

UNFCCC/CCNUCC



AM0037 / Version 02 Sectoral Scopes: 10 and 05 EB xx

Draft revision to the approved baseline and monitoring methodology AM0037

"Flare reduction and utilization of gas from oil wells as a feedstock"

I. SOURCE AND APPLICABILITY

Source

This methodology is based on the project activity "Reduction of Flaring and Use of Recovered Gas for Methanol Production", whose baseline and monitoring methodology and project design document were prepared by MDL Ambiente.

For more information regarding the proposal and its consideration by the Executive Board please refer to case NM0145: "Flare reduction and gas utilization at oil and gas processing facilities" on http://cdm.unfccc.int/goto/MPappmeth

This methodology also refers to the latest version of the following tools¹:

- "Tool for the demonstration and assessment of additionality";
- "Tool to calculate the emission factor for an electricity system";
- "Tool to calculate project or leakage CO2 emissions from electricity consumption";
- "Tool to calculate project emissions from electricity consumption".

Selected approach from paragraph 48 of the CDM modalities and procedures

"Actual or historical emissions, as applicable"

Definitions

For the purpose of this methodology, the following definitions apply:

- Associated gas. Gas recovered from an oil well that was flared prior to the implementation of the project activity.
- End-use facility. The industrial facility where the associated gas is used as feedstock under the project activity.

All data for gas volumes in all equations should be converted to common standard temperature and pressure values. The default density of methane at 0 degree Celsius and 1 atm is 0.0007168 t CH₄/m³.

Applicability

The methodology is applicable to project activities that recover associated gas from oil wells. which was previously flared, and utilize this associated gas in an end-use facility to produce a useful chemical product.

¹ Please refer to: <u>http://cdm.unfccc.int/goto/MPappmeth</u>



AM0037 / Version 02 Sectoral Scopes: 10 and 05 EB xx

The following conditions apply to the methodology:

- The associated gas from the oil well, which is used by the project activity, was flared (not vented) for the last 3 years prior to the start of the project activity.
- Under the project activity, the previously flared associated gas is used as feedstock and, where applicable, partly as energy source in a chemical process to produce a useful product (e.g. methanol, ethylene, or ammonia).

II. BASELINE METHODOLOGY

Project boundary

The project boundary for this methodology includes:

- The site where the associated gas would be flared in the absence of the project activity;
- The pipeline from the site of the previous associated gas flaring to the end-use facility;
- The end-use facility using the associated gas in the project activity;
- The facility(ies) where the useful product would be produced in the absence of the project activity.

Table 1: Summary of gases and sources included in the project boundary, and justification / explanation where gases and sources are not included

	Source	Gas	Included?	Justification / Explanation
		CO_2	Yes	Main source of emissions in the baseline.
	Flaring	CH ₄	No	It is assumed that flaring results in complete oxidation of carbon in associated gas, resulting in a conservative baseline
		N_2O	No	Assumed negligible
	Fuel consumption for	CO_2	Yes	If fossil fuels (other than associated gas) or electricity are used (e.g., in pipeline compressors).
	associated gas	CH ₄	No	Assumed negligible
	transport	N ₂ O	No	Assumed negligible
ine	Fugitives	CO_2	No	Assumed negligible
Basel	emissions resulting from	CH_4	Yes	CH_4 emissions may occur if gas is transported to a flare in the baseline scenario.
	associated gas transport	N ₂ O	No	Assumed negligible
	Emissions	CO ₂	Yes	Main emission source
	associated with	CH_4	<mark>No</mark>	Assumed negligible
	the production of			Assumed negligible
	the useful			
	product in the	N_2O	No	
	absence of the			
	project activity			



DM – Executive Board

UNFCCC

AM0037 / Version 02 Sectoral Scopes: 10 and 05 EB xx

	Fuel consumption for	CO ₂	Yes	If fossil fuels (other than previously flared associated gas) are used (e.g., in pipeline compressors).
	transport	CH ₄	No	Assumed negligible
	transport	N ₂ O	No	Assumed negligible
	Fugitive	CO ₂	No	Assumed negligible
ivity	emissions resulting from associated gas	CH ₄	Yes	Fugitive CH_4 emissions may occur if associated gas is transported to the end use facility in the project scenario.
Ac	transport	N ₂ O	No	Assumed negligible
ct		CO ₂	No	Assumed negligible
Proje	Fugitive emissions from accidents	CH ₄	Yes	Fugitive CH_4 emissions may occur if there is an equipment failure in equipment transporting associated gas to the end use facility in the project scenario.
		N ₂ O	No	Assumed negligible
	(Additional)	CO ₂	Yes	This includes fossil fuel use and electricity consumption in the end use facility.
	end-use facility	CH ₄	No	Assumed negligible
	end-use facility	N ₂ O	No	Assumed negligible

Procedure for the selection of the most plausible baseline scenario

The most plausible baseline scenario is identified in three steps:

- <u>Step 1</u>: Identify all realistic and credible alternative scenarios to the proposed project activity and eliminate alternative that do not comply with legal or regulatory requirements
- <u>Step 2</u>: Assess the alternative scenarios to the proposed project activity and eliminate alternative scenarios that face prohibitive barriers
- <u>Step 3</u>: Determine the most likely alternative (baseline scenario)

The most plausible baseline scenario should be determined regarding

- (a) what would happen to the associated gas from the oil well in the absence of the CDM project activity; and
- (b) how the useful chemical product produced with the associated gas would be produced in the absence of the CDM project activity.

Step 1: Identify all realistic and credible alternative scenarios to the proposed project activity and eliminate alternative that do not comply with legal or regulatory requirements

Plausible alternative baseline scenarios for the use of the associated gas could include, inter alia:

- T1 The continuation of the current situation: Flaring of the associated gas at or nearby the oil well;
- T2 On-site consumption of the associated gas for the purpose of energy generation;
- T3 Injection of the associated gas into an oil or gas reservoir;
- T4 Recovery, transportation, processing and distribution of the associated gas to end-users.



AM0037 / Version 02 Sectoral Scopes: 10 and 05 EB xx

- T5 The proposed project activity without the CDM: The associated gas is used as a feedstock at an off-site facility;
- T6 The associated gas is used and transported to other consumers for the purpose of energy generation.

For the use of the associated gas under the project activity as feedstock and, where applicable, partly as energy source in a chemical production process at a specific facility, plausible alternative scenarios for the production of the useful product (e.g. methanol, ethylene, or ammonia) may include, inter alia:

P1	The proposed project activity without the CDM: the product is (partly) produced using the
	associated gas from the oil well;
P2	The product is produced in the same existing production facility and natural gas, as used
	historically during the last three years, is used as feedstock and energy source instead of the
	associated gas;
P3	The product is produced in the same existing production facility and another fuel (e.g. naphtha)
	as the one used historically during the last three years is used as feedstock and energy source
	instead of the associated gas;
P4	The product is produced in a new production facility that is established at the same site and that
	has the same or a larger production capacity as the project plant but that uses fossil fuel(s) (e.g.
	natural gas) instead of the associated gas as feedstock and, where applicable, as energy source
	(this may apply if a new production facility at the same site would also be established in the
	absence of the project activity);
P5	The product is produced in existing and/or new production facilities at other sites (this may
	apply if the associated gas is used in a new production facility which is established as a result
	of the project activity and would not be established at the same site in the absence of the project
	activity)

Project participants should identify all realistic and credible **combinations** of baseline scenarios for the fate of the associated gas (T1 to T6) and the production of the useful product (P1 to P5). These combinations should be considered in applying the following steps of the tool.

<u>All</u> baseline alternatives shall be in compliance with all applicable legal and regulatory requirements, even if these laws have objectives other than GHG reductions.

If an alternative does not comply with all applicable legislation and regulations, eliminate this alternative unless it is demonstrated, based on an examination of current practice in the country or region in which the law or regulation applies, that applicable legal or regulatory requirements are systematically not enforced and that non-compliance is widespread.

Step 2: Assess the alternatives to the proposed project activity and eliminate alternatives that face prohibitive barriers.

Establish a complete list of barriers that would prevent alternative scenarios. Since the "proposed project activity not being registered as a CDM project activity" shall be one of the considered alternatives, any barrier that may prevent the project activity to occur shall be included in that list. Show which alternatives are prevented by at least one of the barriers previously identified and eliminate those alternatives from further consideration. All alternatives shall be evaluated for a common set of barriers.

CDM – Executive Board

UNFCCC/CCNUCC

UNFCCC

AM0037 / Version 02 Sectoral Scopes: 10 and 05 EB xx

If only one alternative remains, it shall be the baseline scenario.

Step 3: Determine the most likely alternative (baseline scenario)

Where more than one credible and plausible alternative remains after Steps 1 and 2, the alternative that results in the lowest baseline emissions shall be the baseline scenario.

The methodology is only applicable if the procedure to select the baseline scenario results in that flaring of the associated gas is (T1) is the most plausible baseline scenario. Furthermore, the methodology is only applicable if one of the scenarios described in Table 2 below results to be the most plausible baseline scenario. Explain in the CDM-PDD the specific situation of the project activity and demonstrate that the project activity and the most plausible baseline scenario corresponds to the "description of the situation" in Table 2 and to the relevant baseline scenario for the production of the useful product (P1 to P5), as indicated under the respective scenario in Table 2 below. In addition, project participants should check whether the procedures to calculate emission reductions work appropriately for the project specific context. If the equations do not fully fit with the context of the project, a revision or deviation to this methodology should be requested following the guidance provided by the Board in latest version of "Clarifications to project participants on when to request revision, clarification to an approved methodology or a deviation".

Scenario	Baseline	Description
	scenarios	
1	P2	Under the project activity, the previously flared associated gas is used as feedstock and, where applicable, partly as energy source in a chemical process to produce a useful product (e.g. methanol, ethylene, or ammonia) in <u>an existing end-use</u> <u>facility</u> . At the start of the project activity, the end-use facility has an operation history of at least three years. Prior to the implementation of the project activity the end-use facility has used natural gas as feedstock and energy source for the chemical process and would in the absence of the project activity continue to do so throughout the crediting period. The use of the associated gas instead of natural gas <u>does not result in a different quality of the useful product</u> and <u>does not result in a</u> <u>lower efficiency in the process</u> of producing the useful product (i.e. the quantity of feedstock and energy required per quantity of useful product produced is not increased), apart from energy required to treat the associated gas prior to its use in the process.
2	P3	Under the project activity, the previously flared associated gas is used as feedstock and, where applicable, partly as energy source in a chemical process to produce a useful product (e.g. methanol, ethylene, or ammonia) in <u>an existing end-use</u> <u>facility</u> . At the start of the project activity, the end-use facility has an operation history of at least three years. Prior to the implementation of the project activity the end-use facility has used a fossil fuel (e.g., natural gas, naphtha) as feedstock and energy source for the chemical process and would in the absence of the project activity continue to do so throughout the crediting period. The use of the associated gas instead of the fossil fuel <u>does not result in a different quality of the useful</u> <u>product</u> but may <u>result in a different efficiency in the process</u> of producing the useful product (i.e. the quantity of feedstock and energy required per quantity of useful product produced is not the same as under the project activity). Moreover,

Table 2: Combinations of project types and baseline scenarios applicable to this methodology





AM0037 / Version 02 Sectoral Scopes: 10 and 05 EB xx

		additional energy may be required to treat the associated gas prior to its use in the
		process.
3	P4	Under the project activity, the previously flared associated gas is used as feedstock and, where applicable, partly as energy source in a chemical process to produce a useful product (e.g. methanol, ethylene, or ammonia) in <u>a newly established end- use facility</u> . In the absence of the project activity, the useful product would be produced in a new production facility that would be <u>established at the same site</u> and that would have the same production capacity as the project plant but that would use fossil fuel(s) (e.g. natural gas) instead of the associated gas as feedstock and energy source.
4	P5	Under the project activity, the previously flared associated gas is used as feedstock and, where applicable, partly as energy source in a chemical process to produce a useful product (e.g. methanol, ethylene, or ammonia) in <u>a newly established end- use facility</u> . The <u>new end-use facility is established as a result of the project activity</u> and would not be established in the absence of the project activity. Therefore, the useful product would in the absence of the project activity be produced in existing and/or new production facilities at other sites.

Additionality

The additionality of the project activity should be assessed using the latest approved version of the "Tool for the Demonstration and Assessment of Additionality". Specific guidance in using the tool with this methodology is provided below. All the scenarios identified in step 1 of the baseline scenario selection procedure, described in previous section, shall be used for evaluating the additionality of the project activity.

If Step 2 of the Tool (Investment Analysis) is used, then an IRR analysis of the entire project is required, i.e. it should not be limited to use of associated gas but include both any investment in the infrastructure and operation costs to use the associated gas instead of flaring as well as the costs and revenues for the scenarios for production processes (P1 to P5). IRR analysis shall be performed if Step 2 (Substep 2b – Option 2, Investment Comparison Analysis) is chosen.

Steps 4 and 5 of the Tool should be completed as specified in the latest approved version of the "Tool for the Demonstration and Assessment of Additionality".

Baseline emissions

In the absence of the project activity, the associated gas would be transported to a flare and be flared. Baseline emissions therefore include emissions associated with the transportation and flaring of the associated gas ($BE_{CO2,flaring,y}$, $BE_{T,CO2,y}$ and $BE_{T,CH4,y}$). In the absence of the project activity, the useful product would be generated by other means. Hence, baseline emissions also include CO₂ emissions from the production of the useful product in the absence of the project activity ($BE_{CO2,product,y}$). Baseline emissions are calculated as follows:

$$BE_{y} = BE_{CO2, \text{flaring}, y} + BE_{T, CO2, y} + BE_{T, CH4, y} + BE_{CO2, \text{product}, y}$$

(1)

CDM – Executive Board

AM0037 / Version 02 Sectoral Scopes: 10 and 05 EB xx

INFCC

Where:		
BE _v	=	Baseline emissions in year y (tCO ₂ /yr)
BE _{CO2,flaring,y}	=	Baseline CO ₂ emissions from flaring of the associated gas in year y (tCO ₂ /yr)
BE _{T,CO2,v}	=	Baseline emissions of CO ₂ from energy required for transportation of the associated gas
		to the flare in year y (tCO ₂ /yr)
BE _{T,CH4,y}	=	Fugitive CH ₄ baseline emissions from transportation of the associated gas to the flare in
		year y (tCO ₂ e/yr)
BE _{CO2,product,y}	=	Baseline CO ₂ emissions from production of the useful product in the absence of the
		project activity in year y (tCO ₂ /yr)

These emission sources are calculated in the following steps:

- Step 1: Calculation of CO₂ emissions from flaring.
- Step 2: Calculation of CO₂ emissions from fuel combustion for the transportation of the associated gas to the flare.
- Step 3: Calculation of fugitive CH₄ emissions from transportation of the associated gas to the flare.
- <u>Step 4:</u> Calculation of CO_2 emissions from the production of the useful product in the absence of the project activity.

Step 1: Calculation of CO₂ emissions from flaring (BE_{CO2,flaring,y})

In calculating baseline emissions from flaring, it is assumed that all carbon in the associated gas (i.e. in methane and other gases including other hydrocarbons, CO, and CO₂) is completely oxidized to carbon dioxide. Baseline emissions from flaring are calculated as follows:

$$BE_{CO2, flaring, y} = V_y \times W_{carbon, y} \times \frac{44}{12}$$
(2)

Where:

BE _{CO2,flaring,y}	=	Baseline CO ₂ emissions from flaring of the associated gas in year y (tCO ₂ /yr)
V _v	=	Quantity of associated gas utilized in year y, i.e. the quantity of associated gas that enters
-		the pipeline for transport to the end use facility and is measured at the custody meters ²
		(m^3/yr) . Note that this amount shall not include the amount of associated gas possibly
		used to clean up the associated gas used as a feedstock and, where applicable, partly as
		energy source in the process of producing the useful product
Wcarbon,y	=	Average carbon content of the associated gas in year y (t C/m ³)

Step 2: Calculation of CO₂ emissions from fuel combustion for the transportation of the associated gas to the flare ($BE_{T,CO2,y}$)

As a conservative simplification, project participants may assume this emission source as zero $(BE_{T,CO2,y} = 0)$.

 $^{^{2}}$ Custody meters refer to the metering that is used by both parties (oil and gas processing plant and end use plant) to officially measure the volume of gas being transferred to the end-use facility. These custody meters are used to determine how much the end-use facility must pay to the oil and gas processing facility and are regularly calibrated to the satisfaction of both parties.





AM0037 / Version 02 Sectoral Scopes: 10 and 05 EB xx

If project participants wish to estimate this emission source, it is calculated based on the actually monitored quantity of associated gas generated under the project activity and an emission factor for the transportation of this associated gas to the flare, as follows:

BE _{T,CO2,y}	$= V_y$	× EF _{1,CO2} (3)
Where:		
BE _{T,CO2,y}	=	Baseline emissions of CO ₂ from energy required for transportation of the associated gas to the flare in year v (tCO ₂ /yr)
V_y	=	Quantity of associated gas utilized in year y, i.e. the quantity of associated gas that enters the pipeline for transport to the end use facility that produces the useful product (m^3/vr)
EF _{t,co2}	=	CO_2 emission factor for energy required for transportation of the associated gas to the flare (t CO_2/m^3)

The emission factor for energy required for transportation of the associated gas to the flare is calculated based on CO_2 emissions from fuel consumption and electricity in the historical year x prior to the start of the project activity, as follows:

$$EF_{T,CO2} = \frac{\left|\sum_{i} FC_{BL,T, \text{flare},i,x} \times NCV_{i,x} \times EF_{CO2,i,x}\right| + EC_{T, \text{flare},x} \times EF_{EL,T,x}}{V_x}$$
(4)

Where:		
EF _{T,CO2}	=	CO ₂ emission factor for energy required for transportation of the associated gas to the
		flare (tCO_2/m^3)
FC _{BL,T,flare,i,x}	=	Quantity of fossil fuel type <i>i</i> combusted in year <i>x</i> for transportation of the associated gas
		to the flare (mass or volume unit)
NCV _{i,x}	=	Average net calorific value of fossil fuel type <i>i</i> in year x (GJ/mass or volume unit)
EF _{CO2,i,x}	=	Average CO ₂ emission factor of fossil fuel type <i>i</i> in year x (tCO ₂ /GJ)
EC _{T,flare,x}	=	Quantity of electricity consumed in year x for transportation of the associated gas to the
		flare (MWh)
EF _{EL,T,x}	=	Average CO ₂ emission factor for electricity consumed for transportation of the associated
		gas to the flare in year x (tCO ₂ /MWh)
V _x	=	Quantity of associated gas flared in year x (m ³)
x	=	Year prior to the start of the project activity
i	=	Fossil fuel types combusted for transportation of the associated gas to the flare in year x

Step 3: Calculation of fugitive CH₄ emissions from transportation of the associated gas to the point of flaring <mark>(BE_{T,CH4,y})</mark>

Fugitive CH4 emissions occurring during the transport of the associated gas to the flare can be expected to be small. As a conservative simplification, project participants may assume this emission source as zero $(BE_{T,CH4,v} = 0).$



Emission factors are taken from the 1995 Protocol for Equipment Leak Emission Estimates, published by U.S. EPA.³ Emissions should be determined for all relevant activities and all equipment (such as valves, pump seals, connectors, flanges, open-ended lines, etc.).

The U.S. EPA approach is based on average emission factors for total organic compounds (TOC). Methane emissions are calculated by multiplying the methane fraction in the in the associated gas with the appropriate emission factors from Table 3 and then summing across all pieces of equipment, as follows:

$$BE_{T,CH4,y} = GWP_{CH4} \times \frac{1}{1000} \times W_{CH4,y} \times \sum_{equipment} EF_{equipment} \times t_{equipment}$$
(5)

Where:

$BE_{T,CH4,y}$	=	Fugitive CH_4 baseline emissions from transportation of the associated gas to the flare in
		year y (tCO ₂ e/yr)
GWP _{CH4}	=	Global Warming Potential for methane
W _{CH4,y}	=	Average mass fraction of methane in the associated gas in year y (kg CH ₄ /kg associated
		gas)
EF _{equipment}	=	The emission factor for the relevant equipment type, taken from Table 3 or the 2006
1.1.1		IPCC Guidelines (kg CH ₄ /hour/equipment)
t _{equipment}	=	The operation time of the equipment (hours)

All data for gas volumes in all equations should be converted to common standard temperature and pressure values. The default density of methane at 0 degree Celsius and 1 atm is $0.0007168 \text{ t CH}_4/\text{m}^3$.

It is recommended to group the equipment according to the different types listed in the Table 3.

Equipment Type	Service	Emission Factor (kg/hour/equipment item) for TOC
Valves	Gas	4.5E-03
Pump seals	Gas	2.4E-03
Others*	Gas	8.8E-03
Connectors	Gas	2.0E-04
Flanges	Gas	3.9E-04
Open-ended lines	Gas	2.0E-03

Table 3: Oil and natural gas production average emission factors

TOC: Total organic compounds

Source: US EPA-453/R-95-017 Table 2.4, page 2-15

*"Other" equipment type was derived from compressors, diaphragms, drains, dump arms, hatches, instruments, meters, pressure relief valves, polished rods, relief valves and vents. This "other" equipment

type should be applied for any equipment type other than connectors, flanges, open-ended lines, pumps or valves.

³ Please refer to Document EPA-453/R-95-017 at http://www.epa.gov/ttn/chief/efdocs/lks95_ch.pdf





AM0037 / Version 02 Sectoral Scopes: 10 and 05 EB xx

Step 4: Calculation of CO₂ emissions from the production of the useful product in the absence of the project activity ($BE_{CO2,product,y}$)

The calculation of CO_2 emissions from the production of the useful product in the absence of the project activity depends on the applicable scenario from Table 2.

<u>Scenario 1</u>

In case of scenario 1, the emissions associated with the production of the useful product are the same in the project situation and the baseline situation because the production occurs in the same plant, the same quality of product is produced and the efficiency of the production process is not affected by the project activity – apart from energy required to treat the associated gas prior to its use in the process. Therefore, baseline and project emissions from production of the useful product are not considered and $BE_{CO2,product,y} = 0$ and $PE_{CO2,facility,y} = 0$. Additional energy required to treat the associated gas is considered as part of project emissions.

<u>Scenarios 2 and 3</u>

In case of scenarios 2 and 3, in the absence of the project activity, the useful product would be produced in an existing (scenario 2) or a new (scenario 3) production facility at the same site but possibly with a different efficiency. The baseline emissions from that production are calculated based on the monitored quantity of the useful product produced in the end-use project facility (P_y) and an emission factor for the baseline CO₂ emissions associated with the production of the useful product in the baseline situation ($EF_{CO2,BL,p}$), as follows:

BE _{CO2,product,y} =	= P _y	$_{/} \times \mathrm{EF}_{\mathrm{CO2, BL, product}}$	(6)
Where:			
BE _{CO2,product,y}	-	Baseline CO_2 emissions from production of the useful product in the absence of the project activity in year y (tCO ₂ /yr)	
P _y EF _{CO2,BL,product}		Quantity of useful product produced in the end-use facility in year y (t useful product CO_2 emission factor for the production of the useful product in the baseline situation	t)
		$(tCO_2 / t useful product)$	

In case of scenario 2, $EF_{CO2,BL,product}$ is calculated based on the historical performance of the existing facility to produce the useful product during the most recent three years prior to the start of the project activity. As a conservative approach, the lowest emission factor from the most recent three historical years prior to the start of the project activity should be chosen, as follows:



with





AM0037 / Version 02 Sectoral Scopes: 10 and 05 EB xx



In case of scenario 3, $EF_{CO2,BL,product}$ is the emission factor of the new facility that would be constructed in the absence of the project activity. $EF_{CO2,BL,product}$ should be calculated according to the alternative design that would be chosen by the project participant in the absence of the availability of associated gas and as described in the baseline selection section.

The project participant shall demonstrate that the level of $EF_{CO2,BL,product}$ is consistent or lower compared with the emissions intensity of commonly installed modern state-of-the-art plants. The emission factor should be chosen in a conservative manner, in case of several plausible design options or fuel types the least carbon intensive design option or fuel should be chosen as baseline scenario.

<u>Scenario 4</u>

In case of scenario 4, in the absence of the project activity, the useful product would be produced in existing and/or new production facilities at other sites. The baseline emissions from that production are calculated based on the monitored quantity of the useful product produced in the end-use facility (P_y) and an emission factor for the baseline CO₂ emissions associated with the production of the useful product in other facilities ($EF_{CO2,BL,product}$), as follows:

$$BE_{CO2, product, y} = P_y \times EF_{CO2, BL, product}$$
(9)

Where:
$$BE_{CO2, product, y} = Baseline CO_2 \text{ emissions from production of the useful product in the absence of the project activity in year y (tCO_2/yr)
P_y = Quantity of useful product produced in the end-use facility in year y (t useful product)
EF_{CO2, BL, product} = CO_2 \text{ emission factor for the production of the useful product in the baseline situation (tCO_2 / t useful product)}$$



(10)

AM0037 / Version 02 Sectoral Scopes: 10 and 05 EB xx

In order to derive $EF_{CO2,BL,product}$, project participants may either use applicable conservative default values from Table 4 below or may determine the emissions intensity of the top 20% performer plants established in the most recent five years prior to the start of the project activity within a defined geographical region. The following steps shall be performed to determine $EF_{CO2,BL,product}$.

Step 1: Determination of the geographical area

Assess the geographical scale of trade of the useful product (globally traded versus regionally traded) and determine the appropriate geographical area accordingly. The geographical area should be chosen in a manner that it includes at least 5 plants that produce the same useful product and that have been established in the most recent five years prior to the start of the project activity. For regionally traded products, the host country may be used as a default area. If there are less than 5 plants in the host country, the geographical area should be extended to all neighboring countries. If the number remains to be less than 5, all countries should be considered as the appropriate geographical area (globally traded product).

Step 2: Determination of the production capacity in non-Annex I countries⁴

Determine the fraction of the production capacity for producing the useful product within the geographical area, as identified in step 1, that is located in non-Annex I countries (x_{NAI}). If the geographical area, as identified in step 1, only includes non-Annex I countries, $x_{NAI} = 1$. If the geographical area includes Annex I countries, identify all plants within the geographical area that produce the same useful product and that have been established in the most recent five years prior to the start of the project activity. Identify the production capacity of each plant and determine the fraction of the production capacity that is located in non-Annex I countries (x_{NAI}) respectively.

Step 3a: Determination of EF_{CO2,BL,product} with default values

This step is an alternative to step 3b and applicable if project participants wish to use default values to determine $EF_{CO2,BL,product}$. $EF_{CO2,BL,product}$ is calculated by multiplying the fraction of production capacity in non-Annex I countries (x_{NAI}) with an applicable default value from Table 4, as follows:

 $EF_{CO2,BL,product} = X_{NAI} \times EF_{CO2,BL,default}$

 Where:

 EF_{CO2,BL,product}
 =
 CO₂ emission factor for the production of the useful product in the baseline situation (tCO₂ / t useful product)

 x_{NAI}
 =
 Fraction of production capacity for the production of the useful product that is located in non-Annex I countries within the defined geographical area

 EF_{CO2,BL,default}
 =
 CO₂ default emission factor for the production of the useful product (tCO₂ / t useful

product)

⁴ This step is necessary because in case of globally traded products the displacement of production in Annex I countries can not be accounted towards emission reductions.





Table 4: Conservative default values for the production of useful products in the baseline in cases where scenario 4 applies⁵

Useful product	Geographical	Value to be applied	Source
	applicability		
Ammonia	<mark>global</mark>	1.666 t CO ₂ / t NH ₃	2006 IPCC Guidelines, Vol. 3, Ch. 3,
			Table 3.1, page 3.15

Step 3b: Determination of EF_{CO2,BL,product} based on the top 20% performer plants

This step is an alternative to step 3a and applicable if project participants wish to use the performance of other plants to determine $EF_{CO2,BL,product}$.

Identify all plants n

- That are located within the geographical area;
- That produce the same useful product, and;
- That have been established in the most recent five years prior to the start of the project activity.

Collect for each plant *n* the necessary data to determine the emission factor of the plant. This includes data on the quantities and types of fuels used, the quantity of electricity consumed and the quantity of useful product produced during the most year for which data is available. As a simplification, project participants may neglect electricity consumption. Calculate for each plant *n* an emission factor $EF_{CO2,BL,n}$, applying equation 8 above respectively.

Sort all plants *n* from the plants with the lowest to the highest emission factor. Identify the top 20% performer plants *j* as the plants with the 1st to Jth lowest emission factor, where *J* (the total number of plants *j*) is calculated as the product of *N* (the total number of plants *n* identified) and 20%, rounded down if it is decimal. If the production of all identified plants *j* (the top 20% performers) is less than 20% of the total production of all plants *n* (the whole sample group), then the number of plants *j* included in the top 20% performer group should be enlarged until the group represents at least 20% of total production of all plants *n*.

The baseline emission factor $EF_{CO2,BL,product}$ is then calculated as follows:



⁵ Project participants may propose to amend this table by requesting for a revision to this methodology. In doing so, they should ensure that the values are conservative and indicate the geographical applicability and source.



UNFCCC/CCNUCC

UNFCCC

AM0037 / Version 02 Sectoral Scopes: 10 and 05 EB xx

P _{i,x} =	-	Quantity of useful product produced in plant <i>j</i> in year x (t useful product)
EF _{CO2,BL,j,x} =	-	CO_2 emission factor for the production of the useful product in plant <i>j</i> in year x
		(tCO ₂ / t useful product)
j <mark>i</mark>	=	Top 20% performer plants
x =	-	Year prior to the start of the project activity

All steps should be documented transparently, including a list of the plants identified in Steps 2 and 3, as well as relevant data on fuel consumption, electricity consumption and production for all identified plants.

Project Emissions

Project emissions include CO₂ emissions from energy required for transporting the associated gas to the end-use facility ($PE_{CO2,T,y}$), fugitive CH₄ emissions from transportation of the associated gas to the end-use facility ($PE_{CH4,T,y}$), including any accidental release, and CO₂ emissions at the end-use facility as a result of the project activity ($PE_{CO2,facility,y}$), as follows:

PE	= PE + PE	+ PE	(12)
1	V \sim CO2, T, V \sim CH4, T, V	/ CO2, facility, y	()

Where:

PEy	=	Project emissions in year y (tCO ₂ /yr)
PE _{CO2,T,y}	=	Project CO ₂ emissions from energy required for transportation of the associated gas to the
		end-use facility (tCO ₂)
PE _{CH4,T,v}	=	Fugitive CH ₄ emissions from transportation of the associated gas to the end-use facility
		(tCO ₂ e)
PE _{CO2.facility.v}	=	Project CO ₂ emissions that occur at the end-use facility as a result of the project activity
		(tCO ₂)

<u>CO₂ emissions from energy required for transportation of the associated gas to the end-use facility</u>

To estimate CO_2 emissions from energy required for transportation of the associated gas to the end-use facility, project participants should monitor the quantity of fossil fuels and/or electricity that are required in year y for that purpose ($FC_{PJ,T,facility,i,y}$ and $EC_{PJ,T,facility,y}$) and apply the latest approved versions of the "Tool to calculate project or leakage CO_2 emissions from fossil fuel combustion" and the "Tool to calculate project emissions from electricity consumption". The element process j in the "Tool to calculate project or leakage CO_2 emissions from fossil fuel combustion" corresponds to the combustion of fossil fuels for the purpose of transportation of the associated gas to the end-use facility ($FC_{PJ,T,facility,i,y}$ corresponds to $FC_{i,j,y}$ in the tool). In applying the "Tool to calculate project emissions from electricity consumption", $EC_{PJ,T,facility,y}$ corresponds to $EC_{PJ,y}$ in the tool.

<u>Fugitive CH_4 emissions from transportation of the associated gas to the end-use facility ($PE_{CH4,Ty}$)</u>

Project participants may ignore this emission source if the pipeline transporting the associated gas to the end-use facility is identical (in terms of length, design, and other characteristics likely to affect fugitive emissions and energy demands for compressors) to the pipeline used to transport the associated gas to the flare in the baseline scenario or if fugitive CH₄ emissions can clearly be expected to be lower in the project case. In this case, both baseline ($BE_{T,CH4,v}$) and project ($PE_{CH4,T,v}$) emissions should be ignored.



If transport of the associated gas to the end use facility only requires an extension of the pipeline to the flare in the baseline scenario, then baseline emissions along the existing pipeline⁶ can be ignored and project emissions only need to be estimated for the pipeline extension.

The fugitive CH₄ emissions will be estimated using the same procedure as provided in the baseline emissions section for $BE_{T,CH4y}$.

In addition, in case of accidents, the relevant fugitive CH_4 emissions should be calculated. When an accident causes gas leakage from the pipeline, the gas volume is calculated as the sum of (1) the total amount of gas flow from the time the accident occurred until gas flow was shut off, and (2) the total amount of gas remaining in the pipeline at time of shut off. Accidental release of methane from the pipeline should be calculated as:

$$PE_{CH4,T,y} = GWP_{CH4} \times \frac{1}{1000} \left(V_{accident} + V_{remain,accident} \right) \times W_{CH4,pipeline,accident}$$
(13)

with

$$V_{\text{accident}} = t_{\text{accident}} \times F = (t_2 - t_1) \times F \text{ and}$$
(14)

$$V_{\text{remain,accident}} = d^2 \times \pi \times L \times \frac{P_p}{P_s} \times \frac{T_s}{T_p} \times \frac{V_{d,\text{accident}}}{\sum_i V_{Xi,d,\text{accident}}}$$
(15)

Where:

EFA_y	= Methane emissions from the transport pipeline due to an accidental event (t CO_2 -e)
Vaccident	= The volume of associated gas supplied to the pipeline from the oil and natural gas processing plant from the time the gas leakage started until the shutdown valves were closed (m^3)
Vremain, accident	= The volume of associated gas remaining in the pipeline after the shutdown values have been closed (m^3)
wCH4, pipeline,	= The fraction of methane in the associated gas on a mass basis (kg CH_4/m^3)
accident	
t _{accident}	= Duration of accident (Sec)
t_1	= The time the gas leakage caused by the accident occurred (sec)
t_2	= The time that the shutdown valves closed both the upstream and downstream pipeline (sec)
F	= The flow rate of associated gas supplied from the oil and natural gas processing plant (m^{3}/sec)
d	= The radius of the pipeline (meters)
π	= The ratio of the circumference of a circle to its diameter (unitless)
L	= The length of the pipeline (meters)
Рр	= The pressure in the pipeline when the shutdown valves close both the upstream and downstream of the pipeline (atm)

⁶ In other words, emissions from $(FCT_{flare,x} \times V_y \times EFFCT_{flare,x}) + FE$

	UNFCCC/CCNUCC
CDM – Executiv	e Board AM0037 / Version 02 Sectoral Scopes: 10 and 05 EB xx
Ps Tp	 Standard pressure (atm) The temperature in the pipeline when the shutdown valves close both the upstream and downstream of the pipeline (°C)
Ts	= Standard temperature $(^{\circ}K)$
Vd,accident	= The volume of associated gas supplied to the pipeline from the oil and natural gas processing plant before the accident occurs during the period (m^3)
Vxi,d,accident	= The volume of gas supplied to the pipeline from other sources if any before the accident occurs during the period (m ³)

<u>CO₂ emissions occurring at the end-use facility as a result of the project activity (PE_{CO2,facility,y})</u>

The calculation of this emission source depends on the applicable scenario.

<u>Scenario 1</u>

The use of the associated gas in the end-use facility instead of natural gas may be associated with an increased combustion of fossil fuels or electricity, for example, for cleaning the associated gas. The respective fossil fuel and electricity consumption ($FF_{PJ,facility,iy}$ and $EG_{PJ,y}$) should be monitored and project emissions from such energy requirements ($PE_{CO2,facility,y}$) should be estimated using the latest approved versions of the "Tool to calculate project or leakage CO₂ emissions from fossil fuel combustion" and the "Tool to calculate project emissions from electricity consumption". If associated gas is used for that purpose this amount shall be deducted from the baseline equation of avoided CO₂ from avoided flaring.

<u>Scenarios 2, 3 and 4</u>

In these scenarios, the end-use facility is established as a result of the project activity and the useful product would be produced in other facilities in the absence of the project activity. Therefore, <u>all</u> fossil fuel use or electricity consumption by the end-use facility should be included in $PE_{CO2,facility,y}$. Note that the associated gas should be considered as one of the fossil fuel sources $FF_{PJ,facility,i,y}$. The quantity of carbon in the useful product is subtracted from the CO₂ emissions associated with the use of fossil fuels at the facility.

$$PE_{CO2,facility,y} = PE_{EC,facility,y} + \frac{44}{12} \times \left[\sum_{i} FF_{PJ,facility,i,y} \times w_{C,i,y} - P_{y} \times w_{C,product}\right]$$
(16)

Where:

PE _{CO2,facility,y}	=	Project CO ₂ emissions that occur at the end-use facility as a result of the project activity
		(tCO ₂)
PE _{EC,facility,y}	=	Project emissions from the consumption of electricity by the end-use facility in year y
		(tCO ₂)
FF _{PJ,facility,i,y}	=	Quantity of fossil fuel type <i>i</i> used in the end-use facility, as feedstock or for combustion,
		in year y (tons)
W _{C,i,y}	=	Mass fraction of carbon in fossil fuel type <i>i</i> in year y (tons C / tons of fuel)
P _v	=	Quantity of useful product produced in the end-use facility in year y (t useful product)
W _{C,product}	=	Mass fraction of carbon in the useful product (tons C / tons of useful product)
i	=	All fossil fuel types used in the end-use facility in year y, including the associated gas





(17.)

AM0037 / Version 02 Sectoral Scopes: 10 and 05 EB xx

The latest approved versions of the "Tool to calculate project emissions from electricity consumption" should be applied to determine $PE_{EC,facility,y}$. In applying the "Tool to calculate project emissions from electricity consumption", $EC_{PJ,y}$ in the tool corresponds to the overall electricity consumption by the enduse facility.

Leakage

No leakage emissions are considered.

Emission reductions

Emission reductions are calculated as the difference between baseline and project emissions, taking into account any adjustments for leakage:

$$ER_y = BE_y - PE_y$$

Where:

 $\begin{array}{ll} \mathrm{ER}_{\mathrm{y}} & = \mathrm{Emission\ reductions\ during\ the\ year\ y\ (tCO_2/yr)} \\ \mathrm{BE}_{\mathrm{y}} & = \mathrm{Baseline\ emissions\ in\ year\ y\ (tCO_2/yr)} \\ \mathrm{PE}_{\mathrm{y}} & = \mathrm{Project\ emissions\ in\ year\ y\ (tCO_2/yr)} \end{array}$

Changes required for methodology implementation in 2nd and 3rd crediting periods

Consistent with guidance by the Executive Board, project participants shall assess the continued validity of the baseline and update the baseline.

Data / parameter:	NCV _{i,x}
Data unit:	GJ/mass or volume unit
Description:	Average net calorific value of fossil fuel type <i>i</i> in year <i>x</i>
Source of data:	Either conduct measurements or use accurate and reliable local or national data
	where available. Where such data is not available, use IPCC default net calorific
	values (country-specific, if available) if they are deemed to reasonably represent
	local circumstances. Choose the values in a conservative manner and justify the
	choice.
Measurement	Measurements shall be carried out at reputed laboratories and according to relevant
procedures (if any):	national or international standards.
Any comment:	Applicable if project participants choose to estimate $BE_{T,CO,v}$

Data and parameters not monitored





Data / parameter:	EF _{CO2,ix}	
Data unit:	tCO ₂ /GJ	
Description:	Average CO_2 emission factor of fossil fuel type <i>i</i> in year <i>x</i>	
Source of data:	Either conduct measurements or use accurate and reliable local or national data	
	where available. Where such data is not available, use IPCC default emission	
	factors (country-specific, if available) if they are deemed to reasonably represent	
	local circumstances. Choose the value in a conservative manner and justify the	
	choice.	
Measurement	Measurements shall be carried out at reputed laboratories and according to relevant	
procedures (if any):	national or international standards.	
Any comment:	Applicable if project participants choose to estimate BE _{T,CO2,y}	

Data / parameter:	FC _{BL,T,flare,i,x}
Data unit:	mass or volume unit
Description:	Quantity of fossil fuel type <i>i</i> combusted in year <i>x</i> for transportation of the associated
	gas to the flare
Source of data:	Measurements or fuel purchase or usage records
Measurement	
procedures (if any):	
Any comment:	Applicable if project participants choose to estimate BE _{T,CO2,y}

Data / parameter:	EC _{T,flare,x}
Data unit:	MWh
Description:	Quantity of electricity consumed in year x for transportation of the associated gas to
	the flare
Source of data:	Measurements
Measurement	Use electricity meters
procedures (if any):	
Any comment:	Applicable if project participants choose to estimate BE _{T,CO2,y}

Data / parameter:	EF _{ELT,x}
Data unit:	tCO ₂ /MWh
Description:	Average CO ₂ emission factor for electricity consumed for transportation of the
	associated gas to the flare in year x
Source of data:	Where self-generation occurs the emission factor should be calculated based on
	actual fuel consumption and electricity generation data. Where grid electricity is
	used, the latest approved version of the "Tool to calculate the emission factor for an
	electricity system" should be applied.
Measurement	As per the "Tool to calculate the emission factor for an electricity system"
procedures (if any):	
Any comment:	Applicable if project participants choose to estimate BE _{T,CO2,y}





Data / parameter:	Equipment (index)
Data unit:	Number of equipment items for each equipment type
Description:	Type and number of valves, pump seals, connectors flanges, open-ended lines, as
	defined in Table 2.
Source of data:	Pipeline schematics, or audit of pertinent sections of pipeline
Measurement	None
procedures (if any):	
Any comment:	Prior to project validation, the pertinent sections of pipelines will be examined for
	any of the likely locations of leaks as outlined by U.S. EPA.

Data / parameter:	d and L
Data unit:	meters
Description:	d: The radius of the pipeline.
	L: The length of the pipeline.
Source of data:	Pipeline schematics, or audit of pertinent sections of pipeline
Measurement	Can be measured in conjunction with equipment counts.
procedures (if any):	
Any comment:	None

Data / parameter:	EF _{equipment}
Data unit:	kg CH₄/hour/equipment
Description:	The emission factor for the relevant equipment type, taken from Table 3 or the 2006
	IPCC Guidelines
Source of data:	Table 3 of this methodology or 2006 IPCC Guidelines
Measurement	-
procedures (if any):	
Any comment:	Applicable if project participants choose to estimate BE _{T,CH4,y}

Data / parameter:	GWP _{CH4}
Data unit:	tCO ₂ e/tCH ₄
Description:	Global warming potential for CH ₄
Source of data:	IPCC
Measurement	21 for the first commitment period. Shall be updated according to any future
procedures (if any):	COP/MOP decisions.
Any comment:	

Data / parameter:	EC _{product,x}
Data unit:	MWh
Description:	Electricity consumption for the production of the useful product in year x
Source of data:	Plant records prior to implementation of CDM project activity
Measurement	
procedures (if any):	
Any comment:	Applicable in case of scenarios 2 or 3



Data / parameter:	EF _{EL,P,x}
Data unit:	tCO ₂ /MWh
Description:	Emission factor for electricity consumption from producing the useful product in
	year x
Source of data:	Where self-generation occurs the emission factor should be calculated based on
	actual fuel consumption and electricity generation data. Where grid electricity is
	used, the latest approved version of the "Tool to calculate the emission factor for an
	electricity system" should be applied.
Measurement	As per the "Tool to calculate the emission factor for an electricity system"
procedures (if any):	
Any comment:	Applicable in case of scenarios 2 or 3

Data / parameter:	FF product.i.x
Data unit:	tons
Description:	Quantity of fossil fuel type <i>i</i> used as feedstock or for combustion for the production
	of the useful product in year x
Source of data:	Plant records
Measurement	
procedures (if any):	
Any comment:	Applicable in case of scenarios 2 or 3

Data / parameter:	W _{C,i,x}
Data unit:	tons C / tons of fuel
Description:	Mass fraction of carbon in fossil fuel / feedstock type <i>i</i> in year <i>x</i>
Source of data:	Actual measurement
Measurement	Chemical analysis (e.g., gas chromatography)
procedures (if any):	
Any comment:	Applicable in case of scenarios 2 or 3

Data / parameter:	W _{C.product}
Data unit:	tons C / tons of useful product
Description:	Mass fraction of carbon in the useful product
Source of data:	Based on the molecular composition of the product
Measurement	-
procedures (if any):	
Any comment:	

Data / parameter:	X _{NAI}
Data unit:	-
Description:	Fraction of production capacity for the production of the useful product that is
	located in non-Annex I countries within the defined geographical area
Source of data:	Based on most recent available production statistics or reliable literature
Measurement	-
procedures (if any):	
Any comment:	Applicable in case of scenario 4





Data / parameter:	EF _{CO2,BL,default}
Data unit:	tCO ₂ / t useful product
Description:	CO ₂ default emission factor for the production of the useful product
Source of data:	Table 4 of this methodology
Measurement	
procedures (if any):	
Any comment:	Applicable in case of scenario 4 and if project participants choose to use default
	values to determine EF _{CO2,BL,product}

Data / parameter:	P _{j,x}
Data unit:	t useful product
Description:	Quantity of useful product produced in plant j in year x
Source of data:	Production records by the plant operators or authentic statistics by industry or
	governmental organizations
Measurement	
procedures (if any):	
Any comment:	Applicable in case of scenario 4 and if project participants choose to determine
	EF _{CO2,BL,product} based on the top 20% performer plants

Data / parameter:	EF _{CO2,BL,j,x}
Data unit:	tCO ₂ / t useful product
Description:	CO_2 emission factor for the production of the useful product in plant <i>j</i> in year <i>x</i>
Source of data:	Production and energy consumption records of the plant operators or authentic
	statistics by industry or governmental organizations
Measurement	
procedures (if any):	
Any comment:	Applicable in case of scenario 4 and if project participants choose to determine
	EF _{CO2,BL,product} based on the top 20% performer plants

Data / parameter:	<u>Ts</u>
Data unit:	[°] Kelvin
Description:	Standard temperature 273 degree Kelvin
Source of data:	
Measurement	
procedures (if any):	
Any comment:	

Data / parameter:	<u>Ps</u>
Data unit:	atm
Description:	Standard pressure, 1 atmosphere
Source of data:	
Measurement	
procedures (if any):	
Any comment:	







III. MONITORING METHODOLOGY

Monitoring procedures

The monitoring methodology involves monitoring of the following:

- The composition and quantity of associated gas produced by oil and natural gas processing facility;
- The quantity and carbon intensity of any additional energy consumed for transportation purposes or for the processing of the associated gas as a feedstock material by the end use facility.
- Any fugitive emissions of methane along the associated gas transport pipeline (including from accident events).

Baseline emissions from flaring are calculated *ex post* using measured data on associated gas end use facility (versus to flare). Baseline emissions from energy use and fugitive releases of methane are calculated using *ex ante* data on energy use for transport (e.g., for compressors) and fugitive methane emissions along the pipeline.

Project emissions are all calculated *ex post* based on actual energy use and fugitive emissions data.

Meters should be installed, maintained and calibrated according to equipment manufacturer instructions and be in line with national standards, or, if these are not available, international standards (e.g. IEC, ISO). All data collected as part of monitoring should be archived electronically and be kept at least for 2 years after the end of the last crediting period. 100% of the data should be monitored if not indicated differently in the comments in the tables below.

Data / parameter:	V _y
Data unit:	m ³ /yr
Description:	Quantity of associated gas utilized in year y, i.e. the quantity of associated gas
	that enters the pipeline for transport to the end use facility and is measured at the
	custody meters.
Source of data:	Measurements with a flow meter (can be obtained from oil or natural gas
	processing plant that supplies the associated gas)
Measurement	Data should be measured using accurate and calibrated flow meters.
procedures (if any):	Measurements should be taken at the point the associated gas enters the pipeline
	for transport to the end use facility that produces the useful product. Furthermore,
	it should be monitored that the associated gas is actually used by the end use
	facility for the production of the useful product. Note also that this amount shall
	not include the amount of associated gas possibly used to clean up the associated
	gas used as a feedstock and, where applicable, partly as energy source in the
	process of producing the useful product. Data can be collected in conjunction
	with F.
Monitoring frequency:	Continuous
QA/QC procedures:	
Any comment:	-

Data and parameters monitored



Data / parameter:	W _{carbon,y}
Data unit:	$t C/m^3$
Description:	Average carbon content of associated gas in year y
Source of data:	Measurement of the chemical analysis (e.g., gas chromatography)
Measurement	Analysis can be performed in conjunction with measurement of the methane
procedures (if any):	content of the associated gas (w _{CH4,pipeline})
Monitoring frequency:	Weekly (minimum)
QA/QC procedures:	Carbon content of gas should be crossed checked with previous months' data as
	well as with the owners of the oil and gas processing plant
Any comment:	-

Data / parameter:	W _{CH4,y}
Data unit:	kg CH ₄ /kg
Description:	Average mass fraction of methane in the associated gas in year y (kg CH ₄ /kg
	associated gas)
Source of data:	Actual measurements
Measurement	Chemical analysis (e.g., gas chromatography)
procedures (if any):	
Monitoring frequency:	Weekly (minimum)
QA/QC procedures:	Methane content of gas should be crossed checked with previous months' data as
	well as with the owners of the oil and gas processing plant.
Any comment:	-

Data / parameter:	t _{equipment}
Data unit:	Time (hours of use)
Description:	The operation time of the equipment in hours (in absence of further information,
	the monitoring period could be considered as a conservative approach)
Source of data:	Plant records or time of use meters
Measurement	None
procedures (if any):	
Monitoring frequency:	Annually
QA/QC procedures:	Time of use meters will be calibrated as often as required by manufacturing
	recommendations.
Any comment:	The pipeline taking the associated gas to the flare will be measured for the hours
	of its operation providing the required data to estimate the fugitive emissions
	from the pipe over the course of the baseline year.

Data / parameter:	P _v
Data unit:	t of useful product
Description:	Quantity of useful product produced in the end-use facility in year y
Source of data:	Production records for the useful products (e.g. methanol)
Measurement	-
procedures (if any):	
Monitoring frequency:	Annually
QA/QC procedures:	-
Any comment:	-



Data / parameter:	W _{CH4,pipeline,accident}
Data unit:	kg CH ₄ /m ³
Description:	The fraction of methane in the associated gas on a mass basis
Source of data:	Chemical analysis (e.g., gas chromatography)
Measurement	Analysis can be performed in conjunction with measurement of the methane
procedures (if any):	content of the associated gas (w _{CH4,pipeline})
Monitoring frequency:	Weekly (minimum)
QA/QC procedures:	Methane content of gas should be crossed checked with previous months' data as
	well as with the owners of the oil and gas processing plant.
Any comment:	None

Data / parameter:	t_1 and t_2
Data unit:	sec
Description:	t_1 : The time the gas leakage caused by the accident occurred.
	t ₂ :The time that the shutdown valves closed both the upstream and downstream
	pipeline.
Source of data:	Plant records
Measurement	None
procedures (if any):	
Monitoring frequency:	Once per event
QA/QC procedures:	None
Any comment:	None

Data / parameter:	F
Data unit:	m ³ /sec
Description:	The flow rate of associated gas supplied from the oil and natural gas processing
	plant
Source of data:	Flow meter data (can be obtained from oil or natural gas processing plant that
	supplies the associated gas)
Measurement	Data should be measured using accurate and calibrated flow meters.
procedures (if any):	Measurements should be taken at the point that associated gas enters the pipeline
	for transport to the flare (in the baseline scenario) or enters the pipeline for
	transport to the end use facility (in the case of the project scenario). Data can be
	collected in conjunction with V_y .
Monitoring frequency:	Continuous
QA/QC procedures:	Volume of gas should be completely metered with regular calibration of metering
	equipment, similar to what is called for in other approved methodologies.
Any comment:	





Data / parameter:	Тр
Data unit:	°C
Description:	The temperature in the pipeline when the shutdown valves close both the
	upstream and downstream of the pipeline
Source of data:	Temperature meter
Measurement	Reading of meter by operational staff and recording into log and database
procedures (if any):	
Monitoring frequency:	When an accident causes gas leakage from a pipeline, the gas leakage volume is
	less than the sum of (1) the total amount of gas that flowed during the time the
	accident occurred until the gas flow is shut and (2) the total amount of gas
	remaining in the pipeline. Therefore, the temperature of the gas in the pipeline
	needs to be measured only when the shutdown valves close.
QA/QC procedures:	Consistency checks of measurement with operation data – same as AM0009
Any comment:	

Data / parameter:	Рр	
Data unit:	Atm	
Description:	<i>Pp</i> is the pressure in the pipeline when the shutdown valves close both the	
	upstream and downstream of the pipeline in atmospheres (atm).	
Source of data:	Pressure meter	
Measurement	Reading of meter by operational staff and recording into log and database	
procedures (if any):		
Monitoring frequency:	Once when the shutdown valves close	
QA/QC procedures:	Consistency checks of measurement with operation data – same as AM0009	
Any comment:		

<mark>Data / parameter:</mark>	Ts
Data unit:	<mark>° Kelvin</mark>
Description:	Standard temperature 273 degree Kelvin
Source of data:	
Measurement	
procedures (if any):	
Monitoring frequency:	
QA/QC procedures:	
Any comment:	

Data / parameter:	<mark>₽s</mark>
<mark>Data unit:</mark>	atm
Description:	Standard pressure, 1 atmosphere
Source of data:	
Measurement	
procedures (if any):	
Monitoring frequency:	
QA/QC procedures:	
Any comment:	





Data / parameter:	Vd, accident
Data unit:	m ³
Description:	The volume of associated gas supplied to the pipeline from the oil and natural gas
	processing plant before the accident occurs during the period day
Source of data:	Orifice meter
Measurement	Reading of meter by operational staff and recording into log and database
procedures (if any):	
Monitoring frequency:	Continuously
QA/QC procedures:	Consistency checks of measurements with commercial data – same as AM0009
Any comment:	

Data / parameter:	Vxi,d accident	
Data unit:	m ³	
Description:	The volume of gas supplied to the pipeline from other sources if any before the	
	accident occurs during the period day	
Source of data:	Orifice meter	
Measurement	Reading of meter by operational staff and recording into log and database	
procedures (if any):		
Monitoring frequency:	Continuously	
QA/QC procedures:	Consistency checks of measurements with commercial data – same as AM0009	
Any comment:		

Data / parameter:	PE _{EC,facility,y}	
Data unit:	t CO ₂	
Description:	Project emissions from the consumption of electricity by the end-use facility in	
	year y	
Source of data:	As per the latest approved version of the "Tool to calculate project emissions	
	from electricity consumption"	
Measurement	As per the latest approved version of the "Tool to calculate project emissions	
procedures (if any):	from electricity consumption"	
Monitoring frequency:	As per the latest approved version of the "Tool to calculate project emissions	
	from electricity consumption"	
QA/QC procedures:	As per the latest approved version of the "Tool to calculate project emissions	
	from electricity consumption"	
Any comment:	Use $EC_{PJ,y}$ as specified below in applying the tool.	





Data / parameter:	EC _{PJ,y}	
Data unit:	MWh	
Description:	Electricity consumption by the end-use facility in year y	
Source of data:	Measurements	
Measurement	Use electricity meters	
procedures (if any):		
Monitoring frequency:	Continuously, aggregated at least annually	
QA/QC procedures:	Cross check measurement results with invoices for purchased electricity if	
	relevant.	
Any comment:	Scenario 1: EG _{PJ,y} corresponds to the incremental increase of electricity	
	consumption associated with the use of the associated gas at the end-use facility	
	Scenarios 2, 3 and 4: EG _{PJ,y} corresponds to the overall electricity consumption by	
	the end-use facility	

Data / parameter:	FF _{PJ,facility,i,y}		
Data unit:	tons		
Description:	Quantity of fossil fuel type <i>i</i> used in the end-use facility, as feedstock or for		
	combustion, in year y		
Source of data:	Onsite measurements		
Measurement	Use mass or volume meters		
procedures (if any):			
Monitoring frequency:	Continuously		
QA/QC procedures:	The consistency of metered fuel consumption quantities should be cross-checked		
	by an annual energy balance that is based on purchased quantities and stock		
	changes. Where the purchased fuel invoices can be identified specifically for the		
	CDM project, the metered fuel consumption quantities should also be cross-		
	checked with available purchase invoices from the financial records.		
Any comment:	Scenario 1: FF _{PJ,facility,i,v} corresponds to the incremental increase of fossil fuel use		
	associated with the use of the associated gas at the end-use facility		
	Scenarios 2, 3 and 4: FF _{PJ,facility,i,y} corresponds to the overall fossil fuel use by the		
	end-use facility		



UNFECC

Data / parameter:	W _{C,i,y}		
Data unit:	tons C / tons of fuel		
Description:	Mass fraction of carbon in fossil fuel type <i>i</i> in year y		
Source of data:	The following data sources may be used if the relevant conditions apply:		
	Data source	Conditions for using the data source	
	a) Values provided by the fuel supplier in invoices	This is the preferred source.	
	b) Measurements by the project participants	If a) is not available	
Measurement	Measurements should be undertaken in line with national or international fuel		
procedures (if any):	standards.		
Monitoring frequency:	The mass fraction of carbon should be obtained for each fuel delivery, from which weighted average annual values should be calculated.		
QA/QC procedures:	Verify if the values under a) and b) are within the uncertainty range of the IPCC default values as provided in Table 1.2. Vol. 2 of the 2006 IPCC Guidelines. If		
	the values fall below this range collect additional information from the testing laboratory to justify the outcome or conduct additional measurements. The laboratories in b) should have ISO17025 accreditation or justify that they can		
	comply with similar quality standards.		
Any comment:			

- - - - -