

Texas Voluntary Marginal Conventional Well Plugging Program (TxMCW)

Katy Drake

Air Grants Division

Environmental Trade Fair 2025

Agenda

- Introduction & Program Background
- Definitions & Key Concepts
- TxMCW Overview & Timeline
- Texas Wells & Plugging Process
- Well Prioritization Plan
- Methane Measurement Plan
- Stakeholder Engagement
- Current Status & Next Steps







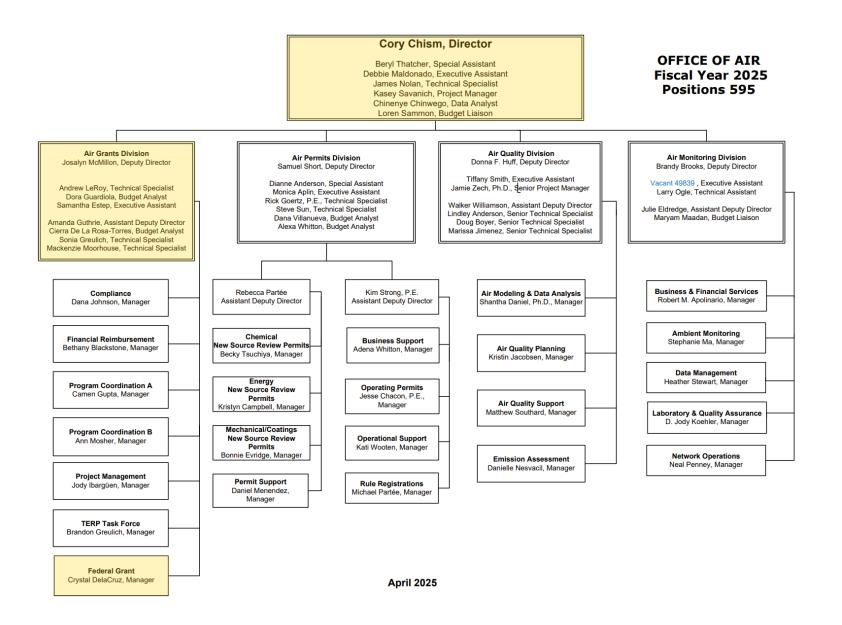


Introduction & Program Background













	Cory Chism, Director	
	Beryl Thatcher, Special Assistant Debbie Maldonado, Executive Assistant James Nolan, Technical Specialist Kasey Savanich, Project Manager Chinenye Chinwego, Data Analyst Loren Sammon, Budget Liaison	
_		
	Air Grants Division Josalyn McMillon, Deputy Director	
	Andrew LeRoy, Technical Specialist Dora Guardiola, Budget Analyst Samantha Estep, Executive Assistant	
	Amanda Guthrie, Assistant Deputy Director Cierra De La Rosa-Torres, Budget Analyst Sonia Greulich, Technical Specialist Mackenzie Moorhouse, Technical Specialist	
	Federal Grant Crystal DelaCruz, Manager	





Air Grants Division (AGD)

Also administers:

- Texas Emissions Reduction Plan Program (TERP)
- Texas Volkswagen Environmental Mitigation Program (TxVEMP)









Inflation Reduction Act (IRA) Methane Emission Reduction Program (MERP): Mitigating Emissions from Marginal Conventional Wells (MCWs)



WHO: EPA, DOE

WHAT: \$134.1M in grant funding

WHEN: December 2023 + 5 years

WHERE: Texas

WHY: Reduce methane emissions

HOW: Voluntary MCW closures



TEXAS COMMISSION ON ENVIRONMENTAL QUALITY



Definitions & Key Concepts







Definitions

- Conventional Well
 - Vertical oil and gas well
- Marginal Conventional Well (MCW)
 - ≤ 15 barrels of oil equivalent per day (BOED), or
 - ≤ 90 thousand cubic feet (Mcf) of gas per day (1 BOE = 6 Mcf)
 - Known owner or operator
 - Can be producing or idle





MCWs vs. Orphaned Wells

- Known vs. unknown owner or operator
- Railroad Commission (RRC) tracks and plugs orphaned wells
 - Funding from Infrastructure Investment and Jobs Act (IIJA)
 - Only wells on state-owned or privately-owned land in Texas





Methane

- Gas comprised of carbon and hydrogen
- Greenhouse gas that traps heat
- Can worsen health conditions
- Matters on a personal level











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Volatile Organic Compounds (VOCs)

- Chemicals with:
 - High vapor pressure
 - Low water solubility
- Precursors to ground-level ozone
- Can contaminate groundwater
- Can cause short- and long-term health effects





Hazardous Air Pollutants (HAPs)

- Known or suspected to cause:
 - Cancer
 - Reproductive effects
 - Birth defects
 - Immune system damage
 - Adverse environmental effects
- Benzene, toluene, ethylbenzene, and xylene (BTEX)
- Hydrogen sulfide (H2S)







TxMCW Overview & Timeline







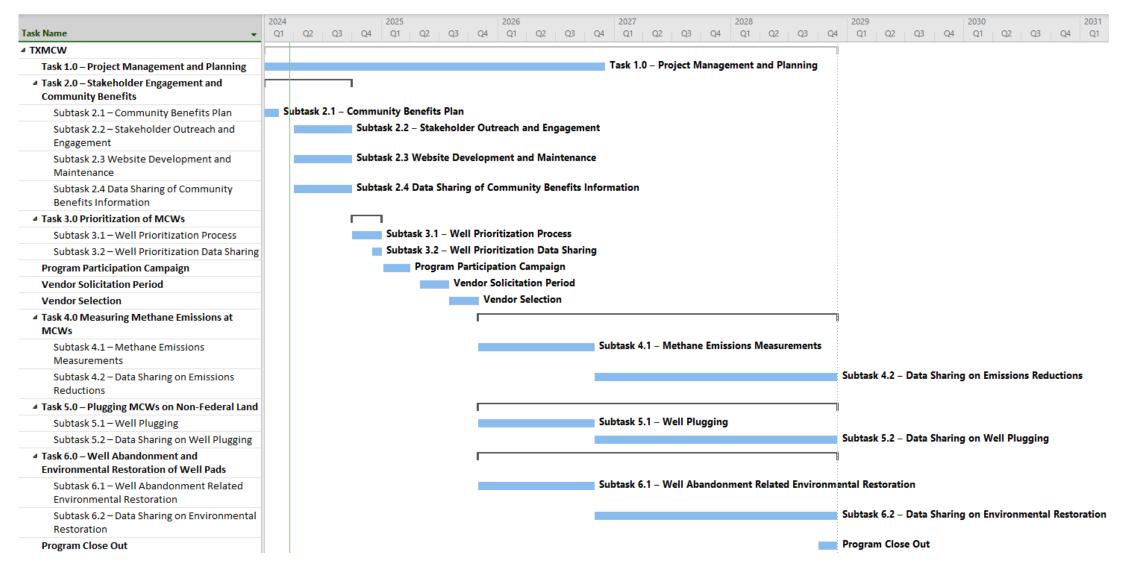
TxMCW Overview

- Voluntary plugging and abandonment of marginal conventional wells (MCWs)
- Goals
 - Plug MCWs to mitigate environmental pollutants
 - Measure methane emissions
 - Support environmental restoration
- Public website: <u>www.txmcw.org</u>





TxMCW Program Timeline







Tasks 1 and 2

- Task 1: Project Management and Planning
- Task 2: Community Benefits Plan
 - Subtask 2.1: Community Benefits Plan
 - Subtask 2.2: Stakeholder Outreach & Engagement
 - Subtask 2.3: Website Development and Maintenance
 - Subtask 2.4: Data Sharing of Community Benefits Information





Task 3: Prioritization of MCWs

•Subtask 3.1: Well Prioritization Process

•Subtask 3.2: Well Prioritization Data Sharing



Program Participation, and Vendor Solicitation and Selection

Program Participation Campaign
Vendor Solicitation Period
Vendor Selection Period



Task 4: Measuring Methane Emissions at MCWs

- •Subtask 4.1: Methane Emissions Measurements
- •Subtask 4.2: Data Sharing on Emissions Reductions





Task 5: Plugging MCWs on Non-Federal Land

Subtask 5.1: Well Plugging
Subtask 5.2: Data Sharing on Well Plugging





Task 6: Well Abandonment and Environmental Restoration of Well Pads

- Subtask 6.1: Well Abandonment Related Environmental Restoration
- Subtask 6.2: Data Sharing on Environmental Restoration





Program Close Out Phase

Wrap up any remaining activitiesShare final data



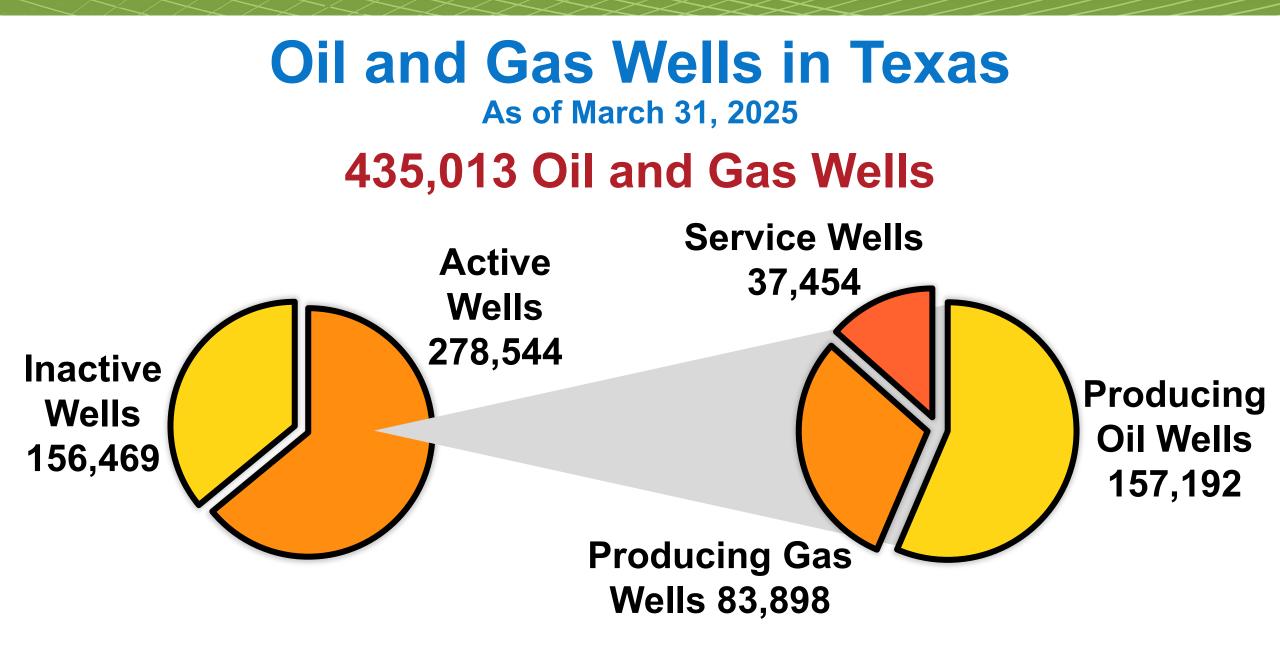




Texas Wells & Plugging Process





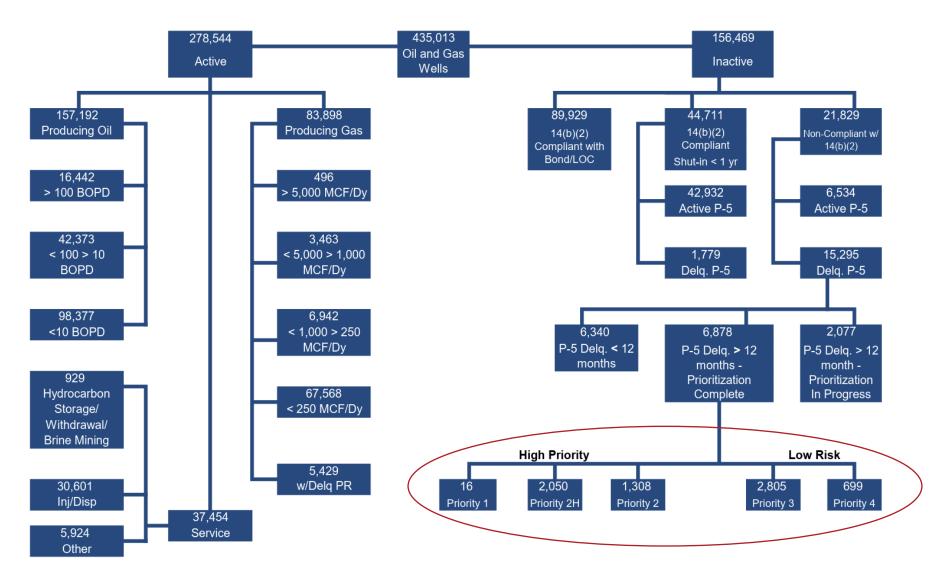






Wells Monitored by the Railroad Commission

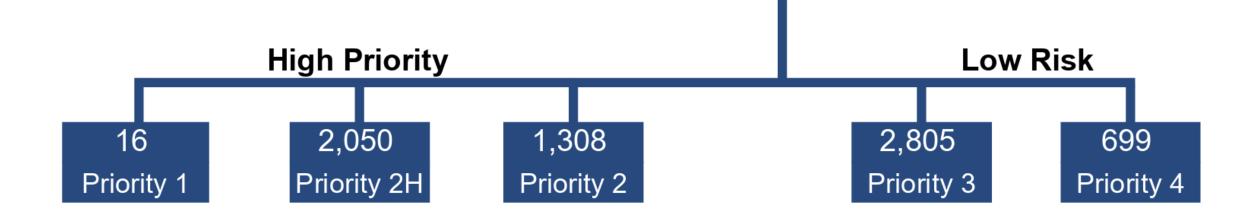
As of March 31, 2025







High Priority & Low Risk Wells







Well Plugging and Abandonment

- Railroad Commission requirements:
 - Notice and Supervision
 - Review and Approval
 - Cementing
 - Methods
 - Additional Requirements
 - Post-Plugging





TxMCW Plugging & Abandonment Activities

- Preparation of well pad
- Removal of well bore casing
- Placement of cement plugs
- Excavation around well head and well capping before surface restoration
- Support of activities necessary for plugging







Well Prioritization Plan







Well Prioritization Plan

- Goal
 - Minimize methane and other environmental pollutants
- Criteria
 - Prioritize wells with higher methane emissions
 - Production rates
 - Number of wells by owner
 - Human health impacts
 - Water quality and flood resilience
- Weighted criteria imported into PRIMO tool





What is **PRIMO**?

- Free and open-source software
- Decision-support tool
- Developed by DOE's National Energy Technology Laboratory (NETL)
- Designed to support MERP







PRIMO Modular Capabilities



identifying **high-priority** marginal conventional wells (MCWs) designing efficient and impactful plugging and abandonment (P&A) projects

comparing competing P&A projects **quantitatively**







How PRIMO Works

- •Users provide well data, site characteristics, and program provisions
- Users specify ranking priorities and "ideal" projects
- PRIMO returns specific recommendations for candidates







Methane Measurement Plan





Methane Measurement Plan

- Measurement of methane emissions prior to plugging
- Approaches
 - Qualitative
 - Must use established survey
 - Quantitative
 - *Minimum detection limit (MDL) of less than 100 grams/hour (g/h)*
- Verify plugged wells are no longer emitting methane





Qualitative Methane Measurement





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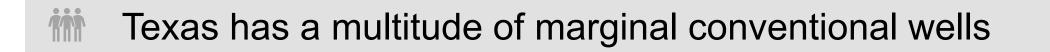
Stakeholder Engagement



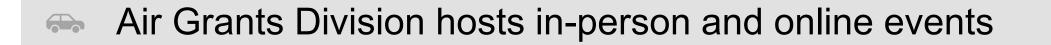


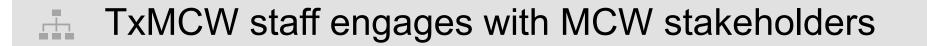


Stakeholder Engagement









The program is conducting outreach efforts





Grant Development & Award Team

- Team Leader
- Work Leader
- Grant Manager
- 2 Grant Specialists
- 2 Contract Specialists
- 2 Financial Analysts
- Program Specialist





Federal Grant Section

- Section Manager
- Budget Analyst
- Systems Analyst
- Web Administrator
- Engineer







Current Status & Next Steps





Current Status

Program Launch

Outreach Efforts

What's Next











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