

Critical Challenges. Practical Solutions.



NORTH DAKOTA INTEGRATED CARBON CAPTURE AND STORAGE COMPLEX FEASIBILITY STUDY DE-FE0029488

Wes Peck Energy & Environmental Research Center

U.S. Department of Energy

National Energy Technology Laboratory Mastering the Subsurface Through Technology Innovation, Partnerships and Collaboration: Carbon Storage and Oil and Natural Gas Technologies Review Meeting

August 1-3, 2017

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PRESENTATION OUTLINE

- Background
- Objectives
- Approach
- Summary





A KEY GAP

The development of commercial-scale geologic storage sites for CO_2 from industrial sources.





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WHAT IS CARBONSAFE?

- An effort to develop an integrated CO₂ storage complex ready for operation in the 2025 time frame.
- Development phases:
 - Integrated CCS Pre-Feasibility
 - Storage Complex Feasibility
 - Site Characterization
 - Permitting and Construction

Builds on lessons learned from the Regional Carbon Sequestration Partnerships' largescale field projects, and aims to instill greater confidence that commercial-scale carbon capture and storage (CCS) projects can be integrated in a technically and economically feasible manner.



NORTH DAKOTA CARBONSAFE

- Address technical and nontechnical challenges specific to commercial-scale deployment of a CO₂ storage project in central North Dakota.
- Long-term goal: develop a certified (permitted) geologic storage opportunity should a business case for CO₂ storage emerge.





EXPECTED OUTCOMES

• 3-D geologic models and dynamic simulations to:

- Establish areas of review to understand the extent of future monitoring, verification, and accounting (MVA) activities.
- Determine pore space-leasing requirements and development of business case scenarios.
- Identification of potential technical and nontechnical challenges specific to establishing a qualified commercial-scale CO₂ storage site.
- Mitigation strategies to address identified challenges.
- Detailed plans for the Site Characterization phase of CarbonSAFE.



PROJECT PARTNERS





- U.S. Department of Energy
- NDIC Lignite Research Council
- Basin Electric Power Cooperative
- ALLETE Clean Energy
- Minnkota Power Cooperative
- BNI Energy
- North American Coal
- Prairie Public Television
- Schlumberger Carbon Services
- Computer Modelling Group, Ltd.





INDUSTRIAL COMMISSION OF NORTH DAKOTA LIGNITE RESEARCH COUNCIL









AN ALLETE COMPANY







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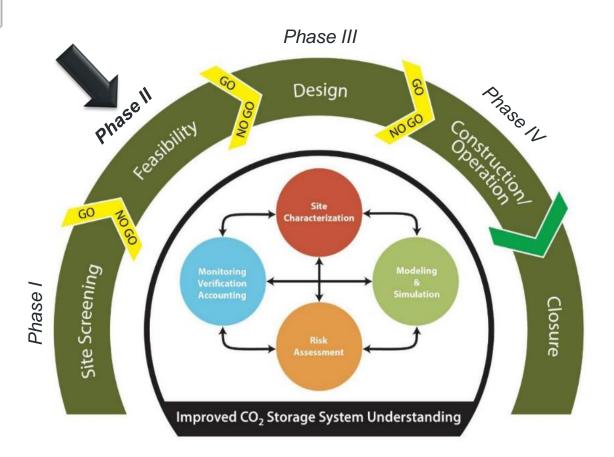
PROJECT OBJECTIVES

- Evaluate two ideal geologic storage complexes located adjacent to separate coal-fired facilities.
 - One has readily available CO_2 and an existing CO_2 pipeline.
 - The other is associated with a planned integrated CO₂ capture and storage project with a time line coincident with the CarbonSAFE Program.
- Gauge public support.
- Conduct a regulatory and economic analysis.





ESTABLISHED METHODS



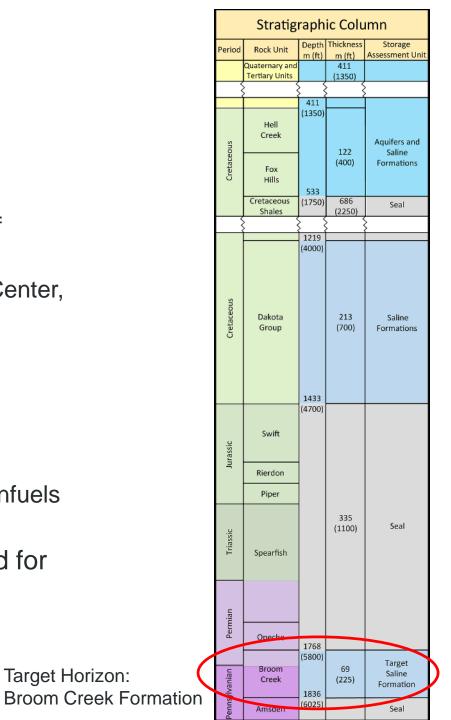
- Use the adaptive management approach to project management and execution as developed by the PCOR Partnership.
- Technical elements include:
 - Geologic modeling and reservoir simulation.
 - Risk assessment.
 - MVA.
 - Site characterization activities related to CCS.



AREAS OF INVESTIGATION

- Two areas of investigation:
 - Vicinity of the Antelope Valley Station (AVS) (north of Beulah, ND)
 - Vicinity of the Milton R. Young Station (MRY) (near Center, ND)
- Evaluate the saline Broom Creek Formation.
 - ~5800 ft deep —
 - ~7 times saltier than the ocean
 - Not a petroleum reservoir —
 - Used for wastewater disposal at the Great Plains Synfuels Plant
- The storage site would accommodate CO₂ not sold for CO_2 enhanced oil recovery.

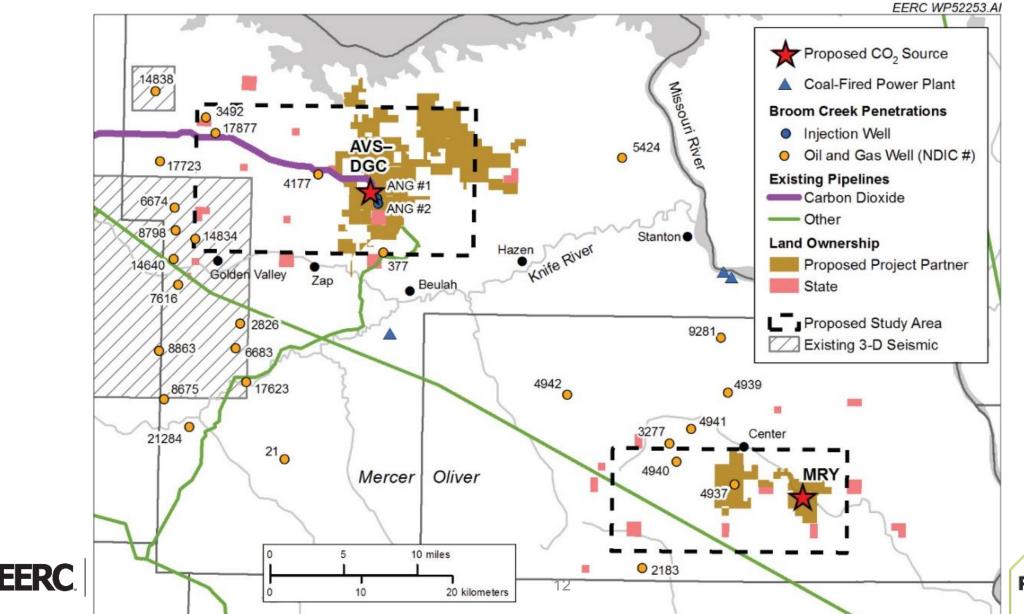




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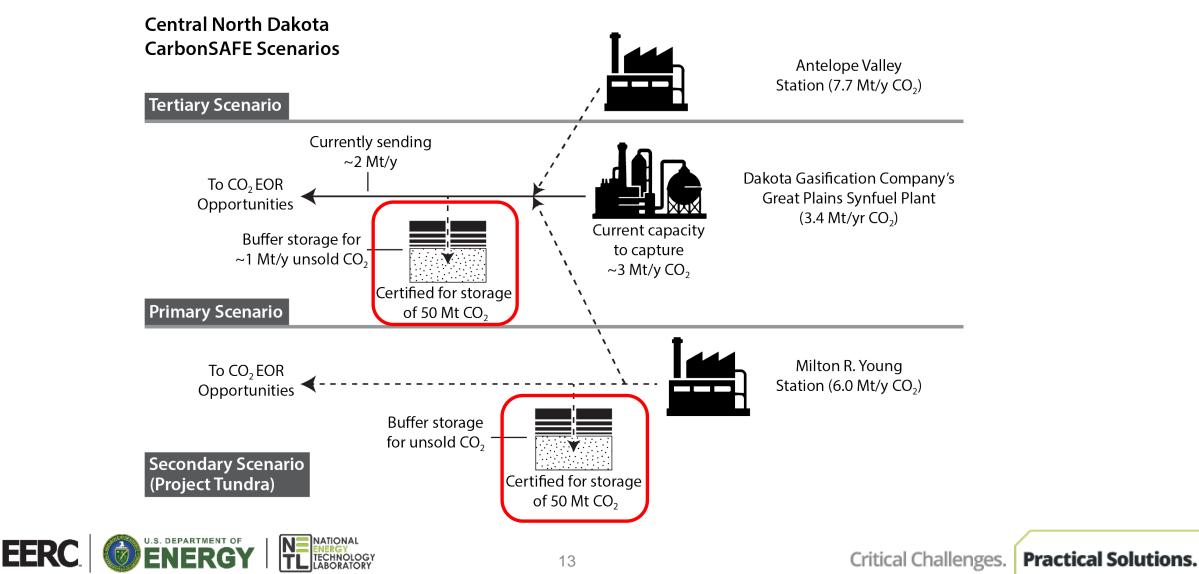
Target Horizon:

PROJECT AREA AND SUBSURFACE GEOLOGY

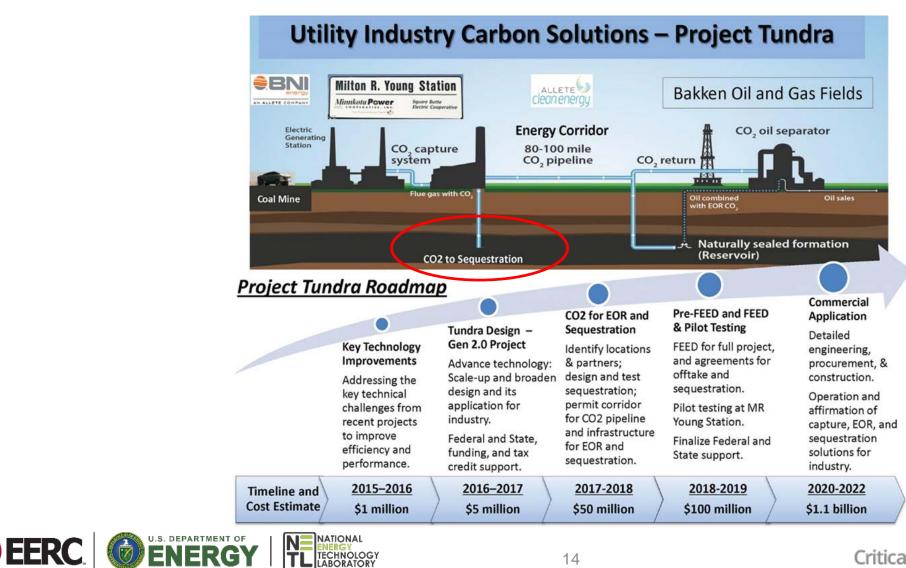


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NORTH DAKOTA CARBONSAFE CO₂ SOURCE OPTIONS



PROJECT TUNDRA: A NICE FIT



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GEOLOGIC CHARACTERIZATION

• Two new stratigraphic test wells:

- Drill, core, log, plug, and abandon.
- ~3 weeks for each well.
- Not intended/designed as future injection (Class VI) or monitoring wells:
 - Class VI well prohibitively expensive.
 - Monitoring well would need to be left open indefinitely (regulatory challenge/risk; more costly).
- Broom Creek (target) and Opeche Formations (seal).
- Advanced modern geophysical logging in each well.
- Reprocessing of legacy 3-D seismic from area west of AVS/Dakota Gasification Company.
- New 2-D seismic near MRY.





STORAGE COMPLEX CHARACTERIZATION

Includes all activities to characterize the Broom Creek (reservoir unit) and overlying Opeche Formations (sealing unit) within the project study areas.

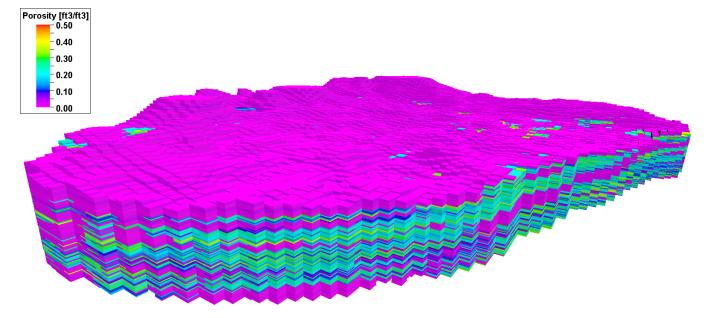
- Existing data acquisition and analysis
- Geologic characterization wells
- Core analysis and testing
- Seismic data collection, reprocessing, and interpretation





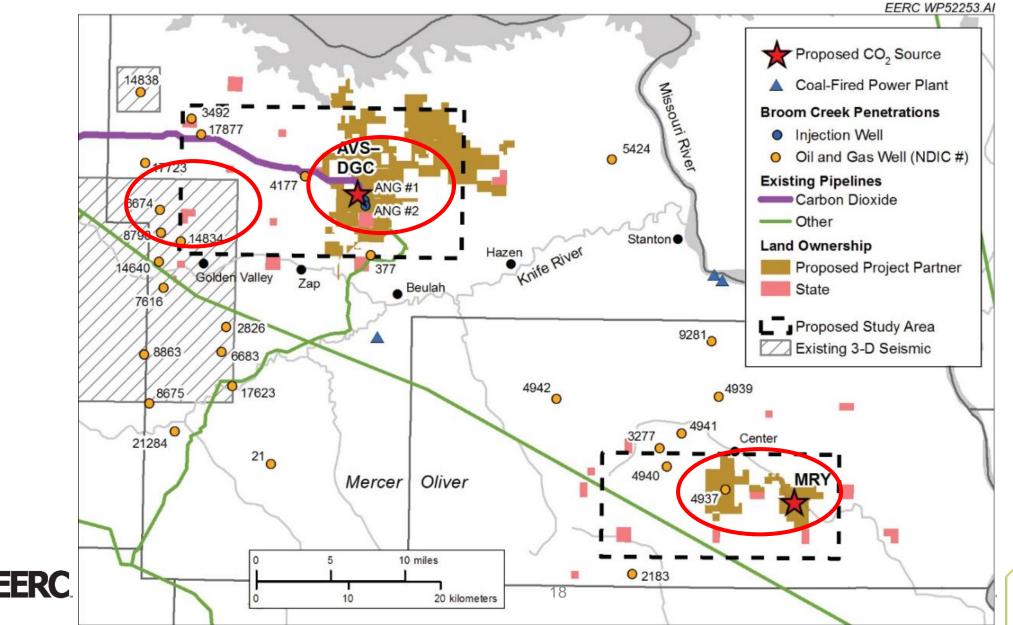
GEOLOGIC MODELING AND SIMULATION

Site characterization data will be integrated into geologic models which comprise the injection horizon and overlying sealing formation. These models provide the foundation for dynamic simulations of potential injection scenarios.





MODELING AREAS



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OUTREACH









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PUBLIC OUTREACH

Initiate public outreach to gauge local public acceptance of a potential CO_2 storage project.

- Formation of outreach advisory group.
- Hold stakeholder meetings (regional officials, landowners, energy industry representatives).
- Hold four open house meetings (two early and two later).
- Develop outreach and media information kits.
- Develop an updated public outreach plan for future CarbonSAFE phases.





REGULATORY AND ECONOMIC ANALYSIS

- Evaluate the permitting requirements needed for future implementation of EPA UIC Class VI injection wells.
- Investigate site access agreement options, pore space acquisition, and short-term project liability along with a cost model.
- Examine specific economic needs and the incentives in place to make the proposed scenarios economically feasible for the project partners.

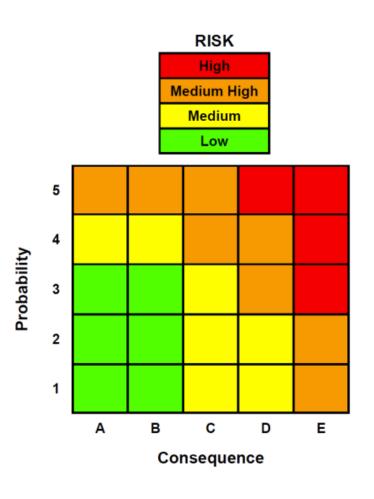




SITE DEVELOPMENT PLAN

Create a detailed plan for development of an injection site within the storage complex in Phase III of CarbonSAFE.

- Site characterization plan
- CO₂ management strategy
- Risk assessment and mitigation strategies

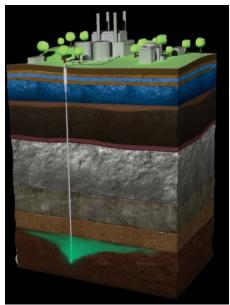




Validate select tool(s) developed through DOE's National Risk Assessment Partnership.

- Validation will entail comparing outputs from the NRAP tools against commercial software packages.
- Reservoir Evaluation Visualization (REV), Natural Seal ROM (NSeaIR), and Wellbore Leakage Analysis Tool (WLAT) are likely NRAP tool options for validation with the data generated in the project.







SYNERGY OPPORTUNITIES

- Targeting the same formations being investigated in the ND BEST project.
- Providing pore space amalgamation and management analogies for other CarbonSAFE projects.
- Providing another practical example of assessing commercial-scale geologic storage for CO₂.
- Providing another case study for NRAP tool validation.



PROJECT SUMMARY

- The EERC project team's accumulated experience will ensure both the technical and nontechnical challenges associated with establishing the feasibility of a commercial-scale geologic CO₂ storage complex in North Dakota are successfully addressed.
- Known potential risks can be successfully managed.
- Deliverables and milestones have been planned to document and track progress as well as disseminate results.
- The results derived from implementation of the project will provide a significant contribution to DOE's Carbon Storage Program goals.



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CONTACT INFORMATION

Energy & Environmental Research Center University of North Dakota 15 North 23rd Street, Stop 9018

Grand Forks, ND 58202-9018

www.undeerc.org 701.777.5195 (phone) 701.777.5181 (fax)

Wes Peck Principal Geologist wpeck@undeerc.org







THANK YOU!

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APPENDIX

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BENEFIT TO THE PROGRAM

- Address the technical and nontechnical challenges associated with establishing the feasibility of a commercial-scale (50+ Mt) geologic storage complex for CO₂.
- Validate technologies that improve reservoir storage efficiency, ensure containment effectiveness, and/or ensure storage permanence by generating fundamental geologic data from characterizing the Broom Creek Formation.
- Address the ability to predict CO₂ storage capacity in geologic formations to within ±30% by integrating characterization data into geocellular and dynamic reservoir models.
- Produce information for the development of DOE's series of commercial-scale best practice manuals.
- Evaluate/validate risk assessment tools developed by NRAP.

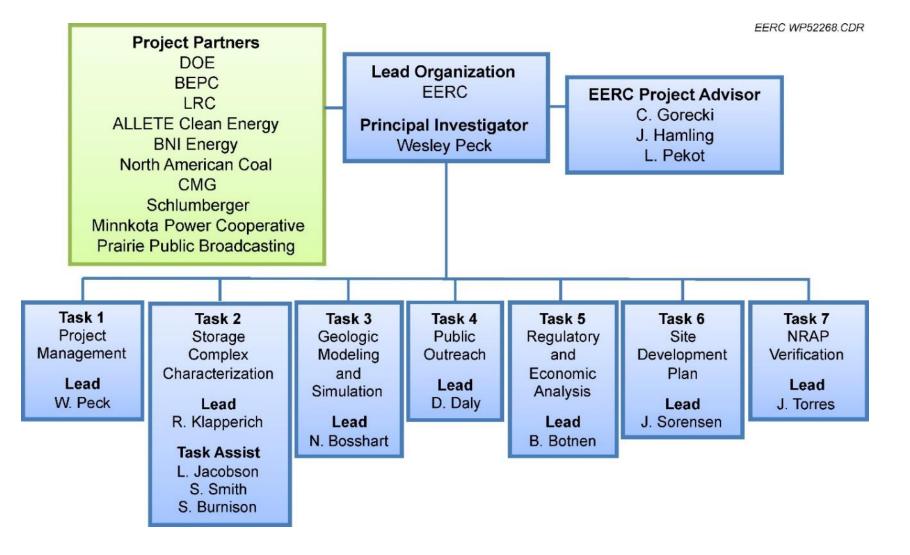


PROJECT OVERVIEW – GOALS AND OBJECTIVES

- Goal: Determine the feasibility of developing a commercial-scale CO₂ geologic storage complex able to store 50+ million metric tons of CO₂ in central North Dakota safely, permanently, and economically.
- Objectives:
 - Evaluate two project study areas, each with ideal geologic storage complexes located adjacent to separate coal-fired facilities.
 - The site near the AVS/DGC facility site has readily available CO₂ and an existing CO₂ pipeline.
 - The site near the MRY facility is associated with a planned integrated CO₂ capture and storage project with a time line coincident with the DOE CarbonSAFE Program.
 - Each site is bolstered by existing North Dakota pore space ownership and long-term liability laws.



ORGANIZATION CHART





GANTT CHART

_			Budget Period 1					Budget Period 2				
			2017				2018 2019					
			Q1	Q2	Q3	Q4	Q5		Q6	Q7	Q8	Q9
	Start	End	Jun	Jul Aug Sep	Oct Nov Dec	Jan Feb Mar	Apr May	Jun	Jul Aug Sep	Oct Nov Dec	Jan Feb Mar	Apr Ma
Task 1.0 - Project Management and Planning	6/1/17	5/31/19										
1.1 – Project Management	6/1/17	5/31/19	D1/	D2 🔺							D4	
1.2 – Project Reporting	9/1/17	5/31/19										D7 🔥 D8
Task 2.0 – Storage Complex Characterization	6/1/17	5/31/18										
2.1 – Existing Data Acquisition and Analysis	6/1/17	8/31/17			M1 🕳							
2.2 – Geologic Characterization Wells	6/1/17	5/31/18										
2.3 – Core Analysis/Testing	12/1/17	5/31/18			M2							
2.4 – Seismic Data Collection, Reprocessing, & Interpretation	6/1/17	11/30/17			1112							
Task 3.0 – Geologic Modeling and Simulation	6/1/17	2/28/19							M5 🍙			
3.1 – Geologic Modeling	6/1/17	8/31/18							M5			
3.2 – Dynamic Simulation	3/1/18	2/28/19				D3					D5	
Task 4.0 – Public Outreach	6/1/17	2/28/19										
Task 5.0 – Regulatory and Economic Analysis	6/1/17	2/28/19									D6	
Task 6.0 – Site Development Plan	12/1/17	2/28/19										
6.1 – Site Characterization Plan	12/1/17	2/28/19										
6.2 – CO ₂ Management Strategy	12/1/17	2/28/19				M3 🍙						
6.3 – Risk Assessment and Mitigation Strategies	12/1/17	2/28/19								M6 ●		
Task 7.0 – NRAP Verification	6/1/18	2/28/19										
Task Duration					Deliverables	(D) 🔺				Milestones (M) 🔵	
Subtask Duration			D1 – Project Mangement Plan (PMP) D2 – Data Management Plan (DMP) D3 – Outreach Toolkit D4 – Geologic Material					M1 – Initiation of Well Drilling M2 – Completion of Seismic Reprocessing				
							M3 – Risk Assessment Workshop Scheduled					
								 Identification of I 				
			D5 – Updated Outreach Plan				M5 – Completion of Geologic Modeling					
			D6 – Site Development Plan					M6 -	- Updated Risk As	sessment Work	shop Scheduled	
				D7 – Data Submitted to NETL EDX								
			D8 –	Final Technical	Report							

Deliverables

- D1 Project Management Plan (PMP)
- D2 Data Management Plan (DMP)
- D3 Outreach Toolkit
- D4 Geologic Material
- D5 Updated Outreach Plan
- D6 Site Development Plan
- D7 Data Submitted to NETL EDX
- D8 Final Technical Report

Milestones

- M1 Initiation of Well Drilling
- M2 Completion of Seismic Reprocessing
- M3 Risk Assessment Workshop Scheduled
- M4 Identification of Inputs for NRAP Model(s)
- M5 Completion of Geologic Modeling
- M6 Updated Risk Assessment Workshop Scheduled

Gantt chart as originally proposed. Dates will be adjusted in accordance with the actual start date.



6/26/17 hmv



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