

TEXAS COMMISSION ON ENVIRONMENTAL QUALITY

AGENDA ITEM REQUEST

for Rulemaking Adoption

AGENDA REQUESTED: June 30, 2021

DATE OF REQUEST: June 11, 2021

INDIVIDUAL TO CONTACT REGARDING CHANGES TO THIS REQUEST, IF NEEDED: Lee Bellware, Rule/Agenda Coordinator, (512) 239-6095

CAPTION: Docket No. 2020-1005-RUL. Consideration of the adoption of amended Sections 115.111, 115.112, 115.119, 115.121, and 115.357 and new Sections 115.170 - 115.181, and 115.183 of 30 TAC Chapter 115, Control of Air Pollution from Volatile Organic Compounds, and corresponding revisions to the state implementation plan.

The adoption would implement Federal Clean Air Act reasonably available control technology for all volatile organic compounds emission sources addressed in the United States Environmental Protection Agency's *Control Techniques Guidelines for the Oil and Natural Gas Industry* (CTG) and would apply to the Dallas-Fort Worth (Collin, Dallas, Denton, Ellis, Johnson, Kaufman, Parker, Rockwall, Tarrant, and Wise Counties) and Houston-Galveston-Brazoria (Brazoria, Chambers, Fort Bend, Galveston, Harris, Liberty, Montgomery, and Waller Counties) nonattainment areas for the 2008 eight-hour ozone National Ambient Air Quality Standard. The proposed rules were published in the January 29, 2021, issue of the *Texas Register* (46 TexReg 767). (John Lewis, Amy Browning; Rule Project No. 2020-038-115-AI)

Tonya Baer
Director

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Copy to CCC Secretary? NO ☐ YES ☒

Texas Commission on Environmental Quality

Interoffice Memorandum

To: Commissioners **Date:** June 11, 2021

Thru: Laurie Gharis, Chief Clerk
Toby Baker, Executive Director

From: Tonya Baer, Director
Office of Air

Docket No.: 2020-1005-RUL

Subject: Commission Approval for Rulemaking Adoption
Chapter 115, Control of Air Pollution from Volatile Organic Compounds
VOC RACT Rules for Oil and Natural Gas CTG
Rule Project No. 2020-038-115-AI

Background and reason(s) for the rulemaking:

On October 20, 2016, the United States Environmental Protection Agency (EPA) issued the Control Techniques Guidelines for the Oil and Natural Gas Industry (oil and gas CTG; EPA-453/B-16-001) addressing volatile organic compounds (VOC) emissions from oil and natural gas source categories. The EPA set a deadline of October 27, 2018 for states to submit VOC reasonably available control technology (RACT) state implementation plan (SIP) revisions. On March 9, 2018, the EPA proposed a potential withdrawal of the oil and gas CTG based on the 2016 Oil and Natural Gas Sector New Source Performance Standard (NSPS). The EPA did not finalize the withdrawal.

On January 22, 2020, a lawsuit was filed against the EPA for failure to take action concerning nine states, including Texas, that did not submit VOC RACT SIP revisions addressing the emission source categories in the oil and natural gas CTG. On October 29, 2020, the EPA issued the finding of failure to submit in *Center for Biological Diversity, et al., v. Wheeler, No. 3:20-cv-00448 (N.D. Cal.)* indicating the finding triggered an obligation for the EPA to promulgate a federal implementation plan no later than two years after issuance of the finding of failure to submit and impose sanctions in accordance with the Federal Clean Air Act (FCAA) within 18 months if the state has not submitted its VOC RACT SIP revision.

The adopted rulemaking revises 30 Texas Administrative Code (TAC) Chapter 115 to implement FCAA RACT for the oil and natural gas emission source categories covered in the EPA's oil and gas CTG in the Dallas-Fort Worth (DFW) (Collin, Dallas, Denton, Ellis, Johnson, Kaufman, Parker, Rockwall, Tarrant, and Wise Counties) and Houston-Galveston-Brazoria (HGB) (Brazoria, Chambers, Fort Bend, Galveston, Harris, Liberty, Montgomery, and Waller Counties) nonattainment areas for the 2008 eight-hour ozone National Ambient Air Quality Standard (NAAQS). If adopted, the revisions will be submitted to the EPA as a revision to the SIP.

Scope of the rulemaking:

A.) Summary of what the rulemaking will do:

The rulemaking adds a new Chapter 115, Subchapter B, Division 7 to implement RACT for the emission source categories addressed in the CTG in the DFW and the HGB 2008 eight-hour ozone NAAQS nonattainment areas, with a compliance date of January 1, 2023. The emission source categories are centrifugal and

Re: Docket No. 2020-1005-RUL

reciprocating compressors, pneumatic pumps, pneumatic controllers, storage tanks, and fugitive emission components in the oil and gas industry. To accommodate new Division 7, the rulemaking also revises Chapter 115, Subchapter B, Divisions 1 and 2, and Subchapter D, Division 3 by exempting from applicability those sources that would be subject to requirements of Division 7 on and after January 1, 2023.

The adopted rulemaking implements RACT requirements, including establishing emission limits and control requirements and instituting associated monitoring, inspections, and recordkeeping requirements. In addition, the rulemaking adds compliance dates for the new rules and compliance dates for emission sources that become subject to these rules after the initial compliance date.

B.) Scope required by federal regulations or state statutes:

FCAA, §172(c)(1) requires that SIPs contain reasonably available control measures for nonattainment areas, including RACT, for existing sources of emissions. FCAA, §182(b)(2)(A) mandates that states revise their SIPs to include RACT for ozone nonattainment areas classified as moderate and above for each category of VOC sources covered by CTG documents issued between November 15, 1990 and the date of attainment. Implementing the EPA's oil and gas CTG requires revising the SIP for the DFW and HGB 2008 eight-hour ozone NAAQS serious nonattainment areas. To reflect the change in the Chapter 115 rule applicability for the types of equipment currently required to comply with existing rule requirements but that will be subject to the new Subchapter B, Division 7 rule requirements upon the compliance date, the adopted rulemaking includes amendments of existing rules in Chapter 115, Subchapter B, Divisions 1 and 2, and Subchapter D, Division 3.

C.) Additional staff recommendations that are not required by federal rule or state statute:

Staff made non-substantive revisions to ensure rule language is consistent with current *Texas Register* and TCEQ style and format requirements.

Statutory authority:

The rule amendments are adopted under Texas Water Code (TWC), §5.102, concerning General Powers, TWC, §5.103, concerning Rules, and TWC, §5.105, concerning General Policy, that authorize the commission to adopt rules necessary to carry out its powers and duties under the TWC; and under Texas Health and Safety Code (THSC), §382.017, concerning Rules, that authorizes the commission to adopt rules consistent with the policy and purposes of the Texas Clean Air Act. The rules are also adopted under THSC, §382.002, concerning Policy and Purpose, that establishes the commission's purpose to safeguard the state's air resources, consistent with the protection of public health, general welfare, and physical property; THSC, §382.011, concerning General Powers and Duties, that authorizes the commission to control the quality of the state's air; THSC, §382.012, concerning State Air Control Plan, that authorizes the commission to prepare and develop a general, comprehensive plan for the control of the state's air; THSC, §382.014, concerning Emissions Inventory, that authorizes the commission to require a person whose activities cause air contaminant emissions to submit information to enable

Re: Docket No. 2020-1005-RUL

the commission to develop an emissions inventory; THSC, §382.016, concerning Monitoring Requirements; Examination of Records, that authorizes the commission to prescribe requirements for owners or operators of sources to make and maintain records of emissions measurements; THSC, §382.017, concerning Rules, that authorizes the commission to adopt rules consistent with the policy and purposes of the Texas Clean Air Act; and THSC, §382.021, concerning Sampling Methods and Procedures, that authorizes the commission to prescribe the sampling methods and procedures to determine compliance with its rules. The rules are also adopted under 42 United States Code, §§7420 *et seq.*, which requires states to submit SIP revisions that specify the manner in which the NAAQS would be achieved and maintained within each air quality control region of the state.

Effect on the:

A.) Regulated community:

The rulemaking may require the owners or operators of affected sources in the DFW and HGB ozone nonattainment areas to install control equipment to meet the emission specifications if such sources are not already meeting the adopted emission specifications. The owners or operators of sources subject to the rulemaking will also be required to comply with monitoring, testing, inspection, and recordkeeping requirements.

B.) Public:

The rulemaking adoption implements rules that may result in a reduction in VOC emissions in the DFW and HGB ozone nonattainment areas, which may provide a benefit to public health and assist the areas in attaining the 2008 eight-hour ozone NAAQS.

C.) Agency programs:

The rulemaking may increase the workload for Office of Compliance and Enforcement staff when inspecting affected facilities to verify compliance with the adopted Chapter 115 requirements.

Stakeholder meetings:

No stakeholder meetings were held.

Public comment:

The commission held a virtual public hearing on February 23, 2021. Due to Winter Storm Uri, the comment period was extended for two weeks and closed on March 16, 2021. The commission received written comments on the rule package from the Environmental Defense Fund (EDF) and the EPA, and oral and written comments were received from the Sierra Club (SC).

A summary of the comments and the TCEQ's responses is provided in the Response to Comments section of the rule preamble. Specific changes to the rules were suggested in 19 comments. Significant public comments are summarized as follows:

Re: Docket No. 2020-1005-RUL

- The EDF and the SC commented that the rules should be made more stringent, include areas outside of ozone nonattainment areas, and address methane emissions; the exemption from fugitive monitoring for components at well sites should be removed; the rules should require a stringency similar to what other states and countries have previously implemented; and the rules should require fugitive monitoring for pneumatic devices.
- The EDF commented that the control efficiency of combustion control devices should be increased.
- The SC commented that the requirements for controlling, reporting, and recording emissions related to blowdown events, especially from compressor stations, should be added; and the time allowed for fixing leaks from storage tanks should be shortened.
- The EPA commented that for consistency with the CTG recommendations, the monitoring frequency of fugitive components should be revised; specific definitions are needed; assessments of closed vent systems should be made by professional engineers rather than owners or operators; specific requirements for carbon adsorption spent carbon should be included; floating roof storage vessels should meet the requirements of 40 Code of Federal Regulations Part 60, Subpart Kb; clarification of the regulatory requirements for compressors is needed; clarification of the types of operations included in the storage tank control requirements is needed; clarification is needed on how compliance monitoring will be provided without the requirement for affect sites to submit initial and annual reports; and additional requirements for use of the alternative work practice option are needed.
- The EPA suggested removing the option to use an alternative means of control.
- The EPA requested clarification on the provision allowing the executive director to require increased monitoring frequencies if excessive leaking occurs.

Significant changes from proposal:

In addition to minor changes for clarity, grammar, rule citation corrections, or consistency with provisions in the oil and gas CTG, the rulemaking is amended from proposal in response to comments received, as listed below.

- Definitions from the oil and gas CTG are added for three terms, and the definition for well site is expanded to incorporate language from the oil and gas CTG.
- Monitoring frequencies for fugitive emission components are revised as recommended in the oil and gas CTG, including those for difficult or unsafe-to-monitor components.
- The alternative monitoring frequency options for natural gas processing plants are removed.
- A provision is added that pneumatic controllers must be operated per manufacturer recommendations and corresponding records must be kept.
- To demonstrate actual storage tank emissions are less than 4.0 tons per year for the last consecutive 12-month period, the calculation of emissions must be calculated monthly.
- The application of exemptions for specific fugitive emission components is updated consistent with existing rules and the oil and gas CTG.

Re: Docket No. 2020-1005-RUL

- The Method 22 testing frequencies for enclosed combustion devices are revised as recommended in the oil and gas CTG.
- The monitoring frequencies if using the alternative work practice are updated for well sites and gathering and boosting stations and the annual hydrocarbon testing requirement is removed.
- The monitoring frequencies for fugitive components at each affected location provision are revised, including delay of repair, difficult-to-monitor components, pump inspections, and resurveying of components.
- Recordkeeping requirements for use of the alternative work practice are incorporated.
- The applicability for compressors at affected locations is updated and clarified. The leak definition for compressors at a natural gas processing plant is included in fugitive monitoring requirements.
- Seal cover requirement for pneumatic pumps is removed.

Potential controversial concerns and legislative interest:

The oil and natural gas industry experienced decreased demand for production due to the COVID-19 pandemic and is starting to recover. However, no comments were received from trade groups, public officials, oil and natural gas companies, or employees concerning the timing of EPA's mandate on states to address CTG recommendations and impose new requirements on an oil and natural gas industry that had historic job losses.

Does this rulemaking affect any current policies or require development of new policies?

No.

What are the consequences if this rulemaking does not go forward? Are there alternatives to rulemaking?

The FCAA requires the state to submit a SIP revision implementing VOC RACT for all CTG emission source categories in the DFW and HGB ozone nonattainment areas. On October 29, 2020, the EPA issued a finding of failure to submit indicating the EPA has an obligation to promulgate a federal implementation plan no later than two years after issuance of the finding of failure to submit if the state has not submitted, and the EPA has not approved, the required VOC RACT SIP revision. The notice further indicated that if the EPA has not affirmatively determined that a state made the required submittal within 18 months of the effective date of the finding, the offset sanction in FCAA, §179(b)(2) will apply in the DFW and the HGB 2008 eight-hour ozone NAAQS nonattainment areas. Subsequently, six months after the offset sanction is imposed, the highway funding sanction will apply in the affected ozone nonattainment area in accordance with FCAA, §179(b)(1) if the VOC RACT SIP revision is not submitted.

Key points in the adoption rulemaking schedule:

Texas Register proposal publication date: January 29, 2021

Anticipated *Texas Register* adoption publication date: July 16, 2021

Anticipated effective date: July 22, 2021

Six-month *Texas Register* filing deadline: July 29, 2021

Commissioners

Page 6

June 11, 2021

Re: Docket No. 2020-1005-RUL

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Attachments:

Control Techniques Guidelines for the Oil and Natural Gas Industry

cc: Chief Clerk, 2 copies
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Amy Browning
Lee Bellware



Control Techniques Guidelines for the Oil and Natural Gas Industry

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October 2016

Control Techniques Guidelines for the Oil and Natural Gas Industry

U.S. Environmental Protection Agency
Office of Air and Radiation
Office of Air Quality Planning and Standards
Sector Policies and Programs Division
Research Triangle Park, North Carolina

DISCLAIMER

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TABLE OF CONTENTS

TABLE OF CONTENTS.....	v
1.0 INTRODUCTION	1-1
2.0 BACKGROUND AND OVERVIEW	2-1
2.1 History of New Source Performance Standards that Regulate Emission Sources in the Oil and Natural Gas Industry.....	2-1
2.2 State and Local Regulations	2-2
2.3 Development of this CTG	2-4
3.0 OVERVIEW OF THE OIL AND NATURAL GAS INDUSTRY AND SOURCES SELECTED FOR RACT RECOMMENDATIONS	3-1
3.1 Overview of the Oil and Natural Gas Industry.....	3-1
3.2 Sources Selected For RACT Recommendations.....	3-5
4.0 STORAGE VESSELS	4-1
4.1 Applicability	4-1
4.2 Process Description and Emission Sources.....	4-1
4.2.1 Process Description.....	4-1
4.2.2 Emissions Data.....	4-2
4.3 Available Controls and Regulatory Approaches	4-6
4.3.1 Available VOC Emission Control Options.....	4-6
4.3.2 Existing Federal, State and Local Regulations	4-16
4.4 Recommended RACT Level of Control.....	4-20
4.5 Factors to Consider in Developing Storage Vessel Compliance Procedures	4-22
4.5.1 Compliance Recommendations When Using a Control Device	4-22
4.5.2 Compliance Recommendations When Complying with the 4 tpy VOC Emissions Alternative Limitation.....	4-25
5.0 COMPRESSORS.....	5-1
5.1 Applicability	5-1
5.2 Process Description and Emission Sources.....	5-1
5.2.1 Process Description.....	5-1
5.2.2 Emissions Data.....	5-5
5.3 Available Controls and Regulatory Approaches	5-8
5.3.1 Available VOC Emission Control Options.....	5-8
5.3.2 Existing Federal, State and Local Regulations	5-22

5.4	Recommended RACT Level of Control.....	5-23
5.5	Factors to Consider in Developing Compressor Compliance Procedures	5-25
5.5.1	Reciprocating Compressor Compliance Recommendations.....	5-25
5.5.2	Centrifugal Compressor Equipped with a Wet Seal Recommendations	5-26
5.5.3	Recommendations for Cover Design	5-27
5.5.4	Recommendations for Closed Vent Systems	5-27
5.5.5	Recommendations for Control Device Operation and Monitoring.....	5-28
6.0	PNEUMATIC CONTROLLERS	6-1
6.1	Applicability	6-1
6.2	Process Description and Emission Sources	6-2
6.2.1	Process Description.....	6-2
6.2.2	Emissions Data.....	6-4
6.3	Available Controls and Regulatory Approaches	6-8
6.3.1	Available VOC Emission Control Options.....	6-8
6.3.2	Existing Federal, State and Local Regulations	6-20
6.4	Recommended RACT Level of Control.....	6-21
6.4.1	Continuous Bleed Natural Gas-Driven Pneumatic Controllers Located at a Natural Gas Processing Plant.....	6-22
6.4.2	Continuous Bleed Natural Gas-Driven Pneumatic Controllers Located from the Wellhead to the Natural Gas Processing Plant or Point of Custody Transfer to an Oil Pipeline	6-23
6.5	Factors to Consider in Developing Pneumatic Controller Compliance Procedures	6-26
6.5.1	Oil and Natural Gas Production (Individual Continuous Bleed Pneumatic Controller with a Natural Gas Bleed Rate Greater than 6 scfh Located from the Wellhead to the Natural Gas Processing Plant or Point of Custody Transfer to an Oil Pipeline) ...	6-26
6.5.2	Natural Gas Processing Segment (Individual Continuous Bleed Natural Gas-Driven Pneumatic Controller Located at a Natural Gas Processing Plant).....	6-27
7.0	PNEUMATIC PUMPS	7-1
7.1	Applicability	7-1
7.2	Process Description and Emission Sources	7-2
7.2.1	Process Description.....	7-2
7.2.2	Emissions Data.....	7-4
7.3	Available Controls and Regulatory Approaches	7-7
7.3.1	Available VOC Emission Control Options.....	7-7

7.3.2	Existing Federal, State and Local Regulations	7-16
7.4	Recommended RACT Level of Control.....	7-17
7.5	Factors to Consider in Developing Pneumatic Pump Compliance Procedures.....	7-20
7.5.1	Oil and Natural Gas Production Segment Recommendations	7-20
7.5.2	Natural Gas Processing Segment Recommendations	7-22
8.0	EQUIPMENT LEAKS FROM NATURAL GAS PROCESSING PLANTS.....	8-1
8.1	Applicability	8-1
8.2	Process Description and Emission Sources.....	8-1
8.2.1	Process Description.....	8-1
8.2.2	Equipment Leak Emission Data and Emission Factors	8-2
8.3	Available Controls and Regulatory Approaches	8-7
8.3.1	Available VOC Emission Control Options.....	8-7
8.3.2	Existing Federal, State and Local Regulations	8-12
8.4	Recommended RACT Level of Control for Equipment Leaks from Equipment at Natural Gas Processing Plants.....	8-13
8.5	Factors to Consider in Developing Equipment Leak Compliance Procedures	8-14
9.0	FUGITIVE EMISSIONS FROM WELL SITES AND GATHERING AND BOOSTING STATIONS	9-1
9.1	Applicability	9-1
9.2	Fugitive Emissions Description and Data	9-2
9.2.1	Fugitive Emissions Description	9-2
9.2.2	Emission Data and Emission Factors.....	9-3
9.3	Available Controls and Regulatory Approaches	9-19
9.3.1	Available VOC Emission Control Options.....	9-19
9.3.2	Existing Federal, State and Local Regulations	9-32
9.4	Recommended RACT Level of Control.....	9-38
9.5	Factors to Consider in Developing Fugitive Emissions RACT Procedures.....	9-41
9.5.1	Monitoring Recommendations.....	9-41
9.5.2	Repair Recommendations	9-43
APPENDIX	Recommended RACT Model Rule Language	

LIST OF TABLES

Table 3-1. Summary of the Oil and Natural Gas Industry Emission Sources and Recommended RACT Included in this CTG	3-6
Table 4-1. Major Studies Reviewed for Consideration of Emissions and	4-3
Table 4-2. Average Oil and Condensate Production and Storage Vessel Emissions per Production Rate Bracket.....	4-5
Table 4-3. Total Capital Investment and Total Annual Costs of a	4-10
Table 4-4. Cost of Routing Emissions from an Existing Uncontrolled	4-10
Table 4-5. Total Capital Investment and Total Annual Costs of a Combustor.....	4-14
Table 4-6. Cost of Routing Emissions from an Existing Uncontrolled Storage Vessel to a Combustion Device (\$/ton of VOC Reduced)	4-15
Table 4-7. Cost of Routing Emissions from an Existing Uncontrolled Storage Vessel to a VRU/Combustion Device (\$/ton of VOC Reduced)	4-17
Table 4-8. Summary of Storage Vessel Applicability Thresholds from Nine States	4-18
Table 5-1. Major Studies Reviewed for Emissions Data	5-5
Table 5-2. Methane Emission Factors for Reciprocating and Centrifugal Compressors	5-7
Table 5-3. Baseline Methane VOC Emission Estimates for Reciprocating and Centrifugal Compressors ^a	5-8
Table 5-4. Estimated Annual Reciprocating Compressor Emission Reductions from Increasing the Frequency of Rod Packing Replacement	5-12
Table 5-5. Cost of Control for Increasing the Frequency of Reciprocating Compressor Rod Packing Replacement.....	5-13
Table 5-6. Cost of Control of Replacing a Wet Seal Compressor with a Dry Seal Compressor.....	5-19
Table 5-7. Estimated Annual Centrifugal Compressor VOC Emission Reductions for Routing Wet Seal Fluid Degassing System to a Process'	5-20
Table 5-8. VOC Cost of Control for Routing Wet Seal Fluid Degassing System to a Process ^a	5-21
Table 5-9. Estimated Annual VOC Emission Reductions for Routing Wet Seal Fluid Degassing System to a Combustion Device'	5-21

Table 5-10. Cost of Control for Routing Wet Seal Fluid Degassing System to a Combustion Device	5-22
Table 6-1. Major Studies Reviewed for Consideration of Emissions and Activity Data	6-4
Table 6-2. Average Emission Rates for High-Bleed and Low-Bleed Pneumatic Controllers in the Oil and Natural Gas Industry ^a	6-7
Table 6-3. Cost Projections for Representative Pneumatic Controllers ^a	6-10
Table 6-4. VOC Cost of Control for Replacing an Existing High-Bleed Pneumatic Controller with a New Low-Bleed Pneumatic Controller	6-10
Table 6-5. Compressor Power Requirements and Costs for Representative Instrument Air Systems ^a	6-14
Table 6-6. Estimated Capital and Annual Costs of Representative Instrument Air Systems (\$2012)	6-15
Table 6-7. Cost of Control of Representative Instrument Air Systems in the Natural Gas Processing Segment (\$2012)	6-17
Table 7-1. Major Studies Reviewed for Consideration of Emissions and Activity Data	7-5
Table 7-2. Average Emission Estimates per Pneumatic Device	7-6
Table 7-3. Cost of Compressor Replacement for Existing Instrument Air System (\$2012)	7-12
Table 7-4. VOC Cost of Control for Routing Natural Gas-Driven Pump Emissions to an Existing Combustion Device	7-13
Table 7-5. VOC Cost of Control for Routing Natural Gas-Driven Pump Emissions to a New Combustion Device	7-14
Table 7-6. VOC Cost of Control for Routing Natural Gas-Driven Pump Emissions to an Existing VRU	7-15
Table 7-7. VOC Cost of Control for Routing Natural Gas-Driven Pump Emissions to a New VRU	7-16
Table 8-1. Major Studies Reviewed for Consideration of Emissions and Activity Data	8-3
Table 8-2. Equipment Counts for Natural Gas Processing Model Plant	8-5
Table 8-3. Summary of Equipment Leak Frequency for Natural Gas	8-7
Table 8-4. Summary of VOC Equipment Leak Emission Factors for the Natural Gas Processing Model Plant	8-7
Table 8-5. Summary of the Gas Processing Model Plant VOC Cost of Control	8-11

Table 8-6. Summary of the Gas Processing Component VOC Cost of Control.....	8-11
Table 9-1. Major Studies Reviewed for Emissions and Activity Data	9-3
Table 9-2. Estimated Average Number of Wells per Site of New Well Completion in 2012.....	9-7
Table 9-3. Estimated Average Number of Wells per Two Acre Site of New Well Completions and Recompletions in 2012, by HPDI Basin and Type of Well (Oil or Natural Gas, Hydraulically Fractured or Not).....	9-8
Table 9-4. Average Fugitive Emissions Component Count for Natural Gas Well Site Model Plant	9-12
Table 9-5. Average Fugitive Emissions Component Count for Oil Well Site Model Plants	9-13
Table 9-6. Oil and Natural Gas Production Operations Average TOC Emission Factors.....	9-14
Table 9-7. Estimated Fugitive VOC Emissions for Natural Gas Production Model Plant.....	9-15
Table 9-8. Estimated Fugitive VOC Emissions for Oil Well Site Model Plants.....	9-16
Table 9-9. Average Component Count for the Oil and Natural Gas Production Gathering and 33Boosting Station Model Plant	9-18
Table 9-10. Estimated Fugitive TOC and VOC Emissions for the Oil and Natural Gas Production Gathering and Boosting Station Model Plant	9-19
Table 9-11. Summary of the Model Plant VOC Cost of Control for the Annual OGI Monitoring Option	9-25
Table 9-12. Summary of the Model Plant VOC Cost of Control for the Semiannual OGI Monitoring Option	9-26
Table 9-13. Summary of the Model Plant VOC Cost of Control for the Quarterly OGI Monitoring Option	9-27
Table 9-14. Summary of the Model Plant VOC Cost of Control for the Annual	9-29
Table 9-15. Summary of the Model Plant VOC Cost of Control for the Semiannual	9-30
Table 9-16. Summary of the Model Plant VOC Cost of Control for the Quarterly	9-31

LIST OF FIGURES

Figure 3-1. Oil and Natural Gas Industry Operations.....	3-4
Figure 4-1. Conventional Vapor Recovery System	4-8
Figure 4-2. Schematic of a Typical Enclosed Combustion System.....	4-12
Figure 4-3. Basic Schematic of a Thermal Oxidizer.....	4-13
Figure 5-1. Typical Reciprocating Compressor Rod Packing System Diagram	5-2
Figure 5-2. Typical Centrifugal Compressor Wet Seal	5-3
Figure 5-3. Typical Centrifugal Compressor Tandem Dry Seal.....	5-4
Figure 6-1. Natural Gas Pneumatic Control System.....	6-13
Figure 6-2. Compressed Instrument Air Control System	6-13

ACRONYMS AND ABBREVIATIONS

Acronyms/Abbreviations	Description
ACA	Air Compliance Advisor
ANGA	America's Natural Gas Alliance
APCD	Air Pollution Control District
API	American Petroleum Institute
AQMD	Air Quality Management District
ARCADIS	a global consulting firm
bbl/day	barrels per day
boe/day	barrels of oil equivalent per day
BSER	best system of emission reduction
BTEX	benzene, toluene, ethylbenzene and xylenes
Btu	British thermal unit
Btu/scf	British thermal unit per standard cubic feet
CAA	Clean Air Act
CETAC-WEST	Canadian Environmental Technology Advancement Corporation- WEST
Cfm	cubic foot per minute
CFR	Code of Federal Regulations
CH ₄	methane
CMSA	Consolidated Metropolitan Statistical Area
CO	carbon monoxide
CO ₂	carbon dioxide
CTG	Control Techniques Guidelines
E&P Tanks Program	is a personal computer-based software designed to use site-specific information to predict emission from petroleum production storage tanks
ERG	Eastern Research Group
EVRU	ejector vapor recovery units
FIP	Federal Implementation Plan
FR	Federal Register
FRED	Federal Reserve Economic Data
G	Gram
GDP	gross domestic product
GHG	greenhouse gas
GHGRP	Greenhouse Gas Reporting Program
GRI	Gas Research Institute
HAP	hazardous air pollutants

Acronyms/Abbreviations	Description
HPDI database	provides production data and web-enabled analytical software tools for a wide range of oil and gas related customers
H ₂ S	hydrogen sulfide
ICF International	a firm that provides professional services and technology solutions in strategy and policy analysis, program management, project evaluation, and other services
IR	infrared
kg/hr/comp	kilogram per hour per component
kg/hr/source	kilogram per hour per source
kPa	kilopascals
kW	kilowatt
LAER	lowest achievable emission rate
LDAR	leak detection and repair
Mcf	thousand cubic feet
MMcf/yr	million cubic feet per year
NA	Nonattainment
NESHAP	National Emission Standards for Hazardous Air Pollutants
NGL	natural gas liquids
NO _x	nitrogen oxide
NSPS	New Source Performance Standards
O&M	operation & maintenance
OAQPS	Office of Air Quality Planning and Standards
OCCM	OAQPS Control Cost Manual
OEL	open-ended lines
OGI	optical gas imaging
OTR	Ozone Transport Region
OVA	organic vapor analyzer
PG&E	Pacific Gas & Electric
PNAS	Proceedings of the National Academy of Sciences
ppm	parts per million
Ppmv	parts per million by volume
PRV	pressure relief valve
Psi	pounds per square inch
Psia	pounds per square inch absolute
Psig	pounds per square inch gauge
PTE	potential to emit
RACT	reasonably available control technology
RBLC	RACT/BACT/LAER Clearinghouse
Scf	standard cubic feet
Scfh	standard cubic feet per hour

Acronyms/Abbreviations	Description
scfh-cylinder	standard cubic feet per hour-cylinder
Scfm	standard cubic feet per minute
SIP	State Implementation Plan
SO ₂	sulfur dioxide
STSD	supplemental technical support document
THC	total hydrocarbons
TOC	total organic compounds
Tpy	tons per year
TSD	technical support document
TVA	toxic vapor analyzer
U.S.	United States
U.S. EIA	U.S. Energy Information Administration
U.S. EPA	U.S. Environmental Protection Agency
VOC	volatile organic compound
VRU	vapor recovery unit

1.0 INTRODUCTION

Section 172(c)(1) of the Clean Air Act (CAA) provides that state implementation plans (SIPs) for nonattainment areas must include “reasonably available control measures” including “reasonably available control technology” (RACT), for existing sources of emissions. CAA Section 182(b)(2)(A) provides that for Moderate ozone nonattainment areas, states must revise their SIPs to include RACT for each category of volatile organic compound (VOC) sources covered by control techniques guidelines (CTG) documents issued between November 15, 1990, and the date of attainment. Section 182(c) through (e) applies this requirement to states with ozone nonattainment areas classified as Serious, Severe, and Extreme. CAA Section 184(b) requires that states in ozone transport regions must revise their SIPs to implement RACT with respect to all sources of VOC in the state covered by a CTG issued before or after November 15, 1990. CAA Section 184(a) establishes a single Ozone Transport Region (OTR) comprised of the states of Connecticut, Delaware, Maine, Maryland, Massachusetts, New Hampshire, New Jersey, New York, Pennsylvania, Rhode Island, Vermont and the Consolidated Metropolitan Statistical Area (CMSA) that includes the District of Columbia.

The U.S. Environmental Protection Agency (EPA) defines RACT as “the lowest emission limitation that a particular source is capable of meeting by the application of control technology that is reasonably available considering technological and economic feasibility.” 44 FR 53761 (September 17, 1979).

This CTG provides recommendations to inform state, local, and tribal air agencies (hereafter, collectively referred to as air agencies) as to what constitutes RACT for select oil and natural gas industry emission sources. Air agencies can use the recommendations in the CTG to inform their own determination as to what constitutes RACT for VOC for the emission sources presented in this document in their Moderate or higher ozone nonattainment area or state in the OTR. The information contained in this document is provided only as guidance. This guidance does not change, or substitute for, requirements specified in applicable sections of the CAA or the EPA’s regulations; nor is it a regulation itself. This document does not impose any requirements on facilities in the oil and natural gas industry. It provides only recommendations for air agencies to consider in determining RACT. Air agencies may implement other

technically-sound approaches that are consistent with the CAA, the EPA's implementing regulations, and policies on interpreting RACT.

The recommendations contained in this CTG are based on data and information currently available to the EPA. The EPA evaluated the sources of VOC emissions in the oil and natural gas industry and the available control approaches for addressing these emissions, including the costs of such approaches. The recommendations contained in this CTG may not be appropriate for every situation based upon the circumstances of a specific source (e.g., VOC content of the gas, safety concerns/reasons). Regardless of whether an air agency chooses to adopt rules implementing the recommendations contained herein, or to issue rules that adopt different approaches for RACT for VOC from oil and natural gas industry sources, air agencies must submit their RACT rules to the EPA for review and approval using the SIP process. The EPA will evaluate the RACT determinations and determine, through notice and comment rulemaking, whether these determinations in the submitted rules meet the RACT requirements of the CAA and the EPA's regulations. To the extent an air agency adopts any of the recommendations in this guidance into its RACT rules, interested parties can raise questions and objections about the appropriateness of the application of this guidance to a particular situation during the development of these rules and the EPA's SIP process. Such questions and objections can relate to the substance of this guidance.

Section 182(b)(2) of the CAA requires that a CTG document issued between November 15, 1990, and the date of attainment include the date by which states subject to CAA section 182(b) must submit SIP revisions. Accordingly, the EPA is setting forth a 2-year period, from the date of publication of the notice of availability of this CTG in the *Federal Register* for the required SIP submittal.

2.0 BACKGROUND AND OVERVIEW

There have been several federal and state actions to reduce VOC emissions from certain emission sources in the oil and natural gas industry. A summary of these actions is provided below.

2.1 History of New Source Performance Standards that Regulate Emission Sources in the Oil and Natural Gas Industry

In 1979, the EPA listed crude oil and natural gas production on its priority list of source categories for promulgation of NSPS (44 FR 49222, August 21, 1979). Since the 1979 listing, the EPA has promulgated performance standards to regulate VOC emissions from production, processing, transmission, and storage as well as sulfur dioxide (SO₂) emissions from natural gas processing emission sources and, more recently, greenhouse gases (GHG). On June 24, 1985 (50 FR 26122), the EPA promulgated an NSPS for natural gas processing plants that addressed VOC emissions from leaking components (40 CFR part 60, subpart KKK). On October 1, 1985 (50 FR 40158), a second NSPS was promulgated for natural gas processing plants that regulated SO₂ emissions (40 CFR part 60, subpart LLL). On August 16, 2012 (77 FR 49490) (2012 NSPS), the EPA finalized its review of NSPS standards for the listed oil and natural gas source category and revised the NSPS for VOC from leaking components at natural gas processing plants, and the NSPS for SO₂ emissions from natural gas processing plants. At that time, the EPA also established standards for certain oil and natural gas emission sources not covered by the existing standards. In addition to the emission sources that were covered previously, the EPA established new standards to regulate VOC emissions from hydraulically fractured gas wells, centrifugal compressors, reciprocating compressors, pneumatic controllers, and storage vessels. In 2013 (78 FR 58416) (2013 NSPS Reconsideration) and 2014 (79 FR 79018), the EPA amended the standards set in 2012 in order to improve implementation of the standards. In 2016 (81 FR 35824, June 3, 2016), the EPA finalized new standards to regulate GHG and VOC emissions across the oil and natural gas source category. Specifically, the EPA finalized both GHG standards (in the form of limitations on methane emissions) and VOC standards for several emission sources not previously covered by the NSPS (i.e., hydraulically fractured oil well completions, pneumatic pumps, and fugitive emissions from well sites and compressor stations).

In addition, the EPA finalized GHG standards for certain emission sources that were regulated for only VOC (i.e., hydraulically fractured gas well completions, centrifugal compressors, reciprocating compressors, pneumatic controllers and equipment leaks at natural gas processing plants). With respect to certain equipment that are used across the industry, 40 CFR part 60 subpart OOOO regulates only a subset of these equipment (pneumatic controllers, centrifugal compressors, reciprocating compressors). The final amendments established GHG standards (40 CFR part 60 subpart OOOOa) for these equipment and extended the current VOC standards to previously unregulated equipment. Although not regulated under the oil and natural gas NSPS, stationary reciprocating internal combustion engines and combustion turbines used in the oil and natural gas industry are covered under separate NSPS specific to engines and turbines (40 CFR part 60, subparts IIII, JJJJ, GG, KKKK).

In addition to NSPS issued to regulate VOC emissions from the oil and gas industry, the EPA also published a CTG document that recommended the control of VOC emissions from equipment leaks from natural gas processing plants in 1983 (1983 CTG; 49 FR 4432; February 6, 1984).¹ This 2016 CTG is the only CTG document issued since 1983 for the oil and natural gas industry.

2.2 State and Local Regulations

Several states regulate VOC emissions from storage vessels in the oil and natural gas industry. There are also a few states (e.g., Colorado, Wyoming, and Montana) that have established specific permitting requirements or regulations that control VOC emissions from emission sources in the oil and natural gas industry (e.g., compressors, pneumatics, fugitive emission components):

- (1) The Colorado Department of Public Health and Environment, Air Quality Control Commission has developed emission regulations 3, 6, and 7 that apply to oil and natural gas industry emission sources in Colorado.
(<https://www.colorado.gov/pacific/cdphe/summary-oil-and-gas-emissions-requirements>.)
- (2) Montana requires oil and gas well facilities to control emissions from the time the well is completed until the source is registered or permitted (Registration of Air Contaminant

¹ U.S. Environmental Protection Agency, Office of Air Quality Planning and Standards, Research Triangle Park, NC, 27711. *Guideline Series. Control of Volatile Organic Compound Equipment Leaks from Natural Gas/Gasoline Processing Plants*. December 1983. EPA-450/3-83-007.

Sources Rule, Rule 17.8.1711, Oil or Gas Well Facilities Emission Control Requirements). (<http://www.mtrules.org/gateway/ruleno.asp?RN=17%2E8%2E1711>.)

- (3) The Wyoming Department of Environmental Quality limits VOC emissions from existing sources in ozone nonattainment areas and has issued specific permitting guidance that apply to oil and natural gas facilities. (Chapter 6, Section 2 Permitting Guidance, last revised in September 2013).
- (4) The San Joaquin Valley Air Pollution Control District requires control of VOC emissions from several VOC oil and natural gas emission sources, including, but not limited to, (a) storage vessels, (b) crude oil production sumps, (c) components at light crude oil production facilities, natural gas production facilities and natural gas processing facilities, and (d) in-situ combustion well vents.

In some states, general permits have been developed for oil and natural gas facilities.

General permits are permits where all the terms and conditions of the permit are developed for a given industry and authorize the construction, modification, and/or operation of facilities that meet those terms and conditions. For example, West Virginia, Ohio, and Pennsylvania have developed General Air Permits for the oil and natural gas industry. The Pennsylvania Department of Environmental Protection has issued a General Permit, General Plan Approval and Permit Exemption 38 for natural gas dispensing facilities and oil and gas exploration, development, and production operations. Pennsylvania also applies conditions on flaring of emissions. Under the Permit 38 exemptions, there are criteria set out for the oil and natural gas industry that include unconditionally exempt and conditionally exempt criteria. Unconditionally exempt operations/equipment include conventional wells, conventional wellheads and associated equipment, well drilling, completion and work-over activities, and non-road engines. Unconventional wells, wellheads and associated equipment (including equipment components, storage vessels) are conditionally exempt. Conditions include compliance with 40 CFR part 60, subpart OOOO and Pennsylvania's General Permit 5 (GP-5) and a demonstration that the combined VOC emissions from all sources at a facility are less than 2.7 tons per year

(tpy) on a 12-month rolling basis. For oil and natural gas facilities that do not meet these conditions, a case-by-case plan approval is required.²

There may also be local permit requirements for control of VOC emissions from existing sources of VOC emissions in the oil and natural gas industry, such as those required by the Bay Area Air Quality Management District (BAAQMD) for pneumatic controllers. The BAAQMD requires that a permit to operate applicant provide the number of high-bleed and low-bleed pneumatic devices in their permit application. Facilities that use high-bleed devices might be required to provide device-specific bleed rates and supporting documentation for each high-bleed device. In cases where emissions are high from high-bleed devices, BAAQMD might require that the facility conduct fugitive monitoring and/or control requirements under conditions of their permit to operate³ on a case-by-case basis.

We conducted a search of the EPA's RACT/BACT/LAER Clearinghouse (RBLC) and identified several draft and final permits that covered some of the sources evaluated for RACT in this CTG. The controls specified in these permits are similar to the control options evaluated in this CTG.⁴

We considered these existing state and local requirements limiting VOC emissions from the oil and natural gas industry in preparing this guideline.

2.3 Development of this CTG

As discussed in section 2.1 of this chapter, the NSPS established VOC emission standards for certain new and modified sources in the oil and gas industry. This CTG addresses existing sources of VOC emissions and provides recommendations for RACT for the oil and natural gas industry. We developed our RACT recommendations after reviewing the 1983 CTG document, the oil and natural gas NSPS, existing state and local VOC emission reduction approaches, and information on costs, emissions and available VOC emission control technologies. In April 2014, the EPA released five technical white papers on potentially significant sources of emissions in the oil and natural gas industry. The white papers focused on

² Pennsylvania Department of Environmental Protection. *Comparison of Air Emission Standards for the Oil & Natural Gas Industry* (Well Pad Operations, Natural Gas Compressor Stations, and Natural Gas Processing Facilities). May 23, 2014.

³ Cheng, Jimmy. *Permit Handbook. Chapter 3.5 Natural Gas Facilities and Crude Oil Facilities*. Bay Area Air Quality Management District. September 16, 2013.

⁴ RACT/BACT/LAER Clearinghouse website: <http://cfpub.epa.gov/RBLC/>.

technical issues covering emissions and mitigation techniques that target methane and VOC. We reviewed the white papers, along with the input we received from the peer reviewers and the public, when evaluating and recommending RACT.

This CTG reflects the evaluation of potential RACT options for emission sources that are regulated under the oil and natural gas NSPS. This CTG did not evaluate hydraulically fractured oil and natural gas well completions performed on existing wells because these operations are addressed in the NSPS.

Several of the technical support documents (TSDs) prepared in support of the NSPS actions for the oil and natural gas industry include data and analyses considered in developing RACT recommendations in this CTG. To the extent that the data and analyses are also relevant to control options for existing sources, they are referred to throughout this guidance document as follows:

- (1) The TSD for the 2011 NSPS proposal, published in July, 2011 is referred to as the “2011 NSPS TSD”.⁵
- (2) The supplemental TSD for the 2012 final NSPS standards, published in April, 2012, is referred to as the “2012 NSPS TSD” or “2012 NSPS STSD”.⁶
- (3) The TSD for the 2015 proposal NSPS standards, published August, 2015, is referred to as the “2015 NSPS TSD”.⁷
- (4) The TSD for the 2016 final NSPS standards, published in May, 2016, is referred to as the “2016 NSPS TSD”.⁸

Additionally, emission information and counts for various emission sources were summarized from facility-level data submitted to the Greenhouse Gas Reporting Program

⁵ U.S. Environmental Protection Agency. *Oil and Natural Gas Sector: Standards of Performance for Crude Oil and Natural Gas Production, Transmission, and Distribution – Background Technical Support Document for Proposed Standards*. July 2011. EPA-453/R-11002.

⁶ U.S. Environmental Protection Agency. *Oil and Natural Gas Sector: Standards of Performance for Crude Oil and Natural Gas Production, Transmission, and Distribution - Background Supplemental Technical Support Document for the Final New Source Performance Standards*. April 2012. Docket ID No. EPA-HQ-OAR-2010-0505-4550.

⁷ U.S. Environmental Protection Agency. *Oil and Natural Gas Source Category: Standards of Performance for Crude Oil and Natural Gas Production, Transmission, and Distribution - Background Technical Support Document for the Proposed Amendments to the New Source Performance Standards*. August 2015. (See Docket No. EPA-HQ-OAR-2010-0505-5021; regulations.gov).

⁸ U.S. Environmental Protection Agency. *Oil and Natural Gas Sector: Emission Standards for New, Reconstructed, and Modified Sources – Background Technical Support Document for the Final New Source Performance Standards*. May 2016.

(GHGRP)⁹ and data used to calculate national emissions in the Inventory of U.S. Greenhouse Gas Emissions and Sinks (GHG Inventory).¹⁰ For the purposes of this document, these data sources are referred to as the “GHGRP” and the “GHG Inventory”. The most recent published data from the GHG Inventory when we prepared the draft CTG was for 2013, and was used for some of the analyses included in this document. Between the time we issued the draft CTG and the final CTG, GHGRP data was released that covers 2011 through 2014 and the most recent available GHG Inventory covers data from 1990 through 2014. These new activity data have been reviewed for this CTG and incorporated into our RACT analyses, as appropriate.

Most of the VOC emission estimates presented in this document are based on methane emissions data because we only had methane emissions information for the evaluated sources. We calculated VOC emissions using ratios of methane to VOC in the gas for the different segments of the industry. These ratios, and the procedures used to calculate them, are documented in a memorandum characterizing gas composition developed during the NSPS process.¹¹ Herein, we refer to this memorandum as the “2011 Gas Composition Memorandum”. Because methane emissions are the basis for most of our VOC emission estimates, in several instances where we provide VOC emissions per source/model plant, we also provide the methane emissions that are the basis for our VOC emission estimates.

The remainder of this document is divided into seven chapters and an appendix. Chapter three describes the oil and natural gas industry and a summary of our RACT recommendations presented in this CTG. Chapters four through nine describe the oil and natural gas emission sources that we evaluated for our RACT recommendations (i.e., storage vessels, compressors, pneumatic controllers, pneumatic pumps, equipment component leaks from natural gas processing plants, and fugitive emissions from well sites and gathering and boosting stations), available control and regulatory approaches (including existing federal, state and local requirements) and the potential emission reductions and costs associated with available control and regulatory approaches for a given emission source. The appendix provides example model

⁹ U.S. Environmental Protection Agency. *Greenhouse Gas Reporting Program*. Washington, DC. November 2014. (Reported Data: <http://www.epa.gov/ghgreporting/>). The Greenhouse Gas Reporting Program has particular definitions of “facility” for certain petroleum and natural gas systems industry segments. See 40 CFR 98.238.

¹⁰ U.S. Environmental Protection Agency. *Inventory of U.S. Greenhouse Gas Emissions and Sinks, 1990 - 2014*. Washington, DC. EPA 430-R-15-004. Available online at <https://www.epa.gov/ghgemissions/us-greenhouse-gas-inventory-report-1990-2014>.

¹¹ Memorandum to Bruce Moore, U.S. EPA from Heather Brown, EC/R. *Composition of Natural Gas for Use in the Oil and Natural Gas Sector Rulemaking*. July 2011. Docket ID No. EPA-HQ-OAR-2010-0505-0084.

rule language that can be used by air agencies as a starting point in the development of their SIP rules if they choose to adopt the recommended RACT presented in this document.

3.0 OVERVIEW OF THE OIL AND NATURAL GAS INDUSTRY AND SOURCES SELECTED FOR RACT RECOMMENDATIONS

Section 3.1 presents an overall description of the oil and natural gas industry and section 3.2 presents the VOC emission sources for which we are recommending RACT within the oil and natural gas industry. Table 3-1 provides a summary of recommendations for controlling VOC emissions from oil and natural gas industry emission sources.

3.1 Overview of the Oil and Natural Gas Industry

The oil and natural gas industry includes oil and natural gas operations involved in the extraction and production of crude oil and natural gas, as well as the processing, transmission, storage, and distribution of natural gas. For oil, the industry includes all operations from the well to the point of custody transfer at a petroleum refinery. For natural gas, the industry includes all operations from the well to the customer. For purposes of this document, the oil and natural gas operations are separated into four segments: (1) oil and natural gas production, (2) natural gas processing, (3) natural gas transmission and storage, and (4) natural gas distribution. We briefly discuss each of these segments below. For purposes of this CTG, oil and natural gas production includes only onshore operations.

Production operations include the wells and all related processes used in the extraction, production, recovery, lifting, stabilization, and separation or treating of oil and/or natural gas (including condensate). Production components may include, but are not limited to, wells and related casing head, tubing head, and “Christmas tree” piping, as well as pumps, compressors, heater treaters, separators, storage vessels, pneumatic devices, and dehydrators. Production operations also include well drilling, completion, and recompletion processes, which include all the portable non-self-propelled apparatus associated with those operations. Production sites include not only the “pads” where the wells are located, but also include stand-alone sites where oil, condensate, produced water and gas from several wells may be separated, stored and treated. The production segment also includes the low-pressure, small diameter, gathering pipelines 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.

There are two basic types of wells: oil wells and natural gas wells. Oil wells can have “associated” natural gas that is separated and processed or the crude oil can be the only product processed. Crude oil production includes the well and extends to the point of custody transfer to the crude oil transmission pipeline. Once the crude oil is separated from water and other impurities, it is essentially ready to be transported to the refinery via truck, railcar, or pipeline. The oil refinery sector is considered separately from the oil and natural gas industry. Therefore, at the point of custody transfer at the refinery, the oil leaves the oil and natural gas sector and enters the petroleum refining sector.

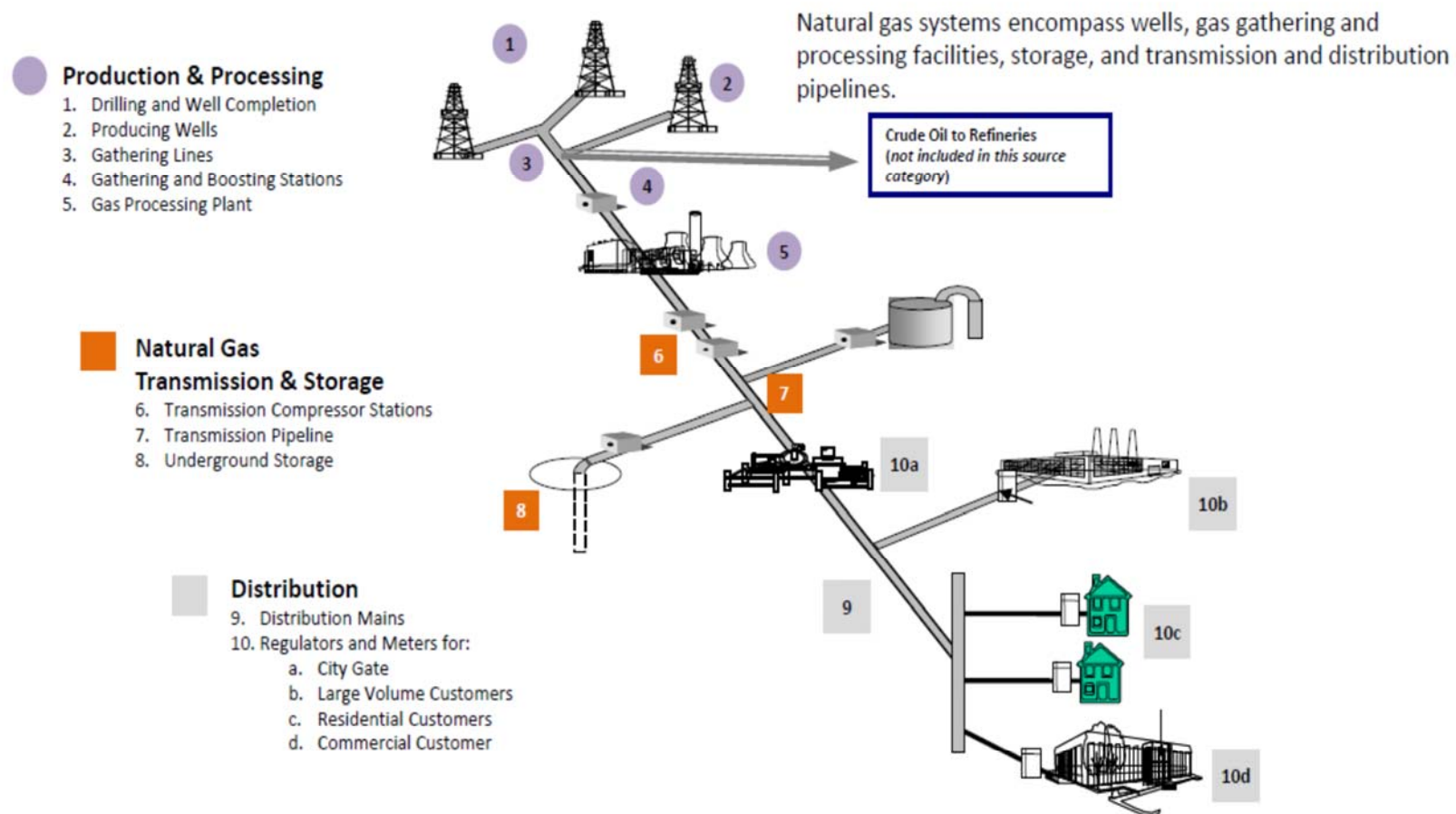
Natural gas is primarily made up of methane. It commonly exists in mixtures with other hydrocarbons. They are sold separately and have a variety of uses. The raw natural gas often contains water vapor, hydrogen sulfide (H₂S), carbon dioxide (CO₂), helium, nitrogen, and other compounds. Natural gas processing consists of separating certain hydrocarbons and fluids from the natural gas to produce “pipeline quality” dry natural gas. While some of the processing can be accomplished in the production segment, the complete processing of natural gas takes place in the natural gas processing segment. Natural gas processing operations separate and recover natural gas liquids (NGL) or other non-methane gases and liquids from a stream of produced natural gas through components performing one or more of the following processes: oil and condensate separation, water removal, separation of natural gas liquids, sulfur and CO₂ removal, fractionation of natural gas liquid, and other processes such as the capture of CO₂ separated from natural gas streams for delivery outside the facility.

The pipeline quality natural gas leaves the processing segment and enters the transmission and storage segment. Pipelines in the natural gas transmission and storage segment can be interstate pipelines that carry natural gas across state boundaries or intrastate pipelines, which transport the gas within a single state. While interstate pipelines may be of a larger diameter and operated at a higher pressure than intrastate pipelines, the basic components are the same. To ensure that the natural gas flowing through any pipeline remains pressurized, compression of the gas is required periodically along the pipeline. This is accomplished by compressor stations usually placed between 40 and 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.

In addition to the pipelines and compressor stations, the natural gas transmission and storage segment includes aboveground and underground storage facilities. Underground natural gas storage includes subsurface storage, which typically consists of depleted gas or oil reservoirs and salt dome caverns used for storing natural gas. One purpose of this storage is for load balancing (equalizing the receipt and delivery of natural gas). At an underground storage site, there are typically other processes, including compression, dehydration, and flow measurement.

The distribution segment is the final step in delivering natural gas to customers. The natural gas enters the distribution segment from delivery points located on interstate and intrastate transmission pipelines to business and household customers. Natural gas distribution systems consist of thousands of miles of piping, including mains and service pipelines to the customers. Distribution systems sometimes have compressor stations, although they are considerably smaller than transmission compressor stations. Distribution systems include metering stations, which allow distribution companies to monitor the natural gas in the system. Essentially, these metering stations measure the flow of natural gas and allow distribution companies to track natural gas as it flows through the system.

Emissions can occur from a variety of processes and points throughout the oil and natural gas industry. Primarily, these emissions are organic compounds such as methane, ethane, VOC, and organic hazardous air pollutants (HAP). Figure 3-1 presents a schematic of oil and natural gas sector operations.



Source: Adapted from American Gas Association and EPA Natural Gas STAR Program

Figure 3-1. Oil and Natural Gas Sector Operations

3.2 Sources Selected For RACT Recommendations

This CTG covers select sources of VOC emissions in the onshore production and processing segments of the oil and natural gas industry (i.e., pneumatic controllers, pneumatic pumps, compressors, equipment leaks, fugitive emissions) and storage vessel VOC emissions in all segments (except distribution) of the oil and natural gas industry. These sources were selected for RACT recommendations because current information indicates that they are significant sources of VOC emissions. As mentioned in section 2.3, the VOC RACT recommendations contained in this document were made based on the review of the 1983 CTG document, the oil and natural gas NSPS, existing state and local VOC emission reduction approaches, and information on emissions, available VOC emission control technologies, and costs.

In considering costs, we compared control options and estimated costs and emission impacts of multiple emission reduction options under consideration. Recommendations are presented in this CTG for the subset of existing sources in the oil and natural gas industry where the application of controls is judged reasonable, given the availability of demonstrated control technologies, emission reductions that can be achieved, and the cost of control.

Table 3-1 presents a summary of the oil and natural gas emission sources and recommended RACT included in this CTG.

Table 3-1. Summary of the Oil and Natural Gas Industry Emission Sources and Recommended RACT Included in this CTG

Emission Source	Applicability	RACT Recommendations
Storage Vessels	Individual storage vessel with a potential to emit (PTE) greater than or equal to 6 tpy VOC.	<p>95 percent reduction of VOC emissions from storage vessels.</p> <p>OR</p> <p>Maintain less than 4 tpy uncontrolled actual VOC emissions after having demonstrated that the uncontrolled actual VOC emissions have remained less than 4 tpy, as determined monthly, for 12 consecutive months.</p>
	Individual continuous bleed, natural gas-driven pneumatic controller located at a natural gas processing plant.	Natural gas bleed rate of 0 scfh (unless there are functional needs including, but not limited to, response time, safety and positive actuation, requiring a bleed rate greater than 0 scfh).
Pneumatic Controllers	Individual continuous bleed natural gas-driven pneumatic controller located from the wellhead to the natural gas processing plant or point of custody transfer to an oil pipeline.	Natural gas bleed rate less than or equal to 6 scfh (unless there are functional needs including, but not limited to, response time, safety and positive actuation, requiring a bleed rate greater than 6 scfh).
	Individual natural gas-driven diaphragm pump located at a natural gas processing plant.	Zero VOC emissions.
Pneumatic Pumps	Individual natural gas-driven diaphragm pump located at a well site.	Require routing of VOC emissions from the pneumatic pump to an existing onsite control device or process.
		Require 95 percent control unless the onsite existing control device or process cannot achieve 95 percent.
		If onsite existing device or process cannot achieve 95 percent, maintain documentation demonstrating the percent reduction the control device is designed to achieve.

Emission Source	Applicability	RACT Recommendations
		If there is no existing control device at the location of the pneumatic pump, maintain records that there is no existing control device onsite.
	Individual natural gas-driven diaphragm pump located at a well site that is in operation for any period of time each calendar day for less than a total of 90 days per calendar year.	RACT would not apply.
Compressors (Centrifugal and Reciprocating)	Individual reciprocating compressor located between the wellhead and point of custody transfer to the natural gas transmission and storage segment.	Reduce VOC emissions by replacing reciprocating compressor rod packing on or before 26,000 hours of operation or 36 months since the most recent rod packing replacement. Alternatively, route rod packing emissions to a process through a closed vent system under negative pressure.
	Individual reciprocating compressor located at a well site, or an adjacent well site and servicing more than one well site.	RACT would not apply.
	Individual centrifugal compressor using wet seals that is located between the wellhead and point of custody transfer to the natural gas transmission and storage segment.	Reduce VOC emissions from each centrifugal compressor wet seal fluid gassing system by 95 percent.
	Individual centrifugal compressor using wet seals located at a well site, or an adjacent well site and servicing more than one well site.	RACT would not apply.
	Individual centrifugal compressor using dry seals.	RACT would not apply.
Equipment Leaks	Equipment components in VOC service located at a natural gas processing plant.	Implement the 40 CFR part 60, subpart VVa leak detection and repair (LDAR) program for natural gas processing plants.
Fugitive Emissions	Individual well site with wells with a gas to oil ratio (GOR) greater than or equal to 300, that produce, on average, greater than 15 barrel equivalents per well per day.	Develop and implement a semiannual optical gas imaging (OGI) monitoring and repair plan that covers the collection of fugitive emissions components at well sites within a company defined area. Method 21 can be

Emission Source	Applicability	RACT Recommendations
		used as an alternative to OGI at a 500 ppm repair threshold level.
	Individual gathering and boosting station located from the wellhead to the point of custody transfer to the natural gas transmission and storage segment or point of custody transfer to an oil pipeline.	Develop and implement a quarterly OGI monitoring and repair plan that covers the collection of fugitive emissions components at gathering and boosting stations within a company defined area. Method 21 can be used as an alternative to OGI at a 500 ppm repair threshold.
	Individual well site with a GOR less than 300.	RACT would not apply.

4.0 STORAGE VESSELS

Storage vessels are significant sources of VOC emissions in the oil and natural gas industry. This chapter provides a description of the types of storage vessels present in the oil and natural gas industry, and provides VOC emission estimates for storage vessels, in terms of mass of emissions per throughput, for both crude oil and condensate storage vessels. This chapter also presents control techniques used to reduce VOC emissions from storage vessels, along with their costs and potential emission reductions. Finally, this chapter provides a discussion of our recommended RACT for storage vessels.

4.1 Applicability

For purposes of this CTG, the emissions and emission controls discussed herein would apply to a tank or other vessel in the oil and natural gas industry that contains an accumulation of crude oil, condensate, intermediate hydrocarbon liquids, or produced water, and that is constructed primarily of non-earthen materials (such as wood, concrete, steel, fiberglass, or plastic) that provide structural support. The emissions and emission controls discussed herein would not apply to the following 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.
- (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 (29.7 pounds per square inch) and without emissions to the atmosphere.¹²

4.2 Process Description and Emission Sources

4.2.1 Process Description

Storage vessels in the oil and natural gas industry are used to hold a variety of liquids including crude oil, condensates, produced water, etc. While still underground and at reservoir pressure, crude oil contains many lighter hydrocarbons in solution. When the oil is brought to the

¹² It is acknowledged that even pressure vessels designed to operate without emissions have a small potential for fugitive emissions at valves. Valves are threaded components that would be subject to leak detection and repair requirements.

surface, many of the dissolved lighter hydrocarbons (as well as water) are removed through a series of separators. Crude oil is passed through either a two-phase separator (where the associated gas is removed and any oil and water remain together) or a three-phase separator (where the associated gas is removed and the oil and water are also separated). The remaining oil is then directed to a storage vessel where it is stored for a period of time before being transported off-site. Much of the remaining hydrocarbon gases in the oil are released from the oil as vapors in the storage vessels. Storage vessels are typically installed with similar or identical vessels in a group, referred to in the industry as a tank battery.

Emissions of the hydrocarbons from storage vessels are a function of flash, breathing (or standing), and working losses. Flash losses occur when a liquid with entrained gases is transferred from a vessel with higher pressure to a vessel with lower pressure, thus allowing entrained gases or a portion of the liquid to vaporize or flash. In the oil and natural gas industry, flashing losses occur when crude oils or condensates flow into an atmospheric storage vessel from a processing vessel (e.g., a separator) operated at a higher pressure. Typically, the larger the pressure drop, the more flash emissions will occur in the storage vessel. The temperature of the liquid may also influence the amount of flash emissions. Breathing losses are the release of gas associated with temperature fluctuations and other equilibrium effects. Working losses occur when vapors are displaced due to the emptying and filling of storage vessels. The volume of gas vapor emitted from a storage vessel depends on many factors. Lighter crude oils flash more hydrocarbons than heavier crude oils. In storage vessels where the oil is frequently cycled and the overall throughput is high, working losses are higher. Additionally, the operating temperature and pressure of oil in the separator dumping into the storage vessel will affect the volume of flashed gases coming out of the oil.

The composition of the vapors from storage vessels varies, and the largest component is methane, but also may include ethane, butane, propane, and HAP such as benzene, toluene, ethylbenzene and xylenes (commonly referred to as BTEX), and n-hexane.

4.2.2 Emissions Data

4.2.2.1 *Summary of Major Studies and Emissions*

There are numerous studies and reports available that estimate storage vessel emissions. We consulted several of these studies and reports to evaluate the emissions and emission

reduction options for storage vessels. Table 4-1 presents a summary of the references for these reports, along with an indication of the type of information available in each reference.

Table 4-1. Major Studies Reviewed for Consideration of Emissions and Activity Data^{a,b}

Report Name	Affiliation	Year of Report	Activity Factors	Emissions Data	Control Options ^c
VOC Emissions from Oil and Condensate Storage Tanks	Texas Environmental Research Consortium	2009	Regional	X	X
Upstream Oil and Gas Storage Tank Project Flash Emissions Models Evaluation – Final Report	Texas Commission on Environmental Quality	2009	Regional	X	
Initial Economic Impact Analysis for Proposed State Implementation Plan Revisions to the Air Quality Control Commission's Regulation Number 7	Colorado Air Quality Control Commission	2008	NA		X
E&P TANKS	API		National	X	
Inventory of U.S. Greenhouse Gas Emissions and Sinks ^c	EPA	Annual	National	X	
Greenhouse Gas Reporting Program (Annual Reporting: Current Data Available for 2011-2013) ^d	EPA	2014	Facility-Level	X	X

NA = Not Applicable.

^a U.S. Environmental Protection Agency. *Oil and Natural Gas Sector: Standards of Performance for Crude Oil and Natural Gas Production, Transmission, and Distribution - Background Supplemental Technical Support Document for the Final New Source Performance Standards*. April 2012. EPA Docket ID No. EPA-HQ-OAR-2010-0505-4550.

^b U.S. Environmental Protection Agency. *Oil and Natural Gas Sector: Standards of Performance for Crude Oil and Natural Gas Production, Transmission, and Distribution - Technical Support*. July 2011. EPA-453/R-11-002.

^c U.S. Environmental Protection Agency. *Inventory of U.S. Greenhouse Gas Emissions and Sinks*. Washington, DC. <https://www3.epa.gov/climatechange/ghgemissions/usinventoryreport.html>.

^d U.S. Environmental Protection Agency. *Greenhouse Gas Reporting Program*. Washington, DC. November 2014.

^e An "X" in this column does not necessarily indicate that the EPA has received comprehensive data on control options from any one of these reports. The type of emissions control information that the EPA has received from these reports varies substantially from report to report.

4.2.2.2 *Representative Storage Vessel Baseline Emissions*

Storage vessels vary in size and throughputs. In support of the 2013 NSPS Reconsideration,¹³ average storage vessel emissions, in terms of mass of emissions per throughput, were developed for both crude oil and condensate storage vessels.¹⁴ We also developed mass emissions per throughput estimates using the American Petroleum Institute's (API's) E&P TANKS program and more than 100 storage vessels across the country with varying characteristics.¹⁵ The VOC emissions per throughput estimates used for this analysis are:

- (1) Uncontrolled VOC Emissions from Crude Oil Storage Vessels = 0.214 tpy VOC/barrel per day (bbl/day); and
- (2) Uncontrolled VOC Emissions from Condensate Storage Vessels = 2.09 tpy VOC/bbl/day.

On a nationwide basis, there are a wide variety of storage vessel sizes, as well as rates of throughput for each tank. Emissions are directly related to the throughput of liquids for a given storage vessel; therefore, in support of the 2013 NSPS Reconsideration, we adopted production rate brackets developed by the U.S. Energy Information Administration (U.S. EIA) for our emission estimates. To estimate the emissions from an average storage vessel within each production rate bracket, we developed average production rates for each bracket. This average was calculated using the U.S. EIA published nationwide production per well per day for each production rate bracket from 2006 through 2009. Table 4-2 presents the average oil production and condensate production in barrels per well per day. For this analysis, we considered the liquid produced (as reported by the U.S. EIA) from oil wells to be crude oil and from gas wells to be condensate. Table 4-2 presents the average VOC emissions for each storage vessel within each production rate bracket calculated by applying the average production rate (bbl/day) to the VOC emissions per throughput estimates (tpy VOC/bbl/day).

¹³ 78 FR 58416, September 23, 2013. The EPA issued final updates to its 2012 VOC performance standards for storage tanks used in crude oil and natural gas production and transmission. The amendments reflected updated information that responded to issues raised in several petitions for reconsideration of the 2012 standards.

¹⁴ Brown, Heather, EC/R Incorporated. Memorandum prepared for Bruce Moore, EPA/OAQPS/SPPD/FIG. *Revised Analysis to Determine the Number of Storage Vessels Projected to be Subject to New Source Performance Standards for the Oil and Natural Gas Sector*. 2013.

¹⁵ American Petroleum Institute. *Production Tank Emissions Model. E&P Tank Version 2.0. A Program for Estimating Emissions from Hydrocarbon Production Tanks*. Software Number 4697. April 2000.

Table 4-2. Average Oil and Condensate Production and Storage Vessel Emissions per Production Rate Bracket¹⁶

Production Rate Bracket (BOE/day) ^a	Oil Wells		Gas Wells	
	Average Oil Production Rate per Oil Well (bbl/day) ^b	Crude Oil Storage Vessel VOC Emissions (tpy) ^c	Average Condensate Production Rate per Gas Well (bbl/day) ^b	Condensate Storage Vessel VOC Emissions (tpy) ^c
0-1	0.385	0.083	0.0183	0.038
1-2	1.34	0.287	0.0802	0.168
2-4	2.66	0.570	0.152	0.318
4-6	4.45	0.953	0.274	0.573
6-8	6.22	1.33	0.394	0.825
8-10	8.08	1.73	0.499	1.04
10-12	9.83	2.11	0.655	1.37
12-15	12.1	2.59	0.733	1.53
15-20	15.4	3.31	1.00	2.10
20-25	19.9	4.27	1.59	3.32
25-30	24.3	5.22	1.84	3.85
30-40	30.5	6.54	2.55	5.33
40-50	39.2	8.41	3.63	7.59
50-100	61.6	13.2	5.60	11.7
100-200	120	25.6	12.1	25.4
200-400	238	51.0	23.8	49.8
400-800	456	97.7	44.1	92.3
800-1,600	914	196	67.9	142
1,600-3,200	1,692	363	148	311
3,200-6,400	3,353	719	234	490
6,400-12,800	6,825	1,464	891	1,864
> 12,800 ^d	0	0	0	0

Minor discrepancies may be due to rounding.

^a BOE=Barrels of Oil Equivalent

^b Oil and condensate production rates published by U.S. EIA. “United States Total Distribution of Wells by Production Rate Bracket.”

^c Oil storage vessel VOC emission factor = 0.214 tpy VOC/bbl/day. Condensate storage vessel VOC emission factor = 2.09 tpy/bbl/day.

^d There were no new oil and gas well completions in 2009 for this rate category. Therefore, average production rates were set to zero.

¹⁶ Brown, Heather, EC/R Incorporated. Memorandum prepared for Bruce Moore, EPA/OAQPS/SPPD/FIG. *Revised Analysis to Determine the Number of Storage Vessels Projected to be Subject to New Source Performance Standards for the Oil and Natural Gas Sector*. 2013.

4.3 Available Controls and Regulatory Approaches

In analyzing available controls for storage vessels, we reviewed information obtained in support of the 2012 NSPS¹⁷ and the 2013 NSPS Reconsideration actions, control techniques identified in the Natural Gas STAR program, and existing state regulations that require control of VOC emissions from storage vessels in the oil and natural gas industry. Section 4.3.1 presents a non-exhaustive discussion of available VOC emission control methods for storage vessels. Section 4.3.2 includes a summary of the federal, state, and local regulatory approaches that control VOC emissions from crude oil and condensate storage vessels.

4.3.1 Available VOC Emission Control Options

The options generally used as the primary means to limit the amount of VOC vented are to: (1) route emissions from the storage vessel through an enclosed system to a process where emissions are recycled, recovered, or reused in the process – “route to a process” (e.g., by installing a vapor recovery unit (VRU) that recovers vapors from the storage vessel) for reuse in the process or for beneficial use of the gas onsite and/or (2) route emissions from the storage vessel to a combustion device. While EPA explored these options within the document, there may be other emission controls that sources may wish to employ to ensure continuous compliance with EPA’s RACT recommendation. Regardless of the type of emission control method that a source may choose to utilize, the recommended RACT level of control explained more fully below is meant to apply at all times. One of the clear advantages the first option has over the second option is that it results in a cost savings associated with the recycled, recovered and reused natural gas and other hydrocarbon vapor, rather than the loss and destruction of the natural gas and vapor by combustion. Combustion and partial combustion of organic pollutants also creates secondary pollutants including nitrogen oxides, carbon monoxide, sulfur oxides, carbon dioxide and smoke/particulates. These emission control methods are described below along with their emission reduction control effectiveness as they apply to storage vessels in the industry and the potential costs associated with their installation and operation.

¹⁷ *Oil and Natural Gas Sector: New Source Performance Standards and National Emission Standard for Hazardous Air Pollutants Reviews. Final Rule.* 77 FR 49490, August 16, 2012.

4.3.1.1 *Routing Emissions to a Process via a Vapor Recovery Unit (VRU)*

Description

One option for controlling storage vessel emissions is to route vapors from the storage vessel back to the inlet line of a separator, to a sales gas line, or to some other line carrying hydrocarbon fluids for beneficial use, such as use as a fuel. Where a compressor is used to boost the recovered vapors into the line, this is often referred to as a VRU.¹⁸ Typically with a VRU, hydrocarbon vapors are drawn out of the storage vessel under low pressure and are piped to a separator, or suction scrubber, to collect any condensed liquids, which are usually recycled back to the storage vessel. Vapors from the separator flow through a compressor that provides the low-pressure suction for the VRU system where the recovered hydrocarbons can be transported to various places, including a sales line and/or for use onsite.

Types of VRUs include conventional VRUs and venturi ejector vapor recovery units (EVRUTM) or vapor jet systems.¹⁹ Decisions on the type of VRU to use are based on the applicability needs (e.g., an EVRUTM is recommended where there is a high-pressure gas compressor with excess capacity and a vapor jet VRU is suggested where there is produced water, less than 75 million cubic feet (MMcf)/day gas and discharge pressures below 40 pounds per square inch gauge (psig)). The reliability and integrity of the compressor and suction scrubber and integrity of the lines that connect the tank to the compressor will affect the effectiveness of the VRU system to collect and recycle vapors.²⁰

A conventional VRU is equipped with a control pilot to shut down the compressor and permit the back flow of vapors into the tank in order to prevent the creation of a vacuum in the top of a tank when liquid is withdrawn and the liquid level drops. Vapors are then either sent to the pipeline for sale or used as onsite fuel. Figure 4.1 presents a diagram of a conventional VRU installed on a single crude oil storage vessel (multiple tank installations are also common).²¹

¹⁸ American Petroleum Institute. Letter to Bruce Moore, SPPD/OAQPS/EPA from M. Todd, API. *Re: Oil and Natural Gas Sector Consolidated Rulemaking*. Docket ID No. EPA-HQ-OAR-2010-0505.

¹⁹ U.S. Environmental Protection Agency. Lessons Learned from Natural Gas STAR Partners. *Installing Vapor Recovery Units*. Natural Gas STAR Program. Source Reduction Training to Interstate Oil and Gas Compact Commission Presentation. February 27, 2009.

²⁰ U.S. Environmental Protection Agency. Lessons Learned from Natural Gas STAR Partners. *Installing Vapor Recovery Units on Storage Tanks*. Natural Gas STAR Program. October 2006.

²¹ Ibid.

Conventional VRU

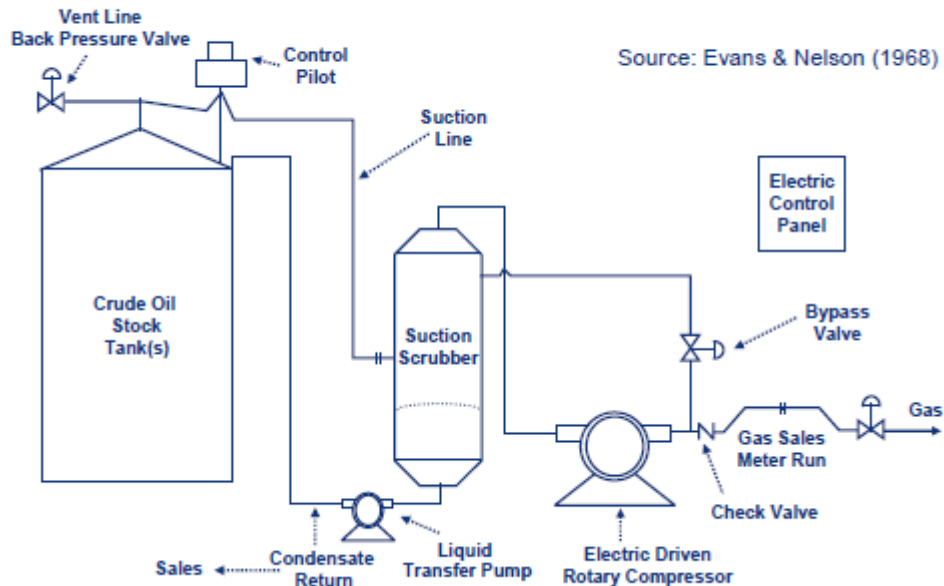


Figure 4-1. Conventional Vapor Recovery System

Control Effectiveness

Vapor recovery units have been shown to reduce VOC emissions from storage vessels by over 95 percent.²² When operating properly, VRUs generally approach 100 percent efficiency. We recognize that VRUs may not continuously meet this efficiency in practice. Therefore, our analysis assumes a 95 percent reduction in VOC emissions for a VRU. A VRU recovers hydrocarbon vapors that potentially can be used as supplemental burner fuel, or the vapors can be condensed and collected as condensate that can be sold. If natural gas is recovered, it can be sold as well, as long as a gathering line is available to convey the recovered salable gas product to market or to further processing. A VRU cannot be used in all instances. Conditions that affect the feasibility of the use of a VRU include: the availability of electrical service sufficient to power the compressor; fluctuations in vapor loading caused by surges in throughput and flash emissions from the storage vessel; potential for drawing air into condensate storage vessels causing an explosion hazard; and lack of appropriate destination or use for the vapor recovered.

²² Ibid.

Cost Impacts

Cost data for a VRU obtained from an initial economic impact analysis prepared for proposed state-only revisions to a Colorado regulation are presented here.²³ We assumed cost information contained in the Colorado economic impact analysis to be given in 2012 dollars. According to the Colorado economic impact analysis, the cost of a VRU was estimated to be \$90,000. Including costs associated with freight and design, and the cost of VRU installation, we estimated costs to be \$102,802 (\$90,000 plus \$12,802). We also added an estimated storage vessel retrofit cost of \$68,736 assuming that the cost of retrofitting an existing storage vessel was 75 percent of the purchased equipment cost (i.e., VRU capital cost and freight and design cost).²⁴ Based on these costs, we estimated the total capital investment of the VRU to be \$171,538. These cost data are presented in Table 4-3. We estimated total annual costs using 2012 dollars to be \$28,230 per year without recovered natural gas savings. The uncontrolled emissions from a storage vessel are largely dependent on the bbl/year throughput (see Table 4-2), which greatly influences both the controlled emissions and the cost of control per ton of VOC reduced. Costs may vary due to VRU design capacity, system configuration, and individual site needs and recovery opportunities.

In order to assess the cost of control of a VRU for uncontrolled storage vessels that emit differing emissions, we evaluated the cost of routing VOC emissions from an existing uncontrolled storage vessel to a VRU for a storage vessel that emits 2 tpy, 4 tpy, 6 tpy, 8 tpy, 10 tpy, 12 tpy, and 25 tpy. We estimated the cost of control without savings by dividing the total annual costs without savings by the tpy reduced assuming 95 percent control. The cost of control with savings is calculated by assuming a 95 percent reduction of VOC emissions by the VRU and converting the reduced VOC emissions to natural gas savings. Table 4-4 presents the estimated natural gas savings and the VOC cost per ton of VOC reduced with and without savings.

²³ Initial Economic Impact Analysis for Proposed Revisions to the Colorado Air Quality Control Commission Regulation Number 7, *Emissions of Volatile Organic Compounds*. November 15, 2013.

²⁴ U.S. Environmental Protection Agency. Lessons Learned from Natural Gas STAR Partners. *Installing Vapor Recovery Units on Storage Tanks*. Natural Gas STAR Program. October 2006.

Table 4-3. Total Capital Investment and Total Annual Costs of a Vapor Recovery Unit System

Cost Item^a	Cost (\$2012)
<i>Capital Cost Items</i>	
VRU ^a	\$90,000
Freight and Design ^a	\$1,648
VRU Installation ^a	\$11,154
Storage Vessel Retrofit ^b	\$68,736
Total Capital Investment	\$171,538
<i>Annual Cost Items</i>	
Maintenance	\$9,396
Capital Recovery (7 percent interest, 15 year equipment life) (\$/yr)	\$18,834
Total Annual Costs w/o Savings (\$/yr)	\$28,230

^a Cost data from the Initial Economic Impact Analysis for proposed revisions to Colorado Air Quality Control Commission Regulation Number 7, Submitted with Request for Hearing Documents on November 15, 2013.

^b Assumes the storage vessel retrofit cost is 75 percent of the purchased equipment price (assumed to include vent system and piping to route emissions to the control device). Retrofit assumption from Exhibit 6 of the EPA Natural Gas Star Lessons Learned, *Installing Vapor Recovery Units on Storage Tanks*. October 2006.

Table 4-4. Cost of Routing Emissions from an Existing Uncontrolled Storage Vessel to a VRU (\$/ton of VOC Reduced)

Uncontrolled Storage Vessel Emissions (tpy)	Cost per Ton of VOC Reduced (\$2012)		
	Without Savings	Natural Gas Savings (Mscf/yr)^a	With Savings^b
2	\$14,858	59	\$14,734
4	\$7,429	118	\$7,305
6	\$4,953	177	\$4,828
8	\$3,714	236	\$3,590
10	\$2,972	295	\$2,847
12	\$2,476	353	\$2,352
25	\$1,189	736	\$1,065

^a The natural gas savings was calculated by assuming 95 percent VOC recovery and 31 Mscf/yr natural gas savings per ton of VOC recovered.

^b Assumes a natural gas price of \$4.00 per Mcf.

Additionally, if a VRU is used to control VOC emissions from multiple storage vessels, the VOC emissions cost of control would be reduced because the cost for the additional storage vessel(s) would only include the storage vessel retrofit costs, and the overall VOC emission reductions would increase.

4.3.1.2 *Routing Emissions to a Combustion Device*

Description and Control Effectiveness

Combustors (e.g., enclosed combustion devices, thermal oxidizers and flares that use a high-temperature oxidation process) are also used to control emissions from storage vessels. Combustors are used to control VOC in many industrial settings, since the combustor can normally handle fluctuations in concentration, flow rate, heating value, and inert species content.²⁵ For this analysis, we assumed that the types of combustors installed in the oil and natural gas industry can achieve at least a 95 percent control efficiency on a continuing basis.²⁶ We note that combustion devices can be designed to meet 98 percent control efficiencies, and can control, on average, emissions by 98 percent or more in practice when properly operated.²⁷ We also recognize that combustion devices that are designed to meet a 98 percent control efficiency may not continuously meet this efficiency in practice, due to factors such as variability of field conditions.

A typical combustor used to control emissions from storage vessels in the oil and natural gas industry is an enclosed combustion system. The basic components of an enclosed combustion system include (1) piping for collecting emission source gases, (2) a single- or multiple-burner unit, (3) a stack enclosure, (4) a pilot flame to ignite the mixture of emission source gas and air and (5) combustor fuel/piping (as necessary). Figure 4-2 presents a schematic of a typical dual-burner enclosed combustion system.

²⁵ U.S. Environmental Protection Agency. AP 42, Fifth Edition, Volume I, *Chapter 13.5 Industrial Flares*. Office of Air Quality Planning & Standards. 1991.

²⁶ U.S. Environmental Protection Agency. *Air Pollution Control Technology Fact Sheet: FLARE*. Clean Air Technology Center.

²⁷ The EPA has currently reviewed performance tests submitted for 19 different makes/models of combustor control devices and confirmed that they meet the performance requirements in NSPS subpart OOOO and NESHAP subparts HH and HHH. All reported control efficiencies were above 99.9 percent at tested conditions. The EPA notes that the control efficiency achieved in the field is likely to be lower than the control efficiency achieved at a bench test site under controlled conditions, but we believe that these units should have no problem meeting 95 percent control continuously and 98 percent control on average when designed and properly operated to meet 98 percent control.

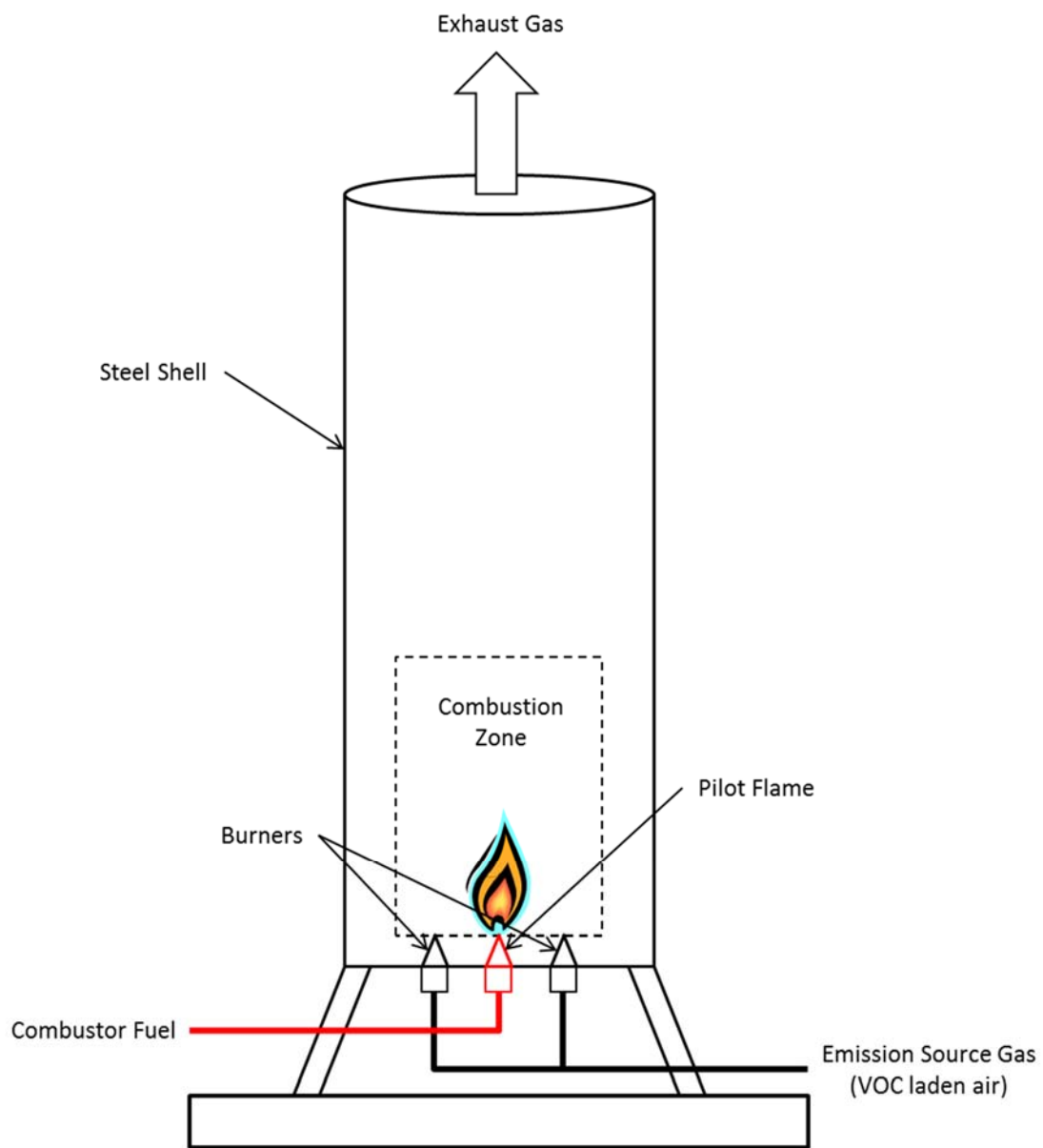


Figure 4-2. Schematic of a Typical Enclosed Combustion System

Thermal oxidizers, also referred to as direct flame incinerators, thermal incinerators, or afterburners, could also be used to control VOC emissions. Similar to a basic enclosed combustion device, a thermal oxidizer uses burner fuel to maintain a high temperature (typically 800-850°C) within a combustion chamber. The VOC laden emission source gas is injected into the combustion chamber where it is oxidized (burned), and then the combustion products are exhausted to the atmosphere. Figure 4-3 provides a basic schematic of a thermal oxidizer.²⁸

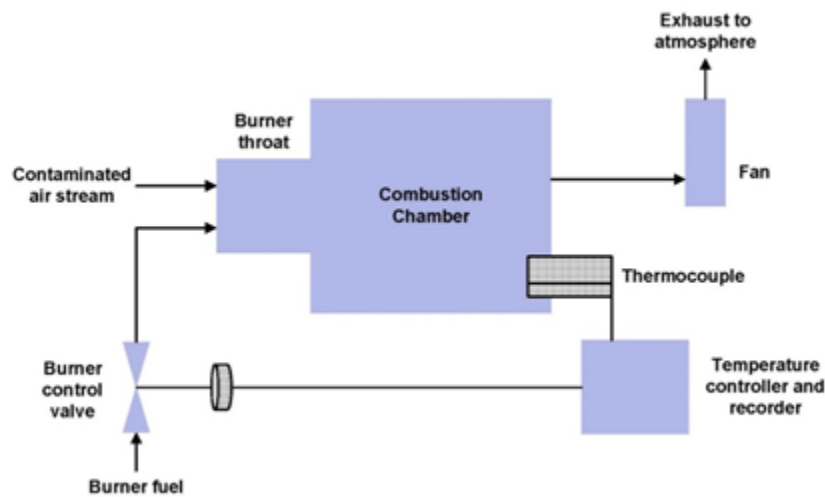


Figure 4-3. Basic Schematic of a Thermal Oxidizer

Cost Impacts

For combustion devices, we obtained cost data from the initial economic impact analysis prepared for state-only revisions to the Colorado regulation.²⁹ In addition to these cost data, we added line items for operating labor, a surveillance system and data management. This is consistent with the guidelines outlined in the EPA's Office of Air Quality Planning and Standards (OAQPS) Control Cost Manual (OCCM) for combustion devices and the cost analysis prepared for the 2012 NSPS.^{30,31} However, OCCM guidelines specify 630 operating labor hours

²⁸ U.S. Environmental Protection Agency. Technology Transfer Network. Clearinghouse for Inventories and Emission Factors. *Thermal Oxidizer*. Website: <https://cfpub.epa.gov/oarweb/mkb/contechnique.cfm?ControllD=17>.

²⁹ Initial Economic Impact Analysis for Proposed Revisions to the Colorado Air Quality Control Commission Regulation Number 7, *Emissions of Volatile Organic Compounds*. November 15, 2013.

³⁰ *Oil and Natural Gas Sector: New Source Performance Standards and National Emission Standard for Hazardous Air Pollutants Reviews. Final Rule*. 77 FR 49490, August 16, 2012.

³¹ U.S. Environmental Protection Agency. *OAQPS Control Cost Manual: Sixth Edition* (EPA 452/B-02-001). Research Triangle Park, NC.

per year for a combustion device, which we believe is unreasonable because many of these sites are unmanned and would most likely be operated remotely. Therefore, we assumed that the operating labor would be more similar to that estimated for a condenser in the OCCM, 130 hours per year. We estimated a total capital investment of \$100,986 and total annual costs of \$25,194 per year. The total capital investment cost includes a storage vessel retrofit cost of \$68,736 (as discussed previously for VRUs) to accommodate the use of a combustion device. These cost data are presented in Table 4-5.

Table 4-5. Total Capital Investment and Total Annual Costs of a Combustor³²

Cost Item^a	Cost (\$2012)
<i>Capital Cost Items</i>	
Combustor ^a	\$18,169
Freight and Design ^a	\$1,648
Auto Ignitor ^a	\$1,648
Surveillance System ^{b,c,d}	\$3,805
Combustor Installation ^a	\$6,980
Storage Vessel Retrofit ^e	\$68,736
Total Capital Investment	\$100,986
<i>Annual Cost Items</i>	
Operating Labor ^f	\$5,155
Maintenance Labor ^f	\$4,160
Non-Labor Maintenance ^a	\$2,197
Pilot Fuel	\$1,537
Data Management ^c	\$1,057
Capital Recovery (7 percent interest, 15 year equipment life) (\$/yr)	\$11,088
<i>Total Annual Cost (\$/yr)</i>	\$25,194

^a Cost data from Initial Economic Impact Analysis for proposed revisions to Colorado Air Quality Control Commission Regulation Number 7, Submitted with Request for Hearing Documents on November 15, 2013.

^b Surveillance system identifies when pilot is not lit and attempts to relight it, documents the duration of time when the pilot is not lit, and notifies and operator that repairs are necessary.

³² U.S. Environmental Protection Agency. *Oil and Natural Gas Sector: Standards of Performance for Crude Oil and Natural Gas Production, Transmission, and Distribution - Background Supplemental Technical Support Document for the Final New Source Performance Standards*. April 2012. EPA Docket Number EPA-HQ-OAR-2010-0505-4550.

^c U.S. Environmental Protection Agency. *Oil and Natural Gas Sector: Standards of Performance for Crude Oil and Natural Gas Production, Transmission, and Distribution - Background Supplemental Technical Support Document for the Final New Source Performance Standards*. April 2012. EPA Docket ID No. EPA-HQ-OAR-2010-0505-4550.

^d Cost obtained from 2012 NSPS TSD and escalated using the change in GDP: Implicit Price Deflator from 2008 to 2012 (percent) (which was 5.69 percent). Source: FRED GDP: Implicit Price Deflator from Jan 2008 to Jan 2012 (<http://research.stlouisfed.org/fred2/series/GDPDEF/#>).

^e Retrofit cost obtained from Storage Vessel Retrofit in Table 4-3 (assumed to include vent system and piping to route emissions to the control device).

^f Operating labor consists of labor resources for technical operation of device (130 hr/yr) and supervisory labor (15 percent of technical labor hours). Maintenance labor hours are assumed to be the same as operating labor (130 hr/yr). Labor rates are \$32.00/hr (for technical and maintenance labor) and \$51.03 (supervisory labor) and were obtained from the U.S. Department of Labor, Bureau of Labor Statistics, Employer Costs for Employee Compensation, December 2012. Labor rates account for total compensation (wages/salaries, insurance, paid leave, retirement and savings, supplemental pay and legally required benefits).

As noted previously, storage vessels vary in size and throughputs and the uncontrolled emissions from a storage vessel are largely dependent on the bbl/year throughput (see Table 4-2), which greatly influences both the controlled emissions and cost of control. In order to assess the cost of control of combustion for uncontrolled storage vessels that emit differing emissions, we evaluated the costs of routing VOC emissions from an existing storage vessel to a combustion device for an existing uncontrolled storage vessel that emits 2 tpy, 4 tpy, 6 tpy, 8 tpy, 10 tpy, 12 tpy and 25 tpy. We estimated the cost of control without savings by dividing the total annual costs without savings by the tpy reduced assuming 95 percent control. Table 4-6 presents these costs. The VOC emissions cost of control per ton of VOC reduced would be less if a combustion device is used to control uncontrolled VOC emissions from multiple storage vessels because the cost for the additional storage vessel(s) would only include storage vessel retrofit costs, and the overall VOC emission reductions would increase.

Table 4-6. Cost of Routing Emissions from an Existing Uncontrolled Storage Vessel to a Combustion Device (\$/ton of VOC Reduced)

Uncontrolled Storage Vessel Emissions (tpy)	Cost per Ton of VOC Reduced (\$2012)
2	\$13,260
4	\$6,630
6	\$4,420
8	\$3,315

Uncontrolled Storage Vessel Emissions (tpy)	Cost per Ton of VOC Reduced (\$2012)
10	\$2,652
12	\$2,411
25	\$2,210

4.3.1.3 *Routing Emissions to a VRU with a Combustion Device as Backup*

Industry practice also includes the primary operation of a VRU and secondary operation of a combustion device during VRU maintenance and other times requiring VRU downtime. Using the costs for a VRU and combustion device presented in sections 4.3.1.1 and 4.3.1.2, and assuming the VRU is operated 95 percent of the year and a combustion device is operated 5 percent of the year, we estimated total annual costs using 2012 dollars to be \$32,006 per year without recovered natural gas savings. As stated previously, the uncontrolled emissions from a storage vessel are largely dependent on the bbl/year throughput (see Table 4-2), which greatly influences both the controlled emissions and the cost of control per ton of VOC reduced. Costs may vary due to VRU design capacity, system configuration, and individual site needs and recovery opportunities, as well as the percent of time that a VRU is down during the year where emissions are routed to a combustion device. In order to assess the cost of control of a VRU with the use of a combustion device during downtime for uncontrolled storage vessels that emit differing emissions, we evaluated the costs of routing VOC emissions from an existing storage vessel to a VRU/combustion device for an existing uncontrolled storage vessel that emits 2 tpy, 4 tpy, 6 tpy, 8 tpy, 10 tpy, 12 tpy and 25 tpy. We estimated the cost of control without savings by dividing the total annual costs without savings by the tpy reduced assuming 95 percent control. The cost of control with savings is calculated by assuming a 95 percent reduction of VOC emissions by the VRU (used 95 percent of the year) and converting the reduced VOC emissions to natural gas savings. Table 4-7 presents these costs. The VOC emissions cost of control per ton of VOC reduced would be less if a VRU/combustion device is used to control uncontrolled VOC emissions from multiple storage vessels because the cost for the additional storage vessel(s) would only include storage vessel retrofit costs, and the overall VOC emission reductions would increase.

Table 4-7. Cost of Routing Emissions from an Existing Uncontrolled Storage Vessel to a VRU/Combustion Device (\$/ton of VOC Reduced)

Uncontrolled Storage Vessel Emissions (tpy)	Cost per Ton of VOC Reduced (\$2012)		
	Without Savings	Natural Gas Savings (Mscf/yr) ^a	With Savings ^b
2	\$16,845	56	\$16,728
4	\$8,423	112	\$8,305
6	\$5,615	168	\$5,497
8	\$4,211	224	\$4,094
10	\$3,369	280	\$3,251
12	\$2,808	336	\$2,690
25	\$1,348	699	\$1,230

^a The natural gas savings was calculated by assuming 95 percent VOC recovery and 31 Mscf/yr natural gas savings per ton of VOC recovered.

^b Assumes a natural gas price of \$4.00 per Mcf.

4.3.2 Existing Federal, State and Local Regulations

4.3.2.1 *Federal Regulations that Specifically Require Control of VOC Emissions*

Under the 2012 NSPS and 2013 NSPS Reconsideration, new or modified storage vessels with PTE VOC emissions of 6 tpy or more must reduce VOC emissions by at least 95 percent, or demonstrate emissions from a storage vessel have dropped to less than 4 tpy of VOC without emission controls for 12 consecutive months.

4.3.2.2 *State and Local Regulations that Specifically Require Control of VOC Emissions*³³

States may have permitting restrictions on VOC emissions that may apply to an emissions source as a result of an operating permit, or preconstruction permit based on air quality maintenance or improvement goals of an area. Permits specify what construction is allowed, what emission limits must be met, and how the source must be operated. To ensure that sources

³³ Brown, Heather, EC/R Incorporated. Memorandum prepared for Bruce Moore, EPA/OAQPS/SPPD/FIG. *Revised Analysis to Determine the Number of Storage Vessels Projected to be Subject to New Source Performance Standards for the Oil and Natural Gas Sector*. 2013.

follow the permit requirements, permits also contain monitoring, recordkeeping and reporting requirements.

The environmental regulations in nine of the top oil and natural gas producing states (sometimes with varying local ozone nonattainment area/concentrated area development requirements) (see Table 4-8) require the control of VOC emissions from storage vessels in the oil and natural gas industry. These states include California, Colorado, Kansas, Louisiana, Montana, North Dakota, Oklahoma, Texas, and Wyoming. All except Wyoming require 95 percent emission control with the application of a VRU or combustion (Wyoming requires 98 percent control of emissions using a VRU or combustion).

Existing state regulations that apply to storage vessels in the oil and natural gas industry apply to all storage vessels in a tank battery, or include an applicability threshold based on (1) capacity, (2) the vapor pressure of liquids contained in a storage vessel of a specified capacity, and (3) the PTE of an individual storage vessel. Table 4-8 presents a brief summary of the storage vessel emission control applicability cutoffs in regulations from these nine states. Four states (Colorado, Montana, Texas, and Wyoming) have applicability thresholds in terms of VOC emissions. The remaining five states have storage vessel regulations that are in terms of tank characteristics, such as vapor pressure, tank size, or tank contents. Equivalency of applicability thresholds based on tank and stored liquid characteristics and applicability thresholds based on VOC emissions cannot be determined. We analyzed the varying state VOC emission thresholds (based on a range of 2 tpy to 25 tpy) as part of our cost of control analysis for VRUs and combustion devices in section 4.3.1 of this chapter.

Table 4-8. Summary of Storage Vessel Applicability Thresholds from Nine States

State/Local Authority	Applicability Threshold
Texas	Applies to storage vessels with VOC emissions greater than 25 tpy.
California Bay Area AQMD	Applies to storage vessels with capacity greater than 264 gallons.
California Feather River AQMD	Applies to storage vessels with capacity greater than 39,630 gallons.
California Monterey Bay Unified APCD	Applies to storage vessels with capacity greater than 39,630 gallons.

State/Local Authority	Applicability Threshold
California Sacramento Metropolitan AQMD	Applies to storage vessels with capacity greater than 40,000 gallons.
California San Joaquin Valley Unified APCD	Applies to storage vessels with capacity greater than 1,100 gallons.
California Santa Barbara County APCD	Applies to all storage vessels in tank battery (including wash tanks, produced water tanks, and wastewater tanks).
California South Coast AQMD	Applies to storage vessels with capacity greater than 39,630 gallons with a true vapor pressure of 0.5 psia or greater and storage vessels with a capacity greater than 19,815 gallons with a true vapor pressure of 1.5 psia or greater.
California Ventura County APCD	Applies to all storage vessels. Requirements depend on gallon capacity and true vapor pressure of material contained in vessel.
California Yolo-Solano AQMD	Applies to storage vessels with capacity greater than 40,000 gallons.
North Dakota	NDAC 33-15-07: submerged filling requirements to control VOC for tanks >1,000 gallons.
Federal Implementation Plan (FIP): Fort Berthold Indian Reservation	Applies to all storage vessels (except those covered by NSPS subpart OOOO). There is no minimum threshold under the final FIP.
Louisiana	Applies to storage vessels more than 250 gallons up to 40,000 gallons with a maximum true vapor pressure of 1.5 psia or greater.
Oklahoma	Applies to storage vessels with capacity greater than 40,000 gallons (in ozone nonattainment areas).
Wyoming – Statewide	Applies to storage vessels with greater than or equal to 10 tpy VOC within 60 days of startup/modification.
Wyoming – Concentrated Development Area	Applies to storage vessels with greater than or equal to 8 tpy VOC within 60 days of startup/modification.
Kansas	Permanent fixed roof storage tanks >40,000 gallons and external floating roof storage tanks.
Colorado	Condensate tanks with uncontrolled VOC emissions > 20 tpy (2 tpy located at gas processing plants in ozone non-attainment areas).

State/Local Authority	Applicability Threshold
Montana	Applies to oil or condensate storage tanks with a PTE greater than 15 tpy VOC.

4.4 Recommended RACT Level of Control

As discussed in section 4.3.2 of this chapter, existing federal and state and local regulations already require the reduction of VOC emissions from storage vessels in the oil and natural gas industry at or greater than 95 percent. Further, we note that combustion devices can be designed to meet 98 percent control efficiencies and can control, on average, emissions by 98 percent or more in practice when properly operated.³⁴ We also recognize that combustion devices designed to meet 98 percent control efficiency may not continuously meet this efficiency in practice, due to factors such as the variability of field conditions. Therefore, the recommendations specify that devices should be required to continuously meet at least 95 percent VOC control efficiency. In light of the above considerations, a continuous 95 percent reduction of VOC emissions from storage vessels in the oil and natural gas industry is a reasonable recommended RACT level of control.

Although sources may have a choice on how they meet the recommended RACT level of control, if air agencies choose to adopt the recommended RACT contained in this CTG, the technologies that may be used to meet the recommended RACT level of control for oil and natural gas industry storage vessels are capturing and routing emissions to the process via a VRU and/or routing emissions to a combustion device.

As discussed in section 4.2.2 of this chapter, the VOC emissions from storage vessels vary significantly, depending on the rate of liquid entering and passing through the vessel (i.e., its throughput), the pressure of the liquid as it enters the atmospheric pressure storage vessel, the liquid's volatility, and temperature of the liquid. Some storage vessels have negligible emissions, such as those with very little throughput and/or handling heavy liquids entering at atmospheric

³⁴ The EPA has currently reviewed performance tests submitted for 19 different makes/models of combustor control devices and confirmed they meet the performance requirements in NSPS subpart OOOO and NESHAP subparts HH and HHH. All reported control efficiencies were above 99.9 percent at tested conditions. EPA notes that the control efficiency achieved in the field is likely to be lower than the control efficiency achieved at a bench test site under controlled conditions, but we believe that these units should have no problem meeting 95 percent control continuously and 98 percent control on average when designed and properly operated to meet 98 percent control.

pressure where it would not be cost-effective to require emission control requirements. Existing state regulations that apply to storage vessels in the oil and natural gas industry apply to all storage vessels in a tank battery, or include an applicability threshold based on (1) capacity, (2) the vapor pressure of liquids contained in a storage vessel of a specified capacity, and (3) the PTE of an individual storage vessel. Based on information gathered under the 2012 NSPS,³⁵ throughput and capacity of a storage vessel is not always the best indicator of a storage vessel's emissions, and we believe that the PTE of an individual storage vessel is preferable to use as an applicability threshold for storage vessels.

Based on our analyses conducted in support of the 2012 NSPS, 6 tpy was determined to be the applicability threshold for requiring 95 percent control of VOC emissions from new storage vessels (estimated to cost, on average, approximately \$3,400 per ton of VOC reduced). Our analyses conducted for our RACT recommendation also found 6 tpy to be the applicability threshold for requiring 95 percent control of VOC emissions from existing storage vessels (estimated to cost, on average, between \$4,400 and \$5,000 per ton of VOC reduced). Based on these analyses, we recommend that the 95 percent VOC emission control of storage vessels only apply to storage vessels that have a PTE greater than or equal to 6 tpy of VOC emissions. The VOC cost of control per ton of VOC reduced would be less if a combustion device or VRU is used to control VOC emissions from multiple storage vessels because the cost for the additional storage vessels would only include storage vessel retrofit costs, and the overall VOC emission reductions would increase.

We recommend an alternative RACT level of control for storage vessels that have a PTE VOC at or greater than 6 tpy that have actual emissions less than that on a continuing basis. For these storage vessels, if it can be demonstrated that the storage vessel has actual emissions less than 4 tpy for 12 consecutive months, we recommend that they be allowed to maintain and show continued compliance that their emissions are below 4 tpy in lieu of requiring 95 percent control. This alternative recommendation acknowledges that there are storage vessels that have a PTE greater than or equal to 6 tpy whose actual emissions have declined over time, usually because of declining production. This alternative RACT recommendation is informed by the 2012 NSPS, where we concluded that, based on “the cost-effectiveness, the secondary environmental impacts

³⁵ 77 FR 49490, August 16, 2012.

and the energy impacts...BSER for reducing VOC emissions from storage vessel affected facilities is not represented by continued control when their sustained (i.e., for 12 consecutive months) uncontrolled emission rates fall below 4 tpy.”³⁶

In summary, we recommend the following as RACT for storage vessels in the oil and natural gas industry:

- (1) RACT for Condensate Storage Vessels: Reduce emissions by 95 percent continuously from condensate storage vessels with a PTE \geq 6 tpy of VOC; or demonstrate (based on 12 consecutive months of uncontrolled actual emissions) and maintain uncontrolled actual VOC emissions from storage vessels with a PTE greater than or equal to 6 tpy at less than 4 tpy.³⁷
- (2) RACT for Crude Oil Storage Vessels: Reduce emissions by 95 percent continuously from crude oil storage vessels with a PTE \geq 6 tpy of VOC; or demonstrate (based on 12 consecutive months of uncontrolled actual emissions) and maintain uncontrolled actual VOC emissions from storage vessels with a PTE greater than or equal to 6 tpy at less than 4 tpy.³⁸

4.5 Factors to Consider in Developing Storage Vessel Compliance Procedures

4.5.1 Compliance Recommendations When Using a Control Device

Improper design or operation of the storage vessel and its control system can result in occurrences where peak flow overwhelms the storage vessel and its capture systems, resulting in emissions that do not reach the control device, effectively reducing the control efficiency. We believe that it is essential that operators employ properly designed, sized, and operated storage vessels to achieve effective emission control. We believe that such efforts on the part of owners and operators can result in more effective control of VOC emissions from storage vessels.

In order to ensure that VOC emissions are reduced by at least 95 percent (the recommended RACT level of control) from a storage vessel when using a control device or other

³⁶ Oil and Natural Gas Sector: Reconsideration of Certain Provisions of New Source Performance Standards Final Amendments. Federal Register Notice. (78 FR 58429, September 23, 2013).

³⁷ We recommend that, prior to allowing the use of the uncontrolled 4 tpy actual VOC emissions rate for compliance purposes, air agencies require sources demonstrate that the uncontrolled actual VOC emissions have remained less than 4 tpy for 12 consecutive months. After such demonstration, we recommend that air agencies require that sources demonstrate continued compliance with the uncontrolled actual VOC emission rate each month.

³⁸ See footnote 37.

control measure (such as routing to a process), the storage vessel should be equipped with a cover that is connected through a closed vent system that captures and routes emissions to the control device (or process). We recommend cover, closed vent system and control device design and compliance measures to ensure that control measures meet the RACT level of control. Recommended cover and closed vent system design and operation measures are specified in sections 4.5.1.1 and 4.5.1.2. Recommended control device operation and monitoring provisions for specified controls to ensure compliance are presented in sections 4.5.1.3 and 4.5.1.4. The appendix to this document presents example model rule language that incorporates the compliance elements recommended in this section that air agencies may choose to use in whole or in part.

4.5.1.1 *Recommendations for Cover Design*

The cover and all openings on the cover (e.g., access hatches, sampling ports, pressure relief valves, and gauge wells) should form a continuous impermeable barrier over the entire surface area of the liquid in the storage vessel. Each cover opening should be secured in a closed, sealed position (gasket lid or cap) whenever material is in the unit except when it is necessary to open as follows:

- (1) To add material to or remove material from the unit (including openings necessary to equalize or balance the internal pressure of the unit following changes in the level of material in the unit);
- (2) To inspect or sample the material in the unit;
- (3) To inspect, maintain, repair, or replace equipment located in the unit; or
- (4) To vent liquids, gases or fumes from the unit through a closed vent system designed and operated in accordance with specified closed vent system requirements (see section 4.5.1.2) or to a process.

It is recommended that air agencies require the storage vessel thief hatch be equipped, maintained and operated with a weight, or other mechanism, to ensure that the lid remains properly seated. It is recommended that air agencies require the gasket material for the hatch be selected based on composition of the fluid in the storage vessel and weather conditions.

It is also recommended that air agencies require monthly olfactory, visual and auditory inspections of covers for defects that could result in air emissions. Any detected defects should be required to be repaired as soon as practicable.

4.5.1.2 *Recommendations for Closed Vent Systems*

The closed vent system should be designed and operated with no detectable emissions (which can be monitored by monthly olfactory, visual and auditory inspections). It is recommended that air agencies require that any detected defects be repaired as soon as practicable.

With the exception of low leg drains, high point bleeds, analyzer vent, open-ended valves and safety devices, 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 to a process, it is recommended that air agencies require owners and operators either:

(1) Install, calibrate, maintain and operate a flow indicator at the inlet to the bypass device that could divert the stream away from the control device or process to the atmosphere that sounds an alarm, or initiates 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 to the atmosphere; or

(2) 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.

4.5.1.3 *Recommendations When “Routing to a Process” or to a VRU*

Routing to a process would entail routing emissions via a closed vent system to any enclosed portion of a process unit 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. Vapor recovery units and flow lines that “route emissions to a process” would be considered part of the process and would not be considered control devices that are subject to standards, but the recommended cover and closed vent system design, operation and monitoring requirements specified in sections 4.5.1.1 and 4.5.1.2 would apply.

4.5.1.4 *Recommendations for Control Device Operation and Monitoring*

If a control device is used to comply with the recommended 95 percent VOC emission reduction RACT level of control, it is recommended that air agencies require that the device

operate at all times when gases, vapors, and fumes are vented from the storage vessel subject to VOC emission requirements through the closed vent system to the control device.

For control devices used to meet the recommended RACT, it is recommended that air agencies require owners and operators follow 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 complies with the recommended RACT by using a combustion device, it is recommended that air agencies require initial and periodic performance testing (no later than 60 months after the initial performance test) to demonstrate initial and continued compliance with the recommended RACT level of control. Additionally, for each combustion device used to comply with the recommended continuous 95 percent VOC emission reduction, it is recommended that air agencies require owners and operators conduct the following control device compliance assurance measures: (1) Monthly visual inspections or monitoring to confirm that the pilot is lit when vapors are routed to it. (2) Monthly inspections to monitor for visible emissions from the combustion device using section 11 of EPA Method 22 of appendix A of part 60. It is recommended that the observation period be 15 minutes and that devices be operated with no visible emissions, except for periods not to exceed a total of one minute during any 15-minute period. (3) Monthly olfactory, visual and auditory inspections associated with the combustion device to ensure system integrity.

4.5.2 Compliance Recommendations When Complying with the 4 tpy VOC Emissions Alternative Limitation

If the alternative RACT recommendation to determine and maintain the uncontrolled actual VOC emissions from a storage vessel that has a PTE to emit greater than or equal to 6 tpy at less than 4 tpy without considering control is used, it is recommended that air agencies first require that a source demonstrate that the uncontrolled actual VOC emissions have remained less than 4 tpy as determined monthly for 12 consecutive months. After such demonstration, it is recommended that air agencies require that the source determine the uncontrolled actual VOC emission rate each month using a generally accepted model or calculation methodology. It is also recommended that such calculations be based on the average throughput for the month. If the monthly emissions determination indicates that VOC emissions from a storage vessel subject to VOC emission control requirements increases to 4 tpy or greater and the increase is not

associated with fracturing or refracturing of a well feeding the storage vessel, it is recommended that air agencies require that the source comply with the 95 percent VOC emission reduction RACT level of control recommendation or that emissions be routed to a VRU.

5.0 COMPRESSORS

Compressors are mechanical devices that increase the pressure of natural gas and allow the natural gas to be transported from the production site, through the supply chain, and to the consumer. The types of compressors that are used by the oil and natural gas industry as prime movers are reciprocating and centrifugal compressors. This chapter discusses the sources of VOC emissions from these compressors. This chapter also provides control techniques used to reduce VOC emissions from these compressors, along with costs and emission reductions. Finally, this chapter provides a discussion of our recommended RACT and the associated VOC emission reductions and costs for both reciprocating and centrifugal compressors.

5.1 Applicability

For the purposes of this CTG, the emissions and emission reductions discussed herein would apply to centrifugal and reciprocating compressors in the oil and natural gas industry located between the wellhead and point of custody transfer to the natural gas transmission and storage segment. As noted in section 3.2 of this document, we did not evaluate RACT for compressors located at a well site, or an adjacent well site and servicing more than one well site.

5.2 Process Description and Emission Sources

5.2.1 Process Description

5.2.1.1 *Reciprocating Compressors*

In a reciprocating compressor, natural gas enters the suction manifold, and then flows into a compression cylinder where it is compressed by a piston driven in a reciprocating motion by the crankshaft powered by an internal combustion engine. Emissions occur when natural gas leaks around the piston rod when pressurized natural gas is in the cylinder. The compressor rod packing system consists of a series of flexible rings that create a seal around the piston rod to prevent gas from escaping between the rod and the inboard cylinder head. However, over time, during operation of the compressor, the rings become worn and the packaging system needs to be

replaced to prevent excessive leaking from the compression cylinder. See Figure 5-1 for a depiction of a typical rod compressor packing system configuration.³⁹

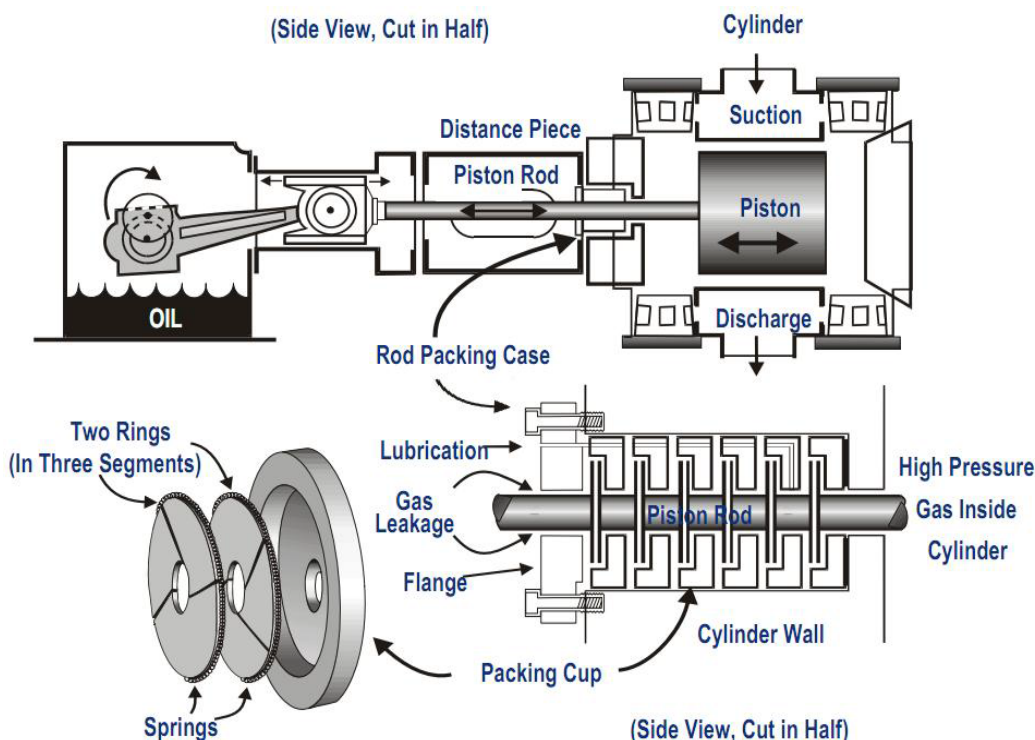


Figure 5-1. Typical Reciprocating Compressor Rod Packing System Diagram

5.2.1.2 Centrifugal Compressors

Centrifugal compressors use a rotating disk or impeller to increase the velocity of the natural gas where it is directed to a divergent duct section that converts the velocity energy to pressure energy. These compressors are primarily used for continuous, stationary transport of natural gas in the processing and transmission systems. Many centrifugal compressors use wet (meaning oil) seals around the rotating shaft to prevent natural gas from escaping where the compressor shaft exits the compressor casing. The wet seals use oil which is circulated at high pressure to form a barrier against compressed natural gas leakage. The circulated oil entrains and

³⁹ U.S. Environmental Protection Agency. Lessons Learned from Natural Gas STAR Partners. *Reducing Methane Emissions from Compressor Rod Packing Systems*. Natural Gas STAR Program. 2006.

adsorbs some compressed natural gas that may be released to the atmosphere during the seal oil recirculation process. Figure 5-2 illustrates the wet seal compressor configuration.⁴⁰

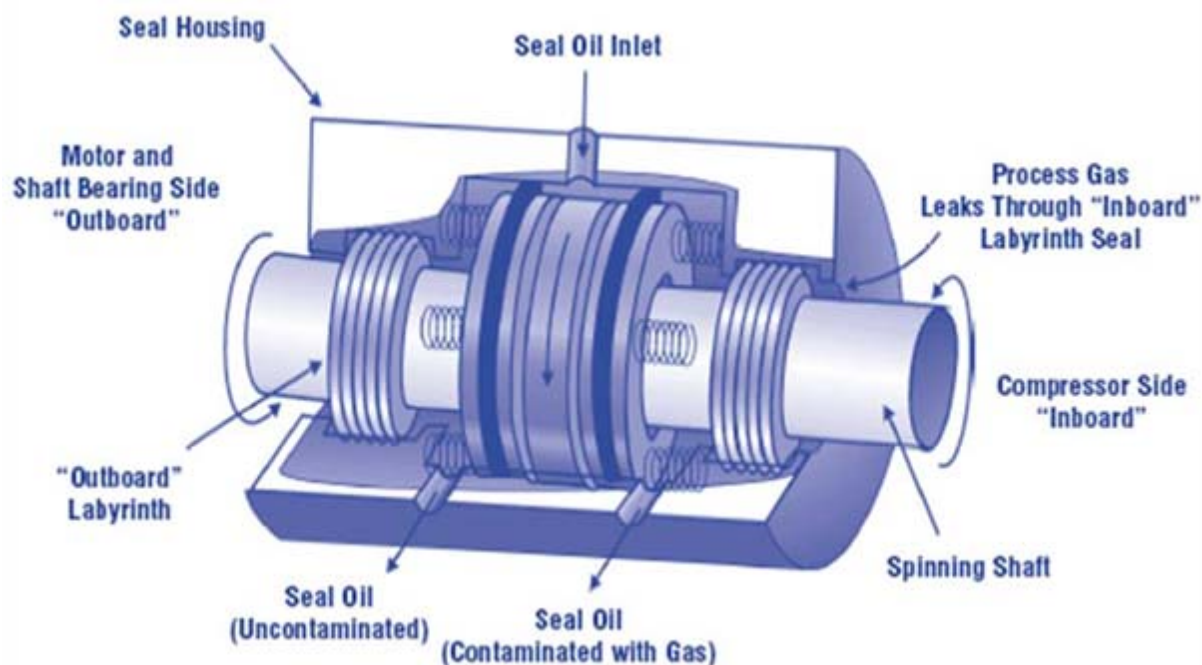


Figure 5-2. Typical Centrifugal Compressor Wet Seal

Alternatively, dry seals can be used in place of wet seals in centrifugal compressors. Dry seals prevent leakage by using the opposing force created by hydrodynamic grooves and springs (see Figure 5-3). The hydrodynamic grooves are etched into the surface of the rotating ring affixed to the compressor shaft. When the compressor is not rotating, the stationary ring in the seal housing is pressed against the rotating ring by springs. When the compressor shaft rotates at high speed, compressed natural gas has only one pathway to leak down the shaft, and that is between the rotating and stationary rings. This natural gas is pumped between the grooves in the rotating and stationary rings. The opposing force of high-pressure natural gas pumped between the rings and springs trying to push the rings together creates a very thin gap between the rings through which little natural gas can leak. While the compressor is operating, the rings are not in

⁴⁰ U.S. Environmental Protection Agency. Lessons Learned from Natural Gas STAR Partners. *Replacing Wet Seals with Dry Seals in Centrifugal Compressors*. Natural Gas STAR Program. October 2006.

contact with each other and, therefore, do not wear or need lubrication. O-rings seal the stationary rings in the seal case.⁴¹

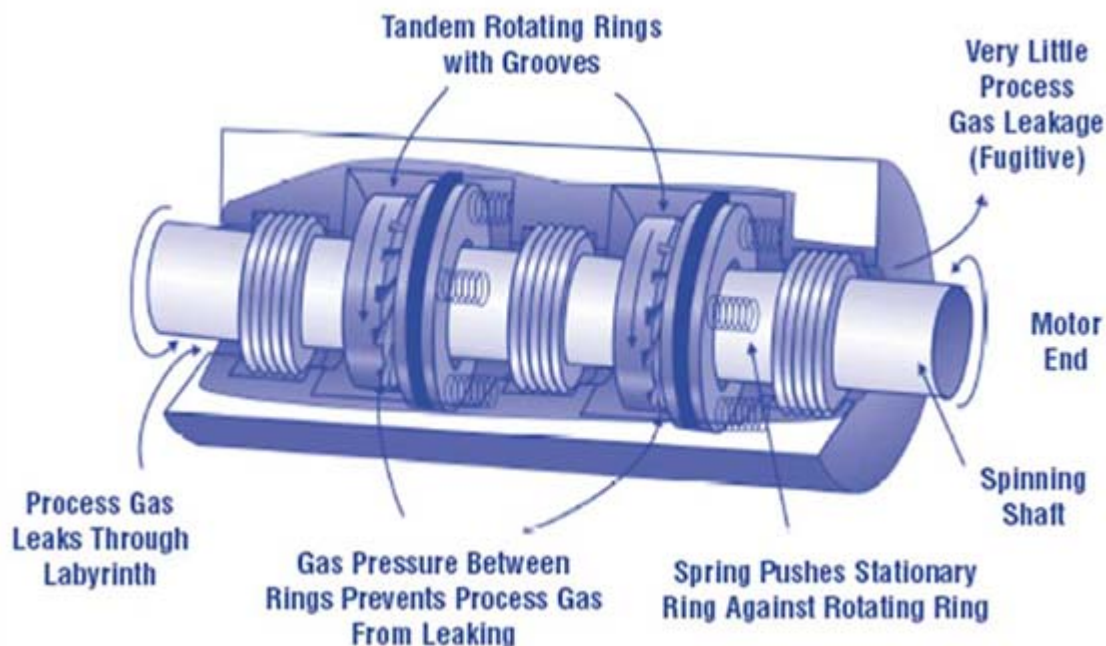


Figure 5-3. Typical Centrifugal Compressor Tandem Dry Seal

Natural gas emissions from wet seal centrifugal compressors have been found to be higher than dry seal compressors primarily due to the off-gassing of the entrained natural gas from the oil. This natural gas is not suitable for sale and is either released to the atmosphere, flared, or routed back to a process. In addition to lower natural gas leakage (and therefore lower emissions), dry seals have been found to have lower operation and maintenance costs than wet seal compressors because they are a mechanically simpler design, require less power to operate, and are more reliable. For the same reasons we explained in the 2012 NSPS and the 2015 NSPS proposal, we are not recommending RACT for dry seal compressors and instead include the use of a dry seal in place of a wet seal system as an available control option for reducing VOC emissions from wet seal centrifugal compressors (discussed in section 5.3.1.2 of this chapter). During the rulemakings for the 2012 NSPS and 2016 NSPS, we found that the dry seal system and the option of routing to a process both had at least a 95 percent control efficiency.

⁴¹ Ibid.

5.2.2 Emissions Data

5.2.2.1 Summary of Major Studies and Emissions

Several studies have been conducted that provide leak estimates from reciprocating and centrifugal compressors. Table 5-1 lists these studies, along with the type of information contained in the study. In addition to these sources, we evaluated the peer reviewer and public comments received on the EPA’s white paper, “Oil and Natural Gas Sector Compressors.”⁴²

Table 5-1. Major Studies Reviewed for Emissions Data⁴³

Report Name	Affiliation	Year of Report	Activity Factors	Emissions Data	Control Options ^j
Inventory of Greenhouse Gas Emissions and Sinks ^a	EPA	Annual	Nationwide	X	
Greenhouse Gas Reporting Program (Annual Reporting; Current Data Available for 2011-2013) ^b	EPA	2014	Facility-Level	X	X
Methane Emissions from the Natural Gas Industry ^c	EPA/Gas Research Institute (GRI)	1996	Nationwide	X	
Natural Gas STAR Program ^{d,e}	EPA	1993-2010	Nationwide	X	X
Natural Gas Industry Methane Emission Factor Improvement Study ^f	URS Corporation, UT Austin, and EPA	2011	None	Emission Factors Only	
Characterizing Pivotal Sources of Methane Emissions from Natural Gas Production: Summary and Analysis of API and ANGA Survey Responses ^g	API/ANGA	2012	Regional	X ^h	
Economic Analysis of Methane Emissions Reduction Opportunities in the U.S. Onshore Oil and Natural Gas Industries ⁱ	ICF International (Prepared for the Environmental Defense Fund (EDF))	2014	Regional	X	X

⁴² U.S. Environmental Protection Agency. *Oil and Natural Gas Sector Compressors. Report for Oil and Natural Gas Sector Compressors Review Panel*. Office of Air Quality Planning and Standards (OAQPS). April 2014. Available at <http://www.epa.gov/airquality/oilandgas/2014papers/20140415compressors.pdf>.

⁴³ U.S. Environmental Protection Agency. *Oil and Natural Gas Sector: Standards of Performance for Crude Oil and Natural Gas Production, Transmission, and Distribution - Background Supplemental Technical Support Document for the Final New Source Performance Standards*. April 2012. EPA Docket Number EPA-HQ-OAR-2010-0505-4550.

^a U.S. Environmental Protection Agency. *Inventory of U.S. Greenhouse Gas Emissions and Sinks*. Washington, DC. <https://www3.epa.gov/climatechange/ghgemissions/usinventoryreport.html>.

^b U.S. Environmental Protection Agency. *Greenhouse Gas Reporting Program*. Washington, DC. November 2014.

^c U.S. Environmental Protection Agency/GRI. National Risk Management Research Laboratory. Research and Development. *Methane Emissions from the Natural Gas Industry, Volume 8: Equipment Leaks*. Prepared for the U.S. Department of Energy, Energy Information Administration. EPA-600/R-96-080h. June 1996.

^d U.S. Environmental Protection Agency. *Lessons Learned: Reducing Methane Emissions from Compressor Rod Packing Systems*. Natural Gas STAR. Environmental Protection Agency. 2006.

^e U.S. Environmental Protection Agency. *Lessons Learned: Replacing Wet Seals with Dry Seals in Centrifugal Compressors*. Natural Gas STAR. Environmental Protection Agency. October 2006.

^f URS Corporation/University of Texas at Austin. 2011. *Natural Gas Industry Methane Emission Factor Improvement Study, Final Report*. December 2011.
http://www.utexas.edu/research/ceer/GHG/files/FReports/XA_83376101_Final_Report.pdf.

^g American Petroleum Institute (API) and America's Natural Gas Alliance (ANGA). *Characterizing Pivotal Sources of Methane Emissions from Natural Gas Production. Summary and Analysis of API and ANGA Survey Responses*. Final Report. September 21, 2012.

^h The API/ANGA study provided information on equipment counts that could augment nationwide emissions calculations. No source emission information was included.

ⁱ ICF International. *Economic Analysis of Methane Emissions Reduction Opportunities in the U.S. Onshore Oil and Natural Gas Industries*. Prepared for the Environmental Defense Fund. March 2014.

^j An "X" in this column does not necessarily indicate that the EPA has received comprehensive data on control options from any one of these reports. The type of emissions control information that the EPA has received from these reports varies substantially from report to report.

5.2.2.2 Representative Reciprocating and Centrifugal Compressor Emissions

The centrifugal compressor methane emission factors used for processing are based on emission factor data for wet seals and dry seals from a sampling of wet seal and dry seal centrifugal compressor data that was used to calculate emissions in the GHG Inventory.

For gathering and boosting station reciprocating compressors, the 2011 NSPS TSD emission factors were used because they are considered to be the best representative emission factors at this time. Emission factors in the Clearstone study,⁴⁴ which are expressed in thousand standard cubic feet per cylinder, were multiplied by the average number of cylinders per gathering and boosting station reciprocating compressor. The volumetric methane emission rate was converted to a mass emission rate using a density of 41.63 pounds of methane per thousand cubic feet. This conversion factor was developed assuming that methane is an ideal gas and using the ideal gas law to calculate the density. A summary of the reciprocating compressor methane

⁴⁴ Clearstone Engineering Ltd. *Cost-Effective Directed Inspection and Maintenance Control Opportunities at Five Gas Processing Plants and Upstream Gathering Compressor Stations and Well Sites*. 2006.

emission factors used for this analysis is presented in Table 5-2. Once the mass methane emission rate was calculated, ratios were used to estimate VOC emissions using the methane to VOC pollutant ratios developed in the 2011 Gas Composition Memorandum. The specific ratio that was used to convert methane emissions to VOC emissions is 0.278 pounds VOC per pound of methane for the production and processing segments. Table 5-3 presents a summary of the estimated methane and VOC emissions per reciprocating and centrifugal compressor (in tpy) for the production and processing segments.

Table 5-2. Methane Emission Factors for Reciprocating and Centrifugal Compressors⁴⁵

Oil and Gas Industry Segment	Reciprocating Compressors			Centrifugal Compressors	
	Methane Emission Factor (scfh-cylinder)	Average Number of Cylinders	Pressurized Factor (Percent of Hours/Year Compressor Pressurized)	Wet Seal Methane Emission Factor (scfm)	Dry Seal Methane Emission Factor (scfm)
Gathering & Boosting Stations	25.9 ^a	3.3	79.1%	N/A ^c	N/A ^c
Processing	57 ^b	2.5	89.7%	47.7 ^d	6 ^d

^a Clearstone Engineering Ltd. *Cost-Effective Directed Inspection and Maintenance Control Opportunities at Five Gas Processing Plants and Upstream Gathering Compressor Stations and Well Sites*. 2006.

^b U.S. Environmental Protection Agency/GRI. *Methane Emissions from the Natural Gas Industry: Volume 8 – Equipment Leaks*. Table 4-14.

^c U.S. Environmental Protection Agency/GRI. *Methane Emissions from the Natural Gas Industry: Volume 11 – Compressor Driver Exhaust*. 1996 Report does not report any centrifugal compressors in the production or gathering/boosting segments, therefore no emission factor data were published for those two segments.

^d U.S. Environmental Protection Agency. *Methodology for Estimating CH₄ and CO₂ Emissions from Petroleum Systems. Greenhouse Gas Inventory: Emission and Sinks 1990-2012*. Washington, DC. April 2014.

⁴⁵ U.S. Environmental Protection Agency/GRI. Research and Development, National Risk Management Research Laboratory. *Methane Emissions from the Natural Gas Industry*. Prepared for the U.S. Department of Energy, Energy Information Administration. EPA-600/R-96-080h. June 1996.

Table 5-3. Baseline VOC Emission Estimates for Reciprocating and Centrifugal Compressors^a

Industry Segment/Compressor Type	Baseline Emission Estimates (tpy)	
	Methane	VOC
Reciprocating Compressors		
Gathering and Boosting Stations	12.3	3.42
Processing	22	6.12
Centrifugal Compressors (Wet seals)		
Processing	210.53	19.1
Centrifugal Compressors (Dry seals)		
Processing	26	2.4

^a For centrifugal compressors, it was assumed that 75 percent of the natural gas that is compressed is pipeline quality gas and 25 percent of the natural gas is production quality.

5.3 Available Controls and Regulatory Approaches

5.3.1 Available VOC Emission Control Options

Available controls for reducing VOC emissions from reciprocating and centrifugal compressors are presented in sections 5.3.1.1 and 5.3.1.2 of this chapter.

5.3.1.1 *Reciprocating Compressors*

Potential control options for reducing emissions from reciprocating compressors include control techniques that limit the leaking of natural gas past the piston rod packing. These options include: (1) increasing or specifying the frequency of the replacement of the compressor rod packing, (2) increasing or specifying the frequency of the replacement of the piston rod, (3) specifying the refitting or realignment of the piston rod, and (4) routing of emission to a process through a closed vent system under negative pressure. In addition to these options, there are emerging control techniques where specific analyses have not yet been conducted. For example, there may be potential for reducing VOC emission by updating rod packing components made from newer materials which can help improve the life and performance of the rod packing system (economic rod packing replacement) and capturing gas from the reciprocating compressor and routing it back to the compressor engine to be used as fuel. These emerging VOC emissions control techniques are discussed briefly below, along with our

evaluation of the frequency of compressor rod packing/piston rod replacement and piston rod refitting and realignment control options.

We do not believe that combustion is a technically feasible control option because, as detailed in the 2011 NSPS TSD, routing of emissions to a control device can cause positive back pressure on the packing, which can cause safety issues due to gas backing up in the distance piece area and engine crankcase in some designs. While considering the option of routing of emissions to a process through a closed vent system under negative pressure, we determined that the negative pressure requirement not only ensures that all the emissions are conveyed to the process, it also avoids the issue of inducing back pressure on the rod packing and the resultant safety concerns. Although this option can be used in some circumstances, it cannot be applied in every installation. As a result, these options (i.e., routing of emissions to a control device, routing of emissions to a process through a closed vent system under negative pressure) were not further considered under this CTG.

Frequency of Rod Packing Replacement

For reciprocating compressors, one of the options for reducing VOC emissions is a maintenance task that would increase or specify the frequency of replacement of the rod packing in order to reduce the leakage of natural gas past the piston rod. Over time, the packing rings wear and allow more natural gas to escape around the piston rod. Regular replacement of these rings reduces VOC emissions. Therefore, this control technique is considered to be an available VOC emission control technique for reciprocating compressors.

Description

As noted previously, reciprocating compressor rod packing consists of a series of flexible rings that fit around a shaft to create a seal against leakage. As the rings wear, they allow more compressed natural gas to escape, increasing rod packing emissions. Rod packing emissions typically occur around the rings from slight movement of the rings in the cups as the rod moves, but can also occur through the “nose gasket” around the packing case, between the packing cups, and between the rings and shaft. If the fit between the rod packing rings and rod is too loose, more compressed natural gas will escape. Periodically replacing the packing rings ensures the correct fit is maintained between packing rings and the rod.⁴⁶

⁴⁶ U.S. Environmental Protection Agency. Lessons Learned from Natural Gas STAR Partners. *Reducing Methane Emissions from Compressor Rod Packing Systems*. Natural Gas STAR Program. 2006.

Control Effectiveness

As discussed above, regular replacement of the reciprocating compressor rod packing can reduce the leaking of natural gas across the piston rod. The potential emission reductions for gathering and boosting stations and the processing segment were calculated by comparing the average rod packing emissions with the average emissions from newly installed and worn-in rod packing.

Based on industry information from the Natural Gas STAR Program, we have determined that the additional cost of shortening the replacement period more frequently than every three years or every 26,000 hours would not be justified based on the additional emission reductions that would be achieved.⁴⁷ Therefore, we analyzed emission reductions that would result from replacing worn packing with newly installed packing at a frequency of every three years or every 26,000 hours. For the baseline, we assumed that rod packing is replaced every four years. The analysis uses Equation 1 for estimating gathering and boosting station emission reductions, and Equation 2 for estimating processing segment emission reductions that would result from replacing worn packing with newly installed packing at a frequency of every 3 years or every 26,000 hours.⁴⁸

$$\text{Equation 1} \quad R_{WP}^{G\&B} = \frac{Comp_{Existing}^{G\&B} (E_{G\&B} - E_{New}) \times C \times O \times 8760}{10^6}$$

Where:

$R_{WP}^{G\&B}$ = Potential methane emission reductions from gathering and boosting stations by replacing worn packing with newly installed packing, in million cubic feet per year (MMcf/year);

$Comp_{Existing}^{G\&B}$ = Number of existing gathering and boosting station compressors;

$E_{G\&B}$ = Methane emission factor for gathering and boosting stations, in cubic feet per hour per cylinder (25.9 scfh-cylinder);

⁴⁷ U.S. Environmental Protection Agency. *Oil and Natural Gas Sector: New Source Performance Standards and National Emission Standards for Hazardous Air Pollutants Reviews*. 40 CFR Parts 60 and 63. Response to Public Comments on Proposed Rule. August 23, 2011 (76 FR 52738). pg. 102.

⁴⁸ U.S. Environmental Protection Agency. *Oil and Natural Gas Sector: Standards of Performance for Crude Oil and Natural Gas Production, Transmission, and Distribution – Background Technical Support Document for Proposed Standards*. July 2011. EPA Document Number EPA-453/R-11-002.

E_{New} = Average emissions from a newly installed rod packing, assumed to be 11.5 cubic feet per hour per cylinder⁴⁹ for this analysis;

C = Average number of cylinders for gathering and boosting stations (i.e., 3.3);

O = Percent of time during the calendar year the average gathering and boosting station is in the operating and standby pressurized modes, 79.1 percent;

8760 = Number of hours in a year;

10^6 = Number of cubic feet in a million cubic feet.

$$\text{Equation 2} \quad R_p = \frac{Comp_{Existing}^P (E_P - E_{New}) \times C \times O \times 8760}{10^6}$$

Where:

R_p = Potential methane emission reductions from processing compressors replacing worn packing to newly installed packing, in million cubic feet per year (MMcf/year);

$Comp_{Existing}^P$ = Number of existing processing compressors;

E_P = Methane emission factor for processing compressors, in cubic feet per hour per cylinder, 57 scfh-cylinder;

E_{New} = Average emissions from a newly installed rod packing, assumed to be 11.5 cubic feet per hour per cylinder⁵⁰ for this analysis;

C = Average number of cylinders for processing compressors (i.e., 2.5);

O = Percent of time during the calendar year the average processing compressor is in the operating and standby pressurized modes, 89.7 percent;

8760 = Number of hours in a year;

10^6 = Number of cubic feet in a million cubic feet.

Table 5-4 presents a summary of the potential emission reductions for reciprocating compressor rod packing replacement for gathering and boosting stations and processing segment compressors based on the percent natural gas reduction calculated from the above equations. The emissions of VOC were estimated using the methane emissions calculated

⁴⁹ U.S. Environmental Protection Agency. Lessons Learned from Natural Gas STAR Partners. *Reducing Methane Emissions from Compressor Rod Packing Systems*. Natural Gas STAR Program. 2006.

⁵⁰ Ibid.

above and the methane-to-VOC ratio developed for each of the segments in the 2011 Gas Composition Memorandum.

Table 5-4. Estimated Annual Reciprocating Compressor Emission Reductions from Increasing the Frequency of Rod Packing Replacement

Oil and Natural Gas Segment	Individual Compressor Emission Reductions (tons/compressor-year)	
	Methane	VOC
Gathering and Boosting	6.84	1.9
Processing	17.58	4.89

Cost Impacts

Costs for the specified frequency of replacement of reciprocating compressor rod packing documented in the 2011 NSPS TSD were obtained from a Natural Gas STAR Lessons Learned document which estimated the cost to replace the packing rings to be \$1,712 per cylinder (converted from 2008 dollars to 2012 dollars). It was assumed that rod packing replacement would occur during planned shutdowns and maintenance and, therefore, no additional travel costs would be incurred for implementing the rod packing replacement program. In addition, no costs were included for monitoring because the rod packing replacement is based on the number of hours that the compressor operates or the period of time since the previous replacement. The 2011 NSPS TSD analysis assumed that, at baseline, the replacement of rod packing for reciprocating compressors occurs on average every four years based on industry information from the Natural Gas STAR Program. The cost impacts are based on the replacement frequency of the rod packing every 26,000 hours that the reciprocating compressor operates in the pressurized mode.

The 26,000 hour replacement frequency used for the cost impacts in the 2011 NSPS TSD was determined using a weighted average of the annual percentage that the reciprocating compressors are pressurized. The weighted average percentage was calculated to be 98.9 percent. This percentage was multiplied by the total number of hours in 3 years to obtain a value of 26,000 hours. Assuming an interest rate of 7 percent, the capital recovery factors (based on replacing the rod packing every 3 years or 26,000 hours) were calculated to be 0.3122 and 0.3490 for gathering and boosting stations and the processing segment, respectively. The capital

costs were calculated using the average rod packing cost of \$1,712 (converted from \$1,620 in 2008 dollars to 2012 dollars) and the average number of cylinders per compressor (assumed to be 3.3 cylinders for gathering and boosting stations and 2.5 cylinders for processing segment compressors).⁵¹ The annual costs were calculated using the capital costs and the capital recovery factors. Table 5-5 presents a summary of the capital and annual costs for gathering and boosting stations and the processing segment.

There are monetary savings associated with the amount of gas saved with reciprocating compressor rod packing replacement. Monetary savings associated with the amount of gas saved with reciprocating compressor rod packing replacement was estimated using a natural gas price of \$4.00 per Mcf.⁵² Table 5-5 presents the annual costs with savings and cost of control for reciprocating rod packing replacement for gathering and boosting stations and the processing segment.

Reciprocating compressor rod packing replacement prevents the escape of natural gas from the piston rod. In addition to reducing VOC emissions, there would be a co-benefit of reducing other emissions (such as methane) as a result of increasing the frequency of rod packing replacement.

Table 5-5. Cost of Control for Increasing the Frequency of Reciprocating Compressor Rod Packing Replacement

Oil and Gas Segment	Capital Cost (\$2012) ^a	Annual Costs per Compressor (\$/compressor-year)		VOC Cost of Control (\$/ton)	
		Without Savings	With Savings	Without Savings	With Savings
Gathering and Boosting	\$5,650	\$2,153	\$566	\$1,131	\$298
Processing	\$4,280	\$1,631	(\$2,443)	\$334	(\$500)

^a 2011 TSD 2008 dollars converted to 2012 dollars using the Federal Reserve Economic Data GDP Price Deflator (5.69 percent).

⁵¹ U.S. Environmental Protection Agency. *Oil and Natural Gas Sector: Standards of Performance for Crude Oil and Natural Gas Production, Transmission, and Distribution – Background Technical Support Document for Proposed Standards*. July 2011. EPA Document Number EPA-453/R-11-002.

⁵² U.S. Energy Information Administration. *Annual U.S. Natural Gas Wellhead Price*. U.S. Energy Information Administration Natural Gas Navigator. Retrieved online on December 12, 2010 at <http://www.eia.doe.gov/dnav/ng/hist/n9190us3a.htm>.

Frequency of Replacement and/or Realignment/Retrofitting of the Piston Rod

Like the packing rings, piston rods on reciprocating compressors also deteriorate. Piston rods, however, wear more slowly than packing rings, having a life of about 10 years.⁵³ Rods wear “out-of-round” or taper when poorly aligned, which affects the fit of packing rings against the shaft (and therefore the tightness of the seal) and the rate of ring wear. An out-of-round shaft not only seals poorly, allowing more leakage, but also causes uneven wear on the seals, thereby shortening the life of the piston rod and the packing seal. Replacing or upgrading the rod can reduce reciprocating compressor rod packing emissions. Also, upgrading piston rods by coating them with tungsten carbide or chrome reduces wear over the life of the rod. We assume that operators will choose, at their discretion, when to replace/realign or retrofit the rod as part of regular maintenance procedures and replace the rod when appropriate when the compressor is out of service for other maintenance such as rod packing replacement. Therefore, we did not consider this option any further.

Updated Rod Packing Material

Although specific analyses have not been conducted, there may be potential for reducing VOC emissions by updating rod packing components made from newer materials, which can help improve the life and performance of the rod packing system. One option is to replace the bronze metallic rod packing rings with longer lasting carbon-impregnated Teflon rings. Compressor rods can also be coated with chrome or tungsten carbide to reduce wear and extend the life of the piston rod.⁵⁴ Although changing the rod packing material has been identified as a potential VOC emission reduction option for reciprocating compressors, there is insufficient information on its emission reduction potential and use throughout the industry.

Economic Rod Packing Replacement

Another option facilities can use that has the potential to reduce costs and emissions is for facilities to use specific financial objectives and monitoring data to determine emission levels at which it is cost-effective to replace rings and rods. Benefits of calculating and utilizing this “economic replacement threshold” include VOC emission reductions and natural gas cost savings. Using this approach, one Natural Gas STAR partner reportedly achieved savings of over

⁵³ U.S. Environmental Protection Agency. Lessons Learned from Natural Gas STAR Partners. *Reducing Methane Emissions from Compressor Rod Packing Systems*. Natural Gas STAR Program. 2006.

⁵⁴ Ibid.

\$233,000 annually at 2006 gas prices. An economic replacement threshold approach would also result in operational benefits, including a longer life for existing equipment, improvements in operating efficiencies, and long-term savings.⁵⁵

Gas Recovery (Routing of Emissions to a Process)

Description

Another control option for reciprocating compressors includes control techniques that recover natural gas leaking past the piston rod packing. We are aware of a system that captures the natural gas that would otherwise be vented and routes it back to the compressor engine to be used as fuel.⁵⁶ The vent gases are passed through a valve train that includes a demister and then are injected into the engine intake air after the air filter. In general, the technology consists of recovering vented emissions from the rod packing under negative pressure and routing these emissions of otherwise vented gas to the air intake of a reciprocating internal combustion engine that would burn the gas as fuel to augment the normal fuel supply. The system's computerized air/fuel control system would then adjust the normal fuel supply to accommodate the increased fuel made available from the recovered emissions and thereby take advantage of the recovered emissions while avoiding an overly rich fuel mixture.

Subpart OOOO, as well as subpart OOOOa, provide a compliance option for reciprocating compressors that allows collecting emissions from the rod packing using a rod packing emissions collection system which operates under negative pressure and routing the rod packing emissions to a process through a closed vent system. Both of the above systems, if installed using a cover and closed vent system meeting the subpart OOOO and subpart OOOOa requirements, could potentially be used for this compliance option.

Control Effectiveness

One estimate obtained by the EPA states that the gas recovery system can result in the elimination of over 99 percent of VOC emissions that would otherwise occur from the venting of the emissions from the compressor rod packing.⁵⁷ The emissions that would have been vented are combusted in the compressor engine to generate power.

⁵⁵ Ibid.

⁵⁶ REM Technology Inc. and Targa Resources. *Reducing Methane and VOC Emissions*. Presentation for the 2012 Natural Gas STAR Annual Implementation Workshop.

⁵⁷ REM Technology Inc., et al. *Profitable Use of Vented Emission in Oil & Gas Production*. Prepared with support from the Climate Change and Emissions Management Corporation (CCEMC). 2013.

If the facility is able to route rod packing vents to a VRU system, it is possible to recover approximately 95-100 percent of emissions. If the gas is routed to a flare, approximately 95 percent of the VOC emissions could be reduced.

Cost Impacts

One estimate reported that the cost per engine would be approximately \$12,000 (does not include installation costs). Some costs would be mitigated by fuel gas savings, as using the captured gas to displace some of the purchased fuel would require less fuel to be purchased in order to run the compressor engine. The fuel cost saving based on a 4-throw compressor with moderate leak rate would be an estimated \$6,500 per year.⁵⁸ This technique is discussed further in the Natural Gas STAR PRO Fact Sheet titled “Install Automated Air/Fuel Ratio Controls”.⁵⁹ This document reported an average fuel gas savings of 78 Mcf/day per engine with the gas recovery system installed. Based on our review of information on this technology, we conclude that this technology has merit and would provide better emission reductions than increasing the replacement of rod packing from every 4 years to every 3 years since the emissions would be captured under negative pressure, allowing all emissions to be routed to the engine. It is our understanding that this technology may not be applicable to every compressor installation and situation.

For a VRU, assuming the proper equipment is already available at the facility, capturing the rod packing emissions would require minimal costs. The investment would only need to include the cost of piping and installation. While we have not obtained a cost estimate specifically for routing rod packing vents to a VRU, this process has been studied for dehydrators and would be similar for rod packing systems. According to the Natural Gas STAR PRO Fact Sheet titled “Pipe Glycol Dehydrator to Vapor Recovery Unit,”⁶⁰ the cost for planning and installing additional piping is approximately \$2,000. Routing to a VRU also provides additional incentive as there is a value associated with recovered gas. However, the installation of a VRU to only capture rod packing emissions may not be economically viable if an additional compressor system is required. If the VRU is already present at the facility, the incremental cost

⁵⁸ REM Technology Inc. Presentation to the U.S. Environmental Protection Agency on December 1, 2011. EPA Docket ID No. EPA-HQ-OAR-2010-0505.

⁵⁹ U.S. Environmental Protection Agency. Gas STAR PRO No. 104. *Install Automated Air/Fuel Ratio Controls*. 2011.

⁶⁰ U.S. Environmental Protection Agency. Gas STAR PRO No. 203. *Pipe Glycol Dehydrator to Vapor Recovery Unit*. 2011.

to capture the rod packing vent gas can be recovered from the value of the additional captured natural gas.

Although gas recovery has been identified as a potential VOC emission reduction option for reciprocating compressors, there is insufficient information on its availability as a reasonably available control option for reducing reciprocating compressor VOC emissions. However, we recommend that air agencies consider this technology as a compliance option when considering the RACT recommendations presented in section 5.4 of this chapter.

5.3.1.2 Centrifugal Compressors Equipped with Wet Seals

Potential control options to reduce emissions from centrifugal compressors equipped with wet seals include control techniques that limit the leaking of natural gas across the rotating shaft, and capture and destruction of the emissions by routing emissions to a process (e.g., a compressor or fuel gas system) or to a combustion device (discussed in detail in sections 4.3.1.2 of chapter 4). We evaluate below three available control options: (1) converting wet seals to dry seals, (2) routing emissions to a fuel gas system or compressor (process), and (3) routing emissions to a combustion device.

Converting Wet Seals to Dry Seals

Description

We evaluated the use of centrifugal compressor dry seals as an available VOC control option for wet seal centrifugal compressors. As noted in section 5.2 of this chapter, the VOC emission profile from the use of dry seals is considerably less than from the use of wet seals. Replacing wet seals with dry seals can, therefore, substantially reduce VOC emissions across the rotating shaft compared to wet seals, while simultaneously reducing operating costs and enhancing compressor efficiency compared to wet seals. During normal operation, dry seals leak at a rate of 6 scfm methane per compressor.⁶¹ While this is equivalent to a wet seal's leakage rate at the seal face, wet seals generate additional emissions during degassing of the circulating oil. Gas separated from the seal oil before the oil is recirculated is usually vented to the atmosphere,

⁶¹ U.S. Environmental Protection Agency. Lessons Learned Document. *Replacing Wet Seals with Dry Seals in Centrifugal Compressors*. October 2006.

bringing the total leakage rate for tandem wet seals to 47.7 scfm methane per compressor.^{62,63} It is not practical or feasible in all situations, however, to retrofit an existing wet seal compressor with a dry seal compressor. We have received information that indicates that the conversion process requires a significant period of time to complete and the compressor would need to be out of commission for the conversion period.

Control Effectiveness

The emission reductions that would occur by replacing wet seal compressors with a dry seal compressor were calculated by subtracting the dry seal emissions from the emissions from a centrifugal compressor equipped with wet seals. We used the centrifugal compressor emission factors in Table 5-2 and estimated that VOC emissions would be reduced by 16.7 tpy per compressor.

Cost Impacts

The Natural Gas STAR Program estimated the cost of retrofitting dry seals on a centrifugal compressor equipped with wet seals to be \$324,000 (\$342,439 in 2012 dollars) for a two-seal dry seal system, which includes the cost of both seals and the dry gas conditioning, monitoring, control console and installation.⁶⁴ The annual costs were calculated as the capital recovery of the capital cost assuming a 20-year equipment life and 7 percent interest, which is approximately \$32,324 per compressor. The Natural Gas STAR Program estimated that the annual operation and maintenance savings from the installation of a dry seal compressor is \$88,300 (\$93,325 in 2012 dollars) in comparison to a wet seal compressor. In addition, the installation of dry seals reduces natural gas emissions by 10,721 Mscf/yr⁶⁵ which results in an estimated natural gas savings of \$42,883 per year assuming a natural gas price of \$4/Mcf. A summary of the capital and annual costs for replacing a wet seal compressor with a dry seal compressor is presented in Table 5-6 along with the VOC cost of control. As noted above, we

⁶² U.S. Environmental Protection Agency, et al. *Methane's Role in Promoting Sustainable Development in the Oil and Natural Gas Industry*. World Gas Conference 10/2009.

⁶³ U.S. Environmental Protection Agency. *Methodology for Estimating CH₄ and CO₂ Emissions from Natural Gas Systems. Inventory of U.S. Greenhouse Gas Emissions and Sinks: 1990-2012*. Washington, DC. Annex 3. Table A-129.

⁶⁴ U.S. Environmental Protection Agency. Lessons Learned Document. *Replacing Wet Seals with Dry Seals in Centrifugal Compressors*. October 2006.

⁶⁵ The natural gas savings was calculated by using the 16.7 tpy VOC reduction and dividing by the VOC/methane weight ratio of 0.278 to determine the amount of methane reduction that would be reduced (60.1 tpy). The methane emission reductions were converted to volumetric natural gas reductions assuming a natural gas density of 0.02082 tons/Mcf and an 82.9 volume percent conversion factor of methane to natural gas.

have received information that indicates that the conversion process requires a significant period of time to complete and the compressor would need to be out of commission during the conversion period. Because of this, a facility may have to provide a temporary compressor in the interim that would add additional costs to the cost estimates we present in Table 5-6.

Table 5-6. Cost of Control of Replacing a Wet Seal Compressor with a Dry Seal Compressor

Oil & Natural Gas Segment	Capital Cost (\$2012)	Annual Costs Per Compressor (\$/compressor-year)		VOC Cost of Control (\$/ton)	
		Without Savings ^a	With O&M and Natural Gas Savings ^b	Without Savings	With O&M and Natural Gas Savings
Processing	\$342,439	\$32,324	(\$103,884)	\$1,931	(\$6,205)

^a Includes only the annualized capital cost of the retrofit of the dry seal system (20 years, 7 percent interest).

^b Includes the annualized capital cost, annual operation and maintenance (O&M) savings and annual natural gas savings.

Routing Emissions to a Compressor or Fuel Gas System (Process)

Description

One option for reducing VOC emissions from the compressor wet seal fluid degassing system is to route the captured emissions back to the compressor suction or fuel system or other beneficial use (referred to collectively as routing to a process). Routing to a process would entail routing emissions via a closed vent system to any enclosed portion of a process unit (e.g., compressor or fuel gas system) where the emissions are predominantly recycled, consumed in the same manner as a material that fulfills the same function in the process, transformed by chemical reaction into materials that are not regulated materials, incorporated into a product, or recovered. Emissions that are routed to a process can result in the same or greater emission reductions as would have been achieved had the emissions been routed through a closed vent system to a combustion device. Table 5-7 presents a summary of the estimated emission reductions from routing emissions from the wet seal fluid degassing system to a process. For purposes of this analysis, we assume that routing VOC emissions from a wet seal fluid degassing

system to a process reduces VOC emissions greater than or equal to a combustion device (i.e., greater than or equal to 95 percent).

Table 5-7. Estimated Annual Centrifugal Compressor VOC Emission Reductions for Routing Wet Seal Fluid Degassing System to a Process^{66,67}

Oil & Gas Segment	Individual Compressor VOC Emission Reductions (tons/compressor-year)
Processing	≥ 18.1

Cost Impacts

The capital cost of a system to route the seal oil degassing system to a process is estimated to be \$23,252,⁶⁸ converting to 2012 dollars using the Federal Reserve Economic Data GDP Price Deflator (Change in GDP: Implicit Price Deflator from 2008 to 2012 (5.69 percent)).⁶⁹ The estimated costs include an intermediate pressure degassing drum, new piping, gas demister/filter, and a pressure regulator for the fuel line. The annual costs were estimated to be \$2,553 assuming a 15-year equipment life at 7 percent interest.

Potential natural gas savings for this option were estimated to be 12 Mcf/yr and assumes that greater than or equal to 95 percent of the 47.7 scfm methane emissions are controlled, an annual operating factor of 43.6 percent, and the 82.9 volume percent conversion factor of methane to natural gas. Assuming a natural gas savings of \$4/Mcf, the natural gas savings equates to approximately \$47,553 per year. Table 5-8 presents a summary of the cost of control for routing emissions to a process.

⁶⁶ U.S. Environmental Protection Agency. *Oil and Natural Gas Sector: Standards of Performance for Crude Oil and Natural Gas Production, Transmission, and Distribution - Background Supplemental Technical Support Document for the Final New Source Performance Standards*. April 2012. EPA Docket Number EPA-HQ-OAR-2010-0505-4550.

⁶⁷ Ibid.

⁶⁸ Ibid.

⁶⁹ U.S. Bureau of Economic Analysis. *Gross Domestic Product: Implicit Price Deflator (GDPDEF)*, retrieved from FRED, Federal Reserve Bank of St. Louis. <https://research.stlouisfed.org/fred2/series/GDPDEF/> March, 26, 2015.

Table 5-8. VOC Cost of Control for Routing Wet Seal Fluid Degassing System to a Process^a

Oil and Gas Segment	Capital Cost (\$2012) ^a	Annual Costs per Compressor (\$/compressor-year)		VOC Cost of Control (\$/ton)	
		Without Savings	With Savings	Without Savings	With Savings
Processing	\$23,252	\$2,553	(\$47,553)	\$141	(\$2,621)

^a 2011 TSD 2008 dollars converted to 2012 dollars using the Federal Reserve Economic Data GDP Price Deflator (Change in GDP: Implicit Price Deflator from 2008 to 2012 (5.69 percent)).⁷⁰

Routing Emissions to a Combustion Device

Description

Combustion devices are commonly used in the oil and natural gas industry to combust VOC emission streams. Typical combustion devices used in the oil and natural gas industry to control VOC emissions and their control efficiency are discussed in greater detail in section 4.3.1.2 of chapter 4 of this document. Similar to the analysis of storage vessels, for this analysis, we assumed that the entrained natural gas from the seal oil that is removed in the degassing process would be directed to a combustion device that achieves a 95 percent reduction of VOC. The wet seal emissions in Table 5-2 were used along with the control efficiency to calculate the emission reductions. Table 5-9 presents a summary of the estimated emission reductions from routing emissions from the wet seal to a combustion device.

Table 5-9. Estimated Annual VOC Emission Reductions for Routing Wet Seal Fluid Degassing System to a Combustion Device⁷¹

Oil & Gas Segment	Individual Compressor VOC Emission Reductions (tons/compressor-year)
Processing	18.1

⁷⁰ Ibid.

⁷¹ U.S. Environmental Protection Agency. *Oil and Natural Gas Sector: Standards of Performance for Crude Oil and Natural Gas Production, Transmission, and Distribution - Background Supplemental Technical Support Document for the Final New Source Performance Standards*. April 2012. EPA Docket Number EPA-HQ-OAR-2010-0505-4550.

Cost Impacts

Routing the captured gas from the centrifugal compressor wet seal degassing system to an existing combustion device or installing a new combustion device has associated capital and operating costs. The capital and annual costs of the combustion device (an enclosed flare for the analysis) were calculated using the methodology in the EPA Control Cost Manual.⁷² The heat content of the gas stream was calculated using information from the 2011 Gas Composition Memorandum. Table 5-10 presents a summary of the capital and annual costs for wet seals routed to a flare, as well as the VOC cost of control. There is no cost savings estimated for this option because the recovered natural gas is combusted.

Table 5-10. Cost of Control for Routing Wet Seal Fluid Degassing System to a Combustion Device

Industry Segment	Capital Cost (\$)		Annual Cost per Compressor (\$/compressor-year)		VOC Cost of Control New CD (\$/ton)	VOC Cost of Control Existing CD (\$/ton)
	New CD	Existing CD	New CD	Existing CD		
Processing	\$71,783	\$23,252	\$114,146	\$3,311	\$6,292	\$183

CD = Control Device

5.3.2 Existing Federal, State and Local Regulations

5.3.2.1 Federal Regulations that Specifically Require Control of VOC Emissions

Under the 2012 NSPS and 2016 NSPS, reciprocating compressors are required to limit VOC emissions by replacing the rod packing on or before 26,000 hours of operation or 36 months since the previous rod packing replacement. Alternatively, an owner or operator is allowed to route rod packing emissions to a process through a closed vent system under negative pressure. For centrifugal compressors in the processing segment, the 2012 NSPS and 2016 NSPS require that VOC emissions be reduced from each centrifugal compressor wet seal fluid degassing system by 95 percent.

⁷² U.S. Environmental Protection Agency. *OAQPS Control Cost Manual: Sixth Edition* (EPA 452/B-02-001). Research Triangle Park, NC.

5.3.2.2 State and Local Regulations that Specifically Require Control of VOC Emissions

States may have permitting restrictions on VOC emissions that may apply to an emissions source as a result of an operating permit, or preconstruction permit based on air quality maintenance or improvement goals of an area. Permits specify what construction is allowed, what emission limits must be met and, often, how the source must be operated. To ensure that sources follow the permit requirements, permits also contain monitoring, recordkeeping and reporting requirements.

Montana requires oil and natural gas well facilities to control emissions from the time the well is completed until the source is registered or permitted. Each piece of oil or natural gas well facility equipment, with VOC vapors of 200 Btu/scf or more with a PTE greater than 15 tpy, is required to (1) capture and route emissions to a natural gas pipeline, (2) route to a smokeless combustion device equipped with an electronic ignition device or a continuous burning pilot system meeting the requirements of 40 CFR 60.18 and operating at 95 percent or greater control efficiency, or (3) route to air pollution control equipment with equal or greater control efficiency than a smokeless combustion device. This includes the control of emissions from compressor engines used for transmission of natural gas (Registration of Air Contaminant Sources, Rule 17.8.1711 Oil or Gas Well Facilities Emission Control Requirements).

Colorado (Regulation 7, XVII.B.3.b and c) requires that uncontrolled actual hydrocarbon emissions from wet seal fluid degassing systems on wet seal centrifugal compressors be controlled by at least 95 percent, unless the centrifugal compressor is subject to 40 CFR part 60, subpart OOOO. Additionally, Regulation 7 requires that rod packing on any reciprocating compressor located at a natural gas compressor station be replaced every 26,000 hours of operation or every 36 months, unless the reciprocating compressor is subject to 40 CFR part 60, subpart OOOO.

5.4 Recommended RACT Level of Control

For reciprocating compressors, there are federal and state regulations that require the periodic replacement of reciprocating compressor packing. The federal regulations (the 2012 NSPS and 2016 NSPS) require the replacement of reciprocating compressor rod packing every 3 years or on or before 26,000 hours of operation. The state regulation (Colorado) requires the

replacement of reciprocating compressor rod packing every 26,000 hours of operation or every 36 months. The 2012 NSPS and 2016 NSPS also provide the alternative of routing rod packing emissions to a process via a closed vent system under negative pressure.

As noted in section 5.3 of this chapter, the most significant volume of VOC emissions are associated with piston rod packing systems. We found that, under the best conditions, regular rod packing replacement, when carried out approximately every three years, effectively controls emissions and helps prevent excessive rod wear. The cost of control for requiring the replacement of reciprocating packing at this frequency was estimated to be \$1,132 per ton of VOC reduced without savings and \$298 per ton of VOC reduced considering savings for gathering and boosting station compressors, and about \$334 per ton of VOC reduced without savings, and an overall net savings per ton of VOC reduced for processing segment reciprocating compressors considering savings. Based on the emission reductions, costs (considering gas savings) and existing and currently implemented regulations that require the replacement of the reciprocating compressor packing every 36 months or on or before 26,000 hours of operation, we recommend this control option as RACT for reciprocating compressors in the production and processing segments (excluding compressors at the well site). We also recommend that air agencies provide operators the compliance alternative of routing rod packing emissions to a process via a closed vent system under negative pressure.

For centrifugal compressors, there are already federal, state and local regulations that require the capture and 95 percent control of emissions from wet seal fluid degassing systems from centrifugal compressors. Although dry seal systems have low VOC emissions and the option of routing to a process has at least a 95 percent control efficiency, the replacement of wet seals with dry seals and routing to a process may not be technically feasible or practical options for some centrifugal compressors. The integration of a centrifugal compressor into an operation may require a certain compressor size or design that is not available in a dry seal model, and, in the case of capture of emissions with routing to a process, there may not be downstream equipment capable of handling a low-pressure fuel source. As a result of our evaluation of the technical feasibility and practicality of existing available controls, we recommend RACT be 95 percent control of emissions from the wet seal degassing system, which can be achieved by using a closed vent system and routing emissions to a combustor or routing the emissions back to the compressor or fuel line (routing to the process). For the processing segment, we assume that

there is an existing combustion device onsite and the estimated cost of control would be about \$183 per ton of VOC reduced for facilities to route emissions to the existing combustion device, or about \$141 per ton of VOC reduced for facilities to route the captured emissions back to the compressor or fuel line.

In summary, we recommend the following as RACT for compressors:

- (1) RACT for Reciprocating Compressors Located Between the Wellhead and Point of Custody Transfer to the Natural Gas Transmission and Storage Segment (Excludes the Well Site): We recommend that each reciprocating compressor reduce VOC emissions by replacing the rod packing on or before 26,000 hours of operation or 36 months since the last rod packing replacement. We also recommend that an alternative be provided to allow routing of rod packing emissions to a process via a closed vent system under negative pressure in lieu of the specified rod packing replacement periods. We do not recommend that RACT apply to individual reciprocating compressors located at a well site, or an adjacent well site and servicing more than one well site.
- (2) RACT for Centrifugal Compressors Using Wet Seals Located Between the Wellhead and Point of Custody Transfer to the Natural Gas Transmission and Storage Segment (Excludes the Well Site): We recommend that each centrifugal compressor using wet seals reduce VOC emissions from each wet seal fluid gassing system by reducing VOC emissions by 95 percent. We do not recommend that RACT apply to individual centrifugal compressors using wet seals located at a well site, or an adjacent well site and servicing more than one well site.

5.5 Factors to Consider in Developing Compressor Compliance Procedures

5.5.1 Reciprocating Compressor Compliance Recommendations

In order to ensure and demonstrate compliance with the recommended RACT for reciprocating compressors, we recommend that air agencies require facilities to maintain a record of the date of the most recent reciprocating compressor rod packing replacement, monitor and keep records of the number of hours of operation and/or track the number of months since the last rod packing replacement for each reciprocating compressor (to meet the requirement that the packing is changed out on or before the total number of hours of operation reaches 26,000 hours

or the number of months since the most recent rod packing replacement reaches 36 months) and maintain records of instances where the reciprocating compressor was not operated in compliance with RACT. This may require the installation of an operating hours meter on the engine to track the number of hours of operation. We also recommend that air agencies require annual reports of the cumulative hours of operation or number of months since packing replacement for each reciprocating compressor and instances when there were deviations where the reciprocating compressor was not operated in compliance with the recommended RACT.

For applications in which operators choose to opt for the alternative of routing of rod packing emissions to a process via a closed vent system under negative pressure, it is recommended that air agencies require facilities to maintain records of the date of installation of a rod packing emissions collection system and closed vent system and maintain records of instances of deviations in cases where the reciprocating compressor was not operated in compliance with requirements. We also recommend that air agencies require annual reports for each reciprocating compressor complying with this option indicating when there were deviations where the reciprocating compressor was not operated in compliance with the recommended RACT. Recommended cover and closed vent system design and operation measures are specified in sections 5.5.3 and 5.5.4.

The appendix to this document presents example model rule language that incorporates compliance elements recommended in this section that air agencies may choose to use in whole or in part.

5.5.2 Centrifugal Compressor Equipped with a Wet Seal Recommendations

In order to ensure that VOC emissions are reduced by at least 95 percent (the recommended RACT level of control) from a centrifugal compressor equipped with a wet seal when using a control device or other control measure (such as routing to a process), the centrifugal compressor should be equipped with a cover that is connected through a closed vent system that routes emissions to the control device (or process) that meets the RACT level of control. Recommended cover and closed vent system design and operation measures are specified in sections 5.5.3 and 5.5.4. Recommended control device operation and monitoring provisions for specified controls to ensure compliance are presented in section 5.5.5.

The appendix of this document presents example model rule language that incorporates the compliance elements recommended in this section that air agencies may choose to use in whole or in part.

5.5.3 Recommendations for Cover Design

The cover and all openings on the cover should form a continuous impermeable barrier over the entire surface area of the liquid in the wet seal fluid degassing system (for centrifugal compressors), and of the rod packing emissions collection system (for reciprocating compressors). Each cover opening should be secured in a closed, sealed position (e.g., covered by a gasketed lid or cap) except during those times when it is necessary to use an opening as follows:

- (1) To inspect, maintain, repair, or replace equipment; or
- (2) To vent gases or fumes from the unit, through a closed vent system designed and operated in accordance with closed vent system requirements (see section 5.5.4), to a control device or to a process.

It is recommended that air agencies require olfactory, visual and auditory inspections of covers for defects that could result in air emissions on a monthly basis. We recommend air agencies require that any detected defects be repaired as soon as practicable.

5.5.4 Recommendations for Closed Vent Systems

The closed vent system should be designed and operated with no detectable emissions (using a 500 ppm detection level, as measured using Method 21 of appendix A-7 of Part 60, and ongoing monthly olfactory, visual and auditory inspections). It is recommended that air agencies require that any detected defects be repaired as soon as practicable.

With the exception of low leg drains, high point bleeds, analyzer vent, open-ended valves and safety devices, 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 to a process, air agencies should require that owners or operators either:

- (1) Install, calibrate, maintain and operate a flow indicator at the inlet to the bypass device that could divert the stream away from the control device or process to the atmosphere that is capable of taking periodic readings and either sounds an alarm, or initiates 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 to the atmosphere; or

- (2) 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.

5.5.5 Recommendations for Control Device Operation and Monitoring

If a control device is used to comply with the recommended 95 percent VOC emission reduction RACT level of control, we advise that the device be required to operate at all times when gases, vapors, and fumes are vented from the wet seal fluid degassing system through the closed vent system to the control device. The following paragraphs present select emission control options and suggested operation and monitoring requirements, as appropriate to ensure compliance with the recommended RACT level of control.

Enclosed Combustion Devices

If an enclosed combustion device (e.g., thermal vapor incinerator, catalytic vapor incinerator, boiler, or process heater) is used to meet the 95 percent VOC emission reduction RACT level of control, it should be designed to reduce the mass content of VOC emissions by 95 percent or greater and be: (1) maintained in a leak free condition, (2) installed and operated with a continuous burning pilot flame, and (3) operated with no visible emissions.

It is recommended that the visible emissions test (using section 11 of EPA Method 22, 40 CFR part 60, appendix A-7) be performed at least once every calendar month. If a combustion device fails the visible emissions test, sources should be required to 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. It is recommended that all inspection, repair and maintenance activities for each unit be recorded in a maintenance and repair log that can be made available for inspection. Following return to operation from maintenance or repair activity, each device should be required to pass a Method 22, 40 CFR part 60, appendix A-7 visual emissions test.

It is recommended that air agencies require that sources meeting the 95 percent VOC emission reduction RACT level of control by routing emissions to a combustion device conduct performance tests and/or design analyses that demonstrate that the combustion device being used meets the required 95 percent VOC emission reduction RACT level of control (see section F of

the appendix to this document for performance testing procedures for control devices that we recommend be used to demonstrate performance requirements).

Routing to a Process

Routing to a process would entail routing emissions via a closed vent system to any enclosed portion of a process unit where the emissions are predominantly recycled, consumed in the same manner as a material that fulfills the same function in the process, transformed by chemical reaction into materials that are not regulated materials, incorporated into a product, or recovered. Vapor recovery units and flow lines that “route emissions to a process” would be considered part of the process and would not be considered control devices that are subject to standards, but the recommended cover and closed vent system design, operation and monitoring requirements specified in sections 5.5.3 and 5.5.4 would apply.

6.0 PNEUMATIC CONTROLLERS

The oil and natural gas industry uses a variety of process control devices to operate valves that regulate pressure, flow, temperature and liquid levels. Most instrumentation and control equipment falls into one of three categories: (1) pneumatic, (2) electrical, or (3) mechanical. Of these, only pneumatic devices are direct sources of air emissions. Pneumatic controllers are pneumatic devices used throughout the oil and natural gas industry as part of the instrumentation to control the position of valves and may be actuated using pressurized natural gas (natural gas-driven) or may be actuated by another means such as a pressurized gas other than natural gas, solar, or electric. This chapter describes pneumatic controllers that are used in the oil and natural gas industry, including their function and associated emissions. This chapter also presents control techniques used to reduce VOC emissions from these pneumatic controllers, along with costs and emission reductions. Finally, this chapter discusses our recommended RACT and the associated VOC emission reductions and costs for pneumatic controllers.

6.1 Applicability

For the purposes of this CTG, a pneumatic controller is an automated instrument used to maintain a process condition such as liquid level, pressure, pressure differential and temperature. The emissions and emission controls discussed herein would apply to natural gas-driven pneumatic controllers in the oil and natural gas industry located from the wellhead to a natural gas processing plant (including the natural gas processing plant) or from the wellhead to the point of custody transfer to an oil pipeline.

6.2 Process Description and Emission Sources

6.2.1 Process Description⁷³

Natural gas-driven pneumatic controllers come in a variety of designs for a variety of uses. For the purposes of this CTG, they are characterized primarily by their emission characteristics:

- (1) *Continuous bleed pneumatic controllers* are used to modulate flow, liquid level, or pressure, and gas is vented continuously at a rate that may vary over time. Continuous bleed controllers are further subdivided into two types based on their bleed rate:
 - a. *Low-bleed*, having a bleed rate of less than or equal to 6 standard cubic feet per hour (scfh).
 - b. *High-bleed*, having a bleed rate of greater than 6 scfh.
- (2) *Intermittent bleed or snap-acting pneumatic controllers* release gas only when they open or close a valve or as they throttle the gas flow.
- (3) *Zero-bleed pneumatic controllers* do not bleed natural gas to the atmosphere. These natural gas-driven pneumatic controllers are self-contained devices that release gas to a downstream pipeline instead of to the atmosphere.

Pneumatic controllers often make use of available high-pressure natural gas to operate or control a valve. The supply gas pressure is modulated by a process condition, and then flows to the valve controller where the signal is compared with the process set point to adjust gas pressure in the valve actuator. In these natural gas-driven pneumatic controllers, natural gas may be released intermittently with every actuation of the valve. In other designs, natural gas may be released continuously from the valve control pilot. The rate at which the continuous release occurs is referred to as the bleed rate. Bleed rates are dependent on the design and operating characteristics of the device. Similar designs will have similar steady state rates when operated under similar conditions. It is our understanding that self-contained devices that release natural gas to a downstream pipeline instead of to the atmosphere have no emissions. “Closed loop” systems are applicable only in instances with very low pressure⁷⁴ and may not be suitable to

⁷³ U.S. Environmental Protection Agency. *Lessons Learned: Options for Reducing Methane Emissions From Pneumatic Devices in the Natural Gas Industry*. Office of Air and Radiation: Natural Gas STAR Program. Washington, DC. October 2006.

⁷⁴ Memorandum to Bruce Moore, U.S. Environmental Protection Agency, from Denise Grubert, EC/R Incorporated. *Meeting Minutes from EPA Meeting with the American Petroleum Institute (API)*. October 2010.

replace many applications of continuous or intermittent bleed pneumatic devices. Therefore, this CTG does not address these self-contained devices further.

Intermittent controllers are devices that only emit gas during actuation and do not have a continuous bleed rate. The actual amount of emissions from an intermittent controller is dependent on the amount of natural gas vented per actuation and how often it is actuated. Bleed devices also vent an additional volume of gas during actuation, in addition to the controller's bleed stream. Since actuation emissions serve the controller's functional purpose and can be highly variable, the emissions characterized for high-bleed and low-bleed devices in this analysis (as described in section 6.2.2) account for only the continuous flow of emissions (i.e., the bleed rate) and do not include emissions directly resulting from actuation. Intermittent controllers are assumed to have zero bleed emissions. For most applications (but not all), intermittent controllers serve functionally different purposes than bleed devices. Therefore, because the total emissions are dependent on the application in which they are used, we do not consider their use to be a technically practical control option for all continuous bleed controllers.

As previously indicated, not all pneumatic controllers are natural gas driven. At sites with a continuous and reliable source of electricity, controllers can be actuated by an instrument air system that uses compressed air instead of natural gas. These sites may also use mechanical or electrically powered pneumatic controllers. In some instances, solar-powered controllers may be feasible. Because these devices are not natural gas driven, they do not directly release natural gas or VOC. However, electrically powered systems have energy impacts, with associated secondary impacts related to generation of the electrical power required to drive the instrument air compressor system. To our knowledge, natural gas processing plants are the only facilities in the oil and natural gas industry that are likely to have electrical service sufficient to power an instrument air system, and most existing natural gas processing plants use instrument air instead of natural gas-driven devices.⁷⁵

⁷⁵ U.S. Environmental Protection Agency/GRI. *Methane Emissions from the Natural Gas Industry, Vol. 12: Pneumatic Devices*. EPA-600/R/-96-080k. June 1996.

6.2.2 Emissions Data

6.2.2.1 Summary of Major Studies and Emissions

In the evaluation of the emissions from pneumatic controllers and the potential options available to reduce VOC emissions, numerous studies were consulted. Table 6-1 lists these references with an indication of the type of relevant information contained in each reference. In addition to these sources, we evaluated the peer reviewer and public comments received on the EPA’s white paper, “Oil and Natural Gas Sector Pneumatic Devices.”⁷⁶

Table 6-1. Major Studies Reviewed for Consideration of Emissions and Activity Data

Report Name	Affiliation	Year of Report	Activity Factors	Emissions Data	Control Options ¹
Greenhouse Gas Reporting Program (Annual Reporting; Current Data Available for 2011-2013) ^a	EPA	2014	Facility-Level	X	X
Inventory of Greenhouse Gas Emissions and Sinks ^b	EPA	Annual	Nationwide/ Regional	X	
Methane Emissions from the Natural Gas Industry ^c	EPA/GRI	1996	Nationwide	X	
Methane Emissions from the Petroleum Industry ^d	EPA/GRI	1996	Nationwide	X	
Methane Emissions from the U.S. Oil Industry ^e	EPA	1999	Nationwide	X	
Oil and Gas Emission Inventories for Western States ^f	WRAP	2005	Regional	X	
Natural Gas STAR Program ^g	EPA	2000 – 2010	Voluntary	X	X
Measurements of Methane Emissions from Natural Gas Production Sites in the United States ^h	Multiple Affiliations, Academic and Private	2013	Nationwide	X	

⁷⁶ U.S. Environmental Protection Agency. *Oil and Natural Gas Sector Pneumatic Devices. Report for Oil and Natural Gas Sector Pneumatic Devices Review Panel*. Office of Air Quality Planning and Standards (OAQPS). April 2014. Available at <http://www.epa.gov/airquality/oilandgas/2014papers/20140415pneumatic.pdf>.

Report Name	Affiliation	Year of Report	Activity Factors	Emissions Data	Control Options ^l
Determining Bleed Rates for Pneumatic Devices in British Columbia ⁱ	The Prasino Group	2013	British Columbia	X	
Air Pollutant Emissions from the Development, Production, and Processing of Marcellus Shale Natural Gas ^j	Carnegie Mellon University	2014	Regional (Marcellus Shale)	X	
Economic Analysis of Methane Emission Reduction Opportunities in the U.S. Onshore Oil and Natural Gas Industries ^k	ICF International	2014	Nationwide	X	X

^a U.S. Environmental Protection Agency. *Greenhouse Gas Reporting Program*. Washington, DC.

^b U.S. Environmental Protection Agency. *Inventory of U.S. Greenhouse Gas Emissions and Sinks*. Washington, DC. <https://www3.epa.gov/climatechange/ghgemissions/usinventoryreport.html>.

^c U.S. Environmental Protection Agency/GRI. *Methane Emissions from the Natural Gas Industry, Vol. 2: Technical Report*. EPA-600/R-96-080b. June 1996; U.S. Environmental Protection Agency/GRI. *Methane Emissions from the Natural Gas Industry, Vol. 3: General Methodology*. EPA-600/R-96-080c. June 1996; U.S. Environmental Protection Agency/GRI. *Methane Emissions from the Natural Gas Industry, Vol. 5: Activity Factors*. EPA-600/R-96-080e. June 1996; and U.S. Environmental Protection Agency. *Methane Emissions from the Natural Gas Industry, Vol. 12: Pneumatic Devices*. EPA-600/R-96-080k. June 1996.

^d U.S. Environmental Protection Agency/GRI. *Methane Emissions from the U.S. Petroleum Industry. Draft Report*. June 14, 1996.

^e ICF Consulting. *Estimates of Methane Emissions from the U.S. Oil Industry*. Prepared for the U.S. Environmental Protection Agency. 1999.

^f ENVIRON International Corporation. *Oil and Gas Emission Inventories for the Western States*. Prepared for Western Governors Association. December 27, 2005.

^g U.S. Environmental Protection Agency. *Lessons Learned: Options for Reducing Methane Emissions From Pneumatic Devices in the Natural Gas Industry*. Office of Air and Radiation: Natural Gas STAR. Washington, DC. October 2006.

^h Memorandum to Bruce Moore, U.S. EPA from Heather Brown, EC/R. *Composition of Natural Gas for Use in the Oil and Natural Gas Sector Rulemaking*. July 2011.

ⁱ U.S. Environmental Protection Agency. *Lessons Learned: Convert Gas Pneumatic Controls to Instrument Air*. Office of Air and Radiation: Natural Gas Star. Washington, DC. 2006.

^j U.S. Environmental Protection Agency. Pro Fact Sheet No. 301. *Convert Pneumatics to Mechanical Controls*. Office of Air and Radiation: Natural Gas Star. Washington, DC. September 2004.

^k Canadian Environmental Technology Advancement Corporation (CETAC)-WEST. *Fuel Gas Best Management Practices: Efficient Use of Fuel Gas in Pneumatic Instruments*. Prepared for the Canadian Association of Petroleum Producers. May 2008.

¹ An “X” in this column does not necessarily indicate that the EPA has received comprehensive data on control options from any one of these reports. The type of emissions control information that the EPA has received from these reports varies substantially from report to report.

6.2.2.2 Representative Pneumatic Controller Device Emissions

For purposes of this CTG, continuous bleed pneumatic controllers are classified into two types based on their emissions rates: (1) high-bleed controllers, and (2) low-bleed controllers. A controller is considered to be high-bleed when the continuous bleed emissions are in excess of 6 scfh, while low-bleed devices bleed at a rate less than or equal to 6 scfh.⁷⁷

In support of the development of the 2012 NSPS and 2016 NSPS, and this CTG, we consulted information in the appendices of the Natural Gas STAR Lessons Learned document on pneumatic devices, subpart W of the GHGRP, the GHG Inventory, as well as pneumatic controller vendor information used during the development of the 2012 NSPS.⁷⁸ The data obtained from vendors included emission rates, costs, and any other pertinent information for each pneumatic controller model (or model family). All pneumatic controllers that a vendor offered were itemized and inquiries were made into the specifications of each device and whether it was applicable to oil and natural gas operations. High-bleed and low-bleed devices were differentiated using the 6 scfh threshold.

Although, by definition, a low-bleed device can emit up to 6 scfh, through vendor research, a typical low-bleed device available currently on the market emits lower than the maximum rate allocated for the device type. Specifically, low-bleed devices on the market today have bleed rates from 0.2 scfh up to 5 scfh. Similarly, the available bleed rates for a high-bleed device vary significantly from venting as low as 7 scfh to as high as 100 scfh.^{79,80} While the vendor data provided useful information on specific makes and models, it did not yield sufficient information about the prevalence of each model type in the population of devices in the oil and

⁷⁷ The classification of high-bleed and low-bleed devices originated from a report by Pacific Gas & Electric (PG&E) and the Gas Research Institute (GRI) in 1990 titled “Unaccounted for Gas Project Summary Volume.” This classification was adopted for the October 1993 Report to Congress titled “Opportunities to Reduce Anthropogenic Methane Emissions in the United States”. As described on page 2-16 of the report, “devices with emissions or ‘bleed rates’ of 0.1 to 0.5 cubic feet per minute are considered to be ‘high-bleed’ types (PG&E 1990).” This range of bleed rates is equivalent to 6 to 30 cubic feet per hour.

⁷⁸ U.S. Environmental Protection Agency. *Oil and Natural Gas Sector: Standards of Performance for Crude Oil and Natural Gas Production, Transmission, and Distribution – Background Technical Support Document for Proposed Standards*. July 2011. EPA Document Number EPA-453/R-11-002.

⁷⁹ U.S. Environmental Protection Agency. *Greenhouse Gas Reporting Program*. Washington, DC. November 2010.

⁸⁰ All rates are listed at an assumed supply gas pressure of 20 psig.

natural industry, which is an important factor in developing a representative emission factor. Therefore, in support of this CTG, we have determined that the best available emission estimates for pneumatic controllers in the production segment are from the GHGRP. For the natural gas processing segment, we determined that the quantified representative methane emissions from a continuous bleed pneumatic controller based on natural gas emission rates presented in Volume 12 of the EPA/GRI report used in the 2012 NSPS TSD is the best available emissions information.⁸¹

The basic approach used for this analysis of emissions from pneumatic controllers was to first approximate the natural gas emissions from an average high-bleed and low-bleed pneumatic controller in the production and processing segments and then estimate methane and VOC emissions using a representative gas composition from the 2011 Gas Composition Memorandum. A bleed rate of 1.39 scfh was used for a low-bleed controller, and a bleed rate of 37.3 scfh was used for a high-bleed controller. The specific gas composition ratio used for the production and processing segments was 0.278 pounds VOC per pound methane. Table 6-2 summarizes the estimated bleed emissions for a representative pneumatic controller by industry segment (for production and processing segments) and device type.

Table 6-2. Average Emission Rates for High-Bleed and Low-Bleed Pneumatic Controllers in the Oil and Natural Gas Industry^a

Industry Segment	High-Bleed (tpy)		Low-Bleed (tpy)	
	Methane	VOC	Methane	VOC
Oil and Natural Gas Production ^{b,c}	5.3	1.47	0.2	0.06
Natural Gas Processing ^d	1.00	0.28	1.0	0.28

^a The conversion factor used in this analysis is 1 Mcf of methane is equal to 0.0208 tons methane.

^b Natural gas production methane emissions are derived from the GHGRP (subpart W).

^c Oil production methane emissions are derived from the GHGRP (subpart W). It is assumed only continuous bleed devices are used in oil production.

^d Natural gas processing segment methane emissions are derived from Volume 12 of the 1996 EPA/GRI report. Emissions from devices in the processing segment were determined based on data available for snap-acting and continuous bleed devices. Further distinction between high-

⁸¹ GRI/EPA Research and Development. Methane Emissions from the Natural Gas Industry; Volume 12: Pneumatic Devices. (1996) EPA-600/R-96-0801. Table 4-11, page 56.

and low-bleed could not be determined based on available data. For the natural gas processing segment, it is assumed that existing natural gas plants have already replaced pneumatic controllers with other types of controls (i.e., an instrument air system) and any high-bleed devices that remain are safety related.

For the natural gas processing segment, this analysis assumes that existing natural gas plants have already replaced pneumatic controllers with other types of controls (i.e., an instrument air system) and any high-bleed devices that remain are safety related.

6.3 Available Controls and Regulatory Approaches

6.3.1 Available VOC Emission Control Options

Although pneumatic controllers have relatively small emissions individually, due to the large population of these devices, the cumulative VOC emissions for the industry are significant. We are not aware of any add-on controls that are or can be used to reduce VOC emissions from gas-driven pneumatic controllers. The following sections provide a summary of options for reducing VOC emissions from pneumatic controllers including: (1) replacing high-bleed controllers with low-bleed controllers or zero-bleed controllers; (2) driving controllers with instrument air rather than natural gas, using non-gas-driven controllers; and (3) enhanced maintenance.

Sections 6.3.1.1 and 6.3.1.2 discuss the control of VOC emissions by replacing a high-bleed device with a low-bleed device, and driving controllers with instrument air rather than natural gas, including the estimated costs of these options. Given applicability, efficiency and the expected costs, other options (i.e., mechanical controls and enhanced maintenance) are only briefly discussed in sections 6.3.1.3 and 6.3.1.4.

6.3.1.1 *Install a Low-Bleed Device in Place of a High-Bleed Device*

Description

As discussed previously, low-bleed controllers generally provide the same operational function as a high-bleed controller, but have lower continuous bleed emissions.

Control Effectiveness

We estimate on average that 1.41 tons of VOC will be reduced annually per device in the production segment from installing a low-bleed device in place of a high-bleed device. There are certain situations in which replacing and retrofitting devices are not feasible, such as instances where a minimal response time is needed, cases where large valves require a high-bleed rate to

actuate, or a safety isolation valve is involved. Based on criteria provided by the Natural Gas STAR Program, we assumed about 80 percent of high-bleed devices can be replaced with low-bleed devices throughout the production segment.

Applicability of low-bleed controllers may depend on the function carried out by the controller. Low-bleed pneumatic controllers may not be applicable for replacement of high-bleed devices because a process condition may require a fast or precise control response to minimize deviation from the desired set point. A slower acting low-bleed controller could potentially result in damage to equipment and/or become a safety issue because it may not be able to respond as quickly as a high-bleed controller. An example of this is a compressor where pneumatic controllers may monitor the suction and discharge pressure and actuate a recycle when one or the other is out of the specified target range. Other scenarios for fast and precise control include transient (non-steady state) situations where a gas flow rate may fluctuate widely or unpredictably. This situation requires a responsive high-bleed device to ensure that the gas flow can be controlled in all situations. Temperature and level controllers are typically present in control situations that are not prone to fluctuate as widely or where the fluctuation can be readily and safely accommodated by the equipment. Therefore, such processes can typically accommodate control from a low-bleed device, which is slower acting and less precise.

Cost Impacts

Costs were based on vendor research as a result of updating and expanding upon the information given in the appendices of the Natural Gas STAR Lessons Learned document on pneumatic controllers.⁸² As Table 6-3 indicates, the average cost for a low-bleed pneumatic controller is \$2,698, while the average cost for a high-bleed pneumatic controller is \$2,471.⁸³ In order to analyze cost impacts, the average cost to install a new low-bleed pneumatic controller was annualized for a 15-year period using a 7 percent interest rate. This equates to an annualized cost of around \$271 per low-bleed device for the production segment.

⁸² U.S. Environmental Protection Agency. Lessons Learned from Natural Gas STAR Partners. *Options for Reducing Methane Emissions from Pneumatic Devices in the Natural Gas Industry*. Office of Air and Radiation: Natural Gas STAR Program. Washington, DC. October 2006.

⁸³ Costs are estimated in 2012 U.S. dollars.

Table 6-3. Cost Projections for Representative Pneumatic Controllers^a

Device	Minimum Cost (\$2012)	Maximum Cost (\$2012)	Average Cost (\$2012)
High-Bleed Controller	\$387	\$7,398	\$2,471
Low-Bleed Controller	\$554	\$9,356	\$2,698

^a 2011 NSPS TSD 2008 dollars converted to 2012 dollars using the Federal Reserve Economic Data GDP Price Deflator (5.69 percent). During the development of the 2012 NSPS, major pneumatic controller vendors were surveyed for costs, emission rates and any other pertinent information.

Monetary savings associated with retaining natural gas that would have been emitted was estimated based on a natural gas value of \$4.00 per Mcf.⁸⁴ The use of a low-bleed pneumatic controller is estimated to reduce methane emissions by 5.1 tpy (245 Mcf/yr) (using the conversion factor of 0.0208 tons methane per 1 Mcf) over the use of a high-bleed pneumatic controller. Assuming natural gas in the production segment is 82.8 percent methane by volume, this equals 296 Mcf natural gas recovered per year. Therefore, the value of recovered natural gas from one pneumatic controller in the production segment is approximately \$1,184. Table 6-4 presents the estimated cost of control per ton of VOC reduced for replacing a high-bleed pneumatic controller with a new low-bleed pneumatic controller in the production segment of the oil and natural gas industry.

Table 6-4. VOC Cost of Control for Replacing an Existing High-Bleed Pneumatic Controller with a New Low-Bleed Pneumatic Controller

Segment	Average Capital Cost per Unit (\$2012) ^{a,c}	Total Annual Costs per Unit (\$2012/yr) ^{b,c}		VOC Cost of Control (\$2012/ton) ^c	
		Without Savings	With Savings	Without Savings	With Savings
Oil and Natural Gas Production	\$2,698	\$296	(\$886)	\$209	(\$625)

^a Average capital cost of a low-bleed device as summarized in Table 6-3.

^b Annualized cost assume a 7 percent interest rate over a 15-year equipment lifetime.

^c Cost data from the 2011 TSD converted to 2012 dollars using the Federal Reserve Economic Data GDP Price Deflator (5.69 percent).

⁸⁴ U.S. Energy Information Administration. *Annual U.S. Natural Gas Wellhead Price*. U.S. Energy Information Administration. *Natural Gas Navigator*. Retrieved online on 12 Dec 2010 at <http://www.eia.doe.gov/dnav/ng/hist/n9190us3a.htm>.

6.3.1.2 *Instrument Air Systems*

Description

The major components of an instrument air conversion project include the compressor, power source, dehydrator and volume tank. The following is a description of each component as described in the Natural Gas STAR document, “Lessons Learned: Convert Gas Pneumatic Controls to Instrument Air”:⁸⁵

- (1) Compressors used for instrument air delivery are available in various types and sizes, from centrifugal (rotary screw) compressors to reciprocating piston (positive displacement) types. The size of the compressor depends on the size of the facility, the number of control devices operated by the system, and the typical bleed rates of these devices. The compressor is usually driven by an electric motor that turns on and off, depending on the pressure in the volume tank. For reliability, a full spare compressor is normally installed. A minimum amount of electrical service is required to power the compressors.
- (2) A critical component of the instrument air control system is the power source required to operate the compressor. Since high-pressure natural gas is abundant and readily available, natural gas pneumatic systems can run uninterrupted on a 24-hour, 7-day per week schedule. The reliability of an instrument air system, however, depends on the reliability of the compressor and electric power supply. Most large natural gas plants have either an existing electric power supply or have their own power generation system. For smaller facilities and in remote locations, however, a reliable source of electric power can be difficult to ensure. In some instances, solar-powered, battery-operated air compressors can be cost-effective for remote locations, and reduce both VOC emissions and energy consumption. Small natural gas-driven fuel cells are also being developed.
- (3) Dehydrators, or air dryers, are also an integral part of the instrument air compressor system. Water vapor present in atmospheric air condenses when the air is pressurized and cooled, and can cause a number of problems to these systems, including corrosion of the instrument parts and blockage of instrument air piping and controller orifices.

⁸⁵ U.S. Environmental Protection Agency. Lessons Learned from Natural Gas STAR Partners. *Convert Gas Pneumatic Controls to Instrument Air*. Office of Air and Radiation: Natural Gas STAR Program. Washington, DC. 2006.

- (4) The volume tank holds enough air to allow the pneumatic control system to have an uninterrupted supply of high-pressure air without having to run the air compressor continuously. The volume tank allows a large withdrawal of compressed air for a short time, such as for a motor starter, pneumatic pump, or pneumatic tools without affecting the process control functions.

Compressed air may be substituted for natural gas in pneumatic systems without altering any of the parts of the pneumatic controller. The use of instrument air eliminates natural gas emissions from natural gas-driven pneumatic controllers. All other parts of a natural gas pneumatic system will operate the same way with instrument air as they do with natural gas. The conversion of natural gas pneumatic controllers to instrument air systems is applicable to all natural gas facilities with electrical service available. Figure 6-1 illustrates a diagram of a natural gas pneumatic control system. Figure 6-2 illustrates a diagram of a compressed instrument air control system.⁸⁶

Control Effectiveness

The use of instrument air eliminates natural gas emissions from the pneumatic controllers; however, the system is only applicable in locations with access to a sufficient and consistent supply of electrical power. Instrument air systems are also usually installed at facilities where there is access to high Btu gas, a high concentration of pneumatic control valves and the presence of an operator who can ensure the system is properly functioning.⁸⁷

For natural gas processing plants, we believe that instrument air systems are typically used to power pneumatic controllers and that any natural gas-driven pneumatic controllers in use are required for safety and functional reasons. The use of an instrument air system would reduce VOC emissions from a natural gas-driven pneumatic controller by 100 percent.

Cost Impacts

Instrument air conversion requires additional equipment to properly compress and control the pressurized air. The size of the compressor depends on the number of control loops present at a location. A control loop consists of one pneumatic controller and one control valve. The volume of compressed air supply for the pneumatic system is equivalent to the volume of gas

⁸⁶ Ibid.

⁸⁷ Ibid.

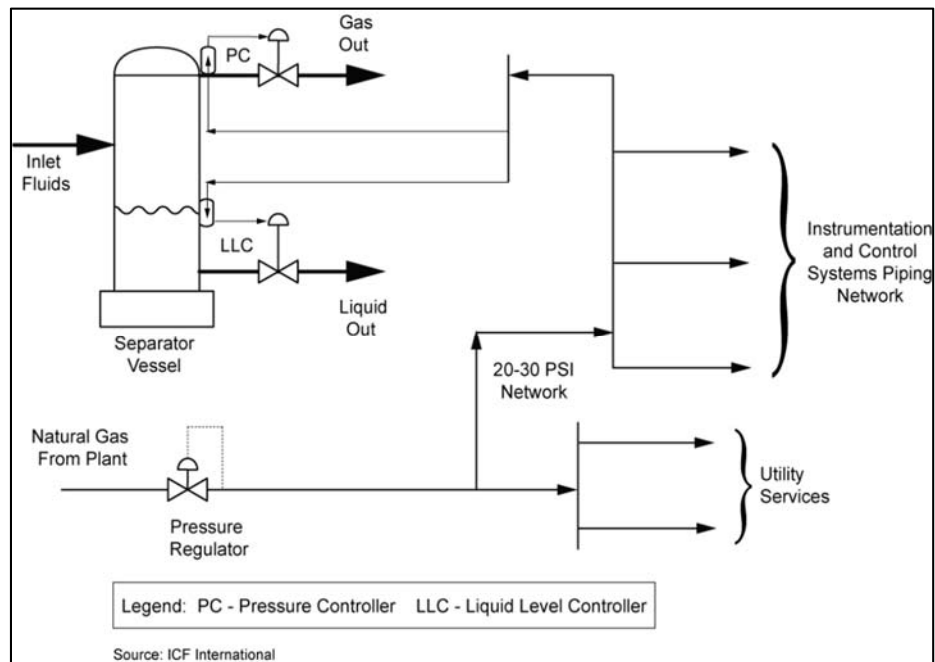


Figure 6-1. Natural Gas Pneumatic Control System

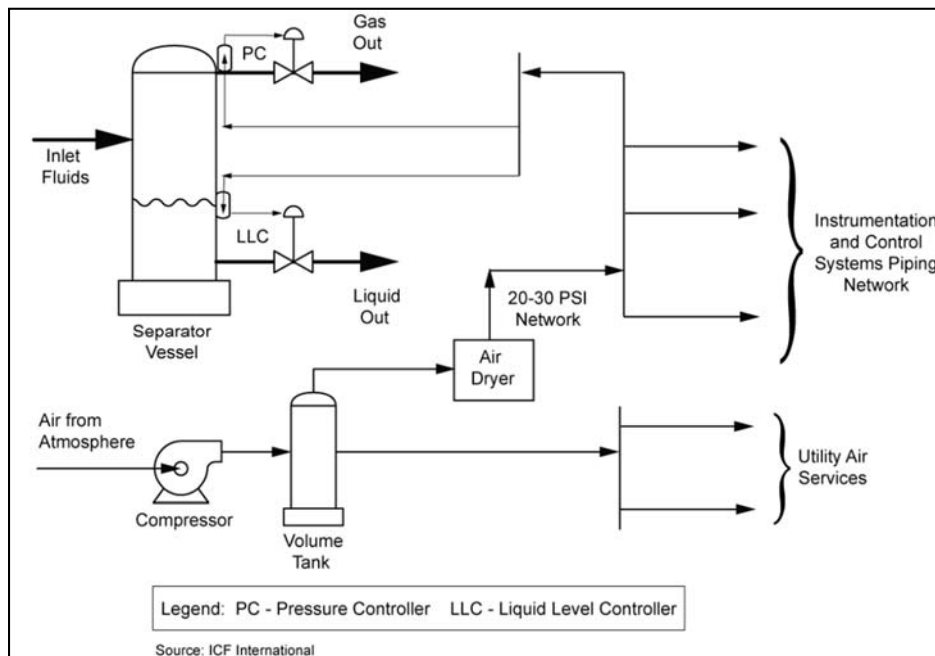


Figure 6-2. Compressed Instrument Air Control System

used to run the existing instrumentation, adjusted for air losses during the drying process. The current volume of gas usage can be determined by direct metering if a meter is installed. Otherwise, an alternative rule of thumb for sizing instrument air systems is one cubic foot per minute (cfm) of instrument air for each control loop. As the system is powered by electric compressors, the system requires a constant source of electrical power and a backup system to operate the controllers in the event of interruption of the electrical supply. Table 6-5 outlines three different sized instrument air systems including the compressor power requirements, the flow rate provided from the compressor, and the associated number of control loops.

Table 6-5. Compressor Power Requirements and Costs for Representative Instrument Air Systems^a

Compressor Power Requirements ^b			Flow Rate (cfm)	Control Loops (Loops/Compressor)	Power Costs (\$/yr)
Size of Unit	Hp	kW			
Small	10	13.3	30	15	\$7,758
Medium	30	40	125	63	\$23,332
Large	75	100	350	175	\$58,329

^a Based on rules of thumb stated in the Natural Gas STAR document, *Lessons Learned: Convert Gas Pneumatic Controls to Instrument Air*. Natural Gas STAR Program. Washington, DC. 2006.

^b Power is based on the operation of two compressors operating in parallel (each assumed to be operating at full capacity 50 percent of the year).

The primary costs associated with conversion to instrument air systems are the initial capital expenditures for installing compressors and the related equipment and operating costs for electrical energy to power the compressor motor. This equipment includes a compressor, a power source, a dehydrator, gas supply piping, control instruments, valve actuators and a storage vessel. The total cost, including installation and labor, of three representative sizes of compressors were evaluated based on assumptions found in the Natural Gas STAR document, “Lessons Learned: Convert Gas Pneumatic Controls to Instrument Air” and are summarized in Table 6-6.⁸⁸

⁸⁸ Ibid.

Table 6-6. Estimated Capital and Annual Costs of Representative Instrument Air Systems (\$2012)

Instrument Air System Size	Compressor	Tank	Air Dryer	Total Capital Cost^a	Annualized Capital Cost^b	Labor Cost	Total Annual Cost^c	Annualized Cost of Instrument Air System
Small	\$3,987	\$797	\$2,391	\$17,938	\$2,554	\$1,410	\$9,168	\$11,722
Medium	\$19,928	\$2,391	\$7,173	\$77,716	\$11,065	\$4,580	\$27,912	\$38,977
Large	\$35,071	\$4,783	\$15,941	\$143,476	\$20,428	\$6,340	\$64,669	\$85,097

^a Total Capital Cost includes the cost for two compressors, two tanks, an air dryer and installation. Installation costs are assumed to be equal to 1.5 times the cost of capital. Equipment costs were derived from the 2012 NSPS TSD.

^b These costs have been converted to 2012 dollars (from 2008 dollars) using the Federal Reserve Economic Data GDP Price Deflator (Change in GDP: Implicit Price Deflator from 2008 to 2012 (5.69 percent)).⁸⁹

^c The annualized cost was estimated using a 7 percent interest rate and 10-year equipment life. Annual cost includes the cost of electrical power, as listed in Table 6-5, and labor.

⁸⁹ U.S. Bureau of Economic Analysis. *Gross Domestic Product: Implicit Price Deflator (GDPDEF)*, retrieved from FRED, Federal Reserve Bank of St. Louis. <https://research.stlouisfed.org/fred2/series/GDPDEF/> March, 26, 2015.

For new natural gas processing plants, the cost-effectiveness of the three representative instrument air system sizes was evaluated in the 2015 NSPS Proposal TSD based on the emissions mitigated from the number of control loops the system can provide and not on a per device basis. This approach was chosen because we assume new processing plants will need to provide instrumentation for multiple control loops and size the instrument air system accordingly. Table 6-7 summarizes the natural gas processing segment cost of control per ton of VOC reduced for three sizes of representative instrument air systems. For existing natural gas processing plants, it is our understanding that these plants have already upgraded to instrument air unless the function has a specific need for a high-bleed pneumatic controller, which would most likely be safety related. The cost of converting the pneumatic controllers to instrument air includes the capital cost of \$2,000 for the ductwork and annual cost of \$285 (assuming a 10-year equipment life at 7 percent interest). The VOC cost of control for converting pneumatic controllers to instrument air for processing plants that already have instrument air ranges from \$6 to \$68 per ton of VOC removed, depending on the size of the instrument air system.

For natural gas processing, the cost of control of the three representative instrument air systems was evaluated based on the emissions mitigated from the number of control loops the system can provide and not on a per controller basis. This approach was chosen because we assume new processing plants will need to provide instrumentation for multiple control loops and size the instrument air system accordingly. We also assume that existing processing plants have already upgraded to instrument air unless the function has a specific need for a high-bleed pneumatic controller, which would most likely be safety related. Table 6-7 summarizes the natural gas processing segment cost of control per ton of VOC reduced for three sizes of representative instrument air systems.

Table 6-7. Cost of Control of Representative Instrument Air Systems in the Natural Gas Processing Segment (\$2012)

System Size	Number of Control Loops	VOC Annual Emission Reduction (tpy) ^a	Value of Product Recovered (\$2012/year) ^b	Annualized Cost of System		VOC Cost of Control (\$2012/ton)	
				Without Savings	With Savings	Without Savings	With Savings
Small	15	4.18	\$3,485	\$11,722	\$8,236	\$2,804	\$1,970
Medium	63	17.5	\$14,592	\$38,977	\$24,385	\$2,227	\$1,393
Large	175	48.7	\$40,606	\$85,097	\$44,490	\$1,747	\$914

^a Based on the emissions mitigated from the entire system, which includes multiple control loops.

^b Value of recovered product assumes natural gas processing is 82.9 percent methane by volume. A natural gas price of \$4 per Mcf was assumed.

6.3.1.3 *Electrically Powered Systems in Place of Bleed Devices*

Description

Mechanical controls have been widely used in the oil and natural gas industry. They operate using a combination of levers, hand wheels, springs and flow channels with the most common mechanical control device being a liquid-level float to the drain valve position with mechanical linkages.⁹⁰ Another device that is increasing in use is electrically powered controls. Small electrical motors (including solar powered) have been used to operate valves and have no VOC emissions. Solar-powered control systems are driven by solar-power cells that actuate mechanical devices using electric power. As such, solar cells require some type of backup power or storage to ensure reliability.

Control Effectiveness⁹¹

Application of mechanical controls is limited because the control must be located in close proximity to the process measurement. Mechanical systems may have difficulty handling larger flow fluctuations. Electrically powered valves are only reliable with a constant supply of electricity. These controllers can achieve a 100 percent reduction in VOC emissions where applicable.

Cost Impacts

Depending on supply of power, mechanical and solar-power system costs can range from below \$1,000 to \$10,000 for an entire system.⁹²

⁹⁰ U.S. Environmental Protection Agency. Lessons Learned from Natural Gas STAR Partners. *Options for Reducing Methane Emissions from Pneumatic Devices in the Natural Gas Industry*. Office of Air and Radiation: Natural Gas STAR Program. Washington, DC. October 2006.

⁹¹ U.S. Environmental Protection Agency. Lessons Learned from Natural Gas STAR Partners. *Convert Gas Pneumatic Controls to Instrument Air*. Office of Air and Radiation: Natural Gas STAR Program. Washington, DC. October 2006.

⁹² U.S. Environmental Protection Agency. Lessons Learned from Natural Gas STAR Partners. *Options for Reducing Methane Emissions from Pneumatic Devices in the Natural Gas Industry*. Office of Air and Radiation: Natural Gas STAR Program. Washington, DC. October 2006.

6.3.1.4 *Enhanced Maintenance of Natural Gas-Driven Pneumatic Controllers*

Manufacturers of pneumatic controllers indicate that emissions in the field can be higher than the reported gas consumption due to operating conditions, age and wear of the device.⁹³

Examples of circumstances or factors that can contribute to this increase include:^{94,95}

- (1) Nozzle corrosion resulting in more flow through a larger opening;
- (2) Broken or worn diaphragms, springs (e.g., spring broken that holds the supply pilot plug on its seat), bellows, fittings (e.g., leaking tubing/tubing-fittings) and nozzles;
- (3) Corrosives in the gas leading to erosion and corrosion of control loop internals;
- (4) Improper installation;
- (5) Lack of maintenance (maintenance includes replacement of the filter used to remove debris from the supply gas and replacement of O-rings and/or seals);
- (6) Lack of calibration of the controller or adjustment of the distance between the flapper and nozzle;
- (7) Foreign material lodged in the pilot seat;
- (8) Debris/deposits on vent pilot plug. Material on the vent pilot can allow the controller to exhaust gas during the activation cycle;
- (9) Debris/deposits on the supply pilot plug. Material on the supply pilot can cause the introduction of gas while the vent is open; or
- (10) Wear in the seal seat.

The EPA prepared a white paper titled “Oil and Natural Gas Sector Pneumatic Devices,” in 2014, requesting specific comment on available emissions data for pneumatic devices. One of the comments received regarding data presented in “Measurements of Methane Emissions at Natural Gas Production Sites in the United States”⁹⁶ was that the data set reported was dominated by extreme values. The commenter noted that the highest emitting controllers are simply controllers emitting at a large rate, regardless of their service or design type. These

⁹³ Ibid.

⁹⁴ Ibid.

⁹⁵ American Petroleum Institute (API). *Pneumatic Controllers*. Webinar Prepared and Presented to the U.S. Environmental Protection Agency. March 25, 2014.

⁹⁶ U.S. Environmental Protection Agency. *Oil and Natural Gas Sector Pneumatic Devices. Report for Oil and Natural Gas Sector Pneumatic Devices Review Panel* Office of Air Quality Planning and Standards (OAQPS). April 2014. Available at <http://www.epa.gov/airquality/oilandgas/2014papers/20140415pneumatic.pdf>.

controllers can have high emissions because of factors, other than design, related to maintenance, malfunction, or defect.⁹⁷

Maintenance of pneumatics can correct many of these problems and can be an effective method for reducing emissions. Cleaning and tuning, in addition to repairing leaking gaskets, tubing fittings, and seals, can save 5 to 10 scfh per device. Eliminating unnecessary valve positioners can save up to 18 scfh per device.⁹⁸

6.3.2 Existing Federal, State and Local Regulations

6.3.2.1 *Federal Regulations that Specifically Require Control of VOC Emissions*

Under the 2012 NSPS and 2016 NSPS, new or modified continuous bleed natural gas-driven pneumatic controllers at natural gas processing plants are subject to a VOC emission limit of zero (equivalent to non-natural gas-driven pneumatic controllers). Continuous bleed natural gas-driven pneumatic controllers in the production segment must have a bleed rate of 6 scfh or less.

6.3.2.2 *State and Local Regulations that Specifically Require Control of VOC Emissions*

States may have permitting restrictions on VOC emissions that apply to an emissions source as a result of an operating permit, or preconstruction permit based on air quality maintenance or improvement goals of an area. Permits specify what construction is allowed, what emission limits must be met and, often, how the source must be operated. To ensure that sources follow the permit requirements, permits also contain monitoring, recordkeeping and reporting requirements.

For pneumatic controllers, Colorado and Wyoming have existing control requirements similar to those required under the 2012 NSPS and 2016 NSPS. Other states have permitting and

⁹⁷ Allen, David. Comments Provided to the EPA on *Oil and Natural Gas Sector Pneumatic Devices-Peer Review Document*. University of Texas at Austin. June 2014.

⁹⁸ U.S. Environmental Protection Agency. Lessons Learned from Natural Gas STAR Partners. *Options for Reducing Methane Emissions from Pneumatic Devices in the Natural Gas Industry*. Office of Air and Radiation: Natural Gas STAR Program. Washington, DC. October 2006.

registration rules for controlling fugitive VOC emissions (which would include non-bleed emissions from pneumatic controllers).

Colorado requires that no- or low-bleed pneumatic controllers with a bleed rate of 6 scfh or less be installed for all new and existing applications (unless approved for use due to safety and/or process purposes) statewide (Regulation 7, XVIII.C.2). Where technically and economically feasible, Colorado requires no-bleed pneumatic controllers at facilities that are connected to the electric grid and using electricity to power equipment.

Wyoming requires the installation of low- or no-bleed pneumatic controllers with a bleed rate of 6 scfh or less at all new facilities. Upon modification of facilities, new pneumatic controllers must be low- or no-bleed and existing controllers must be replaced with no- or low-bleed controllers (at well site facilities only and not at natural gas processing plants).

Although some local rule requirements do not specifically require the control of VOC emissions from pneumatic controllers, local permit requirements (such as those required by the Bay Area Air Quality Management District) may require that a permit to operate applicant provide the number of high-bleed and low-bleed pneumatic devices in a permit application. Under some situations where facilities use high-bleed devices, the permitting authority might require an owner or operator to provide device-specific bleed rates and supporting documentation for each high-bleed device. In cases where high-bleed devices must be used, the permitting authority may require that the facility conduct fugitive monitoring and/or implement control requirements under conditions of their permit to operate.⁹⁹

6.4 Recommended RACT Level of Control

Sections 6.4.1 and 6.4.2 present the recommended RACT level of control for continuous bleed natural gas-driven pneumatic controllers located at natural gas processing plants and continuous bleed natural gas-driven pneumatic controllers located from the wellhead to the natural gas processing plant or point of custody transfer to an oil pipeline.

⁹⁹ Cheng, Jimmy. *Permit Handbook. Chapter 3.5 Natural Gas Facilities and Crude Oil Facilities*. Bay Area Air Quality Management District. September 16, 2013.

6.4.1 Continuous Bleed Natural Gas-Driven Pneumatic Controllers Located at a Natural Gas Processing Plant

Based on our evaluation of available data obtained in the development of the 2012 NSPS and 2016 NSPS, peer review comments received on the “Oil and Natural Gas Sector Pneumatic Devices” white paper, and existing regulations that control VOC emissions from pneumatic controllers, we recommend that VOC emissions from an individual continuous bleed natural gas-driven pneumatic controller located at a natural gas processing plant be controlled by RACT. As noted in section 6.3.2, both Colorado and Wyoming require either low- or no-bleed controllers (where a high-bleed controller is defined as emitting at least 6 scfh); and the 2012 NSPS and 2016 NSPS require that new and modified individual continuous bleed pneumatic controllers at natural gas processing plants have a natural gas bleed rate of 0 scfh (unless there are functional needs including, but not limited to, response time, safety and positive actuation, requiring a bleed rate greater than 0 scfh). For existing individual continuous bleed pneumatic controllers at natural gas processing plants, our RACT recommendation is that controllers have a natural gas bleed rate of 0 scfh (unless there are functional needs including, but not limited to, response time, safety and positive actuation, requiring a bleed rate greater than 0 scfh). Our rationale for selecting a natural gas bleed rate of 0 scfh (with functional and safety exceptions) for our recommended RACT is based on the ability of most natural gas processing plants to install and utilize an instrument air system. As discussed in section 6.3.1.2 of this chapter, by using an instrument air system, compressed air may be substituted for natural gas in pneumatic systems without altering any of the parts of the pneumatic controller. Therefore, the use of instrument air eliminates natural gas and VOC emissions from pneumatic controllers and supports a natural gas bleed rate of 0 scfh.

In order to meet an emission limit of 0 scfh, natural gas processing plants would likely need to use an instrument air system. The use of instrument air eliminates natural gas and VOC emissions from natural gas-driven pneumatic controllers. We believe that most natural gas processing plants already meet the recommended RACT level of control by driving controllers with instrument air or other non-gas-driven controls unless there is a specific need for a high-bleed pneumatic controller. Nonetheless, for those natural gas processing plants that do not have an installed instrument air system, the cost of control of installing three representative instrument air systems was evaluated under the 2012 NSPS and 2016 NSPS based on the emissions

mitigated from the number of control loops the system can provide (see section 6.3.1.2 of this chapter). Based on this analysis, the cost of this option was considered to be reasonable for natural gas processing plants (see Table 6-7 of section 6.3.1.2 of this chapter). The cost of control per ton of VOC reduced was estimated at \$1,700 - \$2,800 without savings and \$910 - \$2,000 with savings. For determining potential cost impacts, a major assumption made was that processing plants are constructed at locations with sufficient electrical service to power the instrument air compression systems.

In summary, we recommend the following RACT for each continuous bleed natural gas-driven pneumatic controller located at a natural gas processing plant:

RACT for Each Continuous Bleed Natural Gas-Driven Pneumatic Controller Located at a Natural Gas Processing Plant:¹⁰⁰ Each continuous bleed natural gas driven pneumatic controller located at a natural gas processing plant must have a natural gas bleed rate of 0 scfh (unless there are functional needs including, but not limited to, response time, safety and positive actuation, requiring a bleed rate greater than 0 scfh).

6.4.2 Continuous Bleed Natural Gas-Driven Pneumatic Controllers Located from the Wellhead to the Natural Gas Processing Plant or Point of Custody Transfer to an Oil Pipeline

Based on our evaluation of available data obtained in the development of the 2012 NSPS and 2016 NSPS, peer review comments received on the “Oil and Natural Gas Sector Pneumatic Devices” white paper, and existing regulations that control VOC emissions from pneumatic controllers, we are recommending a natural gas bleed rate less than or equal to 6 scfh with limited exceptions described below as the RACT for controlling VOC emissions from continuous bleed natural gas-driven pneumatic controllers located from the wellhead to the natural gas processing plant or point of custody transfer to an oil pipeline. We are also recommending that no requirements apply under RACT for pneumatic controllers that have a natural gas bleed rate less than or equal to 6 scfh that are located from the wellhead to the natural gas processing plant or point of custody transfer to an oil pipeline.

¹⁰⁰ In the NSPS, we excluded from the NSPS affected facility status non-natural gas-driven pneumatic controllers located at natural gas processing plants. Natural gas-driven controllers exempt from the zero VOC emission standard under the functional needs exclusion would still be affected facilities and would have certain tagging, recordkeeping and reporting requirements.

As indicated in section 6.2.2 of this chapter, low-bleed pneumatic controllers can emit up to 6 scfh. Both Colorado and Wyoming conditionally require either low- or no-bleed controllers (where a high-bleed controller is defined as emitting greater than 6 scfh); and the 2012 NSPS and 2016 NSPS require that new and modified individual continuous bleed pneumatic controllers have a bleed rate of 6 scfh or less (unless there are functional needs including, but not limited to, response time, safety and positive actuation, requiring a bleed rate greater than 6 scfh). For purposes of this CTG, and consistent with the definition of high-bleed controller used for the 2012 NSPS, 2016 NSPS, and both the Wyoming and Colorado state regulations, a high-bleed pneumatic device is defined as emitting greater than 6 scfh to the atmosphere.

Although both Wyoming and Colorado specifically require low-bleed or no-bleed pneumatic controllers in place of high-bleed controllers (where technically and economically feasible), we are recommending a RACT emission limit of 6 scfh (unless there are functional needs including, but not limited to, response time, safety and positive actuation, requiring a bleed rate greater than 6 scfh) apply to each continuous bleed pneumatic controller. This approach allows flexibility in how a source chooses to limit VOC emissions from an applicable individual pneumatic controller and acknowledges that there may be circumstances where it is not practical to meet a 6 scfh limit. By requiring a limit be met, facilities have the option of controlling emissions by one or more options presented in section 6.3.1 of this chapter (e.g., replace a high-bleed device with a low-bleed device and implement enhanced monitoring to mitigate increased VOC emissions from poor maintenance/poor operation) depending on site-specific circumstances. We are including this flexibility in our recommended RACT to address the varied control options and applicability issues (e.g., instrument air systems require access to electrical power or a backup pneumatic controller and access to electric power or backup pneumatic controllers may not be available in remote locations) presented in section 6.3.1 of this chapter.

Although facilities would have flexibility in how they meet the recommended RACT level of control, by establishing an emission limit equal to the design bleed rate for a low-bleed device (6 scfh), we believe that most facilities would likely replace high-bleed controllers with low-bleed controllers (it is assumed about 80 percent of high-bleed devices can be replaced with

low-bleed devices).¹⁰¹ For the production segment, we estimated that, on average, 1.41 tons of VOC would be reduced annually per device in the production segment from installing a low-bleed device in place of a high-bleed device.

As presented in section 6.3.1.1 of this chapter, the cost of replacing a high-bleed device with a new low-bleed device is on the order of \$2,698 per device, and the cost of control in the production segment is estimated to be \$210 per ton of VOC emissions reduced without savings. Considering the cost savings of gas recovered from installing a low-bleed device in place of a high-bleed device, it is estimated that there would be an overall net savings.

In summary, we recommend the following RACT for each single continuous bleed natural gas-driven pneumatic controller located from the wellhead to the natural gas processing plant or point of custody transfer to an oil pipeline:

RACT for Each Single Continuous Bleed Natural Gas-Driven Pneumatic Controller Located from the Wellhead to the Natural Gas Processing Plant or Point of Custody Transfer to an Oil Pipeline: Each pneumatic controller, which is a single continuous bleed natural gas-driven pneumatic controller¹⁰² must have a natural gas bleed rate less than or equal to 6 scfh (unless there are functional needs including, but not limited to response time, safety and positive actuation, requiring a bleed rate greater than 6 scfh).

¹⁰¹ U.S. Environmental Protection Agency. Lessons Learned from Natural Gas STAR Partners. *Options for Reducing Methane Emissions from Pneumatic Devices in the Natural Gas Industry*. Office of Air and Radiation: Natural Gas STAR Program. Washington, DC. October 2006.

¹⁰² In the NSPS, we excluded from NSPS pneumatic controller affected facility status continuous bleed natural gas-driven pneumatic controllers with a bleed rate not greater than 6 scfh (low-bleed controllers) located in the production segment. Continuous bleed natural gas-driven controllers exempt from the 6 scfh bleed rate emission standard under the functional needs exclusion would still be affected facilities and would have certain tagging, recordkeeping and reporting requirements.

6.5 Factors to Consider in Developing Pneumatic Controller Compliance Procedures

6.5.1 Oil and Natural Gas Production (Individual Continuous Bleed Pneumatic Controller with a Natural Gas Bleed Rate Greater than 6 scfh Located from the Wellhead to the Natural Gas Processing Plant or Point of Custody Transfer to an Oil Pipeline)

To ensure that each continuous bleed natural gas-driven pneumatic controller located from the wellhead to the natural gas processing plant or point of custody transfer to an oil pipeline is operated with a natural gas bleed rate less than or equal to 6 scfh (the recommended RACT level of control), we recommend that regulating agencies specify operating, recordkeeping and reporting requirements to document compliance. It is recommended that air agencies require that each pneumatic controller be tagged with the month and year of installation and identification information that allows traceability to manufacturer's documentation.

It is recommended that air agencies require owners and operators of continuous bleed natural gas-driven pneumatic controllers that are subject to RACT maintain records that: (1) document the location and manufacturer's specifications of each pneumatic controller; (2) if applicable, provide a demonstration as to why the use of a pneumatic controller with a natural gas bleed rate greater than 6 scfh is required (the recommended RACT level of control); and (3) document deviations in cases where a pneumatic controller was not operated in compliance with RACT.

It is also recommended that air agencies require owners and operators to submit annual reports that include (1) if applicable, documentation that the use of a pneumatic controller with a natural gas bleed rate greater than 6 standard cubic feet per hour is required and the reasons why; and (2) the records of deviations that occurred during the reporting period.

The appendix to this document presents example model rule language that incorporates the compliance elements recommended in this section that air agencies may choose to use in whole or in part when implementing RACT.

6.5.2 Natural Gas Processing Segment (Individual Continuous Bleed Natural Gas-Driven Pneumatic Controller Located at a Natural Gas Processing Plant)

To ensure each continuous bleed natural gas-driven pneumatic controller at natural gas processing plants is operated with a natural gas bleed rate of zero (the recommended RACT level of control), we suggest that air agencies specify operating, recordkeeping and reporting requirements to document compliance. We also suggest that air agencies require that each pneumatic controller be tagged with the month and year of installation and identification information that allows traceability to the manufacturer's documentation. It is recommended that air agencies require owners and operators of pneumatic controllers maintain records that:

- (1) document the location and manufacturer's specifications of each pneumatic controller;
- (2) document that the natural gas bleed rate is zero; and (3) document deviations in cases where a pneumatic controller was not operated in compliance with RACT.

It is also recommended that air agencies require owners and operators to submit annual reports that include the records of deviations that occurred during the reporting period.

The appendix to this document presents example model rule language that incorporates the compliance elements recommended in this section that air agencies may choose to use in whole or in part when implementing RACT.

7.0 PNEUMATIC PUMPS

The oil and natural gas industry uses a variety of pneumatic gas-driven pumps where there is no reliable electrical power to “control processing problems and protect equipment.”¹⁰³ Pneumatic pumps are “small positive displacement, reciprocating units used throughout the oil and natural gas industry to inject precise amounts of chemicals into process streams or for freeze protection glycol circulation.”¹⁰⁴ Most chemical injection pumps fall into two main types: (1) diaphragm pumps, generally used for heat tracing; or (2) plunger/piston, generally used for chemical and methanol injection. Pneumatic pumps driven by natural gas emit natural gas, which contains VOC. Other types of pneumatic pumps may be driven by gases other than natural gas and, therefore, do not emit VOC. The focus of this CTG is natural gas-driven pneumatic pumps. This chapter provides a description of pneumatic pumps that are used in the oil and natural gas industry, including their function and associated emissions. This chapter also provides control techniques used to reduce VOC emissions from pneumatic pumps, along with costs and emission reductions. Finally, this chapter provides a discussion of our recommended RACT for pneumatic pumps and the associated VOC emission reductions and costs.

7.1 Applicability

For the purposes of this CTG, a pneumatic pump is a positive displacement reciprocating unit used for injecting precise amounts of chemicals into a process stream or for glycol circulation. The pneumatic pump may use natural gas or another gas to drive the pump. The emissions and emission control options discussed herein would apply to natural gas-driven chemical/methanol and diaphragm pumps located at natural gas processing plants and well sites.

¹⁰³ U.S. Environmental Protection Agency/GRI. *Methane Emissions from the Natural Gas Industry, Vol. 13: Chemical Injection Pumps*. EPA-600/R-96-080b. June 1996.

¹⁰⁴ U.S. Environmental Protection Agency. Lessons Learned from Natural Gas STAR Partners. *Options for Reducing Methane Emissions from Pneumatic Devices in the Natural Gas Industry*. Office of Air and Radiation: Natural Gas STAR Program. Washington, DC. October 2006.

7.2 Process Description and Emission Sources

7.2.1 Process Description

As noted above, pneumatic pumps are “positive displacement, reciprocating units used for injecting precise amounts of chemicals into a process stream or for glycol circulation.”¹⁰⁵ Pneumatic pumps often make use of gas pressure where electricity is not readily available.¹⁰⁶ In the production segment, the supply gas is mostly produced natural gas, whereas in the processing segment, the supply gas may be compressed air. For natural gas-driven pneumatic pumps, characteristics that affect VOC emissions include the frequency of operation, the size of the unit, the supply gas pressure, and the inlet natural gas composition.¹⁰⁷

Pneumatic pumps are generally used for one of three purposes: glycol circulation in dehydrators, hot oil circulation for heat tracing/freeze protection, or chemical injection. Glycol dehydrator pumps may recover energy from the high-pressure rich glycol/gas mixture leaving the absorber and use that energy to pump the low-pressure lean glycol back into the absorber.¹⁰⁸ Diaphragm pumps are commonly used to circulate hot glycol or other heat-transfer fluids in tubing covered with insulation to prevent freezing in pipelines, vessels, and tanks. Chemical injection pumps (i.e., piston/plunger pumps or small diaphragm pumps) inject small amounts of chemicals, such as methanol, to prevent hydrate formation or corrosion inhibitors into process streams to regulate operations of a plant and protect the equipment.

Pneumatic pumps have two major components, a driver side and a motive side, which operate in the same manner but with different reciprocating mechanisms. Pressurized gas provides energy to the driver side of the pump, which operates a piston or flexible diaphragm to draw fluid into the pump. The motive side of the pump delivers the energy to the fluid being moved in order to discharge the fluid from the pump. The natural gas leaving the exhaust port of

¹⁰⁵ U.S. Environmental Protection Agency. Lessons Learned from Natural Gas STAR Partners. *Options for Reducing Methane Emissions from Pneumatic Devices in the Natural Gas Industry*. Office of Air and Radiation: Natural Gas STAR Program. Washington, DC. October 2006.

¹⁰⁶ Ibid.

¹⁰⁷ Ibid.

¹⁰⁸ U.S. Environmental Protection Agency. *Oil and Natural Gas Sector Pneumatic Devices. Report for Oil and Natural Gas Sector Pneumatic Devices Review Panel*. Office of Air Quality Planning and Standards (OAQPS). April 2014. Available at <http://www.epa.gov/airquality/oilandgas/2014papers/20140415pneumatic.pdf>.

the pump is either directly discharged into the atmosphere or is recovered and used as a fuel gas or stripping gas.¹⁰⁹

Chemical injection pumps are positive displacement, reciprocating units designed to inject precise amounts of chemical into a process stream. Positive displacement pumps work by allowing a fluid to flow into an enclosed cavity from a low-pressure source, trapping the fluid, and then forcing it out into a high-pressure receiver by decreasing the volume of the cavity. A complete reciprocating stroke includes two movements, referred to as an upward motion or suction stroke, and a downward motion or power stroke. During the suction stroke, the chemical is lifted through the suction check valve into the fluid cylinder. The suction check valve is forced open by the suction lift produced by the plunger and the head of the liquid being pumped. Simultaneously, the discharge check valve remains closed, thus allowing the chemical to remain in the fluid chamber. During the power stroke, the plunger assembly is forced downwards, immediately shutting off the suction check valve. Simultaneously, the chemical is displaced, forcing open the discharge check valve and allowing the fluid to be discharged.¹¹⁰

Typical chemicals injected in an oil or natural gas field are biocides, demulsifiers, clarifiers, corrosion inhibitors, scale inhibitors, hydrate inhibitors, paraffin dewaxers, surfactants, oxygen scavengers, and H₂S scavengers. These chemicals are normally injected at the wellhead and into gathering lines or at production separation facilities. Because the injection rates are typically small, the pumps are also small. They are often attached to barrels containing the chemical being injected.¹¹¹

Diaphragm pumps are positive displacement pumps, meaning they use contracting and expanding cavities to move fluids. Diaphragm pumps work by flexing the diaphragm out of the displacement chamber. When the diaphragm moves out, the volume of the pump chamber increases and causes the pressure within the chamber to decrease and draw in fluid. The inward stroke has the opposite effect, decreasing the volume and increasing the pressure of the chamber to move out fluid.¹¹²

¹⁰⁹ U.S. Environmental Protection Agency. Lessons Learned from Natural Gas STAR Partners. *Options for Reducing Methane Emissions from Pneumatic Devices in the Natural Gas Industry*. Office of Air and Radiation: Natural Gas STAR Program. Washington, DC. October 2006.

¹¹⁰ Ibid.

¹¹¹ Ibid.

¹¹² GlobalSpec. *Diaphragm Pumps Information*. Available online - http://www.globalspec.com/learnmore/flow_transfer_control/pumps/diaphragm_pumps.

Not all pneumatic pumps are natural gas driven. At sites without electrical service sufficient or reliable enough to power an instrument air compressor control system, mechanical or electrically powered pneumatic pumps may be used. Where reliable electrical service is available, sources of power other than pressurized natural gas, such as compressed instrument air may be used. Because these devices are not natural gas driven, they do not directly release natural gas or VOC emissions. Instrument air systems are feasible only at oil and natural gas industry locations where the devices can be driven by compressed instrument air systems and have electrical service sufficient and reliable enough to power a compressor. This analysis assumes that natural gas processing plants are likely to have electrical service sufficient to power an instrument air system, and that most existing gas processing plants use instrument air instead of natural gas-driven pumps.¹¹³ The application of electrical controls is discussed further in section 7.3 of this chapter.

7.2.2 Emissions Data

7.2.2.1 Summary of Major Studies and Emissions

In the evaluation of the emissions from pneumatic pumps and the potential options available to reduce these emissions, numerous studies were consulted. Table 7-1 lists these references with an indication of the type of relevant information contained in each reference. In addition to these sources, we evaluated the peer reviewer and public comments received on the EPA's white paper, "Oil and Natural Gas Sector Pneumatic Devices."¹¹⁴

¹¹³ U.S. Environmental Protection Agency/GRI. *Methane Emissions from the Natural Gas Industry, Vol. 12: Pneumatic Devices*. EPA-600/R-96-080k. June 1996.

¹¹⁴ U.S. Environmental Protection Agency. *Oil and Natural Gas Sector Pneumatic Devices. Report for Oil and Natural Gas Sector Pneumatic Devices Review Panel*. Office of Air Quality Planning and Standards (OAQPS). April 2014. Available at <http://www.epa.gov/airquality/oilandgas/2014papers/20140415pneumatic.pdf>.

Table 7-1. Major Studies Reviewed for Consideration of Emissions and Activity Data

Report Name	Affiliation	Year of Report	Activity Factors	Emissions Data	Control Options ^g
Greenhouse Gas Reporting Program ^a	EPA	2014	Nationwide	X	
Inventory of Greenhouse Gas Emissions and Sinks ^b	EPA	Annual	Nationwide/ Regional	X	
Methane Emissions from the Natural Gas Industry ^{c,d}	EPA/GRI	1996	Nationwide	X	
Methane Emissions from the Petroleum Industry ^e	EPA	1999	Nationwide	X	
Natural Gas STAR Program ^f	EPA	2012	Study Specific	X	X

^a U.S. Environmental Protection Agency. *Greenhouse Gas Reporting Program*. Washington, DC. November 2014.

^b U.S. Environmental Protection Agency. *Inventory of U.S. Greenhouse Gas Emissions and Sinks*. Washington, DC. <https://www3.epa.gov/climatechange/ghgemissions/usinventoryreport.html>.

^c U.S. Environmental Protection Agency/GRI. *Methane Emissions from the Natural Gas Industry, Vol. 2: Technical Report*. EPA-600/R-96-080b. June 1996; U.S. Environmental Protection Agency/GRI. *Methane Emissions from the Natural Gas Industry, Vol. 3: General Methodology*. EPA-600/R-96-080c. June 1996.

^d U.S. Environmental Protection Agency/GRI. *Methane Emissions from the Natural Gas Industry, Vol. 5: Activity Factors*. EPA-600/R-96-080e. June 1996; and U.S. Environmental Protection Agency/GRI. *Methane Emissions from the Natural Gas Industry, Vol. 12: Pneumatic Devices*. EPA-600/R-96-080k. June 1996.

^e U.S. Environmental Protection Agency. *Methane Emissions from the U.S. Petroleum Industry. Final Report*. Prepared for the U.S. Environmental Protection Agency by Radian International LLC. EPA-600/R-99-010. February 1999.

^f U.S. Environmental Protection Agency. *Lessons Learned: Options for Reducing Methane Emissions From Pneumatic Devices in the Natural Gas Industry*. Office of Air and Radiation: Natural Gas STAR. Washington, DC. October 2006.

^g An “X” in this column does not necessarily indicate that the EPA has received comprehensive data on control options from any one of these reports. The type of emissions control information that the EPA has received from these reports varies substantially from report to report.

7.2.2.2 Representative Pneumatic Pump Emissions

For this analysis, we consulted information in the appendices of Natural Gas STAR lessons learned documents on pneumatic pumps,^{115,116} the GHGRP, the GHG Inventory, and

¹¹⁵ U.S. Environmental Protection Agency. *Lessons Learned: Convert Gas Pneumatic Controls to Instrument Air*. Office of Air and Radiation: Natural Gas STAR. Washington, DC. October 2006.

¹¹⁶ U.S. Environmental Protection Agency. Pro Fact Sheet No. 301. *Convert Pneumatics to Mechanical Controls*. Office of Air and Radiation: Natural Gas STAR. Washington, DC. September 2004.

U.S. EPA/GRI Report.¹¹⁷ The GHGRP and GHG Inventory use emission factors from the U.S. EPA/GRI Report. Similarly, we determined that the best available emission factors for pneumatic pumps are presented in the U.S. EPA/GRI Report.

The basic approach used for this analysis was to first approximate methane emissions from the average pneumatic pump in the production and processing segments and then estimate VOC and HAP emissions using the gas composition factors from the 2011 Gas Composition Memorandum. The specific gas composition ratio used for this analysis was 0.278 lbs VOC per pound methane in the production and processing segment. Table 7-2 summarizes the estimated average emission factors for a representative pneumatic pump for the production and processing segments for both methane and VOC.

Table 7-2. Average Emission Estimates per Pneumatic Device

Segment/Pump Type	Emission Factor Methane (scf/day) ^a	Emission Factor Methane (Mcf/yr) ^b	Emission Factor Methane (tpy) ^c	Emission Factor VOC (tpy) ^d
Production				
Diaphragm	446	163	3.46	0.96
Piston	48.9	18	0.38	0.11
Processing				
Small Diaphragm	446	163	3.46	0.96
Medium Diaphragm	446	163	3.46	0.96
Large Diaphragm	446	163	3.46	0.96
Small Piston	48.9	18	0.38	0.11
Medium Piston	48.9	18	0.38	0.11
Large Piston	48.9	18	0.38	0.11

^a Data Source: EPA/GRI. *Methane Emissions from the Natural Gas Industry, Volume 13: Chemical Injection Pumps*. June 1996 (EPA-600/R -96-080m), Sections 5.1 – Diaphragm Pumps and 5.2 – Piston Pumps.

^b Assumes 365 days/yr operation in natural gas production and processing.

^c Assumes density of methane is 19.26 g/scf.

^d Assumes 0.278 VOC content per pound of methane.

¹¹⁷ Gas Research Institute (GRI)/U.S. Environmental Protection Agency. *Research and Development, Methane Emissions from the Natural Gas Industry, Volume 13: Chemical Injection Pumps*. June 1996 (EPA-600/R -96-080m).

7.3 Available Controls and Regulatory Approaches

7.3.1 Available VOC Emission Control Options

Natural gas-driven pneumatic pumps emit VOC emissions as part of their normal operation. Depending on the type of pump and the constraints of the location, companies can utilize a variety of technologies that have been developed over the years. In situations where the replacement of natural gas-driven pumps with electric, solar and instrument air pumps is not feasible, emissions can be captured and routed to a VRU or to a combustion device.

Sections 7.3.1.1 and 7.3.1.2 discuss the control of VOC emissions by replacing natural gas-driven pumps with solar pumps and electric pumps. Section 7.3.1.3 discusses the use of an instrument air system to drive the pneumatic pump in order to eliminate VOC emissions. Lastly, section 7.3.1.4 discusses reducing VOC emissions by routing emissions from the pump to a combustion device, and section 7.3.1.5 discusses capturing VOC emissions using a VRU.

7.3.1.1 **Solar Pumps**

Description

Solar pumps provide the same functionality as natural gas-driven pumps and can be utilized at remote sites where electricity is not available. However, peer review comments received on the EPA's white paper "Oil and Natural Gas Sector Pneumatic Devices" noted that they predominantly operated solar-powered pneumatic pumps for chemical injection and the pumps failed as early as after two to three cloudy days due to insufficient battery charge.¹¹⁸ When solar pumps are properly charged, a solar-charged DC pump can handle a range of throughputs up to 100 gallons per day with maximum injection pressure around 3,000 psig and have no VOC emissions. Converting natural gas-driven chemical pumps can reduce methane emissions by an estimated 3.46 tpy per diaphragm pump and 0.38 tpy per piston pump for all segments of the oil and natural gas industry.¹¹⁹ Based on the gas composition for natural gas in the production segment, we estimate that replacement of a pneumatic pump with a solar-powered pump will reduce VOC emissions by 0.96 tpy per diaphragm pump and 0.11 tpy for a piston pump.

¹¹⁸ Reese, Carrie, Environmental Compliance Manager. Comments on the Oil and Natural Gas Sector Pneumatic Devices. Pioneer Natural Resources.

¹¹⁹ U.S. Environmental Protection Agency. PRO Fact Sheet No. 202. *Convert Natural Gas-Driven Chemical Pumps*.

Control Effectiveness

Replacing a natural gas-driven pump with a solar pump can result in 100 percent reduction in VOC emissions and is feasible in regions where there is sufficient sunlight to power the pump, and backup power is not required. Although, as stated above, solar-powered pumps are capable of pumping up to 100 gallons per day, they are typically used for low volume applications to inject methanol or corrosion inhibitors into a well with typical volumes ranging from 6 to 8 gallons per day. In addition to the low volume pumps, large volume pumps used to replace natural gas-assisted circulation pumps for glycol dehydrators can also be converted to solar.

Cost Impacts

The primary costs associated with conversion to solar pumps are the initial capital expenditures. Solar pumps generally have low maintenance costs, which are typically lower than natural gas-driven pump maintenance costs. The cost being attributed to the replacement of pneumatic pumps with solar-powered pumps includes the capital cost of the pump and its associated operating costs. The operating costs are estimated to be 10 percent of the capital cost. Based on the Natural Gas STAR document, “PRO Fact Sheet: Convert Natural Gas-Driven Chemical Pumps,”¹²⁰ the capital (purchase) cost for a solar-powered electric pump is approximately \$2,000 with solar panels having a lifespan of 15 years and electric motors lasting 5 years. The total capital cost, including installation and labor is \$2,227 (2012 dollars). We estimate there would be no additional annual operating costs for solar pumps above and beyond that of ordinary field personnel duties. Annualized over the life of the pump at a 7 percent discount rate, the annualized cost of replacing a pneumatic pump with a solar pump is \$317. In addition, the use of solar pumps will have savings realized from the natural gas not released. We estimate that each diaphragm pump replaced will save 197 Mcf per year of natural gas from being emitted and each piston pump will have a natural gas savings of 22 Mcf per year. The value of the natural gas saved based on \$4.00 per Mcf would be \$786 per year per diaphragm pump and \$87 per year per piston pump.

¹²⁰ U.S. Environmental Protection Agency. PRO Fact Sheet No. 202. *Convert Natural Gas-Driven Chemical Pumps*.

7.3.1.2 *Electric Pumps*

Description

Electric pumps provide the same functionality as natural gas-driven pumps, and are only restricted by the use of reliable power. Electric pumps have no VOC emissions, and converting a natural gas-driven pneumatic pump to an electric pump can reduce VOC emissions by an estimated 0.96 tpy per diaphragm pump and 0.11 tpy per piston pump.

Control Effectiveness

Replacing a natural gas-driven pump with an electric pump can result in 100 percent reduction in VOC emissions. However, use of electric pumps requires a sufficient and reliable source of electricity. These pumps are, therefore, more common at natural gas processing plants or large dehydration facilities that have access to reliable electric power.

Cost Impacts

The primary costs associated with converting natural gas-driven pumps to electric pumps are the initial capital expenditures, installation and ongoing operation and maintenance. Based on the Natural Gas STAR document, “PRO Fact Sheet: Convert Natural Gas-Driven Chemical Pumps,”¹²¹ the cost of an electric pump to replace a diaphragm pump is \$4,647 and to replace a piston pump is \$1,819 in 2012 dollars depending on the horsepower of the unit.¹²² The annual operating costs for an electric pump are estimated to be \$293. Based on these costs annualized over the life expectancy of the pump at a 7 percent discount rate, the annualized cost for an electric pump to replace a diaphragm pump is \$954, and \$552 to replace a piston pump. In addition, the use of electric pumps will have savings realized from the natural gas not released. We estimate that each diaphragm pump replaced will save 197 Mcf per year of natural gas from being emitted and each piston pump will have a natural gas savings of 22 Mcf per year. The value of the natural gas saved based on \$4.00 per Mcf would be \$786 per year per diaphragm pump and \$87 per year per piston pump.

¹²¹ Ibid.

¹²² U.S. Environmental Protection Agency. *Lessons Learned. Replacing Gas-Assisted Glycol Pumps with Electric Pumps*. Office of Air and Radiation: Natural Gas STAR Program. Washington, DC. 2006. October 2006.

7.3.1.3 *Instrument Air System*

Description

Instrument air systems require a compressor, power source, dehydrator, and volume tank. The same pneumatic pumps can be used for natural gas and compressed air, without altering any of the parts of the pneumatic pump, but instrument air eliminates the emissions of natural gas. All facilities that have access to an adequate and reliable source of electricity can install an instrument air system. The following, taken from the Natural Gas STAR document, “PRO Fact Sheet: Convert Gas Pneumatic Controls to Instrument Air,”¹²³ describes the major components of an instrument air system:

- (1) Compressors used for instrument air delivery are available in various types and sizes, from rotary screw (centrifugal) compressors to positive displacement (reciprocating piston) types. The size of the compressor depends on the size of the facility, the number of control devices operated by the system, and the typical emission rates of these devices. The compressor is usually driven by an electric motor that turns on and off, depending on the pressure in the volume tank. For reliability, a full spare compressor is normally installed.
- (2) A critical component of the instrument air control system is the power source required to operate the compressor. Because high-pressure natural gas is abundant and readily available, natural gas-driven pneumatic systems can run uninterrupted on a 24-hour, 7-day per week schedule. The reliability of an instrument air system, however, depends on the reliability of the compressor and electric power supply. Most large natural gas plants have either an existing electric power supply or have their own power generation system. For smaller facilities and remote locations, however, a reliable source of electric power can be difficult to ensure. In some instances, solar-powered, battery-operated air compressors can be feasible for remote locations, which would both reduce VOC emissions and energy consumption. Small natural gas-powered fuel cells are also being developed.

¹²³ U.S. Environmental Protection Agency. Lessons Learned from Natural Gas STAR Partners. *Convert Gas Pneumatic Controls to Instrument Air*. Office of Air and Radiation: Natural Gas STAR Program. Washington, DC. October 2006.

- (3) Dehydrators, or air dryers, are an integral part of the instrument air compressor system. Water vapor present in atmospheric air condenses when the air is pressurized and cooled, and can cause a number of problems to these systems, including corrosion of the instrument parts and blockage of instrument air piping and controller orifices.
- (4) The volume tank holds enough air to allow the pneumatic control system to have an uninterrupted supply of high-pressure air without having to run the air compressor continuously. The volume tank allows a large withdrawal of compressed air for a short time, such as for a motor starter, pneumatic pump, or pneumatic tools, without affecting the process control functions.

Control Effectiveness

Instrument air eliminates all emissions from natural gas-driven pneumatic pumps, but can only be utilized in locations with sufficient and reliable electrical power. Furthermore, instrument air systems are more economical and, therefore, more common at facilities with a high concentration of pneumatic devices and where an operator can ensure the system is properly functioning.¹²⁴ Because all emissions can be avoided by converting natural gas-driven chemical pumps to instrument air, methane emissions can be reduced by an estimated 3.46 tpy per diaphragm pump and 0.38 tpy per piston pump. Based on the gas composition for natural gas in the production segment, we estimate that converting a natural gas-driven pneumatic pump to instrument air will reduce VOC emissions by 0.96 tpy per diaphragm pump and 0.11 tpy per piston pump.

Cost Impacts

As stated previously, instrument air conversions require a compressor with a capacity based on the number of control loops at the location. The compressor size is equivalent to the volume of gas used by the control loops after adjusting for gas losses during drying, plus any utility air necessary at the facility. This volume can either be calculated via a meter or utilizing a rule of thumb of one cubic foot per minute (cfm) of instrument air per control loop.¹²⁵

The costs associated with instrument air systems are primarily capital costs for the compressor(s), air dryer and the volume tank, but also include operational costs for electricity to

¹²⁴ Ibid.

¹²⁵ U.S. Environmental Protection Agency. Lessons Learned from Natural Gas STAR Partners. *Options for Reducing Methane Emissions from Pneumatic Devices in the Natural Gas Industry*. Office of Air and Radiation: Natural Gas STAR Program. Washington, DC. October 2006.

drive the compressor motor. Other components of the instrument air system, including piping, control instruments and valve actuators, would already be in place for a gas system. We assume that existing processing plants have an instrument air system in place, including backup systems, and that the cost of increasing air load on the system would be confined to the incremental cost associated with upgrading or replacing the compressor and connecting the pumps to the system. The size of the compressor required would depend on the additional air load required for the instrument air system to handle the pneumatic pumps. Table 7-3 summarizes cost estimates to replace various size compressors in an existing instrument air system.

Table 7-3. Cost of Compressor Replacement for Existing Instrument Air System (\$2012)

Compressor Size	Total Capital Cost ^a	Annualized Cost ^b	Total O&M Cost ^c	Annual Cost ^d
Small	\$5,999	\$854	\$9,197	\$10,051
Medium	\$29,989	\$4,270	\$28,002	\$32,271
Large	\$52,779	\$7,515	\$64,880	\$72,394

^a 2016 NSPS TSD.

^b Annualized capital cost using a 7 percent interest rate and an equipment life of 10 years.

^c The total O&M includes both the annual labor cost and the annual power cost.

^d The total annual cost includes the annualized capital cost and the total O&M cost.

7.3.1.4 Route Emissions to an Existing or New Combustion Device

Description

Typical combustion devices used in the oil and natural gas industry to control VOC emissions and their control efficiency are discussed in greater detail in section 4.3.1.2 of chapter 4 of this document. It is assumed that most processing plants and large dehydration facilities have at least one existing combustion device onsite.

Control Effectiveness

Routing emissions from a natural gas-driven pump to an existing combustion device, or a newly installed combustion device does not reduce the volume of natural gas discharged from the pump, but rather combusts the gas. Based on the gas composition for natural gas in the production segment, we estimated that routing emissions to a combustion device would reduce VOC emissions by an estimated 0.91 tpy per diaphragm pump and 0.1 tpy per piston pump.

Cost Impacts

Routing natural gas to an existing combustion device or installing a new combustion device have associated capital and operating costs. Based on costs for a combustion device provided in the 2015 NSPS TSD, the capital cost for installing a new combustion device to control emissions is estimated to cost \$34,250 and the annual operating cost is \$17,001 in 2012 dollars. Based on the life expectancy for a combustion device, we estimate the annualized cost of installing a new combustion device to be approximately \$21,877, using a 7 percent discount rate. The capital cost for routing emissions to an existing control device to control emissions is estimated to be \$5,433 with an annualized cost of \$774, using a 7 percent discount rate. Because the natural gas captured is combusted there is no gas savings associated with the use of a combustion device to reduce VOC emissions. Table 7-4 presents the estimated VOC cost of control for routing natural gas-driven pump emissions to an existing combustion device. Table 7-5 presents the cost of control for routing natural gas-driven pump emissions to a new combustion device.

Table 7-4. VOC Cost of Control for Routing Natural Gas-Driven Pump Emissions to an Existing Combustion Device

Pump Type/ Segment	VOC Emission Reductions (tpy/pump)	Annualized Cost (\$2012)	VOC Cost of Control (\$2012/ton)
<i>Diaphragm Pumps</i>			
Production	0.91	\$774	\$847
Processing	0.91	\$774	\$847
<i>Piston Pumps</i>			
Production	0.10	\$774	\$7,709
Processing	0.10	\$774	\$7,709

Table 7-5. VOC Cost of Control for Routing Natural Gas-Driven Pump Emissions to a New Combustion Device

Pump Type/ Segment	VOC Emission Reductions (tpy/pump)	Annualized Cost (\$2012)	VOC Cost of Control (\$2012/ton)
<i>Diaphragm Pumps</i>			
Production	0.91	\$21,877	\$23,944
Processing	0.91	\$21,877	\$23,944
<i>Piston Pumps</i>			
Production	0.10	\$21,877	\$218,017
Processing	0.10	\$21,877	\$218,017

7.3.1.5 *Route Emissions to a Vapor Recovery Unit (VRU)*

Description

Vapor recovery units capture low-pressure vapor streams, increase the pressure by means of a compressor, and then route the vapor stream to a process or other useful purpose. These systems typically include a backup compressor system to allow for shutdowns and repairs. Vapor recovery units are more economical for facilities with multiple natural gas emission sources that can be routed to the VRU. Some of these other emission sources can include tanks, dehydrators, and compressors and as a result, VRUs are more common at natural gas processing plants. Vapor recovery units are discussed in greater detail in section 4.3.1.1 of chapter 4 of this document.

Control Effectiveness

Use of a vapor recovery technology has the potential to reduce the VOC emissions from natural gas-driven pumps by 100 percent if all vapor is recovered. We recognize that VRUs may not continuously meet this efficiency in practice. Therefore, we estimate that routing emissions from a natural gas-driven pump to an existing or newly installed VRU can reduce the VOC emitted by approximately 95 percent (accounting for any reduced efficiency that may occur) while, at the same time, capturing the natural gas for beneficial use. We estimate that methane emission reductions for routing gas to a VRU to be 3.29 tpy for a diaphragm pump and 0.36 tpy for a piston pump. Based on the gas composition for natural gas in the production segment, we

estimate that routing emissions to a VRU can reduce VOC emissions by 0.91 tpy per diaphragm pump and 0.1 tpy per piston pump.

Cost Impacts

Based on costs for a VRU provided in the 2015 NSPS TSD, we estimate the capital cost of installing a VRU to be \$104,111 and the annual operation and maintenance cost to be \$9,932 in 2012 dollars. The total annualized cost of a new VRU is estimated to be \$24,755 based on a 7 percent discount rate.

If a VRU is already onsite, then the additional costs for routing emissions from a pump are small, as the majority of costs are piping. We estimated the cost of routing emissions to an existing VRU to be \$5,433 in 2012 dollars. The annualized cost of routing natural gas emissions to an existing VRU is estimated to be \$774 based on a 7 percent discount rate. In addition, there is potential for beneficial use of natural gas recovered through the VRU. We estimated the annual natural gas recovered to be 187 Mcf per year per diaphragm pump and 21 Mcf per year per piston pump. The resulting natural gas savings is estimated to be \$749 per diaphragm pump and \$84 per piston pump, per year based on a value of \$4.00 per Mcf of natural gas recovered. Table 7-6 presents the estimated VOC cost of control for routing natural gas-driven pump emissions to an existing VRU. Table 7-7 presents the estimated VOC cost of control for routing gas-driven pump emissions to a new VRU.

Table 7-6. VOC Cost of Control for Routing Natural Gas-Driven Pump Emissions to an Existing VRU

Pump Type/ Segment	VOC Emission Reductions (tpy/pump)	Annualized Cost (\$2012)	VOC Cost of Control (\$2012/ton)	
			Without savings	With savings
Diaphragm Pumps				
Production	0.91	\$774	\$847	\$27
Processing	0.91	\$774	\$847	\$27
Piston Pumps				
Production	0.10	\$774	\$7,709	\$6,876
Processing	0.10	\$774	\$7,709	\$6,876

Table 7-7. VOC Cost of Control for Routing Natural Gas-Driven Pump Emissions to a New VRU

Pump Type/ Segment	VOC Emission Reductions (tpy/pump)	Annualized Cost (\$2012)	VOC Cost of Control (\$2012/ton)	
			Without savings	With savings
Diaphragm Pumps				
Production	0.91	\$24,755	\$27,094	\$26,275
Processing	0.91	\$24,755	\$27,094	\$26,275
Piston Pumps				
Production	0.10	\$24,755	\$246,697	\$245,864
Processing	0.10	\$24,755	\$246,697	\$245,864

7.3.2 Existing Federal, State and Local Regulations

7.3.2.1 *Federal Regulations that Specifically Require Control of VOC Emissions*

The EPA has finalized federal requirements for natural gas-driven pneumatic pumps under subpart OOOOa. Under subpart OOOOa, each natural gas-driven diaphragm pump located at a natural gas processing plant must have zero natural gas emissions, and each natural gas-driven diaphragm pump located at a well site must capture and route emissions to a control device or process if there is an existing control device or process available onsite. Subpart OOOOa requires that VOC and methane emissions be reduced by 95 percent or greater unless the existing control device or process is not capable of reducing emissions by 95 percent or greater, unless (1) there is no control device onsite, (2) it is technically infeasible, or (3) the control device cannot achieve 95 percent control. Subpart OOOOa also includes an exemption from control requirements where a diaphragm pump operates for any period of time each calendar day for less than a total of 90 days per calendar year.

7.3.2.2 *State and Local Regulations that Specifically Require Control of VOC Emissions*

States may have permitting restrictions on VOC emissions that may apply to an emission source as a result of an operating permit, or preconstruction permit based on air quality maintenance or improvement goals of an area. Permits specify what construction is allowed, what emission limits must be met and, often, how the source may be operated. To ensure that

sources follow the permit requirements, permits also contain monitoring, recordkeeping and reporting requirements.

At least one state (Wyoming) requires emissions associated with the discharge streams from all natural gas-operated pneumatic pumps be controlled by at least 98 percent or routed into a closed-loop system (e.g., sales line, collection line, fuel supply line). Several states also have registration rules for controlling fugitive VOC emissions (which may include fugitive emissions from pneumatic pumps).

7.4 Recommended RACT Level of Control

We evaluated available data obtained in the development of the 2016 NSPS final rule, comments received on the draft CTG and 2015 NSPS proposed rule, and peer review comments received on the EPA's white paper "Oil and Natural Gas Sector Pneumatic Devices." Based on our evaluation of these data and information, we recommend that VOC emissions from pneumatic pumps be controlled.

Our recommended RACT for an existing individual natural gas-driven diaphragm pump located at the well site is to capture and route VOC emissions to a control device or process where there is an existing control device or process available onsite. Our rationale for this recommendation is that, although the production segment includes both well sites and gathering and boosting stations, we currently only have reliable information for pumps located at well sites. We have determined that the cost of control for routing VOC emissions to an existing onsite control device or process would be reasonable. As presented in Tables 7-4 and 7-6 in sections 7.3.1.4 and 7.3.1.5 of this chapter, the VOC cost of control when an existing combustion device or VRU is available onsite was estimated to be \$847 per ton of VOC reduced for diaphragm pumps, without gas savings, and \$27 per ton of VOC reduced for diaphragm pumps if a VRU is used and gas savings are considered. We do not consider requiring control where there is not an existing control device or process onsite to be reasonably available technology, and the cost per ton of VOC reduced was estimated at greater than \$20,000 for diaphragm pumps. While we are not recommending that the owner or operator be required to install a control device to control pneumatic pump emissions if one is not already available, we note that control devices will likely be installed onsite for other purposes under RACT or other regulations and will be available to control emissions from pneumatic pumps to a 95 percent control level.

For purposes of our recommended RACT, a natural gas-driven diaphragm pump is 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 our recommended RACT. A lean glycol circulation pump that relies on energy exchange with the rich glycol from the contactor is not considered a diaphragm pump.

We do not recommend RACT apply to an existing individual natural gas-driven piston pump because currently available information (including information received on the draft CTG and 2015 NSPS proposal) indicates that piston pumps are low emitting because of their small size, design and usage patterns. We determined piston pumps have emission rates between 2.2 to 2.5 scf/hr based on a joint report from the EPA and the Gas Research Institute on methane emissions from the natural gas industry. This approach is consistent with the manner in which we addressed low-bleed pneumatic controllers. After considering the low emission rates of low-bleed pneumatic controllers, we do not recommend RACT apply to these sources. Similarly, based upon the information that we have on the low emission rates of piston pumps, we are not recommending RACT apply to these sources because VOC emissions are low and would not be reasonable to control in the same manner that we recommend for diaphragm pumps. As presented in Tables 7-4 and 7-6 in sections 7.3.1.4 and 7.3.1.5 of this chapter, the VOC cost of control when an existing combustion device or VRU is available onsite was estimated to be \$7,709 per ton of VOC reduced for piston pumps, without gas savings, and \$6,876 per ton of VOC reduced for piston pumps if a VRU is used and gas savings are considered. Requiring control where there is not an existing control device or process onsite was estimated to cost more than \$200,000 per ton of VOC reduced for piston pumps.

For existing natural gas-driven diaphragm pumps at well sites, we recommend that air agencies require VOC emissions be controlled by 95 percent. Our rationale for recommending this level of emission reduction is supported by the control level achievable on a continuing basis by control devices and processes already located onsite or later installed onsite to control other emissions under RACT or other regulations. We expect that newly-installed control devices will achieve emission reductions because owners or operators are installing them to meet control requirements for other sources. In the unlikely circumstance where a control device that can achieve a 95 percent reduction is not available onsite, we recommend that owners and operators

still be required to control VOC emissions to the level achievable by the control device. We recommend that owners and operators in those instances be required to maintain documentation of the percent control the onsite control device is designed to achieve. We make this additional recommendation because it will achieve emission reductions with regard to pneumatic pumps even in the unlikely circumstance that the only available control device cannot achieve a 95 percent reduction.

We also recommend that air agencies allow for an exemption based on technical infeasibility. We recommend a technical infeasibility exemption be allowed based on information we received from industry that indicates that there may be circumstances where there is insufficient gas pressure or control device capacity, making it technically infeasible to capture and route pneumatic pump emissions to a control device or process.

We recommend that, at well sites, if a diaphragm pump operates for any period of time each calendar day for less than a total of 90 days per calendar year, the pump not be subject to the recommended control requirements. We make this recommendation to account for those intermittently used pumps/portable pumps where VOC emissions would be lower than assumed in our analysis (i.e., our analysis assumes that diaphragm pumps are operated 40 percent of the time evenly throughout the year) and not reasonable to control.

Our recommended RACT for existing diaphragm pumps located at natural gas processing plants is that they have zero VOC emissions (or 100 percent control) (unless there are functional needs including, but not limited to, response time, safety and positive actuation, requiring an emission rate greater than zero). Our rationale for selecting a VOC emission rate of zero (with functional and safety exceptions) for our recommended RACT is based on the ability of most natural gas processing plants to install and utilize an instrument air system. As discussed in section 7.3.1.3 of this chapter, by using an instrument air system, compressed air may be substituted for natural gas in pneumatic systems without altering any of the parts of the pneumatic system. Therefore, the use of instrument air eliminates VOC emissions from each gas-driven diaphragm pump and supports a VOC emission rate of zero.

In summary, we recommend the following RACT for pneumatic pumps in the oil and natural gas industry:

- (1) Each Diaphragm Pump Located at a Natural Gas Processing Plant: Require zero VOC emissions (or 100 percent control). This can be achieved by use of an instrument air system in place of natural gas-driven pump.
- (2) Each Diaphragm Pump Located at a Well Site: Require that VOC emissions be captured and routed to an existing control device or process that is located onsite, unless it is technically infeasible to route emissions to the existing control device or process. Require 95 percent control of VOC emissions, unless the existing control device or process cannot achieve 95 percent control. If the existing control device cannot achieve a 95 percent control, still require the emissions to be routed to the existing onsite control device to control emissions to the extent achievable and maintain documentation of the percent control the onsite control device is designed to achieve. If there is no existing control device at the location of the pump, submit a certification that there is no device. If a control device is subsequently added to the site where the pump is located, then the VOC emissions from the pump must be captured and routed to the newly installed control device.

Although sources have a choice on how they meet the RACT level of control, the technologies that will likely be used to meet the RACT level of control for each natural gas-driven diaphragm pump at a well site are either capturing and routing the VOC emissions to an onsite existing combustion device (or a subsequently installed combustion device) or capturing and routing the VOC emissions to a process using an onsite existing VRU (or a subsequently installed VRU).

Similarly, the technology that will likely be used to meet the RACT level of control for each diaphragm pump located at a natural gas processing plant is the use of an existing instrument air system assumed to already exist onsite at natural gas processing plants.

7.5 Factors to Consider in Developing Pneumatic Pump Compliance Procedures

7.5.1 Oil and Natural Gas Production Segment Recommendations

We recommend that air agencies require owners and operators of diaphragm pumps located at well sites that meet RACT by capturing emissions and routing to a control device be connected through a closed vent system and that the closed vent system be designed with no

detectable emissions (using a 500 ppm detection level, as measured using Method 21 of appendix A-7 of part 60, and ongoing monthly, olfactory and auditory inspections). We recommend that you require that owners and operators conduct an assessment and certify that the closed vent system is of sufficient design and capacity to ensure that emissions are routed to the control device. We recommend air agencies require that any detected defects be repaired as soon as practicable.

With the exception of low leg drains, high point bleeds, analyzer vent, open-ended valves and safety devices, 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 to a process, air agencies should require that owners or operators either:

- (1) Install, calibrate, maintain and operate a flow indicator at the inlet to the bypass device that could divert the stream away from the control device or process to the atmosphere that is capable of taking periodic readings and either sounds an alarm or initiates 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 to the atmosphere; or
- (2) 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.

Secondly, we recommend that air agencies require owners and operators of diaphragm pumps at well sites provide certifications for when (1) there is no existing control device or process onsite, or (2) capturing and routing to an existing control device or process is not technically feasible.

Lastly, we recommend that air agencies require owners and operators of diaphragm pumps at well sites maintain records documenting where (1) intermittently-used/portable diaphragm pumps operate for any period of time each calendar day for less than a total of 90 calendar days per year, (2) an onsite control device or process is designed to achieve less than 95 percent reduction, and (3) a diaphragm pump is routed to a control device or a process and the control device or process is subsequently removed.

The appendix to this document presents example model rule language that incorporates the compliance elements recommended in this section that air agencies may choose to use in whole or in part when implementing RACT.

7.5.2 Natural Gas Processing Segment Recommendations

We recommend that air agencies require owners and operators of diaphragm pumps located at natural gas processing plants maintain records documenting (1) the location and manufacturer's specifications of each pneumatic pump, (2) that the natural gas bleed rate is zero, and (3) deviations in cases where a pneumatic pump was not operated in compliance with RACT. We also recommend that air agencies require owners and operators submit annual reports that include records of deviations that occurred during the reporting period.

The appendix to this document presents example model rule language that incorporates the compliance elements recommended in this section that air agencies may choose to use in whole or in part when implementing RACT.

8.0 EQUIPMENT LEAKS FROM NATURAL GAS PROCESSING PLANTS

This chapter presents the causes for equipment leaks from natural gas processing plants, and provides emission estimates for “model” facilities in the processing segment of the oil and natural gas industry. Methods that are designed to reduce equipment leak emissions are presented, along with our recommended RACT, and the associated VOC emission reductions and cost impacts for equipment leaks from natural gas processing plants.

This CTG and the recommended RACT included in this CTG replaces the following: *Guideline Series. Control of Volatile Organic Compound Equipment Leaks from Natural Gas/Gasoline Processing Plants*. December 1983. EPA-450/3-83-007.

8.1 Applicability

For purposes of this CTG, the emissions and emission controls discussed herein would apply to the group of all equipment (except compressors and sampling connection systems) within a process unit located at a natural gas processing plant in VOC service or in wet gas service, and any device or system that is used to control VOC emissions (e.g., a closed vent system). For a piece of equipment to be considered not in VOC service, it must be determined that the VOC content can be reasonably expected never to exceed 10.0 percent by weight. For a piece of equipment to be considered in wet gas service, the piece of equipment must contain or contact the field gas before the extraction step at a natural gas processing plant. Equipment is defined as 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.

8.2 Process Description and Emission Sources

8.2.1 Process Description

Natural gas processing involves the removal of natural gas liquids from field gas, fractionation of mixed natural gas liquids to natural gas products, or both. The types of process equipment used to separate the liquids are separators, glycol dehydrators, and amine treaters. In

addition, centrifugal and/or reciprocating compressors are used to pressurize and move the natural gas from the processing facility to the transmission stations.

There are several potential sources of equipment leak emissions at natural gas processing plants. Equipment such as pumps, pressure relief devices, valves, flanges, and other connectors are potential sources that can leak due to seal failure. Other sources, such as open-ended lines and valves may leak for reasons other than faulty seals, such as an improperly installed cap on an open-ended line. In addition, corrosion of welded connections, flanges, and valves may also be a cause of equipment leak emissions. The following subsections describe potential equipment leak sources and the magnitude of the VOC emissions from natural gas processing plants.

Due to the large number of valves, pumps, and other equipment within natural gas processing plants, VOC emissions from leaking equipment can be significant (chapter 2.2 of the 1983 CTG¹²⁶ presents a description of these equipment components and is not repeated here).

8.2.2 Equipment Leak Emission Data and Emission Factors

8.2.2.1 Summary of Major Studies and Emission Factors

The 2012 NSPS TSD evaluated emissions data from equipment leaks collected from chemical manufacturing and petroleum production to assist in the development of control strategies for reducing VOC emissions from these sources.^{127,128,129} Table 8-1 presents a list of the studies consulted along with an indication of the type of information contained in the study. In addition to these sources, we evaluated the peer reviewer and public comments received on the EPA's white paper, "Oil and Natural Gas Sector Leaks."¹³⁰

¹²⁶ U.S. Environmental Protection Agency, Office of Air Quality Planning and Standards, Research Triangle Park, NC, 27711. *Guideline Series. Control of Volatile Organic Compound Equipment Leaks from Natural Gas/Gasoline Processing Plants*. December 1983. EPA-450/3-83-007.

¹²⁷ Memorandum from David Randall, RTI and Karen Schaffner, RTI to Randy McDonald, U.S. Environmental Protection Agency. *Control Options and Impacts for Equipment Leaks: Chemical Manufacturing Area Source Standards*. September 2, 2008.

¹²⁸ Memorandum from Kristen Parrish, RTI and David Randall, RTI to Karen Rackley, U.S. Environmental Protection Agency. *Final Impacts for Regulatory Options for Equipment Leaks of VOC on SOCMI*. October 30, 2007.

¹²⁹ Memorandum from Kristen Parrish, RTI, David Randall, RTI, and Jeff Coburn, RTI to Karen Rackley, U.S. Environmental Protection Agency. *Final Impacts for Regulatory Options for Equipment Leaks of VOC in Petroleum Refineries*. October 30, 2007.

¹³⁰ U.S. Environmental Protection Agency. *Oil and Natural Gas Sector Leaks. Report for Oil and Natural Gas Sector Leaks Review Panel*. Office of Air Quality Planning and Standards (OAQPS). April 2014.

Table 8-1. Major Studies Reviewed for Consideration of Emissions and Activity Data

Report Name	Affiliation	Year of Report	Activity Factors	Emissions Data	Control Options^r
Protocol for Equipment Leak Emission Estimates ^a	EPA	1995	None	X	X
Methane Emissions from the Natural Gas Industry: Equipment Leaks ^b	EPA/GRI	1996	Nationwide	X	X
Greenhouse Gas Reporting Program ^c	EPA	2014	Nationwide	X	X
Inventory of Greenhouse Gas Emissions and Sinks ^d	EPA	Annual	Nationwide	X	
Methane Emissions from the Natural Gas Industry ^{e,f,g,h}	EPA/GRI	1996	Nationwide	X	X
Methane Emissions from the U.S. Petroleum Industry ⁱ	EPA	1996	Nationwide	X	
Methane Emissions from the U.S. Petroleum Industry ^j	EPA	1999	Nationwide	X	
Oil and Gas Emission Inventories for Western States ^k	Western Regional Air Partnership	2005	Regional	X	X
Recommendations for Improvements to the Central States Regional Air Partnership's Oil and Gas Emission Inventories ^l	Central States Regional Air Partnership	2008	Regional	X	X
Oil and Gas Producing Industry in Your State ^m	Independent Petroleum Association of America	2009	Nationwide		
Emissions from Natural Gas Production in the Barnett Shale and Opportunities for Cost-effective Improvements ⁿ	Environmental Defense Fund	2009	Regional	X	X
Emissions from oil and Natural Gas Production Facilities ^o	Texas Commission for Environmental Quality	2007	Regional	X	X
Petroleum and Natural Gas Statistical Data ^p	U.S. Energy Information Administration	2007-2009	Nationwide		

Report Name	Affiliation	Year of Report	Activity Factors	Emissions Data	Control Options ^r
Preferred and Alternative Methods for Estimating Air Emissions from Oil and Gas Field Production and Processing Operations ^q	EPA	1999		X	X

^a U.S. Environmental Protection Agency, *Protocol for Equipment Leak Emission Estimates*. Office of Air Quality Planning and Standards. Research Triangle Park, NC. November 1995. EPA-453/R-95-017. Available at <http://www.epa.gov/ttn/chief/efdocs/equiplks.pdf>.

^b Gas Research Institute (GRI)/U.S. Environmental Protection Agency. *Research and Development, Methane Emissions from the Natural Gas Industry, Volume 8: Equipment Leaks*. June 1996 (EPA-600/R-96-080h).

^c U.S. Environmental Protection Agency. Greenhouse Gas Reporting Program. (Annual Reporting; Current Data Available for 2011-2013). 2014.

^d U.S. Environmental Protection Agency. *Inventory of U.S. Greenhouse Gas Emissions and Sinks*. Washington, DC. <https://www3.epa.gov/climatechange/ghgemissions/usinventoryreport.html>.

^e U.S. Environmental Protection Agency/GRI. *Methane Emissions from the Natural Gas Industry, Vol. 2: Technical Report*. EPA-600/R-96-080b. June 1996.

^f U.S. Environmental Protection Agency/GRI. *Methane Emissions from the Natural Gas Industry, Vol. 3: General Methodology*. EPA-600/R-96-080c. June 1996.

^g U.S. Environmental Protection Agency/GRI. *Methane Emissions from the Natural Gas Industry, Vol. 5: Activity Factors*. EPA-600/R-96-080e. June 1996.

^h U.S. Environmental Protection Agency/GRI. *Methane Emissions from the Natural Gas Industry, Vol. 6: Vented and Combustion Source Summary Emissions*. EPA-600/R-96-080f. June 1996.

ⁱ U.S. Environmental Protection Agency/GRI. *Methane Emissions from the U.S. Petroleum Industry, Draft Report*. June 14, 1996.

^j ICF Consulting. *Estimates of Methane Emissions from the U.S. Oil Industry*. Prepared for the U.S. Environmental Protection Agency. 1999.

^k ENVIRON International Corporation. *Oil and Gas Emission Inventories for the Western States*. Prepared for Western Governors' Association. December 27, 2005.

^l ENVIRON International Corporation. *Recommendations for Improvements to the Central States Regional Air Partnership's Oil and Gas Emission Inventories Prepared for Central States Regional Air Partnership*. November 2008.

^m Independent Petroleum Association of America. *Oil and Gas Producing Industry in Your State*.

ⁿ Armendariz, Al. *Emissions from Natural Gas Production in the Barnett Shale Area and Opportunities for Cost-Effective Improvements*. Prepared for Environmental Defense Fund. January 2009.

^o Eastern Research Group, Inc. *Emissions from Oil and Gas Production Facilities*. Prepared for the Texas Commission on Environmental Quality. August 31, 2007.

^p U.S. Energy Information Administration. *Annual U.S. Natural Gas Wellhead Price*. U.S. Energy Information Administration. Natural Gas Navigator. Retrieved online on 12 Dec 2010 at <http://www.eia.doe.gov/dnav/ng/hist/n9190us3a.htm>.

^q Eastern Research Group, Inc. *Preferred and Alternative Methods for Estimating Air Emissions from Oil and Gas Field Production and Processing Operation*. Prepared for the U.S. Environmental Protection Agency. September 1999.

^r An "X" in this column does not necessarily indicate that the EPA has received comprehensive data on control options from any one of these reports. The type of emissions control information that the EPA has received from these reports varies substantially from report to report.

8.2.2.2 *Natural Gas Processing Model Plant*

Natural gas processing plants can consist of a variety of combinations of process equipment and components. In order to conduct analyses to be used in evaluating potential options to reduce emissions from leaking equipment, the 2011 NSPS TSD and the 2012 NSPS TSD used a model plant approach.

Information related to equipment counts were obtained from a natural gas industry report.¹³¹ This document provided average equipment counts for gas production and gas processing segments. These average counts were used to develop a model plant. These equipment counts are consistent with those contained in the EPA's analysis to estimate methane emissions conducted in support of the GHGRP. The natural gas processing model plant is discussed in the following section. A summary of the model plant production equipment counts for a gas processing facility is provided in Table 8-2.

Table 8-2. Equipment Counts for Natural Gas Processing Model Plant

Equipment	Equipment Count (non-compressor equipment)
Valves	1,392
Connectors	4,392
Open-Ended Lines (OEL)	134
Pressure Relief Valve (PRV)	29

Data Source: EPA/GRI, Methane Emissions from the Natural Gas Industry, Volume 8: Equipment Leaks, Table 4-13, June 1996. (EPA-600/R-96-080h)

8.2.2.3 *Natural Gas Processing Model Plant Emissions*

Overview of Approach

The EPA gathered equipment leak data and cost information for the development of the proposed National Uniform Emission Standards for Equipment Leaks rule (58 FR 17898, March 26, 2012). These Uniform Standards data were used to estimate baseline emissions for a natural

¹³¹ U.S. Environmental Protection Agency/GRI. *Methane Emissions from the Natural Gas Industry, Volume 8: Equipment Leaks*. Table 4-13, June 1996. (EPA-600/R-96-080h).

gas processing model plant for the 2012 NSPS STSD and provide the baseline and controlled emission options for processing plants presented in this CTG.^{132,133}

The baseline emissions were defined as being equivalent to a 40 CFR part 60, subpart VV (subpart VV) leak detection and repair (LDAR) program, which represents the same set of requirements that apply to natural gas processing plants under 40 CFR part 60, subpart KKK (subpart KKK). The 2012 NSPS requires the implementation of 40 CFR part 60, subpart VVa (subpart VVa) and currently applies to natural gas processing plants constructed or modified after August 23, 2011. It is assumed that natural gas processing plants constructed, reconstructed or modified on or before August 23, 2011 currently still comply with subpart KKK, which is similar to the control level of subpart VV. We evaluated requiring a similar subpart VVa level of control to these plants as was required under the 2012 NSPS. We used leak frequency data (refers to the estimated percentage of equipment that will be found leaking at a given leak definition) to calculate emission estimates, in addition to several other sources of information (including the Protocol for Equipment Leak Emissions Estimates and industry data).¹³⁴ Table 8-3 provides a summary of the equipment leak frequency data used for the natural gas processing model plant. Emission factors are the estimated leak rates for an equipment type at a given leak definition and are normally given in kg/hr/piece of equipment. Table 8-4 provides a summary of the VOC equipment leak emission factors representing the subpart VVa level of control that was used for the natural gas processing model plant.

¹³² Memorandum from Cindy Hancy, RTI International to Jodi Howard, EPA/OAQPS. *Analysis of Emission Reduction Techniques for Equipment Leaks*. December 21, 2011.

¹³³ U.S. Environmental Protection Agency. *Oil and Natural Gas Sector: Standards of Performance for Crude Oil and Natural Gas Production, Transmission, and Distribution - Background Supplemental Technical Support Document for the Final New Source Performance Standards*. April 2012. EPA Docket Number EPA-HQ-OAR-2010-0505-4550.

¹³⁴ U.S. Environmental Protection Agency. *Protocol for Equipment Leak Emission Estimates*. November 1995. EPA-453/R-95-017.

Table 8-3. Summary of Equipment Leak Frequency for Natural Gas

LDAR Program ^a	Valves	Connectors
Baseline	1.18/1.18	NA
Valves	5.95/1.91	NA
Connectors	NA	1.70/0.81

NA = Not Applicable; no equipment leak frequency percent data were available.

Data Source: Memorandum from Cindy Hancy, RTI International to Jodi Howard, EPA/OAQPS, Analysis of Emission Reduction Techniques for Equipment Leaks, December 21, 2011, Table 5.

^a The leak frequencies provided in the tables are presented as initial leak frequency and subsequent leak frequency under the subpart VVa level of control.

Table 8-4. Summary of VOC Equipment Leak Emission Factors for the Natural Gas Processing Model Plant

Component	Uncontrolled (kg/comp-hr)	Baseline (kg/comp-hr) ^a	Subpart VVa Control Level (kg/comp-hr) ^b
Valves	3.71E-04	2.24E-04	8.85E-05
Connectors	1.04E-04	1.04E-04	3.95E-05
OEL	2.30E-03	7.34E-05	NA
PRV	1.60E-01	9.80E-02	NA

NA = Not Applicable

Data Source: Memorandum from Cindy Hancy, RTI International to Jodi Howard, EPA/OAQPS, Analysis of Emission Reduction Techniques for Equipment Leaks, December 21, 2011, Table 7.

^a The baseline option is assumed to be equivalent to a subpart VV LDAR program.

^b Assumed to be equivalent to a subpart VVa LDAR program.

8.3 Available Controls and Regulatory Approaches

8.3.1 Available VOC Emission Control Options

The EPA has determined that leaking equipment, such as valves, pumps, and connectors are a significant source of VOC emissions from natural gas processing plants. The following subsections describe the techniques used to reduce emissions from these sources.

8.3.1.1 Leak Detection and Repair Program

The most commonly employed control technique for equipment leaks is the implementation of an LDAR program. Emission reductions from implementing an LDAR program can potentially reduce product losses, increase safety for workers and operators,

decrease exposure of hazardous chemicals to the surrounding community, and reduce emissions fees. An effective LDAR program will target leaking equipment by establishing leak definitions and require work practices to mitigate the leaks, such as monitoring frequencies for specific types of equipment (i.e., valves, pumps, and connectors). Other elements of an effective LDAR program include:

- (1) Identifying Equipment,
- (2) Monitoring Equipment,
- (3) Repairing Equipment,
- (4) Recordkeeping, and
- (5) Reporting.

The primary sources of equipment leak emissions from natural gas processing plants are valves and connectors because these are the most prevalent equipment and can number in the thousands (see Table 8-2). The major cause of emissions from valves and connectors is a seal or gasket failure due to normal wear or improper maintenance. A leak is detected whenever the measured concentration exceeds the threshold standard (i.e., leak definition) for the applicable regulation. Leak definitions vary by regulation, equipment type, and service (e.g., light liquid, heavy liquid, gas/vapor). Most NSPS regulations that were promulgated prior to 2007 have a valve leak definition of 10,000 ppm, while many National Emission Standards for Hazardous Air Pollutants (NESHAP) regulations use a 500 ppm leak definition for valves or 1,000-ppm leak definition for other equipment such as pumps. In addition, some regulations define a leak based on visual inspections and observations (such as fluids dripping, spraying, misting, or clouding from or around equipment), sound (such as hissing), and smell.

For many NSPS and NESHAP regulations with leak detection provisions, the primary method for monitoring to detect leaking equipment is EPA Reference Method 21 (40 CFR part 60, appendix A-7). Method 21 is a procedure used to detect VOC leaks from equipment using a toxic vapor analyzer (TVA) or organic vapor analyzer (OVA).

A second method for monitoring to detect leaking components is optical gas imaging (OGI) using an infrared (IR) camera. The IR camera may be passive or active. The operator uses the passive IR cameras to scan an area to produce images of equipment leaks from a number of sources. Active IR cameras point or aim an IR beam at a potential source to indicate the presence of gaseous emissions (equipment leaks). An equipment leak is any emissions that are visualized

by an OGI instrument. The optical imaging camera can be very efficient in monitoring multiple pieces of equipment in a short amount of time. However, the optical imaging camera cannot quantify the amount or concentration of the equipment leak.

Acoustic leak detectors measure the decibel readings of high frequency vibrations from the noise of leaking fluids from equipment leaks using a stethoscope-type device. The decibel reading, along with the type of fluid, density, system pressure, and component type can be correlated into leak rate by using algorithms developed by the instrument manufacturer. The acoustic detector does not decrease the monitoring time because components are monitored separately, like the OVA or TVA monitoring. The accuracy of the measurements using the acoustic detector can also be questioned due to the number of variables used to determine the equipment leak emissions.

In addition, other monitoring tools, such as soap solution and electronic screening devices, can be used to find equipment leaks from certain types of equipment. Other factors that can improve the efficiency of an LDAR program include training programs for equipment monitoring personnel and tracking systems that address the cost efficiency of alternative equipment (e.g., competing brands of valves in a specific application).

Subpart VVa LDAR Program

One LDAR option to control VOC emissions from natural gas processing plant equipment leaks is the implementation of the subpart VVa LDAR program. This program is similar to the subpart VV monitoring program (requirements are cross-referenced in subpart KKK), but finds more leaks due to the lower leak definition, increased monitoring frequency, and the addition of connectors to the components being monitored, thereby achieving better emission reductions.

Description

The subpart VVa LDAR program requires the monitoring of pumps, compressors, pressure relief devices, sampling connection systems, open-ended lines, valves, and connectors. These components are monitored with an OVA or TVA to determine if a component is leaking and measures the concentration of the organics if the component is leaking. Connectors and valves have a leak definition of 500 ppm. Valves are monitored monthly, connectors are monitored annually, and open-ended lines and pressure relief valves must be monitored within five days after a pressure release event to ensure they are operating without any detectable

emissions (e.g. at a concentration less than 500 ppm above background). Compressors are not included in this leak detection and repair option and are regulated separately.

Control Effectiveness

The control effectiveness of an LDAR program is based on the frequency of monitoring, leak definition, frequency of leaks, percentage of leaks that are repaired, and the percentage of reoccurring leaks. The control effectiveness of a leak program can vary from 45 to 96 percent and is dependent on the frequency of monitoring and the leak definition.¹³⁵ Descriptions of the frequency of monitoring and leak definition are described further below.

Monitoring Frequency. The monitoring frequency is the number of times each piece of equipment is checked for leaks over a given period of time. With more frequent monitoring, leaks are found and repaired sooner, thus providing higher control effectiveness.

Leak Definition. The leak definition describes the local VOC concentration at the surface of an equipment source where indications of VOC emissions are present. The leak definition is an instrument meter reading, in parts per million based on a reference compound. Decreasing the leak definition generally increases the number of leaks found during a monitoring period, which generally increases the number of leaks that are repaired.

The 2012 NSPS STSD calculated incremental emission reductions from the baseline requirements (assuming that an LDAR program equivalent to the subpart VV/subpart KKK LDAR program is currently implemented at natural gas processing plants), and the leak frequency and emission factors from a supporting document for the Equipment Leak Uniform Standards were used to calculate the emission reductions and costs. The natural gas processing plant component counts (see Table 8-2) were obtained from an EPA/GRI document.¹³⁶ The incremental VOC emission reductions for implementing a subpart VVa leak detection and repair program (as determined in the 2012 NSPS STSD) for the natural gas processing model plant was calculated to be 13 percent.

¹³⁵ U.S. Environmental Protection Agency. *Oil and Natural Gas Sector: Standards of Performance for Crude Oil and Natural Gas Production, Transmission, and Distribution - Background Supplemental Technical Support Document for the Final New Source Performance Standards*. April 2012. EPA Docket Number EPA-HQ-OAR-2010-0505-4550.

¹³⁶ GRI/EPA Research and Development. *Methane Emissions from the Natural Gas Industry; Volume 8: Equipment Leaks*. June 1996. EPA-600/R-96-080h.

Cost Impacts

Table 8-5 presents a summary of the incremental capital and annual costs and the cost of control (estimated in the 2012 NSPS STSD) from baseline (subpart VV) to implementing subpart VVa for the gas processing model plant. The costs obtained from the 2012 NSPS TSD have been converted to 2012 dollars from 2008 dollars using the Federal Reserve Economic Data GDP Price Deflator (Change in GDP: Implicit Price Deflator from 2008 to 2012 (5.69 percent)).¹³⁷

Table 8-5. Summary of the Gas Processing Model Plant VOC Cost of Control for the Subpart VVa Option

Annual VOC Emission Reductions (tpy)	Capital Cost (\$2012)	Annual Cost (\$2012/year)	VOC Cost of Control (\$2012/ton)	
			Without savings	With savings ^a
4.56	\$8,499	\$12,959	\$2,844	\$2,010

^a With savings calculated assuming the natural gas (82.9 percent methane) from the methane reduction has a value of \$4/Mscf. The VOC/methane ratio was assumed to be 0.278.

Table 8-6 provides a summary of the capital and annual costs and the cost of control on a component basis for the natural gas processing model plant.

Table 8-6. Summary of the Gas Processing Component VOC Cost of Control for the Subpart VVa Option

Component	Annual VOC Emission Reductions (tpy)	Capital Cost (\$2012)	Annual Cost (\$2012/year)	VOC Cost of Control (\$2012/ton)	
				Without Savings	With Savings ^a
Valves	1.82	\$5,231	\$9,280	\$5,095	\$4,261
Connectors	2.74	\$8,374	\$4,405	\$1,610	\$776

^a With savings calculated assuming the natural gas (82.9 percent methane) from the methane reduction has a value of \$4/Mscf. The VOC/methane ratio was assumed to be 0.278.

8.3.1.2 Leak Detection and Repair Program with Optical Gas Imaging

Another option to control VOC emissions is the implementation of a program that uses OGI to detect equipment leaks. The alternative work practice for equipment leaks in §60.18(g) of

¹³⁷ U.S. Bureau of Economic Analysis, Gross Domestic Product: Implicit Price Deflator (GDPDEF), retrieved from FRED, Federal Reserve Bank of St. Louis <https://research.stlouisfed.org/fred2/series/GDPDEF>. March, 26, 2015.

40 CFR part 60, subpart A allows the use of an OGI instrument to monitor equipment for leaks. This option is currently available for monitoring equipment leaks from valves, pumps, connectors and other equipment that is subject to monitoring in subpart VVa.

The alternative work practice requires periodic monitoring, based on the detection sensitivity level (grams per hour), of the affected equipment using OGI and an annual monitoring survey of the affected equipment using a Method 21. Method 21 monitoring allows the facility to determine the concentration of a leak and to then use emission factors found in the EPA's emissions leak protocol to quantify emissions from equipment leaks, because the OGI system can only provide the presence of the equipment leaks.

Modeling results, conducted in support of the alternative work practice standard, showed a work practice repeated bimonthly with a detection limit of 60 g/hr range was equivalent to existing Method 21 work practices. The model generated different detection limits for the 500 and 10,000 ppm thresholds in existing rules. Based on modeling, the alternative work practice standard reflects the mass detection limit for 500 ppm, thus, providing equivalency for both 500 and 10,000 ppm thresholds.¹³⁸ The alternative work practice option is assumed to have the same control effectiveness as the subpart VVa monitoring program.

8.3.2 Existing Federal, State and Local Regulations

8.3.2.1 *Federal Regulations that Specifically Require Control of VOC Emissions*

Federal regulations that regulate VOC emissions from equipment leaks at natural gas processing plants include 40 CFR part 60 subpart OOOOa, subpart OOOO, and subpart KKK; and the 1983 CTG document (established a recommended RACT for VOC for natural gas processing plants at a level of control equivalent to subpart KKK).

8.3.2.2 *State and Local Regulations that Specifically Require Control of VOC Emissions*

States may have permitting restrictions on VOC emissions that may apply to an emissions source as a result of an operating permit, or preconstruction permit based on air quality maintenance or improvement goals of an area. Permits specify what construction is allowed,

¹³⁸ 73 FR 78199, December 22, 2008.

what emission limits must be met, and often how the source must be operated. To ensure that sources follow the permit requirements, permits also contain monitoring, recordkeeping and reporting requirements.

We assume that all states currently regulate equipment leaks at existing natural gas processing plants at the 1983 CTG document and subpart VV level of control.

8.4 Recommended RACT Level of Control for Equipment Leaks from Equipment at Natural Gas Processing Plants

As discussed in section 8.3.2 of this chapter, existing federal, state and local regulations already require the reduction of VOC emissions using an LDAR program. The 2012 NSPS requires a 40 CFR part 60 subpart VVa LDAR monitoring program for processing plants. The 2012 NSPS reported a cost of control for natural gas processing plants to be \$2,844 per ton of VOC removed for the 40 CFR part 60 subpart VVa option.

Based on costs and existing LDAR programs that are already employed at natural gas processing plants, we recommend that RACT for natural gas processing plants be the implementation of an LDAR program equivalent to what is required under 40 CFR part 60 subpart VVa for equipment (with the exception of compressors and sampling connection systems) in VOC service. This RACT recommendation would increase the stringency from the currently implemented LDAR programs at most existing natural gas processing plants (that were built prior to 2012) in VOC service by lowering the leak definitions, increasing the monitoring frequency, and including additional equipment. The subpart VVa leak detection and repair program requires the annual monitoring of connectors using an OVA or TVA (500 ppm leak definition), monthly monitoring of valves (500 ppm leak definition) and requires open-ended lines and pressure relief devices to operate with no detectable emissions (less than 500 ppm above background). The estimated annual incremental VOC emission reductions for the recommended RACT for a natural gas processing plant was estimated to be 4.56 tpy (see Table 8-5 of this chapter). The annual VOC emission reductions assume a baseline level of control equivalent to the 40 CFR part 60, subpart VV LDAR program. Table 8-5 presents the gas processing model plant VOC cost of control for the recommended RACT. The costs assume a baseline level of control equivalent to the 40 CFR part 60, subpart VV LDAR program. The

recommended RACT VOC cost of control is estimated to be \$2,844 per ton of VOC reduced without savings and \$2,010 with savings.

In summary, we recommend the following RACT for equipment leaks at natural gas processing plants:

RACT for Equipment Leaks at Natural Gas Processing Plants: We recommend the implementation of an LDAR program equivalent to what is required under 40 CFR part 60 subpart VVa for equipment (with the exception of compressors and sampling connection systems) in VOC service.

8.5 Factors to Consider in Developing Equipment Leak Compliance Procedures

Existing natural gas processing plants that would be subject to the recommended RACT are already subject to an LDAR program and the basic elements of the LDAR program for the facility are in place. However, the LDAR program would need to be modified to increase the stringency from the currently implemented LDAR program by requiring annual monitoring of connectors using an OVA or TVA (500 ppm leak definition), and lowering the leak definition for valves (500 ppm). As with the currently implemented LDAR program, to ensure that equipment in VOC service that leak at natural gas processing plants are properly monitored and repaired under the LDAR RACT recommendations, we suggest that air agencies specify monitoring frequency, equipment repair, and recordkeeping and reporting requirements to document compliance.

Monitoring frequencies vary according to the applicable regulation, but are typically weekly, monthly, quarterly and yearly. The monitoring frequency depends on the equipment type and periodic leak rate for the equipment. For each piece of equipment that is found to be leaking, the first attempt at repair should be made within a reasonable period of time, such as no later than five calendar days after each leak is detected. First attempts at repair include, but are not limited to, the following best practices, where practicable and appropriate:

- (1) Tightening of bonnet bolts,
- (2) Replacement of bonnet bolts,
- (3) Tightening of packing gland nuts, and
- (4) Injection of lubricant into lubricated packing.

Once the equipment is repaired, it should be re-monitored over the next several days to ensure the leak has been successfully repaired. Another method that can be used to repair equipment is to replace the leaking equipment with a “leakless” equipment or other technologies.

When implementing an LDAR program, we recommend that air agencies consider including recordkeeping requirements that require owner/operators of subject facilities to maintain a list of identification numbers for all equipment subject to an equipment leak regulation. A list of equipment that is designated as “unsafe to monitor” should also be maintained with an explanation/review of conditions for the designation. Detailed schematics, equipment design specifications (including dates and descriptions of any changes), and piping and instrumentation diagrams should also be maintained with the results of performance testing and leak detection monitoring.

The appendix to this document presents example model rule language that incorporates the compliance elements recommended in this section that air agencies may choose to use in whole or in part when implementing RACT.

9.0 FUGITIVE EMISSIONS FROM WELL SITES AND GATHERING AND BOOSTING STATIONS

Fugitive emissions from components in the oil and natural gas industry are a source of VOC emissions. This chapter discusses the sources of fugitive emissions, and provides VOC emission estimates for well sites and gathering and boosting stations in the production segment (located from the wellhead to the point of custody transfer to the natural gas transmission and storage segment or point of custody transfer to an oil pipeline). This chapter also presents a description of programs that are designed to reduce fugitive emissions, along with costs, and emission reductions. Finally, this chapter provides a discussion of our recommended RACT and the estimated VOC emission reductions and costs for fugitive emissions from well sites and gathering and boosting stations in the production segment.

9.1 Applicability

For purposes of this CTG, the emissions and programs to control emissions discussed herein would apply to the collection of fugitive emissions components at well sites with an average production of greater than 15 barrel equivalents per well per day (15 barrel equivalents)¹³⁹ and the collection of fugitive emissions components at gathering and boosting stations in the production segment.

For the purposes of this CTG, fugitive emission reduction recommendations would not apply to well sites that only contain wellheads.

Fugitive emissions, for the purposes of applicability of this CTG, means those emissions from a stationary source that could not reasonably pass through a stack, chimney, vent, or other functionally equivalent opening. Equipment leak emissions at natural gas processing plants are covered under chapter 8 of this document.

¹³⁹ Natural gas production converted to barrel equivalents uses the conversion of 0.178 barrels of crude oil to 1000 cubic feet of natural gas. Based upon conversion factor used for the no longer in service U.S. EIA Financial Reporting System for Major Energy Producers.

9.2 Fugitive Emissions Description and Data

9.2.1 Fugitive Emissions Description

There are several potential sources of fugitive emissions throughout the oil and natural gas industry. Fugitive emissions occur when connection points are not fitted properly or when seals and gaskets start to deteriorate. Changes in pressure, temperature, or mechanical stresses can also cause components or equipment to emit fugitive emissions. Poor maintenance or operating practices, such as improperly reseated PRVs or thief hatches on controlled storage vessels that are left open after sampling, are also potential sources of fugitive emissions. Potential sources of fugitive emissions include agitator seals, connectors, pump diaphragms, flanges, instruments, meters, open-ended lines (OELs), pressure relief devices such as PRVs, pump seals, valves, or improperly controlled liquid storage tanks. These fugitive emissions do not include devices that vent as part of normal operations, such as natural gas-driven pneumatic controllers or natural gas-driven pneumatic pumps, insofar as the natural gas and associated VOC emissions discharged from the device's vent is not considered a fugitive emission.

For the purposes of our RACT analysis for fugitive emissions from components and equipment, we differentiated between the definition of "equipment" for purposes of controlling equipment leaks for oil and natural gas processing plants in subpart OOOO¹⁴⁰ and the definition we use for the purposes of addressing fugitive emissions from oil and natural gas well sites and gathering and boosting stations. For purposes of our RACT analysis, "fugitive emissions component(s)" are the focus of our analysis for fugitive emissions from oil and natural gas well sites and gathering and boosting stations. The definition for "fugitive emissions component" is as follows:

Fugitive emissions component means any component that has the potential to emit fugitive emissions of VOC at a well site or gathering and boosting station, including but not limited to valves, connectors, pressure relief devices, open-ended lines, flanges, covers and closed vent systems not already subject to equipment and fugitive emissions monitoring, thief hatches or other openings on a controlled storage vessel, 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

¹⁴⁰ The Oil and Natural Gas Sector NSPS (40 CFR 60, subpart OOOO) specifically defines "equipment" relative to standards for equipment leaks of VOC from onshore natural gas processing plants. As used in this chapter, the term "equipment" is used in a broader context and is not meant to be limited by the manner in which the term is currently used in subpart OOOO.

components, insofar as the natural gas and associated VOC emissions discharged from the device's vent is not considered a fugitive emission. Emissions originating from other than the vent, such as the thief hatch on a controlled storage vessel, would be considered fugitive emissions.

9.2.2. Emission Data and Emission Factors

9.2.2.1 Summary of Major Studies and Emission Factors

In April of 2014, we published a white paper¹⁴¹ which summarized our current understanding of VOC fugitive emissions at onshore oil and natural gas production, processing and transmission and storage facilities (referred to herein as the “equipment leaks white paper”). The equipment leaks white paper also outlined our understanding of the available mitigation techniques (practices and equipment) available to reduce these emissions along with the cost and emission reduction potential of these practices and technologies.

The equipment leaks white paper provided a summary of fugitive emission studies at oil and natural gas well sites and gathering and boosting stations in the production segment. Throughout the development of this CTG, the EPA evaluated a variety of emissions data and emission reduction options for fugitive emissions. Many of the studies in the equipment leaks white paper were consulted. Table 9-1 presents a list of the studies consulted along with an indication of the type of information contained in each study.

Table 9-1. Major Studies Reviewed for Emissions and Activity Data

Report Name	Affiliation	Year of Report	Activity Factors	Emissions Data	Control Options ^m
Protocol for Equipment Leak Emission Estimates ^a	EPA	1995	None	X	X
Methane Emissions from the Natural Gas Industry: Equipment Leaks ^b	EPA/GRI	1996	Nationwide	X	X
Greenhouse Gas Reporting Program ^c	EPA	2013	Facility	X	
Inventory of Greenhouse Gas Emissions and Sinks ^d	EPA	Annual	Regional	X	
Measurements of Methane Emissions at Natural Gas	Multiple Affiliations,	2013	Nationwide	X	X

¹⁴¹ U.S. EPA. *Oil and Natural Gas Sector Leaks*, OAQPS. Research Triangle Park, NC. April 2014. Available at <http://www.epa.gov/airquality/oilandgas/2014papers/20140415leaks.pdf>.

Report Name	Affiliation	Year of Report	Activity Factors	Emissions Data	Control Options ^m
Production Sites in the United States ^c	Academic and Private				
City of Fort Worth Natural Gas Air Quality Study, Final Report ^f	City of Fort Worth	2011	Fort Worth, TX	X	X
Measurements of Well Pad Emissions in Greeley, CO ^g	ARCADIS/Sage Environmental Consulting/ EPA	2012	Colorado	X	X
Quantifying Cost-Effectiveness of Systematic Leak Detection and Repair Programs Using Infrared Cameras ^h	Carbon Limits	2013	Canada and the U.S.	X	X
Mobile Measurement Studies in Colorado, Texas, and Wyoming ⁱ	EPA	2012 and 2014	Colorado, Texas, and Wyoming	X	X
Economic Analysis of Methane Emission Reduction Opportunities in the U.S. Onshore Oil and Natural Gas Industries ^j	ICF International	2014	Nationwide	X	X
Identification and Evaluation of Opportunities to Reduce Methane Losses at Four Gas Processing Plants ^k	Clearstone Engineering, Ltd.	2002	4 gas processing plants	X	X
Cost-Effective Directed Inspection and Maintenance Control Opportunities at Five Gas Processing Plants and Upstream Gathering Compressor Stations and Well Sites ^l	Clearstone Engineering, Ltd.	2006	5 gas processing plants, 12 well sites	X	X

^a U.S. Environmental Protection Agency. *Protocol for Equipment Leak Emission Estimates*. Office of Air Quality Planning and Standards. Research Triangle Park, NC. November 1995. EPA-453/R-95-017. Available at <http://www.epa.gov/ttn/chief/efdocs/equiplks.pdf>.

^b U.S. Environmental Protection Agency/GRI. Research and Development, *Methane Emissions from the Natural Gas Industry, Volume 8: Equipment Leaks*. June 1996 (EPA-600/R-96-080h).

^c U.S. Environmental Protection Agency. Greenhouse Gas Reporting Program. (Annual Reporting; Current Data Available for 2011-2013). 2014.

^d U.S. Environmental Protection Agency. *Inventory of U.S. Greenhouse Gas Emissions and Sinks*. Washington, DC. <https://www3.epa.gov/climatechange/ghgemissions/usinventoryreport.html>.

^e Allen, David, T., et al. *Measurements of methane emissions at natural gas production sites in the United States*. Proceedings of the National Academy of Sciences (PNAS) 500 Fifth Street, NW NAS 340 Washington, DC 20001 USA. October 29, 2013. 6 pgs.

^f ERG and Sage Environmental Consulting, LP. *City of Fort Worth Natural Gas Air Quality Study, Final Report*. Prepared for the City of Fort Worth, Texas. July 13, 2011. Available at <http://fortworthtexas.gov/gaswells/default.aspx?id=87074>.

^g Modrak, Mark T., et al. *Understanding Direct Emissions Measurement Approaches for Upstream Oil and Gas Production Operations*. Air and Waste Management Association 105th Annual Conference and Exhibition, June 19-22, 2012 in San Antonio, Texas.

^h Carbon Limits. *Quantifying cost-effectiveness of systematic Leak Detection and Repair Programs using Infrared cameras*. December 24, 2013. Available at http://www.catf.us/resources/publications/files/CATF-Carbon_Limits_Leaks_Interim_Report.pdf.

ⁱ Thoma, Eben D., et al. *Assessment of Methane and VOC Emissions from Select Upstream Oil and Gas Production Operations Using Remote Measurements, Interim Report on Recent Studies*. Proceedings of the 105th Annual Conference of the Air and Waste Management Association, June 19-22, 2012 in San Antonio, Texas.

^j ICF International. *Economic Analysis of Methane Emission Reduction Opportunities in the U.S. Onshore Oil and Natural Gas Industries*. ICF International (Prepared for the Environmental Defense Fund). March 2014.

^k Clearstone Engineering Ltd. *Identification and Evaluation of Opportunities to Reduce Methane Losses at Four Gas Processing Plants*. June, 2002.

^l Clearstone Engineering Ltd. *Cost-Effective Directed Inspection and Maintenance Control Opportunities at Five Gas Processing Plants and Upstream Gathering Compressor Stations and Well Sites*. March 2006.

^m An “X” in this column does not necessarily indicate that the EPA has received comprehensive data on control options from any one of these reports. The type of emissions control information that the EPA has received from these reports varies substantially from report to report.

9.2.2.2 Model Plants

Facilities in the oil and natural gas industry consist of a variety of combinations of process equipment and components. This is particularly true in the production segment of the industry, where “surface sites” can vary from sites where only a wellhead and associated piping is located to sites where a substantial amount of separation, treatment, and compression occurs. In order to conduct analyses to be used in evaluating potential options to reduce fugitive emissions from well sites and gathering and boosting stations, a model plant approach was used. The following sections discuss the creation of these model plants.

Oil and Natural Gas Production Well Sites

Oil and natural gas production varies from one site to the next. Some production sites may include only a single wellhead that is extracting oil or natural gas from the ground, while other sites may include multiple wellheads attached to a well site. A well site is a site where the production, extraction, recovery, lifting, stabilization, separation, and/or treating of petroleum and/or natural gas (including condensate) occurs. These sites include all equipment (including piping and associated components, compressors, generators, separators, storage vessels, and other equipment) that have associated components that may be sources of fugitive emissions

associated with these operations. A well site can serve one well on a pad or multiple wells on a pad. Therefore, the number of components with potential for fugitive emissions can vary depending on the number of wells at the site.

Model plants were developed using the average number of wells associated with a well site using data from the Drillinginfo HPDI database.¹⁴² Baseline fugitive emissions from well sites depend upon the quantity of equipment and components, which in turn is based on this estimate of wells per pad. To estimate the average number of wells co-located on the same site as a new well completion or recompletion, the EPA developed a pair of algorithms that identified new and existing wells within a given distance of a new well completion or recompletion. This distance was assumed to represent the distance that, if other wells were within the distance, the wells would likely be co-located with the well under examination on the same site. The algorithms were written in the open source R programming language.¹⁴³

The HPDI well and production data used to estimate the average number of well co-located on a well site drew upon the latitude and longitude of new well completions and recompletions as well as the coordinates of all wells producing oil or natural gas in 2012. The first algorithm estimated the distances between each new completion and recompletion and all producing wells, which also includes wells newly completed and producing in 2012 within the same county as the completed well. If the distance between the completed well and producing well was less than the assumed size of a typical well site, we assumed the two wells were co-located. This algorithm progressed county by county across the U.S. where oil and natural gas production occurred in 2012 to identify all co-located wells in the U.S. The number of new well completions and recompletions in 2012 was about 44,000, which includes oil and natural gas wells whether they were hydraulically fractured or not. Wells producing in 2012 numbered about 1.27 million. The second algorithm processed the results of the first such that a well can only appear once on a modelled well site.

Once these algorithms were complete and produced a results file, we converted the results into a “kml” file that enabled the visual inspection of the results within Google Earth. We did not visually inspect every site in the U.S. linked to a 2012 completion or recompletion as

¹⁴² Drilling Information, Inc. 2011. *DI Desktop*. 2011 Production Information Database.

¹⁴³ See the website <<http://www.r-project.org/>> for more information on R (The R Project for Statistical Computing). R is a free software environment for statistical computing and graphics.

they numbered greater than 20,000. Instead, we examined sites randomly across a range of oil and natural gas production regions. The results of this visual examination indicated the algorithms were functioning as intended.

We estimated the number of wells per site assuming sites of one, two and three acres, based upon input from petroleum industry data analysts. Table 9-2 shows the high-level results of these analyses.

Table 9-2. Estimated Average Number of Wells per Site of New Well Completion in 2012

Assumed Well Site Size	No. of Well Sites	No. of Wells at Sites	Average of Wells Per Site
One Acre	29,213	50,599	1.73
Two Acres	28,938	52,422	1.81
Three Acres	28,710	53,981	1.88

For assumed well sites of two acres, the analysis identified 28,938 independent well sites that contained 52,422 wells (including both single and multi-well sites). The total number of wells identified as being co-located with new well completions and recompletions exceeds the total number of completions and recompletions because the sites include about 8,500 existing wells producing in 2012.

However, the high level summary presented in Table 9-3 masks variation by basins and well types. Table 9-3 presents more detail along these dimensions for the assumed two-acre well site.

Table 9-3. Estimated Average Number of Wells per Two-Acre Site of New Well Completions and Recompletions in 2012, by HPDI Basin and Type of Well (Oil or Natural Gas, Hydraulically Fractured or Not)

HPDI Basin	No. Of Sites	Oil Well Completions			Natural Gas Well Completions			Total
		HF	Not HF	All	HF	Not HF	All	
Los Angeles	23	N/A	13.07	13.07	N/A	N/A	N/A	13.07
Piceance	111	2.00	1.00	1.75	6.72	11.75	10.14	9.84
Arctic Ocean	2	N/A	5.50	5.50	N/A	N/A	N/A	5.50
Green River	164	2.23	1.57	2.01	4.37	1.13	4.19	3.88
Unidentified	226	1.18	3.57	3.38	1.00	1.77	1.44	3.22
San Joaquin Basin	1,745	1.56	3.46	3.21	2.61	1.42	2.24	3.16
Arkoma Basin	374	4.00	1.33	2.00	3.06	1.00	3.01	3.00
Denver Julesburg	826	2.63	3.10	2.75	1.48	3.14	1.72	2.46
Ft. Worth Basin	1,305	2.05	1.86	1.91	3.27	1.10	2.93	2.33
Central Western Overthrust	7	1.50	N/A	1.50	2.60	N/A	2.60	2.29
Ventura Basin	1	N/A	2.00	2.00	N/A	N/A	N/A	2.00
Arctic Slope	42	N/A	2.13	2.13	N/A	1.65	1.65	1.99
Ouachita Folded Belt	181	2.01	1.90	1.99	1.50	1.00	1.43	1.97
Salina Basin	13	N/A	1.92	1.92	N/A	N/A	N/A	1.92
Palo Duro Basin	81	1.42	1.97	1.89	1.00	N/A	1.00	1.86
Uinta	548	1.16	1.33	1.32	N/A	3.33	3.33	1.83
Texas & Louisiana Gulf Coast	3,994	2.03	1.82	1.96	1.37	1.14	1.28	1.79
Central Kansas Uplift	450	N/A	1.78	1.78	N/A	1.53	1.53	1.77
Permian Basin	8,507	1.66	1.76	1.69	1.50	1.57	1.52	1.68
Sedgwick Basin	240	N/A	1.67	1.67	1.67	1.55	1.55	1.62
Las Animas Arch	25	1.00	1.64	1.61	N/A	1.50	1.50	1.60
Nemaha Anticline	38	N/A	1.55	1.55	N/A	N/A	N/A	1.55
Arkla Basin	811	1.09	1.57	1.49	1.47	1.09	1.42	1.46
Chautauqua Platform	461	1.36	1.57	1.49	1.64	1.03	1.35	1.45
Cook Inlet Basin	9	N/A	2.00	2.00	N/A	1.29	1.29	1.44
Appalachian	2,496	1.14	1.05	1.10	2.28	1.10	1.77	1.43
Williston	1,570	1.36	1.00	1.35	1.43	1.00	1.39	1.35
Cherokee Basin	271	1.17	1.29	1.29	N/A	1.69	1.69	1.35
San Juan	158	1.00	1.00	1.00	1.38	1.20	1.37	1.31
East Texas Basin	618	1.25	1.74	1.52	1.22	1.06	1.21	1.31
Forest City Basin	172	N/A	1.28	1.28	N/A	N/A	N/A	1.28
Anadarko Basin	2,663	1.17	1.77	1.37	1.09	1.29	1.13	1.27
South Oklahoma Folded Belt	167	1.17	1.36	1.30	1.11	1.11	1.11	1.24
Chadron Arch	49	N/A	1.22	1.22	N/A	N/A	N/A	1.22

HPDI Basin	No. Of Sites	Oil Well Completions			Natural Gas Well Completions			Total
		HF	Not HF	All	HF	Not HF	All	
Sacramento Basin	13	N/A	N/A	N/A	N/A	1.15	1.15	1.15
Mississippi & Alabama Gulf Coast	132	1.00	1.18	1.14	1.00	1.00	1.00	1.14
Central Montana Uplift	10	1.13	1.00	1.10	N/A	N/A	N/A	1.10
Big Horn	30	1.10	1.11	1.11	1.00	N/A	1.00	1.10
Powder River	232	1.15	1.03	1.12	1.05	1.00	1.04	1.10
Sweet Grass Arch	17	1.00	1.08	1.05	1.50	1.00	1.33	1.10
Paradox	13	1.00	1.10	1.09	1.00	N/A	1.00	1.08
Black Warrior Basin	57	1.00	1.00	1.00	1.00	1.75	1.07	1.05
Wind River	63	1.00	1.02	1.02	1.00	1.00	1.00	1.02
Wasatch Uplift	1	N/A	1.00	1.00	N/A	N/A	N/A	1.00
North Park	2	1.00	1.00	1.00	N/A	N/A	N/A	1.00
Raton	20	N/A	N/A	N/A	1.00	1.00	1.00	1.00
Grand Total	28,938	1.64	1.99	1.79	1.90	1.76	1.86	1.81

The data presented in Table 9-3 indicates that the concentration of wells at production sites varies greatly by basin. However, the analysis also indicates that most wells sites have relatively few or no co-located wells, which brings the national average of wells per new completion or recompletion site to 1.81 for the two-acre well site. While the analysis shows variation by basin, at the national level, there is relatively little variation across oil and natural gas well completion sites and whether the new wells were completed or recompleted using hydraulic fracturing. For example, oil well sites averaged 1.79 wells per site while natural gas wells averaged 1.86.

As a result of this analysis, we decided to use the two-acre well site as the assumed maximum size of a site to estimate the number of wells co-located at sites of new completions and recompletions. Also, to simplify analysis of costs and emissions at well sites, we rounded the 1.81 national average wells per site to 2.

While we are confident that the assumed two-acre well site is a reasonable size to capture most co-located wells in 2012, it is by no means a perfect assumption. First, industry and state regulatory trends indicate that well drilling will likely become increasingly concentrated on sites, potentially leading to an increase in the average number of wells per well site. However, it is not possible at this point to forecast this increasing concentration, especially with the variations by

fields described above. Also, it is possible that two acres is too small to accurately estimate the number of co-located wells for large well sites in some fields. As a result, the algorithms might result in an underestimate of the average number of wells at a site and identify more than one site when in actuality there is only one. Alternatively, the assumed two acres might overestimate the size of sites in some fields and, as a result, pull in more than one site, overestimating the number of wells on the site. We also noted that the latitude and longitude values on many wells were likely incorrect or exact duplicates of other wells. Despite these caveats, we believe that the well site analysis described here produces a reasonable estimate of national average of number of wells on new well completion and recompletion sites in 2012. Therefore, based on this analysis, the model plants for oil and natural gas well sites are based on a well site with 2 wells.

Baseline model plant emissions for natural gas and oil production well sites were calculated using the fugitive emissions equipment counts from the GHG Inventory, derived from GHGRP, EPA/GRI and 40 CFR part 98, subpart W tables, and the component oil and natural gas production emission factors from AP-42.¹⁴⁴ Annual emissions were calculated assuming 8,760 hours of operation each year. We used equipment count data from the EPA GHG Inventory to calculate the average counts of production equipment located at a well site. The types of production equipment located at a well site include: gas wellheads, separators, meters/piping, heaters, and dehydrators. The types of components that are associated with these production equipment types include: valves, connectors, open-ended lines, and pressure relief valves. Component counts for each of the equipment items were calculated using the average component counts for gas production equipment in the Eastern U.S. and the Western U.S. Fractions of components were rounded up to the nearest integer.

For natural gas well sites, the model plant was developed using the average equipment and fugitive emissions components counts for natural gas production data from the EPA/GRI report and the 2016 GHG Inventory. The average equipment count for a natural gas well was estimated by using the average equipment counts per well in the 2016 GHG Inventory (based on GHGRP data), and by weighing the average component counts per equipment for the Eastern and Western U.S. data sets for gas production equipment. This resulted in 2 separators, 3 meters/piping, 1 in-line heater, and 1 dehydrator per well. The total natural gas well site

¹⁴⁴ U.S. Environmental Protection Agency. *Protocol for Equipment Leak Emission Estimates*. Table 2-4. November 1995. EPA-453/R-95-017.

equipment counts were calculated by multiplying the average well equipment values by the average number of wells per well site (2), and rounding the product to the nearest integer. Average component counts for each of the equipment items were calculated using the average component counts for production equipment in the Eastern U.S. and the Western U.S. from the EPA/GRI study. The total number of fugitive emissions components was calculated by multiplying the rounded equipment counts by the component count per equipment and rounding to the nearest integer. Table 9-4 presents a summary of the fugitive emissions component counts for natural gas well sites.

For oil well sites, two model plants were developed in order to account for emissions variability. One oil well model plant was developed for oil wells with a gas-to-oil ratio less than 300 standard cubic feet of gas per stock barrel of oil (GOR less than 300) and another model plant was developed for oil wells with a gas-to-oil ratio greater than or equal to 300 standard cubic feet of gas per stock of barrel oil (GOR greater than or equal to 300).

The equipment count for the oil well model plant with a GOR less than 300 consists of 2 oil wellheads, 1 separator, 1 header and 1 heater/treater. These equipment counts were obtained from 2016 GHG Inventory data. The component counts for these equipment types were obtained from Table W-1C of subpart W and are the weighted average component counts for onshore production equipment in the Eastern U.S. and Western U.S.

The equipment count for the oil well model plant with a GOR greater than or equal to 300 consists of 2 oil wellheads, 1 separator, 1 header and 1 heater/treater and 3 meters/piping. These equipment counts for separators, headers, and heater/treaters were obtained from the 2016 GHG Inventory data for petroleum systems, while the meter/piping counts were obtained from the 2016 GHG Inventory data for natural gas systems to reflect gas production at the sites.

The component counts for these equipment types were obtained from Table W-1C of subpart W for all but meters/piping, which were obtained from Table W-1B of subpart W. The component counts are the weighted average component counts for onshore production equipment in the Eastern U.S. and Western U.S. The total number of fugitive emissions components for oil well sites equipment (for both model plants) was calculated by multiplying the rounded equipment counts by the component count per piece of equipment and rounding to the nearest integer. Table 9-5 presents a summary of the fugitive emissions component counts for oil well site model plants.

Table 9-4. Average Fugitive Emissions Component Count for Natural Gas Well Site Model Plant

Equipment	Model Plant Equipment Counts	Average Component Count per Equipment ^a				Average Component Count per Model Plant			
		Valves	Connectors	OELs	PRVs	Valves	Connectors	OELs	PRVs
Gas Wellheads	2	9.5	37.0	0.7	0.0	19.0	74.0	1.4	0.0
Separators	2	21.6	68.5	3.7	1.2	43.2	137.0	7.4	2.4
Meters/Piping	3	12.9	47.8	0.5	0.5	38.7	143.4	1.5	1.5
In-Line Heaters	1	14.0	65.0	2.0	1.0	14.0	65.0	2.0	1.0
Dehydrators	1	24.0	90.0	2.0	2.0	24.0	90.0	2.0	2.0
Total						138.9	509.4	14.3	6.9
Rounded up Total						139	510	15	7.0

^a Data Source: EPA/GRI. *CH₄ Emissions from the Natural Gas Industry, Volume 8: Equipment Leaks*, Table 4-4 and 4-7, June 1996. (EPA-600/R-96-080h)

Table 9-5. Average Fugitive Emissions Component Count for Oil Well Site Model Plants

Production Equipment	Model Plant Production Equipment Counts	Average Component Count Per Unit of Production Equipment ^a					Average Component Count Per Model Plant				
		Valves	Flanges	Connectors	OELs	PRVs	Valves	Flanges	Connectors	OELs	PRVs
Oil Well Model Plant (< 300 GOR) ^a											
Oil Wellheads	2	5	10	4	0	1	10	20	8	0	2
Separators	1	6	12	10	0	0	6	12	10	0	0
Headers	1	5	10	4	0	0	5	10	4	0	0
Heater/Treaters	1	8	12	20	0	0	8	12	20	0	0
Total							29	54	42	0	2
Oil Well Model Plant (≥ 300 GOR) ^b											
Oil Wellheads	2	5	10	4	0	1	10	20	8	0	2
Separators	1	6	12	10	0	0	6	12	10	0	0
Headers	1	5	10	4	0	0	5	10	4	0	0
Heater/Treaters	1	8	12	20	0	0	8	12	20	0	0
Meters/Piping	3	12.9	0	47.8	0.5	0.5	39	0	144	2	2
Total							68	54	186	2	4

^a Oil well (<300 GOR) component counts obtained from 40 CFR Part 98, subpart W, Table W-1C.

^b Oil well (≥300 GOR) component counts obtained from 40 CFR Part 98, subpart W, Tables W-1B and W-1C.

The baseline emissions for the natural gas well site and oil well model plants were calculated using equipment counts for the natural gas well site model plant and the oil and natural gas production AP-42 total organic compound (TOC) emission factors. Annual emissions were calculated assuming 8,760 hours of operation each year. The TOC emissions were converted to VOC using VOC/TOC weight ratios in the 2011 Gas Composition Memorandum.¹⁴⁵ The fugitive VOC emissions for the natural gas well site model plant were determined to be 1.53 tpy of VOC. The fugitive emissions for the oil well site model plant with a GOR less than 300 was determined to be 0.33 tpy of VOC. The fugitive emissions for the oil well site model plant with a GOR greater than or equal to 300 was determined to be 0.73 tpy of VOC. The VOC emission estimates were used to evaluate the potential emission reductions and cost of control of a fugitive emission reduction program. Table 9-6 presents the emission factors for the natural gas and oil production segments. A summary of the equipment counts, average TOC emission factors and VOC emissions for natural gas well and oil well sites are provided in Tables 9-7 and 9-8, respectively.

Table 9-6. Oil and Natural Gas Production Operations Average TOC Emission Factors

Component Type	Component Service	TOC Emission Factor^a (kg/hr/source)
Valves	Gas	4.5E-03
Flanges	Gas	3.9E-04
Connectors	Gas	2.0E-04
OEL	Gas	2.0E-03
PRV	Gas	8.8E-03

^a Data Source: EPA, Protocol for Equipment Leak Emission Estimates, Table 2-4, November 1995. (EPA-453/R-95-017)

¹⁴⁵ Memorandum to Bruce Moore from Heather Brown. *Composition of Natural Gas for Use in the Oil and Natural Gas Sector Rulemaking*. EC/R, Incorporated. July, 2011.

Table 9-7. Estimated Fugitive VOC Emissions for Natural Gas Production Model Plant

Natural Gas Well Site Model Plant Component	Model Plant Component Count^a	Uncontrolled TOC Emission Factor^b (kg/hr/comp)	Uncontrolled VOC Emissions (tpy)^c
Valves	139	0.0045	1.166
Connectors	510	0.0002	0.190
OELs	15	0.002	0.056
PRVs	7	0.0088	0.115
Total			1.53

^a Fugitive emissions component count values for model plant are based on a 2-wellhead site and are rounded to the nearest integer.

^b TOC emission factors obtained from Table 2-4 for the EPA Equipment Leaks Protocol for components in gas service.

^c VOC emissions calculated using 0.193 weight ratio for VOC/TOC obtained from the 2011 Gas Composition Memorandum.

Table 9-8. Estimated Fugitive VOC Emissions for Oil Well Site Model Plants

Oil Well Site Model Plant Component	Model Plant Component Count^a	Uncontrolled Emission Factor^b (kg/hr/comp)	Uncontrolled VOC Emissions (tpy)^c
<i>Oil Well Model Plant (< 300 GOR)</i>			
Valves	29	0.0045	0.243
Flanges	54	0.00039	0.039
Connectors	42	0.0002	0.016
OELs	0	0.002	0
PRVs	2	0.0088	0.033
Total			0.33
<i>Oil Well Model Plant (≥ 300 GOR)</i>			
Valves	68	0.0045	0.571
Flanges	54	0.00039	0.039
Connectors	186	0.0002	0.069
OELs	2	0.002	0.007
PRVs	4	0.0088	0.066
Total			0.75

^a Fugitive emissions component count values for model plant are based on a 2-wellhead pad and are rounded to the nearest integer.

^b TOC emission factors obtained from Table 2-4 for the EPA Equipment Leaks Protocol for components in gas service.

^c VOC emissions calculated using 0.193 weight ratio for VOC/TOC obtained from the 2011 Gas Composition Memorandum.

Gathering and Boosting Stations

Gathering and boosting stations are sites that collect natural gas from well sites and direct them to the natural gas processing plants. These stations have similar equipment to well sites; however they are not directly connected to the wellheads. The EPA/GRI document does not have specific equipment counts for the gathering and boosting segment, but does include equipment counts for gathering compressors within the oil and natural gas production data. To estimate the equipment at a gathering and boosting model plant, the weighted averages of equipment counts

for the Eastern and Western U.S. data sets for onshore production equipment were calculated. The weighted averages of the data sets were determined to be 11 separators, 7 meters/piping, 5 gathering compressors, 7 in-line heaters, and 5 dehydrators. These average equipment counts were used to create the model plant for gathering and boosting stations. The components for gathering compressors were included in the model plant total counts, but the compressor seals were excluded. Compressor seals are addressed in chapter 5 of this document. Table 9-9 presents a summary of the fugitive emissions component counts for oil and gas gathering and boosting stations.

Baseline emissions were calculated using the component counts and the TOC emission factors for oil and natural gas production (See Table 9-6). Table 9-10 summarizes the baseline emissions for gathering and boosting stations. The average fugitive emissions from a gathering and boosting station were determined to be 9.8 tpy of VOC. The VOC emission estimate was used to evaluate the potential emission reductions and cost of control of a fugitive emissions reduction program.

Table 9-9. Average Component Count for the Oil and Natural Gas Production Gathering and Boosting Station Model Plant

Equipment	Model Plant Equipment Counts	Average Component Count per Equipment ^a				Average Component Count per Model Plant			
		Valves	Connectors	Open-Ended Lines	Pressure Relief Valves	Valves	Connectors	Open-Ended Lines	Pressure Relief Valves
Separators	11	22	68	4	1	242	748	44	11
Meters/Piping	7	13	48	0	0	91	336	0	0
Gathering Compressors	5	71	175	3	4	355	875	15	20
In-Line Heaters	7	14	65	2	1	98	455	14	7
Dehydrators	5	24	90	2	2	120	450	10	10
Total						906	2,864	83	48

^a Data Source: EPA/GRI. Methane Emissions from the Natural Gas Industry, Volume 8: Equipment Leaks, Tables 4-4 and 4-7, June 1996. (EPA- 600/R-96-080h).

Table 9-10. Estimated Fugitive TOC and VOC Emissions for the Oil and Natural Gas Production Gathering and Boosting Station Model Plant

Component	Model Plant Component Count ^a	Component TOC Emission Factor (kg/hr/ component) ^b	VOC Emissions (tons/yr) ^c
Valve	906	0.0045	7.6
Connectors	2,864	0.0002	1.1
OEL	83	0.002	0.3
PRV	48	0.0088	0.8
Total			9.8

^a Component counts from Table 9-9.

^b TOC emission factors obtained from Table 2-4 for the EPA Equipment Leaks Protocol for components in gas service.

^c VOC emissions are the baseline which were calculated using 0.193 weight ratio for VOC/TOC obtained from the 2011 Gas Composition Memorandum.

9.3 Available Controls and Regulatory Approaches

9.3.1 Available VOC Emission Control Options

The EPA has determined that fugitive emissions from components are a significant source of VOC emissions from well sites and gathering and boosting stations. Based on the review of public and peer review comments on the equipment leaks white paper and the Colorado and Wyoming state rules, the EPA has identified two options for reducing fugitive VOC emissions from components: a fugitive emissions monitoring program based on the use of OGI leak detection combined with repair of fugitive emission components, and a leak monitoring program based on individual component monitoring using Method 21 for leak detection combined with repair of fugitive emission components. These options, as currently being used by industry to reduce fugitive emissions in the oil and natural gas industry, are described below.

9.3.1.1 *Fugitive Emission Detection and Repair with Optical Gas Imaging* Description

The reduction of fugitive emissions from oil and natural gas well sites and gathering and boosting stations involves the development and implementation of a fugitive emissions monitoring plan that covers the collection of fugitive emissions components at well sites or gathering and boosting stations. Under this option, monitoring is conducted using OGI, and the company develops and implements a monitoring plan that covers the collection of fugitive

emissions components at well sites or compressor stations within a company-defined area. An example monitoring plan would include inspection of the collection of all fugitive emissions components, such as connectors, open-ended lines/valves, pressure relief devices, closed vent systems, compressors, and thief hatches on controlled storage vessels. The plan would include provisions to repair or replace fugitive emissions components if evidence of fugitive emissions is discovered during the OGI survey (e.g., any visible emissions from a fugitive emissions component observed using OGI).

Control Effectiveness

Potential emission reduction percentages from the implementation of an OGI monitoring program varies from 40 to 99 percent.¹⁴⁶ The data supporting these emission reduction percentages are based on the gathering of individual OGI surveys at various oil and natural gas industry segment sites. The variation in the percent reductions from these OGI surveys generally depended on whether large fugitive emission sources were found (e.g., open thief hatches, open dump valves, etc.) during the OGI survey and assumptions made by the authors. However, the studies supporting these emission reduction percentages did not provide information on the potential emission reductions from the implementation of an annual, semiannual, quarterly, or monthly OGI monitoring and repair program. A report was found, after the publication of the white paper, from the Colorado Air Quality Control Commission,¹⁴⁷ which estimated (1) 40 percent reduction for annual OGI monitoring for well production tank batteries with uncontrolled VOC emissions of greater than 6 tpy or less than or equal to 12 tpy; (2) 60 percent reduction for quarterly OGI monitoring for well production tank batteries with uncontrolled VOC emissions of greater than 12 tpy and less than or equal to 50 tpy; and (3) 80 percent reduction for monthly OGI monitoring at well production tank batteries with uncontrolled VOC emissions greater than 50 tpy.

From the review of the studies in the white paper and the Colorado Economic Impact Analysis, we expect the emission reductions from the implementation of an OGI monitoring and repair program to vary depending on the frequency of monitoring. As noted above, Colorado

¹⁴⁶ U.S. Environmental Protection Agency. *Oil and Natural Gas Sector Leaks*, Office of Air Quality Planning and Standards. Research Triangle Park, NC. April 2014. Available at <http://www.epa.gov/airquality/oilandgas/2014papers>.

¹⁴⁷ Colorado Air Quality Control Commission, *Cost-Benefit Analysis Submitted Per § 24-4-103(2.5), C.R.S. For Proposed Revisions to Colorado Air Quality Control Commission Regulations Number 3 (5 CCR 1001-5) and Regulation Number 7 (5 CCR 1001-9)*. February 7, 2014.

estimated that monthly monitoring would achieve 80 percent at well production tank batteries with an uncontrolled VOC emission rate of greater than 50 tpy. We believe, based on our review of the studies, monthly monitoring should achieve much higher emission reductions. Based on information in the studies and EPA's engineering judgment, the potential emission reduction percentages are estimated to be 40 percent for annual monitoring, 60 percent for semiannual monitoring, and 80 percent for quarterly monitoring.

Data from the EPA Protocol document estimates monthly Method 21 monitoring to achieve 87 percent reductions at a leak definition of 10,000 ppm and 92 percent reductions at a leak definition of 500 ppm. Potential emission reductions for annual, semiannual and quarterly monitoring frequencies were calculated using the data from the EPA Protocol document.¹⁴⁸ For quarterly monitoring, the Method 21 data from the EPA Protocol document estimates a 67 percent reduction at a leak definition of 10,000 ppm and an 83 percent reduction at a leak definition of 500 ppm. Using Method 21 data from the EPA Protocol document, we estimated the percent reductions from semiannual monitoring to be 55 percent at a leak definition of 10,000 ppm and 75 percent reduction at a leak definition of 500 ppm. The potential emission reduction percentages for annual monitoring were calculated to be 42 percent at a leak definition of 10,000 ppm and 68 percent at a leak definition of 500 ppm. The OGI camera is capable of viewing leaks at a 500 ppm level, and achieves similar emission reductions as a Method 21 monitoring program. Based on this information, we believe the expected emission reductions from an OGI monitoring and repair program falls somewhere in the 500 and 10,000 ppm range found in the Method 21 monitoring programs, but closer to the 500 ppm level.

A study performed by ICF¹⁴⁹ using data from subpart W, EPA/ GRI, City of Fort Worth Natural Gas Air Quality Study, UT Study - Methane Emissions in the Natural Gas Supply Chain: Production, UT Study - Methane Emissions from Process Equipment at Natural Gas Production Sites in the United States Pneumatic Controllers, and Jonah Energy LLC WCCA Spring Meeting Presentation determined the Year 3 fugitive emission reductions from a quarterly LDAR program to be 78 percent. The data provided in the study supports 40, 60, 80 percent emission reductions for annual, semiannual and quarterly monitoring, respectively.

¹⁴⁸ Memorandum from Bradley Nelson, EC/R to Jodi Howard, EPA/OAQPS/SPPD, *Estimation of Potential Emission Reductions with the Implementation of a Method 21 Monitoring Program*. April 25, 2016.

¹⁴⁹ ICF International. *Leak Detection and Repair Cost-Effectiveness Analysis*. Prepared for Environmental Defense Fund. December 4, 2015. Revised May 2, 2016.

On the basis of the analysis and the data described here, it was concluded that an OGI monitoring program in combination with a repair program can reduce fugitive methane and VOC emissions from these segments by 40 percent on an annual frequency, 60 percent on a semiannual frequency and 80 percent on a quarterly frequency, as well as minimize the loss of salable gas.

To be conservative, we performed a sensitivity analysis using the midpoint between the potential emission reductions that were calculated for each of the Method 21 monitoring frequencies at leak definitions of 10,000 ppm and 500 ppm, which were determined to be 55, 65, and 75 percent for annual, semiannual and quarterly monitoring, respectively. We then compared the potential emission reductions from 40, 60, 80 percent reductions with the Method 21 midpoint reduction percentages of 55, 65 and 75 and found that the annual methane and VOC emission reductions at each of the monitoring frequency intervals were comparable.¹⁵⁰

Cost Impacts

Costs (2012 dollars) for preparing an OGI emission monitoring and repair plan for a company-defined area (i.e., field or district) were estimated using hourly estimates for each of the monitoring and repair plan elements. The costs are based on the following assumptions:

- (1) Labor cost for each of the monitoring plan elements was estimated to be \$57.80 per hour.
- (2) Reading of the rule and instructions would take one person four hours to complete at a cost of \$231.
- (3) Development of a fugitive emission monitoring plan would take two and one half people a total of 60 hours to complete at a cost of \$3,468.
- (4) Initial activities planning are estimated to take two people a total of 8 hours per monitoring event. Cost for annual monitoring was estimated to be \$925, semiannual monitoring was estimated to be \$1,850, and quarterly monitoring was estimated to be \$3,699.
- (5) Notification of compliance status was estimated to take one person one hour to complete at a cost of \$58 for gathering and boosting stations. For companies that own and operate well sites, the cost of the notification of compliance was estimated to be \$58 per well site

¹⁵⁰ See Emission Reduction Comparison – Well Sites.xls, and Emission Reduction Comparison – Compressor Stations.xls in Docket Id. No. EPA-HQ-OAR-2015-0216 for more information.

for each company defined area, which is estimated to operate 22 well sites within the defined area for a total of \$1,272.

- (6) Cost of a Method 21 monitoring device of \$10,800; or cost for OGI monitoring using an outside contractor (assumed to be \$600 for a well site and \$2,300 for a gathering and boosting station for each survey).

Costs for implementing a fugitive emission monitoring plan for a company-defined area (i.e., field or district) were estimated for each of the monitoring and repair elements. The costs are based on the following assumptions:

- (1) Subsequent activities planning are estimated to take two people a total of 16 hours per monitoring event for well sites and two people a total of 24 hours for gathering and boosting stations. For well sites, this cost was divided among the total number of well sites in the company-defined area.
- (2) The cost for OGI monitoring using an outside contractor was assumed to be \$600 for a well site and \$2,300 for a gathering and boosting station for each survey.
- (3) Annual repair costs were estimated to be \$299 for well sites and \$3,436 for gathering and boosting stations per survey. These costs were estimated assuming that 1.18 percent of the components leak and 75 percent are repaired online and 25 percent are repaired offline.
- (4) Cost for resurvey of components assumes five minutes per leak at \$57.80 per hour for well sites and \$2.00 per leak for gathering and boosting stations. This is based on the assumption that a company purchases Method 21 instrumentation (estimated to be \$10,800¹⁵¹) and is able to perform the resurvey without needing contractors.
- (5) Preparation of annual reports was estimated to take one person a total of 4 hours to complete at a cost of \$231.

The initial setup cost or capital cost for well sites was calculated by summing up the costs for reading the air agency rule, development of fugitive emissions monitoring plan, initial activities planning, and notification of initial compliance status. The total capital cost of these activities was calculated to be \$16,696 per company-defined areas for annual monitoring,

¹⁵¹ Memorandum to Jodi Howard, EPA/OAQPS from Cindy Hancy, RTI International, Analysis of Emission Reduction Techniques for Equipment Leaks, December 21, 2011. EPA-HQ-OAR-2002-0037-0180.

\$17,620 per company-defined areas for semiannual monitoring and \$19,470 per company-defined areas for quarterly monitoring. Assuming that each company owns and operates 22 well sites within a company-defined area¹⁵², the capital cost per well site was estimated to be \$759 for annual monitoring, \$801 for semiannual monitoring and \$855 for quarterly monitoring. For gathering and boosting stations, the capital cost for reading the rule, development of fugitive emissions monitoring plan, initial activities planning notification of initial compliance status, and purchase of a Method 21 instrumentation device was calculated to be \$16,753 per facility. For gathering and boosting stations, the capital cost was assumed to be shared with other gathering and boosting stations within the company-defined area. These stations are estimated to be approximately 70 miles apart. Therefore, within a 210 mile radius of a central location, there would be an estimated seven gathering and boosting stations, and the capital cost for each of these stations was estimated to be \$2,393.

For well sites and gathering and boosting stations, the annual cost includes: subsequent activities planning, OGI survey by an outside contractor, cost of repair of fugitive emissions found, preparation and submittal of an annual report and the amortized capital cost over 8 years at 7 percent interest. For our analyses, we calculated the annual cost for annual, semiannual and quarterly OGI surveys. The annual cost for annual, semiannual, and quarterly OGI surveying (inclusive of contractor costs, cost of repair of fugitive emissions found, preparation and submittal of an annual report, and amortized capital cost over 8 years at 7 percent interest) was calculated for the production and processing segments. Tables 9-11 through 9-13 present summaries of the cost of control for VOC for the three OGI monitoring frequency options (i.e., annual, semiannual and quarterly).

¹⁵² The number of well sites owned and operated by companies was calculated using data from the Fort Worth study.

Table 9-11. Summary of the Model Plant VOC Cost of Control for the Annual OGI Monitoring Option

Model Plant	Annual VOC Emission Reductions (tpy) ^a	Capital Cost (\$2012) ^b	Annual Cost (\$2012/year) ^c		Cost of Control (\$2012/ton)	
			Without savings	With savings ^d	Without savings	With savings ^d
Natural Gas Well Site	0.61	\$759	\$1,318	\$809	\$2,158	\$1,324
Oil Well Site (GOR < 300)	0.13	\$759	\$1,318	\$1,204	\$9,953	\$9,089
Oil Well Site (GOR ≥ 300)	0.30	\$759	\$1,318	\$1,063	\$4,380	\$3,533
Gathering and Boosting Station	3.91	\$2,393	\$7,777	\$4,518	\$1,990	\$1,156

^a Assumes 40 percent reduction with the implementation of annual IR camera monitoring.

^b The capital cost for oil and natural gas production well sites includes the cost of implementing the monitoring program divided between an average of 22 well sites per company district. The capital cost for implementing the monitoring program at gathering and boosting stations was divided between seven stations within a company-defined area.

^c Annual cost for well sites includes annual monitoring and repair cost of \$1,191 and amortization of the capital cost over 8 years at 7 percent interest. Annual cost for gathering and boosting stations includes annual monitoring and repair cost of \$7,736 and amortization of the capital cost over 8 years at 7 percent interest.

^d Recovery credits for oil and natural gas production well sites and gathering and boosting stations were calculated assuming natural gas reductions based methane reductions, methane as 82.9 percent of natural gas composition, and the value of the natural gas recovered as \$4 Mcf.

Table 9-12. Summary of the Model Plant VOC Cost of Control for the Semiannual OGI Monitoring Option

Model Plant	Annual VOC Emission Reductions (tpy) ^a	Capital Cost (\$2012) ^b	Annual Cost (\$2012/year) ^c		Cost of Control (\$2012/ton)	
			Without savings	With savings ^d	Without savings	With savings ^d
Natural Gas Well Site	0.917	\$801	\$2,285	\$1,521	\$2,494	\$1,660
Oil Well Site (GOR < 300)	0.199	\$801	\$2,285	\$2,114	\$11,503	\$10,639
Oil Well Site (GOR ≥ 300)	0.451	\$801	\$2,285	\$1,903	\$5,062	\$4,215
Gathering and Boosting Station	5.86	\$2,393	\$13,534	\$8,646	\$2,309	\$1,475

^a Assumes 60 percent reduction with the implementation of semiannual IR camera monitoring.

^b The capital cost for oil and natural gas production well sites includes the cost of implementing the monitoring program divided between an average of 22 well sites per company district. The capital cost for implementing the monitoring program at gathering and boosting stations was divided between seven stations within a company-defined area.

^c Annual cost for well sites includes annual monitoring and repair cost of \$2,151 and amortization of the capital cost over 8 years at 7 percent interest. Annual cost for gathering and boosting stations includes annual monitoring and repair cost of \$13,133 and amortization of the capital cost over 8 years at 7 percent interest.

^d Recovery credits for oil and natural gas production well sites and gathering and boosting stations were calculated assuming natural gas reductions based methane reductions, methane as 82.9 percent of natural gas composition, and the value of the natural gas recovered as \$4 Mcf.

Table 9-13. Summary of the Model Plant VOC Cost of Control for the Quarterly OGI Monitoring Option

Model Plant	Annual VOC Emission Reductions (tpy) ^a	Capital Cost (\$2012) ^b	Annual Cost (\$2012/year) ^c		Cost of Control (\$2012/ton)	
			Without savings	With savings ^d	Without savings	With savings ^d
Natural Gas Well Site	1.222	\$885	\$4,220	\$3,201	\$3,453	\$2,619
Oil Well Site (GOR < 300)	0.265	\$885	\$4,220	\$3,991	\$15,929	\$15,064
Oil Well Site (GOR ≥ 300)	0.602	\$885	\$4,220	\$3,710	\$7,010	\$6,163
Gathering and Boosting Station	7.81	\$2,393	\$25,049	\$18,532	\$3,205	\$2,371

^a Assumes 80 percent reduction with the implementation of quarterly IR camera monitoring.

^b The capital cost for oil and natural gas production well sites includes the cost of implementing the monitoring program of \$19,470 divided between an average of 22 well sites per company. The capital cost for implementing the monitoring program at gathering and boosting stations was divided between seven stations within a company-defined area.

^c Annual cost for well sites includes annual monitoring and repair cost of \$4,071 and amortization of the capital cost over 8 years at 7 percent interest. Annual cost for gathering and boosting stations includes annual monitoring and repair cost of \$24,649 and amortization of the capital cost over 8 years at 7 percent interest.

^d Recovery credits for oil and natural gas production well sites and gathering and boosting stations were calculated assuming natural gas reductions based methane reductions, methane as 82.9 percent of natural gas composition, and the value of the natural gas recovered as \$4 Mcf.

9.3.1.2 Fugitive Emission Detection and Correction with Method 21

Description

Another option that can be used to reduce fugitive emissions from well sites and gathering and boosting stations involves the development of a fugitive emissions monitoring plan using Method 21 to detect leaks from equipment and components. The plan would incorporate surveying of components at a specified interval and repair threshold using a Method 21 instrument, which also includes following the Method 21 requirements for monitoring, along with repair, recordkeeping and reporting requirements.

The plan would also include provisions for repair or replacement of components if evidence of fugitive emissions are discovered during the survey. The monitoring plan would include inspection of all fugitive emission components and would require repair where evidence

of fugitive emissions is discovered (as soon as practicable, but generally no later than 30 calendar days after the Method 21 survey). In addition, all repairs or replacement of components would be re-surveyed immediately after repair or replacement to ensure the fugitive emissions are below the specified repair threshold.

A facility can use a company-defined area fugitive emissions monitoring plan that covers the collection of fugitive emission components at well sites and gathering and boosting stations. By using a company-defined area, owners and operators have flexibility in developing monitoring plans and determining which company-defined area can be covered under the specifications outlined in one monitoring plan, for ease of implementation and compliance.

Control Effectiveness

Potential control efficiencies for Method 21 monitoring were estimated to be 42 to 83 percent depending on repair threshold and monitoring frequency in the 2016 NSPS. The Method 21 control options included repair thresholds of 10,000 and 500 parts per million (ppm) and annual, semiannual, and quarterly monitoring frequencies. Tables 9-14 through 9-16 present the summaries of the estimated emission reductions for annual, semiannual and quarterly Method 21 monitoring for the two repair thresholds for the well site and the gathering and boosting station model plants.

Cost Impacts

Costs (2012 dollars) for preparing and implementing a fugitive emission monitoring plan for a company-defined area (i.e., field or district) were estimated using hourly estimates for each of the plan elements. The costs are based on the following assumptions:

- (1) Labor cost for each of the monitoring plan elements was estimated to be \$57.80 per hour.
- (2) Reading of the air agency rule and instructions would take one person four hours to complete at a cost of \$231.20.
- (3) Development of a fugitive emission monitoring plan would take two and one half people a total of 60 hours to complete at a cost of \$3,468.
- (4) Initial activities planning are estimated to take two people a total of 16 hours per monitoring event. Cost for annual monitoring was estimated to be \$925, semiannual monitoring was estimated to be \$1,850, and quarterly monitoring was estimated to be \$3,699.

Table 9-14. Summary of the Model Plant VOC Cost of Control for the Annual Method 21 Monitoring Option

Model Plant	Annual VOC Emission Reductions (tpy) ^a	Capital Cost (\$2012) ^b	Annual Cost (\$2012/year) ^c		Cost of Control (\$2012/ton)	
			Without savings	With savings ^d	Without savings	With savings ^d
10,000 ppm Repair Threshold						
Natural Gas Well Site	.645	\$1,418	\$2,300	\$1,762	\$3,568	\$2,734
Oil Well Site (GOR < 300)	0.14	\$1,418	\$2,300	\$2,179	\$16,459	\$15,595
Oil Well Site (GOR ≥ 300)	0.318	\$1,418	\$2,300	\$2,031	\$7,243	\$6,396
Gathering and Boosting Station	4.12	\$4,283	\$9,803	\$6,365	\$2,378	\$1,544
500 ppm Repair Threshold						
Natural Gas Well Site	1.043	\$1,418	\$2,300	1,430	\$2,204	\$1,371
Oil Well Site (GOR < 300)	0.226	\$1,418	\$2,300	\$2,104	\$10,169	\$9,305
Oil Well Site (GOR ≥ 300)	0.514	\$1,418	\$2,300	\$1,865	\$4,475	\$3,628
Gathering and Boosting Station	6.67	\$4,283	\$9,803	\$4,239	\$1,469	\$635

^a Assumes 42 percent reduction at 10,000 ppm repair threshold and 68 percent reduction at 500 ppm repair threshold with the implementation of annual Method 21 monitoring.

^b The capital cost for oil and natural gas well sites and gathering and boosting stations includes the cost of implementing the monitoring program which includes reading the rule, developing and implementing a monitoring plan (including initial activities planning), notification of initial compliance status, and purchase of a Method 21 monitoring device.

^c Annual cost for oil and natural gas well sites and gathering and boosting stations includes annual monitoring and repair cost and amortization of the capital cost over 8 years at 7 percent interest.

^d Recovery credits for oil and natural gas well sites were calculated assuming natural gas reductions based methane reductions, methane as 82.9 percent of natural gas composition, and the value of the natural gas recovered as \$4 Mcf.

Table 9-15. Summary of the Model Plant VOC Cost of Control for the Semiannual Method 21 Monitoring Option

Model Plant	Annual VOC Emission Reductions (tpy) ^a	Capital Cost (\$2012) ^b	Annual Cost (\$2012/year) ^c		Cost of Control (\$2012/ton)	
			Without savings	With savings ^d	Without savings	With savings ^d
10,000 ppm Repair Threshold						
Natural Gas Well Site	0.837	\$1,460	\$3,907	\$3,209	\$4,667	\$3,833
Oil Well Site (GOR < 300)	0.181	\$1,460	\$3,907	\$3,750	\$21,530	\$20,666
Oil Well Site (GOR ≥ 300)	0.412	\$1,460	\$3,907	\$3,558	\$9,475	\$8,628
Gathering and Boosting Station	5.35	\$4,415	\$17,292	\$12,828	\$3,230	\$2,396
500 ppm Repair Threshold						
Natural Gas Well Site	1.152	\$1,460	\$3,907	\$2,946	\$3,392	\$2,558
Oil Well Site (GOR < 300)	0.250	\$1,460	\$3,907	\$3,691	\$15,648	\$14,784
Oil Well Site (GOR ≥ 300)	0.567	\$1,460	\$3,907	\$3,426	\$6,887	\$6,039
Gathering and Boosting Station	7.37	\$4,415	\$17,292	\$11,150	\$2,348	\$1,514

^a Assumes 55 percent reduction at 10,000 ppm repair threshold and 75 percent reduction at 500 ppm repair threshold with the implementation of semiannual Method 21 monitoring.

^b The capital cost for oil and natural gas well sites and gathering and boosting stations includes the cost of implementing the monitoring program, which includes reading the rule, developing and implementing a monitoring plan (including initial activities planning), notification of initial compliance status, and purchase of a Method 21 monitoring device.

^c Annual cost for oil and natural gas well sites and gathering and boosting stations includes annual monitoring and repair cost and amortization of the capital cost over 8 years at 7 percent interest.

^d Recovery credits for oil and natural gas well sites were calculated assuming natural gas reductions based methane reductions, methane as 82.9 percent of natural gas composition, and the value of the natural gas recovered as \$4 Mcf.

Table 9-16. Summary of the Model Plant VOC Cost of Control for the Quarterly Method 21 Monitoring Option

Model Plant	Annual VOC Emission Reductions (tpy) ^a	Capital Cost (\$2012) ^b	Annual Cost (\$2012/year) ^c		Cost of Control (\$2012/ton)	
			Without savings	With savings ^d	Without savings	With savings ^d
10,000 ppm Repair Threshold						
Natural Gas Well Site	1.030	\$1,544	\$7,121	\$6,262	\$6,196	\$6,083
Oil Well Site (GOR < 300)	0.223	\$1,544	\$7,121	\$6,928	\$31,906	\$31,042
Oil Well Site (GOR ≥ 300)	0.507	\$1,544	\$7,121	\$6,691	\$14,042	\$13,195
Gathering and Boosting Station	6.58	\$4,679	\$32,271	\$26,780	4,901	\$4,067
500 ppm Repair Threshold						
Natural Gas Well Site	1.26	\$1,544	\$7,121	\$6,070	\$5,651	\$4,817
Oil Well Site (GOR < 300)	0.273	\$1,544	\$7,121	\$6,885	\$26,067	\$25,202
Oil Well Site (GOR ≥ 300)	0.621	\$1,544	\$7,121	\$6,595	\$11,472	\$10,624
Gathering and Boosting Station	8.06	\$4,679	\$32,271	\$25,550	\$4,004	\$3,170

^a Assumes 67 percent reduction at 10,000 ppm repair threshold and 83 percent reduction at 500 ppm repair threshold with the implementation of quarterly Method 21 monitoring.

^b The capital cost for oil and natural gas well sites includes the cost of implementing the monitoring program of \$32,120 divided by an average of 22 well sites per company.

^c Annual cost for oil and natural gas well sites and gathering and boosting stations includes annual monitoring and repair cost and amortization of the capital cost over 8 years at 7 percent interest.

^d Recovery credits for oil and natural gas well sites were calculated assuming natural gas reductions based methane reductions, methane as 82.9 percent of natural gas composition, and the value of the natural gas recovered as \$4 Mcf.

- (5) Notification of compliance status was estimated to take one person one hour to complete at a cost of \$58 for gathering and boosting stations. For companies that own and operate well sites, the cost of the notification of compliance was estimated to be \$58 per well site for each company-defined area, which is estimated to operate 22 well sites within the defined area for a total of \$1,272.
- (6) Cost of a Method 21 monitoring device and data collection system was estimated at \$25,300 per company (\$10,800 for the M21 monitoring device and \$14,500 for the data collection system).

Costs for implementing a fugitive emission monitoring plan for a company-defined area for well sites and gathering and boosting stations were estimated for each of the monitoring and repair elements. The costs are based on the following assumptions:

- (1) Subsequent activities planning are estimated to take two people a total of 16 hours per monitoring event for well sites and two people a total of 24 hours for gathering and boosting stations. For well sites, this cost was divided among the total number of well sites in the company-defined area.
- (2) Method 21 monitoring was estimated to take two people a total of 16 hours to survey a well production site at a cost of \$925 per survey. For gathering and boosting stations, Method 21 monitoring was estimated to take 2 people a total of 8 hours to survey the station at a cost of \$925 per survey.
- (3) Annual repair costs for well sites were estimated to be \$299 using a repair threshold of 10,000 ppm and \$5,400 using a repair threshold of 500 ppm. These costs were estimated assuming that 1.18 percent of the components leak. The repair costs assume 75 percent are repaired online and 25 percent are repaired offline.
- (4) Annual repair costs for gathering and boosting stations were estimated to be \$3,436 using a repair threshold of 10,000 ppm and \$52,900 using a repair threshold of 500 ppm. These costs were estimated assuming that 1.18 percent of the components leak. The repair costs assume 75 percent are repaired online and 25 percent are repaired offline.
- (5) Cost for resurvey of components assumes 5 minutes per leak at \$57.80 per hour for well sites and \$2.00 per leak for gathering and boosting stations.
- (6) Preparation of annual reports was estimated to take 1 person a total of 4 hours to complete at a cost of \$231.

The initial setup cost or capital cost for oil and natural gas well sites was calculated by summing up the costs for reading the rule, development of fugitive emissions monitoring plan, initial activities planning, acquisition of a Method 21 monitoring device and data collection system and notification of initial compliance status. The total capital cost of these activities was estimated to be \$31,196 for annual monitoring, \$32,120 for semiannual monitoring, and \$33,970 for quarterly monitoring. Assuming that each company owns and operates 22 well sites within a company-defined area, the capital cost per well site was estimated to be \$1,460.

For gathering and boosting stations, the capital cost was assumed to be shared with other gathering and boosting stations within the company-defined area. These stations are estimated to be approximately 70 miles apart. Therefore, within a 210-mile radius of a central location, there would be an estimated seven gathering and boosting stations and the capital cost for these stations was estimated to be \$29,982 for annual monitoring, \$30,907 for semiannual monitoring, and \$32,756 for quarterly monitoring. Assuming that there are 7 gathering and boosting stations in a company-defined area, the capital cost per station was estimated to be \$4,283 for annual monitoring, \$4,415 for semiannual monitoring, and \$4,679 for quarterly monitoring.

For oil and natural gas well sites and gathering and boosting stations, the annual cost includes: subsequent activities planning, Method 21 survey, cost of repair of fugitive emissions found, preparation and submittal of an annual report, and the amortized capital cost over 8 years at 7 percent interest. The annual cost for annual, semiannual, and quarterly Method 21 surveying (inclusive of cost of repair of fugitive emissions found, preparation and submittal of an annual report, and amortized capital cost over 8 years at 7 percent interest) was calculated for each of the industry segments. Tables 9-14 through 9-16 present summaries of the cost of control for VOC at each of the repair thresholds (i.e., 10,000 and 500 ppm) for the three monitoring frequency options (i.e., annual, semiannual and quarterly).

9.3.2 Existing Federal, State and Local Regulations

9.3.2.1 *Federal Regulations that Specifically Require Control of VOC Emissions*

For each well site and compressor station (including gathering and boosting stations), the EPA has finalized NSPS requirements that will require the development of a fugitive emissions monitoring plan that includes semiannual monitoring for well sites and quarterly monitoring for

compressor stations by OGI and repair of leaking fugitive emission components. Method 21 can be used as an alternative to OGI at a 500 ppm repair threshold.

9.3.2.2 *State and Local Regulations that Specifically Require Control of VOC Emissions*

States or local air districts may have regulations or permitting restrictions on VOC emissions that may apply to an emission source as a result of an operating permit, or preconstruction permit based on air quality maintenance or improvement goals of an area. Permits specify what construction is allowed, what emission limits must be met, and often how the source must be operated. To ensure that sources follow the permit requirements, permits also contain monitoring, recordkeeping and reporting requirements. A summary of some of the existing state regulations and permit programs that apply to the oil and natural gas industry is provided below.

Colorado Regulation 7

The State of Colorado has regulations that require leak inspections at all well sites, compressor stations upstream of the processing plant and storage vessels. For well production facilities and compressor stations, the monitoring frequency is determined by the estimated uncontrolled actual VOC emissions leak from the highest emitting tank or, if no tanks are present, the controlled actual emissions from all permanent equipment. The monitoring frequency for fugitives at well production facilities varies depending on emissions. There is a one-time inspection (0-6 tpy VOC), annual inspections (6-12 tpy VOC), quarterly inspections (12-20 tpy VOC w/o tanks, 12-50 w/ tanks), or monthly inspections (> 20 TPY VOC w/o tanks, > 50 tpy VOC w/ tanks). Monthly AVO inspections are also required for well production facilities that do one-time, annual, and quarterly monitoring. For compressor stations, the monitoring frequency is annual (0-12 tpy VOC), quarterly (12-50 tpy VOC), or monthly (> 50 tpy VOC). A leak is defined as hydrocarbon concentration greater than 500 ppm. These regulations allow OGI inspections, Method 21 or other “[d]ivision approved instrument based monitoring device or method” to detect leaks (Colorado Department of Public Health and Environment, Air Quality Control Commission, Regulation Number 7). The first attempt to repair leaks found during monitoring must be made no later than five working days after discovery, unless parts are unavailable or the equipment requires shutdown to complete repair. If

parts are unavailable, they must be ordered promptly and the repair must be made within 15 working days of receipt of the parts. If a shutdown is required, the leak must be repaired during the next scheduled shutdown.

Wyoming Chapter 8

The Wyoming Department of Environmental Quality issued regulations in June 2015 for existing (as of January 1, 2014) PAD facility (location where more than one well and/or associated production equipment are located, where some or all production equipment is shared by more than one well or where well streams from more than one well are routed through individual production trains at the same location) and single-well oil and gas production facilities or sources, and all compressor stations that are located in the Upper Green River Basin (UGRB) ozone nonattainment area¹⁵³. The rule requires operators with fugitive emissions greater than or equal to 4 tons per year of VOC to develop and implement an LDAR protocol by January 1, 2017. Operators must monitor components (flanges, connectors (other than flanges), open-ended lines, pumps, valves, and “other” components listed in Table 2-4 of the EPA’s Protocol for Equipment Leak Emissions Estimates) quarterly using a combination of Method 21, IR camera, other instrument based technologies, or AVO inspections. However, an LDAR protocol consisting of only AVO inspections does not meet the requirements of the rule. No specific repair timeframes are included in the regulation.

Utah General Approval Order

The Utah Department of Environmental Quality approved a “General Approval Order for a Crude Oil and Natural Gas Well Site and/or Tank Battery” on June 5, 2014¹⁵⁴. This General Approval Order (GAO) requires LDAR for equipment (e.g., valve, flange or other connection, pump, compressor, pressure relief device or other vent, process drain, open-ended valve, pump seal, compressor seal, and access door seal or other seal that contains or contacts a process stream with hydrocarbons) based on annual throughput of crude oil and condensate. Annual inspections are required for sources that have a projected annual throughput of crude oil and condensate combined that is greater than or equal to 10,000 barrels or for sources that do not

¹⁵³ Wyoming regulations are available at <http://soswy.state.wy.us/Rules/RULES/9868.pdf>.

¹⁵⁴ Utah regulations are available at <http://www.deq.utah.gov/Permits/GAOs/docs/2014/6June/DAQE-AN149250001-14.pdf>.

have a crude oil or condensate storage tank onsite, and quarterly inspections are required for sources that have a projected annual throughput of crude oil and condensate combined that is greater than or equal to 25,000 barrels. For sources performing quarterly monitoring, provisions are provided for less frequent monitoring if no leaks are found during a year of monitoring. Repairs must be made within 15 days of finding a leak. A delay of repair is allowed if replacement parts are unavailable (must order parts within 5 days of detection and repair leak within 15 days after receipt of the parts) or technically infeasible to repair without a shutdown (shutdown must occur within 6 months of finding leak or operators must demonstrate emissions from shutdown would be greater than the uncontrolled leaking component).

The monitoring can be performed using Method 21, a tunable diode laser absorption spectroscopy (TDLAS) or an IR camera. A leak is defined as a reading of 500 ppm with Method 21 analyzer or TDLAS, or visible leak with IR camera.

Ohio General Permit

The Ohio EPA approved two types of general permits in May 2014 for oil and gas well site production operations (small flares and large flares) and high volume horizontal hydraulic fracturing for facilities that emit less than 1 ton per year of any toxic air contaminant (not including HAP emitting sources that are subject to MACT subpart HH)¹⁵⁵. Each permittee is required to develop and implement an LDAR program for ancillary equipment (pumps, compressors, pressure relief devices, connectors, valves, flanges, vents, covers, any bypass in a closed vent system, and each storage vessel) that requires monitoring using a forward looking infrared (FLIR) camera or Method 21. Leak definitions vary depending on component (most are 500 or 10,000 ppm). Quarterly monitoring is required for the first year and varies after that depending on performance. Repairs must be made within 30 days of finding a leak but if leaks cannot be repaired within that time frame, the general permit references the delay of repair provisions allowed under NSPS subpart VVa.

Ohio has also proposed a general permit for natural gas compressor stations that have the potential to leak greater than 10 tons per year of VOC. The general permit requirements for

¹⁵⁵ Ohio regulations available at
http://www.epa.ohio.gov/Portals/27/oil%20and%20gas/GP12.1_PTIOA20140403final.pdf
<http://epa.ohio.gov/dapc/genpermit/genpermits.aspx#127854016-available-permits>.

compressor stations are similar to the LDAR requirements for oil and gas well site production operations. No emissions data were available for this LDAR program.

Pennsylvania General Permit 5 and Exemption Category No. 38

General Permit 5 is a General Plan Approval and/or General Operating Permit for midstream natural gas gathering, compression and/or processing facilities that are minor air contamination facilities¹⁵⁶. Exemption Category No. 38 of the Air Quality Permit Exemption List applies to sources located at a well pad¹⁵⁷. The general permit requires operators to conduct leak detection and repair programs monthly using AVO methods. Equipment to be monitored include: valves, flanges, connectors, storage vessels/storage tanks, and compressor seals. In addition, the general permit requires annual monitoring at wells and quarterly monitoring for compression and processing facilities. Operators must use a FLIR camera or approved device to detect gaseous hydrocarbons leaks. All leaks at production sites, compressor stations or processing facilities must be repaired within 15 days of finding the leak.

West Virginia Class II General Permit G70-B

General Permit G70-B is for natural gas production facilities¹⁵⁸. The permit requires quarterly monitoring using AVO, Method 21 analyzers, IR cameras, or some combination. The AVO inspection shall include, but not be limited to, defects as visible cracks, holes, or gaps in piping; loose connections; liquid leaks; or broken or missing caps or other closure devices. If a Method 21 analyzer is used, a leak (fugitive emissions of regulated air pollutants) is defined as no detectable emissions (less than 500 ppm). If an IR camera is used, no detectable emissions is defined as no visible leaks detected in accordance with U.S. EPA alternative IR camera work practices (40 CFR 60, subpart A). The first attempt at repair must be made within 5 calendar days of discovering the leak, and the final repair must be made within 15 calendar days of discovering the leak. No emissions data are available for this LDAR program.

¹⁵⁶ Pennsylvania regulations are available at http://www.dep.state.pa.us/dep/deputate/airwaste/aq/permits/gp/GP-5_2-25-2013.pdf.

¹⁵⁷ Pennsylvania regulations are available at <http://www.elibrary.dep.state.pa.us/dsweb/Get/Document-96215/275-2101-003.pdf>.

¹⁵⁸ West Virginia regulations are available at <http://www.dep.wv.gov/daq/permitting/Documents/G70-B%20Final/G70-B%20General%20Permit%20Signed2.pdf>.

The San Joaquin Valley Air Pollution Control District requires the development of an operator management plan that establishes inspection, replacement, re-inspection requirements, maintenance, repair periods and replacement retrofit requirements for components at light crude oil production facilities, natural gas production facilities and natural gas processing plants¹⁵⁹.

For manned facilities, the District requires owners and operators to audio-visually inspect for leaks daily and, for unmanned sites, the District requires owners and operators to audio-visually inspect for leaks weekly. Additionally, the District requires owners and operators to conduct inspections for leaks quarterly using Method 21. Leaks discovered are required to be repaired within two to seven days of discovery, depending on the magnitude of the leak. An extension of up to seven days is allowed if the leak is minor. Owners and operators are also allowed to apply for written approval to change the Method 21 monitoring inspection frequency from quarterly to annually if they meet specified criteria. Components at oil production facilities and gas production facilities that exclusively handle gas/vapor or liquid with a VOC content of 10 percent by weight or less are exempt from requirements.

9.4 Recommended RACT Level of Control

We evaluated available data obtained in the development of the 2016 NSPS final rule, comments received on the draft CTG and 2015 NSPS proposed rule, and peer review comments received on the EPA's equipment leaks white paper. Based on our evaluation of this data and information about existing regulations that control VOC emissions from oil and natural gas production sites, this CTG provides RACT recommendations for the collection of fugitive emission components at well sites with an average production of greater than 15 barrel equivalents per well per day, and gathering and boosting stations. At this time, this CTG does not include a RACT recommendation for well sites with an average production of less than 15 barrel equivalents per well per day. However, we encourage air agencies to consider site-specific data from these sources in their RACT analyses.

We further recommend that RACT be the implementation of a monitoring plan that includes semiannual monitoring for well sites with a GOR greater than or equal to 300 and quarterly monitoring for gathering and boosting stations using OGI or Method 21 and repair of

¹⁵⁹ San Joaquin Valley APCD regulations available at <http://www.arb.ca.gov/drdb/sju/cur.htm>.

components found to be leaking. The information currently available to EPA does not support applying the RACT recommendations related to fugitive monitoring contained in this chapter of the CTG to well sites with a GOR less than 300.

As discussed in section 9.3.2.2 of this chapter, some existing state and local regulations already require fugitive emissions monitoring of oil and natural gas production sites. The monitoring techniques listed in these requirements include the use of either Method 21 or OGI to locate fugitive emissions from equipment and components. In addition, peer review comments received on the equipment leaks white paper indicate that some companies are voluntarily monitoring their production sites using OGI to eliminate leaks from equipment. Monitoring and repair of equipment and components using OGI or Method 21 are the most viable methods for reducing fugitive emissions from equipment leaks in the production segment of the oil and natural gas industry.

Both Wyoming and Ohio require quarterly monitoring of components at production sites, and the cost of control per ton of VOC reduced is considered reasonable for OGI quarterly monitoring for natural gas well sites (about \$3,450 per ton of VOC reduced). However, based on the information currently available regarding the necessary equipment, trained personnel and the planning necessary to implement a monitoring and repair program, we are concerned about the potential compliance burden that could be associated with quarterly monitoring of the large number of existing well sites. The VOC cost of control for semiannual monitoring using OGI was estimated to be \$2,494 per ton of VOC reduced for natural gas well sites and \$5,062 per ton of VOC reduced for oil wells sites with a GOR greater than or equal to 300.

We do not estimate that there would be a compliance burden associated with quarterly fugitive OGI monitoring at gathering and boosting stations because there are fewer existing gathering and boosting stations than well sites. Moreover, the cost of control per ton of VOC reduced is reasonable for quarterly OGI monitoring. The VOC cost of control for quarterly monitoring using OGI was estimated to be about \$3,200 per ton of VOC reduced for gathering and boosting stations.

For well sites, the cost of control for a monitoring plan using Method 21 with a 10,000 ppm leak detection is generally more costly than the use of OGI where there are a large number of equipment components to be monitored. The cost for a natural gas well site was estimated to be \$4,667 per ton of VOC reduced for semiannual monitoring. The cost for an oil well site with a

GOR greater than 300 was estimated to be \$9,475 per ton of VOC reduced for semiannual monitoring. As shown in section 9.3.1 of this chapter, the cost of control for the 500 ppm repair threshold options are higher than the 10,000 ppm repair threshold option. The use of a monitoring plan using Method 21 with a 10,000 ppm leak detection may, however, be a lower cost alternative to OGI where there are fewer equipment components to be monitored. For gathering and boosting stations, the cost of control for a monitoring plan using Method 21 with a 10,000 ppm leak detection is estimated to be \$3,230 per ton of VOC reduced for semiannual monitoring and \$3,205 for quarterly monitoring. The costs for semiannual monitoring using Method 21 for natural gas well sites, and quarterly monitoring using Method 21 for gathering and boosting stations were considered reasonable (about \$4,670 for gas well sites and \$3,200 for gathering and boosting stations). Based on our analyses that indicates that a monitoring plan using Method 21 at 500 ppm would meet the same level of control as semiannual monitoring using OGI, we recommend that air agencies allow owners and operators to comply by using Method 21 at 500 ppm as an alternative to semiannual monitoring using OGI.

Based on existing state and local fugitive emission requirements, economic feasibility, and the reasonableness of costs, we recommend that RACT for the collection of fugitive emission components at well sites with a GOR greater than or equal to 300 that produce, on average, greater than 15 barrel equivalents per well per day, be the implementation of a fugitive emissions monitoring and repair plan that includes semiannual monitoring using OGI or Method 21. For these same reasons, we recommend that RACT for the collection of fugitive emission components at gathering and boosting stations be the implementation of a fugitive emissions monitoring and repair plan that includes quarterly monitoring using OGI or Method 21.

In summary, we recommend the following RACT for the collection of fugitive emission components at well sites and gathering and boosting stations in the production segment:

- (1) RACT for the Collection of Fugitive Emission Components at Well Sites With a GOR Greater than or Equal to 300, that Produce, on Average, Greater than 15 Barrel Equivalents per Well per Day: We recommend the implementation of a monitoring plan that includes semiannual monitoring using OGI and repair of components that are found to be leaking at well sites. We further recommend that air agencies allow Method 21 with a repair threshold of 500 ppm as an alternative compliance means to OGI. We also

recommend that each fugitive emissions component repaired or replaced be resurveyed to ensure there is no leak after repair or replacement by the use of either Method 21 or OGI no later than 30 days of finding fugitive emissions.

- (2) RACT for the Collection of Fugitive Emission Components at Gathering and Boosting Stations in the Production Segment (Located from the Wellhead to the Point of Custody Transfer to the Natural Gas Transmission and Storage Segment or Oil Pipeline): We recommend the implementation of a monitoring plan that includes quarterly monitoring using OGI and repair of components that are found to be leaking at gathering and boosting stations. We further recommend allowing Method 21 with a repair threshold of 500 ppm as an alternative to OGI. We also recommend that each fugitive emissions component repaired or replaced be resurveyed to ensure there is no leak after repair or replacement by the use of either Method 21 or OGI no later than 30 days of finding fugitive emissions.

9.5 Factors to Consider in Developing Fugitive Emissions RACT Procedures

To ensure that fugitive emissions are properly monitored and repaired (as necessary) under the RACT recommendations, we suggest that air agencies specify OGI/Method 21 monitoring and equipment repair recordkeeping and reporting requirements to document compliance. The appendix to this document presents example model rule language that incorporates the compliance elements recommended in this section that air agencies may choose to use in whole or in part when implementing RACT.

9.5.1 Monitoring Recommendations

We recommend that air agencies require a fugitive emissions OGI/Method 21 monitoring plan that covers fugitive emission component sources that includes basic required monitoring plan elements. We recommend that air agencies require the monitoring plan be developed for a company-defined area and that it cover the collection of fugitive emissions components at well sites and gathering and boosting stations.

We suggest that the fugitive emissions monitoring plan that covers the collection of fugitive emissions components at well sites and gathering and boosting stations within each company-defined area include the following minimum elements:

- (1) Frequency for conducting surveys.
- (2) Technique for determining fugitive emissions.
- (3) Manufacturer and model number of fugitive emissions detection equipment to be used.
- (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.
- (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, you should also include the following: (i) Verification that your optical gas imaging equipment meets specification requirements (i.e., capable of imaging gases in a spectral range for the compound of highest concentration in the potential fugitive emissions, must be capable of imaging a gas that is half methane and half propane at a concentration of 10,000 ppm at a flow rate of less than or equal to 60 g/hr from a quarter inch diameter); (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; (vi) Training and experience needed prior to performing surveys; including how the operator will (a) ensure an adequate thermal background is present in order to view potential fugitive emissions, (b) deal with adverse monitoring conditions such as wind, (c) deal with interferences; and (vii) Procedures for calibration and maintenance.
- (8) Procedures for calibration and maintenance should comply with those recommended by the manufacturer of monitoring device used.
- (9) If you are using Method 21 of appendix A-7 of part 60, you should also include the following: (i) Verification that your monitoring equipment meets the requirements specified in section 6.0 of Method 21 at 40 CFR part 60, appendix A-7; and (ii) procedures for conducting surveys.

We suggest that you also require the following minimum elements in each fugitive emissions monitoring plan:

- (1) Sitemap.
- (2) A defined observation path that ensures that all fugitive emissions components are within sight of the path. The observation path must account for interferences.
- (3) If you are using Method 21, the plan should also include a list of fugitive emission components to be monitored and method for determining location of fugitive emission components to be monitored in the field (e.g., tagging, identification on a process and instrumentation diagram, etc.).
- (4) Your plan should also include the written plan developed for all of the fugitive emission components designated as difficult-to-monitor and unsafe-to-monitor.

We recommend a monitoring survey of each collection of fugitive emissions components at a well site be conducted semiannually after the initial survey and that consecutive semiannual monitoring surveys be conducted at least four months apart. We recommend a monitoring survey of each collection of fugitive emissions components at a gathering and boosting station be conducted quarterly after the initial survey and that consecutive quarterly monitoring surveys be conducted at least two months apart.

9.5.2 Repair Recommendations

We recommend that air agencies require that any identified source of fugitive emissions identified by using OGI (indicated by visual emissions) or Method 21 instrument (indicated by a concentration of 500 ppm above background) be repaired or replaced as soon as practicable, but no later than 30 calendar days after detection of the fugitive emissions. If the repair or replacement 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 or replacement must be completed during the next compressor station shutdown, well shutdown, well shut-in, after an unscheduled, planned or emergency vent blowdown or within 2 years, whichever is earlier. We also recommend that repaired or replaced fugitive emission components be required to be resurveyed as soon as practicable, but no later than 30 days after completion of the repair or replacement, to ensure that there is no leak. For repairs that cannot be made during the monitoring survey when the fugitive emissions are initially found, we recommend that air agencies require that the operator resurvey the repaired fugitive emissions components using Method 21 (or alternative screening procedure based on soap bubble solution method (as specified under section 8.3.3 of Method 21)), or OGI no later than 30 days of being

repaired. A fugitive emissions component is repaired when either the Method 21 instrument indicates a concentration of less than 500 ppm above background, or an OGI instrument shows no indication of visible emissions.

Appendix

We include model rule language in this appendix for our recommended RACT for oil and natural gas industry sources. The intent of this language is to provide regulation language that states can use as a starting point in the development of their SIP. In some cases, the language may need to be revised to make it adequate for SIP approval purposes. Although we include model rule language for closed vent systems, control devices and performance tests (that apply across several model rule requirements for sources), it is acknowledged that states may have existing similar language in their programs that they may want to use in lieu of the model language provided. State implementation plans should specify enforceable test methods.

The model rule language does not specify rule compliance dates. These dates will be determined by air agencies (referred to within the model rule language as the “regulatory authority”). State and local government agencies are encouraged to search this model rule language for places where the “regulatory authority” will need to specify dates (e.g., compliance date) by searching for (“regulatory authority”) in the model rule language.

Appendix: Table of Contents

A	Storage Vessels: VOC Emission Control Requirements	A-1
A.1	Applicability	A-1
A.2	What VOC Emission Control Requirements Apply to Storage Vessels?	A-2
A.3	Initial Compliance Demonstration Requirements	A-9
A.4	Continuous Compliance Demonstration Requirements	A-10
A.5	Recordkeeping and Reporting Requirements	A-15
A.6	Definitions	A-18
B	Pneumatic Controllers: VOC Emission Control Requirements	B-1
B.1	Applicability	B-1
B.2	What VOC Emission Control Requirements Apply to Pneumatic Controllers?	B-1
B.3	Initial Compliance Demonstration Requirements	B-2
B.4	Continuous Compliance Demonstration Requirements	B-3
B.5	Recordkeeping and Reporting Requirements	B-4
B.6	Definitions	B-4
C	Compressors: VOC Emissions Control Requirements	C-1
C.1	Applicability	C-1
C.2	What VOC Emission Control Requirements Apply to Centrifugal Compressors?	C-1
C.3	What VOC Emission Control Requirements Apply to Reciprocating Compressors? ..	C-2
C.4	Initial Compliance Demonstration Requirements	C-3
C.5	Continuous Compliance Demonstration Requirements	C-5
C.6	Recordkeeping and Reporting Requirements	C-9
C.7	Definitions	C-14
D	Cover and Closed Vent System Requirements	D-1
D.1	What Are My Cover and Closed Vent System Requirements?	D-1
D.2	What Are My Initial and Continuous Cover and Closed Vent System Inspection and Monitoring Requirements?	D-3
E	VOC Emission Control Device Requirements	E-1
E.1	Initial Control Device Compliance Requirements	E-1
E.2	Continuous Control Device Monitoring Requirements	E-3
F	Performance Test Procedures	F-1

G	Equipment VOC Leaks at Natural Gas Processing Plants	G-1
G.1	Applicability	G-1
G.2	What VOC Emission Requirements Apply to Equipment at a Natural Gas Processing Plant?	G-1
G.3	What Exceptions Apply to the Equipment Leak VOC Emission Control Requirements for Equipment at Natural Gas Processing Plants?	G-2
G.4	How Do I Demonstrate Initial and Continued Compliance with the VOC Emission Control Requirements for Equipment at Natural Gas Processing Plants?	G-3
G.5	What VOC Emission Control Requirements Apply to Equipment at Natural Gas Processing Plants	G-3
G.5.1	VOC Emission Control Requirements: General	G-3
G.5.2	What Equipment VOC Emission Control Requirements Apply to Pressure Relief Devices in Gas/Vapor Service?	G-4
G.5.3	What Equipment VOC Emission Control Requirements Apply to Pumps in Light Liquid Service?	G-5
G.5.4	What Equipment VOC Emission Control Requirements Apply to Open-Ended Valves or Lines?	G-9
G.5.5	What Equipment VOC Emission Control Requirements Apply to Valves in Gas/Vapor Service and in Light Liquid Service?	G-9
G.5.6	What Equipment VOC Emission Control Requirements Apply to Pumps, Valves, and Connectors in Heavy Liquid Service and Pressure Relief Devices in Light Liquid or Heavy Liquid Service?	G-12
G.5.7	What Delay of Repair of Equipment Requirements Apply When Equipment Component Leaks Have Been Detected?	G-13
G.5.8	What VOC Emission Control Requirements Apply for Closed Vent Systems and Control Devices?	G-14
G.5.9	What VOC Emission Control Requirements Apply to Connectors in Gas/Vapor Service and in Light Liquid Service?	G-17
G.6	Alternative Standards	G-21
G.6.1	Alternative Standards for Valves—Allowable Percentage of Valves Leaking ...	G-21
G.6.2	Alternative Standards for Valves—Skip Period Leak Detection and Repair	G-22
G.7	Equipment Leak Test Methods and Procedures	G-23
G.8	Recordkeeping and Reporting Requirements	G-28
G.9	Definitions	G-37
H	Pneumatic Pumps: VOC Emissions Control Requirements	H-1
H.1	Applicability	H-1

H.2	What VOC Emission Reduction Requirements Apply to Natural Gas-Driven Pneumatic Pumps?	H-1
H.3	Initial Compliance Demonstration Requirements	H-4
H.4	Continuous Compliance Demonstration Requirements	H-5
H.5	Recordkeeping and Reporting Requirements	H-5
H.6	Definitions	H-8
I	Fugitive Emissions Components VOC Emissions Control Requirements	I-1
I.1	Applicability	I-1
I.2	What VOC Emission Control Requirements Apply to the Collection of Fugitive Emission Components at a Well Site and a Gathering and Boosting Station?	I-1
I.3	Initial Compliance Demonstration	I-7
I.4	Continuous Compliance Demonstration	I-8
I.5	Recordkeeping and Reporting Requirements	I-10
I.6	Definitions	I-14

A Storage Vessels: VOC Emission Control Requirements

A.1 Applicability

(a) The VOC emissions control requirements of section A apply to each storage vessel located in the oil and natural gas industry (excluding distribution) that has the potential for VOC emissions equal to or greater than 6 tpy. 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 established by your regulatory authority. 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. Any vapor from the storage vessel that is recovered and routed to a process through a VRU designed and operated as specified in this section is not required to be included in the determination of VOC potential to emit for purposes of determining applicability, provided you comply with the requirements in section A.1(a)(i) through (a)(iv).

(i) You meet the cover requirements specified in section A.2(c).

(ii) You meet the closed vent system requirements specified in section A.2(d).

(iii) You must maintain records that document compliance with paragraphs A.2(c) and (d).

(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 A.2(c) and (d) 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.

(b) 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.

(c) The storage vessel VOC emission control requirements specified in this section do not apply to storage vessels subject to and controlled in accordance with the requirements for storage vessels in 40 CFR part 60, subpart Kb, 40 CFR part 63, subparts G, CC, HH, or WW.

A.2 What VOC Emission Control Requirements Apply to Storage Vessels?

For each storage vessel, you must comply with the VOC emission control requirements of paragraphs (a) through (e) in this section by the compliance date established by your regulatory authority. Alternative requirements for storage vessels subject to VOC emission control requirements that meet certain conditions are presented in paragraph (i) of this section. Requirements for storage vessels removed from service are presented in paragraph (j) of this section.

(a) You must reduce VOC emissions from each storage vessel by 95.0 percent, unless you meet the conditions of paragraph (i) of this section.

(b) (1) Except as required in paragraph (b)(2) of this section, if you use a control device to reduce emissions, you must equip the storage vessel with a cover that meets the requirements of paragraph (c) of this section, that is connected through a closed vent system that meets the requirements of paragraph (d) of this section and route to a control device that meets the conditions specified in paragraph (e) of this section, as applicable. As an alternative to routing the closed vent system to a control device, you may route the closed vent system to a process.

(2) If you use a floating roof to reduce emissions, you must meet the requirements of 40 CFR 60.112b(a)(1) or (2) and the relevant monitoring, inspection, recordkeeping, and reporting requirements in 40 CFR part 60, subpart Kb.

(c) *Cover requirements for storage vessels.* (1) The cover and all openings on the cover (*e.g.*, access hatches, sampling ports, pressure relief valves and gauge wells) shall form a continuous impermeable barrier over the entire surface area of the liquid in the storage vessel.

(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 (d) 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 weight, or other mechanism, 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.

(d) *Closed vent system requirements for storage vessels.* For closed vent system requirements using a control device or routing emissions to a process, you must comply with the following:

(1) You must design the closed vent system to route all gases, vapors, and fumes emitted from the material in the storage vessel to a control device or to a process that meets the requirements specified in paragraph (e) of this section, or to a process.

(2) You must design and operate a closed vent system with no detectable emissions, as determined using olfactory, visual and auditory inspections.

(3) You must meet the requirements specified in paragraph (d)(3)(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 to a process.

(i) Except as provided in paragraph (d)(3)(ii) of this section, you must comply with either paragraph (d)(3)(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 that could divert the stream away from the control device or process to the atmosphere that sounds an alarm, or initiates 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 for the control device or process to the atmosphere. You must maintain records of each time the alarm is activated according to section A.5(a)(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 (d)(3)(i) of this section.

(4) You must conduct an assessment that the closed vent system is of sufficient design and capacity to ensure that all emissions from the storage vessel are routed to the control device or to a process and that the control device is of sufficient design and capacity to accommodate all emissions from the storage vessel and have it certified by a qualified professional engineer in accordance with paragraphs (d)(4)(i) and (ii) of this section.

(i) You must provide the following certification, signed and dated by the qualified professional 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 this rule. 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 there are penalties for knowingly submitting false information."

(ii) The assessment shall be prepared under the direction or supervision of the qualified professional engineer who signs the certification in paragraph (d)(4)(i) of this section.

(e) Control device requirements for storage vessels.

(1) Each control device used to meet the emission reduction standard in paragraph (a) of this section for your storage vessel must be installed according to paragraphs (e)(1)(i) through (iv) of this section, as applicable. As an alternative to paragraph (e)(1)(i) of this section, you may install a control device model tested under section F(d), which meets the criteria in section F(d)(11) and meets the continuous compliance requirements in section F(e).

(i) For each enclosed combustion device (*e.g.*, thermal vapor incinerator, catalytic vapor incinerator, boiler, or process heater) you must follow the requirements in paragraphs (e)(1)(i)(A) through (D) of this section.

(A) Ensure that each enclosed combustion device is maintained in a leak free condition.

(B) Install and operate a continuous burning pilot flame.

(C) Operate the enclosed combustion device with no visible emissions, except for periods not to exceed a total of one minute during any 15 minute period. A visible emissions test using section 11 of EPA Method 22, 40 CFR part 60, appendix A-7, 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. 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, 40 CFR part 60, appendix A-7, visual observation as described in this paragraph.

(D) Each enclosed combustion control device (*e.g.*, thermal vapor incinerator, catalytic vapor incinerator, boiler, or process heater) must be designed and operated in accordance with one of the performance requirements specified in paragraphs (1) through (4) of this section.

(1) You must reduce the mass content of VOC in the gases vented to the device by 95.0 percent by weight or greater as determined in accordance with the requirements of section F(b).

(2) You must reduce the concentration of TOC in the exhaust gases at the outlet to the device to a level equal to or less than 275 parts per million by volume as propane on a wet basis corrected to 3 percent oxygen as determined in accordance with the applicable requirements of section F(b).

(3) You must operate at a minimum temperature of 760°Celsius, provided the control device has demonstrated, during the performance test conducted under section F(b), that combustion zone temperature is an indicator of destruction efficiency.

(4) If a boiler or process heater is used as the control device, then you must introduce the vent stream into the flame zone of the boiler or process heater.

(ii) 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 VOC in the gases vented to the device by 95.0 percent by weight or greater. A carbon replacement schedule must be included in the design of the carbon adsorption system.

(iii) You must design and operate a flare in accordance with the requirements of 40 CFR 60.18(b), and you must conduct the compliance determination using Method 22, 40 CFR part 60, appendix A-7, to determine visible emissions.

(iv) You must operate each control device used to comply with paragraph (a) of this section at all times when gases, vapors, and fumes are vented from the storage vessel through the closed vent system to the control device. You may vent more than one storage vessel to a control device used to comply with this subpart.

(2) For each carbon adsorption system used as a control device to meet the requirements of paragraph (a) of this section, you must manage the carbon in accordance with the requirements specified in paragraphs (e)(2)(i) and (ii) of this section.

(i) Following the initial startup of the control device, 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 section F(c)(2) or (3) or according to the design required in paragraph (e)(1)(ii) of this section, for the carbon adsorption system. You must maintain records identifying the schedule for replacement and records of each carbon replacement as required in section A.5(a)(10).

(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 (e)(2)(ii)(A) through (F) of this section.

(A) Regenerate or reactivate the spent carbon in a thermal treatment 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 operating organic air emission controls in accordance with an emissions standard for VOC under a subpart in 40 CFR part 60 or part 63.

(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.

(f) You must demonstrate initial compliance with the VOC emission reduction requirements that apply to each storage vessel as required in section A.3.

(g) You must demonstrate continuous compliance with the VOC emission control requirements that apply to each storage vessel as required by section A.4.

(h) You must perform the required recordkeeping and reporting as required by section A.5.

(i) *Alternative requirements for storage vessels.* Maintain the uncontrolled actual VOC emissions from the storage vessel subject to VOC emission control requirements at less than 4 tpy without considering control. Prior to using the uncontrolled actual VOC emission rate for compliance purposes, you must demonstrate that the uncontrolled actual VOC emissions have remained less than 4 tpy as determined monthly for 12 consecutive months. After such demonstration, you must determine the uncontrolled actual VOC emission rate each month. The uncontrolled actual VOC emissions must be calculated using a generally accepted model or calculation methodology. Monthly calculations must be based on the average throughput for the month. Monthly calculations must be separated by at least 14 days. You must comply with paragraph (i)(1) or (2) of this section.

(1) If a well feeding the storage vessel subject to VOC emission control requirements undergoes fracturing or refracturing, you must comply with paragraph (a) of this section as soon as liquids from the well following fracturing or refracturing are routed to the storage vessel.

(2) If the monthly emissions determination required in this paragraph indicates that VOC emissions from your storage vessel subject to VOC emission control requirements increases to 4 tpy or greater and the increase is not associated with fracturing or refracturing of a well feeding the storage vessel, you must comply with paragraph (a) of this section within 30 days of the monthly calculation.

(j) *Requirements for storage vessels that are removed from service or returned to service.* If you are the owner or operator of a storage vessel subject to the VOC emission control requirements that is removed from service, you must comply with paragraphs (j)(1) and (2) of

this section. A storage vessel is not an affected source under this section for the period that it is removed from service.

(1) For a storage vessel to be removed from service, you must comply with the requirements of paragraph (j)(1)(i) and (ii) of this section.

(i) You must completely empty and degas the storage vessel, such that the 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 in your next annual report, identifying each storage vessel removed from service during the reporting period and the date of its removal from service.

(2) If a storage vessel subject to VOC emission control requirements identified in paragraph (j)(1) of this section is returned to service during the reporting year, you must submit a notification in your next annual report identifying each storage vessel that has been returned to service and the date of its return to service.

A.3 Initial Compliance Demonstration Requirements

You must demonstrate initial compliance with the VOC emission control requirements for each storage vessel complying with section A.2 by complying with the requirements in paragraphs (a) through (h) of this section.

(a) You determine the potential VOC emission rate as specified in section A.1(a).

(b) You reduce VOC emissions from each storage vessel subject to VOC emission control requirements by 95.0 percent or greater as required in section A.2 and as demonstrated by section F.

(c) If you use a control device to reduce emissions, you must equip your storage vessel with a cover that meets the requirements of section A.2(c) that is connected through a closed vent system that meets the requirements of section A.2(d) and is routed to a control device that

meets the requirements of A.2(e). As an alternative to routing the closed vent system to a control device, you may route the closed vent system to a process.

(d) You conduct an initial performance test as required in section F within 180 days after the compliance date established by your regulatory authority.

(e) You conduct the initial cover and closed vent system inspections according to the requirements in section A.4(d) within 180 days after the compliance date established by your regulatory authority.

(f) You submit the initial annual report for your storage vessels as required in section A.5(b).

(g) You maintain the records as specified in section A.5(a).

(h) If you comply by using a floating roof, you submit a statement that you are complying with 40 CFR 60.112b(a)(1) or (2) in accordance with section A.2(b)(2) with the initial annual report specified in section A.5(b).

A.4 Continuous Compliance Demonstration Requirements

You have demonstrated continuous compliance for each storage vessel subject to the VOC emission control requirements in section A.2 by meeting the requirements in paragraphs (a) through (f) of this section.

(a) For each storage vessel subject to VOC emission reduction requirements, you must demonstrate continuous compliance according to paragraphs (b) and (c) of this section.

(b) You must reduce VOC emissions from the storage vessel by 95.0 percent or greater.

(c) For each control device used to reduce emissions, you must demonstrate continuous compliance with the performance requirements of section A.2(e) according to paragraphs (c)(1) through (4) of this section. You are exempt from the requirements of this paragraph if you install a control device model tested in accordance with sections F(d)(2) through (10), which meets the

criteria in section F(d)(11), the reporting requirements in section F(d)(12), and the continuous compliance requirements in F(e).

(1) For each combustion device you must conduct inspections at least once every calendar month according to paragraphs (c)(1)(i) through (iv) of this section. Monthly inspections must be separated by at least 14 calendar days.

(i) Conduct visual inspections to confirm that the pilot is lit when vapors are being routed to the combustion device and that the continuous burning pilot flame is operating properly.

(ii) Conduct inspections to monitor for visible emissions from the combustion device using section 11 of EPA Method 22, 40 CFR part 60, appendix A-7. The observation period shall be 15 minutes. Devices must be operated with no visible emissions, except for periods not to exceed a total of 1 minute during any 15 minute period.

(iii) Conduct olfactory, visual and auditory inspections of all equipment associated with the combustion device to ensure system integrity.

(iv) For any absence of pilot flame, or other indication of smoking or improper equipment operation (*e.g.*, visual, audible, or olfactory), you must ensure the equipment is returned to proper operation as soon as practicable after the event occurs. At a minimum, you must perform the procedures specified in paragraphs (c)(1)(iv)(A) and (B) of this section.

(A) You must check the air vent for obstruction. If an obstruction is observed, you must clear the obstruction as soon as practicable.

(B) You must check for liquid reaching the combustor.

(2) For each vapor recovery device, you must conduct inspections at least once every calendar month to ensure physical integrity of the control device according to the manufacturer's instructions. Monthly inspections must be separated by at least 14 calendar days.

(3) Each control device must be operated following the manufacturer's written operating instructions, procedures and maintenance schedule to ensure good air pollution control practices

for minimizing emissions. Records of the manufacturer's written operating instructions, procedures, and maintenance schedule must be available for inspection as specified by A.5(a)(11).

(4) Conduct a periodic performance test no later than 60 months after the initial performance test as specified in section F(b)(5)(ii) and conduct subsequent periodic performance tests at intervals no longer than 60 months following the previous periodic performance test.

(d) 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 (d)(1) of this section, inspect each cover according to the procedures and schedule specified in paragraph (d)(2) of this section, and inspect each bypass device according to the procedures of paragraph (d)(3) of this section. You must also comply with the requirements of (d)(4) through (7) of this section.

(1) For each closed vent system, you must conduct an inspection at least once every calendar month as specified in paragraphs (d)(1)(i) through (iii) of this section.

(i) You must maintain records of the inspection results as specified in section A.5(a)(7).

(ii) Conduct olfactory, visual and auditory 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.

(iii) Monthly inspections must be separated by at least 14 calendar days.

(2) For each cover, you must conduct inspections at least once every calendar month as specified in paragraphs (d)(2)(i) through (iii) of this section.

(i) You must maintain records of the inspection results as specified in section A.5(a)(8).

(ii) Conduct olfactory, visual and auditory inspections for defects that could result in air 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.

(iii) Monthly inspections must be separated by at least 14 calendar days.

(3) For each bypass device, except as provided for in section A.2(d)(3)(ii), you must meet the requirements of paragraphs (d)(3)(i) or (ii) of this section.

(i) You must properly install, calibrate and maintain a flow indicator at the inlet to the bypass device that could divert the stream away from the control device or process to the atmosphere. Set the flow indicator to trigger an audible 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 to the atmosphere. You must maintain records of each time the alarm is sounded according to section A.5(a)(9).

(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. You must maintain records of the inspections and records of each time the key is checked out, if applicable, according to section A.5(a)(9).

(4) *Repairs.* In the event that a leak or defect is detected, you must repair the leak or defect as soon as practicable according to the requirements of paragraphs (d)(4)(i) through (iii) of this section, except as provided in paragraph (d)(5) of this section.

(i) A first attempt at repair must be made no later than 5 calendar days after the leak is detected.

(ii) Repair must be completed no later than 30 calendar days after the leak is detected.

(iii) Grease or another applicable substance must be applied to deteriorating or cracked gaskets to improve the seal while awaiting repair.

(5) *Delay of repair.* Delay of repair of a closed vent system or cover for which leaks 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 fugitive emissions likely to result from delay of repair. You must complete repair of such equipment by the end of the next shutdown.

(6) *Unsafe to inspect requirements.* You may designate any parts of the closed vent system or cover as unsafe to inspect if the requirements in paragraphs (d)(6)(i) and (ii) of this section are met. Unsafe to inspect parts are exempt from the inspection requirements of paragraphs (d)(1) and (2) 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 (d)(1) or (2) of this section.

(ii) You have a written plan that requires inspection of the equipment as frequently as practicable during safe-to-inspect times.

(7) *Difficult to inspect requirements.* You may designate any parts of the closed vent system or cover as difficult to inspect, if the requirements in paragraphs (d)(7)(i) and (ii) of this section are met. Difficult to inspect parts are exempt from the inspection requirements of paragraphs (d)(1) and (2) 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.

(e) You must submit the annual reports for your storage vessels as required in section A.5(b).

(f) You must maintain the records as specified in section A.5(a).

A.5 Recordkeeping and Reporting Requirements

(a) *Recordkeeping requirements.* For each storage vessel, you must maintain the records identified in paragraphs (a)(1) through (12) of this section, as applicable, either onsite or at the nearest local field office for at least five years.

(1) If required to reduce emissions by complying with section A.2(a), the records specified in paragraphs (a)(6) through (8) of this section and sections A.4(d)(6)(ii) and A.4(d)(7)(ii), as applicable.

(2) Records of each VOC emissions determination for each storage vessel made under A.1(a) including identification of the model or calculation methodology used to calculate the VOC emission rate.

(3) Records of deviations in cases where the storage vessel was not operated in compliance with the requirements specified in sections A.2 and F, as applicable.

(4) For storage vessels that are skid-mounted 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, must be added to the count towards the number of consecutive days.

(5) Records of the identification and location of each storage vessel subject to emission control requirements.

(6) Except as specified in paragraph (a)(6)(vii) of this section, you must maintain the records specified in paragraphs (a)(6)(i) through (vi) of this section for each control device tested under section F(d) which meets the criteria in section F(d)(11) and meets the continuous

compliance requirements in section F(d) (e) and used to comply with section A.2(a) for each storage vessel.

(i) Make, model and serial number of purchased device.

(ii) Date of purchase.

(iii) Copy of purchase order.

(iv) Location of 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.

(v) Inlet gas flow rate.

(vi) Records of continuous compliance requirements in section F(e) as specified in paragraphs (a)(6)(vi)(A) through (E).

(A) Records that the pilot flame is present at all times of operation.

(B) Records that the device was operated with no visible emissions except for periods not to exceed a total of 1 minute during any 15 minute period.

(C) Records of the maintenance and repair log.

(D) Records of the visible emissions test following return to operation from a maintenance or repair activity.

(E) Records of the manufacturer's written operating instructions, procedures and maintenance schedule to ensure good air pollution control practices for minimizing emissions.

(vii) As an alternative to the requirements of paragraph (a)(6)(iv) of this section, you may maintain records of one or more digital photographs with the date the photograph was taken and the latitude and longitude of the storage vessel and control device imbedded within or stored with the digital file. As an alternative to imbedded latitude and longitude within the digital

photograph, the digital photograph may consist of a photograph of the storage vessel and control device with a photograph of a separately operating GPS device within the same digital picture, provided the latitude and longitude output of the GPS unit can be clearly read in the digital photograph.

(7) Records of each closed vent system inspection required under section A.4(d)(1)(i).

(8) A record of each cover inspection required under section A.4(d)(2)(i).

(9) If you are subject to the bypass requirements of section A.4(d)(3), a record of each inspection or a record each time the key is checked out or a record of each time the alarm is sounded.

(10) For each carbon adsorber installed on a storage vessel, records of the schedule for carbon replacement (as determined by the design analysis requirements of section E.1(a)(2)) and records of each carbon replacement as specified in section E.1(c)(1).

(11) For each storage vessel subject to the control device requirements of section E.2(c) and (d), records of the inspections, including any corrective actions taken, the manufacturers' operating instructions, procedures and maintenance schedule as specified in section E.2(h). Records of section 11, EPA Method 22, 40 CFR part 60, appendix A-7 results, 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 EPA Method 22, 40 CFR part 60, appendix A-7. Control device manufacturer operating instructions, procedures and maintenance schedule must be available for inspection.

(12) A log of records as specified in sections A.2(e)(1)(i)(C) and F(e)(4), for all inspection, repair and maintenance activities for each control device failing the visible emissions test.

(b) *Reporting requirements.* For storage vessels, you must submit annual reports containing the information specified in paragraphs (b)(1) through (6) of this section.

(1) An identification, including the location, of each storage vessel subject to VOC emission control requirements. The location of the storage vessel 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.

(2) Documentation of the VOC emission rate determination according to section A.1(a).

(3) Records of deviations specified in paragraph (a)(3) of this section that occurred during the reporting period.

(4) A statement that you have met the requirements specified in section A.3(b) and (c).

(5) You must identify each storage vessel that is removed from service during the reporting period as specified in section A.2(j)(1), including the date the storage vessel was removed from service.

(6) You must identify each storage vessel returned to service during the reporting period as specified in section A.2(j)(3), including the date the storage vessel was returned to service.

A.6 Definitions

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 applying for or subject to a permit 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 Clean Air Act or the regulations promulgated thereunder are concerned; or

(ii) The designated representative for any other purposes under part 60.

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.

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 in this subpart during startup, shutdown, or malfunction, regardless of whether or not such failure is permitted by this subpart.

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.

Flare means a thermal oxidation system using an open (without enclosure) flame. Completion combustion devices as defined in this section are not considered flares.

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.

Maximum average daily throughput means the earliest calculation of daily average throughput during the 30-day PTE evaluation period employing generally accepted methods.

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).

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.

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.

Removed from service means that a storage vessel subject to the VOC control requirements has been physically isolated and disconnected from the process for a purpose other than maintenance.

Returned to service means that a storage vessel subject to the VOC requirements that was removed from service has been:

(1) Reconnected to the original source of liquids or has been used to replace any storage vessel subject to the VOC requirements; or

(2) Installed in any location covered by this rule 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 for beneficial use.

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 tank or other vessel shall not be considered a storage vessel if it has been removed from service in accordance with the requirements of section A.2(j)(1) until such time as such tank or other vessel has been returned to service. For the purposes of this rule, 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 section A.5(a)(4), 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.

(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 (29.7 pounds per square inch) and without emissions to the atmosphere.

B Pneumatic Controllers: VOC Emission Control Requirements

B.1 Applicability

The VOC emission control requirements specified in section B.2 apply to the pneumatic controllers specified in paragraphs (a) and (b) of this section.

(a) For natural gas processing plants, each pneumatic controller, which is a single continuous bleed natural gas-driven pneumatic controller.

(b) At locations from the wellhead to the natural gas processing plant or point of custody transfer to an oil pipeline, each pneumatic controller, 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.

B.2 What VOC Emission Control Requirements Apply to Pneumatic Controllers?

For each pneumatic controller, you must comply with requirements for VOC, as specified 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 these requirements.

(a) The requirements of paragraph (b)(1) or (c)(1) of this section are not required if you determine that the use of a pneumatic controller with a bleed rate greater than the applicable standard is required based on functional needs including, but not limited to, response time, safety and positive actuation. However, you must tag such pneumatic controller with the date that the pneumatic controller is required to comply with the model rule (as established by your regulatory authority) and identification information that allows traceability to the records for that pneumatic controller, as required in section B.5(a)(2).

(b)(1) Each pneumatic controller subject to VOC emissions control requirements at a natural gas processing plant must have a bleed rate of zero.

(2) Each pneumatic controller subject to VOC emissions control requirements at a natural gas processing plant, as defined in section B.1(a), must be tagged with the date that the pneumatic controller is required to comply with the model rule (as established by your regulatory authority) and identification information that allows traceability to the records for that pneumatic controller as required in section B.5(a)(3).

(c)(1) Each pneumatic controller subject to VOC emissions control requirements at a location between the wellhead and a natural gas processing plant or the point of custody transfer to an oil pipeline must have a bleed rate less than or equal to 6 standard cubic feet per hour.

(2) Each pneumatic controller subject to VOC emission control requirements at a location between the wellhead and a natural gas processing plant or the point of custody transfer to an oil pipeline, as defined in section B.1(b), must be tagged with the date that the pneumatic controller is required to comply with the model rule (as established by your regulatory authority) that allows traceability to the records for that controller as required in section B.5(a).

(d) You must demonstrate initial compliance by the compliance date established by your regulatory authority by demonstrating compliance with the VOC emission reduction requirements that apply to pneumatic controllers as required by section B.3.

(e) You must demonstrate continuous compliance with VOC emission reduction requirements that apply to pneumatic controllers as required by section B.4.

(f) You must perform the required recordkeeping as required by B.5(a) and reporting as required by section B.5(b).

B.3 Initial Compliance Demonstration Requirements

You must demonstrate initial compliance with the VOC emission control requirements for your pneumatic controller by complying with the requirements specified in paragraphs (a) through (f) of this section by the compliance date established by your regulatory authority, as applicable.

(a) You must demonstrate initial compliance by maintaining records as specified in section B.5(a)(2) of your determination that the use of a pneumatic controller with a bleed rate greater than the applicable standard is required as specified in section B.2(a).

(b) You own or operate a pneumatic controller located at a natural gas processing plant and your pneumatic controller is a non-natural gas-driven pneumatic controller that emits zero natural gas and VOC.

(c) You own or operate a pneumatic controller located between the wellhead and a natural gas processing plant and the manufacturer's design specifications indicate that the controller emits less than or equal to 6 standard cubic feet of gas per hour.

(d) You must tag each pneumatic controller according to the requirements of section B.2(b)(2) or (c)(2).

(e) You must include the information in paragraph (a) of this section and a listing of the pneumatic controller sources specified in paragraphs (b) and (c) of this section in the initial annual report according to the requirements of section B.5(b)

(f) You must maintain the records as specified in section B.5(a) for each pneumatic controller subject to VOC emission control requirements.

B.4 Continuous Compliance Demonstration Requirements

For each pneumatic controller, you must demonstrate continuous compliance according to paragraphs (a) through (c) of this section.

(a) You must continuously operate each pneumatic controller as required in section B.2(a), (b), or (c).

(b) You must submit the annual reports as required in section B.5(b).

(c) You must maintain records as required in section B.5(a).

B.5 Recordkeeping and Reporting Requirements

(a) *Recordkeeping requirements.* For each pneumatic controller, you must maintain the records identified in paragraphs (a)(1) through (4) of this section onsite or at the nearest local field office for at least five years.

(1) Records of the date, location and manufacturer specifications for each pneumatic controller.

(2) If applicable, a record of the demonstration that the use of a pneumatic controller with a natural gas bleed rate greater than the applicable standard is required and the reasons why.

(3) If the pneumatic controller is located at a natural gas processing plant, records of the documentation that the natural gas bleed rate is zero.

(4) Records of deviations in cases where the pneumatic controller was not operated in compliance with the requirements specified in section B.2.

(b) *Reporting requirements.* You must submit annual reports containing the information specified in paragraphs (b)(1) through (3) of this section.

(1) An identification of each existing pneumatic controller, including the identification information specified in section B.2(b)(2) or (c)(2).

(2) If applicable, documentation that the use of a pneumatic controller with a natural gas bleed rate greater than the applicable standard is required and the reasons why.

(3) Records of deviations specified in paragraph (a)(4) of this section that occurred during the reporting period.

B.6 Definitions

Bleed rate means the rate in standard cubic feet per hour at which natural gas is continuously vented (bleeds) from a pneumatic controller.

Continuous bleed means a continuous flow of pneumatic supply natural gas to a pneumatic controller.

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.

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 in this subpart during startup, shutdown, or malfunction, regardless of whether or not such failure is permitted by this subpart.

Flow line means a pipeline used to transport oil and/or gas to a processing facility or a mainline pipeline.

Natural gas-driven pneumatic controller means a pneumatic controller powered by pressurized natural 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 depression valve, or an isolated or standalone Joule-Thompson skid is not a natural gas processing plant.

Pneumatic controller means an automated instrument used for maintaining a process condition such as liquid level, pressure, delta-pressure and temperature.

Non-natural gas-driven pneumatic controller means an instrument that is actuated using other sources of power than pressurized natural gas; examples include solar, electric, and instrument air.

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.

Underground storage vessel means a storage vessel stored below ground

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.

C Compressors: VOC Emissions Control Requirements

C.1 Applicability

(a) *Centrifugal compressors.* Each centrifugal compressor, which is a single centrifugal compressor using wet seals located between the wellhead and 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 a source subject to VOC requirements under this rule.

(b) *Reciprocating compressors.* Each reciprocating compressor located between the wellhead and 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 a source subject to VOC requirements under this rule.

C.2 What VOC Emission Control Requirements Apply to Centrifugal Compressors?

For each centrifugal compressor, you must comply with the VOC emissions control requirements in paragraphs (a) through (g).

(a) You must reduce VOC emissions from each centrifugal compressor wet seal fluid degassing system by 95.0 percent.

(b) 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 section D.1(a)(1). The cover must be connected through a closed vent system that meets the requirements of section D.1(b) and the closed vent system must be routed to a control device that meets the conditions specified in paragraph (d) of this section. As an alternative to routing the closed vent system to a control device, you may route the closed vent system to a process.

(c) For each control device used to comply with the VOC emission reduction control requirements in paragraph (a), you must install and operate a continuous parameter monitoring

system for each control device as specified in section E.2(a) through (f), except as provided for in section E.2(b).

(d) You must operate each control device installed on your centrifugal compressor in accordance with the requirements specified in paragraphs (d)(1) and (2) of this section.

(1) You must operate each control device used to comply with this rule at all times when gases, vapors, and fumes are vented from the wet seal fluid degassing system through the closed vent system to the control device. You may vent more than one source to a single control device.

(2) For each control device monitored in accordance with the requirements of section E.2(a) through (f), you must demonstrate continuous compliance according to the requirements of section C.5(a)(2), as applicable.

(e) You must demonstrate initial compliance with the VOC emission reduction requirements that apply to each centrifugal compressor as required by section C.4(a).

(f) You must demonstrate continuous compliance with the VOC emission control requirements that apply to each centrifugal compressor as required by section C.5(a).

(g) You must perform the required recordkeeping and reporting as required by section C.6(a)(1) and (b)(1), as applicable.

C.3 What VOC Emission Control Requirements Apply to Reciprocating Compressors?

You must comply with the VOC emission control requirements in paragraphs (a) through (d) of this section for each reciprocating compressor.

(a) You must replace the reciprocating compressor rod packing according to either paragraph (a)(1) or (2) of this section or you must comply with paragraph (a)(3) of this section.

(1) On or before the compressor has operated for 26,000 hours. The number of hours of operation must be continuously monitored beginning on the compliance date for your

reciprocating compressor as established by your regulatory authority, or the date of the most recent reciprocating compressor rod packing replacement, whichever is later.

(2) Prior to 36 months from the date of the most recent rod packing replacement, or 36 months from the compliance date for a reciprocating compressor for which the rod packing has not yet been replaced.

(3) Route VOC emissions to a process by using a rod packing emissions collection system that operates under negative pressure and meets the cover requirements of section D.1(a)(2) and the closed vent system requirements of section D.1.(b).

(b) You must demonstrate initial compliance with requirements that apply to reciprocating compressor sources as required by section C.4(b).

(c) You must demonstrate continuous compliance with requirements that apply to reciprocating compressor sources as required by section C.5(b).

(d) You must perform the required recordkeeping and reporting as required by section C.6(a)(2) and (b)(2).

C.4 Initial Compliance Demonstration Requirements

You must demonstrate initial compliance with the VOC emission control requirements for each centrifugal compressor by complying with the requirements in paragraph (a) of this section, and for each reciprocating compressor by complying with the requirements in paragraph (b) of this section.

(a) *Centrifugal compressors.* You have achieved initial compliance with the VOC emission control requirements for each centrifugal compressor if you have complied with paragraphs (a)(1) through (7) of this section.

(1) You reduce VOC emissions from each centrifugal compressor wet seal fluid degassing system by 95.0 percent or greater as required in section C.2(a) and as demonstrated by section F.

(2) You use a control device to reduce emissions, and you equip the wet seal fluid degassing system with a cover that meets the requirements of section D.1(a) that is connected through a closed vent system that meets the requirements of section D.1(b) and is routed to a control device that meets the requirements of section E.1. As an alternative to routing the closed vent system to a control device, you may route the closed vent system to a process.

(3) You conduct an initial performance test as required in section F within 180 days after the compliance date established by your regulatory authority.

(4) You conduct the initial cover and closed vent system inspections required in section D.2 within 180 days after the compliance date established by your regulatory authority.

(5) You install and operate the continuous parameter monitoring systems in accordance with section E.2(a) through (g).

(6) You submit the initial annual report for your centrifugal compressor as required in section C.6(b)(1).

(7) You maintain the records as specified in section C.6(a)(1).

(b) *Reciprocating compressors.* You have achieved initial compliance with the VOC emission control requirements for each reciprocating compressor if you have complied with paragraphs (b)(1) through (4) of this section.

(1) If complying with section C.3(a)(1) and (2), you must continuously monitor the number of hours of operation or track the number of months since the last rod packing replacement, beginning on the compliance date established by your regulatory authority.

(2) If complying with section C.3(a)(3), you must route VOC emissions to a process by using a rod packing emissions collection system that operates under negative pressure and meets the cover requirements of section D.1(a)(2) and the closed vent system requirements of section D.1.(b) by the compliance date established by your regulatory authority.

(3) You must submit the initial annual report for your reciprocating compressor as required in section C.6(b)(2).

(4) You maintain the records as specified in section C.6(a)(2).

C.5 Continuous Compliance Demonstration Requirements

You have demonstrated continuous compliance for each centrifugal compressor by complying with the requirements of paragraph (a), and for each reciprocating compressor by complying with the requirements of paragraph (b).

(a) *Centrifugal compressors.* For each centrifugal compressor subject to VOC emission reduction requirements, you must demonstrate continuous compliance according to paragraphs (a)(1) through (4) of this section.

(1) You must reduce VOC emissions from the wet seal fluid degassing system by 95.0 percent or greater.

(2) For each control device used to reduce emissions, you must demonstrate continuous compliance with the performance requirements of section C.2(a) using the procedures specified in paragraphs (a)(2)(i) through (vii) of this section. If you use a condenser as the control device to achieve the requirements specified in section C.2(a), you may demonstrate compliance according to paragraph (a)(2)(viii) of this section. You may switch between compliance with paragraphs (a)(2)(i) through (vii) of this section and compliance with paragraph (a)(2)(viii) 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.

(i) You must operate below (or above) the site specific maximum (or minimum) parameter value established according to the requirements of section E.2(f)(1).

(ii) You must calculate the daily average of the applicable monitored parameter in accordance with section E.2(e) except that the inlet gas flow rate to the control device must not be averaged.

(iii) Compliance with the operating parameter limit is achieved when the daily average of the monitoring parameter value calculated under paragraph (a)(2)(ii) of this section is either equal to or greater than the minimum monitoring value or equal to or less than the maximum monitoring value established under paragraph (a)(2)(i) of this section. When performance testing of a combustion control device is conducted by the device manufacturer as specified in section F(d), compliance with the operating parameter limit is achieved when the criteria in section F(e) are met.

(iv) You must operate the continuous monitoring system required in section E.2(a) at all times the 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, except for periods of monitoring system malfunctions, repairs associated with monitoring system malfunctions, and required quality monitoring system quality assurance or quality control activities (including, as applicable, system accuracy audits and required zero and span adjustments).

(vii) If you use a combustion control device to meet the requirements of section C.2(a) and you demonstrate compliance using the test procedures specified in section F(b), or you use a flare designed and operated in accordance with 40 CFR 60.18(b), you must comply with paragraphs (a)(2)(vii)(A) through (D) of this section.

(A) A pilot flame must be present at all times of operation.

(B) Devices must be operated with no visible emissions, except for periods not to exceed a total of one minute during any 15-minute period. A visible emissions test using section 11 of Method 22, 40 CFR part 60, appendix A-7, 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.

(C) 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.

(D) Following return to operation from maintenance or repair activity, each device must pass a Method 22, 40 CFR part 60, appendix A-7, visual observation as described in paragraph (a)(2)(vii)(B) of this section.

(viii) If you use a condenser as the control device to achieve the percent reduction performance requirements specified in section C.2(a)(1), you must demonstrate compliance using the procedures in paragraphs (a)(2)(viii)(A) through (E) of this section.

(A) You must establish a site-specific condenser performance curve according to section E.2(f)(2).

(B) You must calculate the daily average condenser outlet temperature in accordance with section E.2(e).

(C) You must determine the condenser efficiency for the current operating day using the daily average condenser outlet temperature calculated under paragraph (a)(2)(viii)(B) of this section and the condenser performance curve established under paragraph (a)(2)(viii)(A) of this section.

(D) You must calculate the 365-day rolling average TOC emission reduction, as appropriate, from the condenser efficiencies as determined in paragraph (a)(2)(viii)(C) of this section.

(1) 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. 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, you must calculate the average TOC emission reduction as the TOC emission reduction averaged over the number of days of operation where you have data. 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 365-day average TOC emission reduction calculated in paragraph (a)(2)(viii)(D) of this section is equal to or greater than 95.0 percent.

(3) You must submit the annual reports required by section C.6(b)(1) and maintain the records as specified in section C.6(a)(1).

(4) If you comply with this rule by equipping the wet seal fluid degassing system and route emissions to a control device or process as required by section C.2(b), you must comply with the cover and closed vent requirements in section D.1(a) and (b).

(b) *Reciprocating compressors.* For each reciprocating compressor subject to VOC emission reduction requirements, you must demonstrate continuous compliance according to paragraphs (b)(1) through (4) of this section.

(1) You must continuously monitor the number of hours of operation for each reciprocating compressor or track the number of months or the date of the most recent reciprocating compressor rod packing replacement.

(2) You must submit the annual reports as required in section C.6(b)(2) and maintain records as required in section C.6(a)(2).

(3) You must replace the reciprocating compressor rod packing on or before the total number of hours of operation reaches 26,000 hours or the number of months since the most recent rod packing replacement reaches 36 months.

(4) If you comply with this rule by collecting and routing VOC emissions from the rod packing using a rod packing emissions collection system which operates under negative pressure as required by section C.3(a)(3), you must operate the rod packing emissions collection system under negative pressure and continuously comply with the closed vent system requirements in section D.1(b).

C.6 Recordkeeping and Reporting Requirements

(a) *Recordkeeping requirements.*

(1) *Centrifugal compressors.* For each centrifugal compressor, you must maintain records of the information specified in paragraphs (a)(1)(i) and (ii) of this section, and, if required to comply with section C.2(a), the records specified in paragraphs (a)(1)(iii) through (ix) of this section. These records must be maintained onsite or at the nearest local field office for at least five years.

(i) An identification of each existing centrifugal compressor using a wet seal system.

(ii) Records of deviations where the centrifugal compressor was not operated in compliance with requirements specified in section C.2. Except as specified in paragraph (a)(1)(ii)(G) of this section, you must maintain the records in paragraphs (a)(1)(ii)(A) through (F) of this section for each control device tested under section F(d) which meets the criteria in section F(d)(11) and meets continuous compliance requirements in section F(e) and used to comply with section C.2(a) for each centrifugal compressor.

(A) Make, model and serial number of purchased device.

(B) Date of purchase.

(C) Copy of purchase order.

(D) Location of the centrifugal compressor and 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.

(E) Inlet gas flow rate.

(F) Records of continuous compliance requirements in section F(e) as specified in paragraphs (a)(1)(ii)(F)(1) through (5) of this section.

(1) Records that the pilot flame is present at all times of operation.

(2) Records that the device was operated with no visible emissions except for periods not to exceed a total of 1 minute during any 15 minute period.

(3) Records of the maintenance and repair log.

(4) Records of the visible emissions test following return to operation from a maintenance or repair activity.

(5) Records of the manufacturer's written operating instructions, procedures and maintenance schedule to ensure good air pollution control practices for minimizing emissions.

(G) As an alternative to the requirements of paragraph (a)(1)(ii)(D) of this section, you may maintain records of one or more digital photographs with the date the photograph was taken and the latitude and longitude of the centrifugal compressor and control device imbedded within or stored with the digital file. As an alternative to imbedded latitude and longitude within the digital photograph, the digital photograph may consist of a photograph of the centrifugal compressor and control device with a photograph of a separately operating GPS device within the same digital picture, provided the latitude and longitude output of the GPS unit can be clearly read in the digital photograph.

(iii) Records of each closed vent system inspection required under section D.2(a) and (b).

(iv) A record of each cover inspection required under section D.2(c).

(v) If you are subject to the bypass requirements of section D.2(d), a record of each inspection or a record each time the key is checked out or a record of each time the alarm is sounded.

(vi) If you are subject to the closed vent system no detectable emissions requirements of section D.2(a) and (b), a record of the monitoring in accordance with section D.2(e).

(vii) For each centrifugal compressor, records of the schedule for carbon replacement (as determined by the design analysis requirements of section F(c)(2) or (3)) and records of each carbon replacement as specified in section E.1(c)(1).

(viii) For each centrifugal compressor subject to the control device requirements of section E.1, records of minimum and maximum operating parameter values, continuous parameter monitoring system data, calculated averages of continuous parameter monitoring system data, results of all compliance calculations, and results of all inspections.

(ix) A log of records for all inspection, repair and maintenance activities for each control device failing the visible emissions test as specified in section C.5(a)(2)(vii)(C).

(2) *Reciprocating compressors.* For each reciprocating compressor VOC emissions source, you must maintain the records in paragraphs (a)(2)(i) through (iv) of this section. These records must be maintained onsite or at the nearest local field office for at least five years.

(i) Records of the cumulative number of hours of operation or number of months since the previous replacement of the reciprocating compressor rod packing. Alternatively, a statement that emissions from the rod packing are being routed to a process through a closed vent system under negative pressure.

(ii) Records of the date and time of each reciprocating compressor rod packing replacement, or date of installation of a rod packing emissions collection system and closed vent system as specified in section C.3(a)(3).

(iii) Records of deviations in cases where the reciprocating compressor was not operated in compliance with the requirements specified in section C.3.

(iv) If you comply by routing emissions from the rod packing to a process through a closed vent system under negative pressure. You must maintain the records in paragraphs (a)(2)(iv)(A) through (D) of this section.

(A) Records of each closed vent system inspection required under section D.2(a) and (b).

(B) If you are subject to the bypass requirements of section D.2(d), a record of each inspection or a record each time the key is checked out or a record of each time the alarm is sounded.

(C) If you are subject to the closed vent system no detectable emissions requirements of section D.2(a) and (b), a record of the monitoring in accordance with section D.2(e).

(D) A record of each cover inspection required under section D.2(c).

(b) *Reporting requirements.*

(1) *Centrifugal compressors.* For each centrifugal compressor, you must submit annual reports containing the information specified in paragraphs (b)(1)(i) through (iv) of this section.

(i) An identification of each existing centrifugal compressor using a wet seal system.

(ii) Records of deviations specified in paragraph (a)(1)(ii) of this section that occurred during the reporting period.

(iii) If required to comply with section C.2(a), the records specified in paragraphs (a)(1)(iii) through (viii) of this section.

(iv) If complying with C.2(a) with a control device tested under section F(d) which meets the criteria in section F(d)(11) and meets the continuous compliance requirements in section F(e), in the initial annual report, records specified in paragraphs (a)(1)(ii)(A) through (a)(1)(ii)(G) of this section for each centrifugal compressor using a wet seal system that is subject to this rule. In subsequent annual reports, records specified in paragraph (a)(1)(ii)(F) of this section along with information sufficient to link to the identifying information provided in the initial report.

(2) *Reciprocating compressors.* For each reciprocating compressor, you must submit annual reports containing the information specified in paragraphs (b)(2)(i) through (iii) of this section.

(i) The cumulative number of hours of operation or the number of months since the compliance date, or since the previous reciprocating compressor rod packing replacement, whichever is later. Alternatively, a statement that emissions from the rod packing are being routed to a process through a closed vent system under negative pressure.

(ii) Records of deviations specified in paragraph (a)(2)(iii) of this section that occurred during the reporting period.

(iii) If required to comply with section C.3(a)(3), the records specified in paragraphs (a)(2)(i) through (iv) of this section.

C.7 Definitions

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 rule.

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.

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 this rule.

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.

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 in this subpart during startup, shutdown, or malfunction, regardless of whether or not such failure is permitted by this subpart.

Flow line means a pipeline used to transport oil and/or gas to a processing facility or a mainline pipeline.

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.

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 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.

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.

Well means a hole drilled for the purpose of producing oil or natural gas, or a well into which fluids are injected.

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

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.

D Cover and Closed Vent System Requirements

[Note: These requirements would not apply to covers and closed vent systems used on storage vessels.]

D.1 What Are My Cover and Closed Vent System Requirements?

You must meet the applicable requirements of this section for each cover and closed vent system where VOC emissions are routed to a control device or to a process.

(a) Cover requirements.

(1) Centrifugal compressor cover requirements.

(i) The cover and all openings on the cover shall form a continuous impermeable barrier over the entire surface area of the liquid in the wet seal fluid degassing system.

(ii) Each cover opening shall be secured in a closed, sealed position (*e.g.*, covered by a gasketed lid or cap) except during those times when it is necessary to use an opening as follows:

(A) To inspect, maintain, repair, or replace equipment; or

(B) To vent gases or fumes from the unit through a closed vent system designed and operated in accordance with the requirements of paragraph (b) of this section to a control device or to a process.

(2) Reciprocating compressor cover requirements.

(i) The cover and all openings on the cover shall form a continuous impermeable barrier over the rod packing emissions collection system.

(ii) Each cover opening shall be secured in a closed, sealed position (*e.g.*, covered by a gasketed lid or cap) except during those times when it is necessary to use an opening as follows:

(A) To inspect, maintain, repair, or replace equipment; or

(B) To vent gases or fumes from the unit through a closed vent system designed and operated in accordance with the requirements of paragraph (b) of this section to a process.

(b) Closed vent system requirements.

(1) (i) Centrifugal compressors. You must design the closed vent system to route all gases, vapors, and fumes emitted from the VOC emissions source to a control device or to a process. For centrifugal compressors, the closed vent system must route all gases, vapors, and fumes to a control device that meets the requirements specified in section E.1(a) through (c).

(ii) Reciprocating compressors. You must design the closed vent system to route all gases, vapors, and fumes emitted from the VOC emissions source to a process.

(2) You must design and operate the closed vent system with no detectable emissions as demonstrated by section D.2(e).

(3) You must meet the requirements specified in paragraph (b)(3)(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 process.

(i) Except as provided in paragraph (b)(3)(ii) of this section, you must comply with either paragraph (b)(3)(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 that could divert the stream away from the control device or process to the atmosphere that is capable of taking periodic readings as specified in section D.2(d)(1) and sounds an alarm, or initiates 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 for the control device or process to the atmosphere. You must maintain records of each time the alarm is activated according to section C.6(a)(1)(v) for centrifugal compressors, C.6(a)(2)(iv)(B) for reciprocating compressors or H.5(a)(2)(ii) for pneumatic pumps, as applicable.

(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 (b)(3)(i) of this section.

(4) You must conduct an assessment that the closed vent system is of sufficient design and capacity to ensure that all emissions from the emission source are routed to the control device and that the control device is of sufficient design and capacity to accommodate all emissions from the emission source and have it certified by a qualified professional engineer in accordance with paragraphs (b)(4)(i) and (ii) of this section.

(i) You must provide the following certification, signed and dated by the qualified professional 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 this rule. 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 there are penalties for knowingly submitting false information.”

(ii) The assessment shall be prepared under the direction or supervision of the qualified professional engineer who signs the certification in paragraph (b)(4)(i) of this section.

D.2 What Are My Initial and Continuous Cover and Closed Vent System Inspection and Monitoring Requirements?

Except as provided in paragraphs (e)(11) and (12) of this section, you must inspect each closed vent system according to the procedures and schedule specified in paragraphs (a) and (b) of this section, inspect each cover according to the procedures and schedule specified in paragraph (c) of this section, and inspect each bypass device according to the procedures of paragraph (d) of this section.

(a) 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) and (2) of this section.

(1) Conduct an initial inspection according to the test methods and procedures specified in paragraph (e) of this section to demonstrate that the closed vent system operates with no detectable emissions. You must maintain records of the inspection results according to section C.6(a)(1)(vi) for centrifugal compressors, C.6(a)(2)(iv)(C) for reciprocating compressors or H.5(a)(2)(iii) for pneumatic pumps, as applicable.

(2) 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 (e) of this section to demonstrate that it operates with no detectable emissions following any time the component is repaired or the connection is unsealed. You must maintain records of the inspection results according to section C.6(a)(1)(vi) for centrifugal compressors, C.6(a)(2)(iv)(C) for reciprocating compressors or H.5(a)(2)(iii) for pneumatic pumps, as applicable.

(b) For closed vent system components other than those specified in paragraph (a) of this section, you must meet the requirements of paragraphs (b)(1) through (3) of this section.

(1) Conduct an initial inspection according to the test methods and procedures specified in paragraph (e) of this section to demonstrate that the closed vent system operates with no detectable emissions by the date established by your regulatory authority. You must maintain records of the inspection results according to section C.6(a)(1)(vi) for centrifugal compressors, C.6(a)(2)(iv)(C) for reciprocating compressors or H.5(a)(2)(iii) for pneumatic pumps, as applicable.

(2) Conduct annual inspections according to the test methods and procedures specified in paragraph (e) of this section to demonstrate that the components or connections operate with no detectable emissions. You must maintain records of the inspection results according to section C.6(a)(1)(vi) for centrifugal compressors, C.6(a)(2)(iv)(C) for reciprocating compressors or H.5(a)(2)(iii) for pneumatic pumps, as applicable.

(3) 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 maintain records of the inspection results according to section C.6(a)(1)(vi) for centrifugal compressors, or H.5(a)(2)(i) for pneumatic pumps, as applicable.

(c) For each cover, you must meet the requirements in paragraphs (c)(1) and (2) of this section.

(1) Conduct visual inspections for defects that could result in air 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.

(2) You must initially conduct the inspections specified in paragraph (c)(1) of this section following the installation of the cover. Thereafter, you must perform the inspection at least once every calendar year, except as provided in paragraphs (e)(11) and (12) of this section. For centrifugal compressors, you must maintain records of the inspection results according to section C.6(a)(1)(iv). For reciprocating compressors, you must maintain records of the inspection results according to C.6(a)(2)(iv)(D).

(d) For each bypass device, except as provided for in section D.1(b)(3)(ii), you must meet the requirements of paragraphs (d)(1) or (2) of this section.

(1) 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 to the atmosphere.

(2) 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. You must maintain records of the inspections according to section C.6(a)(1)(v) for centrifugal compressors, C.6(a)(2)(iv)(B) for reciprocating compressors or H.5(a)(2)(ii) for pneumatic pumps, as applicable.

(e) *No detectable emissions test methods and procedures.* If you are required to conduct an inspection of a closed vent system or cover as specified in paragraphs (a), (b), or (c) of this section, you must meet the requirements of paragraphs (e)(1) through (13) of this section.

(1) You must conduct the no detectable emissions test procedure in accordance with Method 21, 40 CFR part 60, appendix A-7.

(2) The detection instrument must meet the performance criteria of Method 21, 40 CFR part 60, appendix A-7, 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.

(3) You must calibrate the detection instrument before use on each day of its use by the procedures specified in EPA Method 21, 40 CFR part 60, appendix A-7.

(4) Calibration gases must be as specified in paragraphs (e)(4)(i) and (ii) of this section.

(i) Zero air (less than 10 parts per million by volume hydrocarbon in air).

(ii) A mixture of methane in air at a concentration less than 10,000 parts per million by volume.

(5) 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 EPA Method 21, 40 CFR part 60, appendix A-7.

(6) Your detection instrument must meet the performance criteria specified in paragraphs (e)(6)(i) and (ii) of this section.

(i) Except as provided in paragraph (e)(6)(ii) of this section, the detection instrument must meet the performance criteria of EPA Method 21, 40 CFR part 60, appendix A-7, except the instrument response factor criteria in section 8.1.1 of EPA 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 volatile organic compounds, you must calculate the average stream response factor on an inert-free basis.

(ii) If no instrument is available that will meet the performance criteria specified in paragraph (e)(6)(i) 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 (e)(6)(i) of this section.

(7) You must determine if a potential leak interface operates with no detectable emissions using the applicable procedure specified in paragraph (e)(7)(i) or (ii) of this section.

(i) 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 (e)(8) of this section.

(ii) 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 (e)(5) of this section with the applicable value for the potential leak interface as specified in paragraph (e)(8) of this section.

(8) A potential leak interface is determined to operate with no detectable organic emissions if the organic concentration value determined in paragraph (e)(7) of this section is less than 500 parts per million by volume.

(9) *Repairs.* In the event that a leak or defect is detected, you must repair the leak or defect as soon as practicable according to the requirements of paragraphs (e)(9)(i) and (ii) of this section, except as provided in paragraph (e)(10) of this section.

(i) A first attempt at repair must be made no later than 5 calendar days after the leak is detected.

(ii) Repair must be completed no later than 15 calendar days after the leak is detected.

(10) *Delay of repair.* Delay of repair of a closed vent system or cover for which leaks 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 fugitive emissions likely to result from delay of repair. You must complete repair of such equipment by the end of the next shutdown.

(11) *Unsafe to inspect requirements.* You may designate any parts of the closed vent system or cover as unsafe to inspect if the requirements in paragraphs (e)(11)(i) and (ii) of this section are met. Unsafe to inspect parts are exempt from the inspection requirements of paragraphs (a) through (c) 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), (b), or (c) of this section.

(ii) You have a written plan that requires inspection of the equipment as frequently as practicable during safe-to-inspect times.

(12) *Difficult to inspect requirements.* You may designate any parts of the closed vent system or cover as difficult to inspect, if the requirements in paragraphs (e)(12)(i) and (ii) of this section are met. Difficult to inspect parts are exempt from the inspection requirements of paragraphs (a) through (c) 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.

(13) *Records.* Records shall be maintained as specified in this section and in sections that reference this section.

E VOC Emission Control Device Requirements

[These requirements do not apply to control devices used on storage vessels.]

E.1 Initial Control Device Compliance Requirements

You must meet the applicable requirements of this section for each control device used to comply with VOC emission reduction requirements.

(a) Each control device used to meet the VOC emission reduction requirements must be installed according to paragraphs (a)(1) through (3) of this section. As an alternative, you may install a control device model tested under section F(d), which meets the criteria in section F(d)(11) and the continuous compliance requirements in section F(e).

(1) Each combustion device (e.g., thermal vapor incinerator, catalytic vapor incinerator, boiler, or process heater) must be designed and operated in accordance with one of the performance requirements specified in paragraphs (a)(1)(i) through (iv) of this section.

(i) You must reduce the mass content of VOC in the gases vented to the device by 95.0 percent by weight or greater as determined in accordance with the requirements of section F(b), with the exceptions noted in section F(a).

(ii) You must reduce the concentration of TOC in the exhaust gases at the outlet to the device to a level equal to or less than 275 parts per million by volume as propane on a wet basis corrected to 3 percent oxygen as determined in accordance with the applicable requirements of section F(b), with the exceptions noted in section F(a).

(iii) You must operate at a minimum temperature of 760° Celsius for a control device, provided the control device has demonstrated, during the performance test conducted under section F(b), that combustion zone temperature is an indicator of destruction efficiency.

(iv) If a boiler or process heater is used as the control device, then you must introduce the vent stream into the flame zone of the boiler or process heater.

(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 VOC in the gases vented to the device by 95.0 percent by weight or greater as determined in accordance with the requirements of section F(b). As an alternative to the performance testing requirements, you may demonstrate initial compliance by conducting a design analysis for vapor recovery devices according to the requirements of section F(c).

(3) You must design and operate a flare in accordance with the requirements of 40 CFR 60.18(b), and you must conduct the compliance determination using EPA Method 22 of 40 CFR part 60, appendix A-7, to determine visible emissions.

(b) You must operate each control device installed to control VOC emissions from your emissions source 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 rule at all times when gases, vapors, and fumes are vented from your VOC emissions source through the closed vent system to the control device. You may vent more than one source to a control device used to comply with this rule.

(2) For each control device monitored in accordance with the requirements of section E.2(a) through (g), you must demonstrate continuous compliance according to the requirements of section C.5(a)(2) for centrifugal compressors, 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 manage the carbon in accordance with the requirements specified in paragraphs (c)(1) and (2) of this section.

(1) Following the compliance date established by your regulatory authority for the source using the control device, 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 section F(c)(2) or (3) or according to the design required in paragraph (a)(2) of this

section, for the carbon adsorption system. You must maintain records identifying the schedule for replacement and records of each carbon replacement.

(2) 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)(2)(i) through (vi) of this section.

(i) Regenerate or reactivate the spent carbon in a thermal treatment 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.

(ii) Regenerate or reactivate the spent carbon in a unit equipped with operating organic air emission controls in accordance with an emissions standard for VOC under a subpart in 40 CFR part 60 or part 63.

(iii) 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).

(iv) 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).

(v) 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.

(vi) 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.

E.2 Continuous Control Device Monitoring Requirements

You must meet the applicable requirements of this section to demonstrate continuous compliance for each control device used to meet VOC emission control requirements.

(a) For each control device used to comply with the VOC emission reduction requirements, you must install and operate a continuous parameter monitoring system for each control device as specified in paragraphs (c) through (g) of this section, except as provided for in paragraph (b) of this section. If you install and operate a flare in accordance with section E.1(a)(3), you are exempt from the requirements of paragraphs (e) and (f) 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 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) If you are required to install a continuous parameter monitoring system, you must meet the specifications and requirements in paragraphs (c)(1) through (4) of this section.

(1) Each continuous parameter monitoring system must measure data values at least once every hour and record the parameters in paragraphs (c)(1)(i) or (ii) of this section.

(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. If values are measured more frequently than once per minute, a single value for each minute may be used to calculate the hourly (or shorter period) block average instead of all measured values.

(2) You must prepare a site-specific monitoring plan that addresses 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 approved site-specific monitoring plan. Heat sensing monitoring devices that indicate the

continuous ignition of a pilot flame are exempt from the calibration, quality assurance and quality control requirements in 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 40 CFR 60.13(b).

(v) Ongoing reporting and recordkeeping procedures in accordance with provisions in 40 CFR 60.7(c), (d), and (f).

(3) You must conduct the continuous parameter monitoring system equipment performance checks, system accuracy audits, or other audit procedures specified in the site-specific 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 site-specific monitoring plan. Heat sensing monitoring devices that indicate the continuous ignition of a pilot flame are exempt from the calibration, quality assurance and quality control requirements in 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 either paragraph (d)(1), (2), or (3) of this section.

(1) A continuous monitoring system that measures the operating parameters in paragraphs (d)(1)(i) through (viii) of this section, as applicable.

(i) For a thermal vapor incinerator that demonstrates during the performance test conducted under section F(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 $^{\circ}\text{Celsius}$, or $\pm 2.5^{\circ}\text{Celsius}$, whichever value is greater. You must install the temperature sensor at a location representative of the combustion zone temperature.

(ii) 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 ± 1 percent of the temperature being monitored in $^{\circ}\text{Celsius}$, or $\pm 2.5^{\circ}\text{Celsius}$, 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.

(iii) For a flare, a heat sensing monitoring device equipped with a continuous recorder that indicates the continuous ignition of the pilot flame. The heat sensing monitoring device is exempt from the calibration requirements of this section.

(iv) 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 ± 1 percent of the temperature being monitored in $^{\circ}\text{Celsius}$, or $\pm 2.5^{\circ}\text{Celsius}$, whichever value is greater. You must install the temperature sensor at a location representative of the combustion zone temperature.

(v) For a condenser, a temperature monitoring device equipped with a continuous recorder. The temperature monitoring device must have a minimum accuracy of ± 1 percent of the temperature being monitored in $^{\circ}\text{Celsius}$, or $\pm 2.5^{\circ}\text{Celsius}$, whichever value is greater. You must install the temperature sensor at a location in the exhaust vent stream from the condenser.

(vi) For a regenerative-type carbon adsorption system, a continuous monitoring system that meets the specifications in paragraphs (d)(1)(vi)(A) and (B) of this section.

(A) 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

(B) 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 ± 1 percent of the temperature being monitored in $^{\circ}\text{Celsius}$, or $\pm 2.5^{\circ}\text{Celsius}$, whichever value is greater.

(vii) For a non-regenerative-type carbon adsorption system, you must monitor the design carbon replacement interval established using a design analysis performed as specified in section F(c)(3). The design carbon replacement interval must be based on the total carbon working capacity of the control device and source operating schedule.

(viii) For a combustion control device whose model is tested under section F(d), a continuous monitoring system meeting the requirements of paragraphs (d)(1)(viii)(A) and (B) of this section. If you comply with the periodic testing requirements of F(b)(5)(ii), you are not required to continuously monitor the gas flow rate under paragraph (d)(1)(viii)(A).

(A) The continuous monitoring system must measure gas flow rate at the inlet to the control device. The monitoring instrument must have an accuracy of ± 2 percent or better at the maximum expected flow rate. The flow rate at the inlet to the combustion device must not exceed the maximum or minimum flow rate determined by the manufacturer.

(B) A monitoring device that continuously indicates the presence of the pilot flame while emissions are routed to the control device.

(2) 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. The monitor must meet the requirements of Performance Specification 8 or 9 of 40 CFR part 60, appendix B. You must install, calibrate, and maintain the monitor according to the manufacturer's specifications.

(e) You must calculate the daily average value for each monitored operating parameter for each operating day, using the data recorded by the monitoring system, except for inlet gas flow rate and data from the heat sensing devices that indicate the presence of a pilot flame. 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.

(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 section E.1(a)(1) or (2). You must establish each minimum or maximum operating parameter value as specified in paragraphs (f)(1)(i) through (iii) of this section.

(i) If you conduct performance tests in accordance with the requirements of section F(b) to demonstrate that the control device achieves the applicable performance requirements specified in section E.1(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 design analysis or control device manufacturer recommendations or a combination of both.

(ii) If you use a condenser design analysis in accordance with the requirements of section F(c) to demonstrate that the control device achieves the applicable performance requirements specified in section E.1(a)(2), then you must establish the minimum operating parameter value or the maximum operating parameter value based on the condenser design analysis and supplemented, as necessary, by the condenser manufacturer's recommendations.

(iii) If you operate a control device where the performance test requirement was met under section F(d) to demonstrate that the control device achieves the applicable performance requirements specified in section E.1(a)(1), then your control device inlet gas flow rate must not exceed the maximum or minimum inlet gas flow rate determined by the manufacturer.

(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 section F(b) to demonstrate that the condenser achieves the applicable performance requirements in section E.1(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 section F(c)(1) to demonstrate that the condenser achieves the applicable performance requirements specified in section E.1(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 given 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 (6) 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 (6) 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 daily average value of a monitored operating parameter is less than the minimum operating parameter limit (or, if applicable, greater than the maximum operating parameter limit) established in paragraph (f)(1) of this section or when the heat sensing device indicates that there is no pilot flame present.

(2) If you meet section E.1(a)(2), a deviation occurs when the 365-day average condenser efficiency calculated according to the requirements specified in section C.5(a)(2)(viii)(D) is less than 95.0 percent.

(3) If you meet section E.1(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 section C.5(a)(2)(viii)(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 paragraphs (g)(5)(i) or (ii) of this section are met.

(i) For each bypass line subject to section D.1(b)(3)(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 section D.1(b)(3)(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 section F(d), a deviation occurs when the conditions of paragraphs (g)(6)(i) or (ii) are met.

(i) The inlet gas flow rate exceeds the maximum established during the test conducted under section F(d).

(ii) Failure of the monthly visible emissions test conducted under section F(e)(3) occurs.

F Performance Test Procedures

This section applies to the performance testing of control devices used to demonstrate compliance with your VOC emission control requirements. You must demonstrate that a control device achieves the performance requirements specified for your centrifugal compressor 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, as relevant and allowed for compliance demonstration purposes.

(a) *Performance test exemptions.* You are exempt from the requirements to conduct performance tests and design analyses if you use any of the control devices described in paragraphs (a)(1) through (7) of this section.

(1) *A flare that is designed and operated in accordance with 40 CFR 60.18(b).* You must conduct the compliance determination using EPA Method 22, 40 CFR part 60, appendix A-7, to determine visible emissions.

(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 either 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 the rule 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 the rule for submitting the initial performance test report, and you comply with the requirements of 40 CFR part 63, subpart EEE.

(6) A performance test is waived in accordance with 40 CFR 60.8(b).

(7) A control device whose model can be demonstrated to meet the performance requirements of section E.1(a) 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 (5) of this section, as applicable, for each performance test conducted to demonstrate that a control device meets the requirements of section E.1(a) or A.2(e)(1). 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 EPA Method 1 or 1A, 40 CFR part 60, appendix A-1, as appropriate, to select the sampling sites specified in paragraphs (b)(1)(i) and (ii) of this section. Any references to particulate mentioned in EPA 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 the control device percent reduction requirement.

(ii) The sampling site must be located at the outlet of the combustion device to determine compliance with the enclosed combustion device TOC exhaust gas concentration limit.

(2) You must determine the gas volumetric flowrate using EPA Method 2, 2A, 2C, or 2D, 40 CFR part 60, appendix A-2, as appropriate.

(3) To determine compliance with the control device percent reduction performance requirement in section E.1(a)(1)(i) or (a)(2), or section A.2(e)(1)(i)(D)(I) or (e)(1)(ii), you must

use EPA Method 25A at 40 CFR part 60, appendix A-7. You must use EPA Method 4 at 40 CFR part 60, appendix A-3 to convert the EPA 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:

$$E_i = K_2 C_i M_p Q_i$$

$$E_o = K_2 C_o M_p Q_o$$

Where:

E_i , E_o = Mass rate of TOC at the inlet and outlet of the control device, respectively, dry basis, kilograms per hour.

K_2 = Constant, 2.494×10^{-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°Celsius.

C_i , C_o = Concentration of TOC, as propane, of the gas stream as measured by EPA Method 25A at the inlet and outlet of the control device, respectively, dry basis, parts per million by volume.

M_p = Molecular weight of propane, 44.1 gram/gram-mole.

Q_i , Q_o = Flowrate 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:

$$R_{cd} = \frac{E_i - E_o}{E_i} * 100\%$$

Where:

R_{cd} = Control efficiency of control device, percent.

E_i = 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_o = 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 EPA Method 25A, 40 CFR part 60, appendix A-7 to measure TOC, as propane, to determine compliance with the TOC exhaust gas concentration limit specified in section E.1(a)(1)(ii) or section A.2(e)(1)(i)(D)(2). You may also use EPA Method 18, 40 CFR part 60, appendix A-6 to measure methane and ethane. You may subtract the measured concentration of methane and ethane from the EPA 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.

(i) If you use EPA Method 18 to determine methane and ethane, you must take either an integrated sample or a minimum of four grab samples per hour. If grab sampling is used, then the samples must be taken at approximately equal intervals in time, such as 15-minute intervals during the run. You must determine the average methane and ethane concentration per run. The samples must be taken during the same time as the EPA Method 25A sample.

(ii) You may subtract the concentration of methane and ethane from the EPA Method 25A TOC, as propane, concentration for each run.

(iii) You must correct the TOC concentration (minus methane and ethane, if applicable) to 3 percent oxygen as specified in paragraphs (b)(4)(iii)(A) and (B) of this section.

(A) You must use the emission rate correction factor for excess air, integrated sampling and analysis procedures of EPA Method 3A or 3B, 40 CFR 60, appendix A-2, ASTM D6522-00 (Reapproved 2005), or ANSI/ASME PTC 19.10-1981, Part 10 (manual portion only) (incorporated by reference as specified in §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.

(B) 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_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, (minus methane and ethane, if applicable), 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) and (ii) of this section.

(i) You must conduct an initial performance test within 180 days after the compliance date for your source as established by your regulatory authority.

(ii) You must conduct periodic performance tests for all control devices required to conduct initial performance tests except as specified in paragraphs (b)(5)(ii)(A) and (B) of this section. 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.

(A) A control device whose model is tested under, and meets the criteria of paragraph (d) of this section. For centrifugal compressors, if you do not continuously monitor the gas flow rate in accordance with section E.2(d)(1)(viii), then you must comply with the periodic performance testing requirements of paragraph (b)(5)(ii).

(B) A combustion control device tested under paragraph (b) of this section that meets the outlet TOC performance level specified in section E.1(a)(1)(ii) and that establishes a correlation between firebox or combustion chamber temperature and the TOC performance level. For centrifugal compressors, you must establish a limit on temperature in accordance with section E.2(f) and continuously monitor the temperature as required by section E.2(d).

(c) *Control device design analysis to meet the requirements of section E.1(a).* (1) For a condenser, the design analysis must include an analysis of the vent stream composition, constituent concentrations, flowrate, 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, flowrate, 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, flowrate, 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 will incorporate dual carbon canisters in case of emission breakthrough occurring in one canister.

(4) If you and the regulatory authority 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 regulatory authority may choose to have an authorized representative observe the performance test.

(d) *Performance testing for combustion control devices—manufacturers' performance test.* (1) This paragraph 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 one-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 10-15 minute 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 10-15 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 10-15 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 EPA Method 2A, 40 CFR part 60, appendix A-1 (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 EPA Method 2A, 40 CFR part 60, appendix A-1. 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 Silonite-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.

(B) Hydrogen (H₂), carbon monoxide (CO), carbon dioxide (CO₂), nitrogen (N₂), oxygen (O₂) using ASTM D1945-03.

(C) Higher heating value using ASTM D3588-98 or ASTM D4891-89.

(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 EPA Method 1, 40 CFR part 60, appendix A-1 for determining flow measurement traverse point location, and EPA Method 2, 40 CFR part 60, appendix A-1 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 EPA Method 4, 40 CFR part 60, appendix A-3 following the procedure specified in paragraphs (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 EPA Method 3C, 40 CFR part 60, appendix A-2, must be modified by using EPA Alt-045 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 EPA Method 4, 40 CFR part 60, appendix A-3. Traverse both ports with the EPA Method 4, 40 CFR part 60, appendix A-3, sampling train during each test run. Ambient air must not be introduced into the integrated bag sample required by EPA Method 3C, 40 CFR part 60, appendix A-2, sample during the port change.

(iii) Excess air must be determined using resultant data from the EPA Method 3C tests and EPA Method 3B, 40 CFR part 60, appendix A-2, equation 3B-1, or ANSI/ASME PTC 19.10-1981, Part 10 (manual portion only).

(8) Carbon monoxide must be determined using EPA Method 10, 40 CFR part 60, appendix A-4. Run the test simultaneously with EPA Method 25A, 40 CFR part 60, appendix A-7 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 in paragraphs (d)(9)(i) through (vii) of this section.

(i) Conduct THC sampling using EPA Method 25A, 40 CFR part 60, appendix A-7, 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 EPA Method 25A, 40 CFR part 60, appendix A-7, tests, each no less than 60 minutes in duration.

(iii) A 0-10 parts per million by volume-wet (ppmvw) (as propane) measurement range is preferred; as an alternative a 0-30 ppmvw (as carbon) measurement range may be used.

(iv) Calibration gases must be propane in air and be certified through EPA Protocol 1—“EPA Traceability Protocol for Assay and Certification of Gaseous Calibration Standards”.

(v) THC measurements must be reported in terms of ppmvw as propane.

(vi) THC results must be corrected to 3 percent CO₂, as measured by EPA Method 3C, 40 CFR part 60, appendix A-2. You must use the following equation for this diluent concentration correction:

$$C_{corr} = C_{meas} \left(\frac{3}{CO_{2meas}} \right)$$

Where:

C_{meas} = The measured concentration of the pollutant.

CO_{2meas} = The measured concentration of the CO₂ diluent.

3 = The corrected reference concentration of CO₂ 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 EPA Method 22, 40 CFR part 60, appendix A-7. 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) *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 EPA Method 22, 40 CFR part 60, appendix A-7, results under paragraph (d)(10) of this section with no indication of visible emissions.

(B) Average EPA Method 25A, 40 CFR part 60, appendix A-7, results under paragraph (d)(9) of this section equal to or less than 10.0 ppmvw THC as propane corrected to 3.0 percent CO₂.

(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 CO₂.

(D) Excess combustion air determined under paragraph (d)(7) of this section equal to or greater than 150 percent.

(ii) 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 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 required under this rule.

(12) The owner or operator of a combustion control device model tested under this paragraph must submit the information listed in paragraphs (d)(12)(i) through (vi) in the test report. 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, on a compact disc, flash drive, or other commonly used electronic storage media to the EPA. The electronic media must be clearly marked as CBI and mailed to Attn: CBI Officer; OAQPS CBIO Room 521; 109 T.W. Alexander Drive; RTP, NC 27711. 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 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) 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) *Continuous compliance for combustion control devices tested by the manufacturer in accordance with paragraph (d) of this section.* This paragraph 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 requirements in (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 (8) of this section and maintaining the records specified in A.5(a)(6) or E.2(a)(1)(ii).

(1) The inlet gas flow rate must be equal to or less than the maximum specified by the manufacturer.

(2) A pilot flame must be present at all times of operation.

(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 EPA Method 22, 40 CFR part 60, appendix A-7, 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.

(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 inspection, repair 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 an EPA Method 22, 40 CFR part 60, appendix A-7, visual observation as described in paragraph (e)(3) of this section.

(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 Web site: epa.gov/airquality/oilandgas/.

(7) Ensure that each enclosed combustion control 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.

G Equipment VOC Leaks at Natural Gas Processing Plants

G.1 Applicability

(a) The group of all equipment, except compressors and sampling connection systems, within a process unit located at an onshore natural gas processing plant.

(b) 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 the requirements of section G.2 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 requirements of section G.2.

(c) The equipment within a process unit subject to VOC emission control requirements located at onshore natural gas processing plants is exempt from this section if they are subject to and controlled according to subparts VVa or GGGa of 40 CFR part 60.

G.2 What VOC Emission Requirements Apply to Equipment at a Natural Gas Processing Plant?

(a) You must comply with the requirements of sections G.5.1 through G.5.9, except as provided in section G.3.

(b) You may elect to comply with the requirements of sections G.6.1 and G.6.2, as an alternative.

(c) You must comply with the provisions of sections G.7 and G.8 of this section, except as provided in section G.3.

G.3 What Exceptions Apply to the Equipment Leak VOC Emission Control Requirements for Equipment at Natural Gas Processing Plants?

(a) You may comply with the following exceptions to the provisions of section G.2.

(b)(1) Each pressure relief device in gas/vapor service may be monitored quarterly and within 5 days after each pressure release to detect leaks by the methods specified in section G.7(b) except as provided in paragraph (b)(4) of this section, and section G.5.2 of this rule.

(2) If an instrument reading of 500 ppm or greater is measured, a leak is detected.

(3)(i) When a leak is detected, it must be repaired as soon as practicable, but no later than 15 calendar days after it is detected, except as provided in section G.5.7.

(ii) A first attempt at repair must be made no later than 5 calendar days after each leak is detected.

(4)(i) Any pressure relief device that is located in a non-fractionating plant that is monitored only by non-plant personnel may be monitored after a pressure release the next time the monitoring personnel are on-site, instead of within 5 days as specified in paragraph (b)(1) of this section and section G.5.2(b)(1).

(ii) No pressure relief device described in paragraph (b)(4)(i) of this section must be allowed to operate for more than 30 days after a pressure release without monitoring.

(c) Pumps in light liquid service, valves in gas/vapor and light liquid service, pressure relief devices in gas/vapor service, and connectors in gas/vapor service and in light liquid service that are located at a non-fractionating 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 are exempt from the routine monitoring requirements of sections G.5.3(a)(1), G.5.5(a), G.5.9(a), and paragraph (b)(1) of this section.

(d) Pumps in light liquid service, valves in gas/vapor and light liquid service, pressure relief devices in gas/vapor 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 routine monitoring requirements of sections G.5.3(a)(1), G.5.5(a), G.5.9(a), and paragraph (b)(1) of this section.

(e) An owner or operator may use the following provisions instead of section G.7(e):

(1) Equipment is in heavy liquid service if the weight percent evaporated is 10 percent or less at 150°C (302°F) as determined by ASTM Method D86-96.

(2) Equipment is in light liquid service if the weight percent evaporated is greater than 10 percent at 150°C (302°F) as determined by ASTM Method D86-96.

G.4 How Do I Demonstrate Initial and Continued Compliance with the VOC Emission Control Requirements for Equipment at Natural Gas Processing Plants?

For equipment subject to VOC emission control requirements at natural gas processing plants, initial and continuous compliance with the VOC requirements is demonstrated if you are in compliance with the requirements of sections G.5.1 through G.5.9, except as provided in section G.3; G.6, as an alternative; and G.7 and G.8, except as provided in section G.3

G.5 What VOC Emission Control Requirements Apply to Equipment at Natural Gas Processing Plants

G.5.1 VOC Emission Control Requirements: General

(a) Each owner or operator subject to the provisions of this rule shall demonstrate compliance with the requirements of sections G.5.2 through G.5.8 for all equipment within 180 days and for G.5.9 within 12 months of the compliance date established by your regulatory authority.

(b) Compliance with sections G.5.2 to G.5.9 will be determined by review of records and reports, review of performance test results, and inspection using the methods and procedures specified in G.7.

G.5.2 What Equipment VOC Emission Control Requirements Apply to Pressure Relief Devices in Gas/Vapor Service?

(a) Except during pressure releases, each pressure relief device in gas/vapor service shall be operated with no detectable emissions, as indicated by an instrument reading of less than 500 ppm above background, as determined by the methods specified in section G.7(c).

(b)(1) After each pressure release, the pressure relief device shall be returned to a condition of no detectable emissions, as indicated by an instrument reading of less than 500 ppm above background, as soon as practicable, but no later than 5 calendar days after the pressure release, except as provided in section G.5.7.

(2) No later than 5 calendar days after the pressure release, the pressure relief device shall be monitored to confirm the conditions of no detectable emissions, as indicated by an instrument reading of less than 500 ppm above background, by the methods specified in section G.7(c).

(c) 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 section G.5.8 is exempted from the requirements of paragraphs (a) and (b) of this section.

(d)(1) Any pressure relief device that is equipped with a rupture disk upstream of the pressure relief device is exempt from the requirements of paragraphs (a) and (b) of this section, provided the owner or operator complies with the requirements in paragraph (d)(2) of this section.

(2) After each pressure release, a new rupture disk shall be installed 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 section G.5.7.

G.5.3 What Equipment VOC Emission Control Requirements Apply to Pumps in Light Liquid Service?

(a)(1) Each pump in light liquid service shall be monitored monthly to detect leaks by the methods specified in G.7(b), except as provided in paragraphs (d), (e), and (f) of this section. 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 (d), (e), and (f) of this section.

(2) Each pump in light liquid service shall be checked by visual inspection each calendar week for indications of liquids dripping from the pump seal.

(b)(1) The instrument reading that defines a leak is specified in paragraphs (b)(1)(i) and (ii) of this section.

(i) 5,000 parts per million (ppm) or greater for pumps handling polymerizing monomers;

(ii) 2,000 ppm or greater for all other pumps.

(2) If there are indications of liquids dripping from the pump seal, the owner or operator shall follow the procedure specified in either paragraph (b)(2)(i) or (ii) of this section. This requirement does not apply to a pump that was monitored after a previous weekly inspection and the instrument reading was less than the concentration specified in paragraph (b)(1)(i) or (ii) of this section, whichever is applicable.

(i) Monitor the pump within 5 days as specified in G.7(b). A leak is detected if the instrument reading measured during monitoring indicates a leak as specified in paragraph (b)(1)(i) or (ii) of this section, whichever is applicable. The leak shall be repaired using the procedures in paragraph (c) of this section.

(ii) Designate the visual indications of liquids dripping as a leak, and repair the leak using either the procedures in paragraph (c) of this section or by eliminating the visual indications of liquids dripping.

(c)(1) When a leak is detected, it shall be repaired as soon as practicable, but not later than 15 calendar days after it is detected, except as provided in G.5.7.

(2) A first attempt at repair shall be made no later than 5 calendar days after each leak is detected. First attempts at repair include, but are not limited to, the practices described in paragraphs (c)(2)(i) and (ii) of this section, where practicable.

(i) Tightening the packing gland nuts;

(ii) Ensuring that the seal flush is operating at design pressure and temperature.

(d) Each pump equipped with a dual mechanical seal system that includes a barrier fluid system is exempt from the requirements of paragraph (a) of this section, provided the requirements specified in paragraphs (d)(1) through (6) of this section are met.

(1) Each dual mechanical seal system is:

(i) Operated with the barrier fluid at a pressure that is at all times greater than the pump stuffing box pressure; or

(ii) 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 G.5.8; or

(iii) Equipped with a system that purges the barrier fluid into a process stream with zero VOC emissions to the atmosphere.

(2) The barrier fluid system is in heavy liquid service or is not in VOC service.

(3) Each barrier fluid system is equipped with a sensor that will detect failure of the seal system, the barrier fluid system, or both.

(4)(i) Each pump is checked by visual inspection, each calendar week, for indications of liquids dripping from the pump seals.

(ii) If there are indications of liquids dripping from the pump seal at the time of the weekly inspection, the owner or operator shall follow the procedure specified in either paragraph (d)(4)(ii)(A) or (B) of this section prior to the next required inspection.

(A) Monitor the pump within 5 days as specified in G.7(b) to determine if there is a leak of VOC in the barrier fluid. If an instrument reading of 2,000 ppm or greater is measured, a leak is detected.

(B) Designate the visual indications of liquids dripping as a leak.

(5)(i) Each sensor as described in paragraph (d)(3) is checked daily or is equipped with an audible alarm.

(ii) The owner or operator determines, based on design considerations and operating experience, a criterion that indicates failure of the seal system, the barrier fluid system, or both.

(iii) If the sensor indicates failure of the seal system, the barrier fluid system, or both, based on the criterion established in paragraph (d)(5)(ii) of this section, a leak is detected.

(6)(i) When a leak is detected pursuant to paragraph (d)(4)(ii)(A) of this section, it shall be repaired as specified in paragraph (c) of this section.

(ii) A leak detected pursuant to paragraph (d)(5)(iii) of this section shall be repaired within 15 days of detection by eliminating the conditions that activated the sensor.

(iii) A designated leak pursuant to paragraph (d)(4)(ii)(B) of this section shall be repaired within 15 days of detection by eliminating visual indications of liquids dripping.

(e) Any pump that is designated, as described in G.8(a)(5)(ii), for no detectable emissions, as indicated by an instrument reading of less than 500 ppm above background, is exempt from the requirements of paragraphs (a), (c), and (d) of this section if the pump:

(1) Has no externally actuated shaft penetrating the pump housing;

(2) Is demonstrated to be operating with no detectable emissions as indicated by an instrument reading of less than 500 ppm above background as measured by the methods specified in G.7(c); and

(3) Is tested for compliance with paragraph (e)(2) of this section initially upon designation, annually, and at other times requested by the Administrator.

(f) 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 or to a fuel gas system or to a control device that complies with the requirements of G.5.8, it is exempt from paragraphs (a) through (e) of this section.

(g) Any pump that is designated, as described in G.8(a)(6)(i), as an unsafe-to-monitor pump is exempt from the monitoring and inspection requirements of paragraphs (a) and (d)(4) through (6) of this section if:

(1) The owner or operator of the pump demonstrates that the pump is unsafe-to-monitor because monitoring personnel would be exposed to an immediate danger as a consequence of complying with paragraph (a) of this section; and

(2) The owner or operator of the pump has a written plan that requires monitoring of the pump as frequently as practicable during safe-to-monitor times, but not more frequently than the periodic monitoring schedule otherwise applicable, and repair of the equipment according to the procedures in paragraph (c) of this section if a leak is detected.

(h) Any pump that is located within the boundary of an unmanned plant site is exempt from the weekly visual inspection requirement of paragraphs (a)(2) and (d)(4) of this section, and the daily requirements of paragraph (d)(5) of this section, provided that each pump is visually inspected as often as practicable and at least monthly.

G.5.4 What Equipment VOC Emission Control Requirements Apply to Open-Ended Valves or Lines?

(a)(1) Each open-ended valve or line shall be equipped with a cap, blind flange, plug, or a second valve, except as provided in paragraphs (d) and (e) of this section.

(2) The cap, blind flange, plug, or second valve shall seal the open end at all times except during operations requiring process fluid flow through the open-ended valve or line.

(b) Each open-ended valve or line equipped with a second valve shall be operated in a manner such that the valve on the process fluid end is closed before the second valve is closed.

(c) 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 comply with paragraph (a) of this section at all other times.

(d) 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 (a) through (c) of this section.

(e) Open-ended valves or lines containing materials which would auto-catalytically 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 (a) through (c) of this section are exempt from the requirements of paragraphs (a) through (c) of this section.

G.5.5 What Equipment VOC Emission Control Requirements Apply to Valves in Gas/Vapor Service and in Light Liquid Service?

(a)(1) Each valve shall be monitored monthly to detect leaks by the methods specified in G.7(b) and shall comply with paragraphs (b) through (e) of this section, except as provided in paragraphs (f), (g), and (h) of this section and sections G.6.1 and G.6.2.

(2) A valve that begins operation in gas/vapor service or light liquid service after the compliance date for the process unit must be monitored according to paragraphs (a)(2)(i) or (ii),

except for a valve that replaces a leaking valve and except as provided in paragraphs (f), (g), and (h) of this section and sections G.6.1 and G.6.2.

(i) Monitor the valve as in paragraph (a)(1) of this section. The valve must be monitored for the first time within 30 days after the end of its startup period to ensure proper installation.

(ii) If the existing valves in the process unit are monitored in accordance with section G.6.1 or section G.6.2, count the new valve as leaking when calculating the percentage of valves leaking as described in section G.6.2(b)(5). If less than 2.0 percent of the valves are leaking for that process unit, the valve must be monitored for the first time during the next scheduled monitoring event for existing valves in the process unit or within 90 days, whichever comes first.

(b) If an instrument reading of 500 ppm or greater is measured, a leak is detected.

(c)(1)(i) Any valve for which a leak is not detected for 2 successive months may be monitored the first month of every quarter, beginning with the next quarter, until a leak is detected.

(ii) As an alternative to monitoring all of the valves in the first month of a quarter, an owner or operator may elect to subdivide the process unit into two or three subgroups of valves and monitor each subgroup in a different month during the quarter, provided each subgroup is monitored every 3 months. The owner or operator must keep records of the valves assigned to each subgroup.

(2) If a leak is detected, the valve shall be monitored monthly until a leak is not detected for 2 successive months.

(d)(1) When a leak is detected, it shall be repaired as soon as practicable, but no later than 15 calendar days after the leak is detected, except as provided in section G.5.7.

(2) A first attempt at repair shall be made no later than 5 calendar days after each leak is detected.

(e) First attempts at repair include, but are not limited to, the following best practices where practicable:

- (1) Tightening of bonnet bolts;
- (2) Replacement of bonnet bolts;
- (3) Tightening of packing gland nuts;
- (4) Injection of lubricant into lubricated packing.

(f) Any valve that is designated, as described in section G.8(a)(5)(ii), for no detectable emissions, as indicated by an instrument reading of less than 500 ppm above background, is exempt from the requirements of paragraph (a) of this section if the valve:

- (1) Has no external actuating mechanism in contact with the process fluid,
- (2) Is operated with emissions less than 500 ppm above background as determined by the method specified in section G.7(c), and
- (3) Is tested for compliance with paragraph (f)(2) of this section initially upon designation, annually, and at other times requested by the permitting authority.

(g) Any valve that is designated, as described in section G.8(a)(6)(i), as an unsafe-to-monitor valve is exempt from the requirements of paragraph (a) of this section if:

- (1) The owner or operator of the valve demonstrates that the valve is unsafe to monitor because monitoring personnel would be exposed to an immediate danger as a consequence of complying with paragraph (a) of this section, and
- (2) The owner or operator of the valve adheres to a written plan that requires monitoring of the valve as frequently as practicable during safe-to-monitor times.

(h) Any valve that is designated, as described in section G.8(a)(6)(ii), as a difficult-to-monitor valve is exempt from the requirements of paragraph (a) of this section if:

(1) The owner or operator of the valve demonstrates that the valve cannot be monitored without elevating the monitoring personnel more than 2 meters above a support surface.

(2) The process unit within which the valve is located either has less than 3.0 percent of its total number of valves designated as difficult-to-monitor by the owner or operator.

(3) The owner or operator of the valve follows a written plan that requires monitoring of the valve at least once per calendar year.

G.5.6 What Equipment VOC Emission Control Requirements Apply to Pumps, Valves, and Connectors in Heavy Liquid Service and Pressure Relief Devices in Light Liquid or Heavy Liquid Service?

(a) If evidence of a potential leak is found by visual, audible, olfactory, or any other detection method at pumps, valves, and connectors in heavy liquid service and pressure relief devices in light liquid or heavy liquid service, the owner or operator shall follow either one of the following procedures:

(1) The owner or operator shall monitor the equipment within 5 days by the method specified in section G.7(b) and shall comply with the requirements of paragraphs (b) through (d) of this section.

(2) The owner or operator shall eliminate the visual, audible, olfactory, or other indication of a potential leak within 5 calendar days of detection.

(b) If an instrument reading of 10,000 ppm or greater is measured, a leak is detected.

(c)(1) When a leak is detected, it shall be repaired as soon as practicable, but not later than 15 calendar days after it is detected, except as provided in section G.5.7.

(2) The first attempt at repair shall be made no later than 5 calendar days after each leak is detected.

(d) First attempts at repair include, but are not limited to, the best practices described under sections G.5.3(c)(2) and G.5.5(e).

G.5.7 What Delay of Repair of Equipment Requirements Apply When Equipment Component Leaks Have Been Detected?

(a) Delay of repair of equipment for which leaks have been detected will be allowed if repair within 15 days is technically infeasible without a process unit shutdown. 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.

(b) Delay of repair of equipment will be allowed for equipment which is isolated from the process and which does not remain in VOC service.

(c) Delay of repair for valves and connectors will be allowed if:

(1) The owner or operator demonstrates that emissions of purged material resulting from immediate repair are greater than the fugitive emissions likely to result from delay of repair, and

(2) When repair procedures are effected, the purged material is collected and destroyed or recovered in a control device complying with section G.5.8.

(d) Delay of repair for pumps will be allowed if:

(1) Repair requires the use of a dual mechanical seal system that includes a barrier fluid system, and

(2) Repair is completed as soon as practicable, but not later than 6 months after the leak was detected.

(e) 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.

(f) 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 instrument readings are below the leak definition.

G.5.8 What VOC Emission Control Requirements Apply for Closed Vent Systems and Control Devices?

(a) Owners or operators of closed vent systems and control devices used to comply with provisions of this rule shall comply with the provisions of this section.

(b) Vapor recovery systems (for example, condensers and absorbers) shall be designed and operated to recover the VOC emissions vented to them with an efficiency of 95.0 percent or greater.

(c) Each enclosed combustion device (e.g., thermal vapor incinerator, catalytic vapor incinerator, boiler, or process heater) shall be designed to reduce the mass content of VOC emissions by 95.0 percent or greater in accordance with the requirements of section F(b).

(d) Flares used to comply with this subpart shall comply with the requirements of §60.18.

(e) Owners or operators of control devices used to comply with the provisions of this rule shall monitor these control devices to ensure that they are operated and maintained in conformance with their designs.

(f) Except as provided in paragraphs (i) through (k) of this section, each closed vent system shall be inspected according to the procedures and schedule specified in paragraphs (f)(1) and (2) of this section.

(1) If the vapor collection system or closed vent system is constructed of hard-piping, the owner or operator shall comply with the requirements specified in paragraphs (f)(1)(i) and (ii) of this section:

(i) Conduct an initial inspection according to the procedures in section G.7(b); and

(ii) Conduct annual visual inspections for visible, audible, or olfactory indications of leaks.

(2) If the vapor collection system or closed vent system is constructed of ductwork, the owner or operator shall:

(i) Conduct an initial inspection according to the procedures in section G.7(b); and

(ii) Conduct annual inspections according to the procedures in section G.7(b).

(g) Leaks, as indicated by an instrument reading greater than 500 ppmv above background or by visual inspections, shall be repaired as soon as practicable except as provided in paragraph (h) of this section.

(1) A first attempt at repair shall be made no later than 5 calendar days after the leak is detected.

(2) Repair shall be completed no later than 15 calendar days after the leak is detected.

(h) Delay of repair of a closed vent system for which leaks have been detected is allowed if the repair is technically infeasible without a process unit shutdown or if the owner or operator determines that emissions resulting from immediate repair would be greater than the fugitive emissions likely to result from delay of repair. Repair of such equipment shall be complete by the end of the next process unit shutdown.

(i) If a vapor collection system or closed vent system is operated under a vacuum, it is exempt from the inspection requirements of paragraphs (f)(1)(i) and (f)(2) of this section.

(j) Any parts of the closed vent system that are designated, as described in paragraph (l)(1) of this section, as unsafe to inspect are exempt from the inspection requirements of paragraphs (f)(1)(i) and (f)(2) of this section if they comply with the requirements specified in paragraphs (j)(1) and (2) of this section:

(1) The owner or operator determines 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 (f)(1)(i) or (f)(2) of this section; and

(2) The owner or operator has a written plan that requires inspection of the equipment as frequently as practicable during safe-to-inspect times.

(k) Any parts of the closed vent system that are designated, as described in paragraph (l)(2) of this section, as difficult to inspect are exempt from the inspection requirements of paragraphs (f)(1)(i) and (f)(2) of this section if they comply with the requirements specified in paragraphs (k)(1) through (3) of this section:

(1) The owner or operator determines that the equipment cannot be inspected without elevating the inspecting personnel more than 2 meters above a support surface; and

(2) The owner or operator designates less than 3.0 percent of the total number of closed vent system equipment as difficult to inspect; and

(3) The owner or operator has a written plan that requires inspection of the equipment at least once every 5 years. A closed vent system is exempt from inspection if it is operated under a vacuum.

(l) The owner or operator shall record the information specified in paragraphs (l)(1) through (5) of this section.

(1) Identification of all parts of the closed vent system that are designated as unsafe to inspect, an explanation of why the equipment is unsafe to inspect, and the plan for inspecting the equipment.

(2) Identification of all parts of the closed vent system that are designated as difficult to inspect, an explanation of why the equipment is difficult to inspect, and the plan for inspecting the equipment.

(3) For each inspection during which a leak is detected, a record of the information specified in section G.8(a)(3).

(4) For each inspection conducted in accordance with section G.7(b) during which no leaks are detected, a record that the inspection was performed, the date of the inspection, and a statement that no leaks were detected.

(5) For each visual inspection conducted in accordance with paragraph (f)(1)(ii) of this section during which no leaks are detected, a record that the inspection was performed, the date of the inspection, and a statement that no leaks were detected.

(m) Closed vent systems and control devices used to comply with provisions of this rule shall be operated at all times when emissions may be vented to them.

G.5.9 What VOC Emission Control Requirements Apply to Connectors in Gas/Vapor Service and in Light Liquid Service?

(a) The owner or operator shall initially monitor all connectors in the process unit for leaks within 12 months of the compliance date. 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, the owner or operator is required to monitor only those connectors involved in the process change.

(b) Except as allowed in section G.5.7 or as specified in paragraph (e) of this section, the owner or operator shall monitor all connectors in gas and vapor and light liquid service as specified in paragraphs (a) and (b)(3) of this section.

(1) The connectors shall be monitored to detect leaks by the method specified in section G.7(b) and, as applicable, section G.7(c).

(2) If an instrument reading greater than or equal to 500 ppm is measured, a leak is detected.

(3) The owner or operator shall perform monitoring, subsequent to the initial monitoring required in paragraph (a) of this section, as specified in paragraphs (b)(3)(i) through (iii) of this section, and shall comply with the requirements of paragraphs (b)(3)(iv) and (v) of this section. The required period in which monitoring must be conducted shall be determined from paragraphs (b)(3)(i) through (iii) of this section using the monitoring results from the preceding monitoring period. The percent leaking connectors shall be calculated as specified in paragraph (c) of this section.

(i) If the percent leaking connectors in the process unit was greater than or equal to 0.5 percent, then monitor within 12 months (1 year).

(ii) If the percent leaking connectors in the process unit was greater than or equal to 0.25 percent but less than 0.5 percent, then monitor within 4 years. An owner or operator may comply with the requirements of this paragraph by monitoring at least 40 percent of the connectors within 2 years of the start of the monitoring period, provided all connectors have been monitored by the end of the 4-year monitoring period.

(iii) If the percent leaking connectors in the process unit was less than 0.25 percent, then monitor as provided in paragraph (b)(3)(iii)(A) of this section and either paragraph (b)(3)(iii)(B) or (b)(3)(iii)(C) of this section, as appropriate.

(A) An owner or operator shall monitor at least 50 percent of the connectors within 4 years of the start of the monitoring period.

(B) If the percent of leaking connectors calculated from the monitoring results in paragraph (b)(3)(iii)(A) of this section is greater than or equal to 0.35 percent of the monitored connectors, the owner or operator shall monitor as soon as practical, but within the next 6

months, all connectors that have not yet been monitored during the monitoring period. At the conclusion of monitoring, a new monitoring period shall be started pursuant to paragraph (b)(3) of this section, based on the percent of leaking connectors within the total monitored connectors.

(C) If the percent of leaking connectors calculated from the monitoring results in paragraph (b)(3)(iii)(A) of this section is less than 0.35 percent of the monitored connectors, the owner or operator shall monitor all connectors that have not yet been monitored within 8 years of the start of the monitoring period.

(iv) If, during the monitoring conducted pursuant to paragraphs (b)(3)(i) through (iii) of this section, a connector is found to be leaking, it shall be re-monitored once within 90 days after repair to confirm that it is not leaking.

(v) The owner or operator shall keep a record of the start date and end date of each monitoring period under this section for each process unit.

(c) For use in determining the monitoring frequency, as specified in paragraphs (a) and (b)(3) of this section, the percent leaking connectors as used in paragraphs (a) and (b)(3) of this section shall be calculated by using the following equation:

$$\%C_L = C_L / C_t * 100$$

Where:

$\%C_L$ = Percent of leaking connectors as determined through periodic monitoring required in paragraphs (a) and (b)(3)(i) through (iii) of this section.

C_L = Number of connectors measured at 500 ppm or greater, by the method specified in G.7(b).

C_t = Total number of monitored connectors in the process unit.

(d) When a leak is detected pursuant to paragraphs (a) and (b) of this section, it shall be repaired as soon as practicable, but not later than 15 calendar days after it is detected, except as

provided in section G.5.7. A first attempt at repair as defined in this rule shall be made no later than 5 calendar days after the leak is detected.

(e) Any connector that is designated, as described in section G.8(a)(6)(i), as an unsafe-to-monitor connector is exempt from the requirements of paragraphs (a) and (b) of this section if:

(1) The owner or operator of the connector demonstrates that the connector is unsafe-to-monitor because monitoring personnel would be exposed to an immediate danger as a consequence of complying with paragraphs (a) and (b) of this section; and

(2) The owner or operator of the connector has a written plan that requires monitoring of the connector as frequently as practicable during safe-to-monitor times, but not more frequently than the periodic monitoring schedule otherwise applicable, and repair of the equipment according to the procedures in paragraph (d) of this section if a leak is detected.

(f) *Inaccessible, ceramic, or ceramic-lined connectors.* (1) 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 (a) and (b) of this section, from the leak repair requirements of paragraph (d) of this section, and from recordkeeping and reporting requirements. An inaccessible connector is one that meets any of the provisions specified in paragraphs (f)(1)(i) through (vi) of this section, as applicable:

(i) Buried;

(ii) Insulated in a manner that prevents access to the connector by a monitor probe;

(iii) Obstructed by equipment or piping that prevents access to the connector by a monitor probe;

(iv) 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;

(v) Inaccessible because it would require elevating the monitoring personnel more than 2 meters (7 feet) above a permanent support surface or would require the erection of scaffold; or

(vi) 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 scissor-lift 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.

(2) If any inaccessible, ceramic, or ceramic-lined connector is observed by visual, audible, olfactory, or other means to be leaking, the visual, audible, olfactory, or other indications of a leak to the atmosphere shall be eliminated as soon as practical.

(g) Except for instrumentation systems and inaccessible, ceramic, or ceramic-lined connectors meeting the provisions of paragraph (f) of this section, identify the connectors subject to the requirements of this rule. Connectors need not be individually identified if all connectors in a designated area or length of pipe subject to the provisions of this rule are identified as a group, and the number of connectors subject to the requirements is indicated.

G.6 Alternative Standards

G.6.1 Alternative Standards for Valves—Allowable Percentage of Valves Leaking

(a) An owner or operator may elect to comply with an allowable percentage of valves leaking of equal to or less than 2.0 percent.

(b) The following requirements shall be met if an owner or operator wishes to comply with an allowable percentage of valves leaking:

(1) An owner or operator must notify the permitting authority that the owner or operator has elected to comply with the allowable percentage of valves leaking before implementing this alternative standard, as specified in section G.8(b)(4).

(2) A performance test as specified in paragraph (c) of this section shall be conducted initially upon designation, annually, and at other times requested by the permitting authority.

(3) If a valve leak is detected, it shall be repaired in accordance with section G.5.5(d) and (e).

(c) Performance tests shall be conducted in the following manner:

(1) All valves in gas/vapor and light liquid service within the natural gas processing plant subject to VOC emission control requirements shall be monitored within one week by the methods specified in section G.7(b).

(2) If an instrument reading of 500 ppm or greater is measured, a leak is detected.

(3) The leak percentage shall be determined by dividing the number of valves for which leaks are detected by the number of valves in gas/vapor and light liquid service within the natural gas processing plant subject to VOC emission control requirements.

(d) Owners and operators who elect to comply with this alternative standard shall not have a natural gas processing plant subject to the equipment component VOC emission control requirements with a leak percentage greater than 2.0 percent, determined as described in section G.7(h).

G.6.2 Alternative Standards for Valves—Skip Period Leak Detection and Repair

(a)(1) An owner or operator may elect to comply with one of the alternative work practices specified in paragraphs (b)(2) and (3) of this section.

(2) An owner or operator must notify the permitting authority before implementing one of the alternative work practices.

(b)(1) An owner or operator shall comply initially with the requirements for valves in gas/vapor service and valves in light liquid service, as described in section G.5.5.

(2) After 2 consecutive quarterly leak detection periods with the percent of valves leaking equal to or less than 2.0, an owner or operator may begin to skip 1 of the quarterly leak detection periods for the valves in gas/vapor and light liquid service.

(3) After 5 consecutive quarterly leak detection periods with the percent of valves leaking equal to or less than 2.0, an owner or operator may begin to skip 3 of the quarterly leak detection periods for the valves in gas/vapor and light liquid service.

(4) If the percent of valves leaking is greater than 2.0, the owner or operator shall comply with the requirements as described in section G.5.5 but can again elect to use this section.

(5) The percent of valves leaking shall be determined as described in section G.7(h).

(6) An owner or operator must keep a record of the percent of valves found leaking during each leak detection period.

(7) A valve that begins operation in gas/vapor service or light liquid service after the compliance date for a process unit following one of the alternative standards in this section must be monitored in accordance with section G.5.5(a)(2)(i) or (ii) before the provisions of this section can be applied to that valve.

G.7 Equipment Leak Test Methods and Procedures

(a) In conducting the performance tests, the owner or operator shall use as reference methods and procedures the test methods in appendix A of this part or other methods and procedures as specified in this section.

(b) The owner or operator shall determine compliance with the standards in sections G.5.2 through G.5.9, and as follows:

(1) EPA Method 21 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 EPA Method 21 of appendix A-7 of this part. The following calibration gases shall be used:

(i) Zero air (less than 10 ppm of hydrocarbon in air); and

(ii) A mixture of methane or n-hexane and air at a concentration no more than 2,000 ppm 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 ppm above the concentration specified as a leak, and the highest scale shall be calibrated with a calibration gas that is approximately equal to 10,000 ppm. If only one scale on an instrument will be used during monitoring, the owner or operator need not calibrate the scales that will not be used during that day's monitoring.

(2) A calibration drift assessment shall be performed, at a minimum, at the end of each monitoring day. Check the instrument using the same calibration gas(es) that were used to calibrate the instrument before use. Follow the procedures specified in EPA Method 21 of appendix A-7 of this part, Section 10.1, except do not adjust the meter readout to correspond to the calibration gas value. Record the instrument reading for each scale used as specified in section G.8(a)(5)(v). Divide these readings by the initial calibration value and multiply by 100 to express the calibration drift as a percentage. If any calibration drift assessment shows a negative drift of more than 10 percent from the initial calibration value, then all equipment monitored since the last calibration with instrument readings below the appropriate leak definition and above the leak definition multiplied by $(100 \text{ minus the percent of negative drift} / \text{divided by } 100)$ must be re-monitored. 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 since the last calibration with instrument readings above the appropriate leak definition and below the leak definition multiplied by $(100 \text{ plus the percent of positive drift} / \text{divided by } 100)$ may be re-monitored.

(c) The owner or operator shall determine compliance with the no-detectable-emission standards in sections G.5.2, G.5.3(e), G.5.5(f), and G.5.8(e) as follows:

(1) The requirements of paragraph (b) shall apply.

(2) EPA Method 21 of appendix A-7 of 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 ppm for determining compliance.

(d) The owner or operator shall test each piece of equipment unless he demonstrates that a process unit is not in VOC service, i.e., that the VOC content would never be reasonably expected to exceed 10 percent by weight. For purposes of this demonstration, the following methods and procedures shall be used:

(1) Each piece of equipment is presumed to be in VOC service or in wet gas service unless an owner or operator demonstrates that the piece of equipment is not in VOC service or in wet gas service. For a piece of equipment to be considered not in VOC service, it must be determined that the VOC content can be reasonably expected never to exceed 10.0 percent by weight. For a piece of equipment to be considered in wet gas service, it must be determined that it contains or contacts the field gas before the extraction step in the process. For purposes of determining the percent VOC content of the process fluid that is contained in or contacts a piece of equipment, procedures that conform to the methods described in ASTM E169-93, E168-92, or E260-96 must be used.

(2) Organic compounds that are considered by the permitting authority to have negligible photochemical reactivity may be excluded from the total quantity of organic compounds in determining the VOC content of the process fluid.

(3) Engineering judgment may be used to estimate the VOC content, if a piece of equipment had not been shown previously to be in service. If the permitting authority disagrees with the judgment, paragraphs (d)(1) and (2) of this section shall be used to resolve the disagreement.

(e) The owner or operator shall demonstrate that a piece of equipment is in light liquid service by showing that all 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. H₂O at 68 °F). Standard reference texts or ASTM D2879-83, 96, or 97 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. H₂O at 68 °F) is equal to or greater than 20 percent by weight.

(3) The fluid is a liquid at operating conditions.

(f) Samples used in conjunction with paragraphs (d), (e), and (g) 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.

(g) The owner or operator shall determine compliance with the standards of flares as follows:

(1) EPA Method 22 of appendix A-7 of this part shall be used to determine visible emissions.

(2) A thermocouple or any other equivalent device¹⁶⁰ shall be used to monitor the presence of a pilot flame in the flare.

(3) The maximum permitted velocity for air assisted flares shall be computed using the following equation:

$$V_{\max} = K_1 + K_2 H_T$$

Where:

V_{\max} = Maximum permitted velocity, m/sec (ft/sec).

H_T = Net heating value of the gas being combusted, MJ/scm (Btu/scf).

K_1 = 8.706 m/sec (metric units) = 28.56 ft/sec (English units).

K_2 = 0.7084 m⁴/(MJ-sec) (metric units) = 0.087 ft⁴/(Btu-sec) (English units).

¹⁶⁰ The equivalent device must be reviewed and approved by EPA through the SIP review process.

(4) The net heating value (H_T) of the gas being combusted in a flare shall be computed using the following equation:

$$H_T = K \sum_{i=1}^n C_i H_i$$

Where:

K = Conversion constant, 1.740×10^{-7} (g-mole)(MJ)/(ppm-scm-kcal) (metric units) = 4.674×10^{-6} [(g-mole)(Btu)/(ppm-scf-kcal)] (English units).

C_i = Concentration of sample component “i,” ppm

H_i = net heat of combustion of sample component “i” at 25°C and 760 mm Hg (77°F and 14.7 psi), kcal/g-mole.

(5) EPA Method 18 of appendix A-6 of this part or ASTM D6420-99 (2004) (where the target compound(s) are those listed in Section 1.1 of ASTM D6420-99, and the target concentration is between 150 parts per billion by volume and 100 ppmv) and ASTM D2504-67, 77, or 88 (Reapproved 1993) shall be used to determine the concentration of sample component “i.”

(6) ASTM D2382-76 or 88 or D4809-95 shall be used to determine the net heat of combustion of component “i” if published values are not available or cannot be calculated.

(7) EPA Method 2, 2A, 2C, or 2D of appendix A-7 of this part, as appropriate, shall be used to determine the actual exit velocity of a flare. If needed, the unobstructed (free) cross-sectional area of the flare tip shall be used.

(h) The owner or operator shall determine compliance with section G.6.1 or section G.6.2 as follows:

(1) The percent of valves leaking shall be determined using the following equation:

$$\%V_L = (V_L / V_T) * 100$$

Where:

$\%V_L$ = Percent leaking valves.

V_L = Number of valves found leaking.

V_T = The sum of the total number of valves monitored.

(2) The total number of valves monitored shall include difficult-to-monitor and unsafe-to-monitor valves only during the monitoring period in which those valves are monitored.

(3) The number of valves leaking shall include valves for which repair has been delayed.

(4) Any new valve that is not monitored within 30 days of being placed in service shall be included in the number of valves leaking and the total number of valves monitored for the monitoring period in which the valve is placed in service.

(5) If the process unit has been subdivided in accordance with section G.5.5(c)(1)(ii), the sum of valves found leaking during a monitoring period includes all subgroups.

(6) The total number of valves monitored does not include a valve monitored to verify repair.

G.8 Recordkeeping and Reporting Requirements

(a) *Recordkeeping requirements.* Each owner or operator subject to the VOC equipment leak requirements specified in section G shall maintain the records specified in paragraphs (a)(1) through (10), as applicable, onsite or at the nearest local field office for at least five years.

(1) An owner or operator of more than one facility subject to the requirements of section G may comply with the recordkeeping requirements for these facilities in one recordkeeping system if the system identifies each record by each facility.

(2) The owner or operator shall record the information specified in paragraphs (a)(2)(i) through (v) of this section for each monitoring event required by sections G.5.3, G.5.5, G.5.6, G.5.9, and G.6.2.

(i) Monitoring instrument identification.

(ii) Operator identification.

(iii) Equipment identification.

(iv) Date of monitoring.

(v) Instrument reading.

(3) When each leak is detected as specified in sections G.5.3, G.5.5, G.5.6, G.5.9, and G.6.2, the following information shall be recorded in a log and shall be kept for 2 years in a readily accessible location:

(i) The instrument and operator identification numbers and the equipment identification number, except when indications of liquids dripping from a pump are designated as a leak.

(ii) The date the leak was detected and the dates of each attempt to repair the leak.

(iii) Repair methods applied in each attempt to repair the leak.

(iv) Maximum instrument reading measured by EPA Method 21 of appendix A-7 of this part at the time the leak is successfully repaired or determined to be non-repairable, except when a pump is repaired by eliminating indications of liquids dripping.

(v) "Repair delayed" and the reason for the delay if a leak is not repaired within 15 calendar days after discovery of the leak.

(vi) The signature of the owner or operator (or designate) whose decision it was that repair could not be effected without a process shutdown.

(vii) The expected date of successful repair of the leak if a leak is not repaired within 15 days.

(viii) Dates of process unit shutdowns that occur while the equipment is unrepaired.

(ix) The date of successful repair of the leak.

(4) The following information pertaining to the design requirements for closed vent systems and control devices described in section G.5.8 shall be recorded and kept in a readily accessible location:

(i) Detailed schematics, design specifications, and piping and instrumentation diagrams.

(ii) The dates and descriptions of any changes in the design specifications.

(iii) A description of the parameter or parameters monitored, as required in section G.5.8(e), to ensure that control devices are operated and maintained in conformance with their design and an explanation of why that parameter (or parameters) was selected for the monitoring.

(iv) Periods when the closed vent systems and control devices required in sections G.5.2 and G.5.3 are not operated as designed, including periods when a flare pilot light does not have a flame.

(v) Dates of startups and shutdowns of the closed vent systems and control devices required in sections G.5.2 and G.5.3.

(5) The following information pertaining to all equipment subject to the requirements in sections G.5.1 to G.5.9 shall be recorded in a log that is kept in a readily accessible location:

(i) A list of identification numbers for equipment subject to the requirements of this rule.

(ii)(A) A list of identification numbers for equipment that are designated for no detectable emissions under the provisions of sections G.5.3(e) and G.5.5(f).

(B) The designation of equipment as subject to the requirements of sections G.5.3(e) or section G.5.5(f) shall be signed by the owner or operator. Alternatively, owner or operator may establish a mechanism¹⁶¹ with their permitting authority that satisfies this requirement.

(C) A list of equipment identification numbers for pressure relief devices required to comply with section G.5.2.

(iii)(A) The dates of each compliance test as required in sections G.5.2, G.5.3(e), and G.5.5(f).

(B) The background level measured during each compliance test.

(C) The maximum instrument reading measured at the equipment during each compliance test.

(iv) A list of identification numbers for equipment in vacuum service.

(v) Records of the information specified in paragraphs (a)(5)(v)(A) through (F) of this section for monitoring instrument calibrations conducted according to sections 8.1.2 and 10 of EPA Method 21 of appendix A-7 of this part and section G.7(b).

(A) Date of calibration and initials of operator performing the calibration.

(B) Calibration gas cylinder identification, certification date, and certified concentration.

(C) Instrument scale(s) used.

(D) 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 EPA Method 21 of appendix A-7 of this part.

¹⁶¹ The mechanism must be reviewed and approved by EPA through the SIP review process.

(E) Results of each calibration drift assessment required by section G.7(b)(2) (i.e., instrument reading for calibration at end of monitoring day and the calculated percent difference from the initial calibration value).

(F) If an owner or operator makes their own calibration gas, a description of the procedure used.

(vi) The connector monitoring schedule for each process unit as specified in section G.5.9(b)(3)(v).

(vii) Records of each release from a pressure relief device subject to section G.5.2.

(6) The following information pertaining to all valves subject to the requirements of section G.5.5(g) and (h), all pumps subject to the requirements of section G.5.3(g), and all connectors subject to the requirements of section G.5.9(e) shall be recorded in a log that is kept in a readily accessible location:

(i) 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.

(ii) 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.

(7) The following information shall be recorded for valves complying with section G.6.2:

(i) A schedule of monitoring.

(ii) The percent of valves found leaking during each monitoring period.

(8) The following information shall be recorded in a log that is kept in a readily accessible location:

(i) Design criterion required in section G.5.3(d)(5) and explanation of the design criterion; and

(ii) Any changes to this criterion and the reasons for the changes.

(A) The following information shall be recorded in a log that is kept in a readily accessible location for use in determining exemptions:

(1) An analysis demonstrating the design capacity of the natural gas processing plant,

(2) A statement listing the feed or raw materials and products from the processing plant(s) and an analysis demonstrating whether these chemicals are heavy liquids or beverage alcohol, and

(3) An analysis demonstrating that equipment is not in VOC service.

(9) Information and data used to demonstrate that a piece of equipment is not in VOC service shall be recorded in a log that is kept in a readily accessible location.

(10) The following recordkeeping requirements apply to pumps in light liquid service, pressure relief devices in gas/vapor service, valves in gas/vapor service and light liquid service, pumps, valves and connectors in light heavy liquid service and pressure relief devices in light liquid or heavy liquid service, connectors in gas/vapor service and in light liquid service, and alternative standards for valves.

(i) When each leak is detected, as specified in section G.5.2, G.5.3(b)(2), G.5.5, G.5.6, G.5.9 and G.6.2, a weatherproof and readily visible identification, marked with the equipment identification number, must be attached to the leaking equipment. The identification on the pressure relief device may be removed after it has been repaired.

(ii) When each leak is detected, as specified in section G.5.2, G.5.3(b)(2), G.5.5, G.5.6, G.5.9 and G.6.2, the following information must be recorded in a log and shall be kept for 2 years in a readily accessible location:

(A) The instrument and operator identification numbers and the equipment identification number.

(B) The date the leak was detected and the dates of each attempt to repair the leak.

(C) Repair methods applied in each attempt to repair the leak.

(D) “Above 500 ppm” if the maximum instrument reading measured by the methods specified in paragraph (a) of this section after each repair attempt is 500 ppm or greater.

(E) “Repair delayed” and the reason for the delay if a leak is not repaired within 15 calendar days after discovery of the leak.

(F) The signature of the owner or operator (or designate) whose decision it was that repair could not be effected without a process shutdown.

(G) The expected date of successful repair of the leak if a leak is not repaired within 15 days.

(H) Dates of process unit shutdowns that occur while the equipment is unrepaired.

(I) The date of successful repair of the leak.

(J) A list of identification numbers for equipment that are designated for no detectable emissions under the provisions of section G.5. The designation of equipment that has no detectable emissions that is subject to the provisions of section G.5 must be signed by the owner or operator.

(b) *Reporting requirements.* Each owner or operator subject to the VOC equipment leak requirements shall comply with the reporting requirements of paragraphs (b)(1) through (5).

(1) Each owner or operator subject to the equipment leak VOC emission control requirements of section G.5 shall submit semiannual reports to the permitting authority beginning 6 months after a facility becomes subject to VOC emission control requirements of section G.5.8.

(2) The initial semiannual report to the permitting authority shall include the following information:

(i) Process unit identification.

(ii) Number of valves subject to the requirements of section G.5.5, excluding those valves designated for no detectable emissions under the provisions of section G.5.5(f).

(iii) Number of pumps subject to the requirements of section G.5.3, excluding those pumps designated for no detectable emissions under the provisions of section G.5.3(e) and those pumps complying with section G.5.3(f).

(iv) Number of connectors subject to the requirements of section G.5.9.

(v) Number of pressure relief devices subject to the requirements, except for those pressure relief devices designated for no detectable emissions under the provisions of section G.5.2 (a) and those pressure relief devices complying with section G.5.2 (c).

(3) All semiannual reports to the permitting authority shall include the following information:

(i) Process unit identification.

(ii) For each month during the semiannual reporting period,

(A) Number of valves for which leaks were detected as described in section G.5.5(b) or section G.6.2,

(B) Number of valves for which leaks were not repaired as required in section G.5.5(d)(1),

(C) Number of pumps for which leaks were detected as described in section G.5.3(b), (d)(4)(ii)(A) or (B), or (d)(5)(iii),

(D) Number of pumps for which leaks were not repaired as required in section G.5.3(c)(1) and (d)(6),

(E) Number of compressors for which leaks were detected as described in section G.5.3(f),

(F) Number of connectors for which leaks were detected as described in section G.5.9(b)

(G) Number of connectors for which leaks were not repaired as required in section G.5.9(d), and

(H) The facts that explain each delay of repair and, where appropriate, why a process unit shutdown was technically infeasible.

(iii) An owner or operator must include the following information in all semiannual reports:

(A) Number of pressure relief devices for which leaks were detected; and

(B) Number of pressure relief devices for which leaks were not repaired.

(iv) Dates of process unit shutdowns which occurred within the semiannual reporting period.

(v) Revisions to items reported according to paragraph (b)(1) of this section if changes have occurred since the initial report or subsequent revisions to the initial report.

(4) An owner or operator electing to comply with the provisions of section G.6.1 or section G.6.2 shall notify the permitting authority of the alternative standard selected 90 days before implementing either of the provisions.

(5) An owner or operator shall report the results of all performance tests to the permitting authority.

G.9 Definitions

As used in this model rule, all terms not defined in section G for equipment leaks at natural gas processing plants shall have the meaning given them in subpart VVa of part 60 and the following terms shall have the specific meanings given them.

Alaskan North Slope means the approximately 69,000 square-mile area extending from the Brooks Range to the Arctic Ocean.

Equipment, as used in the standards and requirements in this rule relative to the equipment leaks of 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 rule.

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.

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.

Flare means a thermal oxidation system using an open (without enclosure) flame. Completion combustion devices as defined in this section are not considered flares.

Gas processing plant process unit means equipment 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.

In light liquid service means that the piece of equipment contains a liquid that meets the conditions specified in sections G.7(e) and G.3(e)(2).

In wet gas service means that a piece of equipment (except compressors and sampling connection systems) contains or contacts the field gas before the extraction step at a gas processing plant process unit.

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.

Non-fractionating plant means any gas plant that does not fractionate mixed natural gas liquids into natural gas products.

Onshore means all facilities except those that are located in the territorial seas or on the outer continental shelf.

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.

Underground storage vessel means a storage vessel stored below ground.

H Pneumatic Pumps: VOC Emissions Control Requirements

H.1 Applicability

Each pneumatic pump, which is a natural gas-driven diaphragm pump located at:

(a) A natural gas processing plant; or

(b) A well site. A natural gas-driven diaphragm pump at a well site that is in operation less than 90 days per calendar year is not a source subject to VOC requirements under this rule provided that the owner/operator keeps records of the days of operation each calendar year and submits such records to the regulatory authority upon request. For the purposes of this rule, any period of operation during a calendar day counts toward the 90 calendar day threshold.

For purposes of the requirements specified in this section, we refer to these pumps as natural gas-driven pneumatic pumps.

H.2 What VOC Emission Reduction Requirements Apply to Natural Gas-Driven Pneumatic Pumps?

For each natural gas-driven pneumatic pump, you must comply with the VOC emission control requirements, based on VOC, in either paragraph (a) or (b)(1) of this section, as applicable.

(a) Each natural gas-driven pneumatic pump at a natural gas processing plant must have a VOC emission rate of zero.

(b)(1) For each natural gas-driven pneumatic pump at a well site, you must reduce natural gas emissions by 95.0 percent, except as provided in paragraphs (b)(2), (3) and (4) of this section.

(2) You are not required to install a control device solely for the purpose of complying with the 95.0 percent reduction requirement of paragraph (b)(1) of this section. If you do not

have a control device installed on site by the compliance date established by your regulatory authority and you do not have the ability to route to a process, then you must comply instead with the provisions of paragraph (b)(2)(i) and (ii) of this section.

(i) Submit a certification in accordance with section H.5(b)(1)(i) in your next annual report, certifying that there is no available control device or process on site and maintain the records in section H.5(a)(1)(i) and (ii).

(ii) If you subsequently install a control device or have the ability to route to a process, you are no longer required to submit the certification in section H.2(b)(2)(i) and must submit the information in section H.5(b)(2) in your next annual report and maintain the records in sections H.5(a)(1)(i), (ii) and (iii) and H.5(a)(2). You must be in compliance with the requirements of paragraph (b)(1) of this section within 30 days of startup of the control device or within 30 days of the ability to route to a process.

(3) If the control device available on site is unable to achieve a 95.0 percent reduction and there is no ability to route the emissions to a process, you must still route the natural gas-driven pneumatic pump's emissions to that existing control device. If you route the pneumatic pump to a control device installed on site that is designed to achieve less than a 95.0 percent reduction, you must submit the information specified in section H.5(b)(1)(iii) in your next annual report and maintain the records in sections H.5(a)(1)(i), (ii) and (iii) and H.5(a)(2).

(4) If you determine, through an engineering assessment, that routing a pneumatic pump to a control device or a process is technically infeasible, the requirements specified in paragraph (b)(4)(i) through (iv) of this section must be met.

(i) You must conduct the assessment of technical infeasibility in accordance with the criteria in paragraph (b)(4)(iii) of this section and have it certified by a qualified professional engineer in accordance with paragraph (b)(4)(ii) of this section.

(ii) The following certification, signed and dated by the qualified professional engineer shall 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 section H.2(b)(4)(iii) of this rule. 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 there are penalties for knowingly submitting false information.”

(iii) The assessment of technical feasibility to route emissions from the pneumatic pump to an existing control device on site or to a process must include, but is not limited to, safety considerations, distance from the control device, pressure losses and differentials in the closed vent system and the ability of the control device to handle the pneumatic pump emissions which are routed to them. You must prepare the assessment of technical infeasibility under the direction or supervision of the qualified professional engineer who signs the certification in accordance with paragraph (b)(2)(ii) of this section.

(iv) You must maintain the records specified in section H.5(a)(1)(iv).

(5) If the pneumatic pump is routed to a control device or a process and the control device or process is subsequently removed from the location or is no longer available, you are no longer required to be in compliance with the requirements of paragraph (b)(1) of this section, and instead must comply with paragraph (b)(2) of this section and report the change in your next annual report in accordance with section H.5(b)(2)(iii).

(c) If you use a control device or route to a process to reduce emissions, you must connect the natural gas-driven pneumatic pump subject to VOC emission control requirements through a closed vent system that meets the requirements of section D.1(b).

(d) You must demonstrate initial compliance with standards that apply to natural gas-driven pneumatic pumps subject to VOC emission requirements as required by section H.3.

(e) You must demonstrate continuous compliance with standards that apply to natural gas-driven pneumatic pump sources subject to VOC emission requirements as required by section H.4.

(f) You must perform the reporting as required by section H.5(b) and the recordkeeping as required by H.5(a).

H.3 Initial Compliance Demonstration Requirements

You must demonstrate initial compliance by the compliance date established by your regulatory authority by demonstrating compliance with the VOC emission control requirements for natural gas-driven pneumatic pumps specified in paragraphs (a) through (h) of this section, as applicable.

(a) If you own or operate a pneumatic pump located at a natural gas processing plant, your pneumatic pump must be driven by a gas other than natural gas, resulting in zero VOC emissions.

(b) If you own or operate a natural gas-driven pneumatic pump located at a well site, you must reduce emissions in accordance with section H.2(b)(1), and you must collect the pneumatic pump emissions through a closed vent system that meets the requirements of section D.1(b).

(c) If you own or operate a natural gas-driven pneumatic pump located at a well site and there is no control device or process available on site, you must submit the certification in section H.5(b)(1)(i).

(d) If you own or operate a natural gas-driven pneumatic pump located at a well site, and you are unable to route to an existing control device due to technical infeasibility, and you are unable to route to a process, you must submit the certification in section H.5(b)(1)(ii).

(e) If you own or operate a natural gas-driven pneumatic pump located at a well site and you reduce emissions in accordance with section H.2(b)(3), you must collect the pneumatic pump emissions through a closed vent system that meets the requirements of section D.1(b).

(f) If you are required to collect emissions from a natural gas-driven pneumatic pump through a closed vent system, you must conduct the initial closed vent system inspection required in section D.2 by the date established by your regulatory authority.

(g) You must include a listing of the natural gas-driven pneumatic pumps subject to VOC emission requirements specified in paragraphs (a) through (e) of this section in the initial annual report submitted for your natural gas-driven pneumatic pump according to the requirements of section H.5(b).

(h) You must maintain the records as specified in section H.5(a) for each natural gas-driven pneumatic pump subject to the VOC emission control requirements of section H.

H.4 Continuous Compliance Demonstration Requirements

For each natural gas-driven pneumatic pump you must demonstrate continuous compliance according to paragraphs (a) and (b) of this section.

(a) If you are required to collect emissions from a natural gas-driven pneumatic pump through a closed vent system, you must conduct the periodic closed vent system inspections required in section D.2, as applicable.

(b) You must submit the annual reports required by section H.5(b) and maintain the records as specified in section H.5(a).

H.5 Recordkeeping and Reporting Requirements

(a) *Recordkeeping requirements.*

(1) For each natural gas-driven pneumatic pump subject to VOC emission control requirements, you must maintain the records identified in paragraphs (a)(1)(i) through (v) of this section, as applicable, onsite or at the nearest local field office for at least five years.

(i) Records of the date that an individual natural gas-driven pneumatic pump is required to comply with the rule (as established by the regulatory authority), location and manufacturer specifications for each natural gas-driven pneumatic pump.

(ii) Records of deviations in cases where the natural gas-driven pneumatic pump was not operated in compliance with the requirements specified in section H.2.

(iii) Records on the control device used for control of emissions from a natural gas-driven pneumatic pump including the installation date, manufacturer's specifications, and if the control device is designed to achieve less than a 95.0 percent emission reduction, a design evaluation or manufacturer's specifications indicating the percentage reduction the control device is designed to achieve.

(iv) Records substantiating a claim according to H.2(b)(4) that it is technically infeasible to capture and route emissions from a pneumatic pump to a control device or process, including the qualified professional engineer certification according to H.2(b)(4)(ii) and the records of the engineering assessment of technical infeasibility performed according to H.2.(b)(4)(iii).

(v) You must retain copies of all certifications, engineering assessments and related records for a period of five years and make them available if directed by the regulatory authority.

(2) If you are required to collect emissions from a natural gas-driven pneumatic pump through a closed vent system, you must maintain the records identified in paragraphs (a)(2)(i) through (iv) of this section, as applicable, onsite or at the nearest local field office for at least five years.

(i) Records of each closed vent system inspection required under section D.2(a) and (b).

(ii) If you are subject to the bypass requirements of section D.1(b)(3), a record of each inspection or a record of each time the key is checked out or a record of each time the alarm is sounded.

(iii) If you are subject to the closed vent system no detectable emissions requirements of section D.2(e), records of the monitoring conducted in accordance with section D.2(e).

(iv) For each closed vent system routing to a control device or process, the records of the assessment conducted according to section D.1(b)(4):

(A) A copy of the assessment conducted according to section D.1(b)(4);

(B) A copy of the certification according to section D.1(b)(4)(i); and

(C) The owner or operator shall retain copies of all certifications, assessments and any related records for a period of five years, and make them available if directed by the regulatory authority.

(b) Reporting Requirements.

For each natural gas-driven pneumatic pump subject to VOC emission control requirements, annual reports are required to include the information specified in paragraphs (b)(1) through (4) of this section.

(1) In the initial annual report, a certification that the natural gas-driven pneumatic pump meets one of the conditions described in paragraphs (b)(1)(i), (ii) or (iii) of this section.

(i) No control device or process is available on site.

(ii) A control device or process is available on site and the owner or operator has determined in accordance with H.2(b)(4) that it is technically infeasible to capture and route the emissions to the control device or process.

(iii) Emissions from the natural gas-driven pneumatic pump are routed to a control device or process. If the control device is designed to achieve less than 95.0 percent emissions reduction, specify the percent emissions reductions the control device is designed to achieve.

(2) For any natural gas-driven pneumatic pump which has been previously reported as required under paragraph (b)(1) of this section and for which a change in the reported condition has occurred during the reporting period, provide the identification of the natural gas-driven pneumatic pump and the date it was previously reported and a certification that the pneumatic pump meets one of the conditions described in paragraphs (b)(2)(i), (ii) or (iii) or (iv) of this section.

(i) A control device has been added to the location and the pneumatic pump now reports according to paragraph (b)(1)(iii) of this section.

(ii) A control device has been added to the location and the pneumatic pump now reports according to paragraph (b)(1)(ii) of this section.

(iii) A control device or process has been removed from the location or otherwise is no longer available and the pneumatic pump now report according to paragraph (b)(1)(i) of this section.

(iv) A control device or process has been removed from the location or is otherwise no longer available and the owner or operator has determined in accordance with H.2(b)(4) through an engineering evaluation that it is technically infeasible to capture and route the emissions to another control device or process.

(3) Records of deviations specified in paragraph (a)(1)(ii) of this section that occurred during the reporting period.

(4) If you are required to collect emissions from a natural gas-driven pneumatic pump through a closed vent system, the records specified in paragraphs (a)(2)(i), (ii), (iii) and (iv)(B) of this section.

H.6 Definitions

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 applying for or subject to a permit 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 facilities subject to requirements:

(i) The designated representative in so far as actions, standards, requirements, or prohibitions under title IV of the Clean Air Act or the regulations promulgated thereunder are concerned; or

(ii) The designated representative for any other purposes under part 60.

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 in this subpart during startup, shutdown, or malfunction, regardless of whether or not such failure is permitted by this subpart.

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. 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 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 depression valve, or an isolated or standalone Joule-Thompson skid is not a natural gas processing plant.

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.

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.

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.

Well means a hole drilled for the purpose of producing oil or natural gas, or a well into which fluids are injected.

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.

I Fugitive Emissions Components VOC Emissions Control Requirements

I.1 Applicability

(a) The collection of fugitive emission components at a well site with wells that produce, on average, greater than 15 barrel equivalents per day. The fugitive emissions requirements of this section do not apply to well sites that only contain wellheads. Whether a separate tank battery surface site is subject to this rule has no effect on the status of a well site that only contains wellheads.

(b) The collection of fugitive emission components at a gathering and boosting station located from the wellhead to the point of custody transfer to the natural gas transmission and storage segment or to an oil pipeline.

I.2 What VOC Emission Control Requirements Apply to the Collection of Fugitive Emission Components at a Well Site and a Gathering and Boosting Station?

For fugitive emissions, VOC emission control requirements apply to the collection of fugitive emission components at a well site and gathering and boosting station (that is located from the wellhead to the point of custody transfer to the natural gas transmission and storage segment or to an oil pipeline), as specified in paragraphs (a) through (f) of this section for monitoring the collection of fugitive emission components. These requirements are independent of the closed vent system and cover requirements in section D. The collection of fugitive emissions at a well site with a gas to oil ratio of less than 300 scf of gas per barrel of oil produced are subject only to the requirements in paragraph (g) of this section.

(a) You must monitor all fugitive emission components, as defined in section I.6, in accordance with paragraphs (b) through (e) of this section and section I.2(a) and I.3(a). You must

repair all sources of fugitive emissions in accordance with paragraph (f) of this section. You must keep records in accordance with section I.5(a) and report in accordance with section I.5(b). For purposes of this section, fugitive emissions are defined as: any visible emission from a fugitive emission component using optical gas imaging or an instrument reading of 500 ppm or greater using EPA Method 21.

(b) You must develop an emissions monitoring plan that covers the collection of fugitive emission components at well sites and gathering and boosting stations within each company-defined area in accordance with paragraphs (c) and (d) of this section.

(c) Fugitive emissions monitoring plans must include the elements specified in paragraphs (c)(1) through (c)(8) of this section, at a minimum.

(1) Frequency for conducting surveys. Monitoring surveys must be conducted at least as frequently as required by sections I.3 and section I.4 of this section.

(2) Technique for determining fugitive emissions (*i.e.*, EPA Method 21 at 40 CFR part 60, appendix A-7, or optical gas imaging).

(3) Manufacturer and model number of fugitive emission detection equipment to be used.

(4) Procedures and timeframes for identifying and fixing fugitive emission 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 (f) 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 optical gas imaging, your plan must also include the elements specified in paragraphs (c)(7)(i) through (vii) of this section.

(i) Verification that your optical gas imaging equipment meets the specifications of paragraphs (c)(7)(i)(A) and (B) of this section. This verification is an initial verification and may be performed by the facility, by the manufacturer, or by a third party. For purposes of complying with the fugitive emissions monitoring program with optical gas imaging, a fugitive emission is defined as any visible emissions observed using optical gas imaging.

(A) Your optical gas imaging equipment must be capable of imaging gases in the spectral range for the compound of highest concentration in the potential fugitive emissions.

(B) Your optical gas imaging 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 ≤ 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 EPA Method 21 at 40 CFR part 60, appendix A-7, your plan must also include the elements specified in paragraphs (c)(8)(i) and (ii) of this section. For the purposes of complying with the fugitive emissions monitoring program using EPA Method 21, a fugitive emission is defined as an instrument reading of 500 ppm or greater.

(i) Verification that your monitoring equipment meets the requirements specified in Section 6.0 of EPA Method 21 at 40 CFR part 60, appendix A-7. For purposes of instrument capability, the fugitive emissions definition shall be 500 ppm 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 site-specific fugitive emission definition that would be equivalent to 500 ppm 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 EPA Method 21 at 40 CFR part 60, appendix A-7, including Section 8.3.1.

(d) Each fugitive emissions monitoring plan must include the elements specified in paragraphs (d)(1) through (d)(4) of this section, at a minimum, as applicable.

(1) Sitemap.

(2) If you are using OGI, a defined observation path that ensures that all fugitive emissions components are within sight of the path. The observation path must account for interferences.

(3) If you are using EPA Method 21, your plan must also include a list of fugitive emissions components to be monitored and the method for determining location of fugitive

emissions components to be monitored in the field (*e.g.*, tagging, identification on a process and instrumentation diagram, etc.).

(4) Your plan must also include the written plan developed for all of the fugitive emission components designated as difficult-to-monitor in accordance with section I.4(a)(3), and the written plan for fugitive emission components designated as unsafe-to-monitor in accordance with section I.4(a)(4).

(e) Each monitoring survey shall observe each fugitive emissions component, as defined section I.6, for fugitive emissions.

(f) Each identified source of fugitive emissions shall be repaired or replaced in accordance with paragraphs (f)(1) and (2) of this section. For fugitive emissions components also subject to the repair provisions of sections A.4(d)(4) through (7) and D.2(e)(9) through (12), those provisions apply instead to those closed vent system and covers, and the repair provisions of paragraphs (f)(1) and (2) of this section do not apply to those closed vent systems and covers.

(1) Each identified source of fugitive emissions shall be repaired or replaced as soon as practicable, but no later than 30 calendar days after detection of the fugitive emissions.

(2) If the repair or replacement is technically infeasible, would require a vent blowdown, a gathering and boosting station shutdown, a well shutdown or well shut-in, or would be unsafe to repair during operation of the unit, the repair or replacement must be completed during the next gathering and boosting station shutdown, well shutdown, well shut-in, after an unscheduled, planned or emergency vent blowdown or within 2 years, whichever is earlier.

(3) Each repaired or replaced fugitive emissions component must be resurveyed as soon as practical, but no later than 30 days after being repaired or replaced, to ensure that there are no fugitive emissions.

(i) For repairs that cannot be made during the monitoring survey when the fugitive emissions are initially found, the operator may resurvey the repaired fugitive emissions components using EPA Method 21 or optical gas imaging within 30 days of being repaired.

(ii) For each repair or replacement 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 for identification purposes. The digital photograph must include the date that the photograph was taken, 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 EPA Method 21 to resurvey the repaired fugitive emissions components, are subject to the resurvey provisions specified in paragraphs (f)(3)(iii)(A) and (B) of this section.

(A) A fugitive emissions component is repaired when the EPA Method 21 instrument indicates a concentration of less than 500 ppm above background or when no soap bubbles are observed when the alternative screening procedures specified in section 8.3.3 of EPA Method 21 are used.

(B) Operators must use the EPA 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 EPA Method 21.

(iv) Operators that use optical gas imaging to resurvey the repaired fugitive emissions components, are subject to the resurvey provisions specified in paragraphs (f)(3)(iv)(A) and (B) of this section.

(A) A fugitive emissions component is repaired when the optical gas imaging instrument shows no indication of visible emissions.

(B) Operators must use the optical gas imaging monitoring requirements specified in paragraph (c)(7) of this section.

(g) For each well with less than 300 scf of gas per stock tank barrel of oil produced, you must comply with paragraphs (g)(1) and (g)(2) of this section.

(1) You must determine the gas to oil ratio of your well using generally accepted methods.

(2) You must maintain the records specified in section I.5 (a)(4)

I.3 Initial Compliance Demonstration

To achieve initial compliance with the fugitive emission standards for each collection of fugitive emissions components at a well site and each collection of fugitive emissions components at a gathering and boosting station, you must comply with paragraphs (a) through (e) or (f), if applicable, of this section.

(a) You must develop a fugitive emissions monitoring plan as required in sections I.2(b), (c), and (d).

(b) You must conduct an initial monitoring survey as required in paragraphs (b)(1) and (2), as applicable

(1) Each well site with a collection of fugitive emissions components must conduct an initial monitoring survey within 60 days of becoming subject to VOC emission control requirements of section I.

(2) Each gathering and boosting station with a collection of fugitive emissions components must conduct an initial monitoring survey within 60 days of being subject to VOC emission control requirements of section I.

(c) You must maintain the records specified in section I.5(a).

(d) You must repair or replace each identified source of fugitive emissions as required in section I.2(f).

(e) You must submit the initial annual report for each collection of fugitive emissions components at a well site and each collection of fugitive emissions components at a gathering and boosting station as required in section I.5(b).

(f) You must determine the gas to oil ratio of your well using generally accepted methods and maintain the records specified in section I.5(a)(4).

I.4 Continuous Compliance Demonstration

For each collection of fugitive emissions components at a well site and each collection of fugitive emissions components at a gathering and boosting station, you must demonstrate continuous compliance with the fugitive emission standards specified in section I.2 according to paragraphs (a) through (d) or (e), if applicable, of this section.

(a) You must conduct periodic monitoring surveys of each collection of fugitive emissions components at a well site and a gathering and boosting station subject to VOC emission control requirements under section I at the frequencies specified in paragraphs (a)(1) and (a)(2) of this section, with the exceptions noted in paragraphs (a)(3) through (a)(5) of this section.

(1) A monitoring survey of each collection of fugitive emissions components at a well site within a company-defined area must be conducted at least semiannually after the initial survey. Consecutive semiannual monitoring surveys must be conducted at least 4 months apart.

(2) A monitoring survey of the collection of fugitive emissions components at a gathering and boosting station within a company-defined area must be conducted at least quarterly after the initial survey. Consecutive quarterly monitoring surveys must be conducted at least 60 days apart.

(3) 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 (a)(3)(i) through (iv) of this section.

(i) A written plan must be developed for all of the fugitive emissions components designated difficult-to-monitor. This written plan must be incorporated into the fugitive emissions monitoring plan required by sections I.2(b), (c), and (d).

(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-to-monitor.

(iv) The plan must include a schedule for monitoring the difficult-to-monitor fugitive emissions components at least once per calendar year.

(4) 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 unsafe-to-monitor must meet the specifications of paragraphs (a)(4)(i) through (iv) of this section.

(i) A written plan must be developed for all of the fugitive emissions components designated unsafe-to-monitor. This written plan must be incorporated into the fugitive emissions monitoring plan required by sections I.2(b), (c), and (d).

(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-to-monitor.

(5) The requirements of paragraph (a)(2) of this section are waived for any collection of fugitive emissions components at a gathering and boosting station located within an area that has an average calendar month temperature below 0°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 (a)(2) of this section shall not be waived for two consecutive quarterly monitoring periods.

(b) You must repair or replace each identified source of fugitive emissions as required in section I.2(f).

(c) You must maintain the records specified in section I.5(a).

(d) You must submit annual reports for each collection of fugitive emissions components at a well site and each collection of fugitive emissions components at a gathering and boosting station as required in section I.5(b).

(e) You must recalculate the gas to oil ratio of your well using generally accepted methods annually and maintain the records as required in section I.5(a)(4).

I.5 Recordkeeping and Reporting Requirements

(a) For each collection of fugitive emissions components at a well site and each collection of fugitive emissions components at a gathering and boosting station, the records identified in paragraphs (a)(1) through (3), and (a)(4), if applicable of this section shall be maintained onsite or at the nearest local field office for at least five years.

(1) The fugitive emissions monitoring plan as required in I.2(b), (c), and (d).

(2) The records of each monitoring survey as specified in paragraphs (a)(2)(i) through (ix) of this section.

(i) Date of the survey.

(ii) Beginning and end time of the survey.

(iii) Name of operator(s) performing survey. You must note the training and experience of the operator.

(iv) Monitoring instrument used.

(v) When optical gas imaging is used to perform the survey, one or more digital photographs or videos, captured from the optical gas imaging instrument used for conduct of monitoring, of each required monitoring survey being performed. The digital photograph must include the date the photograph was taken and the latitude and longitude of the collection of fugitive emissions components at a well site or collection of fugitive emissions components at a gathering and boosting station imbedded within or stored with the digital file. As an alternative to imbedded latitude and longitude within the digital file, the digital photograph or video may consist of an image of the monitoring survey being performed with a separately operating GPS device within the same digital picture or video, provided the latitude and longitude output of the GPS unit can be clearly read in the digital image.

(vi) Fugitive emissions component identification when EPA Method 21 is used to perform the monitoring survey.

(vii) Ambient temperature, sky conditions, and maximum wind speed at the time of the survey.

(viii) Any deviations from the monitoring plan or a statement that there were no deviations from the monitoring plan.

(ix) Documentation of each fugitive emission, including the information specified in paragraphs (a)(2)(ix)(A) through (L) of this section.

(A) Location.

(B) Any deviations from the monitoring plan or a statement that there were no deviations from the monitoring plan.

(C) Number and type of components for which fugitive emissions were detected.

(D) Number and type of difficult-to-monitor and unsafe-to-monitor fugitive emission components monitored.

(E) Instrument reading of each fugitive emissions component that requires repair when EPA Method 21 is used for monitoring.

(F) Number and type of fugitive emissions components that were not repaired as required in section I.2(f).

(G) Number and type of components that were tagged as a result of not being repaired during the monitoring survey when the fugitive emissions were initially found as required in section I.2(f)(3)(ii).

(H) If a fugitive emissions component is not tagged, a digital photograph or video of each fugitive emissions component that could not be repaired during the monitoring survey when the fugitive emissions were initially found as required in section I.2(f)(3)(ii). The digital photograph or video must clearly identify the location of the component that must be repaired. Any digital photograph or video required under this paragraph can also be used to meet the requirements under paragraph (a)(2)(v) of this section, as long as the photograph or video is taken with the optical gas imaging instrument, includes the date and the latitude and longitude are either imbedded or visible in the picture.

(I) Repair methods applied in each attempt to repair the fugitive emissions components.

(J) Number and type of fugitive emission components placed on delay of repair and explanation for each delay of repair.

(K) The date of successful repair of the fugitive emissions component.

(L) Instrumentation used to resurvey a repaired fugitive emissions component that could not be repaired during the initial fugitive emissions finding.

(3) For the collection of fugitive emissions components at a gathering and boosting station, if a monitoring survey is waived under section I.4(a)(5), you must maintain records of the average calendar month temperature, including the source of the information, for each calendar month of the quarterly monitoring period for which the monitoring survey was waived.

(4) For the collection of fugitive emissions at a well site with a gas to oil ratio of less than 300 scf per stock barrel of oil produced, you must maintain:

(A) A record of the gas to oil ratio analyses documenting a gas to oil ratio of less than 300 scf per stock barrel of oil produced, conducted pursuant to sections I.3(f) and I.4(e).

(B) The location of the well and the United States Well ID Number.

(C) A record of the determination 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.

(b) Annual reports shall be submitted for the collection of fugitive emissions components at each well site and the collection of fugitive emissions components at each gathering and boosting station within the company-defined area, that are subject to VOC emission control requirements under section I. Each annual report shall include the records of each monitoring survey including the information specified in paragraphs (b)(1) through (12) of this section. For the collection of fugitive emissions components at a gathering and boosting station, if a monitoring survey is waived under section I.4(a)(5), you must include in your annual report the fact that a monitoring survey was waived and the calendar months that make up the quarterly monitoring period for which the monitoring survey was waived. Multiple collection of fugitive emissions components at a well site or collection of fugitive emissions as a gathering and boosting station subject to VOC emission control requirements under section I may be included in a single annual report.

(1) Date of the survey.

(2) Beginning and end time of the survey.

(3) Name of operator(s) performing survey. If the survey is performed by optical gas imaging, you must note the training and experience of the operator.

(4) Ambient temperature, sky conditions, and maximum wind speed at the time of the survey.

(5) Monitoring instrument used.

(6) Any deviations from the monitoring plan or a statement that there were no deviations from the monitoring plan.

(7) Number and type of components for which fugitive emissions were detected.

(8) Number and type of fugitive emissions components that were not repaired as required in section I.2(f).

(9) Number and type of difficult-to-monitor and unsafe-to-monitor fugitive emission components monitored.

(10) The date of successful repair of the fugitive emissions component.

(11) Number and type of fugitive emission components placed on delay of repair and explanation for each delay of repair.

(12) Type of instrument used to resurvey a repaired fugitive emissions component that could not be repaired during the initial fugitive emissions finding.

I.6 Definitions

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 applying for or subject to a permit 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 facilities subject to requirements:

(i) The designated representative in so far as actions, standards, requirements, or prohibitions under title IV of the Clean Air Act or the regulations promulgated thereunder are concerned; or

(ii) The designated representative for any other purposes under part 60.

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 in this subpart during startup, shutdown, or malfunction, regardless of whether or not such failure is permitted by this subpart.

Gathering and boosting station means any permanent combination of one or more compressors that collects natural gas from well sites and moves the natural gas at increased pressure into gathering pipelines to the natural gas processing plant or into the pipeline. The combination of one or more compressors located at a well site, or located at an onshore natural gas processing plant, is not a gathering and boosting station for purposes of this section.

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.

Intermediate hydrocarbon liquid means any naturally occurring, unrefined petroleum liquid.

Flow line means a pipeline used to transport oil and/or gas to a processing facility or a mainline pipeline.

Fugitive emissions component means any component that has the potential to emit fugitive emissions of VOC at a well site or gathering and boosting station including, but not limited to, valves, connectors, pressure relief devices, open-ended lines, flanges, covers and closed vent systems not subject to section A.2(c) or (d) or section D, thief hatches or other openings on a controlled storage vessel not subject to section A, 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 gas discharged from the device's vent is not considered a fugitive emission. Emissions originating from other than the vent, such as the thief hatch on a controlled storage vessel, would be considered fugitive emissions.

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.

Well means a hole drilled for the purpose of producing oil or natural gas, or a well into which fluids are injected.

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 purposes of the fugitive emissions standards at section I.1, well site also means a separate tank battery surface site collecting crude oil, condensate, intermediate hydrocarbon liquids, or produced water from wells not located at the well site (*e.g.*, centralized tank batteries).

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.

United States
Environmental Protection
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Office of Air Quality Planning and Standards
Sector Policies and Programs Division
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The Texas Commission on Environmental Quality (TCEQ, agency, commission) adopts the amendments to §§115.111, 115.112, 115.119, 115.121, and 115.357 and new §§115.170 - 115.181, and 115.183.

Amended §§115.111, 115.112, 115.119, 115.121, and 115.357, and new §115.180 and §115.181, are adopted *without changes* to the proposed text as published in the January 29, 2021, issue of the *Texas Register* (46 TexReg 767) and, therefore, will not be republished. New §§115.170 - 115.179 are adopted *with changes* to the proposed text as published in the January 29, 2021, issue of the *Texas Register* (46 TexReg 767) and, therefore, will be republished.

The new and amended sections of Chapter 115 will be submitted to the United States Environmental Protection Agency (EPA) as revisions to the State Implementation Plan (SIP).

Background and Summary of the Factual Basis for the Adopted Rules

The 1990 Federal Clean Air Act (FCAA) Amendments (42 United States Code (USC), §§7401 *et seq.*) require the EPA to establish primary National Ambient Air Quality Standards (NAAQS) that protect public health and to designate areas as either in attainment or nonattainment with the NAAQS, or as unclassifiable. Each state is required to submit a SIP to the EPA that provides for attainment and maintenance of the NAAQS.

FCAA, §172(c)(1) requires that the SIP incorporate all reasonably available control

measures, including reasonably available control technology (RACT), for sources of relevant pollutants. The EPA defines RACT as the lowest emission limitation that a particular source is capable of meeting by the application of control technology that is reasonably available considering technological and economic feasibility (44 *Federal Register* (FR) 53761, September 17, 1979). For a nonattainment area classified as moderate and above, FCAA, §182(b)(2)(A) requires the state to submit a SIP revision that implements RACT for sources of volatile organic compounds (VOC) addressed in a control techniques guidelines (CTG) document issued between November 15, 1990 and the area's attainment date.

The CTG documents provide information to assist states and local air pollution control authorities in determining RACT for specific emission sources. The CTG documents describe the EPA's evaluation of available information, including emission control options and associated costs, and provide the EPA's RACT recommendations for controlling emissions from these sources. The CTG documents do not impose any legally binding regulations or change any applicable regulations. The EPA's guidance on RACT indicates that states can choose to implement the CTG recommendations, implement an alternative approach, or demonstrate that additional control for the CTG emission source category is not technologically or not economically feasible in the area.

Under the 2008 eight-hour ozone NAAQS, Texas has two ozone nonattainment areas that meet the requirement to address VOC RACT for sources covered by these CTG documents. The two ozone nonattainment areas are the Dallas-Fort Worth (DFW) area

consisting of Collin, Dallas, Denton, Ellis, Johnson, Kaufman, Parker, Rockwall, Tarrant, and Wise Counties and the Houston-Galveston-Brazoria (HGB) area consisting of Brazoria, Chambers, Fort Bend, Galveston, Harris, Liberty, Montgomery, and Waller Counties. These areas are both designated serious nonattainment for the 2008 eight-hour ozone NAAQS, effective September 23, 2019 (84 FR 44238), with an attainment date of July 20, 2021.

On October 20, 2016, the EPA issued the *Control Techniques Guidelines for the Oil and Natural Gas Industry* (EPA-453/B-16-001) (oil and gas CTG) that recommended VOC RACT requirements for existing oil and natural gas industry sources (81 FR 74798). As permitted under FCAA, §182(b)(2)(C), the oil and gas CTG directed states to submit SIP revisions addressing VOC RACT for the emission sources addressed in the oil and gas CTG by October 27, 2018.

On March 9, 2018, the EPA proposed a potential withdrawal of the oil and gas CTG (83 FR 10478) predicated on its reconsideration of the 2016 Oil and Natural Gas Sector New Source Performance Standard (NSPS) and the fact that the recommendations made in the oil and gas CTG were fundamentally linked to the conclusions in the 2016 NSPS.

Therefore, the TCEQ did not initiate rulemaking to address the CTG. The TCEQ submitted comments to the EPA in support of withdrawal of this CTG. Subsequently, on May 22, 2019, the EPA indicated on its Unified Agenda that it planned to release a supplemental notice of a potential withdrawal. However, the EPA did not publish any supplemental notice nor did the EPA take any other formal action to finalize the withdrawal. On January 22, 2020, the Center for Biological Diversity and the Center for Environmental

Health filed a lawsuit against the EPA for failure to take action concerning nine states (including Texas) that did not submit RACT SIP revisions for the oil and gas CTG by October 27, 2018. On October 29, 2020, the EPA issued the finding of failure to submit in *Center for Biological Diversity, et al., v. Wheeler*, No. 3:20-cv-00448 (N.D. Cal.) indicating that under FCAA, §110(c), such a finding triggers an obligation for the EPA to promulgate a federal implementation plan no later than two years after issuance of the finding for states that have not submitted, and for which the EPA has not approved, the required RACT SIP submittal. The notice further indicated that if the EPA failed to find a RACT SIP submittal complete within 18 months of the effective date of the finding notice, the offset sanction in FCAA, §179(b)(2) for the affected ozone nonattainment area would apply. Subsequently, six months after the offset sanction is imposed, the highway funding sanction will be triggered for the affected ozone nonattainment area in accordance with FCAA, §179(b)(1), if EPA finds the RACT SIP submittal is incomplete. This rulemaking fulfills Texas' obligation to address RACT for the oil and gas CTG and revise the SIP to include the adopted RACT rules.

The EPA's oil and gas CTG addresses VOC emissions from specific types of equipment in the oil and natural gas industry. Specifically, storage tanks, centrifugal and reciprocating compressors, pneumatic pumps, pneumatic controllers, and fugitive emission components, which is a specifically defined term, at different points in the industry are recommended for VOC emission control. The EPA's recommendations were based on review of its 1983 Guidelines Series report "Control of VOC Equipment Leaks from Natural Gas/Gasoline Processing Plants" (December 1983, EPA-450/3-83-007); the

technical support documents for multiple revisions of the "Standards of Performance for Crude Oil and Natural Gas Production, Transmission, and Distribution" NSPS; existing state regulations; and information on costs, emissions, and available VOC emission control technologies. The model rules in the appendices of the EPA's oil and gas CTG, for which the RACT recommendations in the oil and gas CTG are based, mirror the 2016 NSPS and the Standards of Performance for Equipment Leaks of VOC in the Synthetic Organic Chemicals Manufacturing Industry for which Construction, Reconstruction, or Modification Commenced After November 7, 2006 (November 16, 2007) in 40 Code of Federal Regulations (CFR) Part 60, Subpart VVa, for fugitive emission components at a natural gas processing plant.

The oil and gas CTG included model rule language that states may rely on to develop rule language; however, the model rule language was not recommended or presumed by the EPA to be RACT, except where explicitly discussed. The EPA's oil and gas CTG also provided recommendations on developing compliance procedures, such as monitoring, testing, reporting, and recordkeeping for the types of equipment addressed in the document. These recommendations were in addition to the recommendations of the RACT level of control and were generally consistent with the approach used in the existing Chapter 115 rules of establishing cohesive and comprehensive rules to support demonstration of the RACT level of control for a particular source type. The commission developed the RACT requirements and other requirements supporting the implementation of RACT, such as monitoring and recordkeeping requirements, using elements of both the model rule language and the existing Chapter 115 rule

requirements. Although the commission adopts some rule requirements consistent with the model rule language, the commission is not adopting the model rules wholesale for this rulemaking and does not consider all of the model rules to be necessary for the implementation of RACT for the oil and gas CTG emission source categories.

Certain equipment covered by the EPA's oil and gas CTG is currently regulated under the Chapter 115 rules. The commission specifically excludes such equipment from the existing rule applicable to the equipment beginning on the January 1, 2023 compliance date for the new rules. The commission does not intend to subject a particular piece of equipment to the same requirements in two separate rules.

To keep together the new and existing RACT provisions for oil and gas production and gas processing in the DFW and HGB areas, the existing RACT rule requirements necessary to maintain RACT for storage tanks currently regulated under Chapter 115, Subchapter B, Division 1 and the new RACT requirements for the other types of equipment covered under the EPA's oil and gas CTG is placed into Subchapter B, new Division 7. Language is also adopted in Chapter 115 Subchapters B, Divisions 1 and 2 and Subchapter D, Division 3 to reflect the change in the Chapter 115 rule applicability for the types of equipment currently required to comply with existing rule requirements but that will be subject to the Subchapter B, new Division 7 rule requirements upon the compliance date. The adopted revisions to the existing rules do not interfere with RACT currently in place for this equipment and are not intended to amend any requirements for the types of equipment that are not addressed by this rulemaking.

Demonstrating Noninterference under FCAA, §110(l)

The revisions adopted in this rulemaking establish new rule language for centrifugal compressors; reciprocating compressors; storage tanks (located between the wellhead and custody transfer); pneumatic pumps; pneumatic controllers; natural gas processing plant fugitive emission components; and well site and gathering and boosting station fugitive emission components in the DFW and HGB areas, as required under FCAA, §172(c)(1) and §182(b)(2) for nonattainment areas classified as moderate and above. The adopted rule requirements, including inspection, testing, and control efficiency requirements affect some equipment types currently subject to the Chapter 115 rules and affect new types of equipment that are not currently regulated in the Chapter 115 rules. Storage tanks and fugitive emission components at a natural gas processing plant are already covered under existing Chapter 115 rules. The other types of equipment in the adopted regulation are generally not subject to the existing rules. In the instances where the other types of equipment are subject to existing Chapter 115 rules, the adopted rules in Subchapter B, Division 7 are at least as stringent as those existing rules. Therefore, the commission determined that the adopted revisions will not negatively affect the status of the state's progress towards attainment with the ozone NAAQS, will not interfere with control measures, and will not prevent reasonable further progress toward attainment of the ozone NAAQS.

Section by Section Discussion

The commission adopts non-substantive changes to update the rules in accordance with

current *Texas Register* style and format requirements, improve readability, establish consistency in the rules, and conform to the standards in the Texas Legislative Council Drafting Manual, September 2020. These non-substantive changes are not intended to alter the existing rule requirements in any way and are not specifically discussed in this preamble.

SUBCHAPTER B: GENERAL VOLATILE ORGANIC COMPOUND SOURCES

DIVISION 1: STORAGE OF VOLATILE ORGANIC COMPOUNDS

§115.111, Exemptions

The commission adopts the exemption in §115.111(a)(14) for storage tanks in the DFW and HGB areas specifying the tanks that will no longer be included in the applicability for Subchapter B, Division 1 when compliance is achieved with Subchapter B, Division 7.

Compliance with Subchapter B, Division 7 is required no later than the compliance date of January 1, 2023. These tanks will not be covered under or subject to any requirement of Subchapter B, Division 1 rules after December 31, 2022 and will instead be covered under and subject to the requirements in the adopted Subchapter B, Division 7 rules. Crude oil and condensate storage tanks in the DFW and HGB areas subject to the requirements in Subchapter B, Division 1 are not subject to the Subchapter B, Division 7 rules will remain subject to the existing requirements. This change in applicability is necessary as a result of combining the adopted rules that address the oil and gas CTG into one division. The owner or operator must continue to comply with the applicable requirements in the Subchapter B, Division 1 rules until compliance with the Subchapter B, new Division 7 rules is achieved, on or before January 1, 2023. The commission intends for there to be

no gap in applicable requirements for the storage tanks that are currently subject to these rules but that will be subject to the Subchapter B, Division 7 rules by the January 1, 2023 compliance date.

§115.112, Control Requirements

The commission adopts amended §115.112(e) to reflect the change in applicability for the crude oil and condensate storage tanks in the DFW and HGB areas currently subject to the rules in Subchapter B, Division 1. Additionally, the compliance date for this subsection is deleted because it has passed and is no longer needed. The adopted amendment to subsection (e) specifies that beginning January 1, 2023, the requirements in the subsection no longer apply to storage tanks storing crude oil or condensate that are subject to adopted Subchapter B, Division 7. This adoption is intended to exclude from Subchapter B, Division 1, all storage tanks subject to the compliance requirements of Subchapter B, Division 7, including those that currently store crude oil or condensate but that do not meet the criteria in §115.112(e)(4) or (5) to control the flashed emissions from the tank. The commission determined in this rulemaking that because it is economically and technologically feasible to control such storage tanks with at least 6.0 tons per year (tpy) of VOC emissions, the adopted new control requirements in Division 7 are applied to storage tanks at a threshold lower than the existing major source threshold in current §115.112(e)(4) or (5) requiring flash emission control. The applicability of the control requirements in Subchapter B, Division 1 is based on different metrics than the metrics used to determine applicability to the Subchapter B, Division 7 rules. For this reason, it is possible for a single tank or group of storage tanks required to control VOC

emissions in accordance with existing subsection (e)(1) to be exempt from the control requirements in Subchapter B, Division 7. Although such tanks will not be subject to Subchapter B, Division 1 beginning on the compliance date in Subchapter B, Division 7, these tanks are required to continue to comply with the same control requirements in existing §115.112(e) that currently apply. To facilitate this compliance and prevent potential backsliding, the §115.112(e) control requirements are adopted in new §115.175.

§115.119, Compliance Schedules

The commission adopts amended §115.119 by deleting subsection (b)(2), renumbering the subsequent paragraph, and adding subsection (h) specifying that in Brazoria, Chambers, Collin, Dallas, Denton, Ellis, Fort Bend, Galveston, Harris, Johnson, Kaufman, Liberty, Montgomery, Parker, Rockwall, Tarrant, Waller, and Wise Counties, the owner or operator of a storage tank storing crude oil or condensate are required to continue to comply with the requirements in the Subchapter B, Division 1 rules until compliance with the requirements in Subchapter B, new Division 7 is achieved or until compliance is required on January 1, 2023, whichever is earlier. The commission intends for there to be no gap in compliance as affected storage tanks shift from coverage under Subchapter B, Division 1 to coverage under Subchapter B, Division 7.

SUBCHAPTER B: GENERAL VOLATILE ORGANIC COMPOUND SOURCES

DIVISION 2: VENT GAS CONTROL

§115.121, Emission Specifications

The commission adopts amendments to §115.121(a)(1) to provide an exception for

compressors that are subject to Subchapter B, new Division 7 for emissions from compressor rod packing that are contained and routed through a vent from being subject to §115.121(a)(1) beginning when compliance is achieved with the adopted Subchapter B, Division 7 rules, which is required no later than January 1, 2023. Adopted Subchapter B, Division 7 rules apply to reciprocating compressors upstream of the point where custody of produced products occurs (or if the same company that produces the products also distributes, fractionates, or compresses them, to the point(s) where natural gas enters the distribution system(s), or the products enter an interstate pipeline, a fractionation plant, or a liquified petroleum gas or liquified natural gas production site) and include requirements to control VOC emissions from rod packing such as those currently covered under the vent gas rules in Subchapter B, Division 2. To avoid subjecting the rod packing to dual rule applicability and to accommodate combining the adopted rules that address the EPA's oil and gas CTG into one division, the commission adopts the change to §115.121(a)(1). The TCEQ does not expect any backsliding issues because the control efficiency required in Subchapter B, Division 2 for a control device used to reduce VOC emissions from compressor rod packing is 90% but increases to 95% in the adopted Subchapter B, Division 7 rules.

The owner or operator should continue to comply with the applicable requirements in the Subchapter B, Division 2 rules until compliance with the Subchapter B, new Division 7 rules is achieved, on or before January 1, 2023. The commission intends for there to be no gap in applicable requirements for those compressors that are currently subject to these rules but that will be subject to the Subchapter B, Division 7 rules on or before the

January 1, 2023 compliance date.

SUBCHAPTER B: GENERAL VOLATILE ORGANIC COMPOUNDS SOURCES

DIVISION 7: OIL AND NATURAL GAS IN OZONE NONATTAINMENT AREAS

§115.170, Applicability

The commission adopts new §115.170 to establish applicability for the new requirements adopted in Subchapter B, Division 7. The adopted new section specifies that the requirements in Subchapter B, Division 7 apply to certain oil and gas equipment in the DFW and HGB areas, as these areas are currently defined in §115.10. The applicability listed in §115.170 is recommended in the oil and gas CTG and incorporated into Subchapter B, Division 7 to ensure RACT is addressed for the types of equipment in the DFW and HGB areas specified in the EPA's CTG. Each type of equipment specified in adopted new §115.170 exists in the DFW and HGB areas; therefore, the commission is required to address RACT for the equipment per FCAA, §182(b)(2)(A).

The commission adopts new §115.170(1) to specify that the provisions of Subchapter B, Division 7 apply to centrifugal compressors with wet seals and reciprocating compressors used to transfer VOC gases in a transport piping system downstream of the wellhead. The applicability extends to the point where custody is transferred to another owner or operator of a natural gas transmission or storage operation. In response to comment from the EPA on the proposed rule, the applicability for compressors is clarified to reflect the EPA's oil and gas CTG-recommended applicability, which is to exclude controlling compressors at the well site, adopted consistent with the CTG in §115.173. The proposed

applicability mirrored the EPA's model rule language and was intended to be consistent with the EPA's oil and gas CTG but is being clarified to avoid confusion.

The commission adopts new §115.170(2) to specify that pneumatic controllers in use between a wellhead and either a natural gas processing plant or point of custody transfer to a crude oil pipeline, inclusively, are subject to Subchapter B, Division 7. The existing Chapter 115 rules do not limit the VOC emissions from a pneumatic controller.

The commission adopts new §115.170(3) to specify that any pneumatic pump located at a well site or a natural gas processing plant is subject to Subchapter B, Division 7. The existing Chapter 115 rules do not limit the VOC emissions from a pneumatic pump.

The commission adopts new §115.170(4) to specify that storage tanks in use at a well site through the point where custody of the oil is transferred to a pipeline or where the natural gas stream enters a distribution system, inclusively, are subject to Subchapter B, Division 7. The EPA recommended, as described in the oil and gas CTG, all storage tanks in all segments of the oil and gas industry except the distribution segment, be subject to RACT. The adopted applicability is the same as in the existing Subchapter B, Division 1 rules; however, the criteria that determine the control requirements that are applicable are different in adopted Subchapter B, new Division 7 than in the existing rules. The Subchapter B, Division 1 rule applicability for storage tanks, adopted as storage tanks in Subchapter B, Division 7, for crude oil or condensate storage is based on capacity and vapor pressure of the material stored, for requirements other than flash emission control

requirements. For such flash emission control requirements in existing Subchapter B, Division 1, applicability in §115.112(e)(4) and (5) is based on annual throughput of condensate and total annual flash emissions of equal to or greater than the major source thresholds for the DFW and HGB areas.

The commission adopts new §115.170(5) to specify that fugitive emission components at oil and natural gas production well sites, natural gas processing plants, or natural gas gathering or boosting stations, are subject to Subchapter B, Division 7.

For both the Subchapter D, Division 3 rules and the rules adopted in Subchapter B, Division 7, the types of operation are expected to be the same; however, the threshold at which the monitoring requirements are triggered differs. The existing exemptions in Subchapter D, Division 3 specify that those plant sites covered by a single account number with less than 250 components in VOC service are exempt from the requirements in that division except for recordkeeping. In adopted Subchapter B, new Division 7, a site is required to comply with monitoring and associated requirements regardless of the number of components at a single account. This was a recommendation in the EPA's oil and gas CTG, and it is determined to be both technologically and economically reasonable to ensure fugitive VOC emissions are minimized.

§115.171, Definitions

The commission adopts new §115.171 to define 18 terms used in Subchapter B, Division 7. Some of the terms are refinements of existing definitions in §115.10 or in 30 TAC

§101.1 and will be specific to the adopted rules for implementation of RACT in Subchapter B, Division 7. All terms not defined in §§101.1, 115.10, or 115.171 are intended to have the same meaning used in the oil and gas CTG, except where explicitly indicated. In response to comments from the EPA, discussed in the Response to Comments section of this preamble, definitions are added for heavy liquid service, light liquid service, and wet gas service. In addition, the commission adopts the definition of natural gas processing plant. The subsequent paragraphs are renumbered to accommodate the additional definitions. Additionally, the definitions for fugitive emission components and well site are revised from proposal based on comments from the EPA.

The commission adopts new §115.171(1) to define centrifugal compressor as equipment that raises the pressure of natural gas using mechanical rotating vanes or impellers. Excluded from the definition are axial, screw, sliding vane, and liquid ring compressors. The adopted definition is used to identify a category of equipment for which seal emissions will be regulated by the adopted new rule requirements.

The commission adopts new §115.171(2) to define closure device. The examples provided of closure devices include thief hatches, pressure relief valves, pressure-vacuum relief valves, access hatches, and other closures. This adopted definition mirrors the existing definition in §115.110 for VOC storage tanks. The definition in §115.110 does not apply universally to the other divisions within Chapter 115 and is therefore defined in Subchapter B, Division 7 to clearly convey what is meant by a closure device and to

maintain consistent terminology for a smooth transition for the owners and operators currently subject to the Subchapter B, Division 1 rules but who will be subject to the Subchapter B, Division 7 rules no later than January 1, 2023.

The commission adopts new §115.171(3) to define difficult-to-monitor as equipment requiring that personnel be lifted off of a surface by more than two meters to perform an inspection. This definition indicates the components intended to qualify for an alternative monitoring frequency in the fugitive emission component rules and in the monitoring and inspection rules. This term is described in the existing Subchapter D, Division 3 rules as it is defined in adopted new paragraph (3). The EPA's oil and gas CTG also described difficult-to-inspect as difficult-to-monitor as described in paragraph (3). The commission uses "monitor" instead of "inspect" to be consistent with the existing Chapter 115 rules.

For the purposes of adopted Subchapter B, Division 7 only, the commission adopts new §115.171(4) to define fugitive emission components as specified components that may leak VOC at the locations specified in the applicability section of Subchapter B, Division 7. Vents and sampling systems are specifically excluded from consideration as fugitive emissions components because they are subject to specific rules. Adopted new §115.171(4)(A) specifies that one location is a natural gas processing plant and identify, with a non-exhaustive list, the types of equipment intended to be covered. Adopted new paragraph (4)(B) specifies that other locations are well sites or gathering and boosting stations and identifies, with a non-exhaustive list, the types of equipment intended to be

covered. In response to comments from the EPA on the proposed rulemaking, adopted new paragraph (4)(A) is revised from proposal to add that compressors that are exempt from the fugitive monitoring requirements in §115.352 and §115.354 on or before December 31, 2022 are excluded from the definition of fugitive monitoring components. Similar to the reasoning for making the change to paragraph (4)(A) for compressor applicability, the commission clarifies the applicability for sampling connection systems. Sampling connection systems that are exempt from the fugitive monitoring requirements in §115.352 and §115.354 on or before December 31, 2022 are excluded from the definition of fugitive monitoring components. These changes are not intended to relax any requirements for components currently required to comply with the requirements in §115.352 and §115.354. The adopted definition excludes closed vent systems and control devices that are not subject to another section in this division that specifies one or more instrument monitoring requirements for the system or device. The same reasoning applies to thief hatches or other closure devices that are subject to the storage tank requirements in §115.175. At well sites and gathering and boosting stations, devices that vent as part of normal operations, such as natural gas-driven pneumatic controllers or natural gas-driven pumps, are not fugitive emission components. This definition, and thus the corresponding fugitive monitoring requirements in adopted new §115.177, do not apply to the equipment regulated in adopted new §§115.173 - 115.175 because those rules establish the RACT requirements, including monitoring, for the equipment covered in those sections. Based on comments from the EPA, as discussed in the Response to Comments section of this preamble, adopted paragraph (4)(B) adds clarification that compressor seals addressed in §115.173 are not included as fugitive emission

components. An additional revision to §115.173(4)(B) clarifies that compressors at well sites are included in the definition of fugitive emission component. These revisions are to ensure consistency with the intent of the oil and gas CTG recommendations.

The commission adopts new §115.171(5) to define a gathering and boosting station as a combination of one or more compressors collecting natural gas from well sites and moving it into gathering pipelines supplying a natural gas processing plant or into a pipeline. This adopted definition provides clarification on the locations where the rules are applicable to certain equipment. This definition is recommended in the oil and gas CTG model rule language for fugitive emission component monitoring and specifies that compressors located at a well site or onshore natural gas processing plant are not considered a gathering and boosting station for purposes of those rules. The definition in adopted new §115.171(5) does not specify that the exclusion applies only to the §115.177 fugitive emission component monitoring rule. This term is used in other parts of this adopted new Subchapter B, Division 7 and is described in the oil and gas CTG for these other types of equipment consistent with the definition, but not explicitly defined in the other model rule language appendices. To ensure the term is applied as intended to all rules in this adopted Subchapter B, Division 7, the adopted definition does not specify that the exclusion only applies to fugitive emission component monitoring.

In response to comments from the EPA on the proposed rulemaking, the commission adds at adoption new §115.171(6) to define heavy liquid service. This defined term is in the existing definitions in §115.10 but is defined in §115.171(6) slightly differently for

consistency with the oil and gas CTG model rule language definition of heavy liquid service. The adopted definition only applies in the Subchapter B, Division 7 rules.

In response to comments from the EPA on the proposed rulemaking, the commission adds new §115.171(7) to define light liquid service. This adopted term is defined as equipment containing a liquid that meets the specified conditions. This defined term is in the existing definitions in §115.10 but is defined in §115.171(6) slightly differently for consistency with the oil and gas CTG model rule language definition of light liquid service. The adopted definition only applies in the Subchapter B, Division 7 rules.

Adopted new §115.171(8) is adopted to define natural gas processing plant. The adopted definition is identical to the definition in the oil and gas CTG and is intended to be the meaning of the term as it is used in Subchapter B, Division 7.

The commission adopts new §115.171(9), proposed as §115.171(6), to define a pneumatic controller as an automated instrument activated by gas pressure and to characterize it primarily by its emission characteristics. Adopted new §115.171(6)(A) specifies that continuous bleed pneumatic controllers receive a continuous flow of natural gas that is vented continuously at a rate that may vary over time. Subparagraph (A) further specifies that these controllers are subdivided into two types based on their bleed rate. Adopted new §115.171(9)(A)(i) indicates the bleed rate of low bleed controllers and adopted new §115.171(9)(A)(ii) indicates the bleed rate of high bleed controllers. Adopted new §115.171(9)(B) defines intermittent bleed or snap-acting pneumatic controllers as

releasing gas only when opening or closing a valve or when throttling gas flow. Adopted new §115.171(9)(C) specifies zero-bleed pneumatic controllers do not bleed natural gas to the atmosphere because they release gas to a downstream pipeline.

The commission adopts new §115.171(10), proposed as §115.171(7), to define pneumatic pump as a diaphragm pump powered by pressurized natural gas. In general, pneumatic pumps are devices that use gas pressure to drive a fluid by raising or reducing the pressure of the fluid by means of a positive displacement, but only pneumatic pumps driven by natural gas under pressure are regulated under Subchapter B, Division 7.

The commission adopts new §115.171(11), proposed as §115.171(8), to define a reciprocating compressor as operating by positive displacement, employing linear movement of the driveshaft. This is one of the types of compressors that will be regulated in Subchapter B, Division 7.

The commission adopts new §115.171(12), proposed as §115.171(9), to define rod packing as a specific type of seal to limit leaks or as other mechanisms that provide the same function. This definition is needed to identify the specific reciprocating compressor component targeted by the control requirements for reciprocating compressors because the rod packing is the source of VOC emissions for this equipment type.

The commission adopts new §115.171(13), proposed as §115.171(10), to define the term route to a process. This term is used to represent a control option used throughout

Subchapter B, Division 7 for most of the equipment subject to Subchapter B, Division 7. The different forms of the verb "route" in this defined term vary when used throughout the adopted new division as needed for syntax, but the varying forms are not intended to change the meaning of the term in the rules.

The commission adopts new §115.171(14), proposed as §115.171(11), to define a storage tank as a tank, stationary vessel, or a container accumulating crude oil, condensate, intermediate hydrocarbon liquids, or produced water that is constructed primarily of non-earthen materials. The adopted definition is based on the oil and gas CTG definition and is similar to the existing definition in §115.110 of "Storage tank;" however, the adopted definition explicitly incorporates produced water. Although a produced water tank is not included in the definition in §115.110, the material is covered by those rules because it contains crude oil or condensate. Since the terms in §115.110 do not apply to the rules in Subchapter B, Division 7, defining "Storage tank" separately is appropriate.

The commission adopts new §115.171(15), proposed as §115.171(12), to define unsafe-to-monitor as equipment that presents an imminent or potential danger during monitoring. This definition indicates the components intended to qualify for an alternative monitoring frequency in the fugitive emission component and inspection and monitoring rules. This term is consistent with the existing Subchapter D, Division 3 rules. The oil and gas CTG also described unsafe-to-inspect as unsafe-to-monitor is described in paragraph (15). The commission uses "monitor" instead of "inspect" to be consistent with the existing Chapter 115 rules.

The commission adopts new §115.171(16), proposed as §115.171(13), to define vapor recovery unit. This term is used throughout Subchapter B, Division 7 as a control requirement option available to an affected owner or operator. This term is defined in existing §115.110 and is intended to be used in the same manner as it is currently used for VOC storage tanks.

The commission adopts new §115.171(17), proposed as §115.171(14), to define well site to establish one of the locations that meet the applicability to be subject to the requirements in Subchapter B, Division 7 for which equipment covered under this rule is located. In response to comments on this proposed rulemaking, the definition is expanded to include the definition of surface site from the EPA's oil and gas CTG model rule. In addition, the adopted definition is revised to clarify that the meaning of surface site only applies to the requirements in Subchapter B, Division 7 and is not intended to conflict with Chapters 116 and 122. This clarification is intended to ensure there is no inadvertent impacts to other programs for which a regulated entity could be subject to in addition to these adopted rules.

In response to comments on the proposed rulemaking, the commission adds new §115.171(18) to define the term wet gas service as a piece of equipment that contains or contacts the field gas before the extraction step at a gas processing plant process unit. The term as defined in the EPA's oil and gas CTG model rule excludes compressors and sampling connection systems. As discussed in the Response to Comments section, not all

compressors and sampling connection systems are excluded from the §115.177 requirements. For this reason, the definition does not exclude these components from the definition to avoid inadvertently excluding a fugitive emission component. This term is only used in the fugitive emission component monitoring requirements.

§115.172, Exemptions

Adopted new §115.172 lists the exemptions that apply to applicable equipment subject to Subchapter B, Division 7. Some of the adopted exemptions replicate those in existing §115.111 for storage tanks and in §115.137 for fugitive emission components. The adopted amendment adds exemptions for storage tanks and fugitive emission components beyond the exemptions for this equipment in existing Chapter 115 rules, as well as provides exemptions for newly regulated equipment types in adopted Subchapter B, new Division 7. The adopted new exemptions are based on RACT recommendations in the oil and gas CTG and in the model rule language.

The commission requested comment on whether the proposed exemptions are appropriate for the equipment subject to Subchapter B, Division 7 considering technological and economic feasibility.

The commission adopts new §115.172(a) to provide exemptions for certain equipment and to specify how records supporting the applicability of an exemption to a specific unit will need to be kept in accordance with the recordkeeping and reporting requirements developed in this adopted rulemaking. Additional recordkeeping requirements for some

exemptions are listed in the paragraph of the specific exemption.

Adopted new §115.172(a)(1) exempts certain boilers and process heaters that meet specified criteria from the testing and monitoring requirements of Subchapter B, Division 7, as recommended by the EPA's oil and gas CTG. Adopted new §115.172(a)(1)(A) specifies one group of boilers and process heaters that uses a vent gas stream from equipment subject to Subchapter B, Division 7 as the primary fuel or as a comingled supplemental fuel. Adopted new subparagraph (B) specifies another group of boilers and process heaters as those with a design heat input capacity of 44 megawatts (149.6 million British thermal units per hour) or greater. This exemption is provided in the model rule language and is adopted for Subchapter B, Division 7 because the commission expects that these process heaters and boilers are subject to testing and monitoring for regulated pollutants other than VOC and thus do not need to comply with the requirements in adopted Subchapter B, Division 7.

The commission adopts new §115.172(a)(2) to exempt pneumatic pumps that operate fewer than 90 days per calendar year located at well sites. This adopted exemption is consistent with the RACT recommendation in the EPA's oil and gas CTG to not apply controls to these types of pumps. The commission expects that the VOC emissions from these pumps will be negligible and controlling them is not reasonable. To clarify the intended meaning of the exemption in §115.172(a)(2), the commission revises the placement of "well site" in the definition to avoid confusion about the application of the exemption.

The commission adopts new §115.172(a)(3) to exempt, except for the control requirements in adopted new §115.175(b) or (c), any storage tank that meets any of the parameters of adopted new §115.172(a)(3)(A) - (E). Adopted new subsection (a)(3)(A) exempts storage tanks if the potential to emit (PTE) VOC is less than 6.0 tpy, as calculated in accordance with adopted §115.175(c)(2). Adopted new subsection (a)(3)(B) exempts storage tanks if the actual VOC emissions without controls are less than 4.0 tpy, as calculated in accordance with §115.175(c)(1). The PTE limit of less than 6.0 tpy and the actual emission limit of less than 4.0 tpy are the thresholds for which RACT is recommended to apply to storage tanks in the oil and gas CTG. The CTG-recommended limits do not have decimal places, meaning the actual values could be rounded down to the recommended limits and still be in compliance with such limits. However, the commission adopts the VOC tpy thresholds identified for storage tanks with two significant figures to maintain consistency with other Chapter 115 limits and previous, but still valid, EPA guidance. The EPA's guidance, a memo on Performance Test Calculation Guidelines regarding the NSPS and National Emissions Standards for Hazardous Air Pollutants (NESHAP) (June 6, 1990), recommends using two, but no more than three, significant figures for emission limits. This approach helps with the enforceability of a standard by eliminating ambiguity associated with only one significant figure.

Adopted new §115.172(a)(3)(C) exempts process vessels such as surge control vessels, bottom receivers, or knockout vessels. Adopted new subsection (a)(3)(D) exempts

pressure vessels if they are designed to operate at pressures above 29.7 pounds per square inch absolute (psia) without emissions to the atmosphere. Adopted new subsection (a)(3)(E) exempts movable vessels (either skid-mounted or permanently attached to trucks, railcars, barges, ships, or other mobile units) that are intended to be located at a site for less than 180 consecutive days. Such movable vessels are generally not considered part of the site but can be present for specific purposes (e.g., transporting products or other materials, used in maintenance or repair, etc.) at a site. These exceptions are recommended in the EPA's oil and gas CTG and do not interfere with the existing VOC storage tanks subject to the Subchapter B, Division 1 rules. These exemptions are adopted to make clear which tanks are not affected.

Adopted new §115.172(a)(4) exempts fugitive emission components at a natural gas processing plant that contact a process fluid that contains less than 1.0% VOC by weight. This is an existing exemption provided in the Subchapter D, Division 3 rules and continues to be appropriate because minimal VOC emissions are expected from these components.

The commission adopts new §115.172(a)(5) to exempt pumps and compressors from the fugitive monitoring requirements of §115.177, except from repair requirements in §115.177(c), if they are not otherwise specified in §115.173 and §115.174 and if they are equipped with a shaft sealing system to detect or prevent emissions. The adopted exemption covers seal systems including, but not limited to, dual pump seals with barrier fluid at higher pressure than the process pressure, seals degassing to vent control

systems that are in good working order, and seals equipped with automatic detection and alarm systems for seal failures. This exemption mirrors an existing current Subchapter D, Division 3 exemption, except for the inclusion of the examples of sealless and submerged pumps that could qualify for the exemption, which is not intended to affect the equipment exempted in §115.172(a)(5). The EPA's CTG recommended exempting any centrifugal compressor with a dual dry-shaft sealing system from control requirements, including the fugitive emission component monitoring requirements. A detection or prevention system specified in the exemption is sufficient to provide at least an equivalent level of control as the §115.177 monitoring requirements. Such a system provides an alert when vapors are emitted in real time, whereas the §115.177 monitoring requirements specify a schedule for conducting a monitoring survey to detect leaks, which would likely not identify the leak as quickly.

Adopted new §115.172(a)(6) exempts insulated components from the instrument monitoring requirements of §115.177 and §115.178 where insulation makes a component inaccessible to monitoring with a hydrocarbon gas analyzer. This exemption mirrors an exemption in the current Subchapter D, Division 3 natural gas processing plant regulations that exempt from instrument monitoring requirements fugitive emission components that are inaccessible due to insulation. This exemption is consistent with the EPA's model rule language. This exemption is adopted as new subsection (a)(6) and includes crude oil and natural gas wells and natural gas gathering and boosting stations. The commission expects that there may be certain components or pieces of equipment regulated in adopted new §§115.173 - 115.175 for which monitoring may be difficult, but

inspections via audio, visual, or olfactory means may reveal leaks. In response to a comment from the EPA on the proposed rulemaking, as discussed in the Response to Comments section of this preamble, the exemption from monitoring requirements for components inaccessible due to insulation is revised to apply at natural gas processing plants.

Adopted new §115.172(a)(7) exempts certain sampling connection systems from the requirements of Subchapter B, Division 7, except recordkeeping in adopted new §115.180(2). The systems must be in compliance with 40 CFR §63.166(a) and (b) to qualify for this exemption. This exemption is currently provided and is adopted to maintain the option for an owner or operator currently affected by this exemption to continue to use this exemption as a means of complying with the rules. In response to comments by the EPA on the proposed rulemaking, the commission clarifies that this exemption is only intended to continue to apply to natural gas processing plants, as it does in the existing Subchapter D, Division 3 rules. Although sampling connection systems at natural gas processing plants are not recommended in the EPA's oil and gas CTG as fugitive emission components, the existing Subchapter D, Division 3 rules do not specifically exempt such components and for this reason if there is a sampling connection system that is currently required to comply with the Division 3 monitoring requirements, it would need to continue to be in compliance with fugitive monitoring requirements. As discussed elsewhere in this Section by Section discussion, a sampling connection system required to comply with the monitoring requirements in Subchapter D, Division 3 on or before December 31, 2022, it would continue to be a fugitive emission

component in the adopted new Subchapter B, Division 7 rules. This exemption mirrors the exemption in §115.357(11) and is consistent with EPA's oil and gas CTG recommendation to implement requirements equivalent to fugitive monitoring requirements under 40 CFR Part 60, Subpart VVa.

Adopted new §115.172(a)(7), proposed as §115.172(a)(8), exempts fugitive emission components located at a well site with one or more wells that produce, on average, 15 or less barrel equivalents or less day. The EPA recommended in the oil and gas CTG that RACT not apply to these components and the commission determined, consistent with the CTG, that the VOC emissions expected from these low-producing wells are minimal.

Adopted new §115.172(b) exempts equipment used only for materials other than products from a well site and equipment used after the point of custody transfer from the division requirements.

Adopted §115.172(c) provides an exemption for centrifugal compressors when wet seals are retrofitted with a dual mechanical or other equivalent dry seal control system. The exemption applies to compressors that are subject to Subchapter B, Division 7 rules on or after the compliance date in §115.183. The commission recognizes, as discussed in the oil and gas CTG, that an owner or operator may retrofit the wet seals on a centrifugal compressor that would otherwise meet the applicability of Subchapter B, Division 7 before the seal retrofit. Once this change is made, the compressor no longer meets the definition of a centrifugal compressor and does not meet applicability criteria. The owner

or operator, therefore, is not obligated to demonstrate compliance with the control requirements or any associated requirements. Because the RACT recommendation is controlling the VOC emissions from a centrifugal compressor with wet seals, the owner or operator is not obligated to continue to comply with the provisions applicable to the compressor prior to the retrofit, after retrofit.

The commission adopts §115.172(d) exempting after the appropriate compliance date in §115.183 a pneumatic pump or controller from Subchapter B, Division 7 if changes are made such that the pump or controller does not meet the respective definitions in Subchapter B, Division 7. For example, a pneumatic controller converted to a solar-powered controller no longer meets the applicability of a pneumatic controller regulated by Subchapter B, Division 7. Like centrifugal compressors, since the RACT recommendation is controlling the VOC emissions from pneumatic pumps and controllers, the unit is no longer subject to any part of the division once the pump or controller no longer meets the appropriate definition in Subchapter B, Division 7. Proposed §115.172(d) is revised to incorporate non-substantive wording changes to help clarify the intended meaning of this adopted exemption.

§115.173, Compressor Control Requirements

The commission adopts new §115.173 to provide control requirements for centrifugal compressors and reciprocating compressors. The commission determined that the use of a control device with at least a 95% control efficiency is appropriate as the RACT level of control for centrifugal compressors with wet seals. Control devices with this level of

control are readily available and can include some combustion equipment that could be used at oil and gas sites such that control also allows the use of emissions as fuel, offsetting part of the costs of control. The commission determined that maintaining rod packing through periodic replacements at set intervals, or routing VOC emissions to a process as an alternative to periodic replacements, is the RACT level of control for reciprocating compressors.

Adopted new §115.173(1) and (2) describes requirements for routing VOC emissions to a process or to a control device using a closed vent system and requires that centrifugal compressors and reciprocating compressors be equipped with a seal cover that forms a continuous impermeable barrier over the entire liquid surface area and that is kept in a sealed position except when necessary work is done on the unit. The closed vent system must be designed and operated to route all gases, vapors, or fumes from the wet seal fluid degassing system or rod packing to the control device under normal operation and to have negative pressure at the inlet for vapors when in operation. The term "Closed vent system" is defined in §101.1 and carries that definition as the intended meaning in adopted Subchapter B, Division 7.

Adopted new §115.173(3) requires that emissions from a centrifugal compressor or reciprocating compressor be controlled by using one of the methods adopted in new §115.173(3)(A) - (E). The use of a control device is a mechanism to achieve the 95% control efficiency, and an owner or operator could choose to install and operate any of a variety of control devices to demonstrate compliance. The control requirements that encompass

the majority of control device options are adopted as paragraph (3)(A), establishing that control devices that are not otherwise specified in the subsequent subparagraphs must achieve a VOC control efficiency of at least 95% or a VOC concentration of equal to or less than 275 parts per million by volume (ppmv), as propane, on a wet basis corrected to 3% oxygen. To demonstrate compliance with these emission limits, the gas stream should be measured at the control device outlet. Adopted new §115.173(3)(A)(i) and (iv) specify conditions that apply to control devices under new paragraph (3). Adopted new clause (i) requires the operation of the control device at all times when VOC is routed to it, allows multiple vents to be routed to the same control device, and specifies where to introduce the vent gas if a boiler or process heater is used as a control device. For sites with a multiple vent setup, if there is a limit lower than 95% for a piece of equipment routed to such control device, the owner or operator is still required to meet the 95% control efficiency for purposes of compliance with this control requirement, unless otherwise specified in the rules. Adopted new clause (ii) requires that operation of the control device must not have visible emissions determined through EPA Method 22 in 40 CFR Part 60, Appendix A-7, Section 11 in accordance with §115.179(e). With this test method, the owner or operator will detect visible emissions or smoke from the control device, which indicates the control device may not be controlling VOC emissions at the 95% control efficiency required in each section of control requirements adopted. These adopted requirements are consistent with the EPA's oil and gas CTG RACT recommendations and model rule language. The model rule language allows multiple vents to be routed to the same control device, specifies vent gas introduction if using boilers or a process heater, and the language is intended to help provide operational

clarification for sites affected by this adopted rulemaking.

Although the option to use a control device to demonstrate compliance with the control requirements is provided for both centrifugal compressors with wet seals and reciprocating compressors in adopted new §115.173(3), the oil and gas CTG did not include it as an option to satisfy RACT for reciprocating compressors. However, it is included in this adopted rulemaking because, as described in the CTG, routing to a process was determined to be equivalent to the 95% control efficiency required of a combustion control device. For this reason, the commission adopts to provide the flexibility for an owner or operator to choose a combustion control device that achieves a 95% control efficiency as the means of compliance because it is at least equivalent to the efficiency of EPA's recommendation to route VOC emissions to a process.

Adopted new §115.173(3)(B) establishes the requirements for flares and requires that a flare be designed and operated in accordance with 40 CFR §60.18(b) - (f), including that the flare must be lit at all times when VOC vapors are routed to the flare and that multiple vents may be routed to a flare. This control requirement for a flare mirrors existing Chapter 115 requirement specifications for flares used as control devices and must meet to the control requirements in adopted new §115.174 and §115.175 identical to the content of adopted §115.173(3)(B). The use of a flare is expected to achieve greater than 95% control efficiency if the operating parameters are continuously met. Although not explicitly required, the requirements in 40 CFR §60.18(f) for flares incorporated by reference in this rulemaking reference the visible emissions test in EPA Method 22 in 40

CFR Part 60, Appendix A-7, Section 11.

Adopted new §115.173(3)(C) provides routing to a process, as defined in adopted new §115.171(12), as a control option if the emissions are compatible with the process and are retained within the process. Routing through a closed vent system to a process is accepted as achieving a 95% control efficiency. The commission considers routing VOC emissions to a process to be a control device, as defined in §101.1, and the requirements that apply to a control device are intended to apply to routing to a process except where the rules are explicit about the exclusion of this option. Although there is no testing, there are monitoring requirements that apply to ensure the integrity of the closed vent system components and to determine if leaks are present.

The commission adopts new §115.173(3)(D) to specify that the reciprocating compressor rod packing may be replaced on or before the compressor has operated for 26,000 hours from the most recent rod packing replacement. The number of hours the compressor operates must be continuously recorded beginning on the appropriate compliance date in §115.183. Adopted new §115.173(3)(E) specifies that the reciprocating compressor rod packing must be replaced within 36 months from the most recent rod packing replacement beginning from the appropriate compliance date in §115.183. The compliance date reference included in proposed paragraphs (3)(D) and (E) is revised to reference §115.183 instead of §115.183(a). This adopted revision is to clarify that whichever compliance date for rod packing replacement hours or number of months until the next rod packing replacement occurs begins at the appropriate time in accordance

with the compliance schedule in §115.183. The owner or operator can choose to comply with any of the options provided in paragraph (3). The provisions in adopted new §115.173(3) are RACT for reciprocating compressors because replacement of rod packing is normal maintenance needed on these compressors and performing the maintenance at the specified interval is expected to control emissions from the packing. The alternatives in §115.173(3)(A) - (C) are expected to achieve at least equivalent control as replacing the rod packing and provide a compliance alternative where those options are conducive to an affected owner or operator's situation.

Adopted new §115.173(4) establishes requirements for a bypass on a closed vent system that could divert any part of the flow of emissions from the control device or process. Adopted new §115.173(4)(A) requires that a flow indicator be installed at the bypass inlet, that the indicator read the flow at least every 15 minutes and cause an alarm to be activated to notify operators to take prompt action to remediate any bypass that occurs, and that the flow indicator be calibrated and maintained. Adopted new §115.173(4)(B) requires that the valve for a bypass system be secured in the non-diverting position with a car-seal of lock-and-key type configuration. These bypass requirements are recommended in the oil and gas CTG and are intended to acknowledge that there are instances in which bypassing the control device is needed for specific reasons, including safety.

§115.174, Pneumatic Controller and Pump Control Requirements

The commission adopts new §115.174 to apply control requirements to pneumatic

pumps and pneumatic controllers at the crude oil and natural gas industry locations specified in the applicability of §115.170. The commission determined that adopted RACT levels of control are consistent with the oil and gas CTG RACT recommendations and adopts them as such for pneumatic equipment in the DFW and HGB areas.

The EPA's RACT recommendation in the oil and gas CTG is that the VOC emission limit for a pneumatic pump at a natural gas processing plant and bleed rates for pneumatic controllers subject to the rule requirements have no decimal places, meaning the actual values could be rounded down to the CTG recommended limits and be in compliance with such limits. However, the commission adopts the VOC emission limit and bleed rate requirements with two significant figures to maintain consistency with other Chapter 115 limits and previous EPA guidance as discussed elsewhere in the Section by Section Discussion of this preamble. This approach helps with the enforceability of a standard by eliminating ambiguity associated with only one significant figure.

Adopted new §115.174(a) establishes the control limits for pneumatic pumps and controllers at a natural gas processing plant. Adopted §115.174(a)(1) specifies that a pneumatic pump drive must not emit VOC emissions to the atmosphere. At proposal, an inadvertent seal requirement for pneumatic pumps was included but is removed from adopted §115.174(a)(1). The commission adopts new §115.174(a)(2) to require the natural gas bleed rate of each single continuous-bleed pneumatic controller be 0.0 standard cubic feet per hour (scfh), based on the oil and gas CTG bleed rate recommendation of "0" scfh.

Adopted new §115.174(b) provides the control limits for a pneumatic pump or controller at locations other than natural gas processing plants. The locations, depending on the type of equipment, that fall under this subsection include those between a wellhead and either a natural gas processing plant or point of custody transfer to a crude oil pipeline.

Adopted new §115.174(b)(1) requires that VOC emissions from each pneumatic pump be reduced by 95%. Adopted new §115.174(b)(2) requires that each pneumatic controller have a natural gas bleed rate of less than or equal to 6.0 scfh. The limit on bleed rate is recommended in the oil and gas CTG as "6" scfh. To achieve this bleed rate, owners or operators could choose to replace high-bleed controllers with low-bleed controllers, to use non-gas driven controllers, or to use enhanced maintenance techniques such as cleaning, tuning, and repairing devices.

The commission adopts new §115.174(c) to specify that a control device under new subsection (c) must meet certain conditions at all times when VOC vapors are routed to it and that multiple vents may be routed to the same control device or process. The conditions specified require that the VOC vapors be routed through a closed vent system, which is designed and operated to route all captured VOC vapor to the process or control device under normal operations, and that the control devices and closed vent systems meet the monitoring, inspection, and testing requirements of this adopted new division. Adopted new (c) also specifies that the vent gas stream must be introduced into the flame zone of the boiler or process heater, if this type of equipment is used as a control device.

Adopted new §115.174(c)(1) provides that a control device used to control the emissions from pneumatic pumps or controllers, other than a flare or routing VOC emissions to a process, must maintain, as demonstrated by monitoring done in accordance with §115.178, a minimum control efficiency of at least 95% or a VOC concentration of equal to or less than 275 ppmv, as propane, on a wet basis corrected to 3% oxygen, with the control efficiency and VOC concentration calculated from the gas stream at the control device outlet. Additionally, §115.174(c)(1) requires that when a boiler or process heater is used as a control device, the vent gases must be introduced into the flame zone of the device. The use of a control device is a mechanism to achieve the 95% control efficiency, and an owner or operator could choose to install and operate any of a variety of control devices to demonstrate compliance. The control requirements that encompass the majority of control device options are in adopted new §115.174(c)(1). Adopted new §115.174(c)(2) provides that a flare used as a control device for pneumatic pumps and controllers must be designed and operated as specified in 40 CFR §60.18(b) - (f) and must be lit at all times when VOC vapors are routed to it. Adopted new §115.174(c)(3) will allow routing to a process as a means of control. Routing to a process is considered equivalent to a 95% control efficiency. The closed vent system needs to be designed and operated to route all gases, vapors, or fumes from the pump or controller to the process. Adopted new §115.174(c)(4) specifies that a control device, other than routing to a process, must operate with no visible emissions as demonstrated using EPA Method 22 (in 40 CFR Part 60, Appendix A-7, Section 11) in accordance with §115.179(e). With this test method, the owner or operator observes the exhaust for smoke from the control device, which would indicate if the control device may not be controlling VOC emissions

sufficiently such that the 95% control efficiency required in each section of control requirements could be achieved. Although flares are not explicitly stated in §115.174(c)(4) as subject to the EPA Method 22 (in 40 CFR Part 60, Appendix A-7, Section 11) requirement, the requirements in 40 CFR §60.18(f) adopted to be incorporated in this rulemaking reference the EPA Method.

Adopted new §115.174(d) establishes requirements for a bypass on a closed vent system that could divert any part of the flow of emissions from the control device or process. Adopted §115.174(d)(1) requires that a flow indicator be installed at each bypass inlet, that the indicator read the flow at least every 15 minutes and cause an alarm to be activated to notify operators to take prompt action to remediate any bypass that occurs, and that the flow indicator be calibrated and maintained. Adopted new §115.174(d)(2) requires that the valve for a bypass system be secured in the non-diverting position with a car-seal or lock-and-key type configuration. These adopted bypass requirements are recommended in the oil and gas CTG and are intended to acknowledge that there are instances in which bypassing the control device may be needed for specific reasons, including safety.

Adopted new §115.174(e) establishes exceptions to the requirements to control emissions from pneumatic pumps or pneumatic controllers. These exceptions are provided in the EPA's oil and gas CTG recommendations to provide flexibility in situations where complying with the control requirements is not reasonable. Adopted new §115.174(e)(1) specifies that the owner or operator is not required to install a control device or route

gases to a process to control the VOC emissions from a pneumatic pump if the well site does not already have a control device onsite and routing to a process is technically infeasible. The EPA's oil and gas CTG recommended only requiring controlling the VOC emissions from a pneumatic pump if there is a control device onsite for other purposes, or if there is no process onsite to which the emissions can be routed. The commission agrees with the EPA's RACT recommendation that requiring the installation of controls is not RACT and is not economically reasonable with a cost per ton of VOC reduced in excess of \$20,000. Once a control device is brought on site for any reason, or if a process becomes available onsite to route the VOC emissions, the owner or operator no longer qualifies for the compliance option in §115.174(e)(1) and needs to comply with the appropriate adopted rule requirements in §115.174. If there are technical feasibility issues associated with controlling the VOC emissions after a control device or routing to a process is available, a demonstration in accordance with adopted new §115.174(e)(3) is required. Adopted new §115.174(e)(2) allows the use of a control device with less than 95% control efficiency, which is already located onsite, to control emissions from a pneumatic pump only if a control device with a 95% or higher control efficiency is not available. This only applies if VOC emissions from the pneumatic pump are technically feasible to control, and the available control device with the highest control efficiency is required to be used. The same monitoring, testing, and recordkeeping requirements apply to such a control device that apply to control devices meeting the 95% control efficiency requirement. The commission determined that it is appropriate for purposes of RACT to include this exception to the 95% control efficiency, since the costs to install new control devices to reduce minor VOC emissions are unreasonable.

Adopted new §115.174(e)(3) allows an owner or operator to demonstrate, as provided in adopted new §115.176(b), that it is technically infeasible to control emissions from a pneumatic pump. Adopted subsection (e)(3) further specifies that after it becomes technically feasible to control the emissions, the owner or operator must comply with the control requirements, must revise the initial report, and must maintain records documenting the change in compliance. These records must be stored in accordance with the recordkeeping requirements maintained on site or at the nearest field office. The EPA recommends allowing for owners and operators to make a demonstration of technical infeasibility at a well site where circumstances such as insufficient gas pressure or control device capacity exist, making it technically infeasible to capture and route pneumatic pump VOC emissions to a control device or process. The commission determined that it is appropriate to include this exception to the 95% control efficiency for pneumatic pumps at well sites for which there is no existing control device as of the appropriate compliance date in §115.183 and for which there is an existing control device that achieves VOC emissions reductions less than 95%.

Adopted new §115.174(e)(4) requires the owner or operator of a pneumatic controller with a functional need for a bleed rate exceeding control requirements adopted in §115.174(a) or (b) to make a determination of functional need as adopted in §115.176(c). Section 115.174(e)(4) further specifies that immediately after the determination is no longer true, the owner or operator must comply with the control requirements and must maintain records documenting the change in compliance. The commission agrees with

the EPA's considerations of response time, safety, and positive actuation as necessary instances warranting a bleed rate greater than the RACT recommended level of control. The owner or operator choosing to make this demonstration must follow the provisions in adopted new §115.176(b) and ensure the demonstration is complete, accurate, and certified by a professional engineer (P.E.).

In response to comments from the Sierra Club (SC) on the proposed rulemaking, the commission adds §115.174(f) to require that pneumatic controllers subject to this division be operated in accordance with manufacturer recommendations. This adopted addition is intended to ensure pneumatic pumps and controllers are operated and maintained to prevent avoidable malfunctions or issues consistent with the oil and gas CTG recommendation to document instances of deviations and maintain manufacturer's specifications. The commission expects that such issues and fixes will be documented, maintained with other records required under Subchapter B, Division 7, and available for an investigator or other representative with jurisdiction when needed. The oil and gas CTG does not explicitly contain the same recommendations for pneumatic pumps at a well site; however, requiring operation of a pneumatic device in accordance with manufacturer's specifications is anticipated to verify proper functioning while not imposing any additional costs or burden on an owner or operator.

§115.175, Storage Tank Control Requirements

The commission adopts new §115.175(a) to require that crude oil or condensate not be placed into any storage tank unless it can maintain sufficient working pressure at all

times to prevent any vapor or gas loss to the atmosphere or is in compliance with the control requirements in subsection (a). As discussed elsewhere in this Section by Section Discussion, many of the adopted rule requirements mirror the control requirements in the existing Subchapter B, Division 1 rules. These existing rules are approved as RACT by the EPA for storage tanks, including for the storage tanks subject to requirements in adopted Subchapter B, new Division 7. The commission determined that these existing control requirements continue to support the implementation of RACT in the EPA's oil and gas CTG.

Adopted §115.175(a)(1) requires that closure devices, maintained according to manufacturer's instructions and operated as specified, be placed on all openings in a fixed roof storage tank except those openings through which vapors are routed to a vapor recovery unit or other control device. If manufacturer instructions are unavailable, the use of industry standards consistent with good engineering practice must be used. Adopted new §115.175(a)(1)(A) requires that closure devices always be closed unless actuated, needed for temporary access, or in use to relieve excess pressure or vacuum in accordance with the manufacturer's design and consistent with good air pollution control practices. Any opening, actuation, or use of the closure device must be limited to minimize vapor loss. Adopted §115.175(a)(1)(B) will require proper sealing to minimize the loss of vapors through each closure device such that the device and the roof of the tank form a continuous impermeable barrier over the entire surface area of the liquid in storage when the closure device is closed. These requirements are in the existing §115.112(e) control requirements.

Adopted new §115.175(a)(1)(C) requires that closure devices that are not designed to relieve pressure be latched closed and that those designed to relieve pressure be set to automatically open at a pressure sufficient to ensure all vapors are routed to the vapor recovery unit or other control device. The pressure relief devices should not open or remain open when gauging the tank or during sampling through an open thief hatch.

Adopted new §115.175(a)(1)(D) requires that any VOC leak from a closure device not continue for more than 15 calendar days after the leak is detected – based on audio, visual, and olfactory means – unless delay of repair is allowed. Repairs can be delayed if parts are unavailable, but all parts needed for the repair must be ordered promptly and the repair must be completed within five days of receipt of required parts. If the repair requires a shutdown that would cause higher total emissions than the leak, repair may be delayed until the next shutdown, but the repair is required to be completed by the end of the next shutdown. Adopted new subsection (a)(1) includes CTG-recommended practices and current-RACT approved §115.112(e) requirements. The requirements in adopted §115.175(a)(1) are sufficient to ensure the 95% control efficiency RACT level of control is met and maintained by limiting the VOC emissions that escape from the tank.

The commission adopts new §115.175(a)(2) to require that a control device must always meet the specified conditions and to list the appropriate conditions for specific types of control devices that are provided in adopted §115.175(a)(2)(A) - (C) when VOC vapors are routed to the device. If routing to a control device, including routing to a process, the VOC vapors are required to be routed through a closed vent system that is designed and

operated to route all captured VOC vapor. Multiple vents may be routed to the same control device. Control device and closed vent systems are subject to the monitoring and inspection requirements of §115.178 and testing requirements of §115.179. The control device options provided in §115.175(a)(2) are consistent with the EPA's RACT-recommended controls. In response to comment from the EPA on the proposed rulemaking, the requirement in §115.175(a)(2) is revised to clarify that all captured VOC vapor is required to be routed through a closed vent system to the control device. There are different options for an owner or operator to choose from to demonstrate that the 95% control efficiency, the RACT level of control, is met and maintained. The existing storage tank control requirements in §115.112(e) that apply to the storage tanks adopted for regulation in Subchapter B, Division 7 also require a 95% control efficiency when using a control device to comply. However, because these existing rules are not based on the same applicability criteria as the criteria in Subchapter B, Division 7, not all storage tanks currently subject to the rules in Subchapter B, Division 1 will be controlled to 95%. The owners or operators of these tanks must assure compliance with the 95% control efficiency if this is the compliance option chosen by a newly affected owner or operator.

Adopted new §115.175(a)(2)(A) requires that a control device must maintain a control efficiency of at least 95% or a VOC concentration at its outlet of equal to or less than 275 ppmv. This VOC concentration must be calculated relative to propane and on a wet basis corrected to 3% oxygen. The control efficiency or VOC concentration is calculated from the gas stream at the control device outlet. If a boiler or process heater is used as a control device, the vent gases must be introduced into the flame zone of the device.

Adopted new §115.175(a)(2)(B) establishes the requirement that a flare used to comply with the control requirements be designed and operated in accordance with 40 CFR §60.18(b) - (f). The requirement states that the flare must be lit at all times when VOC vapors are routed to the flare and that multiple vents may be routed to the flare.

Adopted new §115.175(a)(2)(C) establishes that a vapor recovery unit must be designed to process all vapor generated by the maximum liquid throughput of the storage tank or the aggregate of storage tanks in a tank battery and must transfer recovered vapors to a pipe or container that is vapor-tight, as defined in §115.10. This is an existing requirement for a vapor recovery unit and is consistent with the EPA's recommendation to allow the use of a vapor recovery unit as a viable control option.

Adopted new §115.175(a)(2)(D) specifies that a control device under subparagraph (D) must operate with no visible emissions using EPA Method 22 (in 40 CFR Part 60, Appendix A-7, Section 11), which is in accordance with §115.179(e). This adopted new subparagraph is a recommendation in the oil and gas CTG. With this test method, the owner or operator observes the exhaust for smoke from the control device, which indicates the control device is not controlling VOC emissions such that the 95% control efficiency required in each adopted section of control requirements may not be achieved. Although the EPA Method 22 in 40 CFR Part 60, Appendix A-7, Section 11 requirement in adopted new subparagraph (D) does not apply to flares, the requirements in 40 CFR §60.18(f) adopted for incorporation by reference in this rulemaking, specify EPA Method

22.

The commission adopts new §115.175(a)(3) requiring a storage tank currently using a submerged fill pipe for compliance with existing §115.112(e) continue to use it once compliance with Subchapter B, Division 7 is required. The use of a submerged fill pipe is an existing control option in §115.112(e) for certain types of storage tanks and is retained in Subchapter B, Division 7 to ensure an affected owner or operator exercising this option maintains the same level of control that was required before the compliance date for the rules in Division 7. This requirement prevents potential backsliding. Although a submerged fill pipe is an option in the existing control requirements of §115.112(e)(1) for storage tanks in crude oil or natural gas service meeting certain vapor pressure and storage capacity thresholds, the requirement to control to a 95% control efficiency is more stringent and applies to all storage tanks subject to the new control requirements regardless of material being stored or the tank storage capacity. Therefore, any tank with a capacity of 40,000 gallons or more that both stores VOC with a vapor pressure of 11 psia or higher and currently uses a submerged fill pipe as the compliance option and that is subject to the adopted control requirements must keep the submerged fill pipe and also install a control device.

Adopted new §115.175(a)(4) provides requirements for a bypass on a closed vent system that could divert any part of the flow of emissions from the control device or process. Adopted new §115.175(a)(4)(A) requires that a flow indicator be installed at the bypass inlet, that the indicator read the flow at least every 15 minutes and cause an alarm to be

activated to notify operators to take prompt action to remediate any bypass that occurs, and that the flow indicator be calibrated and maintained. Adopted §115.175(a)(4)(B) requires that the valve for a bypass system be secured in the non-diverting position with a car-seal of lock-and-key type configuration. These adopted bypass requirements are recommended in the EPA's oil and gas CTG and are intended to acknowledge that there are instances in which bypassing the control device would be needed for specific reasons, including safety.

The commission adopts new §115.175(b) to specify that certain storage tanks with limited PTE of VOC are not required to comply with the control requirements in §115.175(a), unless the tank was required to comply with a control requirement in existing §115.112(e) on or before December 31, 2022. These storage tanks are those with a PTE of less than 6.0 tpy of VOC and those with the PTE of at least 6.0 tpy of VOC emissions if it is demonstrated that the uncontrolled actual VOC emissions are less than 4.0 tpy. As discussed further in the Response to Comments portion of this preamble, proposed §115.175(b) was revised in response to a comment from the EPA to add the clarification that the calculation to demonstrate that actual emissions are less than 4.0 tpy must be performed monthly based on average monthly throughput for the previous 12 consecutive months.

The provision in §115.175(b) exempts certain tanks with low VOC emissions from the control requirements in new §115.175(a) but requires maintaining emissions reductions that were required for those tanks under existing §115.112(e) prior to January 1, 2023.

The table in §115.175(b) includes the requirements as they substantively exist in §115.112(e)(1). The adopted requirements in the table in §115.175(b) is intended to place all potentially applicable requirements for a storage tank located in new Subchapter B, Division 7. After a storage tank becomes subject to Subchapter B, new Division 7, the owner or operator is required to continue to comply with any control requirement in existing §115.112(e) that applied before December 31, 2022. This requirement is needed to avoid any increase in emissions from tanks for which the VOC emissions are currently required to be controlled and ensures the VOC emissions reductions that are currently being achieved continue to be realized. There should be no additional installation costs for control equipment that is already in use, and any tank that was required to comply under §115.112(e) is not relieved of those requirements.

Adopted new §115.175(c) provides the methods for calculating uncontrolled actual VOC emissions. The provisions match those in existing §115.112(e)(5) and (6) except that the typ applicability limits in existing §115.112(e)(5) are not retained. Adopted new §115.175(c)(1) provides for estimating VOC emissions using the highest 12 consecutive months out of the last five years of production data. In response to a comment, language is added to adopted §115.175(c)(1) to make clear that this VOC emissions estimate is intended for the initial emissions determination in accordance with the applicable compliance date in §115.183.

These methods of determining uncontrolled VOC emissions are not recommended explicitly in the oil and gas CTG but are in existing §115.112(e) and are provided to clarify

how an owner or operator is expected to estimate emissions and the information that should be relied upon. The EPA recommended using 12 consecutive months of data but did not specify whether those data needed to be the most recent 12 months of data. The commission requires the highest production data because doing so eliminates potential bias due to market fluctuations.

Adopted new §115.175(c)(2) provides the basis for calculating a tank's PTE of VOC emissions based on the maximum average daily throughput determined for a 30-day period of production prior to the appropriate compliance date listed in §115.183. The calculation approach is recommended in the oil and gas CTG. The commission agrees that roughly a month of throughput data to determine the PTE of a tank is reasonable. This approach of estimating VOC emissions using the highest valued data represents a conservative estimate and ensures storage tanks meeting the applicability thresholds triggering control are appropriately subject to the adopted rule requirements in Subchapter B, Division 7.

Adopted new §115.175(d) details the requirements for an external floating roof or internal floating roof storage tank. The commission expects that there are likely few VOC storage tanks in crude oil and natural gas service affected by the requirements in adopted Subchapter B, new Division 7 that use a floating roof, but because the potential exists for an owner or operator to use such a tank, the corresponding requirements are included. These requirements mirror the existing floating roof requirements in §115.112(e) with no substantive changes intended. Adopted new §115.175(d)(1) - (9) specifies requirements

for floating roofs and bleeder vents needed to satisfy RACT for storage tanks in the DFW and HGB areas.

§115.176, Alternative Control Requirements

The commission adopts new §115.176(a) to provide the option of alternate methods of demonstrating and documenting continuous compliance with the applicable control requirements or exemption criteria in Subchapter B, Division 7 that may be approved by the executive director in accordance with §115.910, if emission reductions are demonstrated to be substantially equivalent. This is a standard option provided to many owners and operators in other Chapter 115 rules. Under §115.910, an owner or operator may apply for an alternate means of control and must meet the appropriate criteria, including demonstrating that the control strategy requested is demonstrated as at least equivalent to the applicable Chapter 115 control requirement. The alternate means of control does not become effective until the request is reviewed and approved by the executive director.

The requirements in adopted new §115.176(b) and (c) will not be submitted to the executive director for approval but will instead be maintained as records in the report. Adopted new §115.176(b) specifies the requirements for the owner or operator of a pneumatic pump at a well site making a determination of technical infeasibility allowed in the pneumatic control requirements. The owner or operator must make a clear demonstration that includes the information in adopted new §115.176(b)(1) and (2). Making a demonstration of technical infeasibility is an option provided in the EPA's oil

and gas CTG, and the commission agrees that if there is a circumstance making control of a pneumatic pump technically infeasible, the control requirements in §115.174 are not RACT for such a pump. The commission considers a separate demonstration to be required for each pneumatic pump at a well site. Such a demonstration is different from the options available to the owner or operator of a pneumatic pump to make a declaration of no control device available on site or a control device available that achieves less than 95% control efficiency, although all of these circumstances for a pneumatic pump are reasons for which applying the control requirements adopted in §115.174 are not RACT. At adoption, "shall" was inserted in §115.176(b) to make the rule language grammatically correct.

The commission adopts new §115.176(b)(1) - (3) to outline the requirements of the assessment of technical infeasibility, which must include, but is not limited to the information in §115.176(1) - (3). Adopted new §115.176(b)(1) requires identifying the specific equipment for which technical infeasibility exists. Adopted new §115.176(b)(2) requires stating that the reason such equipment cannot be controlled by any available control option, such as safety considerations, distance from the control device, pressure losses and differentials in the closed vent system, and the ability of the control device to handle the compressor emissions. Adopted new §115.176(b)(3) requires data to support reasoning in subsection (b)(2).

The commission adopts new §115.176(b)(4) to require that a certification be signed and dated by a qualified P.E. certifying that the assessment of technical infeasibility prepared

was true, accurate, and complete and that knowingly submitting false information is a violation of subsection (b).

Adopted §115.176(c) requires that the owner or operator of a pneumatic controller at a natural gas processing plant who makes a determination of a functional need, as specified in the pneumatic controller control requirements, must mark the controller and provide a reason. Adopted new subsection (c)(1) requires tagging the pneumatic controller with a weatherproof tag. Adopted new subsection (c)(2) requires providing the reason meeting the control requirements cannot be met due to the functional need.

§115.177, Fugitive Emission Component Monitoring Requirements

The commission adopts new §115.177 to establish the requirements that apply to the fugitive emission components located at a natural gas processing plant, well site, and gathering and boosting station. The EPA recommended implementing a leak detection and repair (LDAR) program similar to that in 40 CFR Part 60, Subpart VVa for natural gas processing plants. The adopted requirements are a mixture of the oil and gas CTG recommended model rule language and the existing fugitive emission control rules in Subchapter D, Division 3. The model rules in the oil and gas CTG applied rules to the fugitive emission components at natural gas processing plants separate from the rules that apply to fugitive emission components at well sites or gathering and boosting stations. In response to comments from the EPA on the proposed rules, the changes made to the proposed rules consist of clarifying rule language, correcting grammar, and updating inadvertent errors. The items in the proposed rule are adjusted to accommodate

these changes.

Although the recommended definition in the oil and gas CTG Appendix G (81 FR 74798) for "equipment" is equivalent to the part of the adopted definition of fugitive emission component for natural gas processing in Subchapter B, Division 7, the adopted definition does not include compressors. The existing rules for fugitive emissions in Subchapter D, Division 3 only apply to compressors that are uncontrolled. Because reciprocating and centrifugal compressors are required to be controlled as part of this adopted rulemaking, such a compressor is no longer considered a fugitive emission component for natural gas processing plants, which is consistent with the EPA's oil and gas CTG recommendation to exclude compressors from fugitive monitoring. As discussed elsewhere in the Section by Section and Response to Comments sections of this preamble, the definition of fugitive monitoring component at a natural gas processing plant, well site, and gathering and boosting station is revised and provides clarification on compressors and other components.

The commission adopts §115.177(a) to require an owner or operator of equipment with fugitive emission components to create a written plan and maintain it in accordance with §115.180, which details information about the site subject to Subchapter B, Division 7 including, but not limited to, the information listed in adopted §115.177(a)(1) - (6) to identify each component grouping required to be monitored and to list components designated as unsafe-to-monitor or difficult-to-monitor, applicable exemptions or exceptions, the method of monitoring, and the monitoring survey schedules. As

discussed in the Response to Comments portion of this preamble, the adopted rule includes changes to the requirements for owners and operators using the optical gas imaging (OGI) alternative work practice (AWP) to address comments from the EPA and better align the use of OGI at well sites and gathering and boosting stations with the EPA's recommendations in the oil and gas CTG, while ensuring proper use of OGI technology for LDAR monitoring consistent with the procedures the commission has previously adopted in §115.358. In response to comments from the EPA on the proposed rulemaking, the commission adds reference to the operator training required in §115.358(h) since this is training that is specifically required and is integral to ensuring monitoring is conducted accurately.

Adopted new §115.177(b) requires that the owner or operator use the procedures specified by EPA Method 21 in 40 CFR Part 60, Appendix A-7 to monitor each affected fugitive emission component and to calibrate the hydrocarbon gas analyzer. Subsection (b) will further allow the use of AWP in existing §115.358 instead of the monitoring in §115.177(b). The monitoring required in the AWP is at least equivalent to the monitoring required in §115.177(b) and is an existing option for the fugitive emission components subject to the monitoring under Subchapter D, Division 3 at natural gas processing plants. In adopted §115.177(b).

Adopted new §115.177(b)(1) specifies that a VOC leak at a natural gas processing plant is not permitted for more than five calendar days without a first attempt at repair within five days after the leak is detected and must be repaired no later than 15 calendar days

after the leak is found. The VOC concentrations that constitute a leak are provided in subsection (b)(1)(A) and (B) and are consistent with the oil and gas CTG. This repair schedule also retains the existing repair requirements in §115.352(2) for natural gas processing plants. To accommodate changes to §115.177, the reference in adopted subsection (b)(1) to the leak repair in §115.177(b)(5)(C) is updated. In addition, to ensure compressors currently complying with monitoring in Subchapter D, Division 3, continue to comply with monitoring requirements, the leak definition is added for compressors. This is the leak definition is established in existing §115.352 for compressors. As discussed in the Response to Comments section of this preamble, the EPA's oil and gas CTG did not recommend including compressors at natural gas processing plants as fugitive emission components.

Adopted new §115.177(b)(2) specifies similar repair requirements at well sites and gathering and boosting stations. Consistent with the oil and gas CTG model rule language, a first repair attempt must be made within five calendar days without a first attempt at repair after the leak is detected and must be repaired no later than 15 calendar days after the leak is found. The commission adopts 15 calendar days for repairs because facilities may not have the necessary parts on hand or the leak may be complex, requiring more time to repair after the first repair attempt. This repair schedule is consistent with the existing requirement in §115.352(2) for natural gas processing plants and is appropriate to extend to well sites and gathering and boosting stations. To accommodate changes to §115.177, the reference in adopted subsection (b)(2) to the leak repair paragraph in §115.177(b)(5)(C) is updated.

Adopted new §115.177(b)(3) provides the required monitoring schedules in subsection (b)(3)(A) - (F). As discussed previously in this part of the Section by Section Discussion in the preamble, the frequency of monitoring varies from weekly to annually depending on the type of site and types of components and service, with an additional provision that pressure relief valves be monitored within 24 hours of a release event. In response to comments from the EPA on the proposed rulemaking, the monitoring frequencies in §115.77(b)(3)(B) for connectors at well sites and gathering and boosting stations is changed to the same frequency as all other fugitive emission components at each of these locations. Adopted paragraph (3) is re-structured with changes to clarify and streamline the monitoring frequencies for specified components. With these changes, the requirements in paragraph (3)(B)(i) clarify that all fugitive emission components are required to be monitored quarterly at gathering and boosting stations and in paragraph (3)(B)(ii) clarify that all fugitive emission components are required to be monitored semiannually at well sites. These adopted changes are intended to make monitoring frequencies consistent with the oil and gas CTG RACT-recommended monitoring frequencies. The changes to adopted paragraph (3)(C) re-letter proposed clauses (iii) and (iv) as adopted clauses (i) and (ii) and change the placement of "natural gas processing plant." Finally, in adopted paragraph (3)(D)(iii), connectors were excluded from the requirement to be monitored monthly because such components are required to be monitored annually in §115.177(b)(3)(A).

To accommodate the changes in paragraph (3)(A) - (D), paragraph (3)(E) is revised to

update references to pressure relief valves at each affected oil and gas location.

Adopted §115.177(b)(3)(F) is added to ensure monitoring of pumps is consistent with the EPA's oil and gas CTG. Adopted subsection (b)(3)(F) requires that at a natural gas processing plant, pumps in light liquid service are visually inspected weekly. This visual inspection is required to be followed by monitoring upon indication of a leak. If a leak is found, instrument monitoring is required within 5 days of discovering the leak. Tagging and repair requirements apply as they do to the other components in the section.

In response to comments from the EPA on the proposed rule, the table displaying the reduced monitoring frequencies in proposed §115.174(b)(4) is removed. The table was added for flexibility and consistency with the EPA's oil and gas CTG RACT recommendation to implement a program consistent with 40 CFR Part 60, Subpart VVa. However, the reduced monitoring frequency may interfere with existing monitoring requirements for natural gas processing plants and for this reason is removed at adoption. The alternative monitoring frequencies were not recommended in the EPA's oil and gas CTG for well site or gathering and boosting station monitoring.

Adopted new §115.177(b)(4), proposed as §115.177(b)(5), requires the marking of identified leaks using weatherproof and visible tags with an identification number and date the leak was detected. Tags are required to remain in place, or be replaced if damaged, until repair is done. Reference tagging as close as possible to the leaking component is allowed for difficult-to-monitor components. In adopted paragraph (4),

"fugitive emission" is added for consistency with the use of fugitive emission component.

The commission adopts new §115.177(b)(5), proposed as §115.177(b)(6), to require repairing leaks as soon as practicable and to provide a repair schedule to be followed, as detailed in subsection (b)(5)(A) - (D). In response to comments from the EPA on the proposed rulemaking, adopted paragraph (5)(C) is revised to specify other technically infeasible instances at a well site or gathering and boosting station when a delay of repair is allowed. Delay of repair at a well site or gathering and boosting station must be made at the next specified technically infeasible instances or within two years. Adopted paragraph (5)(D) is added to establish the times for resurveying once repairs are made and specifies that the monitoring method for resurveying be in accordance with the AWP or Method 21 in 40 CFR Part 60, Appendix A-7 if the AWP was used as the monitoring tool when the leak was discovered. Adopted paragraph (5)(D) requires that Method 21 in 40 CFR Part 60, Appendix A-7 or audio, visual, or olfactory means, whichever was used to discover the leak, be used to for resurveying after leak repair is attempted.

Adopted new §115.177(b)(6), proposed as §115.177(b)(7), allows for an increase of scheduled monitoring at the direction of the executive director, based on a finding of an excessive number of leaks in a process area. The options in adopted new §115.177(b)(6) mirror the existing Subchapter D, Division 3 fugitive monitoring requirements and are necessary to ensure leaking components are minimized and promptly fixed to reduce the amount of resulting VOC emissions.

Adopted new §115.177(b)(7), proposed as §115.177(b)(8), allows for the submittal of a written request to the appropriate regional office that the valve monitoring schedule be revised based on the percentage of leaking valves. The request could only be made after two years of the required monitoring and must follow the guidelines in adopted new subsection (b)(8)(A) and (B). The revised monitoring schedule does not take effect until a reply is sent by the executive director. This option is provided in the existing Subchapter D, Division 3 rules and is appropriate to continue to allow as an option to encourage proper maintenance and upkeep of fugitive emission components to reduce the amount of VOC emissions leaked. Per §115.177(b)(7)(A), after two consecutive quarterly leak detection periods with less than 2% of valves in gas/vapor and light liquid service found to be leaking, a request can be made to skip one quarterly leak detection period per year, and per §115.177(b)(7) after five consecutive quarterly leak detection periods with less than 2% of valves in gas/vapor and light liquid service found to be leaking, a request can be made to skip three quarterly leak detection periods per year. In response to comments from the EPA on the proposed rule, adopted new §115.177(b)(7) is revised to apply at natural gas processing plants. This is an existing option in §115.354(7) and was applied to well sites and gathering and boosting stations for added flexibility. However, this option was not contemplated in the oil and gas CTG and the adopted revisions are intended to make the option consistent with the RACT recommendations for well sites or gathering and boosting stations.

In response to comments from the EPA, the commission removed proposed §115.177(b)(9), which provided the option for an alternate monitoring schedules for

natural gas processing plants approved before November 15, 1996.

The commission adopts new §115.177(b)(8), proposed as §115.177(b)(10), to require that monitoring occur when components are in contact with a process material and the process unit is in service or the process fluid is circulating or under pressure.

Additionally, valves must be in gaseous or light liquid service to be considered in the total valve count for alternate valve monitoring schedules. To accommodate changes made in other paragraphs under this subsection in response to comments on the proposed rule, the commission revises §115.177(b)(8) to reference the alternative monitoring in subsection (b)(7).

Except for monitoring done with an optical gas imaging instrument, adopted new §115.177(b)(9), proposed as §115.177(b)(11), requires the recording of monitor screening concentrations for each component in gaseous or light liquid service. Instruction is provided for readings and results that are above the scale of the monitoring instrument.

Adopted new §115.177(b)(10), proposed as §115.177(b)(12), requires the inspection of all new connectors for leaks within 30 days of being placed in service using a hydrocarbon gas analyzer for components in gaseous and light liquid service and inspecting by audio, visual, and olfactory means for those in heavy liquid service. Components that are unsafe-to-monitor or unsafe-to-inspect are exempt from the adopted requirement and must be monitored as soon as possible when safe to do so.

Adopted new §115.177(b)(11), proposed as §115.177(b)(13), requires following the

monitoring provisions detailed in subsection (b)(11)(A) - (E), if using the AWP. The provisions include requirements for monitoring frequency, schedules, and the determination of unsafe-to monitor or difficult-to-monitor components and allow for the executive director to increase the frequency of monitoring under the AWP if there is an excessive number of leaks in the given process area. In adopted §115.177(b)(11)(A), revisions are made to clarify that the alternative to a Method 21 test (40 CFR part 60, appendix A-7) at well sites and gathering and boosting stations is using the AWP on the same frequency as is required for a Method 21 test (40 CFR part 60, appendix A-7). In adopted §115.177(b)(11)(B), reference to the alternative monitoring frequency is updated to §115.177(b)(7) as a result of proposed subsection (b)(8) being updated to adopted (b)(7) and proposed subsection (b)(9) being removed at adoption. Adopted §115.177(b)(11)(C) clarifies that the AWP requirements in existing §115.358, except for the monitoring frequencies and the requirement to monitor annually using Method 21, apply for an owner or operator of a well site or gathering and boosting station using the AWP.

Adopted new §115.177(c) provides for monitoring frequency guidelines and classification restrictions for unsafe-to-monitor or difficult-to-monitor fugitive emission components, as detailed in adopted subsection (c)(1) - (5), including a maximum of once per calendar year, with one exception, which changed from five years that was inadvertently proposed, for difficult-to-monitor components and as frequently as possible for unsafe-to-monitor components. The exception to difficult-to-monitor components being monitored annually is for closed vent systems, which are required to be monitored at least once every five years per 40 CFR Part 60, Subpart VVa. Adopted new §115.177(c) also imposes

restrictions on the number of components that can be designated difficult-to-monitor.

The same restriction is not imposed on unsafe-to-monitor to prevent causing any safety issues if a site had more than a specified number of unsafe-to-monitor components. In

response to comments from the EPA on the proposed rulemaking, difficult-to-monitor components are required to be monitored at least once per calendar year. These adopted monitoring frequencies are consistent with the EPA's oil and gas CTG model rule

language and are consistent with the existing requirements in Subchapter D, Division 3.

Also, in response to comments by the EPA on the proposed rule, the commission clarifies when a leak is fixed for fugitive monitoring. The proposed rule included the requirements for repairs and is including the final step in ensuring the repair fixed the leak. Records must be kept showing that the repair is made and the monitoring survey ensured the leak is fixed. Finally, as an extension of the comment received from the EPA regarding fugitive monitoring frequencies being consistent with the EPA's oil and gas RACT CTG

recommendations, adopted subsection (c)(5) is revised to add clarification about delay of repair specific to well sites and gathering and boosting stations. The term shutdown was intended to cover the additional specific situations, which are vent blowdown at a well site or gathering and boosting station, well shut-in, would be unsafe to repair during operation of the unit and are added for clarity. An additional specification that the specific delay of repair situations under adopted subsection (c)(5) must be made within two years.

§115.178, Monitoring and Inspection Requirements

The commission adopts new §115.178 to prescribe the new monitoring and inspection

requirements for the equipment adopted for regulation in Subchapter B, Division 7. The adopted requirements in §115.178 are consistent with the oil and gas CTG recommendations and are similar to the model rule language. Where indicated, the adopted requirements mirror existing Chapter 115 requirements and were determined to be appropriate for monitoring and inspecting the compressors, pumps, and storage tanks regulated in Subchapter B, Division 7.

Adopted new §115.178(a) requires each owner or operator to conduct an annual auditory, visual, and olfactory inspection of each affected centrifugal and reciprocating compressor seal cover for defects, except a cover that is designated as unsafe-to-monitor or difficult-to-monitor, which may be monitored and inspected less frequently. Equipment with emissions or a defect detected will be required to be repaired. The goal of these inspections is to identify leaking materials or defects such as visible cracks, holes, gaps, signs of excessive emissions or wear, missing materials, or other defects in and around covers, seals, gaskets, hatches, caps, or other devices that may result in VOC emissions. If leaks or defects are identified, the leak must be repaired, or the leaking piece of equipment replaced according the procedure outlined in adopted new §115.178(e). This adopted new requirement is based on the EPA's oil and gas CTG recommendations, except the term "cover devices" is used in place of "closure devices," as used in the oil and gas CTG, because "closure devices" is a defined term specific to a storage tank and is not applicable to a compressor. However, "cover device" as used in these rules is meant to have the same meaning as "closure device" as used in the EPA's oil and gas CTG. The commission determined that requiring annual inspections is reasonable because this is

not overly burdensome and is needed to detect potential or actual leaks and that repairs are needed to maintain the equipment that contains emissions.

Adopted new §115.178(b) outlines requirements for each owner or operator using a closed vent system to monitor and inspect the system by January 1, 2023 and annually thereafter. However, those designated as unsafe-to-monitor or difficult-to-monitor are allowed to be monitored and inspected less frequently, as provided in adopted §115.178(c). The owner or operator should look for evidence of visible cracks, holes, gaps, signs of excessive emissions or wear, missing gaskets or other defects that may result in VOC emissions, while instrument monitoring is conducted at a 500 parts per million leak definition in accordance with EPA Method 21 in 40 CFR Part 60, Appendix A-7. Specific criteria for the inspections and monitoring are provided, including for calibration gas specifications, calibration procedures, and instrument response factors and the need for annual audio, visual, and olfactory inspections of joints, seams, and connections that are permanently and semi-permanently sealed. Any detected leaks or defects will have to be repaired or the leaking equipment replaced according to the procedure outlined in adopted new §115.178(e). Requiring annual inspections, monitoring, and repairs consistent with the CTG recommendations are necessary and reasonable because those activities are needed to maintain assurance that closed vent systems are properly containing and routing VOC emissions to a control device.

For the instrument monitoring requirements, the EPA methods cited vary in the specific organic chemicals that can be detected. Some methods detect all combustible species of

hydrocarbons while others differentiate between the different compounds present. For Chapter 115 purposes, the term VOC is used in the rules even though the results of some test methods may include non-VOC chemicals (principally methane and ethane). Although the emissions could be mixtures of different chemicals, including VOC, methane, and ethane, a VOC control device normally destroys the methane and ethane as well. However, in new Division 7, the owner or operator is required to meet control requirements and emission limits for those constituents that are VOC, except where explicitly noted in the rules. An exception is for carbon adsorption systems that capture methane and ethane along with the VOC and require that the total hydrocarbon load be considered in the timing of regeneration of the carbon beds or replacement of canisters.

Adopted new §115.178(c) allows an owner or operator to designate an affected closed vent system or compressor seal cover component as difficult-to-monitor or unsafe-to-monitor, terms defined in §115.171. The components assigned these designations are not subject to the inspection and monitoring frequency in §115.178(b) but the same monitoring methods are required. When the components are monitored and inspected according to the schedules in adopted new §115.178(c)(1) and (2), the methods that apply to the component in §115.178(a) and (b), when not designated as difficult-to-monitor or unsafe-to-monitor, apply. The commission adopts new subsection (c)(1) to require identifying the unsafe-to-monitor components in a list maintained in accordance with the recordkeeping requirements. If an unsafe-to-monitor component is not considered safe to monitor within a calendar year, then it must be inspected as soon as possible during times that are safe to monitor. The commission adopts new subsection (c)(2) to require

identifying the difficult-to-monitor components in a list maintained in accordance with the recordkeeping requirements. If a difficult-to-monitor component is not considered safe to inspect within a calendar year, then it must be inspected at least once every five years.

The commission adopts §115.178(d) to require a weatherproof and readily visible tag bearing an identification number and the date the leak was detected to be placed on any affected fugitive emission component found leaking. However, for difficult to monitor components, the tag is required to be placed as close to the leaking component as possible and must remain in place until the leaking component is repaired. This tagging is for identification and tracking purposes for the owner or operator and for any representative with jurisdiction conducting an inspection at the regulated site.

The commission adopts §115.178(e) prescribing the repair schedule and considerations allowed when a repair is needed. Adopted subsection (e) requires that an owner or operator repair a leak or defect as soon as practicable and make a first attempt no later than five calendar days after the leak is found. The adopted requirement requires a leaking component to be repaired no later than 15 calendar days after the leak or defect is found except when a delay of repair is needed. Delay of repair is allowed if parts are unavailable, but the repair must be done within five days. A delay of repair is also allowed under the adopted rules until the next shutdown if the owner or operator demonstrates that repair of the component requires a shutdown that would create more emissions than the repair would eliminate. However, the adopted rule will require that

any repair delayed because an immediate shutdown would create more emissions than waiting to the next scheduled shutdown must be completed by the end of the next scheduled shutdown. Adopted new §115.178(e) requires a successful EPA Method 21 (40 CFR Part 60, Appendix A-7) monitoring survey or audio, visual, and olfactory inspection, whichever is required in the inspection and monitoring requirements in §115.178(a) and (b), showing no evidence of a leak or defect for the leak to be considered repaired.

Adopted new §115.178(f) requires an owner or operator to install and maintain monitors to measure operational parameters of the control devices installed to meet applicable control requirements. Such monitors need to be sufficient to demonstrate proper functioning of the devices to design specifications. The parameters for monitoring of different types of control devices are specified in subsection (f)(1) - (6). These monitoring parameters are consistent with the control device monitoring prescribed in other Chapter 115 rules. The same control device options in these other Chapter 115 rules are available options to control the VOC emissions from the equipment subject to Subchapter B, Division 7, and the operating parameters provided are indicative of proper functioning of the equipment being controlled. The data obtained from this monitoring must verify that the operating parameters determined through testing, design analysis, or manufacturer testing are being met and indicate the control requirement level is met. The commission adopts new subsection (f)(6) allowing the owner or operator to use a control device not listed in subsection (f)(1) - (5) and to monitor one or more operation parameters sufficient to demonstrate proper functioning of the control device to design specifications.

Adopted §115.178(g) specifies the inspection requirements that apply to a storage tank. The floating roof inspection requirements listed in adopted new subsection (g)(1) - (4) and (6) mirror the existing inspection requirements and are not intended to change the requirements currently in the existing §115.114(a), except to update references to reflect the Subchapter B, new Division 7 rule citations. Adopted new subsection (g)(5) is from a recommendation in the EPA's oil and gas CTG and is intended to ensure proper functioning of the control device; it requires an owner or operator to conduct an auditory, visual, and olfactory inspection at least once per month, separated by at least 14 calendar days, of control devices for storage tanks.

Adopted new §115.178(h) clarifies that the monitoring and inspection requirements in §115.178 are not intended to apply to the fugitive monitoring requirements in §115.177. This is not intended to interfere with the application of monitoring and inspection requirements as they were proposed.

§115.179, Approved Test Methods and Testing Requirements

The commission adopts new §115.179(a) to specify that compliance with the control requirements in Subchapter B, Division 7 must be determined by applying the test methods in subsection (a)(1) - (8) as appropriate. It is expected that the owner or operator will use only the test methods that are needed for determining and demonstrating compliance. Adopted new subsection (a)(1) - (8) lists the EPA test methods that may be used to conduct testing required in §115.179. Adopted new paragraph (9) allows minor modifications to the test methods in subsection (a)(1) - (8) to be approved by the

executive director as well as the use of other test methods not listed in subsection (a)(1) - (8) if approved by the executive director and validated by EPA Method 301. This option for minor modifications and alternative test methods is consistent with the flexibility provided in other Chapter 115 rules.

The commission adopts new §115.179(b) to require the test methods and procedures listed in subsection (b)(1) - (4) be used to demonstrate compliance with the control requirements in Subchapter B, Division 7 for a control device to which the closed vent system is routed, including a process, other than a flare. The owner or operator is expected to use the test methods and procedures out of the list in subsection (b) that are appropriate for their operation. The commission adopts new subsection (b)(1) requiring the owner or operator of a combustion control device tested to comply with the 275 ppmv outlet VOC limit to establish a correlation between firebox or combustion chamber temperature and the VOC performance level. Subsection (b)(1) requires the owner or operator to also establish minimum and maximum temperatures or other operating parameters that will be continuously monitored to demonstrate compliance with the control device requirements in Subchapter B, Division 7.

The commission adopts new §115.179(b)(2) specifying that the owner or operator conduct an initial control device performance test by the appropriate compliance date in §115.183 for a control device used to demonstrate compliance with the control requirements in Subchapter B, Division 7. Each performance test must consist of a minimum of three test runs, and each run must be at least one hour long. Adopted new

§115.179(b)(2)(A) requires the owner or operator to conduct a periodic performance test no later than 60 months after the previous performance test, unless the owner or operator chooses one of the alternatives to initial and periodic testing provided in this section. Adopted new subsection (b)(2)(B) provides that, for any modification of a closed vent system, control device, or equipment regulated in Subchapter B, Division 7 that could reasonably be expected to decrease the control efficiency of the control device, such device must be retested within 60 days of the modification. The periodic testing requirement is recommended in the EPA's oil and gas CTG and in the model rule language to ensure that a control device is maintained in good working condition and will continue to operate such that the control efficiency or emission limit specifications in adopted Subchapter B, Division 7 are achieved.

The commission adopts new §115.179(b)(3) to provide the option for the owner or operator to complete a design analysis in lieu of periodic performance testing to satisfy compliance with control requirements for a control device used in Subchapter B, Division 7. The owner or operator must determine the monitoring parameters sufficient to determine that the proper functioning of the control device is met as required in the monitoring requirements in §115.178(f). The design analysis must be maintained with the report required in §115.180(8). The commission adopts new §115.179(b)(3)(A) - (D) to specify the design analysis criteria for a vapor recovery unit or condenser, regenerable carbon adsorption system, non-regenerable carbon adsorption system, and a control device other than a flare. The design analysis criteria evaluated must include an analysis

of specific information sufficient to determine values to monitor to demonstrate the correct efficiency is achieved.

The commission adopts new §115.179(b)(4) to provide the option to use data from a performance test conducted by the manufacturer on the same control device model that is used to comply with control requirements in Subchapter B, Division 7 in lieu of initial and periodic performance testing and design analysis. The owner or operator choosing this alternative must comply with the monitoring requirements in §115.178. This adopted alternative to testing in new §115.179(b)(2) is consistent with the oil and gas CTG Appendix F model rule language. Manufacturers are likely already conducting tests and providing reports in accordance with this NSPS. Deviating and specifying different testing or reporting content requirements may conflict with current manufacturer compliance with the NSPS and could impose an unnecessary burden on the manufacturer. While some sites subject to this adopted rulemaking may not currently be subject to the NSPS, the emission source categories for which a control device would be installed will be the same under this adopted rule and the NSPS. The control device manufacturers are likely to sell to customers who are affected by these rules to perform testing on control devices in accordance with the NSPS regardless of which regulations the customer is subject to. To be consistent with the CTG, which is based on the NSPS, and to streamline the testing requirements for manufacturers, the commission references the NSPS to satisfy this alternative to the testing requirements in adopted new paragraph (2). New subsection (b)(4)(A) requires that the manufacturer's guarantee must demonstrate that the specific model of control device meets the 95% control efficiency required in the control

requirements of Subchapter B, Division 7. Adopted new subsection (b)(4)(B), requires that the control device be equipped with an inlet gas flow rate meter. Control devices, other than combustion control devices, must have a separate outlet gas flow rate meter.

Adopted new subsection (b)(4)(C) requires that the owner or operator of a control device model tested by the manufacturer submit a detailed test report from the manufacturer for the opportunity of the executive director to review, verify, and replicate test results, including all calibration quality assurance and quality control data, calibration gas values, gas cylinder certification, and strip charts or other graphic presentations of the data annotated with test times and calibration values. The test report must be maintained in the report required in §115.180(8).

The commission adopts new §115.179(c) to describe the manner in which the efficiency of a control device other than a flare or sending to a process must be determined. The provisions in subsection (c)(1) - (3) include the test methods to be used and the calculations for determining control efficiencies. Where applicable, the need for simultaneous sampling is also provided.

The commission adopts new §115.179(d) to include as a compliance option the use of a flare to comply with the control requirements in Subchapter B, Division 7. The flare must meet the requirements of 40 CFR §60.18(b). As with many of the other existing Chapter 115 rules, the requirements in 40 CFR §60.18(b) are relied upon to satisfy the regulatory requirements in Subchapter B, Division 7, including the testing requirements. The destruction efficiency of a flare controlling a piece of equipment affected by adopted

Subchapter B, new Division 7 is presumed through calculations using specific operational parameters in accordance with 40 CFR §60.18.

The commission adopts new §115.179(e) to specify that an EPA Method 22 test, as prescribed in 40 CFR Part 60, Appendix A-7, Section 11, is required every calendar quarter to determine the visibility emissions from each control device used to comply with the appropriate control requirements adopted in Subchapter B, Division 7. This testing requirement was recommended for compliance with RACT in the EPA's oil and gas CTG to ensure that a control device other than a flare or routing to a process that is maintained in good working condition and will continue to operate such that the control efficiency or emission limit specifications in adopted Subchapter B, new Division 7 are achieved. The occurrence of the test and the results must be documented in accordance with the recordkeeping requirement in adopted new §115.180(3) to maintain records of all testing conducted. If the EPA Method 22 (40 CFR Part 60, Appendix A-7, Section 11) visibility test finds the presence of smoke that "fails" the test, the owner or operator needs to follow the specifications in adopted new §115.179(e)(1) - (3). Adopted new subsection (e)(1) requires following the manufacturer's repair instructions, if available, or best combustion engineering practices for any necessary repairs. Adopted new subsection (e)(2) requires that the control device pass another Method 22 (40 CFR Part 60, Appendix A-7, Section 11), visual observation test upon returning to service. Adopted new subsection (e)(3) requires operating the control device following the manufacturer's written operating instructions procedures and maintenance schedule to ensure good air pollution control practices according to the manufacturer's written operating instructions, procedures, and

maintenance schedule to ensure good air pollution control practices minimizing emissions. In response to comments from the EPA on the proposed rules, the frequency of Method 22 (40 CFR Part 60, Appendix A-7, Section 11) testing in §115.179(e) is changed from quarterly to once every calendar month separated by 15 days instead of 45 days. The frequency is updated for consistency with the intent of the EPA's oil and gas CTG RACT recommendations. The timing of testing is in the EPA's oil and gas CTG.

The commission adopts new §115.179(f) to allow a control device for which a performance test is waived in accordance with 40 CFR §60.8(b) exemption from the testing requirements of §115.179. This waiver from control device testing is at the discretion of the executive director and requires technical vetting.

§115.180, Recordkeeping Requirements

The commission adopts new §115.180 to establish the recordkeeping requirements that will apply to the owners and operators of sites affected by the new rules of Subchapter B, Division 7. The records required in adopted new §115.180 are intended to be sufficient to document the operation of emission controls, monitoring, and testing, status of fugitive emission components, other conditions relevant to control of VOC emissions from a site, such as situations of technical infeasibility, and to assist with other regulatory actions such as compliance investigations.

New §115.180 requires records to be maintained onsite or at the nearest local field office for five years and made available upon request to representatives of the executive

director, the EPA, or any local air pollution control agency having jurisdiction in the area. Records must be made available for review within 24 hours. Requiring records to be available within 24 hours upon request of a valid representative with jurisdiction is an existing recordkeeping requirement in the Chapter 115, Subchapter B, Division 1 VOC storage tank rules. The commission adopts a five-year record retention schedule to ensure the documents needed for determination of regulatory compliance are available for a reasonable amount of time. This is consistent with other Chapter 115 rules. The commission solicited comment on an appropriate amount of time, other than 24 hours, that would be reasonable for a site to receive necessary records not kept onsite. Comments were not received regarding the amount of time appropriate to make records available onsite.

The commission adopts new §115.180(1) requiring the owner or operator to maintain records of any operational parameter monitoring required in §115.178(f). These records must be sufficient to demonstrate proper functioning of the devices to design specifications and must include, but are not limited to, the specific items in §115.180(1)(A) - (F). As with the monitoring of the control devices in adopted new §115.178(f), these recordkeeping requirements documenting operating conditions are consistent with recordkeeping in other Chapter 115 rules. The same control device options in other Chapter 115 rules are available options to control the VOC emissions from the equipment subject to Subchapter B, Division 7. Adopted new §115.180(1)(A) specifies recordkeeping for direct-flame incinerator monitoring. Adopted new paragraph (1)(B) establishes recordkeeping for monitoring for a condensation system. Adopted new

paragraph (1)(C) establishes recordkeeping for monitoring for a carbon adsorption system or carbon adsorber. Adopted new paragraph (1)(C)(i) and (ii) specify records of exhaust gas VOC concentrations, the date and time of carbon replacement and the method for determining the intervals. The commission adopts new paragraph (1)(D) to establish recordkeeping for monitoring for a catalytic incinerator. The commission adopts new paragraph (1)(E) to establish recordkeeping for monitoring for a vapor recovery unit. The commission adopts new paragraph (1)(F) to establish recordkeeping for continuous operational parameter monitoring for any other control device not explicitly listed.

The commission adopts new §115.180(2) requiring the owner or operator subject to Subchapter B, Division 7 claiming an exemption in §115.172 to maintain records sufficient to demonstrate continuous compliance with the applicable exemption criteria.

The commission adopts new §115.180(3) to require that the owner or operator maintain the results of any control device testing conducted in accordance with §115.179 including, at a minimum, the information in adopted new §115.180(3)(A) - (D); the date of each periodic performance test; the test method(s) used to conduct the test; the equipment type listed in §115.170 controlled by the device; and the test report the control device. The information adopted to be maintained in adopted §115.180(3) is expected to be sufficient to confirm the testing was performed appropriately and to ensure the testing results are available for review, when necessary, by a representative with jurisdiction.

Adopted new §115.180(4) requires that the owner or operator maintain records of the results of each inspection and repair required in Subchapter B, Division 7, except for inspections and repairs for fugitive emission components, including the items in adopted new §115.180(4)(A) - (J). The information in proposed §115.180(4)(H) is added to proposed §115.180(4)(E) for adoption to help simplify the requirements in this section. Subsequently, proposed paragraphs (4)(I) and (J) are relettered to paragraphs (4)(H) and (I), respectively. Additionally, proposed §115.180(4)(F) is revised to remove the phrase "controlled by the device" to correct an inadvertent error. The information to be in records for each inspection includes the following: the date of the inspection; an identifier of each piece of leaking equipment; the tag information required by the owner or operator in accordance with §115.178(d), if different than the date of inspection; the status of the cover or closure device during inspection; documentation of the date on which attempts at repair, if necessary, were made, what repair was made, and an explanation of the reasons for delaying repair, if necessary; the equipment type and associated designation (e.g., difficult-to-monitor), if appropriate, that is controlled by the device; the amount of time a cover or closure device was open since the last inspection for reasons not allowed in the control requirements of §115.175; the hydrocarbon analyzer monitoring results; and the results of monitoring following repair required in §115.178(b)(2)(A) or (e) following repair.

Adopted new §115.180(5) requires that the owner or operator of a reciprocating compressor subject to §115.173(3)(D) - (E) document the information in §115.180(5)(A)

and (B) to demonstrate compliance with the appropriate control requirement. The proposed reference to §115.173(a)(3)(D) in §115.180(5) is corrected to §115.173(3)(D). Adopted new subparagraph (A) requires documenting the continuously recorded number of hours the reciprocating compressor operated between each rod packing replacement and restarting the number of hours after the date of each replacement. Adopted new subparagraph (B) requires documenting the date and time of each reciprocating compressor rod packing replacement in accordance with the control requirement in §115.173(2)(D) or (E) and the number of months between each replacement.

In response to comments on the proposed rulemaking, adopted new §115.180(6) is revised to add subparagraphs (A) and (B). Adopted new paragraph (6)(A) requires records be maintained of any instance in which a control device does not exist at a well site where an affected pneumatic pump resides. In this case, adopted §115.180(6)(A) does not require the owner or operator to install a control device for purposes of RACT in response to the oil and gas CTG. The option in adopted new §115.174(e)(2) is the control requirement an owner or operator would claim, and §115.180(6)(A) requires documentation of such control requirement. Adopted new paragraph (6)(B) requires an owner or operator to maintain records documenting the pneumatic controller is maintained as required by the control requirement in §115.174(f). This requirement is expected to help identify malfunctions which could result in unintended higher bleed rates than allowed by the control requirements.

Adopted new §115.180(7) requires an owner or operator to retain records of required

audio, visual, and olfactory inspections and fugitive emission component monitoring surveys, including the items in adopted new §115.180(7)(A) - (G). Adopted new subparagraph (A) lists instrument monitoring survey dates. Adopted new subparagraph (B) lists monitoring results. Adopted new subparagraph (C) provides the list of repairs needed, delay of repair logs, and unit shutdowns. At adoption, new subparagraph (C) is revised for clarification of records needed for repairs to help facilitate appropriate recordkeeping by owners and operators for repairs and attempts at repair. Adopted new subparagraph (D) lists the fugitive emission components that are difficult-to-monitor and unsafe-to-monitor. Adopted new subparagraph (E) lists required electronic photos to document optical gas imaging monitoring surveys. Adopted new subparagraph (F) lists the fugitive emissions monitoring plan. Adopted new subparagraph (G) lists documentation for wells with a gas/oil ratio of less than 300 scf per stock barrel of crude oil produced. At adoption, subparagraph (H) is added to specify that if using the AWP in §115.358, records that are required in existing §115.356(4)(A) - (I) must be maintained. This requirement was not proposed but is added in response to comments to ensure the procedures a technically sound and reliable OGI monitoring survey is accomplished and sufficient documentation is maintained.

The commission adopts new §115.180(8) requiring a report containing specific information be maintained for five years. This report is subject to the five-year record retention schedule like all the other records required in §115.180 and must be updated so that the information is representative of current operational conditions. Revisions to information, such as a change to the option used to demonstrate compliance with a

control requirement, is to be maintained and updated as necessary. Adopted new §115.180(8) does not require that these reports be submitted to the TCEQ. The commission is not requiring reports be submitted because the information that is required includes information in adopted new §115.180(8)(A) - (D) such as the regulated entity number (RN) for the site, the applicable rule requirements for the site, the means of complying with the respective rule requirements, and technical data related to the equipment and means of control. At adoption, §115.180(8)(A) is updated to clarify the regulated entity number must be documented if it exists for the entity. It is possible that not all sites affected by this rulemaking have a regulated entity number and should not need one for purposes of the adopted new Subchapter B, Division 7.

The requirement to submit initial and annual reports is recommended in the EPA's oil and gas CTG. The commission adopts new §115.180(8) to require maintaining a report with specific information, along with the other records required in adopted new §115.180, to document on a continuous basis to ensure the enforceability of the compliance status with the requirements in Subchapter B, Division 7. The reports are not adopted for submission to the executive director due to the unnecessary burden this would impose on both the regulated community and the TCEQ. The commission estimates that over 18,000 affected sites are affected by the reporting requirements. This amount of reports being submitted to the TCEQ would require a substantial effort to process and file. Further, requiring regulated companies to submit the reports recommended by the EPA's oil and gas CTG is not necessary for the TCEQ to enforce the rules. The information that would be available in a submitted report will be available by the affected owner and

operator and will be provided for investigative purposes to any TCEQ representative or other entity with jurisdiction. Although the format is not specified, these revisions or updates should be kept in such a way clearly distinguishable to an investigator or other representative with jurisdiction.

§115.181, Reporting Requirements

The commission adopts new §115.181 to require notification of the appropriate TCEQ regional office at least 45 days before the testing of a control device to allow agency staff to witness the test. This adopted requirement is consistent with agency practice allowing a representative to attend any testing, although the commission recognizes that there will not be TCEQ presence at every test performed in accordance with the control device testing requirements in Subchapter B, Division 7.

§115.183, Compliance Schedules

The commission adopts new §115.183(a) to specify that the owner or operator of a piece of equipment that meets the applicability specifications in §115.170 and is subject to a requirement of Subchapter B, Division 7 is required to be in compliance as soon as practicable, but no later than January 1, 2023. The January 1, 2023 compliance date provides affected owners and operators approximately 18 months after expected rule adoption, which is both reasonable and consistent with prior RACT rulemakings. The commission anticipates that 18 months between expected adoption and the January 1, 2023 compliance deadline is a sufficient amount of time for any necessary changes to be made, for necessary permit actions to be completed, and for demonstration of

compliance with the adopted rule requirements.

The commission adopts new §115.183(b) specifying that for the owner or operator subject to Subchapter B, Division 7 as of January 1, 2023, the report required by §115.180(8) must be completed no later than March 31, 2023, which is approximately 90 days after the initial compliance date of Subchapter B, Division 7 and 90 days is expected to be a sufficient amount of time to compile the appropriate information. The report is subject to the five-year record retention schedule that all other records are subject to and needs to be updated every five years from the initial report completion date.

The commission adopts new §115.183(c) specifying that the owner or operator who becomes subject to the requirements of Subchapter B, Division 7 on or after the date specified in §115.183(a) shall comply with the requirements in Subchapter B, Division 7 no later than 60 days after becoming subject. The commission expects that an owner or operator who becomes subject to Subchapter B, Division 7 after the initial compliance date of January 1, 2023 should be able to comply with the division within 60 days of triggering compliance. For example, an owner or operator who begins operation that meets the applicability of Subchapter B, Division 7 is expected to be able to comply within 60 days of that commencement date. Additionally, the commission acknowledges that an owner or operator could trigger applicability on November 3, 2022, which is less than 60 days from the initial compliance date. In these instances, the same amount of time to come into compliance would be needed and is afforded under this adopted compliance schedule. Finally, where there is a due date or compliance date specified in the rules

other than the compliance schedules, that date supersedes the compliance schedule in §115.183(c). For example, the monitoring after a fugitive emission component is placed into VOC service is required to occur within 30 days, and this could apply to a situation of new applicability for a site.

The commission adopts new §115.183(d) to indicate that the owner or operator of a storage tank subject to the requirements in Chapter 115, Subchapter B, Division 1 must continue to comply with those requirements until compliance with the requirements in Subchapter B, Division 7 is achieved, which is required no later than January 1, 2023. The commission intends for there to be no gap in applicability or requirements that could affect the control of VOC emissions.

Similar to adopted new §115.183(d), the commission adopts new §115.183(e) to indicate that the owner or operator of a fugitive emission component, as is defined in adopted Subchapter B, new Division 7, must continue to comply with those requirements until compliance with the requirements in Division 7 are achieved, which is required no later than January 1, 2023. This adopted compliance schedule ensures that there is no gap in applicability or requirements that could affect the control of VOC emissions.

The commission adopts new §115.183(f) to specify the owner or operator of a pneumatic pump or controller has 60 days to comply with the appropriate control requirement in §115.174 after the owner or operator can no longer claim one of the exceptions in §115.174(e). This includes making a demonstration of technical infeasibility if emissions

from a pneumatic controller or pump cannot be captured for control.

*SUBCHAPTER D: PETROLEUM REFINING, NATURAL GAS PROCESSING, AND
PETROCHEMICAL PROCESSES*

*DIVISION 3: FUGITIVE EMISSION CONTROL IN PETROLEUM REFINING, NATURAL
GAS/GASOLINE PROCESSING, AND PETROCHEMICAL PROCESSES IN OZONE
NONATTAINMENT AREAS*

§115.357, Exemptions

The commission adopts §115.357(15) to specify that beginning January 1, 2023, a natural gas processing plant, as defined in adopted new §115.171(8), that meets the compliance requirements in the adopted Subchapter B, new Division 7 in the DFW and HGB areas is no longer be required to comply with the requirements in Subchapter D, Division 3. This exemption is intended to make clear that natural gas processing plants are not subject to Subchapter D, Division 3 on or after this date because these operations are required to comply with the Subchapter B, Division 7 by then. This change in applicability from Subchapter D, Division 3 to Subchapter B, Division 7 is necessary as a result of combining the adopted rules that address the oil and gas CTG into one division. The owner or operator should continue to comply with the applicable requirements in the Subchapter D, Division 3 rules until compliance with the Subchapter B, Division 7 rules is achieved, on or before January 1, 2023. There is not intended to be any gap in applicable requirements for those natural gas processing plants that are currently subject to these rules but that will be subject to the Subchapter B, Division 7 rules beginning January 1, 2023.

Final Regulatory Impact Determination

The commission reviewed the rulemaking action in light of the regulatory impact analysis requirements of Texas Government Code, §2001.0225, and determined that the rulemaking would not meet the definition of a "Major environmental rule" as defined in that statute, and in addition, if it did meet the definition, would not be subject to the requirement to prepare a regulatory impact analysis.

A "Major environmental rule" is a rule, the specific intent of which is to protect the environment or reduce risks to human health from environmental exposure, and that may adversely affect in a material way the economy, a sector of the economy, productivity, competition, jobs, the environment, or the public health and safety of the state or a sector of the state. The adopted rules will implement the EPA's RACT recommendations in the oil and gas CTG (81 FR 74798), that the commission determined to represent RACT for the DFW and HGB areas. For nonattainment areas classified as moderate and above, FCAA, §172(b)(1) and §182(b)(2) requires the state to submit a SIP revision that implements RACT for all major stationary sources of VOC. The FCAA, §182(b)(2)(A) requires states with ozone nonattainment areas classified as moderate and above to address VOC RACT for sources covered by CTGs issued by the EPA between 1990 and the area's attainment date. On October 27, 2016, the EPA issued the oil and gas CTG that recommended VOC RACT requirements for existing oil and natural gas industry sources (81 FR 74798) and directed states to submit SIP revisions addressing VOC RACT for the emission sources addressed in the CTG by October 27, 2018. The adopted

rulemaking will implement RACT for oil and natural gas source categories in the DFW and HGB 2008 ozone nonattainment areas, as required by the FCAA, §172(c)(1). Generally, the commission expects the adopted requirements to place minimal burden on affected owners and operators and that the adopted compliance date provides an adequate amount of time for these owners and operators to make all necessary installations and adjustments for compliance purposes. As discussed in the fiscal note portion of this preamble, the adopted rules are not anticipated to add any significant additional costs to affected individuals or businesses beyond what is already required to comply with these federal standards on the economy, a sector of the economy, productivity, competition, jobs, the environment, or the public health and safety of the state or a sector of the state.

Additionally, these rules do not meet any of the four applicability criteria for requiring a regulatory impact analysis for a "Major environmental rule", which are listed in Texas Government Code, §2001.0225(a). Texas Government Code, §2001.0225, applies only to a major environmental rule, the result of which is to: 1) exceed a standard set by federal law, unless the rule is specifically required by state law; 2) exceed an express requirement of state law, unless the rule is specifically required by federal law; 3) exceed a requirement of a delegation agreement or contract between the state and an agency or representative of the federal government to implement a state and federal program; or 4) adopt a rule solely under the general powers of the agency instead of under a specific state law. The adopted rulemaking will implement RACT for oil and natural gas source categories in the DFW and HGB areas. Implementation of RACT is a necessary and required component of developing the SIP for nonattainment areas as required by 42

USC, §7410.

The adopted rulemaking implements requirements of 42 USC, §7410, which requires states to adopt a SIP that provides for the implementation, maintenance, and enforcement of the NAAQS in each air quality control region of the state. While 42 USC, §7410 generally does not require specific programs, methods, or reductions in order to meet the standard, the SIP must include enforceable emission limitations and other control measures, means or techniques (including economic incentives such as fees, marketable permits, and auctions of emissions rights), as well as schedules and timetables for compliance as may be necessary or appropriate to meet the applicable requirements of this chapter (42 USC, Chapter 85, Air Pollution Prevention and Control). The provisions of the FCAA recognize that states are in the best position to determine what programs and controls are necessary or appropriate in order to meet the NAAQS. This flexibility allows states, affected industry, and the public, to collaborate on the best methods for attaining the NAAQS for the specific regions in the state. Even though the FCAA allows states to develop their own programs, this flexibility does not relieve a state from developing a program that meets the requirements of 42 USC, §7410. States are not free to ignore the requirements of 42 USC, §7410, and must develop programs to assure that their contributions to nonattainment areas are reduced so that these areas can be brought into attainment on schedule. The adopted rulemaking updates rules in 30 TAC Chapter 115 to implement the requirements of EPA's Oil and Gas CTG, addressing VOC emissions from oil and natural gas source categories.

The requirement to provide a fiscal analysis of proposed regulations in the Texas Government Code was amended by SB 633 during the 75th Legislature, 1997. The intent of SB 633 was to require agencies to conduct a regulatory impact analysis of extraordinary rules. These are identified in the statutory language as major environmental rules that will have a material adverse impact and will exceed a requirement of state law, federal law, or a delegated federal program, or are adopted solely under the general powers of the agency. With the understanding that this requirement would seldom apply, the commission provided a cost estimate for SB 633 concluding that "based on an assessment of rules adopted by the agency in the past, it is not anticipated that the bill will have significant fiscal implications for the agency due to its limited application." The commission also noted that the number of rules that would require assessment under the provisions of the bill was not large. This conclusion was based, in part, on the criteria set forth in the bill that exempted proposed rules from the full analysis unless the rule was a major environmental rule that exceeds a federal law. As discussed earlier in this preamble, the FCAA does not always require specific programs, methods, or reductions in order to meet the NAAQS; thus, states must develop programs for each area contributing to nonattainment to help ensure that those areas will meet the attainment deadlines. Because of the ongoing need to address nonattainment issues, and to meet the requirements of 42 USC, §7410, the commission routinely proposes and adopts SIP rules. The legislature is presumed to understand this federal scheme. If each rule proposed for inclusion in the SIP was considered to be a "Major environmental rule" that exceeds federal law, then every SIP rule would require the full regulatory impact analysis contemplated by SB 633. This conclusion is inconsistent with

the conclusions reached by the commission in its cost estimate and by the Legislative Budget Board (LBB) in its fiscal notes. Since the legislature is presumed to understand the fiscal impacts of the bills it passes, and that presumption is based on information provided by state agencies and the LBB, the commission believes that the intent of SB 633 was only to require the full regulatory impact analysis for rules that are extraordinary in nature. While the SIP rules will have a broad impact, the impact is no greater than is necessary or appropriate to meet the requirements of the FCAA. For these reasons, rules adopted for inclusion in the SIP fall under the exception in Texas Government Code, §2001.0225(a), because they are required by federal law.

The commission has consistently applied this construction to its rules since this statute was enacted in 1997. Since that time, the legislature has revised the Texas Government Code, but left this provision substantially unamended. It is presumed that "when an agency interpretation is in effect at the time the legislature amends the laws without making substantial change in the statute, the legislature is deemed to have accepted the agency's interpretation." *Central Power & Light Co. v. Sharp*, 919 S.W.2d 485, 489 (Tex. App. Austin 1995), *writ denied with per curiam opinion respecting another issue*, 960 S.W.2d 617 (Tex. 1997); *Bullock v. Marathon Oil Co.*, 798 S.W.2d 353, 357 (Tex. App. Austin 1990, *no writ*). *Cf. Humble Oil & Refining Co. v. Calvert*, 414 S.W.2d 172 (Tex. 1967); *Dudney v. State Farm Mut. Auto Ins. Co.*, 9 S.W.3d 884, 893 (Tex. App. Austin 2000); *Southwestern Life Ins. Co. v. Montemayor*, 24 S.W.3d 581 (Tex. App. Austin 2000, *pet. denied*); and *Coastal Indust. Water Auth. v. Trinity Portland Cement Div.*, 563 S.W.2d 916 (Tex. 1978).

The commission's interpretation of the regulatory impact analysis requirements is also supported by a change made to the Texas Administrative Procedure Act (APA) by the legislature in 1999. In an attempt to limit the number of rule challenges based upon APA requirements, the legislature clarified that state agencies are required to meet these sections of the APA against the standard of "substantial compliance." The legislature specifically identified Texas Government Code, §2001.0225, as falling under this standard. The commission has substantially complied with the requirements of Texas Government Code, §2001.0225.

The specific purpose of the adopted rulemaking is to revise rules in 30 TAC Chapter 115, to implement the requirements of EPA's Oil and Gas CTG, addressing VOC emissions from oil and natural gas source categories. The adopted rulemaking does not exceed a standard set by federal law or exceed an express requirement of state law. No contract or delegation agreement covers the topic that is the subject of this adopted rulemaking. Therefore, this adopted rulemaking is not subject to the regulatory analysis provisions of Texas Government Code, §2001.0225(b), because it does not meet the definition of a "Major environmental rule"; it also does not meet any of the four applicability criteria for a major environmental rule.

The commission invited public comment regarding the Draft Regulatory Impact Analysis Determination during the public comment period. No comments were received on the Draft Regulatory Impact Analysis Determination.

Takings Impact Assessment

The commission evaluated the adopted rulemaking and performed an assessment of whether Texas Government Code, Chapter 2007, is applicable. For nonattainment areas classified as moderate and above, FCAA, §172(b)(1) and §182(b)(2) requires the state to submit a SIP revision that implements RACT for all major stationary sources of sources of VOC. The FCAA, §182(b)(2)(A) requires states with ozone nonattainment areas classified as moderate and above to address VOC RACT for sources covered by CTG issued by the EPA between 1990 and the area's attainment date. On October 27, 2016, the EPA issued the oil and gas CTG that recommended VOC RACT requirements for existing oil and natural gas industry sources (81 FR 74798) and directed states to submit SIP revisions addressing VOC RACT for the emission sources addressed in the CTG by October 27, 2018. The specific purpose of the adopted rulemaking is to revise rules in 30 TAC Chapter 115, to implement the requirements of EPA's Oil and Gas CTG, addressing VOC emissions from oil and natural gas source categories. Texas Government Code, §2007.003(b)(4), provides that Texas Government Code, Chapter 2007 does not apply to this adopted rulemaking because it is an action reasonably taken to fulfill an obligation mandated by federal law.

In addition, the commission's assessment indicates that Texas Government Code, Chapter 2007 does not apply to these adopted rules because this is an action that is taken in response to a real and substantial threat to public health and safety; that is designed to significantly advance the health and safety purpose; and that does not impose a greater

burden than is necessary to achieve the health and safety purpose. Thus, this action is exempt under Texas Government Code, §2007.003(b)(13). The adopted rules fulfill the FCAA requirement to implement RACT in nonattainment areas. These revisions would result in VOC emission reductions in ozone nonattainment areas which may contribute to the timely attainment of the ozone standard and reduced public exposure to VOCs. Consequently, the adopted rulemaking meets the exemption criteria in Texas Government Code, §2007.003(b)(4) and (13). For these reasons, Texas Government Code, Chapter 2007 does not apply to this adopted rulemaking.

Consistency with the Coastal Management Program

The commission reviewed the rulemaking and found that it is subject to the Texas Coastal Management Program (CMP) in accordance with the Coastal Coordination Act, Texas Natural Resources Code, §§33.201 *et seq.*, and therefore must be consistent with all applicable CMP goals and policies. The commission conducted a consistency determination for the adopted rules in accordance with Coastal Coordination Act Implementation Rules, 31 TAC §505.22 and found the rulemaking is consistent with the applicable CMP goals and policies.

The CMP goal applicable to the adopted rulemaking is the goal to protect, preserve, and enhance the diversity, quality, quantity, functions, and values of coastal natural resource areas (31 TAC §501.12(l)). The CMP policy applicable to the adopted rulemaking is the policy that commission rules comply with federal regulations in 40 CFR, to protect and enhance air quality in the coastal areas (31 TAC §501.32). The adopted rulemaking will

not increase emissions of air pollutants and is therefore consistent with the CMP goal in 31 TAC §501.12(1) and the CMP policy in 31 TAC §501.32.

Promulgation and enforcement of these rules would not violate or exceed any standards identified in the applicable CMP goals and policies because the adopted rules are consistent with these CMP goals and policies and because these rules do not create or have a direct or significant adverse effect on any coastal natural resource areas. Therefore, in accordance with 31 TAC §505.22(e), the commission affirms that this rulemaking action is consistent with CMP goals and policies.

The commission invited public comment regarding the consistency with the coastal management program during the public comment period. No comments were received on the CMP.

Effect on Sites Subject to the Federal Operating Permits Program

Chapter 115 is an applicable requirement under 30 TAC Chapter 122, Federal Operating Permits Program. If this rulemaking is adopted, owners or operators of affected sites subject to the federal operating permit program must, consistent with the revision process in Chapter 122, upon the effective date of the rulemaking, revise their operating permit to include the new Chapter 115 requirements.

Public Comment

The commission held a public hearing on February 23, 2021. The comment period closed

on March 16, 2021. The commission received comments from the Environmental Defense Fund (EDF), the EPA, and the SC.

Response to Comments

Comment

The SC commented that the DFW and HGB ozone nonattainment areas were unlikely to attain the 2008 eight-hour ozone NAAQS by the July 20, 2021 attainment deadline, and the EDF commented that implementing oil and gas CTG rules in just the DFW and HGB ozone nonattainment areas was only a minimal step for TCEQ to take to address air pollution from oil and gas sources. Both the EDF and the SC recommended that the proposed rulemaking be strengthened to further reduce emissions. The SC stated that oil and gas sources contribute significant air pollution in the DFW and HGB ozone nonattainment areas, and VOC reductions from oil and gas sources would significantly benefit human health for individuals in Texas. The EDF and the SC commented that cost-effective technologies are available and referenced information from other states and countries on the variety and costs of available technologies. The SC commented that the TCEQ should consider and possibly borrow from the rule development work in New Mexico and recently passed rules for LDAR in Colorado.

The SC commented that the proposed RACT regulations should be applied to oil and gas sources throughout the state, and there is nothing that would preclude the TCEQ from applying these requirements outside the DFW and HGB ozone nonattainment areas. The SC commented that applying these regulations outside the required ozone nonattainment

areas would contribute to achieving attainment inside these areas and may also help satisfy the NAAQS good neighbor provision under 42 USC §7410(a)(2)(D)(i)(I), help avoid an ozone nonattainment designation for El Paso, the Permian Basin area, and part of New Mexico, and help fulfill reasonable progress requirements for regional haze.

The SC commented that the rulemaking will help reduce emissions that contribute to methane, a major contributor to climate change. The SC further commented that strengthening RACT regulations will help significantly reduce ozone, methane, and air toxics and would create jobs, reduce electricity prices, and spur economic development. The EDF commented that the TCEQ should immediately propose statewide rules requiring significant reductions in methane from new and existing oil and gas sources and should strengthen this rulemaking to reduce methane as a side benefit.

Response

The purpose of this rulemaking is to fulfill the TCEQ’s VOC RACT obligation under FCAA, §182(b)(2)(A). The regional haze and good neighbor provision programs, pollutants other than VOC for purposes of ozone control, and the attainment status of the DFW and HGB areas are beyond the scope of this rulemaking.

Under the FCAA, RACT must be evaluated for areas designated as nonattainment and classified as moderate or a higher classification. For this reason, this CTG RACT analysis applies to the DFW and HGB areas because both are classified as serious nonattainment under the 2008 eight-hour ozone NAAQS. The El Paso and the Permian

Basin areas are currently designated attainment and although Bexar County is nonattainment under the 2015 eight-hour ozone NAAQS, it is classified as marginal nonattainment. There are currently no other ozone nonattainment areas under the 2008 or 2015 ozone NAAQS in the state for which the EPA’s oil and gas CTG must be evaluated as a RACT requirement. No changes were made in response to this comment.

The adopted rules implement RACT for the emission source categories addressed in the oil and gas CTG. The development of the CTG acknowledged and evaluated state and federal rules relevant to a specific emission source category. Based on the evaluation of the EPA’s CTG RACT recommendations, the commission implements requirements to meet FCAA CTG RACT requirements. No changes are made in response to these comments.

Comment

The SC supported the application of the rulemaking to applicable equipment types: storage tanks, compressors, pumps, controllers, and fugitive emissions. The SC supported requiring a quarterly LDAR program at oil and gas facilities, including the baseline quarterly inspection requirement for applicable well sites.

Response

TCEQ appreciates the support.

Comment

The EPA suggested adding definitions to the rulemaking for light liquid service, heavy liquid service, and wet gas service. The EPA also suggested adding a definition for surface sites that matches the one recommended in the oil and gas CTG.

Response

The oil and gas CTG model rule language in Appendices C.7, G.3, and G.9 provides definitions for each of the terms the EPA suggested adding to his rulemaking. In response to this comment, the TCEQ is revising the definitions in §115.171 to incorporate the definitions identical to the definitions in Appendix C.7, G.3, and G.9 of the oil and gas CTG model rule language, except for the definition of wet gas service. The definition of wet gas service excludes compressors and sampling connection systems; however, as discussed elsewhere in this Response to Comments section, although the EPA's oil and gas CTG excludes compressors and sampling connection systems from natural gas processing plant fugitive monitoring, such equipment is not necessarily excluded in the adopted new rules because the existing Subchapter D, Division 3 rules could apply. These three terms are used in the fugitive monitoring requirements in §115.177. The term surface site is used in the definition of well site, adopted as §115.171(16). The meaning of "site" and "sites" in this definition is intended to be limited to this division and does not extend to other uses for other TCEQ programs.

Comment

The SC expressed concern that the threshold for the rules to apply to storage tanks is set at either four or six tpy of VOC emissions and that the time periods for fixing leaks are set at five days to start a repair and 15 days to finish. The SC suggested that these numbers be lowered.

Response

The thresholds established for storage tanks subject to the adopted new Subchapter B, Division 7 rule applicability are 4.0 tpy of actual VOC emissions and PTE 6.0 tpy of VOC emissions. These thresholds are consistent with the EPA's guidance in the CTG and the commission has no basis for establishing lower thresholds for the purposes of RACT. The EPA indicated that the applicability threshold determined to be cost-effective for the 2012 NSPS, for which the EPA relied on to develop the oil and gas CTG, was PTE 6.0 tpy of VOC emissions. The cost analysis in the oil and gas CTG shows a much more significant incremental cost increase at levels below 6.0 tpy compared to the incremental cost increases between 25 tpy and 6 tpy. The 4.0 tpy of actual VOC emissions threshold is informed by the 2012 NSPS, where the EPA concluded that the best system of emission reduction is not represented by continued control when sustained uncontrolled emission rates fall below 4.0 tpy. Because the applicability thresholds in the adopted new Subchapter B, Division 7 rules for storage tanks are not considered feasible for new sources, these thresholds are not considered feasible for existing sources. However, as required in the §115.175 control requirements, any storage tank that was subject to the §115.112(e) control requirements continue to be subject to those requirements if the storage tank does

not meet the PTE of 6.0 tpy triggering compliance with the new control requirements. The commission determined the amount of time required to make repairs, as is required under other existing rules, is practical but that shorter times for completion of repairs may not always be feasible or reasonable. No changes were made in response to this comment.

Comment

The EPA commented that the TCEQ should clarify for the control requirements in §115.175(a)(2) whether the emissions from normal storage tank operations includes emissions from storage tank turnovers and other maintenance activities.

Response

The reference to normal operations was intended to exclude operations that are unforeseen or unplanned. If operations such as the ones suggested by the EPA occur, they could be considered as operations that would be controlled, unless they are operations that are regulated under other rules administered by the commission such as the maintenance, startup, and shutdown activities in 30 TAC §101.211. In response to this comment, the commission clarifies the intent of the requirement in §115.175(a)(2) that a control device must meet one of the conditions specified in (a)(2) at all times when VOC vapors are routed to the device.

Comment

The EPA commented that the TCEQ should change the calculation method in §115.175(c)

for uncontrolled VOC emissions to conform to the monthly demonstration of compliance recommended in the CTG or provide a reason for the proposed method. The EPA commented that the frequency requirement of the proposed calculation is unclear.

Response

The commission retains the proposed applicability threshold in §115.175(c) of the highest consecutive 12-months over the last five years for the applicability determination. Adopted §115.175(c)(1) is revised to clarify that this is for the initial determination of compliance in accordance with the appropriate compliance date in adopted §115.183. However, the requirements for calculating the applicability in §115.175(b) to the storage tank control requirements in §115.175(a) is revised to specify that the determination of actual emissions less than 4.0 tpy be calculated monthly based on the average monthly production data after 12-consecutive months of calculations below 4.0 tpy. The changes are intended to provide clarity and a consistent applicability basis for affected entities.

Comment

EPA commented that the CTG required a continuous burning pilot light on combustion control devices but that proposed §115.175(a) did not have such a provision. The EPA requested clarification of whether the continuous monitoring for exhaust gas temperature was intended to ensure continuous operation of the pilot as recommended in the CTG.

Response

The provisions in §115.175(a)(2) specify the types of controls that may be used, but not the corresponding monitoring, which is provided in §115.178(f). For combustion devices used to comply with control requirements, the requirements in adopted §115.178(f)(1) and (4) are intended to ensure continuous operation of the pilot in addition to providing data on the control efficiency of the control device. If a pilot is not operating, decreasing exhaust gas temperature because the vapors are not being combusted from the device will provide immediate indication that the pilot is not lit and therefore the combustion device is not working properly. No changes were made in response to this comment.

Comment

The EPA recommended the proposed rule be changed to meet the recommendations in 40 CFR Part 60, Subpart Kb for floating roof storage vessels and if the rule is not changed, the EPA requested that the TCEQ provide its reasoning for choosing a different approach.

Response

The language regarding floating roof storage tanks complying with 40 CFR Part 60, Subpart Kb was only included in the EPA's oil and gas CTG model rule language. The EPA's oil and gas CTG does not provide any discussion regarding the requirements in 40 CFR Part 60, Subpart Kb as being considered RACT for storage tanks. The commission has floating roof tank requirements, which mirror the existing Subchapter B, Division 1 requirements, and does not expect floating roof tanks to be the type of

tank used for the oil and gas activities covered under the adopted new Subchapter B, Division 7 rules. The existing floating roof requirements for the DFW and HGB nonattainment areas have been approved by the EPA previously. Additionally, the floating roof tank requirements in adopted §115.175 provide a substantively equivalent level of VOC emission control as the requirements in 40 CFR Part 60, Subpart Kb. While there are differences in the Subchapter B, Division 7 rules compare to the 40 CFR Part 60, Subpart Kb requirements, these differences are not expected to cause a significant quantity of VOC emissions. Further, one of the primary control requirements for external floating roof tanks in 40 CFR Part 60, Subpart Kb and the Chapter 115 storage tank rules is the secondary seal requirements. The secondary seal requirements in 40 CFR Part 60, §60.113b(b)(4)(ii)(B) specify that the total area of gaps between the tank wall and the secondary seal may not exceed 21.2 square centimeters per meter of tank diameter (1 square inch per foot) and the width of any gap may not exceed 1.27 centimeters (0.5 inch), as determined by §60.113b(b)(2)(ii) using a 0.32 centimeter (1/8 inch) probe. The secondary seal specifications for gaps included in adopted §115.175(d)(7) are the total area of gaps between the secondary seal and storage tank wall that exceed 1/8 inch may not exceed 1.0 square inch per foot of storage tank diameter. The TCEQ considers the specifications for secondary seal gaps in Subpart Kb and §115.175(d)(7) to be functionally equivalent in terms of total gap area allowed per foot of tank diameter. Considering that the EPA has not provided any justification for why 40 CFR Part 60, Subpart Kb should be considered RACT for the oil and gas sector regulated in this adopted rulemaking, and that the floating roof tank requirements in §115.175 should achieve a comparable level of VOC

emission control, the commission maintains that the requirements the commission proposed for floating roof tanks represent RACT. No changes were made in response to this comment.

Comment

The EPA commented that the agency should clarify what regulatory requirements apply to storage vessels that are removed from service or returned to service.

Response

In the section of the oil and gas CTG discussing storage tanks, the EPA indicates that the model rule language for storage vessels in Appendix A presents example model rule language that incorporates the compliance elements recommended in this section that air agencies may choose to use in whole or in part. The specific requirements associated with removing a storage tank from service or returning a storage tank to service are a part of the recommended model rule language that was not incorporated into the storage tank control requirements in §115.175. The model rule language specifies that when removing a tank from service and returning a tank to service, a notification be submitted. As discussed in the Section by Section Discussion, the commission is not requiring initial or annual report submission. However, such status of a storage tank should be reflected in recordkeeping requirements. In addition to reporting notifications, when removing a tank from service, the model rule language requires that emptying and degassing the tank be accomplished. However, there are no standards associated with these activities. A storage tank no longer in service

would be expected to be emptied or retain the contents and continue to meet the §115.175 rule requirements if applicability thresholds in §115.175(b) are met. No changes were made in response to this comment.

Comment

The EPA commented that the specific regulatory reporting requirements for storage vessels should be clarified and that proposed §115.179 and §115.180 do not appear to include requirements for storage vessel reporting as recommended in the CTG. The EPA noted that initial and annual reports and other compliance related information would not be submitted to the TCEQ but would only be provided upon request to the TCEQ or other entities with jurisdiction, which does not correspond to reporting as set out in the CTG. The EPA recognized that managing reporting could be burdensome but commented that some level of reporting seemed necessary to facilitate compliance monitoring. The EPA requested clarification of how the TCEQ plans to provide for compliance monitoring without reporting requirements like those in the CTG.

Response

The commission indicated in the proposed Section by Section discussion that requiring reports to be submitted would be burdensome to the TCEQ and regulated community. The resources it would take to review and evaluate elements of a compliance report for each storage tank affected by this rulemaking as recommended in the EPA’s oil and gas CTG would be extensive and significant. Compliance with regulatory requirements is already a part of the TCEQ’s Office of Compliance and

Enforcement (OCE) responsibilities and is not being changed in this rulemaking. The recordkeeping requirements in adopted §115.180 are sufficient to document compliance and indicate issues with compliance and will benefit agency staff, including OCE staff, in the same way records made available at the site through adopted §115.180(8) will without the strain on resources needed to process thousands of annual reports. In addition, the Railroad Commission of Texas maintains permits of oil and natural gas productions, which includes storage tank throughput for the tanks used in oil and natural gas production like those affected by this rulemaking. This data is available to the public and can be used by the TCEQ to determine the location of affected sites and production levels when needed. The commission maintains that requiring regulated entities to submit reports to the TCEQ is not necessary for enforcing rules and would not provide any additional benefit than the benefit of maintaining records onsite. The additional reporting requirements that the EPA suggests incorporating are sufficiently captured in the adopted recordkeeping requirements for storage tanks. No changes were made in response to this comment.

Comment

The EDF and the SC stated that there is evidence that emissions leaks are not evenly distributed and that a small percentage of sources account for a large portion of emissions. The commenters further stated that equipment leaks are not predictable, and the conditions that result in high-emissions events—abnormal operating conditions and equipment malfunctions—shift in time and by location. The commenters cited this evidence as the reason the TCEQ should increase the stringency of the LDAR provisions

in this rulemaking.

The EDF recommended that the TCEQ require quarterly, instrument-based LDAR for all existing well sites as well as monthly AVO checks for well leaks. The EDF stated that applying these requirements to all existing well sites can reduce emissions from leaks and abnormal operating conditions and implementing quarterly inspections at well sites in the DFW and HGB ozone nonattainment areas would be cost effective. The commenter referenced an analysis concluding that the EPA's calculations may overestimate LDAR costs by between \$300 - \$375 per well for semi-annual LDAR.

The SC commented that the TCEQ should increase the inspection frequency for fugitive emissions, and the EPA recommended increasing the frequency of fugitive monitoring to match CTG recommendations. The EPA specifically recommended requiring semiannual fugitive monitoring of all fugitive components, including connectors, at well sites and quarterly fugitive monitoring of all fugitive components, including connectors, at gathering and boosting stations. The EPA recommended that difficult-to-monitor components should be monitored at least annually at well sites and gathering and boosting stations as recommended in the CTG. The EPA commented that if a different approach is taken than in the CTG, the TCEQ should explain why.

Response

The monitoring frequencies in adopted §115.177(b) are updated to reflect the frequencies recommended as RACT in the EPA's oil and gas CTG model rule language.

As discussed in the Section by Section portion of this preamble, the monitoring frequencies for connectors at well sites and gathering and boosting stations are changed from annually to the same frequency all other fugitive emission components at each of these locations are required to be monitored. All fugitive emission components are required to be monitored semiannually at well sites and quarterly at gathering and boosting stations. These monitoring frequencies were required in the proposed rule, with the exception of connectors. Visual pump monitoring and associated repair requirements are added for natural gas processing plants for consistency with monitoring in the CTG. The adopted rule requirements are re-structured with changes made to clarify and streamline the monitoring frequencies for specified components. These adopted changes are intended to make monitoring frequencies consistent with the EPA's oil and gas CTG RACT-recommended monitoring frequencies.

The monitoring frequency for difficult-to-monitor closed vent systems and covers was inadvertently applied to fugitive emission components but is updated in §115.177(c)(1) to reflect the requirement for annual monitoring of difficult-to-monitor components consistent with the EPA's oil and gas CTG model rule language and the existing difficult-to-monitor requirements in §115.354(1)(B) for natural gas processing plants. The difficult-to-monitor frequency for natural gas processing plants closed vent system components remains a five-year basis as proposed and as recommended in the EPA's model rule language.

Comment

The EPA commented that the alternate monitoring schedules for natural gas processing plants in §115.177(b)(9) allowing alternative monitoring schedules that were approved prior to November 15, 1996 should be removed or a reason provided for choosing a different approach than in the CTG.

Response

The commission agrees that the alternative monitoring schedule approved prior to November 15, 1996 is no longer needed and is removed from the adopted rule. An owner or operator monitoring in accordance with an alternative monitoring schedule under this option in the existing Subchapter D, Division 3 rules but now affected by the Subchapter B, Division 7 rules may still obtain approval for alternative monitoring frequencies but will need to make the demonstration in accordance with the new rules adopted in this rulemaking.

Comment

The EPA and the SC commented that the TCEQ should remove the proposed provisions in §115.177(b)(4) and (8). The SC commented that the metric of allowing well operators to reduce the frequency of inspection based on the percentage of leaking components identified in previous surveys does not accurately predict emissions performance. Because leaks predominantly occur due to improperly functioning equipment, improper maintenance, and chance events, future emissions cannot be predicted from past emissions. The EPA commented if the TCEQ adopts the provisions in §115.177(b)(4) and

(8), then the agency should explain why a reduced frequency monitoring alternative was provided and how it is consistent with RACT.

Response

The EPA's oil and gas CTG recommends implementing an OGI fugitive monitoring program or requiring Method 21 monitoring surveys as options to satisfy RACT for identifying VOC leaks from fugitive emission components. The EPA's oil and gas CTG also recommends as RACT that natural gas processing plant fugitive monitoring programs comply with requirements equivalent to a fugitive monitoring program in 40 CFR Part 60, Subpart VVa. Title 40 CFR Part 60, Subpart VVa allows the use of the AWP in 40 CFR §60.18(g), which is the basis for the EPA-approved AWP in §115.358. The proposed rule requirements in Subchapter B, Division 7 prevented the use of the alternative monitoring frequencies in §115.177(b)(4) and (8), which is adopted as §115.177(b)(7), through adopted §115.177(b)(11)(B), proposed as §115.177(b)(13)(B), consistent with the EPA's comment. Although being adopted with revisions, the commission continues to intend that §115.177(b)(11)(B) prohibits the use of alternate monitoring schedules if using the AWP.

The requirements contained in 40 CFR Part 60, Subpart VVa allow alternative monitoring frequencies when monitoring using Method 21. These alternative monitoring frequencies in 40 CFR Part 60, Subpart VVa are mirrored in the adopted new §115.177(b)(7). The EPA has previously approved §115.354(7) alternate monitoring schedules for natural gas processing Method 21 surveys. The Method 21

alternate monitoring schedule provisions are maintained in adopted §115.177(b)(7) with added clarification to eliminate any potential misinterpretation that they could apply to AWP monitoring requirements. In response to this comment, adopted §115.177(b)(7) is also revised to specify this option is available for owners and operators at a natural gas processing plant and not at a well site or gathering and boosting station. This alternative monitoring schedule is provided in the NSPS 40 CFR Part 60, Subpart VVa program, which was recommended in the EPA’s oil and gas CTG as RACT for natural gas processing plants.

As a result of this comment, §115.177(b)(4) is removed and not an option being provided. It was included at proposal but to ensure no conflict with existing monitoring requirements for natural gas processing plants, it is removed at adoption.

Comment

The EPA commented that there appeared to be an inconsistency in the preamble discussions and the corresponding proposed rule language for §115.177(b)(8) and (13).

The EPA requested explanation of what the TCEQ may consider as an excessive amount of leaking valves in §115.177(b)(7) and (13)(E) and how it would be assured that adequate reports are examined to make such a determination since the new requirements do not require the submittal of monitoring reports. The EPA recommended additional clarification and modification of the new regulatory requirements in §115.177(b)(8) and (13) accordingly.

Response

The proposed rule requirements for §115.177(b)(8) and (13) mirrored the discussion in the corresponding Section by Section discussion.

The provision in proposed §115.177(b)(8), which is adopted as §115.177(b)(7), allowing the executive director to determine excessive leaks result from a site area closely mirrors existing §115.354(7). This alternative option afforded to the executive director represents more stringent control in that more frequent monitoring would be required, leading to a potential increase in leak identification and component repairs. There is no definition of excessive; it would be determined on a case-by-case basis. Available resources could be used to make the determination, such as the agency's OCE complaint investigations and regulatory compliance investigations of oil and natural gas sites. The executive director has authority to request records at any time and review an entity's environmental compliance status, such as suspected instances of substandard housekeeping, maintenance or work practices that may result in excessive fugitive emissions. No changes were made in response to this comment.

Comment

The EPA commented that TCEQ should clarify whether skip periods for prior surveys that show less than 2% leaking components are allowed when employing AWP OGI methodology in conducting LDAR survey and recommended that this option not be allowed.

Response

The option for skip period monitoring was prohibited in proposed §115.177 and is not provided as an option in the existing rules referenced for the AWP fugitive monitoring surveys. The existing requirement in §115.358(e)(2), which is referenced in §115.177(b)(11)(B), proposed as §115.177(b)(13)(B), specifically prohibits using the monitoring survey skip periods for maintaining leak rates at 2% or less when using the AWP. No changes were made in response to this comment.

Comment

The EPA recommended that a fugitive monitoring plan and additional CTG requirements be required for the alternative work practice in §115.358 for optical gas imaging to satisfy fugitive monitoring provisions. The EPA commented that the proposed §115.177(b) allowed the owner or operator to use the previously EPA-approved AWP in §115.358 for any fugitive emission component. The EPA indicated that since its review and approval of the requirements at §115.358 (February 26, 2015, 80 FR 10352), the CTG recommends additional requirements beyond the requirements previously reviewed for §115.358 such as the development of a fugitive emissions monitoring plan if OGI is considered. The EPA stated that if a different approach than in the CTG is taken the TCEQ should explain the reason for the alternative approach.

Response

The AWP as adopted in §115.358 includes elements that are more stringent than the AWP that exists in 40 CFR §60.18(g), including the operator training requirements in

§115.358(h). The fugitive monitoring plan requested for inclusion in the §115.177 fugitive monitoring requirements is effectively a plan that describes a procedure for accomplishing certain elements related using an OGI device, such as accounting for thermal background and effects of wind. However, the commission expects that such OGI procedures are accounted for in the existing AWP OGI device operator training requirements in §115.358(h). Further, the EPA’s oil and gas CTG model rule specifies that the owner or operator must document their procedures for using OGI in the monitoring plan, but the model rule does not set specific procedures that must be followed. The commission also notes that the CTG model rule language for using OGI at well sites and gathering and boosting stations does not reference the EPA’s procedures in 40 CFR §60.18 and, therefore, omits some of the EPA’s requirements included in the federal AWP. For example, while the model rule does require the plan to include procedures for a daily verification check, an actual procedure for conducting the daily instrument check is not specified as is in 40 CFR §60.18(i)(2). As such, the commission considers the procedures in the TCEQ’s §115.358 and in 40 CFR §60.18 to be superior to the procedures listed for OGI in the model rule for well sites and gathering and boosting stations. In addition, maintaining a consistent procedure for using OGI for LDAR programs under Chapter 115 will provide clarity for owners and operators electing to use the AWP as well as for TCEQ investigators.

In response to this comment, §115.180(7)(H) is added to require that the records in existing §115.356(4)(A) - (I) be maintained. The recordkeeping requirements in §115.356(4)(A) - (I) include specific provisions for companies using the AWP under

§115.358, such as video records of monitoring events using OGI, which is similar to recordkeeping requirements in the model rule for sites using OGI. The provisions in §115.356(4)(A) - (I) also include recordkeeping not addressed by the EPA’s CTG, such as specific records to demonstrate the daily instrument check is performed correctly.

These recordkeeping requirements are adequate to demonstrate that a monitoring survey with OGI is being performed correctly and ensure results are sufficiently documented. The monitoring requirements in §115.356(4)(A) - (I) currently apply to owners and operators of natural gas processing plants using the AWP under §115.358 and are extended to owners and operators of well sites and gathering and boosting stations that are choosing to use the AWP for compliance with Subchapter B, Division 7.

As recommended in the EPA’s oil and gas CTG, proposed §115.177 required the use of the AWP, which is consistent with the CTG RACT recommendation for natural gas processing plants since the AWP is required for OGI monitoring used to satisfy monitoring in 40 CFR Part 60, Subpart VVa. The AWP in §115.358 is currently an option for natural gas processing subject to the Subchapter D, Division 3 requirements. The EPA’s oil and gas CTG recommends a monitoring program equivalent to 40 CFR Part 60, Subpart VVa and the federal AWP, from which the Chapter 115 AWP is derived, is an option provided for an owner or operator subject to Subpart VVa. For this reason, the monitoring requirements for an owner or operator choosing to use OGI would need to follow the AWP requirements in addition to the

other requirements applicable in §115.177. The requirement to comply with the monitoring frequencies in the AWP at natural gas processing plants remains unchanged from proposal. However, the monitoring frequencies in §115.177(b) for OGI at a well site and gathering and boosting station are revised to reflect the same frequencies required for a Method 21 monitoring survey, as is recommended in the model rule of the oil and gas CTG. The fundamental premise of the AWP is that more frequent monitoring with the OGI device leads to detection of larger leaks resulting in more expedient leak repairs, even if smaller leaks are not detected as often. However, because the well sites and gathering and boosting stations that are covered under §115.177 were not subject to fugitive monitoring under SIP rules previously, the use of an LDAR program allowing equivalent monitoring frequencies maintains the fundamental principle of using OGI as discussed in the approval of the AWP in §115.358. The overall control level under the AWP for purposes of RACT at well sites and gathering and boosting stations is considered equivalent, or in some cases superior to, the traditional LDAR work practice using Method 21. Therefore, while the commission is retaining the requirement for using the AWP procedures in §115.358 for owners and operators of well sites and gathering and boosting stations electing to use OGI, the monitoring frequencies at these sites required in the adopted rule are the same regardless of whether OGI or Method 21 are used. Similarly, the CTG does not include a requirement for annual Method 21 for these sites if OGI is used for fugitive monitoring. Because the CTG treats OGI and Method 21 as essentially equivalent procedures with regard to frequencies and did not include any requirement for annual Method 21, the adopted rule also excludes the annual Method 21 requirement from

§115.358(f) for well sites and gathering and boosting stations.

Comment

The SC stated that the TCEQ did not propose reporting or recordkeeping requirements or direct standards that would require controlling emissions from blowdown events. The SC commented that best available management practices should be required to control these sources, especially for compressor stations, which are typically located near homes and community spaces.

Response

The rules adopted in this rulemaking are to fulfill the FCAA, §182(b)(2)(A) VOC RACT requirement for sources addressed in a CTG. The EPA's oil and gas CTG data indicates that seal leakage represents the most significant source of upstream oil and natural gas industry centrifugal and reciprocating compressor fugitive VOC emissions during normal operations. As a consequence, the EPA's CTG RACT recommendation focused on controlling the most significant sources of centrifugal and reciprocating compressor regulated VOC emissions, which the EPA determined was leakage from worn reciprocating compressor packing and centrifugal compressor single wet seals. The emissions from these types of leaks tend to occur continuously. Planned compressor venting and blowdown emissions are addressed through the air quality permitting process, although the specific requirements vary depending on the type of authorization which applies to the facility (case-by-case permit, standard permit, or permit by rule (PBR)). In addition to air permitting control requirements, 30 TAC

Chapter 101, Subchapter F regulates unplanned maintenance activities like unplanned compressor venting and blowdowns that emit pollutants in quantities that exceed pollutant-specific levels and includes reporting requirements for unauthorized events that exceed a reportable quantity of emissions. There are generally no reporting requirements or real-time notice requirements for previously authorized compressor blowdown or venting emissions because those emissions were reviewed or considered as part of the underlying permit authorization. In response to the commenter's concern about noise associated with compressor venting and blowdowns, the TCEQ's regulatory authority is set in statute by the Texas Legislature, and the TCEQ has not been granted the authority to regulate noise. No changes were made in response to this comment.

Comment

The EPA requested that the TCEQ clarify the regulatory requirements for screw, sliding vane, and liquid ring compressors that are not included in the proposed centrifugal compressor definition. The EPA commented that it is unclear how the TCEQ intends to address regulatory requirements for fugitive VOC emissions from compressors. The EPA requested that the TCEQ clarify how it plans to provide for regulatory requirements for fugitive emissions from compressors like those included in the CTG.

Response

The EPA's oil and gas CTG indicates that at a gathering and boosting station, compressors are included as fugitive emission components, except for compressor

seals because compressor seals are addressed specifically in the oil and gas CTG.

Although the oil and gas CTG discussion regarding gathering and boosting station fugitives indicates all compressor seals are excluded from the fugitive monitoring requirements because compressor seals are addressed elsewhere in the oil and gas CTG, the commission interprets this to mean the compressor seals that are specifically addressed in adopted new §115.173, and not other compressor seal types not addressed in the CTG. Regarding well sites, compressors were intended to be included as a fugitive emission component, consistent with the oil and gas CTG recommendations. At proposal, the Section by Section discussion inadvertently implied centrifugal and reciprocating compressors were required to be controlled at well sites and for that reason were not fugitive emission components covered under the §115.177 monitoring requirements. However, consistent with the oil and gas CTG, the applicability of compressors is clarified. In response to this comment, the definition of fugitive emission component at well sites and gathering and boosting stations in adopted §115.171(4)(B) is revised to clarify that compressor seals addressed in §115.173 are not included as a fugitive emission component at a gathering and boosting station and are a fugitive emission component at a well site.

The oil and gas CTG recommends excluding compressors from applicability to the fugitive monitoring requirements at a natural gas processing plant. However, it is possible that a compressor addressed in adopted new §115.173 is required to comply with the existing requirements in Subchapter D, Division 3. The commission is adopting to exclude as fugitive emission components compressors that are exempt

from the existing monitoring requirements in §115.352 and §115.354 after the latest date on which compliance is required for the adopted new requirements in Subchapter B, Division 1. For this reason, in response to this comment, the definition of fugitive emission components at natural gas processing plants in §115.171(4)(A) is revised to clarify explicitly that this definition will apply to a compressor that is not exempt from the fugitive monitoring requirements in §115.352 and §115.354 on or before December 31, 2022. Because centrifugal and reciprocating compressors are required to be controlled at a natural gas processing plant, these would not be fugitive emission components.

Comment

The SC recommended the definition of fugitive emissions components in §115.171(4) should be expanded to include continuous-bleed pneumatic devices and intermittent-bleed pneumatic devices. The EDF and the SC commented that the TCEQ should apply LDAR to pneumatic controllers to ensure the devices are functioning properly and to repair those that are not. According to the SC, this would reduce emissions with minimal effort for operators, and leak detection on pneumatic devices may be achieved by the same methods used to detect leaks at valves, connectors, and other components and equipment. The SC stated that every device should be inspected with optical gas imaging or similar instruments, and operators should be required to confirm that any continuous bleed device is emitting less than 6 scfh.

The SC stated that there are available, cost-effective technologies that eliminate emissions

from intermittent- and continuous-bleed controllers and pneumatic pumps and suggested that the TCEQ implement emissions standards for these devices that would largely require zero-emission technology to achieve. The SC referenced a 2016 Carbon Limits study that examined the cost-effectiveness of available technologies, including using instrument air instead of natural gas to drive pneumatic controllers, using electronic control systems and electric valve actuators instead of pneumatic controllers and valve actuators for valve automation, and using pneumatic controllers that release gas to a pressurized gas line or fuel lines for on-site combustion equipment instead of venting to the atmosphere.

Response

Consistent with the EPA's oil and gas CTG fugitive emission component at a well site, pneumatic devices that are designed to release natural gas as part of normal operation would not be considered fugitive emissions components. Such emissions would not be considered a leak. The commission agrees with the EPA's recommended RACT for pneumatic devices at well sites. The use of zero-emission technology such as electric or compressed air systems may not be a reasonable option for well sites as compared to natural gas processing plants that are more likely to have access to the necessary infrastructure. In addition, controlling these pneumatic devices via an LDAR program in addition to the use of low bleed devices is not recommended as RACT by the oil and gas CTG. Because such pneumatic devices are designed to emit, applying an LDAR program would not be consistent with the equipment's operation. Further, EPA's Method 21 or OGI cannot verify compliance with the low bleed rate requirements for

affected pneumatic devices because neither of these procedures can measure the flow rate of a device. The pneumatic controller and pump control requirements at natural gas processing plants requires a zero-bleed rate and no VOC emissions, respectively. These limits can be achieved through means of eliminating natural gas as the driving fluid. If natural gas is used to drive a pneumatic device, there are inspection requirements to ensure the integrity of the closed vent system and testing of the control device to ensure proper operation used to comply with VOC emission limits. The adopted rules continue to provide flexibility provided at proposal for an owner or operator to use a controller with bleed rates necessary due to certain considerations such as safety. This option is needed to address situations where the bleed rates required in adopted §115.174(a) and (b) are not feasible.

The commission adds §115.174(f) to require that pneumatic controllers and pumps be installed and maintained in accordance with manufacturer's specifications and recommendations to ensure proper operation of the device. The commission expects that this will help identify issues that occur with a pneumatic device and indicate when the device is not operated in accordance with control requirements. The corresponding recordkeeping in §115.180(6) is revised to require maintaining records documenting actions taken to ensure accordance with the manufacturer's specifications and recommendations.

Comment

The EPA commented that the frequency of visible emissions tests for enclosed

combustion devices should be increased to the CTG recommendation of at least monthly separated by at least 15 days instead of the proposed quarterly testing separated by at least 45 days or the TCEQ should explain why it has chosen the frequency and number of days between each test in the proposed §115.179(e).

Response

The proposed language in §115.179(e) inadvertently established a testing frequency for enclosed combustion devices of quarterly and is revised to reflect the EPA’s oil and gas CTG recommendation of monthly testing. In addition, the number of days between each test is revised from 45 days to 15 days consistent with the EPA’s oil and gas CTG recommendation.

Comment

The EDF commented that the destruction and removal efficiency (DRE) requirements for flares and combustion devices controlling tanks, compressors, and pumps should be raised to 98% DRE and that this value is used by Colorado, Wyoming, and North Dakota.

Response

The proposed requirement of a 95% DRE for flares and combustion devices is consistent with the RACT recommendations in the EPA’s oil and gas CTG. In the oil and gas CTG, the EPA acknowledges that combustion controls can achieve a 98% DRE but that 95% is a sustainable level of control. The commission recognizes that flares and combustion devices can achieve a DRE above 95% when operating properly.

However, as a control requirement, 95% DRE is the level of control that is determined reasonably available for control devices for RACT purposes. No changes were made in response to this comment.

Comment

The EPA commented that the proposal does not include specific requirements to regenerate, reactivate, or burn the spent carbon removed from carbon adsorption systems, as recommended in the CTG and recommended that the CTG provisions be included to ensure carbon adsorption systems are operated appropriately. The EPA requested that if a different approach is taken than recommended in the CTG, TCEQ explain the reason for the alternative.

Response

The carbon adsorption spent carbon requirements suggested by the EPA are not in the RACT recommendations of the CTG but are contained in the model rule language. The EPA indicates the model rule language can be used by a state, but does not explicitly provide that such rules are RACT in its development of rules addressing the oil and gas CTG. For carbon that is not regenerated or reactivated, the disposal of spent carbon is covered under the commission’s solid waste or hazardous waste regulations and does not need to be addressed in these rules. No changes were made in response to this comment.

Comment

The EPA commented that the monitoring exemption in §115.172(a)(6) should be limited to natural gas processing plants and that any deviations from the CTG should be justified or removed. The EPA commented that the agency should adopt the CTG suggestions for instrument monitoring of insulated components at oil and gas wells, and natural gas gathering and boosting stations. The EPA also commented that the TCEQ should limit the exemption in §115.172(a)(7) to sampling connection systems at natural gas processing plants or justify the deviation from the CTG.

Response

The commission proposed in §115.172(a)(6) and (7) the exemptions in existing §115.357(11) and (12) for sampling connection systems and insulated components making them inaccessible, respectively. The existing exemptions apply to natural gas processing plants in the Subchapter D, Division 3 and were proposed to apply to natural gas processing plants in the new Subchapter B, Division 7 in addition to well sites and gathering and boosting stations. In response to this comment, the application of the exemption for sampling connection systems is limited to natural gas processing plants. This exemption is intended to continue to provide the option of complying with the sampling connection system requirements in 40 CFR, Part 63, §63.166 as is currently provided in Subchapter D, Division 3. The EPA's oil and gas CTG explicitly recommends excluding sampling connection systems from fugitive monitoring at a natural gas processing plant; however, the existing rules do not provide such exclusion for a natural gas processing plant. Therefore, any sampling connection system currently required to fugitive monitor, and not exempt from monitoring

requirements, must continue in the adopted new Subchapter B, Division 7 rules.

The commission also revises the exemption for insulated components making them inaccessible to monitor to only apply at natural gas processing plants. The commission expects that a well site and gathering and boosting station would not have components that would be inaccessible due to insulation like a natural gas processing plant would.

Comment

The EDF and the SC commented that the TCEQ should remove the proposed exemption from LDAR requirements in §115.172(a)(8) for fugitive emission components at well sites with a well averaging 15-barrel equivalents (boe) or less per day in production. The EDF stated that low-producing wells are the most abundant type of oil and gas well in the United States and that the proposed exemption would remove 56% of the well sites in the DFW and HBG ozone nonattainment areas from any inspection requirements. The SC noted that the TCEQ adopted this threshold from the EPA's 2016 CTG, but this does not mean equipment leaks at low-producing wells are not significant. The SC stated that the EPA directed states to consider site-specific data in their RACT analyses and pointed out that the TCEQ did not provide sufficient data or analysis in its proposal concerning the estimated emissions benefits associated with implementing LDAR at low-producing wells.

Response

The commission determined the VOC emissions expected from these low-producing

wells will be minimal since well site fugitive emissions are correlated with production flow rates. Requiring controls for wells with this level of production was determined to be economically unreasonable. The adopted requirements for fugitive monitoring at well sites are based on emissions inventory data, including special emissions inventory data specific to oil and gas production. Although these data were available and relied upon during rule development, identifying wells with specific throughput was difficult given the number of wells estimated in the DFW and HGB areas to be covered by the adopted rules. The 15 boe per day limit to trigger production well site fugitive monitoring is an EPA oil and gas CTG RACT recommendation.

Comment

The EPA commented that alternate means of control (AMOC) are not provided in the CTG and should be removed from the rule.

Response

The EPA has previously approved the AMOC provided in Chapter 115, Subchapter J, Division 1 (63 FR 6659). The AMOC is available as a compliance option for many of the Chapter 115 rules provided the appropriate requirements in Subchapter J, Division 1 are met. An owner or operator choosing to comply with the Chapter 115 rules using the AMOC option must demonstrate that emission reductions from the AMOC measure are equivalent to the emissions reductions that would otherwise be achieved through compliance with the Chapter 115 rule applicable to the emission source category. All AMOC reviews ensure equivalency of methods, monitoring, recordkeeping, and

reporting to ensure no changes to authorized emissions and compliance demonstrations. When an AMOC request involves a different control technology or substantive technical issues, public comments opportunities are provided with adequate EPA notification. The AMOC option is not intended to decrease the stringency of the level of control required in the Chapter 115 rules, rather it is intended to provide flexibility for an owner or operator and not limit the options that will achieve control levels equivalent to the control levels expected through the process-specific Chapter 115 requirements. The purpose of most AMOC requests submitted to the commission are to allow companies to follow more recent control technologies or requirements in federal rules and guidelines shown to be at least equivalent to the Chapter 115 requirements.

The Chapter 115 AMOC process closely parallel EPA alternate control option processes, such as the alternate means of emission level process. The requirements in §115.914 specify the EPA's involvement in the approval process of an AMOC. The TCEQ is required to notify the EPA of the final determination regarding the AMOC request, and the EPA is explicitly provided 45 days to appeal such determination. For some AMOC requests, including from a major site, the commission involves the EPA throughout the review and approval process. Finally, all AMOC reviews and documentation are publicly tracked and available through the agency's New Source Review Database & Central Records. No changes were made in response to this comment.

Comment

The EPA recommended revising §115.180(8)(D) to specify that the closed vent system assessment include a certification by a licensed P.E., as noted in the recordkeeping requirements discussion in the CTG. The EPA commented that certification by a licensed PE will help ensure appropriate assessments are conducted, but in the proposed §115.180(8)(D), the assessment and certification of the closed vent system is by the owner or operator and does not appear to require a certification by a licensed PE.

Response

Although the model rule recommends that a P.E. conduct the analysis of a closed vent system, there is no discussion in the oil and gas CTG indicating that this type of certification is required. The commission maintains that owners and operators may be capable of conducting the analysis to ensure the closed vent system is of sufficient design and capacity to ensure that VOC emissions are routed to the control device and certify the assessment of a closed vent system, in which case a P.E. certification would not be necessary. The owner or operator, like a P.E., is held responsible and is subject to the same legal consequences for misrepresentations. The evaluation and certification requirement in §115.180(8)(D) does not preclude a P.E. from performing the assessment. Without proper design and operation, issues such as improper operation or design, such as inadequate closed vent system capacity, would be identified through monitoring and testing. Ultimately the owner or operator is responsible for ensuring compliance with the control requirements, including the emission specifications that are met through the use of a closed vent system and

control device.

SUBCHAPTER B: GENERAL VOLATILE ORGANIC COMPOUND SOURCES

DIVISION 1: STORAGE OF VOLATILE ORGANIC COMPOUNDS

§§115.111, 115.112, 115.119

Statutory Authority

The amended sections are adopted under Texas Water Code (TWC), §5.102, concerning General Powers, that provides the commission with the general powers to carry out its duties under the TWC; TWC, §5.103, concerning Rules, that authorizes the commission to adopt rules necessary to carry out its powers and duties under the TWC; TWC, §5.105, concerning General Policy, that authorizes the commission by rule to establish and approve all general policy of the commission; and under Texas Health and Safety Code (THSC), §382.017, concerning Rules, that authorizes the commission to adopt rules consistent with the policy and purposes of the Texas Clean Air Act. The amended sections are also adopted under THSC, §382.002, concerning Policy and Purpose, that establishes the commission's purpose to safeguard the state's air resources, consistent with the protection of public health, general welfare, and physical property; THSC, §382.011, concerning General Powers and Duties, that authorizes the commission to control the quality of the state's air; and THSC, §382.012, concerning State Air Control Plan, that authorizes the commission to prepare and develop a general, comprehensive plan for the proper control of the state's air. The amended sections are also adopted under THSC, §382.016, concerning Monitoring Requirements; Examination of Records, that authorizes the commission to prescribe reasonable requirements for the measuring and monitoring of air contaminant emissions; and THSC, §382.021, concerning Sampling

Methods and Procedures, that authorizes the commission to prescribe the sampling methods and procedures to determine compliance with its rules. The amended sections are also adopted under Federal Clean Air Act (FCAA), 42 United States Code (USC), §§7401, *et seq.*, which requires states to submit SIP revisions that specify the manner in which the National Ambient Air Quality Standards will be achieved and maintained within each air quality control region of the state.

The amended sections implement THSC, §§382.002, 382.011, 382.012, 382.016, 382.017, and 382.021, and FCAA, 42 USC, §§7401 *et seq.*

§115.111. Exemptions.

(a) The following exemptions apply in the Beaumont-Port Arthur, Dallas-Fort Worth, El Paso, and Houston-Galveston-Brazoria areas, as defined in §115.10 of this title (relating to Definitions), except as noted in paragraphs (2), (4), (6), (7), and (9) - (11) of this subsection.

(1) Except as provided in §115.118 of this title (relating to Recordkeeping Requirements), a storage tank storing volatile organic compounds (VOC) with a true vapor pressure less than 1.5 pounds per square inch absolute (psia) is exempt from the requirements of this division.

(2) A storage tank with storage capacity less than 210,000 gallons storing crude oil or condensate prior to custody transfer in the Beaumont-Port Arthur or El Paso areas is exempt from the requirements of this division. This exemption no longer applies in the Dallas-Fort Worth area beginning March 1, 2013.

(3) A storage tank with a storage capacity less than 25,000 gallons located at a motor vehicle fuel dispensing facility is exempt from the requirements of this division.

(4) A welded storage tank in the Beaumont-Port Arthur, El Paso, and Houston-Galveston-Brazoria areas with a mechanical shoe primary seal that has a secondary seal from the top of the shoe seal to the tank wall (a shoe-mounted secondary seal) is exempt from the requirement for retrofitting with a rim-mounted secondary seal if the shoe-mounted secondary seal was installed or scheduled for installation before August 22, 1980.

(5) An external floating roof storage tank storing waxy, high pour point crude oils is exempt from any secondary seal requirements of §115.112(a), (d), and (e) of this title (relating to Control Requirements).

(6) A welded storage tank in the Beaumont-Port Arthur, El Paso, and Houston-Galveston-Brazoria areas storing VOC with a true vapor pressure less than 4.0 psia is exempt from any external floating roof secondary seal requirement if any of the following types of primary seals were installed before August 22, 1980:

(A) a mechanical shoe seal;

(B) a liquid-mounted foam seal; or

(C) a liquid-mounted liquid filled type seal.

(7) A welded storage tank in the Beaumont-Port Arthur, El Paso, and Houston-Galveston-Brazoria areas storing crude oil with a true vapor pressure equal to or greater than 4.0 psia and less than 6.0 psia is exempt from any external floating roof secondary seal requirement if any of the following types of primary seals were installed before December 10, 1982:

(A) a mechanical shoe seal;

(B) a liquid-mounted foam seal; or

(C) a liquid-mounted liquid filled type seal.

(8) A storage tank with storage capacity less than or equal to 1,000 gallons is exempt from the requirements of this division.

(9) In the Houston-Galveston-Brazoria area, a storage tank or tank battery storing condensate, as defined in §101.1 of this title (relating to Definitions), prior to custody transfer with a condensate throughput exceeding 1,500 barrels (63,000 gallons) per year on a rolling 12-month basis is exempt from the requirement in §115.112(d)(4) or (e)(4)(A) of this title, to control flashed gases if the owner or operator demonstrates, using the test methods specified in §115.117 of this title (relating to Approved Test Methods), that uncontrolled VOC emissions from the individual storage tank, or from the aggregate of storage tanks in a tank battery, are less than 25 tons per year on a rolling 12-month basis.

(10) In the Dallas-Fort Worth area, except Wise County, a storage tank or tank battery storing condensate prior to custody transfer with a condensate throughput exceeding 3,000 barrels (126,000 gallons) per year on a rolling 12-month basis is exempt from the requirement in §115.112(e)(4)(B)(i) of this title, to control flashed gases if the owner or operator demonstrates, using the test methods specified in §115.117 of this title, that uncontrolled VOC emissions from the individual storage tank, or from the aggregate of storage tanks in a tank battery, are less than 50 tons per year on a rolling 12-month basis. This exemption no longer applies 15 months after the date the commission publishes notice in the *Texas Register* as specified in §115.119(b)(1)(C) of this title (relating to Compliance Schedules) that the Dallas-Fort Worth area has been reclassified as a severe nonattainment area for the 1997 Eight-Hour Ozone National Ambient Air Quality Standard.

(11) In the Dallas-Fort Worth area, except in Wise County, on or after the date specified in §115.119(b)(1)(C) of this title, a storage tank or tank battery storing condensate prior to custody transfer with a condensate throughput exceeding 1,500 barrels (63,000 gallons) per year on a rolling 12-month basis is exempt from the requirement in §115.112(e)(4)(B)(ii) of this title, to control flashed gases if the owner or operator demonstrates, using the test methods specified in §115.117 of this title, that uncontrolled VOC emissions from the individual storage tank, or from the aggregate of storage tanks in a tank battery, are less than 25 tons per year on a rolling 12-month basis.

(12) In Wise County, prior to July 20, 2021, a storage tank or tank battery storing condensate prior to custody transfer with a condensate throughput exceeding 6,000 barrels (252,000 gallons) per year on a rolling 12-month basis is exempt from the requirement in §115.112(e)(4)(C) of this title, to control flashed gases if the owner or operator demonstrates, using the test methods specified in §115.117 of this title, that uncontrolled VOC emissions from the individual storage tank, or from the aggregate of storage tanks in a tank battery, are less than 100 tons per year on a rolling 12-month basis.

(13) In Wise County, on or after July 20, 2021, a storage tank or tank battery storing condensate prior to custody transfer with a condensate throughput exceeding 3,000 barrels (126,000 gallons) per year on a rolling 12-month basis is exempt from the requirement in §115.112(e)(4)(C) of this title, to control flashed gases if the owner or operator demonstrates, using the test methods specified in §115.117 of this title, that

uncontrolled VOC emissions from the individual storage tank, or from the aggregate of storage tanks in a tank battery, are less than 50 tons per year on a rolling 12-month basis.

(14) In the Dallas-Fort Worth and Houston-Galveston-Brazoria areas, beginning when compliance is achieved with Division 7 of this subchapter (relating to Oil and Natural Gas Service in Ozone Nonattainment Areas) but no later than January 1, 2023, a storage tank storing crude oil or condensate that is subject to the compliance requirements of Division 7 of this subchapter is exempt from all requirements in this division.

(b) The following exemptions apply in Gregg, Nueces, and Victoria Counties.

(1) Except as provided in §115.118 of this title, a storage tank storing VOC with a true vapor pressure less than 1.5 psia is exempt from the requirements of this division.

(2) A storage tank with storage capacity less than 210,000 gallons storing crude oil or condensate prior to custody transfer is exempt from the requirements of this division.

(3) A storage tank with storage capacity less than 25,000 gallons located at a motor vehicle fuel dispensing facility is exempt from the requirements of this division.

(4) A welded storage tank with a mechanical shoe primary seal that has a secondary seal from the top of the shoe seal to the tank wall (a shoe-mounted secondary seal) is exempt from the requirement for retrofitting with a rim-mounted secondary seal if the shoe-mounted secondary seal was installed or scheduled for installation before August 22, 1980.

(5) An external floating roof storage tank storing waxy, high pour point crude oils is exempt from any secondary seal requirements of §115.112(b) of this title.

(6) A welded storage tank storing VOC with a true vapor pressure less than 4.0 psia is exempt from any external secondary seal requirement if any of the following types of primary seals were installed before August 22, 1980:

(A) a mechanical shoe seal;

(B) a liquid-mounted foam seal; or

(C) a liquid-mounted liquid filled type seal.

(7) A welded storage tank storing crude oil with a true vapor pressure equal to or greater than 4.0 psia and less than 6.0 psia is exempt from any external secondary seal requirement if any of the following types of primary seals were installed before December 10, 1982:

(A) a mechanical shoe seal;

(B) a liquid-mounted foam seal; or

(C) a liquid-mounted liquid filled type seal.

(8) A storage tank with storage capacity less than or equal to 1,000 gallons is exempt from the requirements of this division.

(c) The following exemptions apply in Aransas, Bexar, Calhoun, Matagorda, San Patricio, and Travis Counties.

(1) A storage tank storing VOC with a true vapor pressure less than 1.5 psia is exempt from the requirements of this division.

(2) Slotted guidepoles installed in a floating roof storage tank are exempt from the provisions of §115.112(c) of this title.

(3) A storage tank with storage capacity between 1,000 gallons and 25,000 gallons is exempt from the requirements of §115.112(c)(1) of this title if construction began before May 12, 1973.

(4) A storage tank with storage capacity less than or equal to 420,000 gallons is exempt from the requirements of §115.112(c)(3) of this title.

(5) A storage tank with storage capacity less than or equal to 1,000 gallons is exempt from the requirements of this division.

§115.112. Control Requirements.

(a) The following requirements apply in the Beaumont-Port Arthur, Dallas-Fort Worth, and El Paso areas, as defined in §115.10 of this title (relating to Definitions). The control requirements in this subsection no longer apply in the Dallas-Fort Worth area beginning March 1, 2013.

(1) No person shall place, store, or hold in any storage tank any volatile organic compounds (VOC) unless the storage tank is capable of maintaining working pressure sufficient at all times to prevent any vapor or gas loss to the atmosphere or is in compliance with the control requirements specified in Table I(a) of this paragraph for VOC other than crude oil and condensate or Table II(a) of this paragraph for crude oil and condensate.

Figure: 30 TAC §115.112(a)(1) (No change to the figure as it currently exists in TAC.)

Table I(a): Required Control for a Storage Tank Storing Volatile Organic Compounds

(VOC) Other than Crude Oil and Condensate

True Vapor Pressure (pounds per square inch absolute (psia))	Storage Capacity (gallon (gal))	Control Requirements
≥ 1.5 psia and < 11 psia	$> 1,000$ gal and $\leq 25,000$ gal	Submerged fill pipe or Vapor control system
≥ 1.5 psia and < 11 psia	$> 25,000$ gal and $\leq 40,000$ gal	Internal floating roof, or External floating roof (any type), or Vapor control system
≥ 1.5 psia and < 11 psia	$> 40,000$ gal	Internal floating roof, or External floating roof with primary seal (any type) and secondary seal, or Vapor control system
≥ 11 psia	$> 1,000$ gal and $\leq 25,000$ gal	Submerged fill pipe or Vapor control system
≥ 11 psia	$> 25,000$ gal	Submerged fill pipe and Vapor control system

Table II(a): Required Control for a Storage Tank Storing Crude Oil and Condensate

True Vapor Pressure (pounds per square inch absolute (psia))	Storage Capacity (gallon (gal))	Control Requirements
≥ 1.5 psia and < 11 psia	$> 1,000$ gal and $\leq 40,000$ gal	Submerged fill pipe or Vapor control system
≥ 1.5 psia and < 11 psia	$> 40,000$ gal	Internal floating roof, or External floating roof with primary seal (any type) and secondary seal, or Vapor control system
≥ 11 psia	$> 1,000$ gal and $\leq 40,000$ gal	Submerged fill pipe or Vapor control system
≥ 11 psia	$> 40,000$ gal	Submerged fill pipe and Vapor control system

(2) For an external floating roof or internal floating roof storage tank subject to the provisions of paragraph (1) of this subsection, the following requirements apply.

(A) All openings in an internal floating roof or external floating roof except for automatic bleeder vents (vacuum breaker vents) and rim space vents must provide a projection below the liquid surface or be equipped with a cover, seal, or lid. Any cover, seal, or lid must be in a closed (i.e., no visible gap) position at all times except when the device is in actual use.

(B) Automatic bleeder vents (vacuum breaker vents) must be closed at all times except when the roof is being floated off or landed on the roof leg supports.

(C) Rim vents, if provided, must be set to open only when the roof is being floated off the roof leg supports or at the manufacturer's recommended setting.

(D) Any roof drain that empties into the stored liquid must be equipped with a slotted membrane fabric cover that covers at least 90% of the area of the opening.

(E) There must be no visible holes, tears, or other openings in any seal or seal fabric.

(F) For an external floating roof storage tank, secondary seals must be the rim-mounted type (the seal must be continuous from the floating roof to the tank wall). The accumulated area of gaps that exceed 1/8 inch in width between the secondary seal and storage tank wall may not be greater than 1.0 square inch per foot of tank diameter.

(3) Vapor control systems, as defined in §115.10 of this title, used as a control device on any storage tank must maintain a minimum control efficiency of 90%. If a flare is used, it must be designed and operated in accordance with 40 Code of Federal Regulations §60.18(b) - (f) (as amended through December 22, 2008 (73 FR 78209)) and be lit at all times when VOC vapors are routed to the flare.

(b) The following requirements apply in Gregg, Nueces, and Victoria Counties.

(1) No person shall place, store, or hold in any storage tank any VOC, unless the storage tank is capable of maintaining working pressure sufficient at all times to prevent any vapor or gas loss to the atmosphere or is in compliance with the control requirements specified in Table I(a) in subsection (a)(1) of this section for VOC other than crude oil and condensate or Table II(a) in subsection (a)(1) of this section for crude oil and condensate. If a flare is used as a vapor recovery system, as defined in §115.10 of this title, it must be designed and operated in accordance with 40 Code of Federal Regulations §60.18(b) - (f) (as amended through December 22, 2008 (73 FR 78209)) and be lit at all times when VOC vapors are routed to the flare.

(2) For an external floating roof or internal floating roof storage tank subject to the provisions of paragraph (1) of this subsection, the following requirements apply.

(A) All openings in an internal floating roof or external floating roof, except for automatic bleeder vents (vacuum breaker vents) and rim space vents, must provide a projection below the liquid surface or be equipped with a cover, seal, or lid. Any cover, seal, or lid must be in a closed (i.e., no visible gap) position at all times, except when the device is in actual use.

(B) Automatic bleeder vents (vacuum breaker vents) must be closed at all times except when the roof is being floated off or landed on the roof leg supports.

(C) Rim vents, if provided, must be set to open only when the roof is being floated off the roof leg supports or at the manufacturer's recommended setting.

(D) Any roof drain that empties into the stored liquid must be equipped with a slotted membrane fabric cover that covers at least 90% of the area of the opening.

(E) There must be no visible holes, tears, or other openings in any seal or seal fabric.

(F) For an external floating roof storage tank, secondary seals must be the rim-mounted type (the seal shall be continuous from the floating roof to the tank wall). The accumulated area of gaps that exceed 1/8 inch in width between the secondary seal and tank wall may not be greater than 1.0 square inch per foot of tank diameter.

(c) The following requirements apply in Aransas, Bexar, Calhoun, Matagorda, San Patricio, and Travis Counties.

(1) No person may place, store, or hold in any storage tank any VOC, other than crude oil or condensate, unless the storage tank is capable of maintaining working pressure sufficient at all times to prevent any vapor or gas loss to the atmosphere or is in compliance with the control requirements specified in Table I(b) of this paragraph for VOC other than crude oil and condensate.

Figure: 30 TAC §115.112(c)(1) (No change to the figure as it currently exists in TAC.)

Table I(b). Required Control for a Storage Tank Storing Volatile Organic Compounds (VOC) Other than Crude Oil and Condensate

True Vapor Pressure (pounds per square inch absolute (psia))	Storage Capacity (gallon (gal))	Control Requirements
≥ 1.5 psia and < 11 psia	$> 1,000$ gal and $\leq 25,000$ gal	Submerged fill pipe or Vapor control system
≥ 1.5 psia and < 11 psia	$> 25,000$ gal	Internal floating roof or external floating roof (any type) or Vapor control system
≥ 11 psia	$> 1,000$ gal and $\leq 25,000$ gal	Submerged fill pipe or Vapor control system

≥ 11 psia	$> 25,000$ gal	Submerged fill pipe and Vapor control system
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(2) For an external floating roof or internal floating roof storage tank subject to the provisions of paragraph (1) of this subsection, the following requirements apply.

(A) There must be no visible holes, tears, or other openings in any seal or seal fabric.

(B) All tank gauging and sampling devices must be vapor-tight except when gauging and sampling is taking place.

(3) No person in Matagorda or San Patricio Counties shall place, store, or hold crude oil or condensate in any storage tank unless the storage tank is a pressure tank capable of maintaining working pressures sufficient at all times to prevent vapor or gas loss to the atmosphere or is equipped with one of the following control devices, properly maintained and operated:

(A) an internal floating roof or external floating roof, as defined in §115.10 of this title. These control devices will not be allowed if the VOC has a true vapor pressure of 11.0 pounds per square inch absolute (psia) or greater. All tank-gauging and tank-sampling devices must be vapor-tight, except when gauging or sampling is taking place; or

(B) a vapor control system as defined in §115.10 of this title.

(d) The following requirements apply in the Houston-Galveston-Brazoria area, as defined in §115.10 of this title. The requirements in this subsection no longer apply beginning March 1, 2013.

(1) No person shall place, store, or hold in any storage tank any VOC unless the storage tank is capable of maintaining working pressure sufficient at all times to prevent any vapor or gas loss to the atmosphere or is in compliance with the control requirements specified in either Table I(a) of subsection (a)(1) of this section for VOC other than crude oil and condensate or Table II(a) of subsection (a)(1) of this section for crude oil and condensate.

(2) For an external floating roof or internal floating roof storage tank subject to the provisions of paragraph (1) of this subsection, the following requirements apply.

(A) All openings in an internal floating roof or external floating roof as defined in §115.10 of this title except for automatic bleeder vents (vacuum breaker vents), and rim space vents must provide a projection below the liquid surface. All openings in an internal floating roof or external floating roof except for automatic bleeder vents (vacuum breaker vents), rim space vents, leg sleeves, and roof drains must

be equipped with a deck cover. The deck cover must be equipped with a gasket in good operating condition between the cover and the deck. The deck cover must be closed (i.e., no gap of more than 1/8 inch) at all times, except when the cover must be open for access.

(B) Automatic bleeder vents (vacuum breaker vents) and rim space vents must be equipped with a gasketed lid, pallet, flapper, or other closure device and must be closed (i.e., no gap of more than 1/8 inch) at all times except when required to be open to relieve excess pressure or vacuum in accordance with the manufacturer's design.

(C) Each opening into the internal floating roof for a fixed roof support column may be equipped with a flexible fabric sleeve seal instead of a deck cover.

(D) Any external floating roof drain that empties into the stored liquid must be equipped with a slotted membrane fabric cover that covers at least 90% of the area of the opening or an equivalent control that must be kept in a closed (i.e., no gap of more than 1/8 inch) position at all times except when the drain is in actual use. Stub drains on an internal floating roof storage tank are not subject to this requirement.

(E) There must be no visible holes, tears, or other openings in any seal or seal fabric.

(F) For an external floating roof storage tank, secondary seals must be the rim-mounted type (the seal must be continuous from the floating roof to the tank wall with the exception of gaps that do not exceed the following specification). The accumulated area of gaps that exceed 1/8 inch in width between the secondary seal and storage tank wall may not be greater than 1.0 square inch per foot of storage tank diameter.

(G) Each opening for a slotted guidepole in an external floating roof storage tank must be equipped with one of the following control device configurations:

(i) a pole wiper and pole float that has a seal or wiper at or above the height of the pole wiper;

(ii) a pole wiper and a pole sleeve;

(iii) an internal sleeve emission control system;

(iv) a retrofit to a solid guidepole system;

(v) a flexible enclosure system; or

(vi) a cover on an external floating roof tank.

(H) The external floating roof or internal floating roof must be floating on the liquid surface at all times except as specified in this subparagraph. The external floating roof or internal floating roof may be supported by the leg supports or other support devices, such as hangers from the fixed roof, during the initial fill or refill after the storage tank has been cleaned or as allowed under the following circumstances:

(i) when necessary for maintenance or inspection;

(ii) when necessary for supporting a change in service to an incompatible liquid;

(iii) when the storage tank has a storage capacity less than 25,000 gallons or the vapor pressure of the material stored is less than 1.5 psia;

(iv) when the vapors are routed to a control device from the time the floating roof is landed until the floating roof is within ten percent by volume of being refloated;

(v) when all VOC emissions from the tank, including emissions from roof landings, have been included in a floating roof storage tank emissions limit or cap approved under Chapter 116 of this title (relating to Control of Air Pollution by Permits for New Construction or Modification); or

(vi) when all VOC emissions from floating roof landings at the regulated entity, as defined in §101.1 of this title (relating to Definitions), are less than 25 tons per year.

(3) Vapor control systems, as defined in §115.10 of this title, used as a control device on any storage tank must maintain a minimum control efficiency of 90%.

(4) For a storage tank storing condensate, as defined in §101.1 of this title, prior to custody transfer, flashed gases must be routed to a vapor control system if the liquid throughput through an individual tank or the aggregate of tanks in a tank battery exceeds 1,500 barrels (63,000 gallons) per year.

(5) For a storage tank storing crude oil or condensate prior to custody transfer or at a pipeline breakout station, flashed gases must be routed to a vapor control system if the uncontrolled VOC emissions from an individual storage tank, or from the aggregate of storage tanks in a tank battery, equal or exceed 25 tons per year on a rolling 12-month basis. Uncontrolled emissions must be estimated by one of the following methods; however, if emissions determined using direct measurements or other methods approved by the executive director under subparagraph (A) or (D) of this paragraph are higher than emissions estimated using the default factors or charts in subparagraph (B) or (C) of this paragraph, the higher values must be used.

(A) The owner or operator may make direct measurements using the measuring instruments and methods specified in §115.117 of this title (relating to Approved Test Methods).

(B) The owner or operator may use a factor of 33.3 pounds of VOC per barrel (42 gallons) of condensate produced or 1.6 pounds of VOC per barrel (42 gallons) of oil produced.

(C) For crude oil storage only, the owner or operator may use the chart in Exhibit 2 of the United States Environmental Protection Agency publication *Lessons Learned from Natural Gas Star Partners: Installing Vapor Recovery Units on Crude Oil Storage Tanks*, October 2003, and assuming that the hydrocarbon vapors have a molecular weight of 34 pounds per pound mole and are 48% by weight VOC.

(D) Other test methods or computer simulations may be allowed if approved by the executive director.

(e) The control requirements in this subsection apply in the Houston-Galveston-Brazoria and Dallas-Fort Worth areas [beginning March 1, 2013], except as specified in §115.119 of this title (relating to Compliance Schedules) and in paragraph (3) of this subsection. Beginning January 1, 2023, the requirements in this subsection no longer apply to storage tanks storing crude oil or condensate that are subject to Division 7 of this subchapter (relating to Oil and Natural Gas Service in Ozone Nonattainment Areas).

(1) No person shall place, store, or hold VOC in any storage tank unless the storage tank is capable of maintaining working pressure sufficient at all times to prevent any vapor or gas loss to the atmosphere or is in compliance with the control requirements specified in Table 1 of this paragraph for VOC other than crude oil and condensate or Table 2 of this paragraph for crude oil and condensate.

Figure: 30 TAC §115.112(e)(1) (No change to the figure as it currently exists in TAC.)

Table 1: Required Control for a Storage Tank Storing Volatile Organic Compounds Other Than Crude Oil and Condensate

True Vapor Pressure (pounds per square inch absolute (psia))	Storage Capacity (gallon (gal))	Control Requirements
≥ 1.5 psia and < 11 psia	$> 1,000$ gal and $\leq 25,000$ gal	Submerged fill pipe or Vapor control system
≥ 1.5 psia and < 11 psia	$> 25,000$ gal and $\leq 40,000$ gal	Internal floating roof, or External floating roof (any type), or Vapor control system
≥ 1.5 psia and < 11 psia	$> 40,000$ gal	Internal floating roof, or External floating roof with primary seal (any type) and secondary seal, or Vapor control system
≥ 11 psia	$> 1,000$ gal and $\leq 25,000$ gal	Submerged fill pipe or Vapor control system

≥ 11 psia	$> 25,000$ gal	Submerged fill pipe and Vapor control system
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Table 2: Required Control for a Storage Tank Storing Crude Oil and Condensate

True Vapor Pressure (pounds per square inch absolute (psia))	Storage Capacity (gallon (gal))	Control Requirements
≥ 1.5 psia and < 11 psia	$> 1,000$ gal and $\leq 40,000$ gal	Submerged fill pipe, or Vapor control system
≥ 1.5 psia and < 11 psia	$> 40,000$ gal	Internal floating roof, or External floating roof with primary seal (any type) and secondary seal, or Vapor control system
≥ 11 psia	$> 1,000$ gal and $\leq 40,000$ gal	Submerged fill pipe, or Vapor control system
≥ 11 psia	$> 40,000$ gal	Submerged fill pipe, and Vapor control system

(2) For an external floating roof or internal floating roof storage tank subject to the provisions of paragraph (1) of this subsection, the following requirements apply.

(A) All openings in an internal floating roof or external floating roof must provide a projection below the liquid surface. Automatic bleeder vents (vacuum breaker vents) and rim space vents are not subject to this requirement.

(B) All openings in an internal floating roof or external floating roof must be equipped with a deck cover. The deck cover must be equipped with a gasket in good operating condition between the cover and the deck. The deck cover must be closed (i.e., no gap of more than 1/8 inch) at all times, except when the cover must be open for access. Automatic bleeder vents (vacuum breaker vents), rim space vents, leg sleeves, and roof drains are not subject to this requirement.

(C) Automatic bleeder vents (vacuum breaker vents) and rim space vents must be equipped with a gasketed lid, pallet, flapper, or other closure device and must be closed (i.e., no gap of more than 1/8 inch) at all times except when required to be open to relieve excess pressure or vacuum in accordance with the manufacturer's design.

(D) Each opening into the internal floating roof for a fixed roof support column may be equipped with a flexible fabric sleeve seal instead of a deck cover.

(E) Any external floating roof drain that empties into the stored liquid must be equipped with a slotted membrane fabric cover that covers at least 90% of the area of the opening or an equivalent control that must be kept in a closed (i.e., no gap of more than 1/8 inch) position at all times except when the drain is in actual use. Stub drains on an internal floating roof storage tank are not subject to this requirement.

(F) There must be no visible holes, tears, or other openings in any seal or seal fabric.

(G) For an external floating roof storage tank, secondary seals must be the rim-mounted type. The seal must be continuous from the floating roof to the tank wall with the exception of gaps that do not exceed the following specification. The accumulated area of gaps that exceed 1/8 inch in width between the secondary seal and storage tank wall may not be greater than 1.0 square inch per foot of storage tank diameter.

(H) Each opening for a slotted guidepole in an external floating roof storage tank must be equipped with one of the following control device configurations:

(i) a pole wiper and pole float that has a seal or wiper at or above the height of the pole wiper;

(ii) a pole wiper and a pole sleeve;

(iii) an internal sleeve emission control system;

(iv) a retrofit to a solid guidepole system;

(v) a flexible enclosure system; or

(vi) a cover on an external floating roof tank.

(I) The external floating roof or internal floating roof must be floating on the liquid surface at all times except as allowed under the following circumstances:

(i) during the initial fill or refill after the storage tank has been cleaned;

(ii) when necessary for preventive maintenance, roof repair, primary seal inspection, or removal and installation of a secondary seal, if product is not transferred into or out of the storage tank, emissions are minimized, and the repair is completed within seven calendar days;

(iii) when necessary for supporting a change in service to an incompatible liquid;

(iv) when the storage tank has a storage capacity less than 25,000 gallons;

(v) when the vapors are routed to a control device from the time the storage tank has been emptied to the extent practical or the drain pump loses suction until the floating roof is within 10% by volume of being refloated;

(vi) when all VOC emissions from the storage tank, including emissions from floating roof landings, have been included in an emissions limit or cap approved under Chapter 116 of this title prior to March 1, 2013; or

(vii) when all VOC emissions from floating roof landings at the regulated entity are less than 25 tons per year.

(3) A control device used to comply with this subsection must meet one of the following conditions at all times when VOC vapors are routed to the device.

(A) A control device, other than a vapor recovery unit or a flare, must maintain the following minimum control efficiency:

(i) 90% in the Houston-Galveston-Brazoria area until the date specified in clause (ii) of this subparagraph;

(ii) 95% in the Houston-Galveston-Brazoria area beginning July 20, 2018; and

(iii) 95% in the Dallas-Fort Worth area.

(B) A vapor recovery unit must be designed to process all vapor generated by the maximum liquid throughput of the storage tank or the aggregate of storage tanks in a tank battery and must transfer recovered vapors to a pipe or container that is vapor-tight, as defined in §115.10 of this title.

(C) A flare must be designed and operated in accordance with 40 Code of Federal Regulations §60.18(b) - (f) (as amended through December 22, 2008 (73 FR 78209)) and be lit at all times when VOC vapors are routed to the flare.

(4) For a fixed roof storage tank storing condensate prior to custody transfer, flashed gases must be routed to a vapor control system if the condensate throughput of an individual tank or the aggregate of tanks in a tank battery exceeds:

(A) in the Houston-Galveston-Brazoria area, 1,500 barrels (63,000 gallons) per year on a rolling 12-month basis;

(B) in the Dallas-Fort Worth area except Wise County:

(i) 3,000 barrels (126,000 gallons) per year on a rolling 12-month basis; or

(ii) 15 months after the date the commission publishes notice in the *Texas Register* as specified in §115.119(b)(1)(C) of this title that the Dallas-Fort

Worth area has been reclassified as a severe nonattainment area for the 1997 Eight-Hour Ozone National Ambient Air Quality Standard, 1,500 barrels (63,000 gallons) per year on a rolling 12-month basis; and

(C) in Wise County:

(i) 6,000 barrels (252,000 gallons) per year on a rolling 12-month basis, until the date specified in clause (ii) of this subparagraph; and

(ii) 3,000 barrels (126,000 gallons) per year on a rolling 12-month basis beginning July 20, 2021, as specified in §115.119(f) of this title.

(5) For a fixed roof storage tank storing crude oil or condensate prior to custody transfer or at a pipeline breakout station, flashed gases must be routed to a vapor control system if the uncontrolled VOC emissions from an individual storage tank, or from the aggregate of storage tanks in a tank battery, or from the aggregate of storage tanks at a pipeline breakout station, equal or exceed:

(A) in the Houston-Galveston-Brazoria area, 25 tons per year on a rolling 12-month basis;

(B) in the Dallas-Fort Worth area, except Wise County:

(i) 50 tons per year on a rolling 12-month basis; or

(ii) 15 months after the date the commission publishes notice in the *Texas Register* as specified in §115.119(b)(1)(C) of this title that the Dallas-Fort Worth area has been reclassified as a severe nonattainment area for the 1997 Eight-Hour Ozone National Ambient Air Quality Standard, 25 tons per year on a rolling 12-month basis; and

(C) in Wise County:

(i) 100 tons per year on a rolling 12-month basis, until the date specified in clause (ii) of this subparagraph; and

(ii) 50 tons per year on a rolling 12-month basis beginning July 20, 2021, as specified in §115.119(f) of this title.

(6) Uncontrolled emissions from a fixed roof storage tank or fixed roof storage tank battery storing crude oil or condensate prior to custody transfer or at a pipeline breakout station must be estimated by one of the following methods. However, if emissions determined using direct measurements or other methods approved by the executive director under subparagraph (A) or (B) of this paragraph are higher than emissions estimated using the default factors or charts in subparagraph (C) or (D) of this paragraph, the higher values must be used.

(A) The owner or operator may make direct measurements using the measuring instruments and methods specified in §115.117 of this title.

(B) The owner or operator may use other test methods or computer simulations approved by the executive director.

(C) The owner or operator may use a factor of 33.3 pounds of VOC per barrel (42 gallons) of condensate produced or 1.6 pounds of VOC per barrel (42 gallons) of oil produced.

(D) For crude oil storage only, the owner or operator may use the chart in Exhibit 2 of the United States Environmental Protection Agency publication *Lessons Learned from Natural Gas Star Partners: Installing Vapor Recovery Units on Crude Oil Storage Tanks*, October 2003, and assuming that the hydrocarbon vapors have a molecular weight of 34 pounds per pound mole and are 48% by weight VOC.

(7) Fixed roof storage tanks in the Dallas-Fort Worth area and Houston-Galveston-Brazoria area storing crude oil or condensate prior to custody transfer or at a pipeline breakout station for which the owner or operator is required by this subsection to control flashed gases must be maintained in accordance with manufacturer instructions. All openings in the fixed roof storage tank through which vapors are not routed to a vapor recovery unit or other vapor control device must be equipped with a

closure device maintained according to the manufacturer's instructions [,] and operated according to this paragraph. If manufacturer instructions are unavailable, industry standards consistent with good engineering practice can be substituted.

(A) Each closure device must be closed at all times except when normally actuated or required to be open for temporary access or to relieve excess pressure or vacuum in accordance with the manufacturer's design and consistent with good air pollution control practices. Such opening, actuation, or use must be limited to minimize vapor loss.

(B) Each closure device must be properly sealed to minimize vapor loss when closed.

(C) Each closure device must either be latched closed or, if designed to relieve pressure, set to automatically open at a pressure that will ensure all vapors are routed to the vapor recovery unit or other vapor control device under normal operating conditions other than gauging the tank or taking a sample through an open thief hatch.

(D) No closure device may be allowed to have a VOC leak for more than 15 calendar days after the leak is found unless delay of repair is allowed. For the purposes of this subparagraph, a leak is the exuding of process gasses from a closed device based on sight, smell, or sound. If parts are unavailable, repair may be delayed. Parts must be ordered promptly and the repair must be completed within five days of

receipt of required parts. Repair may be delayed until the next shutdown if the repair of the component would require a shutdown that would create more emissions than the repair would eliminate. Repair must be completed by the end of the next shutdown.

§115.119. Compliance Schedules.

(a) In Brazoria, Chambers, Fort Bend, Galveston, Harris, Liberty, Montgomery, and Waller Counties, the compliance date has passed and the owner or operator of each storage tank in which any volatile organic compounds (VOC) are placed, stored, or held shall continue to comply with this division except as follows.

(1) The affected owner or operator shall comply with the requirements of §§115.112(d); 115.115(a)(1), (2), (3)(A), and (4); 115.117; and 115.118(a) of this title (relating to Control Requirements; Monitoring Requirements; Approved Test Methods; and Recordkeeping Requirements, respectively) no later than January 1, 2009. Section 115.112(d) of this title no longer applies in the Houston-Galveston-Brazoria area beginning March 1, 2013. Prior to March 1, 2013, the owner or operator of a storage tank subject to §115.112(d) of this title shall continue to comply with §115.112(d) of this title until compliance has been demonstrated with the requirements of §115.112(e)(1) - (6) of this title. Section 115.112(e)(3)(A)(i) of this title no longer applies beginning July 20, 2018.

(A) If compliance with these requirements would require emptying and degassing of the storage tank, compliance is not required until the next time the storage tank is emptied and degassed but no later than January 1, 2017.

(B) The owner or operator of each storage tank with a storage capacity less than 210,000 gallons storing crude oil and condensate prior to custody transfer shall comply with the requirements of this division no later than January 1, 2009, regardless if compliance with these requirements would require emptying and degassing of the storage tank.

(2) The affected owner or operator shall comply with §§115.112(e)(1) - (6), 115.115(a)(3)(B), (5), and (6), and 115.116 of this title (relating to Testing Requirements) as soon as practicable, but no later than March 1, 2013. Section 115.112(e)(3)(A)(i) of this title no longer applies beginning July 20, 2018. Prior to July 20, 2018, the owner or operator of a storage tank subject to §115.112(e)(3)(A)(i) of this title shall continue to comply with §115.112(e)(3)(A)(i) of this title until compliance has been demonstrated with the requirements of §115.112(e)(3)(A)(ii) of this title. After July 20, 2018, the owner or operator of a storage tank is subject to §115.112(e)(3)(A)(ii) of this title.

(A) If compliance with these requirements would require emptying and degassing of the storage tank, compliance is not required until the next time the storage tank is emptied and degassed but no later than January 1, 2017.

(B) The owner or operator of each storage tank with a storage capacity less than 210,000 gallons storing crude oil and condensate prior to custody transfer shall comply with these requirements no later than March 1, 2013, regardless if compliance with these requirements would require emptying and degassing of the storage tank.

(3) The affected owner or operator shall comply with §§115.112(e)(3)(A)(ii), 115.112(e)(7), 115.118(a)(6)(D) and (E), and 115.114(a)(5) of this title (relating to Inspection and Repair Requirements) as soon as practicable, but no later than July 20, 2018.

(b) In Collin, Dallas, Denton, Ellis, Johnson, Kaufman, Parker, Rockwall, and Tarrant Counties, the owner or operator of each storage tank in which any VOC is placed, stored, or held was required to be in compliance with this division on or before March 1, 2009, and shall continue to comply with this division, except as follows.

(1) The affected owner or operator shall comply with §§115.112(e), 115.115(a)(3)(B), (5), and (6), 115.116, and 115.118(a)(6) of this title as soon as practicable, but no later than March 1, 2013.

(A) If compliance with §115.112(e) of this title would require emptying and degassing of the storage tank, compliance is not required until the next time the storage tank is emptied and degassed but no later than December 1, 2021.

(B) The owner or operator of a storage tank with a storage capacity less than 210,000 gallons storing crude oil and condensate prior to custody transfer shall comply with these requirements no later than March 1, 2013, regardless if compliance with these requirements would require emptying and degassing of the storage tank.

(C) As soon as practicable but no later than 15 months after the commission publishes notice in the *Texas Register* that the Dallas-Fort Worth area, except Wise County, has been reclassified as a severe nonattainment area for the 1997 Eight-Hour Ozone National Ambient Air Quality Standard the owner or operator of a storage tank storing crude oil or condensate prior to custody transfer or at a pipeline breakout station is required to be in compliance with the control requirements in §115.112(e)(4)(B)(ii) and (5)(B)(ii) of this title except as specified in §115.111(a)(11) of this title (relating to Exemptions).

[(2) The owner or operator is no longer required to comply with §115.112(a) of this title beginning March 1, 2013.]

(2) [(3)] The affected owner or operator in Collin, Dallas, Denton, Ellis, Johnson, Kaufman, Parker, Rockwall, and Tarrant Counties shall comply with §§115.112(e)(7), 115.114(a)(5), and 115.118(a)(6)(D) and (E) of this title as soon as practicable, but no later than January 1, 2017.

(c) In Hardin, Jefferson, and Orange Counties, the owner or operator of each storage tank in which any VOC is placed, stored, or held was required to be in compliance with this division by March 7, 1997, and shall continue to comply with this division, except that compliance with §115.115(a)(3)(B), (5), and (6), and §115.116 of this title is required as soon as practicable, but no later than March 1, 2013.

(d) In El Paso County, the owner or operator of each storage tank in which any VOC is placed, stored, or held was required to be in compliance with this division by January 1, 1996, and shall continue to comply with this division, except that compliance with §115.115(a)(3)(B), (5), and (6), and §115.116 of this title is required as soon as practicable, but no later than March 1, 2013.

(e) In Aransas, Bexar, Calhoun, Gregg, Matagorda, Nueces, San Patricio, Travis, and Victoria Counties, the owner or operator of each storage tank in which any VOC is placed, stored, or held was required to be in compliance with this division by July 31, 1993, and shall continue to comply with this division, except that compliance with §115.116(b) of this title is required as soon as practicable, but no later than March 1, 2013.

(f) In Wise County, the owner or operator of each storage tank in which any VOC is placed, stored, or held was required to be in compliance with this division by January 1, 2017, and shall continue to comply with this division, except that compliance with §115.111(a)(13) and §115.112(e)(4)(C)(ii) and (5)(C)(ii) of this title is required as soon as practicable, but no later than July 20, 2021.

(g) The owner or operator of each storage tank in which any VOC is placed, stored, or held that becomes subject to this division on or after the date specified in subsections (a) - (f) of this section, shall comply with the requirements in this division no later than 60 days after becoming subject.

(h) In Brazoria, Chambers, Collin, Dallas, Denton, Ellis, Fort Bend, Galveston, Harris, Johnson, Kaufman, Liberty, Montgomery, Parker, Rockwall, Tarrant, Waller, and Wise Counties, the owner or operator of a storage tank storing crude oil or condensate shall continue to comply with the requirements in this division until compliance with the requirements in Division 7 of this subchapter (relating to Oil and Natural Gas Service in Ozone Nonattainment Areas) is achieved or until December 31, 2022, whichever is sooner.

SUBCHAPTER B: GENERAL VOLATILE ORGANIC COMPOUND SOURCES

DIVISION 2: VENT GAS CONTROL

§115.121

Statutory Authority

The amended section is adopted under Texas Water Code (TWC), §5.102, concerning General Powers, that provides the commission with the general powers to carry out its duties under the TWC; TWC, §5.103, concerning Rules, that authorizes the commission to adopt rules necessary to carry out its powers and duties under the TWC; TWC, §5.105, concerning General Policy, that authorizes the commission by rule to establish and approve all general policy of the commission; and under Texas Health and Safety Code (THSC), §382.017, concerning Rules, that authorizes the commission to adopt rules consistent with the policy and purposes of the Texas Clean Air Act. The amended section is also adopted under THSC, §382.002, concerning Policy and Purpose, that establishes the commission's purpose to safeguard the state's air resources, consistent with the protection of public health, general welfare, and physical property; THSC, §382.011, concerning General Powers and Duties, that authorizes the commission to control the quality of the state's air; and THSC, §382.012, concerning State Air Control Plan, that authorizes the commission to prepare and develop a general, comprehensive plan for the proper control of the state's air. The amended section is also adopted under THSC, §382.016, concerning Monitoring Requirements; Examination of Records, that authorizes the commission to prescribe reasonable requirements for the measuring and monitoring of air contaminant emissions; and THSC, §382.021, concerning Sampling Methods and

Procedures, that authorizes the commission to prescribe the sampling methods and procedures to determine compliance with its rules. The amended section is also adopted under Federal Clean Air Act (FCAA), 42 United States Code (USC), §§7401, *et seq.*, which requires states to submit SIP revisions that specify the manner in which the National Ambient Air Quality Standards will be achieved and maintained within each air quality control region of the state.

The amended section implements THSC, §§382.002, 382.011, 382.012, 382.016, 382.017, and 382.021, and FCAA, 42 USC, §§7401 *et seq.*

§115.121. Emission Specifications.

(a) For all persons in the Beaumont-Port Arthur, Dallas-Fort Worth, El Paso, and Houston-Galveston-Brazoria areas, as defined in §115.10 of this title (relating to Definitions), the following emission specifications shall apply.

(1) No person may allow a vent gas stream containing volatile organic compounds (VOC) to be emitted from any process vent, unless the vent gas stream is controlled properly in accordance with §115.122(a)(1) of this title (relating to Control Requirements). Vent gas streams include emissions from compressor rod packing that are contained and routed through a vent, except from compressors subject to Division 7 of this subchapter (relating to Oil and Natural Gas in Ozone Nonattainment Areas), and emissions from a glycol dehydrator still vent.

(2) No person may allow a vent gas stream to be emitted from the following processes unless the vent gas stream is controlled properly in accordance with §115.122(a)(2) of this title:

(A) any synthetic organic chemical manufacturing industry reactor process or distillation operation;

(B) any air oxidation synthetic organic chemical manufacturing process;

(C) any liquid phase polypropylene manufacturing process;

(D) any liquid phase slurry high-density polyethylene manufacturing process; or

(E) any continuous polystyrene manufacturing process.

(3) In the Dallas-Fort Worth, El Paso, and Houston-Galveston-Brazoria areas, VOC emissions from bakery ovens, as defined in §115.10 of this title, shall be controlled properly in accordance with §115.122(a)(3) of this title.

(4) Any vent gas stream in the Houston-Galveston-Brazoria area which includes a highly-reactive volatile organic compound, as defined in §115.10 of this title, is subject to the requirements of Subchapter H of this chapter (relating to Highly-Reactive Volatile Organic Compounds) in addition to the applicable requirements of this division.

(b) In Nueces and Victoria Counties, no person may allow a vent gas stream to be emitted from any process vent containing one or more of the following VOC or classes of VOC, unless the vent gas stream is controlled properly in accordance with §115.122(b) of this title:

(1) emissions of ethylene associated with the formation, handling, and storage of solidified low-density polyethylene;

(2) emissions of the following specific VOC: ethylene, butadiene, isobutylene, styrene, isoprene, propylene, methylstyrene; and

(3) emissions of specified classes of VOC, including aldehydes, alcohols, aromatics, ethers, olefins, peroxides, amines, acids, esters, ketones, sulfides, and branched chain hydrocarbons (C₈ and above).

(c) For persons in Aransas, Bexar, Calhoun, Matagorda, San Patricio, and Travis Counties, the following emission specifications shall apply.

(1) No person may allow a vent gas stream to be emitted from any process vent containing one or more of the following VOC or classes of VOC, unless the vent gas stream is controlled properly in accordance with §115.122(c)(1) of this title:

(A) emissions of ethylene associated with the formation, handling, and storage of solidified low-density polyethylene;

(B) emissions of the following specific VOC: ethylene, butadiene, isobutylene, styrene, isoprene, propylene, and methylstyrene; and

(C) emissions of specified classes of VOC, including aldehydes, alcohols, aromatics, ethers, olefins, peroxides, amines, acids, esters, ketones, sulfides, and branched chain hydrocarbons (C₈ and above).

(2) No person may allow a vent gas stream to be emitted from any catalyst regeneration of a petroleum or chemical process system, basic oxygen furnace, or fluid coking unit into the atmosphere, unless the vent gas stream is properly controlled in accordance with §115.122(c)(2) of this title.

(3) No person may allow a vent gas stream to be emitted from any iron cupola into the atmosphere, unless the vent gas stream is properly controlled in accordance with §115.122(c)(3) of this title.

(4) Vent gas streams from blast furnaces shall be controlled properly in accordance with §115.122(c)(4) of this title.

SUBCHAPTER B: GENERAL VOLATILE ORGANIC COMPOUND SOURCES

DIVISION 7: OIL AND NATURAL GAS SERVICE IN OZONE NONATTAINMENT AREAS

§§115.170 - 115.181, 115.183

Statutory Authority

The new sections are adopted under Texas Water Code (TWC), §5.102, concerning General Powers, that provides the commission with the general powers to carry out its duties under the TWC; TWC, §5.103, concerning Rules, that authorizes the commission to adopt rules necessary to carry out its powers and duties under the TWC; TWC, §5.105, concerning General Policy, that authorizes the commission by rule to establish and approve all general policy of the commission; and under Texas Health and Safety Code (THSC), §382.017, concerning Rules, that authorizes the commission to adopt rules consistent with the policy and purposes of the Texas Clean Air Act. The new sections are also adopted under THSC, §382.002, concerning Policy and Purpose, that establishes the commission's purpose to safeguard the state's air resources, consistent with the protection of public health, general welfare, and physical property; THSC, §382.011, concerning General Powers and Duties, that authorizes the commission to control the quality of the state's air; and THSC, §382.012, concerning State Air Control Plan, that authorizes the commission to prepare and develop a general, comprehensive plan for the proper control of the state's air. The new sections are also adopted under THSC, §382.016, concerning Monitoring Requirements; Examination of Records, that authorizes the commission to prescribe reasonable requirements for the measuring and monitoring of air contaminant emissions; and THSC, §382.021, concerning Sampling Methods and

Procedures, that authorizes the commission to prescribe the sampling methods and procedures to determine compliance with its rules. The new sections are also adopted under Federal Clean Air Act (FCAA), 42 United States Code (USC), §§7401, *et seq.*, which requires states to submit SIP revisions that specify the manner in which the National Ambient Air Quality Standards will be achieved and maintained within each air quality control region of the state.

The new sections implement THSC, §§382.002, 382.011, 382.012, 382.016, 382.017, and 382.021, and FCAA, 42 USC, §§7401 *et seq.*

§115.170. Applicability.

The requirements in this division apply to the following equipment in the Dallas-Fort Worth and Houston-Galveston-Brazoria areas as defined in §115.10 of this title (relating to Definitions):

(1) any centrifugal compressor with wet seals and any reciprocating compressor located between the wellhead, but not including the well site, and point of custody transfer to a natural gas transmission or storage operation;

(2) any pneumatic controller located from the wellhead to a natural gas processing plant, including the natural gas processing plant, or point of custody transfer to a crude oil pipeline;

(3) any pneumatic pump located at a well site or a natural gas processing plant;

(4) any storage tank located from the well site to the point of custody transfer to an oil pipeline or to the point of natural gas distribution; and

(5) any fugitive emission component in volatile organic compounds service located at a crude oil or natural gas production well site, natural gas processing plant, or gathering and boosting station.

§115.171. Definitions.

Unless specifically defined in the Texas Clean Air Act (Texas Health and Safety Code, Chapter 382) or in §§3.2, 101.1, or 115.10 of this title (relating to Definitions, respectively), the terms in this division have the meanings commonly used in the field of air pollution control. The following meanings apply in this division unless the context clearly indicates otherwise.

(1) Centrifugal compressor--A piece of equipment for raising the pressure of 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.

(2) Closure device--A piece of equipment that covers an opening in the roof of a fixed roof storage tank and either can be temporarily opened or has a component that provides a temporary opening. Examples of closure devices include, but are not limited to, thief hatches, pressure relief valves, pressure-vacuum relief valves, and access hatches.

(3) Difficult-to-monitor--Equipment that cannot be inspected without elevating the inspecting personnel more than two meters above a support surface.

(4) Fugitive emission components--Except for vents as defined in §101.1 of this title (relating to Definitions) and sampling systems, equipment as defined in subparagraphs (A) and (B) of this paragraph that has the potential to leak volatile organic compounds (VOC) emissions.

(A) At a natural gas processing plant, equipment considered fugitive components include, but are not limited to, any pump, pressure relief device, open-ended valve or line, valve, flange, or other connector that is in VOC service or wet gas service, and any closed vent system or control device not subject to another section in this division that specifies one or more instrument monitoring requirements for the system or device. A compressor or sampling connection system that is exempt from the fugitive monitoring requirements in §115.352 and §115.354 of this title (relating to Fugitive Emission Control in Petroleum Refining, Natural Gas/Gasoline Processing, and

Petrochemical Processes in Ozone Nonattainment Areas) on or before December 31, 2022 is excluded as a fugitive monitoring component under this subparagraph.

(B) At a well site or gathering and boosting station from equipment considered fugitive emissions components include, but are not limited to, valves, compressors, connectors, pressure relief devices, open-ended lines, flanges, instruments, meters, or other openings that are not on a storage tank subject to §115.175 of this title (relating to Storage Tank Control Requirements), and any closed vent system or control device not subject to another section in this division that specifies one or more instrument monitoring requirements for the system or device. A compressor seal at a gathering and boosting station that is addressed in §115.173 of this title (relating to Compressor Control Requirements) is not included as a fugitive emission component.

(5) Gathering and boosting station--Any permanent combination of one or more compressors that collects natural gas from well sites and moves the natural gas at increased pressure into gathering pipelines to a natural gas processing plant or into the pipeline. The combination of one or more compressors located at a well site, or located at an onshore natural gas processing plant, is not a gathering and boosting station.

(6) Heavy liquid service--An equipment is in heavy liquid service if the weight percent evaporated is 10.0% or less at 302 degrees Fahrenheit (150 degrees Celsius) as determined by ASTM Method D86-96.

(7) Light liquid service--A piece of equipment contains a liquid that meets the following conditions.

(A) The vapor pressure of one or more of the organic components is greater than 1.2 inches water at 68 degrees Fahrenheit (0.3 kilopascals at 20 degrees Celsius).

(B) The total concentration of the pure organic components having a vapor pressure greater than 1.2 inches water at 68 degrees Fahrenheit (0.3 kilopascals at 20 degrees Celsius) is equal to or greater than 20.0% by weight.

(C) The fluid is a liquid at operating conditions.

(D) An equipment is in light liquid service if the weight percent evaporated is greater than 10.0% at 302 degrees Fahrenheit (150 degrees Celsius) as determined by ASTM Method D86-96.

(8) Natural gas processing plant--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.

(9) ~~(6)~~ Pneumatic controller--An automated instrument that is actuated by a compressed gas and is used to maintain a process condition such as liquid level, pressure, pressure differential and temperature. When actuated by natural gas, pneumatic controllers are characterized primarily by their emission characteristics.

(A) Continuous bleed pneumatic controllers receive a continuous flow of pneumatic natural gas supply and are used to modulate flow, liquid level, or pressure. Gas is vented continuously at a rate that may vary over time. Continuous bleed controllers are further subdivided into two types based on their bleed rate, which for the purposes of this section means the rate at which natural gas is continuously vented from a pneumatic controller and measured in standard cubic feet per hour (scfh):

(i) low bleed controllers have a bleed rate of less than or equal to 6.0 scfh; and

(ii) high bleed controllers have a bleed rate of greater than 6.0 scfh.

(B) Intermittent bleed or snap-acting pneumatic controllers release natural gas only when they open or close a valve or as they throttle the gas flow.

(C) Zero-bleed pneumatic controllers do not bleed natural gas to the atmosphere. These pneumatic controllers are self-contained devices that release gas to a downstream pipeline instead of to the atmosphere.

(10) ~~(7)~~ Pneumatic pump--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.

(11) ~~(8)~~ Reciprocating compressor--A piece of equipment that increases the pressure of a natural gas by positive displacement, employing linear movement of the driveshaft.

(12) ~~(9)~~ Rod packing--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.

(13) ~~(10)~~ Route to a process--The emissions are:

(A) conveyed via a closed vent system to any enclosed portion of a process where it is predominantly recycled or consumed in the same manner as a material that fulfills the same function in the process or is transformed by chemical reaction into materials that are not regulated materials or incorporated into a product; or

(B) recovered.

(14) ~~(11)~~ Storage tank--A tank, stationary vessel, or a container that contains an accumulation of crude oil, condensate, intermediate hydrocarbon liquids, or produced water, and that is constructed primarily of non-earthen materials.

(15) ~~(12)~~ Unsafe-to-monitor--Equipment that exposes monitoring personnel to an imminent or potential danger as a consequence of conducting an inspection.

(16) ~~(13)~~ Vapor recovery unit--A device that transfers hydrocarbon vapors to a fuel liquid or gas system, a sales liquid or gas system, or a liquid storage tank.

(17) ~~(14)~~ Well site--A parcel of land with one or more surface sites, which means sites with 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, that are constructed for the drilling and subsequent operation of one or more oil, natural gas, or injection wells. The meaning of "site" and "sites" in this definition is limited to this division.

(18) Wet gas service--A piece of equipment which contains or contacts the field gas before the extraction step at a gas processing plant process unit.

§115.172. Exemptions.

(a) The following exemptions apply to the equipment specified in §115.170 of this title (relating to Applicability) that is subject to this division. Records to support exemption qualification must be kept in accordance with the requirements in §115.180 of this title (relating to Recordkeeping Requirements). Additional requirements apply where specified.

(1) Boilers and process heaters are exempt from the testing requirements of §115.179 of this title (relating to Approved Test Methods and Testing Requirements) and the monitoring requirements of §115.178 of this title (relating to Monitoring and Inspection Requirements) if:

(A) a vent gas stream from equipment subject to this division is introduced with the primary fuel or is used as the primary fuel; or

(B) the boiler or process heater has a design heat input capacity equal to or greater than 44 megawatts or 149.6 million British thermal units per hour.

(2) Any pneumatic pump **at a well site** that operates fewer than 90 days per calendar year ~~at a well site~~ is exempt from the requirements of this division.

(3) Except for the control requirements in §115.175(b) or (c) of this title (relating to Storage Tank Control Requirements), any storage tank that meets one of the following conditions is exempt from the requirements in this division:

(A) a storage tank with the potential to emit of less than 6.0 tons per year of volatile organic compounds (VOC) emissions, which must be calculated in accordance with §115.175(c)(2) of this title;

(B) a storage tank with uncontrolled actual VOC emissions of less than 4.0 tons per year, which must be calculated in accordance with §115.175(c)(1) of this title;

(C) a process vessel such as a surge control vessel, bottom receiver, or knockout vessel;

(D) a pressure vessel designed to operate in excess of 29.7 pounds per square inch absolute and designed to operate without emissions to the atmosphere; and

(E) a vessel that is skid-mounted or permanently attached to something that is mobile (such as trucks, railcars, barges, or ships) and is intended to be located at a site for less than 180 consecutive days.

(4) Fugitive emission components at a natural gas processing plant that contact a process fluid that contains less than 1.0% VOC by weight are exempt from the requirements of this division.

(5) All pumps and compressors, other than those specified in §115.173 and §115.174 of this title (relating to Compressor Control Requirements and Pneumatic Controller and Pump Controller Requirements, respectively), that are equipped with a shaft sealing system that prevents or detects emissions of VOC from the seal are exempt from the fugitive monitoring requirements of §115.177 of this title (relating to Fugitive Emission Component Requirements). These seal systems may include, but are not limited to, dual pump seals with barrier fluid at higher pressure than process pressure, seals degassing to vent control systems kept in good working order, or seals equipped with an automatic seal failure detection and alarm system.

(6) At a natural gas processing plant, components Components that are insulated, making them inaccessible to monitoring with a hydrocarbon gas analyzer, are exempt from the hydrocarbon gas analyzer monitoring requirements of §115.177 and §115.178 of this title. Inspections using audio, visual, and olfactory means must still be conducted in accordance with the appropriate requirements of §115.177 and §115.178 of this title.

(7) At a natural gas processing plant, sampling Sampling connection systems, as defined in 40 Code of Federal Regulations (CFR) §63.161 (as amended January

17, 1997 (62 FR 2788)), that meet the requirements of 40 CFR §63.166(a) and (b) (as amended June 20, 1996 (61 FR 31439)) are exempt from the requirements of this division, except from the recordkeeping requirement in §115.180(2) of this title.

(8) Fugitive emission components located at a well site with one or more wells that produce on average 15-barrel equivalents or less per day are exempt from the requirements of this division, except from the recordkeeping requirement in §115.180(2) of this title.

(b) Equipment used only for materials outside the product stream from a crude oil or natural gas production well or after the point of custody transfer to a crude oil or natural gas distribution or storage segment is exempt from the requirements of this division.

(c) After the appropriate compliance date in §115.183 of this title (relating to Compliance Schedules) and upon the date that the wet seals on a centrifugal compressor subject to subsection (a) of this section are retrofitted with a dual mechanical or other equivalent dry seal control system, the compressor no longer meets the applicability of this division.

(d) After the appropriate compliance date in §115.183 of this title, if changes are made to a pneumatic pump or controller are such that the pump or controller does not meet the appropriate definitions in this division, the requirements of §115.174(a) or (b) of

this title no longer apply. The change in applicability status must be documented in accordance with the recordkeeping requirements in §115.180 of this title. For example, a pneumatic controller converted to a solar-powered controller no longer meets the applicability of a pneumatic controller regulated by this division.

§115.173. Compressor Control Requirements.

The control requirements in this section apply to any centrifugal compressor and reciprocating compressor subject to this division.

(1) If routing to a control device or routing to a process, the volatile organic compounds (VOC) vapors must be routed from the wet seal fluid degassing system or rod packing through a closed vent system. The closed vent system must be designed and operated to route all gases, vapors, or fumes from the wet seal fluid degassing system or rod packing to the control device under normal operation. The closed vent system must operate under negative pressure at the inlet for vapors.

(2) A compressor must be equipped with a seal cover that forms a continuous impermeable barrier over the entire liquid surface area, and the cover must remain in a sealed position (e.g., covered by a gasketed lid or cap) except during periods necessary to inspect, maintain, repair, or replace equipment.

(3) The owner or operator shall control VOC emissions from a centrifugal compressor wet seal fluid degassing system or reciprocating compressor rod packing properly using one of the following controls.

(A) A control device, other than a device specified in subparagraphs (B) and (C) of this paragraph, may be used and must maintain a VOC control efficiency of at least 95% or a VOC concentration of equal to or less than 275 parts per million by volume (ppmv), as propane, on a wet basis corrected to 3% oxygen. The 95% VOC control efficiency and 275 ppmv VOC concentration are calculated from the gas stream at the control device outlet.

(i) The control device must be operated at all times when gases, vapors, or fumes are vented from the closed vent system to the control device. For a boiler or process heater used as the control device, the vent gas stream must be introduced into the flame zone of the boiler or process heater. Multiple vents may be routed to the same control device. Control devices and closed vent systems must be in compliance with §115.178 of this title (relating to Monitoring and Inspection Requirements) and §115.179 of this title (relating to Approved Test Methods and Testing Requirements).

(ii) Control devices must operate with no visible emissions, as determined through a visible emissions test conducted according to United States Environmental Protection Agency (EPA) Method 22, 40 Code of Federal Regulations (CFR)

Part 60, Appendix A-7, Section 11, except for periods not to exceed a total of one minute during any 15-minute observation period.

(B) A flare may be used and must be designed and operated in accordance with 40 CFR §60.18(b) - (f) (as amended through December 22, 2008 (73 FR 78209)). The flare must be lit at all times when VOC vapors are routed to the flare. Multiple vents may be routed to the same control device.

(C) VOC emissions may be routed to a process if the emissions are compatible with the process and would be retained within the process. Routing to a process is considered equivalent to a 95% control efficiency.

(D) The reciprocating compressor rod packing may be replaced on or before the compressor has operated for 26,000 hours from the most recent rod packing replacement. The number of hours the compressor operates must be continuously recorded beginning on the appropriate compliance date in §115.183 ~~§115.183(a)~~ of this title (relating to Compliance Schedule).

(E) The reciprocating compressor rod packing may be replaced within 36 months from the most recent rod packing replacement beginning from the appropriate compliance date in §115.183 ~~§115.183(a)~~ of this title.

(4) The following requirements apply to a bypass installed on a closed vent system able to divert any portion of the flow from entering a control device or routing to a process.

(A) A flow indicator must be installed, calibrated, and maintained at the inlet of each bypass. The flow indicator must take a reading at least once every 15 minutes and initiate an alarm notifying operators to take prompt remedial action when bypass flows are present.

(B) Each bypass valve must be secured in the non-diverting position using a car-seal or a lock-and-key type configuration.

§115.174. Pneumatic Controller and Pump Control Requirements.

(a) The following control requirements apply to any pneumatic pump or pneumatic controller at a natural gas processing plant.

(1) The pneumatic pump drive must not emit volatile organic compounds (VOC) emissions to the atmosphere. The pump must also be equipped with a seal cover that forms a continuous impermeable barrier over the entire liquid surface area, and the cover must remain in a sealed position (e.g., covered by a gasketed lid or cap) except during periods necessary to inspect, maintain, repair, or replace equipment.

(2) Each single continuous-bleed pneumatic controller must have a natural gas bleed rate equal to 0.0 standard cubic feet per hour (scfh).

(b) The following control requirements apply to any pneumatic pump or pneumatic controller subject to this division at a location other than at a natural gas processing plant.

(1) VOC emissions from each pneumatic pump must be reduced by 95%.

(2) Each pneumatic controller must have a natural gas bleed rate of less than or equal to 6.0 scfh.

(c) A control device used to comply with this section must meet one of the following conditions at all times when VOC vapors are routed to the control device or to a process. Multiple vents may be routed to the same control device or process. The VOC vapors must be routed through a closed vent system, which must be designed and operated to route all captured VOC vapors to a process or a control device under normal operations. Control devices and closed vent systems must be in compliance with §115.178 of this title (relating to Monitoring and Inspection Requirements) and §115.179 of this title (relating to Approved Test Methods and Testing Requirements).

(1) A control device, other than a device specified in paragraphs (2) and (3) of this subsection, may be used and must maintain a minimum control efficiency of at

least 95% or a VOC concentration of equal to or less than 275 parts per million by volume (ppmv), as propane, on a wet basis corrected to 3% oxygen. The 95% VOC control efficiency and 275 ppmv VOC concentration are calculated from the gas stream at the control device outlet. For a boiler or process heater used as the control device, the vent gas stream must be introduced into the flame zone of the boiler or process heater.

(2) A flare may be used and must be designed and operated in accordance with 40 Code of Federal Regulations (CFR) §60.18(b) - (f) (as amended through December 22, 2008 (73 FR 78209)). The flare must be lit at all times when VOC vapors are routed to the flare.

(3) VOC emissions may be routed to a process if the emissions are compatible with the process and would be retained within the process. Routing to a process is considered equivalent to a 95% control efficiency.

(4) A control device used to comply with paragraph (1) of this subsection must operate with no visible emissions, as determined through a visible emissions test conducted according to United States Environmental Protection Agency (EPA) Method 22, 40 CFR Part 60, Appendix A-7, Section 11 (as amended March 16, 2015 (83 FR 13751)), except for periods not to exceed a total of one minute during any 15-minute observation period.

(d) The following requirements apply to a bypass installed on a closed vent system

able to divert any portion of the flow from entering a control device or routing to a process.

(1) A flow indicator must be installed, calibrated, and maintained at the inlet of each bypass. The flow indicator must take a reading at least once every 15 minutes and initiate an alarm notifying operators to take prompt remedial action when bypass flows are present.

(2) Each bypass valve must be secured in the non-diverting position using a car-seal or a lock-and-key type configuration.

(e) The following exceptions apply, as specified, to the pneumatic controller or pneumatic pump control requirements in subsections (a) or (b) of this section.

(1) By the appropriate compliance date in §115.183 of this title (relating to Compliance Schedules), the VOC emissions from a pneumatic pump at a well site for which a control device does not exist and for which routing to a process is technically infeasible, as demonstrated in paragraph (3) of this subsection, are not required to be controlled in accordance with subsection (b) of this section. The owner or operator shall maintain records documenting that there is no control device available and whereupon this exclusion no longer applies, the owner or operator shall be in compliance with the control requirements of subsection (b) of this section and shall keep records

documenting the change in compliance with the initial report as required in §115.180 of this title (relating to Recordkeeping Requirements).

(2) By the appropriate compliance date in §115.183 of this title, a control device located at the same site as a pneumatic pump, and with which controlling the VOC emissions from the pneumatic pump is technically feasible, that achieves a control efficiency less than 95% must be used if a control device achieving a 95% control efficiency is not available. If more than one control device with less than 95% control efficiency is available, the control device with the highest control efficiency must be used. The same monitoring, testing, and recordkeeping requirements apply to such a control device that apply to control devices in subsection (c) of this section.

(3) For a pneumatic pump located at a well site for which the control requirements in this section are technically infeasible, the owner or operator shall make a demonstration of technical infeasibility in accordance with §115.176(b) of this title (relating to Alternative Control Requirements). Upon the date the demonstration of technical infeasibility is no longer true, whereupon this exclusion no longer applies, the owner or operator shall comply with the control requirements of this section and shall keep records documenting the change in compliance with the initial report as required in §115.180 of this title.

(4) For a pneumatic controller for which there is a functional need for a bleed rate greater than the limits in subsection (a) of this section, the owner or operator

shall make and maintain record of a determination of functional need in accordance with §115.176(c) of this title. Upon the date the determination of functional need is no longer true, the owner or operator shall comply with the control requirements of this section and shall keep records documenting the change in compliance with the initial report as required in §115.180 of this title.

(f) Pneumatic pumps and controllers subject to this division must be operated and maintained in accordance with manufacturer's recommendations.

§115.175. Storage Tank Control Requirements.

(a) No person shall place, store, or hold crude oil or condensate in any storage tank unless the tank is capable of maintaining working pressure sufficient at all times to prevent any vapor or gas loss to the atmosphere or is in compliance with the following controls.

(1) All openings in a fixed roof storage tank through which vapors are not routed to a vapor recovery unit or other control device specified in paragraph (2) of this subsection, must be equipped with a closure device maintained according to the manufacturer's instructions and operated according to this paragraph. If manufacturer instructions are unavailable, industry standards consistent with good engineering practice can be substituted.

(A) Each closure device must be closed at all times except when normally actuated or required to be open for temporary access or to relieve excess pressure or vacuum in accordance with the manufacturer's design and consistent with good air pollution control practices. Such opening, actuation, or use must be limited to minimize vapor loss.

(B) Each closure device must be properly sealed to minimize vapor loss and must form a continuous impermeable barrier over the entire surface area of the liquid in the storage tank when closed.

(C) Each closure device must either be latched closed or, if designed to relieve pressure, set to automatically open at a pressure that will ensure all vapors are routed to the vapor recovery unit or other control device under normal operating conditions other than gauging the tank or taking a sample through an open thief hatch.

(D) No closure device may be allowed to have a volatile organic compound (VOC) leak for more than 15 calendar days after the leak is found unless delay of repair is allowed. For the purposes of this subparagraph, a leak is the exuding of process gasses from a closed device detected by audio, visual, and olfactory means. If parts are unavailable, repair may be delayed. Parts must be ordered promptly, and the repair must be completed within five days of receipt of required parts. Repair may be delayed until the next shutdown if the repair of the component would require a shutdown

that would create more emissions than the repair would eliminate. Repair must be completed by the end of the next shutdown.

(2) A control device used to comply with this subsection must meet one of the following conditions at all times when VOC vapors are routed to the device. The VOC vapors must be routed through a closed vent system that must be designed and operated to route to a control device, including to route to a process, all captured VOC vapor under normal operations. Multiple vents may be routed to the same control device. Control devices and closed vent systems must comply with the requirements of §115.178 of this title (relating to Monitoring and Inspection Requirements) and §115.179 of this title (relating to Approved Test Methods and Testing Requirements).

(A) A control device, other than a device specified in subparagraphs (B) and (C) of this paragraph, to which VOC vapors are routed, must maintain a control efficiency of at least 95% or a VOC concentration of equal to or less than 275 parts per million by volume (ppmv), as propane, on a wet basis corrected to 3% oxygen. The 95% VOC control efficiency and 275 ppmv VOC concentration are calculated from the gas stream at the control device outlet. For a boiler or process heater used as the control device, the vent gas stream must be introduced into the flame zone of the boiler or process heater.

(B) A flare must be designed and operated in accordance with 40 Code of Federal Regulations (CFR) §60.18(b) - (f) (as amended through December 22, 2008 (73 FR 78209)). The flare must be lit at all times when VOC vapors are routed to the flare.

(C) A vapor recovery unit must be designed to process all vapor generated by the maximum liquid throughput of the storage tank or the aggregate of storage tanks in a tank battery and must transfer recovered vapors to a pipe or container that is vapor-tight, as defined in §115.10 of this title (relating to Definitions).

(D) A control device, used to comply with subparagraph (A) of this paragraph, must operate with no visible emissions, as determined through a visible emissions test conducted according to United States Environmental Protection Agency (EPA) Method 22, 40 CFR Part 60, Appendix A-7, Section 11 (as amended March 16, 2015 (83 FR 13751)), except for periods not to exceed a total of one minute during any 15-minute observation period.

(3) Beginning on the appropriate compliance date in §115.183 of this title (relating to Compliance Schedules), any storage tank that stores crude oil or condensate with a true vapor pressure of greater than or equal to 11 pounds per square inch absolute (psia) and a storage capacity of at least 40,000 gallons, and was required to use a submerged fill pipe under Table 2 in §115.112(e)(1) of this title (relating to Control Requirements), must continue to use a submerged fill pipe.

(4) The following requirements apply to a bypass installed on a closed vent system able to divert any portion of the flow from entering a control device or routing to a process.

(A) A flow indicator must be installed, calibrated, and maintained at the inlet of each bypass. The flow indicator must take a reading at least once every 15 minutes and initiate an alarm notifying operators to take prompt remedial action when bypass flows are present.

(B) Each bypass valve must be secured in the non-diverting position using a car-seal or a lock-and-key type configuration.

(b) Any storage tank with the potential to emit less than 6.0 tons per year of VOC, and any storage tank with the potential to emit at least 6.0 tons per year of VOC emissions but that demonstrates uncontrolled actual VOC emissions are less than 4.0 tons per year, is not required to be in compliance with the control requirements in subsection (a) of this section unless the tank was required to comply with a control requirement in §115.112(e) of this title on or before December 31, 2022. The owner or operator shall continue to comply with the control requirement that applied as of December 31, 2022 in the Table in §115.112(e) of this title. The calculation of emissions demonstrating that actual VOC emissions are less than 4.0 tons per year for 12 consecutive months based on average monthly throughput must be performed on a monthly basis.

Figure: 30 TAC §115.175(b)

True Vapor Pressure	Storage Capacity in gallons (gal)	Control Requirements
≥ 1.5 psia and < 11 psia	$> 1,000$ gal and $\leq 40,000$ gal	Submerged fill pipe or closed vent system routed to control device
≥ 1.5 psia and < 11 psia	$> 40,000$ gal	Internal floating roof or external floating roof with primary seal (any type) and secondary seal or closed vent system routed to control device
≥ 11 psia	$> 1,000$ gal and $\leq 40,000$ gal	Submerged fill pipe or closed vent system routed to control device
≥ 11 psia	$> 40,000$ gal	Submerged fill pipe and closed vent system routed to control device

(c) The owner or operator shall calculate VOC emissions as follows.

(1) Uncontrolled VOC emissions for a fixed roof storage tank must be estimated using the highest 12 consecutive months out of the last five years of production data for the initial determination in accordance with the appropriate compliance date in §115.183 of this title, and one of the following methods. However, if emissions determined using direct measurements or other methods approved by the executive director under subparagraph (A) or (B) of this paragraph are higher than emissions estimated using the default factors or charts in subparagraph (C) or (D) of this paragraph, the higher values must be used.

(A) The owner or operator may make direct measurements using the measuring instruments and methods specified in §115.179 of this title.

(B) The owner or operator may use other test methods or computer simulations approved by the executive director.

(C) The owner or operator may use a factor of 33.3 pounds of VOC per barrel (42 gallons) of condensate produced or 1.6 pounds of VOC per barrel (42 gallons) of oil produced.

(D) For crude oil storage only, the owner or operator may use the chart in Exhibit 2 of the EPA's *Lessons Learned from Natural Gas Star Partners: Installing Vapor Recovery Units on Crude Oil Storage Tanks*, October 2003, and assuming that the hydrocarbon vapors have a molecular weight of 34 pounds per pound mole and are 48% by weight VOC.

(2) The VOC potential to emit must be based on the maximum average daily throughput determined for a 30-day period of production prior to the appropriate compliance date listed in §115.183 of this title.

(d) For an external floating roof or internal floating roof storage tank, the following requirements apply.

(1) All openings in an internal floating roof or external floating roof must provide a projection below the liquid surface. Automatic bleeder vents (vacuum breaker vents) and rim space vents are not subject to this requirement.

(2) All openings in an internal floating roof or external floating roof must be equipped with a deck cover. The deck cover must be equipped with a gasket in good operating condition between the cover and the deck. The deck cover must be closed (i.e., no gap of more than 1/8 inch) at all times, except when the cover must be open for access. Automatic bleeder vents (vacuum breaker vents), rim space vents, leg sleeves, and roof drains are not subject to this requirement.

(3) Automatic bleeder vents (vacuum breaker vents) and rim space vents must be equipped with a gasketed lid, pallet, flapper, or other closure device and must be closed (i.e., no gap of more than 1/8 inch) at all times except when required to be open to relieve excess pressure or vacuum in accordance with the manufacturer's design.

(4) Each opening into the internal floating roof for a fixed roof support column may be equipped with a flexible fabric sleeve seal instead of a deck cover.

(5) Any external floating roof drain that empties into the stored liquid must be equipped with a slotted membrane fabric cover that covers at least 90% of the area of the opening or an equivalent control that must be kept in a closed (i.e., no gap of more

than 1/8 inch) position at all times except when the drain is in actual use. Stub drains on an internal floating roof storage tank are not subject to this requirement.

(6) There must be no visible holes, tears, or other openings in any seal or seal fabric.

(7) For an external floating roof storage tank, secondary seals must be the rim-mounted type. The seal must be continuous from the floating roof to the tank wall, with the exception of gaps that do not exceed the following specification. The accumulated area of gaps that exceed 1/8 inch in width between the secondary seal and storage tank wall may not be greater than 1.0 square inch per foot of storage tank diameter.

(8) Each opening for a slotted guide pole in an external floating roof storage tank must be equipped with one of the following control device configurations:

(A) a pole wiper and pole float that has a seal or wiper at or above the height of the pole wiper;

(B) a pole wiper and a pole sleeve;

(C) an internal sleeve emission control system;

(D) a retrofit to a solid guide pole system;

(E) a flexible enclosure system; or

(F) a cover on an external floating roof tank.

(9) The external floating roof or internal floating roof must be floating on the liquid surface at all times, except as allowed under the following circumstances:

(A) during the initial fill or refill after the storage tank has been cleaned;

(B) when necessary for preventive maintenance, roof repair, primary seal inspection, or removal and installation of a secondary seal, if product is not transferred into or out of the storage tank, emissions are minimized, and the repair is completed within seven calendar days;

(C) when the storage tank has a storage capacity less than 25,000 gallons;

(D) when the vapors are routed to a control device from the time the storage tank has been emptied to the extent practical or the drain pump loses suction until the floating roof is within 10% by volume of being refloated;

(E) when all VOC emissions from the storage tank, including emissions from floating roof landings, have been included in an emissions limit or cap approved under Chapter 116 of this title (relating to Control of Air Pollution by Permits for New Construction or Modification) prior to March 1, 2013; or

(F) when all VOC emissions from floating roof landings at the regulated entity are less than 25 tons per year.

§115.176. Alternative Control Requirements.

(a) Alternate methods of demonstrating and documenting continuous compliance with the applicable control requirements or exemption criteria in this division may be approved by the executive director in accordance with §115.910 of this title (relating to Availability of Alternate Means of Control) if emission reductions are demonstrated to be substantially equivalent.

(b) The owner or operator of a pneumatic pump at a well site making a determination of technical infeasibility as provided in §115.174(e)(3) of this title (relating to Pneumatic Controller and Pump Control Requirements) shall make a clear demonstration that includes, but is not limited to, the following information:

(1) the specific equipment for which technical infeasibility exists;

(2) the reason such equipment cannot be controlled by any available control option, such as but is not limited to, safety considerations, distance from the control device, pressure losses and differentials in the closed vent system, and the ability of the control device to handle the pump emissions;

(3) data to support reasoning in paragraph (2) of this subsection; and

(4) a certification signed and dated by a qualified professional engineer certifying that the assessment of technical infeasibility prepared was true, accurate, and complete and that knowingly submitting false information is a violation of this subsection.

(c) The owner or operator of a pneumatic controller at a natural gas processing plant making a determination of a functional need as specified in §115.174(e)(4) of this title, must perform the following:

(1) tag the pneumatic controller with a weatherproof tag; and

(2) provide the reason meeting the control requirements cannot be met due to the functional need.

§115.177. Fugitive Emission Component Requirements.

(a) The owner or operator of equipment with fugitive emission components shall create a written plan and maintain such plan in accordance with §115.180 of this title (relating to Recordkeeping Requirements) that details information about the site subject to this section including, but not limited to, the following:

(1) the identification of each fugitive emission component grouping required to be monitored;

(2) the fugitive emission component designated as unsafe-to-monitor or difficult-to-monitor;

(3) the exemptions or exceptions that apply to any fugitive emission component;

(4) the method of monitoring; and

(5) the monitoring survey schedules of the fugitive emission components in paragraph (1) or (2) of this subsection.

(b) The owner or operator shall monitor each affected fugitive emission component and calibrate the hydrocarbon gas analyzer instrumentation in accordance with

procedures specified by the United States Environmental Protection Agency (EPA) EPA Method 21 in 40 Code of Federal Regulations (CFR) Part 60, Appendix A-7. The owner or operator may elect to use the alternative work practice in §115.358 of this title (~~relating to Alternative Work Practice~~) for any fugitive emission component, as specified in paragraph (11) of this subsection.

(1) Except as provided in paragraph (5)(C) ~~(6)(C)~~ of this subsection, no component at a natural gas processing plant is allowed to have a volatile organic compounds (VOC) leak for more than five calendar days without a first attempt at repair after the leak is detected and must be repaired no later than 15 calendar days after the leak is found that meets the following:

(A) for pump seals in light-liquid service, a leak definition of 5,000 parts per million by volume (ppmv) for a pump used for any polymerizing monomer and 2,000 ppmv for all other pumps; ~~and~~

(B) for valves, flanges, connectors, pressure relief devices, pumps in heavy-liquid service, sampling connections, and process drains, a leak definition of 500 ppmv; ~~and~~

(C) for compressors, a leak definition of 10,000 ppmv or exuding of process fluid based on sight, smell, or sound.

(2) Except as provided in paragraph (5)(C) (6)(C) of this subsection, no fugitive emission component at a well site or gathering and boosting station is allowed to have a VOC leak of equal to or greater than 500 ppmv for more than five calendar days without a first attempt at repair after the leak is detected and must be repaired no later than 15 calendar days after the leak is found.

(3) Except as specified in subsection (c) of this section, the owner or operator shall conduct monitoring according to the following schedules.

(A) The owner or operator of a natural gas processing plant shall monitor annually to detect leaks of VOC emissions from all connectors.

(B) Except as provided in subparagraph subparagraphs (C), (D), and (E) of this paragraph, the owner or operator shall monitor to detect leaks of VOC emissions from all:

(i) fugitive emission components at gathering and boosting stations quarterly; other than connectors, semiannually; and

(ii) fugitive emission components at well sites well-site pressure relief valves semiannually.

(C) The owner or operator shall monitor quarterly to detect VOC emissions leaks from all:

(i) gathering and boosting station fugitive emission components, other than connectors;

(ii) gathering and boosting station pressure relief valves;

(i) (iii) pump seals at a natural gas processing plant that are not in light-liquid service at a natural gas operation plant; and

(ii) (iv) fugitive emission components at a natural gas processing plant not specified elsewhere in this paragraph.

(D) The owner or operator shall monitor monthly to detect leaks of VOC emissions at a natural gas processing plant from all:

(i) pressure relief valves in gaseous service;

(ii) pump seals in light-liquid service; and

(iii) accessible fugitive emission components in gas/vapor and light-liquid service, except for connectors.

(E) In addition to monitoring in subparagraphs (B)(i) and (ii) ~~(B)(ii);~~ ~~(C)(ii);~~ and (D)(i) of this paragraph, the owner or operator shall monitor pressure relief valves within 24 hours of a release.

(F) At a natural gas processing plant, the owner or operator shall visually inspect for indications of dripping liquid each pump in light liquid service weekly. If evidence of a leak is found, the owner or operator shall monitor each leaking pump in accordance with Method 21 in 40 CFR Part 60, Appendix A-7 or the alternative work practice in §115.358 of this title within five calendar days after the leak is detected.

~~(4) An owner or operator may elect to monitor at the reduced frequency in the Table in this paragraph, any pumps and valves that are part of a unit that operates less than 6,570 hours each year.~~

Figure: 30 TAC §115.177(b)(4)

Operating time (percent operated of total hours in a year)	Monthly monitoring reduced frequencies	Quarterly monitoring reduced frequencies	Semiannually monitoring reduced frequencies
0% to <25% Quarterly	Quarterly	Annually	Annually
25% to <50% Quarterly	Quarterly	Semiannually	Annually
50% to <75% Every two months	Every two months	Three quarters per year	Semiannually

75% Monthly	Monthly	Quarterly	Semiannually
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(4) (5) Upon the detection of a leaking fugitive emission component, the owner or operator shall affix to the leaking component a weatherproof and readily visible tag, bearing an identification number and the date the leak was detected. This tag must remain in place, or be replaced if damaged, until the leaking component is repaired. Tagging of difficult-to-monitor leaking components may be done by reference tagging. The reference tag should be located as close as possible to the leaking component and should clearly identify the leaking component and its location.

(5) (6) When a leak or defect is detected from a fugitive emission component, the owner or operator shall repair the leak or defect as soon as practicable.

(A) A first attempt at repair must be made no later than five calendar days after the leak is detected.

(B) A repair must be completed no later than 15 calendar days after the leak is detected.

(C) If an owner or operator determines and documents that a repair is technically infeasible without a shutdown, vent blowdown at a well site or gathering and boosting station, well shut-in, would be unsafe to repair during operation of the unit, or that emissions resulting from immediate repair would be greater than the total fugitive

emissions likely to result from a delay of repair, then the repair is not required to be completed until the end of the next shutdown, vent blowdown at a well site or gathering and boosting station, well shut-in, or unplanned blowdown. Any repair under this subparagraph at a well site or gathering and boosting station must be made within two years after the leak is detected.

(D) For the owner or operator using the alternative work practice in §115.358 of this title to monitor fugitive emission components, repair is complete once a monitoring survey using EPA Method 21 in 40 CFR Part 60, Appendix A-7 or the alternative work practice in §115.358 of this title shows no leaking. For the owner or operator using Method 21 in 40 CFR Part 60, Appendix A-7 or audio, visual, or olfactory means to monitor fugitive emission components, repair is complete once the monitoring required under this section shows no leaking. At a well site or gathering and boosting station, this monitoring survey to check that the leak is fixed must be done within 30 days of the repair attempt. At a natural gas processing plant, if a shutdown is needed as specified in subparagraph (C) of this paragraph, the monitoring survey to check that the leak is fixed must be done within 15 days of startup of the process unit.

(6) ~~(7)~~ If the executive director determines that the number of leaks in a process area is excessive, the monitoring schedule in this subsection may be modified to require an increase in the frequency of monitoring in a given process area.

(7) (8) After completion of the required monthly valve monitoring in this subsection for a period of at least two years, the owner or operator of a well-site, natural gas processing plant or gathering and boosting station may request in writing to the appropriate regional office that the valve monitoring schedule be revised based on the percent of valves leaking. The percent of valves leaking must be determined by dividing the sum of valves leaking during the current monitoring period and valves for which repair has been delayed by the total number of valves subject to monitoring requirements. The revised monitoring schedule is not effective until a response is received from the executive director. This request must include all data that have been developed to justify the following modifications in the monitoring schedule.

(A) After two consecutive quarterly leak detection periods with the percent of valves leaking equal to or less than 2.0%, an owner or operator may begin to skip one of the quarterly leak detection periods for the valves in gas/vapor and light liquid service.

(B) After five consecutive quarterly leak detection periods with the percent of valves leaking equal to or less than 2.0%, an owner or operator may begin to skip three of the quarterly leak detection periods for the valves in gas/vapor and light liquid service.

~~(9) Alternate monitoring schedules for a natural gas processing plant approved before November 15, 1996 are approved monitoring schedules for the purposes of paragraph (3) or (4) of this subsection.~~

(8) ~~(10)~~ All component monitoring must occur when the component is in contact with process material and the process unit is in service. If a unit is not operating during the required monitoring period but a component in that unit is in contact with process fluid that is circulating or under pressure, then that component is considered to be in service and is required to be monitored. Valves must be in gaseous or light liquid service to be considered in the total valve count for alternate valve monitoring schedules of ~~paragraph (7)~~ paragraphs (3), (4), and (9) of this subsection.

(9) ~~(11)~~ Monitored screening concentrations must be recorded for each component in gaseous or light liquid service. Notations such as "pegged," "off scale," "leaking," "not leaking," or "below leak definition" may not be substituted for hydrocarbon gas analyzer results. For readings that are higher than the upper end of the scale (i.e., pegged) even when using the highest scale setting or a dilution probe, a default pegged value of 100,000 ppmv must be recorded. This requirement does not apply to monitoring using an optical gas imaging instrument, which makes emissions visible that may otherwise be invisible to the naked eye, in accordance with §115.358 of this title.

(10) ~~(12)~~ The owner or operator shall check all new connectors for leaks within 30 days of being placed in VOC service by monitoring with a hydrocarbon gas

analyzer for components in light-liquid and gas service and by using visual, audio, and/or olfactory means for components in heavy-liquid service. Components that are unsafe-to-monitor or inspect are exempt from this requirement if they are monitored or inspected as soon as possible during times that are safe to monitor.

(11) (13) For any fugitive emission component for which the owner or operator elects to use the alternative work practice in §115.358 of this title, the following provisions apply.

(A) At a natural gas processing plant, the The frequency for monitoring components listed in this section must be the frequency determined according to §115.358 of this title, except as specified in subparagraph (C) of this paragraph. At a well site or gathering and boosting station, the frequency for monitoring components using optical gas imaging is the frequency in paragraph (3) of this subsection.

(B) The alternative monitoring schedules allowed under paragraph (7) paragraphs (8) and (9) of this subsection are not allowed.

(C) At a well site or gathering and boosting station, the requirements in §115.358 of this title, except for the requirements in §115.358(e) and (f) of this title, apply in addition to the appropriate requirements in this section. At a natural gas processing plant, the requirements in §115.358 of this title apply in addition to the

applicable requirements in this section. If the owner or operator elects to use the alternative work practice in §115.358(e) of this title in lieu of monitoring required in subparagraph (E) of this paragraph, the time limitations in these paragraphs continue to apply.

(D) The owner or operator may still classify a component as unsafe-to-monitor as allowed under subsection (c) of this section if the component cannot safely be monitored using either a hydrocarbon gas analyzer or the alternative work practice. The owner or operator may use either EPA United States Environmental Protection Agency (EPA) Method 21 in 40 CFR Part 60, Appendix A-7 or the alternative work practice at the monitoring frequency specified in paragraph (3) of this subsection. Any component classified as unsafe-to-monitor under the alternative work practice must be identified as such in the list required in §115.180(7) of this title.

(E) If the executive director determines that there is an excessive number of leaks in any given process area for which the alternative work practice in §115.358 of this title is used, the executive director may require an increase in the frequency of monitoring under the alternative work practice in that process area.

(c) An owner or operator is not required to comply with monitoring frequencies in subsection (b) of this section for any fugitive emission component designated as unsafe-to-monitor or difficult-to-monitor.

(1) Any component, except closed vent systems, designated difficult-to-monitor must be monitored at least once per calendar year. Difficult-to-monitor closed vent system components must be monitored at least once every five years.

(2) Any component designated unsafe-to-monitor must be monitored as frequently as practicable during a time when it is safe-to-monitor, not to exceed the monitoring frequency in subsection (b) of this section.

(3) The number of components designated as difficult-to-monitor may not exceed 3% of total affected components in the same classification (e.g., pumps, valves, flanges, connectors etc.) at the site.

(4) The owner or operator shall inspect all flanges weekly by audio, visual, and olfactory means, excluding flanges that are monitored at least once each calendar year using EPA Method 21 in 40 CFR Part 60, Appendix A-7 and flanges that are difficult-to-monitor and unsafe-to-monitor. Flanges that are difficult-to-monitor and unsafe-to-monitor must be identified in a list made available upon request. If a difficult-to-monitor or an unsafe-to-monitor flange is not considered safe to inspect within the required weekly time frame, then it must be inspected as soon as possible during a time that it is safe to inspect.

(5) Relief valves that are designated as unsafe-to-monitor must be monitored as soon as possible during times that are safe to monitor after any release

event. Relief valves that are designated as difficult-to-monitor must be monitored within 15 days after a release.

§115.178. Monitoring and Inspection Requirements.

(a) At least once each calendar year, an owner or operator shall conduct an audio, visual, and olfactory inspection of each compressor seal cover for defects that may result in air emissions, except as provided in subsection (c) of this section. 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 cover devices; and broken or missing hatches, access covers, caps, or other cover devices. Repairs must be made in accordance with subsection (e) of this section.

(b) The following monitoring and inspection requirements apply to closed vent systems routed to a control device, including routing to a process, used to demonstrate compliance with the control requirements of this division, except as specified in subsection (c) of this section. For the purpose of this subsection, a leak is a measured volatile organic compounds (VOC) concentration of equal to or greater than 500 parts per million by volume (ppmv). Defects that could result in air emissions include visible cracks, holes, or gaps in piping; loose connections; liquid leaks; or broken or missing cover devices. Repairs of equipment with a leak or detection of a defect in equipment must be made in accordance with subsection (e) of this section.

(1) The owner or operator shall conduct initial inspection and monitoring by the appropriate compliance date listed in §115.183 of this title (relating to Compliance Schedules), using United States Environmental Protection Agency (EPA) Method 21 in 40 Code of Federal Regulations (CFR) Part 60, Appendix A-7 on all closed vent system components to demonstrate that the closed vent system operates with no leaks. The instrument response factor criteria in EPA Method 21 in 40 CFR Part 60, Section 8.1.1 must be for the average composition of the stream and not for each individual VOC constituent.

(2) The owner or operator shall conduct annual monitoring and inspections following the initial inspection conducted in paragraph (1) of this subsection.

(A) The owner or operator shall conduct an audio, visual, and olfactory inspection on closed vent system joints, seams, or other connections that are permanently or semi-permanently sealed (e.g., a welded joint between two sections of hard piping or a bolted and gasketed ducting flange) for defects that could result in air emissions. For an inspection using EPA Method 21 in 40 CFR Part 60, Appendix A-7, monitoring must be performed to demonstrate that there are no leaks following any time a component is repaired or the closed vent system connection is unsealed.

(B) The owner or operator shall monitor the closed vent system components and connections using EPA Method 21 in 40 CFR Part 60, Appendix A-7,

other than those subject to subparagraph (A) of this paragraph, to demonstrate that the closed vent system operates with no leaks.

(3) The owner or operator of a closed vent system routed to a control device, including routing to a process, used to demonstrate compliance with the control requirements of this division, must conduct monitoring using EPA Method 21 in 40 CFR Part 60, Appendix A-7 to demonstrate there are no leaks from the closed vent system.

(A) The instrument response factor criteria in EPA Method 21 in 40 CFR Part 60, Section 8.1.1 must be for the average composition of the stream and not for each individual VOC constituent. For process streams that contain nitrogen, air, or other inert gases that are not VOC, the average stream response factor is calculated on an inert-free basis.

(B) An owner or operator shall calibrate the detection instrument using the procedures specified in EPA Method 21 in 40 CFR Part 60, Appendix A-7 before use on each day the instrument is used.

(C) The following calibration gases must be used.

(i) Zero air must contain less than 10 ppmv hydrocarbon in air.

(ii) The other calibration gases must be mixtures of methane or n-hexane in air, one with a concentration either of less than 10,000 ppmv, and another with a concentration of no more than 2,000 ppmv greater than the leak definition concentration of the equipment monitored. If the design of the monitoring instrument 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 equal to 10,000 ppmv. If only one scale on an instrument will be used during monitoring, the owner or operator is not required to calibrate the scales that will not be used during monitoring that day.

(D) The owner or operator shall follow EPA Method 21 in 40 CFR Part 60, Appendix A-7 to adjust instrument readings if choosing to account for the background VOC level.

(E) Using the following parameters, the owner or operator shall determine if a potential leak interface operates with no detectable emissions. A potential leak interface is determined to operate with no detectable VOC emissions if the organic concentration value is less than 500 ppmv.

(i) If an owner or operator chooses not to adjust the detection instrument readings for the background VOC concentration level, then the maximum

organic concentration value measured by the detection instrument must be compared to the 500 ppmv value for the potential leak interface.

(ii) If an owner or operator chooses to adjust the detection instrument readings for the background VOC concentration level, an owner or operator shall compare the value of the arithmetic difference between the maximum organic concentration value measured by the instrument and the background organic concentration value with the 500 ppmv value for the potential leak interface.

(c) Closed vent system components and compressor seal covers that are designated as unsafe-to-monitor or difficult-to-monitor are not subject to the inspection and monitoring frequency in subsection (b) of this section. The monitoring methods of the components and covers that apply in subsections (a) and (b) of this section apply to the components in this subsection.

(1) Unsafe-to-monitor components must be identified in a list in accordance with the requirements in §115.180 of this title (relating to Recordkeeping Requirements). If an unsafe-to-monitor component is not considered safe to monitor within a calendar year, then it must be monitored as soon as possible during times that are safe to monitor.

(2) Difficult-to-monitor components must be identified in a list in accordance with the requirements in §115.180 of this title. A difficult-to-monitor component must be inspected at least once every five years.

(d) Upon the detection of a leak, the owner or operator shall affix to the leaking component a weatherproof and readily visible tag bearing an identification number and the date the leak was detected. This tag must remain in place, or be replaced if damaged, until the leaking component is repaired. Tagging of difficult-to-monitor leaking components may be done by reference tagging. The reference tag should be located as close as possible to the leaking component and should clearly identify the leaking component and its location.

(e) The owner or operator shall repair a leak or defect as soon as practicable and shall make a first attempt to repair a leak or defect no later than five calendar days after the leak or defect is found. The component must be repaired no later than 15 calendar days after the leak or defect is found, except if a delay of repair is needed. If parts are unavailable, repair may be delayed if parts are ordered promptly. The repair must be completed within five days of receipt of the required parts. Repair may be delayed until the next shutdown if the repair of the component would require a shutdown that would create more total VOC emissions than the repair would eliminate, but the repair must be completed by the end of the next shutdown. A repair is complete once an EPA Method 21 or audio, visual, and olfactory inspection, as appropriate, under subsection (b)(2) or (3) of this section is conducted showing no leak or defect.

(f) The owner or operator shall install and maintain monitors to measure operational parameters of any control device installed to meet applicable control

requirements of this division. Such monitors must be sufficient to demonstrate proper functioning of those devices to design specifications.

(1) For a direct-flame incinerator, the owner or operator shall continuously monitor the exhaust gas temperature immediately downstream of the device.

(2) For a condensation system, the owner or operator shall continuously monitor the outlet gas temperature to ensure the temperature is below the manufacturer's recommended operating temperature for controlling the VOC vapors routed to the device.

(3) For a carbon adsorption system or carbon adsorber, as defined in §101.1 of this title (relating to Definitions), the owner or operator shall, as applicable:

(A) continuously monitor the exhaust gas VOC concentration of a carbon adsorption system that regenerates the carbon bed directly to determine breakthrough, which for the purpose of this paragraph, is defined as a measured VOC concentration exceeding 100 ppmv above background expressed as methane; or

(B) switch the vent gas flow to fresh carbon at a regular predetermined time interval for a carbon adsorber or carbon adsorption system that does not regenerate the carbon directly. The time interval must be less than the carbon replacement interval determined by the maximum design flow rate and the VOC

concentration in the gas stream vented to the carbon adsorption system or carbon adsorber.

(4) For a catalytic incinerator, the owner or operator shall continuously monitor the inlet and outlet gas temperature.

(5) For a vapor recovery unit, the owner or operator shall continuously monitor at least one of the following operational parameters:

(A) run-time of the compressor or motor in a vapor recovery unit;

(B) total volume of recovered vapors; or

(C) other parameters sufficient to demonstrate proper functioning to design specifications.

(6) For a control device not listed in this subsection, the owner or operator shall continuously monitor one or more operational parameters sufficient to demonstrate proper functioning of the control device to design specifications.

(g) The following inspection requirements apply to storage tanks subject to the control requirements in this division.

(1) For an internal floating roof storage tank, the internal floating roof and the primary seal and the secondary seal (if one is in service) must be visually inspected through a fixed roof inspection hatch at least once every 12 months.

(A) If the internal floating roof is not resting on the surface of the VOC inside the storage tank and is not resting on the leg supports; if liquid has accumulated on the internal floating roof; if the seal is detached; if there are holes or tears in the seal fabric; or if there are visible gaps between the seal and the wall of the storage tank, within 60 days of the inspection the owner or operator shall repair the items or shall empty and degas the storage tank in accordance with Subchapter F, Division 3 of this chapter (relating to Degassing of Storage Tanks, Transport Vessels, and Marine Vessels).

(B) If a failure identified in subparagraph (A) of this paragraph cannot be repaired within 60 days and the storage tank cannot be emptied within 60 days, the owner or operator may submit written requests for up to two extensions of up to 30 additional days each to the appropriate regional office. The owner or operator shall submit a copy to any local air pollution control program with jurisdiction. Each request for an extension must include a statement that alternate storage capacity is unavailable and a schedule that will assure that the repairs will be completed as soon as possible.

(2) For an external floating roof storage tank, the secondary seal gap must be physically measured at least once every 12 months to ensure compliance with §115.175 this title (relating to Storage Tank Control Requirements).

(A) If the secondary seal gap exceeds the limitations specified by §115.175(d) of this title, within 60 days of the inspection the owner or operator shall repair the items or shall empty and degas the storage tank in accordance with Subchapter F, Division 3 of this chapter.

(B) If a failure identified in subparagraph (A) of this paragraph cannot be repaired within 60 days and the storage tank cannot be emptied within 60 days, the owner or operator may submit written requests for up to two extensions of up to 30 additional days each to the appropriate regional office. The owner or operator shall submit a copy to any local air pollution control program with jurisdiction. Each request for an extension must include a statement that alternate storage capacity is unavailable and a schedule that will assure that the repairs will be completed as soon as possible.

(3) If the storage tank is equipped with a mechanical shoe or liquid-mounted primary seal, compliance with §115.175 of this title can be determined by visual inspection.

(4) For an external floating roof storage tank, the secondary seal must be visually inspected at least once every six months to ensure compliance with §115.175 of this title.

(A) If the external floating roof is not resting on the surface of the VOC inside the storage tank and is not resting on the leg supports; if liquid has accumulated on the external floating roof; if the seal is detached; if there are holes or tears in the seal fabric; or if there are visible gaps between the seal and the wall of the storage tank, within 60 days of the inspection the owner or operator shall repair the items or shall empty and degas the storage tank in accordance with Subchapter F, Division 3 of this chapter.

(B) If a failure identified in subparagraph (A) of this paragraph cannot be repaired within 60 days and the storage tank cannot be emptied within 60 days, the owner or operator may submit written requests for up to two extensions of up to 30 additional days each to the appropriate regional office. The owner or operator shall submit a copy to any local air pollution control program with jurisdiction. Each request for an extension must include a statement that alternate storage capacity is unavailable and a schedule that will assure that the repairs will be completed as soon as possible.

(5) The owner or operator shall conduct an audio, visual, and olfactory inspection at least once per month, separated by at least 14 calendar days, of a control device used to control the VOC emissions from a storage tank.

(6) The owner or operator shall inspect and repair all closure devices not connected to a control device according to the schedule in this paragraph.

(A) The owner or operator shall conduct an audio, visual, and olfactory inspection of each closure device not connected to a vapor recovery unit or other vapor control device to ensure compliance with §115.175(a)(1)(A) of this title. The inspection must occur when liquids are not being added to or unloaded from the tank. If the owner or operator finds the closure device open for reasons not allowed in §115.175(a)(1)(A) of this title, the owner or operator shall attempt to close the device during the inspection. The inspection must occur before the end of one business day after each opening of a thief or access hatch for sampling or gauging, and before the end of one business day after each unloading event. If multiple events occur on a single day, a single inspection within one business day after the last event is sufficient.

(B) Once per calendar quarter, the owner or operator shall conduct an audio, visual, and olfactory inspection of all gaskets and vapor sealing surfaces of each closure device not connected to a vapor recovery unit or other control device to ensure compliance with §115.175(a)(1)(B) of this title. If an improperly sealed closure device is found, the owner or operator shall follow repair requirements in accordance with §115.175(a)(1)(D) of this title. For the purpose of this subparagraph, a repair is complete if the closure device no longer exudes process gasses based on audio, visual, and olfactory means.

(h) This section does not apply to fugitive emission components required to comply with §115.177 of this title (relating to Fugitive Emission Component Requirements).

§115.179. Approved Test Methods and Testing Requirements.

(a) Compliance with the requirements in this division must be determined by applying the following test methods, as appropriate.

(1) United States Environmental Protection Agency (EPA) Method 1 or 1A in 40 Code of Federal Regulations (CFR) Part 60, Appendix A-1 must be used to select sampling sites. The references to particulate sampling do not apply for purposes of using these methods in this division.

(2) EPA Method 2, 2A, 2C, or 2D in 40 CFR Part 60, Appendix A-2 must be used to determine the gas volumetric flow rate.

(3) EPA Method 3A or 3B, in 40 CFR Part 60, Appendix A-2, ASTM D6522-00 (Reapproved 2005), or American National Standards Institute/American Society of Mechanical Engineers Performance Test Codes (ANSI/ASME PTC) 19.10-1981, Part 10 (manual portion only) must be used to determine the oxygen concentration.

(4) EPA Method 4 in 40 CFR Part 60, Appendix A-3 must be used for determining the stack gas moisture content.

(5) EPA Method 18 in 40 CFR Part 60, Appendix A-6 must be used for determining the concentrations of methane and ethane.

(6) EPA Method 21 in 40 CFR Part 60, Appendix A-7 must be used for determining volatile organic compound (VOC) leaks.

(7) EPA Method 22 in 40 CFR Part 60, Appendix A-7, Section 11 must be used for determining visible emissions.

(8) EPA Method 25A in 40 CFR Part 60, Appendix A-7 must be used for determining total gaseous organic concentrations using flame ionization.

(9) Minor modifications to either test methods or monitoring methods may be approved by the executive director. Test methods other than those specified in paragraphs (1) - (8) of this subsection may be used if approved by the executive director and validated by EPA Method 301 (40 CFR Part 63, Appendix A). For the purposes of this paragraph, substitute "executive director" each place that EPA Method 301 references "administrator."

(b) The following procedures must be used to demonstrate compliance with the

control requirements in this division for a closed vent system routed to a control device, other than a flare and routing to a process, and as appropriate.

(1) The owner or operator of a combustion control device tested to comply with the 275 parts per million by volume (ppmv) outlet VOC limit shall establish a correlation between firebox or combustion chamber temperature and the VOC performance level. The owner or operator shall also establish minimum and maximum temperatures or other operating parameter that will be continuously monitored to demonstrate compliance with the control device requirements in this division.

(2) The following testing requirements apply to control devices used to demonstrate compliance with the control requirements of this division. Each performance test must consist of a minimum of three test runs, and each run must be at least one hour long.

(A) The owner or operator shall conduct an initial control device performance test by the compliance date in §115.183 of this title (relating to Compliance Schedules) using the test methods in this subsection.

(B) The owner or operator shall conduct a periodic performance test no later than 60 months after the previous performance test. For any modification of a closed vent system, control device, or equipment regulated in this division that could

reasonably be expected to decrease the control efficiency of the control device, such device must be retested within 60 days of the modification.

(3) In lieu of periodic performance testing required in paragraph (2) of this subsection, the owner or operator may complete a design analysis to satisfy compliance with the control requirements of this division. The owner or operator shall determine through monitoring the parameters sufficient to determine proper functioning of the control device is met, as required in the monitoring requirements in §115.178(f) of this title (relating to Monitoring and Inspection Requirements).

(A) For a vapor recovery unit or condenser, the design analysis criteria evaluated must include an analysis of the vent stream composition, speciated VOC concentrations, flowrate, relative humidity, and temperature. In addition, the design analysis must establish the design outlet VOC concentration level, design average temperature of the vapor recovery unit or condenser exhaust vent stream, and the design inlet and outlet average temperatures of the coolant fluid.

(B) For a regenerable carbon adsorption system, a design analysis must include the design exhaust vent stream VOC 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.

(C) For a non-regenerable carbon adsorption system (such as a carbon canister), the design analysis must include the vent stream composition, VOC constituent concentrations, flowrate, relative humidity, and temperature, and must establish the design exhaust vent stream VOC 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 must incorporate dual carbon canisters in case of emission breakthrough occurring in one canister.

(D) For a combustion control device, other than a flare, the design analysis must identify each existing, or derived, control device design parameter including waste stream and supplemental fuel flowrates, mixing characteristics, composition, net heating value, combustion zone temperature, residence time, excess oxygen and relative humidity. The analysis must compare these control device design parameters with actual control device operating data, for a minimum of the prior two years, to ensure the control device is being operated as designed. A physical inspection of the combustion device is required as part of this analysis to assess whether equipment wear is present that will result a significant reduction in operating efficiency or require prompt maintenance.

(4) In lieu of performing control device testing required in paragraph (2) of this subsection, the owner or operator may use data from a performance test conducted

by the manufacturer on the same control device model that is used to comply with control requirements in this division. The owner or operator shall comply with the monitoring requirements in §115.178(f) of this title, and the data in the manufacturer's report must be sufficient to determine proper functioning of the control device as required in the monitoring requirements in §115.178(f) of this title.

(A) The manufacturer's guarantee must demonstrate that the specific model of control device meets the 95% control efficiency required in the control requirements of this division.

(B) The control device must be equipped with an inlet gas flow rate meter. Control devices, other than combustion control devices, must have a separate outlet gas flow rate meter.

(C) The owner or operator of a control device model tested under this paragraph shall maintain the test report in accordance with §115.180 of this title (relating to Recordkeeping Requirements). The test report must include, but is not limited to, all information required under 40 CFR §60.5413a(d)(12) (as amended September 15, 2020 (85 FR 57447)) that is applicable to the test conducted.

(c) The owner or operator shall calculate the control efficiency of a control device using the test results from subsection (b) of this section and the following procedure.

(1) The owner or operator shall use EPA methods specified in subsection (a)(1) or (2) of this section to determine the flow rate of the inlet to outlet to determine the mass rate; EPA Method 25A in 40 CFR Part 60, Appendix A-7; EPA Method 4 in 40 CFR Part 60, Appendix A-3 (to convert the EPA Method 25A results to a dry basis); and equations 1 and 2 to calculate percent reduction efficiency to determine compliance with control device VOC reduction efficiency limits in this division.

Figure: 30 TAC §115.179(c)(1)

Equation 1.

$$E_i = K2 * C_i * M_p * Q_i$$
$$E_o = K2 * C_o * M_p * Q_o$$

Where:

E_i = Mass rate of volatile organic compound (VOC) at the inlet of the control device, on a dry basis, kilograms per hour.

E_o = Mass rate of VOC at the outlet of the control device, on a dry basis, kilograms per hour.

$K2$ = Constant, 2.494×10^{-6} parts per million (gram-mole per standard cubic meter) (kilogram/gram) (minute/hour), where standard temperature is 20°Celsius.

C_i = Concentration of VOC, as propane, of the gas stream as measured by the United States Environmental Protection Agency (EPA) Method 25A in 40 Code of Federal Regulations (CFR) Part 60, Appendix A-7, at the inlet of the control device, on a dry basis, parts per million by volume (ppmv).

C_o = Concentration of VOC, as propane, of the gas stream as measured by EPA Method 25A in 40 CFR Part 60, Appendix A-7 at the outlet of the control device, on a dry basis, ppmv.

M_p = Molecular weight of propane, 44.1 gram/gram-mole.

Q_i = Flowrate of gas stream at the inlet of the control device, dry standard cubic meter per minute.

Q_o = Flowrate of gas stream at the outlet of the control device, dry standard cubic meter per minute.

Equation 2.

$$R_{cd} = \frac{(E_i - E_o)}{E_i} * 100\%$$

Where:

R_{cd} = Control efficiency of control device, percent.

E_i = Mass rate of VOC at the inlet to the control device as calculated in kilograms per hour from the equation for E_i in this table.

E_o = Mass rate of VOC at the outlet of the control device, as calculated in kilograms per hour from the equation for E_o in this table.

(2) The owner or operator shall use EPA Method 25A in 40 CFR Part 60, Appendix A-7 to determine the exhaust gas concentration of total organic carbon in ppmv for the purpose of determining compliance with control device exhaust gas ppmv concentration limits in this division.

(A) The owner or operator may elect to conduct EPA Method 18 sampling simultaneously with EPA Method 25A in 40 CFR Part 60, Appendix A-7 sampling to quantify methane and ethane concentrations and subtract the combined values to derive a total VOC ppmv concentration. If using this option, the owner or operator shall take either an integrated sample or a minimum of four grab samples per hour at approximately equal intervals in time, such as 15-minute intervals during the run.

(B) The owner or operator shall use the emission rate correction factor for excess air, integrated sampling and analysis procedures of EPA Method 3A or 3B in 40 CFR Part 60, Appendix A-2; American Society for Testing and Materials (ASTM)

D6522-00 (Reapproved 2005); or ANSI/ASME PTC 19.10-1981, Part 10 (manual portion only), to determine the oxygen concentration. The samples must be taken during the same time as the EPA Method 25A and EPA Method 18 samples. The owner or operator shall correct the VOC concentration for percent oxygen as provided in the following equation:

Figure: 30 TAC §115.179(c)(2)(B)

$$C_c = C_m * \left(\frac{17.9}{(20.9 - \%O_2)} \right)$$

Where:

Cc = Total Organic Compounds (TOC) concentration, as propane, corrected to 3 percent oxygen, parts per million by volume (ppmv) on a wet basis.

Cm = TOC concentration, as propane, ppmv on a wet basis.

%O₂ = Concentration of oxygen, percent by volume as measured, wet.

(3) The owner or operator of a combustion control device tested under subsection (b)(3)(C) of this section electing to comply with the 275 ppmv outlet limit in the control requirements of this division shall establish a correlation between firebox or combustion chamber temperature and the VOC emissions level. The owner or operator shall also establish minimum and maximum temperatures or other operating parameters that will be continuously monitored to demonstrate the VOC concentration is equal to or less than 275 ppmv as measured at the outlet of the device.

(d) A flare used to comply with the control requirements in this division must meet the requirements of 40 CFR §60.18(b) - (f) (as amended through December 22, 2008 (73 FR 78209)).

(e) The owner or operator of a control device, other than a flare or routing to a process, must perform a visible emissions test in accordance with EPA Method 22 in 40 CFR Part 60, Appendix A-7, Section 11 at least once every calendar month quarter, separated by at least 15 45 days between each test. Devices failing the visible emissions test must comply with the following.

(1) The owner or operator shall follow the manufacturer's repair instructions, if available, or best combustion engineering practices for any necessary repairs.

(2) Upon returning to operation from maintenance or repair activity, each device must pass an EPA Method 22 visual observation test (40 CFR Part 60, Appendix A-7, Section 11) as described in this subsection.

(3) The owner or operator shall operate a control device following the manufacturer's written operating instructions, procedures and maintenance schedule to ensure good air pollution control practices for minimizing emissions.

(f) A control device for which a performance test is waived in accordance with 40

CFR §60.8(b) (as amended August 30, 2016 (81 FR 59809)) is exempt from the testing requirements of this section.

§115.180. Recordkeeping Requirements.

Records required in this section must be maintained for five years onsite or at the nearest local field office and must be made available upon request to representatives of the executive director, the United States Environmental Protection Agency, or any local air pollution control agency having jurisdiction in the area. Results must be made available for review within 24 hours.

(1) The owner or operator shall maintain records of any operational parameter monitoring required in §115.178(f) of this title (relating to Monitoring and Inspection Requirements). Such records must be sufficient to demonstrate proper functioning of those devices to design specifications and must include, but are not limited to, the following.

(A) For a direct-flame incinerator, the owner or operator shall continuously record the exhaust gas temperature immediately downstream of the device.

(B) For a condensation system, the owner or operator shall continuously record the outlet gas temperature to ensure the temperature is below the

manufacturer's recommended operating temperature for controlling the volatile organic compounds (VOC) vapors routed to the device.

(C) For a carbon adsorption system or carbon adsorber, the owner or operator shall:

(i) continuously record the exhaust gas VOC concentration of any carbon adsorption system monitored according to §115.178(f)(3)(A) of this title; or

(ii) record the date and time of each switch between carbon containers and the method of determining the carbon replacement interval if the carbon adsorption system or carbon adsorber is switched according to §115.178(f)(3)(B) of this title.

(D) For a catalytic incinerator, the owner or operator shall continuously record the inlet and outlet gas temperature.

(E) For a vapor recovery unit, the owner or operator shall maintain records of the continuous operational parameter monitoring required in §115.178(f)(5) of this title.

(F) For any other control device, the owner or operator shall maintain records of the continuous operational parameter monitoring required in §115.178(f)(6) of

this title sufficient to demonstrate proper functioning of the control device to design specifications.

(2) The owner or operator claiming an exemption in §115.172 of this title (relating to Exemptions) shall maintain records sufficient to demonstrate continuous compliance with the applicable exemption criteria.

(3) The owner or operator shall maintain the results of any control device testing conducted in accordance with §115.179 of this title (relating to Approved Test Methods and Testing Requirements) including, at a minimum, the following information:

(A) the date of each periodic performance test;

(B) the test method(s) used to conduct the test;

(C) the equipment type listed in §115.170 of this title (relating to Applicability) controlled by the device; and

(D) the report showing the testing results of the control device.

(4) Except for fugitive emission components, the owner or operator shall maintain records of the results of each inspection, monitoring survey other than

monitoring specified in §115.178(f) of this title, and repair required in this division,
including the following items:

(A) the date of the inspection;

(B) an identifier of each piece of leaking equipment;

(C) the tag information required by the owner or operator in
accordance with §115.178(d) of this title, if different than the information in
subparagraph (B) of this paragraph;

(D) the status of the cover or closure device during inspection;

(E) the date on which attempts at repair, if necessary, were made, the
date on and which a repair was made, and an explanation of the reasons, if repair was
delayed;

(F) the equipment type and associated designation (e.g. difficult-to-
monitor), if appropriate, listed in §115.170 of this title ~~controlled by the device;~~

(G) the amount of time a cover or closure device was open since the
last inspection for reasons not allowed in the control requirements of §115.175 of this
title (relating to Storage Tank Control Requirements);

~~(H) the date repair was attempted and completed, and an explanation of the reasons, if repair was delayed;~~

~~(H) (H) screening concentration results from monitoring using a hydrocarbon analyzer; and~~

~~(I) (H) the results of monitoring following repair required in §115.178(b)(2)(A) or (e) of this title.~~

(5) The owner or operator of a reciprocating compressor subject to §115.173(3)(D) ~~§115.173(a)(3)(D)~~ or (E) of this title (relating to Compressor Control Requirements) shall document the following information to demonstrate compliance with the appropriate control requirement:

(A) the continuously recorded number of hours the reciprocating compressor operated between each rod packing replacement, restarting the number of hours after the date of each replacement, as necessary; and

(B) the date and time of each reciprocating compressor rod packing replacement and the number of months between each replacement, as necessary.

(6) The owner or operator of a pneumatic device shall: complying with §115.174(e)(2) of this title (relating to Pneumatic Controller and Pump Control Requirements) shall maintain records documenting that a control device does not exist onsite as of the appropriate date of compliance in §115.183 of this title (relating to Compliance Schedules):

(A) maintain records documenting that a control device does not exist onsite as of the appropriate date of compliance in §115.183 of this title (relating to Compliance Schedules) if complying with §115.174(e)(2) of this title (relating to Pneumatic Controller and Pump Control Requirements); and

(B) maintain records documenting that maintenance is performed as required by §115.174(f) of this title.

(7) The owner or operator shall maintain records of audio, visual, and olfactory inspections and monitoring surveys required for any fugitive emission component including the following:

(A) instrument monitoring survey dates;

(B) monitoring results;

(C) a list of repairs needed, the date on which attempts at repair were made, explanation of the reasons for delay of repair, the date on which a repair was made, and unit shutdowns;

(D) a list of fugitive emission components that are difficult-to-monitor and unsafe-to-monitor;

(E) required electronic photos to document optical gas imaging monitoring surveys;

(F) fugitive emission component monitoring plan required in §115.177(a) of this title (relating to Fugitive Emission Component Requirements); and

(G) documentation for wells with the volume of gas at standard temperature and pressure that is produced from a volume of oil when depressurized to standard temperature and pressure (i.e., a gas/oil ratio) of less than 300 standard cubic feet per stock barrel of crude oil produced; and;

(H) if using the alternative work practice in §115.358 of this title (relating to Alternative Work Practice), the records required by §115.356(4)(A) - (I) of this title (relating to Recordkeeping Requirements).

(8) An owner or operator shall maintain a report with the information specified in this paragraph. Every five years from the previous completion date, the report information must be updated, as necessary, and maintained. The information must include, at a minimum, the following:

(A) the regulated entity name and number, if a regulated entity number exists for the entity;

(B) a description of and the identity of, which may include a clearly labeled diagram, each piece of equipment and fugitive emission component groupings;

(C) the initial compliance status of each piece of equipment and fugitive emission component grouping, including functional needs for pneumatic controllers at a natural gas processing plant specified in §115.174(e)(4) of this title and technical infeasibility issues with controlling pneumatic pumps at a well site specified in §115.174(e)(5) of this title; and

(D) an assessment and certification by the owner or operator that any closed vent system used to route emissions to a control device, including routing to a process, is of sufficient design and capacity to ensure that volatile organic compounds emissions are routed to the control device.

§115.181. Reporting Requirements.

An owner or operator shall notify the appropriate Texas Commission on Environmental Quality regional office at least 45 days in advance and allow a representative of the executive director to witness the testing of a control device conducted in accordance with §115.179(c) of this title (relating to Approved Test Methods and Testing Requirements).

§115.183. Compliance Schedules.

(a) The owner or operator of a piece of equipment that meets the applicability in §115.170 of this title (relating to Applicability) and is subject to a requirement of this division shall be in compliance as soon as practicable, but no later than January 1, 2023.

(b) For an owner or operator subject to this division as of January 1, 2023, the recordkeeping required by §115.180(8) of this title (relating to Recordkeeping Requirements) must be completed no later than March 31, 2023.

(c) An owner or operator who becomes subject to the requirements of this division on or after the date specified in subsection (a) of this section shall comply with the requirements in this division no later than 60 days after becoming subject. Recordkeeping required under §115.180(8) of this title must be complied with no later than 30 days after compliance with the division is achieved.

(d) The owner or operator of a storage tank subject to the requirements in Division 1 of this subchapter (relating to the Storage of Volatile Organic Compounds) shall remain subject to that division until compliance with the requirements in this division are achieved, but not later than January 1, 2023.

(e) The owner or operator of a fugitive emission component at a natural gas processing plant as defined in §115.10 of this title (relating to Definitions), subject to the requirements of Subchapter D, Division 3 of this chapter (relating to Fugitive Emission Control in Petroleum Refining, Natural Gas/Gasoline Processing, and Petrochemical Processes in Ozone Nonattainment Areas) shall remain subject to that division until compliance with the requirements in this division are achieved, but not later than January 1, 2023.

(f) Upon the date the owner or operator can no longer claim the exceptions in §115.174(e) of this title (relating to Pneumatic Controller and Pump Control Requirements), the owner or operator shall comply with the appropriate control requirement within 60 days.

**SUBCHAPTER D: PETROLEUM REFINING, NATURAL GAS PROCESSING, AND
PETROCHEMICAL PROCESSES**

**DIVISION 3: FUGITIVE EMISSION CONTROL IN PETROLEUM REFINING, NATURAL
GAS/GASOLINE PROCESSING, AND PETROCHEMICAL PROCESSES IN OZONE
NONATTAINMENT AREAS**

§115.357

Statutory Authority

The amended section is adopted under Texas Water Code (TWC), §5.102, concerning General Powers, that provides the commission with the general powers to carry out its duties under the TWC; TWC, §5.103, concerning Rules, that authorizes the commission to adopt rules necessary to carry out its powers and duties under the TWC; TWC, §5.105, concerning General Policy, that authorizes the commission by rule to establish and approve all general policy of the commission; and under Texas Health and Safety Code (THSC), §382.017, concerning Rules, that authorizes the commission to adopt rules consistent with the policy and purposes of the Texas Clean Air Act. The amended section is also adopted under THSC, §382.002, concerning Policy and Purpose, that establishes the commission's purpose to safeguard the state's air resources, consistent with the protection of public health, general welfare, and physical property; THSC, §382.011, concerning General Powers and Duties, that authorizes the commission to control the quality of the state's air; and THSC, §382.012, concerning State Air Control Plan, that authorizes the commission to prepare and develop a general, comprehensive plan for the proper control of the state's air. The amended section is also adopted under THSC,

§382.016, concerning Monitoring Requirements; Examination of Records, that authorizes the commission to prescribe reasonable requirements for the measuring and monitoring of air contaminant emissions; and THSC, §382.021, concerning Sampling Methods and Procedures, that authorizes the commission to prescribe the sampling methods and procedures to determine compliance with its rules. The amended section is also adopted under Federal Clean Air Act (FCAA), 42 United States Code (USC), §§7401, *et seq.*, which requires states to submit state implementation plan revisions that specify the manner in which the National Ambient Air Quality Standards will be achieved and maintained within each air quality control region of the state.

The amended section implements THSC, §§382.002, 382.011, 382.012, 382.016, 382.017, and 382.021, and FCAA, 42 USC, §§7401 *et seq.*

§115.357. Exemptions.

For all affected persons in the Beaumont-Port Arthur, Dallas-Fort Worth, El Paso, and Houston-Galveston-Brazoria areas, as defined in §115.10 of this title (relating to Definitions), the following exemptions apply.

(1) Components that contact a process fluid containing volatile organic compounds (VOC) having a true vapor pressure equal to or less than 0.044 pounds per square inch absolute (psia) (0.3 kilopascals [kiloPascals]) at 68 degrees Fahrenheit (20 degrees Celsius) are exempt from the instrument monitoring (with a hydrocarbon gas

analyzer) requirements of §115.354(1) and (2) of this title (relating to Monitoring and Inspection Requirements) if the components are inspected by visual, audio, and/or olfactory means according to the inspection schedules specified in §115.354(1) and (2) of this title.

(2) Conservation vents or other devices on atmospheric storage tanks that are actuated either by a vacuum or a pressure of no more than 2.5 pounds per square inch gauge (psig), pressure relief valves equipped with a rupture disk or venting to a control device, components in continuous vacuum service, and valves that are not externally regulated (such as in-line check valves) are exempt from the requirements of this division, except that each pressure relief valve equipped with a rupture disk must comply with §115.352(9) and §115.356(3)(C) of this title (relating to Control Requirements and Recordkeeping Requirements).

(3) Compressors in hydrogen service are exempt from the requirements of §115.354 of this title if the owner or operator demonstrates that the percent hydrogen content can be reasonably expected to always exceed 50.0% by volume.

(4) All pumps and compressors that are equipped with a shaft sealing system that prevents or detects emissions of VOC from the seal are exempt from the monitoring requirement of §115.354 of this title. These seal systems may include, but are not limited to, dual pump seals with barrier fluid at higher pressure than process pressure, seals degassing to vent control systems kept in good working order, or seals

equipped with an automatic seal failure detection and alarm system. Submerged pumps or sealless pumps (including, but not limited to, diaphragm, canned, or magnetic driven pumps) may be used to satisfy the requirements of this paragraph.

(5) Reciprocating compressors and positive displacement pumps used in natural gas/gasoline processing operations are exempt from the requirements of this division except §115.356(3)(C) of this title.

(6) Components at a petroleum refinery or synthetic organic chemical, polymer, resin, or methyl-tert-butyl ether manufacturing process, that contact a process fluid that contains less than 10% VOC by weight and components at a natural gas/gasoline processing operation that contact a process fluid that contains less than 1.0% VOC by weight are exempt from the requirements of this division except §115.356(3)(C) of this title.

(7) Plant sites covered by a single account number with less than 250 components in VOC service are exempt from the requirements of this division except §115.356(3)(C) of this title.

(8) Components in ethylene, propane, or propylene service, not to exceed 5.0% of the total components, may be classified as non-repairable beyond the second repair attempt at 500 parts per million by volume (ppmv). These components will remain in the fugitive monitoring program and be repaired no later than 15 calendar days after

the concentration of VOC detected via Method 21 in 40 Code of Federal Regulations (CFR) Part 60, Appendix A-7 (October 17, 2000) exceeds 10,000 ppmv. For the purposes of this division, components that contact a process fluid with greater than 85% ethylene, propane, or propylene by weight are considered in ethylene, propane, or propylene service, respectively. If the owner or operator elects to use the alternative work practice in §115.358 of this title (relating to Alternative Work Practice), this exemption may not be claimed for any component that is monitored according to the alternative work practice unless the owner or operator demonstrates the leak concentration does not exceed 10,000 ppmv using Method 21 and the owner or operator continues to monitor the component using both the alternative work practice and Method 21 according to the frequency specified in §115.358 of this title.

(9) The following valves are exempt from the requirements of §115.352(4) of this title:

(A) pressure relief valves;

(B) open-ended valves or lines in an emergency shutdown system that are designed to open automatically in the event of an emissions event;

(C) open-ended valves or lines containing materials that 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; and

(D) valves rated greater than 10,000 psig.

(10) Instrumentation systems, as defined in 40 CFR §63.161 (January 17, 1997), that meet 40 CFR §63.169 (June 20, 1996) are exempt from the requirements of this division except §115.356(3)(C) of this title.

(11) Sampling connection systems, as defined in 40 CFR §63.161 (January 17, 1997), that meet the requirements of 40 CFR §63.166(a) and (b) (June 20, 1996) are exempt from the requirements of this division except §115.356(3)(C) of this title.

(12) Components that are insulated, making them inaccessible to monitoring with a hydrocarbon gas analyzer, are exempt from the monitoring requirements of §115.354(1), (2), and (4) of this title.

(13) Components/systems that contact a process fluid containing VOC having a true vapor pressure equal to or less than 0.002 psia at 68 degrees Fahrenheit are exempt from the requirements of this division except §115.356(3)(C) of this title.

(14) In the Houston-Galveston-Brazoria area, the requirements of Subchapter H of this chapter (relating to Highly-Reactive Volatile Organic Compounds) may apply to components that qualify for one or more of the exemptions in paragraphs (1) - (11) of this section at any petroleum refinery; synthetic organic chemical, polymer,

resin, or methyl-tert-butyl ether manufacturing process; or natural gas/gasoline processing operation in which a highly-reactive volatile organic compound, as defined in §115.10 of this title (relating to Definitions), is a raw material, intermediate, final product, or in a waste stream.

(15) Beginning January 1, 2023, any natural gas/gasoline processing operation that is subject to the compliance requirements of Subchapter B, Division 7 of this chapter (relating to Oil and Natural Gas in Ozone Nonattainment Areas) in the Dallas-Fort Worth or Houston-Galveston-Brazoria area is exempt from all requirements in this division.

(OO) Wool growers and wool buyers floater policies, covering property usual to the conduct of the assured's business while in transit and all other situations customary and incidental thereto (non-regulated).

(PP) Electronic Equipment Protection Policy (filed). Coverage may be provided for electronic equipment, including data processing equipment and components, connections, extensions, and systems; electronic media including converted data; and extra expense incurred in order to continue normal operations which are interrupted as a result of an insured loss. The policy must provide coverage on such property while in transit.

(QQ) Pet insurance (non-regulated). Individual or group insurance policies covering veterinary expenses for pet illness or injury.

The agency certifies that legal counsel has reviewed the proposal and found it to be within the state agency's legal authority to adopt.

Filed with the Office of the Secretary of State on January 11, 2021.

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Texas Department of Insurance

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For further information, please call: (512) 676-6584



TITLE 30. ENVIRONMENTAL QUALITY

PART 1. TEXAS COMMISSION ON ENVIRONMENTAL QUALITY

CHAPTER 115. CONTROL OF AIR POLLUTION FROM VOLATILE ORGANIC

The Texas Commission on Environmental Quality (TCEQ, agency, commission) proposes amendments to §§115.111, 115.112, 115.119, 115.121, and 115.357 and new §§115.170 - 115.181, and 115.183.

If adopted, the new and amended sections of Chapter 115 will be submitted to the United States Environmental Protection Agency (EPA) as revisions to the State Implementation Plan (SIP).

Background and Summary of the Factual Basis for the Proposed Rules

The 1990 Federal Clean Air Act (FCAA) Amendments (42 United States Code (USC), §§7401 *et seq.*) require the EPA to establish primary National Ambient Air Quality Standards (NAAQS) that protect public health and to designate areas as either in attainment or nonattainment with the NAAQS, or as unclassifiable. Each state is required to submit a SIP to the EPA that provides for attainment and maintenance of the NAAQS.

FCAA, §172(c)(1) requires that the SIP incorporate all reasonably available control measures, including reasonably available control technology (RACT), for sources of relevant pollutants. The EPA defines RACT as the lowest emission limitation that a particular source is capable of meeting by the application of control technology that is reasonably available considering

technological and economic feasibility (44 *Federal Register* (FR) 53761, September 17, 1979). For a nonattainment area classified as moderate and above, FCAA, §182(b)(2)(A) requires the state to submit a SIP revision that implements RACT for sources of Volatile Organic Compounds (VOC) addressed in a Control Techniques Guidelines (CTG) document issued between November 15, 1990 and the area's attainment date.

The CTG documents provide information to assist states and local air pollution control authorities in determining RACT for specific emission sources. The CTG documents describe the EPA's evaluation of available information, including emission control options and associated costs, and provide the EPA's RACT recommendations for controlling emissions from these sources. The CTG documents do not impose any legally binding regulations or change any applicable regulations. The EPA's guidance on RACT indicates that states can choose to implement the CTG recommendations, implement an alternative approach, or demonstrate that additional control for the CTG emission source category is not technologically or not economically feasible in the area.

Under the 2008 eight-hour ozone NAAQS, Texas has two ozone nonattainment areas that meet the requirement to address VOC RACT for sources covered by these CTG documents. The two ozone nonattainment areas are the Dallas-Fort Worth (DFW) area consisting of Collin, Dallas, Denton, Ellis, Johnson, Kaufman, Parker, Rockwall, Tarrant, and Wise Counties and the Houston-Galveston-Brazoria (HGB) area consisting of Brazoria, Chambers, Fort Bend, Galveston, Harris, Liberty, Montgomery, and Waller Counties. These areas are both designated serious nonattainment, effective September 23, 2019 (84 FR 44238), with an attainment date of July 20, 2021.

On October 27, 2016, the EPA issued the Control Techniques Guidelines for the Oil and Natural Gas Industry (EPA-453/B-16-001) (oil and gas CTG) that recommended VOC RACT requirements for existing oil and natural gas industry sources (81 FR 74798). As permitted under FCAA, §182(b)(2)(C), the oil and gas CTG directed states to submit SIP revisions addressing VOC RACT for the emission sources addressed in the oil and gas CTG by October 27, 2018.

On March 9, 2018, the EPA proposed a potential withdrawal of the oil and gas CTG (83 FR 10478) predicated on its reconsideration of the 2016 Oil and Natural Gas Sector New Source Performance Standard (NSPS) and the fact that the recommendations made in the oil and gas CTG were fundamentally linked to the conclusions in the 2016 NSPS. Therefore, the TCEQ did not initiate rulemaking to address the CTG. The TCEQ submitted comments to the EPA in support of withdrawal of this CTG. Subsequently, on May 22, 2019, the EPA indicated on its Unified Agenda that it planned to release a supplemental notice of a potential withdrawal. However, the EPA did not publish any supplemental notice nor did the EPA take any other formal action to finalize the withdrawal. On January 22, 2020, the Center for Biological Diversity and the Center for Environmental Health filed a lawsuit against the EPA for failure to take action concerning nine states (including Texas) that did not submit RACT SIP revisions for the oil and gas CTG by October 27, 2018. On October 29, 2020, the EPA issued the finding of failure to submit in *Center for Biological Diversity, et al., v. Wheeler*, No. 3:20-cv-00448 (N.D. Cal.) indicating that under FCAA, §110(c), such a finding triggers an obligation for the EPA to promulgate a federal implementation plan no later than two years after issuance of the finding for states that have not submitted, and for which the EPA

has not approved, the required RACT SIP submittal. The notice further indicated that if EPA failed to find a RACT SIP submittal complete within 18 months of the effective date of the finding notice, the offset sanction in FCAA, §179(b)(2) for the affected ozone nonattainment area applies. Subsequently, six months after the offset sanction is imposed, the highway funding sanction will be triggered for the affected ozone nonattainment area in accordance with FCAA, §179(b)(1), if EPA finds the RACT SIP submittal is incomplete. This proposed rulemaking would fulfill Texas' obligation to address RACT for the oil and gas CTG and revise the SIP to include the proposed RACT rules.

The EPA's oil and gas CTG addresses VOC emissions from specific types of equipment in the oil and natural gas industry. Specifically, storage tanks, centrifugal and reciprocating compressors, pneumatic pumps, pneumatic controllers, and fugitive emission components at different points in the industry are recommended for VOC emission control. The EPA's recommendations were based on review of its 1983 Guidelines Series report "Control of VOC Equipment Leaks from Natural Gas/Gasoline Processing Plants" (December 1983, EPA-450/3-83-007); the technical support documents for multiple revisions of the "Standards of Performance for Crude Oil and Natural Gas Production, Transmission, and Distribution" NSPS; existing state regulations; and information on costs, emissions, and available VOC emission control technologies. The model rules in the appendices of the EPA's oil and gas CTG, for which the RACT recommendations in the oil and gas CTG are based, mirror the 2016 NSPS and the Standards of Performance for Equipment Leaks of VOC in the Synthetic Organic Chemicals Manufacturing Industry for Which Construction, Reconstruction, or Modification Commenced After November 7, 2006 (November 16, 2007) in 40 Code of Federal Regulations (CFR) Part 60, Subpart VVa, for fugitive emission components at a natural gas processing plant.

The oil and gas CTG included model rule language that states may rely on to develop rule language; however, the model rule language was not recommended or presumed by the EPA to be RACT, except where explicitly discussed. The EPA's oil and gas CTG also provided recommendations on developing compliance procedures, such as monitoring, testing, reporting, and recordkeeping for the types of equipment addressed in the document. These recommendations were in addition to the recommendations of the RACT level of control and were generally consistent with the approach used in the existing Chapter 115 rules of establishing cohesive and comprehensive rules to support demonstration of the RACT level of control for a particular source type. The commission developed the proposed RACT requirements and other requirements supporting the implementation of RACT, such as monitoring and recordkeeping requirements, using elements of both the model rule language and the existing Chapter 115 rule requirements. Although the commission proposes some rule requirements consistent with the model rule language, the commission is not proposing the model rules wholesale for this rulemaking and does not consider all of the model rules to be necessary for the implementation of RACT for the oil and gas CTG emission source categories.

Certain equipment covered by the EPA's oil and gas CTG is currently regulated under the Chapter 115 rules. For this equipment, the commission proposes to specifically exclude such equipment from the existing rule applicable to the equipment beginning on the January 1, 2023 compliance date for the proposed new rules. The commission does not intend to subject a particular piece of equipment to the same requirements in two separate rules.

To keep together the new and existing RACT provisions for oil and gas production and gas processing in the DFW and HGB areas, the existing RACT rule requirements necessary to maintain RACT for storage tanks currently regulated under Chapter 115, Subchapter B, Division 1 and the new RACT requirements for the other types of equipment covered under the EPA's oil and gas CTG would be placed into Subchapter B, new Division 7. Language is also proposed in Chapter 115 Subchapters B, Divisions 1 and 2 and Subchapter D, Division 3 to reflect the change in the Chapter 115 rule applicability for the types of equipment currently required to comply with existing rule requirements but that would be subject to the Subchapter B, new Division 7 rule requirements upon the compliance date. The proposed revisions to the existing rules would not interfere with RACT currently in place for this equipment and are not intended to amend any requirements for the types of equipment that are not addressed by this proposed rulemaking.

Demonstrating Noninterference under FCAA, §110(l)

The revisions proposed in this rulemaking would establish new rule language for centrifugal compressors; reciprocating compressors; storage tanks (between the wellhead and custody transfer); pneumatic pumps; pneumatic controllers; natural gas processing plant fugitive emission components; and well site and gathering and boosting station fugitive emission components in the DFW and HGB areas, as required under FCAA, §172(c)(1) and §182(b)(2) for nonattainment areas classified as moderate and above. The proposed rule requirements, including inspection, testing, and control efficiency requirements would affect some equipment types currently subject to the Chapter 115 rules and would affect new types of equipment that are not currently regulated in the Chapter 115 rules. Storage tanks and fugitive emission components at a natural gas processing plant are already covered under existing Chapter 115 RACT rules. The other types of equipment proposed for regulation are generally not subject to the existing rules. In the instances where the other types of equipment are subject to existing Chapter 115 rules, the proposed rules in Subchapter B, Division 7 are at least as stringent as those existing rules. Therefore, the commission has determined that the proposed revisions would not negatively affect the status of the state's progress towards attainment with the ozone NAAQS, would not interfere with control measures, and would not prevent reasonable further progress toward attainment of the ozone NAAQS.

Section by Section Discussion

The commission proposes non-substantive changes to update the rules in accordance with current *Texas Register* style and format requirements, improve readability, establish consistency in the rules, and conform to the standards in the Texas Legislative Council Drafting Manual, September 2020. These non-substantive changes are not intended to alter the existing rule requirements in any way and are not specifically discussed in this preamble.

SUBCHAPTER B: GENERAL VOLATILE ORGANIC COMPOUND SOURCES

DIVISION 1: STORAGE OF VOLATILE ORGANIC COMPOUNDS

§115.111, Exemptions

The commission proposes adding a new exemption as §115.111(a)(14) for storage tanks in the DFW and HGB areas

specifying the tanks that would no longer be included in the applicability for Subchapter B, Division 1 when compliance is achieved with Subchapter B, Division 7. Compliance with Subchapter B, Division 7 would be required no later than the compliance date of January 1, 2023. These tanks would not be covered under or subject to any requirement of Subchapter B, Division 1 rules after December 31, 2022 and would instead be covered under and subject to the requirements in the proposed Subchapter B, Division 7 rules. Crude oil and condensate storage tanks in the DFW and HGB areas subject to the requirements in Subchapter B, Division 1 that would not be subject to the proposed Subchapter B, Division 7 rules would remain subject to the existing requirements. This change in applicability would be necessary as a result of combining the proposed rules that address the oil and gas CTG into one division. The owner or operator should continue to comply with the applicable requirements in the Subchapter B, Division 1 rules until compliance with the Subchapter B, new Division 7 rules is achieved, on or before January 1, 2023. There is not intended to be any gap in applicable requirements for the storage tanks that are currently subject to these rules but that would be subject to the Subchapter B, Division 7 rules by the January 1, 2023 compliance date.

§115.112, Control Requirements

The commission proposes to amend §115.112(e) to reflect the change in applicability for the crude oil and condensate storage tanks in the DFW and HGB areas currently subject to the rules in Subchapter B, Division 1. The proposed amendment to subsection (e) would specify that beginning January 1, 2023 the requirements in the subsection no longer apply to storage tanks storing crude oil or condensate that are subject to proposed Subchapter B, Division 7. This proposal is intended to exclude from Subchapter B, Division 1, all storage tanks subject to the compliance requirements of Subchapter B, Division 7, including those that currently store crude oil or condensate but that do not meet the criteria in §115.112(e)(4) or (5) to control the flashed emissions from the tank. The commission determined in this proposed rulemaking that because it would be economically and technologically feasible to control such storage tanks with at 6.0 tons per year (tpy) of VOC emissions, the proposed new control requirements in Division 7 would be applied to storage tanks at a threshold lower than the existing major source threshold in current §115.112(e)(4) or (5) requiring flash emission control. The applicability of the control requirements in Subchapter B, Division 1 is based on metrics different than the metrics to determine applicability to the Subchapter B, Division 7 rules. For this reason, it would be possible for a single tank or group of storage tanks required to control VOC emissions in accordance with existing subsection (e)(1) to be exempt from the control requirements in Subchapter B, Division 7. Although such tanks would not be subject to Subchapter B, Division 1 beginning on the compliance date in Subchapter B, Division 7, these tanks would be required to continue to comply with the same control requirements in existing §115.112(e) that currently apply. To facilitate this compliance and prevent potential backsliding, the §115.112(e) control requirements are proposed in new §115.175.

§115.119, Compliance Schedules

The commission proposes to amend §115.119 by deleting subsection (b)(2), renumbering the subsequent paragraph, and adding subsection (h) specifying that in Brazoria, Chambers, Collin, Dallas, Denton, Ellis, Fort Bend, Galveston, Harris, Johnson, Kaufman, Liberty, Montgomery, Parker, Rockwall,

Tarrant, Waller, and Wise Counties, the owner or operator of a storage tank storing crude oil or condensate would be required to continue to comply with the requirements in the Subchapter B, Division 1 rules until compliance with the requirements in Subchapter B, new Division 7 is achieved or until compliance is required on January 1, 2023, whichever is earlier. The commission intends for there to be no gap in compliance as affected storage tanks shift from coverage under Subchapter B, Division 1 to coverage under Subchapter B, Division 7.

SUBCHAPTER B: GENERAL VOLATILE ORGANIC COMPOUND SOURCES

DIVISION 2: VENT GAS CONTROL

§115.121, Emission Specifications

The commission proposes to amend existing §115.121(a)(1) to provide an exception for compressors that would be subject to Subchapter B, new Division 7 for emissions from compressor rod packing that are contained and routed through a vent from being subject to §115.121(a)(1) beginning when compliance is achieved with the proposed Subchapter B, Division 7 rules, which is required no later than January 1, 2023. The proposed Subchapter B, Division 7 rules would apply to reciprocating compressors upstream of the point where custody of produced products occurs and include requirements to control VOC emissions from rod packing such as those currently covered under the vent gas rules in Subchapter B, Division 2. To avoid subjecting the rod packing to dual rule applicability and to accommodate combining the proposed rules that address the EPA's oil and gas CTG into one division, the commission proposes the change to §115.121(a)(1). TCEQ does not expect any backsliding issues because the control efficiency required in Subchapter B, Division 2 for a control device used to reduce VOC emissions from compressor rod packing is 90% but would increase to 95% in the proposed Subchapter B, Division 7 rules.

The owner or operator should continue to comply with the applicable requirements in the Subchapter B, Division 2 rules until compliance with the Subchapter B, new Division 7 rules is achieved, on or before January 1, 2023. There is not intended to be any gap in applicable requirements for those compressors that are currently subject to these rules but that would be subject to the Subchapter B, Division 7 rules on or before the January 1, 2023 compliance date.

SUBCHAPTER B: GENERAL VOLATILE ORGANIC COMPOUNDS SOURCES

DIVISION 7: OIL AND NATURAL GAS IN OZONE NONATTAINMENT AREAS

§115.170, Applicability

The commission proposes new §115.170 to establish applicability to which the new requirements proposed in Subchapter B, Division 7 would apply. The proposed new section would specify that the requirements in Subchapter B, Division 7 apply to certain oil and gas equipment in the DFW and HGB areas, as these areas are currently defined in §115.10. The applicability listed in §115.170 is recommended in the oil and gas CTG and incorporated into Subchapter B, Division 7 to ensure RACT is addressed for the types of equipment in the DFW and HGB areas specified in the EPA's CTG. Each type of equipment specified in proposed new §115.170 exists in the DFW and HGB areas; therefore, the commission is required to address RACT for the equipment per FCAA, §182(b)(2)(A).

The commission proposes new §115.170(1) to specify that the provisions of Subchapter B, Division 7 are applicable to centrifugal compressors with wet seals and reciprocating compressors used to transfer VOC gases in a transport piping system downstream of the wellhead. The applicability extends to the point where custody is transferred to another owner or operator of a natural gas transmission or storage operation.

The commission proposes new §115.170(2) to specify that pneumatic controllers in use between a wellhead and either a natural gas processing plant or point of custody transfer to a crude oil pipeline, inclusively, would be subject to Subchapter B, Division 7. The existing Chapter 115 rules do not require controlling the VOC emissions from a pneumatic controller.

The commission proposes new §115.170(3) to specify that any pneumatic pump located at a well site or a natural gas processing plant would be subject to Subchapter B, Division 7. The existing Chapter 115 rules do not require controlling the VOC emissions from a pneumatic pump.

The commission proposes new §115.170(4) to specify that storage tanks in use at a well site through the point where custody of the oil is transferred to a pipeline or where the natural gas stream enters a distribution system, inclusively, would be subject to Subchapter B, Division 7. The EPA recommended, as described in the oil and gas CTG, all storage tanks in all segments of the oil and gas industry except the distribution segment, be subject to RACT. The proposed applicability would be the same as in the existing Subchapter B, Division 1 rules; however, the criteria that determine the control requirements that would be applicable would be different in proposed Subchapter B, new Division 7 than in the existing rules. The Subchapter B, Division 1 rule applicability for storage tanks, proposed as storage tanks in Subchapter B, Division 7, for crude oil or condensate storage is based on capacity and vapor pressure of the material stored, for requirements other than flash emission control requirements. For such flash emission control requirements in existing Subchapter B, Division 1, applicability in §115.112(e)(4) and (5) is based on annual throughput of condensate and total annual flash emissions of equal to or greater than the major source thresholds for the DFW and HGB areas.

The commission proposes new §115.170(5) to specify that fugitive emission components, defined in new §115.171, in VOC service at production well sites, natural gas processing plants, or natural gas gathering or boosting stations, would be subject to Subchapter B, Division 7.

For both the Subchapter D, Division 3 rules and the rules proposed in Subchapter B, Division 7, the types of operation are expected to be the same; however, the threshold at which the monitoring requirements are triggered would differ. The existing exemptions in Subchapter D, Division 3 specify that those plant sites covered by a single account number with less than 250 components in VOC service would be exempt from the requirements in that division except for recordkeeping. In proposed Subchapter B, new Division 7, a site is required to comply with monitoring and associated requirements regardless of the number of components at a single account. This was a recommendation in the EPA's oil and gas CTG, and it is determined to be both technologically and economically reasonable to ensure fugitive VOC emissions are minimized.

§115.171, Definitions

The commission proposes new §115.171 to define 14 terms used in Subchapter B, Division 7. Some of the terms are re-

finements of existing definitions in §115.10 or in 30 TAC §101.1 and would be specific to the proposed rules for implementation of RACT in Subchapter B, Division 7. All terms not defined in §115.171, §115.10, or §101.1 are intended to have the same meaning used in the oil and gas CTG, except where explicitly indicated.

The commission proposes new §115.171(1) to define centrifugal compressor as equipment that raises the pressure of natural gas using mechanical rotating vanes or impellers. Excluded from the definition would be axial, screw, sliding vane, and liquid ring compressors. The proposed definition is used to identify a category of equipment for which seal emissions would be regulated by the proposed new rule requirements.

The commission proposes new §115.171(2) to define closure device. The examples provided of closure devices include thief hatches, pressure relief valves, pressure-vacuum relief valves, access hatches, and other closures. This proposed definition mirrors the existing definition in §115.110 for VOC storage tanks. The definition in §115.110 does not apply universally to the other divisions within Chapter 115 and is therefore defined in Subchapter B, Division 7 to clearly convey what is meant by a closure device and to maintain consistent terminology for a smooth transition for the owners and operators currently subject to the Subchapter B, Division 1 rules but who would be subject to the Subchapter B, Division 7 rules no later than January 1, 2023.

The commission proposes new §115.171(3) to define difficult-to-monitor as equipment requiring that personnel be lifted off of a surface by more than two meters to perform an inspection. This definition would indicate the components intended to qualify for an alternative monitoring frequency in the fugitive emission component rules and in the monitoring and inspection rules. This term is described in the existing Subchapter D, Division 3 rules as it would be defined in proposed new paragraph (3). The oil and gas CTG also described difficult-to-inspect as difficult-to-monitor as described in paragraph (3). The commission uses "monitor" instead of "inspect" to be consistent with the existing Chapter 115 rules.

For the purposes of proposed Subchapter B, Division 7 only, the commission proposes new §115.171(4) to define fugitive emission components as specified components that may leak VOC at the locations specified in the applicability section of Subchapter B, Division 7. Vents and sampling systems are specifically excluded from consideration as fugitive emissions components because they are subject to specific rules. Proposed new §115.171(4)(A) would specify that one location is a natural gas processing plant and identify, with a non-exhaustive list, the types of equipment intended to be covered. Proposed new paragraph (4)(B) would specify that other locations are well sites or compressor stations and identify, with a non-exhaustive list, the types of equipment intended to be covered. The proposed definition would clarify that closed vent systems would not be required to conduct additional instrument monitoring as fugitive emission components because other annual instrument monitoring requirements would apply. The same reasoning would apply to thief hatches or other closure devices that would be subject to the storage tank requirements in §115.175. This definition, and thus the corresponding fugitive monitoring requirements in proposed new §115.178, would not apply to the equipment regulated in proposed new §§115.173 - 115.175 because those rules establish the RACT requirements for the equipment covered in those sections.

The commission proposes new §115.171(5) to define a gathering and boosting station as a combination of one or more compressors collecting natural gas from well sites and moving it into gathering pipelines supplying a natural gas processing plant or into a pipeline. This proposed definition provides clarification on the locations where the rules are applicable to certain equipment. This definition is recommended in the oil and gas CTG model rule language for fugitive emission component monitoring and specifies that compressors located at a well site or onshore natural gas processing plant are not considered a gathering and boosting station for purposes of those rules. The definition in proposed new §115.171(5) does not specify that the exclusion applies only to the §115.178 fugitive emission component monitoring rule. This term is used in other parts of this proposed new Subchapter B, Division 7 and is described in the oil and gas CTG for these other types of equipment consistent with the definition, but not explicitly defined in the other model rule language appendices. To ensure the term is applied as intended to all rules in this proposed Subchapter B, Division 7, the proposed definition would not specify that the exclusion only applies to fugitive emission component monitoring.

The commission proposes new §115.171(6) to define a pneumatic controller as an automated instrument activated by gas pressure and to characterize it primarily by its emission characteristics. Proposed new §115.171(6)(A) would specify that continuous bleed pneumatic controllers receive a continuous flow of natural gas that is vented continuously at a rate that may vary over time. Subparagraph (A) would further specify that these controllers are subdivided into two types based on their bleed rate. Proposed new §115.171(6)(A)(i) would indicate the bleed rate of low bleed controllers and proposed new §115.171(6)(A)(ii) would indicate the bleed rate of high bleed controllers. Proposed new §115.171(6)(B) would define intermittent bleed or snap-acting pneumatic controllers as releasing gas only when opening or closing a valve or when throttling gas flow. Proposed new §115.171(6)(C) would specify zero-bleed pneumatic controllers do not bleed natural gas to the atmosphere because they release gas to a downstream pipeline.

The commission proposes new §115.171(7) to define pneumatic pump as a diaphragm pump powered by pressurized natural gas. In general, pneumatic pumps are devices that use gas pressure to drive a fluid by raising or reducing the pressure of the fluid by means of a positive displacement, but only pneumatic pumps driven by natural gas under pressure are proposed for regulation under Subchapter B, Division 7.

The commission proposes new §115.171(8) to define a reciprocating compressor as operating by positive displacement, employing linear movement of the driveshaft. This is one of the types of compressors that is proposed for regulation in Subchapter B, Division 7.

The commission proposes new §115.171(9) to define rod packing as a specific type of seal to limit leaks or as other mechanisms that provide the same function. This definition would be needed to identify the specific reciprocating compressor component targeted by the control requirements for reciprocating compressors because the rod packing is the source of VOC emissions for this equipment type.

The commission proposes new §115.171(10) to define the term route to a process. This term is used to represent a control option used throughout Subchapter B, Division 7 for most of the equipment subject to Subchapter B, Division 7. The different forms of

the verb "route" in this defined term vary when used throughout the proposed new division as needed for syntax, but the varying forms are not intended to change the meaning of the term in the rules.

The commission proposes new §115.171(11) to define a storage tank as a tank, stationary vessel, or a container accumulating crude oil, condensate, intermediate hydrocarbon liquids, or produced water that is constructed primarily of non-earthen materials. The proposed definition would be based on the oil and gas CTG definition and would be similar to the existing definition in §115.110 of "Storage tank;" however, the proposed definition would explicitly incorporate produced water. Although a produced water tank is not included in the definition in §115.110, the material is covered by those rules because it contains crude oil or condensate. Since the terms in §115.110 would not apply to the rules in Subchapter B, Division 7, defining "Storage tank" separately would be appropriate.

The commission proposes new §115.171(12) to define unsafe-to-monitor as equipment that would present an imminent or potential danger during monitoring. This definition would indicate the components intended to qualify for an alternative monitoring frequency in the fugitive emission component and inspection and monitoring rules. This term is consistent with the existing Subchapter D, Division 3 rules. The oil and gas CTG also described unsafe-to-inspect as unsafe-to-monitor is described in paragraph (12). The commission uses "monitor" instead of "inspect" to be consistent with the existing Chapter 115 rules.

The commission proposes new §115.171(13) to define vapor recovery unit. This term would be used throughout Subchapter B, Division 7 as a control requirement option available to an affected owner or operator. This term is defined in existing §115.110 and is intended to be used in the same manner as it is currently used for VOC storage tanks.

The commission proposes new §115.171(14) to define well site to establish one of the locations that meet the applicability to be subject to the requirements in Subchapter B, Division 7 for which equipment covered under this rule is located.

§115.172, Exemptions

Proposed new §115.172 lists the exemptions that apply to applicable equipment subject to Subchapter B, Division 7. Some of the proposed exemptions replicate those in existing §115.111 for storage tanks and in §115.137 for fugitive emission components. The proposed exemptions would add exemptions for storage tanks and fugitive emission components beyond the exemptions for this equipment in existing Chapter 115 rules, as well as provide exemptions for newly regulated equipment types in proposed Subchapter B, new Division 7. The proposed new exemptions are based on RACT recommendations in the oil and gas CTG and in the model rule language.

The commission seeks comment on whether the proposed exemptions are appropriate for the equipment subject to Subchapter B, Division 7 considering technological and economic feasibility.

The commission proposes new §115.172(a) to provide exemptions for certain equipment and to specify how records supporting the applicability of an exemption to a specific unit would need to be kept in accordance with the recordkeeping and reporting requirements developed in this proposed rulemaking. Additional recordkeeping requirements for some exemptions are listed in the paragraph of the specific exemption.

Proposed new §115.172(a)(1) would exempt certain boilers and process heaters that meet specified criteria from the testing and monitoring requirements of Subchapter B, Division 7, as recommended by the EPA's oil and gas CTG. Proposed new §115.172(a)(1)(A) specifies one group of boilers and process heaters that uses a vent gas stream from equipment subject to Subchapter B, Division 7 as the primary fuel or as a supplemental fuel. Proposed new subparagraph (B) specifies another group of boilers and process heaters as those with a design heat input capacity of 44 megawatts (149.6 million British thermal units per hour) or greater. This exemption is provided in the model rule language and is proposed for Subchapter B, Division 7 because the commission expects that these process heaters and boilers would be subject to testing and monitoring for regulated pollutants other than VOC and thus would not need to comply with the requirements in proposed Subchapter B, Division 7.

The commission proposes new §115.172(a)(2) to exempt pneumatic pumps located at well sites if they operate less than 90 days per calendar year. This proposed exemption is consistent with the RACT recommendation in the EPA's oil and gas CTG to not apply controls to these types of pumps. The commission expects that the VOC emissions from these pumps would be negligible and controlling them would not be reasonable.

The commission proposes new §115.172(a)(3) to exempt, except for the control requirements in proposed new §115.175(b) or (c), any storage tank that meets any of the parameters of proposed new §115.172(a)(3)(A) - (E). Proposed new subsection (a)(3)(A) would exempt storage tanks if the potential to emit (PTE) VOC is 6.0 tpy or less, as calculated in accordance with proposed §115.175(c)(2). Proposed new subsection (a)(3)(B) would exempt storage tanks if the actual VOC emissions without controls are 4.0 tpy or less, as calculated in accordance with §115.175(c)(1). The PTE limit of 6.0 tpy and the actual emission limit of 4.0 tpy are the thresholds for which RACT is recommended to apply to storage tanks in the oil and gas CTG. The CTG-recommended limits do not have decimal places, meaning the actual values could be rounded down to the recommended limits and still be in compliance with such limits. However, the commission proposes the VOC tpy thresholds proposed for storage tanks with two significant figures to maintain consistency with other Chapter 115 limits and previous, but still valid, EPA guidance. The EPA's guidance, a memo on Performance Test Calculation Guidelines regarding the NSPS and National Emissions Standards for Hazardous Air Pollutants (NESHAP) (June 6, 1990), recommends using two, but no more than three, significant figures for emission limits. This approach helps with the enforceability of a standard by eliminating ambiguity associated with only one significant figure.

Proposed new §115.172(a)(3)(C) would exempt process vessels such as surge control vessels, bottom receivers, or knockout vessels. Proposed new subsection (a)(3)(D) would exempt pressure vessels if they are designed to operate at pressures above 29.7 pounds per square inch absolute (psia) without emissions to the atmosphere. Proposed new subsection (a)(3)(E) would exempt movable vessels (either skid-mounted or permanently attached to trucks, railcars, barges, ships, or other mobile units) that are intended to be located at a site for 180 consecutive days or less. Such movable vessels are generally not considered part of the site but can be present for specific purposes (e.g., transporting products or other materials, used in maintenance or repair, etc.) at a site. These exceptions are recommended in the EPA's oil and gas CTG and would not interfere with the exist-

ing VOC storage tanks subject to the Subchapter B, Division 1 rules. These exemptions are proposed to make clear which tanks would not be affected.

Proposed new §115.172(a)(4) would exempt fugitive emission components at a natural gas processing plant that contact a process fluid that contains less than 1.0% VOC by weight. This is an existing exemption provided in the Subchapter D, Division 3 rules and would continue to be appropriate because minimal VOC emissions would be expected from these components.

The commission proposes new §115.172(a)(5) to exempt pumps and compressors from the fugitive monitoring requirements of §115.177 if they are not otherwise specified in §115.173 and §115.174 and if they are equipped with a shaft sealing system to detect or prevent emissions. The proposed exemption would cover seal systems including, but not limited to, dual pump seals with barrier fluid at higher pressure than the process pressure, seals degassing to vent control systems, and seals equipped with an automatic detection and alarm system for seal failures. This exemption mirrors an existing current Subchapter D, Division 3 exemption, except for the inclusion of the examples of sealless and submerged pumps that could qualify for the exemption. These examples would not affect the equipment being proposed for exemption and are unnecessary to include since the specific equipment provided exemption is already stated in the first sentence of that exemption as it exists in §115.357. The EPA's CTG recommended exempting any centrifugal compressor with a dual dry-shaft sealing system from control requirements, including the fugitive emission component monitoring requirements. A detection or prevention system specified in the exemption would be sufficient to provide at least an equivalent level of control as the §115.177 monitoring requirements would. Such a system provides an alert when vapors are emitted in real time whereas the §115.177 monitoring requirements specify a schedule of conducting a monitoring survey to detect leaks, which would likely not identify the leak as quickly. The proposed §115.172(a)(5) would also be expanded to include crude oil and natural gas well sites and natural gas gathering and boosting stations because the compressors detailed would be intended to be controlled and monitored in accordance with specified provisions.

The commission proposes new §115.172(a)(6) to exempt certain insulated components from the instrument monitoring requirements of §115.177 and §115.178 where insulation makes a component inaccessible to monitoring with a hydrocarbon gas analyzer. This is consistent with EPA's oil and gas CTG RACT recommendation and current Subchapter D, Division 3 natural gas processing plant regulations that exempt insulated and inaccessible fugitive emission components from instrument monitoring requirements. This exemption would mirror and be proposed as new subsection (a)(6) and would be expanded to crude oil and natural gas wells and natural gas gathering and boosting stations. The commission expects that there may be certain components or pieces of equipment regulated in proposed new §§115.173 - 115.175 for which monitoring may be difficult, but inspections via audio, visual, or olfactory means may reveal malfunctions resulting in the release of VOC emissions.

The commission proposes new §115.172(a)(7) to exempt certain sampling connection systems from the requirements of Subchapter B, Division 7 except in proposed new §115.180(2). The systems would have to be in compliance with 40 CFR §63.166(a) and (b) to qualify for this exemption. This is consistent with EPA's oil and gas CTG recommendation to implement

a "fugitive monitoring requirements equivalent" with a program under 40 CFR Part 60 Subpart VVa. The proposed language would closely mimic fugitive monitoring language for natural gas processing plants in existing §115.357(a)(11), which exempts closed-purge, closed-loop, or closed-vent sampling systems from fugitive emission component monitoring requirements. This exemption would mirror the exemption in §115.357(a)(11), proposed as new §115.172(a)(8), and expanded to include crude oil and natural gas wells and natural gas gathering and boosting stations.

Proposed new §115.172(a)(8) would exempt fugitive emission components located at a well site with one or more wells that produce, on average, 15 or less barrel equivalents or less per day. The EPA recommended in the oil and gas CTG that RACT not apply to these components, and the commission determined that the VOC emissions expected from these low producing wells would be minimal.

Proposed new §115.172(b) would exempt equipment used only for materials other than products from a well site, or after the point of custody transfer, from the division requirements.

Proposed §115.172(c) provides an exemption for centrifugal compressors when its wet seals are retrofitted with a dual mechanical or other equivalent dry seal control system. The exemption would apply to compressors that were subject to Subchapter B, Division 7 rules on or after the compliance date in §115.183. The commission recognizes, as discussed in the oil and gas CTG, that an owner or operator may retrofit the wet seals on a centrifugal compressor that would meet the applicability of Subchapter B, Division 7 before the seal retrofit. Once this change is made, the compressor would no longer meet the definition of a centrifugal compressor and would not meet applicability criteria. The owner or operator, therefore, would not be obligated to demonstrate compliance with the control requirements or any associated requirements. Because the RACT recommendation is controlling the VOC emissions from a centrifugal compressor with wet seals, the owner or operator would not be obligated to continue to comply with the provisions applicable to the compressor prior to the retrofit, after retrofit.

The commission proposes §115.172(d) exempting from Subchapter B, Division 7 a pneumatic pump or controller after the appropriate compliance date in §115.183, if changes are made such that the pump or controller does not meet the respective definitions in Subchapter B, Division 7. For example, a pneumatic controller converted to a solar-powered controller no longer meets the applicability of a pneumatic controller regulated by Subchapter B, Division 7. Like centrifugal compressors above, because the RACT recommendation is controlling the VOC emissions from pneumatic pumps and controllers, the unit would no longer be subject to any part of the division once the pump or controller no longer meets the appropriate definition in Subchapter B, Division 7.

§115.173, Compressor Control Requirements

The commission proposes new §115.173 to provide control requirements for centrifugal compressors and reciprocating compressors. The commission determined that the use of a control device with at least a 95% control efficiency is appropriate as the RACT level of control for centrifugal compressors with wet seals. Control devices with this level of control are readily available and can include some combustion equipment that could be used at oil and gas sites such that control also allows the use of emissions as fuel, offsetting part of the costs of control. The com-

mission determined that maintaining rod packing through periodic replacements at set intervals, or routing VOC emissions to a process as an alternative to periodic replacements, is the RACT level of control for reciprocating compressors.

Proposed new §115.173(1) and (2) would describe requirements for routing VOC emissions to a process or to a control device using a closed vent system and would require that centrifugal compressors and reciprocating compressors be equipped with a seal cover that forms a continuous impermeable barrier over the entire liquid surface area and that is kept in a sealed position except when necessary work is done on the unit. The closed vent system must be designed and operated to route all gases, vapors, or fumes from the wet seal fluid degassing system or rod packing to the control device under normal operation. The term "Closed vent system" is defined in Chapter 101, Subchapter A, §101.1 and carries that definition as the intended meaning in proposed Subchapter B, Division 7.

Proposed new §115.173(3) would require that emissions from a centrifugal compressor or reciprocating compressor be controlled by using one of the methods proposed in new §115.173(3)(A) - (C). The use of a control device is a mechanism to achieve the 95% control efficiency, and an owner or operator could choose to install and operate any of a variety of control devices to demonstrate compliance. The control requirements that encompass the majority of control device options are proposed as paragraph (3)(A), establishing that control devices that are not otherwise specified in the subsequent subparagraphs must achieve a VOC control efficiency of at least 95% or a VOC concentration of equal to or less than 275 parts per million by volume (ppmv), as propane, on a wet basis corrected to 3% oxygen. To demonstrate compliance with these emission limits, the gas stream should be measured at the control device outlet. Proposed new §115.173(3)(A)(i) and (iv) specify conditions that apply to control devices under new paragraph (3). Proposed new clause (i) allows multiple vents to be routed to the same control device. For sites with such a setup, if there is a limit lower than 95% for a piece of equipment routed to such control device, the owner or operator would still be required to meet the 95% control efficiency for purposes of compliance with this control requirement unless otherwise specified in the rules. Proposed new clause (ii) would require that operation of the controls be required at all times a compressor vents to the control device to ensure the control device is serving its purpose to reduce VOC emissions. Proposed new clause (iii) would specify the use of a boiler or process heater as a control device. Finally, proposed new clause (iv) would specify that a control device under §115.173(3)(A) must operate with no visible emissions using EPA Method 22 in accordance with §115.179(e). With this test method, the owner or operator would detect visible emissions or smoke from the control device, which indicates the control device may not be controlling VOC emissions at the 95% control efficiency required in each section of control requirements proposed. Proposed new clauses (i) and (iii) are extracted from the oil and gas CTG model rule language and are intended to help address circumstances that could provide operational clarification for sites affected by this proposed rulemaking. Proposed new clauses (ii) and (iv) are recommendations in the oil and gas CTG.

Although the option to use a control device to demonstrate compliance with the control requirements is provided for both centrifugal compressors with wet seals and reciprocating compressors in proposed new §115.173(3), the EPA's CTG did not include it as an option to satisfy RACT for reciprocating compres-

sors. However, it is included in this proposed rulemaking because, as described in the CTG, routing to a process was determined to be equivalent to the 95% control efficiency required of a combustion control device. For this reason, the commission proposes to provide the flexibility for an owner or operator to choose a combustion control device that achieves a 95% control efficiency as the means of compliance because it is at least equivalent to the efficiency of EPA's recommendation to route VOC emissions to a process.

Proposed new §115.173(3)(B) would establish the requirements for flares and would require that a flare be designed and operated in accordance with 40 CFR §60.18(b) - (f), including that the flare must be lit at all times when VOC vapors are routed to the flare and that multiple vents may be routed to a flare. This control requirement for a flare mirrors existing Chapter 115 requirement specifications for flares used as control devices and is proposed for the control requirements in proposed new §115.174 and §115.175 identical to the content of proposed §115.173(3)(B). The use of a flare is expected to achieve greater than 95% control efficiency if the operating parameters are continuously met. Although not explicitly required, the requirements in 40 CFR §60.18(f) for flares incorporated by reference in this rulemaking reference the visible emissions test in EPA Method 22.

Proposed new §115.173(3)(C) provides routing to a process, as defined in proposed new §115.171(10), as a control option if the emissions are compatible with the process and would be retained within the process. Routing through a closed vent system to a process is accepted as achieving a 95% control efficiency. The commission considers routing VOC emissions to a process to be a control device, as defined in §101.1, and the requirements that would apply to a control device are intended to apply to routing to a process except where the rules are explicit about the exclusion of this option. Although there is no testing, there are monitoring requirements that apply to ensure the integrity of the closed vent system components and to determine if leaks are present.

The commission proposes new §115.173(3)(D) to specify that the reciprocating compressor rod packing may be replaced on or before the compressor has operated for 26,000 hours from the most recent rod packing replacement. The number of hours the compressor operates must be continuously recorded beginning on the appropriate compliance date in §115.183(a). Proposed new §115.173(3)(E) would require that the reciprocating compressor rod packing must be replaced within 36 months from the most recent rod packing replacement beginning from the appropriate compliance date in §115.183(a). The provisions in proposed new §115.173(3)(B)(D) and (E) are RACT for reciprocating compressors because replacement of rod packing is normal maintenance needed on these compressors and performing the maintenance at the specified interval is expected to control emissions from the packing. The alternatives in §115.173(3)(B)(A) - (C) are expected to achieve at least equivalent control as replacing the rod packing and would provide a compliance alternative where those options are conducive to an affected owner or operator's situation.

Proposed new §115.173(4) would provide requirements for a bypass on a closed vent system that could divert any part of the flow of emissions from the control device or process. Proposed new §115.173(4)(A) would require that a flow indicator be installed at the bypass inlet, that the indicator read the flow at least every 15 minutes and cause an alarm to be activated to notify operators

to take prompt action to remediate any bypass that occurs, and that the flow indicator be calibrated and maintained. Proposed new §115.173(4)(B) would require that the valve for a bypass system be secured in the non-diverting position with a car-seal of lock-and-key type configuration. These proposed bypass requirements are recommended in the oil and gas CTG and are intended to acknowledge that there are instances in which bypassing the control device would be needed for specific reasons, including safety.

§115.174, Pneumatic Controller and Pump Control Requirements

The commission proposes new §115.174 to apply control requirements to pneumatic pumps and pneumatic controllers at the crude oil and natural gas industry locations specified in the applicability of §115.170. The commission determined that RACT levels of control are consistent with the oil and gas CTG recommendations and are proposed as such for pneumatic equipment in the DFW and HGB areas.

The EPA's RACT recommendation in the oil and gas CTG is that the VOC emission limit for a pneumatic pump at a natural gas processing plant and bleed rates for pneumatic controllers subject to the rule requirements have no decimal places, meaning the actual values could be rounded down to the CTG recommended limits and be in compliance with such limits. However, the commission proposes the VOC emission limit and bleed rate requirements with two significant figures to maintain consistency with other Chapter 115 limits and previous EPA guidance as discussed elsewhere in the Section by Section Discussion of this preamble. This approach helps with the enforceability of a standard by eliminating ambiguity associated with only one significant figure.

Proposed new §115.174(a) would provide the control limits for pneumatic pumps and controllers at a natural gas processing plant. Proposed §115.174(a)(1) would specify that a pneumatic pump drive must not emit VOC emissions to the atmosphere and that a pump must have a seal cover that forms a continuous impermeable barrier over the entire liquid surface and that remains sealed at all times except when inspection, maintenance, repair, or replacement of equipment is needed. The commission proposes new §115.174(a)(2) to require the bleed rate of each single continuous-bleed pneumatic controller be 0.0 standard cubic feet per hour (scfh), based on the oil and gas CTG bleed rate recommendation of "0" scfh.

Proposed new §115.174(b) would provide the control limits for a pneumatic pump or controller at locations other than natural gas processing plants. The locations, depending on the type of equipment, that would fall under this subsection would include those between a wellhead and either a natural gas processing plant or point of custody transfer to a crude oil pipeline.

Proposed new §115.174(b)(1) would require that VOC emissions from each pneumatic pump be reduced by 95%. Proposed new §115.174(b)(2) would require that each pneumatic controller have a natural gas bleed rate of less than or equal to 6.0 scfh. The limit on bleed rate is recommended in the oil and gas CTG as "6" scfh. To achieve this bleed rate, owners or operators could choose to replace high-bleed controllers with low-bleed controllers, to use non-gas driven controllers, or to use enhanced maintenance techniques such as cleaning, tuning, and repairing devices.

The commission proposes new §115.174(c) to require that a control device under proposed new subsection (c) meet certain con-

ditions at all times when VOC vapors are routed to it and to allow multiple vents to be routed to the same control device or process. The conditions specified required that the VOC vapors be routed through a closed vent system, which is designed and operated to route all captured VOC vapor to the process or control device under normal operations, and that the control devices and closed vent systems meet the monitoring, inspection, and testing requirements of this proposed new division.

Proposed new §115.174(c)(1) would require that a control device, other than a flare or routing VOC emissions to a process, must maintain, as demonstrated by monitoring done in accordance with §115.178, a minimum control efficiency of at least 95% or a VOC concentration of equal to or less than 275 ppmv, as propane, on a wet basis corrected to 3% oxygen, with the control efficiency and VOC concentration calculated from the gas stream at the control device outlet. The use of a control device is a mechanism to achieve the 95% control efficiency, and an owner or operator could choose to install and operate any of a variety of control devices to demonstrate compliance. The control requirements that encompass the majority of control device options are in proposed new §115.174(c)(1). Proposed new §115.174(c)(2) would require that a flare used as a control device must be designed and operated as specified in 40 CFR §60.18(b) - (f) and must be lit at all times when VOC vapors are routed to it. Proposed new §115.174(c)(3) would allow routing to a process as a means of control. Routing to a process is considered equivalent to a 95% control efficiency. The closed vent system would need to be designed and operated to route all gases, vapors, or fumes from the pump or controller to the process. Proposed new §115.174(c)(4) would specify that a control device, other than a flare or routing to a process, must operate with no visible emissions using EPA Method 22 in accordance with §115.179(e). With this test method, the owner or operator observes the exhaust for smoke from the control device, which would indicate the control device may not be controlling VOC emissions such that the 95% control efficiency required in each section of control requirements proposed could be achieved. Although flares would not be explicitly stated as subject to the EPA Method 22 requirement, the requirements in 40 CFR §60.18(f) proposed to be incorporated in this rulemaking reference the EPA Method.

Proposed new §115.174(d) would provide requirements for a bypass on a closed vent system that could divert any part of the flow of emissions from the control device or process. Proposed §115.174(d)(1) would require that a flow indicator be installed at the bypass inlet, that the indicator read the flow at least every 15 minutes and cause an alarm to be activated to notify operators to take prompt action to remediate any bypass that occurs, and that the flow indicator be calibrated and maintained. Proposed new §115.174(d)(2) would require that the valve for a bypass system be secured in the non-diverting position with a car-seal of lock-and-key type configuration. These proposed bypass requirements are recommended in the oil and gas CTG and are intended to acknowledge that there are instances in which bypassing the control device would be needed for specific reasons, including safety.

Proposed new §115.174(e) would provide exceptions to the requirements to control emissions from pneumatic pumps or pneumatic controllers. These exceptions are provided in the EPA's oil and gas CTG recommendations to provide flexibility in situations where complying with the control requirements is not reasonable. Proposed new §115.174(e)(1) specifies that the owner or operator would not be required to install a control device or

route to a process to control the VOC emissions from a pneumatic pump if the well site does not already have a control device onsite. The EPA's oil and gas CTG recommended only requiring controlling the VOC emissions from a pneumatic pump if there is a control device onsite, which would be expected for other regulatory purposes, or if there is no process onsite to which the emissions would be routed. The commission agrees with the EPA's RACT recommendation that requiring the installation of controls would not be reasonably available technology and would not be economically reasonable with a cost per ton of VOC reduced in excess of \$20,000. Once a control device is brought on site for any reason, or if a process becomes available onsite to route the VOC emissions, the owner or operator would no longer qualify for the compliance option in §115.174(e)(1) and would need to comply with the appropriate proposed rule requirements in §115.174. If there are technical feasibility issues associated with controlling the VOC emissions after a control device or process were available, a demonstration in accordance with proposed new §115.174(e)(3) would be required. Proposed new §115.174(e)(2) would allow the use of a control device with less than 95% control efficiency, which is already located onsite, to control emissions from a pneumatic pump only if a control device with a 95% or higher control efficiency is not available. This only applies if VOC emissions from the pneumatic pump are technically feasible to control, and the available control device with the highest control efficiency would be required to be used. The same monitoring, testing, and recordkeeping requirements apply to such a control device that apply to control devices meeting the 95% control efficiency requirement. The commission determined that it is appropriate for purposes of RACT to include this exception to the 95% control efficiency since the costs to install new control devices to reduce VOC emissions would be unreasonable.

Proposed new §115.174(e)(3) would allow an owner or operator to demonstrate, as provided in proposed new §115.176(b), that it is technically infeasible to control emissions from a pneumatic pump. Proposed subsection (e)(3) would further specify that after it becomes technically feasible to control the emissions, the owner or operator must comply with the control requirements, must revise the initial report, and must maintain records documenting the change in compliance. These records would be stored in accordance with the recordkeeping requirements maintained on site or at the nearest field office. The EPA recommends allowing for owners and operators to make a demonstration of technical infeasibility at a well site where circumstances such as insufficient gas pressure or control device capacity exist, making it technically infeasible to capture and route pneumatic pump VOC emissions to a control device or process. The commission determined that it is appropriate to include this exception to the 95% control efficiency for pneumatic pumps at well sites for which there is no existing control device as of the appropriate compliance date in §115.183 and for which there is an existing control device that achieves VOC emissions reductions less than 95%.

Proposed new §115.174(e)(4) would require the owner or operator of a pneumatic controller with a functional need for a bleed rate exceeding control requirements proposed in §115.174(a) or (b) to make a determination of functional need as proposed in §115.176(c). Section 115.174(e)(4) would further specify that immediately after the determination is no longer true, the owner or operator must comply with the control requirements and must maintain records documenting the change in compliance. The commission agrees with the EPA's considerations of response

time, safety, and positive actuation as necessary instances warranting a bleed rate greater than the RACT recommended level of control. The owner or operator choosing to make this demonstration would need to follow the provisions in proposed new §115.176(b) and ensure the demonstration is complete, accurate, and certified by a professional engineer.

§115.175, Storage Tank Control Requirements

The commission proposes new §115.175(a) to require that crude oil or condensate not be placed into any storage tank unless it can maintain sufficient working pressure at all times to prevent any vapor or gas loss to the atmosphere or is in compliance with the control requirements in subsection (a). As discussed elsewhere in this section by section discussion, many of the proposed rule requirements mirror the control requirements in the existing Subchapter B, Division 1 rules. These existing rules are approved as RACT by the EPA for storage tanks, including for the storage tanks proposed for regulation in proposed Subchapter B, new Division 7. The commission determined that these existing control requirements continue to support the implementation of RACT in the EPA's oil and gas CTG.

Proposed §115.175(a)(1) would require that closure devices, maintained according to manufacturer's specifications and operated according to paragraph (1), be placed on all openings in a fixed roof storage tank except those openings through which vapors are routed to a vapor recovery unit or other control device. If manufacturer instructions are unavailable, the use of industry standards consistent with good engineering practice are proposed to be used. Proposed new §115.175(a)(1)(A) would require that closure devices always be closed unless they are normally actuated, needed for temporary access, or in use to relieve excess pressure or vacuum in accordance with the manufacturer's design and consistent with good air pollution control practices. Any opening, actuation, or use of the closure device would have to be limited to minimize vapor loss. Proposed §115.175(a)(1)(B) would require proper sealing to minimize the loss of vapors through each closure device such that the device and the roof of the tank form a continuous impermeable barrier over the entire surface area of the liquid in storage when the closure device is closed. These requirements are in the existing §115.112(e) control requirements.

Proposed new §115.175(a)(1)(C) would require that closure devices that are not designed to relieve pressure be latched closed and that those designed to relieve pressure be set to automatically open at a pressure sufficient to ensure all vapors are routed to the vapor recovery unit or other control device. The pressure relief devices should not open or remain open when gauging the tank or during sampling through an open thief hatch. Proposed new §115.175(a)(1)(D) would require that any VOC leak from a closure device not continue for more than 15 calendar days after the leak is detected—based on audio, visual, and olfactory means—unless delay of repair is allowed. Repairs can be delayed if parts are unavailable, but all parts needed for the repair must be ordered promptly and the repair must be completed within five days of receipt of required parts. If the repair would require a shutdown that would cause higher total emissions than the leak, repair may be delayed until the next shutdown, but the repair would be required to be completed by the end of the next shutdown. Proposed new subsection (a)(1) includes CTG-recommended practices and current-RACT approved §115.112(e) requirements. The requirements in proposed §115.175(a)(1) would be sufficient to ensure the 95% con-

trol efficiency RACT level of control is met and maintained by limiting the VOC emissions that escape from the tank.

The commission proposes new §115.175(a)(2) to require that a control device must always meet the specified conditions and to list the appropriate conditions for specific types of control devices that are provided in proposed §115.175(a)(2)(A) - (C) when VOC vapors are routed to the device. If routing to a control device, the VOC vapors would be required to be routed through a closed vent system that is designed and operated to route all captured VOC vapor under normal operations. Multiple vents would be allowed to be routed to the same control device. Control device and closed vent systems would be subject to the monitoring and inspection requirements of §115.178 and testing requirements of §115.179. The control device options provided in §115.175(a)(2) are consistent with the EPA's RACT-recommended controls. There are different options for an owner or operator to choose from to demonstrate that the 95% control efficiency, proposed as the RACT level of control, is met and maintained. The existing storage tank control requirements in §115.112(e) that apply to the storage tanks proposed for regulation in Subchapter B, Division 7 also require a 95% control efficiency when using a control device to comply. However, because these existing rules are not based on the same applicability criteria as the criteria proposed in Subchapter B, Division 7, not all storage tanks currently subject to the rules in Subchapter B, Division 1 would be controlled to 95%. The owners or operators of these tanks would need to assure compliance with the 95% control efficiency if this is the compliance option chosen by a newly affected owner or operator.

Proposed new §115.175(a)(2)(A) would require that a control device must maintain a control efficiency of at least 95% or a VOC concentration at its outlet of no more than 275 ppmv. The VOC concentration would be calculated relative to propane and on a wet basis corrected to 3% oxygen. The control efficiency or VOC concentration would be, as demonstrated by monitoring done per §115.178 at the control device outlet.

Proposed new §115.175(a)(2)(B) would establish the requirement that a flare used to comply with the control requirements be designed and operated in accordance with 40 CFR §60.18(b) - (f). The requirement would state that the flare must be lit at all times when VOC vapors are routed to the flare and that multiple vents may be routed to the flare.

Proposed new §115.175(a)(2)(C) would establish that a vapor recovery unit must be designed to process all vapor generated by the maximum liquid throughput of the storage tank or the aggregate of storage tanks in a tank battery and must transfer recovered vapors to a pipe or container that is vapor-tight, as defined in §115.10. This is an existing requirement for a vapor recovery unit and is consistent with the EPA's recommendation to allow the use of a vapor recovery unit as a viable control option.

Proposed new §115.175(a)(2)(D) would specify that a control device under subparagraph (D) must operate with no visible emissions using EPA Method 22 in accordance with §115.179(e). This proposed new subparagraph is a recommendation in the oil and gas CTG. With this test method, the owner or operator observes the exhaust for smoke from the control device, which would indicate the control device is not controlling VOC emissions such that the 95% control efficiency required in each section of control requirements proposed could be achieved. Although the Method 22 requirement in proposed new subparagraph (D) would not apply to flares, the requirements in 40 CFR

§60.18(f) proposed for incorporation by reference in this rule-making, specify Method 22.

The commission proposes new §115.175(a)(3) requiring a storage tank currently using a submerged fill pipe for compliance with existing §115.112(e) to continue to use it once compliance with Subchapter B, Division 7 is required. The use of a submerged fill pipe is an existing control option in §115.112(e) for certain types of storage tanks and is retained in Subchapter B, Division 7 to ensure an affected owner or operator exercising this option maintains the same level of control that was required before the compliance date for the rules in Division 7. This requirement would prevent potential backsliding. Although a submerged fill pipe is an option in the existing control requirements of §115.112(e)(1) for storage tanks in crude oil or natural gas service meeting certain vapor pressure and storage capacity thresholds, the requirement to control to a 95% control efficiency is more stringent and would apply to all storage tanks subject to the new control requirements regardless of material being stored or the tank storage capacity. Therefore, any tank with a capacity of 40,000 gallons or more that both stores VOC with a vapor pressure of 11 pounds per square inch absolute or higher and currently uses a submerged fill pipe as the compliance option and that would be subject to the proposed control requirements would need to keep the submerged fill pipe and also install a control device.

Proposed new §115.175(a)(4) would provide requirements for a bypass on a closed vent system that could divert any part of the flow of emissions from the control device or process. Proposed new §115.175(a)(4)(A) would require that a flow indicator be installed at the bypass inlet, that the indicator read the flow at least every 15 minutes and cause an alarm to be activated to notify operators to take prompt action to remediate any bypass that occurs, and that the flow indicator be calibrated and maintained. Proposed §115.175(a)(4)(B) would require that the valve for a bypass system be secured in the non-diverting position with a car-seal of lock-and-key type configuration. These proposed bypass requirements are recommended in the EPA's oil and gas CTG and are intended to acknowledge that there are instances in which bypassing the control device would be needed for specific reasons, including safety.

The commission proposes new §115.175(b) to specify that certain storage tanks with limited PTE of VOC are not required to comply with the control requirements in §115.175(a) unless the tank was required to comply with a control requirement in existing §115.112(e) on or before December 31, 2022. These storage tanks are those with a PTE of less than 6.0 tpy of VOC and those with the PTE of at least 6.0 tpy of VOC emissions if it is demonstrated that the uncontrolled actual VOC emissions are less than 4.0 tpy. This provision would exempt certain tanks with low VOC emissions from the control requirements in new §115.175(a) but would also require maintaining emissions reductions that were required for those tanks under existing §115.112(e) prior to January 1, 2023. After a storage tank becomes subject to proposed Subchapter B, new Division 7, the owner or operator would be required to continue to comply with any control requirement in existing §115.112(e) that applied as of December 31, 2022. This requirement is needed to avoid any increase in emissions from tanks for which the VOC emissions are currently required to be controlled and ensures the VOC emissions reductions that are currently being achieved continue to be realized. There should be no additional installation costs for control equipment that is already in use, and any tank that was required to comply under §115.112(e) would not be relieved of those requirements.

Proposed new §115.175(c) would provide the methods for calculating uncontrolled actual VOC emissions. The provisions would match those in existing §115.112(e)(5) and (6) except that the tpy applicability limits in existing §115.112(e)(5) would not be retained. Proposed new §115.175(c)(1) would provide for estimating VOC emissions using the highest 12 consecutive months out of the last five years of production data. These methods of determining uncontrolled VOC emissions are not recommended explicitly in the oil and gas CTG but are in existing §115.112(e) and are provided to clarify how an owner or operator is expected to estimate emissions and the information that should be relied upon. The EPA recommended using 12 consecutive months of data but did not specify whether those data needed to be the most recent 12 months of data. The commission would require the highest production data because doing so eliminates potential bias due to market fluctuations.

Proposed new §115.175(c)(2) would provide the basis for calculating a tank's PTE of VOC emissions based on the maximum average daily throughput determined for a 30-day period of production prior to the appropriate compliance date listed in §115.183. The calculation approach is recommended in the oil and gas CTG. The commission agrees that roughly a month of throughput data to determine the PTE of a tank is reasonable. This approach of estimating VOC emissions using the highest valued data represents a conservative estimate and ensures storage tanks meeting the applicability thresholds triggering control are appropriately subject to the proposed rule requirements in Subchapter B, Division 7.

Proposed new §115.175(d) details the requirements for an external floating roof or internal floating roof storage tank. The commission expects that there are likely few VOC storage tanks in crude oil and natural gas service affected by the requirements in proposed Subchapter B, new Division 7 that would use a floating roof, but because the potential exists for an owner or operator to use such a tank, the corresponding requirements are included. These requirements mirror the existing floating roof requirements in §115.112(e) with no substantive changes intended. Proposed new §115.175(d)(1) - (9) would specify requirements for floating roofs and bleeder vents needed to satisfy RACT for storage tanks in the DFW and HGB areas.

§115.176, Alternative Control Requirements

The commission proposes new §115.176(a) to provide the option of alternate methods of demonstrating and documenting continuous compliance with the applicable control requirements or exemption criteria in Subchapter B, Division 7 that may be approved by the executive director in accordance with §115.910 if emission reductions are demonstrated to be substantially equivalent. This is a standard option provided to many owners and operators in other Chapter 115 rules. Under §115.910, an owner or operator may apply for an alternate means of control and must meet the appropriate criteria, including demonstrating that the control strategy requested is demonstrated as at least equivalent to the applicable Chapter 115 control requirement. The alternate means of control does not become effective until the request is reviewed and approved by the executive director.

The requirements in proposed new §115.176(b) and (c) would not be submitted to the executive director for approval but would instead be maintained as records in the report. Proposed new §115.176(b) specifies the technical infeasibility requirements for the owner or operator of a pneumatic pump at a well site making a determination of technical infeasibility allowed in the pneumatic control requirements. The owner or operator must make

a clear demonstration that includes the information in proposed new §115.176(b)(1) and (2). Making a demonstration of technical infeasibility is an option provided in the EPA's oil and gas CTG, and the commission agrees that if there is a circumstance present that prevents the control of a pneumatic pump as technically infeasible, the control requirements proposed in §115.174 would not be RACT for such a pump. The commission would consider the technical infeasibility demonstration a requirement for each pneumatic pump at a well site. Such a demonstration would be different than the options available to the owner or operator of a pneumatic pump to make a declaration of no control device available on site and a control device available that achieves less than 95% control efficiency, although all of these circumstances for a pneumatic pump would be reasons for which applying the control requirements proposed in §115.174 would not be RACT.

The commission proposes new §115.176(b)(1) to outline the requirements of the assessment of technical infeasibility, which must include, but is not limited to the information in §115.176(1) - (3). Proposed new §115.176(b)(1) would require the specific equipment for which technical infeasibility exists. Proposed new §115.176(b)(2) would require that the reason such equipment cannot be controlled by any available control option, such as safety considerations, distance from the control device, pressure losses and differentials in the closed vent system, and the ability of the control device to handle the compressor emissions. Proposed new §115.176(b)(3) would require data to support reasoning in subsection (b)(2).

The commission proposes new §115.176(b)(4) to require that a certification be signed and dated by a qualified professional engineer certifying that the assessment of technical infeasibility prepared was true, accurate, and complete and that knowingly submitting false information is a violation of subsection (b).

Proposed §115.176(c) would require that the owner or operator of a pneumatic controller at a natural gas processing plant who makes a determination of a functional need, as specified in the pneumatic controller control requirements, must mark the controller and provide a reason. Proposed new subsection (c)(1) would require tagging the pneumatic controller with a weather-proof tag. Proposed new subsection (c)(2) would require providing the reason meeting the control requirements cannot be met due to the functional need.

§115.177, Fugitive Emission Component Monitoring Requirements

The commission proposes new §115.177 to establish the requirements that apply to the fugitive emission components located at a natural gas processing plant, well site, and gathering and boosting station. The EPA recommended implementing a leak detection and repair program similar to that in 40 CFR Part 60 Subpart VVa for natural gas processing plants. The proposed requirements are a mixture of the oil and gas CTG recommended model rule language and the existing fugitive emission control rules in Subchapter D, Division 3. The model rules in the oil and gas CTG applied rules to the fugitive emission components at natural gas processing plants separate from the rules that apply to fugitive emission components at well sites or gathering and boosting stations.

Although the recommended definition in the oil and gas CTG Appendix G (81 FR 74798) for "equipment" is equivalent to the part of the proposed definition of fugitive emission component for natural gas processing in Subchapter B, Division 7, the pro-

posed definition would not include compressors. The existing rules for fugitive emissions in Subchapter D, Division 3 only apply to compressors that are uncontrolled. Because such compressors would be required to be controlled as part of this proposed rulemaking, a compressor would no longer be considered a fugitive emission component.

The commission proposes §115.177(a) to require an owner or operator of equipment with fugitive emission components to create a written plan and maintain it in accordance with §115.180, which details information about the site subject to Subchapter B, Division 7 including, but not limited to, the information listed in proposed §115.177(a)(1) - (5) to identify each component grouping required to be monitored and to list components designated as unsafe-to-monitor or difficult-to-monitor, applicable exemptions or exceptions, the method of monitoring, and the monitoring survey schedules.

Proposed new §115.177(b) would require that the owner or operator use the procedures specified by EPA Method 21 in 40 CFR Part 60, Appendix A-7 to monitor each affected fugitive emission component and to calibrate the hydrocarbon gas analyzer. Subsection (b) would further allow the use of alternative work practice (AWP) in existing §115.358 instead of the monitoring in §115.177(b). The monitoring required in the AWP is at least equivalent to the monitoring required in §115.177(b) and is an existing option for the fugitive emission components subject to the monitoring under Subchapter D, Division 3 at natural gas processing plants. In proposed §115.177(b), the AWP would also be an option for the fugitive emission components at well sites and gathering and boosting stations since it is accepted as at least equivalent to the monitoring requirements in §115.177. The option to use the AWP is recommended in the EPA's oil and gas CTG.

Proposed new §115.177(b)(1) would specify that a VOC leak would not be permitted for more than five calendar days without a first attempt at repair after the leak is detected and must be repaired no later than 15 calendar days after the leak is found. The VOC concentrations that constitute a leak are provided in subsections (b)(1)(A) and (B) and are consistent with the oil and gas CTG. This repair schedule also retains the existing repair requirements in §115.352(2) for natural gas processing plants.

Proposed new §115.177(b)(2) would specify similar repair requirements at well sites and gathering and boosting stations. Consistent with the oil and gas CTG model rule language, a first repair attempt must be made within five calendar days without a first attempt at repair after the leak is detected and must be repaired no later than 15 calendar days after the leak is found. The commission proposes 15 calendar days for repairs because facilities may not have the necessary parts on hand or the leak may be complex, requiring more time to repair after the first repair attempt. This repair schedule is consistent with the existing requirement in §115.352(2) for natural gas processing plants and would be appropriate to extend to well sites and gathering and boosting stations.

Proposed new §115.177(b)(3) would provide the required monitoring schedules in subsections (b)(3)(A) - (E). The frequency of monitoring varies from monthly to annually depending on the type of site and types of components and service, with an additional provision that pressure relief valves be monitored within 24 hours of a release event.

Proposed new §115.177(b)(4) would allow the monitoring of pumps and valves at a reduced frequency, detailed in the related

figure, if the unit operates less than 6,570 hours each year (i.e., 75% of the hours in a year).

Proposed new §115.177(b)(5) would require the marking of identified leaks using weatherproof and visible tags with an identification number and date the leak was detected. Tags would be required to remain in place, or be replaced if damaged, until repair is done. Reference tagging would be allowed of difficult-to-monitor components as close as possible to the leaking component.

The commission proposes new §115.177(b)(6) to require repairing leaks as soon as practicable and to provide a repair schedule to be followed, detailed in subsections (b)(6)(A) - (C).

Proposed new §115.177(b)(7) would allow an increase of scheduled monitoring at the direction of the executive director, based on a finding of an excessive number of leaks in a process area. The options in proposed new §115.177(b)(7) mirror the existing Subchapter D, Division 3 fugitive monitoring requirements and are necessary to ensure leaking components are minimized and promptly fixed to reduce the amount of resulting VOC emissions.

Proposed new §115.177(b)(8) would allow the submittal of a written request to the appropriate regional office that the valve monitoring schedule be revised based on the percentage of leaking valves. The request could only be made after two years of the required monitoring and must follow the guidelines in proposed new subsection (b)(8)(A) and (B). The revised monitoring schedule would not take effect until a reply is sent by the executive director. This option is provided in the existing Subchapter D, Division 3 rules and is appropriate to continue to allow as an option to encourage proper maintenance and upkeep of fugitive emission components to reduce the amount of VOC emissions leaked.

The commission proposes new §115.177(b)(9) to provide the option for alternate monitoring schedules to proposed new §115.177(b)(3) and (4) for natural gas processing plants approved before November 15, 1996. This is an existing option in Subchapter D, Division 3 and would be preserved for those owners and operators currently qualifying for this option. There would be an option in proposed new §115.177(b)(8) to allow alternative monitoring frequencies upon executive director approval.

The commission proposes new §115.177(b)(10) to require that monitoring occur when components are in contact with a process material whether or not the process unit is in service. Additionally, valves must be in gaseous or light liquid service to be considered in the total valve count for alternate valve monitoring schedules.

Except for monitoring done with an optical gas imaging instrument, proposed new §115.177(b)(11) would require the recording of monitor screening concentrations for each component in gaseous or light liquid service and provide instruction for readings and results.

Proposed new §115.177(b)(12) would require the inspection of all new connectors for leaks within 30 days of being placed in service using a hydrocarbon gas analyzer for components in gaseous and light liquid service and inspecting by audio, visual, and olfactory means for those in heavy liquid service. Components that are unsafe-to-monitor or unsafe-to-inspect would be exempt from the proposed requirement and would be monitored when safe to do so.

Proposed new §115.177(b)(13) would require following the monitoring provisions detailed in subsection (b)(13)(A) - (E), if using

the AWP. The provisions would include requirements for monitoring frequency, schedules, and the determination of unsafe-to-monitor or difficult-to-monitor components and would allow the executive director to increase the frequency of monitoring under AWP's if there is an excessive number of leaks in the given process area.

Proposed new §115.177(c) would provide monitoring frequency guidelines and classification restrictions for unsafe-to-monitor or difficult-to-monitor fugitive emission components, as detailed in proposed subsection (c)(1) - (5), including a maximum of five years for difficult-to-monitor components and as frequently as possible for unsafe-to-monitor components. Proposed new §115.177(c) also imposes restrictions on the number of components that can be designated difficult-to-monitor. The same restriction is not imposed on unsafe-to-monitor to prevent causing any safety issues if a site had more than a specified number of unsafe-to-monitor components.

§115.178, Monitoring and Inspection Requirements

The commission proposes new §115.178 to prescribe the new monitoring and inspection requirements for the equipment proposed for regulation in Subchapter B, Division 7. The proposed requirements in §115.178 are consistent with the oil and gas CTG recommendations and are similar to the model rule language. Where indicated, the proposed requirements mirror existing Chapter 115 requirements and were determined to be appropriate for monitoring and inspecting the compressors, pumps, and storage tanks regulated in Subchapter B, Division 7.

Proposed new §115.178(a) would require each owner or operator to conduct an annual auditory, visual, and olfactory inspection of each affected centrifugal and reciprocating compressor cover for defects, except a cover that is designated as unsafe-to-monitor or difficult-to-monitor, which may be monitored and inspected less frequently. Equipment with emissions or a defect detected would be required to be repaired. The goal of these inspections would be to identify leaking materials or defects such as visible cracks, holes, gaps, signs of excessive emissions or wear, missing materials, or other defects in and around covers, seals, gaskets, hatches, caps, or other devices that may result in VOC emissions. If leaks or defects are identified, the leak would have to be repaired or the leaking piece of equipment replaced according to the procedure outlined in proposed new §115.178(e). This proposed new requirement is based on the EPA's oil and gas CTG recommendations, except the term "cover devices" is used in place of "closure devices," as used in the oil and gas CTG, because this is a defined term specific to a storage tank. The commission determined that requiring annual inspections is reasonable because this is not overly burdensome and is needed to detect potential or actual leaks and that repairs are needed to maintain the equipment that contains emissions.

Proposed new §115.178(b) would outline general requirements for each owner or operator using a closed vent system to monitor and inspect the system by January 1, 2023 and annually thereafter. However, those designated as unsafe-to-monitor or difficult-to-monitor would be allowed to be monitored and inspected less frequently, as provided in proposed §115.178(c). The inspections would look for evidence of visible cracks, holes, gaps, signs of excessive emissions or wear, missing gaskets or other defects that may result in VOC emissions, while instrument monitoring would be conducted at a 500 ppm leak definition in accordance with Method 21 in 40 CFR Part 60, Appendix A-7. Specific criteria for the inspections and monitoring would be provided. Any detected leaks or defects would have to be repaired

or the leaking equipment replaced according to the procedure outlined in proposed new §115.178(e). Requiring annual inspections, monitoring, and repairs consistent with the CTG recommendations are necessary and reasonable because those activities are needed to maintain assurance that closed vent systems are properly containing and routing VOC emissions to a control device.

For the instrument monitoring requirements, the EPA methods cited vary in the specific organic chemicals that would be detected. Some methods detect all combustible species of hydrocarbons while others differentiate between the different compounds present. For Chapter 115 purposes, the term VOC is used in the rules even though the results of some test methods may include non-VOC chemicals (principally methane and ethane). Although the emissions could be mixtures of different chemicals, including VOC, methane, and ethane, a VOC control device would normally destroy the methane and ethane as well. However, in new Division 7, the owner or operator is required to meet control requirements and emission limits for those constituents that are VOC, except where explicitly noted in the rules. An exception is for carbon adsorption systems that capture methane and ethane along with the VOC and require that the total hydrocarbon load be considered in the timing of regeneration of the carbon beds or replacement of canisters.

Proposed new §115.178(c) would allow an owner or operator of an affected closed vent system or compressor seal cover component to be designated as difficult-to-monitor or unsafe-to-monitor, terms defined in §115.171. The components assigned these designations are not subject to the same inspection and monitoring frequency in §115.178(b) as those components not designated as such. When the components are monitored and inspected according to the schedules in proposed new §115.178(c)(1) and (2), the methods that apply to the component in §115.178(a) and (b), when not designated as difficult-to-monitor or unsafe-to-monitor, apply. The commission proposes new subsection (c)(1) to identify the unsafe-to-monitor components in a list maintained in accordance with the record-keeping requirements. If an unsafe-to-monitor component is not considered safe to monitor within a calendar year, then it must be inspected as soon as possible during times that are safe to monitor. The commission proposes new subsection (c)(2) to identify the difficult-to-monitor components in a list maintained in accordance with the recordkeeping requirements. If a difficult-to-monitor component is not considered safe to inspect within a calendar year, then it must be inspected at least once every five years.

The commission proposes §115.178(d) to require a weather-proof and readily visible tag bearing an identification number and the date the leak was detected to be placed on any affected fugitive emission component found leaking. This tag is required to be placed as close to the leaking component as possible and must remain in place until the leaking component is repaired. This is for identification and tracking purposes for the owner or operator and for any representative with jurisdiction conducting business at the regulated site.

The commission proposes §115.178(e) prescribing the repair schedule and considerations allowed when a repair is needed. Proposed subsection (e) would require that an owner or operator repair a leak or defect as soon as practicable and make a first attempt no later than five calendar days after the leak is found. The proposed requirement would require a leaking component to be repaired no later than 15 calendar days after the leak or

defect is found except when a delay of repair is caused by required parts that are out of stock or circumstances beyond the owner's or operator's control. A delay of repair would be allowed under the proposed rules until the next shutdown if the owner or operator is able to demonstrate to the satisfaction of the executive director that repair of the component would require a shutdown that would create more emissions than the repair would eliminate. However, the proposed rule would require that any repair delayed because an immediate shutdown would create more emissions than waiting to the next scheduled shutdown must be completed by the end of the next scheduled shutdown. The proposed new §115.178(e) would require a successful EPA Method 21 monitoring survey or audio, visual, and olfactory inspection, whichever is required in the inspection and monitoring requirements in §115.178(a) and (b), showing no evidence of a leak or defect for the leak to be considered repaired.

Proposed new §115.178(f) would require an owner or operator to install and maintain monitors to measure operational parameters of the control devices installed to meet applicable control requirements. Such monitors would need to be sufficient to demonstrate proper functioning of the devices to design specifications. The parameters for monitoring of different types of control devices are specified in subsection (f)(1) - (6). These monitoring parameters are consistent with the control device monitoring prescribed in other Chapter 115 rules. The same control device options in these other Chapter 115 rules are available options to control the VOC emissions from the equipment subject to Subchapter B, Division 7, and the operating parameters are indicative of functioning regardless of the equipment being controlled. The data obtained from this monitoring verifies the operating parameters determined through testing, design analysis, or manufacturer testing are being met and indicate the control requirement level is met. The commission proposes new subsection (f)(6) allowing the owner or operator to use a control device not listed in subsection (f)(1) - (5) and to monitor one or more operation parameters sufficient to demonstrate proper functioning of the control device to design specifications.

Proposed §115.178(g) would specify the storage tank inspection requirements that apply to a storage tank. The floating roof inspection requirements listed in proposed new subsection (g)(1) - (4) and (6) mirror the existing inspection requirements and are not intended to change the requirements currently in the existing §115.114(a) except to update references to reflect the Subchapter B, new Division 7 rule citations. Proposed new subsection (g)(5) is from a recommendation in the EPA's oil and gas CTG and is proposed to ensure proper functioning of the control device; it would require an owner or operator to conduct an auditory, visual, and olfactory inspection at least once per month, separated by at least 14 calendar days, of control devices for storage tanks.

§115.179, Approved Test Methods and Testing Requirements

The commission proposes new §115.179(a) to specify that compliance with the control requirements in Subchapter B, Division 7 be determined by applying the test methods in subsection (a)(1) - (8) as appropriate. It is possible an owner or operator may not need to follow every test method. It is expected that the owner or operator would use only the test methods that are needed for determining and demonstrating compliance. Proposed new subsection (a)(1) - (8) lists the EPA test methods that may be used to conduct testing in §115.179. Proposed new paragraph (9) would allow minor modifications to the test methods in subsection (a)(1) - (8) to be approved by the executive director as well as other test

methods not listed in subsection (a)(1) - (8) if approved by the executive director and validated by EPA Method 301. This option for minor modifications and alternative test methods is consistent with the flexibility provided in other Chapter 115 rules.

The commission proposes new §115.179(b) to require the test methods and procedures listed in subsection (b)(1) - (4) be used to demonstrate compliance with the control requirements in Subchapter B, Division 7 for a closed vent system routed to a control device other than a flare. The owner or operator is expected to use the test methods and procedures that are appropriate out of the list in subsection (b) for their operation. The commission proposes new subsection (b)(1) requiring the owner or operator of a combustion control device tested to comply with the 275 ppmv outlet VOC limit to establish a correlation between firebox or combustion chamber temperature and the VOC performance level. Subsection (b)(1) would further require the owner or operator to also establish minimum and maximum temperatures or other operating parameters that would be continuously monitored to demonstrate compliance with the control device requirements in Subchapter B, Division 7.

The commission proposes new §115.179(b)(2) specifying that the owner or operator conduct an initial control device performance test by the appropriate compliance date in §115.183 for a control device used to demonstrate compliance with the control requirements in Subchapter B, Division 7. Each performance test must consist of a minimum of three test runs, and each run must be at least one hour long. Proposed new §115.179(b)(2)(A) would require the owner or operator to conduct a periodic performance test no later than 60 months after the previous performance test, unless the owner or operator chooses one of the alternatives to initial and periodic testing provided in this section. Proposed new subsection (b)(2)(B) would indicate that for any modification of a closed vent system, control device, or equipment regulated in Subchapter B, Division 7 that could reasonably be expected to decrease the control efficiency of the control device, such device must be retested within 60 days of the modification. The periodic testing requirement is recommended in the EPA's oil and gas CTG and in the model rule language to ensure that a control device would be maintained in good working condition and would continue to operate such that the control efficiency or emission limit specifications in proposed Subchapter B, Division 7 would be achieved.

The commission proposes new §115.179(b)(3) to provide the option for the owner or operator to complete a design analysis in lieu of periodic performance testing to satisfy compliance with control requirements for a control device used in Subchapter B, Division 7. The owner or operator would need to determine the monitoring parameters sufficient to determine that the proper functioning of the control device is met as required in the monitoring requirements in §115.178(f). The design analysis must be maintained with the report required in §115.180(8). The commission proposes new §115.179(b)(3)(A) - (D) to specify the design analysis criteria for a vapor recovery unit or condenser, regenerable carbon adsorption system, non-regenerable carbon adsorption system, and a control device other than a flare. The design analysis criteria evaluated must include an analysis of specific information sufficient to determine values to monitor to demonstrate the correct efficiency is achieved.

The commission proposes new §115.179(b)(4) to provide the option to use data from a performance test conducted by the manufacturer on the same control device model that is used to comply with control requirements in Subchapter B, Division 7 in lieu of

initial and periodic performance testing and design analysis. The owner or operator choosing this alternative must comply with the monitoring requirements in §115.178. This proposed alternative to testing in proposed new §115.179(b)(2) is consistent with the oil and gas CTG Appendix F model rule language. Manufacturers are likely already conducting tests and providing reports in accordance with this NSPS. Deviating and specifying different testing or reporting content requirements may conflict with current manufacturer compliance with the NSPS and could impose an unnecessary burden on the manufacturer. While some sites subject to this proposed rulemaking may not currently be subject to the NSPS, the emission source categories for which a control device would be installed would be the same under this proposed rule and the NSPS. The control device manufacturers likely sell to owners and operators affected by one or both of these rules and perform testing in accordance with the NSPS on control devices regardless of which regulations the customer is subject. To be consistent with the CTG, which is based on the NSPS, and to streamline the testing requirements for manufacturers, the commission references the NSPS to satisfy this alternative to the testing requirements in proposed new paragraph (2). New subsection (b)(4)(A) would require that the manufacturer's guarantee must demonstrate that the specific model of control device meets the 95% control efficiency required in the control requirements of Subchapter B, Division 7. Proposed new subsection (b)(4)(B), would require that the control device be equipped with an inlet gas flow rate meter. Control devices, other than combustion control devices, must have a separate outlet gas flow rate meter. Proposed new subsection (b)(4)(C) would require that the owner or operator of a control device model tested by the manufacturer submit a detailed test report from the manufacturer for the opportunity of the executive director to review, verify, and replicate test results, including all calibration quality assurance and quality control data, calibration gas values, gas cylinder certification, and strip charts or other graphic presentations of the data annotated with test times and calibration values. The test report must be maintained in the report required in §115.180(8).

The commission proposes new §115.179(c) to describe the manner in which the efficiency of a control device would be determined. The provisions in subsection (c)(1) - (3) would include the test methods to be used and the calculations for determining control efficiencies. Where applicable, the need for simultaneous sampling would also be provided.

The commission proposes new §115.179(d) to include as a compliance option the use of a flare to comply with the control requirements in Subchapter B, Division 7 must meet 40 CFR §60.18(b). As with many of the other existing Chapter 115 rules, the requirements in 40 CFR §60.18(b) would be relied upon to satisfy the regulatory requirements in Subchapter B, Division 7, including the testing requirements. The destruction efficiency of a flare controlling a piece of equipment affected by proposed Subchapter B, new Division 7 is presumed through the monitoring of and calculations using specific operational parameters in accordance with §60.18.

The commission proposes new §115.179(e) to specify that an EPA Method 22 test, as prescribed in 40 CFR Part 60, Appendix A-7, Section 11, would be required every calendar quarter to determine the visibility emissions from each control device used to comply with the appropriate control requirements proposed in Subchapter B, Division 7. This testing requirement was recommended for compliance with RACT in the EPA's oil and gas CTG to ensure that a control device would be maintained in good working condition and would continue to operate such

that the control efficiency or emission limit specifications in proposed Subchapter B, new Division 7 would be achieved. The occurrence of the test and the results must be documented in accordance with the recordkeeping requirement in proposed new §115.180(3) to maintain records of all testing conducted. If the Method 22 visibility test finds the presence of smoke that "fails" the test, the owner or operator would need to follow the specifications in proposed new §115.179(e)(1) - (3). Proposed new subsection (e)(1) requires following the manufacturer's repair instructions, if available, or best combustion engineering practices for any necessary repairs. Proposed new subsection (e)(2) requires another Method 22, visual observation test. Proposed new subsection (e)(3) requires following good practices according to manufacturer's data and air pollution control practices.

The commission proposes new §115.179(f) to allow a control device for which a performance test is waived in accordance with 40 CFR §60.8(b) exemption from the testing requirements of §115.179. This waiver from control device testing is at the discretion of the executive director and requires technical vetting.

§115.180, Recordkeeping Requirements

The commission proposes new §115.180 to establish the recordkeeping requirements that would apply to the owners and operators of sites affected by the new rules of Subchapter B, Division 7. The records required in proposed new §115.180 are intended to be sufficient to document the operation of a site and to assist with other regulatory actions such as compliance investigations.

The commission proposes new §115.180 requiring records to be maintained onsite or at the nearest local field office for five years and made available upon request to representatives of the executive director, the EPA, or any local air pollution control agency having jurisdiction in the area. Records must be made available for review within 24 hours. Requiring records to be available within 24 hours upon request of a valid representative is an existing recordkeeping requirement in the Chapter 115, Subchapter B, Division 1 VOC storage tank rules. The commission proposes a five-year record retention schedule to ensure the documents needed for determination of regulatory compliance are available for a reasonable amount of time. This is consistent with other Chapter 115 rules. The commission solicits comments on an appropriate amount of time, other than 24 hours, that would be reasonable for a site to receive necessary records not kept onsite.

The commission proposes new §115.180(1) requiring the owner or operator to maintain records of any operational parameter monitoring required in §115.178(f). These records must be sufficient to demonstrate proper functioning of the devices to design specifications and must include, but are not limited to, the specific items in §115.180(1)(A) - (F). As with the monitoring of the control devices in proposed new §115.178(f), these recordkeeping requirements documenting operating conditions are consistent with recordkeeping in other Chapter 115 rules. The same control device options in other Chapter 115 rules are available options to control the VOC emissions from the equipment subject to Subchapter B, Division 7. Proposed new §115.180(1)(A) would specify direct-flame incinerator monitoring. Proposed new paragraph (1)(B) would establish monitoring for a condensation system. Proposed new paragraph (1)(C) would establish monitoring for a carbon adsorption system or carbon adsorber. Proposed new paragraph (1)(C)(i) and (ii) specify exhaust gas and date and time recording of carbon replacement intervals. The commission proposes new paragraph (1)(D) to establish monitoring for a catalytic incinerator. The commission proposes new

paragraph (1)(E) to establish monitoring for a vapor recovery unit. The commission proposes new paragraph (1)(F) to establish monitoring for any other control device not explicitly listed.

The commission proposes new §115.180(2) requiring the owner or operator subject to Subchapter B, Division 7 claiming an exemption in §115.172 to maintain records sufficient to demonstrate continuous compliance with the applicable exemption criteria.

The commission proposes new §115.180(3) to require that the owner or operator maintain the results of any control device testing conducted in accordance with §115.179 including, at a minimum, the information in proposed new §115.180(3)(A) - (D). Proposed new paragraph (3)(A) specifies the date of each periodic performance test. Proposed new paragraph (3)(B) specifies the test method(s) used to conduct the test. Proposed new paragraph (3)(C) specifies the equipment type listed in §115.170 controlled by the device. Proposed new paragraph (3)(D) specifies the report showing the testing results of the control device. The information proposed to be maintained in proposed §115.180(3) is expected to be sufficient to confirm the testing was performed and ensure the testing results are available for review, when necessary, by a representative with jurisdiction.

Proposed new §115.180(4) would require that the owner or operator maintain records of the results of each inspection and repair required in Subchapter B, Division 7, except for inspections and repairs for fugitive emission components, including the items in proposed new §115.180(4)(A) - (J). Proposed new subparagraph (A) would specify the date of the inspection. Proposed new subparagraph (B) would specify an identifier of each piece of leaking equipment. Proposed new subparagraph (C) would specify the tag information required by the owner or operator in accordance with §115.178(d), if different than the information in subparagraph (A). Proposed new subparagraph (D) would specify the status of the cover or closure device during inspection. Proposed new subparagraph (E) would require documentation of the date on which attempts at repair, if necessary, were made and what repair was made. Proposed new subparagraph (F) would specify the equipment type and associated designation (e.g., difficult-to-monitor), if appropriate, listed in §115.170 controlled by the device. Proposed new subparagraph (G) would specify the amount of time a cover or closure device was open since the last inspection for reasons not allowed in the control requirements of §115.175. Proposed new subparagraph (H) would specify the date on which repair was attempted and completed and explanation if repair was delayed. Proposed new subparagraph (I) would specify the hydrocarbon analyzer monitoring results and proposed new subparagraph (J) would specify the results of monitoring following repair required in §115.178(e).

Proposed new §115.180(5) would require that the owner or operator of a reciprocating compressor subject to §115.174(a) document the information in §115.180(5)(A) and (B) to demonstrate compliance with the appropriate control requirement. Proposed new subparagraph (A) would require documenting the continuously recorded number of hours the reciprocating compressor operated between each rod packing replacement and restarting the number of hours after the date of each replacement. Proposed new subparagraph (B) would require documenting the date and time of each reciprocating compressor rod packing replacement in accordance with the control requirement in §115.174(a)(2) and the number of months between each replacement.

Proposed new §115.180(6) would require records be maintained of any instance in which a control device does not exist at a well site where an affected pneumatic pump resides. In this case, proposed §115.180(6) would not require the owner or operator to install a control device for purposes of RACT in response to the oil and gas CTG. The option in proposed new §115.174(a)(2) would be the control requirement an owner or operator would claim, and this §115.180(6) would require documentation of such control requirement.

Proposed new §115.180(7) would require an owner or operator to retain records of required audio, visual, and olfactory inspections and fugitive emission component monitoring surveys, including the items in proposed new §115.180(7)(A) - (G). Proposed new subparagraph (A) lists instrument monitoring survey dates. Proposed new subparagraph (B) lists monitoring results. Proposed new subparagraph (C) provides the list of repairs needed, delay of repair logs, and unit shutdowns. Proposed new subparagraph (D) lists the fugitive emission components that are difficult-to-monitor and unsafe-to-monitor. Proposed new subparagraph (E) lists required electronic photos to document optical gas imaging monitoring surveys. Proposed new subparagraph (F) lists the fugitive emissions monitoring plan. Proposed new subparagraph (G) lists documentation for wells with a gas/oil ratio of less than 300 scf per stock barrel of crude oil produced.

The commission proposes new §115.180(8) requiring a report containing specific information be maintained for five years. This report would be subject to the five-year record retention schedule like all the other records required in §115.180 to be kept and would need to be updated so that the information would be representative of current operational conditions. Revisions to information, such as a change to the option used to demonstrate compliance with a control requirement, would be information maintained, and updated as necessary. Proposed new §115.180(8) would not require that these reports be submitted to the TCEQ. The commission is not proposing reports be submitted because the information that would be required would include information in proposed new §115.180(8)(A) - (D) such as the RN for the site, the applicable rule requirements for the site, the means of complying with the respective rule requirements, and technical data related to the equipment and means of control. For a site without a regulated entity number (RN), the owner or operator would need to submit a core data form to the agency to obtain an RN and name that is assigned by the agency. The commission acknowledges that not all of the sources affected by the proposed rulemaking would have an RN and would need to obtain one so that the site is included in the agency's database of sites affected by an agency program. The core data form to obtain the RN should be submitted prior to the report completion date, and with enough time for the information to be processed, as specified in §115.183(b).

Regarding proposed new §115.180(8)(D) specifying that a professional engineer must certify the design of a closed vent system, the commission intends that the professional engineer conduct, or oversee, and certify the assessment to help ensure the closed vent system would be sufficient to handle the capacity of vent gases being routed through it to achieve the required control efficiencies specified in the proposed control requirements of Subchapter B, Division 7.

The requirement to submit initial and annual reports is recommended in the EPA's oil and gas CTG. The commission proposes to require maintaining a report with specific information,

along with the other records required in proposed new §115.180, to document on a continuous basis to ensure the enforceability of the compliance status with the requirements in Subchapter B, Division 7. The reports are not proposed for submission to the executive director due to the unnecessary burden this would impose on both the regulated community and the TCEQ. As stated in the Fiscal Note Section of this preamble, over 18,000 affected sites are estimated to be affected by the reporting requirements. This amount of reports being submitted to the TCEQ would require a substantial effort to process and file. Further, requiring regulated companies to submit the reports recommended by the EPA's oil and gas CTG is not necessary for the TCEQ to enforce the rules. The information that would be available in a submitted report would be available by the affected owner and operator and would be provided for investigative purposes to any TCEQ representative or other entity with jurisdiction. Although the format is not specified, these revisions or updates should be kept in such a way clearly distinguishable to an investigator or other representative with jurisdiction.

§115.181, Reporting Requirements

The commission proposes new §115.181 to require notification of the appropriate TCEQ regional office at least 45 days before the testing of a control device to allow agency staff to witness the test. This proposed requirement is consistent with agency practice allowing a representative to attend any testing, although the commission recognizes that there will not be TCEQ presence at every test performed in accordance with the control device testing requirements in Subchapter B, Division 7.

§115.183, Compliance Schedules

The commission proposes new §115.183(a) to specify that the owner or operator of a piece of equipment that meets the applicability specifications in §115.170 and is subject to a requirement of Subchapter B, Division 7 is required to be in compliance as soon as practicable, but no later than January 1, 2023. The January 1, 2023 compliance date would provide affected owners and operators approximately 18 months after expected rule adoption, if adopted, which is both reasonable and consistent with prior RACT rulemakings. The commission anticipates that 18 months between expected adoption and the January 1, 2023 compliance deadline would be a sufficient amount of time for any necessary changes to be made, for necessary permit actions to be completed, and for demonstration of compliance with the proposed rule requirements.

The commission proposes new §115.183(b) specifying that for the owner or operator subject to Subchapter B, Division 7 as of January 1, 2023, the report required by §115.180(8) must be completed no later than March 31, 2023. March 31, 2023 is approximately 90 days after the initial compliance date of Subchapter B, Division 7 and is expected to be a sufficient amount of time to compile the appropriate information. The report would be subject to the five-year record retention schedule that all other records are subject to and would need to be updated every five years from the initial report completion date.

The commission proposes new §115.183(c) specifying that the owner or operator who becomes subject to the requirements of Subchapter B, Division 7 on or after the date specified in §115.183(a) shall comply with the requirements in Subchapter B, Division 7 no later than 60 days after becoming subject. The commission expects that an owner or operator who becomes subject to Subchapter B, Division 7 after the initial compliance date of January 1, 2023 should be able to comply with the divi-

sion within 60 days of triggering compliance. For example, an owner or operator who begins operation that meets the applicability of Subchapter B, Division 7 would be expected to be able to comply within 60 days of that commencement date. Additionally, the commission acknowledges that an owner or operator could trigger applicability on November 3, 2022, which is less than 60 days from the initial compliance date. In these instances, the same amount of time to come into compliance would be needed and would be afforded under this proposed compliance schedule. Finally, where there is a due date or compliance date specified in the rules other than the compliance schedules, that date supersedes the compliance schedule in §115.183(c). For example, the monitoring after a fugitive emission component is placed into VOC service is required to occur within 30 days, and this could apply to a situation of new applicability for a site.

The commission proposes new §115.183(d) to indicate that the owner or operator of a storage tank subject to the requirements in Chapter 115, Subchapter B, Division 1 should continue to comply with those requirements until compliance with the requirements in Subchapter B, Division 7 is achieved, but not later than January 1, 2023. This proposed compliance schedule would ensure that there is no gap in applicability or requirements that could affect the control of VOC emissions.

Similar to proposed new §115.183(d), the commission proposes new §115.183(e) to indicate that the owner or operator of a fugitive emission component, as is defined in proposed Subchapter B, new Division 7, should continue to comply with those requirements until compliance with the requirements in Division 7 are achieved, but not later than January 1, 2023. This proposed compliance schedule would ensure that there is no gap in applicability or requirements that could affect the control of VOC emissions.

The commission proposes new §115.183(f) to specify the owner or operator has 60 days to comply with the appropriate control requirement in §115.174 after the owner or operator can no longer claim one of the exceptions in §115.174(e). This would include making a demonstration of technical infeasibility if emissions from a pneumatic controller or pump cannot be captured for control.

SUBCHAPTER D: PETROLEUM REFINING, NATURAL GAS PROCESSING, AND PETROCHEMICAL PROCESSES

DIVISION 3: FUGITIVE EMISSION CONTROL IN PETROLEUM REFINING, NATURAL GAS/GASOLINE PROCESSING, AND PETROCHEMICAL PROCESSES IN OZONE NONATTAINMENT AREAS

§115.357, Exemptions

The commission proposes §115.357(15) to specify that beginning January 1, 2023, a natural gas processing plant, as defined in proposed new §115.171(11), that would meet the compliance requirements in the proposed Subchapter B, new Division 7 in the DFW and HGB areas would no longer be required to comply with the requirements in Subchapter D, Division 3. This exemption is intended to make clear that natural gas processing plants are not subject to Subchapter D, Division 3 on or after this date because these operations would be required to comply with the Subchapter B, Division 7 by then. This change in applicability from Subchapter D, Division 3 to Subchapter B, Division 7 would be necessary as a result of combining the proposed rules that address the oil and gas CTG into one division. The owner or operator should continue to comply with the applicable requirements in the Subchapter D, Division 3 rules until compliance with

the Subchapter B, Division 7 rules is achieved, on or before January 1, 2023. There is not intended to be any gap in applicable requirements for those natural gas processing plants that are currently subject to these rules but that would be subject to the Subchapter B, Division 7 rules beginning January 1, 2023.

Fiscal Note: Costs to State and Local Government

Jené Bearse, Analyst in the Budget and Planning Division, determined that for the first five-year period the proposed rules would be in effect, no fiscal implications are anticipated for the agency or for other units of state or local government as a result of administration or enforcement of the proposed rules.

This rulemaking addresses necessary changes in order to comply with federal law and fulfill the state's obligation to address RACT for the oil and gas CTG.

Public Benefits and Costs

Ms. Bearse determined that for each year of the first five years the proposed rules would be in effect, the public benefit anticipated would be improved air quality due to a reduction of VOC emissions in the DFW and HGB areas. The emission reductions would result from the installation of or improvements to emission control equipment.

The proposed rulemaking would require the owner or operator of the affected equipment types in the oil and natural gas production, processing, or transmission operations to comply with VOC control, monitoring, inspection, testing, and recordkeeping requirements in the DFW and HGB nonattainment areas. These proposed requirements may have a fiscal implication to these business owners or operators. They may need to install or upgrade control devices, perform initial and ongoing inspections and monitoring, conduct initial and periodic control device testing, prepare reports, and maintain records.

The agency estimates that the following equipment would be affected by the proposed rulemaking: 1,153 VOC storage tanks, 421 centrifugal compressors, 8,008 reciprocating compressors, 12,256 pneumatic controllers, 4,505 pneumatic pumps, and 18,731 sites with fugitive emissions.

Knowing that each situation may have a unique set of circumstances, the agency is unable to predict or estimate the exact cost to owners or operators to implement the proposed rulemaking. One variable is the difference between capital costs and annual operating costs within certain available options. However, the agency has provided the following general cost estimate examples based on control options that may be selected.

The proposed rulemaking provides various compliance options for centrifugal compressors. Sample costs range from \$33,311 to \$342,439 in the first year, with decreasing costs in the following five years. The option of converting wet seals to dry seals has the highest first year cost, but the agency projects the potential for savings of \$103,884 per year in the first five years.

The proposed rules provide various compliance options for reciprocating compressors, regardless of the affected source and regulated site's classification. As an example, if an owner or operator selected more frequent rod packing changeout alternative, then the initial cost would be \$6,431. This cost would repeat every three years for an annualized cost of \$2,450 per year.

Regarding pneumatic pump controls, it is unlikely that new control devices would be required because existing control devices should be able to demonstrate compliance with the proposed rulemaking. However, if an installation was required, the esti-

mates range from \$1,662 to \$54,900 per year depending on the circumstance and options selected.

The proposed rules would require existing high-bleed pneumatic controllers to be replaced with low-bleed or no-bleed controllers. The cost in the first year is estimated to be \$3,071 with an estimated savings of \$1,008 per year from the recovery of previously vented natural gas product.

The proposed rules would allow for a variety of VOC emission control compliance options for storage tank controls. The agency estimates that many crude oil or condensate storage tanks located between the wellhead and point of custody transfer would not need additional attention; however, a limited number of them may require additional controls to comply with the proposed rules. These costs range from \$58,073 to \$61,230 in the first year and a net cost ranging from \$38,073 to \$41,320 for the following years, depending on the situation and decisions made by the owner or operator.

The proposed rules would impose new monitoring requirements on crude oil and natural gas production, including gathering and boosting stations. In addition, the rules impose more stringent monitoring provisions at natural gas processing plants and provide the option to substitute optical gas imaging for certain EPA Method 21 fugitive monitoring surveys. The cost estimate for conducting fugitive monitoring of a typical crude oil site is \$1,758 per year. The cost estimate for conducting fugitive monitoring of a natural gas production well site is \$8,105 per year.

Owners and operators of affected equipment may experience additional costs for control device testing, monitoring, feasibility studies, and environmental expertise.

Local Employment Impact Statement

The commission reviewed this proposed rulemaking and determined that a Local Employment Impact Statement is not required because the proposed rulemaking would not adversely affect a local economy in a material way for the first five years that the proposed rule would be in effect.

Rural Community Impact Statement

The commission reviewed this proposed rulemaking and determined that the proposed rulemaking does not adversely affect rural communities in a material way for the first five years that the proposed rules would be in effect.

Small Business and Micro-Business Assessment

No adverse fiscal implications are anticipated for small or micro-businesses due to the implementation or administration of the proposed rulemaking for the first five-year period the proposed rules would be in effect.

Small Business Regulatory Flexibility Analysis

The commission reviewed this proposed rulemaking and determined that a Small Business Regulatory Flexibility Analysis is not required because the proposed rulemaking does not adversely affect a small or micro-business in a material way for the first five years the proposed rules would be in effect.

Government Growth Impact Statement

The commission prepared a Government Growth Impact Statement assessment for this proposed rulemaking. The proposed rulemaking would not create or eliminate a government program and would not require an increase or decrease in future legislative appropriations to the agency. The proposed rulemak-

ing would not require the creation of new employee positions, eliminate current employee positions, nor require an increase or decrease in fees paid to the agency. The proposed rulemaking would create new requirements for centrifugal and reciprocating compressors, pneumatic pumps and controllers, fugitive emission components and storage tanks in the crude oil and natural gas industry. It expands existing regulations relating to control of VOC emissions and increases the number of regulated crude oil and natural gas production wells in the DFW and HGB nonattainment areas. During the first five years, the proposed rulemaking should not impact positively or negatively the state's economy.

Draft Regulatory Impact Analysis Determination

The commission reviewed the rulemaking action in light of the regulatory impact analysis requirements of Texas Government Code, §2001.0225, and determined that the rulemaking would not meet the definition of a "Major environmental rule" as defined in that statute, and in addition, if it did meet the definition, would not be subject to the requirement to prepare a regulatory impact analysis.

A "Major environmental rule" is a rule, the specific intent of which is to protect the environment or reduce risks to human health from environmental exposure, and that may adversely affect in a material way the economy, a sector of the economy, productivity, competition, jobs, the environment, or the public health and safety of the state or a sector of the state. The proposed new rules implement the EPA's RACT recommendations in the oil and gas CTG (81 FR 74798), that the commission has determined to represent RACT for the DFW and HGB areas. For nonattainment areas classified as moderate and above, FCAA, §172(b)(1) and §182(b)(2) requires the state to submit a SIP revision that implements RACT for all major stationary sources of VOC. The FCAA, §182(b)(2)(A) requires states with ozone nonattainment areas classified as moderate and above to address VOC RACT for sources covered by CTGs issued by the EPA between 1990 and the area's attainment date. On October 27, 2016, the EPA issued the oil and gas CTG that recommended VOC RACT requirements for existing oil and natural gas industry sources (81 FR 74798) and directed states to submit SIP revisions addressing VOC RACT for the emission sources addressed in the CTG by October 27, 2018. The proposed rulemaking revisions implement RACT for oil and natural gas source categories in the DFW and HGB 2008 ozone nonattainment areas, as required by the FCAA, §172(c)(1). Generally, the commission expects the proposed requirements to place minimal burden on affected owners and operators and that the proposed compliance date provides an adequate amount of time for these owners and operators to make all necessary installations and adjustments for compliance purposes. As discussed in the fiscal note portion of this preamble, the proposed amendments are not anticipated to add any significant additional costs to affected individuals or businesses beyond what is already required to comply with these federal standards on the economy, a sector of the economy, productivity, competition, jobs, the environment, or the public health and safety of the state or a sector of the state.

Additionally, these amendments do not meet any of the four applicability criteria for requiring a regulatory impact analysis for a "Major environmental rule", which are listed in Texas Government Code, §2001.0225(a). Texas Government Code, §2001.0225, applies only to a major environmental rule, the result of which is to: 1) exceed a standard set by federal law, unless the rule is specifically required by state law; 2) exceed an express requirement of state law, unless the rule is specifically

required by federal law; 3) exceed a requirement of a delegation agreement or contract between the state and an agency or representative of the federal government to implement a state and federal program; or 4) adopt a rule solely under the general powers of the agency instead of under a specific state law. The proposed rulemaking would implement RACT for oil and natural gas source categories in the DFW and HGB areas. Implementation of RACT is a necessary and required component of developing the SIP for nonattainment areas as required by 42 USC, §7410.

The proposed rulemaking implements requirements of 42 USC, §7410, which requires states to adopt a SIP that provides for the implementation, maintenance, and enforcement of the NAAQS in each air quality control region of the state. While 42 USC, §7410 generally does not require specific programs, methods, or reductions in order to meet the standard, the SIP must include enforceable emission limitations and other control measures, means or techniques (including economic incentives such as fees, marketable permits, and auctions of emissions rights), as well as schedules and timetables for compliance as may be necessary or appropriate to meet the applicable requirements of this chapter (42 USC, Chapter 85, Air Pollution Prevention and Control). The provisions of the FCAA recognize that states are in the best position to determine what programs and controls are necessary or appropriate in order to meet the NAAQS. This flexibility allows states, affected industry, and the public, to collaborate on the best methods for attaining the NAAQS for the specific regions in the state. Even though the FCAA allows states to develop their own programs, this flexibility does not relieve a state from developing a program that meets the requirements of 42 USC, §7410. States are not free to ignore the requirements of 42 USC, §7410, and must develop programs to assure that their contributions to nonattainment areas are reduced so that these areas can be brought into attainment on schedule. The proposed rulemaking would revise rules in 30 TAC Chapter 115, to implement the requirements of EPA's Oil and Gas CTG, addressing VOC emissions from oil and natural gas source categories.

The requirement to provide a fiscal analysis of proposed regulations in the Texas Government Code was amended by SB 633 during the 75th Legislature, 1997. The intent of SB 633 was to require agencies to conduct a regulatory impact analysis of extraordinary rules. These are identified in the statutory language as major environmental rules that will have a material adverse impact and will exceed a requirement of state law, federal law, or a delegated federal program, or are adopted solely under the general powers of the agency. With the understanding that this requirement would seldom apply, the commission provided a cost estimate for SB 633 concluding that "based on an assessment of rules adopted by the agency in the past, it is not anticipated that the bill will have significant fiscal implications for the agency due to its limited application." The commission also noted that the number of rules that would require assessment under the provisions of the bill was not large. This conclusion was based, in part, on the criteria set forth in the bill that exempted proposed rules from the full analysis unless the rule was a major environmental rule that exceeds a federal law.

As discussed earlier in this preamble, the FCAA does not always require specific programs, methods, or reductions in order to meet the NAAQS; thus, states must develop programs for each area contributing to nonattainment to help ensure that those areas will meet the attainment deadlines. Because of the ongoing need to address nonattainment issues, and to meet the

requirements of 42 USC, §7410, the commission routinely proposes and adopts SIP rules. The legislature is presumed to understand this federal scheme. If each rule proposed for inclusion in the SIP was considered to be a "Major environmental rule" that exceeds federal law, then every SIP rule would require the full regulatory impact analysis contemplated by SB 633. This conclusion is inconsistent with the conclusions reached by the commission in its cost estimate and by the Legislative Budget Board (LBB) in its fiscal notes. Since the legislature is presumed to understand the fiscal impacts of the bills it passes, and that presumption is based on information provided by state agencies and the LBB, the commission believes that the intent of SB 633 was only to require the full regulatory impact analysis for rules that are extraordinary in nature. While the SIP rules will have a broad impact, the impact is no greater than is necessary or appropriate to meet the requirements of the FCAA. For these reasons, rules adopted for inclusion in the SIP fall under the exception in Texas Government Code, §2001.0225(a), because they are required by federal law.

The commission has consistently applied this construction to its rules since this statute was enacted in 1997. Since that time, the legislature has revised the Texas Government Code, but left this provision substantially unamended. It is presumed that "when an agency interpretation is in effect at the time the legislature amends the laws without making substantial change in the statute, the legislature is deemed to have accepted the agency's interpretation." *Central Power & Light Co. v. Sharp*, 919 S.W.2d 485, 489 (Tex. App. Austin 1995), *writ denied with per curiam opinion respecting another issue*, 960 S.W.2d 617 (Tex. 1997); *Bullock v. Marathon Oil Co.*, 798 S.W.2d 353, 357 (Tex. App. Austin 1990, *no writ*). *Cf. Humble Oil & Refining Co. v. Calvert*, 414 S.W.2d 172 (Tex. 1967); *Dudney v. State Farm Mut. Auto Ins. Co.*, 9 S.W.3d 884, 893 (Tex. App. Austin 2000); *Southwestern Life Ins. Co. v. Montemayor*, 24 S.W.3d 581 (Tex. App. Austin 2000, *pet. denied*); and *Coastal Indust. Water Auth. v. Trinity Portland Cement Div.*, 563 S.W.2d 916 (Tex. 1978).

The commission's interpretation of the regulatory impact analysis requirements is also supported by a change made to the Texas Administrative Procedure Act (APA) by the legislature in 1999. In an attempt to limit the number of rule challenges based upon APA requirements, the legislature clarified that state agencies are required to meet these sections of the APA against the standard of "substantial compliance." The legislature specifically identified Texas Government Code, §2001.0225, as falling under this standard. The commission has substantially complied with the requirements of Texas Government Code, §2001.0225.

The specific purpose of the proposed rulemaking is to revise rules in 30 TAC Chapter 115, to implement the requirements of EPA's Oil and Gas CTG, addressing VOC emissions from oil and natural gas source categories. The proposed rulemaking does not exceed a standard set by federal law or exceed an express requirement of state law. No contract or delegation agreement covers the topic that is the subject of this proposed rulemaking. Therefore, this proposed rulemaking is not subject to the regulatory analysis provisions of Texas Government Code, §2001.0225(b), because it does not meet the definition of a "Major environmental rule"; it also does not meet any of the four applicability criteria for a major environmental rule.

The commission invites public comment regarding the Draft Regulatory Impact Analysis Determination during the public comment period. Written comments on the Draft Regulatory Impact Analysis Determination may be submitted to the contact person

at the address listed under the Submittal of Comments section of this preamble.

Takings Impact Assessment

The commission evaluated the proposed rulemaking and performed an assessment of whether Texas Government Code, Chapter 2007, is applicable. For nonattainment areas classified as moderate and above, FCAA, §172(b)(1) and §182(b)(2) requires the state to submit a SIP revision that implements RACT for all major stationary sources of VOC. The FCAA, §182(b)(2)(A) requires states with ozone nonattainment areas classified as moderate and above to address VOC RACT for sources covered by CTG issued by the EPA between 1990 and the area's attainment date. On October 27, 2016, the EPA issued the oil and gas CTG that recommended VOC RACT requirements for existing oil and natural gas industry sources (81 FR 74798) and directed states to submit SIP revisions addressing VOC RACT for the emission sources addressed in the CTG by October 27, 2018. The specific purpose of the proposed rulemaking is to revise rules in 30 TAC Chapter 115, to implement the requirements of EPA's Oil and Gas CTG, addressing VOC emissions from oil and natural gas source categories. Texas Government Code, §2007.003(b)(4), provides that Texas Government Code, Chapter 2007 does not apply to this proposed rulemaking because it is an action reasonably taken to fulfill an obligation mandated by federal law.

In addition, the commission's assessment indicates that Texas Government Code, Chapter 2007 does not apply to these proposed rules because this is an action that is taken in response to a real and substantial threat to public health and safety; that is designed to significantly advance the health and safety purpose; and that does not impose a greater burden than is necessary to achieve the health and safety purpose. Thus, this action is exempt under Texas Government Code, §2007.003(b)(13). The proposed rules fulfill the FCAA requirement to implement RACT in nonattainment areas. These revisions would result in VOC emission reductions in ozone nonattainment areas which may contribute to the timely attainment of the ozone standard and reduced public exposure to VOCs. Consequently, the proposed rulemaking meets the exemption criteria in Texas Government Code, §2007.003(b)(4) and (13). For these reasons, Texas Government Code, Chapter 2007 does not apply to this proposed rulemaking.

Consistency with the Coastal Management Program

The commission reviewed the rulemaking and found that it is subject to the Texas Coastal Management Program (CMP) in accordance with the Coastal Coordination Act, Texas Natural Resources Code, §§33.201 et seq., and therefore must be consistent with all applicable CMP goals and policies. The commission conducted a consistency determination for the adopted rules in accordance with Coastal Coordination Act Implementation Rules, 31 TAC §505.22 and found the rulemaking is consistent with the applicable CMP goals and policies.

The CMP goal applicable to the proposed rulemaking is the goal to protect, preserve, and enhance the diversity, quality, quantity, functions, and values of coastal natural resource areas (31 TAC §501.12(l)). The CMP policy applicable to the proposed rulemaking is the policy that commission rules comply with federal regulations in 40 CFR, to protect and enhance air quality in the coastal areas (31 TAC §501.32). The proposed rulemaking would not increase emissions of air pollutants and is therefore

consistent with the CMP goal in 31 TAC §501.12(1) and the CMP policy in 31 TAC §501.32.

Promulgation and enforcement of these rules would not violate or exceed any standards identified in the applicable CMP goals and policies because the proposed rules are consistent with these CMP goals and policies and because these rules do not create or have a direct or significant adverse effect on any coastal natural resource areas. Therefore, in accordance with 31 TAC §505.22(e), the commission affirms that this rulemaking action is consistent with CMP goals and policies.

Written comments on the consistency of this rulemaking may be submitted to the contact person at the address listed under the Submittal of Comments section of this preamble.

Effect on Sites Subject to the Federal Operating Permits Program

Chapter 115 is an applicable requirement under 30 TAC Chapter 122, Federal Operating Permits Program. If the proposed rules are adopted, owners or operators of affected sites subject to the federal operating permit program must, consistent with the revision process in Chapter 122, upon the effective date of the rulemaking, revise their operating permit to include the new Chapter 115 requirements.

Announcement of Virtual Hearing

The commission will hold a *virtual* public hearing on this proposal on February 23, 2021, at 10:00 a.m. Central Standard Time. The virtual hearing is structured for the receipt of oral comments by interested persons. Individuals who register may present oral statements when called upon in order of registration. Open discussion will not be permitted during the virtual hearing; however, agency staff members will be available to discuss the proposal 30 minutes prior to and after the virtual hearing via the Teams Live Event O&A chat function.

Persons who do not have internet access or who have special communication or other accommodation needs who are planning to participate in the virtual hearing should contact Sandy Wong, Office of Legal Services at (512) 239-1802 or (800) RELAY-TX (TDD) to register. Accommodation requests should be made as far in advance as possible.

Registration

The hearing will be conducted remotely using an internet meeting service. Individuals who plan to attend the hearing and want to provide oral comments or want their attendance on record must **register by February 19, 2021**. To register for the hearing, please email Rules@tceq.texas.gov and provide the following information: your name, your affiliation, your email address, your phone number, and whether or not you plan to provide oral comments during the hearing. Instructions for participating in the hearing will be sent on February 22, 2021 to those who register for the hearing.

Members of the public who do not wish to provide oral comments but would like to view the hearing may do so at no cost at: https://teams.microsoft.com/l/meetup-join/19%3ameeting_MGUyZDA2MzQtMTAyOS00MD-VmLWJjOTctNjBjOWIwNGJkN2Qy%40thread.v2/0?context=%7b%22Tid%22%3a%22871a83a4-a1ce-4b7a-8156-3bcd93a08fba%22%2c%22Oid%22%3a%220ab3b264-6a49-48c6-afc8-8225e4a7b0ac%22%2c%22IsBroadcastMeeting%22%3atrue%7d.

Submittal of Comments

Written comments may be submitted to Andreea Vasile, MC 205, Office of Legal Services, Texas Commission on Environmental Quality, P.O. Box 13087, Austin, Texas 78711-3087, or faxed to fax4808@tceq.texas.gov. Electronic comments may be submitted at: <https://www6.tceq.texas.gov/rules/ecomments/>. File size restrictions may apply to comments being submitted via the eComments system. All comments should reference Rule Project Number 2020-038-115-AI. The comment period closes on March 2, 2021. Copies of the proposed rulemaking can be obtained from the commission's website at https://www.tceq.texas.gov/rules/propose_adopt.html. For further information, please contact Joseph Thomas, Air Quality Planning Section, at (512) 239-3934.

SUBCHAPTER B. GENERAL VOLATILE ORGANIC COMPOUND SOURCES

DIVISION 1. STORAGE OF VOLATILE ORGANIC COMPOUNDS

30 TAC §§115.111, 115.112, 115.119

Statutory Authority

The amended sections are proposed under Texas Water Code (TWC), §5.102, concerning General Powers, that provides the commission with the general powers to carry out its duties under the TWC; TWC, §5.103, concerning Rules, that authorizes the commission to adopt rules necessary to carry out its powers and duties under the TWC; TWC, §5.105, concerning General Policy, that authorizes the commission by rule to establish and approve all general policy of the commission; and under Texas Health and Safety Code (THSC), §382.017, concerning Rules, that authorizes the commission to adopt rules consistent with the policy and purposes of the Texas Clean Air Act. The amended sections are also proposed under THSC, §382.002, concerning Policy and Purpose, that establishes the commission's purpose to safeguard the state's air resources, consistent with the protection of public health, general welfare, and physical property; THSC, §382.011, concerning General Powers and Duties, that authorizes the commission to control the quality of the state's air; and THSC, §382.012, concerning State Air Control Plan, that authorizes the commission to prepare and develop a general, comprehensive plan for the proper control of the state's air. The amended sections are also proposed under THSC, §382.016, concerning Monitoring Requirements; Examination of Records, that authorizes the commission to prescribe reasonable requirements for the measuring and monitoring of air contaminant emissions; and THSC, §382.021, concerning Sampling Methods and Procedures, that authorizes the commission to prescribe the sampling methods and procedures to determine compliance with its rules. The amended sections are also proposed under Federal Clean Air Act (FCAA), 42 United States Code (USC), §§7401, *et seq.*, which requires states to submit SIP revisions that specify the manner in which the National Ambient Air Quality Standards will be achieved and maintained within each air quality control region of the state.

The amended sections implement THSC, §§382.002, 382.011, 382.012, 382.016, 382.017, and 382.021, and FCAA, 42 USC, §§7401 *et seq.*

§115.111. Exemptions.

(a) The following exemptions apply in the Beaumont-Port Arthur, Dallas-Fort Worth, El Paso, and Houston-Galveston-Brazoria areas, as defined in §115.10 of this title (relating to Definitions),

except as noted in paragraphs (2), (4), (6), (7), and (9) - (11) of this subsection.

(1) Except as provided in §115.118 of this title (relating to Recordkeeping Requirements), a storage tank storing volatile organic compounds (VOC) with a true vapor pressure less than 1.5 pounds per square inch absolute (psia) is exempt from the requirements of this division.

(2) A storage tank with storage capacity less than 210,000 gallons storing crude oil or condensate prior to custody transfer in the Beaumont-Port Arthur or El Paso areas is exempt from the requirements of this division. This exemption no longer applies in the Dallas-Fort Worth area beginning March 1, 2013.

(3) A storage tank with a storage capacity less than 25,000 gallons located at a motor vehicle fuel dispensing facility is exempt from the requirements of this division.

(4) A welded storage tank in the Beaumont-Port Arthur, El Paso, and Houston-Galveston-Brazoria areas with a mechanical shoe primary seal that has a secondary seal from the top of the shoe seal to the tank wall (a shoe-mounted secondary seal) is exempt from the requirement for retrofitting with a rim-mounted secondary seal if the shoe-mounted secondary seal was installed or scheduled for installation before August 22, 1980.

(5) An external floating roof storage tank storing waxy, high pour point crude oils is exempt from any secondary seal requirements of §115.112(a), (d), and (e) of this title (relating to Control Requirements).

(6) A welded storage tank in the Beaumont-Port Arthur, El Paso, and Houston-Galveston-Brazoria areas storing VOC with a true vapor pressure less than 4.0 psia is exempt from any external floating roof secondary seal requirement if any of the following types of primary seals were installed before August 22, 1980:

- (A) a mechanical shoe seal;
- (B) a liquid-mounted foam seal; or
- (C) a liquid-mounted liquid filled type seal.

(7) A welded storage tank in the Beaumont-Port Arthur, El Paso, and Houston-Galveston-Brazoria areas storing crude oil with a true vapor pressure equal to or greater than 4.0 psia and less than 6.0 psia is exempt from any external floating roof secondary seal requirement if any of the following types of primary seals were installed before December 10, 1982:

- (A) a mechanical shoe seal;
- (B) a liquid-mounted foam seal; or
- (C) a liquid-mounted liquid filled type seal.

(8) A storage tank with storage capacity less than or equal to 1,000 gallons is exempt from the requirements of this division.

(9) In the Houston-Galveston-Brazoria area, a storage tank or tank battery storing condensate, as defined in §101.1 of this title (relating to Definitions), prior to custody transfer with a condensate throughput exceeding 1,500 barrels (63,000 gallons) per year on a rolling 12-month basis is exempt from the requirement in §115.112(d)(4) or (e)(4)(A) of this title, to control flashed gases if the owner or operator demonstrates, using the test methods specified in §115.117 of this title (relating to Approved Test Methods), that uncontrolled VOC emissions from the individual storage tank, or from the aggregate of storage tanks in a tank battery, are less than 25 tons per year on a rolling 12-month basis.

(10) In the Dallas-Fort Worth area, except Wise County, a storage tank or tank battery storing condensate prior to custody transfer with a condensate throughput exceeding 3,000 barrels (126,000 gallons) per year on a rolling 12-month basis is exempt from the requirement in §115.112(e)(4)(B)(i) of this title, to control flashed gases if the owner or operator demonstrates, using the test methods specified in §115.117 of this title, that uncontrolled VOC emissions from the individual storage tank, or from the aggregate of storage tanks in a tank battery, are less than 50 tons per year on a rolling 12-month basis. This exemption no longer applies 15 months after the date the commission publishes notice in the *Texas Register* as specified in §115.119(b)(1)(C) of this title (relating to Compliance Schedules) that the Dallas-Fort Worth area has been reclassified as a severe nonattainment area for the 1997 Eight-Hour Ozone National Ambient Air Quality Standard.

(11) In the Dallas-Fort Worth area, except in Wise County, on or after the date specified in §115.119(b)(1)(C) of this title, a storage tank or tank battery storing condensate prior to custody transfer with a condensate throughput exceeding 1,500 barrels (63,000 gallons) per year on a rolling 12-month basis is exempt from the requirement in §115.112(e)(4)(B)(ii) of this title, to control flashed gases if the owner or operator demonstrates, using the test methods specified in §115.117 of this title, that uncontrolled VOC emissions from the individual storage tank, or from the aggregate of storage tanks in a tank battery, are less than 25 tons per year on a rolling 12-month basis.

(12) In Wise County, prior to July 20, 2021, a storage tank or tank battery storing condensate prior to custody transfer with a condensate throughput exceeding 6,000 barrels (252,000 gallons) per year on a rolling 12-month basis is exempt from the requirement in §115.112(e)(4)(C) of this title, to control flashed gases if the owner or operator demonstrates, using the test methods specified in §115.117 of this title, that uncontrolled VOC emissions from the individual storage tank, or from the aggregate of storage tanks in a tank battery, are less than 100 tons per year on a rolling 12-month basis.

(13) In Wise County, on or after July 20, 2021, a storage tank or tank battery storing condensate prior to custody transfer with a condensate throughput exceeding 3,000 barrels (126,000 gallons) per year on a rolling 12-month basis is exempt from the requirement in §115.112(e)(4)(C) of this title, to control flashed gases if the owner or operator demonstrates, using the test methods specified in §115.117 of this title, that uncontrolled VOC emissions from the individual storage tank, or from the aggregate of storage tanks in a tank battery, are less than 50 tons per year on a rolling 12-month basis.

(14) In the Dallas-Fort Worth and Houston-Galveston-Brazoria areas, beginning when compliance is achieved with Division 7 of this subchapter (relating to Oil and Natural Gas Service in Ozone Nonattainment Areas) but no later than January 1, 2023, a storage tank storing crude oil or condensate that is subject to the compliance requirements of Division 7 of this subchapter is exempt from all requirements in this division.

(b) The following exemptions apply in Gregg, Nueces, and Victoria Counties.

(1) Except as provided in §115.118 of this title, a storage tank storing VOC with a true vapor pressure less than 1.5 psia is exempt from the requirements of this division.

(2) A storage tank with storage capacity less than 210,000 gallons storing crude oil or condensate prior to custody transfer is exempt from the requirements of this division.

(3) A storage tank with storage capacity less than 25,000 gallons located at a motor vehicle fuel dispensing facility is exempt from the requirements of this division.

(4) A welded storage tank with a mechanical shoe primary seal that has a secondary seal from the top of the shoe seal to the tank wall (a shoe-mounted secondary seal) is exempt from the requirement for retrofitting with a rim-mounted secondary seal if the shoe-mounted secondary seal was installed or scheduled for installation before August 22, 1980.

(5) An external floating roof storage tank storing waxy, high pour point crude oils is exempt from any secondary seal requirements of §115.112(b) of this title.

(6) A welded storage tank storing VOC with a true vapor pressure less than 4.0 psia is exempt from any external secondary seal requirement if any of the following types of primary seals were installed before August 22, 1980:

- (A) a mechanical shoe seal;
- (B) a liquid-mounted foam seal; or
- (C) a liquid-mounted liquid filled type seal.

(7) A welded storage tank storing crude oil with a true vapor pressure equal to or greater than 4.0 psia and less than 6.0 psia is exempt from any external secondary seal requirement if any of the following types of primary seals were installed before December 10, 1982:

- (A) a mechanical shoe seal;
- (B) a liquid-mounted foam seal; or
- (C) a liquid-mounted liquid filled type seal.

(8) A storage tank with storage capacity less than or equal to 1,000 gallons is exempt from the requirements of this division.

(c) The following exemptions apply in Aransas, Bexar, Calhoun, Matagorda, San Patricio, and Travis Counties.

(1) A storage tank storing VOC with a true vapor pressure less than 1.5 psia is exempt from the requirements of this division.

(2) Slotted guidepoles installed in a floating roof storage tank are exempt from the provisions of §115.112(c) of this title.

(3) A storage tank with storage capacity between 1,000 gallons and 25,000 gallons is exempt from the requirements of §115.112(c)(1) of this title if construction began before May 12, 1973.

(4) A storage tank with storage capacity less than or equal to 420,000 gallons is exempt from the requirements of §115.112(c)(3) of this title.

(5) A storage tank with storage capacity less than or equal to 1,000 gallons is exempt from the requirements of this division.

§115.112. Control Requirements.

(a) The following requirements apply in the Beaumont-Port Arthur, Dallas-Fort Worth, and El Paso areas, as defined in §115.10 of this title (relating to Definitions). The control requirements in this subsection no longer apply in the Dallas-Fort Worth area beginning March 1, 2013.

(1) No person shall place, store, or hold in any storage tank any volatile organic compounds (VOC) unless the storage tank is capable of maintaining working pressure sufficient at all times to prevent any vapor or gas loss to the atmosphere or is in compliance with the control requirements specified in Table I(a) of this paragraph for VOC other than crude oil and condensate or Table II(a) of this paragraph for crude oil and condensate.

Figure: 30 TAC §115.112(a)(1) (No change.)

(2) For an external floating roof or internal floating roof storage tank subject to the provisions of paragraph (1) of this subsection, the following requirements apply.

(A) All openings in an internal floating roof or external floating roof except for automatic bleeder vents (vacuum breaker vents) and rim space vents must provide a projection below the liquid surface or be equipped with a cover, seal, or lid. Any cover, seal, or lid must be in a closed (i.e., no visible gap) position at all times except when the device is in actual use.

(B) Automatic bleeder vents (vacuum breaker vents) must be closed at all times except when the roof is being floated off or landed on the roof leg supports.

(C) Rim vents, if provided, must be set to open only when the roof is being floated off the roof leg supports or at the manufacturer's recommended setting.

(D) Any roof drain that empties into the stored liquid must be equipped with a slotted membrane fabric cover that covers at least 90% of the area of the opening.

(E) There must be no visible holes, tears, or other openings in any seal or seal fabric.

(F) For an external floating roof storage tank, secondary seals must be the rim-mounted type (the seal must be continuous from the floating roof to the tank wall). The accumulated area of gaps that exceed 1/8 inch in width between the secondary seal and storage tank wall may not be greater than 1.0 square inch per foot of tank diameter.

(3) Vapor control systems, as defined in §115.10 of this title, used as a control device on any storage tank must maintain a minimum control efficiency of 90%. If a flare is used, it must be designed and operated in accordance with 40 Code of Federal Regulations §60.18(b) - (f) (as amended through December 22, 2008 (73 FR 78209)) and be lit at all times when VOC vapors are routed to the flare.

(b) The following requirements apply in Gregg, Nueces, and Victoria Counties.

(1) No person shall place, store, or hold in any storage tank any VOC, unless the storage tank is capable of maintaining working pressure sufficient at all times to prevent any vapor or gas loss to the atmosphere or is in compliance with the control requirements specified in Table I(a) in subsection (a)(1) of this section for VOC other than crude oil and condensate or Table II(a) in subsection (a)(1) of this section for crude oil and condensate. If a flare is used as a vapor recovery system, as defined in §115.10 of this title, it must be designed and operated in accordance with 40 Code of Federal Regulations §60.18(b) - (f) (as amended through December 22, 2008 (73 FR 78209)) and be lit at all times when VOC vapors are routed to the flare.

(2) For an external floating roof or internal floating roof storage tank subject to the provisions of paragraph (1) of this subsection, the following requirements apply.

(A) All openings in an internal floating roof or external floating roof, except for automatic bleeder vents (vacuum breaker vents) and rim space vents, must provide a projection below the liquid surface or be equipped with a cover, seal, or lid. Any cover, seal, or lid must be in a closed (i.e., no visible gap) position at all times, except when the device is in actual use.

(B) Automatic bleeder vents (vacuum breaker vents) must be closed at all times except when the roof is being floated off or landed on the roof leg supports.

(C) Rim vents, if provided, must be set to open only when the roof is being floated off the roof leg supports or at the manufacturer's recommended setting.

(D) Any roof drain that empties into the stored liquid must be equipped with a slotted membrane fabric cover that covers at least 90% of the area of the opening.

(E) There must be no visible holes, tears, or other openings in any seal or seal fabric.

(F) For an external floating roof storage tank, secondary seals must be the rim-mounted type (the seal shall be continuous from the floating roof to the tank wall). The accumulated area of gaps that exceed 1/8 inch in width between the secondary seal and tank wall may not be greater than 1.0 square inch per foot of tank diameter.

(c) The following requirements apply in Aransas, Bexar, Calhoun, Matagorda, San Patricio, and Travis Counties.

(1) No person may place, store, or hold in any storage tank any VOC, other than crude oil or condensate, unless the storage tank is capable of maintaining working pressure sufficient at all times to prevent any vapor or gas loss to the atmosphere or is in compliance with the control requirements specified in Table I(b) of this paragraph for VOC other than crude oil and condensate.
Figure: 30 TAC §115.112(c)(1) (No change.)

(2) For an external floating roof or internal floating roof storage tank subject to the provisions of paragraph (1) of this subsection, the following requirements apply.

(A) There must be no visible holes, tears, or other openings in any seal or seal fabric.

(B) All tank gauging and sampling devices must be vapor-tight except when gauging and sampling is taking place.

(3) No person in Matagorda or San Patricio Counties shall place, store, or hold crude oil or condensate in any storage tank unless the storage tank is a pressure tank capable of maintaining working pressures sufficient at all times to prevent vapor or gas loss to the atmosphere or is equipped with one of the following control devices, properly maintained and operated:

(A) an internal floating roof or external floating roof, as defined in §115.10 of this title. These control devices will not be allowed if the VOC has a true vapor pressure of 11.0 pounds per square inch absolute (psia) or greater. All tank-gauging and tank-sampling devices must be vapor-tight, except when gauging or sampling is taking place; or

(B) a vapor control system as defined in §115.10 of this title.

(d) The following requirements apply in the Houston-Galveston-Brazoria area, as defined in §115.10 of this title. The requirements in this subsection no longer apply beginning March 1, 2013.

(1) No person shall place, store, or hold in any storage tank any VOC unless the storage tank is capable of maintaining working pressure sufficient at all times to prevent any vapor or gas loss to the atmosphere or is in compliance with the control requirements specified in either Table I(a) of subsection (a)(1) of this section for VOC other than crude oil and condensate or Table II(a) of subsection (a)(1) of this section for crude oil and condensate.

(2) For an external floating roof or internal floating roof storage tank subject to the provisions of paragraph (1) of this subsection, the following requirements apply.

(A) All openings in an internal floating roof or external floating roof as defined in §115.10 of this title except for automatic bleeder vents (vacuum breaker vents), and rim space vents must provide a projection below the liquid surface. All openings in an internal floating roof or external floating roof except for automatic bleeder vents (vacuum breaker vents), rim space vents, leg sleeves, and roof drains must be equipped with a deck cover. The deck cover must be equipped with a gasket in good operating condition between the cover and the deck. The deck cover must be closed (i.e., no gap of more than 1/8 inch) at all times, except when the cover must be open for access.

(B) Automatic bleeder vents (vacuum breaker vents) and rim space vents must be equipped with a gasketed lid, pallet, flapper, or other closure device and must be closed (i.e., no gap of more than 1/8 inch) at all times except when required to be open to relieve excess pressure or vacuum in accordance with the manufacturer's design.

(C) Each opening into the internal floating roof for a fixed roof support column may be equipped with a flexible fabric sleeve seal instead of a deck cover.

(D) Any external floating roof drain that empties into the stored liquid must be equipped with a slotted membrane fabric cover that covers at least 90% of the area of the opening or an equivalent control that must be kept in a closed (i.e., no gap of more than 1/8 inch) position at all times except when the drain is in actual use. Stub drains on an internal floating roof storage tank are not subject to this requirement.

(E) There must be no visible holes, tears, or other openings in any seal or seal fabric.

(F) For an external floating roof storage tank, secondary seals must be the rim-mounted type (the seal must be continuous from the floating roof to the tank wall with the exception of gaps that do not exceed the following specification). The accumulated area of gaps that exceed 1/8 inch in width between the secondary seal and storage tank wall may not be greater than 1.0 square inch per foot of storage tank diameter.

(G) Each opening for a slotted guidepole in an external floating roof storage tank must be equipped with one of the following control device configurations:

- (i) a pole wiper and pole float that has a seal or wiper at or above the height of the pole wiper;
- (ii) a pole wiper and a pole sleeve;
- (iii) an internal sleeve emission control system;
- (iv) a retrofit to a solid guidepole system;
- (v) a flexible enclosure system; or
- (vi) a cover on an external floating roof tank.

(H) The external floating roof or internal floating roof must be floating on the liquid surface at all times except as specified in this subparagraph. The external floating roof or internal floating roof may be supported by the leg supports or other support devices, such as hangers from the fixed roof, during the initial fill or refill after the storage tank has been cleaned or as allowed under the following circumstances:

- (i) when necessary for maintenance or inspection;
- (ii) when necessary for supporting a change in service to an incompatible liquid;

(iii) when the storage tank has a storage capacity less than 25,000 gallons or the vapor pressure of the material stored is less than 1.5 psia;

(iv) when the vapors are routed to a control device from the time the floating roof is landed until the floating roof is within ten percent by volume of being refloated;

(v) when all VOC emissions from the tank, including emissions from roof landings, have been included in a floating roof storage tank emissions limit or cap approved under Chapter 116 of this title (relating to Control of Air Pollution by Permits for New Construction or Modification); or

(vi) when all VOC emissions from floating roof landings at the regulated entity, as defined in §101.1 of this title (relating to Definitions), are less than 25 tons per year.

(3) Vapor control systems, as defined in §115.10 of this title, used as a control device on any storage tank must maintain a minimum control efficiency of 90%.

(4) For a storage tank storing condensate, as defined in §101.1 of this title, prior to custody transfer, flashed gases must be routed to a vapor control system if the liquid throughput through an individual tank or the aggregate of tanks in a tank battery exceeds 1,500 barrels (63,000 gallons) per year.

(5) For a storage tank storing crude oil or condensate prior to custody transfer or at a pipeline breakout station, flashed gases must be routed to a vapor control system if the uncontrolled VOC emissions from an individual storage tank, or from the aggregate of storage tanks in a tank battery, equal or exceed 25 tons per year on a rolling 12-month basis. Uncontrolled emissions must be estimated by one of the following methods; however, if emissions determined using direct measurements or other methods approved by the executive director under subparagraph (A) or (D) of this paragraph are higher than emissions estimated using the default factors or charts in subparagraph (B) or (C) of this paragraph, the higher values must be used.

(A) The owner or operator may make direct measurements using the measuring instruments and methods specified in §115.117 of this title (relating to Approved Test Methods).

(B) The owner or operator may use a factor of 33.3 pounds of VOC per barrel (42 gallons) of condensate produced or 1.6 pounds of VOC per barrel (42 gallons) of oil produced.

(C) For crude oil storage only, the owner or operator may use the chart in Exhibit 2 of the United States Environmental Protection Agency publication *Lessons Learned from Natural Gas Star Partners: Installing Vapor Recovery Units on Crude Oil Storage Tanks*, October 2003, and assuming that the hydrocarbon vapors have a molecular weight of 34 pounds per pound mole and are 48% by weight VOC.

(D) Other test methods or computer simulations may be allowed if approved by the executive director.

(e) The control requirements in this subsection apply in the Houston-Galveston-Brazoria and Dallas-Fort Worth areas [beginning March 1, 2013], except as specified in §115.119 of this title (relating to Compliance Schedules) and in paragraph (3) of this subsection. Beginning January 1, 2023, the requirements in this subsection no longer apply to storage tanks storing crude oil or condensate that are subject to Division 7 of this subchapter (relating to Oil and Natural Gas Service in Ozone Nonattainment Areas).

(1) No person shall place, store, or hold VOC in any storage tank unless the storage tank is capable of maintaining working pressure sufficient at all times to prevent any vapor or gas loss to the atmosphere

or is in compliance with the control requirements specified in Table 1 of this paragraph for VOC other than crude oil and condensate or Table 2 of this paragraph for crude oil and condensate.
Figure: 30 TAC §115.112(e)(1) (No change.)

(2) For an external floating roof or internal floating roof storage tank subject to the provisions of paragraph (1) of this subsection, the following requirements apply.

(A) All openings in an internal floating roof or external floating roof must provide a projection below the liquid surface. Automatic bleeder vents (vacuum breaker vents) and rim space vents are not subject to this requirement.

(B) All openings in an internal floating roof or external floating roof must be equipped with a deck cover. The deck cover must be equipped with a gasket in good operating condition between the cover and the deck. The deck cover must be closed (i.e., no gap of more than 1/8 inch) at all times, except when the cover must be open for access. Automatic bleeder vents (vacuum breaker vents), rim space vents, leg sleeves, and roof drains are not subject to this requirement.

(C) Automatic bleeder vents (vacuum breaker vents) and rim space vents must be equipped with a gasketed lid, pallet, flapper, or other closure device and must be closed (i.e., no gap of more than 1/8 inch) at all times except when required to be open to relieve excess pressure or vacuum in accordance with the manufacturer's design.

(D) Each opening into the internal floating roof for a fixed roof support column may be equipped with a flexible fabric sleeve seal instead of a deck cover.

(E) Any external floating roof drain that empties into the stored liquid must be equipped with a slotted membrane fabric cover that covers at least 90% of the area of the opening or an equivalent control that must be kept in a closed (i.e., no gap of more than 1/8 inch) position at all times except when the drain is in actual use. Stub drains on an internal floating roof storage tank are not subject to this requirement.

(F) There must be no visible holes, tears, or other openings in any seal or seal fabric.

(G) For an external floating roof storage tank, secondary seals must be the rim-mounted type. The seal must be continuous from the floating roof to the tank wall with the exception of gaps that do not exceed the following specification. The accumulated area of gaps that exceed 1/8 inch in width between the secondary seal and storage tank wall may not be greater than 1.0 square inch per foot of storage tank diameter.

(H) Each opening for a slotted guidepole in an external floating roof storage tank must be equipped with one of the following control device configurations:

- (i) a pole wiper and pole float that has a seal or wiper at or above the height of the pole wiper;
- (ii) a pole wiper and a pole sleeve;
- (iii) an internal sleeve emission control system;
- (iv) a retrofit to a solid guidepole system;
- (v) a flexible enclosure system; or
- (vi) a cover on an external floating roof tank.

(I) The external floating roof or internal floating roof must be floating on the liquid surface at all times except as allowed under the following circumstances:

(i) during the initial fill or refill after the storage tank has been cleaned;

(ii) when necessary for preventive maintenance, roof repair, primary seal inspection, or removal and installation of a secondary seal, if product is not transferred into or out of the storage tank, emissions are minimized, and the repair is completed within seven calendar days;

(iii) when necessary for supporting a change in service to an incompatible liquid;

(iv) when the storage tank has a storage capacity less than 25,000 gallons;

(v) when the vapors are routed to a control device from the time the storage tank has been emptied to the extent practical or the drain pump loses suction until the floating roof is within 10% by volume of being reflooded;

(vi) when all VOC emissions from the storage tank, including emissions from floating roof landings, have been included in an emissions limit or cap approved under Chapter 116 of this title prior to March 1, 2013; or

(vii) when all VOC emissions from floating roof landings at the regulated entity are less than 25 tons per year.

(3) A control device used to comply with this subsection must meet one of the following conditions at all times when VOC vapors are routed to the device.

(A) A control device, other than a vapor recovery unit or a flare, must maintain the following minimum control efficiency:

(i) 90% in the Houston-Galveston-Brazoria area until the date specified in clause (ii) of this subparagraph;

(ii) 95% in the Houston-Galveston-Brazoria area beginning July 20, 2018; and

(iii) 95% in the Dallas-Fort Worth area.

(B) A vapor recovery unit must be designed to process all vapor generated by the maximum liquid throughput of the storage tank or the aggregate of storage tanks in a tank battery and must transfer recovered vapors to a pipe or container that is vapor-tight, as defined in §115.10 of this title.

(C) A flare must be designed and operated in accordance with 40 Code of Federal Regulations §60.18(b) - (f) (as amended through December 22, 2008 (73 FR 78209)) and be lit at all times when VOC vapors are routed to the flare.

(4) For a fixed roof storage tank storing condensate prior to custody transfer, flashed gases must be routed to a vapor control system if the condensate throughput of an individual tank or the aggregate of tanks in a tank battery exceeds:

(A) in the Houston-Galveston-Brazoria area, 1,500 barrels (63,000 gallons) per year on a rolling 12-month basis;

(B) in the Dallas-Fort Worth area except Wise County:

(i) 3,000 barrels (126,000 gallons) per year on a rolling 12-month basis; or

(ii) 15 months after the date the commission publishes notice in the *Texas Register* as specified in §115.119(b)(1)(C) of this title that the Dallas-Fort Worth area has been reclassified as a severe nonattainment area for the 1997 Eight-Hour Ozone National Ambient Air Quality Standard, 1,500 barrels (63,000 gallons) per year on a rolling 12-month basis; and

(C) in Wise County:

(i) 6,000 barrels (252,000 gallons) per year on a rolling 12-month basis, until the date specified in clause (ii) of this subparagraph; and

(ii) 3,000 barrels (126,000 gallons) per year on a rolling 12-month basis beginning July 20, 2021, as specified in §115.119(f) of this title.

(5) For a fixed roof storage tank storing crude oil or condensate prior to custody transfer or at a pipeline breakout station, flashed gases must be routed to a vapor control system if the uncontrolled VOC emissions from an individual storage tank, or from the aggregate of storage tanks in a tank battery, or from the aggregate of storage tanks at a pipeline breakout station, equal or exceed:

(A) in the Houston-Galveston-Brazoria area, 25 tons per year on a rolling 12-month basis;

(B) in the Dallas-Fort Worth area, except Wise County:

(i) 50 tons per year on a rolling 12-month basis; or

(ii) 15 months after the date the commission publishes notice in the *Texas Register* as specified in §115.119(b)(1)(C) of this title that the Dallas-Fort Worth area has been reclassified as a severe nonattainment area for the 1997 Eight-Hour Ozone National Ambient Air Quality Standard, 25 tons per year on a rolling 12-month basis; and

(C) in Wise County:

(i) 100 tons per year on a rolling 12-month basis, until the date specified in clause (ii) of this subparagraph; and

(ii) 50 tons per year on a rolling 12-month basis beginning July 20, 2021, as specified in §115.119(f) of this title.

(6) Uncontrolled emissions from a fixed roof storage tank or fixed roof storage tank battery storing crude oil or condensate prior to custody transfer or at a pipeline breakout station must be estimated by one of the following methods. However, if emissions determined using direct measurements or other methods approved by the executive director under subparagraph (A) or (B) of this paragraph are higher than emissions estimated using the default factors or charts in subparagraph (C) or (D) of this paragraph, the higher values must be used.

(A) The owner or operator may make direct measurements using the measuring instruments and methods specified in §115.117 of this title.

(B) The owner or operator may use other test methods or computer simulations approved by the executive director.

(C) The owner or operator may use a factor of 33.3 pounds of VOC per barrel (42 gallons) of condensate produced or 1.6 pounds of VOC per barrel (42 gallons) of oil produced.

(D) For crude oil storage only, the owner or operator may use the chart in Exhibit 2 of the United States Environmental Protection Agency publication *Lessons Learned from Natural Gas Star Partners: Installing Vapor Recovery Units on Crude Oil Storage Tanks*, October 2003, and assuming that the hydrocarbon vapors have a molecular weight of 34 pounds per pound mole and are 48% by weight VOC.

(7) Fixed roof storage tanks in the Dallas-Fort Worth area and Houston-Galveston-Brazoria area storing crude oil or condensate prior to custody transfer or at a pipeline breakout station for which the owner or operator is required by this subsection to control flashed gases must be maintained in accordance with manufacturer instructions. All openings in the fixed roof storage tank through which vapors are not routed to a vapor recovery unit or other vapor control device must

be equipped with a closure device maintained according to the manufacturer's instructions [–] and operated according to this paragraph. If manufacturer instructions are unavailable, industry standards consistent with good engineering practice can be substituted.

(A) Each closure device must be closed at all times except when normally actuated or required to be open for temporary access or to relieve excess pressure or vacuum in accordance with the manufacturer's design and consistent with good air pollution control practices. Such opening, actuation, or use must be limited to minimize vapor loss.

(B) Each closure device must be properly sealed to minimize vapor loss when closed.

(C) Each closure device must either be latched closed or, if designed to relieve pressure, set to automatically open at a pressure that will ensure all vapors are routed to the vapor recovery unit or other vapor control device under normal operating conditions other than gauging the tank or taking a sample through an open thief hatch.

(D) No closure device may be allowed to have a VOC leak for more than 15 calendar days after the leak is found unless delay of repair is allowed. For the purposes of this subparagraph, a leak is the exuding of process gasses from a closed device based on sight, smell, or sound. If parts are unavailable, repair may be delayed. Parts must be ordered promptly and the repair must be completed within five days of receipt of required parts. Repair may be delayed until the next shutdown if the repair of the component would require a shutdown that would create more emissions than the repair would eliminate. Repair must be completed by the end of the next shutdown.

§115.119. Compliance Schedules.

(a) In Brazoria, Chambers, Fort Bend, Galveston, Harris, Liberty, Montgomery, and Waller Counties, the compliance date has passed and the owner or operator of each storage tank in which any volatile organic compounds (VOC) are placed, stored, or held shall continue to comply with this division except as follows.

(1) The affected owner or operator shall comply with the requirements of §§115.112(d); 115.115(a)(1), (2), (3)(A), and (4); 115.117; and 115.118(a) of this title (relating to Control Requirements; Monitoring Requirements; Approved Test Methods; and Recordkeeping Requirements, respectively) no later than January 1, 2009. Section 115.112(d) of this title no longer applies in the Houston-Galveston-Brazoria area beginning March 1, 2013. Prior to March 1, 2013, the owner or operator of a storage tank subject to §115.112(d) of this title shall continue to comply with §115.112(d) of this title until compliance has been demonstrated with the requirements of §115.112(e)(1) - (6) of this title. Section 115.112(e)(3)(A)(i) of this title no longer applies beginning July 20, 2018.

(A) If compliance with these requirements would require emptying and degassing of the storage tank, compliance is not required until the next time the storage tank is emptied and degassed but no later than January 1, 2017.

(B) The owner or operator of each storage tank with a storage capacity less than 210,000 gallons storing crude oil and condensate prior to custody transfer shall comply with the requirements of this division no later than January 1, 2009, regardless if compliance with these requirements would require emptying and degassing of the storage tank.

(2) The affected owner or operator shall comply with §§115.112(e)(1) - (6), 115.115(a)(3)(B), (5), and (6), and 115.116 of this title (relating to Testing Requirements) as soon as practicable, but no later than March 1, 2013. Section 115.112(e)(3)(A)(i) of this title no longer applies beginning July 20, 2018. Prior to July 20, 2018, the

owner or operator of a storage tank subject to §115.112(e)(3)(A)(i) of this title shall continue to comply with §115.112(e)(3)(A)(i) of this title until compliance has been demonstrated with the requirements of §115.112(e)(3)(A)(ii) of this title. After July 20, 2018, the owner or operator of a storage tank is subject to §115.112(e)(3)(A)(ii) of this title.

(A) If compliance with these requirements would require emptying and degassing of the storage tank, compliance is not required until the next time the storage tank is emptied and degassed but no later than January 1, 2017.

(B) The owner or operator of each storage tank with a storage capacity less than 210,000 gallons storing crude oil and condensate prior to custody transfer shall comply with these requirements no later than March 1, 2013, regardless if compliance with these requirements would require emptying and degassing of the storage tank.

(3) The affected owner or operator shall comply with §§115.112(e)(3)(A)(ii), 115.112(e)(7), 115.118(a)(6)(D) and (E), and 115.114(a)(5) of this title (relating to Inspection and Repair Requirements) as soon as practicable, but no later than July 20, 2018.

(b) In Collin, Dallas, Denton, Ellis, Johnson, Kaufman, Parker, Rockwall, and Tarrant Counties, the owner or operator of each storage tank in which any VOC is placed, stored, or held was required to be in compliance with this division on or before March 1, 2009, and shall continue to comply with this division, except as follows.

(1) The affected owner or operator shall comply with §§115.112(e), 115.115(a)(3)(B), (5), and (6), 115.116, and 115.118(a)(6) of this title as soon as practicable, but no later than March 1, 2013.

(A) If compliance with §115.112(e) of this title would require emptying and degassing of the storage tank, compliance is not required until the next time the storage tank is emptied and degassed but no later than December 1, 2021.

(B) The owner or operator of a storage tank with a storage capacity less than 210,000 gallons storing crude oil and condensate prior to custody transfer shall comply with these requirements no later than March 1, 2013, regardless if compliance with these requirements would require emptying and degassing of the storage tank.

(C) As soon as practicable but no later than 15 months after the commission publishes notice in the *Texas Register* that the Dallas-Fort Worth area, except Wise County, has been reclassified as a severe nonattainment area for the 1997 Eight-Hour Ozone National Ambient Air Quality Standard the owner or operator of a storage tank storing crude oil or condensate prior to custody transfer or at a pipeline breakout station is required to be in compliance with the control requirements in §115.112(e)(4)(B)(ii) and (5)(B)(ii) of this title except as specified in §115.111(a)(11) of this title (relating to Exemptions).

~~[(2) The owner or operator is no longer required to comply with §115.112(a) of this title beginning March 1, 2013.]~~

~~[(2) [(3)] The affected owner or operator in Collin, Dallas, Denton, Ellis, Johnson, Kaufman, Parker, Rockwall, and Tarrant Counties shall comply with §§115.112(e)(7), 115.114(a)(5), and 115.118(a)(6)(D) and (E) of this title as soon as practicable, but no later than January 1, 2017.~~

(c) In Hardin, Jefferson, and Orange Counties, the owner or operator of each storage tank in which any VOC is placed, stored, or held was required to be in compliance with this division by March 7, 1997, and shall continue to comply with this division, except that compliance with §115.115(a)(3)(B), (5), and (6), and §115.116 of this title is required as soon as practicable, but no later than March 1, 2013.

(d) In El Paso County, the owner or operator of each storage tank in which any VOC is placed, stored, or held was required to be in compliance with this division by January 1, 1996, and shall continue to comply with this division, except that compliance with §115.115(a)(3)(B), (5), and (6), and §115.116 of this title is required as soon as practicable, but no later than March 1, 2013.

(e) In Aransas, Bexar, Calhoun, Gregg, Matagorda, Nueces, San Patricio, Travis, and Victoria Counties, the owner or operator of each storage tank in which any VOC is placed, stored, or held was required to be in compliance with this division by July 31, 1993, and shall continue to comply with this division, except that compliance with §115.116(b) of this title is required as soon as practicable, but no later than March 1, 2013.

(f) In Wise County, the owner or operator of each storage tank in which any VOC is placed, stored, or held was required to be in compliance with this division by January 1, 2017, and shall continue to comply with this division, except that compliance with §115.111(a)(13) and §115.112(e)(4)(C)(ii) and (5)(C)(ii) of this title is required as soon as practicable, but no later than July 20, 2021.

(g) The owner or operator of each storage tank in which any VOC is placed, stored, or held that becomes subject to this division on or after the date specified in subsections (a) - (f) of this section, shall comply with the requirements in this division no later than 60 days after becoming subject.

(h) In Brazoria, Chambers, Collin, Dallas, Denton, Ellis, Fort Bend, Galveston, Harris, Johnson, Kaufman, Liberty, Montgomery, Parker, Rockwall, Tarrant, Waller, and Wise Counties, the owner or operator of a storage tank storing crude oil or condensate shall continue to comply with the requirements in this division until compliance with the requirements in Division 7 of this subchapter (relating to Oil and Natural Gas Service in Ozone Nonattainment Areas) is achieved or until December 31, 2022, whichever is sooner.

The agency certifies that legal counsel has reviewed the proposal and found it to be within the state agency's legal authority to adopt.

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Robert Martinez

Director, Environmental Law Division

Texas Commission on Environmental Quality

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For further information, please call: (512) 239-1806



DIVISION 2. VENT GAS CONTROL

30 TAC §115.121

Statutory Authority

The amended section is proposed under Texas Water Code (TWC), §5.102, concerning General Powers, that provides the commission with the general powers to carry out its duties under the TWC; TWC, §5.103, concerning Rules, that authorizes the commission to adopt rules necessary to carry out its powers and duties under the TWC; TWC, §5.105, concerning General Policy, that authorizes the commission by rule to establish and approve all general policy of the commission; and under Texas Health and Safety Code (THSC), §382.017, concerning

Rules, that authorizes the commission to adopt rules consistent with the policy and purposes of the Texas Clean Air Act. The amended section is also proposed under THSC, §382.002, concerning Policy and Purpose, that establishes the commission's purpose to safeguard the state's air resources, consistent with the protection of public health, general welfare, and physical property; THSC, §382.011, concerning General Powers and Duties, that authorizes the commission to control the quality of the state's air; and THSC, §382.012, concerning State Air Control Plan, that authorizes the commission to prepare and develop a general, comprehensive plan for the proper control of the state's air. The amended section is also proposed under THSC, §382.016, concerning Monitoring Requirements; Examination of Records, that authorizes the commission to prescribe reasonable requirements for the measuring and monitoring of air contaminant emissions; and THSC, §382.021, concerning Sampling Methods and Procedures, that authorizes the commission to prescribe the sampling methods and procedures to determine compliance with its rules. The amended section is also proposed under Federal Clean Air Act (FCAA), 42 United States Code (USC), §§7401, *et seq.*, which requires states to submit SIP revisions that specify the manner in which the National Ambient Air Quality Standards will be achieved and maintained within each air quality control region of the state.

The amended section implements THSC, §§382.002, 382.011, 382.012, 382.016, 382.017, and 382.021, and FCAA, 42 USC, §§7401 *et seq.*

§115.121. Emission Specifications.

(a) For all persons in the Beaumont-Port Arthur, Dallas-Fort Worth, El Paso, and Houston-Galveston-Brazoria areas, as defined in §115.10 of this title (relating to Definitions), the following emission specifications shall apply.

(1) No person may allow a vent gas stream containing volatile organic compounds (VOC) to be emitted from any process vent, unless the vent gas stream is controlled properly in accordance with §115.122(a)(1) of this title (relating to Control Requirements). Vent gas streams include emissions from compressor rod packing that are contained and routed through a vent, except from compressors subject to Division 7 of this subchapter (relating to Oil and Natural Gas in Ozone Nonattainment Areas), and emissions from a glycol dehydrator still vent.

(2) No person may allow a vent gas stream to be emitted from the following processes unless the vent gas stream is controlled properly in accordance with §115.122(a)(2) of this title:

(A) any synthetic organic chemical manufacturing industry reactor process or distillation operation;

(B) any air oxidation synthetic organic chemical manufacturing process;

(C) any liquid phase polypropylene manufacturing process;

(D) any liquid phase slurry high-density polyethylene manufacturing process; or

(E) any continuous polystyrene manufacturing process.

(3) In the Dallas-Fort Worth, El Paso, and Houston-Galveston-Brazoria areas, VOC emissions from bakery ovens, as defined in §115.10 of this title, shall be controlled properly in accordance with §115.122(a)(3) of this title.

(4) Any vent gas stream in the Houston-Galveston-Brazoria area which includes a highly-reactive volatile organic compound,

as defined in §115.10 of this title, is subject to the requirements of Subchapter H of this chapter (relating to Highly-Reactive Volatile Organic Compounds) in addition to the applicable requirements of this division.

(b) In Nueces and Victoria Counties, no person may allow a vent gas stream to be emitted from any process vent containing one or more of the following VOC or classes of VOC, unless the vent gas stream is controlled properly in accordance with §115.122(b) of this title:

(1) emissions of ethylene associated with the formation, handling, and storage of solidified low-density polyethylene;

(2) emissions of the following specific VOC: ethylene, butadiene, isobutylene, styrene, isoprene, propylene, methylstyrene; and

(3) emissions of specified classes of VOC, including aldehydes, alcohols, aromatics, ethers, olefins, peroxides, amines, acids, esters, ketones, sulfides, and branched chain hydrocarbons (C₈ and above).

(c) For persons in Aransas, Bexar, Calhoun, Matagorda, San Patricio, and Travis Counties, the following emission specifications shall apply.

(1) No person may allow a vent gas stream to be emitted from any process vent containing one or more of the following VOC or classes of VOC, unless the vent gas stream is controlled properly in accordance with §115.122(c)(1) of this title:

(A) emissions of ethylene associated with the formation, handling, and storage of solidified low-density polyethylene;

(B) emissions of the following specific VOC: ethylene, butadiene, isobutylene, styrene, isoprene, propylene, and methylstyrene; and

(C) emissions of specified classes of VOC, including aldehydes, alcohols, aromatics, ethers, olefins, peroxides, amines, acids, esters, ketones, sulfides, and branched chain hydrocarbons (C₈ and above).

(2) No person may allow a vent gas stream to be emitted from any catalyst regeneration of a petroleum or chemical process system, basic oxygen furnace, or fluid coking unit into the atmosphere, unless the vent gas stream is properly controlled in accordance with §115.122(c)(2) of this title.

(3) No person may allow a vent gas stream to be emitted from any iron cupola into the atmosphere, unless the vent gas stream is properly controlled in accordance with §115.122(c)(3) of this title.

(4) Vent gas streams from blast furnaces shall be controlled properly in accordance with §115.122(c)(4) of this title.

The agency certifies that legal counsel has reviewed the proposal and found it to be within the state agency's legal authority to adopt.

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DIVISION 7. OIL AND NATURAL GAS SERVICE IN OZONE NONATTAINMENT AREAS

30 TAC §§115.170 - 115.181, 115.183

Statutory Authority

The new sections are proposed under Texas Water Code (TWC), §5.102, concerning General Powers, that provides the commission with the general powers to carry out its duties under the TWC; TWC, §5.103, concerning Rules, that authorizes the commission to adopt rules necessary to carry out its powers and duties under the TWC; TWC, §5.105, concerning General Policy, that authorizes the commission by rule to establish and approve all general policy of the commission; and under Texas Health and Safety Code (THSC), §382.017, concerning Rules, that authorizes the commission to adopt rules consistent with the policy and purposes of the Texas Clean Air Act. The new sections are also proposed under THSC, §382.002, concerning Policy and Purpose, that establishes the commission's purpose to safeguard the state's air resources, consistent with the protection of public health, general welfare, and physical property; THSC, §382.011, concerning General Powers and Duties, that authorizes the commission to control the quality of the state's air; and THSC, §382.012, concerning State Air Control Plan, that authorizes the commission to prepare and develop a general, comprehensive plan for the proper control of the state's air. The new sections are also proposed under THSC, §382.016, concerning Monitoring Requirements; Examination of Records, that authorizes the commission to prescribe reasonable requirements for the measuring and monitoring of air contaminant emissions; and THSC, §382.021, concerning Sampling Methods and Procedures, that authorizes the commission to prescribe the sampling methods and procedures to determine compliance with its rules. The new sections are also proposed under Federal Clean Air Act (FCAA), 42 United States Code (USC), §§7401, *et seq.*, which requires states to submit SIP revisions that specify the manner in which the National Ambient Air Quality Standards will be achieved and maintained within each air quality control region of the state.

The new sections implement THSC, §§382.002, 382.011, 382.012, 382.016, 382.017, and 382.021, and FCAA, 42 USC, §§7401 *et seq.*

§115.170. *Applicability.*

The requirements in this division apply to the following equipment in the Dallas-Fort Worth and Houston-Galveston-Brazoria areas as defined in §115.10 of this title (relating to Definitions):

(1) any centrifugal compressor with wet seals and any reciprocating compressor located between the wellhead and point of custody transfer to a natural gas transmission or storage operation;

(2) any pneumatic controller located from the wellhead to a natural gas processing plant, including the natural gas processing plant, or point of custody transfer to a crude oil pipeline;

(3) any pneumatic pump located at a well site or a natural gas processing plant;

(4) any storage tank located from the well site to the point of custody transfer to an oil pipeline or to the point of natural gas distribution; and

(5) any fugitive emission component in volatile organic compounds service located at a crude oil or natural gas production well site, natural gas processing plant, or gathering and boosting station.

§115.171. *Definitions.*

Unless specifically defined in the Texas Clean Air Act (Texas Health and Safety Code, Chapter 382) or in §§3.2, 101.1, or 115.10 of this title (relating to Definitions, respectively), the terms in this division have the meanings commonly used in the field of air pollution control. The following meanings apply in this division unless the context clearly indicates otherwise.

(1) Centrifugal compressor--A piece of equipment for raising the pressure of 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.

(2) Closure device--A piece of equipment that covers an opening in the roof of a fixed roof storage tank and either can be temporarily opened or has a component that provides a temporary opening. Examples of closure devices include, but are not limited to, thief hatches, pressure relief valves, pressure-vacuum relief valves, and access hatches.

(3) Difficult-to-monitor--Equipment that cannot be inspected without elevating the inspecting personnel more than two meters above a support surface.

(4) Fugitive emission components--Except for vents as defined in §101.1 of this title (relating to Definitions) and sampling systems, equipment as defined in subparagraphs (A) and (B) of this paragraph that has the potential to leak volatile organic compounds (VOC) emissions.

(A) At a natural gas processing plant, equipment considered fugitive components include, but are not limited to, any pump, pressure relief device, open-ended valve or line, valve, flange, or other connector that is in VOC service or wet gas service, and any closed vent system or control device not subject to another section in this division that specifies one or more instrument monitoring requirements for the system or device.

(B) At a well site or gathering and boosting station from equipment considered fugitive emissions components include, but are not limited to, valves, connectors, pressure relief devices, open-ended lines, flanges, instruments, meters, or other openings that are not on a storage tank subject to §115.175 of this title (relating to Storage Tank Control Requirements), and any closed vent system or control device not subject to another section in this division that specifies one or more instrument monitoring requirements for the system or device.

(5) Gathering and boosting station--Any permanent combination of one or more compressors that collects natural gas from well sites and moves the natural gas at increased pressure into gathering pipelines to a natural gas processing plant or into the pipeline. The combination of one or more compressors located at a well site, or located at an onshore natural gas processing plant, is not a gathering and boosting station.

(6) Pneumatic controller--An automated instrument that is actuated by a compressed gas and is used to maintain a process condition such as liquid level, pressure, pressure differential and temperature. When actuated by natural gas, pneumatic controllers are characterized primarily by their emission characteristics.

(A) Continuous bleed pneumatic controllers receive a continuous flow of pneumatic natural gas supply and are used to modulate flow, liquid level, or pressure. Gas is vented continuously at a

rate that may vary over time. Continuous bleed controllers are further subdivided into two types based on their bleed rate, which for the purposes of this section means the rate at which natural gas is continuously vented from a pneumatic controller and measured in standard cubic feet per hour (scfh):

(i) low bleed controllers have a bleed rate of less than or equal to 6.0 scfh; and

(ii) high bleed controllers have a bleed rate of greater than 6.0 scfh.

(B) Intermittent bleed or snap-acting pneumatic controllers release natural gas only when they open or close a valve or as they throttle the gas flow.

(C) Zero-bleed pneumatic controllers do not bleed natural gas to the atmosphere. These pneumatic controllers are self-contained devices that release gas to a downstream pipeline instead of to the atmosphere.

(7) Pneumatic pump--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.

(8) Reciprocating compressor--A piece of equipment that increases the pressure of a natural gas by positive displacement, employing linear movement of the driveshaft.

(9) Rod packing--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.

(10) Route to a process--The emissions are:

(A) conveyed via a closed vent system to any enclosed portion of a process where it is predominantly recycled or consumed in the same manner as a material that fulfills the same function in the process or is transformed by chemical reaction into materials that are not regulated materials or incorporated into a product; or

(B) recovered.

(11) Storage tank--A tank, stationary vessel, or a container that contains an accumulation of crude oil, condensate, intermediate hydrocarbon liquids, or produced water, and that is constructed primarily of non-earthen materials.

(12) Unsafe-to-monitor--Equipment that exposes monitoring personnel to an imminent or potential danger as a consequence of conducting an inspection.

(13) Vapor recovery unit--A device that transfers hydrocarbon vapors to a fuel liquid or gas system, a sales liquid or gas system, or a liquid storage tank.

(14) Well site--A parcel of land with one or more surface sites that are constructed for the drilling and subsequent operation of one or more oil, natural gas, or injection wells.

§115.172. Exemptions.

(a) The following exemptions apply to the equipment specified in §115.170 of this title (relating to Applicability) that is subject to this division. Records to support exemption qualification must be kept in accordance with the requirements in §115.180 of this title (relating to Recordkeeping Requirements). Additional requirements apply where specified.

(1) Boilers and process heaters are exempt from the testing requirements of §115.179 of this title (relating to Approved Test

Methods and Testing Requirements) and the monitoring requirements of §115.178 of this title (relating to Monitoring and Inspection Requirements) if:

(A) a vent gas stream from equipment subject to this division is introduced with the primary fuel or is used as the primary fuel; or

(B) the boiler or process heater has a design heat input capacity equal to or greater than 44 megawatts or 149.6 million British thermal units per hour.

(2) Any pneumatic pump that operates fewer than 90 days per calendar year at a well site is exempt from the requirements of this division.

(3) Except for the control requirements in §115.175(b) or (c) of this title (relating to Storage Tank Control Requirements), any storage tank that meets one of the following conditions is exempt from the requirements in this division:

(A) a storage tank with the potential to emit of less than 6.0 tons per year of volatile organic compounds (VOC) emissions, which must be calculated in accordance with §115.175(c)(2) of this title;

(B) a storage tank with uncontrolled actual VOC emissions of less than 4.0 tons per year, which must be calculated in accordance with §115.175(c)(1) of this title;

(C) a process vessel such as a surge control vessel, bottom receiver, or knockout vessel;

(D) a pressure vessel designed to operate in excess of 29.7 pounds per square inch absolute and designed to operate without emissions to the atmosphere; and

(E) a vessel that is skid-mounted or permanently attached to something that is mobile (such as trucks, railcars, barges, or ships) and is intended to be located at a site for less than 180 consecutive days.

(4) Fugitive emission components at a natural gas processing plant that contact a process fluid that contains less than 1.0% VOC by weight are exempt from the requirements of this division.

(5) All pumps and compressors, other than those specified in §115.173 and §115.174 of this title (relating to Compressor Control Requirements and Pneumatic Controller and Pump Controller Requirements, respectively), that are equipped with a shaft sealing system that prevents or detects emissions of VOC from the seal are exempt from the fugitive monitoring requirements of §115.177 of this title (relating to Fugitive Emission Component Requirements). These seal systems may include, but are not limited to, dual pump seals with barrier fluid at higher pressure than process pressure, seals degassing to vent control systems kept in good working order, or seals equipped with an automatic seal failure detection and alarm system.

(6) Components that are insulated, making them inaccessible to monitoring with a hydrocarbon gas analyzer, are exempt from the hydrocarbon gas analyzer monitoring requirements of §115.177 and §115.178 of this title. Inspections using audio, visual, and olfactory means must still be conducted in accordance with the appropriate requirements of §115.177 and §115.178 of this title.

(7) Sampling connection systems, as defined in 40 Code of Federal Regulations (CFR) §63.161 (as amended January 17, 1997 (62 FR 2788)), that meet the requirements of 40 CFR §63.166(a) and (b) (as amended June 20, 1996 (61 FR 31439)) are exempt from the requirements of this division, except from the recordkeeping requirement in §115.180(2) of this title.

(8) Fugitive emission components located at a well site with one or more wells that produce on average 15-barrel equivalents or less per day are exempt from the requirements of this division, except from the recordkeeping requirement in §115.180(2) of this title.

(b) Equipment used only for materials outside the product stream from a crude oil or natural gas production well or after the point of custody transfer to a crude oil or natural gas distribution or storage segment is exempt from the requirements of this division.

(c) After the appropriate compliance date in §115.183 of this title (relating to Compliance Schedules) and upon the date that the wet seals on a centrifugal compressor subject to subsection (a) of this section are retrofitted with a dual mechanical or other equivalent dry seal control system, the compressor no longer meets the applicability of this division.

(d) After the appropriate compliance date in §115.183 of this title, changes made to a pneumatic pump or controller are such that the pump or controller does not meet the appropriate definitions in this division, §115.174(a) or (b) of this title no longer apply. The change in applicability status must be documented in accordance with the recordkeeping requirements in §115.180 of this title. For example, a pneumatic controller converted to a solar-powered controller no longer meets the applicability of a pneumatic controller regulated by this division.

§115.173. Compressor Control Requirements.

The control requirements in this section apply to any centrifugal compressor and reciprocating compressor subject to this division.

(1) If routing to a control device or routing to a process, the volatile organic compounds (VOC) vapors must be routed from the wet seal fluid degassing system or rod packing through a closed vent system. The closed vent system must be designed and operated to route all gases, vapors, or fumes from the wet seal fluid degassing system or rod packing to the control device under normal operation. The closed vent system must operate under negative pressure at the inlet for vapors.

(2) A compressor must be equipped with a seal cover that forms a continuous impermeable barrier over the entire liquid surface area, and the cover must remain in a sealed position (e.g., covered by a gasketed lid or cap) except during periods necessary to inspect, maintain, repair, or replace equipment.

(3) The owner or operator shall control VOC emissions from a centrifugal compressor wet seal fluid degassing system or reciprocating compressor rod packing properly using one of the following controls.

(A) A control device, other than a device specified in subparagraphs (B) and (C) of this paragraph, may be used and must maintain a VOC control efficiency of at least 95% or a VOC concentration of equal to or less than 275 parts per million by volume (ppmv), as propane, on a wet basis corrected to 3% oxygen. The 95% VOC control efficiency and 275 ppmv VOC concentration are calculated from the gas stream at the control device outlet.

(i) The control device must be operated at all times when gases, vapors, or fumes are vented from the closed vent system to the control device. For a boiler or process heater used as the control device, the vent gas stream must be introduced into the flame zone of the boiler or process heater. Multiple vents may be routed to the same control device. Control devices and closed vent systems must be in compliance with §115.178 of this title (relating to Monitoring and Inspection Requirements) and §115.179 of this title (relating to Approved Test Methods and Testing Requirements).

(ii) Control devices must operate with no visible emissions, as determined through a visible emissions test conducted according to United States Environmental Protection Agency (EPA) Method 22, 40 Code of Federal Regulations (CFR) Part 60, Appendix A-7, Section 11, except for periods not to exceed a total of one minute during any 15-minute observation period.

(B) A flare may be used and must be designed and operated in accordance with 40 CFR §60.18(b) - (f) (as amended through December 22, 2008 (73 FR 78209)). The flare must be lit at all times when VOC vapors are routed to the flare. Multiple vents may be routed to the same control device.

(C) VOC emissions may be routed to a process if the emissions are compatible with the process and would be retained within the process. Routing to a process is considered equivalent to a 95% control efficiency.

(D) The reciprocating compressor rod packing may be replaced on or before the compressor has operated for 26,000 hours from the most recent rod packing replacement. The number of hours the compressor operates must be continuously recorded beginning on the appropriate compliance date in §115.183(a) of this title (relating to Compliance Schedule).

(E) The reciprocating compressor rod packing may be replaced within 36 months from the most recent rod packing replacement beginning from the appropriate compliance date in §115.183(a) of this title.

(4) The following requirements apply to a bypass installed on a closed vent system able to divert any portion of the flow from entering a control device or routing to a process.

(A) A flow indicator must be installed, calibrated, and maintained at the inlet of each bypass. The flow indicator must take a reading at least once every 15 minutes and initiate an alarm notifying operators to take prompt remedial action when bypass flows are present.

(B) Each bypass valve must be secured in the non-diverting position using a car-seal or a lock-and-key type configuration.

§115.174. Pneumatic Controller and Pump Control Requirements.

(a) The following control requirements apply to any pneumatic pump or pneumatic controller at a natural gas processing plant.

(1) The pneumatic pump drive must not emit volatile organic compounds (VOC) emissions to the atmosphere. The pump must also be equipped with a seal cover that forms a continuous impermeable barrier over the entire liquid surface area, and the cover must remain in a sealed position (e.g., covered by a gasketed lid or cap) except during periods necessary to inspect, maintain, repair, or replace equipment.

(2) Each single continuous-bleed pneumatic controller must have a natural gas bleed rate equal to 0.0 standard cubic feet per hour (scfh).

(b) The following control requirements apply to any pneumatic pump or pneumatic controller subject to this division at a location other than at a natural gas processing plant.

(1) VOC emissions from each pneumatic pump must be reduced by 95%.

(2) Each pneumatic controller must have a natural gas bleed rate of less than or equal to 6.0 scfh.

(c) A control device used to comply with this section must meet one of the following conditions at all times when VOC vapors are routed to the control device or to a process. Multiple vents may be

routed to the same control device or process. The VOC vapors must be routed through a closed vent system, which must be designed and operated to route all captured VOC vapors to a process or a control device under normal operations. Control devices and closed vent systems must be in compliance with §115.178 of this title (relating to Monitoring and Inspection Requirements) and §115.179 of this title (relating to Approved Test Methods and Testing Requirements).

(1) A control device, other than a device specified in paragraphs (2) and (3) of this subsection, may be used and must maintain a minimum control efficiency of at least 95% or a VOC concentration of equal to or less than 275 parts per million by volume (ppmv), as propane, on a wet basis corrected to 3% oxygen. The 95% VOC control efficiency and 275 ppmv VOC concentration are calculated from the gas stream at the control device outlet. For a boiler or process heater used as the control device, the vent gas stream must be introduced into the flame zone of the boiler or process heater.

(2) A flare may be used and must be designed and operated in accordance with 40 Code of Federal Regulations (CFR) §60.18(b) - (f) (as amended through December 22, 2008 (73 FR 78209)). The flare must be lit at all times when VOC vapors are routed to the flare.

(3) VOC emissions may be routed to a process if the emissions are compatible with the process and would be retained within the process. Routing to a process is considered equivalent to a 95% control efficiency.

(4) A control device used to comply with paragraph (1) of this subsection must operate with no visible emissions, as determined through a visible emissions test conducted according to United States Environmental Protection Agency (EPA) Method 22, 40 CFR Part 60, Appendix A-7, Section 11 (as amended March 16, 2015 (83 FR 13751)), except for periods not to exceed a total of one minute during any 15-minute observation period.

(d) The following requirements apply to a bypass installed on a closed vent system able to divert any portion of the flow from entering a control device or routing to a process.

(1) A flow indicator must be installed, calibrated, and maintained at the inlet of each bypass. The flow indicator must take a reading at least once every 15 minutes and initiate an alarm notifying operators to take prompt remedial action when bypass flows are present.

(2) Each bypass valve must be secured in the non-diverting position using a car-seal or a lock-and-key type configuration.

(e) The following exceptions apply, as specified, to the pneumatic controller or pneumatic pump control requirements in subsections (a) or (b) of this section.

(1) By the appropriate compliance date in §115.183 of this title (relating to Compliance Schedules), the VOC emissions from a pneumatic pump at a well site for which a control device does not exist and for which routing to a process is technically infeasible, as demonstrated in paragraph (3) of this subsection, are not required to be controlled in accordance with subsection (b) of this section. The owner or operator shall maintain records documenting that there is no control device available and whereupon this exclusion no longer applies, the owner or operator shall be in compliance with the control requirements of subsection (b) of this section and shall keep records documenting the change in compliance with the initial report as required in §115.180 of this title (relating to Recordkeeping Requirements).

(2) By the appropriate compliance date in §115.183 of this title, a control device located at the same site as a pneumatic pump, and with which controlling the VOC emissions from the pneumatic pump

is technically feasible, that achieves a control efficiency less than 95% must be used if a control device achieving a 95% control efficiency is not available. If more than one control device with less than 95% control efficiency is available, the control device with the highest control efficiency must be used. The same monitoring, testing, and recordkeeping requirements apply to such a control device that apply to control devices in subsection (c) of this section.

(3) For a pneumatic pump located at a well site for which the control requirements in this section are technically infeasible, the owner or operator shall make a demonstration of technical infeasibility in accordance with §115.176(b) of this title (relating to Alternative Control Requirements). Upon the date the demonstration of technical infeasibility is no longer true, whereupon this exclusion no longer applies, the owner or operator shall comply with the control requirements of this section and shall keep records documenting the change in compliance with the initial report as required in §115.180 of this title.

(4) For a pneumatic controller for which there is a functional need for a bleed rate greater than the limits in subsection (a) of this section, the owner or operator shall make and maintain record of a determination of functional need in accordance with §115.176(c) of this title. Upon the date the determination of functional need is no longer true, the owner or operator shall comply with the control requirements of this section and shall keep records documenting the change in compliance with the initial report as required in §115.180 of this title.

§115.175. Storage Tank Control Requirements.

(a) No person shall place, store, or hold crude oil or condensate in any storage tank unless the tank is capable of maintaining working pressure sufficient at all times to prevent any vapor or gas loss to the atmosphere or is in compliance with the following controls.

(1) All openings in a fixed roof storage tank through which vapors are not routed to a vapor recovery unit or other control device specified in paragraph (2) of this subsection, must be equipped with a closure device maintained according to the manufacturer's instructions and operated according to this paragraph. If manufacturer instructions are unavailable, industry standards consistent with good engineering practice can be substituted.

(A) Each closure device must be closed at all times except when normally actuated or required to be open for temporary access or to relieve excess pressure or vacuum in accordance with the manufacturer's design and consistent with good air pollution control practices. Such opening, actuation, or use must be limited to minimize vapor loss.

(B) Each closure device must be properly sealed to minimize vapor loss and must form a continuous impermeable barrier over the entire surface area of the liquid in the storage tank when closed.

(C) Each closure device must either be latched closed or, if designed to relieve pressure, set to automatically open at a pressure that will ensure all vapors are routed to the vapor recovery unit or other control device under normal operating conditions other than gauging the tank or taking a sample through an open thief hatch.

(D) No closure device may be allowed to have a volatile organic compound (VOC) leak for more than 15 calendar days after the leak is found unless delay of repair is allowed. For the purposes of this subparagraph, a leak is the exuding of process gasses from a closed device detected by audio, visual, and olfactory means. If parts are unavailable, repair may be delayed. Parts must be ordered promptly, and the repair must be completed within five days of receipt of required parts. Repair may be delayed until the next shutdown if the repair of the component would require a shutdown that would create more emis-

sions than the repair would eliminate. Repair must be completed by the end of the next shutdown.

(2) A control device used to comply with this subsection must meet one of the following conditions at all times when VOC vapors are routed to the device. The VOC vapors must be routed through a closed vent system that must be designed and operated to route to a control device, including to route to a process, all captured VOC vapor under normal operations. Multiple vents may be routed to the same control device. Control devices and closed vent systems must comply with the requirements of §115.178 of this title (relating to Monitoring and Inspection Requirements) and §115.179 of this title (relating to Approved Test Methods and Testing Requirements).

(A) A control device, other than a device specified in subparagraphs (B) and (C) of this paragraph, to which VOC vapors are routed, must maintain a control efficiency of at least 95% or a VOC concentration of equal to or less than 275 parts per million by volume (ppmv), as propane, on a wet basis corrected to 3% oxygen. The 95% VOC control efficiency and 275 ppmv VOC concentration are calculated from the gas stream at the control device outlet. For a boiler or process heater used as the control device, the vent gas stream must be introduced into the flame zone of the boiler or process heater.

(B) A flare must be designed and operated in accordance with 40 Code of Federal Regulations (CFR) §60.18(b) - (f) (as amended through December 22, 2008 (73 FR 78209)). The flare must be lit at all times when VOC vapors are routed to the flare.

(C) A vapor recovery unit must be designed to process all vapor generated by the maximum liquid throughput of the storage tank or the aggregate of storage tanks in a tank battery and must transfer recovered vapors to a pipe or container that is vapor-tight, as defined in §115.10 of this title (relating to Definitions).

(D) A control device, used to comply with subparagraph (A) of this paragraph, must operate with no visible emissions, as determined through a visible emissions test conducted according to United States Environmental Protection Agency (EPA) Method 22, 40 CFR Part 60, Appendix A-7, Section 11 (as amended March 16, 2015 (83 FR 13751)), except for periods not to exceed a total of one minute during any 15-minute observation period.

(3) Beginning on the appropriate compliance date in §115.183 of this title (relating to Compliance Schedules), any storage tank that stores crude oil or condensate with a true vapor pressure of greater than or equal to 11 pounds per square inch absolute (psia) and a storage capacity of at least 40,000 gallons, and was required to use a submerged fill pipe under Table 2 in §115.112(e)(1) of this title (relating to Control Requirements), must continue to use a submerged fill pipe.

(4) The following requirements apply to a bypass installed on a closed vent system able to divert any portion of the flow from entering a control device or routing to a process.

(A) A flow indicator must be installed, calibrated, and maintained at the inlet of each bypass. The flow indicator must take a reading at least once every 15 minutes and initiate an alarm notifying operators to take prompt remedial action when bypass flows are present.

(B) Each bypass valve must be secured in the non-diverting position using a car-seal or a lock-and-key type configuration.

(b) Any storage tank with the potential to emit less than 6.0 tons per year of VOC, and any storage tank with the potential to emit at least 6.0 tons per year of VOC emissions but that demonstrates uncontrolled actual VOC emissions are less than 4.0 tons per year, is not

required to be in compliance with the control requirements in subsection (a) of this section unless the tank was required to comply with a control requirement in §115.112(e) of this title on or before December 31, 2022. The owner or operator shall continue to comply with the control requirement that applied as of December 31, 2022 in the Table in §115.112(e) of this title.

Figure: 30 TAC §115.175(b)

(c) The owner or operator shall calculate VOC emissions as follows.

(1) Uncontrolled VOC emissions for a fixed roof storage tank must be estimated using the highest 12 consecutive months out of the last five years of production data and one of the following methods. However, if emissions determined using direct measurements or other methods approved by the executive director under subparagraph (A) or (B) of this paragraph are higher than emissions estimated using the default factors or charts in subparagraph (C) or (D) of this paragraph, the higher values must be used.

(A) The owner or operator may make direct measurements using the measuring instruments and methods specified in §115.179 of this title.

(B) The owner or operator may use other test methods or computer simulations approved by the executive director.

(C) The owner or operator may use a factor of 33.3 pounds of VOC per barrel (42 gallons) of condensate produced or 1.6 pounds of VOC per barrel (42 gallons) of oil produced.

(D) For crude oil storage only, the owner or operator may use the chart in Exhibit 2 of the EPA's Lessons Learned from Natural Gas Star Partners: Installing Vapor Recovery Units on Crude Oil Storage Tanks, October 2003, and assuming that the hydrocarbon vapors have a molecular weight of 34 pounds per pound mole and are 48% by weight VOC.

(2) The VOC potential to emit must be based on the maximum average daily throughput determined for a 30-day period of production prior to the appropriate compliance date listed in §115.183 of this title.

(d) For an external floating roof or internal floating roof storage tank, the following requirements apply.

(1) All openings in an internal floating roof or external floating roof must provide a projection below the liquid surface. Automatic bleeder vents (vacuum breaker vents) and rim space vents are not subject to this requirement.

(2) All openings in an internal floating roof or external floating roof must be equipped with a deck cover. The deck cover must be equipped with a gasket in good operating condition between the cover and the deck. The deck cover must be closed (i.e., no gap of more than 1/8 inch) at all times, except when the cover must be open for access. Automatic bleeder vents (vacuum breaker vents), rim space vents, leg sleeves, and roof drains are not subject to this requirement.

(3) Automatic bleeder vents (vacuum breaker vents) and rim space vents must be equipped with a gasketed lid, pallet, flapper, or other closure device and must be closed (i.e., no gap of more than 1/8 inch) at all times except when required to be open to relieve excess pressure or vacuum in accordance with the manufacturer's design.

(4) Each opening into the internal floating roof for a fixed roof support column may be equipped with a flexible fabric sleeve seal instead of a deck cover.

(5) Any external floating roof drain that empties into the stored liquid must be equipped with a slotted membrane fabric cover

that covers at least 90% of the area of the opening or an equivalent control that must be kept in a closed (i.e., no gap of more than 1/8 inch) position at all times except when the drain is in actual use. Stub drains on an internal floating roof storage tank are not subject to this requirement.

(6) There must be no visible holes, tears, or other openings in any seal or seal fabric.

(7) For an external floating roof storage tank, secondary seals must be the rim-mounted type. The seal must be continuous from the floating roof to the tank wall, with the exception of gaps that do not exceed the following specification. The accumulated area of gaps that exceed 1/8 inch in width between the secondary seal and storage tank wall may not be greater than 1.0 square inch per foot of storage tank diameter.

(8) Each opening for a slotted guide pole in an external floating roof storage tank must be equipped with one of the following control device configurations:

(A) a pole wiper and pole float that has a seal or wiper at or above the height of the pole wiper;

(B) a pole wiper and a pole sleeve;

(C) an internal sleeve emission control system;

(D) a retrofit to a solid guide pole system;

(E) a flexible enclosure system; or

(F) a cover on an external floating roof tank.

(9) The external floating roof or internal floating roof must be floating on the liquid surface at all times, except as allowed under the following circumstances:

(A) during the initial fill or refill after the storage tank has been cleaned;

(B) when necessary for preventive maintenance, roof repair, primary seal inspection, or removal and installation of a secondary seal, if product is not transferred into or out of the storage tank, emissions are minimized, and the repair is completed within seven calendar days;

(C) when the storage tank has a storage capacity less than 25,000 gallons;

(D) when the vapors are routed to a control device from the time the storage tank has been emptied to the extent practical or the drain pump loses suction until the floating roof is within 10% by volume of being refloated;

(E) when all VOC emissions from the storage tank, including emissions from floating roof landings, have been included in an emissions limit or cap approved under Chapter 116 of this title (relating to Control of Air Pollution by Permits for New Construction or Modification) prior to March 1, 2013; or

(F) when all VOC emissions from floating roof landings at the regulated entity are less than 25 tons per year.

§115.176. Alternative Control Requirements.

(a) Alternate methods of demonstrating and documenting continuous compliance with the applicable control requirements or exemption criteria in this division may be approved by the executive director in accordance with §115.910 of this title (relating to Availability of Alternate Means of Control) if emission reductions are demonstrated to be substantially equivalent.

(b) The owner or operator of a pneumatic pump at a well site making a determination of technical infeasibility as provided in §115.174(e)(3) of this title (relating to Pneumatic Controller and Pump Control Requirements) make a clear demonstration that includes, but is not limited to, the following information:

(1) the specific equipment for which technical infeasibility exists;

(2) the reason such equipment cannot be controlled by any available control option, such as but is not limited to, safety considerations, distance from the control device, pressure losses and differentials in the closed vent system, and the ability of the control device to handle the pump emissions;

(3) data to support reasoning in paragraph (2) of this subsection; and

(4) a certification signed and dated by a qualified professional engineer certifying that the assessment of technical infeasibility prepared was true, accurate, and complete and that knowingly submitting false information is a violation of this subsection.

(c) The owner or operator of a pneumatic controller at a natural gas processing plant making a determination of a functional need as specified in §115.174(e)(4) of this title, must perform the following:

(1) tag the pneumatic controller with a weatherproof tag; and

(2) provide the reason meeting the control requirements cannot be met due to the functional need.

§115.177. Fugitive Emission Component Requirements.

(a) The owner or operator of equipment with fugitive emission components shall create a written plan and maintain such plan in accordance with §115.180 of this title (relating to Recordkeeping Requirements) that details information about the site subject to this section including, but not limited to, the following:

(1) the identification of each fugitive emission component grouping required to be monitored;

(2) the fugitive emission component designated as unsafe-to-monitor or difficult-to-monitor;

(3) the exemptions or exceptions that apply to any fugitive emission component;

(4) the method of monitoring; and

(5) the monitoring survey schedules of the fugitive emission components in paragraph (1) or (2) of this subsection.

(b) The owner or operator shall monitor each affected fugitive emission component and calibrate the hydrocarbon gas analyzer instrumentation in accordance with procedures specified by EPA Method 21 in 40 Code of Federal Regulations (CFR) Part 60, Appendix A-7. The owner or operator may elect to use the alternative work practice in §115.358 of this title (relating to Alternative Work Practice) for any fugitive emission component.

(1) Except as provided in paragraph (6)(C) of this subsection, no component at a natural gas processing plant is allowed to have a volatile organic compounds (VOC) leak for more than five calendar days without a first attempt at repair after the leak is detected and must be repaired no later than 15 calendar days after the leak is found that meets the following:

(A) for pump seals in light-liquid service, a leak definition of 5,000 parts per million by volume (ppmv) for a pump used for any polymerizing monomer and 2,000 ppmv for all other pumps; and

(B) for valves, flanges, connectors, pressure relief devices, pumps in heavy-liquid service, sampling connections, and process drains, a leak definition of 500 ppmv.

(2) Except as provided in paragraph (6)(C) of this subsection, no fugitive emission component at a well site or gathering and boosting station is allowed to have a VOC leak of equal to or greater than 500 ppmv for more than five calendar days without a first attempt at repair after the leak is detected and must be repaired no later than 15 calendar days after the leak is found.

(3) Except as specified in subsection (c) of this section, the owner or operator shall conduct monitoring according to the following schedules.

(A) The owner or operator shall monitor annually to detect leaks of VOC emissions from all connectors.

(B) Except as provided in subparagraphs (C), (D), and (E) of this paragraph, the owner or operator shall monitor to detect leaks of VOC emissions from all:

(i) fugitive emission components, other than connectors, semiannually; and

(ii) well site pressure relief valves semiannually.

(C) The owner or operator shall monitor quarterly to detect VOC emissions leaks from all:

(i) gathering and boosting station fugitive emission components, other than connectors;

(ii) gathering and boosting station pressure relief valves;

(iii) pump seals that are not in light-liquid service at a natural gas operation plant; and

(iv) fugitive emission components at a natural gas processing plant not specified elsewhere in this paragraph.

(D) The owner or operator shall monitor monthly to detect leaks of VOC emissions at a natural gas processing plant from all:

(i) pressure relief valves in gaseous service;

(ii) pump seals in light-liquid service; and

(iii) accessible fugitive emission components in gas/vapor and light-liquid service.

(E) In addition to monitoring in subparagraphs (B)(ii), (C)(ii), and (D)(i) of this paragraph, the owner or operator shall monitor pressure relief valves within 24 hours of a release.

(4) An owner or operator may elect to monitor at the reduced frequency in the Table in this paragraph, any pumps and valves that are part of a unit that operates less than 6,570 hours each year. Figure: 30 TAC §115.177(b)(4)

(5) Upon the detection of a leaking component, the owner or operator shall affix to the leaking component a weatherproof and readily visible tag, bearing an identification number and the date the leak was detected. This tag must remain in place, or be replaced if damaged, until the leaking component is repaired. Tagging of difficult-to-monitor leaking components may be done by reference tagging. The reference tag should be located as close as possible to the leaking component and should clearly identify the leaking component and its location.

(6) When a leak or defect is detected from a fugitive emission component, the owner or operator shall repair the leak or defect as soon as practicable.

(A) A first attempt at repair must be made no later than five calendar days after the leak is detected.

(B) A repair must be completed no later than 15 calendar days after the leak is detected.

(C) If an owner or operator determines and documents that a repair is technically infeasible without a shutdown or that emissions resulting from immediate repair would be greater than the total fugitive emissions likely to result from a delay of repair, then the repair is not required to be completed until the end of the next shutdown.

(7) If the executive director determines that the number of leaks in a process area is excessive, the monitoring schedule in this subsection may be modified to require an increase in the frequency of monitoring in a given process area.

(8) After completion of the required monthly valve monitoring in this subsection for a period of at least two years, the owner or operator of a well site, natural gas processing plant or gathering and boosting station may request in writing to the appropriate regional office that the valve monitoring schedule be revised based on the percent of valves leaking. The percent of valves leaking must be determined by dividing the sum of valves leaking during the current monitoring period and valves for which repair has been delayed by the total number of valves subject to monitoring requirements. The revised monitoring schedule is not effective until a response is received from the executive director. This request must include all data that have been developed to justify the following modifications in the monitoring schedule.

(A) After two consecutive quarterly leak detection periods with the percent of valves leaking equal to or less than 2.0%, an owner or operator may begin to skip one of the quarterly leak detection periods for the valves in gas/vapor and light liquid service.

(B) After five consecutive quarterly leak detection periods with the percent of valves leaking equal to or less than 2.0%, an owner or operator may begin to skip three of the quarterly leak detection periods for the valves in gas/vapor and light liquid service.

(9) Alternate monitoring schedules for a natural gas processing plant approved before November 15, 1996 are approved monitoring schedules for the purposes of paragraph (3) or (4) of this subsection.

(10) All component monitoring must occur when the component is in contact with process material and the process unit is in service. If a unit is not operating during the required monitoring period but a component in that unit is in contact with process fluid that is circulating or under pressure, then that component is considered to be in service and is required to be monitored. Valves must be in gaseous or light liquid service to be considered in the total valve count for alternate valve monitoring schedules of paragraphs (3), (4), and (9) of this subsection.

(11) Monitored screening concentrations must be recorded for each component in gaseous or light liquid service. Notations such as "pegged," "off scale," "leaking," "not leaking," or "below leak definition" may not be substituted for hydrocarbon gas analyzer results. For readings that are higher than the upper end of the scale (i.e., pegged) even when using the highest scale setting or a dilution probe, a default pegged value of 100,000 ppmv must be recorded. This requirement does not apply to monitoring using an optical gas imaging instrument, which makes emissions visible that may otherwise be invisible to the naked eye, in accordance with §115.358 of this title.

(12) The owner or operator shall check all new connectors for leaks within 30 days of being placed in VOC service by monitoring with a hydrocarbon gas analyzer for components in light-liquid and gas

service and by using visual, audio, and/or olfactory means for components in heavy-liquid service. Components that are unsafe-to-monitor or inspect are exempt from this requirement if they are monitored or inspected as soon as possible during times that are safe to monitor.

(13) For any fugitive emission component for which the owner or operator elects to use the alternative work practice in §115.358 of this title, the following provisions apply.

(A) The frequency for monitoring components listed in this section must be the frequency determined according to §115.358 of this title, except as specified in subparagraph (C) of this paragraph.

(B) The alternative monitoring schedules allowed under paragraphs (8) and (9) of this subsection are not allowed.

(C) If the owner or operator elects to use the alternative work practice in §115.358(e) of this title in lieu of monitoring required in subparagraph (E) of this paragraph, the time limitations in these paragraphs continue to apply.

(D) The owner or operator may still classify a component as unsafe-to-monitor as allowed under subsection (c) of this section if the component cannot safely be monitored using either a hydrocarbon gas analyzer or the alternative work practice. The owner or operator may use either United States Environmental Protection Agency (EPA) Method 21 in 40 CFR Part 60, Appendix A-7 or the alternative work practice at the monitoring frequency specified in paragraph (3) of this subsection. Any component classified as unsafe-to-monitor under the alternative work practice must be identified as such in the list required in §115.180(7) of this title.

(E) If the executive director determines that there is an excessive number of leaks in any given process area for which the alternative work practice in §115.358 of this title is used, the executive director may require an increase in the frequency of monitoring under the alternative work practice in that process area.

(c) An owner or operator is not required to comply with monitoring frequencies in subsection (b) of this section for any fugitive emission component designated as unsafe-to-monitor or difficult-to-monitor.

(1) Any component designated difficult-to-monitor must be monitored at least once every five years.

(2) Any component designated unsafe-to-monitor must be monitored as frequently as practicable during a time when it is safe-to-monitor, not to exceed the monitoring frequency in subsection (b) of this section.

(3) The number of components designated as difficult-to-monitor may not exceed 3% of total affected components in the same classification (e.g., pumps, valves, flanges, connectors etc.) at the site.

(4) The owner or operator shall inspect all flanges weekly by audio, visual, and olfactory means, excluding flanges that are monitored at least once each calendar year using EPA Method 21 in 40 CFR Part 60, Appendix A-7 and flanges that are difficult-to-monitor and unsafe-to-monitor. Flanges that are difficult-to-monitor and unsafe-to-monitor must be identified in a list made available upon request. If a difficult-to-monitor or an unsafe-to-monitor flange is not considered safe to inspect within the required weekly time frame, then it must be inspected as soon as possible during a time that it is safe to inspect.

(5) Relief valves that are designated as unsafe-to-monitor must be monitored as soon as possible during times that are safe to monitor after any release event. Relief valves that are designated as difficult-to-monitor must be monitored within 15 days after a release.

§115.178. Monitoring and Inspection Requirements.

(a) At least once each calendar year, an owner or operator shall conduct an audio, visual, and olfactory inspection of each compressor seal cover for defects that may result in air emissions, except as provided in subsection (c) of this section. 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 cover devices; and broken or missing hatches, access covers, caps, or other cover devices. Repairs must be made in accordance with subsection (e) of this section.

(b) The following monitoring and inspection requirements apply to closed vent systems routed to a control device, including routing to a process, used to demonstrate compliance with the control requirements of this division, except as specified in subsection (c) of this section. For the purpose of this subsection, a leak is a measured volatile organic compounds (VOC) concentration of equal to or greater than 500 parts per million by volume (ppmv). Defects that could result in air emissions include visible cracks, holes, or gaps in piping; loose connections; liquid leaks; or broken or missing cover devices. Repairs of equipment with a leak or detection of a defect in equipment must be made in accordance with subsection (e) of this section.

(1) The owner or operator shall conduct initial inspection and monitoring by the appropriate compliance date listed in §115.183 of this title (relating to Compliance Schedules), using United States Environmental Protection Agency (EPA) Method 21 in 40 Code of Federal Regulations (CFR) Part 60, Appendix A-7 on all closed vent system components to demonstrate that the closed vent system operates with no leaks. The instrument response factor criteria in EPA Method 21 in 40 CFR Part 60, Section 8.1.1 must be for the average composition of the stream and not for each individual VOC constituent.

(2) The owner or operator shall conduct annual monitoring and inspections following the initial inspection conducted in paragraph (1) of this subsection.

(A) The owner or operator shall conduct an audio, visual, and olfactory inspection on closed vent system joints, seams, or other connections that are permanently or semi-permanently sealed (e.g., a welded joint between two sections of hard piping or a bolted and gasketed ducting flange) for defects that could result in air emissions. For an inspection using EPA Method 21 in 40 CFR Part 60, Appendix A-7, monitoring must be performed to demonstrate that there are no leaks following any time a component is repaired or the closed vent system connection is unsealed.

(B) The owner or operator shall monitor the closed vent system components and connections using EPA Method 21 in 40 CFR Part 60, Appendix A-7, other than those subject to subparagraph (A) of this paragraph, to demonstrate that the closed vent system operates with no leaks.

(3) The owner or operator of a closed vent system routed to a control device, including routing to a process, used to demonstrate compliance with the control requirements of this division, must conduct monitoring using EPA Method 21 in 40 CFR Part 60, Appendix A-7 to demonstrate there are no leaks from the closed vent system.

(A) The instrument response factor criteria in EPA Method 21 in 40 CFR Part 60, Section 8.1.1 must be for the average composition of the stream and not for each individual VOC constituent. For process streams that contain nitrogen, air, or other inert gases that are not VOC, the average stream response factor is calculated on an inert-free basis.

(B) An owner or operator shall calibrate the detection instrument using the procedures specified in EPA Method 21 in 40 CFR Part 60, Appendix A-7 before use on each day the instrument is used.

(C) The following calibration gases must be used.

(i) Zero air must contain less than 10 ppmv hydrocarbon in air.

(ii) The other calibration gases must be mixtures of methane or n-hexane in air, one with a concentration either of less than 10,000 ppmv, and another with a concentration of no more than 2,000 ppmv greater than the leak definition concentration of the equipment monitored. If the design of the monitoring instrument 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 equal to 10,000 ppmv. If only one scale on an instrument will be used during monitoring, the owner or operator is not required to calibrate the scales that will not be used during monitoring that day.

(D) The owner or operator shall follow EPA Method 21 in 40 CFR Part 60, Appendix A-7 to adjust instrument readings if choosing to account for the background VOC level.

(E) Using the following parameters, the owner or operator shall determine if a potential leak interface operates with no detectable emissions. A potential leak interface is determined to operate with no detectable VOC emissions if the organic concentration value is less than 500 ppmv.

(i) If an owner or operator chooses not to adjust the detection instrument readings for the background VOC concentration level, then the maximum organic concentration value measured by the detection instrument must be compared to the 500 ppmv value for the potential leak interface.

(ii) If an owner or operator chooses to adjust the detection instrument readings for the background VOC concentration level, an owner or operator shall compare the value of the arithmetic difference between the maximum organic concentration value measured by the instrument and the background organic concentration value with the 500 ppmv value for the potential leak interface.

(c) Closed vent system components and compressor seal covers that are designated as unsafe-to-monitor or difficult-to-monitor are not subject to the inspection and monitoring frequency in subsection (b) of this section. The monitoring methods of the components and covers that apply in subsections (a) and (b) of this section apply to the components in this subsection.

(1) Unsafe-to-monitor components must be identified in a list in accordance with the requirements in §115.180 of this title (relating to Recordkeeping Requirements). If an unsafe-to-monitor component is not considered safe to monitor within a calendar year, then it must be monitored as soon as possible during times that are safe to monitor.

(2) Difficult-to-monitor components must be identified in a list in accordance with the requirements in §115.180 of this title. A difficult-to-monitor component must be inspected at least once every five years.

(d) Upon the detection of a leak, the owner or operator shall affix to the leaking component a weatherproof and readily visible tag bearing an identification number and the date the leak was detected. This tag must remain in place, or be replaced if damaged, until the leaking component is repaired. Tagging of difficult-to-monitor leaking components may be done by reference tagging. The reference tag

should be located as close as possible to the leaking component and should clearly identify the leaking component and its location.

(e) The owner or operator shall repair a leak or defect as soon as practicable and shall make a first attempt to repair a leak or defect no later than five calendar days after the leak or defect is found. The component must be repaired no later than 15 calendar days after the leak or defect is found, except if a delay of repair is needed. If parts are unavailable, repair may be delayed if parts are ordered promptly. The repair must be completed within five days of receipt of the required parts. Repair may be delayed until the next shutdown if the repair of the component would require a shutdown that would create more total VOC emissions than the repair would eliminate, but the repair must be completed by the end of the next shutdown. A repair is complete once an EPA Method 21 or audio, visual, and olfactory inspection, as appropriate, under subsection (b)(2) or (3) of this section is conducted showing no leak or defect.

(f) The owner or operator shall install and maintain monitors to measure operational parameters of any control device installed to meet applicable control requirements of this division. Such monitors must be sufficient to demonstrate proper functioning of those devices to design specifications.

(1) For a direct-flame incinerator, the owner or operator shall continuously monitor the exhaust gas temperature immediately downstream of the device.

(2) For a condensation system, the owner or operator shall continuously monitor the outlet gas temperature to ensure the temperature is below the manufacturer's recommended operating temperature for controlling the VOC vapors routed to the device.

(3) For a carbon adsorption system or carbon adsorber, as defined in §101.1 of this title (relating to Definitions), the owner or operator shall, as applicable:

(A) continuously monitor the exhaust gas VOC concentration of a carbon adsorption system that regenerates the carbon bed directly to determine breakthrough, which for the purpose of this paragraph, is defined as a measured VOC concentration exceeding 100 ppmv above background expressed as methane; or

(B) switch the vent gas flow to fresh carbon at a regular predetermined time interval for a carbon adsorber or carbon adsorption system that does not regenerate the carbon directly. The time interval must be less than the carbon replacement interval determined by the maximum design flow rate and the VOC concentration in the gas stream vented to the carbon adsorption system or carbon adsorber.

(4) For a catalytic incinerator, the owner or operator shall continuously monitor the inlet and outlet gas temperature.

(5) For a vapor recovery unit, the owner or operator shall continuously monitor at least one of the following operational parameters:

(A) run-time of the compressor or motor in a vapor recovery unit;

(B) total volume of recovered vapors; or

(C) other parameters sufficient to demonstrate proper functioning to design specifications.

(6) For a control device not listed in this subsection, the owner or operator shall continuously monitor one or more operational parameters sufficient to demonstrate proper functioning of the control device to design specifications.

(g) The following inspection requirements apply to storage tanks subject to the control requirements in this division.

(1) For an internal floating roof storage tank, the internal floating roof and the primary seal and the secondary seal (if one is in service) must be visually inspected through a fixed roof inspection hatch at least once every 12 months.

(A) If the internal floating roof is not resting on the surface of the VOC inside the storage tank and is not resting on the leg supports; if liquid has accumulated on the internal floating roof; if the seal is detached; if there are holes or tears in the seal fabric; or if there are visible gaps between the seal and the wall of the storage tank, within 60 days of the inspection the owner or operator shall repair the items or shall empty and degas the storage tank in accordance with Subchapter F, Division 3 of this chapter (relating to Degassing of Storage Tanks, Transport Vessels, and Marine Vessels).

(B) If a failure identified in subparagraph (A) of this paragraph cannot be repaired within 60 days and the storage tank cannot be emptied within 60 days, the owner or operator may submit written requests for up to two extensions of up to 30 additional days each to the appropriate regional office. The owner or operator shall submit a copy to any local air pollution control program with jurisdiction. Each request for an extension must include a statement that alternate storage capacity is unavailable and a schedule that will assure that the repairs will be completed as soon as possible.

(2) For an external floating roof storage tank, the secondary seal gap must be physically measured at least once every 12 months to ensure compliance with §115.175 this title (relating to Storage Tank Control Requirements).

(A) If the secondary seal gap exceeds the limitations specified by §115.175(d) of this title, within 60 days of the inspection the owner or operator shall repair the items or shall empty and degas the storage tank in accordance with Subchapter F, Division 3 of this chapter.

(B) If a failure identified in subparagraph (A) of this paragraph cannot be repaired within 60 days and the storage tank cannot be emptied within 60 days, the owner or operator may submit written requests for up to two extensions of up to 30 additional days each to the appropriate regional office. The owner or operator shall submit a copy to any local air pollution control program with jurisdiction. Each request for an extension must include a statement that alternate storage capacity is unavailable and a schedule that will assure that the repairs will be completed as soon as possible.

(3) If the storage tank is equipped with a mechanical shoe or liquid-mounted primary seal, compliance with §115.175 of this title can be determined by visual inspection.

(4) For an external floating roof storage tank, the secondary seal must be visually inspected at least once every six months to ensure compliance with §115.175 of this title.

(A) If the external floating roof is not resting on the surface of the VOC inside the storage tank and is not resting on the leg supports; if liquid has accumulated on the external floating roof; if the seal is detached; if there are holes or tears in the seal fabric; or if there are visible gaps between the seal and the wall of the storage tank, within 60 days of the inspection the owner or operator shall repair the items or shall empty and degas the storage tank in accordance with Subchapter F, Division 3 of this chapter.

(B) If a failure identified in subparagraph (A) of this paragraph cannot be repaired within 60 days and the storage tank cannot be emptied within 60 days, the owner or operator may submit writ-

ten requests for up to two extensions of up to 30 additional days each to the appropriate regional office. The owner or operator shall submit a copy to any local air pollution control program with jurisdiction. Each request for an extension must include a statement that alternate storage capacity is unavailable and a schedule that will assure that the repairs will be completed as soon as possible.

(5) The owner or operator shall conduct an audio, visual, and olfactory inspection at least once per month, separated by at least 14 calendar days, of a control device used to control the VOC emissions from a storage tank.

(6) The owner or operator shall inspect and repair all closure devices not connected to a control device according to the schedule in this paragraph.

(A) The owner or operator shall conduct an audio, visual, and olfactory inspection of each closure device not connected to a vapor recovery unit or other vapor control device to ensure compliance with §115.175(a)(1)(A) of this title. The inspection must occur when liquids are not being added to or unloaded from the tank. If the owner or operator finds the closure device open for reasons not allowed in §115.175(a)(1)(A) of this title, the owner or operator shall attempt to close the device during the inspection. The inspection must occur before the end of one business day after each opening of a thief or access hatch for sampling or gauging, and before the end of one business day after each unloading event. If multiple events occur on a single day, a single inspection within one business day after the last event is sufficient.

(B) Once per calendar quarter, the owner or operator shall conduct an audio, visual, and olfactory inspection of all gaskets and vapor sealing surfaces of each closure device not connected to a vapor recovery unit or other control device to ensure compliance with §115.175(a)(1)(B) of this title. If an improperly sealed closure device is found, the owner or operator shall follow repair requirements in accordance with §115.175(a)(1)(D) of this title. For the purpose of this subparagraph, a repair is complete if the closure device no longer excludes process gasses based on audio, visual, and olfactory means.

§115.179. Approved Test Methods and Testing Requirements.

(a) Compliance with the requirements in this division must be determined by applying the following test methods, as appropriate.

(1) United States Environmental Protection Agency (EPA) Method 1 or 1A in 40 Code of Federal Regulations (CFR) Part 60, Appendix A-1 must be used to select sampling sites. The references to particulate sampling do not apply for purposes of using these methods in this division.

(2) EPA Method 2, 2A, 2C, or 2D in 40 CFR Part 60, Appendix A-2 must be used to determine the gas volumetric flow rate.

(3) EPA Method 3A or 3B, in 40 CFR Part 60, Appendix A-2, ASTM D6522-00 (Reapproved 2005), or American National Standards Institute/American Society of Mechanical Engineers Performance Test Codes (ANSI/ASME PTC) 19.10-1981, Part 10 (manual portion only) must be used to determine the oxygen concentration.

(4) EPA Method 4 in 40 CFR Part 60, Appendix A-3 must be used for determining the stack gas moisture content.

(5) EPA Method 18 in 40 CFR Part 60, Appendix A-6 must be used for determining the concentrations of methane and ethane.

(6) EPA Method 21 in 40 CFR Part 60, Appendix A-7 must be used for determining volatile organic compound (VOC) leaks.

(7) EPA Method 22 in 40 CFR Part 60, Appendix A-7, Section 11 must be used for determining visible emissions.

(8) EPA Method 25A in 40 CFR Part 60, Appendix A-7 must be used for determining total gaseous organic concentrations using flame ionization.

(9) Minor modifications to either test methods or monitoring methods may be approved by the executive director. Test methods other than those specified in paragraphs (1) - (8) of this subsection may be used if approved by the executive director and validated by EPA Method 301 (40 CFR Part 63, Appendix A). For the purposes of this paragraph, substitute "executive director" each place that EPA Method 301 references "administrator."

(b) The following procedures must be used to demonstrate compliance with the control requirements in this division for a closed vent system routed to a control device, other than a flare and routing to a process, and as appropriate.

(1) The owner or operator of a combustion control device tested to comply with the 275 parts per million by volume (ppmv) outlet VOC limit shall establish a correlation between firebox or combustion chamber temperature and the VOC performance level. The owner or operator shall also establish minimum and maximum temperatures or other operating parameter that will be continuously monitored to demonstrate compliance with the control device requirements in this division.

(2) The following testing requirements apply to control devices used to demonstrate compliance with the control requirements of this division. Each performance test must consist of a minimum of three test runs, and each run must be at least one hour long.

(A) The owner or operator shall conduct an initial control device performance test by the compliance date in §115.183 of this title (relating to Compliance Schedules) using the test methods in this subsection.

(B) The owner or operator shall conduct a periodic performance test no later than 60 months after the previous performance test. For any modification of a closed vent system, control device, or equipment regulated in this division that could reasonably be expected to decrease the control efficiency of the control device, such device must be retested within 60 days of the modification.

(3) In lieu of periodic performance testing required in paragraph (2) of this subsection, the owner or operator may complete a design analysis to satisfy compliance with the control requirements of this division. The owner or operator shall determine through monitoring the parameters sufficient to determine proper functioning of the control device is met, as required in the monitoring requirements in §115.178(f) of this title (relating to Monitoring and Inspection Requirements).

(A) For a vapor recovery unit or condenser, the design analysis criteria evaluated must include an analysis of the vent stream composition, speciated VOC concentrations, flowrate, relative humidity, and temperature. In addition, the design analysis must establish the design outlet VOC concentration level, design average temperature of the vapor recovery unit or condenser exhaust vent stream, and the design inlet and outlet average temperatures of the coolant fluid.

(B) For a regenerable carbon adsorption system, a design analysis must include the design exhaust vent stream VOC 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.

(C) For a non-regenerable carbon adsorption system (such as a carbon canister), the design analysis must include the vent stream composition, VOC constituent concentrations, flowrate, relative humidity, and temperature, and must establish the design exhaust vent stream VOC 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 must incorporate dual carbon canisters in case of emission breakthrough occurring in one canister.

(D) For a combustion control device, other than a flare, the design analysis must identify each existing, or derived, control device design parameter including waste stream and supplemental fuel flowrates, mixing characteristics, composition, net heating value, combustion zone temperature, residence time, excess oxygen and relative humidity. The analysis must compare these control device design parameters with actual control device operating data, for a minimum of the prior two years, to ensure the control device is being operated as designed. A physical inspection of the combustion device is required as part of this analysis to assess whether equipment wear is present that will result a significant reduction in operating efficiency or require prompt maintenance.

(4) In lieu of performing control device testing required in paragraph (2) of this subsection, the owner or operator may use data from a performance test conducted by the manufacturer on the same control device model that is used to comply with control requirements in this division. The owner or operator shall comply with the monitoring requirements in §115.178(f) of this title, and the data in the manufacturer's report must be sufficient to determine proper functioning of the control device as required in the monitoring requirements in §115.178(f) of this title.

(A) The manufacturer's guarantee must demonstrate that the specific model of control device meets the 95% control efficiency required in the control requirements of this division.

(B) The control device must be equipped with an inlet gas flow rate meter. Control devices, other than combustion control devices, must have a separate outlet gas flow rate meter.

(C) The owner or operator of a control device model tested under this paragraph shall maintain the test report in accordance with §115.180 of this title (relating to Recordkeeping Requirements). The test report must include, but is not limited to, all information required under 40 CFR §60.5413a(d)(12) (as amended September 15, 2020 (85 FR 57447)) that is applicable to the test conducted.

(c) The owner or operator shall calculate the control efficiency of a control device using the test results from subsection (b) of this section and the following procedure.

(1) The owner or operator shall use EPA methods specified in subsection (a)(1) or (2) of this section to determine the flow rate of the inlet to outlet to determine the mass rate; EPA Method 25A in 40 CFR Part 60, Appendix A-7; EPA Method 4 in 40 CFR Part 60, Appendix A-3 (to convert the EPA Method 25A results to a dry basis); and equations 1 and 2 to calculate percent reduction efficiency to determine compliance with control device VOC reduction efficiency limits in this division.

Figure: 30 TAC §115.179(c)(1)

(2) The owner or operator shall use EPA Method 25A in 40 CFR Part 60, Appendix A-7 to determine the exhaust gas concentration of total organic carbon in ppmv for the purpose of determining compliance with control device exhaust gas ppmv concentration limits in this division.

(A) The owner or operator may elect to conduct EPA Method 18 sampling simultaneously with EPA Method 25A in 40 CFR Part 60, Appendix A-7 sampling to quantify methane and ethane concentrations and subtract the combined values to derive a total VOC ppmv concentration. If using this option, the owner or operator shall take either an integrated sample or a minimum of four grab samples per hour at approximately equal intervals in time, such as 15-minute intervals during the run.

(B) The owner or operator shall use the emission rate correction factor for excess air, integrated sampling and analysis procedures of EPA Method 3A or 3B in 40 CFR Part 60, Appendix A-2; American Society for Testing and Materials (ASTM) D6522-00 (Reapproved 2005); or ANSI/ASME PTC 19.10-1981, Part 10 (manual portion only), to determine the oxygen concentration. The samples must be taken during the same time as the EPA Method 25A and EPA Method 18 samples. The owner or operator shall correct the VOC concentration for percent oxygen as provided in the following equation:
Figure: 30 TAC §115.179(c)(2)(B)

(3) The owner or operator of a combustion control device tested under subsection (b)(3)(C) of this section electing to comply with the 275 ppmv outlet limit in the control requirements of this division shall establish a correlation between firebox or combustion chamber temperature and the VOC emissions level. The owner or operator shall also establish minimum and maximum temperatures or other operating parameters that will be continuously monitored to demonstrate the VOC concentration is equal to or less than 275 ppmv as measured at the outlet of the device.

(d) A flare used to comply with the control requirements in this division must meet the requirements of 40 CFR §60.18(b) - (f) (as amended through December 22, 2008 (73 FR 78209)).

(e) The owner or operator of a control device, other than a flare or routing to a process, must perform a visible emissions test in accordance with EPA Method 22 in 40 CFR Part 60, Appendix A-7, Section 11 at least once every calendar quarter, separated by at least 45 days between each test. Devices failing the visible emissions test must comply with the following.

(1) The owner or operator shall follow the manufacturer's repair instructions, if available, or best combustion engineering practices for any necessary repairs.

(2) Upon returning to operation from maintenance or repair activity, each device must pass an EPA Method 22 visual observation as described in this subsection.

(3) The owner or operator shall operate a control device following the manufacturer's written operating instructions, procedures and maintenance schedule to ensure good air pollution control practices for minimizing emissions.

(f) A control device for which a performance test is waived in accordance with 40 CFR §60.8(b) (as amended August 30, 2016 (81 FR 59809)) is exempt from the testing requirements of this section.

§115.180. Recordkeeping Requirements.

Records required in this section must be maintained for five years onsite or at the nearest local field office and must be made available upon request to representatives of the executive director, the United States Environmental Protection Agency, or any local air pollution control agency having jurisdiction in the area. Results must be made available for review within 24 hours.

(1) The owner or operator shall maintain records of any operational parameter monitoring required in §115.178(f) of this title (relating to Monitoring and Inspection Requirements). Such records

must be sufficient to demonstrate proper functioning of those devices to design specifications and must include, but are not limited to, the following.

(A) For a direct-flame incinerator, the owner or operator shall continuously record the exhaust gas temperature immediately downstream of the device.

(B) For a condensation system, the owner or operator shall continuously record the outlet gas temperature to ensure the temperature is below the manufacturer's recommended operating temperature for controlling the volatile organic compounds (VOC) vapors routed to the device.

(C) For a carbon adsorption system or carbon adsorber, the owner or operator shall:

(i) continuously record the exhaust gas VOC concentration of any carbon adsorption system monitored according to §115.178(f)(3)(A) of this title; or

(ii) record the date and time of each switch between carbon containers and the method of determining the carbon replacement interval if the carbon adsorption system or carbon adsorber is switched according to §115.178(f)(3)(B) of this title.

(D) For a catalytic incinerator, the owner or operator shall continuously record the inlet and outlet gas temperature.

(E) For a vapor recovery unit, the owner or operator shall maintain records of the continuous operational parameter monitoring required in §115.178(f)(5) of this title.

(F) For any other control device, the owner or operator shall maintain records of the continuous operational parameter monitoring required in §115.178(f)(6) of this title sufficient to demonstrate proper functioning of the control device to design specifications.

(2) The owner or operator claiming an exemption in §115.172 of this title (relating to Exemptions) shall maintain records sufficient to demonstrate continuous compliance with the applicable exemption criteria.

(3) The owner or operator shall maintain the results of any control device testing conducted in accordance with §115.179 of this title (relating to Approved Test Methods and Testing Requirements) including, at a minimum, the following information:

(A) the date of each periodic performance test;

(B) the test method(s) used to conduct the test;

(C) the equipment type listed in §115.170 of this title (relating to Applicability) controlled by the device; and

(D) the report showing the testing results of the control device.

(4) Except for fugitive emission components, the owner or operator shall maintain records of the results of each inspection, monitoring survey other than monitoring specified in §115.178(f) of this title, and repair required in this division, including the following items:

(A) the date of the inspection;

(B) an identifier of each piece of leaking equipment;

(C) the tag information required by the owner or operator in accordance with §115.178(d) of this title, if different than the information in subparagraph (B) of this paragraph;

(D) the status of the cover or closure device during inspection;

(E) the date on which attempts at repair, if necessary, were made and which repair was made;

(F) the equipment type and associated designation (e.g. difficult-to-monitor), if appropriate, listed in §115.170 of this title controlled by the device;

(G) the amount of time a cover or closure device was open since the last inspection for reasons not allowed in the control requirements of §115.175 of this title (relating to Storage Tank Control Requirements);

(H) the date repair was attempted and completed, and an explanation of the reasons, if repair was delayed;

(I) screening concentration results from monitoring using a hydrocarbon analyzer; and

(J) the results of monitoring following repair required in §115.178(b)(2)(A) or (e) of this title.

(5) The owner or operator of a reciprocating compressor subject to §115.173(a)(3)(D) or (E) of this title (relating to Compressor Control Requirements) shall document the following information to demonstrate compliance with the appropriate control requirement:

(A) the continuously recorded number of hours the reciprocating compressor operated between each rod packing replacement, restarting the number of hours after the date of each replacement, as necessary; and

(B) the date and time of each reciprocating compressor rod packing replacement and the number of months between each replacement, as necessary.

(6) The owner or operator complying with §115.174(e)(2) of this title (relating to Pneumatic Controller and Pump Control Requirements) shall maintain records documenting that a control device does not exist onsite as of the appropriate date of compliance in §115.183 of this title (relating to Compliance Schedules).

(7) The owner or operator shall maintain records of audio, visual, and olfactory inspections and monitoring surveys required for any fugitive emission component including the following:

(A) instrument monitoring survey dates;

(B) monitoring results;

(C) a list of repairs needed, delay of repair, and unit shutdowns;

(D) a list of fugitive emission components that are difficult-to-monitor and unsafe-to-monitor;

(E) required electronic photos to document optical gas imaging monitoring surveys;

(F) fugitive emission component monitoring plan required in §115.177(a) of this title (relating to Fugitive Emission Component Requirements); and

(G) documentation for wells with the volume of gas at standard temperature and pressure that is produced from a volume of oil when depressurized to standard temperature and pressure (i.e., a gas/oil ratio) of less than 300 standard cubic feet per stock barrel of crude oil produced.

(8) An owner or operator shall maintain a report with the information specified in this paragraph. Every five years from the previous completion date, the report information must be updated, as necessary, and maintained. The information must include, at a minimum, the following:

(A) the regulated entity name and number;

(B) a description of and the identity of, which may include a clearly labeled diagram, each piece of equipment and fugitive emission component groupings;

(C) the initial compliance status of each piece of equipment and fugitive emission component grouping, including functional needs for pneumatic controllers at a natural gas processing plant specified in §115.174(e)(4) of this title and technical infeasibility issues with controlling pneumatic pumps at a well site specified in §115.174(e)(5) of this title; and

(D) an assessment and certification by the owner or operator that any closed vent system used to route emissions to a control device, including routing to a process, is of sufficient design and capacity to ensure that volatile organic compounds emissions are routed to the control device.

§115.181. Reporting Requirements.

An owner or operator shall notify the appropriate Texas Commission on Environmental Quality regional office at least 45 days in advance and allow a representative of the executive director to witness the testing of a control device conducted in accordance with §115.179(c) of this title (relating to Approved Test Methods and Testing Requirements).

§115.183. Compliance Schedules.

(a) The owner or operator of a piece of equipment that meets the applicability in §115.170 of this title (relating to Applicability) and is subject to a requirement of this division shall be in compliance as soon as practicable, but no later than January 1, 2023.

(b) For an owner or operator subject to this division as of January 1, 2023, the recordkeeping required by §115.180(8) of this title (relating to Recordkeeping Requirements) must be completed no later than March 31, 2023.

(c) An owner or operator who becomes subject to the requirements of this division on or after the date specified in subsection (a) of this section shall comply with the requirements in this division no later than 60 days after becoming subject. Recordkeeping required under §115.180(8) of this title must be complied with no later than 30 days after compliance with the division is achieved.

(d) The owner or operator of a storage tank subject to the requirements in Division 1 of this subchapter (relating to the Storage of Volatile Organic Compounds) shall remain subject to that division until compliance with the requirements in this division are achieved, but not later than January 1, 2023.

(e) The owner or operator of a fugitive emission component at a natural gas processing plant as defined in §115.10 of this title (relating to Definitions), subject to the requirements of Subchapter D, Division 3 of this chapter (relating to Fugitive Emission Control in Petroleum Refining, Natural Gas/Gasoline Processing, and Petrochemical Processes in Ozone Nonattainment Areas) shall remain subject to that division until compliance with the requirements in this division are achieved, but not later than January 1, 2023.

(f) Upon the date the owner or operator can no longer claim the exceptions in §115.174(e) of this title (relating to Pneumatic Controller and Pump Control Requirements), the owner or operator shall comply with the appropriate control requirement within 60 days.

The agency certifies that legal counsel has reviewed the proposal and found it to be within the state agency's legal authority to adopt.

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SUBCHAPTER D. PETROLEUM REFINING,
NATURAL GAS PROCESSING, AND
PETROCHEMICAL PROCESSES
DIVISION 3. FUGITIVE EMISSION CONTROL
IN PETROLEUM REFINING, NATURAL
GAS/GASOLINE PROCESSING, AND
PETROCHEMICAL PROCESSES IN OZONE
NONATTAINMENT AREAS

30 TAC §115.357

Statutory Authority

The amended section is proposed under Texas Water Code (TWC), §5.102, concerning General Powers, that provides the commission with the general powers to carry out its duties under the TWC; TWC, §5.103, concerning Rules, that authorizes the commission to adopt rules necessary to carry out its powers and duties under the TWC; TWC, §5.105, concerning General Policy, that authorizes the commission by rule to establish and approve all general policy of the commission; and under Texas Health and Safety Code (THSC), §382.017, concerning Rules, that authorizes the commission to adopt rules consistent with the policy and purposes of the Texas Clean Air Act. The amended section is also proposed under THSC, §382.002, concerning Policy and Purpose, that establishes the commission's purpose to safeguard the state's air resources, consistent with the protection of public health, general welfare, and physical property; THSC, §382.011, concerning General Powers and Duties, that authorizes the commission to control the quality of the state's air; and THSC, §382.012, concerning State Air Control Plan, that authorizes the commission to prepare and develop a general, comprehensive plan for the proper control of the state's air. The amended section is also proposed under THSC, §382.016, concerning Monitoring Requirements; Examination of Records, that authorizes the commission to prescribe reasonable requirements for the measuring and monitoring of air contaminant emissions; and THSC, §382.021, concerning Sampling Methods and Procedures, that authorizes the commission to prescribe the sampling methods and procedures to determine compliance with its rules. The amended section is also proposed under Federal Clean Air Act (FCAA), 42 United States Code (USC), §§7401, *et seq.*, which requires states to submit state implementation plan revisions that specify the manner in which the National Ambient Air Quality Standards will be achieved and maintained within each air quality control region of the state.

The amended section implements THSC, §§382.002, 382.011, 382.012, 382.016, 382.017, and 382.021, and FCAA, 42 USC, §§7401 *et seq.*

§115.357. Exemptions.

For all affected persons in the Beaumont-Port Arthur, Dallas-Fort Worth, El Paso, and Houston-Galveston-Brazoria areas, as defined in §115.10 of this title (relating to Definitions), the following exemptions apply.

(1) Components that contact a process fluid containing volatile organic compounds (VOC) having a true vapor pressure equal to or less than 0.044 pounds per square inch absolute (psia) (0.3 kilopascals [kilopascals]) at 68 degrees Fahrenheit (20 degrees Celsius) are exempt from the instrument monitoring (with a hydrocarbon gas analyzer) requirements of §115.354(1) and (2) of this title (relating to Monitoring and Inspection Requirements) if the components are inspected by visual, audio, and/or olfactory means according to the inspection schedules specified in §115.354(1) and (2) of this title.

(2) Conservation vents or other devices on atmospheric storage tanks that are actuated either by a vacuum or a pressure of no more than 2.5 pounds per square inch gauge (psig), pressure relief valves equipped with a rupture disk or venting to a control device, components in continuous vacuum service, and valves that are not externally regulated (such as in-line check valves) are exempt from the requirements of this division, except that each pressure relief valve equipped with a rupture disk must comply with §115.352(9) and §115.356(3)(C) of this title (relating to Control Requirements and Recordkeeping Requirements).

(3) Compressors in hydrogen service are exempt from the requirements of §115.354 of this title if the owner or operator demonstrates that the percent hydrogen content can be reasonably expected to always exceed 50.0% by volume.

(4) All pumps and compressors that are equipped with a shaft sealing system that prevents or detects emissions of VOC from the seal are exempt from the monitoring requirement of §115.354 of this title. These seal systems may include, but are not limited to, dual pump seals with barrier fluid at higher pressure than process pressure, seals degassing to vent control systems kept in good working order, or seals equipped with an automatic seal failure detection and alarm system. Submerged pumps or sealless pumps (including, but not limited to, diaphragm, canned, or magnetic driven pumps) may be used to satisfy the requirements of this paragraph.

(5) Reciprocating compressors and positive displacement pumps used in natural gas/gasoline processing operations are exempt from the requirements of this division except §115.356(3)(C) of this title.

(6) Components at a petroleum refinery or synthetic organic chemical, polymer, resin, or methyl-tert-butyl ether manufacturing process, that contact a process fluid that contains less than 10% VOC by weight and components at a natural gas/gasoline processing operation that contact a process fluid that contains less than 1.0% VOC by weight are exempt from the requirements of this division except §115.356(3)(C) of this title.

(7) Plant sites covered by a single account number with less than 250 components in VOC service are exempt from the requirements of this division except §115.356(3)(C) of this title.

(8) Components in ethylene, propane, or propylene service, not to exceed 5.0% of the total components, may be classified as non-repairable beyond the second repair attempt at 500 parts per million by volume (ppmv). These components will remain in the fugitive monitoring program and be repaired no later than 15 calendar days after the concentration of VOC detected via Method 21 in 40 Code of Federal Regulations (CFR) Part 60, Appendix A-7 (October 17, 2000) exceeds 10,000 ppmv. For the purposes of this

division, components that contact a process fluid with greater than 85% ethylene, propane, or propylene by weight are considered in ethylene, propane, or propylene service, respectively. If the owner or operator elects to use the alternative work practice in §115.358 of this title (relating to Alternative Work Practice), this exemption may not be claimed for any component that is monitored according to the alternative work practice unless the owner or operator demonstrates the leak concentration does not exceed 10,000 ppmv using Method 21 and the owner or operator continues to monitor the component using both the alternative work practice and Method 21 according to the frequency specified in §115.358 of this title.

(9) The following valves are exempt from the requirements of §115.352(4) of this title:

(A) pressure relief valves;

(B) open-ended valves or lines in an emergency shut-down system that are designed to open automatically in the event of an emissions event;

(C) open-ended valves or lines containing materials that 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; and

(D) valves rated greater than 10,000 psig.

(10) Instrumentation systems, as defined in 40 CFR §63.161 (January 17, 1997), that meet 40 CFR §63.169 (June 20, 1996) are exempt from the requirements of this division except §115.356(3)(C) of this title.

(11) Sampling connection systems, as defined in 40 CFR §63.161 (January 17, 1997), that meet the requirements of 40 CFR §63.166(a) and (b) (June 20, 1996) are exempt from the requirements of this division except §115.356(3)(C) of this title.

(12) Components that are insulated, making them inaccessible to monitoring with a hydrocarbon gas analyzer, are exempt from the monitoring requirements of §115.354(1), (2), and (4) of this title.

(13) Components/systems that contact a process fluid containing VOC having a true vapor pressure equal to or less than 0.002 psia at 68 degrees Fahrenheit are exempt from the requirements of this division except §115.356(3)(C) of this title.

(14) In the Houston-Galveston-Brazoria area, the requirements of Subchapter H of this chapter (relating to Highly-Reactive Volatile Organic Compounds) may apply to components that qualify for one or more of the exemptions in paragraphs (1) - (11) of this section at any petroleum refinery; synthetic organic chemical, polymer, resin, or methyl-tert-butyl ether manufacturing process; or natural gas/gasoline processing operation in which a highly-reactive volatile organic compound, as defined in §115.10 of this title (relating to Definitions), is a raw material, intermediate, final product, or in a waste stream.

(15) Beginning January 1, 2023, any natural gas/gasoline processing operation that is subject to the compliance requirements of Subchapter B, Division 7 of this chapter (relating to Oil and Natural Gas in Ozone Nonattainment Areas) in the Dallas-Fort Worth or Houston-Galveston-Brazoria area is exempt from all requirements in this division.

The agency certifies that legal counsel has reviewed the proposal and found it to be within the state agency's legal authority to adopt.

Filed with the Office of the Secretary of State on January 14, 2021.

TRD-202100226

Robert Martinez

Director, Environmental Law Division

Texas Commission on Environmental Quality

Earliest possible date of adoption: February 28, 2021

For further information, please call: (512) 239-1806

TITLE 37. PUBLIC SAFETY AND CORRECTIONS

PART 15. TEXAS FORENSIC SCIENCE COMMISSION

CHAPTER 651. DNA, CODIS, FORENSIC ANALYSIS, AND CRIME LABORATORIES SUBCHAPTER C. FORENSIC ANALYST LICENSING PROGRAM

37 TAC §651.208

The Texas Forensic Science Commission ("Commission") proposes an amendment to 37 Texas Administrative Code §651.208 which describes the requirements for forensic analyst and forensic technician license renewal. The current provision inadvertently omits the requirement that analysts upgrading to a higher level of licensure at renewal must complete continuing forensic education requirements. The Commission amends the section to clarify continuing forensic education requirements are required of all analysts biennially, whether renewing or upgrading a license. The amendments are necessary to reflect adoptions made by the Commission at its October 23, 2020, quarterly meeting. The amendments are made in accordance with the Commission's forensic analyst licensing authority under Code of Criminal Procedure, Article 38.01 §4-a, which directs the Commission to adopt rules to establish the qualifications for a forensic analyst license and the Commission's rulemaking authority under Code of Criminal Procedure, Article 38.01 §3-a, which directs the Commission to adopt rules necessary to implement Code of Criminal Procedure Article 38.01.

Fiscal Note. Leigh M. Savage, Associate General Counsel of the Texas Forensic Science Commission, has determined that for each year of the first five years the proposed amendment is in effect, there will be no fiscal impact to state or local governments as a result of the enforcement or administration of the proposal. There will be no anticipated effect on local employment or the local economy as a result of the proposal. The amendment does not expand any forensic analyst licensing requirement under the current program, but rather closes a loophole that permits an analyst upgrading his or her license to avoid continuing forensic education requirements. The amendment clarifies all forensic analysts are required to complete continuing forensic education requirements.

Rural Impact Statement. The Commission expects no adverse economic effect on rural communities as the proposed amendment does not impose any direct costs or fees on municipalities in rural communities.

Public Benefit/Cost Note. Leigh M. Savage, Associate General Counsel of the Texas Forensic Science Commission has also determined that for each year of the first five years the proposed

Texas Commission on Environmental Quality



ORDER ADOPTING NEW RULES AND REVISIONS TO THE STATE IMPLEMENTATION PLAN

Docket No. 2020-1005-RUL
Rule Project No. 2020-038-115-AI

On June 30, 2021 the Texas Commission on Environmental Quality (Commission), during a public meeting, considered adoption of new Subchapter B, Division 7 of 30 Texas Administrative Code (TAC) Chapter 115, Control of Air Pollution from Volatile Organic Compounds, and revisions to Subchapter B, Divisions 1 and 2 and Subchapter D, Division 3 of 30 TAC Chapter 115. The Commission adopts this new rule and revisions to 30 TAC Chapter 115, Subchapter B, Division 7 and Subchapter B, Divisions 1 and 2 and Subchapter D, Division 3; and corresponding revisions to the state implementation plan (SIP). The new rules implement RACT for the emission source categories addressed the Environmental Protection Agency's *Control Techniques Guidelines for the Oil and Natural Gas Industry* and would apply to the Dallas-Fort Worth (Collin, Dallas, Denton, Ellis, Johnson, Kaufman, Parker, Rockwall, Tarrant, and Wise Counties) and Houston-Galveston-Brazoria (Brazoria, Chambers, Fort Bend, Galveston, Harris, Liberty, Montgomery, and Waller Counties) nonattainment areas for the 2008 eight-hour ozone National Ambient Air Quality Standard, with a compliance date of January 1, 2023. The emission source categories are centrifugal and reciprocating compressors, pneumatic pumps, pneumatic controllers, storage tanks, and fugitive emission components in the oil and gas industry. Additionally, the revisions exempt from applicability to other 30 TAC Chapter 115 requirements those sources that would be subject to requirements of 30 TAC Chapter 115, Subchapter B, Division 7 on and after January 1, 2023. Under Tex. Health & Safety Code Ann. §§ 382.011, 382.012, and 382.023 (West 2016), the Commission has the authority to control the quality of the state's air and to issue orders consistent with the policies and purposes of the Texas Clean Air Act, Chapter 382 of the Tex. Health & Safety Code. The proposed rule was/rules were published for comment in the January 29, 2021, issue of the *Texas Register* (46 TexReg 767).

Pursuant to Tex. Health & Safety Code Ann. § 382.017 (West 2016), Tex. Gov't Code Ann., Chapter 2001 (West 2016), and 40 Code of Federal Regulations § 51.102, and after proper notice, the Commission conducted a public hearing to consider the new rule and revisions to the SIP. Proper notice included prominent advertisement in the areas affected at least 30 days prior to the date of the hearing. A public hearing was held virtually on February 23, 2021.

The Commission circulated hearing notices of its intended action to the public, including interested persons, the Regional Administrator of the EPA, and all applicable local

air pollution control agencies. The public was invited to submit data, views, and recommendations on the proposed new rules and SIP revisions, either orally or in writing, at the hearing or during the comment period. Prior to the scheduled hearing, copies of the proposed new rules and SIP revisions were available for public inspection at the Commission's central office and on the Commission's website. Additionally, the comment period for this proposal was extended to March 16, 2021 because of Winter Storm Uri.

Data, views, and recommendations of interested persons regarding the proposed new rules and SIP revisions were submitted to the Commission during the comment period, and were considered by the Commission as reflected in the analysis of testimony incorporated by reference to this Order. The Commission finds that the analysis of testimony includes the names of all interested groups or associations offering comment on the proposed new rule and the SIP revisions and their position concerning the same.

IT IS THEREFORE ORDERED BY THE COMMISSION that the new rule and revisions to the SIP incorporated by reference to this Order are hereby adopted. The Commission further authorizes staff to make any non-substantive revisions to the rule necessary to comply with *Texas Register* requirements. The adopted rule and the preamble to the adopted rule and the revisions to the SIP are incorporated by reference in this Order as if set forth at length verbatim in this Order.

IT IS FURTHER ORDERED BY THE COMMISSION that on behalf of the Commission, the Chairman should transmit a copy of this Order, together with the adopted rule and revisions to the SIP, to the Regional Administrator of EPA as a proposed revision to the Texas SIP pursuant to the Federal Clean Air Act, codified at 42 U.S. Code Ann. §§ 7401 - 7671q, as amended.

This Order constitutes the Order of the Commission required by the Administrative Procedure Act, Tex. Gov't Code Ann., Chapter 2001 (West 2016).

If any portion of this Order is for any reason held to be invalid by a court of competent jurisdiction, the invalidity of any portion shall not affect the validity of the remaining portions.

TEXAS COMMISSION ON
ENVIRONMENTAL QUALITY

Jon Niermann, Chairman

Date Signed