



**March 11, 2024**



# Key points

- ▶ Texas broke several annual records, based on the Energy Information Administration's (EIA) reporting for 2023 including:
  - Crude oil production: 5.5 million barrels per day (mb/d)
  - Natural gas marketed production: 29.0 billion cubic feet per day (bcf/d)
  - NGL production: 3.3 mb/d
  - Natural gas storage capacity: 863.4 billion cubic feet
- ▶ In February 2024, Texas' oil production is estimated to have eased from the record levels to 5.5 mb/d of crude oil, 3.5 mb/d of NGLs, and 31.6 bcf/d of natural gas marketed production
- ▶ Texas' petroleum value chain highlights for December 2023 (see [page 4](#) for complete flow chart)
  - Strong performance throughout the value chain, including the greatest **NGL exports (2.4 mb/d)** on record since 2010
- ▶ Texas' natural gas flow highlights for December 2023 (see [page 5](#) for complete flow chart)
  - Texas produced 27.8 bcf/d of dry natural gas in December 2023 by TXOGA's estimates
  - Texas consumers required 13.6 bcf/d, mainly for industry and electricity generation, while 13.3 bcf/d was exported, including 8.4 bcf/d of LNG and 4.9 bcf/d via pipelines to Mexico, per EIA and USITC data
- ▶ Texas exported over **\$221 billion** of oil, natural gas, and derived products in 2023, per data from the U.S. International Trade Commission (USITC)
- ▶ For the Electric Reliability Council of Texas (ERCOT) region, thermal and dispatchable sources generated **80%** or more of the region's electricity during one quarter of all hours in January and February

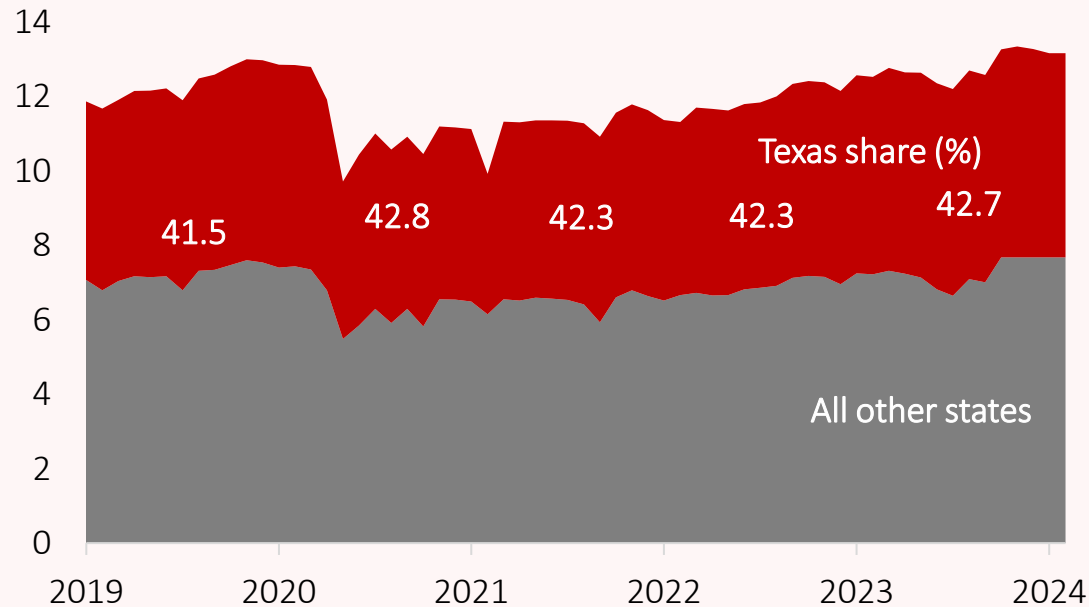
# Texas' oil and natural gas production ended 2023 strongly by TXOGA's estimates



- ▶ TXOGA's projections for February 2024 showed Texas' production remained near record levels at 5.6 mb/d of crude oil, 3.5 mb/d of NGLs, and 31.6 bcf/d of natural gas marketed production
- ▶ **Texas' market shares increased**
  - In 2023, Texas' annual average share of U.S. output rose to 42.7% for oil (highest since 2020) and 27.9% for natural gas marketed production (highest since 2014)

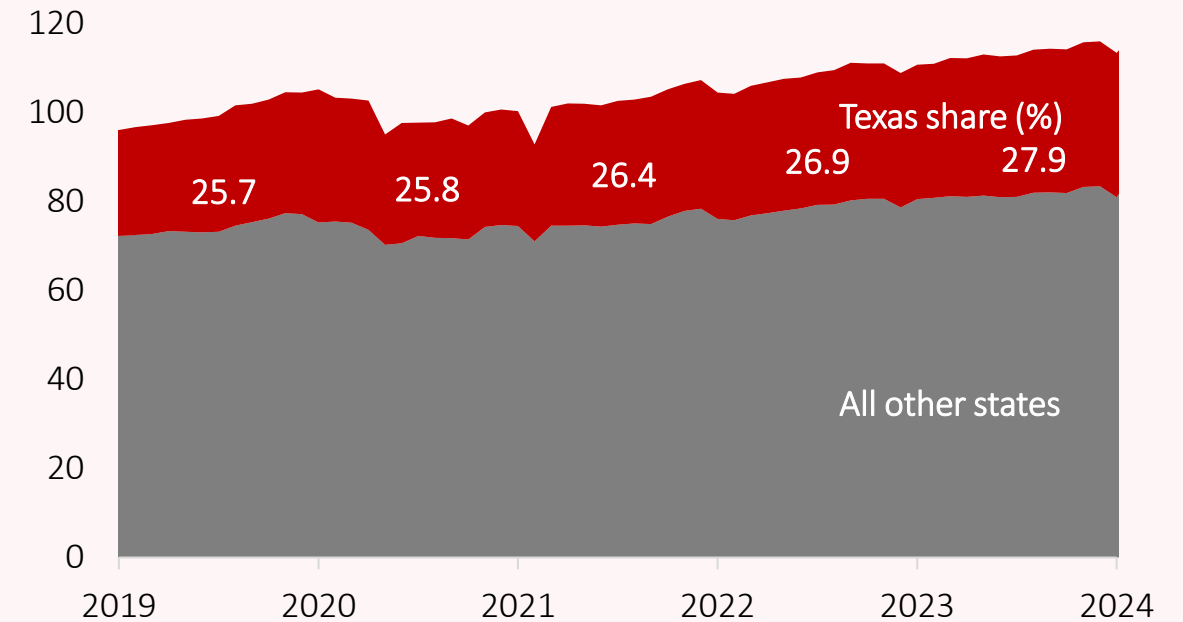
## U.S. and Texas crude oil production

Million barrels per day (mb/d)



## U.S. and Texas natural gas marketed production

Billion cubic feet per day (bcf/d)



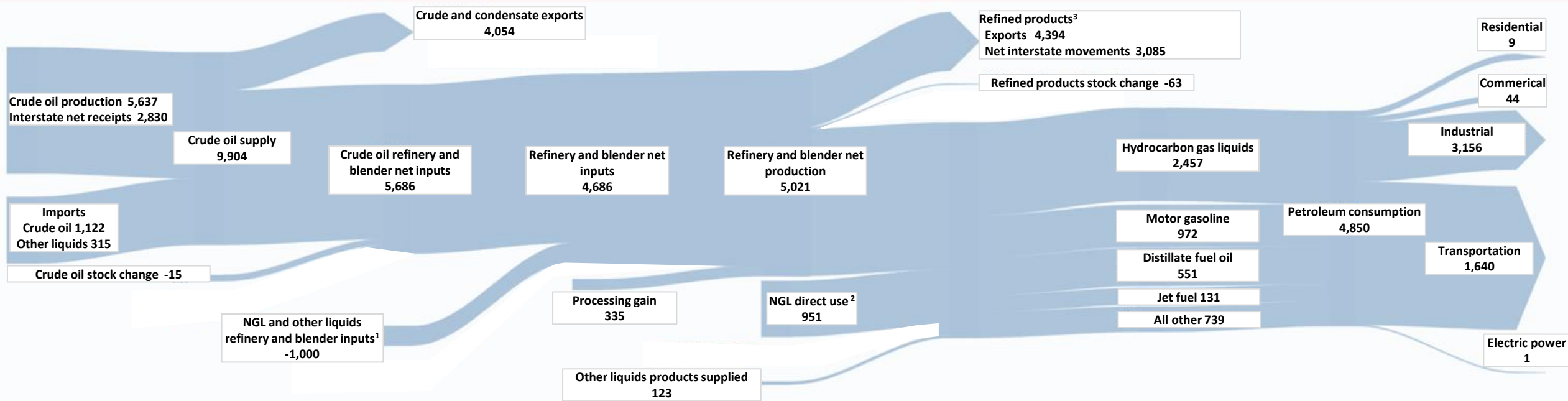
# Texas' petroleum value chain – December 2023



- ▶ New Texas records established in December 2023:
  - Highest Texas refiner and blender net inputs: 5.69 mb/d
  - Highest refined product exports on record: 4.39 mb/d
  - Highest crude oil supply (in-state production plus imports and interstate net receipts): 9.9 mb/d

## Texas' petroleum value chain estimates for December 2023

Thousand barrels per day (kb/d)



<sup>1</sup> Includes unfinished oils, hydrogen/biofuels/other hydrocarbons, and gasoline blending components

<sup>2</sup> Includes NGL field production (Inland 3,352, Gulf Coast 165), biofuels net plant production (-7) minus refiner and blender net inputs (inland 21, Gulf Coast 317) and TX NGL exports (2,220)

<sup>3</sup> Includes finished products and HGLs

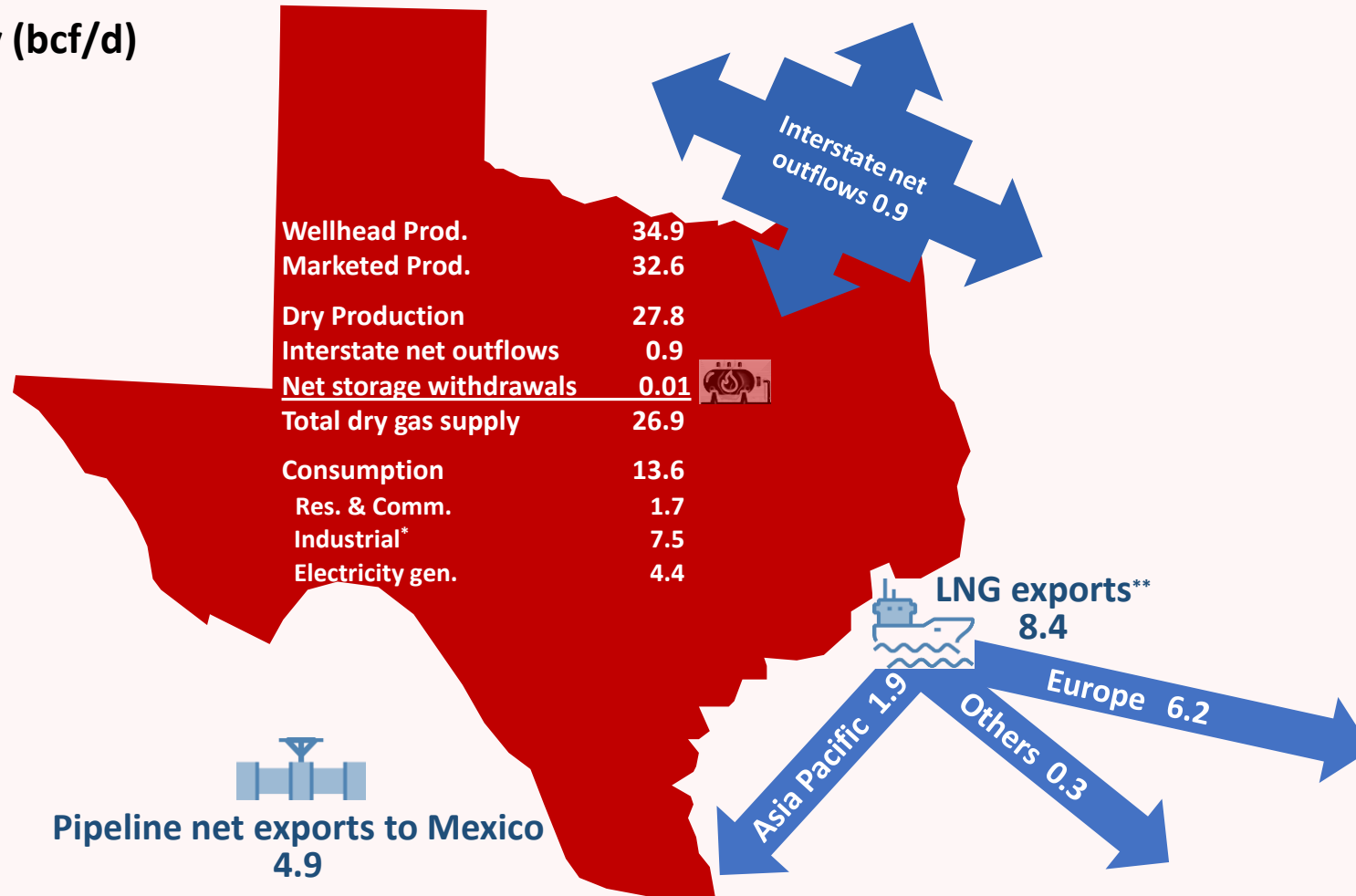
Notes: Based on EIA's preliminary data, which are subject to revision, and USITC trade data. TXOGA estimation is required for consumption by fuel and end-use sector, which influence the interstate movement calculations

# Texas' natural gas flows in December 2023: Record-high production enabled solid consumption and exports with a minimal change in storage levels



- ▶ Texas produced 27.8 bcf/d of dry natural gas in December 2023 by TXOGA's estimates
- ▶ Texas consumers required 13.6 bcf/d, mainly for industry and electricity generation, while 13.3 bcf/d was exported, including 8.4 bcf/d of LNG and 4.9 bcf/d via pipelines to Mexico, per EIA and USITC data

**Billion cubic feet per day (bcf/d)**



\*Includes industrial end-use consumption plus lease, plant, pipeline and distribution fuel \*\*USITC Texas export districts  
sources: U.S. Energy Info. Admin.; U.S. International Trade Commission (USITC); TXOGA analysis

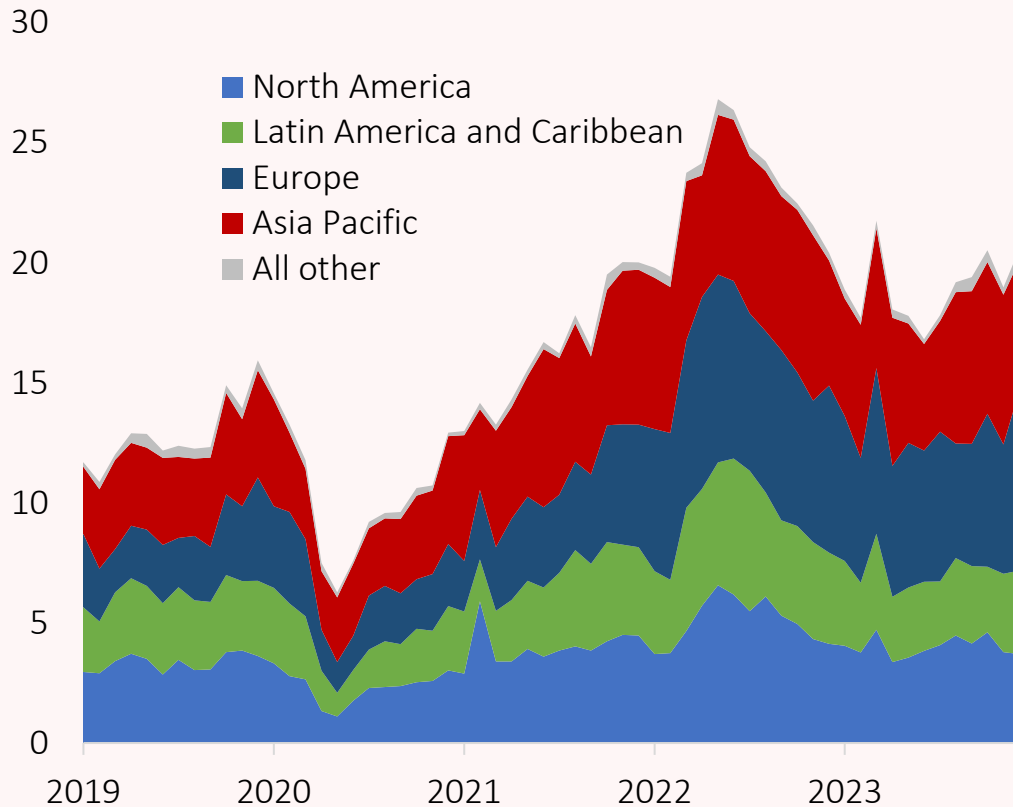
# Texas exported over \$221 billion of energy products in 2023



- ▶ Texas' overall energy exports appear evenly distributed among major regions, but regional product markets differ

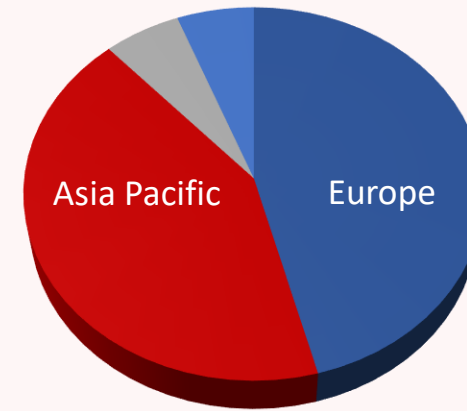
## Texas' exports of oil, natural gas, hydrocarbon gas liquids (HGLs) and refined petroleum products, by region and month

Billion dollars (2024\$)

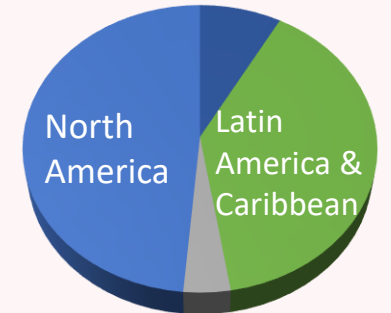


## 2023 Texas' exports by product and region \$221.4 billion

Crude oil  
\$102.5 billion



Refined petroleum products  
\$68.3 billion



Natural gas (pipeline and LNG)  
\$23.3 billion



Hydrocarbon gas liquids (HGLs)  
\$27.3 billion

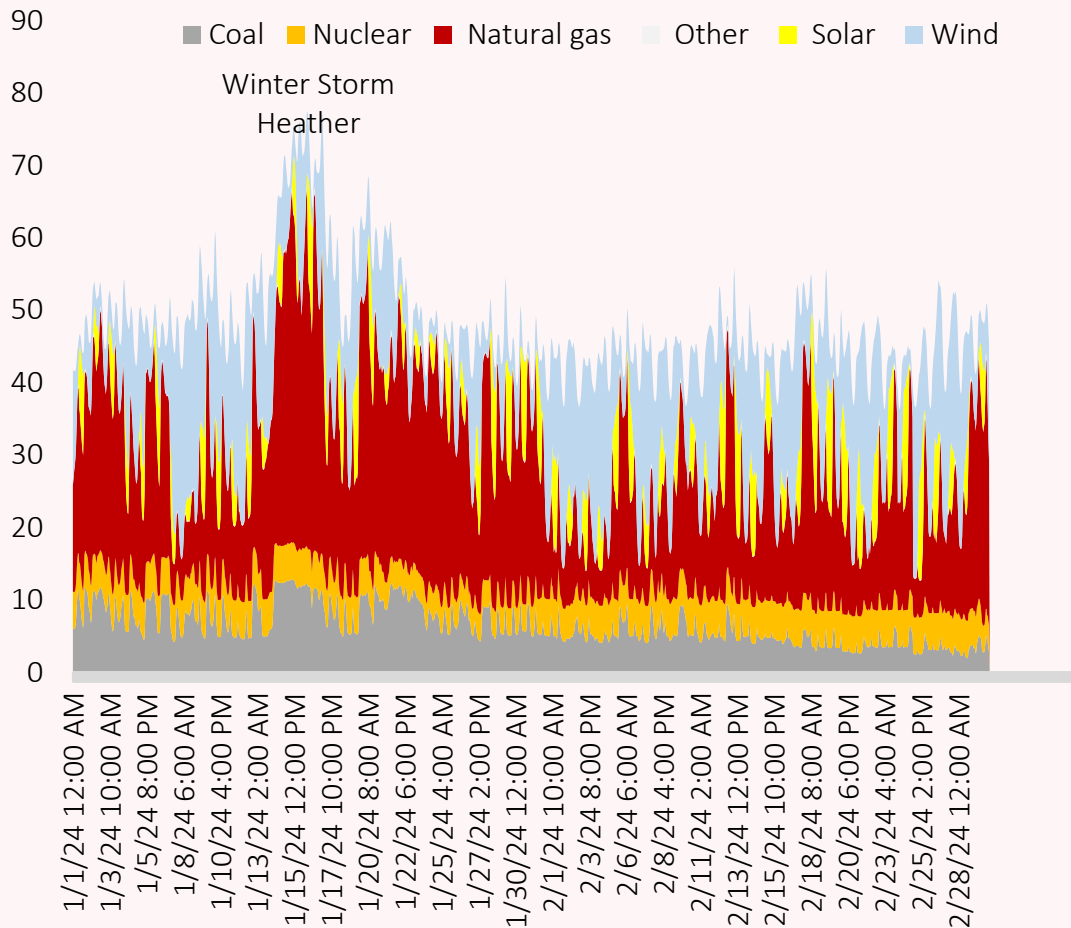


# Nearly 25% of the time, ERCOT's thermal and dispatchable generation sources provided over 80% of the region's power



## ERCOT hourly electricity generation by source, 1/1/24– 3/1/24

Thousand megawatt-hours



- ▶ Thermal and dispatchable energy sources generated over 80% of ERCOT's electricity during 353 of the last 1,441 hours (24.5% of the time).
- ▶ During Winter Storm Heather on January 13-16, 2024, thermal and dispatchable sources as much as 95% of ERCOT's electricity

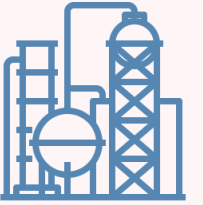
## ERCOT planned natural gas resource additions\*

Unit name	In Service	Type**	Installed capacity rating (MW)
Air Products GCA	2024	ST	14
Beachwood II Power Station (U7-U8)	2024	GT	-
Remy Jade Power Station	2024	GT	-
Remy Jade II Power Station	2024	GT	-
Sky Sealy	2025	IC	-
TECO GTG2	2024	GT	50
Uhland Maxwell	2025	IC	-
<b>Total</b>			<b>64</b>

\*With Executed SGIA, Air Permit, GHG Permit and Proof of Adequate Water Supplies

\*\* ST=Steam Turbine, GT = Combustion Turbine; IC = Internal Combustion Engine

# Texas' petroleum facts at-a-glance



## Texas' new annual records for 2023, based on Energy Information Administration (EIA) data:

- Crude oil production: 5.5 mb/d
- NGL production: 3.3 mb/d
- Natural gas gross withdrawals: 31.1 bcf/d
- Natural gas marketed production: 29.0 bcf/d
- Dry natural gas production: 25.0 bcf/d
- Natural gas underground storage capacity: 863.4 billion cubic feet (since June 2023)

## Texas' new monthly records set in December 2023:

- Natural gas marketed production: 32.6 bcf/d
- Refiner and blender net inputs: 5.69 mb/d
- Refined product exports: 4.39 mb/d
- Highest crude oil supply (in-state production plus imports and interstate net receipts): 9.9 mb/d



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