

Improved Water Use Estimates for Drilling and Hydrualic Fracturing in Northeastern Colorado

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ABSTRACT

The development of unconventional resources in tight shales has stimulated considerable growth of oil and gas production in Northeastern Colorado, but has led to concerns about added demands on the region's strained water resources. Northeastern Colorado's semi-arid environment, population growth, competing water demands and uncertainty about drilling and hydraulic fracturing water requirements have resulted in scrutiny and conflict surrounding water use for tight shales. This study collects water use data from wells in Northeastern Colorado to improve water estimates and to better understand important contributing factors. Most water resource studies use estimates for the number of future wells to predict water demands. This study shows that the number of hydraulic fracturing stages is a better measure of the future water demands for horizontal wells. Vertical wells use significantly less water than horizontal wells and will be less prevalent in the future.

Keywords: Hydraulic Fracturing; Shale; Wattenberg; Niobrara; Water; Energy

1. Introduction

Water resources in Northeastern Colorado and the western United States are constantly strained given the historical agricultural needs, burgeoning development, and the semi-arid environment. With continued population growth and the importance of agriculture, the pressure on water resources in the region is expected to intensify. The oil and gas industry has long been a part of Northeastern Colorado's economy, but recent advances in technology have stimulated considerable growth in the region that has increased the industry's demand for water resources.

Several studies have assessed water resource demands in Northeastern Colorado [1-6]. All of these studies base the total water demands on the number of wells. Typically the water required to drill and hydraulically fracture a well is estimated to be between one and five million gallons per well [7,8]. These general estimates of water use have led to increased uncertainty and conflict surrounding water development for the oil and gas industry in Northeastern Colorado.

As competition over water resources between agricultural, recreational, municipal, and industrial demands, including oil and gas operations continues to escalate, it is important to understand more precisely the demands for the oil and gas industry will place on water resources. Several organizations have voiced concerns about a lack of water use data to assess impacts on water resources. In October, 2011 the State Review of Oil and Natural Gas Environmental Regulations (STRONGER) organization issued a report on rules developed by the Colorado Oil and Gas Conservation Commission (COGCC) related to hydraulic fracturing. One of the five recommendations of the report included the following:

The review team recommends that the COGCC and the DWR jointly evaluate available sources of water for use in hydraulic fracturing. Given the significant water supply issues in this arid region, this project should also include an evaluation of whether or not availability of water for hydraulic fracturing is an issue and, in the event water supply is an issue, how best to maximize water reuse and recycling for oil and gas hydraulic fracturing.

The Natural Gas Subcommittee of the Secretary of Energy's Advisory Board (SEAB) made other recommendations regarding the management of water resources associated with hydraulic fracturing in November

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2011 [9]. The subcommittee was charged in April 2011 to study ways to improve the safety and environmental performance hydraulic fracturing from natural gas shale formations. In its final report, the subcommittee stated "At present neither EPA nor the states are engaged in developing a system/lifecycle approach to water management." They recommended that new partnerships or mechanisms be developed to study the lifecycle of water resources as one approach to protect the quality of water resources in the future.

This study addresses these concerns by examining the water use of individual wells to provide governing agencies, industries, and the greater public empirical data to make informed decisions regarding future water and energy development. The objective of this study is to provide a detailed assessment of current water use and to determine the factors that have the strongest influence on the total water use per well. These factors include the well type (vertical, horizontal, or extended horizontal), number of hydraulic fracturing stages, water use (drilling or hydraulic fracturing), temporal, and spatial distribution.

Traditional quantification of water use based upon the number of energy wells developed is misleading and no longer practical. An accurate and applicable measure of accurate water development is the number of stages used in completion of an energy well, commonly referred to as hydraulic fracturing. This investigation illustrates the value and importance of applying this new metric in water resources management for energy development.

2. Method

The wells included in the water use analysis are limited to wells located in the Wattenberg field located in Northeastern Colorado, drilled between January 1, 2010 and July 1, 2013, and operated by Noble Energy, Inc. (Noble) with complete water use records available. For this study, the Wattenberg field is defined by the Colorado Oil Gas Conservation Commission's (COGCC) GIS shape file accessed on July 1, 2013 (**Figure 1**). To best assess current water requirements and predict future demands only wells drilled after 2010 are included in the study. Noble is the largest operator in the Wattenberg field.

A total of 1220 wells are included (**Table 1**) and categorized using: 1) drilling water consumed; 2) hydraulic water consumed; 3) total water consumed; 4) well type (vertical, horizontal, or extended horizontal); 5) hydraulic fracturing stages or distance; 6) hydraulic fracturing fluid; 7) well coordinates; 8) year; and 9) target formation, if available.

Water use is categorized as either drilling or hydraulic fracturing water. Water used to drill the well, prepare the borehole, and set the casings is defined as drilling water. Water used to fracture the shale, carry the proppant used

 Table 1. The count of sampled wells separated by year and well type.

	Vertical	Horizontal	Extended Horizontal
2010	181	6	0
2011	408	65	2
2012	227	182	6
2013	5	117	21
Total	821	370	29



Figure 1. The spatial distribution of sampled wells used in this study. Sampled vertical wells are shown in green, sampled horizontal wells are shown in blue, and extended horizontal wells are shown in red. The Wattenberg field as defined by the COGCC on July 1, 2013 is shown in tan.

to maintain fracture geometry, and flush the well is defined as hydraulic fracturing water.

Drilling and hydraulic fracturing water consumption records for each well are collected using Noble Energy's WellView software [10] and separated by year. WellView is part of the Peloton suite of software used for collecting and organizing oil field data. A Noble employee adds drilling and hydraulic fracturing reports to WellView that is on-location at each drilling and hydraulic fracturing site. Noble Energy's accounting department verifies the water consumption totals and any conflicts are reconciled in WellView. The water use data was downloaded from Noble Energy's WellView software on July 1, 2013. The drilling and hydraulic fracturing water use are summed, if both are available, to estimate the total water consumed. Wells are separated by type (vertical, horizontal, or extended horizontal) using Noble's well naming system or the number of hydraulic fracturing stages, if available. Directional and deviated wells are categorized as vertical wells for this study because of similar water requirements. Horizontal wells are separated from extended horizontal wells by Noble's well naming system or the number of hydraulic fracturing stages used when available. A horizontal well will typically be hydraulically fractured in 20 stages. Recently, Noble has drilled and hydraulically fractured longer horizontal wells that can include over 40 stages to hydraulically fracture. Horizontal wells that require over 25 hydraulic fracturing stages are defined as extended horizontal wells in this study.

The type of hydraulic fracturing fluid used and the number of hydraulic fracturing stages per well are collected from Noble Energy's WellView software. The well coordinates, year, and target formation are all collected COGCC's online facilities database.

An Anderson-Darling test [11] is used to test the normality of each subset of data. The difference between water use for each subset of data is tested using a nonparametric Kruskal-Wallis test. A Dunn-Šidák post-hoc comparison [12] is used to compare any differences between samples that are found using the Kruskal-Wallis test. A 95% confidence interval is used throughout the analysis. The number of hydraulic fracturing stages is correlated using a simple linear regression. A coefficient of determination is used to measure how well the regression correlates the hydraulic fracturing water use and the number of stages. Spatial autocorrelations are measured with ArcGIS Spatial Analyst tool [13] using Moran's I with inverse distance weighting and a 95% confidence interval.

1220 wells have both drilling and hydraulic fracturing water and are included in the study. Wells that are drilled but not hydraulically fractured (260 sampled wells) are typically conventional wells recovering from an oil and gas trap. Wells that are hydraulically fractured but not drilled (25 sampled wells) are typically existing wells that are reworked or restimulated using hydraulic fracturing.

3. Results

A Kruskal-Wallis test reveals there is a significant difference between the median total water use for vertical, horizontal, and extended horizontal wells ($\chi^2(2) = 622$, p < 0.05). Dunn-Šidák post-hoc comparisons of the total water for the three well groups indicates that vertical wells (Mdn = 360,000) use significantly less total water than either horizontal (Mdn = 2,871,000) or extended horizontal wells (Mdn = 5,620,000), as shown in **Figure 2** and **Table 2**. Vertical wells also use significantly

Table 2. Descriptive statistics for total water use separated by well type.

Fotal (Million Gallons)	Vertical	Horizontal	Extended Horizontal
Q1	332,900	2,600,000	3,721,000
Q2	360,000	2,871,000	5,620,000
Q3	461,900	3,108,000	6,830,000
IQR	129,000	510,100	3,109,000
Skewness	9.1	4.6	-0.44
Kurtosis	99	54	-1.3



Figure 2. A histogram of the distribution of drilling and hydraulic fracturing water use for vertical, horizontal, and extended horizontal wells. Vertical wells are shown in green, horizontal wells are shown in blue, and extended horizontal wells are shown in red.

less water than horizontal wells.

The total water use for each well type does not show significant temporal (**Figure 3**) or spatial variation (**Figure 4**) within the Wattenberg field. Only vertical wells show any significant spatial autocorrelation (I = 0.66, p < 0.05). The significant clusters for vertical wells appear to be randomly distributed throughout the Wattenberg field and do not present an obvious trend in water use spatially. Horizontal (I = 0.53, p = 0.60) and extended horizontal (I = -0.082, p = 0.70) wells do not show any significant spatial autocorrelation.

The type of hydraulic fracturing fluid used significantly influences vertical wells. The normalized hydraulic fracturing water use is significantly less for gelled fractures (Mdn = 544 gallons per foot) than slickwater fractures (Mdn = 1340 gallons per foot) for vertical wells ($\chi^2(1) = 42.4$, p < 0.05). Horizontal wells do not have enough slickwater data to compare gelled and slickwater hydraulic fracturing water use.

The majority of the water used for each well is used for hydraulic fracturing. Vertical wells use a median of 81% (Q1 = 77\%, Q3 = 85%) of the total water for hydraulic fracturing. Horizontal and extended horizontal



Figure 3. The water use for vertical wells and horizontal wells separated by year. The 25th and 75th percentiles are represented with a blue box, the 50th percentile is represented with a red line, the 10th and 90th percentiles are represented with black lines, and the outliers are represented with red plus signs.



Figure 4. The total water use is separated into quartiles with the lightest shade representing the first quartile (least water use) of the total water use and the darkest shade representing the fourth quartile (most water use). Vertical wells are shown in blue, horizontal wells are shown in green, and extended horizontal wells are shown in red. wells use a median value of 96% (Q1 = 95%, Q3 = 97%) and 97% (Q1 = 97%, Q3 = 98%) for hydraulic fracturing, respectively, as shown in **Table 3**.

There is a significant difference between the median drilling water use across the three well types ($\chi^2(2) = 387.24$, p < 0.05). Vertical wells use significantly less total water than either horizontal or extended horizontal wells and horizontal wells use significantly less water than extended horizontal wells (**Figure 5**). Vertical wells use the least water (Mdn = 74,760) followed by horizontal wells (Mdn = 116,300), and extended horizontal wells (Mdn = 180,800).

There is also a significant difference between the median hydraulic fracturing water use across the three well types ($\chi^2(2) = 619.71$, p < 0.05). Vertical wells use significantly less hydraulic fracturing water than either horizontal or extended horizontal wells and there is not a significant difference between the total water use between horizontal and extended horizontal wells. Vertical wells use the least water (Mdn = 278,900) followed by horizontal wells (Mdn = 2,792,000), and extended horizontal wells (Mdn = 6,517,000).

The total water use for horizontal and extended horizontal wells correlates ($r^2 = 0.64$) with the number of stages used to hydraulically fracture each well (**Figure 6**). Wells defined as horizontal wells (less than 25 stages) are shown in blue region and the wells defined as extended horizontal wells are shown in the red region. A linear regression using a least-square linear fit is also shown.

When the total water use is normalized by the number of hydraulic fracturing stages, the water use for horizontal and extended horizontal is not statistically different ($\chi^2(1) = 2.85$, p < 0.05). The distribution is also similar for horizontal and extended horizontal wells (**Figure 7**). Vertical wells do not show any correlation between the total water use ($r^2 = 0.081$) or hydraulic fracturing water use ($r^2 = 0.073$).

4. Discussion

The most important factors with estimating the total water use for a well are the well type and the number of hydraulic fracturing stages. Vertical wells use significantly less water than horizontal wells. The water total water use for vertical wells remains relatively constant. However, the total water use for horizontal wells can vary from a few hundred thousand gallons up to nearly eight million gallons per well. Accounting for the number of hydraulic fracturing stages used can reduce the variability in the total water use for horizontal wells. The majority of the total water use per well is used for hydraulic fracturing. When the number of hydraulic fracturing stages normalizes the total water use, the water use is similar for all of the horizontal wells.

Drilling (Million Gallons)	Vertical	Horizontal	Extended Horizontal
Q1	62,160	94,660	121,400
Q2	74,760	116,200	149,900
Q3	89,040	140,700	184,000
IQR	26,880	46,080	62,580
Skewness	12	3.1	-0.085
Kurtosis	240	25	0.8
Hydrualic Fracturing	Vertical	Horizontal	Extended Horizontal
Hydrualic Fracturing Q1	Vertical 269,400	Horizontal 2,483,000	Extended Horizontal 3,593,000
Hydrualic Fracturing Q1 Q2	Vertical 269,400 278,900	Horizontal 2,483,000 2,753,000	Extended Horizontal 3,593,000 5,458,000
Hydrualic Fracturing Q1 Q2 Q3	Vertical 269,400 278,900 395,000	Horizontal 2,483,000 2,753,000 2,995,000	Extended Horizontal 3,593,000 5,458,000 6,803,000
Hydrualic Fracturing Q1 Q2 Q3 IQR	Vertical 269,400 278,900 395,000 125,700	Horizontal 2,483,000 2,753,000 2,995,000 512,300	Extended Horizontal 3,593,000 5,458,000 6,803,000 3,210,000
Hydrualic Fracturing Q1 Q2 Q3 IQR Skewness	Vertical 269,400 278,900 395,000 125,700 9.2	Horizontal 2,483,000 2,753,000 2,995,000 512,300 2.9	Extended Horizontal 3,593,000 5,458,000 6,803,000 3,210,000 -0.39

 Table 3. Descriptive statistics for drilling and hydraulic fracturing water use separated by well type.





Figure 5. The distribution of drilling and hydraulic fracturing water use for vertical, horizontal, and extended horizontal wells. The 25th and 75th percentiles are represented with a blue box, the 50th percentile is represented with a red line, the 10th and 90th percentiles are represented with black lines, and the outliers are represented with red plus signs.

The median total water use per well has remained constant or decreased slightly since 2010 for both vertical and horizontal wells. As drilling and hydraulic fracturing technology improves, the water use per well may continue to decrease slightly or remain constant. However, the number of wells in the Wattenberg field has been increasing from 2010 to 2013 and is very likely continue



Figure 6. A simple linear regression between the number of hydraulic fracturing stages and the volume of hydraulic fracturing water used. Horizontal wells (less than 25 stages) are shown in the blue region and extended horizontal wells are shown in the red region.



Figure 7. The distribution of the total water use for horizontal and extended horizontal water use normalized to the number of hydraulic fracturing stages.

to increase. The water use does not show any strong spatial correlation within the field. The same water demand predictions can be made throughout the Wattenberg.

Flowback or produced water estimates for each well were not included in this study. As water treatment and reuse becomes more prevalent in the Wattenberg field, the net water use should also be considered when estimating demands on water resources. Produced water volumes may show significant temporal and spatial variation and further complicate water demand predictions.

The volume of oil and gas recovered for each gallon of water used should also be considered. This measure of water intensity is important to determine how efficiently water is being used and to compare different well types and sizes. The efficiency of additional factors beyond water quantity, such as community impacts, air and water quality, land disturbances, should be considered.

5. Conclusion

Estimates of the total water use and demands on water resources can be dramatically improved by taking the well type and number of hydraulic fracturing stages into consideration. Spatial and temporal variations do not have a strong influence on the water use for the different well types. As horizontal wells become more prevalent in the future, water demand predictions should be based on the number of hydraulic fracturing stages rather than the number of wells. The number of hydraulic fracturing stages can range from three to 45 and the total water use can vary from a few hundred thousand gallons up to nearly eight million gallons per well. It is a mistake to simply assume that all of the wells use a specific volume of water, particularly as the lateral lengths of horizontal wells are becoming longer to minimize surface impacts and maximize hydrocarbon recovery.

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