

Protecting Groundwater During Natural Gas Development

AAEE WORKSHOP

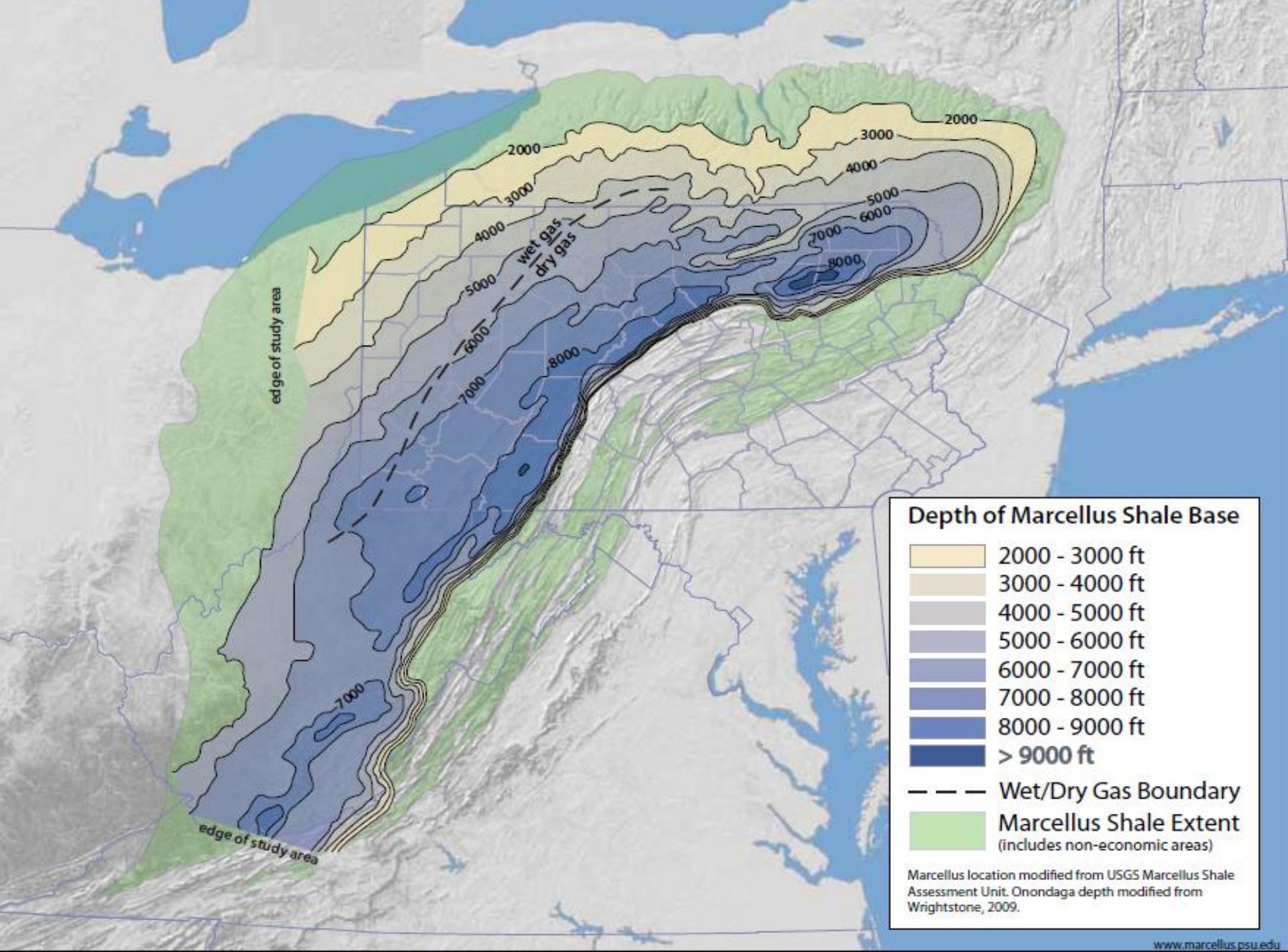
Appalachian Shale Gas Environmental Policy,
Development Activities, and Management Practices
May 14, 2012

Presented by David Yoxtheimer, P.G.



MARCELLUS CENTER

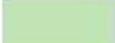
for OUTREACH & RESEARCH (M-COR)



Depth of Marcellus Shale Base

	2000 - 3000 ft
	3000 - 4000 ft
	4000 - 5000 ft
	5000 - 6000 ft
	6000 - 7000 ft
	7000 - 8000 ft
	8000 - 9000 ft
	> 9000 ft

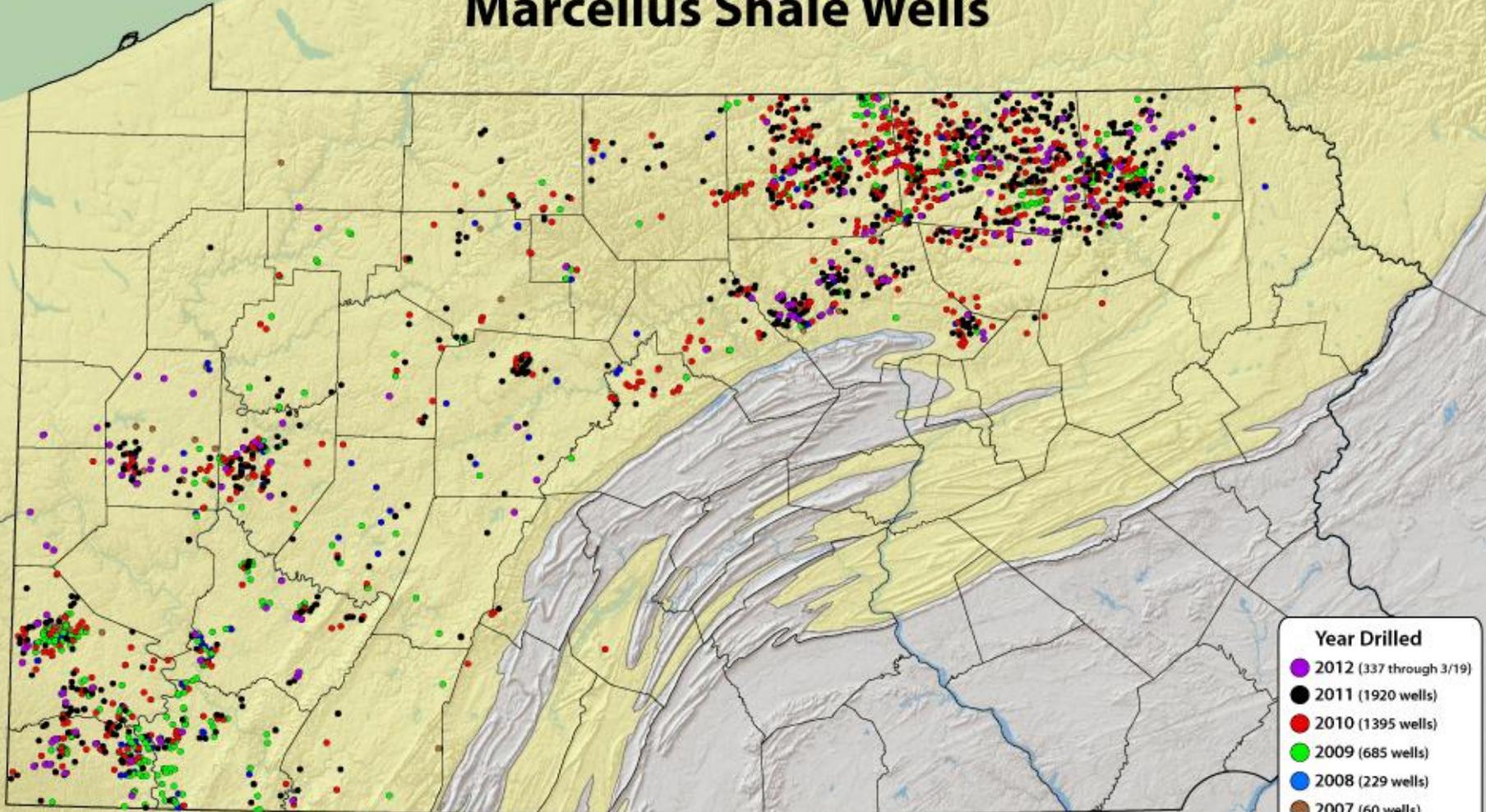
 Wet/Dry Gas Boundary

 Marcellus Shale Extent
(includes non-economic areas)

Marcellus location modified from USGS Marcellus Shale Assessment Unit. Onondaga depth modified from Wrightstone, 2009.

Well Drilling Locations

Marcellus Shale Wells



Year Drilled

- 2012 (337 through 3/19)
- 2011 (1920 wells)
- 2010 (1395 wells)
- 2009 (685 wells)
- 2008 (229 wells)
- 2007 (60 wells)

Marcellus extent
(includes non-economic areas)

Based on Pennsylvania Department of Environmental Protection SPUD Data Reports

Well Site in Operation



24" conductor casing (brown) is installed up to 50 feet deep and cemented (grey) to the surface.

20" casing is installed through the 24" casing and continuing up to 500 feet deep. This casing is cemented to surface to isolate and protect near-surface groundwater.

13 3/8" casing is installed through the 20" casing and continuing up to 1000 feet deep. This casing is also cemented to the surface to protect the groundwater aquifer from the gas well.

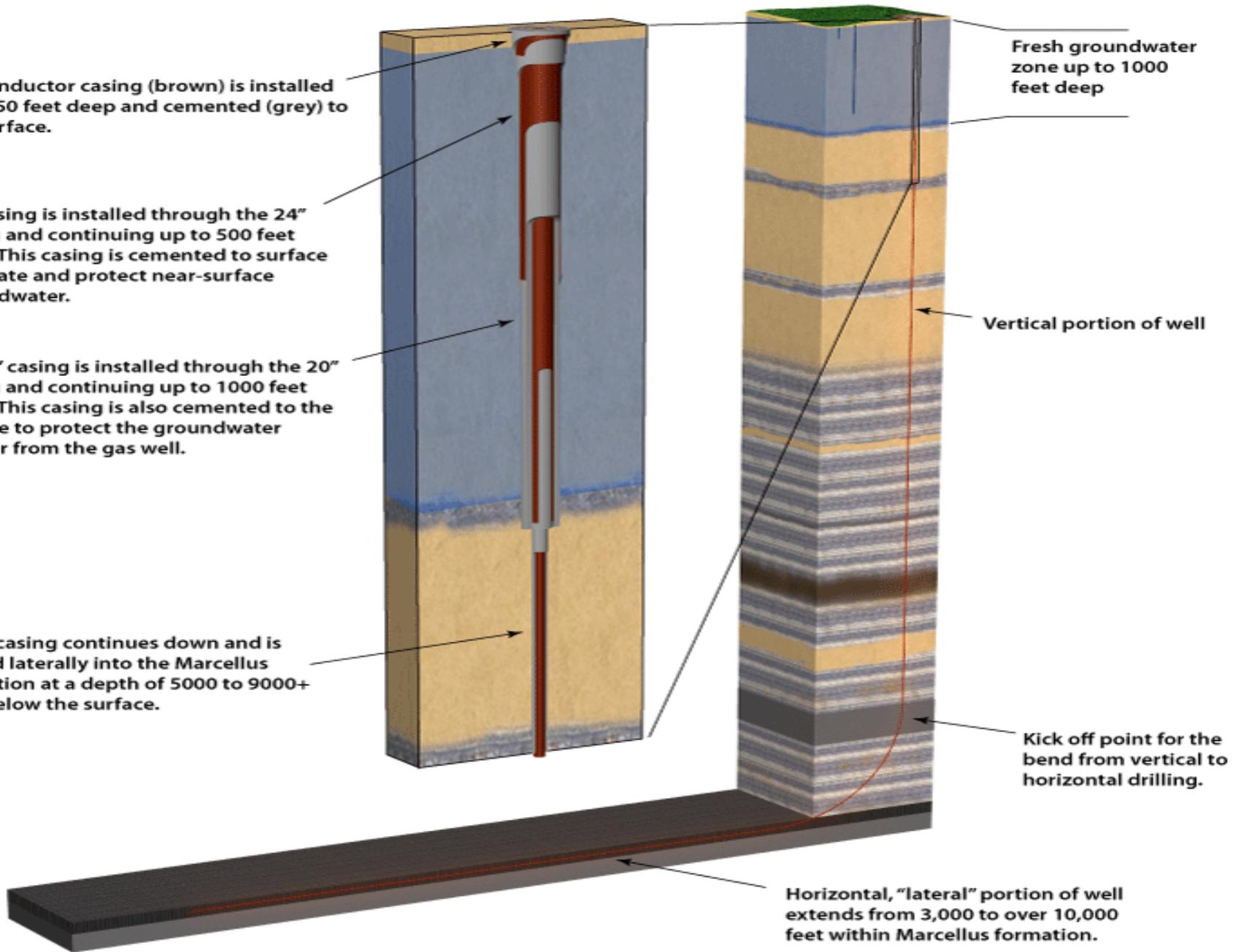
5 1/2" casing continues down and is turned laterally into the Marcellus formation at a depth of 5000 to 9000+ feet below the surface.

Fresh groundwater zone up to 1000 feet deep

Vertical portion of well

Kick off point for the bend from vertical to horizontal drilling.

Horizontal, "lateral" portion of well extends from 3,000 to over 10,000 feet within Marcellus formation.



Potential Groundwater Impact Pathways

- Faulty well construction
 - Allow methane or other hydrocarbons to migrate upwards into an aquifer
 - Possible fracturing fluid migration pathway
- Surface spills seep into aquifer
 - Well blowouts
 - Tear in flowback storage impoundment liner
 - Leaking valve in tanks
 - Spill of fracturing fluids
 - Fuel spills



Well Construction-A Key Step

General Casing Design for a Marcellus Shale Well

More than three million pounds of steel and concrete isolate the wellbore.
The Marcellus Shale is typically 6,500 feet below the Earth's surface and water table.



- Marcellus Shale wells are cased and grouted (using special cements) to prevent migration of natural gas and fluid from the producing zone up the well bore into fresh-water aquifers.
- This is a critical operation. Mistakes here could cause aquifer contamination.
- Entire sequence should be cased and cemented, or, if an interval left uncemented, this should be vented to prevent pressure buildup in the well annulus.

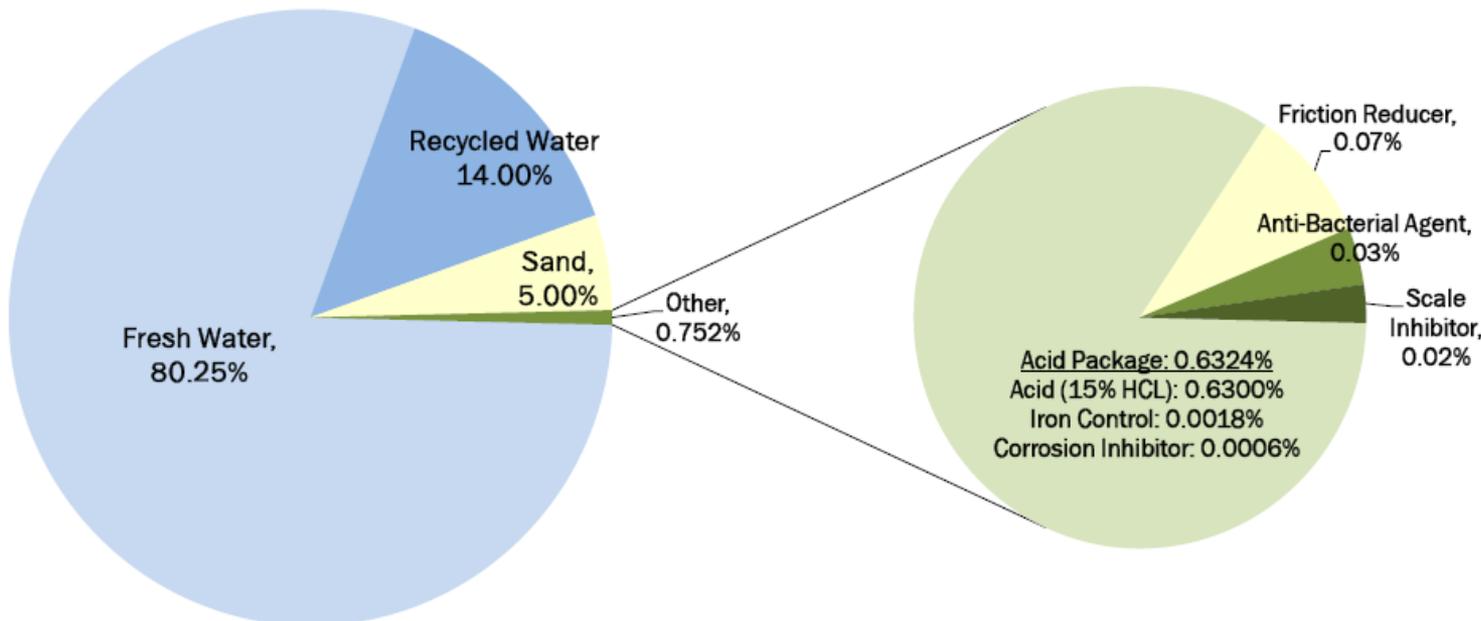
PaDEP Regulations

- In February 2011 PaDEP adopted strengthened well construction regulations (Ch. 78) to prevent methane migration:
 - Where gas pressure is $>80\%$ of hydrostatic pressure of casing depth ($0.433 \text{ psi} \times \text{casing depth}$) then intermediate casing shall be installed to prevent gas migration (Ch. 78.73)
 - Casing and cementing plan for each well to:
 - Condition the well to ensure cement bond with formation
 - Use of centralizers on casing
 - Positive cement displacement method using gas block or low flow cement to ensure no annular gas flow
 - Install cement 500 feet above true vertical depth or at least 200 feet above the uppermost perforations in production string, whichever is greater.

Shale Gas Development Water Use

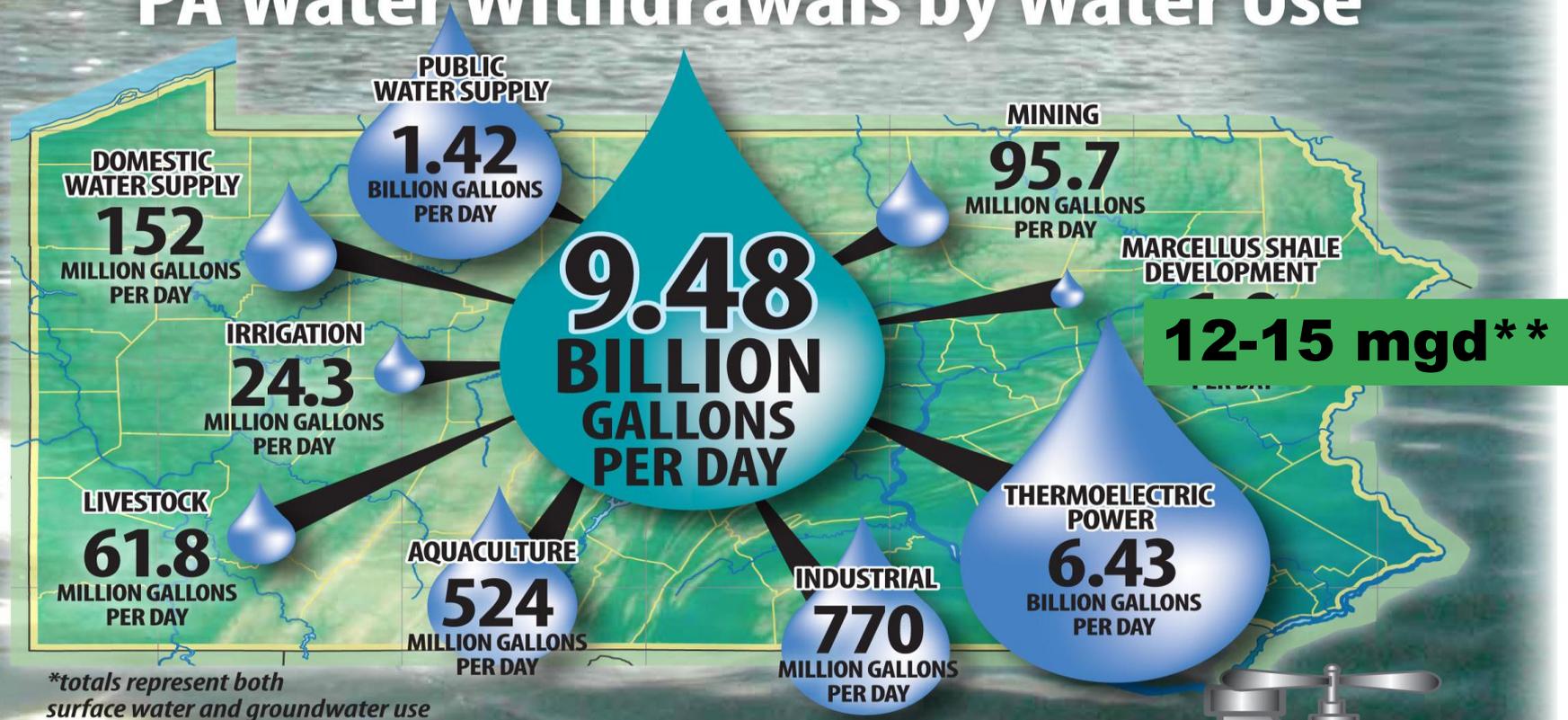


- 80,000 to 100,000 gallons of water used during drilling
- 3 to 7 million gallons of water used during hydraulic fracturing
- Approximately 8-10% of the injected fluids return as flowback water



Source: Chesapeake Energy

PA Water Withdrawals by Water Use*



Sources: J. F. Kenny, N. L. Barber, S. S. Hutson, K. S. Linsey, J. K. Lovelace and M. A. Maupin. 2009. *Estimated use of water in the United States in 2005*. U. S. Geological Survey Circular 1344. 52 p.

Marcellus Shale Gas Development Water Use: June 1, 2008 - May 21, 2010 Susquehanna River Basin Commission basin-wide reported daily use of 0.99 MGD expanded to statewide estimate. Water sources: 29% Public water supplies/71% Surface water withdrawals
 1 MGD daily use in Susq. Basin ÷ wells drilled in Susq. Basin/wells drilled statewide=1 MGD ÷ (765/1428)



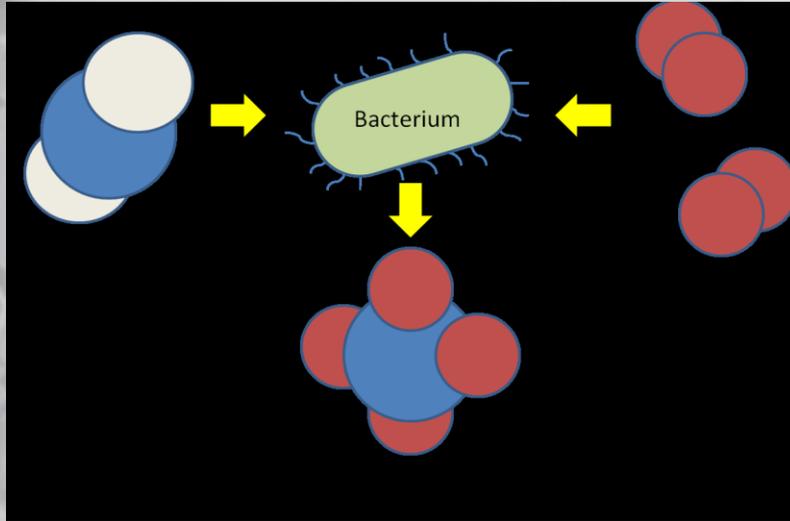
Groundwater/Pad Protections



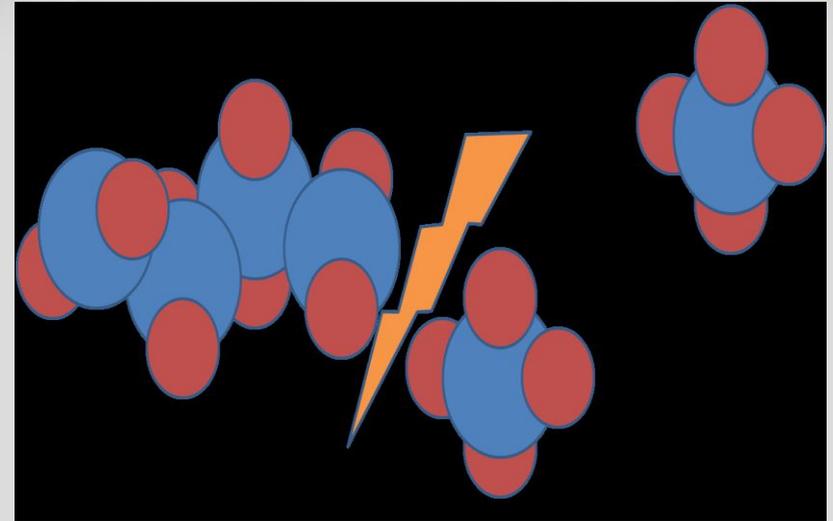
Methane Migration

- Methane detected in shallow groundwater often occurs naturally prior to any natural gas drilling
 - ~25% of private wells have detectable methane statewide where ~80% of private wells in areas of NE PA have pre-existing methane
- Increased levels of methane have been detected in water wells after gas well drilling primarily in NE PA
 - Inadequate gas well construction (ie bad cement seal) allowed methane to migrate upward into aquifers
 - Approximately ten cases of methane migration attributable to Marcellus drilling operations
- Need to distinguish between pre-existing methane and its source (thermogenic vs. biogenic)

Not All Methane is Created Equally!



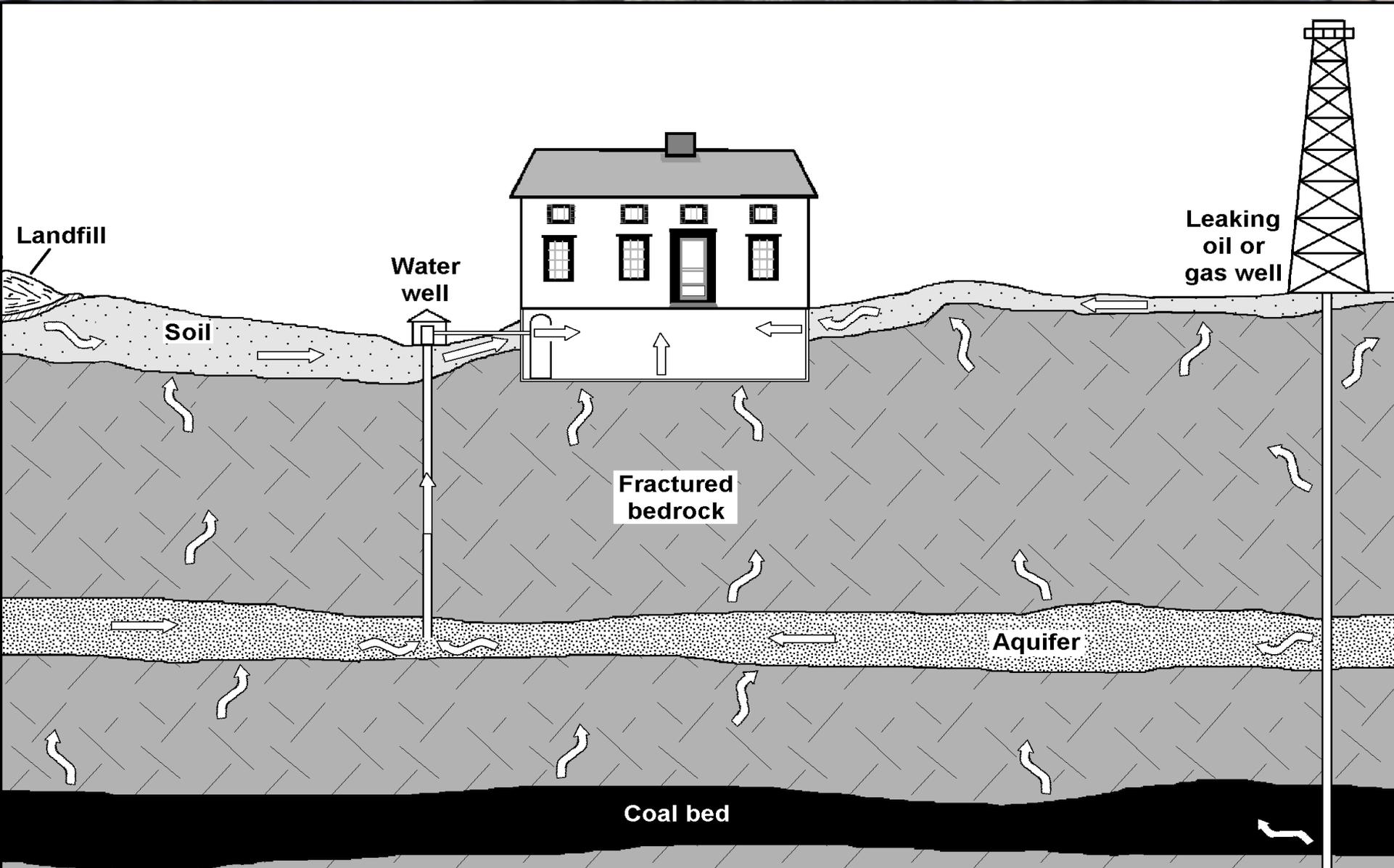
Biogenic methane is formed by methanogens breaking down organic material



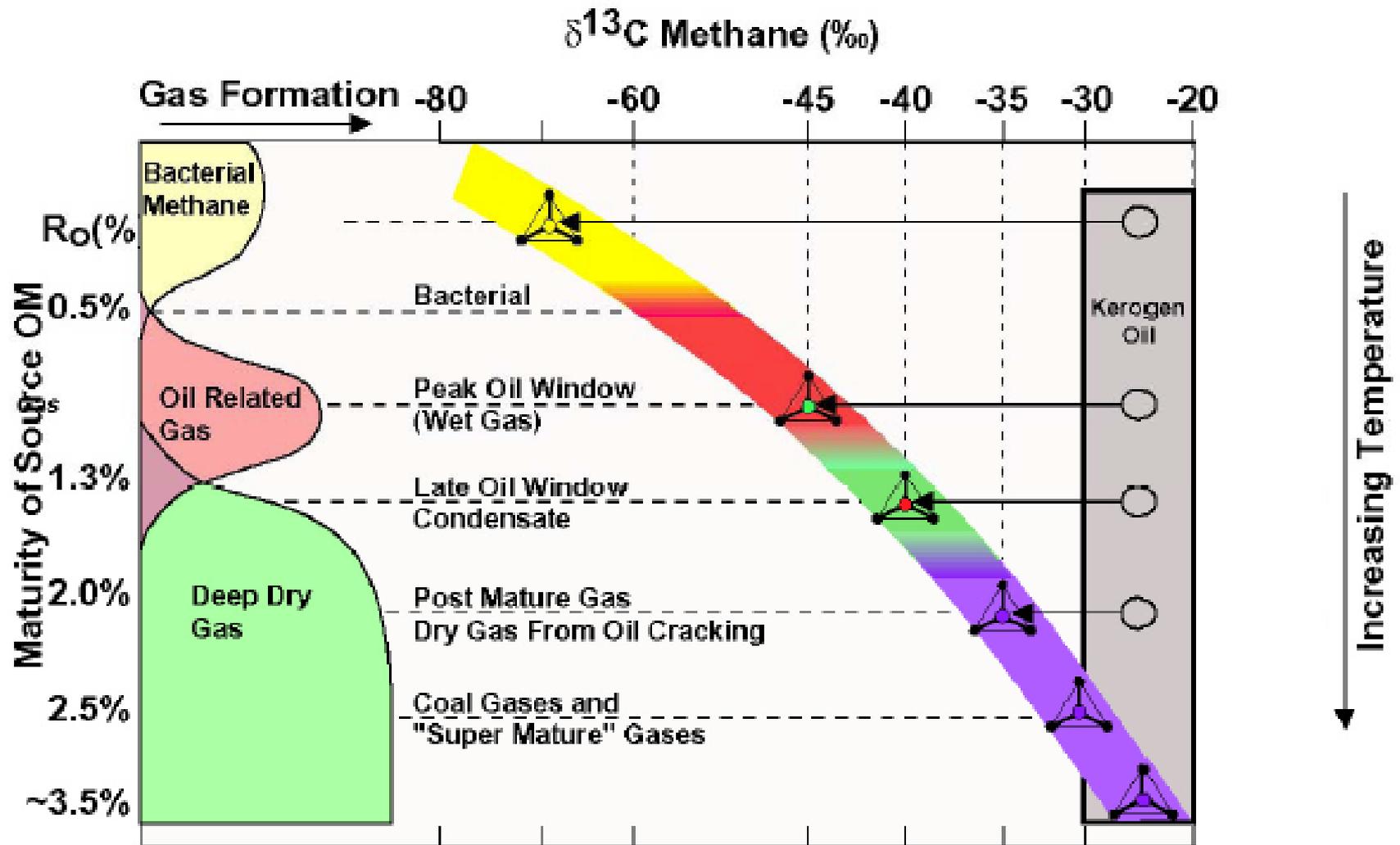
Thermogenic methane formed when organic matter in a geological formation is subjected to heat and pressure

Both types of methane have characteristic C and H isotope fractions where lighter isotopes are preferentially selected during transformation processes and heavy isotopes get left behind during the process of methane formation.

Sources of Methane in Groundwater

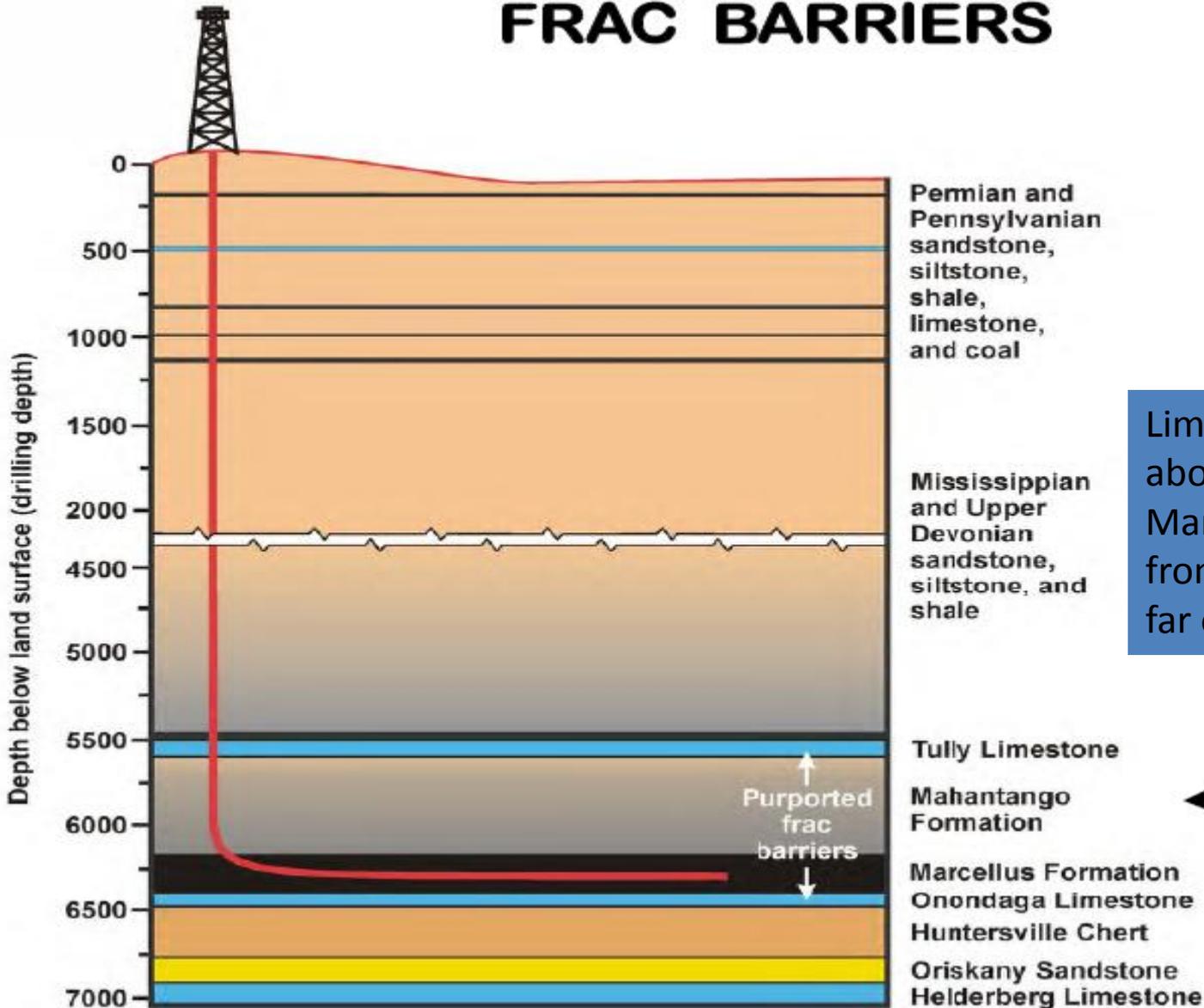


Tracing sources of methane through isotope values



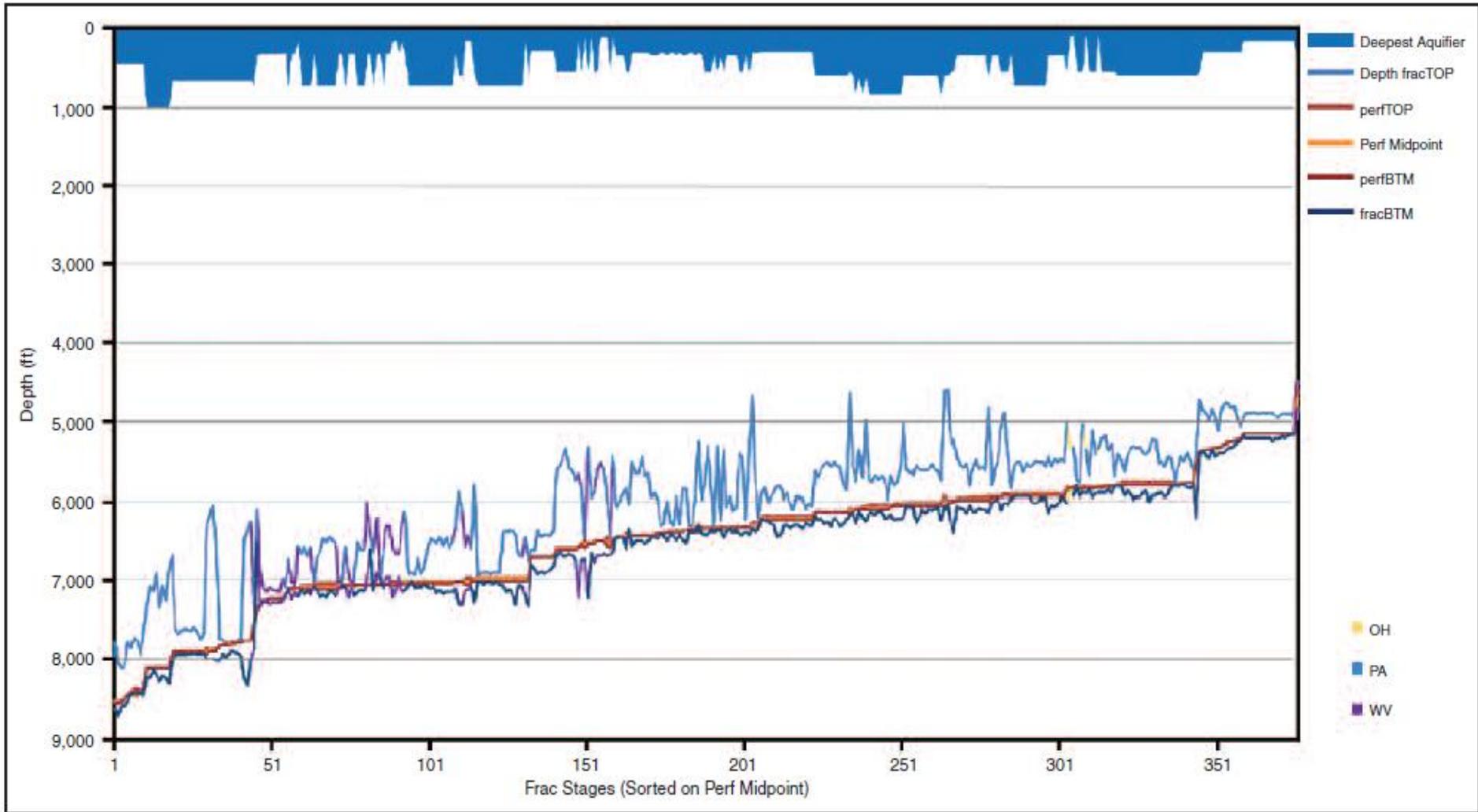
How Geology Plays into Fracturing Safety

FRAC BARRIERS



Hydraulic Fracture Vertical Growth

Marcellus Shale Mapped Fracture Treatments (TVD)



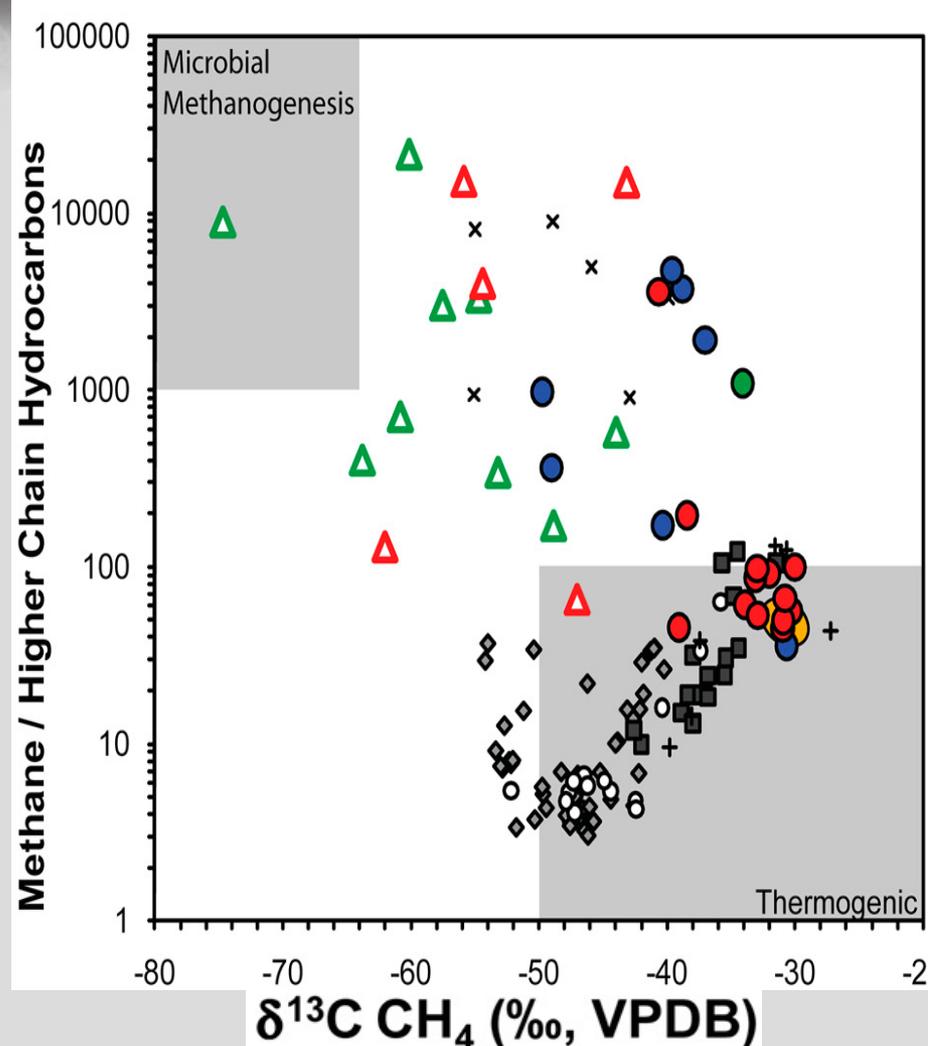
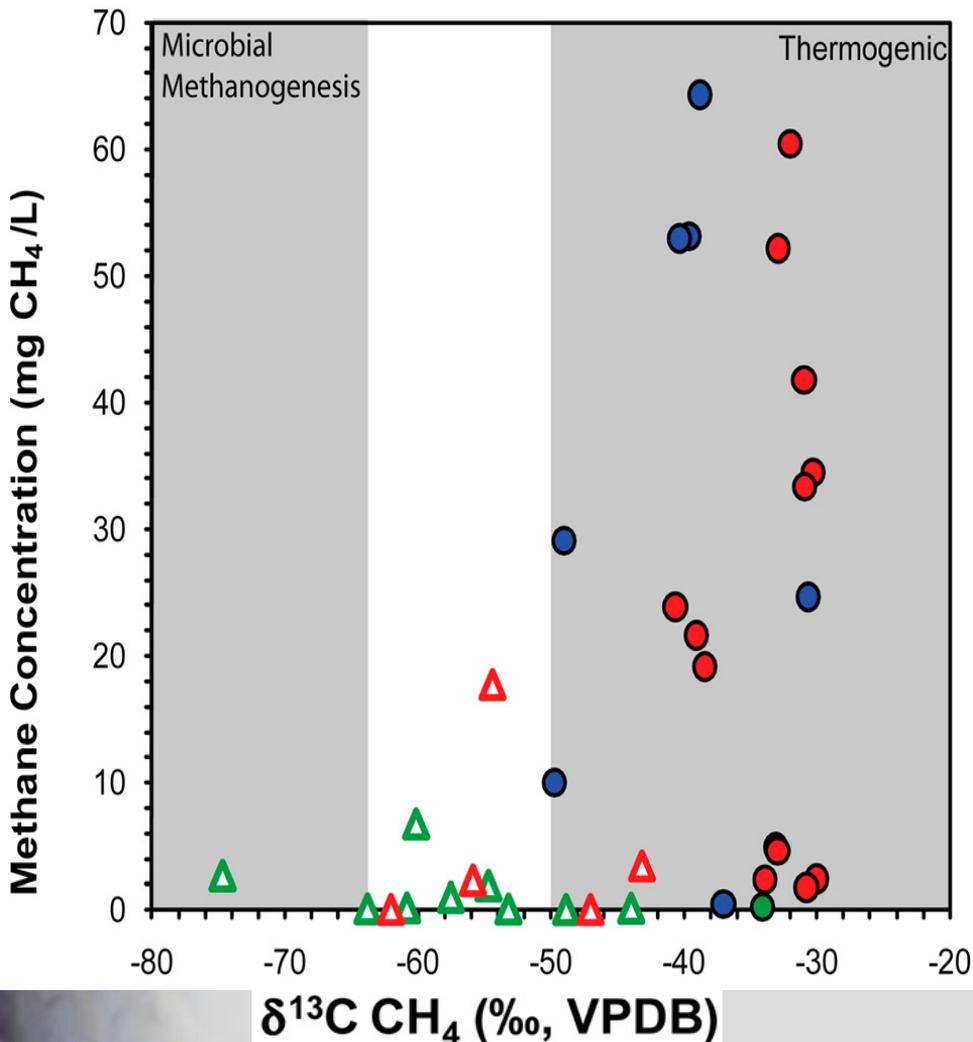
Graphic from Fisher, 2010, Data Confirm Safety Of Well Fracturing, American Oil and Gas Reporter.

A photograph of a rock outcrop showing shale with various natural fractures. The rock is layered and has a mix of light and dark grey colors. Several cracks and fissures are visible, some running vertically and others horizontally. In the center-right, there are four white arrows pointing in different directions: one solid arrow pointing up, one solid arrow pointing down, one dashed arrow pointing up and to the right, and one dashed arrow pointing down and to the left. The text "NATURAL FRACTURES IN SHALE" is written in red at the top, and "NATURAL FRACTURES IN SHALE" is written in yellow at the bottom right. A small stream is visible on the left side of the image.

NATURAL FRACTURES IN SHALE

**NATURAL
FRACTURES
IN SHALE**

Methane Composition in Water-NE PA



Methane contamination of drinking water accompanying gas-well drilling and hydraulic fracturing. Osborne et al. 2011

Methane Migration

- Methane detected in shallow groundwater often occurs naturally prior to any natural gas drilling
 - ~24% of private wells have detectable methane statewide where ~80% of private wells in areas of NE PA have pre-existing methane
- Increased levels of methane have been detected in water wells after gas well drilling primarily in NE PA
 - Inadequate gas well construction (ie bad cement seal) allowed methane to migrate upward into aquifers
 - Approximately ten cases of methane migration attributable to Marcellus drilling operations
- Need to distinguish between pre-existing methane and its source (thermogenic vs. biogenic)

Methane Migration Mitigation

- Geologic and geophysical characterization of shallow geology to determine depth of aquifer vs. shallower gas-bearing sandstones
- Pre-determine potential problem areas via remote sensing and fracture analysis
- Collection of pre-drilling water samples!!
- Installation of intermediate casing string WITH ADEQUATE CEMENT SEAL to seal off shallow gas where present
- Characterizing methane found in water wells
 - Isotopic characterization of methane in water wells vs. in gas wells
 - Comparing ratio of methane and C₂+ hydrocarbons
- Where stray methane has been problematic gas wells have been either remediated (squeeze job), abandoned, or water wells vented.

Study of Groundwater Quality Before and After Drilling

- PSU Researchers received funding from *The Center for Rural PA* to collect pre- and post-drilling water sample from private wells
- Collected and analyzed nearly 230 samples within 1,000 feet and within 1 mile of Marcellus wells
- No significant before/after changes in water quality
 - ~40% of wells fail at least one drinking water standard and background methane found in ~24% of the wells.
- Recommends sufficient setbacks from private wells and pre-drilling water sampling

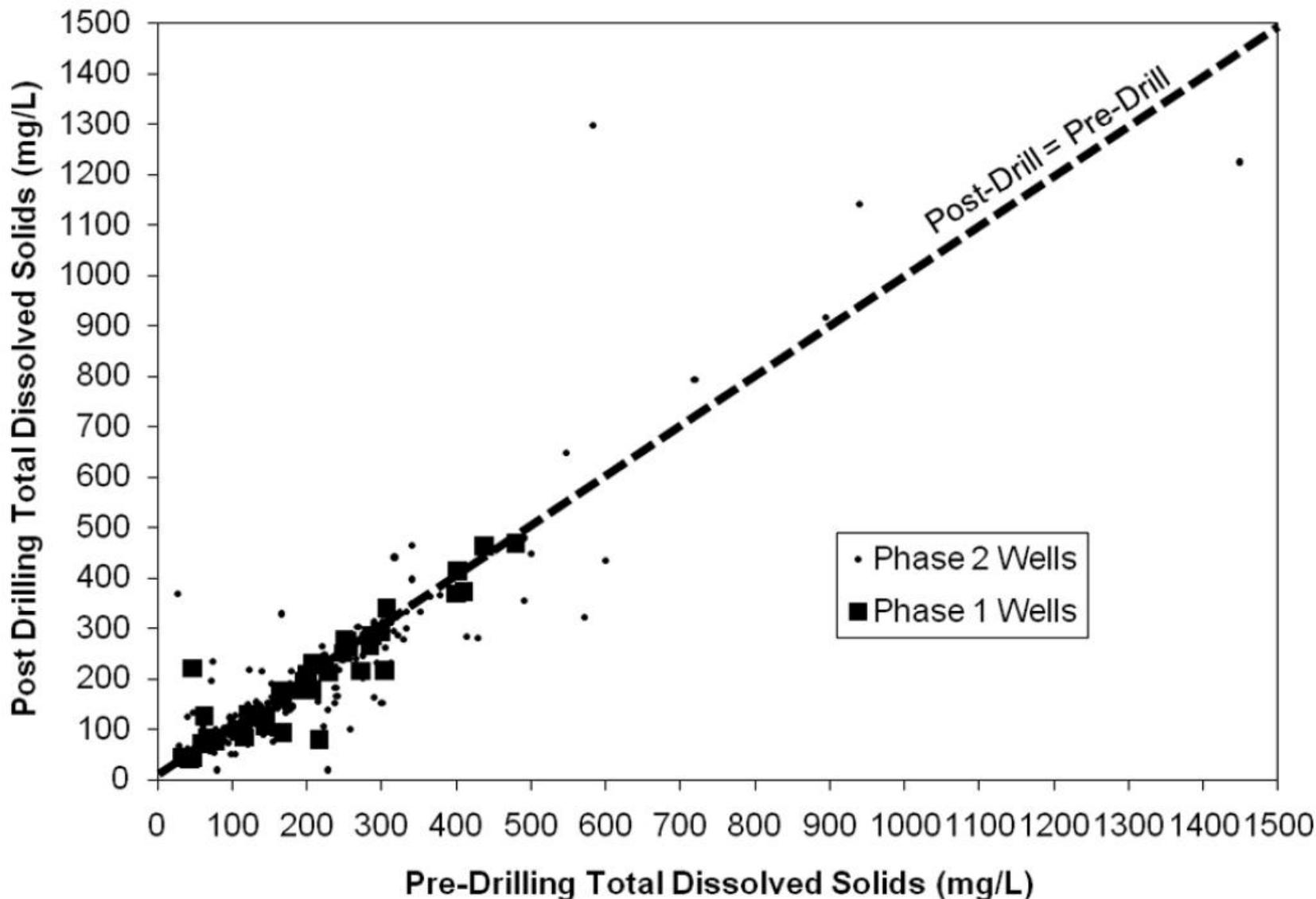
Groundwater Quality in PA

Table 1. Water quality parameters measured in Phase 1 water wells in comparison to Pennsylvania drinking water standards and to typical concentrations in Pennsylvania water wells and Marcellus wastewaters. All concentrations are reported in units of mg/L except pH.

Parameter	Drinking Water Standard ¹	Approximate Median Concentration in Typical Pennsylvania Groundwater ²	Approximate Median Concentration in Typical Marcellus Wastewater ³
pH	6.5 to 8.5	7.50	6.60
Total Dissolved Solids	< 500	163.0	67,300
Total Suspended Solids	-	1.0	99.0
Barium	< 2.0	0.070	686
Iron	< 0.30	0.20	39
Manganese	< 0.05	0.01	2.63
Sodium	-	6.87	18,000
Hardness	-	86.1	17,700
Strontium	-	0.26	1,080
Chloride	< 250	5.3	41,850
Sulfate	< 250	18.0	2.4 to 106
Nitrate-Nitrogen	< 10	0.50	0.1 to 1.2
Bromide	-	0.016	445
Dissolved Organic Carbon	-	<1.0	62.8
Dissolved Methane	-	No data available	No data available
Oil & Grease	-	<5.0	6.3

¹ Pennsylvania Department of Environmental Protection, 2006. ² Pennsylvania State University, 2011; Davis et al., 2004; and Thurman, 1985. ³ Hayes, 2009.

Private Well TDS Pre- and Post-Drilling



Flowback and Fluids Storage

Storage options:

- Centralized impoundment
 - Frac tanks
- Liner and tank valve leaks have occurred in several instances and have impacted groundwater locally.
- Impoundments now require leak detection systems and monitoring wells.



Lined Well Pads



Potential for soil or groundwater contamination is minimized with lined well pads.

Closed Loop Drilling Systems



Potential for spills or releases is minimized with closed loop drilling systems.

Conclusions

- Pre-drilling water quality is essential to establish background conditions,
- PSU pre- and post-drilling/fracturing groundwater quality survey found no significant changes in water quality,
- Understanding the geology is a key element proper well design,
- Sufficiently deep casing and high-integrity cement seals per are critical to minimize potential for methane or fluid migration per state regulations,
- More regulators w/more inspections occurring-some well construction issues noted, no verified cases of groundwater impacts in 2012,
- Fluids management at surface requires use of best management practices such as lined pads and secondary containment,
- Hydraulic fracturing itself does not pose a significant threat to groundwater in deep shale formations.

Thank you!

Questions?



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