Strategies for Effective State Methane Abatement Policies

CLIMATE

CHANGE

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Introduction

Kristen Soares



State Climate Policy Network Manager



State Climate Policy Network (SCPN)

- Network of 15,000+ policymakers, advocates, business leaders and experts pushing for effective and equitable climate policies in their states
- Host monthly national calls and webinars
- Share updates, research, and analysis on various climate policy topics



How can we help you?

We specialize in state climate policy tracking, analysis, and expert connections. Reach out to <u>kristen@climate-xchange.org</u> with your questions on:

- **Example states** for a given policy
- **Gap analysis** of your state's climate policy landscape
- **Connections** to other actors working on similar issues

Or, check out our **State Climate Policy Dashboard**, which tracks state-level climate policy and resources across all 50 states.



Support our Annual EV Raffle!

- Grand Prize: **Fully customized EV** of your choice from any manufacturer!
- Additional **cash prizes** for 2nd-5th place
- Proceeds support our mission

Enter to win at carbonraffle.org





Clearing the Air: Strategies for Effective Methane Abatement Policies



Jon Goldstein Senior Director, Regulatory & Legislative Affairs EDF



Barry Rabe

Professor of Environmental Policy Gerald R. Ford School of Public Policy, University of Michigan

Kayley Shoup Citizens Caring for the Future

- Reducing Oil and Gas Methane Pollution
- Global → State Implications of Methane Regulation
- 3. State Example: New Mexico







Jon Goldstein



Senior Director, Regulatory & Legislative Affairs

EDF



Reducing Oil and Gas Methane and Air Pollution

Jon Goldstein, Environmental Defense Fund

1.7



Methane is causing **25% of man-made global warming**.

Oil & gas is the largest industrial source of U.S. methane emissions.

Methane is the primary constituent of natural gas:

emissions are a public health, climate and waste problem.

Methane from O&G production sources is emitted with VOCs, a building block of ozone pollution.





Reducing CO2 and short term climate pollutants like methane can slow the current rate of global warming

Older, smaller and inactive facilities significantly contribute to emissions

Learnings from Mark Omara's Paper



Smaller, "marginal" wells only account for 6% of U.S. Production



But, they account for 50% of well-site emissions



More than ³/₄ of US marginal wells are owned by companies with >100 active wells



Malfunctioning flares are a major emissions source

Learnings from EDF's field research in the Permian basin, the largest oilfield in the US



EDF surveys have found that 1 in 10 flares was malfunctioning or unlit



More than half of these flares were found to malfunction repeatedly



Aerial remote sensing finds that flares are 12% of detected emissions



Who is impacted is also essential to understand

Our findings support what environmental justice groups have been voicing for years: in many counties across America, people who have been historically marginalized–communities of color, older Americans, children, and people living under the federal poverty line–often live near wells in greater proportions than the other groups that make up the rest of their local county



Policy Opportunity

State Efforts

- CO and NM: Bans on routine venting and flaring. Frequent leak detection and repair required at new and existing well sites + smaller, lower producing wells.
- Texas? "Since the RRC launched a flaring exemption database in May 2021, the records include only 44 applications that were denied and more than 8,000 that were approved."



-https://insideclimatenews.org/news/18102023/texas -railroad-commission-approval-flaring/

Final EPA Rules Announced 12/2/23



Key Requirements

Leak monitoring: the final rule includes comprehensive leak monitoring requirements.

Pneumatics: the final rule retains the protective, sector-wide zero pollution standard of the proposal

Flaring of associated gas: EPA has substantially strengthened flaring provisions by requiring new sources—where the vast majority of flaring occurs—to eliminate routine flaring within two years of rule finalization.

Pollution benefits: EPA estimates that from 2024 to 2038 the standards will reduce methane from covered sources by 80%. Total emission reductions over that period are estimated to be 58 million tons of methane. In 2030 alone, the expected reductions are equivalent to 130 million metric tons of carbon dioxide – more than the annual emissions from 28 million gasoline cars.

State Implementation

- Implementation leverages the responsibility of state governments to adopt policies to implement the federal requirements for existing sources.
- States may develop State Implementation Plans (SIPs) that meet or are stronger than EPA's guidelines and are then submitted to EPA for review and approval or disapproval.
- States that do not submit an acceptable SIP during the next two-to-three years will be subject to a Federal Implementation Plan (FIP) from EPA.

The Inflation Reduction Act's Methane Emissions Reduction Program

The IRA's Methane Emissions Reduction Program (MERP) complements and reinforces EPA's methane standards.

Waste charge applies to large polluting facilities in the oil and gas sector with excessive methane pollution. By reducing their emissions in line with industry's own targets, companies can avoid paying the charge.

MERP also includes more than \$1.5B in funding to reduce methane emissions – funding to state and tribal agencies, communities, and producers themselves.

On Jan. 12, EPA proposed structure for MERP's methane waste charge on large sources of oil and gas methane pollution. 45 day public comment period to follow.

What's our next bold move to meet the methane moment?



Speaker

Barry Rabe



Professor of Environmental Policy

Gerald R. Ford School of Public Policy, University of Michigan



Speaker

Kayley Shoup



Citizens Caring for the Future







Thank you for joining!

Reach out to kristen@climate-xchange.org with any additional questions!