, consider adding a definition for "OGI camera operator/camera operator/trained OGI camera operator". An "OGI Camera Operator/Camera Operator/Trained OGI Camera Operator" is a camera operator that does not yet meet the definition of a "Senior OGI camera operator" but has completed the training specified in Section 10.0.
- Section 9.7:
  - Section 9.7.1 and 9.7.2 seem to contradict each other as written. For clarity, consider revising Section 9.7 as follows:

"The site must have a procedure for documenting fugitive emissions or leaks found during the monitoring survey according to 9.7.1 or 9.7.2 one of the following approaches. If no emissions are found, no recorded footage is required to demonstrate that the component was not leaking."

• Section 8.0 Camera Specification Confirmation and Development of the Operating Envelope:

• In Section 8.5.3, please clarify the training requirements for the "observers" discussed in the section 8.5.3. This is of interest as having four (4) trained OGI camera operators in the same location may be difficult for most, if not all, operators.

These are not monumental changes/clarifications but for those still subject to Appendix K, these revisions would be beneficial with no reduction in environmental protection.

If there are questions regarding these Comments, please contact me, counsel for the Producer Associations.

Respectfully submitted,

/s/ James D. Elliott

James D. Elliott

Counsel for Producer Associations

cc: Joe Goffman, EPA Peter Tsirigotis, EPA David Cozzie, EPA Karen Marsh, EPA Amy Hambrick, EPA Ken McQueen Secretary of Energy & Environment



J. Kevin Stitt Governor

### STATE OF OKLAHOMA OFFICE OF THE SECRETARY OF ENERGY & ENVIRONMENT

February 13, 2023

Submitted via: https://www.regulations.gov/

Michael S. Regan, Administrator Environmental Protection Agency 1200 Pennsylvania Avenue, N.W. Washington, DC 20460

RE: U.S. Environmental Protection Agency's Supplemental Notice of Proposed Rulemaking Addressing Standards of Performance for New, Reconstructed, and Modified Sources and Emissions Guidelines for Existing Sources: Oil and Natural Gas Sector Climate Review, EPA Docket ID No. EPA-HQ-OAR-2021-0317

Dear Administrator Regan:

Enclosed with this letter are comments submitted by my office and the Oklahoma Department of Environmental Quality in response to EPA's *Supplemental Notice of Proposed Rulemaking Addressing Standards of Performance for New, Reconstructed, and Modified Sources and Emissions Guidelines for Existing Sources: Oil and Natural Gas Sector Climate Review*, EPA Docket ID No. EPA-HQ-OAR-2021-0317, 87 Fed. Reg. 74702 (Dec. 6, 2022). The proposed rule, if finalized, will substantially impact the State of Oklahoma. Oklahoma appreciates this opportunity to provide comments on the proposed rule, as well as EPA's consideration of said comments.

Sincerely,

Ken McQueen Secretary of Energy & Environment

Comments on EPA's Supplemental Notice of Proposed Rulemaking ("SNPR") Addressing Standards of Performance for New, Reconstructed, and Modified Sources and Emissions Guidelines for Existing Sources: Oil and Natural Gas Sector Climate Review, EPA Docket ID No. EPA-HQ-OAR-2021-0317

#### Submitted by:

### Oklahoma Secretary of Energy and Environment (OSEE) and Oklahoma Department of Environmental Quality (ODEQ)

#### I. Introduction

These comments are submitted by OSEE and ODEQ in response to the U.S. Environmental Protection Agency's ("EPA") supplemental notice of proposed rulemaking: *Standards of Performance for New, Reconstructed, and Modified Sources and Emissions Guidelines for Existing Sources: Oil and Natural Gas Sector Climate Review*, 87 Fed. Reg. 74702 (Dec. 6, 2022) (hereinafter referred to as "SNPR"). The comment period ends on February 13, 2023.

The SNPR is an update to EPA's proposed *Standards of Performance for New, Reconstructed, and Modified Sources and Emissions Guidelines for Existing Sources: Oil and Natural Gas Sector Climate Review,* 86 Fed. Reg. 63110 (Nov. 15, 2021), EPA Docket ID No. EPA-HQ-OAR-2021-0317 (herein referred to as the "November 2021 Proposal"). OSEE and ODEQ previously submitted comments to the docket on January 25, 2021 regarding the November 2021 Proposal, and that comment document will be referred to herein as the "OSEE/ODEQ 2021 Comment" (attached hereto as Attachment A).<sup>1</sup> Collectively, the SNPR and the November 2021 Proposal are referred to herein as "this rulemaking."

The SNPR fails to address several concerns raised in the OSEE/ODEQ 2021 Comment and compounds many problems that were notable in the November 15, 2021 Proposal. Therefore, OSEE and ODEQ object to the SNPR as written. However, if EPA must finalize the SNPR, these comments seek to provide feedback on aspects of the SNPR that could use the most improvement. Comments are numbered sequentially and (for the most part) are grouped according to the section of the SNPR under which they fall.<sup>2</sup>

As was the case for the November 2021 Proposal, the most concerning issue from the state regulator perspective is the vast amount of state resources that will be required to implement the SNPR and the absence of any additional funding to states to account for the extreme increase in workload. Due to the volume of supporting material released along with the SNPR, ODEQ submitted a request (attached hereto as Attachment B) to extend the comment period by at least 60 days. The request for extension contained data showing the SNPR (along with the November 2021)

<sup>&</sup>lt;sup>1</sup> Document ID EPA-HQ-OAR-2021-0317-0727 in EPA Docket ID No. EPA-HQ-OAR-2021-0317.

 $<sup>^2</sup>$  Some comments address issues raised in more than one section. Where that is the case, the comment will reference the various sections addressed.

Proposal) has the potential to increase the number of oil and gas affected facilities in Oklahoma from 10,537 to 202,647.<sup>3</sup> This increase would have a seismic impact on ODEQ's air quality program for many reasons, not the least of which is the extreme strain on state resources that are already stretched to capacity.

### II. Comments

### A. Comments on Section VIII, Subsection J, Executive Order 12898: Federal Actions To Address Environmental Justice in Minority Populations and Low-Income Populations

### Comment 1: Environmental Justice Communities Reliant on Oil and Gas Economies Will Be Harmed by This Rulemaking

In the preamble to the November 2021 Proposal, EPA states the proposed rule was based on extensive outreach to underserved and overburdened communities and to environmental justice organizations. 86 Fed. Reg. 63139. Furthermore, in footnote 296 to the SNPR, EPA again refers to pre-proposal outreach activities and references a number of items in the regulatory docket. 87 Fed. Reg. 74830. EPA defined environmental justice ("EJ") as "the fair treatment and meaningful involvement of all people regardless of race, color, national origin, or income with respect to the development, implementation, and enforcement of environmental laws, regulations and policies." *Id.* Additionally, EPA cited Executive Order 12898, 59 Fed. Reg. 7629 (Feb. 16, 1994) as directing it to "identify the populations of concern who are most likely to experience unequal burdens from environmental harms; specifically, minority populations, low-income populations, and indigenous peoples." 86 Fed. Reg. 63139.

OSEE and ODEQ support the goal of environmental justice, in particular the encouragement of greater public participation. However, as was the case with the November 2021 Proposal, OSEE and ODEQ are concerned that the SNPR's focus on environmental justice may not fully take into consideration the potential economic effects on communities with oil and gas dependent economies. Specifically, the SNPR does not provide fair consideration of the economic impacts in distressed rural communities that may not meet EPA's threshold of "environmental justice community." Further, OSEE and ODEQ find that the SNPR exacerbates problems identified in the November 2021 Proposal and if the current SNPR is adopted without changes, it would do additional damage to communities that rely heavily on oil and gas employment, especially those located in rural parts of Oklahoma. OSEE and ODEQ strongly encourage EPA to broaden its evaluation of the costs and benefits of this rulemaking to incorporate economic effects with the same level of granularity that was used in targeting communities living in proximity to facilities that would be subject to this rulemaking. In particular, EPA has not adequately examined how these policies will affect employment in economically-distressed rural communities in states like Oklahoma.

<sup>&</sup>lt;sup>3</sup> Similar data were included in ODEQ's request to extend the comment period for the November 2021 proposal. The more recent extension request updates the data included in the earlier request.

The OSEE/ODEQ 2021 Comment referenced a study by Price Waterhouse that was performed for the American Petroleum Institute, which determined that the oil and gas sector was responsible (including direct and indirect employment) for 16.7 percent of the Oklahoma workforce.<sup>4</sup> Additionally, many oil and gas jobs employ residents of rural communities.<sup>5</sup> To assess the possible impacts of job losses in those communities, the work performed by the U.S. Department of Agriculture's (USDA's) Economic Research Service investigated economic, social, and demographic factors that affect the poverty status of residents of rural communities. For 2019, the USDA estimated Oklahoma's statewide poverty rate at 15.1% with 19.7% of Oklahoma's children living in poverty.<sup>6</sup> Rural counties, especially in the southeastern part of the state are particularly impacted by poverty.<sup>7</sup> The availability of middle-class oil and gas jobs in rural Oklahoma mitigates the poverty experienced in many of these communities. To ensure that just policies are adopted, EPA should rethink the SNPR and allocate time and resources to properly weigh the economic impacts on vulnerable communities, especially rural communities, as carefully as the environmental benefits are evaluated.

ODEQ staff performed a review of the Regulatory Impact Assessment (RIA)<sup>8</sup> for the November 2021 Proposal as well as the RIA for the SNPR.<sup>9</sup> A longer review time was needed to allow adequate review of the SNPR RIA due to the complexity of the SNPR and the associated documents. However, as was the case for the November 2021 Proposal and stated in the OSEE/ODEQ 2021 Comment, ODEQ found the approach taken in the RIA for the SNPR to be inadequate. Further, it does not appear that EPA sufficiently addressed the issues raised in the

<sup>4</sup> "Impacts of the Oil and Natural Gas Industry on the US Economy in 2019," prepared by PricewaterhouseCoopers LLP, prepared for the American Petroleum Institute, July 2021, available online:

https://www.api.org/-/media/Files/Policy/American-Energy/PwC/API-PWC-Economic-Impact-Report.pdf

<sup>5</sup> See, for example, the article "Feeling the Pain: In Rural Oklahoma, Oilfield Communities See the Ups and Downs of Oil and Gas Industry Firsthand," by Heidi Brandes, February 11, 2021, available on-line on the web page of The Petroleum Alliance: <u>https://www.thepetroleumalliance.com/feeling-the-pain-in-</u>rural-oklahoma-oilfield-communities-see-the-ups-and-downs-of-oil-and-gas-industry-first-hand/

<sup>6</sup> U.S. Department of Agriculture, Economic Research Service, Rural Poverty & Well-Being, state poverty rate data available on-line: <u>https://data.ers.usda.gov/reports.aspx?ID=17826</u>

<sup>7</sup> County data are available from the link cited in Footnote 5 by selecting "Oklahoma."

<sup>8</sup> U.S. EPA, "Regulatory Impact Analysis for the Proposed Standards of Performance for New, Reconstructed, and Modified Sources and Emissions Guidelines for Existing Sources: Oil and Natural Gas Sector Climate Review," (RIA), EPA-452/R-21-003, October 2021 (https://www.epa.gov/system/files/documents/2021-11/proposal-ria-oil-and-gas-nsps-eg-climatereview\_0.pdf).

<sup>9</sup> U.S. EPA, "Regulatory Impact Analysis of the Supplemental Proposal for the Standards of Performance for New, Reconstructed, and Modified Sources and Emissions Guidelines for Existing Sources: Oil and Natural Gas Sector Climate Review," (RIA), EPA-452/R-22-007, November 2022 (https://www.epa.gov/system/files/documents/2022-12/Supplemental-proposal-ria-oil-and-gas-nsps-egclimate-review-updated.pdf). OSEE/ODEQ 2021 Comments. There are still details that warrant a more rigorous analysis by EPA.

One issue of concern is the lack of any detailed projections of likely reductions in oil and gas employment. While there are economic projections showing impacts on future oil and gas prices and production, there does not appear to be a concrete projection of the reduction in employment that would likely be associated with adoption of the proposed regulations. This is particularly concerning in Oklahoma due to the number of marginal wells that remain in operation and whose financial viability may be precarious. Further, jobs in the oil and gas sector are particularly well-paying when compared to alternatives, especially in rural areas and, because job losses are likely to be localized, the effects are magnified in those communities.

The SNPR RIA, beginning on page 126, explains the baseline approach used to evaluate employment impacts in Section 4 of the RIA:

The EPA also conducted a baseline analysis to characterize potential distributional impacts on employment. A reduction in oil and natural gas activity could have a negative effect on employment among oil and natural gas workers. This could also reduce employment, earnings, and tax revenues in oil and natural gas intensive communities.<sup>95</sup> Any effect on oil and natural gas workers or oil and natural gas intensive locations would be a local and partial equilibrium effect. In general equilibrium, there could be other and potentially offsetting effects in other regions and sectors.

Comparing workers in the oil and natural gas sector to workers in other sectors, oil and natural gas workers may have higher than average incomes, be more likely to have completed high school, and be disproportionately Hispanic. People living in some oil and natural gas-intensive communities concentrated in Texas, Oklahoma, and Louisiana, may have disproportionate income levels, rates of high school completion, and demographic composition.

. . . .

This information appears unchanged from the RIA for the November 2021 Proposal and lends support to the contention that the economic impacts of this rulemaking will likely be significantly harmful to rural communities dependent on this industry. It is with this concern in mind that OSEE and ODEQ again recommend that EPA consider economic impacts of this rulemaking with the same level of granularity and diligence that was used in evaluating the rulemaking's benefits for environmental justice communities. The importance of oil and gas jobs is further emphasized by the information in Table 4-8 of the SNPR RIA which shows that the average income for oil and natural gas workers is \$110,000 while the average income for other workers in "oil and gas communities" is \$42,000. Thus, for every oil and gas job lost, even if there is a new non-oil and

gas job created in the same community, there will be a net loss of \$68,000 with additional spillover effects in the community.<sup>10</sup>

Page 128 of the SNPR RIA sets forth data used to develop this analysis:

This analysis uses 5-year ACS data from 2015-2019 retrieved from IPUMS. This is approximately 16 million individual ACS responses. Oil and natural gas workers are identified by working in industries with a NAICS code that begins with "211." Those are "Oil and natural gas Extraction," as well as the sub-industries "Crude Petroleum Extraction" and "Natural Gas Extraction."

Notably, OSEE and ODEQ are also concerned that the data set EPA used was exclusively from the oil and gas extraction segment and does not appear to include the drilling, treatment, storage, or transmissions segments. Further, both the RIA for the November 2021 Proposal and the SNPR RIA used Public Use Microdata Area (PUMA) data to identify oil and gas communities. This level of analysis is insufficiently specific in identifying impacts on rural areas. This assertion is demonstrated by the map (Figure 4-9 on p. 129 of the SNPR RIA) which shows the relatively large size of each PUMA. In addition, the oil and gas PUMAs shown in the map cover more than half the state of Oklahoma. In contrast, the environmental justice communities in EJScreen<sup>11</sup> are identified with much finer granularity. This raises the important question of whether and to what degree this analysis inherently biases the evaluation of costs and benefits, thereby possibly privileging certain communities compared to others.

Figure 4-9 from the SNPR RIA is reproduced below for comparison.<sup>12</sup>

<sup>10</sup> In the original RIA, the average income for oil and natural gas workers was the same as in the SNPR RIA (\$110,000); in the SNPR RIA, the average income for other workers increased from \$40,000 to \$42,000.

<sup>11</sup> See <u>https://www.epa.gov/ejscreen</u>.

<sup>&</sup>lt;sup>12</sup> The figure is largely unchanged (except for the title) from the original RIA.

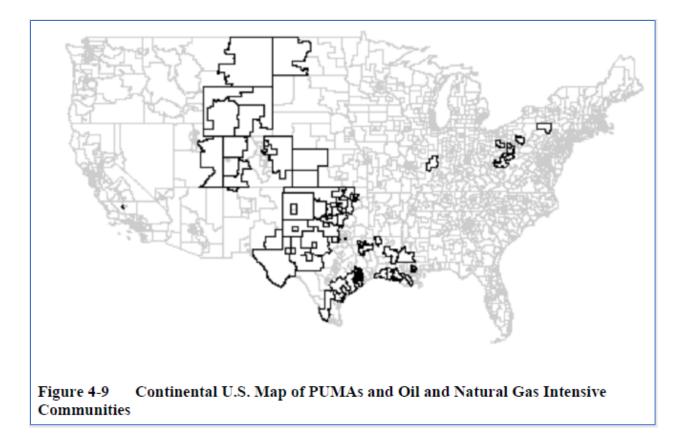
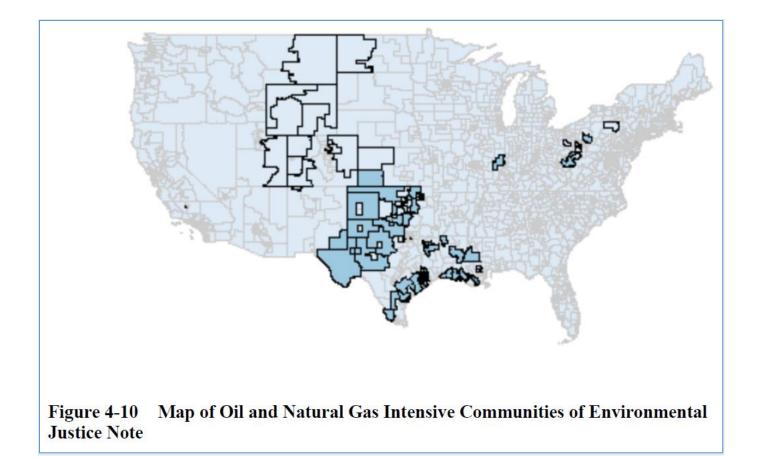


Table 4-9 in the SNPR RIA provides demographic data for the entire group of PUMAs with high oil and gas intensity. This analysis is used to draw various conclusions concerning the ethnic make-up, educational attainment, and income of residents in these areas compared with other areas with lower oil and gas intensity. By aggregating the high oil and gas PUMAs for these analyses, EPA fails to give a sufficiently granular analysis of the impacts of the types of rural communities found in Oklahoma. Again, this contrasts with EPA's approach in evaluating impacts on environmental justice communities.

While the analysis in the SNPR RIA that follows (see Table 4-10 and Figure 4-10 of the SNPR RIA) provides some greater specificity, it is still insufficient and fails to meet the standards EPA uses for evaluating environmental justice communities. Figure 4-10 is reproduced below.<sup>13</sup>

<sup>&</sup>lt;sup>13</sup> Figure 4-10 is the same figure that appears (with the same number) in the RIA for the November 2021 proposal.



Notable in Figure 4-10 is just how large a fraction of the state of Oklahoma is included in the PUMAs evaluated.

Jobs in the oil and natural gas sector are engines of Oklahoma's rural economy.<sup>14</sup> In rural Oklahoma, issues of environmental justice are closely tied to the success of the oil and natural gas industry. Any policy that undercuts employment in the oil and natural gas sector will harm the economic foundation of rural Oklahomans. In fact, even the New York Times recently published an article acknowledging that:

People of color make up 24 percent of the rural population. Close to half of rural Native Americans and more than half of rural Black Americans live in a distressed county. That's compared with 18 percent of rural whites. Anyone serious about racial equity must also be serious about rural America.<sup>15</sup>

<sup>14</sup> See, for example, the article, "Feeling the Pain: In Rural Oklahoma, Oilfield Communities See the Ups and Downs of Oil and Gas Industry Firsthand," by Cody Bannister, February 11, 2021, available online: <u>https://www.thepetroleumalliance.com/feeling-the-pain-in-rural-oklahoma-oilfield-communities-see-the-ups-and-downs-of-oil-and-gas-industry-first-hand/</u>.

<sup>15</sup> "A Policy Renaissance Is Needed for Rural America to Thrive," by Tona Pipa (Senior Fellow at the Center for Sustainable Development at the Brookings Institution and leader of the Reimagining Rural

OSEE and ODEQ remain concerned that EPA's analysis is too vague and too broad-brush. EPA has not made or documented important inquiries, such as how many marginal wells are expected to close as a result of the proposed rules, how many jobs are expected to be lost, and which communities are likely to experience those losses. It may be challenging to attempt to address these issues with sufficient rigor, but an attempt is certainly warranted to justify policies that will have disproportionate impacts on some communities to benefit the entire public. OSEE and ODEQ support the evaluation of environmental impacts on environmental justice communities. However, it appears EPA's preliminary analysis does not account for the full range of this rulemaking's potential impacts and could result in unintended consequences for communities dependent on oil and gas economies, which could include overlooked environmental justice communities.

Further, the SNPR includes policies that, if adopted as proposed, would worsen the concerns raised in the OSEE/ODEQ 2021 Comment. The requirement that all existing wells undergo annual fugitive emissions monitoring (with no exemption for older, lower-producing wells) will likely render many of those older wells too expensive to operate. The job losses are likely to occur in older, rural communities that are not currently seeing new oil and natural gas exploration activities. Low-income rural communities are experiencing many negative socio-economic problems that will only be exacerbated if the SNPR is adopted.

In addition, the proposed super-emitter response program<sup>16</sup> runs the risk of privileging wealthier communities (or well-supported environmental advocacy organizations) at the expense of marginalized communities and smaller, less well-resourced oil and natural gas companies. Wealthier communities are more likely to hire expensive consultants to ensure they are equipped with the latest and most expensive technology. Well-resourced environmental advocacy organizations can observe activities in hot spots or areas of concern to their donor base, but those observations may not be well-evidenced due to a lack of expertise. Smaller oil and natural gas operators may be inundated with frivolous complaints from individuals or organizations with resources but not necessarily the expertise to set forth credible claims. For these reasons, OSEE and ODEQ assert the SNPR would, if adopted, undermine EPA's goal of expanding environmental justice.

# B. Comments on Section IV. Summary and Rationale for Changes to the Proposed NSPS OOOOb and EG OOOOc

### Comment 2: Misrepresentation of Previous ODEQ Comments in the SNPR

In the preamble of the SNPR, and in regard to technologies that may be used to detect a super-emitter emissions event, EPA states that "several commenters raised concerns regarding potential safety or trespassing on sites with a program using more ground based or close-range

Policy Initiative), from the New York Times, online, published December 27, 2022, https://www.nytimes.com/2022/12/27/opinion/rural-america-left-behind-places.html.

<sup>&</sup>lt;sup>16</sup> See the discussion in Section IV, Subsection C, beginning at 87 Fed. Reg. 74746 of the SNPR.

detection methods." 87 Fed. Reg. 74749. EPA cites the OSEE/ODEQ 2021 Comment as support for this statement, implying the cited commenters preferred satellite detection methods over ground-based detection methods for detecting super-emitters due to safety and trespassing concerns. The OSEE/ODEQ 2021 Comment did state concerns regarding safety of the public in community detection programs, but not with respect to detection methods (*See* OSEE/ODEQ 2021 Comment, Comment 5). The context of the comment at issue was to express concerns about allowing third-parties to detect large emission events that would require owners/operators to mitigate those events. It was not coupled with a statement of preference for satellite systems. In fact, in the very next comment (Comment 6 to OSEE/ODEQ 2021 Comment), OSEE and ODEQ stated that "OSEE and ODEQ note that the use of satellite data as the threshold could be problematic. For example, there could be large emission events that are not visible on satellite due to cloud cover or inadequate timing of satellite imagery for emissions that do not have a constant temporal profile, among other factors."<sup>17</sup> While ODEQ realizes that a satellite system would mitigate some of the aforementioned safety risks, these concerns remain valid, and OSEE and ODEQ maintain that third-party monitoring remains problematic in general.

### Comment 3: Eliminating the 3 TPY Exemption Threshold Will Negatively Impact Employment, Production of Crude Oil and Natural Gas, and Will Overburden Industry and Regulatory Agencies

OSEE and ODEQ object to the SNPR's elimination of the 3 ton per year (TPY) methane emission exemption threshold that was included in the November 2021 Proposal. 87 Fed. Reg. 74722. Low-emitting wells which would fall below this exemption threshold are likely to be older wells, often referred to as stripper wells or marginal wells. ("Marginal" in this usage refers to the marginal profitability of these wells.) In spite of their low per-well productivity and profitability, the vast majority of existing wells are classified as stripper or marginal wells. The importance of maintaining operation of these wells is discussed in a 2017 news article by Adam Wilmoth, excerpted below.

Darlene Wallace's 27 Oklahoma oil wells may not overwhelm the state's pipeline and production capacity. But along with the tens of thousands of other older, marginal wells scattered throughout the state, they represent a significant portion of Oklahoma's production and tax base.

"Most of the marginal wells are in rural areas, where they help the jobs and income [in] those parts of the state," said Wallace, president of Seminole-based Columbus Oil Co. and chairwoman of the National Stripper Well Association. "We employ pumpers and roustabouts and all the service industries."

Most of Wallace's wells have been pumping oil since the 1920s, although some were drilled in the 1980s.

Marginal — or stripper — wells are defined as those that produce no more than 15 barrels of oil or 90,000 cubic feet of natural gas per day. Those wells represent the vast majority of the operational wells in Oklahoma and throughout the country. While their production is overshadowed by the newer, much more

<sup>17</sup>See "State of Oklahoma's Comments on EPA's Proposed Standards of Performance for New, Reconstructed, and Modified Sources and Emissions Guidelines for Existing Sources: Oil and Natural Gas Sector Climate Review" Document ID EPA-HQ-OAR-2021-0317-0727. prolific horizontal wells, marginal wells promise to continue boosting the state and national economy well into the future, Wallace said.

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In Oklahoma, more than 90 percent of the state's 39,530 oil wells produced less than 15 barrels per day, while only 2.5 percent of the wells produced more than 100 equivalent barrels a day, according to a report the U.S. Energy Information Administration released this week.<sup>18</sup>

In spite of the low productivity of each stripper well, the large number of stripper wells yields a significant amount of production in aggregate as is explained in the following analysis provided by the U.S. Energy Information Administration (EIA):

Stripper wells, or wells that produce small volumes, represent an important but decreasing share of total U.S. oil and natural gas production. These wells are characterized as producing no more than 15 barrels of oil equivalent per day (boe/d) over a 12-month period. EIA estimates that there were about 380,000 stripper oil wells (so called because they are stripping the remaining oil out of the ground) in the United States operating at the end of 2015, compared to about 90,000 nonstripper oil wells.

Wells become stripper wells through the normal decline of producing wells, some of which may have at one time been very prolific. These wells usually have low ongoing maintenance costs and relatively low transportation costs to move their products to distribution systems. As long as these wells are economically feasible, they are kept active and may continue to produce for many years.

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Despite each stripper well's small individual production, their large number ensures a significant contribution to total oil production. The production share of oil stripper wells has fallen from a high of 19% in 2008 to an estimated 10% in 2015.<sup>19</sup>

The low maintenance costs and the fact that these wells are already tied into existing infrastructure (existing pipelines and transportation hubs) allows these wells to continue producing even though the profitability of each well is low. However, the vast number of wells not only

<sup>&</sup>lt;sup>18</sup> "Older, Marginal Wells Increase Nationwide," by Adam Wilmoth, *The Oklahoman*, December 15, 2017, online: <u>https://www.oklahoman.com/story/business/energy-resource/2017/12/15/older-marginal-wells-increase-nationwide/60555210007/.</u>

<sup>&</sup>lt;sup>19</sup> U.S. EIA, "Stripper Wells Accounted for 10% of U.S. Oil Production in 2015," June 29, 2016, online: <u>https://www.eia.gov/todayinenergy/detail.php?id=26872#</u>. EIA estimates that stripper wells contributed 7% of U.S. oil and natural gas in 2021. See the report, "The Distribution of U.S. Oil and Natural Gas Wells by Production Rate", U.S. EIA, December 2022, p. 9, online: <u>https://www.eia.gov/petroleum/wells/pdf/full\_report.pdf</u>.

provides a significant amount of crude oil and natural gas, but operating these wells employs a significant number of workers whose jobs would be eliminated were these wells to cease operation.

The National Stripper Well Association (NSWA) quotes an Interstate Oil & Gas Compact Commission<sup>20</sup> estimate that closing U.S. stripper wells would result in the loss of 142,844 jobs.<sup>21</sup> A significant fraction of that impact would be felt in rural Oklahoma, impacting communities that can least afford to lose those jobs. Preserving the exemption threshold is essential to mitigating the negative impact of the proposed rule and maintaining the economic foundation for a number of socio-economically distressed Oklahoma communities.

Further, emissions from stripper wells are low. The U.S. Department of Energy (DOE) study on methane emissions from marginal wells reported average emissions ranging from 0.26 to 0.56 tons per year.<sup>22</sup> These wells are simply not large sources of emissions. If EPA is concerned about existing wells with emissions below the threshold becoming super-emitters, this could be mitigated by a more efficient satellite-focused super-emitter detection and response program that is run by an air agency with legal authority and delegation under the Clean Air Act, such as EPA or State/local/tribal entities, instead of relying on third parties. Comment 4 herein will speak on this in depth.

In combination, these policies would eliminate the cost burden to low-emitting oil and gas operators, maintain employment in socio-economically distressed rural communities, and mitigate risk of significant methane emissions. Therefore, ODEQ believes that retaining the exemption threshold is sound policy.

# Comment 4:The Third-Party Notification System of the Super-Emitter Detection<br/>and Response Program is Problematic and EPA Should Consider an<br/>Alternative Approach Under the Cooperative Federalism Model

While OSEE and ODEQ are in favor of using new technology and addressing large emission events, there are various concerns regarding the Super-Emitter Detection and Response Program, especially when considering potential flaws involving the third-party notification system. Therefore, the most direct method of remedying these problems would be for EPA to abandon the current rulemaking effort and restart the process with a renewed commitment to working with state, local, tribal, industry, and community stakeholders.

In the alternative, if EPA insists on proceeding with a super-emitter response program, OSEE and ODEQ urge EPA to remove third parties from the equation. OSEE and ODEQ insist

<sup>21</sup> EPA estimates the annual fugitive emission monitoring cost for a single well site or a single centralized production battery to be \$2,100. (*See* 87 Fed. Reg. 74728.) This cost will push the majority of stripper wells into closure.

<sup>22</sup> The results of the DOE study are referenced in the preamble at 87 Fed. Reg. 74729. Bowers, Richard L., "Quantification of Methane Emissions from Marginal (Low Production Rate) Oil and Natural Gas Wells," United States, available online: <u>https://www.osti.gov/biblio/1865859/</u>.

<sup>&</sup>lt;sup>20</sup> See <u>http://nswa.us/stripper-wells/</u>.

the program be run directly by the entities with the actual legal authority to implement and enforce the Clean Air Act (CAA), be that a properly delegated state/tribal/local authority or EPA. In other words, if EPA insists on creating this program, it should be run like any other program under the CAA using the principles of cooperative federalism. A reliance on third-party notifications could lead to inaccurate data and unnecessary burdens. An EPA-directed program, while not the perfect solution, would address some concerns stemming from the use of third-parties, and would allow EPA to reduce the frequency with which new, and more importantly, *existing* facilities are monitored for methane leaks. This approach would also yield nearly all the methane emission reductions envisioned by EPA for the current proposal. OSEE and ODEQ suggest an alternative with the following elements:

- (1) The Super Emitter Detection and Response Program should be run by an entity that has the actual legal authority to implement and enforce the Clean Air Act, i.e., EPA or a delegated air regulatory agency.
- (2) EPA would exempt existing well sites with site-level baseline methane emissions below 3 tons per year (TPY) from fugitive emissions monitoring requirements (as discussed above in Comment 3);
- (3) EPA would reduce the frequency of fugitive emissions monitoring events at well sites, centralized production facilities, and compressor stations; and
- (4) To offset the reduced frequency of monitoring, a new requirement would be added for facilities to require tanker truck drivers who load liquids (crude oil, condensate, or produced water) from storage tanks to report the condition of the thief hatch on arrival at a site (discussed in more detail in the following Comment 5, below).

ODEQ has already dealt with burdensome issues involving notifications from third parties about methane releases detected by satellite systems. For example, in October of 2021, ODEQ was contacted by a media company about one such methane release. ODEQ investigated the event based on the latitude and longitude coordinates given by the media company and contacted various companies operating in that area. The accuracy of the location made it difficult to determine which company/facility caused the event. When it was determined where the release came from and contact with the company was completed, the methane release was found to have originated from a section of pipeline that needed to blowdown due to maintenance activities. Thus, being a pipeline, this release did not originate from a facility that would be subject to the requirements of Subparts OOOOb or OOOOc and therefore would not be considered a super-emitter in this program. Also, the estimated release was 116 tons/hour based on the satellite data. Yet, based on the size of the pipeline, the company verbally indicated that the release was much lower than this estimated amount from the satellite.

ODEQ was notified a second time of a release in a different location in January of 2022. This time, when ODEQ contacted nearby companies based on the latitude and longitude coordinates given, no company reported any potential releases. ODEQ inspected the area with a forward looking infra-red, or FLIR, camera to see if any leak could be found using optical gas imaging (OGI), however no leaks or super-emitters were discovered. ODEQ contacted various companies with pipelines in the area and none indicated any issues. It is suspected that the release may have come from a pipeline, which would not be subject to the requirements of Subparts OOOOb or OOOOc. Significant resources were used by various companies and ODEQ to try to

find this event, yet no super-emitter was identified, nor was a reduction of emissions achieved. With these two examples in mind, it becomes clear that it is vitally important that the satellite systems are accurate enough to determine precise locations to avoid false accusations and the waste of state resources.

While a satellite-centered program run by states or EPA could potentially still have issues, it is bound to at least be more accurate and efficient than relying on third-parties. Third parties could still work directly with industry if both parties agree, or third parties could report their findings directly to the state or local agencies or even to the EPA. But third-party reporting should not trigger any immediate obligation by the facility until verified by state regulatory personnel who would initiate a response. Only notification by a government agency should trigger a requirement for industry to respond. In fact, ODEQ already has mechanisms in place for this, as it would fit into ODEQ's Environmental Complaints Program. ODEQ's Environmental Complaints Program is a robust program that sets forth specific timelines for communication with the complainant that have been established within ODEQ's regulations. The program has a uniform investigation process, a central repository for all complaint records, and direct continuous involvement with each citizen who lodges a complaint.

Removing third parties' ability to engage facilities in enforcement would also mitigate some of the environmental justice concerns raised in Comment 1. This is because, while it would still be possible for wealthy communities to hire consultants to look for leaks, these activities would still require that a government agency act as an intermediary to verify the problem and oversee the response.

In the preamble to the SNPR (at 87 Fed. Reg. 74721), EPA requested feedback on the geographic elements of an evaluation<sup>23</sup> of equivalency between a program adopted by a state under either a Clean Air Act (CAA) 111(d) plan, EPA's current SNPR, or the November 2021 Proposal. A nation-wide satellite monitoring program operated by EPA and states under a cooperative federalism framework would certainly simplify that evaluation, because an EPA/state run program covering the entire greater methane reductions (focusing on super-emitters) than what would have occurred had EPA adopted either the November 2021 Proposal or the SNPR.

#### Comment 5: The Addition of a Requirement for Tanker Truck Drivers to Report the Condition of the Thief Hatch on Arrival Would Justify a Reduction in Monitoring Frequency

This comment is an expansion upon Prong 4 of OSEE/ODEQ's proposed cooperative federalism alternative for the Super-Emitter Detection and Response Program, detailed in Comment 4, above. In the SNPR, EPA is proposing to require an initial screening survey to identify fugitive emissions within 90 days of the start of production. 87 Fed. Reg. 74743. Alternatively, EPA could consider an approach where the facility at issue would require that tanker truck drivers report back to the facility the status of the thief hatch of the vessels that contain liquids (crude oil, condensate, or produced water) when the contents of the particular vessel are loaded onto a transport truck at facilities that lack access to a pipeline to transport liquids off site. Tanker truck

<sup>23</sup> The "IRA equivalence determination" referenced in the preamble.

drivers perform several activities (e.g., measurements of liquid height, temperature, and the collection of a sample to be spun in a centrifuge to assess the quantity of basic sediment and water) and this information is recorded on a trip ticket. The addition of a single data element – the status of the thief hatch on arrival – would allow identification of one of the most significant sources of potential emissions at a tank battery. This is especially important when a well comes online, because the production is highest during the first days of operation. During this time, the vapor collection and control system is more likely to be overstressed than at any other time during the operation of the facility. A single instance where a thief hatch is found open could signal an oversight, but a pattern of open (or popped) thief hatches could show that the vapor collection system has been undersized or could be an indication of another problem. Adding this requirement would justify reducing the frequency of monitoring and would allow the owner or operator more time to perform an initial survey (e.g., within 180 days of initial production) and allow facilities to more quickly and efficiently address the issue. This would reduce the cost of compliance while still identifying the most problematic emissions events.

To support this suggestion, OSEE and ODEQ note that several field studies have identified leaking, but purportedly controlled, tanks as the largest source of super-emitters. For example, a study performed in the Uinta Basin, regarding emissions detected during ground and aerial surveys, found that "the majority of observed emission plumes were from liquid storage tanks (75.9% of all observed plumes), including emissions from pressure relief valves and thief hatches on the tank or from piping that connects to the tank."<sup>24</sup> Furthermore, tanks with control devices such as combustors or vapor recovery units were more likely to have detected emissions.<sup>25</sup>

OSEE and ODEQ agree with the findings reported in the study. These large emissions events are most likely to occur when new wells come into production, because the rate of liquids production is highest. When an upstream separator dumps liquids that are directed to an atmospheric storage tank, the high liquid flow rate, high pressure, and the likelihood that there has been insufficient residence time for complete separation of pressurized hydrocarbon gases from the liquids can overwhelm a vapor collection and control system. Noting the status of the thief hatch provides a quick, inexpensive check on the status of the vapor collection and control system. During initial production, it is possible that a single tank may be serviced quite frequently, and every trip ticket would document the status of a key element in the vapor collection and control system. These observations would detect the most likely leaks and the frequency of observation would justify reducing the frequency of more traditional monitoring and extending the time period for the first monitoring event. Reducing the frequency of OGI monitoring events from quarterly to semi-annually (or from semi-annually to annually) would save thousands of dollars per well per year. The additional time required to note the status of thief hatch during loading of liquids onto a tanker truck represents a trivial additional cost. The data management requirements could be added, at low cost, to the work done to determine the volume of liquids unloaded which yields the critical information required to ensure proper payment. This practice would also identify leaks on

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https://digitalcommons.usu.edu/cgi/viewcontent.cgi?article=1003&context=bingham.<sup>25</sup> Id.
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<sup>&</sup>lt;sup>24</sup> Lyman, Seth N., Trang Tran, Marc L. Mansfield, and Arvind P. Ravikumar, "Aerial and Ground-Based Optical Gas Imaging Survey of Uinta Basin Oil and Gas Wells," *Elementa: Science of the Anthropocence*, Volume 7, Issue 1, November 11, 2019, available online:

older equipment where the liquid production has decreased, but the possibility of equipment failure (e.g., due to rust) may be higher.

This is but one area where a common-sense approach could yield emission reductions at lower cost. EPA should delay the imposition of these requirements until there is time to gather additional data (especially regarding existing wells) and should re-calibrate the proposed rules to yield sufficient emission reductions at lower cost.

### Comment 6: If EPA insists on moving forward with the third-party super-emitter notification system, EPA should note the following considerations

The preamble for the SNPR states that "Given the intermittency of super-emitter emissions events, the failure of the operator to find the source of the super-emitter emissions event upon subsequent inspection would not be proof, by itself, of demonstrable error on the part of the third-party notifier." 87 Fed. Reg. 74750. This statement implies that the company or facility in question is guilty until proven innocent. Given the possibility of errors, as covered above in Comment 4, this is highly problematic, and EPA should show discretion in accepting information provided by 3rd parties as proof that a super-emitter exists. Plausible reasons why no super-emission event happened such as accuracy of the location, actual concentration of the super-emitter, and human error in interpretation could be reasons why such an allegation of a super-emitter at a facility may be incorrect, and it should not be assumed that the company just did not find the methane release. EPA taking a stance of guilty until proven innocent should not be the default for the super-emitter program.

EPA is also requesting comments regarding the assumption that "that there should be no additional cost associated with this work practice standard for the super-emitter emissions event affected facility." 87 Fed. Reg. 74752. This seems unlikely as in almost every case an OGI camera with a properly trained OGI operator would be needed to find the potential super-emitter. For many companies this would require a third-party contractor who would be making an additional visit to the site, outside of the normally scheduled semi-annual or quarterly OGI monitoring program. Therefore, this super-emitter work practice would not be able to be done with no additional cost, as EPA seems to believe. If additional monitoring must be conducted, especially in more remote locations like those found in the western part of Oklahoma and the Oklahoma Panhandle, the monitoring, travel, root cause analysis, and coordination between operations and environmental staff would be in addition to the regular monitoring program. EPA should re-assess this idea that it would be no-cost to companies to find and fix these super-emitter events.

Furthermore, both NSPS OOOOb and EG OOOOc have language regarding the certification needed by the third-party in the notification of a super-emitter event, with each requiring in its certification to cite to its own provisions (i.e., 40 CFR 60.5371b(a) or 40 CFR 60.5388c(a)). It is unlikely that the third-party notifier will have sufficient information on the facility they are submitting to determine which regulation they are reporting under. This reinforces the assertion that, if EPA finalizes the super-emitter program, states or EPA should be running the program since they are best able to determine if a facility is subject to the requirements of OOOOb and OOOOc.

Lastly, EPA is requesting comment on whether the approval of a third-party notifier could be revoked. 87 Fed. Reg. 74750. OSEE and ODEQ believe it is essential that a third-party's notification rights could be revoked to limit the potential for abuse of the system. Furthermore, the SNPR seems to indicate this could be triggered with three demonstratable errors against a *site*; however, it later phrases it as three demonstratable errors against an *owner operator*, which could be interpreted to mean the entire company. *Id*. Therefore, it should be clarified if EPA intends to allow this for the entire company or only on an individual facility basis.

# Comment 7:Monitoring and Control Costs Are Expected to Display a<br/>Heavy-Tailed Data Distribution; EPA's Cost Estimates Likely<br/>Significantly Underestimate Monitoring and Control Costs by<br/>Assuming an Incorrect Data Distribution

As noted in ODEQ's request for an extension of the comment period, the SNPR offers many proposed remedies to address "super-emitters," contextually defined in the Preamble to the SNPR as "large emission events." 87 Fed. Reg. 74742. The heavy-tailed data distribution that characterizes emissions from this sector (and many others) adds complexity to attempts to estimate aggregate emissions from the sector. In contrast, phenomena that display a normal or Gaussian distribution provide simpler approaches because, for example, the mean, median, and mode of the data set are the same. As a result, the sum of the values of all data points may be estimated by multiplying the median value by the total number of data points. However, this will not work for a heavy-tailed data distribution, because a relatively small number of data points occupying space in the long tail (high end) of the data distribution account for an oversized share of total emissions. Attempts to estimate total emissions by multiplying the median value by the total number of sources will significantly underestimate total sector emissions.

This principle is well understood and various attempts to address this issue are underway in various forums. But a similar phenomenon occurs with regard to costs of control and monitoring. After a reviewing several documents released by the EPA, ODEQ engineers and environmental program specialists have noted a similarly troubling aspect of EPA's attempt to estimate the cost of controls and monitoring. A description of the approach EPA used to estimate costs is reproduced below.

The cost analysis presented in the SNPR RIA reflects a nationwide engineering analysis of compliance cost and emissions reductions, of which there are two main components. The first component is a set of representative or model plants for each regulated facility, segment, and control option. The characteristics of the model plant include typical equipment, operating characteristics, and representative factors including baseline emissions and the costs, emissions reductions, and product recovery resulting from each control option. The second component is a set of projections of activity data for affected facilities, distinguished by vintage, year, and other necessary attributes (e.g., oil versus natural gas wells). Impacts are calculated by setting parameters on how and when affected facilities are assumed to respond to a particular regulatory regime, multiplying activity data by model plant cost and emissions estimates, differencing from the baseline scenario, and then summing to the desired level of aggregation. 87 Fed. Reg. 74712

It appears that EPA has inadvertently assumed that the cost of controls and the cost of monitoring follow a normal or Gaussian distribution and, therefore, total costs may be estimated by multiplying median (in this case "model plant") costs by the total number of facilities of that type. If this is indeed the case, EPA would be making the same error in estimating costs that EPA is trying to avoid when estimating emissions.

Furthermore, the increased cost of implementing appendix K for all monitoring should be factored into the evaluation of the annual costs of the fugitive emissions monitoring and repair requirements. To implement the appendix K certification program for the camera, training of technicians (section 10), longer monitoring of components due to dwell time rest break requirements (section 9.4 and 9.5), and video storage of leaks (section 9.7.1) it is expected to increase the cost to conduct an OGI fugitive monitoring program at Compressor Stations and Natural Gas Plants when compared to OGI monitoring costs currently. The requirements for "Senior OGI camera operator" of 1,400 hours seems a high bar to cross and how this affects the cost of future OGI contractors and industry operators should be accounted for in the future cost/benefit of implementing the appendix K OGI monitoring proposed in Subpart OOOOb and OOOOc.

It will take additional time and effort to develop a better estimate of the cost of control and monitoring using a more accurate statistical approach than the one EPA has used in this proposal. Further, the current estimates are likely to substantially understate the costs of monitoring and control. Modifications to the SNPR are warranted to address these undercounted costs.

# Comment 8:Adding Thief Hatches and Other Storage Vessel Components<br/>Only When the Storage Vessel is Not Subject to Applicable<br/>Requirements Is Sensible

OSEE and ODEQ concur with EPA's proposal to add thief hatches and other storage vessel components *only* when the storage vessel is *not* subject to applicable requirements. 87 Fed. Reg. 74723.

#### Comment 9: ODEQ is in Support of the Changes to the Definition of Fugitive Emissions Component

On the November 2021 proposal, OSEE and ODEQ commented that the definition for "fugitive emissions component" needed clarification regarding whether emissions from control devices should be included.<sup>26</sup>

The preamble to the SNPR states, "EPA agrees that control devices should not be treated as fugitive emissions components and is therefore revising the definition in this proposal to not include those devices." 87 Fed. Reg. 74724. OSEE and ODEQ support this revision.

#### Comment 10: Rather than Relying on Modeling, Model Plants, and

<sup>26</sup> See "State of Oklahoma's Comments on EPA's Proposed Standards of Performance for New, Reconstructed, and Modified Sources and Emissions Guidelines for Existing Sources: Oil and Natural Gas Sector Climate Review" Document ID EPA-HQ-OAR-2021-0317-0727.

#### Simulations, EPA Should Gather Empirical Data on Actual Facilities to Assess the Effectiveness of Fugitive Emission Detection and Control Programs

OSEE and ODEQ are concerned that EPA's reliance on model plants and simulations will yield insufficiently well-informed policies. For example, in the preamble to the SNPR, EPA shared its use of modeling as described below.

One such modeling simulation tool is the Fugitive Emissions Abatement Simulation Toolkit (FEAST). FEAST is an open-source modeling framework developed to evaluate the effectiveness of fugitive emissions programs at oil and gas facilities by simulating various scenarios of leaks (and subsequent repairs) occurring over time using an empirical leak dataset according to a randomized process. 87 Fed. Reg. 74725.

Therefore, OSEE and ODEQ suggest that EPA collect additional empirical data before implementing new regulatory requirements, especially where those requirements will be imposed on existing oil and gas facilities. For example, in the preamble to the SNPR, EPA acknowledges that "certain well sites are smaller than our model facilities, and that as a result the model may overstate emissions reductions, and thus cost-effectiveness, for fugitive emissions programs at such small sites." This further warrants the justification for an exemption threshold for well sites with low potential emissions, as discussed above in Comment 3. 87 Fed. Reg. 74731. There are too many existing well sites for EPA to properly characterize the fraction that experience unacceptably high fugitive emission rates and to properly assess the cost of control absent additional study. EPA should gather data from a large sample of existing wells with different configurations and fund multiple pilot studies to gather better cost data before embarking on such an ambitious regulatory project.

#### Comment 11: Allowing a Monitoring Plan to Cover Multiple Facilities Makes Sense

OSEE and ODEQ concur with EPA's proposal to allow companies to develop a monitoring plan that covers multiple facilities rather than a separate plan for each site. 87 Fed. Reg. 74731. This is not an endorsement of the entirety of the proposal, but a preference for this particular alternative.

## Comment 12:EPA Should Support State and Local Agency Efforts to<br/>Incorporate Existing Research Findings into Emissions<br/>Estimates for the Oil and Gas Sector

In the following excerpt from the preamble, EPA notes that there are problems with developing accurate estimates of emissions from the oil and gas sector.

We also take comment on how to improve the accuracy of our estimates of baseline emissions levels, emissions reduction opportunities, and the frequency and intensity of super-emitter events, and how to incorporate any recent, reliable estimates of methane emissions. 87 Fed. Reg. 74755.

Researchers have investigated emissions from various facility types in the oil and gas sector. Many of these efforts have been in collaboration with oil and gas companies, university researchers, and representatives from environmental advocacy organizations. However useful this work has been, little of this work has been incorporated directly into the emissions estimates that have been incorporated into EPA's triennial National Emissions Inventories (NEI). To ensure that valuable research findings are properly incorporated into emissions estimates (including notably the NEI), EPA should fund work by states and local agencies, in collaboration with university researchers and EPA contractors, to evaluate research findings and incorporate results, where warranted, into emissions estimates submitted to the NEI. State agencies do not currently have the resources to do this on their own.

#### Comment 13: More Clarity is Needed When Superseding Provisions of NSPS OOOO and OOOOa

For most existing affected facilities, it appears that EPA has determined that the presumptive standards in EG OOOOc are more stringent than the standards the affected facility may already be subject to in NSPS KKK, OOOO, or OOOOa. 87 Fed. Reg. 74716. However, it appears that EPA has made a few notable exceptions for when the existing standards may functionally be more stringent than the new emission guidelines and therefore must continue to be followed. Namely, EPA mentions that NSPS KKK is more stringent than the presumptive standard in EG OOOOc for centrifugal compressors and reciprocating compressors. 87 Fed. Reg. 74717. This would mean that some facilities could be subject to requirements of both NSPS KKK and EG OOOOc. In addition, EPA's change from regulating a single storage vessel in NSPS OOOO and OOOOa to regulating a tank battery in EG OOOOc and from a pneumatic controller in NSPS OOOO and OOOOa to a collection of pneumatic controllers in EG OOOOc further complicates the determination of what facilities are subject to which regulations. 87 Fed. Reg. 74717. The OSEE/ODEQ 2021 Comment stated the regulations need to be clear as to which subpart equipment was subject to along with when and how a source became subject to a different regulation. This is necessary to provide clarity to both the regulated entity and state regulators in determining compliance.

#### C. Comments on Section V. Supplemental Proposal for State, Tribal, and Federal Plan Development for Existing Sources

### Comment 14: Implementation Timelines for State Plans Should be Lengthened to Three Years.

In the vacated provisions of 40 CFR Part 60, Subpart Ba<sup>27</sup>, the timeline for submission to EPA of a state 111(d) plan per § 60.23a(a)(1) was *three years* after notice of the final emission guideline. EPA has very recently proposed a replacement of 15 months for this vacated timeline<sup>28</sup>.

<sup>27</sup> American Lung Association v. EPA, No. 19-1140, ECF No. 1970895.

<sup>28</sup> 12/15/2022 Pre-publication version of proposed "Implementing Regulations under 40 CFR Part 60 Subpart Ba Adoption and Submittal of State Plans for Designated Facilities."

Although outside the scope of these comments, this 15-month timeline does not provide adequate time for states to develop rulemaking and a state plan, despite EPA's assertion to the contrary in its proposal. Both versions of Subpart Ba require their timeline to be followed unless another timeline is specified in the applicable subpart. The Emission Guidelines in 40 CFR Part 60, Subpart OOOOc propose an 18-month timeline for states to submit their plans (§ 60.5362c(c)), which is half the time of the vacated provisions of § 60.23a(a)(1) and only slightly longer than the newly proposed timeline. This 18-month timeline is for an EG that includes thousands of additional sources for oil and gas states. Rarely does an EG affect so many existing sources. The burden of gathering an inventory of designated facilities in accordance with § 60.5363c(a) alone warrants a longer timeframe. Even with the addition of a Model Rule, reducing the timeframe is not reasonable since state rulemaking often takes at least a year to go from proposed to effective. In addition to gathering the source inventory and promulgating a state rule, the state also must determine which facilities might be affected by remaining useful life and other factors (RULOF) in § 60.5365c. There is also the additional requirement of "meaningful engagement" in § 60.5363c(a)(6) and § 60.5366c that presumably requires additional outreach beyond what states typically conduct during a routine rulemaking and state 111(d) plan development (discussed further in Comment 17). All of these actions require significant amounts of time and cannot realistically be started until the final emission guideline has been published by EPA. OSEE and ODEQ requests that EPA extend the submission timeline contained in § 60.23a(a)(1) to three years. If EPA does not give states adequate time to supply state plans, then EPA will be facing the need to develop a federal plan and implement the emission guidelines themselves. EPA does not seem to have the manpower to do this adequately. Recent experiences with the Municipal Solid Waste Landfill Emission Guidelines and the subsequent Federal Implementation Plan have shown that even with a relatively small number of sources, EPA is unprepared to receive and review the documentation required. It is in everyone's best interest – the state's, the public's, and EPA's – to provide a reasonably adequate timeframe for this large burden on states.

### Comment 15: The Use of GHGRP Data for Emission Inventories Will Lead to Inaccurate Results.

EPA is proposing to use Greenhouse Gas Reporting Program (GHGRP) data to satisfy the requirements of 40 C.F.R. 60.25a(a). OSEE and ODEQ believe that this does not accurately represent the information. The GHGRP does not identify all affected sources, as it has a high threshold for reporting. Also, GHGRP does not always utilize actual measurements; GHGRP has default emission factors and default equipment counts built in that reporters must utilize. Instead of utilizing GHGRP information, EPA should accept emissions data for these facilities in accordance with the provisions of the Air Emissions Reporting Requirements (AERR), with detailed requirements for designated facilities that are classified as AERR Type A and B sources and the use of alternative methods (e.g., a nonpoint tool) for designated facilities that would be classified as nonpoint sources under the AERR. The AERR already has emissions thresholds for what should be inventoried as a point source, and what is being captured in the National Emissions Inventory (NEI) as a nonpoint source. ODEQ believes the rule should align with the AERR thresholds and requirements. Using the NEI would give a much more comprehensive accounting of facilities and provide more accurate emissions.

https://www.epa.gov/system/files/documents/2022-12/8606\_Subpart%20Ba\_Proposal\_for%20posting.12.14.22.pdf\_Docket No. EPA-HQ-OAR-2021-0527

To compare GHGRP and NEI specifically for the oil and gas sector in Oklahoma, GHGRP includes 70 facilities<sup>29</sup>, while the NEI accounts for 73,138 facilities<sup>30</sup>. The threshold for a reportable "facility" to GHGRP is 25,000 metric tons CO<sub>2</sub>e. For companies with wellheads, the company must add up all of their wellhead assets in a basin to see if they meet the threshold and if they do, all of those wellheads get reported as a single facility. This means that many, possibly most, of the wellheads would be missed in every basin, as there are many small operators in this sector. Conversely, the EPA's Nonpoint Oil & Gas Tool used for compiling the NEI pulls data from Enverus (formerly DrillingInfo), to account for a vastly larger number of facilities, including both large and small operators.

### Comment 16: Potential Requirement To Inventory and Enforce Upon Newly Designated Facilities Is Burdensome.

Oklahoma regulations state that any source of regulated air pollutants must submit an emission inventory. The SNPR would make methane a regulated air pollutant, and thus for Oklahoma, it could bring in the potential requirement to inventory 202,647 wells, regardless of where EPA obtains the data from to satisfy the requirements of 40 C.F.R. 60.25a(a). This is a substantial burden on industry and on state government resources.

Furthermore, OSEE and ODEQ are concerned about the significant cost of the implementation of a compliance and enforcement program for such a massive amount of facilities. Without additional funding from EPA, Oklahoma resources will be stretched very thin. This could create an environment where some companies try to take advantage of these limitations and make no good faith effort to comply with OOOOc. Meanwhile, companies that do comply are placed at an economic disadvantage, thus creating an unlevel playing field.

#### Comment 17: Meaningful Engagement Should Be Re-assessed

As stated in its previous comments on the November 2021 proposal, OSEE and ODEQ support robust public participation in state rulemaking efforts. ODEQ conducts public participation processes in accordance with the law. ODEQ's current method of notifying its citizens of hearings and other opportunities for public comment is through its website and through a dedicated listserv using GovDelivery. The burden on the state to reach out to nearly every community across the state in some individual way and list the pertinent stakeholders in its state plan would waste valuable resources and staff time and only delay actual implementation of the provisions of the emissions guidelines by delaying the state's ability to create a 111(d) plan.

In addition, many states will be either using EPA's model rule or justifying equivalency of state rules that are already in place. It is entirely possible that a state plan using the EPA-prescribed

<sup>29</sup> GHGRP figure obtained from EPA Flight tool for 2021, filtered for Oklahoma. The count includes Petroleum and Natural Gas Systems.

<sup>30</sup> NEI figure obtained from combination of EPA Nonpoint Oil & Gas Tool for Oklahoma and ODEQ's submission of relevant point sources. 71,683 sources from EPA Nonpoint Oil & Gas Tool for Oklahoma for 2020, plus 1,455 sources submitted as point sources to EPA for 2020.

BSER will, during the meaningful engagement period, receive comments from the community that the state has not gone far enough in its plan. This creates a logistical and regulatory conundrum since, theoretically, EPA's rulemaking should be presumptively approvable. Furthermore, some states cannot be more stringent than federal rules. Other states, like Oklahoma, are required to meet additional statutory burdens when promulgating rules more stringent than corresponding federal rules. In either case, the result is often that the state requirements remain equivalent to the federal requirements. Therefore, "meaningful engagement," as proposed by EPA and when taken to its logical conclusion, sets up states and the public for confusion and frustration due to a potential disconnect between the perceived outcomes. Thus, EPA's concept of meaningful engagement is more appropriate on the federal level before EPA sets the regulatory baseline.

This same idea is borne out by comments made at EPA's "Pre-proposal outreach-Meaningful Engagement Discussion with Communities" held on July 26, 2022 (Docket Document ID #EPA-HQ-OAR-2021-0317-1526). The very first commenter stated that "meaningful engagement should start with an expectation that through their feedback, stakeholders will have the ability to change the outcome." The commenter went on to say that "there needs to be a process created where community members have a sense that their comments will have an effect on the final outcome." Another commenter similarly stated, "if engagement has no impact, people do not see the point in participating in the process." Additional similar ideas and concerns can be found throughout the Question-and-Answer document. When asked at what point in the regulatory process should engagement begin, one commenter said "as soon as ideation turns to staff consideration. After the feasibility is considered, it is already too late to begin attempting engagement." By this commenter's standards, by the time the state is trying to implement EPA's emissions guidelines into state rules and a state plan, it is much too late for meaningful engagement.

OSEE and ODEQ acknowledge that state plans that incorporate Remaining Useful Life and Other Factors (RULOF) in their decision-making is one place where meaningful engagement truly has *meaning*. When RULOF is taken into consideration for a facility, the facility may no longer be strictly following the model rule requirements but rather be granted alternate requirements. In these scenarios, the public should have an opportunity to review and comment if they object to the RULOF decisions made by the state. This allows the public to potentially affect a change in what the state was proposing (i.e., meaningful engagement). The state will also have a defined audience for its meaningful engagement as it would be appropriate to engage the communities nearby the RULOF facilities.

EPA appears to believe it has made the meaningful engagement process clearer in the supplemental rulemaking when at most, all it has done is use more words to describe a nebulous process that will be judged by the regional EPA office months if not years after submittal of the state plan. OSEE and ODEQ request that the idea of meaningful engagement be re-assessed in light of these concerns.

#### D. Comments on Section III. Purpose of This Regulatory Action

#### Comment 18: The fees collected by EPA under the new "Methane Emissions and Waste Reduction Incentive Program for Petroleum and Natural Gas Systems" conflict with State's own Emissions Fees

The "Methane Emissions and Waste Reduction Incentive Program for Petroleum and Natural Gas Systems" appears to be on the cusp of treading on states' rights to collect fees for emissions by requiring methane emissions to be reported and fees imposed at the federal level. 87 Fed. Reg. 74720. Emission fees have historically been collected at the state level, where the emissions are occurring, and where the inventory, permit, inspection, and enforcement programs are located. This overreach by EPA to begin collecting fees on methane emissions while simultaneously expecting states to greatly expand their current programs to cover existing sources under EG OOOOc is unacceptable. EPA should ensure in its "IRA equivalence determination" that any state that implements EG OOOOc through the submission of a state 111(d) plan is considered equivalent to reductions under EPA's November 2021 proposed rule, ensuring the state's facilities are not subject to the federal methane fee. 87 Fed. Reg. 74721.

#### E. Comments on Proposed OOOOc Rule Language

#### Comment 19: Typographical Errors

There is a typographical error in the proposed language of § 60.5363c(a)(6), which currently reads:

(5) Certification and evidence of meaningful engagement on such plan or plan revisions as specified in §60.5365c, including a list of identified pertinent stakeholders and a summary of the engagement conducted, a summary of stakeholder input received, and a description of any action or changes made as a result of the engagement.

The reference to §60.5365c should instead be §60.5366c for meaningful engagement.

Furthermore, Table 2 and Table 4 are currently fully titled "Table 2 to Subpart OOOOb" and "Table 4 to Subpart OOOOb." EPA should update the names of the tables to reflect they are part of OOOOc.

#### III. Conclusion

OSEE and ODEQ appreciate the opportunity to comment on the proposed rule. However, as stated above and previously in the OSEE/ODEQ 2021 Comment, OSEE and ODEQ object to the SNPR as written. Many aspects of the SNPR are unclear in scope and impact and have the potential to require massive state resources which are not available. In addition, the changes made to the November 2021 Proposal and incorporated into the SNPR appear to exacerbate those concerns. If EPA moves forward with the rule, OSEE and ODEQ offer the recommendations set forth above.

Kenneth E. Wagner Secretary of Energy & Environment



J. Kevin Stitt Governor



#### STATE OF OKLAHOMA OFFICE OF THE SECRETARY OF ENERGY & ENVIRONMENT

January 25, 2022

Submitted via: https://www.regulations.gov/

Michael S. Regan, Administrator Environmental Protection Agency 1200 Pennsylvania Avenue, N.W. Washington, DC 20460

RE: U.S. Environmental Protection Agency's ("EPA") proposed: *Standards of Performance for New, Reconstructed, and Modified Sources and Emissions Guidelines for Existing Sources: Oil and Natural Gas Sector Climate Review,* 86 Fed. Reg. 63110 (Nov. 15, 2021)

Dear Administrator Regan:

Enclosed with this letter are comments submitted by my office and the Oklahoma Department of Environmental Quality in response to EPA's proposed rule, *Standards of Performance for New, Reconstructed, and Modified Sources and Emissions Guidelines for Existing Sources: Oil and Natural Gas Sector Climate Review*, 86 Fed. Reg. 63110 (Nov. 15, 2021). The proposed rule has the potential to substantially impact the State of Oklahoma. We appreciate this opportunity to provide comments on the proposed rule, as well as EPA's consideration of said comments.

Sincerely,

Kenneth E/Wagner Secretary of Energy & Environment

Comments on EPA's Proposed Standards of Performance for New, Reconstructed, and Modified Sources and Emissions Guidelines for Existing Sources: Oil and Natural Gas Sector Climate Review, EPA Docket ID No. EPA-HQ-OAR-2021-0317

#### Submitted by:

#### Oklahoma Secretary of Energy and Environment ("OSEE") and Oklahoma Department of Environmental Quality ("ODEQ")

#### I. Introduction

These comments are submitted by OSEE and ODEQ in response to the U.S. Environmental Protection Agency's ("EPA") proposed *Standards of Performance for New, Reconstructed, and Modified Sources and Emissions Guidelines for Existing Sources: Oil and Natural Gas Sector Climate Review*, 86 Fed. Reg. 63110 (Nov. 15, 2021) (hereinafter referred to as the "proposed rule" or "proposal"). The comment period ends on January 31, 2022.

The proposed rule poses many problematic and concerning issues. Therefore, OSEE and ODEQ object to the proposed rule as written. However, if EPA must finalize the proposed rule, this comment seeks to provide feedback on aspects of the proposed rule that could use the most improvement. Comments are numbered sequentially and are grouped according to the section of the proposed rule under which they fall.

The most concerning issue presented by the proposed rule is the vast amount of state resources that will be required to implement the rule and the absence of any additional funding to states to account for the extreme increase in workload. ODEQ previously submitted a comment on the proposed rule at issue herein requesting an extension of the comment deadline, which was submitted to the docket on November 30, 2021 (attached hereto as Attachment A). Said comment contained data showing the proposed rule has the potential to increase the number of oil and gas permitted facilities in Oklahoma from 10,443 to 202,615. This kind of permitting increase would have a seismic impact on ODEQ's air quality program for many reasons, not the least of which is the extreme strain on state resources that are already stretched to capacity.

#### II. Comments

#### A. Comments on Section VI. Environmental Justice Considerations, Implications, and Stakeholder Outreach

#### Comment 1: Environmental Justice Communities Reliant on Oil and Gas Economies

EPA states the proposed rule was based on extensive outreach to underserved and overburdened communities and to environmental justice organizations. 86 Fed. Reg. 63139. EPA states it defines environmental justice ("EJ") as "the fair treatment and meaningful involvement of all people regardless of race, color, national origin, or income with respect to the development, implementation, and enforcement of environmental laws, regulations and policies." *Id.* Additionally, EPA cites Executive Order 12898, 59 Fed. Reg. 7629 (Feb. 16, 1994) as directing it

to "identify the populations of concern who are most likely to experience unequal burdens from environmental harms; specifically, minority populations, low-income populations, and indigenous peoples." 86 Fed. Reg. 63139.

OSEE and ODEQ support the goal of environmental justice, in particular the encouragement of greater public participation. However, we are concerned the proposed rule's focus on environmental justice may not take into consideration its potential economic effects on EJ communities within oil and gas dependent economies and that the proposal does not provide fair consideration of the economic impacts in distressed rural communities that may not meet EPA's definition of "environmental justice community." OSEE and ODEQ encourage EPA to broaden its evaluation of the costs and benefits of the proposed rule to incorporate economic effects with the same level of granularity that was used in targeting communities living in proximity to facilities that would be subject to this rulemaking. In particular, how will these policies affect employment in economically-distressed rural communities in states like Oklahoma?

A study by Price Waterhouse for the American Petroleum Institute determined that the oil and gas sector was responsible (including direct and indirect employment) for 16.7 percent of the Oklahoma workforce.<sup>1</sup> Additionally, many oil and gas jobs employ residents of rural communities.<sup>2</sup> To assess the possible impacts of job losses in those communities, the work performed by the U.S. Department of Agriculture's (USDA's) Economic Research Service investigated economic, social, and demographic factors that affect the poverty status of residents of rural communities. For 2019, the USDA estimated Oklahoma's statewide poverty rate at 15.1% with 19.7% of Oklahoma's children living in poverty.<sup>3</sup> Rural counties, especially in the southeastern part of the state are particularly impacted by poverty.<sup>4</sup> The availability of middle class oil and gas jobs in rural Oklahoma mitigates the poverty experienced in many of these communities. To ensure that just policies are adopted, OSEE and ODEQ encourage EPA to weigh the economic impacts on vulnerable communities, especially rural communities, as carefully as the environmental benefits are evaluated.

<sup>&</sup>lt;sup>1</sup> "Impacts of the Oil and Natural Gas Industry on the US Economy in 2019," prepared by PricewaterhouseCoopers LLP, prepared for the American Petroleum Institute, July 2021, available on-line:

https://www.api.org/-/media/Files/Policy/American-Energy/PwC/API-PWC-Economic-Impact-Report.pdf

<sup>&</sup>lt;sup>2</sup> See, for example, the article "Feeling the Pain: In Rural Oklahoma, Oilfield Communities See the Ups and Downs of Oil and Gas Industry Firsthand," by Heidi Brandes, February 11, 2021, available on-line on the web page of The Petroleum Alliance: <u>https://www.thepetroleumalliance.com/feeling-the-pain-in-rural-oklahoma-oilfield-communities-see-the-ups-and-downs-of-oil-and-gas-industry-first-hand/</u>

<sup>&</sup>lt;sup>3</sup> U.S. Department of Agriculture, Economic Research Service, Rural Poverty & Well-Being, state poverty rate data available on-line: <u>https://data.ers.usda.gov/reports.aspx?ID=17826</u>

<sup>&</sup>lt;sup>4</sup> County data are available from the link cited in Footnote 5 by selecting "Oklahoma."

OSEE and ODEQ performed a review of the Regulatory Impact Assessment (RIA)<sup>5</sup> for the proposed rule. OSEE and ODEQ note that a longer review time was needed to allow adequate review of the RIA due to the complexity of the proposed rule and the associated documents. However, OSEE and ODEQ offer feedback and suggestions to help EPA flesh out some of the details that appear to warrant a more rigorous analysis in support of the supplemental proposal anticipated for this rule.

One issue of concern is the lack of any detailed projections of likely reductions in oil and gas employment. While there are economic projections showing impacts on future oil and gas prices and production, there does not appear to be a concrete projection of the reduction in employment that would likely be associated with adoption of the proposed regulations. This is particularly concerning in Oklahoma due to the number of marginal wells that remain in operation and whose financial viability may be precarious. Further, jobs in the oil and gas sector are particularly well-paying when compared to alternatives, especially in rural areas and, because job losses are likely to be localized, the effects are magnified in those communities.

The RIA, on page 4-33, explains the baseline approach used to evaluate employment impacts in Section 4 of the RIA:

The EPA also conducted a baseline analysis to characterize potential distributional impacts on employment. A reduction in oil and natural gas activity could have a negative effect on employment among oil and natural gas workers. This could also reduce employment, earnings, and tax revenues in oil and natural gas intensive communities.<sup>69</sup> Any effect on oil and natural gas workers or oil and natural gas intensive locations would be a local and partial equilibrium effect. In general equilibrium, there could be other and potentially offsetting effects in other regions and sectors.

The RIA, on page 4-34, continues:

Comparing workers in the oil and natural gas sector to workers in other sectors, oil and natural gas workers may have higher than average incomes, be more likely to have completed high school, and be disproportionately Hispanic. People living in some oil and natural gas-intensive communities concentrated in Texas, Oklahoma, and Louisiana, may have disproportionate income levels, rates of high school completion, and demographic composition.

This information lends support to OSEE's and ODEQ's contention that the economic impacts of the proposed rules will likely be significantly harmful to rural communities dependent on this industry. It is with this concern in mind that OSEE and ODEQ recommend that EPA consider

<sup>5</sup> U.S. EPA, "Regulatory Impact Analysis for the Proposed Standards of Performance for New, Reconstructed, and Modified Sources and Emissions Guidelines for Existing Sources: Oil and Natural Gas Sector Climate Review," (RIA), EPA-452/R-21-003, October 2021 (https://www.epa.gov/system/files/documents/2021-11/proposal-ria-oil-and-gas-nsps-eg-climatereview 0.pdf). economic impacts of the proposed rulemaking with the same level of granularity and diligence that was used in evaluating benefits of the rule for environmental justice comments. The importance of oil and gas jobs is further warranted by the information in Table 4-8 of the RIA which shows that the average income for oil and natural gas workers is \$110,000 while the average income for other workers in "oil and gas communities" is \$40,000. Thus, for every oil and gas job lost, even if there is a new non-oil and gas job created in the same community, there will be a net loss of \$71,000 with additional spillover effects in the community.

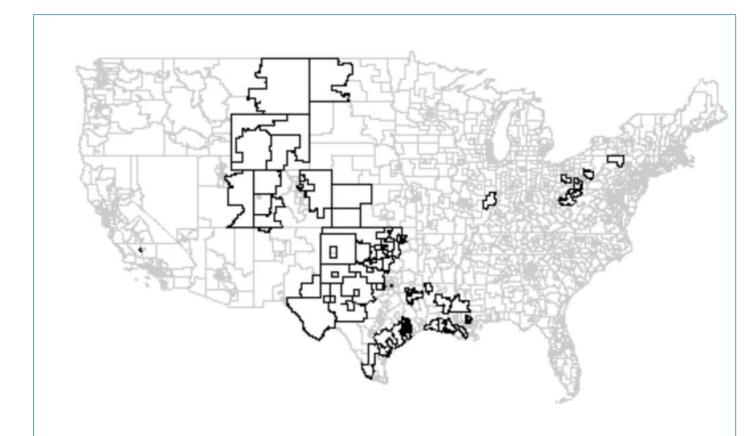
Page 4-35 of the RIA sets forth data used to develop this analysis:

This analysis uses 5-year ACS data from 2015-2019 retrieved from IPUMS. This is approximately 16 million individual ACS responses. Oil and natural gas workers are identified by working in industries with a NAICS code that begins with "211." Those are "Oil and natural gas Extraction," as well as the sub-industries "Crude Petroleum Extraction" and "Natural Gas Extraction."

Notably, OSEE and ODEQ are also concerned that the data set EPA used was exclusively from the oil and gas extraction segment and does not appear to include the drilling, treatment, storage, or transmissions segments. Further, the RIA uses Public Use Microdata Area (PUMA) data to identify oil and gas communities. This level of analysis is insufficiently specific in identifying impacts on rural areas. This assertion is demonstrated by the map (Figure 4-9 on p. 4-36 of the RIA) which shows the relatively large size of each PUMA. In addition, the oil and gas PUMAs shown in the map cover more than half the state of Oklahoma. In contrast, the environmental justice communities in EJScreen<sup>6</sup> are identified with much finer granularity. This raises the question: to what degree does this analysis inherently bias the evaluation of costs and benefits, possibly privileging certain communities compared to others?

Figure 4-9 from the RIA is reproduced below for comparison.

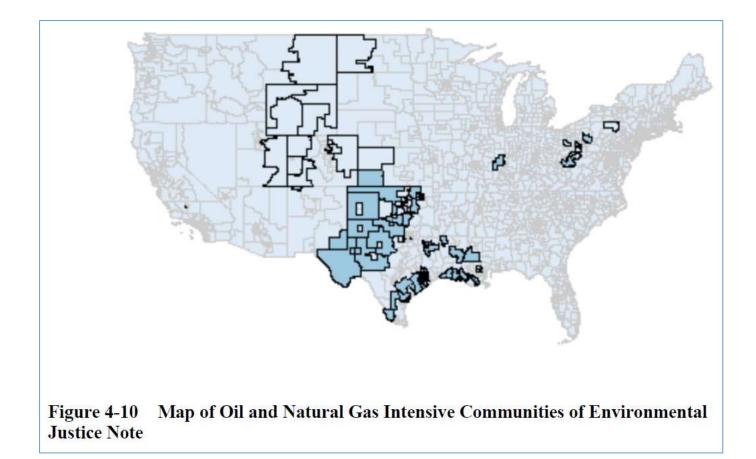
<sup>&</sup>lt;sup>6</sup> See <u>https://www.epa.gov/ejscreen</u>.



### Figure 4-9 Map of PUMAs and Oil and Natural Gas Intensive Communities (Continental United States)

Table 4-9 in the RIA provides demographic data for the entire group of PUMAs with high oil and gas intensity. This analysis is used to draw various conclusions concerning the ethnic make-up, educational attainment, and income of residents in these areas compared with other areas with lower oil and gas intensity. By aggregating the high oil and gas PUMAs for these analyses, EPA fails to give a sufficiently granular analysis of the impacts of the types of rural communities found in Oklahoma. Again, this contrasts with EPA's approach in evaluating impacts on environmental justice communities.

While the analysis in the RIA that follows (see Table 4-10 and Figure 4-10 of the RIA) provides some greater specificity, it is still insufficient and still fails to meet the standards EPA uses for evaluating environmental justice communities. Figure 4-10 is reproduced below.



Notable in Figure 4-10 is just how large a fraction of the state of Oklahoma is included in the PUMAs evaluated.

OSEE and ODEQ are concerned that EPA's analysis is just too vague and too broad-brush. Important questions need to be addressed. How many marginal wells are expected to close as a result of the proposed rules? How many jobs are expected to be lost and which communities are likely to experience those losses? It may be challenging to attempt to address these issues with sufficient rigor, but an attempt is certainly warranted to justify policies that will have disproportionate impacts on some communities to benefit the entire public. OSEE and ODEQ do not object to the evaluation of environmental impacts on environmental justice communities, but respectfully request EPA perform a similarly detailed and rigorous analysis of economic impacts, especially in rural communities.

#### B. Comments on Section X. Summary of Proposed Action for NSPS OOOOa

#### Comment 2: Outdated Text in C.F.R.

EPA outlines the legislative history of the Congressional Review Act joint resolution to disapprove the "2020 Policy Rule" on page 63149 of the proposed rule. The CRA joint resolution was signed into law by President Biden on June 30, 2021. EPA states the 2020 Policy Rule "rescinded all NSPS regulating emissions of VOC and methane from sources in the natural gas transmission and storage segment of the Oil and Natural Gas Industry and NSPS regulating

methane from sources in the industry's production and processing segments." 86 Fed. Reg. 63157. The CRA joint resolution disapproved the 2020 Policy Rule, and therefore the 2020 Policy Rule is treated as though it had never taken effect. 86 Fed. Reg. 63149 (citing 5 U.S.C. 801(f)). However, the rule text of the 2020 Policy Rule remains in the C.F.R., even though its provisions are no longer in effect due to the CRA joint resolution. This disparity between the rules currently in effect after passage of the CRA joint resolution and the outdated rule language that remains in the text of the C.F.R. creates confusion for both the regulated community and regulatory agencies, and especially members of the public who may be unaware of the CRA joint resolution. Regulatory clarity is needed immediately to reduce confusion and potential for error in compliance with and enforcement of the correct rule text.

#### C. Comments on Section XI. Summary of Proposed NSPS OOOOb and Emission Guidelines ("EG") OOOOc

### Comment 3: Clarity Needed When Superseding Provisions of NSPS OOOO and OOOOa

The proposed rule states that EPA intends to publish supplemental rule proposals for NSPS OOOOb and OOOOc. In particular, with respect to new sources, the proposed rule states, "[b]ased on its review, the EPA is proposing revisions to the standards for certain emissions sources to reflect the updated BSER for those affected sources. Where our analyses show that the BSER for an affected source remains the same, the EPA is proposing to retain the current standard for that affected source." 86 Fed. Reg. 63117. These revisions to the standards would be contained in a future rule, NSPS OOOOb. See id. For existing sources, EPA is proposing to develop an Emission Guideline under CAA 111(d) that would then be rolled into a state plan. Id. Thus, once the aforementioned rules are final, there would be four CAA 111 rules applicable to the oil and gas sector (OOOO, OOOOa, OOOOb, and OOOOc/State Plan), all of which could potentially be applicable at a single facility,<sup>7</sup> albeit for different components/affected facilities. Because of this, each subpart needs to be clear in the rule text as to where one rule supersedes the other and where applicability of each rule starts and stops for each affected facility. No single component/affected facility should be subject to more than one NSPS or emissions guideline at any given time. Without clear rule text, there will be confusion among owners/operators as well as regulators about the applicability of each subpart. Regulatory clarity and certainty pertaining to the applicability of each potential future rule are necessary for effective programs, and OSEE and ODEQ request EPA pay close attention to this matter when finalizing any future rules.

<sup>&</sup>lt;sup>7</sup> Here and elsewhere in this document, we use the term "facility" to refer to the Clean Air Act definition of stationary source, consisting of a "building, structure, facility, or installation," otherwise referenced under the common-sense notion of a "plant." Except where there the context is unambiguous, it does not refer to the term "affected facility" under 40 CFR Part 60; the explicit use of "affected facility" is one such unambiguous example.

#### Comment 4: Definition of Fugitive Emissions Component

EPA has proposed a new definition for "fugitive emissions component" that is more expansive than the current definition. 86 Fed. Reg. 63169. The preamble to the proposed rule discusses the reason EPA is considering expanding the definition, specifically that:

[D]ata shows that the universe of components with potential for fugitive emissions is broader than the illustrative list included in the 2016 NSPS OOOOa, and that the majority of the largest emissions events occur from a subset of components that may not have been clearly included in the definition. Therefore, the EPA is proposing a new definition for "fugitive emissions component" to provide clarity that these sources of large emission events are covered. *Id*.

EPA proposes to also include natural gas discharged from natural gas-driven pumps and control devices, including flares. OSEE and ODEQ infer that EPA wants to ensure that the optical gas imaging ("OGI") surveys performed at sites will include these additional sources and, further, that redefining these sources as "fugitive sources" could simplify the rule development. However, OSEE and ODEQ note that fugitive emissions components have *not* included sources of emissions that are vented to the atmosphere through a stack or something similar. If EPA intends for these additional sources to be included in an OGI survey, they should not be included within the fugitive emissions component," then EPA may need to provide additional clarification regarding the requirement to use the actual stack height for a flare subject to reporting requirements for emissions inventory purposes, since fugitive components have different parameters for characterizing the release.

#### Comment 5: Community Identification of Large Emission Events

The proposed rule envisions "a program for finding large emission events that consists of a requirement that, if emissions are detected above a defined threshold by *a community*, a Federal or State agency, or any other third party, the owner or operator would be required to investigate the event, do a root cause analysis, and take appropriate action to mitigate the emissions, and maintain records and report on such events." 86 Fed. Reg. 63177 (emphasis added). OSEE and ODEQ have numerous concerns with allowing the "community," i.e., individual citizens or groups, to detect large emissions events and require owners or operators to mitigate those events. These concerns are 1) safety of the public, 2) accuracy of data collected by the public, 3) regulatory ambiguity surrounding enforcement authority, and 4) EPA's creation of unrealistic expectations of the public. Notably, ODEQ maintains a 24-hour complaints hotline where the public can alert ODEQ to any environmental concerns. Thus, an effective mechanism already exists in Oklahoma for concerned citizens to initiate a regulatory response to emission events. Further, this proposal is problematic because it creates an unrealistic expectation for the public about 1) the public's ability to independently determine the existence of an enforcement issue and 2) whether identification of said perceived issue will result in a specific, direct action by either the regulatory authority or the facility. OSEE and ODEQ submit the following suggestions if EPA ultimately promulgates a rule allowing the community to collect data to be used for enforcement.

First, for safety and legal concerns, EPA should not give individuals or community groups the false impression that they have a right to enter onto facility property without permission to obtain or substantiate emissions data. Next, allowing the public to collect data that could be used in enforcement raises quality assurance/quality control and accuracy questions. Data that is used for enforcement purposes should be collected and verified according to applicable procedures to ensure its accuracy, and any person collecting, analyzing, evaluating, or verifying such data should be trained and certified to do so. At the very least, if EPA goes forward with this aspect of the proposal, the data collected by the community should be required to be verified by either the delegated regulatory authority or EPA. For this reason, OSEE and ODEQ strongly recommend that, should EPA promulgate a rule that allows the community groups should be provided to the delegated agency for further evaluation, verification, and follow-up with the facility. Community groups or other third parties should not bypass the regulatory oversight and enforcement authority of the regulating agency by going directly to the facility for action and remediation.

#### Comment 6: Criteria for Defining "Large Emission Event"

EPA solicits comment on an emissions threshold that could be used to define large emission events, and which types of technologies would be suitable for identification of large emissions events. OSEE and ODEQ would like clarification regarding the use of the phrase "large emission event." 86 Fed. Reg 63177. For instance, what defines a large emission event, absent knowledge of the facility's permit limitations? Is EPA proposing that a separate, unpermitted emission limit apply to facilities, which communities should use as a benchmark for regulatory action? This aspect of the proposal raises serious concerns and questions, especially considering the technical complexity of identifying and characterizing emissions, as discussed above. For these reasons, OSEE and ODEQ reiterate that community involvement in finding large emission events would best work in partnership with the delegated regulatory authority.

EPA specifically solicits comment on whether the threshold for a large emission event should be lower than what is visible by satellite. 86 Fed. Reg 63177. OSEE and ODEQ note that the use of satellite data as the threshold could be problematic. For example, there could be large emission events that are not visible on satellite due to cloud cover or inadequate timing of satellite imagery for emissions that do not have a constant temporal profile, among other factors.

### Comment 7: Determination of Whether a Well Site is Above or Below 3 TPY of Methane Emissions

Starting on page 63170, the proposed rule discusses the possible future proposed provisions of OOOOb and OOOOc with respect to fugitive emissions from well sites. EPA states well sites with site-level baseline methane emissions below 3 tons per year (TPY) are not required to conduct OGI monitoring. 86 Fed. Reg. 63171. However, EPA is also proposing that well sites perform a survey, presumably using OGI but possibly using another approved leak detection method, to confirm if the well site actual emissions are less than 3 TPY. This appears to be a contradiction within the rule, making it unclear what EPA is proposing. OSEE and ODEQ request that EPA ensure that the rule text clarifies how facilities should "demonstrate the actual emissions are accounted for in the calculation." 86 Fed. Reg. 63171.

OSEE and ODEQ note the ambiguity in EPA's proposal could be read to lead to two possible scenarios, and requests that EPA clarify its intent with respect to the requirements for well sites with site-level baseline methane emissions below 3 TPY. In these scenarios we use OGI as an example but recognize another approved leak detection method could be used.

Scenario 1: It can be inferred that the purpose of this demonstration is to require each well site with baseline methane emissions below 3 TPY to conduct an initial survey to find and fix any leaking fugitive emissions components, then no additional OGI monitoring would be required thereafter. If this is EPA's intent, EPA should clearly require an initial survey to be conducted at each well site requesting the exemption for methane emissions below 3 TPY and an additional requirement to fix any fugitive emission leaks within a 90-day timeframe with possible re-monitoring to verify repair of the leaking fugitive emission.

Scenario 2: It can be inferred that the purpose of this demonstration is to require each well site with baseline methane emissions below 3 TPY to quantify the emissions from each well site. Additionally, it is unclear whether, if a certain number of leaks are found, the well site would not qualify for this exemption. The tools to quantify emissions using OGI are expensive and time consuming for such a marginal well site, and it is questionable whether this is cost effective compared to any environmental benefit gained. If the purpose of the potential requirement in scenario 2 is EPA's intent, that requirement is unclear and OSEE and ODEQ respectfully request EPA clarify the intent behind this requirement.

#### Comment 8: Well Site OGI Monitoring Frequencies

EPA has proposed two approaches to well site monitoring frequencies for site-level baseline methane emissions, which are detailed in Table 13 of the proposed rule. 86 Fed. Reg. 63172. Of the two options offered, OSEE and ODEQ prefer the co-proposed OGI monitoring frequency which would require semiannual OGI monitoring for well sites with emissions between 3 and 8 TPY and quarterly OGI monitoring for well sites with emissions greater than 8 TPY. This would be preferred over the monitoring schedule of requiring every well site with baseline methane emissions above 3 TPY to monitor with OGI every quarter. The main reason for this is that the resources invested in conducting OGI at such high frequency for such low emissions outweigh any benefit to the environment. However, OSEE and ODEQ urge EPA not to preclude consideration of any potential third option that would provide more flexibility to maximize the resources invested in monitoring and, therefore, the environmental benefit.

#### Comment 9: Implementation Timelines for Facility Compliance

As discussed in Comment 7 above, in the discussion of a future proposed EG OOOOc, it appears that every existing well site could need a site-specific OGI survey to confirm actual baseline methane emissions. The baseline estimate will be based on major equipment counts and the process described in the Greenhouse Gas Reporting Program ("GHGRP"). 86 Fed. Reg 63170-6. For existing sources, EPA expects this to be accomplished within three years of publication of the final rule. This expectation is problematic. OSEE and ODEQ recommend that EPA consider phasing in this requirement over 5-7 years based on the age of the well. Alternatively, rather than requiring every well site undergo a one-time OGI survey, EPA could consider setting a reasonable default emissions estimation approach for existing wells based on site complexity, while allowing companies to adopt more sophisticated approaches as an alternative. Along with this default approach, the rule could require statistically representative spot checks to confirm the status of a subset of wells subject to the EG. If properly configured, an on-going requirement for statistically representative spot checks (with OGI surveys of those facilities) could have a higher probability of detecting large emissions while reducing costs for the well operators. These alternatives are especially important considering the number of existing facilities that could be subject to the EG, as there are over 200,000 existing active wells in the State of Oklahoma alone. It is unreasonable to expect this vast amount of surveys to be done in the time frame proposed.

#### Comment 10: Component Counts for Calculating Site-Level Baseline Methane Emissions

EPA proposes owners/operators use default average component counts found in GHGRP to calculate their site-level baseline methane emissions. 86 Fed. Reg. 63171. OSEE and ODEQ recommend owners/operators should be allowed to use actual component counts if that data is available. For example, in Oklahoma's point source inventories, facilities provide their actual component counts, which in turn provides better emissions estimates.

#### Comment 11: Calculating PTE for Storage Vessels

OSEE and ODEQ support EPA's proposal to move away from calculating the PTE for each Storage Vessel individually towards calculating the PTE based on each tank battery. 86 Fed. Reg. 63176. In the previous versions of 40 CFR Part 60, NSPS Subparts OOOO and OOOOa, an affected facility was defined as a single storage vessel with potential VOC emissions of 6 TPY or greater. In the discussion of a future proposed NSPS OOOOb and EG OOOOc, EPA is proposing to change the definition to include a single storage vessel or tank battery which exceeds the 6 TPY threshold for VOC for a future proposed NSPS OOOOb or 20 TPY of methane for a future proposed EG OOOOc under the definition of an affected facility. OSEE and ODEQ believe this will improve the ability of industry to determine if a well site/compressor station is an affected facility. It will also improve the ability of regulatory agencies to determine compliance with federally enforceable limits. This approach would lessen confusion for all parties and allow a more straightforward determination of applicable requirements.

#### Comment 12: Pneumatic Controllers

The new rules, as proposed, would regulate intermittent vent controllers as well as continuous bleed controllers, with no exemption for non-zero bleed pneumatic controllers, except for very limited circumstances described in Section XII.C of the Preamble. 86 Fed. Reg. 63179. There should be sufficient flexibility to account for existing facilities with specialty equipment that may be difficult to replace or upgrade. In addition, OSEE and ODEQ are concerned that it will take a considerable length of time bringing existing facilities into compliance with the EG. EPA should consider establishing longer compliance times than the two years EPA appears to be considering in the proposal so that new staff may be trained and will have time to complete the required work. 86 Fed. Reg. 63164 and 63209. Furthermore, manufacturers need time to fulfill

orders without overly scaling up production. If compliance timelines are too short, there will be significant economic disruptions for the both the companies operating these facilities as well as the manufacturers who support them. 86 Fed. Reg. 63179 and 63204.

#### Comment 13: Liquids Unloading Requirements

EPA is proposing two options for liquids unloading operations, a source category that is currently unregulated. 86 Fed. Reg. 63179. For Option 1, every well that undergoes liquids unloading would be subject to the rule and no VOC or methane emissions would be allowed. 86 Fed. Reg. 63119 and 63179-80. Each well would be an affected facility and would be subject to certain reporting and recordkeeping requirements. 86 Fed. Reg. 63119. For Option 2, every well undergoing liquids unloading that does *not* use a method designated to eliminate venting would be an affected facility. *See id*. Wells that do eliminate venting would not be affected facilities and would *not*, therefore, be subject to more detailed reporting and recordkeeping requirements. *Id*. However, there would still be a requirement to maintain records that document the use of nonventing liquids unloading methods. *Id*. If one option must be selected, OSEE and ODEQ prefer Option 2.

In addition, OSEE and ODEQ are concerned about maintenance activities that require a well be opened for servicing. *See id.* If a well is opened for servicing, would those interventions be subject to reporting and/or recordkeeping? If so, what requirements would be applicable?

OSEE and ODEQ are also concerned with the fact that this proposal would consider each liquids unloading event a modification. 86 Fed. Reg. 63180. Liquids unloading would be a relatively small event to constitute a modification under Title I of the Clean Air Act and thus, it could potentially create unexpected regulatory complexities. OSEE and ODEQ recommend EPA reconsider this definition of modification to achieve the goals intended without entangling other requirements. Further, this could set an unwelcome precedent and it would seem to represent a significant departure from standard practice under 40 C.F.R. Part 60.

#### Comment 14: Oil Wells With Associated Gas

EPA states it is "proposing a standard under NSPS OOOOb that requires owners or operators of oil wells to route associated gas to a sales line" or, in instances where a sales line is unavailable, EPA proposes that the gas can be used as an onsite fuel source. 86 Fed. Reg. 63183. For facilities with existing gas-powered equipment, using the gas onsite seems more logical than sending the gas off site through a sales line and bringing other gas in to power the equipment. Further, routing gas to a sales line and using the gas onsite appear to be equally viable options. It is unclear why EPA distinguishes between the two and prefers one scenario over the other.

### D. Comments on Section XII. Rationale for Proposed NSPS OOOOb and EG OOOOc

#### Comment 15: Publication of study on small and marginal wells

EPA provides its BSER analysis for a future NSPS OOOOb and EG OOOOc in Section XII of the proposed rule, which seems to disregard important forthcoming information about

marginal and low-producing wells by proposing to subject said wells to frequent OGI monitoring. EPA should wait to publish any final rule on NSPS OOOOb and EG OOOOc until the report, "Quantification of Methane Emissions from Marginal (Low Production Rate) Oil and Natural Gas Wells," conducted by the National Energy Technology Laboratory has been completed.<sup>8</sup> The final report can help inform EPA on this most recent rulemaking and, specifically, to understand at what point are small and marginal producing wells no longer cost effective to require fugitive monitoring using OGI.

### E. Comments on Section XIV. State, Tribal, and Federal Plan Development for Existing Sources

#### Comment 16: Emissions Inventory of Designated Facilities

As EPA acknowledges within the preamble to the proposed rule, identifying Oklahoma's existing sources for the EG is going to be a resource-intensive process and will involve multiple agencies. See 86 Fed. Reg. 63253. EPA solicits comment on "whether the agency should supersede the requirements of 40 C.F.R. 60.25a(a) for purposes of this EG, and replace that requirement with a different emissions inventory requirement that seeks to represent the same general type of information but allows States to utilize existing inventories and emissions data. An example of an inventory that could be leveraged, and on which the EPA specifically solicits comment, is the GHGRP." 86 Fed. Reg. 63253.

With respect to whether EPA should supersede the requirements of 40 C.F.R. 60.25a(a) for purposes of the EG, OSEE and ODEQ support this approach. However, we make the following suggestions as to how EPA should accomplish this goal: (1) EPA should simplify the requirement to identify designated facilities potentially subject to the EG, taking into consideration the large number of such facilities and (2) EPA should accept emissions data for these facilities in accordance with the provisions of the Air Emissions Reporting Requirements (AERR), with detailed requirements for designated facilities that are classified as AERR Type A and B sources and the use of alternative methods (e.g., a nonpoint tool) for designated facilities that would be classified as nonpoint sources under the AERR.

Notably, 40 C.F.R. 60.25a contains outdated language, especially in reference to Appendix D, which predates the AERR and even predates AERR's predecessor, the Consolidated Emissions Reporting Requirements (CERR). Appendix D was last updated in 1975, and it appears the National Emissions Data System (NEDS), as referenced in Appendix D, was last updated in 1980, although it is difficult to find a historical timeline of its use. The CERR was finalized in 2002, and the AERR was finalized in 2008. Inventories have not been collected in the manner 40 C.F.R. 60.25a dictates for quite some time. OSEE and ODEQ suggest EPA update the rules to reference 40 C.F.R. 51a, i.e., the AERR. Furthermore, the AERR already has emissions thresholds for what should be inventoried as a point source, and what is being captured in the National Emissions Inventory (NEI) as a nonpoint source. OSEE and ODEQ believe the rule should align with the AERR thresholds and requirements. Furthermore, with respect to EPA's suggestion that states' inventories leverage the GHGRP for purposes of the EG, OSEE and ODEQ do not support this

<sup>&</sup>lt;sup>8</sup> The following link shows the current status of the project: <u>https://netl.doe.gov/node/9373</u>.

approach. This is because (1) the GHGRP would not reflect emissions from smaller operators and (2) the GHGRP has default emission factors and default equipment counts built in that do not necessarily reflect actual data on site. Alternatively, we believe the NEI does a much better job of quantifying emissions from all sources.

#### Comment 17: Remaining Useful Life

EPA states it "intends to provide further clarification on the general process and requirements for accounting for remaining useful life and other factors . . ." 86 Fed. Reg. 63251. If EPA plans to issue guidance or specific provisions regarding remaining useful life, whether a part of this rulemaking or in the implementing regulations, these details need to be known now, in order to successfully evaluate and plan for the impacts of the proposed rule and the BSER. OSEE and ODEQ urge EPA to release this information as soon as possible as it may inform future comments on EPA's proposal.

#### Comment 18: Meaningful Engagement Should be More Clearly Defined

EPA is soliciting comment on requiring States to perform outreach and "meaningful engagement" with overburdened and underserved communities during the development process of their State plan for NSPS OOOOc. 86 Fed. Reg. 63253. OSEE and ODEQ support robust public participation in state rulemaking efforts and conduct public participation processes in accordance with the law. Importantly, states are already required to take measures to consider EJ in state activities, so an additional EJ requirement within this rulemaking seems unfounded and redundant.

The breadth of the term "meaningful engagement" is unclear in the proposed rule, and without further definition could create pitfalls for states when carrying out the requirement. Clarity is needed on exactly how states should identify these communities and then engage with them. Without further guidance, the granularity of the meaningful engagement requirement is unclear and could possibly lead to absurd interpretations from third parties. As stated above, OSEE and ODEQ support robust public participation and always seek to meaningfully engage the public in rulemaking efforts. However, the extent to which states must commit resources to additional public engagement above what is currently required by law is unclear, and states need to know the extent of said requirement to appropriately allocate their very limited resources. OSEE and ODEQ respectfully request that EPA clarify the term "meaningful engagement" and exactly what is required by states to fulfill this standard.

### Comment 19: Is Meaningful Engagement Possible in States Adopting the Presumptive Standard?

The proposed rule states that under the Clean Air Act, "EPA has the authority and responsibility to determine the BSER and the degree of limitation achievable through the application of the BSER [and] that States shall submit to the EPA plans that establish standards of performance for designated facilities (i.e., existing sources) and provide for implementation and enforcement of such standards." 86 Fed. Reg. 63249. With respect to EPA's responsibility to determine the BSER and degree of limitation achievable, EPA states, "[f]or this EG the EPA is proposing to translate the degree of emission limitation achievable through application of the

BSER (i.e., level of stringency) into presumptive standards of performance that States may use in development of State plans for specific emission points." 86 Fed. Reg. 63249. EPA goes on to state that "if a State chooses to adopt the presumptive standards as the standards of performance in their State plan, then the EPA believes that such plan could be approved as meeting the requirements of CAA section 111(d) and the finalized EG." *Id.* It is unclear then what the meaningful engagement at this stage is accomplishing. EPA goes on to state, "This engagement will help ensure that State plans achieve meaningful emission reductions, that overburdened communities partake in the benefits and gains of the State plan, and that these communities are protected from being adversely impacted by the State plan" 86 Fed. Reg. 63254.

If EPA considers the presumptive standards to contain the level of stringency that EPA would require to approve a state plan, what then would be the purpose of meaningful engagement on the state level? Any outreach at this point will potentially disenfranchise the public that is expecting to be able to effect a change. Yet, the standards the state seeks to adopt are approvable as written, since EPA has already set the presumptive standards that are supposed to address public health and welfare. Therefore, the burden should be on EPA to satisfy this meaningful engagement requirement during the federal rulemaking process.

This logical fallacy comes full circle with the consequences to a state for failing to engage meaningfully with overburdened and underserved communities. The proposed rule states, "If a State plan submission does not meet the required elements for public participation, including requirements for meaningful engagement, this may be ground for the EPA to find the submission incomplete or to disapprove the plan." 86 Fed. Reg. 63254. If EPA disapproves a state plan for not having proper engagement, the remedy would be to issue a federal implementation plan ("FIP"). The FIP would have only undergone federal-level public involvement and presumably not a state-by-state meaningful engagement process. It is nonsensical that a state plan can be disapproved for failure to have meaningful engagement but then a federal plan, without that additional "meaningful engagement," would satisfactorily replace the disapproved state plan.

#### Comment 20: Implementation Timelines for State Plans

EPA states it plans "to undertake rulemaking to address the [40 CFR Part 60, Subpart Ba] provisions vacated under the court's decision in the near future." *Am. Lung Assoc.* v. *EPA* 985 F.3d at 991 (DC Cir. 2021). 86 Fed. Reg. 63255. The implementing regulations in 40 C.F.R. Part 60, Subpart Ba need to be addressed now so states know what timing is going to be expected for the State plan submittal and have an opportunity to make meaningful comments.

#### III. Conclusion

OSEE and ODEQ appreciate the opportunity to comment on the proposed rule. However, as stated above, we object to the rule as written. Many aspects of the rule are unclear in scope and impact and have the potential to require massive state resources which are not available. If EPA moves forward with the rule, OSEE and ODEQ offer the recommendations set forth above. Additionally, if EPA issues a supplemental rulemaking proposal as expected (86 Fed. Reg. 63115), OSEE and ODEQ may submit further comments on the proposed regulatory text that is related to the above recommendations or identify additional concerns. OSEE and ODEQ recommend that

EPA provide a sufficient length of time for stakeholders to comment on any future proposed supplemental rulemakings.

#### Attachment B

#### Oklahoma Department of Environmental Quality Air Quality Division 707 North Robinson P.O. Box 1677 Oklahoma City, Oklahoma 73101-1677 (405) 702-4100

#### Re: Docket ID No. EPA-HQ-OAR-2021-0317

**Submitted on December 8, 2022 To:** *The Federal eRulemaking Portal: <u>http://www.regulations.gov</u>* and a-and-r-docket@epa.gov

The Oklahoma Department of Environmental Quality ("ODEQ") respectfully requests a 60-day extension of the deadline to comment on the US EPA's supplemental proposed rule, "Standards of Performance for New, Reconstructed, and Modified Sources and Emissions Guidelines for Existing Sources: Oil and Natural Gas Sector Climate Review" (hereinafter the "Supplemental Proposed Oil and Gas Methane Rule" or "SNPR"), published on December 6, 2022, at 87 Fed. Reg. 74702. The proposed rule expands EPA's November 2021 proposal and requests comment on a wide range of complex and technical issues. To provide time for meaningful review and response to this proposed rule, the deadline to comment should be extended. To warrant our request for an extension, the Oklahoma DEQ will highlight challenges posed by the extraordinary increase in the number of facilities which would be subject to regulatory oversight, the difficulties associated with cost estimation considering the heavy-tailed nature of the distribution of control and monitoring costs, new proposals and enhanced challenges associated with assessing "remaining useful life and other factors" (RULOF) and how those factors may affect appropriate control and monitoring approaches, issues with the rulemaking docket, and the overlap of the rule review period and the winter holiday season.

#### Concerns Associated with the (Proposed) Extraordinary Increase in Regulated Facilities

The challenges posed by the limited comment period are due not only to complexities inherent in the rule proposal, but also to the potential repercussions in ODEQ's approach to permitting, compliance monitoring, regulatory enforcement, and emissions inventory reporting. In short, the proposed rule, if adopted, would have extreme impacts on all aspects of ODEQ's program because it will dramatically affect workload, allocation of resources, and budgeting. The reason this rule poses such an extraordinary challenge is that the ODEQ's air program is grounded on the assumption that facilities<sup>1</sup> with emission sources are best addressed when the owner or operator of the facility obtains an air quality permit. Currently, the ODEQ program covers over 14,000

<sup>&</sup>lt;sup>1</sup> The term "facilities" used herein refers to the Clean Air Act definition of stationary source, consisting of a "building, structure, facility, or installation," otherwise referenced under the common-sense notion of a "plant." It does not refer to the term "affected facility" under 40 CFR Part 60.

facilities with air quality permits. The 2021 Proposed Oil and Gas Methane Rule already had the possibility of increasing that number by an order of magnitude if permits are ultimately determined to be necessary for all designated facilities. This Supplemental Proposed Oil and Gas Methane Rule will require an entirely new analysis and adds requirements to even more sources that were not covered under the 2021 proposal. Table 1 provides a summary of the oil and gas facility types located in Oklahoma and the number of facilities with and without air quality permits.

Facility Type <sup>2</sup>	Number of Facilities by Type	
	Permitted <sup>3</sup>	Not Permitted
Active crude oil, natural gas, and coal-bed methane well sites	9,077	201,854 <sup>4</sup>
Production tank battery/central distribution point	194	388 <sup>5</sup>
Natural gas gathering compressor station	1,041	405 6
Natural gas gathering treatment facility without compression	25	0
Natural gas liquids (NGL) extraction and or fractionation facility (gas plant)	89	0
Natural gas transmission compressor station	104	0
Natural gas underground storage facility	7	0
Totals	10,537	202,647

Table 1. Oil and Gas Facilities in Oklahoma

<sup>2</sup> This table only identifies facilities that are likely to be subjected to requirements under the Supplemental Proposed Oil and Gas Methane Rule. Other crude oil and natural gas facilities (e.g., refineries, bulk crude oil tank farms, etc.) have been omitted.

<sup>3</sup> The numbers of permitted facilities shown in this table are based on facilities that reported calendar year 2021 emissions to ODEQ's state point source inventory supplemented by a count of facilities that are still operating and only report emissions every three or six years to align with the National Emissions Inventory schedule. This information is currently undergoing a quality control review, so these numbers will likely be updated and adjusted slightly.

<sup>4</sup> The number of active crude oil and natural gas wells was obtained from an Oklahoma Corporation Commission presentation to the Petroleum Alliance of Oklahoma on August 6, 2021. It should be noted that the number of unpermitted wells refers to individual wells and some wells may be collocated on the same facility. Collocation of wells is more common in newer wells, but some older wells may also be found on the same facility. Thus, the number of facilities will likely be lower, although not substantially lower. The presentation may be found on the web: <a href="https://oklahoma.gov/content/dam/ok/en/occ/documents/ajls/commissioners/Murphy-presentation-Petroleum-Alliance-08-06-2021.pdf">https://oklahoma.gov/content/dam/ok/en/occ/documents/ajls/commissioners/Murphy-presentation-Petroleum-Alliance-08-06-2021.pdf</a>

<sup>5</sup> This estimate was obtained by doubling the number of permitted facilities to yield a reasonable number of legacy facilities that predate permitting requirements.

<sup>6</sup> The number of unpermitted natural gas gathering compressor stations was estimated using a 28% ratio of unpermitted facilities to total facilities (permitted and unpermitted combined) consistent with the approach taken in Oklahoma's submission to the 2020 National Emissions Inventory (NEI).

Notwithstanding the complexity of the rule and the substantive requests EPA is making for feedback,<sup>7</sup> the number of facilities in Oklahoma that could be subject to applicable requirements is vast. States like Oklahoma with such a high potential for extreme changes to their programs need extra time to assess the true nature of the potential impacts of the rule to the environment, state programs, and to industry.

#### Heavy-Tailed Data Distributions and Difficulties Estimating Monitoring and Control Costs

The SNPR offers a number of proposed remedies to address "super-emitters," contextually defined in the Preamble to the SNPR as "large emission events."<sup>8</sup> The heavy-tailed data distribution (in contrast to a normal or Gaussian distribution) that characterizes emissions from this sector (and many others) adds complexity to attempts to estimate aggregate emissions from the sector. In this case, the relatively small number of data points occupying space in the long tail (high end) of the data distribution account for an oversized share of total emissions. Therefore, attempts to estimate total emissions by multiplying the median value by the total number of sources (as could be done when working with data showing a normal/Gaussian distribution) will significantly underestimate total sector emissions.

This principle is well understood and various attempts to address this issue are underway in various forums. But a similar phenomenon occurs with regard to costs of control and monitoring. After a limited review of the documents released by the EPA so far, Oklahoma DEQ engineers and environmental program specialists have noted a similarly troubling aspect of EPA's attempt to estimate the cost of controls and monitoring. A description of the approach EPA used to estimate costs is reproduced below.

The cost analysis presented in the Rule Impact Assessment [RIA] reflects a nationwide engineering analysis of compliance cost and emissions reductions, of which there are two main components. The first component is a set of representative or model plants for each regulated facility, segment, and control option. The characteristics of the model plant include typical equipment, operating characteristics, and representative factors including baseline emissions and the costs, emissions reductions, and product recovery resulting from each control option. The second component is a set of projections of activity data for affected facilities, distinguished by vintage, year, and other necessary attributes (*e.g.*, oil versus natural gas wells). Impacts are calculated by setting parameters on how and when affected facilities are assumed to respond to a particular regulatory regime, multiplying

<sup>&</sup>lt;sup>7</sup> EPA requests feedback on at least 142 different items, many with detailed informational needs.

<sup>&</sup>lt;sup>8</sup> See, for example, page 74742 of the SNPR.

activity data by model plant cost and emissions estimates, differencing from the baseline scenario, and then summing to the desired level of aggregation.<sup>9</sup>

It appears that EPA has inadvertently assumed that the cost of controls and the cost of monitoring follow a normal or Gaussian distribution and, therefore, total costs may be estimated by multiplying median (in this case "model plant") costs by the total number of facilities of that type. If this is indeed the case, EPA would be making the same error in estimating costs that EPA is trying to avoid when estimating emissions.

It will take additional time and effort to develop a better estimate of the cost of control and monitoring using a more accurate statistical approach than the one EPA appears to have used in this proposal. This alone warrants an extension of the comment period.

#### New Challenges Associated with Assessing Remaining Useful Life and Other Factors

The SNPR proposes to revise existing rules governing the requirements that states<sup>10</sup> must follow in evaluating a designated facility's or class of facilities' remaining useful life and other factors (RULOF) in assessing whether the proposed best system of emission reduction (BSER) is appropriate.

While standards of performance must generally reflect the degree of emission limitation achievable through application of the BSER, CAA section 111(d)(1) also requires that the EPA regulations permit the states, in applying a standard of performance to a particular designated facility, to take into account the designated facility's RULOF. The EPA's implementing regulations under 40 CFR 60.24a(e) allows a state to consider a designated facility's RULOF in applying a standard of performance less stringent than the presumptive level of stringency given in an EG to a particular source, provided that the state makes the required demonstration under this provision. However, as described further below, this provision does not provide clear parameters for states on how and when to apply a standard less stringent than the presumptive level of stringency given in an EG to a particular source. The EPA intends to propose clarifying revisions to this provision under the implementing regulations in an upcoming rulemaking that would apply generally to new EG promulgated under CAA section 111(d). While inviting comments on the application of these proposed revisions in the context of the oil and gas sector in this rulemaking, the EPA also encourages the public to provide comments on these proposed revisions more generally in that upcoming rulemaking process to amend the implementing regulations.<sup>11</sup>

<sup>&</sup>lt;sup>9</sup> From page 74712 of the SNPR.

<sup>&</sup>lt;sup>10</sup> As well as local and tribal agencies with the authority to administer an air quality program.

<sup>&</sup>lt;sup>11</sup> This language is from pages 74816-74817 of the SNPR.

As mentioned previously, based on a limited review of the SNPR, it appears that EPA is proposing to apply BSER to *all* oil and gas wells. Many of these wells are older, low-production wells that would have been exempt from some of these requirements under the November 2021 proposal. However, the SNPR not only proposes to require monitoring and control of emissions from *all wells*, but also proposes changes to the mechanism states may use to demonstrate that, due to RULOF, some facilities should either be exempt from some of these requirements or should have less onerous requirements applied during the limited time the facilities will continue to operate.

As such, the SNPR has the potential to cause significant reductions in production. The evaluation of these implications warrants additional time, and the potential deleterious impacts of these changes should be given sufficient time for proper evaluation and consideration.

#### Problems with the Docket

The Oklahoma DEQ appreciates EPA's efforts to release a pre-publication version of the SNPR early and efforts at outreach to states and other stakeholders. However, during the preparation of this extension request, Oklahoma DEQ staff checked the EPA rulemaking docket and found that very few new supporting documents were available. A thorough review requires access to the supporting documents. We expect these documents to be detailed and numerous. Additional time is needed for review.

#### Closing and Request

Without extension, the comment period does not allow states adequate time to analyze the voluminous background materials we expect to see in the docket, much less the proposed rule itself. This lack of adequate review time is compounded by the fact the comment period overlaps with the winter holiday season. Considering the gravity of the concerns stated herein, a 60-day extension to the comment period is necessary to allow states to adequately review and meaningfully comment on the proposed rule.



February 13, 2023

# VIA ELECTRONIC SUBMISSION

The Honorable Michael S. Regan Administrator Environmental Protection Agency Washington, DC 20460

# **Re: Standards of Performance for New, Reconstructed, and Modified Sources and Emissions Guidelines for Existing Sources: Oil and Natural Gas Sector Climate Review (Docket ID EPA-HQ-OAR-2021-0317)**

Dear Administrator Regan:

On December 6, 2022, the Environmental Protection Agency (EPA) published a supplemental proposed rule titled "Standards of Performance for New, Reconstructed, and Modified Sources and Emissions Guidelines for Existing Sources: Oil and Natural Gas Sector Climate Review."<sup>1</sup> This letter constitutes the Office of Advocacy's (Advocacy) public comments on the supplemental proposed rule.

Advocacy believes EPA has further opportunities to reconsider the likely burden on small businesses. As Advocacy said in our comment letter on the associated proposed rule, this rule will have a significant and disproportionate effect on a substantial number of small entities. EPA should consider additional flexibilities that can minimize these impacts while accomplishing the goal of reducing methane emissions from oil and natural gas production. Based on feedback from small oil and gas producers, Advocacy recommends changes to the proposal related to monitoring, pneumatics controllers and pumps, and the super-emitter response program.

<sup>1</sup> 87 Fed. Reg. 74702 (December 6, 2022).

# I. Background

# A. The Office of Advocacy

Congress established the Office of Advocacy under Pub. L. 94-305 to represent the views of small entities before Federal agencies and Congress. Advocacy is an independent office within the U.S. Small Business Administration (SBA). As such, the views expressed by Advocacy do not necessarily reflect the views of the SBA or the Administration. The Regulatory Flexibility Act (RFA),<sup>2</sup> as amended by the Small Business Regulatory Enforcement Fairness Act (SBREFA),<sup>3</sup> gives small entities a voice in the rulemaking process. For all rules that are expected to have a significant economic impact on a substantial number of small entities, the RFA requires federal agencies to assess the impact of the proposed rule on small entities and to consider less burdensome alternatives.

The Small Business Jobs Act of 2010 requires agencies to give every appropriate consideration to comments provided by Advocacy.<sup>4</sup> The agency must include a response to these written comments in any explanation or discussion accompanying the final rule's publication in the *Federal Register*, unless the agency certifies that the public interest is not served by doing so.<sup>5</sup>

Advocacy's comments are consistent with Congressional intent underlying the RFA, that "[w]hen adopting regulations to protect the health, safety, and economic welfare of the nation, federal agencies should seek to achieve statutory goals as effectively and efficiently as possible without imposing unnecessary burdens on the public."<sup>6</sup>

# **B.** The Proposed Rule

On November 15, 2021, EPA published a proposed rule that would revise and update the New Source Performance Standards (NSPS) for Oil and Gas production under Clean Air Act (CAA) section 111(b) and Emissions Guidelines (EG) for existing Oil and Natural Gas production sources under CAA section 111(d). This proposed rule would directly regulate methane emissions from new and modified sources (NSPS) and establish standards for state regulation of methane emissions from existing sources (EG). Existing sources include some sources subject to EPA regulation under the 2012 NSPS (Subpart OOOO) and the 2016 NSPS (Subpart OOOOa) for this industry and some sources never before subject to EPA regulations. EPA convened a SBREFA panel for this rule in July 2021 and published an Initial Regulatory Flexibility Analysis with the proposed rule.

<sup>3</sup> Pub. L. 104-121, Title II, 110 Stat. 857 (1996) (codified in various sections of 5 U.S.C. §601 et seq.).

- <sup>4</sup> Small Business Jobs Act of 2010 (PL. 111-240) §1601.
- <sup>5</sup> Id.
- <sup>6</sup> Id.

<sup>&</sup>lt;sup>2</sup> 5 U.S.C. §601 et seq.

On January 31, 2022, Advocacy submitted the attached public comments on the proposed rule.<sup>7</sup> Advocacy commented on EPA's compliance with the RFA, the disproportionate impact the proposed rule would have on small businesses and suggested additional flexibilities that EPA should consider in this supplemental proposed rule.

On December 6, 2022, EPA published a supplemental proposed rule to provide missing details in the proposed rule and propose further restrictions on methane emissions. This supplemental proposal expanded on the concept of third-party monitoring for "super-emitter" events. It also includes proposed implementing regulations and the consideration of "Remaining Useful Life and Other Factors" (RULOF) in the state plans required under section 111(d).

# II. Advocacy's Small Business Concerns

Advocacy continues to have significant concerns with the impact this rule would have on small businesses in the oil and gas production sector. We recognize the work that EPA did between the proposed rule and supplemental proposal to improve its compliance with the RFA. However, Advocacy re-states its concerns in sections III and IV of its January 31, 2022, comment letter.

# A. EPA's proposals put small businesses at a significant disadvantage.

Advocacy reiterates the concern raised in our previous letter: EPA's analytical support for this rulemaking inherently disadvantages small businesses. Calculations of cost-effectiveness rely on averages of costs across the whole industry, reflecting economies of scale for equipment and human resources that are not available to many small businesses. Compliance timelines assume priority access to equipment and materials that are not available to small businesses. In addition, annualization over the full lifetime of equipment assumes longer-term financing that is often not available to small businesses.

As we said in our comment letter on the proposed rule, Advocacy recommends that EPA consider and present explicitly the impacts of its rule on all small businesses, including those that are operating existing sites. EPA should consider how the disadvantages described above affect the cost-effectiveness of its proposal. This analysis should consider a range of different size categories.

# B. EPA should consider additional flexibilities for small businesses.

# 1. EPA should consider a compliance option that requires more frequent Audio, Visual, and Olfactory Inspections in lieu of Optical Gas Imaging Inspections.

EPA's supplemental proposal eliminates the requirement that Optical Gas Imaging (OGI) contractors comply with the proposed Appendix K. While that does reduce costs of OGI overall, small entities remain concerned about the cost of this requirement and their ability to procure the services of OGI contractors, particularly within the timeframes that EPA's proposal would require. Although EPA's analysis is that OGI is cheaper than Audio, Visual, and Olfactory (AVO) inspection, the small businesses with whom Advocacy has consulted insist that AVO inspections are generally preferred. They can be done more frequently and without specialized

<sup>&</sup>lt;sup>7</sup> Regulations.gov Document ID EPA-HQ-OAR-2021-0317-0924.

equipment, more people can be trained to perform them properly, and they are well-suited to detect the leaks most likely to occur at small sites.

One set of small entities suggested that their staff is present at their well-sites significantly more frequently than the frequency of AVO inspections that would be required by the supplemental proposal. EPA, however, appeared to develop this proposal from the assumption that small sites are visited infrequently. While this may be true for many sites, it serves to highlight the challenge of one-size-fits-all rulemakings across an industry that has wildly different characteristics across regions of the United States. EPA should consider a schedule of compliance alternatives based on more frequent AVO inspections and less frequent OGI or, in some cases, none.

EPA should also consider whether there can be a further subcategorization of well sites with major equipment such that some sites might have bimonthly AVO and semiannual OGI. Advocacy also suggests that EPA clarify that sites can change between subcategories, and thus change monitoring requirements, as equipment is installed and removed from the site.

# 2. EPA should allow existing facilities to maintain natural gas pneumatic controllers and pumps where electric service is not readily available.

Advocacy's position on EPA's proposal to require controllers and pumps that require electricity to operate is unchanged from the proposed rule. EPA relies on work by Carbon Limits and does not give due consideration to the concerns of small entities raised to Advocacy and in the public comments that these requirements are technically infeasible in some parts of the country. This is particularly problematic because the Carbon Limits 2021 update to its 2016 report relies on interviews with three suppliers and two unidentified oil and gas producers.<sup>8</sup> Suppliers are not unbiased providers of information about the products and services they sell, especially when they are not required to guarantee a standard of performance. The oil and gas producers who have successfully dispatched electronic pneumatic devices at their new and existing sites may be accurately representing their situation, but two companies cannot represent the whole of diversity in the industry, let alone the range of sizes of companies in the industry. Neither EPA nor Carbon Limits address the concern that EPA is mandating the replacement of approximately 1.7 million controllers in the transition period.

Advocacy reiterates its previous comment:

Because controllers are crucial to oil and natural gas production operations, EPA should provide flexibilities in this requirement for those circumstances in which small entities cannot obtain and/or retrofit zero-emitting controllers. EPA should phase in any requirement for existing sources. After the phase-in period, EPA should allow states to

<sup>&</sup>lt;sup>8</sup> See Carbon Limits, Zero emission technologies for pneumatic controllers in the USA: Updated applicability and cost effectiveness, November 2021, available at Regulations.gov Document ID EPA-HQ-OAR-2021-0317-1530.

grant extensions to small entities that can show a good faith effort to procure nonemitting controllers at a reasonable price.

In this supplemental proposal, EPA includes a way for state plans to provide some relief for existing sources, through consideration of RULOF in setting emissions standards less stringent than EPA's emission guidelines. EPA provides an example of a state using the RULOF provisions for pneumatic controllers.<sup>9</sup> However, this flexibility is limited. It requires the state regulatory authority to make findings for a specific facility or class of facilities and identify the facilities in the state plan submitted to EPA. This is much earlier in the process than many small businesses will be ready to engage with their state regulators. It also does not give the state and small businesses flexibility to phase in requirements based on market conditions. EPA should include these flexibilities directly in the emission guidelines.

# **3.** EPA must design the proposed Super-Emitter Response Program to respect small businesses operating in good faith.

Small businesses have raised significant concerns about the proposed Super-Emitter Response Program. These operators want to ensure that the program's emphasis is on the response to these third-party reports, sent in good faith and to which they can respond in good faith, not on enforcement for methane emissions that are otherwise permitted. Further, these small oil and gas producers are concerned that third-party reporters could be motivated to impose bureaucratic costs unrelated to emissions or to their permit requirements to permanently reduce fossil fuel extraction in this country.

To address these concerns, EPA should design this program to make clear that EPA is not delegating enforcement authority and that the role of the third-party notifier is limited to the narrow specifications of this program. Towards that goal, Advocacy recommends the following specific provisions.

- Make a clear prohibition on trespassing on oil and gas production sites, with withdrawal of approval to third-party notifiers for repeated violations. Operators need assurances that third parties will not interpret their participation in this limited program as an invitation to engage in further investigation or conduct their own inspections.
- Require third-party notifiers to submit reports of super-emitter events to the relevant regulatory authority, not directly to the operator. There is no uniform reliable means to determine ownership of a site remotely, and operators should not be required to engage in costly regulatory compliance based a third-party's self-certification.
- Emphasize that reports of super-emitter events are not evidence of a violation of the Clean Air Act permit or the regulations.
- Provide a safe harbor against enforcement for methane emissions reported and resolved in response to a report of a super-emitter event.

<sup>&</sup>lt;sup>9</sup> 87 Fed. Reg. at 74,820.

• Withdraw approval after three erroneous reports, whether to the same operator or not.

# III. Conclusion

EPA's proposed NSPS and EG for methane emissions from the oil and natural gas sector will have significant and disproportionate impacts on small businesses. EPA should provide additional flexibilities for small businesses to reduce the likely burden. Based on feedback from small oil and gas producers, Advocacy recommends changes to the proposal related to monitoring, pneumatics controllers and pumps, and the super-emitter response program.

If you have any questions or require additional information, please contact me or Assistant Chief Counsel Dave Rostker at (202) 205-6966 or by email at david.rostker@sba.gov.

Sincerely,

/s/

Major L. Clark, III Deputy Chief Counsel Office of Advocacy U.S. Small Business Administration

# /s/

Dave Rostker Assistant Chief Counsel Office of Advocacy U.S. Small Business Administration

Copy to: Richard L. Revesz Administrator Office of Information and Regulatory Affairs Office of Management and Budget

Attachment



# Department of Natural Resources

JOEL FERRY Executive Director

Public Lands Policy Coordinating Office

SPENCER J. COX Governor

State of Utah

DEIDRE M. HENDERSON Lieutenant Governor REDGE B. JOHNSON Director

February 13, 2023

Submitted via electronically: https://www.regulations.gov

U.S. Environmental Protection Agency EPA Docket Center Docket ID No. EPA-HQ-OAR-2021-0317 Mail Code 28221T 1200 Pennsylvania Avenue, NW Washington, DC 20460

Re: Standards of Performance for New, Reconstructed, and Modified Sources and Emissions Guidelines for Existing Sources: Oil and Natural Gas Sector Climate Review; A Supplemental Proposal to the EPA's Proposal to Reduce Climateand Health-Harming Pollution from the Oil and Natural Gas Industry Docket ID No. EPA-HQ-OAR-2021-0317

Dear Administrator Regan:

Under President Biden's January 20, 2021, Executive order ("EO") titled "Protecting Public Health and the Environment and Restoring Science to Tackle the Climate Crisis," the President directed the Environmental Protection Agency ("EPA") to consider taking the actions proposed in the EPA's proposed *New Source Performance Standards and Emissions Guidelines for the oil and natural gas industry* (the "Proposed Rule")<sup>1</sup> released in November 2021. Subsequently, on December 6, 2022 the EPA promulgated another round of related regulations entitled *Standards of Performance for New, Reconstructed, and Modified Sources and Emissions Guidelines for Existing Sources: Oil and Natural Gas Sector Climate Review* (the "Supplemental Proposal").<sup>2</sup>

On January 31, 2022, the state of Utah ("State") through two of its state agencies, namely, the Utah Public Lands Policy Coordinating Office ("PLPCO") and the Utah Division

<sup>1</sup> 86 FR 63110. <sup>2</sup> 87 FR 74702. of Air Quality ("UDAQ") provided written comments on the EPA's Proposed Rule. The January 2022 letter is hereby incorporated by reference as if stated in full herein.

The state of Utah ("State") has reviewed the Proposed Rule and the Supplemental Proposal, and the State appreciates the opportunity to provide written comments at this time. According to the EPA's Proposal Overview Fact Sheet, "the EPA's proposal would expand and strengthen emissions reduction requirements that are currently on the books for new, modified and reconstructed oil and natural gas sources, and would require states to reduce methane emissions from hundreds of thousands of existing sources nationwide for the first time."<sup>3</sup> Building upon the Proposed Rule, according to the EPA the Supplemental Proposal will "update, strengthen, and expand the standards proposed on November 15, 2021...which are intended to significantly reduce emissions of greenhouse gases ("GHGs") and other harmful air pollutants from the Crude Oil and Natural Gas source category."<sup>4</sup> More specifically, the Supplemental Proposal is intended to accomplish three things, namely:

"First, the EPA proposes standards for certain sources that were not addressed in the November 2021 proposal. Second, the EPA proposes revisions that strengthen standards for sources of leaks, provide greater flexibility to use innovative advanced detection methods, and establish a super emitter response program. Third, the EPA proposes to modify and refine certain elements of the proposed standards in response to information submitted in public comments on the November 2021 proposal. Finally, the EPA proposes details of the timelines and other implementation requirements that apply to states to limit methane pollution from existing designated facilities in the source category under the Clean Air Act (CAA)."<sup>5</sup>

Overall, the State encourages the responsible and appropriate development/use of natural resources (including oil and natural gas) to promote economic development for the benefit of its citizenry<sup>6</sup> and to support the State's energy plan.<sup>7</sup> Further, the State has adopted an "any-of-the-above"<sup>8</sup> energy policy which promotes, among other things, responsible oil and

<sup>7</sup> See Utah State Resource Management Plan, pp. 70–71, *available at:* https://storymaps.arcgis.com/collections/81d4406668e34acca4d98275ee41cd07 (2022).

<sup>&</sup>lt;sup>3</sup> See <u>https://www.epa.gov/system/files/documents/2021-11/2021-oil-and-gas-proposal.-overview-fact-sheet.pdf</u> ("Overview Fact Sheet") (2021).

<sup>&</sup>lt;sup>4</sup> 87 FR 74702.

<sup>&</sup>lt;sup>5</sup> Id.

<sup>&</sup>lt;sup>6</sup> See Resource Development Act, Utah Code § 63M-5-102(1)(a), available at: <u>https://le.utah.gov/xcode/Title63M/Chapter5/63M-5-S102.html</u>.

<sup>&</sup>lt;sup>8</sup> OED, *Utah Energy and Innovation Plan*, Utah Office of Energy Development, *available at:* <u>https://energy.utah.gov/plan/</u> (2022).

natural gas development and related infrastructure. Accordingly, the State supports responsible regulation, and given the fact that the Clean Air Act ("CAA") is now over 50 years old, it stands to reason that some updated rulemaking may be appropriate from time-to-time. That said, the State has some serious concerns (as outlined herein) regarding not only the aims of the current Proposed Rule/Supplemental Proposal, but also its effects, implementation and unintended consequences. As such, the State, through its state agencies PLPCO and UDAQ, provides the following comments on the EPA's Supplemental Proposal, in addition to those comments submitted on January 31, 2022 and incorporated herein.

# I. <u>UTAH DIVISION OF AIR QUALITY</u>

The Utah Department of Environmental Quality - Division of Air Quality (UDAQ) is pleased with the opportunity to provide comments on the U.S. Environmental Protection Agency's (EPA's) supplemental notice of proposed rulemaking: "Standards of Performance for New, Reconstructed, and Modified Sources and Emissions Guidelines for Existing Sources: Oil and Natural Gas Sector Climate Review," published in the Federal Register on December 6, 2022 (87 FR 74702). This rulemaking is of great importance as the state has a large inventory of oil and gas exploration and production that plays an integral part in both our economic strength and impact on air quality.

The state of Utah has historically been proactive with its air quality program and has been actively addressing sources in the oil and gas industry for many years, especially in the north east corner of the state, the Uinta Basin, where the majority of oil and gas exploration and production occurs. The Uinta Basin (UB) was designated as an ozone nonattainment area (NAA) under the 2015 ozone NAAQS with a unique wintertime ozone season. The UB is also unique in that it has a complex jurisdictional matrix within the boundaries of the NAA with state, federal and tribal authorities intermixed. It is also unique in terms of the air quality challenges in respect to more standard ozone NAAs in that it is a rural area with a low population and little contribution to air pollution from mobile sources or many industries. The most significant source of emissions is from the oil and gas industry and as such these proposed rules would have a significant impact on both the main economic industry in the UB and the air quality challenges it faces.

In general, UDAQ is supportive of the reduction of emissions of criteria air pollutants and greenhouse gases and understands that oil and gas exploration and production is a source of such emissions. The proposed rules, both the original proposal in November 2021 and this supplemental proposal are both voluminous and full of technical details and questions, and as such difficult to provide a detailed analysis however we would provide the following highlevel concerns and thoughts.

#### A. Timeliness of Federal Action and Resources to Implement

As stated above, the majority of oil and gas sources in Utah are located in the UB where there is shared air quality jurisdiction with the state, EPA, and Ute Tribe over oil and gas emissions. The 2017 oil and gas emission inventory for the UB indicates that 80% of the VOC emissions are from sources under EPA and tribal regulatory control. This has been acknowledged by EPA with the issuance of the "Federal Implementation Plan for Managing Emissions from Oil and Natural Gas Sources on Indian Country Lands Within the Uintah and Ouray Indian Reservation in Utah" published in the December 8, 2022 (87 FR 75334). There is a one-year implementation time period for existing sources to implement and comply with the FIP, which is February 6, 2024. The Federal Implementation Plan (FIP) reflects standards and requirements established by UDAQ many years ago and though very much supported and appreciated, it was not issued until almost five years from designation as an ozone NAA in 2018.

With the proposed FIP, these new proposed EPA standards under OOOO, the Bureau of Land Management's "Waste Prevention, Production Subject to Royalties, and Resource Conservation" proposed rules, and the EPA's December 2022 proposal updating requirements to the "Adoption and Submittal of State Plans for Designated Facilities: Implementing Regulations Under the Clean Air Act Section 111(d)" there is a large amount of regulation proposed to address emissions from oil and gas sources. As such there is a large amount of complexity and uncertainly for states in how to manage all these changes and understand how they all interconnect and function together in these short time frames. Federal agencies will also have to resource, manage and implement effectively these programs in the UB where they have jurisdiction over the majority of impacted sources. As such we request that EPA engage with UDAQ and the Ute Tribe in a meaningful and timely way such that we can effectively and reasonably manage our resources and provide clear regulatory guidance to impacted sources. There should be more time provided to fully understand these changes and implement effectively.

#### B. Required State Plan and Meaningful Engagement Requirements

This supplemental proposal provides more detail on the plans required to be developed by states and Tribes to address existing oil and gas sources and apply the new performance standards. This includes the requirement to engage with stakeholders in a meaningful manner. Though the added detail provided is helpful, the timeframe identified for states to develop this plan of 18 months from final publication of the emission guidelines is not adequate. As described above, the state of Utah already has an established program to regulate oil and gas emission sources, though focused on volatile organic compounds (VOCs) emissions. The plan the state is to develop is required to be equivalent to EPAs proposed OOOOb and OOOOc requirements, thus includes methane emissions from oil and gas sources. This is not a pollutant that has been previously regulated by the State of Utah and as such to collect an emission inventory, understand the monitoring and quantification of potential methane emissions, determination of stakeholders to have meaningful engagement with, evaluation of equivalency of current standards to the proposed OOOOb and OOOOc requirements and understanding the impacts of compliance with the plan, all in 18 months is unrealistic. We would request this be extended to 36 months to develop a plan that would then avoid the submittal of an inadequately prepared plan that EPA would have to review and reject, leading to unnecessary use of already limited resources. This added time would also allow meaningful engagement and cooperation between the state, EPA and the Ute Tribe to address our shared jurisdiction in the UB.

Considering the long time frame taken previously by EPA to prepare and promulgate a FIP for the UB ozone NAA, Utah is again uncertain EPA or the Ute Tribe will develop this plan in a timely manner once again leaving the UB in a situation where there are unequal regulatory requirements on adjacent lands in a shared airshed.

#### C. Super-emitter Response Program

This supplemental proposal includes a new element identified as a super-emitter response program, designed to reduce emissions associated with large emission events (>100kg methane/hr). EPA-approved third-party entities can notify owners and operators of regulated facilities when a super-emitter event is detected. Once notified, owners and operators would be required to conduct a root cause analysis and take corrective actions to address emissions within ten days of the event. If the super-emitter event is confirmed, details would need to be reported to both the EPA and state, Tribal or local authorities.

While a commendable premise as many areas with oil and gas development are remote and include vast arrays of infrastructure such as gathering lines and other equipment not routinely monitored, the proposed program lacks important implementation details and trends away from the usual delegation of authority to the state, Tribal, and local air agencies that the Clean Air Act is built on. In an area where there is already multiple layers of regulations and responsible agencies, adding a third party may add to the already confusing mix and lead to actually less effective compliance and enforcement of the regulations. It would be better to allow the state, Tribal and local air agencies to work with current requirements and the new proposed flexibility with leak detection and monitoring with new evolving technologies to develop their programs and request third party involvement if they have the need. This proposed regulatory approach should be removed from this proposal and perhaps the new funding opportunities from EPA can be used to support this idea, but with the state's and tribe's control. These are complex and voluminous proposals that will require a large investment of state resources to achieve, and as mentioned these are not the only new federal proposals that require UDAQ resources to evaluate and implement. We do understand that there is funding and grants available through both the Bipartisan Infrastructure Law and Inflation Reduction Act that will support these new approaches to methane detection and management. Yet again, it will require state resources to understand, manage and implement these funding sources. Ultimately, UDAQ requests additional time for these proposals to be understood and implemented. We again would like to see full and equitable effort by EPA to address their jurisdictional sources within the proposed timeframes and we must collaborate effectively. To maintain the balance that the state of Utah promotes between responsible economic growth and good air quality, we need to work closely with EPA Region 8 and the Ute Tribe to present a consistent and equable regulatory environment for oil and gas sources.

# II. <u>UTAH PUBLIC LANDS POLICY COORDINATING OFFICE</u>

PLPCO is a state agency, whose broad mission is "to coordinate, promote, and implement Utah's public land priorities."<sup>9</sup> In addition to "develop[ing] and coordinat[ing] the State's public lands policy initiatives"<sup>10</sup> PLPCO is also involved in many different facets of public land management policy, including overseeing the State's Resource Development Coordinating Committee ("RDCC") which is "responsible for commenting on development and conservation proposals on Utah's public lands"<sup>11</sup> as well as assisting in resource management planning at the State and County levels.<sup>12</sup> Because of PLPCO's broad mission and expertise, the agency is involved in various issues and projects that include oil & gas development on federal lands, and other land management tools/decisions.

# III. CONSISTENCY WITH STATE LAND USE PLANS AND POLICIES

When Federal agencies are preparing an Environmental Impact Statement ("EIS") under the Council on Environmental Quality's ("CEQ") regulations for the National Environmental Policy Act ("NEPA"), the "environmental consequences" section of the EIS must include a discussion of "[p]ossible conflicts between the proposed action and the objectives of Federal, regional, State, Tribal, and local land use plans, policies and controls for the area concerned."<sup>13</sup> While the EPA's Proposed Rule is not an EIS, the EPA should nevertheless strive for consistency with the land use plans, policies, and controls from State,

<sup>&</sup>lt;sup>9</sup> PLPCO, *About the Public Lands Office*, Utah's Public Lands Policy Coordinating Office, *available at:* <u>https://publiclands.utah.gov/about/</u> (2021).

<sup>&</sup>lt;sup>10</sup> Id.

<sup>&</sup>lt;sup>11</sup> Id.

 <sup>&</sup>lt;sup>12</sup> PLPCO, *Resource Management Plans*, Utah's Public Lands Policy Coordinating Office, *available at:* <u>https://publiclands.utah.gov/current-projects/resource-management-plans/</u> (2021).
 <sup>13</sup> 40 C.F.R. 1502.16(5).

Tribal and local governments, and in the spirit of the CEQ regulations, discuss possible conflicts with those plans, policies and controls. For example, the EPA should strive for consistency with state law, and the State's Resource Management Plan.<sup>14</sup> Similar plans and policies of local governments, such as county governments that will be particularly impacted by the EPA's Proposed Rule, should also be considered in the development of the Proposed Rule, with conflicts identified and discussed. In 2018, the State adopted a State Resource Management Plan ("SRMP") and all twenty-nine (29) counties in the State have adopted County Resource Management Plans ("CRMPs")<sup>15</sup>. These RMPs include policies for many aspects of public land management, including those related to oil and natural gas, as well as energy infrastructure development.

Further, the current Proposal put forth by EPA "specifically recognizes states' and tribes' unique roles, stating that "some forward-looking states have their own regulations for methane emissions from the oil and gas industry, and EPA's proposal provides states the opportunity to leverage their existing programs or develop new programs that are at least as effective as the presumptive standards."<sup>16</sup> The recognition by EPA of certain State's attempt to be proactive in regard to methane emissions is appreciated, and the State requests that its SRMP (and other relevant code) be given appropriate consideration as the EPA moves forward with its Proposal.

# IV. STATE ENERGY POLICY

# 1. Utah's "Any-Of-The-Above" Energy Approach

Overall, the State supports natural gas production and related development, as "Utah is an 'any-of-the-above' energy state"<sup>17</sup> meaning "there is room for all types of energy production and distribution"<sup>18</sup> both conventional and renewable. To date, this all-of-the-above energy policy has served Utahns well,<sup>19</sup> and the State supports all reasonable forms of energy development and generation available within its borders.

<sup>&</sup>lt;sup>14</sup> Utah State Resource Management Plan (Utah SRMP), pp. 9, *available at* 

https://storymaps.arcgis.com/collections/81d4406668e34acca4d98275ee41cd07 (2022).

<sup>&</sup>lt;sup>15</sup> PLPCO, *Resource Management Plans by County*, Utah's Public Lands Policy Coordinating Office, *available at* <u>https://utah-resource-management-planning-plpco.hub.arcgis.com/pages/county-management-plans</u> (2022).

<sup>&</sup>lt;sup>16</sup> See <u>https://www.epa.gov/system/files/documents/2021-11/2021-oil-and-gas-proposal.-overview-fact-sheet.pdf</u>.

<sup>&</sup>lt;sup>17</sup> OED, *Utah Energy and Innovation Plan*, Utah Office of Energy Development, *available at:* <u>https://energy.utah.gov/plan/</u> (2022).

<sup>&</sup>lt;sup>18</sup> Thom Carter, *Why expanding renewable energy means more mining, not less,* Deseret News, *available at:* https://www.deseret.com/2021/4/7/22360352/keep-it-in-the-ground-energy-policy-renewable-traditional-wind-solar-batteries-critical-minerals (2021).

<sup>&</sup>lt;sup>19</sup> Id.

As evidence of the success of this policy, Utah currently generates more electricity than it consumes, and the state is a net supplier of power to other states.<sup>20</sup> As of 2020, coal fueled 61% of Utah's total electricity net generation, down from 75% five years earlier, and natural gas accounted for 25%. Almost all of the rest of Utah's in-state electricity generation came from renewable energy sources, primarily solar power.<sup>21</sup> This trend is expected to continue, and Utah's Strategic Energy Plan anticipates natural gas-fired generation will replace coal and will back up intermittent renewables like wind and solar power.<sup>22</sup> In fact, no new coal-fired generators have been built in the state since 1993, but about 60 natural gas-fired units have been put into service since then.<sup>23</sup> As part of its overarching policy, the State is committed to continuing to diversify its energy portfolio and has adopted a voluntary goal of obtaining 20 percent of its adjusted retail electric sales from renewable energy resources by 2025.<sup>24</sup> In fact, about 97% of Utah's electric generating capacity added since 2015 is powered by solar energy.<sup>25</sup>

However, due to the intermittent characteristics of some forms of renewable energy (wind, solar, &c.), there is still a need for electricity generation that can be available to the electricity grid 24/7, regardless of weather conditions. This need for "dispatchable" energy - meaning energy that can be ramped up or down quickly to make up for intermittency caused by other renewable energy resources - is highlighted by current events.

As shown by actions taken by the Biden Administration<sup>26</sup> (and subsequent litigation)<sup>27</sup> there is a push by the current President to "tackle" climate change by shifting away from traditional energy sources such as oil and gas. As the United States tackles climate change by transitioning to low-carbon energy resources, it is imperative that baseload and dispatchable energy sources (such as natural-gas) remain viable and online. If fossil-fueled energy systems

<sup>&</sup>lt;sup>20</sup> EIA, Utah – State Energy Profile Analysis, U.S. Energy Information Administration, available at:

https://www.eia.gov/state/analysis.php?sid=UT (2021); *citing* U.S. EIA, Utah Electricity Profile 2019, Table 10, Supply and disposition of electricity, 1990 through 2019.

<sup>&</sup>lt;sup>21</sup> *Id.; citing* U.S. EIA, Electricity Data Browser, Net generation for all sectors (thousand megawatthours), Utah, 2001-20.

<sup>&</sup>lt;sup>22</sup> *Id.; citing* Utah Governor's Office, Energy Initiatives and Imperatives: Utah's 10-Year Strategic Energy Plan 2.0, updated February 2014, p. 25-26.

<sup>&</sup>lt;sup>23</sup> *Id. citing* U.S. EIA, Preliminary Monthly Electric Generator Inventory (based on Form EIA-860M as a supplement to Form EIA-860), Inventory of Operating Generators as of December 2020, Plant State: Utah, Technology: Natural Gas.

<sup>&</sup>lt;sup>24</sup> Id.; citing NC Clean Energy Technology Center, DSIRE, Utah, Renewable Portfolio Goal, updated July 3, 2018.

<sup>&</sup>lt;sup>25</sup> *Id. citing* U.S. EIA, Preliminary Monthly Electric Generator Inventory (based on Form EIA-860M as a supplement to Form EIA-860), Inventory of Operating Generators as of December 2020, Plant State: Utah, Technology: Select All.

<sup>&</sup>lt;sup>26</sup> E.O. 14008 of Jan 27, 2021.

<sup>&</sup>lt;sup>27</sup> Louisiana, et al. v. Biden, CIV. NO. 2:21-CV-00778-TAD-KK.

are retired at a pace that is greater than renewable projects are brought online, then our nation almost certainly will experience a host of adverse effects due to insufficient energy – rolling blackouts or system failures causing death by exposure to extreme temperatures, and exorbitant energy bills which unfairly burden individuals, businesses, and local governments.

For example, during the winter of 2021, a severe storm caused wellheads and pipelines to freeze in Texas, which resulted in blackouts across the state and natural gas prices to skyrocket throughout the Midwest, possibly because of market manipulation. Millions of U.S. citizens were affected.<sup>28</sup> The same scenario, or one characterized by acute heat,<sup>29</sup> could playout anywhere in the United States. In fact, if climate change causes extreme weather events to be more frequent and more intense,<sup>30</sup> then we must expect more severe storms and heatwaves in the foreseeable future.

With this expectation in mind, again it is critical to remember that if we reduce our reliance on fossil fuel energy systems at a pace that is greater than renewable projects are developed, and without the necessary baseload and dispatchable energy sources (such as natural gas) remaining viable and online, then we must expect these extreme weather events to wreak even more havoc on the environment and human life. Energy, regardless of its source, plays a significant role in ameliorating the deleterious effects of severe meteorological phenomena on human life. Unfortunately, the possibility of energy shortfalls is conceivable as our Nation and some of its states attempt to aggressively cut fossil fuel use by, among other things, pulling permits for crude oil pipelines,<sup>31</sup> denying access to state lands for interstate natural gas pipelines,<sup>32</sup> and pausing oil and gas lease sales on public lands and in offshore

<sup>&</sup>lt;sup>28</sup> Christopher M. Matthews, "Far From Texas, Huge Gas Bills Stoke Anger After February Freeze" (*Wall Street Journal*, June 27, 2021). Available at <u>https://www.wsj.com/articles/far-from-texas-huge-gas-bills-stoke-anger-after-february-freeze-11624786202?mod=djem\_EnergyJournal</u>.

<sup>&</sup>lt;sup>29</sup> Grid, "Rolling Blackouts Hit Parts of Northwest Amid Heat Wave" (*Energy Wire*, June 30, 2021). Available at

https://www.eenews.net/energywire/2021/06/30/stories/1063736119?utm\_campaign=edition&utm\_medium=e mail&utm\_source=eenews%3Aenergywire.

<sup>&</sup>lt;sup>30</sup> Environmental Protection Agency, *Climate Change Indicators: Weather And Climate* (Environmental Protection Agency, May 12, 2021). Available at <u>https://www.epa.gov/climate-indicators/weather-climate</u>.

<sup>&</sup>lt;sup>31</sup> Joseph R. Biden, *Protecting Public Health and the Environment and Restoring Science to Tackle the Climate Crisis* Executive Order 13990 at Section 6. Federal Register 86(14): 7041, 7037-7043 Available at <a href="https://www.whitehouse.gov/briefing-room/presidential-actions/2021/01/20/executive-order-protecting-public-health-and-environment-and-restoring-science-to-tackle-climate-crisis/">https://www.whitehouse.gov/briefing-room/presidential-actions/2021/01/20/executive-order-protecting-public-health-and-environment-and-restoring-science-to-tackle-climate-crisis/</a>.

<sup>&</sup>lt;sup>32</sup> Brent Kendall and Timothy Puko, "Supreme Court Rules New Jersey Can't Block Natural-Gas Pipeline (*Wall Street Journal*, June 30, 2021). Available at <u>https://www.wsj.com/articles/supreme-court-rules-new-jersey-cant-block-natural-gas-pipeline-11624977295?mod=trending\_now\_news\_pos4</u>.

waters.<sup>33</sup> In light of these potential energy shortfalls, Utah remains committed to its "any-ofthe-above" energy approach, and asserts that it remains imperative that any future regulatory changes (such as the current Proposed Rule) not inhibit fossil fuel development to a point where it becomes unviable. The State has adopted specific policies in furtherance thereof.

#### 2. State Energy Development Policy

The State of Utah Resource Management Plan ("SRMP") supports energy development, generation and transmission on public lands within the State, and has adopted policies and guidelines promoting it. Specifically, the SRMP states (citing Utah Code) that:

"The BLM and Forest Service land use plans should produce planning documents consistent with state and local land use plans to the maximum extent consistent with federal law and FLPMA's purposes, by incorporating the state's land use planning and management program for the subject lands that **preserve traditional multiple use and sustained yield management on the subject lands to:...** 

i. Provide for reasonable and responsible development of electrical transmission and energy pipeline infrastructure on the subject lands."<sup>34</sup>

The Utah SRMP further states that "support for continued natural gas development within the State of Utah is a major component of the state's energy plan. The benefits of developing this abundant and clean resource will continue to play a key role in Utah's economic future and the nation's energy independence."<sup>35</sup>

While this particular policy relates more particularly to raw production of natural gas, the States support extends into necessary energy pipeline infrastructure development as well. Certainly some reasonable regulation is necessary to ensure that natural gas production and related infrastructure is not emitting methane or other gases into the atmosphere at destructive rates, however, it is imperative that regulation (such as the current Proposed Rule) does not become overburdensome and threaten the "continued natural gas development within the State of Utah."<sup>36</sup>

In addition to the policies found in the Utah SRMP, Utah has also adopted law enshrined in Utah Code establishing energy zones along with management and land use priorities for said zones. The relevant zones for purposes of this comment letter include the

<sup>&</sup>lt;sup>33</sup> Joseph R. Biden, *Tackling the Climate Crisis at Home and Abroad* Executive Order 14008 at Section 208, Federal Register 86(19): 7619-7633 February 1, 2021

<sup>&</sup>lt;sup>34</sup> State of Utah Resource Management Plan at 10; *citing* Utah State Code Annotated § 63J-8-104(i). <sup>35</sup> *Id.* at 72.

<sup>&</sup>lt;sup>36</sup> Id.

San Juan County Energy Zone,<sup>37</sup> the Uintah Basin Energy Zone,<sup>38</sup> and the Green River Energy Zone.<sup>39</sup> Together, these three energy zones contain almost exclusively all the natural gas production in the State of Utah. All three statutes governing these three energy zones have provisions and directives for the management of federal land within these zones to achieve productive natural gas development. For example, within the Uintah Basin Energy Zone, Utah Code states that:

- "(4) The state supports:
  - (a) efficient and responsible full development of all existing energy and mineral resources located within the Uintah Basin Energy Zone, including oil, oil shale, natural gas, oil sands...; and
  - (b) a cooperative management approach among federal agencies, state, and local governments to achieve broadly supported management plans for the full development of all energy and mineral resources within the Uintah Basin Energy Zone.
- (5) The state calls upon the federal agencies who administer lands within the Uintah Basin Energy Zone to:
  - (a) fully cooperate and coordinate with the state and with Daggett, Uintah, and Duchesne Counties to develop, amend, and implement land and resource management plans and to implement management decisions that are consistent with the purposes, goals, and policies described in this section to the maximum extent allowed under federal law...<sup>40</sup>

Again, where the Utah SRMP promotes responsible fossil fuel energy generation, fossil fuel development, and related infrastructure, and Utah Code establishes Energy Zones with directives to develop all energy and mineral resources within the zone, and for the federal agencies to implement management decisions that are consistent with the Energy Zones, the State requests that as the EPA moves forward with the Proposed Rule, that it continue to coordinate with the State's RMP and relevant State Code. Further, the State requests that the EPA ensure that current and future actions taken in furtherance of the Proposed Rule remain consistent with said plans and energy zones to the maximum extent possible.

<sup>&</sup>lt;sup>37</sup> Utah State Code Annotated § 63J-8-105.2.

<sup>&</sup>lt;sup>38</sup> Utah State Code Annotated § 63J-8-105.5.

<sup>&</sup>lt;sup>39</sup> Utah State Code Annotated § 63J-8-105.7.

<sup>&</sup>lt;sup>40</sup> Utah State Code Annotated § 63J-8-105.5(4)-(5); *see also* Utah State Code Annotated § 63J-8-105.2(4)-(5)

and Utah State Code Annotated § 63J-8-105.7(4)-(5) (The statutes governing the San Juan County Energy Zone and Green River Energy Zone contain almost identical verbiage to that quoted/cited herein regarding the Uintah Basin Energy Zone).

# 3. County Energy Development Policy

The majority of Utah's natural gas development has historically come from a small number of counties, with the top five counties by total gas production being Uintah, Carbon, Duchesne, San Juan and Summit counties.<sup>41</sup> The largest gas producing county is by and large Uintah County. According to the Uintah CRMP:

"Natural gas made the second-largest contribution to the value of fuel commodities produced in Utah during 2014, with an estimated value of \$2.4 billion (including natural gas liquids), a \$245 million (12%) increase from 2013. About 96% of the gas produced in Utah during 2014 came from Uintah, Carbon, Duchesne, and San Juan Counties (in decreasing production order). The five largest producing gas fields in 2014 were Natural Buttes (Uintah), Drunkards Wash (Carbon), Brundage Canyon (Duchesne), Altamont (Duchesne), and Red Wash (Uintah). Together they accounted for 73% of the 2014 gas production. Notably, production from Natural Buttes accounted for more than half (57%) of the gas produced in Utah during 2014."<sup>42</sup>

Because of the oversized economic impact oil and gas development plays in these counties, all of these counties have adopted policies and guidelines promoting it within their respective CRMPs and supporting energy development overall as well as natural gas production and transmission on public lands within their boundaries. This authority to promote natural gas production within county boundaries is derived from state law. As stated in the Uintah CRMP:

"The State of Utah grants local governments the authority to supplement the state and federal laws with its own regulations for oil and gas development. Utah authorizes counties to enact any ordinances necessary to carry out its duties, so long as they are not repugnant to state or federal law (BMP 2021). The Pipeline and Hazardous Materials Safety Administration (PHMSA) exercises authority under the Pipeline Safety Act (49 U.S.C. § 60101) to prescribe minimum safety standards governing the location, design, construction, operation, and maintenance of liquefied natural gas facilities in or affecting interstate and foreign commerce. Whereas FERC serves as the lead federal agency for satisfying compliance with the National Environmental Policy Act (NEPA) (42 U.S.C. § 4321) for liquefied natural gas facilities subject

<sup>&</sup>lt;sup>41</sup> DOGM, *Gas Production by County (past 5 Years)*, Utah Division of Oil, Gas and Mining, *available at:* <u>https://oilgas.utah.gov/gasProdVolPerCountyPerYear.php</u> (2022).

<sup>&</sup>lt;sup>42</sup> Uintah County Resource Management Plan, *available at:* <u>https://utah-resource-management-planning-plpco.hub.arcgis.com/pages/county-management-plans</u> (2022).

to its jurisdiction (McIntyre 2018). The Natural Gas Act (15 U.S.C 15B § 717) enabled the federal regulation of companies transporting and distributing natural gas both intrastate and interstate. The Public Law 109–468 (2006), an amendment to the 49 U.S.C § 60101, provides enhanced environmental and safety protection in the transportation and handling of national energy products. This includes the construction and demolition of pipelines for the purpose of transporting oil and gas products."<sup>43</sup>

Within this legal framework, the Uintah CRMP has adopted a plethora of policies and ordinances promoting natural gas development within it's county.<sup>44</sup> Due to the extensiveness of Uintah Counties particular natural gas related policies and ordinances, and due to the limited scope of the current letter in addressing venting and flaring, suffice it to say that Utah's oil and natural gas producing counties have taken a proactive approach to regulating oil and gas development and emissions while at the same time allowing enough flexibility to allow for this particular economic sector to grow and expand, providing vast economic opportunities for its citizens. In short, the CRMPs of Utah's hydrocarbon producing counties should be analyzed in depth by the EPA as an example of proper natural gas regulations.

Further, related to the State RMP analysis above, the State requests that as the EPA moves forward with the Proposed Rule, that it continue to coordinate with the State's County RMPs, particularly Utah's top natural gas producing counties of Uintah, Carbon, Duchesne, and San Juan. Further, the State requests that the EPA ensure that current and future actions taken in furtherance of the Proposed Rule remain consistent with said plans to the maximum extent possible.

# V. THE PROPOSED RULE

With this extensive introductory information in mind, the State now turns to specific comments regarding the Proposed Rule/Supplemental Proposal.

# 1. <u>International Trade Implications of the Proposed Rule/Supplemental</u> <u>Proposal</u>

While the State has various concerns regarding the Proposed Rule/Supplemental Proposal (many of which were already addressed in the State's January 2022 letter), the first to be addressed here are reasonably foreseeable negative implications in the foreign policy/international trade arena due to current geopolitical events.

<sup>43</sup> *Id.* at 134.
 <sup>44</sup> *Id.* at 21.

The ongoing Russian conflict in Ukraine is creating artificial natural gas shortages across Europe, with Russia cutting off natural gas supplies to the European Union ("EU") for supporting Ukraine in the war. For example, in summer of 2022 the Nordstream One Pipeline (the large undersea pipeline below the Baltic Sea which supplied about 35% of Russian gas to the EU) was shut down by Russia for "maintenance."<sup>45</sup> However, many in the EU believe the actions are more retaliatory in nature, rather than a legitimate maintenance concern. This belief is reflected by the fact that Russian imports to the EU are down by some 88% since the start of the war in Ukraine.<sup>46</sup>

To address the pressing natural gas shortage, Germany, for one, has responded with lightning speed efficiency to fast-track the building of Liquefied Natural Gas ("LNG") import facilities. These facilities allow Germany (and any other EU nations following suit) to by-pass the Russian bottleneck and import LNG from other countries, including the United States.<sup>47</sup> The shortage isn't just in Germany and continental Europe. In the U.K., partially as an effort to drive down the cost of living, the U.K. will aim to import from the U.S. at least nine to ten billion cubic meters of LNG over the next year, more than doubling their import levels from 2021.<sup>48</sup>

The shortages are not just affecting Europe and our NATO allies, but also the United States' trade partners in Asia. According to a recent presentation given to the Western States and Tribal Nations Natural Gas Initiative "Asia's need for U.S. LNG from the West Coast has only become more urgent since Russia's invasion of Ukraine, a fact METI Oil and Gas Division Director Takeshi Soda shared in a deeply informative presentation that laid bare the emergency-level LNG shortages in Asia that Europe's war-increased demand has caused. High current prices are the predictable result, but long-term contracts that can start supplying at stable prices are all but sold out until 2026 and LNG procurement is in a 'state of war,' Soda told the audience. Japan's government is facilitating investments to ensure its own energy security, including through direct investment in upstream and midstream assets. This presents a major opportunity for West Coast LNG exports and Rockies natural gas."<sup>49</sup>

<sup>&</sup>lt;sup>45</sup> BBC, *Nord Stream 1: How Russia is cutting gas supplies to Europe*, BBC, *available at:* https://www.bbc.com/news/world-europe-60131520 (2022).

<sup>&</sup>lt;sup>46</sup> *Id*.

<sup>&</sup>lt;sup>47</sup> Georgi Kantchev, *The Five-Year Engineering Feat Germany Pulled Off in Months*, The Wall Street Journal, *available at:* <u>https://www.wsj.com/articles/natural-gas-terminal-engineering-feat-germany-</u>

<sup>11670513353?</sup>st=tibvi6r863mr7c7&reflink=desktopwebshare\_permalink (2022).

<sup>&</sup>lt;sup>48</sup> City A.M., U.S. To Bail Out Britain By Doubling Natural Gas Exports, OilPrice.com, available at: U.S. To Bail Out Britain By Doubling Natural Gas Exports | OilPrice.com (2022).

<sup>&</sup>lt;sup>49</sup> WSTN, *WSTN President's Message: West Coast LNG Export Forum Wrap up*, Western States and Tribal Nations Natural Gas Initiative, *available at:* <u>https://westernnaturalgas.org/2022/12/21/wstn-presidents-message-west-coast-lng-export-forum-wrapup/</u> (2022).

However, despite the herculean efforts to build new LNG facilities in Germany and across Europe, and despite Japan's energy investments, it's predicted that due to worldwide infrastructure limitations (and production limitations) that there are going to be LNG shortages worldwide until 2026.<sup>50</sup> This impending shortage is looming, despite the fact that the U.S. has adequate supplies of natural gas that could be exported to our partners/allies in Europe.<sup>51</sup>

While the United States could be taking a positive role in this situation by "opening the valve" on our own supplies and sending that LNG to our NATO allies in Europe, instead, natural gas production in the U.S. is down due to the anti-fossil fuel policies of the current administration, which have made investors hesitant to invest in natural gas projects.<sup>52</sup> For example, as of December 19, 2022 natural gas production in Utah is 194,602,919 MCF, which is the lowest level of production in Utah since 1984.<sup>53</sup> For comparison, the highest level of natural gas production in Utah came in 2012 with 490,575,308 MCF produced. While Europe continues to slog through the natural gas shortage quagmire, here in the U.S. through regulatory burden we are hamstringing our own operators and contributing to the artificial shortage which not only harms our economy at home, but hurts our allies overseas. From a purely economic standpoint, it would make sense to take advantage of this opportunity to bolster the United States economy. From an international relations standpoint, it makes sense to export the LNG we have in abundance here in the U.S. to our foreign allies, strengthening them in the uncertain geopolitical world we all live in, and strengthening our own economic and political position in the process.

As such, adding to necessary infrastructure (such as by building an LNG export facility somewhere on the west coast) would provide a better market for Intermountain West natural gas, help supply LNG to other countries and reduce their reliance on coal in the process. One such port was proposed at Coos Bay, Oregon, namely the Jordan Cove project. However, the project never saw completion as environmental activists and other groups successfully fought the project and the associated pipeline.<sup>54</sup> Due to such opposition, natural gas producing states (such as Utah) are having to look to other areas along the Pacific Rim as options for exporting

<sup>&</sup>lt;sup>50</sup> Matthew DiLallo, *ExxonMobil Believes This Fuel Will Be in Short Supply Until 2026*, MSN, *available at:* <u>https://www.msn.com/en-us/money/markets/exxonmobil-believes-this-fuel-will-be-in-short-supply-until-2026/ar-AA157IBW?cvid=480a3ec690414af4be46aaf980685bea</u> (2022).
<sup>51</sup> Id.

<sup>&</sup>lt;sup>52</sup> Myra P. Saefong, *EIA reports a weekly decline in U.S. natural-gas supplies smaller than the 5-year average*, MarketWatch, *available at:* <u>https://www.marketwatch.com/story/eia-reports-a-weekly-decline-in-u-s-natural-gas-supplies-smaller-than-the-5-year-average-01671118892?siteid=yhoof2&yptr=yahoo (2022).</u>

<sup>&</sup>lt;sup>53</sup> Utah DNR, Gas Production Per Year (past 5 years), Utah Department of Natural Resources; Oil, Gas & Mining, available at: <u>https://oilgas.utah.gov/gasProdVolPerYear.php</u> (2022).

<sup>&</sup>lt;sup>54</sup> Andrew Selsky, *Controversial plan for Jordan Cove natural gas terminal in Southern Oregon abandoned*, Associated Press, *available at:* <u>https://www.registerguard.com/story/news/environment/2021/12/01/jordan-cove-natural-gas-terminal-abandoned-southern-oregon-lng/8830677002/</u> (2021).

their natural gas and getting it to market. For example, Utah is looking outside the U.S. to Mexico in an effort to access a "replacement port" for its goods. The port (with LNG export capabilities), is located in Ensenada, Mexico and is slated for completion in 2024.<sup>55</sup> While this port has the potential to provide the much needed potential export facilities for Utah and other Intermountain States, it is the State's recommendation that similar projects be encouraged here in our own nation, so that our producers can get their product from the oil patch to international markets without having to take unnecessary additional steps by first exporting the product to Mexico.

In sum, Europe and the rest of the world is facing a natural gas shortage. Exporting the abundant gas here in the United States would alleviate the pressures faced in Europe, while simultaneously reducing global coal reliance. However, U.S. policies and environmental regulations are hampering our collective ability to produce and export more LNG, exactly in the moment when the world stage needs it most. As such, it is the State's recommendation that the EPA should be looking at ways to encourage production – not restrict it through overburdensome regulations.

Returning to the Western States and Tribal Nations Natural Gas Initiative forum mentioned *supra*, according to one of the presenters "the Biden Administration in both Japan and the U.K. has formally made LNG exports part of its short- to medium-term policy for solving energy shortages. Ambassador Emanuel gave the reason succinctly in his keynote address: 'President Putin's invasion of Ukraine and weaponization of energy demonstrate clearly the danger of depending on despots for your energy security and needs. Industrialized economies cannot be that vulnerable in the future. **A clear lesson is to import LNG from your friends** (emphasis added)." Stated another way, the clear here lesson here is to EXPORT LNG to your friends. A lesson the EPA should take to heart.

# 2. Existing State Law

The State is heavily invested in this rulemaking due to the large inventory of oil and gas exploration and production that plays an integral part in both our economic strength and our air quality (the bulk of which, as stated, comes from federal land/minerals). We understand that this proposal is large and complex and will likely continue to evolve with further proposals and guidance documents, and we look forward to the continuing development of the new performance standards for the oil and gas industry based upon the evolving scientific research and developing technology.

<sup>&</sup>lt;sup>55</sup> SEMPRA, *ECA LNG – A World-Class Project to help Power the Global Energy Transition*, Sempra Infrastructure, *available at:* <u>https://semprainfrastructure.com/news-and-events/spotlight-stories/eca-lng-a-world-class-project-to-help-power-the-global-energy-transition</u> (2022).

#### i. <u>Existing Utah Venting and Flaring Law</u>

The need for further federal regulations in this sphere is superfluous, as Utah already has rules in place for managing methane emissions which have served the state well. For example, Utah has specific rules governing the venting and flaring of associated gas from oil wells (one source identified as a methane emission source) which are found at Utah Administrative Code R649-3-20, Gas Flaring or Venting. This rule has been in place for nearly 40 years with only minor modifications. Utah's petroleum industry has adapted well to the requirements of the rule, and operators understand that the Utah Division of Oil, Gas and Mining ("DOGM") will work collaboratively to offer reasonable solutions to gas venting/flaring situations that both prevent waste of resource while economically producing wells that may otherwise sit idle or be plugged prematurely. The rule has served the State well and has remained a fair and consistent regulatory policy in Utah that industry understands and has accepted for nearly four decades. In creating an overlay to this state rule, the EPA will only create a difficult process of state approval and enforcement of its own requirements.

#### 3. <u>Unequal Distribution of Costs/Benefits and Regulatory Burden</u>

#### i. Regulatory Burden

While the State's January 2022 letter addresses this point, it bears repeating. While the EPA states that these measures and key components contained in the Proposed Rule and Supplemental Proposal will "reduce methane emissions by approximately 41 million tons through 2035" and "yield nearly \$4.5 billion in net climate benefits a year"<sup>56</sup> the State is concerned that the cost of implementing said measures may do much to harm the oil and gas industry's resilience in the State. For example, it may be true that the key components will yield nearly \$4.5 billion in net climate benefits a year, with said benefits being enjoyed by all citizens. However, the Proposal would "require states to reduce methane emissions from hundreds of thousands of existing sources nationwide for the first time"<sup>57</sup> which would require oil and gas operators to retrofit and update existing infrastructure to standards at costs which have not yet been fully quantified. Not only would the compliance costs be passed down to the producers, but so would the increased cost of product recovery. Thus, while the net benefits may be somewhat equitably distributed, the costs would be unevenly borne by the States and oil and gas operators.

Further, while it may be true that the EPA's new rule will "increase recovery of natural gas that otherwise would go to waste, valued at \$690 million in 2030 alone,"<sup>58</sup> the Proposed

<sup>&</sup>lt;sup>56</sup> Id. at 2.

<sup>&</sup>lt;sup>57</sup> Id. at 1.

<sup>&</sup>lt;sup>58</sup> U.S. EPA, *EPA Training on 2021 Proposal to Reduce Air Pollution from the Oil and Natural Gas Industry: Day 1*, United States Environmental Protection Agency, *available at:* 

Rule does not seem to contemplate that the rule will instead leave tons of natural gas stranded and unproduced. Due to the added costs associated with compliance (again imposed on the oil and gas operators), arguably many oil and gas sources would become uneconomical to extract. While the State is supportive of finding innovative ways to reduce air pollution and methane emissions, it must be done in a way that equitably allocates costs and benefits, and without jeopardizing the resilience of the State's oil and gas industry.

# ii. Voluntary Industry Efforts

In the same vein of discussing voluntary incentives to achieve a desired result, the oil and gas industry is already making strides to reduce gas emissions voluntarily. For example, the American Petroleum Institute ("API") has formed "The Environmental Partnership," which, as of 2021, represents 100 companies that make up more than 70% of the U.S. onshore oil and natural gas industry, reflecting the growing commitment to driving innovation, sharing best practices and increasing transparency to reduce methane emissions in every major U.S. basin. In 2021, the Environmental Partnership continued to make progress across all six environmental performance programs – including reducing flaring, replacing gas-driven pneumatic controllers with low- or zero-emitting devices and reducing leak occurrence rates to 0.05% among the nearly 100,000 sites surveyed.<sup>59</sup>

According to the 2022 Annual Report of the API's Environmental Partnership (cited in the paragraph above), the 100 participating oil and natural gas companies, in efforts to detect and repair leaks in the year 2021 alone, combined to do more than 345 million component inspections, conduct more than 460,000 leak detection surveys at over 90,000 sites and found a leak occurrence rate of only 0.05%. The same companies replaced or removed from service over 22,400 gas-driven pneumatic controllers and installed over 4,500 zero-emission pneumatic controllers at new sites. More than 1,700 high-bleed pneumatic controllers were replaced, retrofitted or removed from service and 60 of the 100 companies participating in this partnership no longer have high bleed pneumatic controllers in their operations. During 2021, the companies monitored more than 39,000 manual liquids unloading events and emission reduction practices were implemented during more than 7,800 pipeline blowdowns. Rod packing changes were made on over 3,200 reciprocating compressors and emissions reduction practices utilized on more than 1,500 compressor sites. Data from 2018 to 2021 industry efforts are even more impressive: More than 700 million component inspections were

https://www.youtube.com/watch?v=7VWAEcF65qU (2021); see also

https://www.epa.gov/system/files/documents/2021-11/epas-proposed-oil-and-gas-rules.presentation-11.2.2021.pdf.

<sup>&</sup>lt;sup>59</sup> The Environmental Partnership, *Annual Report 2022*, American Petroleum Institute, *available at:* <u>https://theenvironmentalpartnership.org/annual-reports/2022-annual-report/</u> (2022).

performed; 1.2 million leak detection surveys conducted; more than 51,000 gas-driven controllers replaced and more than 10,000 zero-emission pneumatic controllers were installed.<sup>60</sup>

Companies participating in the API's Environmental Partnership program have been doing their part to reduce the flaring of natural gas. Since the launch of the flare management program in 2020, the Partnership has advanced best practices to reduce flare volumes, promote the beneficial use of associated gas and improve flare reliability and efficiency when flaring is necessary. To track progress, participants in the program annually report data to calculate flare intensity, a measurement of flare volumes relative to production. The annual report reviews flaring trends and reduction efforts and participants collaborate to share information on flare management programs that includes best practices and utilization of innovative technologies to reduce flaring intensity. There was a 40% increase in the number of participating companies in the flare management program in 2021. These companies represent 62% and 40% of total U.S. oil and natural gas production, respectively. Including new company participants, there was a 45% reduction in flare intensity and a 26% reduction in total flare volumes from the previous year.<sup>61</sup>

In addition to the successes of the API's Environmental Partnership, another program worth pointing out is the Utah Petroleum Association's "Latch the Hatch" program that has voluntary commitments from several operators in Utah to aggressively detect and mitigate leaks from wells and production facilities. The results of last year's efforts were reported at the November 2022 Uinta Basin Oil and Gas Collaborative Meeting held in Duchesne, Utah. A video recording of that meeting was made and can be viewed on YouTube at the following link: <u>https://www.youtube.com/watch?v=yRpGwrnsMpo</u>. A panel discussion of companies participating in "Latch the Hatch" can be viewed at time point 1:48:42, and the reported results are impressive.

#### iii. Voluntary State and Tribal Efforts

Like the voluntary industry efforts of the industry described above, another voluntary initiative worth mentioning is the Western States and Tribal Nations Natural Gas Initiative ("WSTN"). The WSTN was established in 2021 through an MOU signed by state and tribal governments including the Utah Office of Energy Development, the Wyoming Energy Authority, the Ute Indian Tribe of the Uintah and Ouray Reservation, the Secretariat of Economic Development of Baja California Mexico, the Colorado counties of Garfield, Mesa, Moffat, and Rio Blanco, and the New Mexico Energy, Minerals, and Natural Resources

<sup>60</sup> *Id.* at 11-12. <sup>61</sup> *Id.* at 13. Department, and the Jicarilla Apache Nation.<sup>62</sup> The WSTN is taking a proactive approach to addressing Rural Economic Development, Tribal Self Determination, Climate Change, carbon Net Zero.<sup>63</sup>

In December 2022 the WSTN held its West Coast LNG Export Forum at Colorado Mesa University in Grand Junction, Colorado.<sup>64</sup> During this forum, various natural gas related topics were raised and discussed including the fact that Rocky Mountain natural producers are leading the way in decarbonizing natural gas production,<sup>65</sup> partly through the WSTN's efforts. More importantly, the forum discussed tribal perspectives on energy production on tribal lands, with top leaders representing the Navajo Nation, the Crow Tribe of Indians and our member nations the Ute Indian Tribe, the Southern Ute Indian Tribe and the Jicarilla Apache Nation.<sup>66</sup> According to the forum report, "all five tribes have energy development interests and shared their concern that the use of their sovereign land is hampered by the 'paternal approach,' as one panelist put it, taken by the federal government bureaucracy. Panelists questioned the commitment to genuine tribal consultation, and urged immediate reform to layers of red tape that means tribes must follow Bureau of Indian Affairs and Environmental Protection Agency rules even to build roads on their reservation, let alone develop energy resources."67 This paternal approach identified by these tribal leaders echoes the State's sentiment that the current Proposed Rule will simply add on more government oversight, regulatory burden, and other increased "paternalistic" factors where they are not needed.

The successes of the API's Environmental Partnership, the UPA's "Latch the Hatch" initiative, as well as efforts of the WSTN simply goes to show, once again, that given the opportunity to use the "carrot" or the "stick" it seems that using incentives and allowing the oil and gas industry as well as the state and tribal governments to self-regulate is the most successful approach.

<sup>67</sup> Id.

<sup>&</sup>lt;sup>62</sup> WSTN, Second Revised Memorandum of Understanding Establishing the Western States and Tribal Nations Natural Gas Initiative, Western States and Tribal Nations Natural Gas Initiative, available at: <u>https://westernnaturalgas.org/wp-content/uploads/WSTN-MOUR-August-3-2021.pdf</u> (2021); see also <u>https://westernnaturalgas.org/governments-members/</u>.

<sup>&</sup>lt;sup>63</sup> WSTN, *Our Guiding Principles*, Western States and Tribal Nations Natural Gas Initiative, *available at:* <u>https://westernnaturalgas.org/our-guiding-principles/</u> (2022).

<sup>&</sup>lt;sup>64</sup> WSTN, *WSTN President's Message: West Coast LNG Export Forum Wrap up*, Western States and Tribal Nations Natural Gas Initiative, *available at:* <u>https://westernnaturalgas.org/2022/12/21/wstn-presidents-message-west-coast-lng-export-forum-wrapup/</u> (2022).

<sup>&</sup>lt;sup>65</sup> Id.

<sup>&</sup>lt;sup>66</sup> Id.

#### 4. Infrastructure and Supply Chain Limitations

While the State's January 2022 letter addresses this point as well, it bears repeating also. As highlighted prior, nearly 2/3rds of the minerals within the State of Utah are owned by the federal government, with mineral leasing administered by the Bureau of Land Management.<sup>68</sup> As such, most of the oil and gas production in the State occurs on federal land. This presents several additional challenges related to the Proposal, particularly the Proposal's provisions that would eliminate venting of associated gas from oil wells and require at least a 95 percent reduction in methane and VOC emissions from associated gas that cannot be captured and sold.<sup>69</sup> In short, the requirement to eliminate the venting of associated gas from oil wells would require operators to mitigate the methane emissions by either redirecting the gas into a sales line, or if no sales line is available, then to flare the gas.

Typically, high-pressure flares are used when there is a lack of natural gas gathering lines or processing capacity, during facility or downstream facility maintenance or during unplanned events to safely alleviate pressure. While it would likely be preferable to send the associated natural gas into a sales line (thereby generating further revenue from the oil well), most often on federal land there is no sales line close by. Due to the extreme remoteness of most of the wells located on federal lands, these new requirements would require the operator to construct completely new gathering and distribution lines, making the sale of the associated gas a losing economic venture.

Relatedly, given the time-consuming restrictions of the environmental review process under NEPA<sup>70</sup> that would be required to construct new gas pipelines across federal land, not only would the construction be costly, but be delayed by multiple years before operations could resume. It can take several years to receive rights of way, obtain permits and construct natural gas pipelines. For example, in Duchesne County, Utah, the Kinder Morgan Company filed an application with the BLM on October 6, 2021, for the Sandwash Pipeline project, which would help alleviate the need to flare oil well associated gas in the Uinta Basin. As of December 15, 2022, the project seems to have stalled.<sup>71</sup> Of course, the federal government has the ability to streamline the NEPA/environmental review process (as has been proposed for green energy

<sup>68</sup> Angela Franklin, Utah, Federal oil and gas leases, and the Biden Administration, Utah Business, available at: <u>https://www.utahbusiness.com/utah-federal-oil-and-gas-leases-and-the-biden-administration/</u> (2021).
 <sup>69</sup> EPA, Reducing Methane from the Oil and Natural Gas Source Category, United States Environmental

Protection Agency, *available at:* <u>https://www.epa.gov/system/files/documents/2021-11/epas-proposed-oil-and-gas-rules.presentation-11.2.2021.pdf</u> (2021).

<sup>&</sup>lt;sup>70</sup> 42 U.S.C. § 4321 *et seq*.

<sup>&</sup>lt;sup>71</sup> See generally BLM, Sand Wash Pipeline, Bureau of Land Management, available at: <u>https://eplanning.blm.gov/eplanning-ui/project/2016097/510</u> (2021).

projects on federal lands),<sup>72</sup> however, without a similar NEPA streamlining process in place to allow construction of necessary sales lines/infrastructure for associated gas, ultimately this requirement would be largely unattainable for a large swatch of Utah's oil wells located on public lands.

Thus, the only other option available to oil and gas operators under the proposal to eliminate wasting gas would be to flare any associated gas and pay the uneconomical royalty. For many operators, the decision to flare is largely dependent on the oil-to-gas price ratio, and the cost to capture and process the gas.<sup>73</sup> While the added costs of flaring are likely the cheaper option when compared to the added costs of capturing, processing and sending the gas through a sales line (as this would require the construction of miles and miles of additional collection and distribution lines), however, there are still added costs, safety concerns, and other complexities associated with flaring. As such, the State would encourage the BLM to consider adding exceptions to the Proposed Rule allowing for venting in certain situations where neither flaring nor redirecting gas to a sales line is a feasible option (such as on remote public lands).

Related to the infrastructure issues addressed above, there are also chronic supply chain issues that need to be addressed before the Proposed Rule is finalized. During and after the COVID-19 pandemic, all sectors of the economy dealt with, and continue to face supply chain hurdles. The COVID shutdowns reduced the workforce and created backlogs in the manufacture of needed products and equipment, such as the low-bleed or no-bleed pneumatic equipment and the vapor recovery systems. The state requests that the BLM coordinate with natural gas producers to fully understand any supply chain issues with the equipment required by the Proposed Rule to ensure that producers have adequate flexibility to obtain equipment as it becomes available.

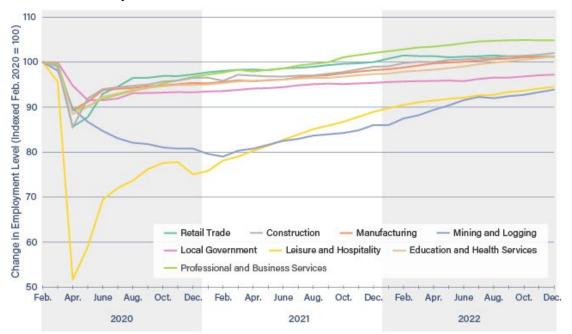
https://www.doi.gov/sites/doi.gov/files/mou-esb46-04208-pub-land-renewable-energy-proj-permit-coord-doi-usda-dod-epa-doe-2022-01-06.pdf (2022).

<sup>&</sup>lt;sup>72</sup> See generally U.S. DOI, Memorandum of Understanding between United States Department of the Interior and United States Department of Agriculture, United States Department of Defense, United States Department of Energy, United States Environmental Protection Agency to Improve Public Land Renewable Energy Project Permit Coordination, United States Department of the Interior, available at:

<sup>&</sup>lt;sup>73</sup> U.S. DOE, *Developing Technologies for Upcycling Associated Gas into Higher-Value Products*, U.S. Department of Energy, *available at:* <u>https://www.netl.doe.gov/sites/default/files/2020-12/Upcycling-Associated-Gas-into-Higher-Value-Products-12-2020.pdf</u> (2020).

#### 5. Labor Shortage Concerns

In addition to the concerns identified above, including the international relations implications, an increased regulatory burden and infrastructure/supply chain issues, the state also has concerns related to labor shortages. Labor shortages, together with the issues identified above, will make it increasingly difficult for the industry to comply with the additional requirements imposed by the Proposed Rule. For example, recent data released by the U.S. Bureau of Labor Statistics shows that of the eight (8) major industry sectors in America, five (5) of them have recovered and now exceed pre-pandemic employment levels, while three (3) of those sectors have yet to recover, as seen below.<sup>74</sup>



As shown in the table above, of the three sectors that have not yet recovered, one of them is the "Mining and Logging sector." This particular sector includes several smaller sectors, namely agriculture, forestry, fishing, hunting, mining, quarrying, and **oil and gas extraction.**<sup>75</sup> Accordingly, while the oil and gas extraction industry is not directly accounted for individually on this above graph, it is included in the overall "Mining and Logging" sector, which as shown, is still struggling to recover to pre-COVID employment levels.

At a time when the entire oil & gas industry (as well as the mining and logging sector as a whole) is struggling to recover from the last few years of economic slowdown and

<sup>&</sup>lt;sup>74</sup> U.S. Department of Labor, Bureau of Labor Statistics: Employment Situation Summary, January 6, 2023 (Table B-1).

<sup>&</sup>lt;sup>75</sup> USBLS, *Industries at a Glance: Natural Resources and Mining*, U.S. Bureau of Labor Statistics, *available at:* <u>https://www.bls.gov/iag/tgs/iag10.htm</u> (2023).

employment shortages, it is the state's position that the government should be doing whatever is possible to help the industry recover – not stifle it while it's down. In short, labor shortages, together with the issues identified above, will make it increasingly difficult for the oil & gas industry to comply with the additional requirements imposed by the Proposed Rule. Accordingly, the State would encourage the EPA to again examine the negative effects the Proposed Rule/Supplemental Proposal will have in this regard and modify the rule accordingly.

# 6. Environmental / Social Justice Concerns

As the EPA moves forward with the Proposed Rule, the State would encourage the EPA to acknowledgement/incorporate environmental justice, community involvement and small business impacts this rule will have. This is because many of the oil and gas sources in Utah are located in rural areas where the oil and gas industry has a large economic impact. The State encourages EPA to continue to support flexibility with these rules to ensure balance with economics and protection of human health and the environment. There are many low-producing wells within the state and small businesses that own and operate those wells will need support and time to understand requirements, acquire and install new equipment and make necessary procedural changes. As such, we would encourage allowing a longer implementation time for such low producing wells.

Firstly, on the topic of climate and economic justice, as noted prior, both the Utah SRMP and the State CRMPs contain numerous provisions relating to responsible natural resources, climate, and environmental quality issues. These provisions are developed at a local level and therefore reflect the desires, policy and preferences of local populations. The federal government should confer and coordinate with these SRMPs and CRMPs to ensure that decisions are made consistent with local plans. It is the State's recommendation that these plans (not only Utah's but nationwide) be consulted going forward as part of the BLM's efforts to include a wide range of partners, stakeholders, landowners and producers in future natural gas and environmental justice related decisions.

In addition to the potential negative environmental justice impacts the Proposed Rule will have on economically disadvantaged communities in Utah's oil patch, the rule has potential negative impacts on all Utahns. For example, as noted *supra*, there is a looming global LNG shortage. As a consequence, "[n]atural gas utilities try to dampen price increases for their customers by hedging and purchasing natural gas in advance at lower prices, but there is nothing they can do about global supply shortages. Ultimately, the price increases are passed

	U.S. average household expenditures Base Case (Oct–Mar total)		U.S. average household expenditures 10% Colder (Oct–Mar total)		U.S. average household expenditures 10% Warmer (Oct–Mar total)	
	winter 2022–23	Change from last winter	winter 2022–23	Change from last winter	winter 2022–23	Change from last winter
Natural Gas	\$931	+28%	\$1,096	+51%	\$862	+19%
Heating Oil	\$2,354	+27%	\$2,605	+40%	\$2,139	+15%
Electricity	\$1,359	+10%	\$1,482	+20%	\$1,337	+8%
Propane	\$1,668	+5%	\$2,157	+36%	\$1,396	-12%

on to customers, who have no option but to pay the higher bills."<sup>76</sup> These increased prices passed to consumers hurts low-income Americans the most. For example, "for many struggling

families, higher prices can mean being forced to choose between heat, food or medication. About 29% of Americans who were surveyed had to reduce or forego expenses for basic household necessities to pay an energy bill in the last year, according to the U.S. Census Bureau. And that was before natural gas prices started to rise."<sup>77</sup> The sharp increase in consumer prices is reflected below in the graph from the U.S. Energy Information Administration, which shows that nearly half of all U.S. households heat with natural gas, and that these "households that use natural gas as the primary space heating fuel will spend about \$930 this winter, 28% more than they spent last winter."<sup>78</sup>

Choosing between heating their homes and purchasing other essentials like food or medication is something no American should be forced to do. Yet that is exactly the choice being forced on many Americans this winter.

This direct relationship between higher energy prices and a correlating food security issue is highlighted in other sources. These "[u]nexpected increases in energy prices (also called energy price shocks) can adversely affect food security; purchasing food and gasoline and paying utility bills compete for the same limited resources of low-income households. For poor families, rising energy prices create a difficult tradeoff between buying enough food, staying warm, or having enough gas for the car. Energy price shocks may be particularly

<sup>&</sup>lt;sup>76</sup> Mark Wolfe, Opinion: *Sky high natural gas prices will hurt low-income Americans the most this winter*, CNN Business Perspectives, *available at:* <u>https://www.cnn.com/2021/10/06/perspectives/natural-gas-prices-heat-low-income-americans/index.html</u> (2021).

<sup>&</sup>lt;sup>77</sup> *Id. citing* United States Census Bureau, *Week 36 Household Pulse Survey: August 18 – August 30*, U.S. Census Bureau, *available at:* https://www.census.gov/data/tables/2021/demo/hhp/hhp36.html (2021).

<sup>&</sup>lt;sup>78</sup> EIA, *Short Term Energy Outlook*, U.S. Energy Information Administration, *available at:* <u>https://www.eia.gov/outlooks/steo/report/WinterFuels.php</u> (2023).

detrimental to low-income households because they have fewer resources available to absorb the unplanned higher expense. While previous research has indicated that low-income households reduce the amount of food they buy in response to unexpected increases in energy prices, it is not clear whether these price shocks are large enough to dent a family's food security.<sup>79</sup> This correlation is backed up by a recent study conducted by the USDA Economic Research Service ("ERS"), which "explored the relationship between energy price shocks and food security, as well as two other measures of food hardship or distress, and found that price shocks in each energy source in the analysis—gasoline, natural gas, and electricity—caused an increase in the probability of a household becoming food insecure and/or experiencing two other food-distress indicators. The magnitude of the response was higher for low-income households compared to the average response for all households."<sup>80</sup> Accordingly, the BLM should consider how the Proposed Rule will contribute to potential energy shortages and the threat of disastrous correlating energy shocks.

In conclusion, an article published by Isaac Orr (a policy fellow at the Center of the American Experiment) analyzes an extensive study by the National Bureau of Economic Research entitled "Inexpensive Heating Reduces Winter Mortality", wherein Orr states:

"Renewable energy advocates have no problem claiming that fossil fuels kill people, but they never consider that fossil fuels save the lives of everyone who depends upon affordable, reliable, energy. There are serious negative impacts for substituting a lower cost, more reliable source of home heating (natural gas) with a more expensive and less reliable source (electricity generated by wind and solar). Simply said, [these] policies...will cause more people to die in winter."<sup>81</sup>

Again, as the EPA moves forward with the Proposed Rule/Supplemental Proposal, the State would encourage it to examine in depth the potential negative implications and hardships that will be imposed on Utahns and Americans nationwide if this rule is finalized. As stated, there is a looming natural gas shortage in this country, and if rules are put in place that make

<sup>&</sup>lt;sup>79</sup> Charlotte Tuttle, Unexpected Hikes in Energy Prices Increase the Likelihood of Food Insecurity, USA ERS, available at: <u>https://www.ers.usda.gov/amber-waves/2017/july/unexpected-hikes-in-energy-prices-increase-the-likelihood-of-food-</u>

insecurity/#:~:text=Natural%20gas%20price%20shocks%20increased%20the%20probability%20of,lowincome%20households%20in%20cold%20States.%20Embed%20this%20chart (2017). <sup>80</sup> Id.

<sup>&</sup>lt;sup>81</sup> Isaac Orr, *Low-Cost Natural Gas Saves Thousands of Lives By Lowering Heating Bills*, The Center of the American Experiment, *available at:* <u>https://www.americanexperiment.org/low-cost-natural-gas-saves-thousands-of-lives-by-lowering-heating-bills/</u> (2019); *citing* Janjala Chirakijja, et al, *Inexpensive Heating Reduces Winter Mortality*, National Bureau of Economic Research, *available at:* <u>https://www.nber.org/system/files/working\_papers/w25681/w25681.pdf</u> (2019).

production of said natural gas even harder, then surely we will see negative social justice and environmental justice ramifications (such as those described above) manifest themselves in the form of increased human suffering.

# 7. <u>Recent Case Law</u>

In the immediate wake of the Supreme Court's decision in *West Virginia v. EPA*, 142 S. Ct. 2587 (2022), the EPA's obligation to identify clear, express statutory authority for rulemaking is heightened.<sup>82</sup> In *West Virginia*, the EPA's rulemaking authority under the Clean Air Act Sections 111(b) & (d) came under scrutiny. It is precisely these same sections that the EPA relies on to promulgate the Proposed Rule and Supplemental Proposal that are the subject of this current comment letter. In *West Virginia*, Supreme Court found that the EPA's Clean Power Plan had exceeded their authority, and "had applied too broad an interpretation of 'best system of emission reduction."<sup>83</sup> In light of this holding, the State would simply encourage the EPA to again review the Proposed Rule and Supplemental Proposal to ensure that the current rulemaking process does not also apply too broad an interpretation of "best system of emission reduction" and/or exceed its statutory rulemaking authority under the CAA.

# VI. <u>CONCLUSION</u>

In summation, the citizens of the State of Utah will continue to benefit as the EPA fulfills its mission "protect human health and the environment" while ensuring that "Americans have clean air, land and water."<sup>84</sup> As an overarching goal, "the State of Utah supports the wise use, conservation, and protection of public lands and their resources, including well-planned management prescriptions"<sup>85</sup> and has adopted an "any-of-the-above"<sup>86</sup> energy policy which promotes, among other things, responsible oil and natural gas development and related infrastructure. Thus, "it is the State's position that public lands be managed for multiple-uses, sustained yields, **prevention of waste of natural resources**, and to protect the health, safety, and welfare of the public. It is important to the State economy that public lands be properly managed for fish, wildlife, livestock production, timber harvest, recreation, **energy** 

<sup>&</sup>lt;sup>82</sup> Tina Van Bockern, *Here We Go Again: BLM Issues Another Methane Rule*, Holland & Hart, *available at:* <u>https://www.hollandhart.com/here-we-go-again-blm-issues-another-methane-rule</u> (2022); *citing Wyoming v. U.S. DOI*, 493 F. Supp. 3d 1046 (D. Wyo. 2020).

<sup>&</sup>lt;sup>83</sup> Grace Olson, Understanding the US Supreme Court's Decision in West Virginia v. EPA, Great Plains Institute, available at: <u>https://betterenergy.org/blog/understanding-the-us-supreme-courts-decision-in-west-virginia-v-epa/</u> (2022).

<sup>&</sup>lt;sup>84</sup> EPA, *Our Mission and What We Do*, U.S. Environmental Protection Agency, *available at:* <u>https://www.epa.gov/aboutepa/our-mission-and-what-we-do</u> (2021).

<sup>&</sup>lt;sup>85</sup> Utah SRMP at 8.

<sup>&</sup>lt;sup>86</sup> OED, *Utah Energy and Innovation Plan*, Utah Office of Energy Development, *available at:* <u>https://energy.utah.gov/plan/</u> (2022).

**production, mineral extraction,** water resources, and the preservation of natural, scenic, scientific, and historical values" (emphasis added).<sup>87</sup> As such, the State supports reasonable regulation, but has some concerns (as outlined) regarding the current Proposed Rule/Supplemental Proposal as it will likely not accomplish the goals thus stated without also conflicting with the state's "any-of-the-above" energy policy.

The cornerstone of proper management of Utah's resources is the coordination and cooperation between the State and Federal agencies. Accordingly, I thank you for your consideration of the State's comments. The State looks forward to working with the EPA as this Proposed Rule moves forward. If you have further questions, please contact me at the information below.

Sincerely,

Redge B. Johnson Director

<sup>87</sup> Utah SRMP at 8.

February 13, 2023

Michael S. Regan Administrator, Environmental Protection Agency 1200 Pennsylvania Ave NW, Suite 1101A Washington, DC 20460

Submitted Electronically via Regulations.gov

Re: Comments on the Supplemental Notice of Proposed Rulemaking Titled "Standards of Performance for New, Reconstructed, and Modified Sources and Emissions Guidelines for Existing Sources: Oil and Natural Gas Sector Climate Review" by the Attorneys General of the States of West Virginia, Alabama, Alaska, Arkansas, Georgia, Idaho, Indiana, Iowa, Kansas, Kentucky, Louisiana, Mississippi, Missouri, Montana, Nebraska, North Dakota, Ohio, Oklahoma, South Carolina, Tennessee, Texas, Utah, Virginia, and Wyoming

Dear Administrator Regan:

The Environmental Protection Agency has submitted a supplemental proposed rule, "Standards of Performance for New, Reconstructed, and Modified Sources and Emissions Guidelines for Existing Sources: Oil and Natural Gas Sector Climate Review." *See* 87 Fed. Reg. 74,702 (Dec. 6, 2022) ("Supplemental Proposal"). This Supplemental Proposal follows a November 2021 Notice of Proposed Rulemaking by EPA, which proposed new performance standards under Section 111 of the Clean Air Act for methane sources in the oil and natural gas sector. *See* 86 Fed. Reg. 63,110 (Nov. 15, 2021) ("Proposed Rule").

We explained in our previous comment that EPA's Proposed Rule went far beyond its statutory authority and would impose unnecessary costs on the energy industry, all while disregarding the role of the States in regulating methane emissions. *See* State of W. Va., *et al.*, Comment Letter on Proposed Rule Establishing New Standards of Performance for New and Modified Sources of Methane In the Oil and Natural Gas Sector (Jan. 31, 2022), http://bit.ly/3JCHvze ("States Comment"). Let us be clear: We stand firmly by our previous comment, and what we said there applies to the Supplemental Proposal, too. But it appears EPA missed our letter. Rather than listen to our advice, EPA has doubled down—proposing a rule that vastly increases EPA's authority while imposing compliance obligations even stricter than the ones the Proposed Rule described.

We therefore write again, this time to highlight how the Supplemental Proposal exacerbates the Proposed Rule's flaws. *First*, the Supplemental Proposal expands EPA's statutory authority under the Clean Air Act—and beyond the authority it tried to claim in the Proposed Rule and a prior rule in 2016. *Second*, the Supplemental Proposal severs the cooperative federalism regime that drives this part of the CAA, opting instead for policies that erode States' ability to regulate methane emissions. *Third*, the Supplemental Proposal imposes costly burdens on the energy sector, doubling the Proposed Rule's costs.

Reducing methane emissions is a noble goal that industry stakeholders have already been working toward. The oil sector, for instance, reduced methane missions relative to production by 60% between 2011 and 2020. *See Tackling Methane Emissions*, AM. PETROLEUM INST., http://bit.ly/3l65lsP (last visited Feb. 3, 2023). Other reduction efforts, like the Oil & Gas Methane Partnership 2.0 and the Texas Methane & Flaring Coalition, are underway. But admirable environmental goals do not justify crushing the American energy sector. Top-down, heavy-handed governmental control is not the way to achieve the right balance between energy needs and environmental concerns—rather, we should look to American ingenuity and innovation, fostered by private initiative and state leadership, to provide solutions. The Supplemental Proposal leaves little room for that.

The agency should therefore abandon its latest methane misadventure and confine itself to lawful, reasonable rules that don't upset a crucial sector of our economy.

#### BACKGROUND

As we noted before, for decades EPA took a hands-off approach toward areas like naturalgas transportation and the direct regulation of methane. States Comment at 3. But this approach ended in 2016, when EPA finalized New Source Performance Standards ("NSPS") to directly regulate methane emissions from oil and gas facilities. *Id.* Several States, including West Virginia, challenged that rule. The cases have been held in abeyance. *See, e.g., West Virginia v. EPA*, No. 16-1264 (D.C. Cir. filed Aug. 2, 2016); *North Dakota v. EPA*, No. 16-1242 (D.C. Cir. filed July 15, 2016).

The Trump EPA then reverted to the traditional interpretation of the CAA, finding that EPA could regulate methane emissions from "only the production and processing segments" and not the "transmission and storage segments." 85 Fed. Reg. 57,018, 57,019 (Sept. 14, 2020). But this rule was short-lived, as President Biden signed a joint resolution of Congress that effectively nullified the Trump rule under the Congressional Review Act.

EPA then moved to replace the Trump Rule with the Proposed Rule, which marked yet another attempt by EPA to regulate direct methane emissions from oil and gas facilities that it had never regulated before. But the Proposed Rule went even further than the 2016 Rule. 86 Fed. Reg. at 63,116. For the first time, the Proposed Rule offered emission guidelines for existing sources, which include hundreds of thousands of producing oil and gas wells. The Proposed Rule also anticipated stricter performance standards for new sources.

Though big on goals, the Proposed Rule was short on detail—the proposal contained no actual rules or proposed regulatory text. The Supplemental Proposal finally tries to fill those gaps with text EPA says it developed based on feedback from the Proposed Rule (along with other new information and analyses). Yet EPA didn't heed our advice that it should rein in the sweeping nature of the Proposed Rule. Instead, the Supplemental Proposal extends EPA's power grab over areas that it has never regulated before. And it does so at the expense of the States and industry.

#### DISCUSSION

In our previous comment, we explained that EPA's Proposed Rule departed from the CAA's statutory text and cooperative federalism regime. *See generally* States Comment. Yet the Supplemental Proposal ignores those concerns—and indeed worsens them. Two aspects of the Supplemental Proposal are especially pernicious. *First*, EPA suggests tightening the proposed requirements under CAA Section 111(b) for methane and volatile organic compound emissions from sources that began construction, modification, or reconstruction after November 15, 2021. These requirements include proposed standards for emission sources that have never been regulated in this way before. *Second*, EPA proposes to impose the first nationwide emission guideline for States to reduce methane emissions from existing facilities.

Just as in the Proposed Rule, EPA proposes here to flout the CAA's text by trying to regulate sources that can't be (and haven't been) regulated. The agency also tries to recast existing sources as new sources. It does so by ignoring the collaborative role the States play in methane regulation. While ignoring Congress is bad enough, the agency ignores the States' essential role, too. The Supplemental Proposal threatens to relegate the States to mere side players by limiting their legislatively endowed discretion in unreasonable and arbitrary ways. Finally, the Supplemental Proposal would exact heavy costs on the oil and gas industry and threaten to weaken the energy sector as a whole.

### I. The Supplemental Proposal Expands EPA's Authority Beyond The CAA's Text— In A Worse Way Than Even The 2021 Proposed Rule Did.

In the Supplemental Proposal, EPA has once more sought to overextend its legal authority over both new sources and existing sources.

As to new sources, EPA has tried to backdate its proposed regulations' effective date to November 15, 2021—the date of the initial Proposed Rule. 87 Fed. Reg. at 74,716. Any sources developed after November 15, 2021 are deemed "new" and are regulated under the more aggressive regulatory programs for new sources. Meanwhile, those sources that came online before the November 15, 2021 cutoff are considered "existing." The post-November 2021 existing sources will be regulated under the EPA-approved State programs that won't be implemented for a few more years. *Id.* Yet EPA was unwilling to provide regulatory text in November 2021. Public reports suggest that EPA waited until just after Election Day to release that text to avoid electoral backlash in the face of high energy prices. *See* Jean Chemnick, *Delayed Methane Rule Rams Into Rising Gasoline Prices*, E&E NEWS: CLIMATEWIRE (Oct. 20, 2022, 6:55 AM), http://bit.ly/3WXqbI4.

EPA's attempt to backdate the effective date following a politics-driven delay contravenes the CAA. The Act says that the applicability date of an NSPS "is commenced *after* the publication of regulations" or "proposed regulations." 42 U.S.C. § 7411(a)(2) (emphasis added). EPA argues that neither the CAA nor the Administrative Procedure Act requires regulatory text for purposes of notice of publication of regulations. 87 Fed. Reg. at 74,716. But as we explained in our previous comment, EPA departed from its own history of NSPS rulemaking by not publishing proposed regulatory text in its Proposed Rule. *See* States Comment at 4. And the departure is unwarranted, as a generalized *description* of anticipated regulations is different from the "proposed regulations" that the Act calls for. Without the proposed text, industries, States, advocacy organizations, and others could not effectively comment on the provisions in the Proposed Rules.

We see significant problems with the way that the Supplemental Proposal treats existing sources, too. In this action, EPA seeks to regulate existing sources for the first time, and the agency wants States to submit plans to enforce standards of performance. This Supplemental Proposal would limit methane from a vast array of existing oil and natural gas sources, including roughly one million producing oil and gas wells, 1,400 compression stations located along natural gas transmission lines, and 650 natural gas processing facilities. 87 Fed. Reg. at 74,827 n.276. It is worrisome that EPA intends to use the "little-used backwater of Section 111(d)" to sweep in hundreds of thousands sources that had not been subject to EPA air-quality regulations before with little explanation or justification for why such a broad approach is necessary. *West Virginia v. EPA*, 142 S. Ct. 2587, 2613 (2022).

Beyond that, EPA seeks to impose additional "presumptive" standards and compliance requirements-via proposed 40 C.F.R. part 60 subpart OOOOc-on sources already regulated under 40 C.F.R. part 60 subparts OOOO and OOOOa. See 87 Fed. Reg. at 74,716 (contemplating that sources subject to "older NSPS" will also need to comply with "the implementing state or Federal plan that is consistent with the presumptive standards in EG OOOOc"). In other words, EPA wishes to impose a different set of *existing* source requirements on sources already regulated as new sources. But the CAA's plain text forecloses that approach. A "new source" is "any stationary source, the construction or modification of which is commenced after the publication of regulations (or, if earlier, proposed regulations) prescribing a standard of performance under this section which will be applicable to such source." 42 U.S.C. § 7411(a)(2). In contrast, an "existing source" is "any stationary source other than a new source." Id. § 7411(a)(6). The categories are mutually exclusive; a source cannot be both a "new" source and an "existing" source. Thus, sources that are already treated as "new sources" subject to OOOO or OOOOa (because they were constructed or modified after those regulations were promulgated) cannot be existing sources subject to OOOOc, too. Section 7411(d) confirms as much by specifying that States are to establish a program for existing sources "to which a standard of performance under this section would apply if such existing source were a new source." 42 U.S.C. § 7411(d)(1)(ii) (emphases added). Congress's choice to use the words "would" and "were" makes plain that existing-source regulations are only for sources that are not, in fact, "new sources" already subject to a "standard of performance."

Text matters. EPA should revisit the CAA's text and conform the Supplemental Proposal accordingly.

### II. The Supplemental Proposal Further Relegates States To A Bit Role In Regulating Methane Emissions.

EPA's ever-growing reach comes at the cost of the States. As we explained in our prior comment, the CAA expects that EPA will show respect for federalism and the role of the States when regulating in this space. *See* States Comment at 14-16. We noted how the initial Proposed Rule reordered the States' environmental regulatory structures while reducing the role States can play. *Id.* But EPA ignored these concerns in its Supplemental Proposal. Indeed, by sweeping so many small sources into the Supplemental Proposal, the agency has only worsened the cost problem. But the States' broad new unfunded mandate is hardly the only issue.

Take EPA's proposed definition of "legally and practically enforceable" in the specific context of storage vessels, which would push aside state regulation of emissions from this sector. *See* States Comment at 15. Consistent with the Proposed Rule, the Supplemental Proposal defines "legally and practically enforceable" in a way that's more rigid than the standard EPA uses to approve state implementation plan provisions. 87 Fed. Reg. at 74,800-01. And if the state standards don't meet this agency-created standard, then EPA will disregard the state limits and treat the storage vessels as uncontrolled. *Id.* at 74,803-04. So rather than respect state rules limiting emissions, EPA starts from a place of skepticism, effectively assuming it can supplant any state regulation that EPA considers inadequate based solely on its own disagreement. This presumption of federal control destroys the cooperative federalism that the CAA prescribes. All this dismissiveness bespeaks an inappropriate attempt by the agency to seize control over all aspects of methane regulation—even though States have extensive and useful experience regulating emissions for decades.

The agency is also still defining "modification" in an exceptionally broad way. That breadth is particularly obvious when it comes to wells undergoing fracturing or refracturing, but the agency appears to have left the door open for finding that liquids-unloading events could constitute "modifications," too. 87 Fed. Reg. at 74,781-82. This redefinition, of course, would render the wells "new sources" subject to direct federal control. But we fail to see how these activities constitute "modifications" under either the CAA's definition of the term or any ordinary understanding of it.

Worse, EPA proposes cutting States out of the process for dealing with super-emitter events altogether. 87 Fed. Reg. at 74,747. Right now, when a large-emission event is detected, States are notified. States then review and respond to the event accordingly. But under EPA's Supplemental Proposal, third parties who identify large methane leaks would notify owners and operators directly. That notice then obligates the plant's operators to conduct a root-cause analysis and take corrective action. *Id.* The States are effectively cut out of the process. Perhaps States may play some tag-along role in following up with the companies after they respond to a compulsory super-emitter notice. But other than that minimal bit, States are effectively sidelined. As we explain more below, we do not believe that EPA has authority to implement a super-emitter monitoring program of this kind at all. But that fundamental problem aside, the agency's failure to consider the present role of States in performing these functions is emblematic of the Supplemental Proposal's lack of concern for the federalism principles built into the Act.

EPA has also constructed new obstacles to the successful approval of a state plan submitted under Section 111(d), particularly through ambiguous "meaningful engagement" requirements. The agency ominously warns that insufficient "demonstrations" of "meaningful engagement" can now be "grounds for the EPA to find the submission incomplete or to disapprove the plan." 87 Fed. Reg. at 74,829. The Supplemental Proposal calls for even more community engagement if a State accounts for the "remaining useful life of the existing source" in developing its state implementation plan. Id. But the agency has given the States little guidance on how to meet these new requirements. Instead, EPA has offered only an "example"-a description of its efforts in developing the Proposed Rule-that it then declares the new "minimum." Id. at 74,830. Even this "example" is heavy on the vagaries, as when EPA obliquely says that it "engaged with community leaders ... by hosting a meeting with [the] EJ community." Id. States are now told in the Supplemental Proposal that they, too, must identify such "vulnerable" communities-even including communities that are outside the State. Id. In short, rather than preserving the discretion that Section 111(d) anticipated, EPA proposes to dictate the day-to-day details of state administrative processes while measuring those processes against some undisclosed standard. We see no support for that action in any part of the CAA.

And EPA further shows little regard for the States by maintaining unrealistic timelines to create plans to regulate methane from existing oil and gas sources. Previously, EPA proposed a three-year timeframe to develop a plan and a two-year proposed timeframe for implementation. We explained that timeframe would be challenging to meet and would require hiring thousands of permitting engineers to finish the job in time. *See* States Comment at 16. Yet EPA responded by merely flipping the deadlines for developing and implementing the state implementation plans. States will now have 18 months to submit plans and then 36 months to implement them. 87 Fed. Reg. at 74,721. Altogether, States will have 4.5 years after the publication of the final rule to develop and implement plans—a shorter period than EPA originally proposed. This condensed timeline is especially stark considering the scale of the task that the agency has now thrust on the States. There is no basis or precedent for this rush considering that States usually have three years to develop state implementation plans under Section 110 of the CAA. 42 U.S.C. § 7410(a)(1).

EPA purportedly attempts to ease the pain by including presumptive standards that can "assist states in developing their plan submissions by providing states with a starting point for standards that are based on general industry parameters and assumptions." 87 Fed. Reg. at 74,708. But these "presumptive" standards are presumptuous. The CAA empowers *States*, not the agency, to create their own implementation plans to reduce methane emissions from existing sources under EPA's supervision. *Id.* at 74,810-12. This flexibility includes the right to "establish[] standards of performance for designated facilities" reflecting the EPA-derived emission limits that are achievable through the best systems of emissions reduction. *Id.* at 74,816. EPA is trying to squash state agency discretion by channeling it into EPA-drafted "presumptive" plans.

The Supplemental Proposal also appears to try to push States into abandoning their locallevel discretion by saddling States with significant new obligations any time that discretion is employed. 87 Fed. Reg. at 74,810. CAA Section 111(d) allows States to apply a more lenient standard by considering "among other factors, the remaining useful life of the existing source" for each facility. 42 U.S.C. § 7411(d). EPA traditionally interpreted this freedom to apply in three scenarios: (1) when the cost from plant age, location, or process design is unreasonable; (2) when there is a "physical impossibility of installing [the] necessary control equipment"; and (3) when other factors make a less stringent standard "significantly more reasonable." 87 Fed. Reg. at 74,817. Yet under the Supplemental Proposal, States must offer EPA an extensive justification for using lower standards to reflect remaining useful life, sometimes calling for precision that may be impossible to achieve when talking about future events. Among other things, States must now show how their systems are "fundamentally different" than EPA contemplated before invoking their statutorily guaranteed discretion to consider remaining useful life. *Id.* at 74,819. Further, the collection of specific requirements for invoking that factor—which includes contingencies, restrictive cost considerations, and impacted-communities analysis, *id.* at 74,821-24—narrows the "range of permissible choices to the States" from that which Congress determined was appropriate, *Wis. Dep't of Health & Fam. Servs. v. Blumer*, 534 U.S. 473, 495 (2002). For instance, no reasonable justification exists for limiting a State's cost considerations to capital expenditures alone. 87 Fed. Reg. at 74,823.

In effect, the Proposed Rule replaces the state "laborator[ies]" for regulating methane at existing sources with one national administrative setup. *New State Ice Co. v. Liebmann*, 285 U.S. 262, 311 (1932) (Brandeis, J., dissenting). And EPA admits as much. The agency complains that under the current scheme, "two states could consider [remaining useful life] for two identically situated designated facilities and apply completely different standards of performance." 87 Fed. Reg. at 74,818. Yet that is precisely what cooperative federalism permits, because California and West Virginia may (and do) view the collective impact from cost, structure, or other factors on a source's remaining useful life differently. *Id.* at 74,817. These different views may derive, for instance, from the different composition of a particular State's energy portfolio—and may lead to equally good air quality across the board. So Congress invited this State-by-State variation, and EPA cannot contradict what Congress made clear in statute. *Nat'l Ass'n of Home Builders v. Defs. of Wildlife*, 551 U.S. 644, 665 (2007). Section 111(d) entrusts States to use standards that are more lenient on certain sources because of—among other discretionary factors—remaining useful life. 42 U.S.C. § 7411(d).

### III. The Supplemental Proposal Imposes Even Costlier Regulation.

All these restrictions come at a significant financial cost. We—and other commenters wrote about the unnecessary costs of the Proposed Rule. But the Supplemental Proposal dwarfs even those costs, as the compliance costs have increased to \$1.8 billion annually from 2023 to 2035 compared to \$1.1 billion for the Proposed Rule. 87 Fed. Reg. at 74,842.

The Supplemental Proposal appears indifferent to the serious cost consequences it will place on the industry—making it one of the most expensive regulatory efforts the Biden administration has proposed. *See Regulation Rodeo*, AM. ACTION F. (2022), http://bit.ly/3XZ52Pa (last visited Feb. 3, 2023) (select "2021," "2022," and "2023" years). For example, EPA recognized in the Proposed Rule that regulatory costs could be especially burdensome on smaller production operations and excluded them from the proposed fugitive emissions monitoring. 86 Fed. Reg. at 63,170. But the Supplemental Proposal would instead *expand* this frequent leak monitoring to all natural gas well sites (including wellhead-only sites), regardless of their

estimated emissions. 87 Fed. Reg. at 74,708. Now, all operators must conduct monthly, bimonthly, quarterly, or semiannual inspections or monitoring, depending on facility type—a costly undertaking. The Supplemental Proposal would also require emissions monitoring to continue until a facility has been "closed, including plugging the wells at the site and submitting a well closure report." *Id.* at 74,811. Thus, a huge class of defunct wells will now lead to continuing costs unless a producer is able to jump through a series of administrative hoops. And the agency has imposed strict zero-emission standards on pneumatic controllers (based on its sweeping judgment that such a standard is feasible at *every* site save a few in Alaska) and a zero-emission standard for pneumatic pumps. *Id.* at 74,766, 74,770. It is not even clear that these requirements can be met with tools readily available through existing supply chains. *Id.* at 74,769. New and onerous requirements on flaring and dry-seal compressors also seem to lack any reasonable costbenefit analysis to justify them.

These new requirements will increase the costs of production of energy—especially the wells that don't produce much oil and gas. Small businesses often own these low-producing wells, and the Supplemental Proposal could well impose such significant costs on these businesses that they will be forced to close (in return for little benefit). And with 80 percent of U.S. wells producing fewer than 15 barrels a day, the compliance costs will hurt American consumers in a serious way. U.S. ENERGY INFO. ADMIN., THE DISTRIBUTION OF U.S. OIL AND NATURAL GAS WELLS BY PRODUCTION RATE 3 (Dec. 2022), https://bit.ly/3jqWhOI.

Just the scale of this rule gives us serious pause. West Virginia alone has over 55,000 active and 12,000 inactive oil & gas wells. But even West Virginia's production and facilities numbers are small when compared to places like Texas—which currently monitors approximately 161,000 active oil wells and 87,000 active gas wells—or other states like Alaska, Louisiana, Oklahoma, and North Dakota. In short, the Supplemental Proposal will slap America's energy producers with real costs at hundreds of thousands of facilities. But we see no meaningful discussion in the Supplemental Proposal of whether these price increases would fall within a reasonable range. Instead, EPA satisfied itself by declaring that the "\$1,970/ton of methane reduction" was below the \$2,185/ton threshold that it found reasonable six years ago. 87 Fed. Reg. at 74,718. Without any supporting data or analysis, these numbers are next to meaningless; it is not enough for EPA to note that it has done something similar before and dub its cost-benefit analysis complete.

Likewise, third-party monitoring of super-emitter events could lead to substantial new costs. Increased compliance costs are the most obvious, as increased investigations produce more response actions. 87 Fed. Reg. at 74,752. Those costs increase if the super-emitter events lead to enforcement action or litigation. Companies will also have to grapple with new public relations costs, as super-emitting notices will be posted on a public website. *Id.* at 74,750. And third-parties, who are newly deputized to police oil and gas facilities, may be encouraged to trespass on private property to monitor and measure for super-emitting events, leading to more potential harms and damages. *Cf.* Stuart N. Riddick, et al., *Measuring Methane Emissions From Abandoned and Active Oil and Gas Wells in West Virginia*, 651 SCI. OF THE TOTAL ENV'T 1849, 1865 (2019) (noting how private authors faced a "significant problem" in "land access" when they tried to

measure methane emissions in West Virginia because "much land [is] private, used for hunting and posted against trespass").

All this assumes that third-party monitoring is even permitted—a more than questionable proposition. CAA Section 114, which speaks specifically to EPA's ability to gather information and require monitoring, does not greenlight information-gathering by a third party. The agency implicitly recognizes as much by not citing that statute. But EPA goes too far in suggesting that a super-emitting event becomes a new "source" of emissions, 87 Fed. Reg. at 74,752, such that it can be separately regulated under Section 111. The reinterpretation stretches the ordinary understanding of "source" beyond its limits. The statute, after all, speaks to a "building, structure, facility, or installation," not a moment in time. 42 U.S.C. § 7411(a)(3). And anyway, Section 111 further speaks of States and EPA taking action against facilities—not third parties. EPA also suggests that the third-party monitoring could be an additional compliance-assurance measure or work-practice standard that operates separate from the "best system of emission reduction." 87 Fed. Reg. at 74,753. But we see nothing in the statute that would allow the agency to create "severable" standards that are said to be both necessary and unnecessary for emission reduction. *Id.* 

In addition, the Supplemental Proposal openly refuses to engage with the complications that result from the "interplay between the provisions in this proposed rule and the Methane Emissions and Waste Reduction Incentive Program." 87 Fed. Reg. at 74,722. That refusal could produce still more costs for the energy industry as a whole. Beginning in 2025, the "incentive" program will begin imposing fees on certain methane emissions from oil and natural gas facilities that exceed defined thresholds. But these facilities enjoy a "safe harbor" from the fees if they comply with methane standards that produce emission reductions that are equivalent to or greater than the reductions the Proposed Rule requires. But EPA has not explained how it will make this equivalency determination; nor has it explained how it will address the time gap between implementation of any new standards and the start date for the fee program. Many of us explained more than a year ago that a methane fee is ill-advised. See Letter from Patrick Morrisey, W. Va. Att'y Gen., et al. to Senate Leadership (Oct. 14, 2021), available at https://bit.ly/3l4MKgS. We expect Congress created the safe harbor to address concerns like those. Yet EPA seems willing to undermine the safe harbor's usefulness by keeping standards for meeting it vague. See 87 Fed. Reg. at 74,721 (explaining that EPA has done only a "purely qualitative" comparison between reductions achieved by the Supplemental Proposal and reductions that would have been achieved by the Proposed Rule).

The Supplemental Proposal also imposes serious compliance costs on the States. West Virginia's environmental regulatory agency noted that implementing EPA's timetable of existing source monitoring in West Virginia alone could cost it over \$278 million each year. *See* W. Va. Dep't of Env't Prot., Comment Letter on Proposed Rule Establishing New Standards of Performance for New and Modified Sources of Methane In the Oil and Natural Gas Sector 2 (Jan. 14, 2022), http://bit.ly/3HQDjdU. These costs will only go up with the extra restrictions of the Supplemental Proposal. For example, the States' implementation plans under Section 111(d) will add significant compliance costs because the States must follow various new calculation and

monitoring requirements to invoke remaining useful life, even putting aside the community outreach efforts that the Supplemental Proposal also requires. 87 Fed. Reg. at 74,821-24.

All this will happen as Americans pay more money for essential goods and services. The last thing Americans need is increased energy costs as oil and gas companies comply with EPA's standards. EPA cannot use flawed measures like the so-called "social cost of carbon" to justify excessive costs that will have real consequences. All the more when the purported climate benefits, illusory as they are, could fall anywhere within a breathtakingly broad range—from \$19 billion to \$130 billion. *See* EPA, REGULATORY IMPACT ANALYSIS OF THE SUPPLEMENTAL PROPOSAL FOR THE STANDARDS OF PERFORMANCE FOR NEW, RECONSTRUCTED, AND MODIFIED SOURCES AND EMISSIONS GUIDELINES FOR EXISTING SOURCES: OIL AND NATURAL GAS SECTOR CLIMATE REVIEW 17 (Nov. 2022), https://bit.ly/3X6ltYQ.

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EPA must respect the cooperative federalism regime and the CAA itself. The Supplemental Proposal does neither. EPA should table it.

Sincerely,

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February 13, 2023

Mr. Peter Tsirigotis, Director Office of Air Quality Planning and Standards Office of Air and Radiation EPA Docket Center Docket ID No. EPA–HQ–OAR–2021-0317 U.S. Environmental Protection Agency Research Triangle Park, NC 27711

Submitted Electronically via www.regulations.gov

### RE: Standards of Performance for New, Reconstructed, and Modified Sources and Emissions Guidelines for Existing Sources: Oil and Natural Gas Sector Climate Review; Supplemental Notice of Proposed Rulemaking, Docket No. EPA-HQ-OAR-2021-0317

Dear Director Tsirigotis:

The Wyoming Department of Environmental Quality (WDEQ) appreciates the opportunity to submit comments on EPA's supplemental notice of proposed rulemaking, "Standards of Performance for New, Reconstructed, and Modified Sources and Emissions Guidelines for Existing Sources: Oil and Natural Gas Sector Climate Review," published on December 6, 2022. WDEQ's comments restate many of the same concerns it cited in its comments on the original proposed rule, submitted to EPA on January 31, 2022, regarding the supplemental proposal's policy impacts, technical feasibility, and legal considerations. WDEQ also raises additional concerns that EPA did not conduct meaningful engagement with states in developing its supplemental proposal, nor did it appear to represent or consider the costs for state regulatory agencies to implement the supplemental proposal.

It does not appear that the many concerns WDEQ expressed in extensive detail in its original comments were taken into consideration by EPA in the formulation of the supplemental proposal. As written, the supplemental proposal would place onerous implementation requirements upon WDEQ's Air Quality Division (AQD) given the massive increase of affected facilities and the corresponding mountain of additional requirements pertaining to compliance, permitting, emissions inventories, the development of State plans, and other air quality aspects under Wyoming's primacy, making implementation infeasible. The proposed Subpart OOOOb New Source Performance Standards and Subpart OOOOc Emissions Guidelines also would impose requirements upon affected facilities that would create unworkable and unsustainable compliance requirements for small operators. This would result in financial losses that would cause some to go out of business, resulting in significant potential economic implications for the State of Wyoming. Additionally, there are other proposed federal requirements that contradict requirements of other federal agencies and could potentially disincentivize prospective operators on federal lands from locating in Wyoming.

Finally, the overwhelming volume of significant proposed regulatory actions by EPA that have coincided with the public comment and review period of the supplemental proposal have created a maze of regulatory uncertainty for state regulatory agencies, the regulated community and the public. This has also made it exceedingly difficult to navigate and conduct complete reviews of all of the proposed rules. It is exceedingly difficult to fully evaluate the potential impacts of this lengthy and dense proposal when there are multiple related proposed regulations with potential overlapping impacts with public comment periods that close within weeks of the supplemental proposal.<sup>1</sup> WDEQ submitted a 30-day comment period extension request for the supplemental proposal on December 14, 2022 and EPA has not responded to WDEQ's request. Furthermore, the State of Wyoming was never consulted during the development of the supplemental proposal – and many other states have expressed this same concern.

The lack of consultation and simultaneous comment periods on multiple significant proposed rules prevents meaningful engagement and completely disregards cooperative federalism. WDEQ requests that EPA thoroughly consider the following comments, as well as the comments WDEQ submitted in January 2022, and conduct meaningful engagement with state co-regulators before promulgating a final rule. WDEQ has significant concerns with the supplemental proposal as it could adversely impact state-level implementation, the economy, and have unintended environmental impacts due to technical infeasibilities.

For purposes of clarity and ease of reference, WDEQ has organized its comments with headers for each section that provide an overview of the key policy points and areas of concern.

### 1.) There are recurring, overlapping policy and implementation concerns with the supplemental proposal that are shared by many states.

Some of WDEQ's concerns with the supplemental proposal (and original proposed rule) are not unique or exclusive to Wyoming. A number of state agencies have identified recurring and overlapping areas of concern pertaining to the State and Tribal Plan development requirements in the supplemental proposal. Other Association of American Pollution Control Agency (AAPCA) member states have raised significant concerns with the State Plan requirements of the supplemental proposal. Specifically, concerns have been raised about the impractical workload and resource burden required for state-level agencies to justify and apply for an alternative standard that takes into consideration the remaining useful life of a designated facility and other factors outlined in the proposed regulatory text for Subpart OOOOc. There is justifiable concern that accomplishing the criteria outlined in §60.5365c of the proposed regulatory text (for setting a standard of performance to a particular source that is less stringent than otherwise required by an applicable emission guideline) would place an impracticable strain on state regulatory agencies due to the sheer volume of affected sources that should be considered for remaining useful life and other factors. Consequently, some states expressed concern that they would be forced to adopt the model rule because there is no plausible way to conduct remaining useful life analyses, or demonstrations for other factors, under the timelines specified in the proposed regulatory text.

WDEQ shares these respective concerns about State Plan requirements and will further elaborate on them in Section 5 of these comments. However, as a general comment, WDEQ notes that the large number

<sup>&</sup>lt;sup>1</sup> The proposed federal rules with overlapping comment periods include: the Bureau of Land Management's (BLM) Waste Prevention, Production Subject to Royalties, and Resource Conservation proposed rule; EPA's Adoption and Submittal of State Plans for Designated Facilities: Implementing Regulations Under Clean Air Act Section 111(d) proposed rule; and EPA's Prevention of Significant Deterioration (PSD) and Nonattainment New Source Review (NNSR) proposed rule.

of recurring concerns with the supplemental proposal and proposed OOOOb and OOOOc regulatory texts that are shared by other state-level agencies. This amplifies the real implementation issues. These implementation issues pose infeasible challenges to both state regulatory agencies and regulatory entities that must comply with the rule. WDEQ and other state-level regulatory agencies serve as co-regulators with EPA. In order to develop effective environmental regulations that both achieve emission reductions and can be practicably implemented, it is important that EPA conduct meaningful engagement with state agencies to gather perspectives and input for formulating final rules. That is why it is especially disappointing that EPA did not respond to reasonable comment period extension requests on the supplemental proposal from AAPCA State, Local, and Tribal member agencies Kentucky DAQ, Oklahoma DEQ, Pennsylvania DEP, Texas CEQ, the Ute Indian Tribe, and WDEQ, as well as AAPCA itself.

WDEQ further notes that State Plan requirements were not the only overlapping area of concern cited by other state agencies and air quality organizations in the supplemental proposal. WDEQ requests that EPA consider the other overlapping concerns raised by the Western States Air Resource Council (WESTAR) in its comments on the supplemental proposal. WESTAR serves as the multi-jurisdictional organization for State, Local, and Tribal member agencies in the Western United States and represents a broad spectrum of air quality perspectives. The fact that members of WESTAR have raised overlapping concerns with the State Plan requirements, requirements pertaining to the Super Emitter Response Program, etc., within the supplemental proposal indicates that there are significant implementation issues with the supplemental proposal. WDEQ supports efforts to provide workable flexibilities instead of a "one-size-fits-all" approach to implementing environmental laws. The recurrence of concerns on the supplemental proposal indicates why such workable flexibilities are so important. EPA should consider this in developing a final rule.

### 2.) EPA did not conduct meaningful engagement with states in developing the supplemental proposal.

Throughout the entire course of EPA's issuance of the original proposed rule in November 2021 and issuance of the supplemental proposal roughly a year later, WDEQ has not been meaningfully engaged by EPA on either proposal. While WDEQ did have the opportunity to provide comments on the original proposal, submitted on January 31, 2022, WDEQ heard nothing from EPA in the 284 days between the close of the public comment period and issuance of the supplemental proposal. There was no response to or acknowledgment of Wyoming's concerns on the proposed rule nor was there any opportunity provided for meaningful input on the supplemental proposal. While EPA conducted a sparse number of virtual public listening and stakeholder engagement sessions on the proposed rule in summer 2021, there were none held that WDEQ was made aware of in the interim between the close of the public comment period on the insuance of the supplemental proposal. Furthermore, EPA held no in-person meetings with state agencies to our knowledge, and WDEQ was not provided with the opportunity to engage in constructive dialogues with EPA about the proposed rule or supplemental proposal.

WDEQ and other state agencies were largely in the dark on the status of future rulemakings until EPA published the supplemental proposal in the pre-Federal Register on November 11, 2022, a federal holiday. A public comment deadline of February 13, 2023 was set by EPA in spite of the fact that the supplemental proposal had not yet been officially published in the FR. Once the supplemental proposal was finally published in the FR on December 6, 2022, it was promulgated with a comment deadline that allowed for just over two months to perform a comprehensive review and issue comments, and less than a month to respond to an information request with EPA's specification, "A comment to OMB is best assured of

consideration if the Office of Management and Budget (OMB) receives it on or before January 5, 2023." This extraordinarily tight window overlapped with the end-of-year holiday season for a second consecutive year (the original proposed rule did the same), posing additional challenges for agencies to coordinate their reviews. As previously noted, WDEQ and a number of other state agencies requested reasonable comment extensions to provide sufficient time for reviews of the supplemental proposal and its numerous additional regulatory documents. EPA never responded to those requests for extension.

The supplemental proposal's preamble, as published in the Federal Register, is nearly 150 pages in length. That is just a fraction of the entirety of documents containing regulatory text that are part of the supplemental proposal. Together, the proposed regulatory text for Subparts OOOOb and OOOOc span 611 pages of dense, complex regulations that have significant implications for sources in Wyoming. The Regulatory Impact Analysis for the supplemental proposal, which contains important information explaining EPA's legal and economic basis for the rulemaking and projected compliance costs, is another 252 pages. The proposed regulatory text for revisions to Appendix K is another 20 pages in length. Altogether, EPA's supplemental proposal contains over 1,000 pages of regulatory text and relevant supporting material, all of which are of significance to the State of Wyoming and WDEQ. EPA solicited comment on at least 11 areas of the supplemental proposal containing key changes since the November 2021 proposal, and there are tens of thousands of potentially affected sources located in Wyoming as a result of these proposed changes.<sup>2</sup> WDEQ and other state agencies had just three months to perform a comprehensive review of the published regulatory texts, evaluate the potentially wide-ranging regulatory and economic impacts for the State, and develop comments addressing the full scope of WDEQ's concerns.

The compressed deadline was further complicated by the issuance of at least three other key federal rules, identified above, that have potential overlapping impacts with the supplemental proposal and also had overlapping public comment periods. Furthermore, during the same comment period, WDEQ had to balance the resource demands of evaluating the Inflation Reduction Act of 2022, EPA's revision of the National Ambient Air Quality Standards (NAAQS) for particulate matter and EPA's announcement that it will reconsider the ozone NAAQS.<sup>3</sup> This abundance of concurrent federal regulatory actions is overwhelming for state agencies and prevents the opportunity for meaningful dialogue between EPA and State, Local, and Tribal agencies, necessary for developing effective environmental regulations. Furthermore, this practice creates a landscape of regulatory uncertainty.

In the supplemental proposal, EPA has clearly focused on the concept of "meaningful engagement." Meaningful engagement is defined in §60.5366c of the proposed regulatory text of OOOOc as "the timely engagement with pertinent stakeholder representation in the plan development or plan revision process...it must include early outreach, sharing information, and soliciting input on the state or tribal plan." In WDEQ's experience, EPA has not followed these practices in its promulgation of the original proposed rule or the supplemental proposal. EPA further notes on page 74829 of the preamble that:

<sup>&</sup>lt;sup>2</sup> EPA's Supplemental Proposal to Reduce Pollution from Oil and Natural Gas Operations: Key Changes Since the November 2021 Proposal and Areas Where EPA is Seeking Comment; published November 11, 2022

<sup>&</sup>lt;sup>3</sup> EPA released "Review of the National Ambient Air Quality Standards for Particulate Matter" on January 6, 2023; EPA also indicated that the ozone NAAQS would be reconsidered in January 2023

EPA is proposing additional meaningful engagement requirements to ensure that pertinent stakeholders have reasonable notice of relevant information and the opportunity to participate in the state plan development throughout the process.

Put simply, it is disingenuous and unreasonable for EPA to propose such extensive meaningful engagement requirements that State, Local, and Tribal agencies must follow in developing State Plans when EPA has not adhered to any of those same requirements in the development of the proposed rules. EPA is enacting a double-standard that is not consistent with its own legal requirements it proposes for state-level agencies. Furthermore, EPA's actions are not consistent with the basic tenets of cooperative federalism. Once again, WDEQ emphasizes that EPA should engage with state co-regulators early and often to ensure that any new regulation is appropriate and can be reasonably implemented.

# **3.)** EPA did not represent or appear to consider the costs for state regulatory agencies to implement the supplemental proposal in its Regulatory Impact Analysis (RIA) or any other accompanying document.

As noted above, EPA's RIA that was included as an attachment to the supplemental proposal spans over 250 pages in length. However, throughout the course of that document, EPA does not represent the potential costs that state-level regulatory agencies will have to bear to meet the implementation requirements of the supplemental proposal. The RIA only represents the projected compliance costs and projected regulatory costs as applied to the oil and natural gas markets. State agencies will incur significant costs to meet the compliance requirements, reporting and recordkeeping requirements, requirements for developing State Plans, and conducting the consequential meaningful engagement required in the supplemental proposal. In order for WDEQ to effectively address the immense increase in workload associated with the supplemental proposal, additional staff would need to be added to its programs for Compliance, State Implementation Planning and Rule Development, and potentially other areas. Based on February 2023 cost estimates, WDEQ anticipates an immediate financial burden to the agency of nearly \$3 million (which includes a one-time cost for purchasing and maintaining technical equipment and training staff to meet the requirements of the supplemental proposal, as well as an annual cost for employing, at a minimum, eight additional staff to perform the activities associated with the supplemental proposal).<sup>4</sup> WDEQ will provide a full breakdown of the resulting costs to the WDEQ from the supplemental proposal in Section 5 and Section 8 of these comments.

EPA attempts to address the cost burden associated with the supplemental proposal on pages 74844-74845 of the preamble (*D. Unfunded Mandates Reform Act (UMRA)*). EPA considers that the EG associated with Subpart OOOOc:

Is published under CAA section 111(d) and does not impose any direct compliance requirements on designated facilities, apart from the requirement for states to develop state plans. As explained in section XIV.G. of the November 2021 proposal and section V of this supplemental proposal, the EG also does not impose specific requirements on tribal governments that have designated facilities located in their area of Indian country. The burden for states to develop state plans following promulgation of the rule is estimated to be

<sup>&</sup>lt;sup>4</sup> Cost statistics regarding FTE/Additional FTE provided by WDEQ's Administration Division; cost-estimates regarding compliance duties associated with the supplemental proposal provided by AQD's Compliance Program

below \$100 million in any one year. Thus, the EG is not subject to the requirements of section 203 or section 205 of the UMRA.

EPA should recognize that even though a rulemaking is projected by EPA to fall below the \$100 million economic impact, there may nevertheless be a significant fiscal impact on a state's economy and/or on a state's regulatory program. State economies vary in size and certain industries have varying degrees of influence on state economies. Furthermore, state implementing agencies vary across the country in size and available funding; not all states have the same resources or staffing available for implementing a plan that dramatically increases the demand on existing resources to regulate the universe of affected sources in that state. The costs to state agencies not only includes the development of state plans, as cited by EPA in its cost-burden analysis, but also includes the implementation of those plans. This problem is further complicated by the nationwide challenge that both federal and state agencies are experiencing in recruiting and retaining qualified air quality staff. This issue is further exacerbated by the large number of proposed rules that EPA is promulgating and associated unfunded mandates. It is reasonable that EPA considers this in its impacts of the supplemental proposal.

Put simply, the supplemental proposal has an outsized impact upon states like Wyoming whose economies are resource-dependent. Furthermore, they have an outsized impact upon agencies like WDEQ that may have significantly smaller staffing and less funding available compared to other state agencies. A "one-size-fits-all" approach to the benefits and costs associated with implementing a rulemaking does not reflect how a rulemaking may affect certain states differently than others. The fact that EPA did not provide specific figures in the RIA for the costs to state-level agencies to implement the supplemental proposal is problematic and lacks transparency. Furthermore, cumulative cost totals for implementing the supplemental proposal nationally do not show the disproportionate manner in which certain agencies like WDEQ are more heavily burdened than other states. It is crucial that EPA takes this into consideration when promulgating a final rule and that the federal government provides states with the funding for staffing and resources necessary for implementation of state plans.

## 4.) EPA's issuance of the supplemental proposal without regulatory language included in the text was not a transparent approach and did not provide for meaningful engagement by stakeholders.

As noted in Section 2, EPA issued the supplemental proposal in the Federal Register as a roughly 150-page document containing no regulatory text. The actual regulatory documents associated with the supplemental proposal (Subparts OOOOb and OOOOc, Appendix K) were included as attachments to the supplemental proposal that the general public must navigate through EPA's website, or sort through an abundance of additional documents related to the supplemental proposal on the docket, to access. This is a misleading practice that severely lacks any form of transparency, and dramatically underrepresents the size of the proposed regulations (which, once again, total more than 750 pages in length counting the preamble) and the time and resources to review them. Furthermore, EPA has placed the onus on the general public to gather all of the associated attachments rather than including them as one body of proposed text. EPA has undertaken this non-transparency practice recently with other proposed rules. WDEQ considers this to be an inappropriate and exclusionary practice that is inconsistent with EPA's own principles of meaningful engagement required under the supplemental proposal.

### 5.) There are significant implementation concerns with the supplemental proposal's requirements for State Plans. In particular, the onerous workload and potentially exorbitant costs associated with

### making remaining useful life demonstrations for setting a less-stringent standard for existing sources are very problematic.

As noted earlier, WDEQ has concerns regarding the supplemental proposal's requirements for State Plans, particularly with the requirements for making remaining useful life demonstrations, or demonstrations for other factors such as unreasonable cost of control or physical impossibility, that states must follow when setting a less-stringent standard for existing sources as required in the proposed regulatory text for Subpart OOOOc. Put simply, the multifarious requirements enumerated in §60.5365c of the proposed regulatory text impose an onerous and unworkable burden upon state agencies for setting a justifiable less-stringent standard for a specific source. Examples of the onerous and unworkable requirements necessary for making a demonstration include: identifying all control technologies or other systems of emission reduction available for a source and evaluating each system using the same factors and evaluation metrics as EPA did in determining the best system of emission reduction; calculating and identifying the emission reductions that would occur by applying the source-specific best system of emission reduction; and when considering remaining useful life, a seven-pronged evaluation identifying timelines for equipment installation, developing a compliance plan, etc.

Under the requirements of the supplemental proposal, states will have 18 months to submit State Plans after the publication of the final OOOOc Emissions Guidelines (although there is concern that the deadline in the final rule could be an even shorter timeframe - see Section 15 of these comments). There are tens of thousands of sources in Wyoming that could be subject to the proposed requirements of OOOOC; AQD's program currently covers over 18,000 operating single well sites and compressor stations, and that number does not consider the increase in specific equipment subject to the supplemental proposal's requirements, such as pneumatic pumps and controllers. An 18-month timeframe is impracticable for the workload associated with making the required demonstrations for the thousands of sources in Wyoming, given the factors they face (e.g. remaining useful life, technical infeasibility, etc.). The increase in cost and staff resources to States to undertake such a lift in a condensed window is not factored into EPA's analysis of the proposed rule. Furthermore, the requirements associated with meaningful engagement – and the consequential time and resources required for performing them – would further overburden existing WDEQ staff resources. The statutory timeframes necessary for undertaking meaningful stakeholder engagement, State Plan development, public noticing State Plans and responding to comments do not fit into an 18-month timeline.

As such, the supplemental proposal, as written, leaves states with the options of adopting the model rule or attempting to undertake an infeasible amount of work given the timeframes allocated. The only workable option for some states that have significant oil and gas development operations may be to adopt EPA's model rule. This pathway denies states of their legal right to consider a source's remaining useful life and other factors as established in the Clean Air Act.

Section 111(d) of the Clean Air Act establishes a framework within which the EPA Administrator and states work together to control air pollutants from categories of existing sources, subject to certain limitations. Most of the implementation authority is allocated to the states to create plans establishing standards of performance for sources located within their borders. The Administrator first creates regulations to establish a procedure by which states can submit implementation plans to establish standards of performance for certain sources. 42 U.S.C. § 7411(d)(1). In doing so, the Administrator must permit states to consider a source's "useful life" when determining by how much, and in what manner, a source must control its emissions. 42 U.S.C. § 7411(d)(1). The Administrator also calculates emissions guidelines based on his determination of the best system of emission reduction (BSER), taking certain statutory factors into consideration 42 U.S.C. § 7411(a)(1). A State must then construct a plan that limits emissions from all of the relevant sources within its borders based on a case-by-case application of state-determined standards of performance. 42 U.S.C. § 7411(d)(1).

In the supplemental proposal, EPA has established impractical timeframes for undertaking a caseby-case application of state-determined standards of performance. EPA should provide flexibility in allowing states to consider the remaining useful life of affected facilities, realistically achievable standards, and the timelines in which those standards could be met. For states to exercise their statutorily mandated authority, EPA should not dictate emission limits and time schedules. In order to consider the remaining life of a source, states must be able to determine the compliance timeline by taking into account factors such as the source's anticipated retirement date, costs and benefits of an available technology, and technology that has already been deployed. The unattainable deadlines and burdens associated with these determinations in the supplemental proposal do not allow for these practices.

Even if state agencies were to adopt the model rule as proposed, WDEQ is still concerned that the 18-month timeline would not provide states with sufficient time for meeting the requirements. For example, §60.5372c of the proposed regulatory text for Subpart OOOOc requires that states that adopt the model rule submit an inventory of designated facilities and an inventory of emissions from affected designated facilities in its written request for delegation of the Federal plan. This would require WDEQ to undertake a state-level information collection request that requires allocating sufficient time for sources to respond, along with significant time for WDEQ to compile the responses and the required emissions inventory. Fitting this process into an 18-month compliance timeframe with the rule requirements does not provide state agencies with time to solicit public input or meaningful engagement. WDEQ requests that EPA extend the effective date for the supplemental proposal and allocate more time for states to implement the requirements of the proposed Emissions Guidelines.

WDEQ has significant expertise in meaningful engagement with a comprehensive spectrum of stakeholders and crafting effective regulation for existing sources. WDEQ points to its development of Chapter 8, Section 6 (entitled "Upper Green River Basin permit by rule for existing sources") of the Wyoming Air Quality Standards and Regulations. That rulemaking introduced new requirements for existing sources located in the Upper Green River Basin marginal ozone nonattainment area and has helped lower NO<sub>x</sub> and VOC emissions in the area since it became effective on January 1, 2017. The rulemaking process required an internal draft development phase, numerous outreach meetings to stakeholders, two Air Quality Advisory Board meetings at which WDEQ received significant comment that prompted additional review and revisions, and an Environmental Quality Council hearing. In all, it took more than 18 months of development, stakeholder engagement, and statutory process for that proposed rule to become effective. This rule only addressed existing sources in one region of the state. The work necessary to implement the supplemental proposal will affect sources statewide.

Expecting states to perform the immense amount of work associated with implementing the proposed rule and supplemental proposal in an 18-month timeframe is unreasonable, especially if EPA has not proposed to allocate federal funding to assist states with the additional resource demands. WDEQ would have to expand its staffing in its State Implementation Plan & Rule Development section in order to meet the workload associated with the State Plan requirements in the supplemental proposal. Adding three

additional staff to its current SIP & Rule Development section (currently consisting of four positions) would bring an additional annual cost of roughly \$390,000 to the agency.<sup>5</sup> EPA needs to seriously consider the impracticability of the criteria established in §60.5365c of the proposed regulatory text for OOOOc and afford states with greater flexibility to effectively implement a State Plan.

### 6.) WDEQ has significant concerns with how EPA's proposed Super Emitter Response program could infringe upon state-level primacy for implementing an air quality monitoring program.

WDEQ provided extensive comment on the November 2021 proposed rule's solicitation for feedback on community monitoring undertaken by third parties to detect large emission events. EPA acknowledges receipt of these comments in the supplemental proposal, declaring on page 74748:

The EPA received numerous comments from industry, non-industry groups, states, tribes, and local communities articulating a range of views on the concept described in the November 2021 proposal...the EPA has carefully considered these comments, in conjunction with various peer-reviewed studies, in designing this proposal for a super-emitter response program.

Based on WDEQ's assessment of EPA's proposed Super Emitter Response program in the supplemental proposal, EPA did not take WDEQ's comments into careful consideration, as WDEQ continues to have the same fundamental concerns.

WDEQ again questions the fundamental basis for the proposed Super Emitter Response program. In accordance with Wyoming's Environmental Quality Act (W.S. §§ 35-11-101 et seq.), WDEQ has a wellestablished, well-functioning complaint process through which third parties and members of the general public can report any pollutant emission event of concern, regardless of whether it is a large- scale or small-scale event. The agency's compliance program promptly handles inspections and investigations, addressing any identified issues. Requiring that an EPA-approved third party entity notifies operators of a potential super-emitting event convolutes the compliance process and diverts both WDEQ and operator resources from providing a more-immediate follow-up to correct the issue and also redirects resources away from other critical work.

WDEQ is deeply concerned that the regulatory authority granted in the Clean Air Act for states to implement their own air quality monitoring programs is improperly ceded under the supplemental proposal to "certified" third-party entities, as determined by EPA (74747). If there is any legal ambiguity concerning regulatory authority to monitor methane, the opportunity to regulate should lie first with the states, not with third parties. This proposal diminishes Wyoming's primacy to implement a state-level program and contradicts the principles of cooperative federalism; air quality monitoring has always fallen under the regulatory purview of federal, state, local, and tribal governments. This practice unnecessarily complicates the implementation and day-to-day function of a state's monitoring program and its maintenance of quality-assured data. Furthermore, it is unclear from EPA's proposal whether the legal basis for such an approach falls within the bounds of New Source Performance Standards.

<sup>&</sup>lt;sup>5</sup> Cost statistics regarding FTE/Additional FTE provided by WDEQ's Administration Division

Beyond the questionable legal authority of the proposed Super Emitter Response program, WDEQ is also concerned with the impracticality of implementing such a program for state-level agencies and operators, as well with data accuracy, as described below:

- The proposed Super Emitter Response program convolutes the compliance process and communications between WDEQ and operators. WDEQ's compliance program actively performs outreach to operators and ensures compliance issues are corrected in a timely manner. For example, WDEQ's compliance staff currently complete approximately 1,000 Full Compliance Evaluations (FCEs) on oil and gas sites annually, with an additional 1,500 site visits or Partial Compliance Evaluations (PCEs) each year. Similarly, operators are already conducting their own compliance activities. Requiring compliance operators to respond to compliance observations from third-party entities (as described on pages 74747-74748 of the preamble) only complicates the compliance process. Furthermore, it could leave WDEQ's Compliance program in the dark about ongoing compliance issues that have been reported by a third party.
- WDEQ is concerned that requiring approved third-party entities to process data that has been gathered from remote detection methods would result in significant delays between a perceived "super emitter" event and companies being notified. WDEQ understands that it can take weeks for data from remote detection methods to be processed. As a result, it is possible that data could indicate a compliance event that occurred in the past due to an issue that was not replicable and potentially already corrected by an operator with involvement of WDEQ's Compliance program staff. Based on the proposed Super Emitter Response program, operators would have to expend significant time and resources undertaking root-cause analyses for one-time-event compliance issues that may have already been resolved.
- WDEQ is also concerned certain necessary operational processes (such as scheduled blowdowns or other maintenance events and safety measures) at a facility could appear as "super emitter" events through remote detection even though they may be necessary measures already permitted by WDEQ. In these instances, operators would again have to undertake unnecessary root-cause analyses in spite of the fact that the events reported are not compliance issues, nor are they repeatable for operators.
- WDEQ is deeply concerned with the supplemental proposal's specification on page 74750 of the preamble that "Third parties may also make such reports available to the public on other public websites. The EPA would generally not verify or authenticate the information in third party reports prior to posting." This is problematic and allows for the public dissemination of data that is not properly quality assured and would likely result in redirection of limited resources away from other critical agency priorities. The potential for spreading misinformation to the public is extremely concerning.
- EPA claims that the rule allows EPA to retain oversight, provide safeguards, and limit thirdparty discretion. (74750). However, not only will EPA not authenticate the information prior to posting but retains the discretion whether to remove a third-party from the pre-approved list even after multiple demonstrated errors. (Id)("The EPA in its discretion, may remove that third party from the pre-approved list of third-party notifiers upon demonstration by the owner or operator and/or a finding by the EPA that more than three notifications to that same owner or operator

were made in error."). If EPA proceeds with the super-emitter response program, states, operators, owners, and the public should not have to depend on EPA to exercise its discretion to remove a third-party notifier that persistently provides wrong information to the EPA and the public. Especially since EPA will have labeled this third-party as pre-approved, the public will incorrectly perceive that party as more credible.

- WDEQ requests that EPA require similarly stringent requirements for third-party equipment operators as those in the proposed Appendix K regulatory text. Compliance staff at agencies like WDEQ and operators must conduct OGI surveys for a minimum of 1,400 hours over the entirety of his/her career under the proposed regulations. It is inappropriate to allow "qualified" third parties to operate remote detection equipment under requirements that are less stringent than those that apply to states and operators.
- WDEQ maintains that third party data collection requirements for what is allowed in third party collection of data could be moved in the future. While EPA has acknowledged third-party safety concerns in the preamble as its rationale for limiting data collection only to remote-sensing technologies (74749), WDEQ has concerns that these rule revisions could open the door for other methods of third-party monitoring data collection. Put simply, there are abundant public safety concerns and private property issues that would arise.
- WDEQ strongly disagrees with EPA's assertion in the preamble that "the proposed super-emitter response program would provide a cost-effective backstop to the rest of the regulatory program" (74748). This program will consume state-level resources in WDEQ's Compliance and Monitoring programs, as state agencies will nevertheless have to spend additional time responding to and investigating root cause analyses, corrective actions, and monitored data. Ultimately, this process will unnecessarily burden WDEQ's already-effective programs with no additional financial support from EPA.

In sum, WDEQ does not support the proposed Super Emitter Response program. EPA has not addressed the significant questions regarding the accuracy of the data collected by remote-sensing technologies. If EPA decides to move forward with this section of the supplemental proposal, EPA must set specific guidelines for credible and actionable data. EPA must perform extensive work to identify instruments or methods with quantifiable accuracy, precision, and reliability. Credible and actionable data must be collected by instruments that meet performance testing similar to 40 CFR Part 53 and a documented quality system. Further, EPA must include data handling provisions in these specifications, as well as data collection plans, to minimize interferences from other sources of methane.

WDEQ is aware of other states that share a number of concerns pertaining to the proposed Super Emitter Response program. Instead of moving forward with the Super Emitter Response program as proposed, WDEQ encourages EPA to engage with its state co-regulators to examine existing state frameworks for addressing citizen concerns. State, Local, and Tribal air agencies are more accessible to, familiar with, and responsive to their citizens' concerns because they are located in and accountable to those communities.

#### 7.) The supplemental proposal's consideration of the social cost of methane is flawed.

In the Regulatory Impact Analysis (RIA) for the supplemental proposal, EPA relies on flawed social cost of methane metrics. WDEQ encourages EPA to consider the abundant information and analyses that explain why the assumptions made by EPA's Integrated Assessment Models (IAMs) are inaccurate.

In particular, WDEQ directs EPA to, and incorporates herein, a pair of comment letters authored on the "Technical Support Document: Social Cost of Carbon, Methane, and Nitrous Oxide Interim Estimates under Executive Order 13990." These letters were submitted by Wyoming Governor Mark Gordon and Missouri Attorney General Eric Schmitt (undersigned by Attorneys Generals of 18 States, including Wyoming), and point out the flawed nature of these metrics.<sup>6 7</sup> As noted in Governor Gordon's letter, the discount rate and the equity weights used to aggregate monetized impacts cause immense uncertainty; the discount rates are extremely low, placing disproportionate weight on future impacts of methane emissions, while devaluing the economic and social benefit created from present-day processes that emit greenhouse gases. The Attorneys General reinforced this point in their comments; the section titled, "The Current Social Costs of Greenhouse Gases Are Deeply Flawed and Cannot Be Fixed by Making More Wild Guesses," explains:

- IAM-based damages analyses are arbitrary
- Calculating global damages is inappropriate
- (The assumptions use) an improper time horizon
- (The assumptions) fail to include 7% discount rate baseline
- The 2021 TSD improperly relies on outdated science

The methodologies and metrics used in EPA's calculations have been repeatedly called into question. As the Attorneys General note in their comments, "MIT economist Robert Pindyck has found: *an IAM-based analysis suggests a level of knowledge and precision that is nonexistent, and allows the modeler to obtain almost any desired result because key inputs can be chosen arbitrarily.*"<sup>8</sup> There is an abundance of supplemental evidence outlining the inaccuracy of IAM-based analyses and the modeled assumptions used to calculate the societal value of reducing emissions of methane.

The supplemental proposal would have immense impacts upon Wyoming's economy that are not considered quantitatively or qualitatively in the RIA. WDEQ points to the Wyoming State Geological Survey's January 2022 summary report titled "Oil & Natural Gas Resources in Wyoming" to explain the importance of oil and gas development to the State:

<sup>&</sup>lt;sup>6</sup> Comment Letter on "Technical Support Document: Social Cost of Carbon, Methane, and Nitrous Oxide Interim Estimates under Executive Order 13990," Wyoming Governor Mark Gordon, submitted June 21, 2021 to the Office of Information and Regulatory Affairs of the Office of Management and Budget

<sup>&</sup>lt;sup>7</sup> Comment Letter on "Technical Support Document: Social Cost of Carbon, Methane, and Nitrous Oxide Interim Estimates under Executive Order 13990," Attorney General of Missouri Eric Schmitt and Attorneys General of 18 other undersigned States, submitted June 21, 2021 to the Office of Management and Budget

<sup>&</sup>lt;sup>8</sup> Robert S. Pindyck, Climate Change Policy: What do the Models Tell Us?, National Bureau of Economic Research Working Paper 19244, at 16 (2013)

Oil and gas severance taxes and royalties contribute funding to state highway and county road construction and maintenance; water projects; local governments; school districts, scholarships, and the University of Wyoming and community colleges; and state-government agencies. Combined, oil and natural gas brought in more than \$372,000,000 in severance taxes for the state coffers during fiscal year 2021.<sup>9</sup>

The direct and indirect employment of tens of thousands of workers, as cited in the summary report:

In 2019, when Wyoming oil production was at an all-time high, these oil and gas extraction and support workers received upwards of \$1.1 billion in total wages to spend in their communities.

EPA must consider these factors in its cost-benefit analysis.

EPA's flawed methodologies for calculating the social cost of methane in the supplemental proposal dramatically overstate societal benefits while significantly underestimating the costs to states and regulated entities to implement the rule. EPA should start over using a realistic predictor of the actual costs and benefits. When it does, WDEQ is confident that the costs of the supplemental proposal will substantially outweigh its benefits.

### 8.) The supplemental proposal's expansion of the scope of affected facilities creates an unfunded mandate and an infeasible resource burden upon AQD.

As a nationally prominent producer of oil and natural gas, Wyoming will bear a disproportionate burden to implement this rule compared to many other affected states. As of October 2022, Wyoming ranked eighth nationally in oil production'<sup>10</sup> and for the 2021 calendar year, Wyoming ranked ninth in marketed production of natural gas.<sup>11</sup> Furthermore, Wyoming has 16 of the nation's 100 largest natural gas fields, including the Pinedale and Jonah fields, which rank among the top 10.<sup>12</sup> According to the Wyoming State Geological Survey, Wyoming operators were on track to produce about 90 million barrels of oil in 2022.<sup>13</sup> Because of WDEQ's Clean Air Act primacy programs and other regulatory authority over Wyoming's extensive oil and gas industry, all areas in the State are meeting ambient air quality standards. AQD's programs cover over 18,000 operating single well sites and compressor stations. The number of these sites alone is daunting, but it pales in comparison to the increase in specific equipment that would be subject to the proposed rule such as pneumatic pumps and controllers.

As such, the supplemental proposal imposes compliance assurance costs on Wyoming without providing the funding to meet these additional federal regulatory burdens. For more than a decade, federal funds have only provided about 7% of AQD's budget, with the rest coming from operator-paid fees or the

<sup>&</sup>lt;sup>9</sup> Wyoming State Geological Survey, Erin A. Campbell, Director and State Geologist, "Oil & Natural Gas Resources in Wyoming," January 2022 Summary Report

<sup>&</sup>lt;sup>10</sup> U.S. Energy Information Administration, <u>https://www.eia.gov/state/rankings/#/series/46</u>

<sup>&</sup>lt;sup>11</sup> U.S. Energy Information Administration, <u>https://www.eia.gov/state/rankings/#/series/47</u>

<sup>&</sup>lt;sup>12</sup> U.S. Energy Information Administration, Wyoming State Profile and Energy Estimates, <u>https://www.eia.gov/state/analysis.php?sid=WY</u>

<sup>&</sup>lt;sup>13</sup> Wyoming State Geological Survey, Erin A. Campbell, Director and State Geologist, "Oil & Natural Gas Resources in Wyoming," January 2023 Summary Report

State's General Fund. With the additional costs that will be imposed on Wyoming to implement the supplemental proposal, the proportion of federal funds will be further decreased, and the burden shifted to Wyoming's citizens and industry to shoulder the difference.

Those costs are of a magnitude that is simply unworkable for AQD (and likely other state regulatory agencies) with no significant environmental outcomes. The proposed requirements pertaining to fugitive emissions monitoring and repair programs, including monitoring for fugitive emissions with optimal gas imaging (OGI) in accordance with 40 CFR part 60, Appendix K, impose a massive reciprocal workload for state agencies. Conducting the compliance inspections, reports, and emissions inventories work commensurate with the requirements of the supplemental proposal places an overwhelming strain on agency staff and financial resources. The enormous increase in workload would require hiring additional full-time employees (FTE), as well as training costs, equipment costs, and other associated costs. But the proposed rule does not fairly take these costs into consideration.

On page 42 of the RIA to the supplemental proposal (Table 2-5), EPA projects that the number of incrementally impacted facilities under the primary proposed NSPS OOOOb and EG OOOOc option will increase immensely between 2025 and 2026. For example, EPA notes that affected well site fugitives will jump from 31,000 to 520,000 between those two years (increasing by 16.77 times). Affected transmission and storage compressor stations will jump from 0 to 1,900. Applicable pneumatic devices will jump from 167,600 to 1,400,000 (increasing by 8.35 times), affected liquids unloading operations will jump from 15,000 to 260,000 (increasing by 17.33 times), and the list goes on. Once again, because there are not defined requirements included in the proposed rule, it is not possible for WDEQ to definitively assess the scope of impacts upon facilities in Wyoming. However, if WDEQ applies a rough estimate of an incremental jump of roughly ten times, or even five times, for its statewide affected facility impacts, the associated costs to the agency would be immense.

Currently, AQD's compliance staff complete about 1,000 Full Compliance Evaluations (FCEs) on oil and gas sites annually, with an additional 1,500 site visits or Partial Compliance Evaluations (PCEs). The staff also reviews more than 26,000 reports annually. AQD's Compliance staff that undertakes this work includes 22 positions that span from entry-level engineers to senior-level engineers, with an annual salary and fringe benefit cost to the agency of nearly \$3 million.<sup>14</sup> Given the tight window for reviewing the massive scope of the supplemental proposal and proposed OOOOb and OOOOc regulatory texts, it is difficult for WDEQ to provide a precise estimate of the number of additional reports that will need to be undertaken, the amount of additional time needed to conduct an FCE as a result of the added inspection requirements, and the increased number of FCEs, PCEs, and site visits that will be necessary. However, given the estimated incremental jump of statewide affected facilities, it is beyond dispute that the supplemental proposal will have a massive impact upon the workload of AQD's compliance program – and, given the number of existing FTE, would have a severe impact upon the number of other inspections that could be completed annually.

Furthermore, the proposed specifications in Appendix K relating to such things as the required performance of qualifying infrared cameras and required training and verification, impose significant additional costs to the agency. WDEQ estimates that initial training costs alone to certify staff in operating OGI cameras would initially be roughly \$80,000 to \$100,000. The cost of purchasing and regularly

<sup>&</sup>lt;sup>14</sup> Cost statistics regarding FTE/Additional FTE provided by WDEQ's Administration Division

maintaining necessary OGI equipment to comply with the requirements is estimated at \$1.3 million. There are also additional concerns regarding the 1,400 survey hour requirement (including 40 hours in the past 12 months) necessary to qualify Senior OGI camera operators in Appendix K, as well as the initial field training requirements for other operators. WDEQ has concerns regarding the qualified personnel requirements for conducting the necessary inspections; given the more restrictive parameters. WDEQ would also have to redirect staff resources to meet these requirements, which would inhibit the agency's ability to meet other compliance obligations. Moreover, there would likely be higher travel costs to the agency given the significant increase in site visits.

Again, it is impossible to pin down specific costs to the agency to fulfill the compliance demands of the supplemental proposal in the condensed timeframe allocated by EPA for submitting comments. However, given the incremental jump in affected facilities, a general idea of some of the inspection requirements, and associated training costs, equipment costs, travel costs, and other costs, it is reasonable to assume the agency would have to hire significantly more staff. The associated cost of hiring even five additional Compliance staff (one of whom would be at a senior-level) would cost the agency \$670,000 annually. These estimates, coupled with the costs identified above, would impose an immediate financial burden on the agency of about \$2.1 million, which does not account for recurring annual employee costs, recurring equipment maintenance and update costs, recurring future travel costs, office space and equipment costs, etc. As noted in Section 5, the supplemental proposal also will likely require hiring additional FTE support (or contractor support) for completing the State Plan requirements and other implementation provisions. Adding three FTE under AQD's State Implementation Plan & Rule Development section would result in an additional \$390,000 annual burden, bringing the annual salary and fringe benefit burden associated with the supplemental proposal to \$1,060,000 for eight additional positions. In total, the immediate financial burden on the agency would be nearly \$3 million, which is more than a 10 percent increase in AQD's current total budget.<sup>15</sup>

It is clear that the financial demands placed on states under this proposed rule will require significant additional funds, and it is clear that EPA did not realistically evaluate impacts on states. EPA has proposed an expensive and unfunded mandate.

# 9.) The supplemental proposal has provisions that could potentially incentivize prospective operators to locate in oil and gas production regions dominated by private mineral estates and disincentivize prospective operators from locating in Wyoming.

Much of Wyoming's mineral estate is managed by federal agencies such as the Bureau of Land Management (BLM). Wyoming receives significant revenue from severance and other taxes paid on oil and gas production. In the supplemental proposal, EPA expanded its proposed NSPS OOOOb standards pertaining to well liquids unloading operations to include zero VOC and methane emissions requirements for liquid unloading to EG OOOOc for existing wells. These requirements conflict with existing BLM regulations that require direct measurement of liquids from tanks. It is technically infeasible for operators to undertake these direct measurements, which involve opening thief hatches, while maintaining a zero-emission standard. Furthermore, there are technical safety concerns pertaining to zero-emissions liquid unloading involving scenarios where oxygen could get into the tank. Although EPA does include a

<sup>&</sup>lt;sup>15</sup> Cost statistics regarding FTE/additional FTE provided by WDEQ's Administration Division; cost-estimates regarding compliance duties associated with the proposed rule provided by AQD's Compliance Program

provision that, in the event of technical infeasibility, an owner or operator would establish and follow BMPs to minimize methane and VOC emissions, these potentially conflicting requirements nevertheless could discourage operators from undertaking production on federal lands in Wyoming. EPA needs to consult with BLM about the supplemental proposal, and EPA should ensure the two agencies' regulations do not conflict.

Wyoming already imposes stringent, 98-percent control requirements for well liquids unloading operations and the State would be disproportionately impacted if the EPA discourages production on federal lands by imposing onerous new regulations. A significant amount of oil and gas production occurs on federal lands in Wyoming. Between 2003 and 2019, Wyoming has consistently ranked second in the nation in federal oil production, trailing only New Mexico. Over the same timeframe, Wyoming has been the national leader in federal natural gas production by a wide margin.<sup>16</sup> Two-thirds of the State's natural gas is produced on federal lands leased by energy companies.<sup>17</sup> As such, there are potential negative ramifications for Wyoming's economy if the proposed rule discourages production on federal lands.

The proposed OOOOb and OOOOc standards ultimately could result in operators reconsidering locating in Wyoming and instead locating in states that would not experience similar conflicting technical requirements because the majority of their production does not take place on federal lands. In addition to Wyoming's state-level concerns, it is also worth pointing out that the federal government also could see its mineral revenues impacted if operators choose to relocate from federal lands. EPA should reconsider how its zero-emission requirements conflict with BLM's direct measurement requirements before promulgating its final rule and should consider including an exemption for operators located on federal lands.

#### 10.) The supplemental proposal raises concerns with the NEPA process.

WDEQ is concerned with potential NEPA issues arising from the proposed BSER for OOOOb and OOOOc, which require owners or operators of oil wells to: route associated gas to sales lines; use the gas as an onsite fuel source; use the gas for another useful purpose that a purchased fuel or raw material would serve; or reinject the gas into a well for enhanced oil recovery. EPA removed the flexibility in the November 2021 proposal that would have allowed for routing associated gas to a flare or other control device that achieves at least 95 percent reduction in methane and VOC emissions. WDEQ is also concerned that NEPA issues could arise from the proposed zero-emissions standards for pneumatic pumps and pneumatic controllers - operators who attempt to use electricity for pneumatic facilities may run into NEPA issues while running electrical line power on federal lands. The proposed rule is unclear on whether compliance requirements for owners or operators of oil wells on federal lands will trigger the NEPA review process, which can take years to complete. For example, in June 2020, the Council on Environmental Quality found that across all Federal agencies, the average EIS completion time (from NOI to ROD) was 4.5 years, with about 25% taking more than 6 years to complete.<sup>18</sup>

<sup>&</sup>lt;sup>16</sup> "The Fiscal and Economic Impacts of Federal Onshore Oil and Gas Lease Moratorium and Drilling Ban Policies." Dr. Timothy J. Considine, Professor of Energy Economics, School of Energy Resources, University of Wyoming. Dec. 14, 2020. https://www.wyoenergy.org/wp-content/uploads/2020/12/Final-Report-Federal-Leasing-Drilling-Ban-Policies-121420.pdf

<sup>&</sup>lt;sup>17</sup> U.S. Energy Information Administration, Wyoming State Profile and Energy Estimates, <u>https://www.eia.gov/state/analysis.php?sid=WY</u>

<sup>&</sup>lt;sup>18</sup> "Environmental Impact Statement Timelines (2010-2018), Council on Environmental Quality (June 12, 2020), available at https://ceq.doe.gov/docs/nepa-practice/CEQ\_EIS\_Timeline\_Report\_2020-6-12.pdf

The sites on federal lands subject to the BSER in the supplemental proposal have already undergone site-specific NEPA reviews, and there would be a duplicative and unnecessary review process given the proposed rule's requirements that could impede production for many months or even years. In some instances, even after a lengthy approval process, only a partial decision is rendered, allowing only a portion of the project to move forward. WDEQ requests that EPA consider and clarify whether and how the proposed OOOOb and OOOOc requirements could trigger NEPA reviews to address economic and regulatory implications.

The necessary evaluation of wildlife limitations, land ownership, and federal permitting add significant time to the development of some of the infrastructure necessary for meeting the compliance requirements of the supplemental proposal. This is the reality of the time required to obtain federal permitting. Once the lengthy NEPA process is complete, the Right of Ways and local permitting processes can begin, which also require at least an additional year. A project may not begin construction until it has received all of the necessary state, federal, and private approvals. It is unrealistic for the compliance timelines specified in the supplemental proposal.

And, as previously mentioned, Wyoming is concerned that the additional and conflicting federal regulations in the proposed rule place an unfair burden on Wyoming because they incentivize operators to locate elsewhere and discourage them from operating in Wyoming. The ultimate effect on Wyoming is decreased revenue and loss of other economic opportunities for Wyoming's citizens.

### 11.) The supplemental proposal, as written, poses a number of technical infeasibilities for operators and state regulatory agencies that will have to undertake compliance requirements.

In WDEQ's review of the supplemental proposal and proposed regulatory text for Subparts OOOOb and OOOOc, staff from its Compliance and New Source Review programs identified several areas of concern pertaining to technical infeasibilities arising from the proposed requirements. WDEQ has also heard overlapping concerns voiced by the regulated community in its stakeholder outreach. In particular, there are a number of potential technical issues that have been identified regarding the proposed zeroemissions standards for pneumatic pumps and pneumatic controllers. In the case of pneumatic pumps, these proposed requirements would necessitate the use of electricity, or in instances where that was not technically feasible, owners/operators would have to use the emissions from the gas-driven pumps by routing them to a process on site. If that is not feasible, owners/operators would have to control emissions, with the requirement depending on the number of pumps on site.

There are a number of key areas in which this requirement is problematic. WDEQ's Compliance staff repeatedly raised concerns that owners/operators of sites with older equipment often run into technical problems as they attempt to retrofit and make changes to process equipment; this practice often creates a cascading effect on other equipment on site, resulting in more unrelated compliance issues arising in other parts of the process and, as an unintended consequence of the rule, potentially higher emissions. Put simply, re-routing to a process on site is not a practical or economically feasible solution for many existing sources and can result in unanticipated emissions increases due to other consequential compliance issues. This, in turn, results in an increased workload for WDEQ's Compliance staff who will already face a significantly increased burden in site visits and reports due to the increased number of affected facilities as a result of the supplemental proposal. Furthermore, for smaller operators who only have one or two pneumatic pumps on

a site, performing process re-routing or putting on emissions controls simply may not be viable based on the potential cost to control.

The allowable approaches for meeting the pneumatics requirements under the supplemental proposal are also rife with other issues. The use of gas-powered generators as a substitute to power pneumatic pumps and controllers poses a concern because, even though the gas-powered generators would have to undertake WDEQ's NSR permitting process, their operation nevertheless could result in increased cumulative  $NO_x$  and VOC emissions from sites implementing them; gas-powered generators or other approaches like air compressors or micro-turbines would run at all times as opposed to the intermittent function of pneumatics that periodically vent emissions. This is particularly problematic in the Upper Green River Basin (UGRB) marginal ozone nonattainment area, where reducing  $NO_x$  emissions has been a key area of WDEQ's policy focus for over a decade in order to reduce the potential for wintertime ozone formation. Put simply, there are emissions trade-offs that will occur when using gas-powered generators or air compressors to power pneumatics. Additionally, using generators or other related alternative approaches is simply not cost-effective for operators.

The geographic and climatic challenges that operators in the UGRB would face in attempting to find other workable solutions for the pneumatics requirements in the supplemental proposal are emblematic for the rest of Wyoming, as well. The UGRB – much like many other parts of the State in which oil and gas production takes place – is geographically sparse, isolated, and rural. It lacks access to sufficient electrical infrastructure in certain areas where oil and gas development occurs and it often experiences extremely harsh wintertime conditions. There are significant concerns that using electricity to power pneumatics in such remote parts of Wyoming simply is not a viable option for many operators. The frequent frigid temperatures in the wintertime throughout the State would not allow for sufficient battery performance and operators have also raised concerns that solar technologies are not viable to implement, nor reliable enough, to provide sufficient electrical power for their site operations in the wintertime. Once again, connecting to electrical infrastructure may not be a viable possibility for many sites because that infrastructure simply does not exist in many remote parts of the State. Furthermore, developing necessary electrical infrastructure poses additional challenges because of its potential to trigger the NEPA process (see Section 10) and concerns regarding wildlife habitat disturbances.

One of Wyoming's greatest challenges with developing electrical infrastructure in certain remote parts of the State is the need to protect the habitat of the Greater Sage-Grouse (Centrocercus urophasianus). Wyoming is dedicated to protecting the Greater Sage-Grouse, which lives in the sagebrush steppes of our State. Wyoming has devoted significant resources over the years towards developing a conservation plan for this species. One of the important safeguards for this species is protection of its core habitat areas. The level of electrical infrastructure needed to meet the requirements for pneumatics in the supplemental proposal would have potential impacts on portions of the Greater Sage-Grouse's core habitat, as well as issues pertaining to deer and antelope migration corridors, and other species that inhabit Wyoming's lands.

WDEQ already has a robust New Source Review permitting program that successfully reduces  $NO_x$  and VOC emissions – and, consequently, methane emissions – from pneumatics (see Section 14, entitled "WDEQ-AQD's permitting program already effectively addresses VOC and methane emissions"). Furthermore, its Compliance staff performs comprehensive site evaluations and timely correspondence with operators throughout the State to ensure that compliance issues are identified and addressed in the most efficient and effective manner possible. WDEQ requests that EPA provides flexibility through an off-ramp

for permitting programs like Wyoming's that already effectively address pneumatics; because WDEQ's program is so effective, the benefits of implementing the proposed OOOOb and OOOOc requirements for pneumatics would be marginal compared to the significant cost to operators and on-site technical infeasibilities associated with the supplemental proposal.

However, if EPA moves forward with the supplemental proposal's requirements for pneumatics, Wyoming requests the same exemption as provided to pneumatic controller designated facilities located at a site in Alaska (see §60.5390b(b) in the proposed regulatory text for OOOOb and §60.5394c(b) in the proposed regulatory text for OOOOc). EPA's rationale for providing such an exemption is that there are facilities in Alaska that do not have access to electrical power due to Alaska's remote geography and the infeasibility of solar or other options. Wyoming's geography and climate are similarly remote in many parts of the State and operators run into the same infeasibilities as in Alaska. It is unfair for EPA to provide such an exemption specifically for sites in one state when there are other states that face essentially the exact same challenges. Furthermore, WDEQ requests that EPA consider the harsh winter conditions in Wyoming with regards to how it poses compliance timing challenges in certain instances. There are potential situations where the frigid winter temperatures might not allow certain sites to perform required compliance duties within a 30-day period because the temperatures are so cold that it would require an operator to shut in a well in order to undertake compliance activities. Put simply, a "one-size-fits-all" rule does not account for these meteorological or geographical challenges and EPA should take this into consideration when revising the supplemental proposal.

## 12.) The proposed OOOOb New Source Performance Standards and OOOOc Emissions Guidelines impose requirements with potentially exorbitant costs, particularly for existing sources.

The proposed OOOOb regulatory text introduces many new requirements for methane and VOCs that will apply to new, modified, and reconstructed emission sources, for which construction, reconstruction, or modification commenced after November 15, 2021. These requirements affect nine different types of equipment or processes at oil and natural gas well sites, six different types of equipment or processes at natural gas gathering and boosting compressor stations, six different types of equipment or processes in the natural gas processing segment, and five different types of equipment or processes in the transmission and storage segment. These requirements come with expensive control and compliance costs that operators will have to absorb.

Even more problematic, however, is the manner in which the new requirements in OOOOc (which establishes EG for existing sources) mirror many of the requirements in OOOOb. There is only one process included in OOOOb that is not included in OOOOc (completions of hydraulically fractured wells). EPA extended requirements on liquids unloading operations at oil and natural gas well sites to OOOOc in the supplemental proposal (those requirements did not apply for OOOOc in the original proposed rule). Furthermore, many of the stringencies outlined in OOOOc – for example, requirements pertaining to pneumatic controllers, pneumatic pumps, and equipment leaks at natural gas processing plants – are the same as those established in OOOOb. Put simply, there are exorbitant and even infeasible costs associated with retrofitting certain control requirements on all existing sources considered affected facilities under the rule. Furthermore, the definitions of such affected facilities have also been expanded for many different types of equipment. The number of existing facilities in Wyoming that would have to undergo costly retrofitting procedures, in addition to the increased monitoring and compliance burdens, would be massive. At this time, it is impossible to know exactly what the economic impacts would be to operators and the

feasibility of continuing their operations and retaining employees, but it is reasonable to assume that they would be significant. There are several additional areas of concern pertaining to the potentially infeasible costs associated with the proposed requirements in OOOOc (more extensively elaborated upon in Section 13 of this letter):

- Smaller operators might incur the expense of a third-party contractor to even determine which facilities on their sites are subject to OOOOc requirements.
- The massive increase in affected facilities and required frequency of inspections will require much more driving time to complete all of the necessary inspections, resulting in the unintended consequence of creating more vehicle emissions.
- Completing each inspection will require significantly more time from both operators and WDEQ Compliance staff and the overall number of inspections will jump significantly.
- The cost to hire qualified third-party contractors to perform some of the OGI fugitive emissions monitoring required under the supplemental proposal will be significant and infeasible for some smaller operators. Furthermore, it's possible that contractor costs will escalate from current levels due to the increased demand.
- There are a limited number of qualified Senior OGI camera operators based on the requirements of Appendix K and the process of achieving such a qualification is very lengthy.
- Operators will generally have to dedicate more time and resources to performing OGI inspections, which will potentially consume available resources that would otherwise be dedicated to performing ongoing compliance duties. As a result, it is possible that operators will not be able to make repairs in as timely of a manner, resulting in increased emissions. This would appear to be an unintended consequence of the inordinate workload associated with the compliance requirements in the supplemental proposal.

## 13.) The supplemental proposal would significantly impact small operators and independent small businesses in Wyoming.

A key area of concern for WDEQ pertains to how the compliance requirements in the proposed regulatory text for OOOOb and OOOOc would affect "low production" wells or smaller companies. While EPA revised some of its proposed monitoring and repair requirements for well sites in the supplemental proposal from what was required in the 2021 proposed rule, there are still potentially onerous requirements in the proposed OOOOb and OOOOc regulatory texts. These requirements could affect many stripper wells in Wyoming (defined by the Wyoming Oil and Gas Conservation Commission (WOGCC) as wells that produce an average of 15 barrels of crude oil (BBLs) or less per day) and some very small-scale, independent well site operations that strictly operate on a single owner's private property. According to the WOGCC, Wyoming has approximately 6,524 stripper wells.

The potential adverse economic impacts of these proposed regulations upon individual operators and the greater economy of the State of Wyoming outweighs the indeterminate and potentially marginal environmental benefits of the proposal. The cost of compliance with these requirements is simply unworkable for many smaller operators in Wyoming and some have already expressed concerns to WDEQ that they will go out of business due to the proposed requirements. The cost associated with monitoring surveys outlined in Section 9.0 of the proposed Appendix K, in particular, would impose impossible expenses upon small operators that exceed their revenues.

Although EPA has revised the basis for triggering monitoring requirements in the supplemental proposal to now consider the amount and types of equipment at a site, rather than estimated emissions, WDEQ still raises concerns that many existing stripper wells could be burdened with onerous monitoring requirements. Many of these smaller sites simply cannot shoulder the financial burden associated with these requirements and the economic ramifications could be significant. According to the WOGCC, in 2019, there were 6,848 stripper wells in Wyoming that produced a total of 6,959,356 BBLs of oil for the year and in 2020, there were 6,524 stripper wells in Wyoming that produced a total of 5,970,758 BBLs of oil. According to the State of Wyoming Geological Survey, 288 companies, each producing less than 1 percent of Wyoming's total crude oil production, together account for 18 percent of the statewide production of crude oil; 181 companies, each producing less than 1 percent of Wyoming's total natural gas production.<sup>19</sup> These small companies will be most significantly impacted by the requirements of the supplemental proposal, particularly those proposed in Subpart OOOOc, and some have indicated that they may have to shut in production because they cannot meet the compliance requirements in the supplemental proposal. This will result in potentially significant adverse impacts to local communities around Wyoming.

WDEQ emphasizes that stripper wells constructed after 1973 have already received permits under WDEQ's New Source Review program to address VOC emissions, and consequently methane emissions. WDEQ anticipates that many of these wells may be further subject to the OGI monitoring requirements in the supplemental proposal. There are an indeterminate number of stripper wells that will have to shutter operations due to the impossible cost of compliance with OGI monitoring requirements, and the consequential loss of jobs and mineral revenues could have damaging impacts upon Wyoming's economy, all while no significant environmental benefits occur from the onerous new proposed regulations.

EPA represents the disproportionately high compliance costs specifically associated with OOOOc in the preamble and the RIA. In Tables 1-4 and 1-5 of the RIA, EPA indicates that the Net Compliance Costs and Compliance Costs are roughly 2.5 to 3 times higher for OOOOc than OOOOb over the period of 2023-2035, depending on the discount rate applied and whether present value or estimated annual value are considered. It is difficult to know the true economic impact that the proposed regulations will have in Wyoming, but it is clear that small operators will be especially hard hit by the proposed OOOOc regulations. The economic viability of smaller operators, as well as site-specific and control program-specific considerations, must be taken into consideration when promulgating final regulations. There are nuances to oil and gas production that are regionally specific and state-specific, and a set of blanket regulations simply does not account for these issues for operators in Wyoming.

### 14.) WDEQ-AQD's permitting program already effectively addresses VOC and methane emissions.

Wyoming has been recognized as a national leader in oil and gas permitting and emission reductions for many years by EPA and other organizations nationwide. The State's New Source Review permitting program, including its Wyoming-tailored Presumptive-BACT guidance, already contains a robust set of requirements that capture VOC emissions and, accordingly, associated methane emissions. Furthermore, Wyoming's permitting program has already been in compliance with 2012 OOOO and 2016 OOOOa standards for years. In the November 2021 proposed rule, EPA cited Wyoming as one of the "States (that)

<sup>&</sup>lt;sup>19</sup> Wyoming State Geological Survey, Erin A. Campbell, Director and State Geologist, "Oil & Natural Gas Resources in Wyoming," January 2023 Summary Report

have led the way in regulating emissions sources that were not yet subject to requirements under the NSPS OOOOa" (63137). Several other western states are similarly situated.

The 2020 Technical Rule allowed the use of specific alternative fugitive emissions standards for VOC emissions for six other state permitting programs, including California and Colorado, for certain provisions of OOOOa. These alternative fugitive emissions standards may be used for certain individual well sites or gathering and boosting compressor stations. In the November 2021 proposed rule, EPA allowed these alternative fugitive emissions standards to apply for methane fugitive emissions at well sites and gathering and boosting compressor stations in those six states. EPA did not appear to further reference this provision in the supplemental proposal. WDEQ requests that EPA consider approving alternative fugitive emissions standards for states like Wyoming that already have robust permitting programs that control VOC and methane emissions. Wyoming requests further guidance on how it and other states could receive a similar off-ramp for the requirements in the supplemental proposal. This would allow the State and its regulated entities to more effectively comply with the supplemental proposal without diverting resources from an existing program that provides significant environmental benefits. EPA has acknowledged that there are certain circumstances that could warrant potential exemptions and alternative standards, noting on page 74780 of the preamble to the supplemental rule:

One commenter provided detailed information about the issues with certain wells in Wyoming. The EPA believes that these situations could warrant an exemption or an alternative standard. However, this proposed rule does not include any exemptions or allowances for these situations due to the lack of specific sufficient information.<sup>20</sup>

WDEQ hopes that EPA will consider the tenets of cooperative federalism and provide for constructive dialogues to occur that would help Wyoming establish alternative fugitive emissions standards that facilitate compliance and ultimately provide greater environmental benefits as a result.

# 15.) There is at least one significant conflicting requirement between the supplemental proposal and another currently proposed federal rule pertaining to air quality - and there may be additional conflicting requirements with other proposed rules.

WDEQ brings to EPA's attention potential conflicting requirements in the supplemental proposal and EPA's proposed rule for Adoption and Submittal of State Plans for Designated Facilities: Implementing Regulations Under Clean Air Act Section 111(d). Specifically, in the proposed regulatory text for revisions to 40 CFR Part 60 Subpart Ba §60.23a ("Adoption and submittal of State plans; public hearings"), EPA proposes the following:

(a)(1) Unless otherwise specified in the applicable subpart, within fifteen months after notice of the availability of a final emission guideline is published under §60.22a(a), each State shall adopt and submit to the Administrator a plan for the control of the designated pollutant to which the emission guideline applies.

This revised deadline, reduced from three years to 15 months, conflicts with the 18-month State Plan deadline specified in the proposed regulatory text for Subpart OOOOc. While WDEQ acknowledges EPA's

<sup>&</sup>lt;sup>20</sup> See Document ID No. EPA-HQ-OAR-2021-0317-0955

statement "unless otherwise specified in the applicable subpart," WDEQ is concerned that the 18-month proposed deadline for submitting State Plans could be altered to the 15-month deadline specified in the proposed revisions to Subpart Ba once both proposed rules are finalized. As already established (see Section 5 of this comment letter), WDEQ considers an 18-month deadline to be completely impracticable; a 15-month timeframe would set an entirely impossible bar for state agencies to attempt to hurdle. It is critical that EPA provides flexibility and workable pathways for state agencies to implement new Emissions Guidelines, and in the case of these proposed rules, neither 15 nor 18 months provides such a pathway. EPA should restore the three-year compliance deadline for submitting State Plans for OOOOc in order to provide states with sufficient time for implementation of the supplemental proposal.

Additionally, there are numerous other areas in which the supplemental proposal may have overlapping impacts with another proposed federal rule: BLM's Waste Prevention, Production Subject to Royalties, and Resource Conservation proposed rule. The WDEQ agrees with and supports the comments of the Wyoming Oil and Gas Conservation Commission (WOGCC) related to the specific overlapping requirements. Furthermore, WDEQ has highlighted at least one example where the supplemental proposal conflicts with existing BLM requirements (see Section 9). It is important that EPA thoroughly reviews the supplemental proposal and other proposed and existing regulations and makes corrections that ensure there are no conflicting technical or implementation requirements in the final rules.

### Conclusion

WDEQ appreciates the opportunity to comment on this supplemental proposal and respectfully asks that EPA seriously consider them as it makes the necessary revisions to the supplemental proposal and original proposed rule. There are numerous aspects of both proposals that need to be addressed including the infeasibility of implementation. As requested in our January 2022 comments, WDEQ again respectfully requests that EPA consider the tenants of cooperative federalism and engage in conversations with individual state agencies before promulgating any final rule. As always, WDEQ is available to discuss any of the concerns outlined in this letter. Please feel free to contact AQD Administrator, Nancy Vehr, at 307-777-7391.

Sincerely,

Todd Parfitt, Director Wyoming Department of Environmental Quality

cc: Nancy Vehr, Air Quality Division
 Randall Luthi, Wyoming Governor's Office, Chief Energy Advisor
 David DeWald, Wyoming Attorney General's Office, Senior Assistant Attorney General
 Monica Morales, EPA Region 8, Air and Radiation Division Director



January 31, 2022

The Honorable Michael Regan Administrator U.S. Environmental Protection Agency 1200 Pennsylvania Ave., N.W. Washington, D.C., 20460

Submitted Electronically via Regulations.gov

Re: Comments of the States of West Virginia, Alabama, Alaska, Arizona, Arkansas, Georgia, Indiana, Kansas, Kentucky, Louisiana, Mississippi, Missouri, Montana, Nebraska, New Hampshire, Ohio, Oklahoma, South Carolina, South Dakota, Texas, Utah, Virginia, and Wyoming on the proposed rule entitled *Standards of Performance for New, Reconstructed, and Modified Sources and Emissions Guidelines for Existing Sources: Oil and Natural Gas Sector Climate Review* (Docket No. EPA-HQ-OAR-2021-0317).

Dear Administrator Regan:

The Environmental Protection Agency has proposed to establish new standards of performance under Section 111 of the Clean Air Act ("CAA") for new and modified sources of methane in the oil and natural gas sector. *See* 86 Fed. Reg. 63,110 (Nov. 15, 2021) ("Proposed Rule").

In the undersigned States' view, the Proposed Rule raises four areas of concern. *First*, like EPA's 2016 efforts to define New Source Performance Standards ("NSPS") in this area, the Proposed Rule exceeds EPA's statutory parameters under Section 111. *Second*, EPA seems to have concluded that Congress modified Section 111's requirements when it disapproved EPA's 2020 rule addressing this topic—it did not. *Third*, the Proposed Rule imposes unnecessary and costly burdens on an industry that is already controlling its emissions. And *fourth*, the Proposed Rule gives insufficient respect to the federalism considerations that drive this part of the CAA.

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#### BACKGROUND

#### Section 111

In 1970, Congress passed the CAA Amendments, which President Richard Nixon then signed into law. Arnold W. Reitze, Jr., *The Legislative History of U.S. Air Pollution Control*, 36 HOUS. L. REV. 679, 702 (1999). The Amendments gave the federal government power to establish standards of performance for new stationary sources. To achieve this, Congress directed the EPA Administrator to promulgate standards for categories of stationary sources that "cause[], or contribute[] significantly to, air pollution which may reasonably be anticipated to endanger public health or welfare." 42 U.S.C. § 7411(b)(1)(A).

But Congress did not give EPA unlimited authority. As most relevant here, the statute places two significant constraints on EPA's ability to set standards:

*First*, to set any standards for a specific source, EPA must make the threshold determination mentioned above. That is, the regulated source must in fact "cause[], or contribute[] significantly to, air pollution which may reasonably be anticipated to endanger public health or welfare." 42 U.S.C. § 7411(b)(1)(A); *see also Massachusetts v. EPA*, 549 U.S. 497, 533 (2007) (holding that the statute's directive to regulate emissions applies only "[i]f EPA makes a finding of endangerment"). This baseline prerequisite is called an "endangerment finding."

*Second*, the CAA defines "standards of performance" and limits how those standards can be derived. In particular, all standards must "reflect[] the degree of emission limitation achievable through the application of the best system of emission reduction which (taking into account the cost of achieving such reduction and any nonair quality health and environment impact and energy requirements) the Administrator determines has been adequately demonstrated." 42 U.S.C. § 7411(a)(1). In short, all standards must be based on what is "achievable" under the "best system of emission reduction" ("BSER"). *Id.* 

As part of determining the BSER, EPA must examine and analyze various "system[s] of emission reduction" that can be "appli[ed]" to regulated sources *and* that have been "adequately demonstrated" in the market. 42 U.S.C. § 7411(a)(1). Only after EPA makes these findings can it determine which of these available systems is "best." *Id.* It must balance them against "cost," "nonair quality health and environment impact," and "energy" considerations. *Id.* Further, EPA must also show that (1) this BSER is available to all sources within the source category and (2) implementing the system will allow those sources to achieve the agency's preferred standard. *Id.* After meeting all these requirements and settling on the BSER, EPA then "appli[es]" it to each type of regulated source within the source category to establish an "emission limitation" that the sources can "achiev[e]" on a continual basis. *Id.*; *see also id.* § 7602(k).

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### Regulation of Natural-Gas-Related Sources

In 1979, after receiving significant input from the States and other interested parties, EPA published a list of source categories that the agency concluded satisfied the statutory endangerment requirement. 44 Fed. Reg. 49,222 (Aug. 21, 1979). This list of source categories included "Crude Oil and Natural Gas Production." *Id.* at 49,226. It did not include natural gas *transportation*. EPA then regulated natural gas processing for emissions of other gases. But for a long time at least, the agency did not regulate methane emissions directly.

Following the Supreme Court's decision in *Massachusetts v. EPA*, EPA issued a finding in 2009 that greenhouse-gas buildup in the atmosphere endangered public health and welfare. 74 Fed. Reg. 66,496 (Dec. 15, 2009) ("2009 Finding"). The Administrator based her finding on thencurrent observations and projected risks from a "well-mixed" group of six gases (including methane). *Id.* at 66,516. The 2009 Finding did not include specific endangerment findings concerning emissions of methane from oil and gas activity or otherwise make findings specific to methane alone. Instead, EPA made the 2009 Finding to support its proposed regulation of motor-vehicle emissions. *Id.* at 66,500 (noting that the finding was made in response to a petition "requesting that EPA regulate greenhouse gas emissions from new motor vehicles").

The agency's hands-off approach toward natural-gas transportation (and direct regulation of methane) lasted until 2016, when EPA tried to upend decades of CAA policy and interpretation in its 2016 final rule, "Oil and Natural Gas Sector: Emission Standards for New, Reconstructed, and Modified Sources." 81 Fed. Reg. 35,824 (June 3, 2016) ("2016 Rule"). For the first time, EPA sought to regulate directly methane emissions from oil and gas facilities. EPA also theorized that the endangerment finding's category was broad enough to "encompass the transmission and storage segments" of the natural gas industry—even though the 1979 list of source categories was limited to sources involved with natural gas production. 44 Fed. Reg. at 49,226. The 2016 Rule therefore purported to employ a novel approach to regulation: EPA assumed authority to regulate methane emissions from natural gas production *and* transmission and storage, without doing the statutory work necessary to justify regulating the latter.

Several States, including West Virginia and many of the other undersigned States, challenged the 2016 Rule in the D.C. Circuit. *See, e.g., West Virginia v. EPA*, No. 16-1264 (D.C. Cir. filed Aug. 2, 2016); *North Dakota v. EPA*, No. 16-1242 (D.C. Cir. filed July 15, 2016). These States argued that the 2016 Rule violated the CAA, the Administrative Procedure Act, and the Constitution. The States explained how EPA had illegitimately extended the scope of its 1979 regulation by purporting to find natural gas production included transmission and storage.

In May 2017, the D.C. Circuit granted an EPA motion to hold the consolidated cases in abeyance to allow the agency time to reconsider the 2016 Rule. EPA's choice to revisit the 2016 Rule led to multiple rounds of notice and comment. This process led to a new rule in September 2020. 85 Fed. Reg. 57,018 (Sept. 14, 2020) ("2020 Rule"). In the 2020 Rule, EPA reverted to its original interpretation of the CAA, reiterating that its endangerment finding allowed it to regulate "only the production and processing segments" of methane emissions and not the "transmission and storage segments." *Id.* at 57,019. The 2020 Rule also rescinded some parts of the 2016 Rule

that were "unnecessary" because they imposed "redundant requirements." *Id.* In addition, the 2020 Rule rejected a "rational basis" standard that EPA put forward in the 2016 Rule to justify its expansive reading of the endangerment finding; it instead returned to the statutorily grounded pollutant-specific view of endangerment. *Id.* at 57,037.

This regime of renewed respect for the statute was short-lived. In June 2021, President Biden signed a joint resolution of Congress that disapproved of the 2020 Rule, effectively nullifying it under the Congressional Review Act ("CRA").

EPA then moved to replace the 2020 Rule—but in a troubling way. In November 2021, the agency published the Proposed Rule, which reintroduces many of the 2016 Rule's mistakes. 86 Fed. Reg. 63,110 (Nov. 15, 2021). The Proposed Rule once again tries to regulate the transportation and storage segments of oil and natural gas production sources without making the endangerment findings Congress required. It also expands methane regulations through redundant and costly requirements. Oddly, the Proposed Rule does not contain any proposed regulatory text. Instead, it promises a supplemental rulemaking sometime in the future. The agency also notes that it is considering including additional sources and emissions guidelines in that potential future rulemaking.

#### DISCUSSION

The Proposed Rule constitutes EPA's second attempt to expand the CAA in this area to grab power Congress did not bestow. The 2020 Rule was a welcome relief from the baseless growth of EPA's authority. Yet the Proposed Rule fails to follow statutory requirements for issuing regulations in a new source category. It is blind to its own regulatory history and the reality of the regulated industry. And it is an unwarranted and costly expansion of agency power, unjustified by the purported benefits.

As before, the Proposed Rule lumps transmission and storage into the regulatory framework using the same flawed reasoning as the 2016 Rule. 86 Fed. Reg. at 63,113. And just like the 2016 Rule, the Proposed Rule does not make a proper endangerment finding. It instead relies on an inapplicable finding from 2009. *Id.* at 63,124 (citing 2009 Finding). It rejects the pollutant-specific view that the statute requires and instead embraces a razor-thin rational basis approach toward regulating new pollutants. *Id.* at 63,152. It misunderstands the import of the CRA resolution disapproving of a previous methane regulatory action. The Proposed Rule also brings back the redundant regulations that the 2020 Rule removed. *Id.* at 63,153. Finally, the Proposed Rule contains several provisions that are indifferent toward the federalism considerations that animate Section 111 and the rest of the CAA.

#### I. The Proposed Rule Improperly Expands EPA's Statutory Authority.

The Proposed Rule purports to rest on Section 111(b)—but it fails to clear the first statutory hurdle that the section imposes. EPA has still never made a finding that the methane emissions from the oil and gas sources that it proposes to regulate here in fact significantly contribute to air

pollution in a way that endangers human health and welfare. 42 U.S.C. § 7411(b)(1). Without such a finding, EPA cannot establish an NSPS under Section 111(b).

The Proposed Rule also establishes a BSER for oil wells with associated gas production, which is beyond EPA's authority. The agency's powers stop at the source level. But the Proposed Rule would sweep thousands of new "regulated facilities" into its reach. *See Util. Air Regul. Grp. v. EPA*, 573 U.S. 302, 324 (2014) ("*UARG*") (explaining that the Supreme Court is "reluctant to read into ambiguous statutory text" a claimed EPA "power" to regulate "tens of thousands, and the operation of millions, of small sources nationwide").

These failings are also fatal to EPA's efforts to establish methane emission guidelines for existing oil and gas facilities. EPA cannot regulate a source under Section 111(d) until it is first regulated under 111(b). 42 U.S.C. § 7411(d)(1). So the onerous requirements that EPA evidently intends to impose on existing sources—requirements that often *match* the requirements employed for new sources instead of being *less* restrictive as the statute expects—should be revisited, too.

# A. EPA has not made the statutorily required endangerment findings to justify the Proposed Rule.

In the Proposed Rule, EPA continues a play for power that it started with its 2016 Rule. The agency favorably cites that rule, and says that it "affirmatively expanded the source category to include the transmission and storage segment." 86 Fed. Reg. at 63,135 (citing 81 Fed. Reg. at 35,832). Yet EPA had a duty to respect its role in Congress's regulatory scheme in 2016, and it has the same duty in 2022.

The Proposed Rule violates CAA Section 111 because EPA has failed to make the threshold findings for its newly articulated oil and natural gas source category. 42 U.S.C. § 7411. To establish new source emission limits, EPA must list the category of stationary sources that "cause[], or contribute[] significantly to, air pollution which may reasonably be anticipated to endanger public health or welfare." *Id.* § 7411(b)(1)(A). So EPA must make two separate findings: (1) that a given form of air pollution "may reasonably be anticipated to endanger the public health or welfare," and (2) that a given category of stationary sources "causes, or contributes significantly to" that air pollution.

EPA refused to make either finding before issuing the Proposed Rule.

• From the outset, the agency has not even tried to make a timely endangerment finding. Instead, it impermissibly relies on prior endangerment findings, including its 2009 Finding that greenhouse gases from automobile exhausts may, taken together, "reasonably be anticipated to endanger public health or welfare." 86 Fed. Reg. at 63,124. Beyond offering generalities about harms from methane emissions, EPA does not credibly attempt to make a similar finding for the specific pollutant at issue here. Unsurprisingly, EPA also fails to explain how emissions from mobile sources like cars can justify regulation at stationary facilities.

• EPA comes up short at step two as well. The agency neglects to acknowledge that it is creating a new source category for transmission and storage of oil and natural gas. This new category incorporates many types of stationary sources of oil and natural gas that were never included in the 1979 endangerment finding's oil and natural gas production category—at least before the short-lived 2016 rule. Rather than make a significant contribution finding for this new category, EPA impermissibly relies on prior findings about different source categories emitting different pollutants. *Id.* at 63,134-35.

Forging its own path, EPA thus puts itself outside the realm of legitimate statutory authority. In its current state, it cannot stand.

# B. The Proposed Rule cannot justify its failure to make pollutant- and source-specific findings by creating a new "rational basis" test.

In the Proposed Rule, EPA claims authority to promulgate regulations for particular pollutants "as long as it has a rational basis for doing so." 86 Fed. Reg. at 63,150. The agency explains that it need only satisfy the requirement to determine a source category "causes, or contributes significantly to, air pollution which may reasonably be anticipated to endanger the public health or welfare" when it first lists a *category*. Afterward, it claims power to regulate *any other* pollutants "emitted from the source category" if it has "a rational basis to do so." *Id.* This interpretation cannot be squared with the plain text of the CAA. For three reasons, EPA must make the significant contribution finding each time it regulates a pollutant from the source category.

*First*, the pollutant-specific reading flows naturally from the statutory text and structure. As a textual matter, the endangerment finding modifies and relates back to "air pollution," not "sources." 42 U.S.C § 7411(b)(1)(A). The provision requires EPA to determine whether a source causes or contributes significantly to "air pollution *which* may reasonably be anticipated to endanger public health or welfare." *Id.* (emphasis added). Only after the endangerment determination of a particular air pollutant may EPA look at whether the particular category of sources "contributes significantly" to that pollution. *Id.* 

This text does not support EPA's novel idea that a single endangerment finding at the source level can justify regulating any pollution the source may produce. Section 111(b)(1)(B) says EPA may issue performance standards after it lists a source category under Section 111(b)(1)(A). 42 U.S.C. § 7411(b)(1)(B). Yet the definition of "standard of performance" is tied to the specific pollutants EPA concludes endanger health and welfare, not a generic cap on all potential pollutants the source might emit. *Id.* § 7411(a)(1) (defining a "standard of performance" as "a standard for emissions of air pollutants"). Similarly, Section 111(b)(3) commands the Administrator to "issue information on pollution control techniques for categories of new sources *and air pollutants* subject to the provisions of this section." *Id.* § 7411(b)(3) (emphasis added).

So the statute contemplates that the processes for adding new source categories and new air pollutants are the same: EPA must make the required findings to tie specific sources to specific pollutants. Yet EPA's rational-basis approach creates inconsistency between how new source

categories and new pollutants are added to the stationary source program. While new source categories must be added the traditional (and statutorily required) way, EPA can bootstrap jurisdiction over any new pollutants it chooses, provided they come from existing source categories. The text does not support treating source categories and pollutants differently at all, let alone so dramatically.

*Second*, the CAA's text does not support EPA's rational-basis standard. The Proposed Rule cites no language from the statute saying the agency needs only a rational basis to regulate a new pollutant from an existing source category. Instead, the agency cites only a nonbinding House Report, a source that does not describe the actual legal standard nor have any power to change it. 86 Fed. Reg. at 63,150. This test is foreign to the CAA, and EPA's insistence on crafting a standard out of whole cloth is troubling.

Of course, it is easy to guess why EPA prefers the rational-basis standard. This low bar would allow EPA to bypass the endangerment finding altogether and ignore the reason Congress required it—confirming that a particular pollutant causes significant harm to health or welfare before greenlighting costly regulation. *See Coal. For Responsible Regul., Inc. v. EPA*, 684 F.3d 102, 117-18 (D.C. Cir. 2012) (per curiam), *rev'd in part on other grounds sub. nom., UARG*, 573 U.S. 302. The statute allows setting standards of performance only where the air pollutant "may reasonably be anticipated to endanger public health or welfare" *and* where emission of the pollutant from a particular source "causes, or contributes significantly" to that pollution. 42 U.S.C. § 7411(b)(1)(A).

These statutory terms matter. For one thing, they ensure that EPA cannot evade the requirement to consider costs when regulating new pollutants. The "upshot of inserting the adjective 'significant' was a consideration of which risks are worth the cost of elimination." *Michigan v. EPA*, 213 F.3d 663, 677 (D.C. Cir. 2000) (per curiam). Congress also designed the pollutant-specific endangerment finding to make sure affected parties could hold EPA accountable for its decisions. By contrast, a rational-basis classification is almost impossible to challenge successfully in court. In the constitutional realm, for instance, a rational-basis classification will be upheld if there "is any reasonably conceivable state of facts that could provide a rational basis for the classification." *FCC v. Beach Commc 'ns, Inc.*, 508 U.S. 307, 313 (1993). Congress has deliberately chosen language that does not fit a standard where the actual costs of regulation are such weak backstops to new-claimed agency powers.

Perhaps EPA believes that there is room for a rational basis-approach because the statute is ambiguous. After all, the Supreme Court has held that "if the statute is silent or ambiguous with respect to the specific issue, the question for the court is whether the agency's answer is based on a permissible construction of the statute." *Chevron, USA, Inc. v. Nat. Res. Def. Council, Inc.*, 467 U.S. 837, 843 (1984). But to find that ambiguity, an agency must use the "traditional tools of statutory construction." *Epic Sys. Corp. v. Lewis*, 138 S. Ct. 1612, 1630 (2018) (quotation omitted). Nothing here suggests EPA has undertaken that effort. In fact, for the reasons explained, the traditional tools point toward an unambiguous, more rigorous standard—one that requires an endangerment finding for specific air pollutants before justifying nationwide regulation. Imagined ambiguity provides only superficial shelter.

Third, the rational-basis approach undermines the values of cooperative federalism embedded in the CAA. Congress intended the Act to address air pollution while also maintaining the traditional division of authority between federal and state regulators. When Congress delegated authority to EPA to enact clean air rules, it also emphasized that "air pollution prevention ... is the primary responsibility of States and local governments." 42 U.S.C. § 7401(a)(3). This respect for state sovereignty is reflected in other parts of the statute, too. Congress assigned the critical ability to develop implementation plans for existing sources to the States-plans "which, after EPA approval, are published as regulations in the Federal Register." People of State of Cal. ex rel. State Air Res. Bd. v. Dep't of Navy, 431 F. Supp. 1271, 1274 (N.D. Cal. 1977), aff'd, 624 F.2d 885 (9th Cir. 1980). The CAA repeatedly calls out the supremacy of States and local communities in controlling pollution. See, e.g., 42 U.S.C. § 7416 ("[N]othing in this chapter shall preclude or deny the right of any State or political subdivision thereof to adopt or enforce (1) any standard or limitation respecting emissions of air pollutants or (2) any requirement respecting control or abatement of air pollution."); id § 7431 ("[N]othing in this chapter constitutes an infringement on the existing authority of counties and cities to plan or control land use, and nothing in this chapter provides or transfers authority over such land use.").

Grafting rational basis onto the statute defies these principles of federalism. Of course, the CAA imbues EPA with significant authority to set national performance standards, but it is not boundless. The demand to make and justify an endangerment finding for pollutants from a source category gives EPA meaningful guidelines—and preserves the States' roles while keeping the agency within its own. In short, a rational-basis standard gives EPA a blank check that Congress never wrote.

# C. EPA is acting beyond its statutory mandate in purporting to regulate transmission and storage.

Like the 2016 Rule, the Proposed Rule tries to expand EPA's authority to regulate sources of methane relating to oil and gas transmission and storage that EPA had never regulated before. *See* 86 Fed. Reg. at 63,148 (stating that EPA plans to start regulating the "transmission and storage segments" of the "Crude Oil and Natural Gas Source Category"). But the Proposed Rule goes even further than the 2016 Rule. *Id.* at 63,116 (specifying that the Proposed Rule addresses "emissions sources previously not regulated under the 2016 NSPS"). Newly regulated sources include well liquid unloading operations and oil wells with associated natural-gas emissions. *See id.* at 63,117.

EPA was wrong to add transmission and storage sources in 2016, and it appropriately reversed that decision in 2020. Using the 2016 Rule now as a smokescreen to hide the weaknesses of its statutory authority is improper. *See* 86 Fed. Reg. at 63,148. Like the agency's misguided interpretation of the endangerment finding process, the Proposed Rule misreads the statute's requirements for regulating new sources. In the Proposed Rule, EPA misreads its own 1979 source category designation of oil and natural gas production sources to say that the category also reaches transportation and storage. This effort at revisionist history fails.

The circumstances surrounding EPA's 1979 rulemaking for production sources casts significant doubt on the Proposed Rule's reinterpretation of that category. EPA issued the 1979 Rule in response to Congress's directive to publish a list of "major stationary sources of air pollution." Priority List and Additions to the List of Categories of Stationary Sources, 44 Fed. Reg. 49,222 (Aug. 21, 1979). Congress knew that this rulemaking was a momentous change in environmental regulation. Thus, it required EPA not only to institute ordinary notice-and-comment proceedings when fashioning the rule, but also to consult "Governors and State air pollution control agencies" before issuing the list of new major sources categories. *Id*.

EPA did just that. The Agency collaborated with the Governors of all 50 States in a series of working group meetings and revised its initial proposal as a result of significant public input. 44 Fed. Reg. 49,222. The final list of major source categories came out of much deliberation and compromise, and accordingly, the source categories in the 1979 rule were worded carefully. For example, the initial set of major sources states that "petroleum transportation and marketing" could be a major source of pollution, but it did not reach the same conclusion for natural gas transportation. *Id.* at 49,226. Instead, the 1979 rule consciously decided to exclude both transportation sources, and found instead that "crude oil and natural gas *production*" met the statutory parameters. *Id.* (emphasis added).

The public debate that went into the 1979 rule makes it particularly difficult to reinterpret the major source categories EPA initially listed. After all, "regulatory drafting is often an exercise in political compromise," one that involves "the President, Congress, interest groups, and the courts." Jennifer Nou, *Regulatory Textualism*, 65 DUKE L. J. 81, 83 (2015). The parties involved carefully bargained over the meaning and scope of the 1979 rule, and it was the focus of intense public scrutiny. In reviewing the initial list of the major source categories, all parties studied the "provision-by-provision analyses in preambles" to interpret the public meaning of the regulation. *Id.* at 119. The "provision-by-provision" analysis for the 1979 rule reveals no intent to regulate natural gas storage or transportation, despite showing such intent for other categories like petroleum. 44 Fed. Reg. at 49,222. Under the rule, no then-regulated party, and no part of the group responsible for the drafting, would have believed that EPA had any authority to regulate oil and natural gas sources outside the production context.

The Proposed Rule's attempt to expand the 1979 rule is an impermissible shortcut around a regulatory compromise. The rule improperly shoehorns the transportation and storage segments into the existing category of oil and natural gas. Perhaps the Proposed Rule *could* make oil and natural gas transportation and storage a regulated source category—assuming EPA first makes a proper endangerment finding. But these areas are *not* currently within a listed category. Because of this conscious omission, EPA lacks authority to regulate here unless it does the legwork and finds that the transmission and storage segments of the industry contribute significantly to air pollution that may reasonably be anticipated to endanger public health or welfare.

# D. The Proposed Rule exceeds the limits of Section 111 by compelling economic activities beyond the individual source level.

The Proposed Rule also violates Section 111 by outlining a BSER for some oil wells that goes beyond source-level technologies and practices. For instance, the Proposed Rule would require oil wells that produce "associated gas" to "route [the] associated gas to a sales line," assuming there is "access" to such a line. 86 Fed. Reg. at 63,183; *see also id.* at 63,237-39 (determining use of a sales line as the BSER for new and existing oil wells that produce gas). The Proposed Rule does not define key terms in this requirement, including "access to a sales line" or the source category "oil well that produces associated gas" itself. *Id.* at 63,183, 63,238. The Proposed Rule is ostensibly aimed at sources of emissions, but in fact, it compels source owners and operators to engage in transactions beyond their facilities' fencelines.

Section 111 does not grant EPA power to require these beyond-the-fenceline market measures. EPA should therefore narrow or eliminate this aspect of the Proposed Rule.

Sections 111(a)(1), (b), and (d) operate as a funnel that narrows from EPA's systemidentifying role to the specific standard for a particular stationary source. EPA identifies a best system that is adequately demonstrated and accounts for three enumerated factors: cost, any nonair quality health and environmental impact, and energy requirements. That system is used to determine an achievable degree of emission limitation. The States or EPA then set standards of performance reflecting that limitation for individual sources to meet. Standards of performance "reflect" the degree of limitation possible "through the application" of the best system of emission reduction. 42 U.S.C. § 7411(a)(1). As the nominalization of "apply," "application" means "to put to use with a particular subject matter." *Apply*, Black's Law Dictionary (11th ed. 2019). Putting a system of emission reduction "to use" means using it *for* something. The obvious "something" here is the facility that emits—in Sections 111(b) and (d) terms, a new or existing stationary source. Thus, the "best system" "appl[ies]" to a stationary source—that is, a "building, structure, facility, or installation." 42 U.S.C. § 7411(a)(3).

And indeed, Section 111 makes clear that standards of performance are individual targets, which in turn makes it hard to interpret "best system" (an essential input to those standards) apart from anything a particular source could achieve. Consistent with EPA's national mandate, Section 111(b) directs the agency to list categories of "sources" and issue performance standards for the "new sources" within each category. 42 U.S.C. § 7411(b)(1). In contrast, Section 111(d) starts and ends with "source" in the singular: States establish standards "for any existing source," and may consider factors specific to "the existing source" when applying them. *Id.* § 7411(d)(1). Unlike their deliberate use of source and sources, neither Section 111(b) nor (d) refers to a source "owner or operator"—another defined term. *Id.* at § 7411(a)(5). Section 111 regulates the "source," *id.* § 7411(b), (d)(1), and an owner violates the statute by operating "such source in violation of any standard of performance applicable *to such source*," *id.* § 7411(e) (emphases added).

Courts have not sanctioned EPA's prior attempts to "change the basic unit" to which CAA obligations apply, *ASARCO Inc. v. EPA*, 578 F.2d 319, 327 (D.C. Cir. 1978), and the statute does

not permit that sleight of hand here, either. Congress used "different terms to describe different categories of people or things." *Mohamad v. Palestinian Auth.*, 566 U.S. 449, 456 (2012). That choice matters.

The Proposed Rule's requirement to route gas to a sales line does not track these limits. Even if the final rule defines "access to a sales line" narrow enough to avoid requiring any outsidethe-fenceline construction, *see* 86 Fed. Reg. at 63,183, the nature of a "sales line" is that a source owner or operator will have to sell captured gas to a third party. Such transactions are not "applied to" the oil well and nothing about them decreases the oil well's emissions—indeed, the oil well is not involved at all once the gas is captured. The oil-well *owner* carries out the sales. Relatedly, it is not clear that such transactions in fact accomplish any emission reductions, as any gas sold through a sale line will ultimately be consumed (that is, combusted) by its eventual purchaser. A system of emissions *shifting* rather than emissions *reduction* by definition cannot be a BSER under Section 111—and is also likely arbitrary and capricious if it imposes costs with no associated benefit, *see* Section III, *infra*. For these reasons, they are not a "system of emission reduction" for purposes of Section 111.

The Proposed Rule offers an alternative, narrower approach that might alleviate this issue. Under this approach, the source category would extend only to oil wells with associated gas emissions that do not *currently* use a sale line. 86 Fed. Reg. at 63,238. This "significantly" narrowed source category would not need to begin engaging in gas sales, but would have to either consume the gas as an onsite fuel source or use a "flare or other control device" that accomplishes "a 95 percent" reduction in emissions. *Id*.

# II. The CRA Resolution Disapproving The 2020 Rule Does Not Justify Departing From The CAA's Constraints.

By nullifying the 2020 Rule, last year's CRA Resolution effectively re-imposed the 2016 Rule. But it did not enact that rule's reading of the CAA into law. Many of the Proposed Rule's statutory failings are outgrowths of those that underscored the 2016 Rule. The Proposed Rule does not shy away from this overlap, but embraces it—and casts the CRA Resolution as legal support for its reading. This interpretation puts more weight on the Resolution than it can bear. The CRA Resolution has no legal effect beyond undoing the 2020 Rule. It does not authorize the 2016 Rule's deviations from Section 111's limits on EPA's authority.

Resolutions of disapproval passed under the CRA cannot expand an agency's statutory powers. The CRA provides only that a rule disapproved by joint resolution "shall not take effect or continue," and that "a new rule that is substantially the same as such a rule may not be issued, unless the reissued or new rule is specifically authorized" by subsequent congressional act. 5 U.S.C. § 801(b). In other words, the limits that empowering statutes place on agencies do not change after Congress enacts a CRA resolution. Resolutions can only *further restrict* agency power—they preclude regulatory actions "substantially similar" to actions taken under the disapproved rule. *Id*. The CRA's silence about the statute underlying the disapproved rule does not implicitly repeal existing statutory constraints. Indeed, "repeals by implication are not favored" and will not be "infer[red]... unless such a construction is absolutely necessary... in

order that the words of the later statute shall have any meaning at all." *Nat'l Ass'n of Home Builders v. Defs. of Wildlife*, 551 U.S. 644, 662 (2007) (quotations and alterations omitted). No such inference is needed here. The CRA's meaning is plain without resorting to reading it to repeal separate limits on agency authority.

As to the 2021 CRA Resolution specifically, the Proposed Rule claims that "[i]n disapproving the 2020 Policy Rule under the CRA, Congress explicitly rejected the 2020 Policy Rule interpretations and embraced EPA's rationales for the 2016 . . . [R]ule." 86 Fed. Reg. at 63,147-48. EPA relies for support on legislative history and statements of individual members of Congress who supported the Resolution, *see id.* at 63,149, rather than grounding its conclusion in the CRA Resolution's purportedly "express" text. This omission is unsurprising, as the text of the enactment is silent on this topic. The Resolution consists of only one sentence—which doesn't mention either the 2020 Rule's "interpretations" or the 2016 Rule's "rationales":

Resolved by the Senate and House of Representatives of the United States of America in Congress assembled, That Congress disapproves the rule submitted by the Administrator of the Environmental Protection Agency relating to "Oil and Natural Gas Sector: Emission Standards for New, Reconstructed, and Modified Sources Review" (85 Fed. Reg. 57018 (September 14, 2020)), and such rule shall have no force or effect.

Pub. L. No. 117-23, 135 Stat. 295.

A CRA resolution, like any act of Congress, operates through its enacted language. "[O]nly the words on the page constitute the law adopted by Congress and approved by the President." *ACA Connects - Am.'s Commc'ns Assn. v. Frey*, 471 F. Supp. 3d 318, 325 (D. Me. 2020) (quoting *Bostock v. Clayton Cnty.*, 140 S. Ct. 1731, 1738 (2020)). CRA resolutions are not interpreted by reference to "[c]ongressional debates and public statements," but by "the ordinary public meaning of its terms at the time of its enactment." *Id.* Faced with a CRA resolution like this one, the court in *ACA Connects* concluded that the resolution "nullifi[ed]" the prior rule, but "create[d] no overarching federal policy, and enact[ed] no scheme" directing future regulation. *Id.* 

So too here. Because the 2021 CRA Resolution contains no language that so much as hints at Section 111's limits—much less amends them—it cannot support the Proposed Rule's attempts to bypass them. True, EPA may not choose a new rule substantially similar to the rule Congress disapproved, but the rule it *does* choose must satisfy Section 111.

### III. The Proposed Rule Reintroduces Redundant And Costly Regulation.

The Proposed Rule unjustifiably reintroduces standards of performance for methane emissions within the established source category of the production and processing segments of natural gas production. 86 Fed. Reg. at 63,150. The regulations are illegitimate, as they are not supported by a methane-specific endangerment finding. This lack of support is unsurprising, given EPA's insistence that the existence of *other* emissions standards for this source category lowers the threshold for imposing additional standards. *See id.* at 63,152 (describing the "rational basis"

for regulating methane emissions from existing source categories). But even under EPA's improper rational basis framework, they would still fail.

Regulations often impose heavy and unseen costs on the public. The Supreme Court, for instance, has emphasized that the CAA's permitting regimes "impose[] numerous and costly requirements on those sources that are required to apply for the permits." *UARG*, 573 U.S. at 322. "One would not say that it is even rational . . . to impose billions of dollars in economic costs in return for a few dollars in health or environmental benefits." *Michigan v. EPA*, 576 U.S. 743, 752 (2015). The agency must therefore balance the costs associated with government regulation against compliance costs. *Id.* at 759.

The Proposed Rule fails the cost-benefits test. Like the 2016 Rule, the Proposed Rule imposes "onerous recordkeeping and reporting" requirements on private industry and the States. *See* American Petroleum Institute, Comment Letter on Oil and Natural Gas Sector: Emission Standards for New, Reconstructed, and Modified Sources Reconsideration (Dec. 17, 2018), https://www.regulations.gov/comment/EPA-HQ-OAR-2017-0483-0801. Imposing new regulations also multiplies costs for private parties in terms of record-keeping, modifications, legal and compliance fees, and new capital expenditures (like infrared monitoring cameras). Even the cost of finding personnel to implement these daily and quarterly recordkeeping requirements could be significant given the current state of the labor market. And dealing with the multiple—and sometimes competing—compliance dates in the Proposed Rule will require significant efforts from producers. These regulatory burdens chill investment in industries critical to our nation's energy and national-security sectors and hamper the country's economic growth.

Meanwhile, the agency overestimates the Proposed Rule's benefits by using an arbitrary interim "social cost of methane" figure to monetize climate benefits. 86 Fed. Reg. at 63,122. Estimated figures like these are not appropriate for use in this or any other administrative action. *See, e.g.*, Mem. in Support of Mot. for Prelim. Injun., *Louisiana v. Biden*, 2:21-cv-01074-JDC-KK (W.D. La. July 29, 2021), ECF No. 63.

More generally, the Proposed Rule's costs exceed its benefits because the rule attempts to solve a problem already being resolved without government intervention. Regulated parties have long been reducing their methane emissions in response to ordinary market forces. EPA's own greenhouse gas inventory shows that total methane emissions from natural gas systems fell 14 percent between 1990 and 2017. See ENVT'L PROT. AGENCY, INVENTORY OF U.S. GREENHOUSE GAS **EMISSIONS** AND SINKS: 1990-2017 3-80 (Apr. 11. 2019). https://www.epa.gov/sites/default/files/2019-04/documents/us-ghg-inventory-2019-maintext.pdf. Likewise, the volatile organic compounds that the Proposed Rule also seeks to regulate have declined by 40%. See Gas & Oil Association of West Virginia, Public Hearing Comments on Oil and Natural Gas Sector: Emission Standards for New, Reconstructed, and Modified Sources Reconsideration (Dec. 1, 2021), https://www.regulations.gov/comment/EPA-HQ-OAR-2021-0317-0334. This decrease is unsurprising because regulated parties already have a financial incentive to reduce fugitive emissions: Like any form of spoilage, these emissions represent inventory lost before it can be sold at market. And the Proposed Rule aims specifically to reduce

fugitive emissions—precisely the type of emissions that parties are already motivated to combat. Thus, the market is achieving many of the Rule's purported climate benefits.

The Proposed Rule's costs are especially damaging given that EPA intends to impose them in the midst of a tightening energy market. Consumers are already facing some of their highest heating bills in years because of spiking energy prices and brutal temperatures. See, e.g., Chris Isdiore, Winter Storms and Spiking Energy Prices Could Lead to Record High Heating Bills, CNN BUSINESS (Jan. 23, 2022, 2:09 PM), https://www.cnn.com/2022/01/23/business/heating-costsrecord-highs/index.html. With recent international tensions in key energy-producing areas, market conditions might only worsen in the near- and medium-term. See, e.g., Matt Egan, Gas Prices Could Soar If Russia Invades Ukraine, CNN BUSINESS (Jan. 21, 2022, 5:10 AM), https://www.cnn.com/2022/01/20/business/gas-prices-russia-ukraine-putin/index.html. And across the board, American consumers and businesses are paying more money for essential goods and services. See Christopher Rugaber, Inflation at 40-Year High Pressures Consumers, Fed and Biden, ASSOCIATED PRESS (Jan. 12, 2022), https://apnews.com/article/consumer-prices-inflationc1bfd93ed1719cf0135420f4fd0270f9. EPA should be especially reluctant to impose high costs in conditions like these-at least without even more compelling benefits on the other side of the scale. Yet the Proposed Rule does not appear to acknowledge these relevant conditions at all.

#### **IV.** The Proposed Rule Shows Insufficient Regard For The States.

As explained above, the CAA expects that EPA's regulatory efforts will show genuine respect for federalism and the role of the States. The Proposed Rule does not.

States, of course, already regulate natural gas production and processing. They have an interest in reducing fugitive emission of gases from natural gas processing sites. States also ensure natural gas processors keep their facilities in good repair and engage in active efforts to make sure natural gas sites are safe. *See, e.g.*, W. Va. Code § 15-5C-2(a) (requiring pipeline and well operators to report safety incidents to West Virginia Division of Homeland Security). Further, States already regulate greenhouse gas emissions through permitting and other regulations. *See, e.g.*, Col. Rev. Stat. § 25-7-102, Va. Code § 45.2-1706.1. So EPA should further discount the minimal benefits from federal methane regulations like those in the Proposed Rule given state efforts like these.

Even more problematically, the Proposed Rule imposes a series of direct burdens on the States that neither the CAA nor any other existing law permits. The Proposed Rule identifies only one potential implication for federalism—compliance costs. The agency dryly observes that the Proposed Rule "may" impose a burden on the States because of the "many hours of staff time" required to develop and implement the plans that the Proposed Rule requires. 86 Fed. Reg. at 63,261. These costs *will* burden States. Oklahoma, for example, has noted that the Proposed Rule could subject hundreds of thousands of additional oil and gas facilities to more regulation. *See* Letter from Okla. Dep't of Envtl. Quality to EPA at 2, Docket ID No. EPA-HQ-OAR-2021-0317 (Nov. 30, 2021). Likewise, West Virginia estimates that implementation under EPA's preferred two-year timetable could cost its environmental regulatory agency over \$278 million *each year*. Letter from W. Va. Dep't of Envtl. Protect. at 2, Docket ID No. EPA-HQ-OAR-2021-0317 (Jan.

14, 2022) ("WVDEP Letter"). The Proposed Rule, however, does not contain any specific provisions explaining how EPA will help States bear these significant compliance costs. And these compliance estimates may well undershoot actual costs, as other aspects of the Proposed Rule—such as EPA's choice to declare any unloading event a "modification" that subjects the facility to new-source performance standards—makes it difficult to evaluate accurately the true reach of the Proposed Rule.

The Proposed Rule otherwise ignores its own consequences for federalism. More than a few come to mind.

For instance, Section 111(d) contemplates that States will have more latitude to implement standards of performance than when EPA takes up this task—as where the statute says that States may consider a facility's "remaining useful life." 42 U.S.C. § 7411(d)(1). In some public statements, EPA touts how the Proposed Rule gives the States "room" to "adopt their own approaches." *See Fact Sheet for States*, EPA (Nov. 2, 2021), https://www.epa.gov/system/files/ documents/2021-11/epas-proposed-oil-and-gas-rules.-information-for-states.11.2.21.pdf. But the Proposed Rule says otherwise, noting how "it would likely be difficult for States to demonstrate that the presumptive standards are not reasonable for the vast majority of designated facilities." 86 Fed. Reg. at 63,251. Because EPA insists that the Proposed Rule will largely tether States to the agency's "presumptive" standards, the States would have little choice but to implement the measures that comprise EPA's BSER—lest EPA reject the States' plans entirely. Even then, EPA offers little reassurance to States, specifying that EPA still might not approve state plans that track the presumptive standards. *Id.* at 63,249. So States are left with trying to comply with EPA's "presumptions" while hoping that EPA does not take the matter out of the States' hands entirely.

The Proposed Rule also does not account for existing state programs in any real way. Instead, the agency merely notes their existence and says that it "anticipates providing information on ways in which State plans can accommodate existing State programs." 86 Fed. Reg. at 63,252. EPA intends to force States to essentially re-litigate the validity of their own programs in submitting their state plans. *Id.* (proposing that States be required to "include a detailed explanation and analysis of how the relied upon existing State programs are at least as stringent as the requirements of the final [emission guidelines]").

Worse, in the specific context of storage vessels, EPA is proposing to push States further aside based on its dissatisfaction with the States' preferred measures. In particular, EPA has recognized before that sources can take into account "legally and practically enforceable limits" imposed by States and other authorities, 40 C.F.R. §§ 60.5365(e), 60.5365a(e)(1); sources often cite these limits in establishing that their potential for emissions is less than the six tons-per-year limit that would subject them to EPA regulation, 86 Fed. Reg. at 63,201. Now, though, EPA intends to use the Proposed Rule to create a new definition for "legally and practically enforceable" state limits. *Id.* at 63,201-02. If a given state statute or rule does not meet that rigid, agency-created standard, then EPA will ignore the state provision and treat the facility as unregulated. In essence, EPA is proposing to preempt a broad swath of state laws without directly saying so.

Not content to regulate substance, EPA also proposes to regulate procedure—namely, the way in which the States will solicit comments on potential state plans. EPA intends to impose "an additional requirement associated with the adoption and submittal of State plans ... [that would] requir[e] States to meaningfully engage with members of the public, including overburdened and underserved communities, during the plan development process and prior to adoption and submission of the plan to the EPA." 86 Fed. Reg. at 63,145. Evidently, EPA does not consider public hearings to be enough. *Id.* at 63,253. It is not clear what new requirements EPA wants to impose. But this apparent intrusion into the basics of the States' administrative processes would constitute troubling and unfounded federal overreach into state administration.

Lastly, the Proposed Rule imposes unrealistic timeframes for the States to design state plans and for regulated entities to implement them. As the West Virginia Department of Environmental Protection explained, for instance, the sheer number of new regulated entities and the quantity of data that these new regulations will require—would make it extraordinarily challenging for States to develop a plan in just three years. WVDEP Letter at 6. The States fear that EPA intends to use this artificial time press to open the door for more aggressive and direct regulation by the agency. *See* 86 Fed. Reg. at 63,256 ("If the EPA determines that the State plan submission is incomplete, then the State will be treated as not having made the submission, and the EPA would be required to promulgate a Federal plan for the designated facilities in that State."). Beyond that, the two-year proposed timeframe for implementation of this vast permitting process would compel even smaller States like West Virginia to hire thousands of new permitting engineers to finish the job in time. WVDEP Letter at 7. The CAA does not anticipate this kind of significant, rushed reordering of the States' environmental regulatory structures.

\* \* \*

We appreciate the opportunity to provide input as EPA considers how best to fulfill its responsibilities under the CAA. Though we appreciate the laudable goal of protecting our environment through responsible emission reduction, we also urge the agency to make sure that federal environmental regulations track the CAA's statutory text and cooperative federalism regime. We therefore look forward to EPA's continued attention to the questions raised in this proceeding as the agency considers these and other matters of importance to the people of our States.

Sincerely,

PATRICK Momsey

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### STATE OF OKLAHOMA OFFICE OF THE SECRETARY OF ENERGY & ENVIRONMENT

January 25, 2022

Submitted via: https://www.regulations.gov/

Michael S. Regan, Administrator Environmental Protection Agency 1200 Pennsylvania Avenue, N.W. Washington, DC 20460

RE: U.S. Environmental Protection Agency's ("EPA") proposed: *Standards of Performance for New, Reconstructed, and Modified Sources and Emissions Guidelines for Existing Sources: Oil and Natural Gas Sector Climate Review,* 86 Fed. Reg. 63110 (Nov. 15, 2021)

Dear Administrator Regan:

Enclosed with this letter are comments submitted by my office and the Oklahoma Department of Environmental Quality in response to EPA's proposed rule, *Standards of Performance for New, Reconstructed, and Modified Sources and Emissions Guidelines for Existing Sources: Oil and Natural Gas Sector Climate Review*, 86 Fed. Reg. 63110 (Nov. 15, 2021). The proposed rule has the potential to substantially impact the State of Oklahoma. We appreciate this opportunity to provide comments on the proposed rule, as well as EPA's consideration of said comments.

Sincerely,

Kenneth E/Wagner Secretary of Energy & Environment

Comments on EPA's Proposed Standards of Performance for New, Reconstructed, and Modified Sources and Emissions Guidelines for Existing Sources: Oil and Natural Gas Sector Climate Review, EPA Docket ID No. EPA-HQ-OAR-2021-0317

#### Submitted by:

#### Oklahoma Secretary of Energy and Environment ("OSEE") and Oklahoma Department of Environmental Quality ("ODEQ")

#### I. Introduction

These comments are submitted by OSEE and ODEQ in response to the U.S. Environmental Protection Agency's ("EPA") proposed *Standards of Performance for New, Reconstructed, and Modified Sources and Emissions Guidelines for Existing Sources: Oil and Natural Gas Sector Climate Review*, 86 Fed. Reg. 63110 (Nov. 15, 2021) (hereinafter referred to as the "proposed rule" or "proposal"). The comment period ends on January 31, 2022.

The proposed rule poses many problematic and concerning issues. Therefore, OSEE and ODEQ object to the proposed rule as written. However, if EPA must finalize the proposed rule, this comment seeks to provide feedback on aspects of the proposed rule that could use the most improvement. Comments are numbered sequentially and are grouped according to the section of the proposed rule under which they fall.

The most concerning issue presented by the proposed rule is the vast amount of state resources that will be required to implement the rule and the absence of any additional funding to states to account for the extreme increase in workload. ODEQ previously submitted a comment on the proposed rule at issue herein requesting an extension of the comment deadline, which was submitted to the docket on November 30, 2021 (attached hereto as Attachment A). Said comment contained data showing the proposed rule has the potential to increase the number of oil and gas permitted facilities in Oklahoma from 10,443 to 202,615. This kind of permitting increase would have a seismic impact on ODEQ's air quality program for many reasons, not the least of which is the extreme strain on state resources that are already stretched to capacity.

#### II. Comments

#### A. Comments on Section VI. Environmental Justice Considerations, Implications, and Stakeholder Outreach

#### Comment 1: Environmental Justice Communities Reliant on Oil and Gas Economies

EPA states the proposed rule was based on extensive outreach to underserved and overburdened communities and to environmental justice organizations. 86 Fed. Reg. 63139. EPA states it defines environmental justice ("EJ") as "the fair treatment and meaningful involvement of all people regardless of race, color, national origin, or income with respect to the development, implementation, and enforcement of environmental laws, regulations and policies." *Id.* Additionally, EPA cites Executive Order 12898, 59 Fed. Reg. 7629 (Feb. 16, 1994) as directing it

to "identify the populations of concern who are most likely to experience unequal burdens from environmental harms; specifically, minority populations, low-income populations, and indigenous peoples." 86 Fed. Reg. 63139.

OSEE and ODEQ support the goal of environmental justice, in particular the encouragement of greater public participation. However, we are concerned the proposed rule's focus on environmental justice may not take into consideration its potential economic effects on EJ communities within oil and gas dependent economies and that the proposal does not provide fair consideration of the economic impacts in distressed rural communities that may not meet EPA's definition of "environmental justice community." OSEE and ODEQ encourage EPA to broaden its evaluation of the costs and benefits of the proposed rule to incorporate economic effects with the same level of granularity that was used in targeting communities living in proximity to facilities that would be subject to this rulemaking. In particular, how will these policies affect employment in economically-distressed rural communities in states like Oklahoma?

A study by Price Waterhouse for the American Petroleum Institute determined that the oil and gas sector was responsible (including direct and indirect employment) for 16.7 percent of the Oklahoma workforce.<sup>1</sup> Additionally, many oil and gas jobs employ residents of rural communities.<sup>2</sup> To assess the possible impacts of job losses in those communities, the work performed by the U.S. Department of Agriculture's (USDA's) Economic Research Service investigated economic, social, and demographic factors that affect the poverty status of residents of rural communities. For 2019, the USDA estimated Oklahoma's statewide poverty rate at 15.1% with 19.7% of Oklahoma's children living in poverty.<sup>3</sup> Rural counties, especially in the southeastern part of the state are particularly impacted by poverty.<sup>4</sup> The availability of middle class oil and gas jobs in rural Oklahoma mitigates the poverty experienced in many of these communities. To ensure that just policies are adopted, OSEE and ODEQ encourage EPA to weigh the economic impacts on vulnerable communities, especially rural communities, as carefully as the environmental benefits are evaluated.

<sup>&</sup>lt;sup>1</sup> "Impacts of the Oil and Natural Gas Industry on the US Economy in 2019," prepared by PricewaterhouseCoopers LLP, prepared for the American Petroleum Institute, July 2021, available on-line:

https://www.api.org/-/media/Files/Policy/American-Energy/PwC/API-PWC-Economic-Impact-Report.pdf

<sup>&</sup>lt;sup>2</sup> See, for example, the article "Feeling the Pain: In Rural Oklahoma, Oilfield Communities See the Ups and Downs of Oil and Gas Industry Firsthand," by Heidi Brandes, February 11, 2021, available on-line on the web page of The Petroleum Alliance: <u>https://www.thepetroleumalliance.com/feeling-the-pain-in-rural-oklahoma-oilfield-communities-see-the-ups-and-downs-of-oil-and-gas-industry-first-hand/</u>

<sup>&</sup>lt;sup>3</sup> U.S. Department of Agriculture, Economic Research Service, Rural Poverty & Well-Being, state poverty rate data available on-line: <u>https://data.ers.usda.gov/reports.aspx?ID=17826</u>

<sup>&</sup>lt;sup>4</sup> County data are available from the link cited in Footnote 5 by selecting "Oklahoma."

OSEE and ODEQ performed a review of the Regulatory Impact Assessment (RIA)<sup>5</sup> for the proposed rule. OSEE and ODEQ note that a longer review time was needed to allow adequate review of the RIA due to the complexity of the proposed rule and the associated documents. However, OSEE and ODEQ offer feedback and suggestions to help EPA flesh out some of the details that appear to warrant a more rigorous analysis in support of the supplemental proposal anticipated for this rule.

One issue of concern is the lack of any detailed projections of likely reductions in oil and gas employment. While there are economic projections showing impacts on future oil and gas prices and production, there does not appear to be a concrete projection of the reduction in employment that would likely be associated with adoption of the proposed regulations. This is particularly concerning in Oklahoma due to the number of marginal wells that remain in operation and whose financial viability may be precarious. Further, jobs in the oil and gas sector are particularly well-paying when compared to alternatives, especially in rural areas and, because job losses are likely to be localized, the effects are magnified in those communities.

The RIA, on page 4-33, explains the baseline approach used to evaluate employment impacts in Section 4 of the RIA:

The EPA also conducted a baseline analysis to characterize potential distributional impacts on employment. A reduction in oil and natural gas activity could have a negative effect on employment among oil and natural gas workers. This could also reduce employment, earnings, and tax revenues in oil and natural gas intensive communities.<sup>69</sup> Any effect on oil and natural gas workers or oil and natural gas intensive locations would be a local and partial equilibrium effect. In general equilibrium, there could be other and potentially offsetting effects in other regions and sectors.

The RIA, on page 4-34, continues:

Comparing workers in the oil and natural gas sector to workers in other sectors, oil and natural gas workers may have higher than average incomes, be more likely to have completed high school, and be disproportionately Hispanic. People living in some oil and natural gas-intensive communities concentrated in Texas, Oklahoma, and Louisiana, may have disproportionate income levels, rates of high school completion, and demographic composition.

This information lends support to OSEE's and ODEQ's contention that the economic impacts of the proposed rules will likely be significantly harmful to rural communities dependent on this industry. It is with this concern in mind that OSEE and ODEQ recommend that EPA consider

<sup>5</sup> U.S. EPA, "Regulatory Impact Analysis for the Proposed Standards of Performance for New, Reconstructed, and Modified Sources and Emissions Guidelines for Existing Sources: Oil and Natural Gas Sector Climate Review," (RIA), EPA-452/R-21-003, October 2021 (https://www.epa.gov/system/files/documents/2021-11/proposal-ria-oil-and-gas-nsps-eg-climatereview 0.pdf). economic impacts of the proposed rulemaking with the same level of granularity and diligence that was used in evaluating benefits of the rule for environmental justice comments. The importance of oil and gas jobs is further warranted by the information in Table 4-8 of the RIA which shows that the average income for oil and natural gas workers is \$110,000 while the average income for other workers in "oil and gas communities" is \$40,000. Thus, for every oil and gas job lost, even if there is a new non-oil and gas job created in the same community, there will be a net loss of \$71,000 with additional spillover effects in the community.

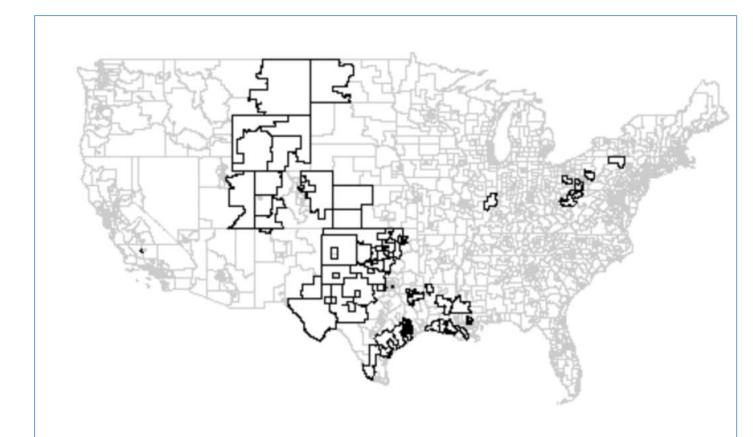
Page 4-35 of the RIA sets forth data used to develop this analysis:

This analysis uses 5-year ACS data from 2015-2019 retrieved from IPUMS. This is approximately 16 million individual ACS responses. Oil and natural gas workers are identified by working in industries with a NAICS code that begins with "211." Those are "Oil and natural gas Extraction," as well as the sub-industries "Crude Petroleum Extraction" and "Natural Gas Extraction."

Notably, OSEE and ODEQ are also concerned that the data set EPA used was exclusively from the oil and gas extraction segment and does not appear to include the drilling, treatment, storage, or transmissions segments. Further, the RIA uses Public Use Microdata Area (PUMA) data to identify oil and gas communities. This level of analysis is insufficiently specific in identifying impacts on rural areas. This assertion is demonstrated by the map (Figure 4-9 on p. 4-36 of the RIA) which shows the relatively large size of each PUMA. In addition, the oil and gas PUMAs shown in the map cover more than half the state of Oklahoma. In contrast, the environmental justice communities in EJScreen<sup>6</sup> are identified with much finer granularity. This raises the question: to what degree does this analysis inherently bias the evaluation of costs and benefits, possibly privileging certain communities compared to others?

Figure 4-9 from the RIA is reproduced below for comparison.

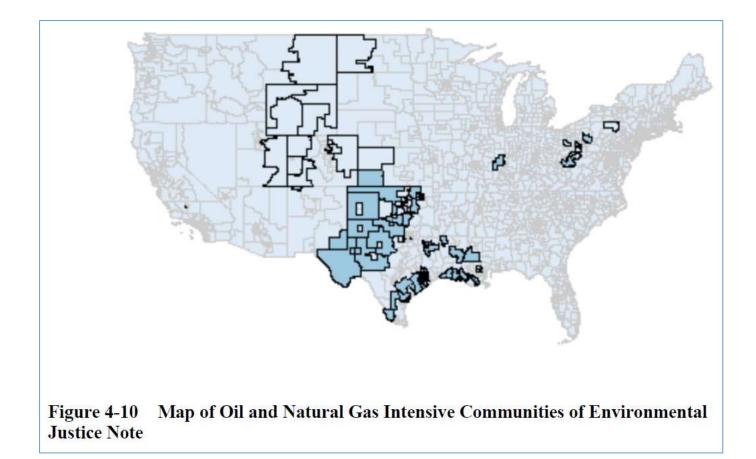
<sup>&</sup>lt;sup>6</sup> See <u>https://www.epa.gov/ejscreen</u>.



# Figure 4-9 Map of PUMAs and Oil and Natural Gas Intensive Communities (Continental United States)

Table 4-9 in the RIA provides demographic data for the entire group of PUMAs with high oil and gas intensity. This analysis is used to draw various conclusions concerning the ethnic make-up, educational attainment, and income of residents in these areas compared with other areas with lower oil and gas intensity. By aggregating the high oil and gas PUMAs for these analyses, EPA fails to give a sufficiently granular analysis of the impacts of the types of rural communities found in Oklahoma. Again, this contrasts with EPA's approach in evaluating impacts on environmental justice communities.

While the analysis in the RIA that follows (see Table 4-10 and Figure 4-10 of the RIA) provides some greater specificity, it is still insufficient and still fails to meet the standards EPA uses for evaluating environmental justice communities. Figure 4-10 is reproduced below.



Notable in Figure 4-10 is just how large a fraction of the state of Oklahoma is included in the PUMAs evaluated.

OSEE and ODEQ are concerned that EPA's analysis is just too vague and too broad-brush. Important questions need to be addressed. How many marginal wells are expected to close as a result of the proposed rules? How many jobs are expected to be lost and which communities are likely to experience those losses? It may be challenging to attempt to address these issues with sufficient rigor, but an attempt is certainly warranted to justify policies that will have disproportionate impacts on some communities to benefit the entire public. OSEE and ODEQ do not object to the evaluation of environmental impacts on environmental justice communities, but respectfully request EPA perform a similarly detailed and rigorous analysis of economic impacts, especially in rural communities.

#### B. Comments on Section X. Summary of Proposed Action for NSPS OOOOa

#### Comment 2: Outdated Text in C.F.R.

EPA outlines the legislative history of the Congressional Review Act joint resolution to disapprove the "2020 Policy Rule" on page 63149 of the proposed rule. The CRA joint resolution was signed into law by President Biden on June 30, 2021. EPA states the 2020 Policy Rule "rescinded all NSPS regulating emissions of VOC and methane from sources in the natural gas transmission and storage segment of the Oil and Natural Gas Industry and NSPS regulating

methane from sources in the industry's production and processing segments." 86 Fed. Reg. 63157. The CRA joint resolution disapproved the 2020 Policy Rule, and therefore the 2020 Policy Rule is treated as though it had never taken effect. 86 Fed. Reg. 63149 (citing 5 U.S.C. 801(f)). However, the rule text of the 2020 Policy Rule remains in the C.F.R., even though its provisions are no longer in effect due to the CRA joint resolution. This disparity between the rules currently in effect after passage of the CRA joint resolution and the outdated rule language that remains in the text of the C.F.R. creates confusion for both the regulated community and regulatory agencies, and especially members of the public who may be unaware of the CRA joint resolution. Regulatory clarity is needed immediately to reduce confusion and potential for error in compliance with and enforcement of the correct rule text.

#### C. Comments on Section XI. Summary of Proposed NSPS OOOOb and Emission Guidelines ("EG") OOOOc

# Comment 3: Clarity Needed When Superseding Provisions of NSPS OOOO and OOOOa

The proposed rule states that EPA intends to publish supplemental rule proposals for NSPS OOOOb and OOOOc. In particular, with respect to new sources, the proposed rule states, "[b]ased on its review, the EPA is proposing revisions to the standards for certain emissions sources to reflect the updated BSER for those affected sources. Where our analyses show that the BSER for an affected source remains the same, the EPA is proposing to retain the current standard for that affected source." 86 Fed. Reg. 63117. These revisions to the standards would be contained in a future rule, NSPS OOOOb. See id. For existing sources, EPA is proposing to develop an Emission Guideline under CAA 111(d) that would then be rolled into a state plan. Id. Thus, once the aforementioned rules are final, there would be four CAA 111 rules applicable to the oil and gas sector (OOOO, OOOOa, OOOOb, and OOOOc/State Plan), all of which could potentially be applicable at a single facility,<sup>7</sup> albeit for different components/affected facilities. Because of this, each subpart needs to be clear in the rule text as to where one rule supersedes the other and where applicability of each rule starts and stops for each affected facility. No single component/affected facility should be subject to more than one NSPS or emissions guideline at any given time. Without clear rule text, there will be confusion among owners/operators as well as regulators about the applicability of each subpart. Regulatory clarity and certainty pertaining to the applicability of each potential future rule are necessary for effective programs, and OSEE and ODEQ request EPA pay close attention to this matter when finalizing any future rules.

<sup>&</sup>lt;sup>7</sup> Here and elsewhere in this document, we use the term "facility" to refer to the Clean Air Act definition of stationary source, consisting of a "building, structure, facility, or installation," otherwise referenced under the common-sense notion of a "plant." Except where there the context is unambiguous, it does not refer to the term "affected facility" under 40 CFR Part 60; the explicit use of "affected facility" is one such unambiguous example.

#### Comment 4: Definition of Fugitive Emissions Component

EPA has proposed a new definition for "fugitive emissions component" that is more expansive than the current definition. 86 Fed. Reg. 63169. The preamble to the proposed rule discusses the reason EPA is considering expanding the definition, specifically that:

[D]ata shows that the universe of components with potential for fugitive emissions is broader than the illustrative list included in the 2016 NSPS OOOOa, and that the majority of the largest emissions events occur from a subset of components that may not have been clearly included in the definition. Therefore, the EPA is proposing a new definition for "fugitive emissions component" to provide clarity that these sources of large emission events are covered. *Id*.

EPA proposes to also include natural gas discharged from natural gas-driven pumps and control devices, including flares. OSEE and ODEQ infer that EPA wants to ensure that the optical gas imaging ("OGI") surveys performed at sites will include these additional sources and, further, that redefining these sources as "fugitive sources" could simplify the rule development. However, OSEE and ODEQ note that fugitive emissions components have *not* included sources of emissions that are vented to the atmosphere through a stack or something similar. If EPA intends for these additional sources to be included in an OGI survey, they should not be included within the fugitive emissions component," then EPA may need to provide additional clarification regarding the requirement to use the actual stack height for a flare subject to reporting requirements for emissions inventory purposes, since fugitive components have different parameters for characterizing the release.

#### Comment 5: Community Identification of Large Emission Events

The proposed rule envisions "a program for finding large emission events that consists of a requirement that, if emissions are detected above a defined threshold by *a community*, a Federal or State agency, or any other third party, the owner or operator would be required to investigate the event, do a root cause analysis, and take appropriate action to mitigate the emissions, and maintain records and report on such events." 86 Fed. Reg. 63177 (emphasis added). OSEE and ODEQ have numerous concerns with allowing the "community," i.e., individual citizens or groups, to detect large emissions events and require owners or operators to mitigate those events. These concerns are 1) safety of the public, 2) accuracy of data collected by the public, 3) regulatory ambiguity surrounding enforcement authority, and 4) EPA's creation of unrealistic expectations of the public. Notably, ODEQ maintains a 24-hour complaints hotline where the public can alert ODEQ to any environmental concerns. Thus, an effective mechanism already exists in Oklahoma for concerned citizens to initiate a regulatory response to emission events. Further, this proposal is problematic because it creates an unrealistic expectation for the public about 1) the public's ability to independently determine the existence of an enforcement issue and 2) whether identification of said perceived issue will result in a specific, direct action by either the regulatory authority or the facility. OSEE and ODEQ submit the following suggestions if EPA ultimately promulgates a rule allowing the community to collect data to be used for enforcement.

First, for safety and legal concerns, EPA should not give individuals or community groups the false impression that they have a right to enter onto facility property without permission to obtain or substantiate emissions data. Next, allowing the public to collect data that could be used in enforcement raises quality assurance/quality control and accuracy questions. Data that is used for enforcement purposes should be collected and verified according to applicable procedures to ensure its accuracy, and any person collecting, analyzing, evaluating, or verifying such data should be trained and certified to do so. At the very least, if EPA goes forward with this aspect of the proposal, the data collected by the community should be required to be verified by either the delegated regulatory authority or EPA. For this reason, OSEE and ODEQ strongly recommend that, should EPA promulgate a rule that allows the community groups should be provided to the delegated agency for further evaluation, verification, and follow-up with the facility. Community groups or other third parties should not bypass the regulatory oversight and enforcement authority of the regulating agency by going directly to the facility for action and remediation.

#### Comment 6: Criteria for Defining "Large Emission Event"

EPA solicits comment on an emissions threshold that could be used to define large emission events, and which types of technologies would be suitable for identification of large emissions events. OSEE and ODEQ would like clarification regarding the use of the phrase "large emission event." 86 Fed. Reg 63177. For instance, what defines a large emission event, absent knowledge of the facility's permit limitations? Is EPA proposing that a separate, unpermitted emission limit apply to facilities, which communities should use as a benchmark for regulatory action? This aspect of the proposal raises serious concerns and questions, especially considering the technical complexity of identifying and characterizing emissions, as discussed above. For these reasons, OSEE and ODEQ reiterate that community involvement in finding large emission events would best work in partnership with the delegated regulatory authority.

EPA specifically solicits comment on whether the threshold for a large emission event should be lower than what is visible by satellite. 86 Fed. Reg 63177. OSEE and ODEQ note that the use of satellite data as the threshold could be problematic. For example, there could be large emission events that are not visible on satellite due to cloud cover or inadequate timing of satellite imagery for emissions that do not have a constant temporal profile, among other factors.

# Comment 7: Determination of Whether a Well Site is Above or Below 3 TPY of Methane Emissions

Starting on page 63170, the proposed rule discusses the possible future proposed provisions of OOOOb and OOOOc with respect to fugitive emissions from well sites. EPA states well sites with site-level baseline methane emissions below 3 tons per year (TPY) are not required to conduct OGI monitoring. 86 Fed. Reg. 63171. However, EPA is also proposing that well sites perform a survey, presumably using OGI but possibly using another approved leak detection method, to confirm if the well site actual emissions are less than 3 TPY. This appears to be a contradiction within the rule, making it unclear what EPA is proposing. OSEE and ODEQ request that EPA ensure that the rule text clarifies how facilities should "demonstrate the actual emissions are accounted for in the calculation." 86 Fed. Reg. 63171.

OSEE and ODEQ note the ambiguity in EPA's proposal could be read to lead to two possible scenarios, and requests that EPA clarify its intent with respect to the requirements for well sites with site-level baseline methane emissions below 3 TPY. In these scenarios we use OGI as an example but recognize another approved leak detection method could be used.

Scenario 1: It can be inferred that the purpose of this demonstration is to require each well site with baseline methane emissions below 3 TPY to conduct an initial survey to find and fix any leaking fugitive emissions components, then no additional OGI monitoring would be required thereafter. If this is EPA's intent, EPA should clearly require an initial survey to be conducted at each well site requesting the exemption for methane emissions below 3 TPY and an additional requirement to fix any fugitive emission leaks within a 90-day timeframe with possible re-monitoring to verify repair of the leaking fugitive emission.

Scenario 2: It can be inferred that the purpose of this demonstration is to require each well site with baseline methane emissions below 3 TPY to quantify the emissions from each well site. Additionally, it is unclear whether, if a certain number of leaks are found, the well site would not qualify for this exemption. The tools to quantify emissions using OGI are expensive and time consuming for such a marginal well site, and it is questionable whether this is cost effective compared to any environmental benefit gained. If the purpose of the potential requirement in scenario 2 is EPA's intent, that requirement is unclear and OSEE and ODEQ respectfully request EPA clarify the intent behind this requirement.

#### Comment 8: Well Site OGI Monitoring Frequencies

EPA has proposed two approaches to well site monitoring frequencies for site-level baseline methane emissions, which are detailed in Table 13 of the proposed rule. 86 Fed. Reg. 63172. Of the two options offered, OSEE and ODEQ prefer the co-proposed OGI monitoring frequency which would require semiannual OGI monitoring for well sites with emissions between 3 and 8 TPY and quarterly OGI monitoring for well sites with emissions greater than 8 TPY. This would be preferred over the monitoring schedule of requiring every well site with baseline methane emissions above 3 TPY to monitor with OGI every quarter. The main reason for this is that the resources invested in conducting OGI at such high frequency for such low emissions outweigh any benefit to the environment. However, OSEE and ODEQ urge EPA not to preclude consideration of any potential third option that would provide more flexibility to maximize the resources invested in monitoring and, therefore, the environmental benefit.

#### Comment 9: Implementation Timelines for Facility Compliance

As discussed in Comment 7 above, in the discussion of a future proposed EG OOOOc, it appears that every existing well site could need a site-specific OGI survey to confirm actual baseline methane emissions. The baseline estimate will be based on major equipment counts and the process described in the Greenhouse Gas Reporting Program ("GHGRP"). 86 Fed. Reg 63170-6. For existing sources, EPA expects this to be accomplished within three years of publication of the final rule. This expectation is problematic. OSEE and ODEQ recommend that EPA consider phasing in this requirement over 5-7 years based on the age of the well. Alternatively, rather than requiring every well site undergo a one-time OGI survey, EPA could consider setting a reasonable default emissions estimation approach for existing wells based on site complexity, while allowing companies to adopt more sophisticated approaches as an alternative. Along with this default approach, the rule could require statistically representative spot checks to confirm the status of a subset of wells subject to the EG. If properly configured, an on-going requirement for statistically representative spot checks (with OGI surveys of those facilities) could have a higher probability of detecting large emissions while reducing costs for the well operators. These alternatives are especially important considering the number of existing facilities that could be subject to the EG, as there are over 200,000 existing active wells in the State of Oklahoma alone. It is unreasonable to expect this vast amount of surveys to be done in the time frame proposed.

### Comment 10: Component Counts for Calculating Site-Level Baseline Methane Emissions

EPA proposes owners/operators use default average component counts found in GHGRP to calculate their site-level baseline methane emissions. 86 Fed. Reg. 63171. OSEE and ODEQ recommend owners/operators should be allowed to use actual component counts if that data is available. For example, in Oklahoma's point source inventories, facilities provide their actual component counts, which in turn provides better emissions estimates.

### Comment 11: Calculating PTE for Storage Vessels

OSEE and ODEQ support EPA's proposal to move away from calculating the PTE for each Storage Vessel individually towards calculating the PTE based on each tank battery. 86 Fed. Reg. 63176. In the previous versions of 40 CFR Part 60, NSPS Subparts OOOO and OOOOa, an affected facility was defined as a single storage vessel with potential VOC emissions of 6 TPY or greater. In the discussion of a future proposed NSPS OOOOb and EG OOOOc, EPA is proposing to change the definition to include a single storage vessel or tank battery which exceeds the 6 TPY threshold for VOC for a future proposed NSPS OOOOb or 20 TPY of methane for a future proposed EG OOOOc under the definition of an affected facility. OSEE and ODEQ believe this will improve the ability of industry to determine if a well site/compressor station is an affected facility. It will also improve the ability of regulatory agencies to determine compliance with federally enforceable limits. This approach would lessen confusion for all parties and allow a more straightforward determination of applicable requirements.

#### Comment 12: Pneumatic Controllers

The new rules, as proposed, would regulate intermittent vent controllers as well as continuous bleed controllers, with no exemption for non-zero bleed pneumatic controllers, except for very limited circumstances described in Section XII.C of the Preamble. 86 Fed. Reg. 63179. There should be sufficient flexibility to account for existing facilities with specialty equipment that may be difficult to replace or upgrade. In addition, OSEE and ODEQ are concerned that it will take a considerable length of time bringing existing facilities into compliance with the EG. EPA should consider establishing longer compliance times than the two years EPA appears to be considering in the proposal so that new staff may be trained and will have time to complete the required work. 86 Fed. Reg. 63164 and 63209. Furthermore, manufacturers need time to fulfill

orders without overly scaling up production. If compliance timelines are too short, there will be significant economic disruptions for the both the companies operating these facilities as well as the manufacturers who support them. 86 Fed. Reg. 63179 and 63204.

#### Comment 13: Liquids Unloading Requirements

EPA is proposing two options for liquids unloading operations, a source category that is currently unregulated. 86 Fed. Reg. 63179. For Option 1, every well that undergoes liquids unloading would be subject to the rule and no VOC or methane emissions would be allowed. 86 Fed. Reg. 63119 and 63179-80. Each well would be an affected facility and would be subject to certain reporting and recordkeeping requirements. 86 Fed. Reg. 63119. For Option 2, every well undergoing liquids unloading that does *not* use a method designated to eliminate venting would be an affected facility. *See id*. Wells that do eliminate venting would not be affected facilities and would *not*, therefore, be subject to more detailed reporting and recordkeeping requirements. *Id*. However, there would still be a requirement to maintain records that document the use of nonventing liquids unloading methods. *Id*. If one option must be selected, OSEE and ODEQ prefer Option 2.

In addition, OSEE and ODEQ are concerned about maintenance activities that require a well be opened for servicing. *See id.* If a well is opened for servicing, would those interventions be subject to reporting and/or recordkeeping? If so, what requirements would be applicable?

OSEE and ODEQ are also concerned with the fact that this proposal would consider each liquids unloading event a modification. 86 Fed. Reg. 63180. Liquids unloading would be a relatively small event to constitute a modification under Title I of the Clean Air Act and thus, it could potentially create unexpected regulatory complexities. OSEE and ODEQ recommend EPA reconsider this definition of modification to achieve the goals intended without entangling other requirements. Further, this could set an unwelcome precedent and it would seem to represent a significant departure from standard practice under 40 C.F.R. Part 60.

#### Comment 14: Oil Wells With Associated Gas

EPA states it is "proposing a standard under NSPS OOOOb that requires owners or operators of oil wells to route associated gas to a sales line" or, in instances where a sales line is unavailable, EPA proposes that the gas can be used as an onsite fuel source. 86 Fed. Reg. 63183. For facilities with existing gas-powered equipment, using the gas onsite seems more logical than sending the gas off site through a sales line and bringing other gas in to power the equipment. Further, routing gas to a sales line and using the gas onsite appear to be equally viable options. It is unclear why EPA distinguishes between the two and prefers one scenario over the other.

# D. Comments on Section XII. Rationale for Proposed NSPS OOOOb and EG OOOOc

#### Comment 15: Publication of study on small and marginal wells

EPA provides its BSER analysis for a future NSPS OOOOb and EG OOOOc in Section XII of the proposed rule, which seems to disregard important forthcoming information about

marginal and low-producing wells by proposing to subject said wells to frequent OGI monitoring. EPA should wait to publish any final rule on NSPS OOOOb and EG OOOOc until the report, "Quantification of Methane Emissions from Marginal (Low Production Rate) Oil and Natural Gas Wells," conducted by the National Energy Technology Laboratory has been completed.<sup>8</sup> The final report can help inform EPA on this most recent rulemaking and, specifically, to understand at what point are small and marginal producing wells no longer cost effective to require fugitive monitoring using OGI.

# E. Comments on Section XIV. State, Tribal, and Federal Plan Development for Existing Sources

#### Comment 16: Emissions Inventory of Designated Facilities

As EPA acknowledges within the preamble to the proposed rule, identifying Oklahoma's existing sources for the EG is going to be a resource-intensive process and will involve multiple agencies. See 86 Fed. Reg. 63253. EPA solicits comment on "whether the agency should supersede the requirements of 40 C.F.R. 60.25a(a) for purposes of this EG, and replace that requirement with a different emissions inventory requirement that seeks to represent the same general type of information but allows States to utilize existing inventories and emissions data. An example of an inventory that could be leveraged, and on which the EPA specifically solicits comment, is the GHGRP." 86 Fed. Reg. 63253.

With respect to whether EPA should supersede the requirements of 40 C.F.R. 60.25a(a) for purposes of the EG, OSEE and ODEQ support this approach. However, we make the following suggestions as to how EPA should accomplish this goal: (1) EPA should simplify the requirement to identify designated facilities potentially subject to the EG, taking into consideration the large number of such facilities and (2) EPA should accept emissions data for these facilities in accordance with the provisions of the Air Emissions Reporting Requirements (AERR), with detailed requirements for designated facilities that are classified as AERR Type A and B sources and the use of alternative methods (e.g., a nonpoint tool) for designated facilities that would be classified as nonpoint sources under the AERR.

Notably, 40 C.F.R. 60.25a contains outdated language, especially in reference to Appendix D, which predates the AERR and even predates AERR's predecessor, the Consolidated Emissions Reporting Requirements (CERR). Appendix D was last updated in 1975, and it appears the National Emissions Data System (NEDS), as referenced in Appendix D, was last updated in 1980, although it is difficult to find a historical timeline of its use. The CERR was finalized in 2002, and the AERR was finalized in 2008. Inventories have not been collected in the manner 40 C.F.R. 60.25a dictates for quite some time. OSEE and ODEQ suggest EPA update the rules to reference 40 C.F.R. 51a, i.e., the AERR. Furthermore, the AERR already has emissions thresholds for what should be inventoried as a point source, and what is being captured in the National Emissions Inventory (NEI) as a nonpoint source. OSEE and ODEQ believe the rule should align with the AERR thresholds and requirements. Furthermore, with respect to EPA's suggestion that states' inventories leverage the GHGRP for purposes of the EG, OSEE and ODEQ do not support this

<sup>&</sup>lt;sup>8</sup> The following link shows the current status of the project: <u>https://netl.doe.gov/node/9373</u>.

approach. This is because (1) the GHGRP would not reflect emissions from smaller operators and (2) the GHGRP has default emission factors and default equipment counts built in that do not necessarily reflect actual data on site. Alternatively, we believe the NEI does a much better job of quantifying emissions from all sources.

#### Comment 17: Remaining Useful Life

EPA states it "intends to provide further clarification on the general process and requirements for accounting for remaining useful life and other factors . . ." 86 Fed. Reg. 63251. If EPA plans to issue guidance or specific provisions regarding remaining useful life, whether a part of this rulemaking or in the implementing regulations, these details need to be known now, in order to successfully evaluate and plan for the impacts of the proposed rule and the BSER. OSEE and ODEQ urge EPA to release this information as soon as possible as it may inform future comments on EPA's proposal.

#### Comment 18: Meaningful Engagement Should be More Clearly Defined

EPA is soliciting comment on requiring States to perform outreach and "meaningful engagement" with overburdened and underserved communities during the development process of their State plan for NSPS OOOOc. 86 Fed. Reg. 63253. OSEE and ODEQ support robust public participation in state rulemaking efforts and conduct public participation processes in accordance with the law. Importantly, states are already required to take measures to consider EJ in state activities, so an additional EJ requirement within this rulemaking seems unfounded and redundant.

The breadth of the term "meaningful engagement" is unclear in the proposed rule, and without further definition could create pitfalls for states when carrying out the requirement. Clarity is needed on exactly how states should identify these communities and then engage with them. Without further guidance, the granularity of the meaningful engagement requirement is unclear and could possibly lead to absurd interpretations from third parties. As stated above, OSEE and ODEQ support robust public participation and always seek to meaningfully engage the public in rulemaking efforts. However, the extent to which states must commit resources to additional public engagement above what is currently required by law is unclear, and states need to know the extent of said requirement to appropriately allocate their very limited resources. OSEE and ODEQ respectfully request that EPA clarify the term "meaningful engagement" and exactly what is required by states to fulfill this standard.

# Comment 19: Is Meaningful Engagement Possible in States Adopting the Presumptive Standard?

The proposed rule states that under the Clean Air Act, "EPA has the authority and responsibility to determine the BSER and the degree of limitation achievable through the application of the BSER [and] that States shall submit to the EPA plans that establish standards of performance for designated facilities (i.e., existing sources) and provide for implementation and enforcement of such standards." 86 Fed. Reg. 63249. With respect to EPA's responsibility to determine the BSER and degree of limitation achievable, EPA states, "[f]or this EG the EPA is proposing to translate the degree of emission limitation achievable through application of the

BSER (i.e., level of stringency) into presumptive standards of performance that States may use in development of State plans for specific emission points." 86 Fed. Reg. 63249. EPA goes on to state that "if a State chooses to adopt the presumptive standards as the standards of performance in their State plan, then the EPA believes that such plan could be approved as meeting the requirements of CAA section 111(d) and the finalized EG." *Id.* It is unclear then what the meaningful engagement at this stage is accomplishing. EPA goes on to state, "This engagement will help ensure that State plans achieve meaningful emission reductions, that overburdened communities partake in the benefits and gains of the State plan, and that these communities are protected from being adversely impacted by the State plan" 86 Fed. Reg. 63254.

If EPA considers the presumptive standards to contain the level of stringency that EPA would require to approve a state plan, what then would be the purpose of meaningful engagement on the state level? Any outreach at this point will potentially disenfranchise the public that is expecting to be able to effect a change. Yet, the standards the state seeks to adopt are approvable as written, since EPA has already set the presumptive standards that are supposed to address public health and welfare. Therefore, the burden should be on EPA to satisfy this meaningful engagement requirement during the federal rulemaking process.

This logical fallacy comes full circle with the consequences to a state for failing to engage meaningfully with overburdened and underserved communities. The proposed rule states, "If a State plan submission does not meet the required elements for public participation, including requirements for meaningful engagement, this may be ground for the EPA to find the submission incomplete or to disapprove the plan." 86 Fed. Reg. 63254. If EPA disapproves a state plan for not having proper engagement, the remedy would be to issue a federal implementation plan ("FIP"). The FIP would have only undergone federal-level public involvement and presumably not a state-by-state meaningful engagement process. It is nonsensical that a state plan can be disapproved for failure to have meaningful engagement but then a federal plan, without that additional "meaningful engagement," would satisfactorily replace the disapproved state plan.

### Comment 20: Implementation Timelines for State Plans

EPA states it plans "to undertake rulemaking to address the [40 CFR Part 60, Subpart Ba] provisions vacated under the court's decision in the near future." *Am. Lung Assoc.* v. *EPA* 985 F.3d at 991 (DC Cir. 2021). 86 Fed. Reg. 63255. The implementing regulations in 40 C.F.R. Part 60, Subpart Ba need to be addressed now so states know what timing is going to be expected for the State plan submittal and have an opportunity to make meaningful comments.

### III. Conclusion

OSEE and ODEQ appreciate the opportunity to comment on the proposed rule. However, as stated above, we object to the rule as written. Many aspects of the rule are unclear in scope and impact and have the potential to require massive state resources which are not available. If EPA moves forward with the rule, OSEE and ODEQ offer the recommendations set forth above. Additionally, if EPA issues a supplemental rulemaking proposal as expected (86 Fed. Reg. 63115), OSEE and ODEQ may submit further comments on the proposed regulatory text that is related to the above recommendations or identify additional concerns. OSEE and ODEQ recommend that

EPA provide a sufficient length of time for stakeholders to comment on any future proposed supplemental rulemakings.

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#### Re: Docket ID No. EPA-HQ-OAR-2021-0317

**Submitted on November 30, 2021 To:** *The Federal eRulemaking Portal: <u>http://www.regulations.gov</u>* and a-and-r-docket@epa.gov

The Oklahoma Department of Environmental Quality ("ODEQ") respectfully requests a 60-day extension of the deadline to comment on the US EPA's proposed rule, "Standards of Performance for New, Reconstructed, and Modified Sources and Emissions Guidelines for Existing Sources: Oil and Natural Gas Sector Climate Review," (hereinafter the "Proposed Oil and Gas Methane Rule") published on November 15, 2021 at 86 Fed. Reg. 63110. The proposed rule requests comment on a wide range of complex and technical issues. To provide time for meaningful review and response to this proposed rule, the deadline to comment should be extended.

The challenges posed by the limited comment period are due not only to complexities inherent in the rule proposal, but also to the potential repercussions in ODEQ's approach to permitting, compliance monitoring, regulatory enforcement, and emissions inventory reporting. In short, the proposed rule, if adopted, would have extreme impacts on all aspects of ODEQ's program because it will dramatically affect workload, allocation of resources, and budgeting. The reason this rule poses such an extraordinary challenge is that the ODEQ's air program is grounded on the assumption that facilities<sup>1</sup> with emission sources are best addressed when the owner or operator of the facility obtains an air quality permit. Currently, the ODEQ program covers approximately 13,000 facilities with air quality permits. The Proposed Oil and Gas Methane Rule has the possibility of increasing that number by an order of magnitude if permits are ultimately determined to be necessary for all designated facilities. Table 1 provides a summary of the oil and gas facility types located in Oklahoma and the number of facilities with and without air quality permits.

<sup>&</sup>lt;sup>1</sup> The term "facilities" used herein refers to the Clean Air Act definition of stationary source, consisting of a "building, structure, facility, or installation," otherwise referenced under the common-sense notion of a "plant." It does not refer to the term "affected facility" under 40 CFR Part 60.

Facility Type <sup>2</sup>	Number of Facilities by Type	
	Permitted <sup>3</sup>	Not Permitted
Active crude oil, natural gas, and coal-bed methane well sites	9,048	201,854 4
Production tank battery/central distribution point	189	378 5
Natural gas gathering compressor station	985	383 6
Natural gas gathering treatment facility without compression	23	0
Natural gas liquids (NGL) extraction and or fractionation facility (gas plant)	86	0
Natural gas transmission compressor station	104	0
Natural gas underground storage facility	8	0
Totals	10,443	202,615

Table 1. Oil and Gas Facilities in Oklahoma

Notwithstanding the complexity of the rule and the substantive requests EPA is making for feedback,<sup>7</sup> the number of facilities in Oklahoma that could be subject to applicable requirements is vast. States like Oklahoma with such a high potential for extreme changes to their programs need extra time to assess the true nature of the potential impacts of the rule to the environment, state programs, and to industry.

 $<sup>^{2}</sup>$  This table only identifies facilities that are likely to be subjected to requirements under the Proposed Oil and Gas Methane Rule. Other crude oil and natural gas facilities (e.g., refineries, bulk crude oil tank farms, etc.) have been omitted.

<sup>&</sup>lt;sup>3</sup> The numbers of permitted facilities shown in this table are based on facilities that reported calendar year 2020 emissions to ODEQ's state point source inventory. This information is currently undergoing a quality control review, so these numbers will likely be updated and adjusted slightly.

<sup>&</sup>lt;sup>4</sup> The number of active crude oil and natural gas wells was obtained from an Oklahoma Corporation Commission presentation to the Petroleum Alliance of Oklahoma on August 6, 2021. It should be noted that the number of unpermitted wells refers to individual wells and some wells may be collocated on the same facility. Collocation of wells is more common in newer wells, but some older wells may also be found on the same facility. Thus, the number of facilities will likely be lower, although not substantially lower. The presentation may be found on the web: <a href="https://oklahoma.gov/content/dam/ok/en/occ/documents/ajls/commissioners/Murphy-presentation-Petroleum-Alliance-08-06-2021.pdf">https://oklahoma.gov/content/dam/ok/en/occ/documents/ajls/commissioners/Murphy-presentation-Petroleum-Alliance-08-06-2021.pdf</a>

<sup>&</sup>lt;sup>5</sup> This estimate was obtained by doubling the number of permitted facilities to yield a reasonable number of legacy facilities that predate permitting requirements.

<sup>&</sup>lt;sup>6</sup> The number of unpermitted natural gas gathering compressor stations was estimated using a 28% ratio of unpermitted facilities to total facilities (permitted and unpermitted combined) consistent with the approach taken in Oklahoma's submission to the 2017 National Emissions Inventory (NEI).

<sup>&</sup>lt;sup>7</sup> EPA requests feedback on at least 186 different items, many with detailed informational needs.

Further, without extension, the comment period does not allow states adequate time to analyze the voluminous background materials compiled in the docket, much less the proposed rule itself. This lack of adequate review time is compounded by the fact the comment period overlaps with the winter holiday season. Considering the gravity of the concerns stated herein, a 60-day extension to the comment period is necessary to allow states to adequately review and meaningfully comment on the proposed rule.