



STEVENS
INSTITUTE *of* TECHNOLOGY
THE INNOVATION UNIVERSITY®



A Systematic Mapping of Natural Gas Transportation Systems' Reliability and Risks Analysis

Mo Mansouri
mmansour@stevens.edu

Yefeng Liang
yliang32@stevens.edu

School of Systems and Enterprises,
Stevens Institute of Technology,
(Hoboken, NJ, USA)



About the author

Yefeng Liang received his master's degree in computer science from the Stevens Institute of Technology. Now he is a Ph.D. student, his major is system engineering, his research interests are human behaviors research in the digital world and non-engineering risks analysis in industrial systems, and human factors risks analysis in health and commercial systems.



Contributions of our paper:

- *In our paper, we did:*

1. Develop comprehensive analysis on transnational natural gas transportation systems' working process, reliance, stakeholders, reliability and system's operation relationship.
2. Track the system's construction process, and analyze value and risks in the process, try to use reliance relationship to stabilize value and limit risks, then make the system to be reliability

- *Contributions of our study:*

1. Analyze commercial, industrial, and political challenges and risks' influences on the target systems.
2. Provide the graph analysis methods to interpret sub-sections' relationship among complicated systems.
3. Provide the idea to use the inner parts' reliance of comprehensive industrial systems to limit external non-engineering risks.



Research questions

What kinds of factors shape the relationship of each sub-system of the gas transportation system?

What non-engineering challenges and risks we would face when we build transnational gas transportation systems? How to limit these challenges and risks?

How do we list and interpret those relationship and risks?

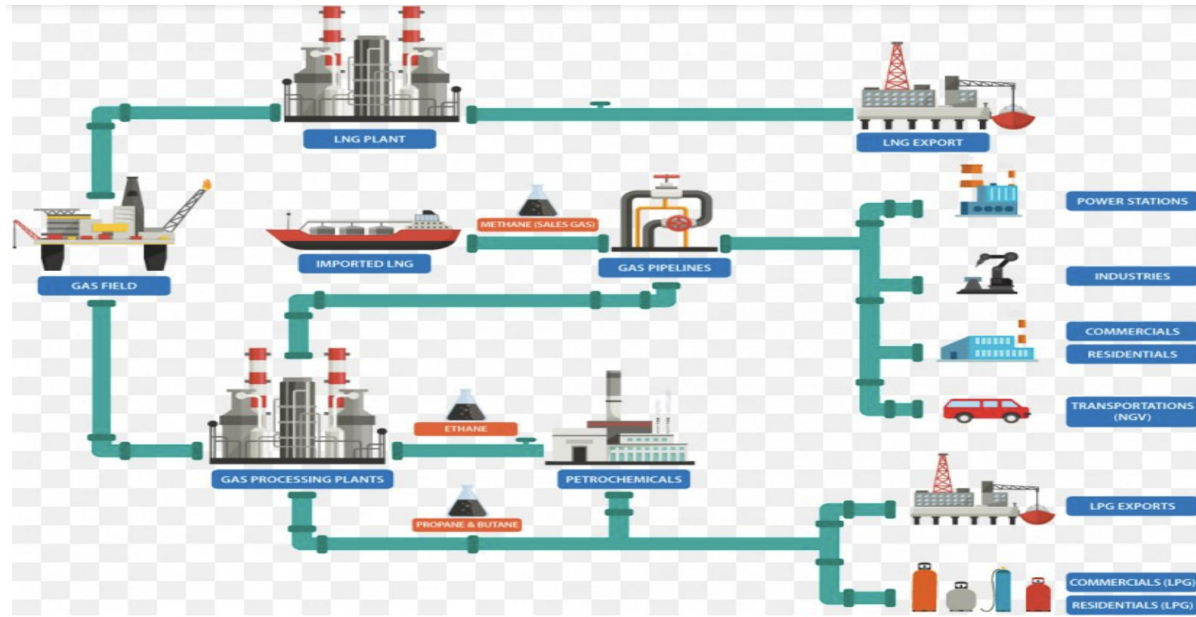


Research methods

Methods:

- Stakeholder analysis
- Casual-loop analysis
- System reliance analysis
- Shaping forces analysis

Malaysia Peninsula Gas Utilisation Natural Gas Processing Pipeline Transportation



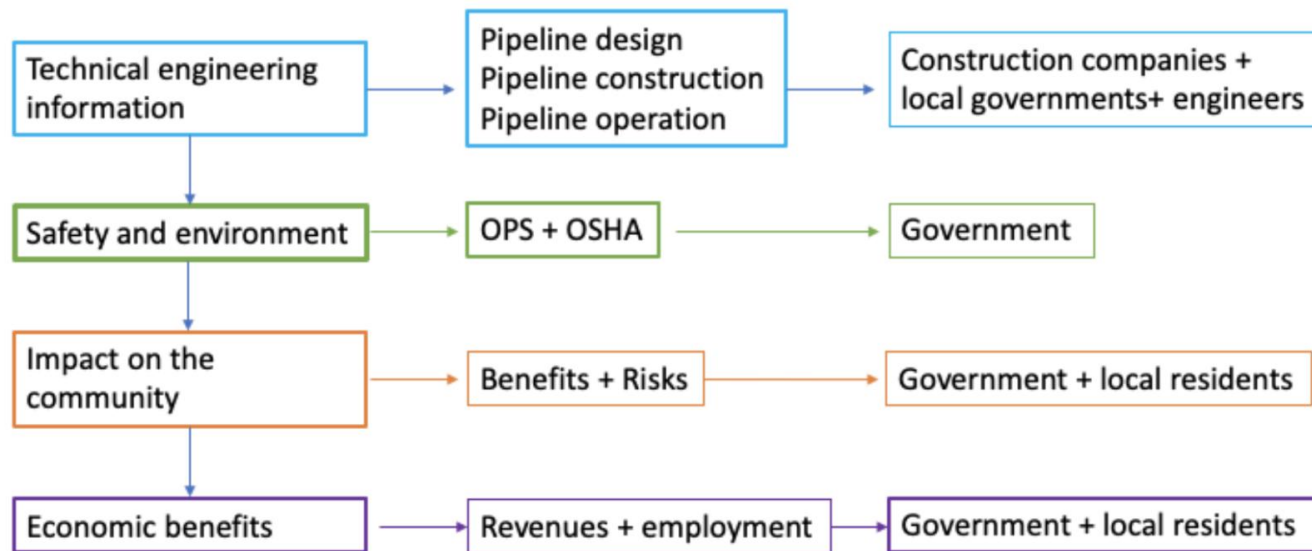
https://favpng.com/png_view/transmission-tower-malaysia-peninsula-gas-utilisation-natural-gas-natural-gas-processing-pipeline-transportation-png/pM66ruww.

- Complicated energy products.
- Complicated energy transportations.
- Complicated stakeholders.



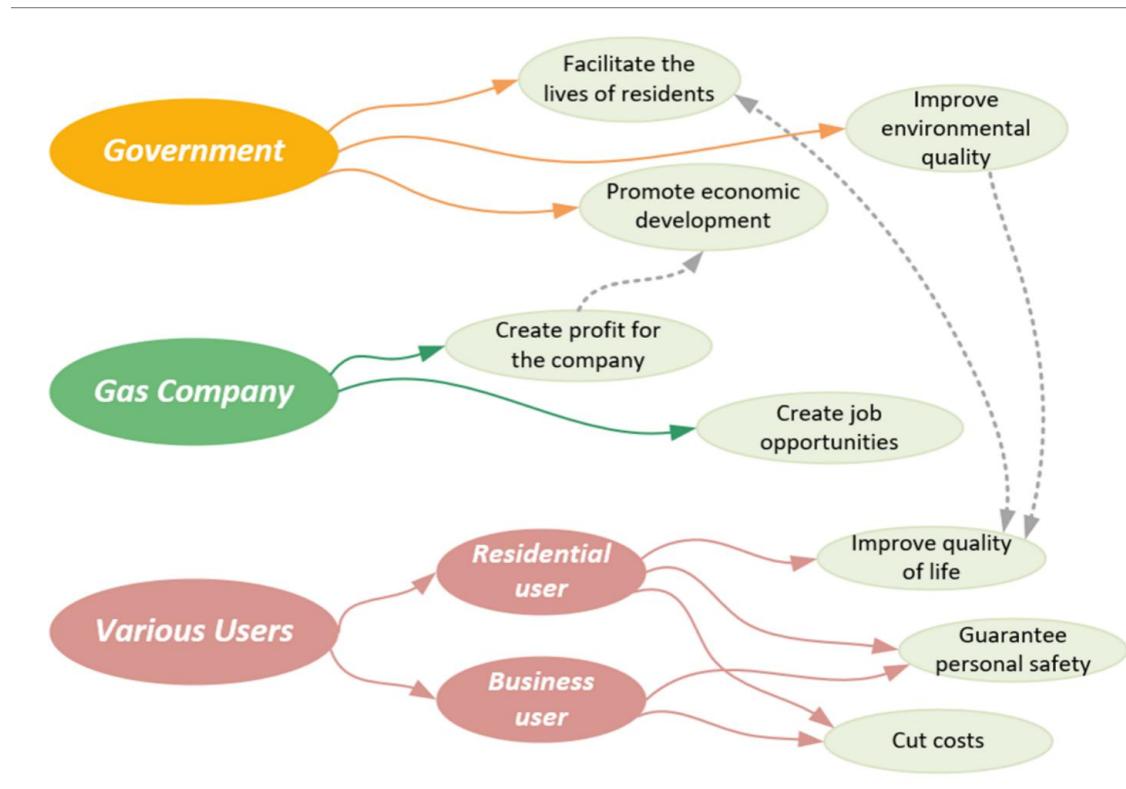
The relationship before the system' constructions

Because of the complications of the system, before starting the construction, we may have a prior map of the system's working process and stakeholders.



Value adding process when the system is working

When the system is working, we expect that the current system could add more value for providers(Gas company), controllers(Government), and consumers(Gas consumers).



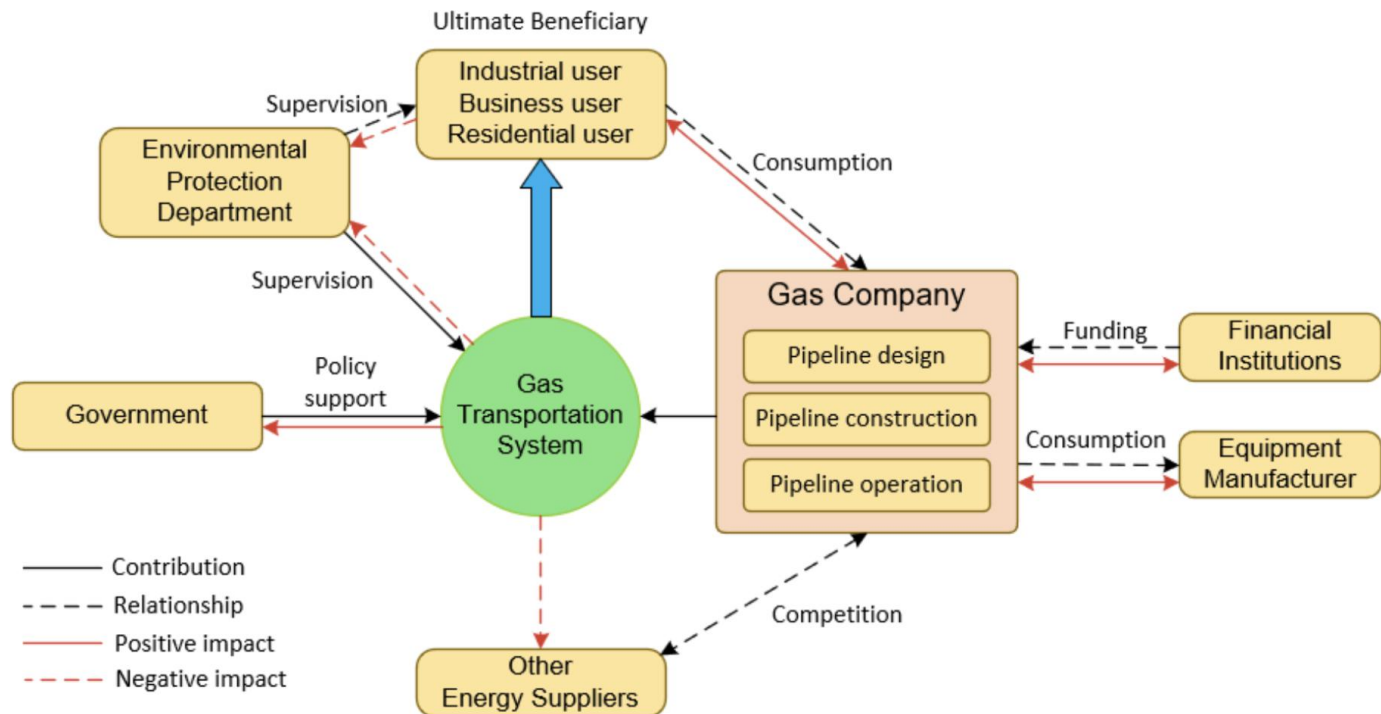


However, after finishing the system constructions.....

- Different stakeholders will face their own risks in long-term reliance of the gas transportation system.
- The external uncertainty and objective non-engineering relationship could also become significant factors to bring challenges and risks for the current gas transportation system.

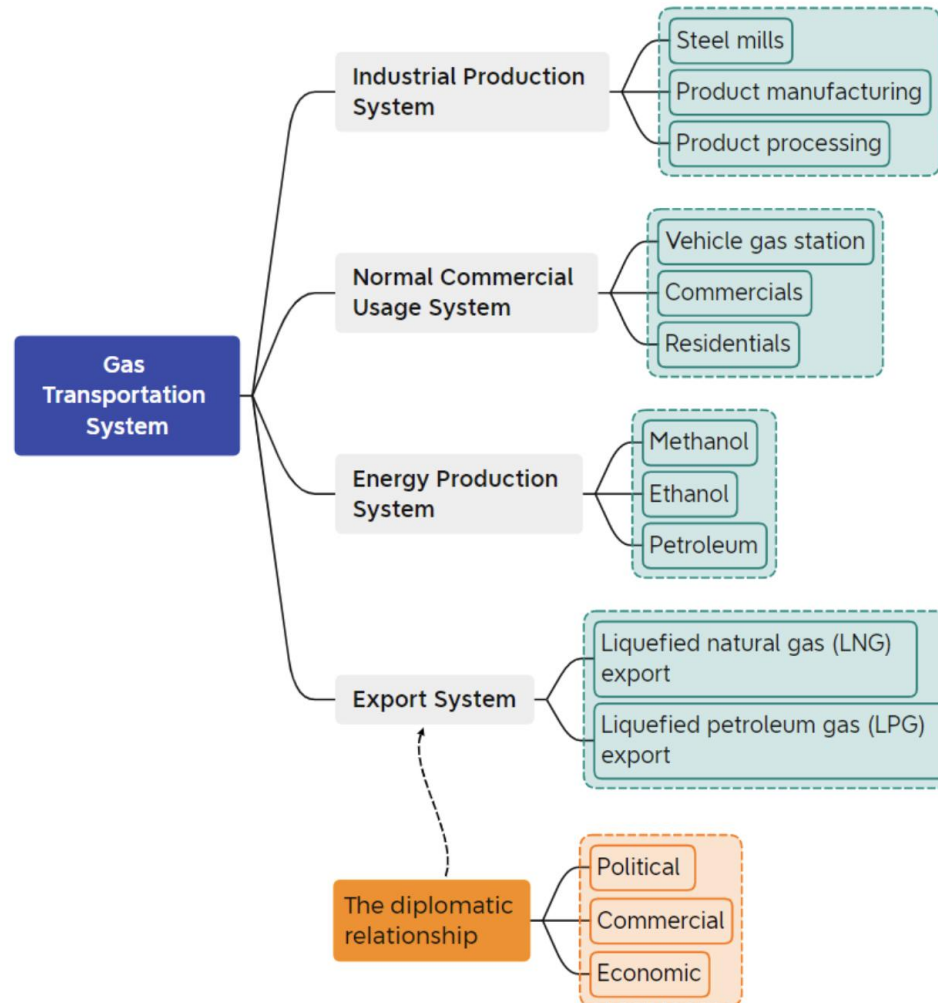
Stakeholders' relationship

Interest Map of Stakeholders.



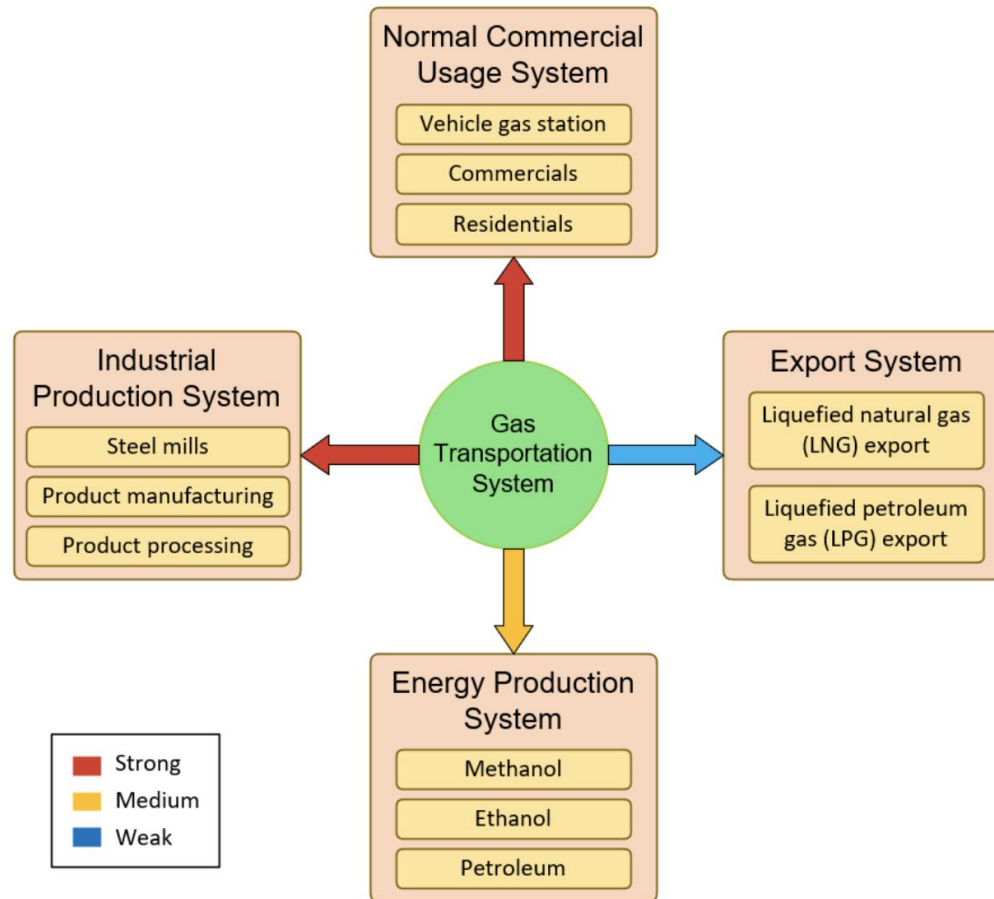
Shaping Forces

Diplomatic relationship: Shaping export systems, shaped by export systems.



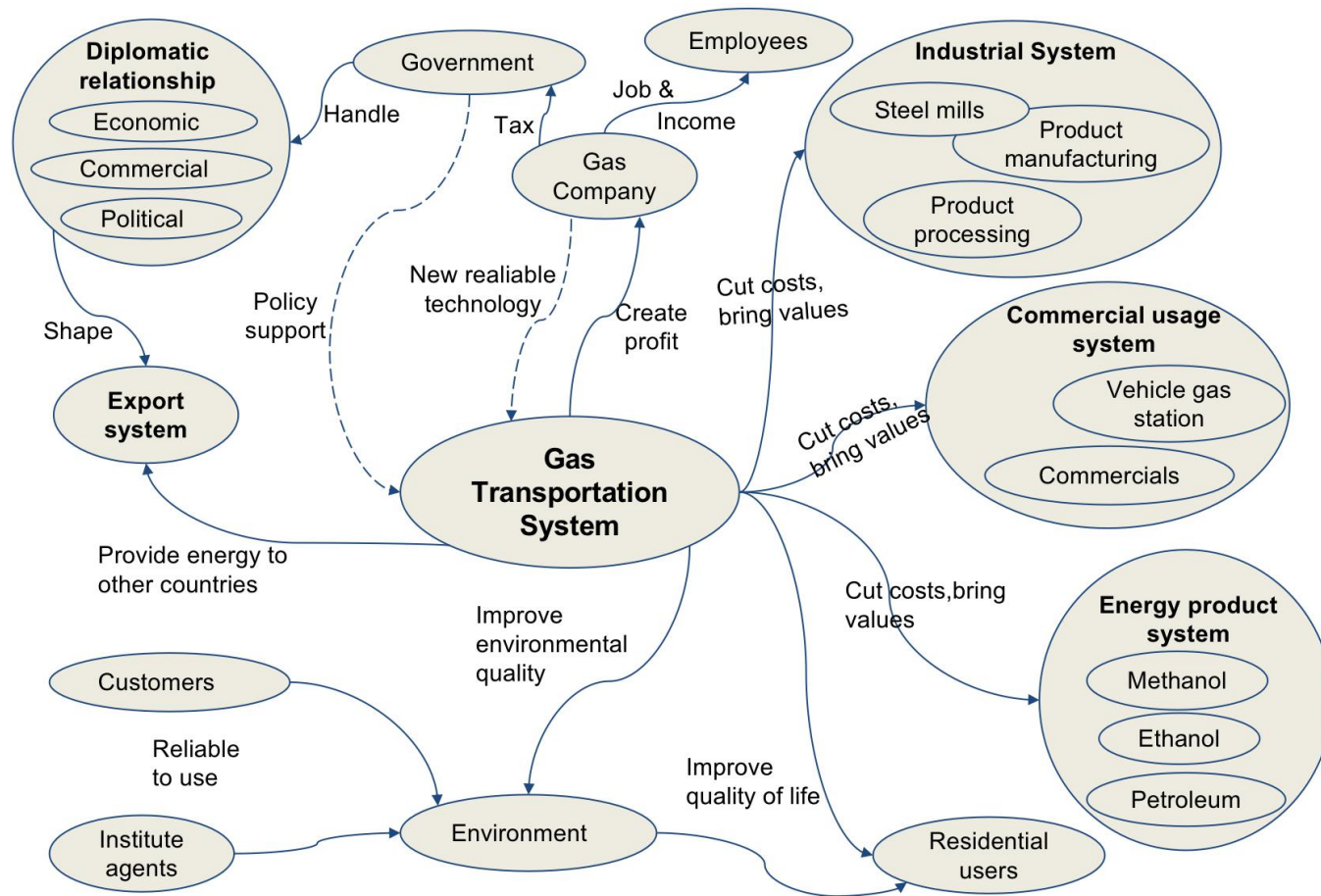
Reliance

Reliance between gas transportation systems' sub-systems.



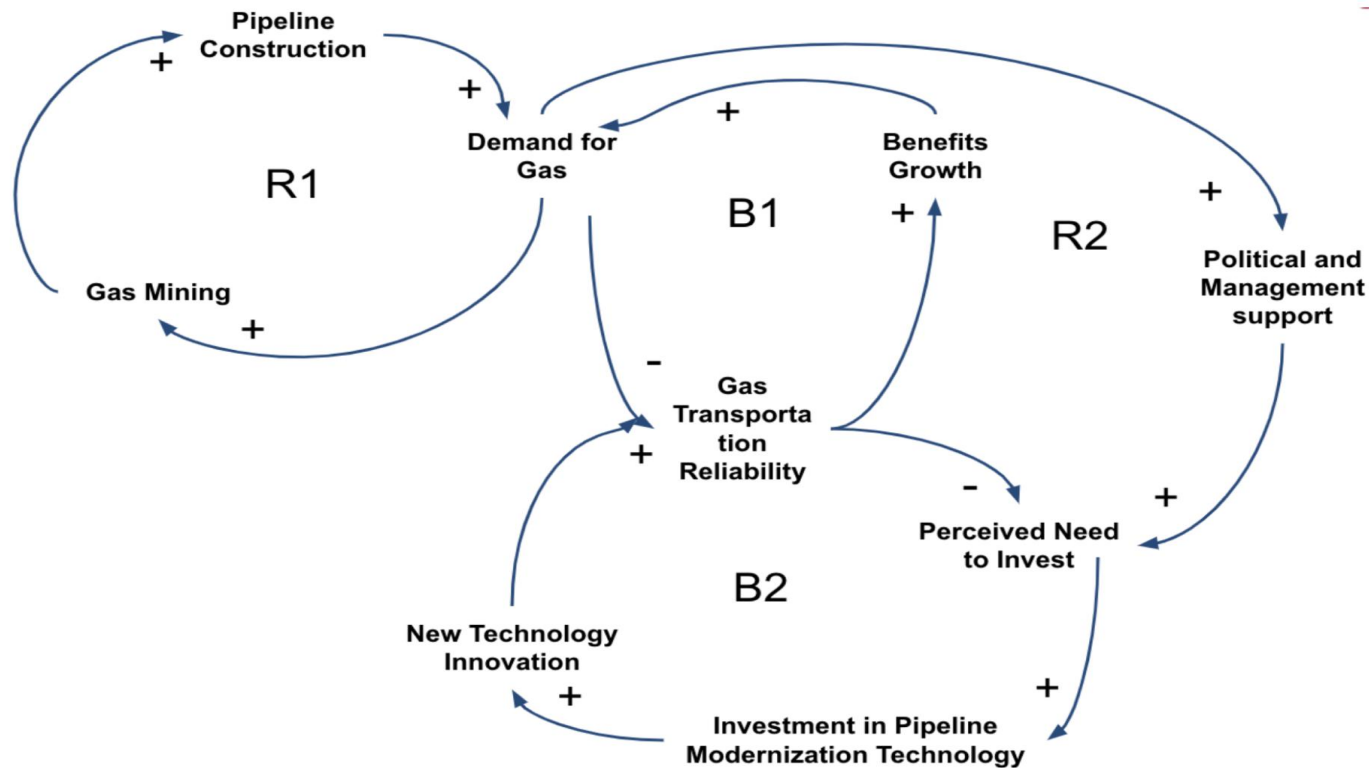
Build reliable gas transportation system

We can use reliance relationship in gas transportation systems to limit these non-engineering risks' effects.



Strengthen the reliable gas transportation system

Casual Loop analysis for gas providers, the reinforcement (R) and balance forces' explanations (B), positive (+) and negative consequent effects (-) among these factors.

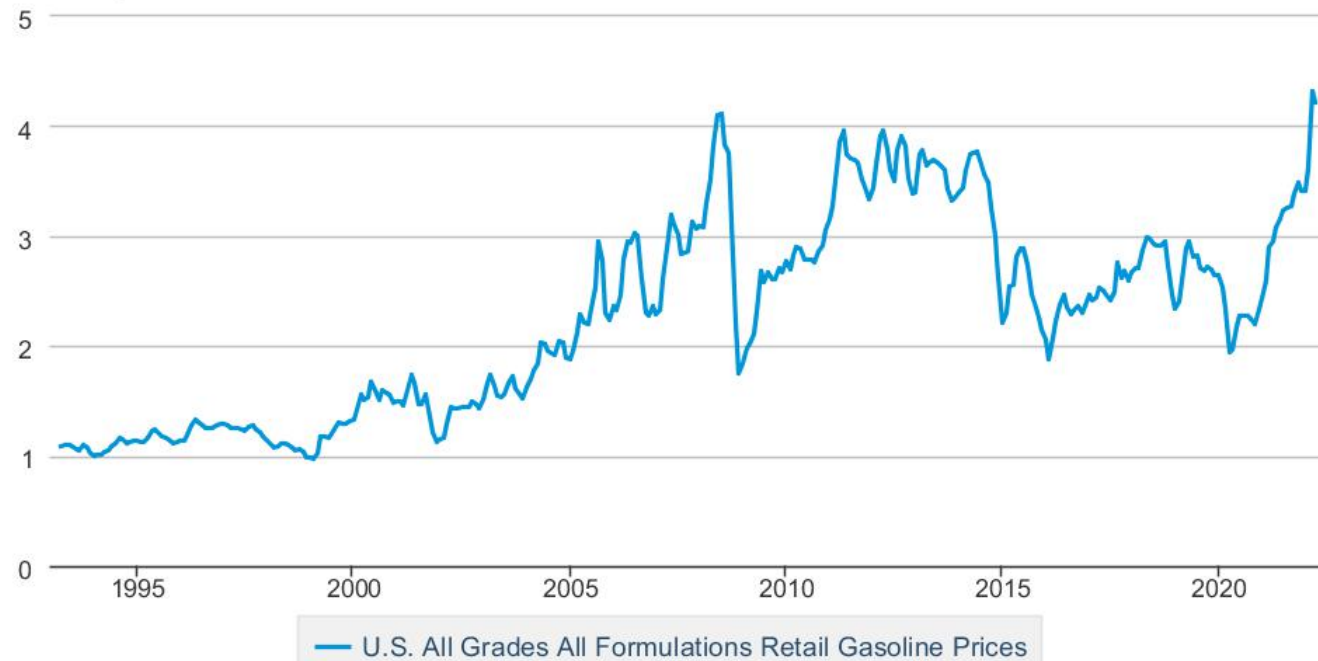


Discussions --- political risks for the price

Gasoline prices' fluctuations in the US.

U.S. All Grades All Formulations Retail Gasoline Prices

Dollars per Gallon



Source: U.S. Energy Information Administration

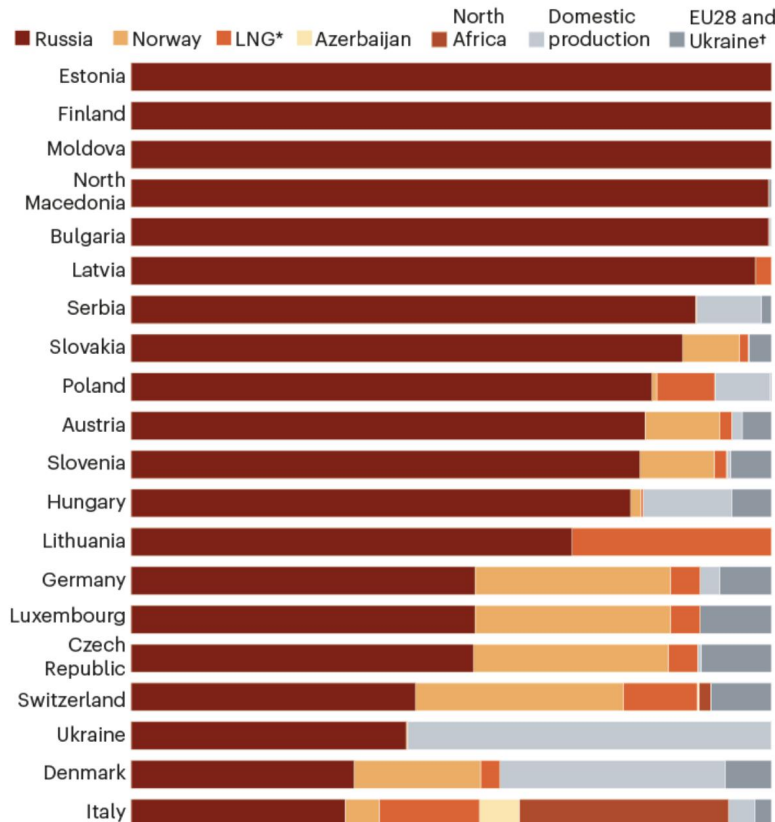


Discussions --- high reliance risks for the price

Most of EU countries have high reliance for the transnational energy transportation.

WHERE EUROPE GETS ITS GAS

Russia supplies about 40% of the natural gas to the European Union overall, but many individual countries receive a much higher proportion.



- The heavy reliance on energy transportation systems increases the non-engineering risks, such as monopoly, and significant price fluctuation.
- The related stakeholders need a third party organization to stabilize the international energy supply and price could make decisions to avoid energy price's huge fluctuations.
- Build reliance relationship in different consumers and sub-systems of the gas transportation system could lower these risks.

Conclusions

- **Stakeholders of natural gas transportation systems rely heavily on each other, and the systems. The benefits groups may face more specific risks when making the trade-off between system construction and environment, customers living experience and gas benefits. Those considerations bring more implementation uncertainty and risks.**
- **Concerns from those challenges and issues need the natural gas transportation system to be built long-term reliability and durable.**
- **Try to be aware of risks and avoid related severe consequences in early gas transportation system-building stage could lead the whole system become more stable and robust, and the system could benefit more stakeholders in a very long term.**



Conclusions

- **By building and strengthening the reliability relationship between different sub-systems, stakeholders, and environments, the target system could lower the risks.**



Limitations and Future work

- *We need more reality successful cases to support our ideas.*
- *We will try to explore more probabilities that using systems' links with the environment and the reliance among systems' sub-working units, to build and strength the target systems to limit the non-engineering external risks.*





References:

- [1] Joaquín Navarro-Esbrí, Adrian Fernández-Moreno, Adrián Mota-Babiloni, “Modelling and evaluation of a high-temperature heat pump two-stage cascade with refrigerant mixtures as a fossil fuel boiler alternative for industry decarbonization,” *Energy*, Volume 254, Part B, 2022.
- [2] Roger Z. Ríos-Mercado and Conrado Borraz-Sanchez, “Optimization problems in natural gas transportation systems: A state-of-the-art review,” *Applied Energy*, Volume 147, 2015, pp. 536-555.
- [3] S.M. Senderov and A.V. Edelev, “Formation of a list of critical facilities in the gas transportation system of Russia in terms of energy security,” *Energy*, Volume 184, 2019, pp. 105-112.
- [4] Alvaro Silva-Calderon, “Short and long-term energy security in the UNECE region: trends and prospects Speech by Dr Alvaro Silva Calderon, OPEC Secretary General to the Energy Security Forum, UN Economic Commission for Europe Committee on Sustainable Energy”. Geneva, Switzerland, 20 November 2003.
- [5] G.P. Hammond and A. O’Grady, “Indicative energy technology assessment of UK shale gas extraction Application,” *Energy*, 185 (2017), pp. 1907-1918.
- [6] M. Cotton, I. Rattle, and J. Van Alstine, “Shale gas policy in the United Kingdom: an argumentative discourse analysis,” *Energy Policy*, 73 (2014), pp. 427-438.



References:

- [7] Hanna Brauers, Isabell Braunger, and Jessica Jewell, “Liquefied natural gas expansion plans in Germany: The risk of gas lock-in under energy transitions,” *Energy Research Social Science*, Volume 76, 2021.
- [8] Valentin Jeutner, “Amendments, annexations, alternatives: Nord Stream 2’s contemporary status under EU and international law,” *The Journal of World Energy Law Business*, Volume 12, Issue 6, December 2019, pp. 502–512.
- [9] Anna Mikulska, “Gazprom and Russian Natural Gas Policy in the First Two Decades of the 21st Century,” *Orbis*, Volume 64, Issue 3, 2020, pp. 403-420.
- [10] Rios-Mercado and Roger. Z. Borraz Sanchez, Conrado, “Optimization problems in natural gas transportation systems: A state-of-the art review,” Provided by the author(s) and the Los Alamos National Laboratory (2016-01-08). *Applied Energy*, Volume 147, 1 June 2015, pp.536-555.
- [11] John A.P. Chandler, “Developing offshore petroleum to meet socio economic objectives: Lessons from Australia, Norway and the United Kingdom,” *Energy Policy*, Volume 144, 2020.
- [12] Justyna Wozniak, Zbigniew Krysa, and Michał Dudek, “Concept of government-subsidized energy prices for a group of individual consumers in Poland as a means to reduce smog,” *Energy Policy*, Volume 144, 2020.



References:

- [13] Balazs R.Sziklaiac, L ´ aszl ´ o ´ A.K´ oczyab, and D ´ avid Csercsikd, “The impact of Nord Stream 2 on the European gas market bargaining positions,” Energy Policy Volume 144, September 2020.
- [14] Paulina Landry, “The EU strategy for gas security: Threats, vulnerabilities and processes,” Energy Policy, Volume 144, 2020.
- [15] James Conca, “Pick Your Poison For Crude - Pipeline, Rail, Truck Or Boat,” Forbes, April 26 2014.
- [16] V. Zapukhlyak, Yu. Melnychenko, . kipnyi, L. Poberezhny, Ya. Grudz, N. Drin, and M. Chernetskyy, “Reliability assurance of gas-hydrogen mixture transportation by gas pipeline system,” Procedia Structural Integrity, Volume 36, 2022, pp. 378-385.
- [17] Diana Furchtgott-Roth and Kenneth P. Green, “Intermodal safety in the transport of oil,” Studies in ENERGY TRANSPORTATION. October, 2013.
- [18] Jeff Tollefson, “What the war in Ukraine means for energy, climate and food Russia’s invasion has caused a short-term spike in prices, but could prompt a long-term shift towards sustainability,” NEWS FEATURE, Nature, April 05, 2022.
- [19] [retrieved: May, 2022] [https://favpng.com/pngview/transmission tower malaysia peninsula gas utilisation natural gas natural gas processing pipeline transportation png/pM66ruww](https://favpng.com/pngview/transmission_tower_malaysia_peninsula_gas_utilisation_natural_gas_natural_gas_processing_pipeline_transportation_png/pM66ruww).



STEVENS
INSTITUTE *of* TECHNOLOGY

THE INNOVATION UNIVERSITY®

stevens.edu