







Oil and Gas Management

Mechanical Integrity Assessment Training

Marcellus Shale Coalition November 8, 2013

PADEP: Bureau of Oil and Gas Planning and Program

Management

Division of Well Plugging and Subsurface Activities

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Presentation Outline

| Introduction to MIA Program |
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| Overview and History |
| , |
| Module 1: Review of Form A Instructions |
| ■ Definitions |
| ☐ Guidance/Best Practices |
| ☐ Significant Updates |
| □ Naming Conventions for Annular Spaces |
| |
| Module 2: Form A |
| ☐ Form A Overview |
| ☐ Form A Use with Examples |
| ☐ Form A 2-Year Example and Data Transfers |
| Mardala O. Farra D |
| Module 3: Form B |
| ☐ Form B Overview |
| ☐ Form B Use with Examples |
| ☐ Form B Data Transfers |



FORM B Overview

| Form B can accommodate up to 6,000 well entries |
|--|
| Only compatible with Microsoft Excel versions 2007 or later |
| It contains limited instructions in the form of embedded comments |
| Form B is intended for operators/owners who know what inspection |
| components apply to the different wells in their inventory |
| If they are uncertain, they are advised to download Form A and the |
| instructions and "profile" their inventory to determine what |
| inspection components are required on a "well type-by-well type" |
| basis |
| Once they have the inspection components defined for their well |
| inventory, they should be capable of using Form B without much |
| trouble |



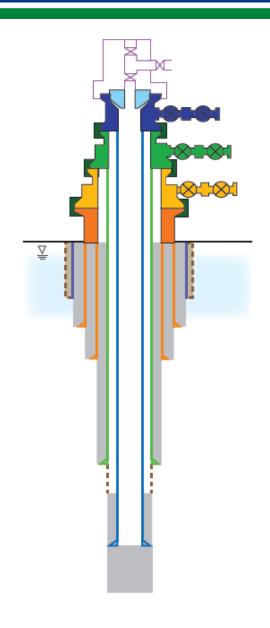
Form B Overview

| penns DEPARTMEN PROTECTION | Sylvania T OF ENVIRONM | MENTAL | | | | | | | | |
|------------------------------------|--|--------|----------------------------------|--|---|---|------------|------------------------|--------------------|--------------------|
| 1. Well Operator/Owner | | | ata Summary Sheet | | | | | | | |
| Operator A | | | Annual Report | | | 13. Wellhead Pres | Sure | or Water Level &7 | 78 88(b)(1) | |
| Issued 9/26/2013 3. Abridged API# | PADEP: Enter API# in CCC- XXXXX format. CCC represents the 3-digit county code and the sections of the API# must be separated by a dash (-). | | 11. Quarterly Inspection Date | a. Primary Production Gas Pressure (psig) | b. Produced Annular Gas Pressure (psig) | c. Shoe Test Pressure (psig) (OPTIONAL) | d. Annulus | e. Water Level (ft) | f. Average Pumping | g. F Qu Cond |
| 063-12345 | Gas | | 1/1/13 | 50 | | | | | | \Box |
| 063-12346 | Gas | | 1/2/13 | 50 | | | | | | |
| 063-12347 | Gas | | 1/3/13 | 50 | | | | | | |
| 063-12348 | Gas | | 1/4/13 | 50 | | | | | | |
| 063-12349 | Gas | | 1/5/13 | 50 | | | | | | |
| 063-12350 | Gas | | 1/6/13 | 50 | | | | | | |
| 063-12351 | Gas | | 1/7/13 | 50 | | | | | | |
| 063-12352 | Gas | | 1/8/13 | 50 | | | | | | |

- ☐ Form A is designed to help operators understand how to set up and populate Form B
- ☐ This is accomplished by entering data into the first 9 fields (numbered 1 9) in Form A it may also be necessary to enter one date
- ☐ Use the specified fields on Form A to determine what fields on Form B must be populated with data

| 23. Have you finished entering all quarterly inspection data?: | | | 25. Create Data Summary Sheet | | 26. Have you created a data summary sheet for | | | 27. Create Te | mplatefor |
|--|--|--|--|--------------------------------------|--|---|---|--------------------|--------------------|
| 24. Have you checked f | | for Annu | al Report | the annual report to [| | | Next Y | ear | |
| 1. Well Operator/Owner | 4a. Well Type Oil Gas Combo Oil (Freshwater Casing Only) | 5. Water Level Accessible (Yes/No) | 6. Freshwater Casing Only (Yes/No) | 7. Annular Production (Yes/No) | 8. Annular Production Inside Surface or Coal Casing String (Yes/No) | Number of Casing Strings Excluding Conductor Pipe, Tubing, and Liners | | 11. Quarterly Insp | ection Information |
| Operator A | 4b. Well Construction Information Not Readily Available Set Up Well for First Inspection | Yes | Yes | Yes | Yes | Customize Data Tables | 10. Surface or Coal Casing Set Depth (ft) | Date | Quarter |
| 2. Operator Assigned ID | Gas | | N | N | | 4 | | 2/12/13 | Q1 |
| Catalano 2H | | | | | | | | | Q2 |
| 3. Abridged API# | | | | | | | | | Q3 |
| 063-45879 | | | | | | | | | Q4 |

- ☐ In this example, Operator
 A has reviewed their
 inventory and
 determined they have
 the following well design:
 - ➤ **354** four-string gas wells in coal areas producing through a tubing assembly similar to the <u>CATALANO 2H</u> design

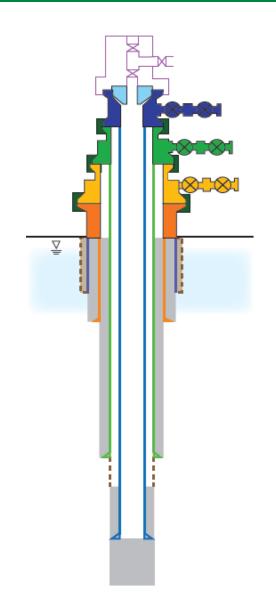


CATALANO 2H

| 1. Well Operator/Owner | 4a. Well Type Oil Gas Combo Oil (Freshwater Casing Only) | 5. Water Level Accessible (Yes/No) | 6. Freshwater Casing Only (Yes/No) | 7. Annular Production (Yes/No) | 8. Annular Production Inside Surface or Coal Casing String (Yes/No) | Number of Casing Strings Excluding Conductor Pipe, Tubing, and Liners | | 11. Quarterly Insp | ection Information |
|-------------------------|--|--|--|--------------------------------------|--|---|---|--------------------|--------------------|
| Operator A | 4b. Well Construction Information Not Readily Available Set Up Well for First Inspection | Yes | Yes | Yes | Yes No | Customize Data Tables | 10. Surface or Coal Casing Set Depth (ft) | Date | Quarter |
| 2. Operator Assigned ID | Gas | | N | N | | 4 | | 2/12/13 | Q1 |
| Catalano 2H | | | | | | | | | Q2 |
| 3. Abridged API# | | | | | | | | | Q3 |
| 063-45879 | | | | | | | | | Q4 |



- ☐ In this example, Operator A has reviewed their inventory and determined they have the following well design:
 - > 210 three-string gas wells with annular production with the primary production through a tubing assembly and annular gas production inside of the intermediate casing – similar to the SWANK 4H design

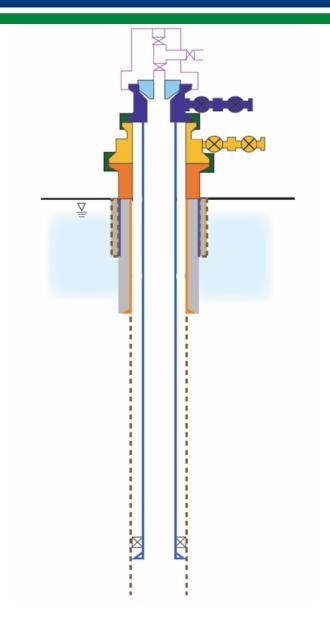


SWANK 4H

| 1. Well Operator/Owner | 4a. Well Type Oil Gas Combo Oil (Freshwater Casing Only) | 5. Water Level Accessible (Yes/No) | 6. Freshwater Casing Only (Yes/No) | 7. Annular Production (Yes/No) | 8. Annular Production Inside Surface or Coal Casing String (Yes/No) | Number of Casing Strings Excluding Conductor Pipe, Tubing, and Liners | | 11. Quarterly Insp | ection Information |
|-------------------------|---|--|--|--------------------------------------|--|---|---|--------------------|--------------------|
| Operator A | Combo (Freshwater Casing Only) 4b. Well Construction Information Not Readily Available Set Up Well for First Inspection | Yes | Yes | Yes | Yes | Customize Data Tables | 10. Surface or Coal Casing Set Depth (ft) | Date | Quarter |
| 2. Operator Assigned ID | Gas | | N | Y | N | 3 | | 2/24/13 | Q1 |
| Swank 4H | | | | | | | | | Q2 |
| 3. Abridged API# | | | | | | | | | Q3 |
| 063-43256 | | | | | | | | | Q4 |



- ☐ In this example, Operator A has reviewed their inventory and determined they have the following well design:
 - ➤ 280 two-string combo wells producing oil through a rod and tubing assembly and annular gas inside of the surface casing and outside of the production string similar to the WELSH NO. 3 design

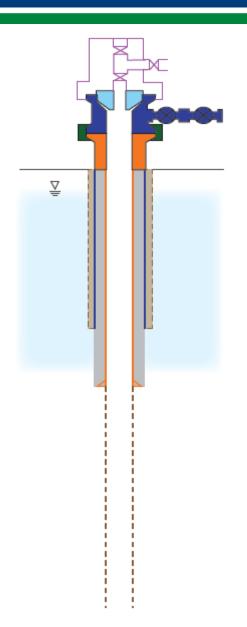


WELSH NO. 3

| 1. Well Operator/Owner | 4a. Well Type Oil Gas Combo Oil (Freshwater Casing Only) | 5. Water Level Accessible (Yes/No) | 6. Freshwater Casing Only (Yes/No) | 7. Annular Production (Yes/No) | 8. Annular Production Inside Surface or Coal Casing String (Yes/No) | Number of Casing Strings Excluding Conductor Pipe, Tubing, and Liners | | 11. Quarterly Insp | ection Information |
|-------------------------|--|--|--|--------------------------------------|--|---|-----------------|--------------------|--------------------|
| | Combo (Freshwater Casing Only) | Yes | Yes | Yes | Yes | | 10. Surface or | | |
| Operator A | 4b. Well Construction Information Not Readily Available | | | | | Customize Data Tables | Coal Casing Set | Date | Quarter |
| 2. Operator Assigned ID | Combo | | | Υ | Υ | 2 | | 1/13/13 | Q1 |
| Welsh 3 | | | | | | | | | Q2 |
| 3. Abridged API# | | | | | | | | | Q3 |
| 063-15897 | | | | | | | | | Q4 |



- ☐ In this example, Operator A has reviewed their inventory and determined they have the following well design:
 - > 617 combo wells equipped only with freshwater casing only and producing oil through a rod and tubing assembly and gas outside of the tubing and inside the surface casing – similar to the **COSTELLO** NO. 1 design



COSTELLO NO. 1

| 1. Well Operator/Owner | 4a. Well Type Oil Gas Combo Oil (Freshwater Casing Only) Combo | 5. Water Level Accessible (Yes/No) | 6. Freshwater Casing Only (Yes/No) | 7. Annular Production (Yes/No) | 8. Annular Production Inside Surface or Coal Casing String (Yes/No) | Number of Casing Strings Excluding Conductor Pipe, Tubing, and Liners | | 11. Quarterly Insp | ection Information |
|-------------------------|--|--|--|--------------------------------------|--|---|---|--------------------|--------------------|
| Operator A | 4b. Well Construction Information Not Readily Available Set Up Well for First Inspection | Yes | Yes | Yes | Yes | Customize Data Tables | 10. Surface or Coal Casing Set Depth (ft) | Date | Quarter |
| 2. Operator Assigned ID | Combo (Freshwater Casing Only) | Υ | | | | 1 | | 1/21/13 | Q1 |
| Costello No.1 | | | | | | | | | Q2 |
| 3. Abridged API# | | | | | | | | | Q3 |
| 063-25256 | | | | | | | | | Q4 |



Important Notes

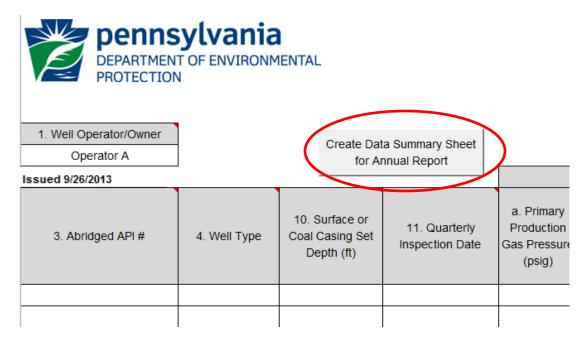
- Enter the well design criteria in Form A to "profile inventory" and determine what parameters need to be measured quarterly for each well design
- ☐ The well type and production information will dictate how to fill out the columns in Sections 13 and 14 of Form B. The number of casing strings in the well design will determine what columns must be completed in Sections 15, 16 and 17 of Form B, **JUST LIKE IN FORM A**
- ☐ The status of the production annulus (Section 14), must be filled out appropriately on Form B based on actual conditions, unless that annulus is produced
- ☐ If the well is routinely vented, or there are any leaks, Section 18 must be completed on Form B

Main Closing Points:

- ☐ Profile your wells in order to divide them into distinct groups
- Complete one row in Form A for each distinct group, remembering to enter at least one date for each entry
- Gray or block out unnecessary cells in Form B based on Form A designs evaluated
- Use your own software/tools to complete well integrity assessments and copy and paste required well data into Form B prior to submitting annual report to DEP

Form B Data Transfers

☐ After all annual inspection data are entered in Form B and validated by the operator/owner, select the button labeled "Create Data Summary Sheet for Annual Report" to submit to the Department











Oil and Gas Management

Thank You – Questions?

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