

Why Prioritize Methane?

Methane is a super potent greenhouse gas that the UN reports is responsible for roughly 30 percent of global warming since preindustrial times — and it has an outsized near-term warming impact compared with CO_2 .

We will not achieve a 1.5°C future without addressing methane, but climate science suggests that we are moving in the wrong direction.

Methane emissions have grown rapidly since 2007, and recently the National Oceanic and Atmospheric Administration reported record levels of atmospheric methane for the second year in a row.

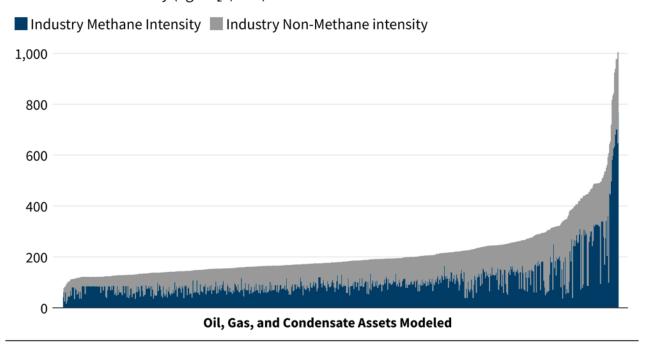
Methane from Oil and Gas

- RMI is delivering emissions transparency: Modeling 70% of global oil and gas assets
- Key finding: methane contributes one-half of the industry's emissions.
- Year ahead: Model 100% assets and incorporate new satellite and other intermittent measurements on methane emissions.
- RMI is launching a new OCI+ flaring tool that will highlight EJ in fenceline communities



Methane Plays a Large Role in Driving Industry Emissions

GHG Emissions Intensity (kg CO₂e/boe)



Source: https://ociplus.rmi.org/

Ongoing Measurement is Required Methane Leakage Rates Matter

Gas is made up of mostly methane, which is prone to leaks, especially when coproduced with oil.



Gas Composition Matters

Wide ranging gas composition through the supply chain

Natural Gas Main Components	Volume %
Methane	<70 - >90%
Natural Gas Liquids	5-15%
Oxygen & Nitrogen	1-5%
CO ₂ & H ₂ S	5-40%
Benzene	1-10%

Air Toxins in Gas Study Samples*	Concentration (ppm _v)
Benzene	165
Toluene	161
Ethylbenzene	13
Xylene(s)	75

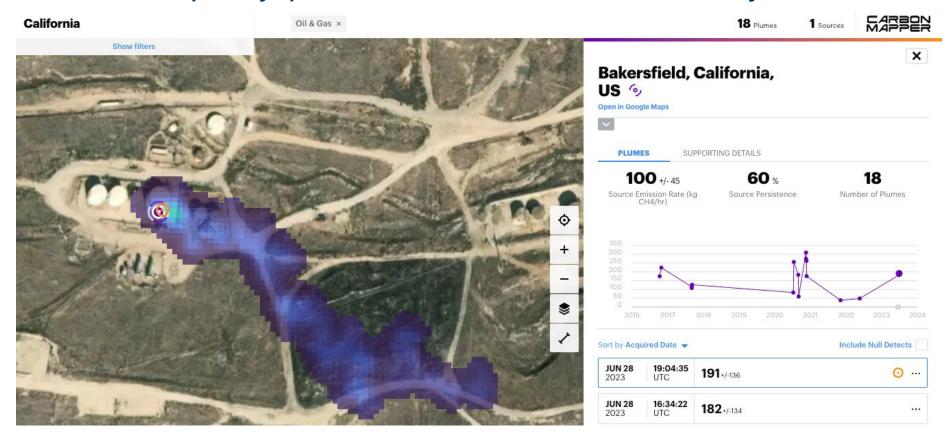
HARVARD STUDY ON GAS TOXICITY, 2022

<u> HTTPS://PUBS.ACS.ORG/DOI/10.1021/ACS.EST.1C08298</u>

Targeting Super-Emitters

RMI is part of the Carbon Mapper consortium with CARB

Climate, air quality, public health and environmental justice issues



Oil and Gas Methane Initiative

California Goals

Quantify super emitters and marginal wells and synthesize this data into OCI+ modeling for visible and actionable climate intelligence.

Tip the market for gas with <0.2% leakage
- starting in California - so that the US
can put the world on pace to meet a
durable global methane reduction by
2030.

Incorporate methane measurement, modeling, and mitigation to accelerate California policies and regulations.

Motivate investors and industry (including state-owned companies) to zero out their methane leaks.

Slash oil and gas methane emissions ~80% by 2030, close marginal wells, and eliminate flaring.

Next Steps on Methane

California Leadership on Oil and Gas

- Openly and verifiably certify California low methane gas supplies at <0.2% methane intensity.
- Create first-of-its-kind low methane gas Buyer-Seller Alliance with Colorado and other states.
- Ensure public funding remains intact to expand and make aerial and satellite observational
 data widely available and used in future policy making.
- Institute an oil and gas methane waste fee that applies to all in-state gas leakage from California production, processing, and pipelines.
- Lean into subnational efforts to establish durable methane policies in the US and globally.
- Underscore methane in **expanded corporate climate disclosures** for both private and public companies doing business in California (new laws, SB 253 and SB 261).
- Lead the nation for new owners to set aside funds to cover the costs of plugging, abandoning, and restoring the sites of idle or low-producing, marginal oil and gas wells (new law, AB 1167).
- Don't forget about methane from waste and agriculture; expand reduction initiatives.