

Reducing Methane Emissions from Wet Seal Equipped Centrifugal Compressors

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EMPOWERING GLOBAL ENERGY



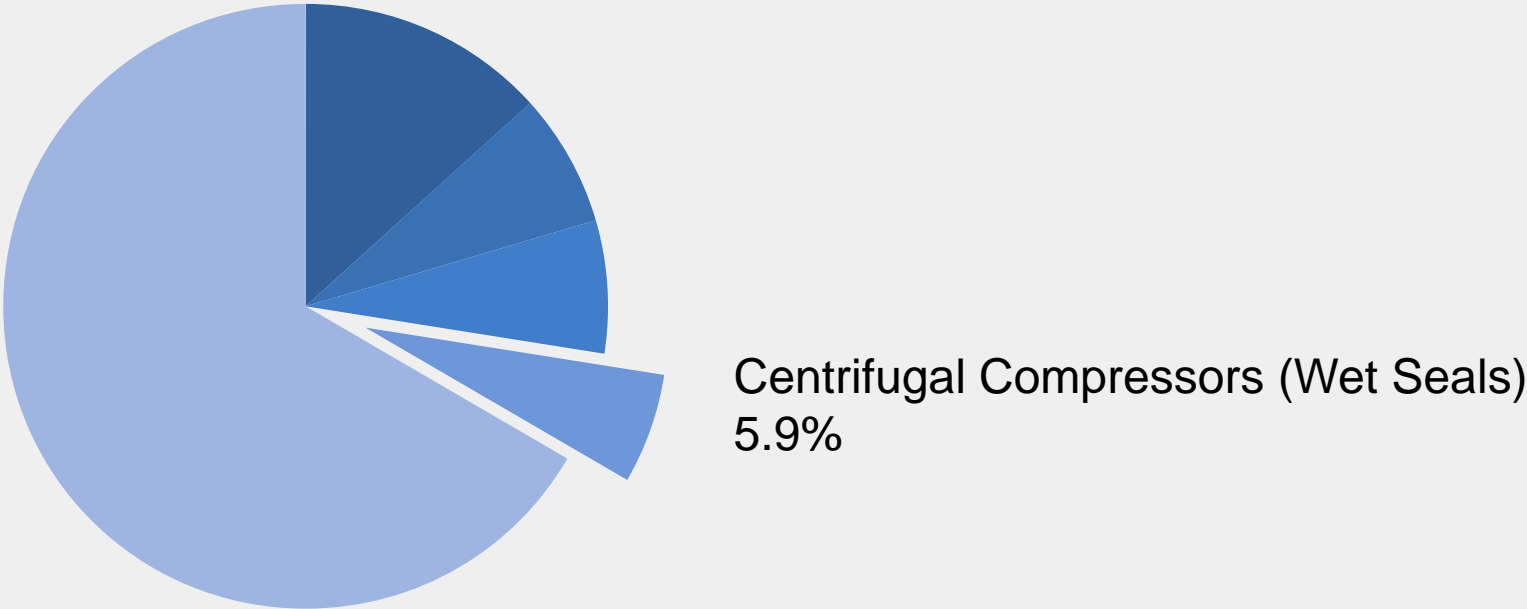
Summary

- Centrifugal compressors equipped with wet seal technology are believed to be the leading source of methane emissions offshore and the fourth most significant source in onshore natural gas operations
- The latest EPA proposed NSPS identify three approaches to reduce methane emissions from such equipment
- The EPA Natural Gas STAR program has also been active in this area. The published work necessarily cites “typical” scenarios comparing some of the options and the data is static
- This presentation showcases a decision support tool “The Life Cycle Cost Calculator” that builds on previous work and takes it to the next level

Insightful, Comprehensive, Customizable, Specific

The Problem

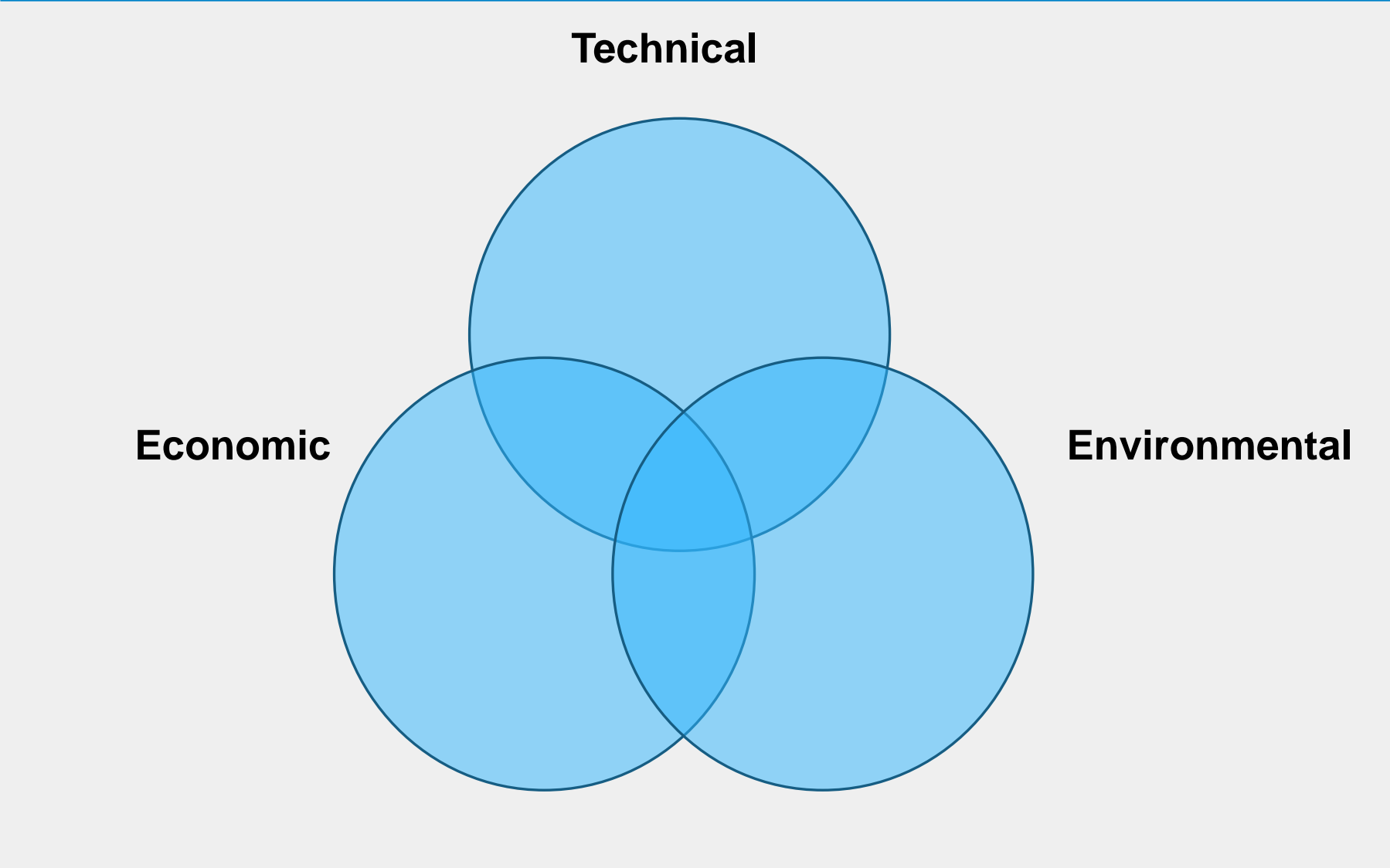
2018 Projected Onshore Methane Emissions (Source: ICF/EDF March 2014)



The Options

- Retrofit oil seal technology with de-gassing vent to flare
- Retrofit oil seal technology with de-gassing vent to capture / use
- Retrofit oil seal technology with gas seal technology

The Determining Factors

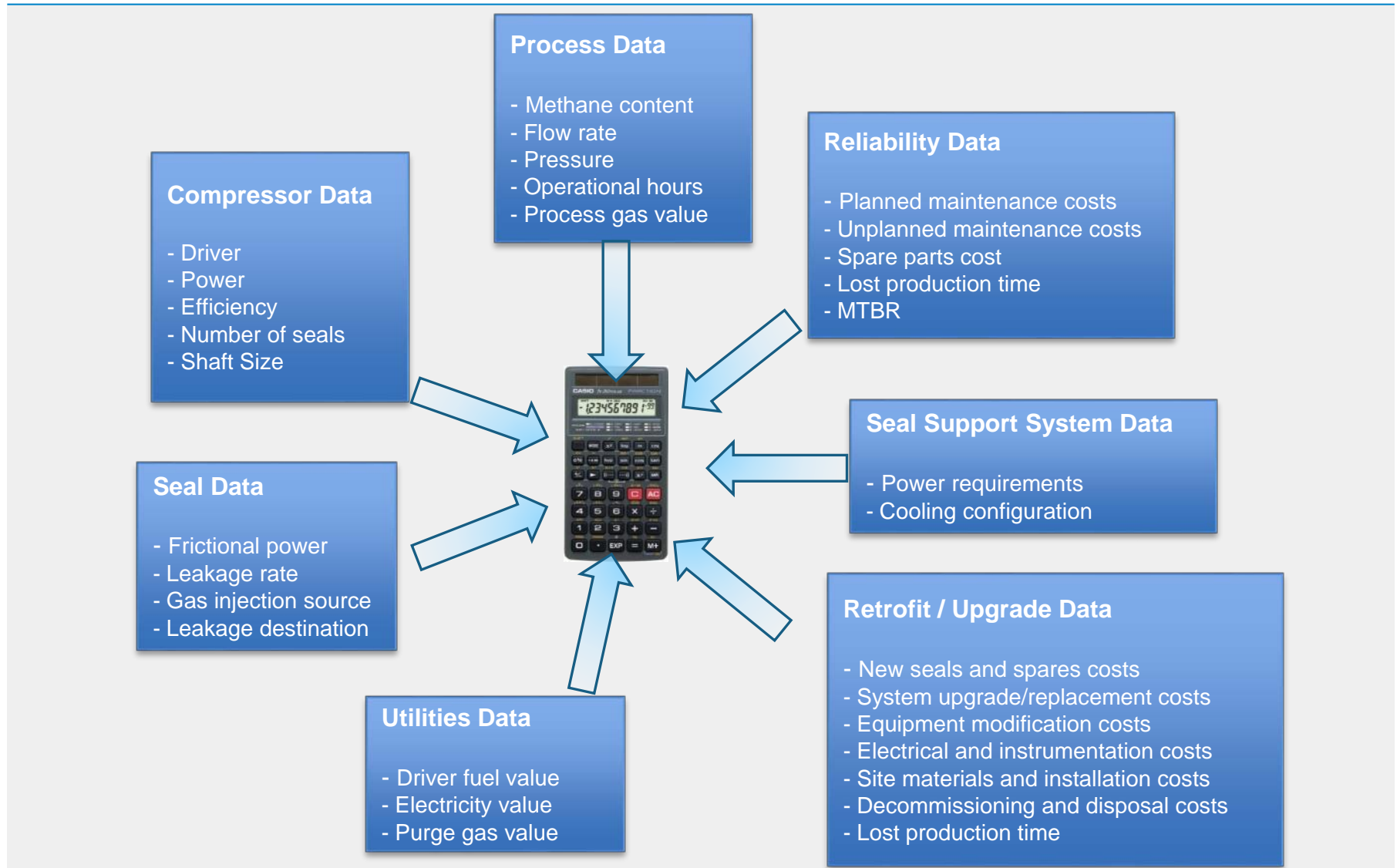


Insight from Life Cycle Cost Calculator

- Economic impact
- Climate impact
- Energy impact

The complete life cycle cost

Life Cycle Cost Calculator



Life Cycle Cost Calculator Outputs

Costs

Annual Operating Costs

- Maintenance cost
- Value of leaked gas
- Consumables
- Energy consumed by seal
- Energy consumed by seal system

One-Time Costs

- Total retrofit costs
- Payback

Present Value

- Present value of annual operating costs over lifespan remaining

Total Life Cycle Cost

Energy Consumed

Energy Consumed From:

- Seal and support system
- Compressed gas energy released
- Pipe friction from contamination

Carbon Footprint

Equivalent CO2 Emissions From:

- Seal leakage
- Compressor blow down
- Energy required for the seal and support system
- Compressed gas energy released
- Energy required to overcome pipe friction

Life Cycle Cost Calculator



John Crane Inc.

Compressor Seal Life-Cycle Cost Estimator

INPUTS

Oil Seal Routed to Atmosphere	Oil Seal Routed to Flare	Oil Seal Routed to Capture/Use	Gas Seal
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1) Select Units of Measure (click cell to see the drop-down menu)	Units →	Imperial (\$)
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2) Enter the Financial Assumptions	Default	Units					
Cost of Capital (PV discount rate)	12%	-	12.0%	=	12.0%	=	12.0%

3) Enter the Equipment Information	Default	Units					
Equipment ID/Number	(User info only)		Compressor 1				
Equipment Description	(User info only)		Description 1				
Number of Seal Chambers	2	Quantity	2	=	2	=	2
Days of Equipment Operation per Year	365	Days / Year	365	=	365	=	365
Is the Compressor Spared?	Yes	Yes / No	Yes	=	Yes	=	Yes
Equipment Lifespan Remaining	15	Years	15	=	15	=	15

4) Enter the Plant Utility Cost Data	Default	Units					
Cost of Electricity	0.10	\$/ kWh	0.10	=	0.10	=	0.10
Cost of Purge Gas for Seal Support System and Compressor Blowdown	0.01	\$/ SCF	0.01	=	0.01	=	0.01

5) Enter the Equipment Driver Information	Default	Units					
Compressor Driver Type (click cell to see the drop-down menu)	⇒	⇒	Gas Turbine (Natural Gas Powered)				
Driver Rated Power	6500	hP	6500	=	6500	=	6500
Driver Load Factor (% of power delivered to the compressor)	70%	-	70%	=	70%	=	70%
Compressor Driver Fuel Price	2.850	\$/ 1000 ft ³	2.850	=	2.85	=	2.85
Compressor Driver Fuel Net Calorific Value	950	BTU / ft ³	950	=	950	=	950
Compressor Driver Efficiency	55%	-	55%	=	55%	=	55%

Life Cycle Cost Calculator



John Crane Inc.

Compressor Seal Life-Cycle Cost Estimator

INPUTS

1) Select Units of Measure (click cell to see the drop-down menu)

2) Enter the Financial Assumptions

Cost of Capital (PV discount rate)

3) Enter the Equipment Information

Equipment ID/Number

Equipment Description

Number of Seal Chambers

Days of Equipment Operation per Year

Is the Compressor Spared?

Equipment Lifespan Remaining

4) Enter the Plant Utility Cost Data

Cost of Electricity

Cost of Purge Gas for Seal Support System and Compressor Blow

5) Enter the Equipment Driver Information

Compressor Driver Type (click cell to see the drop-down menu)

Driver Rated Power

Driver Load Factor (% of power delivered to the compressor)

Compressor Driver Fuel Price

Compressor Driver Fuel Net Calorific Value

Compressor Driver Efficiency

	Oil Seal Routed to Atmosphere	Oil Seal Routed to Flare	Oil Seal Routed to Capture/Use	Gas Seal
Units of Measure	Imperial (\$)	Imperial (\$)	Imperial (\$)	Imperial (\$)
Cost of Capital (PV discount rate)	12.0%	12.0%	12.0%	12.0%
Equipment ID/Number				
Equipment Description				
Number of Seal Chambers	2	2	2	2
Days of Equipment Operation per Year	365	365	365	365
Is the Compressor Spared?	Yes	Yes	Yes	Yes
Equipment Lifespan Remaining	15	15	15	15
Compressor Description				
Cost of Electricity	0.10	0.10	0.10	0.10
Cost of Purge Gas for Seal Support System and Compressor Blow	0.01	0.01	0.01	0.01
Compressor Driver Type				
Driver Rated Power	6500	6500	6500	6500
Driver Load Factor (% of power delivered to the compressor)	70%	70%	70%	70%
Compressor Driver Fuel Price	2.85	2.85	2.85	2.85
Compressor Driver Fuel Net Calorific Value	950	950	950	950
Compressor Driver Efficiency	55%	55%	55%	55%

Life Cycle Cost Calculator



John Crane Inc.

Compressor Seal Life-Cycle Cost Estimat

INPUTS

1) Select Units of Measure (click cell to see the drop-down menu)

2) Enter the Financial Assumptions

Cost of Capital (PV discount rate)

3) Enter the Equipment Information

Equipment ID/Number

Equipment Description

Number of Seal Chambers

Days of Equipment Operation per Year

Is the Compressor Spared?

Equipment Lifespan Remaining

4) Enter the Plant Utility Cost Data

Cost of Electricity

Cost of Purge Gas for Seal Support System and Compressor Blow

5) Enter the Equipment Driver Information

Compressor Driver Type (click cell to see the drop-down menu)

Driver Rated Power

Driver Load Factor (% of power delivered to the compressor)

Compressor Driver Fuel Price

Compressor Driver Fuel Net Calorific Value

Compressor Driver Efficiency

	Oil Seal Routed to Atmosphere	Oil Seal Routed to Flare	Oil Seal Routed to Capture/Use	Gas Seal
Imperial (\$)				
Cost of Capital (PV discount rate)	12.0%	12.0%	12.0%	12.0%
Equipment ID/Number				
Equipment Description				
Number of Seal Chambers	2	2	2	2
Days of Equipment Operation per Year	365	365	365	365
Is the Compressor Spared?	Yes	Yes	Yes	Yes
Equipment Lifespan Remaining	15	15	15	15
Compressor Driver Type				
Driver Rated Power	6500	6500	6500	6500
Driver Load Factor (% of power delivered to the compressor)	70%	70%	70%	70%
Compressor Driver Fuel Price	2.85	2.85	2.85	2.85
Compressor Driver Fuel Net Calorific Value	950	950	950	950
Compressor Driver Efficiency	55%	55%	55%	55%
Cost of Electricity	0.10	0.10	0.10	0.10
Cost of Purge Gas for Seal Support System and Compressor Blow	0.01	0.01	0.01	0.01

Life Cycle Cost Calculator



John Crane Inc.

Compressor Seal Life-Cycle Cost Estimator

INPUTS

Oil Seal Routed to Atmosphere	Oil Seal Routed to Flare	Oil Seal Routed to Capture/Use	Gas Seal
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1) Select Units of Measure (click cell to see the drop-down menu) Units → Imperial (\$)

2) Enter the Financial Assumptions

	Default	Units							
Cost of Capital (PV discount rate)	12%	-	12.0%	=	12.0%	=	12.0%	=	12.0%

3) Enter the Equipment Information

	Default	Units				
Equipment ID/Number	(User info only)		Compressor 1			

5) Enter the Equipment Driver Information

- Compressor Driver Type (click cell to see the drop-down menu)
- Driver Rated Power
- Driver Load Factor (% of power delivered to the compressor)
- Compressor Driver Fuel Price
- Compressor Driver Fuel Net Calorific Value
- Compressor Driver Efficiency

4) Enter the Plant Utility Cost Data

5) Enter the Equipment Driver Information

Compressor Driver Type (click cell to see the drop-down menu)									
Driver Rated Power	6500	HP	6500	=	6500	=	6500	=	6500
Driver Load Factor (% of power delivered to the compressor)	70%	-	70%	=	70%	=	70%	=	70%
Compressor Driver Fuel Price	2.850	\$ / 1000 ft ³	2.850	=	2.850	=	2.85	=	2.85
Compressor Driver Fuel Net Calorific Value	950	BTU / ft ³	950	=	950	=	950	=	950
Compressor Driver Efficiency	55%	-	55%	=	55%	=	55%	=	55%

Life Cycle Cost Calculator



John Crane Inc.

Compressor Seal Life-Cycle Cost Estimator

INPUTS

Oil Seal Routed to Atmosphere	Oil Seal Routed to Flare	Oil Seal Routed to Capture/Use	Gas Seal
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1) Select Units of Measure (click cell to see the drop-down menu) Units → Imperial (\$)

2) Enter the Financial Assumptions

Default	Units								
Cost of Capital (PV discount rate)	12%	-	12.0%	=	12.0%	=	12.0%	=	12.0%

3) Enter the Equipment Information

Default	Units	
Equipment ID/Number	(User info only)	Compressor 1

5) Enter the Equipment Driver Information

Compressor Driver Type (click cell to see the drop-down menu)

Driver Rated Power

Driver Load Factor (% of power delivered to the compressor)

Compressor Driver Fuel Price

Compressor Driver Fuel Net Calorific Value

Compressor Driver Efficiency

2	=	2	=	2	=	2
365	=	365	=	365	=	365
Yes	=	Yes	=	Yes	=	Yes
15	=	15	=	15	=	15
0.10	=	0.10	=	0.10	=	0.10
0.01	=	0.01	=	0.01	=	0.01
6500	=	6500	=	6500	=	6500
70%	=	70%	=	70%	=	70%
2.850	=	2.850	=	2.85	=	2.85
950	=	950	=	950	=	950
55%	=	55%	=	55%	=	55%

4) Enter the Plant Utility Cost Data

5) Enter the Equipment Driver Information

Compressor Driver Type (click cell to see the drop
Driver Rated Power
Driver Load Factor (% of power delivered to the compressor)
Compressor Driver Fuel Price
Compressor Driver Fuel Net Calorific Value
Compressor Driver Efficiency

Life Cycle Cost Calculator



John Crane Inc.

Compressor Seal Life-Cycle Cost Estimator

INPUTS

1) Select Units of Measure (click cell to

2) Enter the Financial Assumptions

Cost of Capital (PV discount rate)

3) Enter the Equipment Information

Equipment ID/Number

Equipment Description

Number of Seal Chambers

Days of Equipment Operation per Year

Is the Compressor Spared?

Equipment Lifespan Remaining

4) Enter the Plant Utility Cost Data

Cost of Electricity

Cost of Purge Gas for Seal Support System and Compressor Blowdown

5) Enter the Equipment Driver Information

Compressor Driver Type (click cell to see the drop-down menu)

Driver Rated Power

Driver Load Factor (% of power delivered to the compressor)

Compressor Driver Fuel Price

Compressor Driver Fuel Net Calorific Value

Compressor Driver Efficiency

Default values provided for guidance

User entered values for their specific scenario

Default Units

6500	hP
70%	-
2.850	\$ / 1000 ft ³
950	BTU / ft ³
55%	-

Gas Turbine (Natural Gas Powered)			
6500	=	6500	=
70%	=	70%	=
2.850	=	2.850	= 0.10
950	=	950	= 0.01
55%	=	55%	=
6500	=	6500	= 6500
70%	=	70%	= 70%
2.850	=	2.85	= 2.85
950	=	950	= 950
55%	=	55%	= 55%

Illustration One

Pipeline compressor

Natural Gas:	96% Methane \$3.00 / Mcf
Flow:	17,000 scfm (480 m ³ /min)
Pressure:	600 psig (41.3 Barg) Suction 1,100 psig (75.8 Barg) Discharge
Shaft Speed:	9,000 RPM
Driver:	Gas Turbine 10,500 hp (7,800 kW)
Shaft Diameter:	5" (127 mm)
Operational hours:	4,000 hr/year
Spared:	Yes

Equipment operator owns the compressed gas

Illustration One Outputs

- Annual operating costs

1) Annual Operating Calculations

		Oil Seal Routed to Atmosphere	Oil Seal Routed to Flare	Oil Seal Routed to Capture/Use	Gas Seal
C_{fs}	Operating Cost of Lost Energy from Seal Friction	\$ / year 3,351	\$ / year 3,351	\$ / year 3,351	98
C_{se}	Operating Cost of Energy Required to Operate Seal Oil System	\$ / year 12,637	\$ / year 12,637	\$ / year 12,637	0
C_l	Operating Cost of Lost Energy and Product Loss due to Leakage	\$ / year 219,514	\$ / year 219,514	\$ / year 37,138	29,608
C_{fp}	Operating Cost of Lost Energy to Overcome Pipe Friction Due To Oil Contamination	\$ / year 21,518	\$ / year 21,518	\$ / year 21,518	0
C_{en}	Operating Cost to Replace Consumed Seal Oil	\$ / year 39,000	\$ / year 39,000	\$ / year 39,000	0
C_m	Maintenance and Downtime Costs	\$ / year 11,000	\$ / year 11,000	\$ / year 11,000	7,500
C_p	Cost of Process and Purge Gas Used During Compressor Blowdown	\$ / year 1	\$ / year 1	\$ / year 1	0
C_g	Cost of Gas Seal Separation Gas Consumption	\$ / year 0	\$ / year 0	\$ / year 0	5,002
C_{total}	Total Operating Costs	\$ / year 307,022	\$ / year 307,022	\$ / year 124,645	42,208

No change as value of leakage is not recovered (either vented to atmosphere or combusted)

Value of leakage is recovered. Base operating cost unchanged

Base operating cost is reduced

Illustration One Outputs

- One time costs

2) One-time Costs

		Oil Seal Routed to Atmosphere	Oil Seal Routed to Flare	Oil Seal Routed to Capture/Use	Gas Seal
C_{ic} Initial Purchase Cost (Investment)	\$		5,000	25,000	305,000
C_{in} Installation Cost	\$		110,000	50,000	190,000
C_d Decommissioning and Disposal Cost	\$		0	0	10,000
Total Retrofit Costs	\$		115,000	75,000	505,000
Payback	Months		No Payback	5	23

Existing equipment baseline

Moderate implementation cost. No payback as operating cost is unchanged

Low implementation cost. Payback based on value of recovered leakage

High implementation cost. Payback based on reduced operating cost

Illustration One Outputs

- Energy and carbon footprint

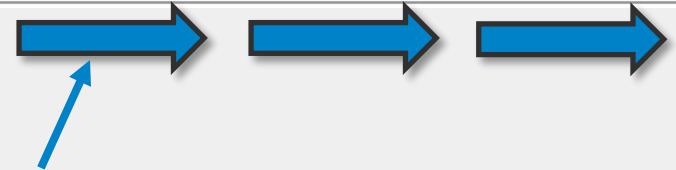
No change in energy requirements of the sealing system as the seals remain unchanged

4) Power Consumption Calculations

	Oil Seal Routed to Atmosphere	Oil Seal Routed to Flare	Oil Seal Routed to Capture/Use	Gas Seal
Seal Friction Energy Lost	MWh / year 244	MWh / year 244	MWh / year 244	MWh / year 7
Energy Required to Operate Seal Oil System	MWh / year 123	MWh / year 123	MWh / year 123	MWh / year 0
Energy Lost to Compress Gas That is Leaked	MWh / year 1,691	MWh / year 1,691	MWh / year 1,691	MWh / year 1,270
Energy Lost to Overcome Pipe Friction Due To Oil Contamination	MWh / year 1,569	MWh / year 1,569	MWh / year 1,569	MWh / year 0
Energy Lost to Compress Gas That is Vented During Compressor Blowdown	MWh / year 1.3	MWh / year 1.3	MWh / year 1.3	MWh / year 0.2
Total Power Consumption	MWh / year 3,629	MWh / year 3,629	MWh / year 3,629	MWh / year 1,277

5) Carbon Footprint

	Oil Seal Routed to Atmosphere	Oil Seal Routed to Flare	Oil Seal Routed to Capture/Use	Gas Seal
CO2 Equivalent Emissions from Seal Friction Lost Energy	Metric tons / year 44	Metric tons / year 44	Metric tons / year 44	Metric tons / year 1
CO2 Equivalent Emissions to Operate Seal Oil System	Metric tons / year 68	Metric tons / year 68	Metric tons / year 68	Metric tons / year 0
CO2 Equivalent Emissions Resulting From Leakage and Energy Required to Compress Gas That is Leaked	Metric tons / year 43,324	Metric tons / year 4,115	Metric tons / year 3,362	Metric tons / year 2,901
CO2 Equivalent Emissions Resulting From Pipe Friction Due To Oil Contamination	Metric tons / year 284	Metric tons / year 284	Metric tons / year 284	Metric tons / year 0
CO2 Equivalent Emissions Resulting From Compressor Blowdown	Metric tons / year 0.3	Metric tons / year 0.2	Metric tons / year 0.3	Metric tons / year 0.0
Total CO₂ Equivalent Emissions	Metric tons / year 43,721	Metric tons / year 4,512	Metric tons / year 3,759	Metric tons / year 2,902



Carbon footprint is reduced with each variation of the sealing solution

Illustration One Outputs

Life Cycle Cost versus Time

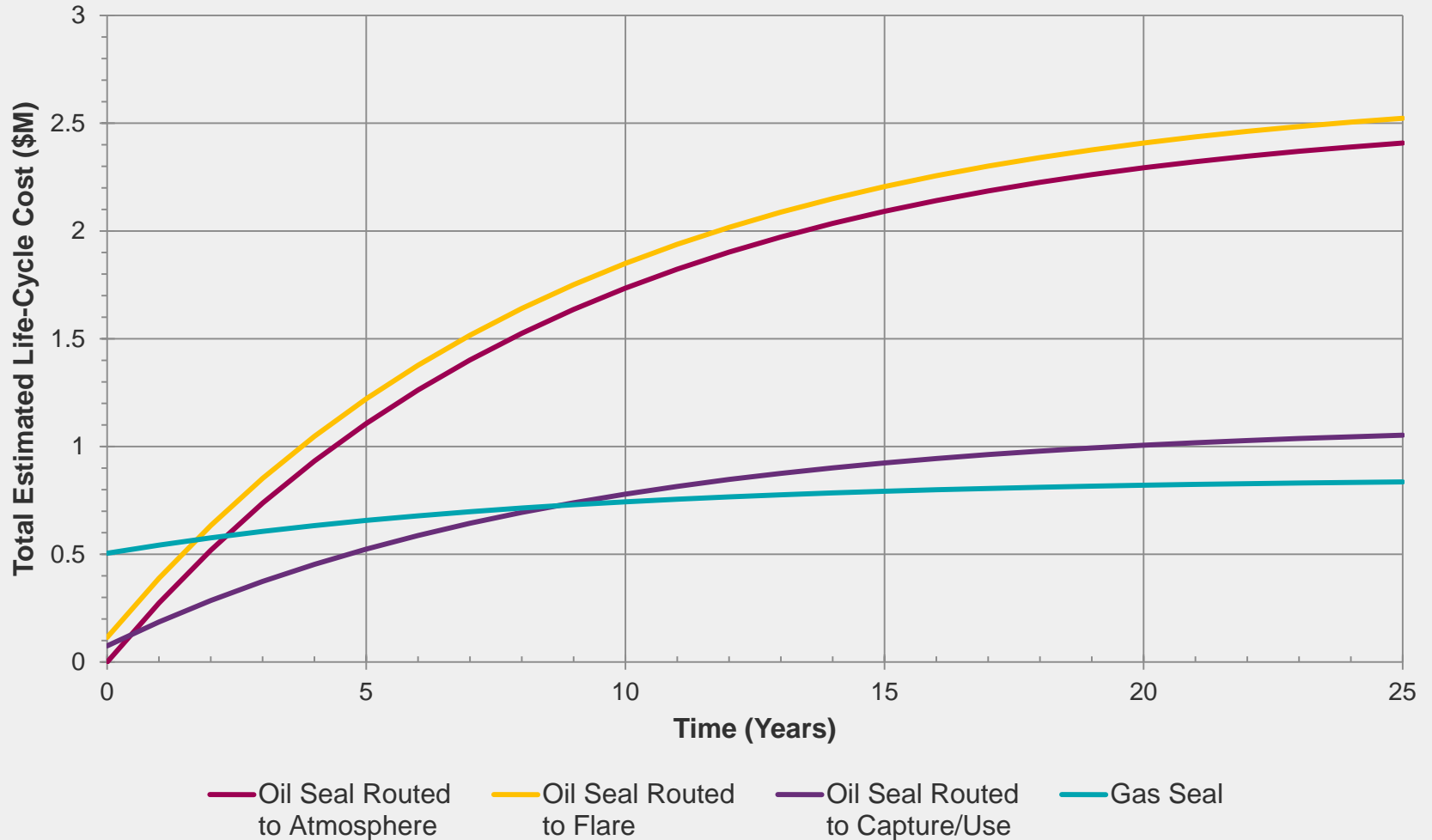
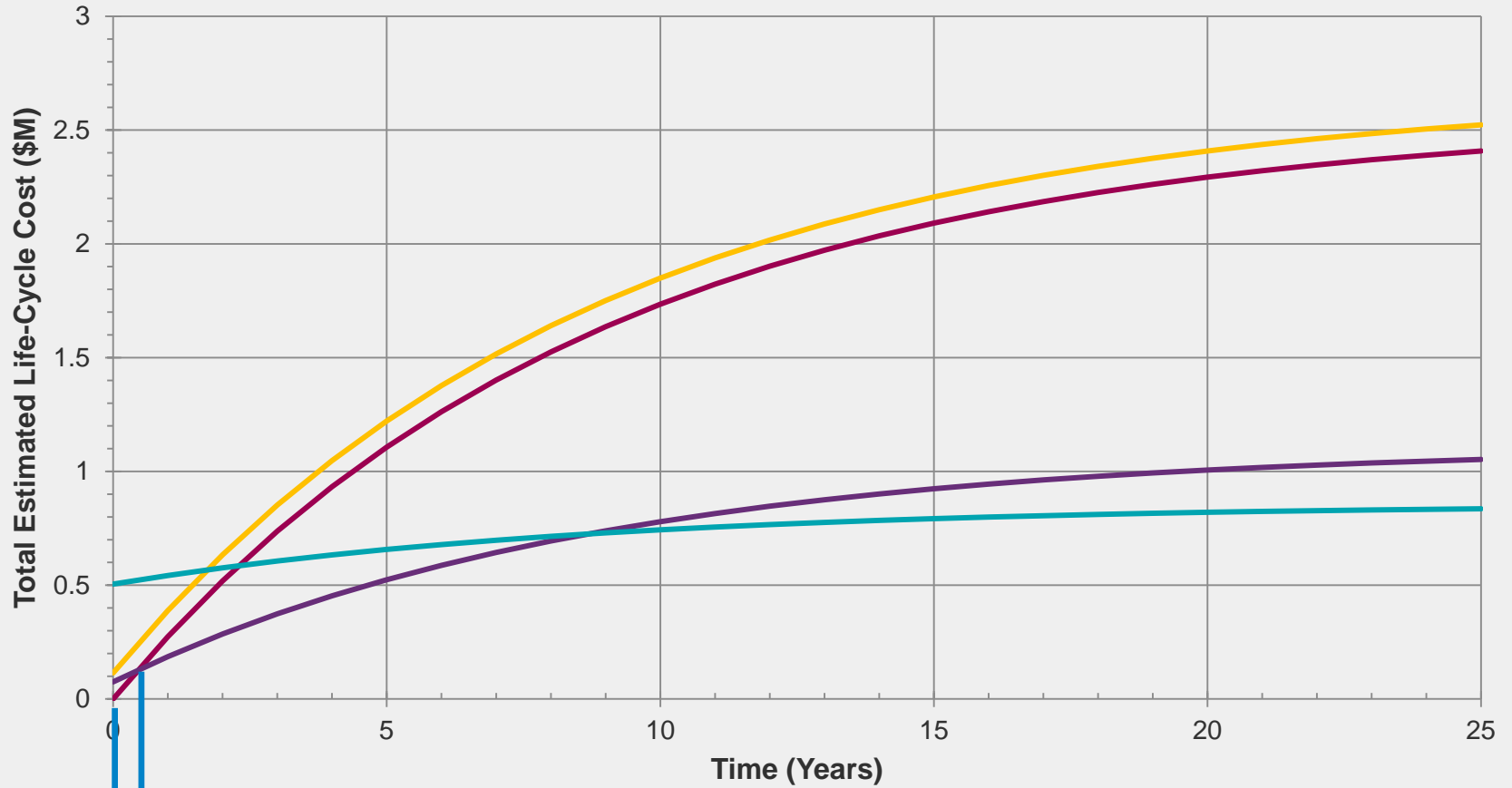


Illustration One Outputs

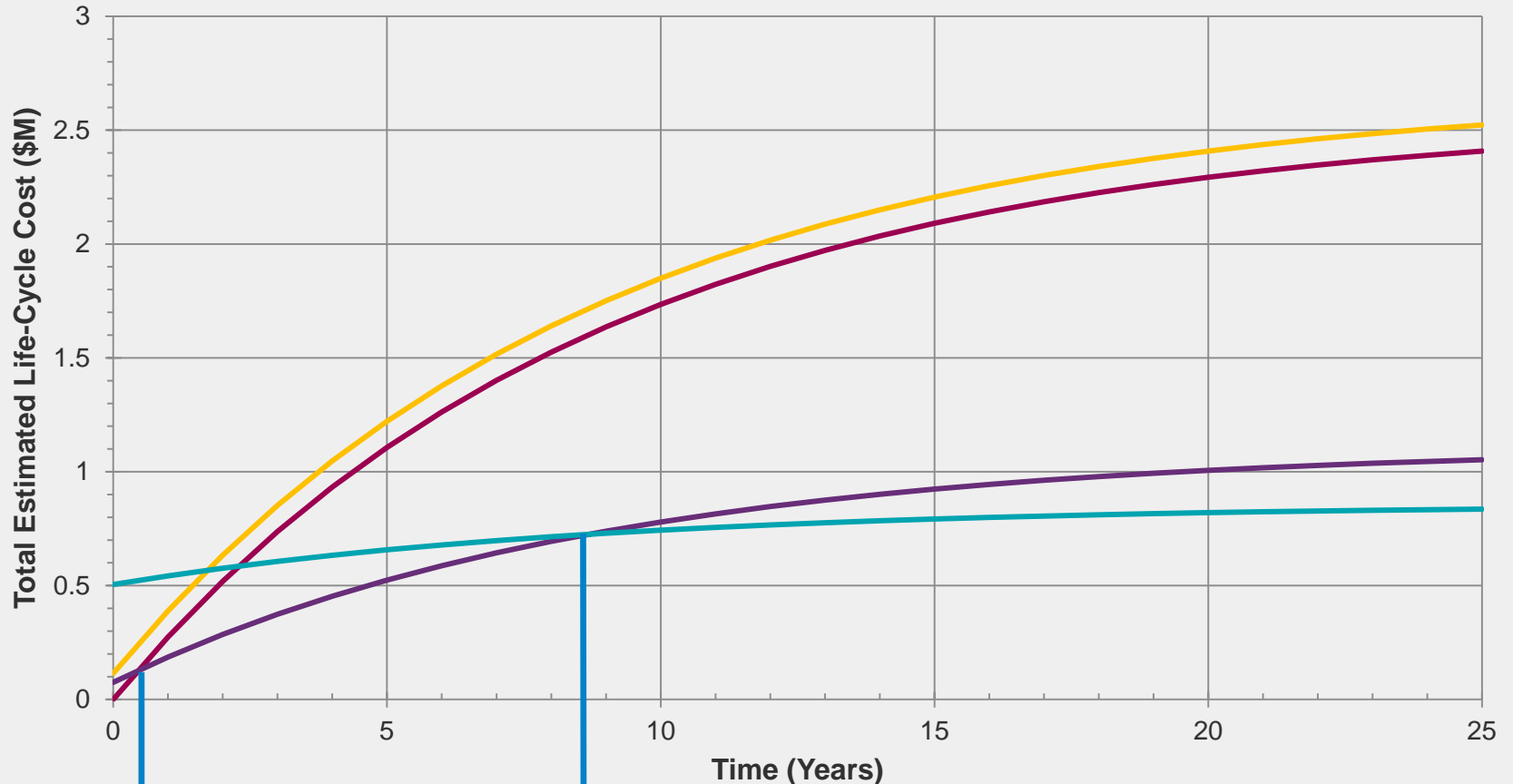
Life Cycle Cost versus Time



< 4 months – Lowest cost solution is to do nothing

Illustration One Outputs

Life Cycle Cost versus Time



4 months to 8.5 years – Lowest cost solution is oil seal with leakage routed to capture/use

Illustration One Outputs

Life Cycle Cost versus Time

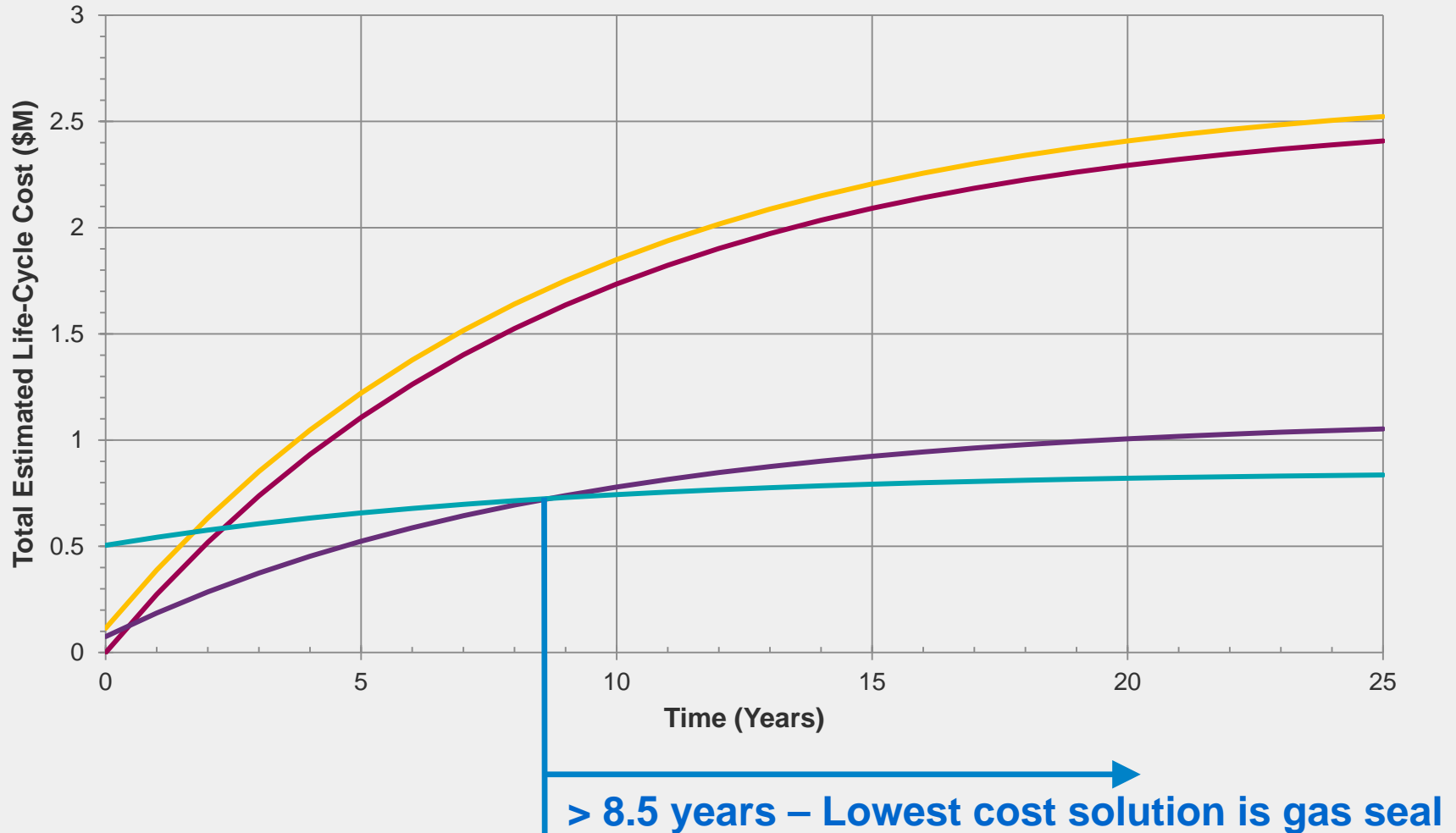
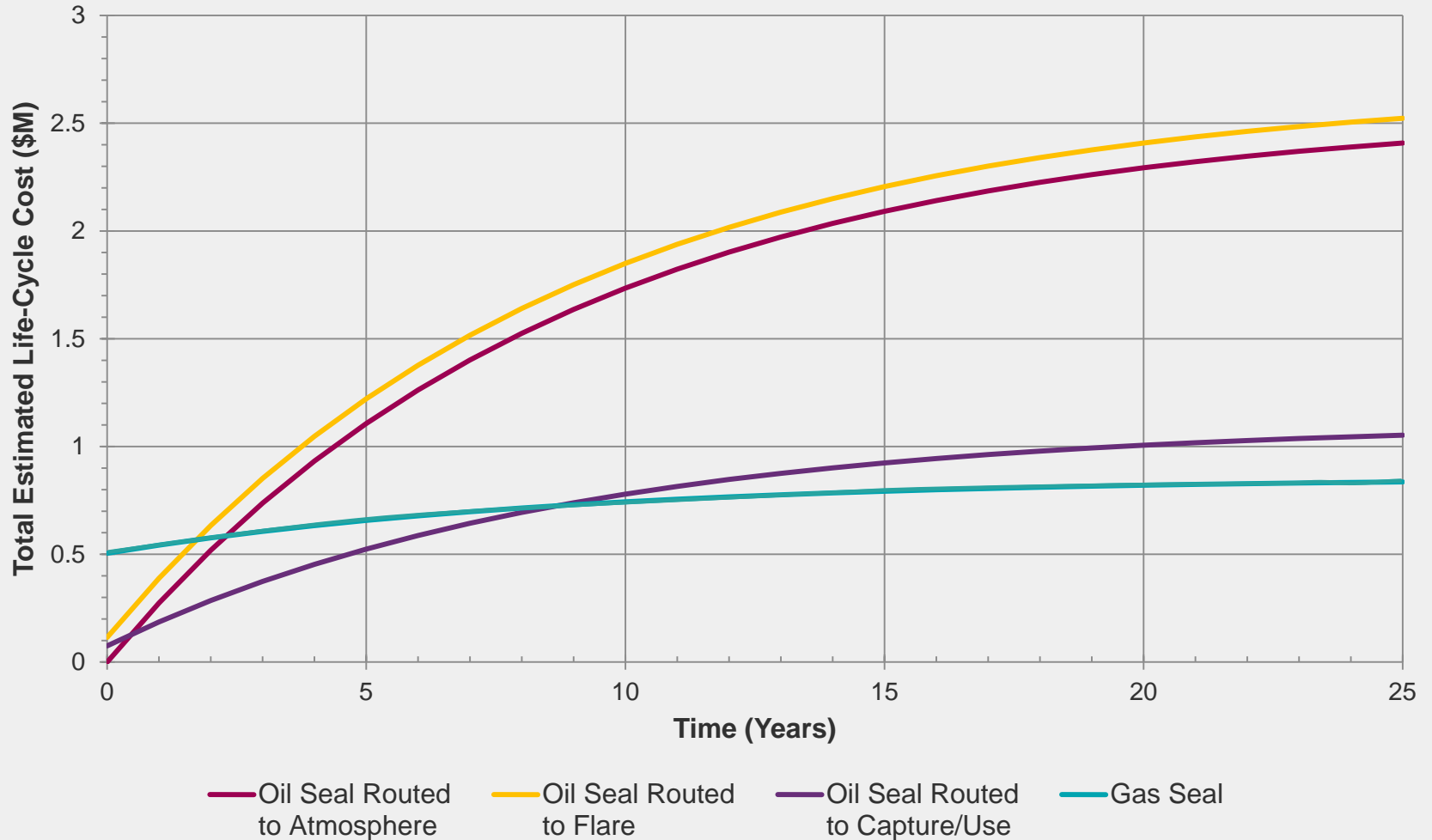


Illustration One Outputs

Life Cycle Cost versus Time



Concluding Comments

In the drive to **reduce methane emissions** from wet seal equipped centrifugal compressors...

...The Lifecycle Cost Calculator provides decision support that is:

Insightful
Comprehensive
Customizable
Specific

Further Information

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Natural Gas STAR Annual Implementation Workshop

Exhibition Area Booth 19