

**Regulations, Current Practices & Research Needs** 



### **Leadership Team**

#### **Project Co-leaders**

• Shellie Chard, ODEQ | John Baza, UDOGM

#### Intro. & Module 1 Leaders

• Shellie Chard | John Baza

#### **Module 2 Leaders**

Scott Kell, ODOGRM | Tom Kropatsch, WOGCC

#### **Module 3 Leaders**

• Ken Harris, formerly DOGGR | Nichole Saunders, EDF

#### **Contractors**

- Michael Dunkel, Worley
- John Veil, Veil Environmental Consulting

#### **GWPC Staff**

• Mike Paque | Mike Nickolaus | Erica Carr, GWPC





### **Study Partners**



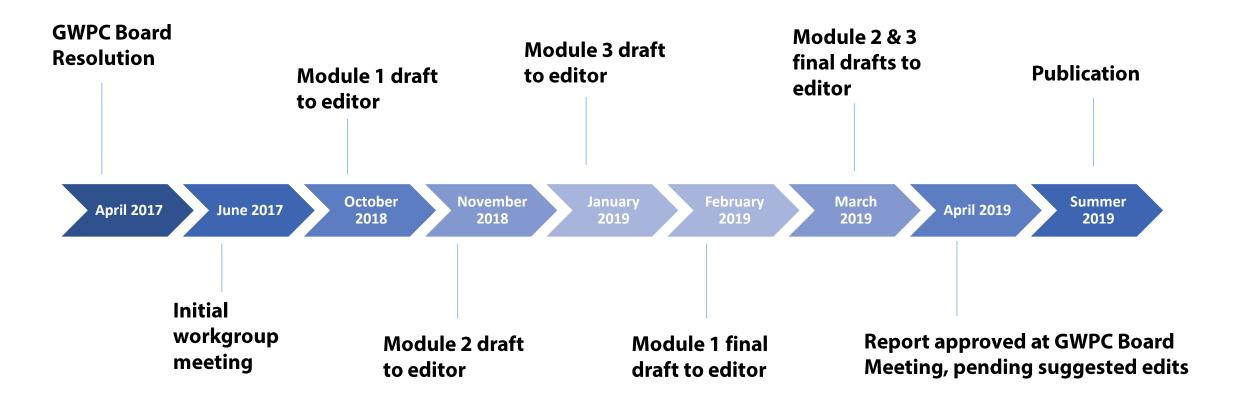






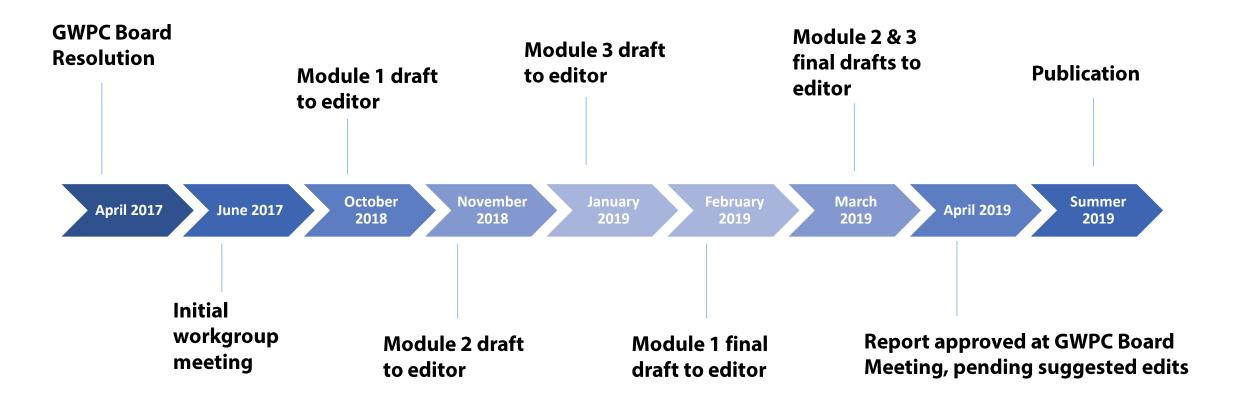


# **Project Timeline**





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#### **Developing Solutions: A Modular Approach**



#### Regulatory & Legal Frameworks

This module describes the current legal and regulatory frameworks that address produced water. It also addresses changes that may need to occur to facilitate the use of produced water.

#### Leadership:

John Baza, Utah Division of Oil, Gas & Mining Shellie Chard: Oklahoma DEQ, Water Quality



#### Produced Water Use in the Oilfield

This module describes the current uses and potential future uses of produced water inside the oilfield. It defines the existing constraints of use and identifies the opportunities and challenges of expanded use.

#### Leadership:

Tom Kropatsch: Wyoming Oil & Gas Commission Scott Kell: Ohio Department of Natural Resources



#### Produced Water Use & Research Needs Outside the Oilfield

This module describes current and potential use of produced water outside the oilfield and identifies the research needs that will need to be addressed to facilitate expanded use.

#### Leadership:

Ken Harris: California Department of Conservation Nichole Saunders, Environmental Defense Fund



#### **Report Goals**

#### GWPC hopes this report will be used to:

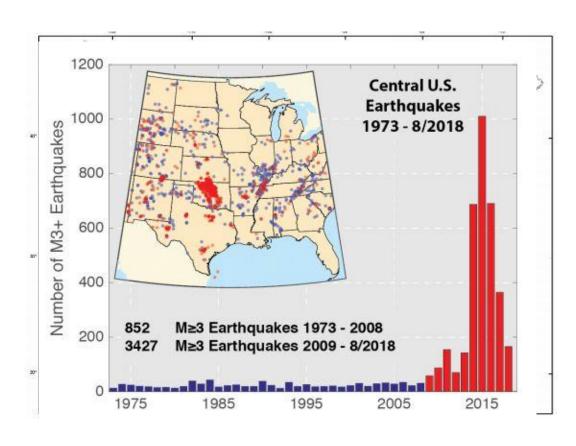
- Educate the public
- Encourage oil and gas industry, state and federal regulatory agencies to gather data
- Inform new research
- Expand the use of produced water in a manner that is protective of the environment and public health.





# What is Driving the Produced Water Conversation?

- Volume of produced water
- Fresh water stress due to rising and relocating populations and regional droughts
- Induced seismicity



Source: <a href="https://myweb.rollins.edu/jsiry/Waterbasics.html">https://myweb.rollins.edu/jsiry/Waterbasics.html</a>



### **State Regulation**



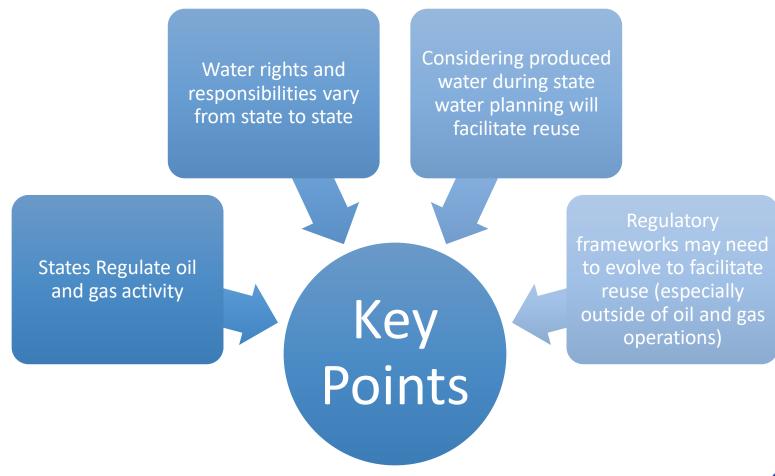
- Oil and gas waste stream exempt from RCRA Subtitle C
- Federal permitting programs administered by (most) states through NPDES and UIC Programs
- Authority housed in either oil and gas or environmental agencies (sometimes both)
- Regulations differ between states based on: geography, geology, hydrology, climate weather and political, state statutory authority, state court interpretations, infrastructure, and historical practices.



#### Regulations & Produced Water Cycle

Sourcing and Ownership	Transportation	Storage	Hydraulic Fracturing	Disposition	Beneficial Reuse
State Water Rights & Laws	Trucking permit/license	Construct & Operate pits permit	Various State Oil & Gas Regs	NPDES discharge	Inside oil & gas E&P no permits
Permits	Pipeline easements	Tank permit	Reporting Requirements	Pretreatment	Outside oil & gas require permits
Contracts	Road, waterway, railway crossing permits	Secondary containment	FracFocus or other mandatory data systems	Enhance Oil Recovery /UIC	Local authority requirements
		SPCC Plans	Transportation & storage of chemicals	Injection Well Disposal	More regs and ordinances to come
		Stormwater permit/ controls			

### **Module 1 Summary**

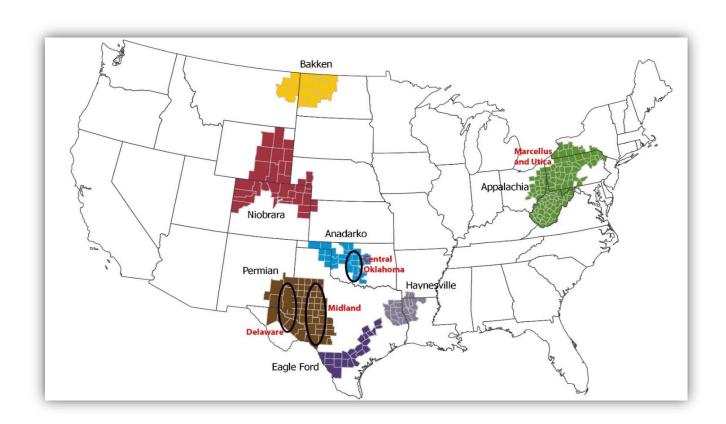




#### **Basins Studied/Profiled in this Report**

#### Seven basins profiled

- Appalachia
- Bakken
- Eagle Ford
- Haynesville
- Niobrara/ DJ
- Oklahoma
- Permian





#### **Opportunities for Beneficial Reuse**

#### Within Oil & Gas Industry

• Increase beneficial reuse in enhanced recovery (conventional) and in drilling/hydraulic fracturing (unconventional)

#### **Benefits of Reuse**

- Minimize produced water disposal (costly/capacity limitations)
- Lessen potential for induced seismicity in some areas
- Reduce costs/risks associated with transportation
- Reduce fresh water usage benefitting local water needs



# **Challenges of Produced Water Management**



Adapting to State Regulatory Frameworks



**Transport** 



Storage



**Underground Injection** 



Treatment/Fit for Purpose



Spill Management & Mitigation



Treatment Residual Management



Air Emissions



Wildlife Protection



#### **Areas for Additional Research**

- Leak detection
- Addressing specific water treatment challenges
- Improvement in enhanced evaporation or desalination
- Automation in treatment systems
- Separation of saleable products during treatment
- Water treatment research needs
- Regulatory changes needed to facilitate discharge



### **Policy Initiatives to Facilitate Reuse**

Tracking water transfers

Commercial designation

Storage

Temporary layflat lines

Right of way on county roads

Clarity of regulations

**Incentives** 

Produced water ownership



### **Module 2 Summary**

**Produced water Midstream** is emerging as a water management Research needs and strategy policy initiatives **Challenges and** need to be addressed opportunities affect to expand produced reuse in oil and gas water reuse in oil and gas operations. Key Points Reuse varies by **Cost is THE key driver** region/ area of reuse

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# Module 3: The Road Ahead

- The most complicated and forward looking challenge
- Some small scale efforts exist
- Moving with caution
- Research needs on all fronts environmental impact





# Current reuse outside of oil and gas operations is minimal but many opportunities exist.





### **Expanded Opportunities for Reuse**

#### **Outside Oil & Gas Industry**

- Possibilities for further reuse with additional research
  - Land Application (e.g., irrigation)
  - Discharges to Surface or Ground Water
  - Industrial Use (e.g., cooling water)



WAY Down the Road

Potable Reuse

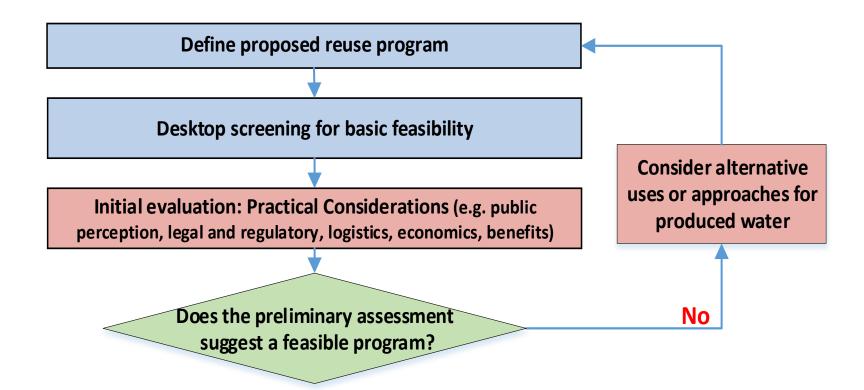


# Potential risks must be well understood and appropriately managed in order to prevent unintended consequences.



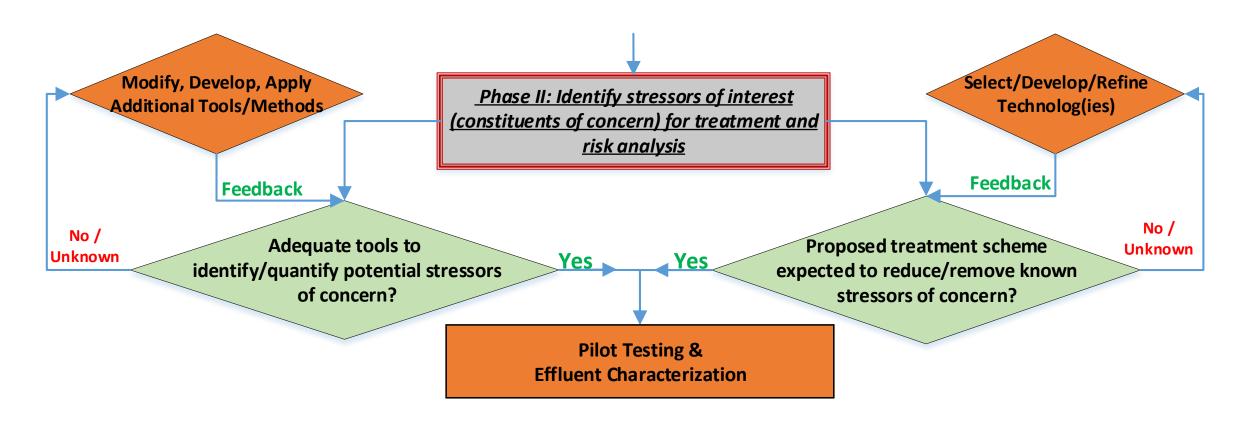
# Phase I: Preliminary Assessment of Proposed Program

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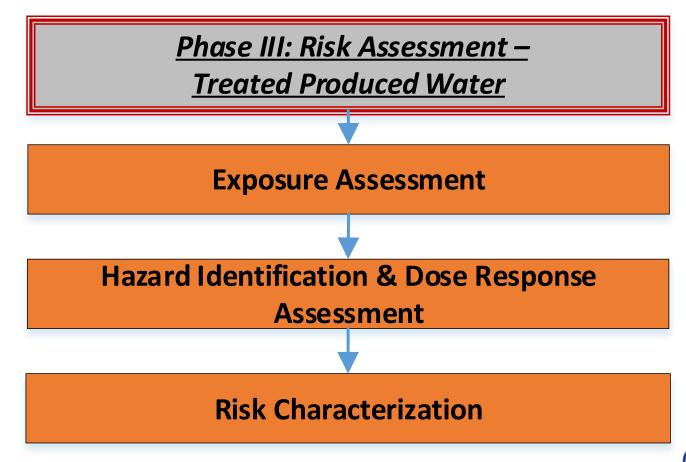


# Phase II: Identify Stressors of Interest (constituents of concern) for Risk Assessment





# Phase III: Risk Assessment- Treated Produced Water





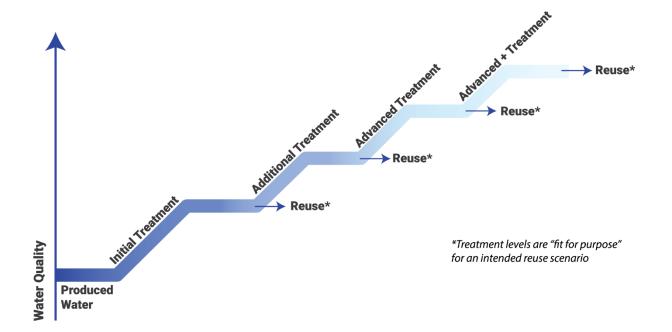
# Phase IV: Risk Management & Decision Making





### Fit for Purpose Treatment

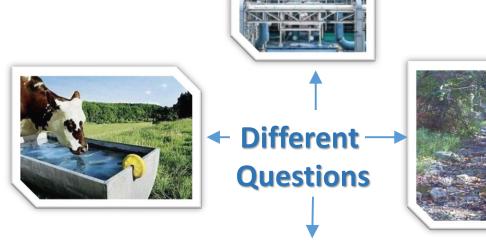
- This module includes an extensive discussion and review of treatment technologies – both current availabilities and research needs.
- Treatment should be designed specifically to address a certain type of produced water and certain level of quality goals for reuse.





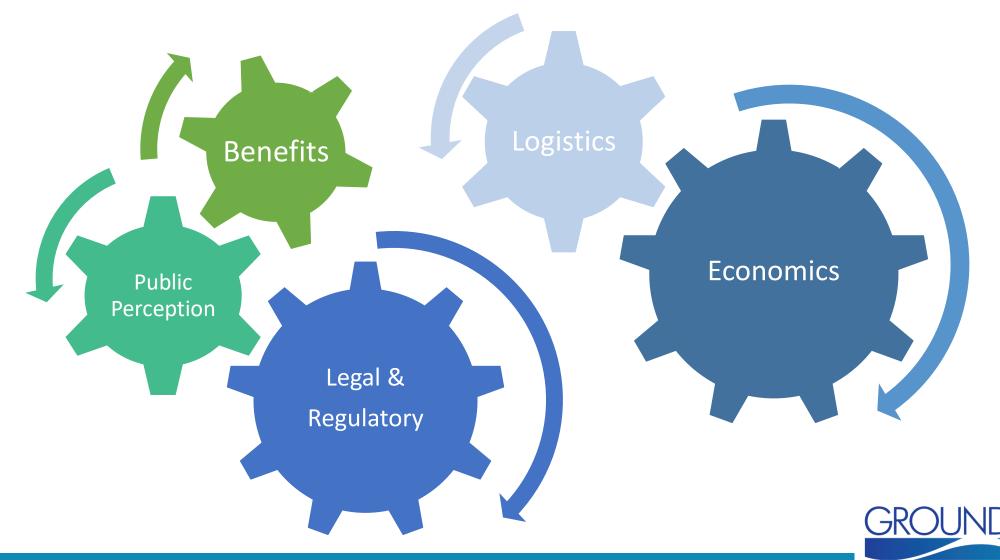
# Fit for Purpose Research

- Not all produced water end uses will require the same analysis.
- Benefits, risks, and costs associated with reuse scenarios will differ based on quality and circumstances of the end use
- Not all questions will be appropriate or necessary for all end uses



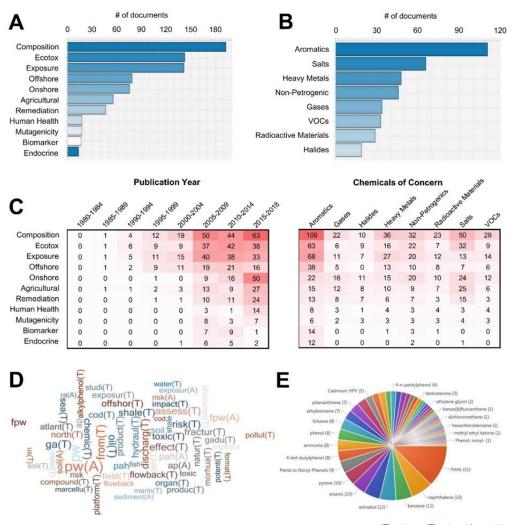


#### **Other Practical Considerations**



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# **Published** literature on produced water exists and is growing but more is needed





Contains a decisionmaking framework to evaluate and manage reuse risks Level of treatment and research depends on intended use

Must consider public perception, economics, logistics, regulation and benefits

Potential risks must be understood and managed to prevent unintended consequences

Current reuse is small but opportunities exist

Module 3
Summary

Public literature on produced water exists and is growing

More research is needed for expanded safe reuse



#### **Conclusions**

- Reuse is possible and may be cost effective in the right situations
- Oil & gas companies and end users must work together
- Regulators can look for ways to allow reuse projects but must ensure environmental and public health protection
- Expanding reuse opportunities may require regulatory or legislative solutions
  - Ownership of produced water
  - Transfer of ownership
  - Determination of liability
  - Human health and safety concerns
  - Environmental risk and mitigation concerns



#### **Principal Report Conclusion**

**Produced water** reuse has local potential but requires careful thought.





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# Questions

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**Online Report** | www.GWPC.org/resources/publications

