

Integrated CCS for Kansas (ICKan)

Project Number FE0029474

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Kansas Geological Survey
University of Kansas



Martin Dubois

Improved Hydrocarbon Recovery, LLC

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

Presentation Outline

- Technical Status
 - Project Overview
 - Goals & Objectives
 - CCS Team & Participants
 - Sub-basinal Evaluations
 - CO₂ Sources & Transportation Assessments
 - Legal, Regulatory, and Public Policy
- Accomplishments to Date
- Lessons Learned & Synergy Opportunities
- Project Summary

Technical Status

Project Overview: Goal & Objectives

- Identify and address major **technical and nontechnical challenges** of implementing CO₂ capture and transport and establishing secure geologic storage for CO₂ in Kansas
- Evaluate and **develop a plan and strategy** to address the challenges and opportunities for commercial-scale CCS in Kansas

Technical Status

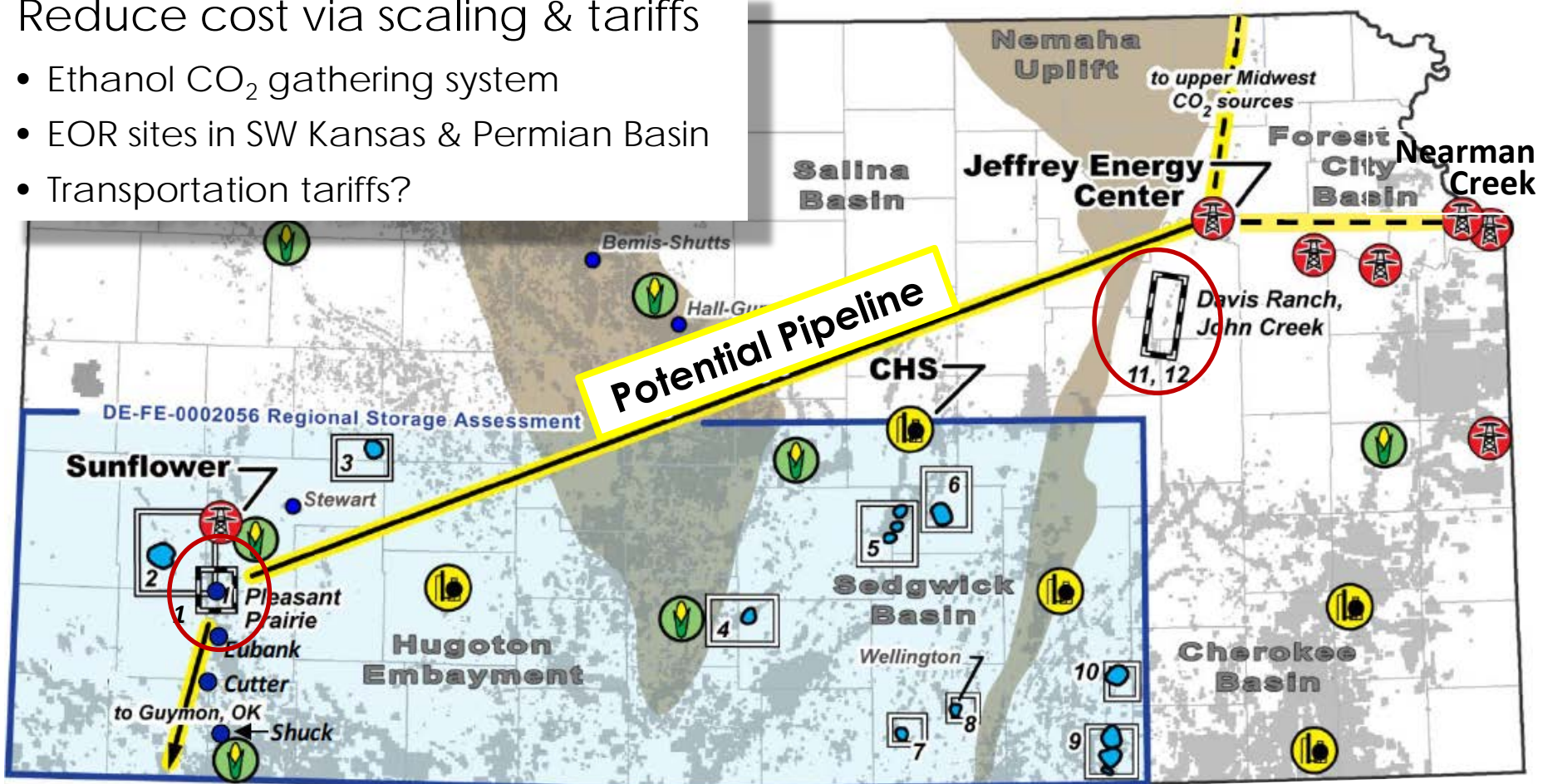
Project Overview: Base Case Scenario

- **Capture 50 million tonnes CO₂** from one of three Jeffrey Energy Center's 800 MWe plants over a 20 year period (2.5Mt/yr)
- Compress CO₂ and **transport 300 miles to Pleasant Prairie Field** in SW Kansas.
 - Alternative: 50 miles to Davis Ranch and John Creek Fields.
- Inject and permanently **store 50 million tonnes CO₂ in the Viola Formation and Arbuckle Group**

Jeffrey to SW Kansas

Reduce cost via scaling & tariffs

- Ethanol CO₂ gathering system
- EOR sites in SW Kansas & Permian Basin
- Transportation tariffs?



Potential Pipeline

- coal-fired power plant
- petroleum refinery or manufacturing plant (cement & fertilizer)
- ethanol plant

- proposed geologic storage complex
- geologic storage complex study area and closure
- oil and gas fields



Technical Evaluations

Sub-Basinal Evaluations

Pleasant Prairie

- 170 Mt storage
- Viola & Arbuckle
- CO₂-EOR reservoirs
- Adequate data (core)
- Unitized; single operator

Davis Ranch-John Creek

- 50 Mt storage
- Simpson and Arbuckle
- Proximity to JEC
- CO₂-EOR reservoirs
- Adequate data
- Two operators

CO₂ Source Assessments

Westar Jeffrey Energy Center

- 2.4 GW & 12.5 million tonnes of CO₂

Sunflower's Holcomb Plant

CHS McPherson Refinery

KC Board of Public Utilities

CO₂ Transportation

Pipeline

- 300 mile trunk line
- Connect to Midwest ethanol CO₂ gathering system
- Connect to Permian through Oklahoma Panhandle

Non-Technical Evaluations

Implementation Plan

Economics

- Capture & transportation economic feasibility (with or w/o ethanol component)
- Financial backing
- Financial assurance under Class VI
- State incentives
- Federal tax policy



Legal & Regulatory

- Pore space property rights including force unitization
- CO₂ ownership & liability
- MVA requirements under UIC Class VI
- Varying stakeholder interests
- Right-of-ways
- Utility rate-payer obligations

Public Policy (Public Acceptance)

- Identify stakeholders
- Foster relationships
- Public perception
- Political challenges
- Injection-induced seismicity

Phase 1 Research Team

18 team members, 4 subcontractors and KGS staff

Project Management & Coordination, Geological Characterization

Kansas Geological Survey University of Kansas Lawrence, KS

Tandis Bidgoli, PI, Assistant Scientist
Lynn Watney, Senior Scientific Fellow
Eugene Holubnyak, Research Scientist
K. David Newell, Associate Scientist
John Doveton, Senior Scientific Fellow
Susan Stover, Outreach Manager
Mina FazelAlavi, Engineering Research Asst.
John Victorine, Research Asst., Programming
Jennifer Hollenbah - CO2 Programs Manager

Improved Hydrocarbon Recovery, LLC Lawrence, KS

Martin Dubois, Joint-PI, Project Manager

CO2 Source Assessments, Capture & Transportation, Economic Feasibility

Linde Group (Americas Division)

Houston, TX

Krish Krishnamurthy, Head of Group R&D
Kevin Watts, Dir. O&G Business Development

Energy, Environmental, Regulatory, & Business Law & Contracts

Depew Gillen Rathbun & McInteer, LC

Wichita, KS

Christopher Steincamp, Attorney at Law
Joseph Schremmer - Attorney at Law

Policy Analysis, Public Outreach & Acceptance

Great Plains Institute

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Industry Partners

Four CO₂ Sources

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Dan Wilkus, Director - Air Programs
Mark Gettys, Business Manager

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Division of Environment

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Five Oil & Gas Companies

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(Davis Ranch and John Creek fields)

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Knighton Oil Company, Inc.

(John Creek Field)

Earl M. Knighton, Jr., President

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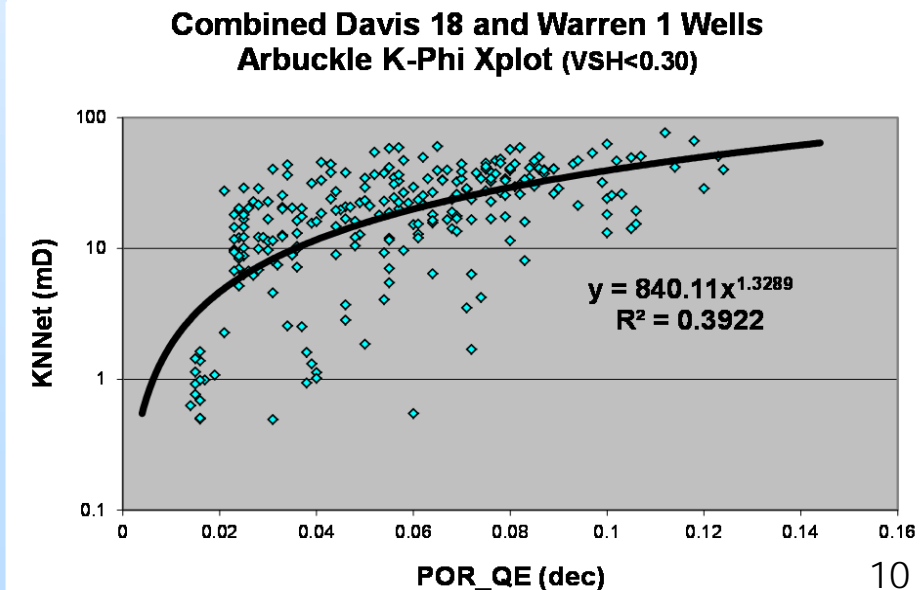
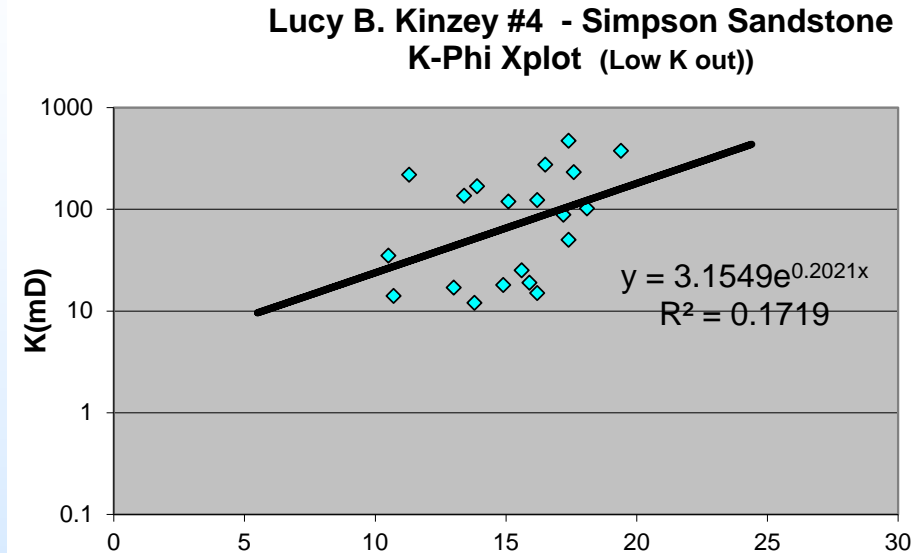
(Leach & Newberry fields)

Ken Walker, Operator

Technical Status

DR & JC Fields: Reservoir Properties

- Phi estimated via:
 - Multimineral FE (n=15)
 - Neutron-density porosity (n=8)
 - Neutron count logs (n=2)
- k from AFN & dynamic data
- Core analysis data for phi-K transform

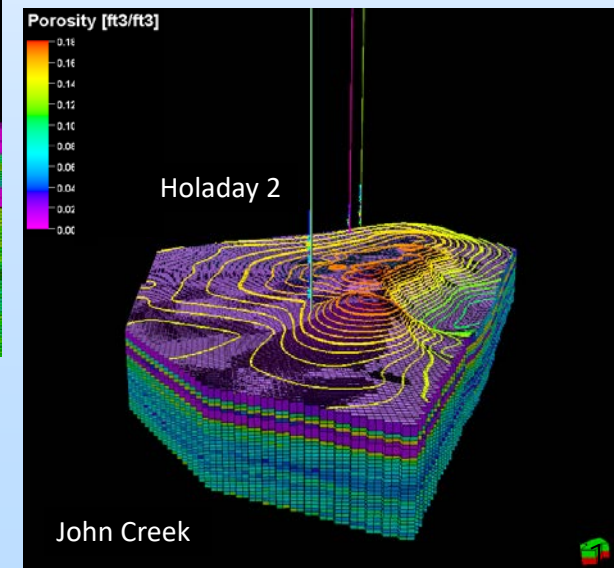
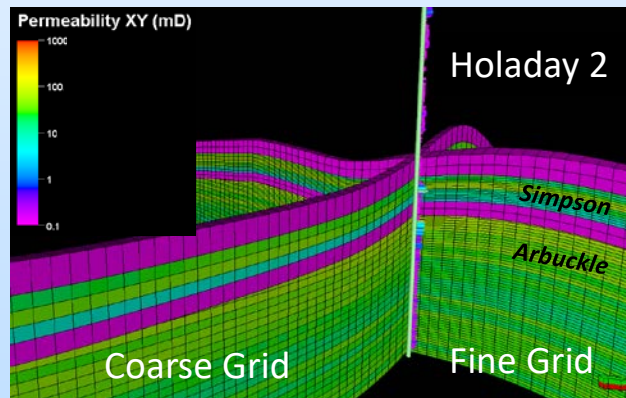
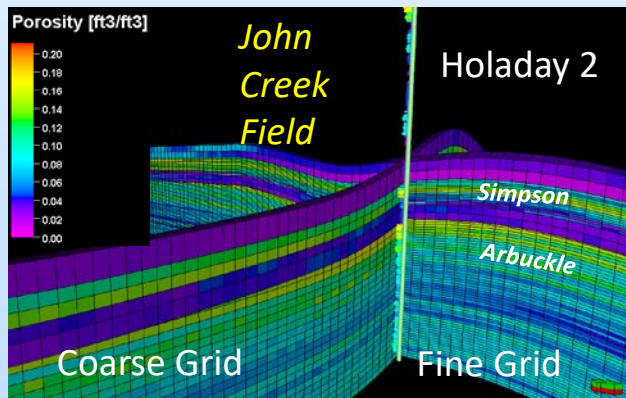
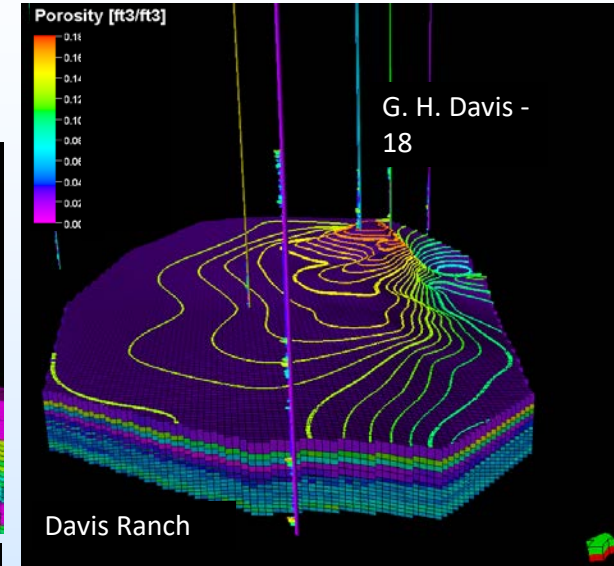
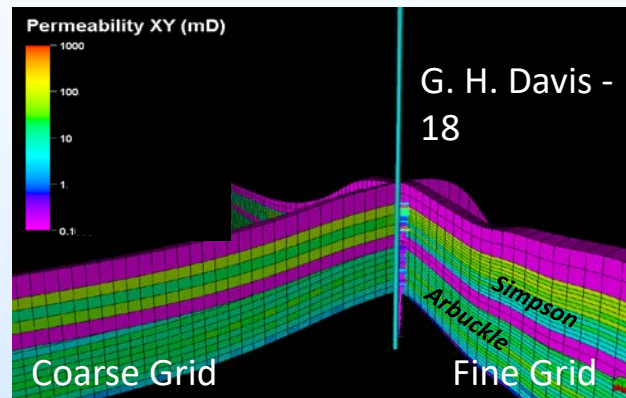
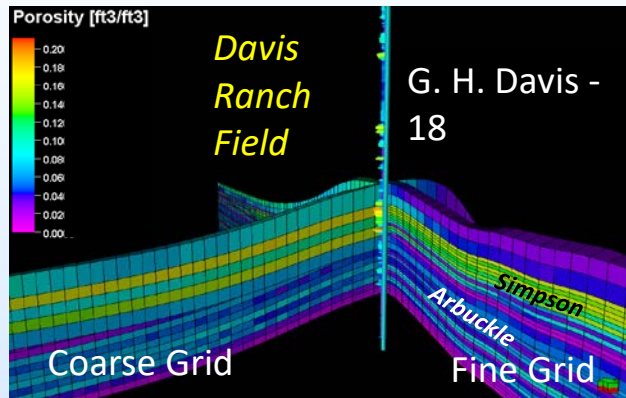


	Average K (mD)	h (ft)	Kh (mD-ft)
Simpson			
Core Analysis (Lucy B Kinzey)	105	23	2415
DST Buildup (Vincent 1)	56	25	1400
DST Buildup (Eldridge 4)	182	25	4550
Arbuckle			
Injectivity Index	18	198	3564
Neural Network (Holoday 2)	13	198	2574
Neural Network (Davis 18)	19	60	1140
Neural Network (Warren 1)	27	64	1728

Technical Status

DR & JC Fields: 3D Static Model

2 target CO₂ injection zones:
Simpson Sandstone and Arbuckle Group



- 360 wells with tops for framework
- Well-scale porosity (half-foot) upscaled to layer-scale and distributed using Gaussian random function
- Permeability calculated using transform

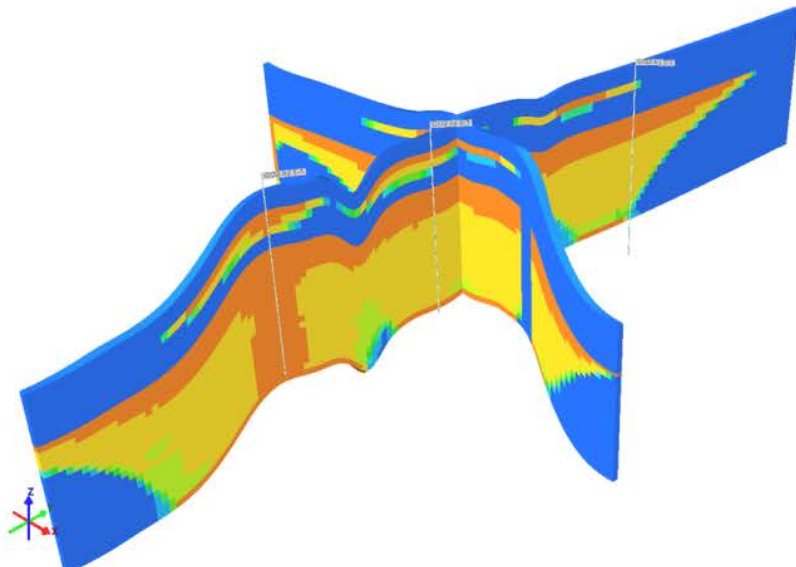
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DR & JC Fields: Dynamic Modeling

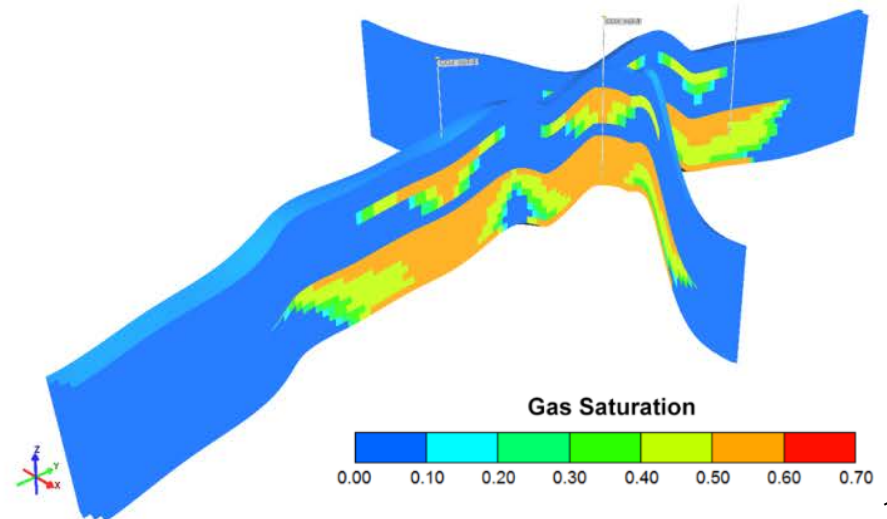
- CMG GEM
 - Carter-Tracy infinite aquifer
- Outputs:
 - Storage volume
 - Delta pressure
 - Gas saturation

	John Creek	Davis Ranch
Temperature	41 °C (106 °F)	38 °C (100 °F)
Temperature Gradient	0.008 °C/ft	0.008 °C/ft
Pressure	1,160 psi (7.99 MPa)	1,200 psi (8.27 MPa)
TDS	30 g/l	24 g/l
Perforation Zone	Simpson, Arbuckle	Simpson, Arbuckle
Injection Period	25 years	25 years

John Creek Site



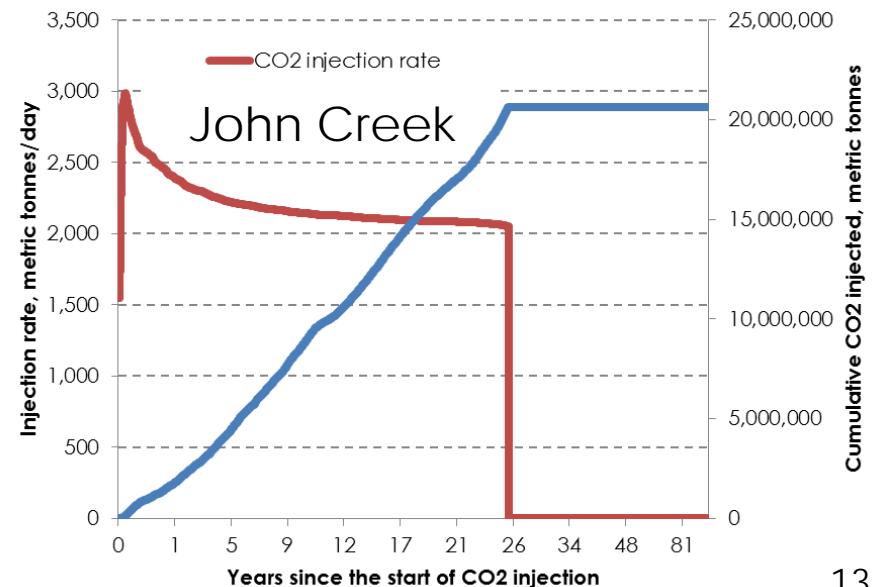
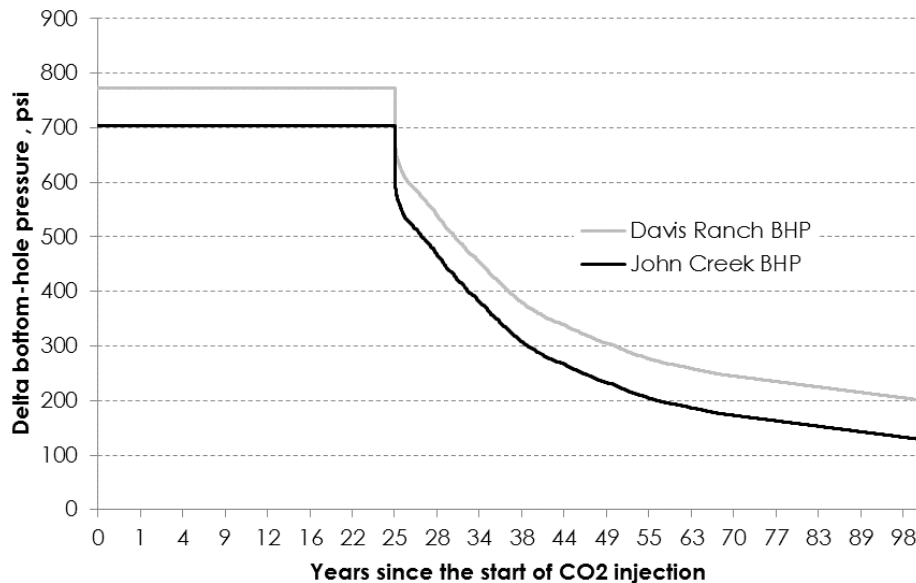
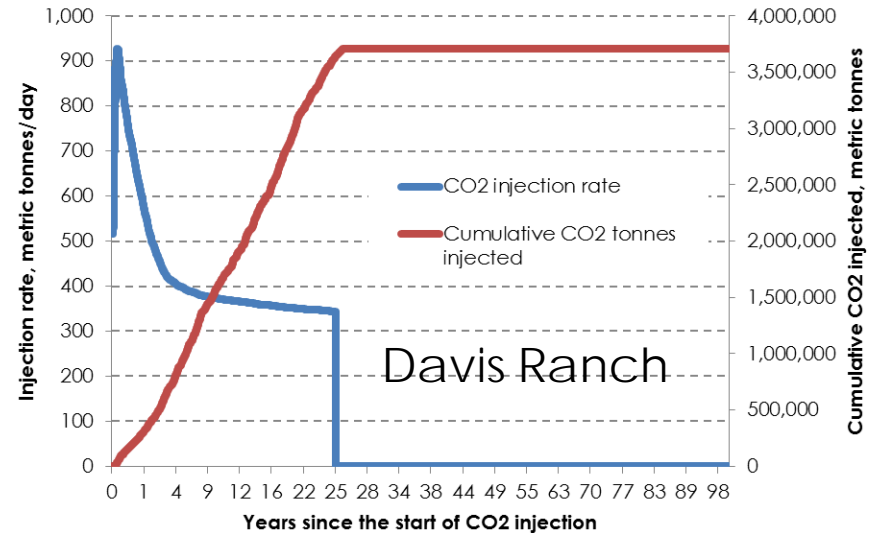
Davis Ranch Site



Technical Status

DR & JC Fields: Simulation Results

- Davis Ranch
 - 350-940 MT/day
 - 3.6 MMT storage
- John Creek
 - 2,000-3,000 MT/day
 - 21.0 MMT storage
- Evaluating alternative storage sites



Technical Status

CO₂ Source Assessments

Jeffrey Energy Center

- Three 800 MWe power plants: 12.5 Mt/yr CO₂
- 2.5 Mt/yr CO₂ from ~350 Mwe (partial capture)
- Linde-BASF novel amine-based Post Combustion Capture (PCC) technology



CHS refinery

- Two steam methane reformer H₂ plants
- 0.76 Mt/yr CO₂ capture from flue gas
- Two options: Solvent-based PCC from flue gas or Sorbent-based pressure or vacuum swing adsorption, but lower capture rate

Accomplishments to date:

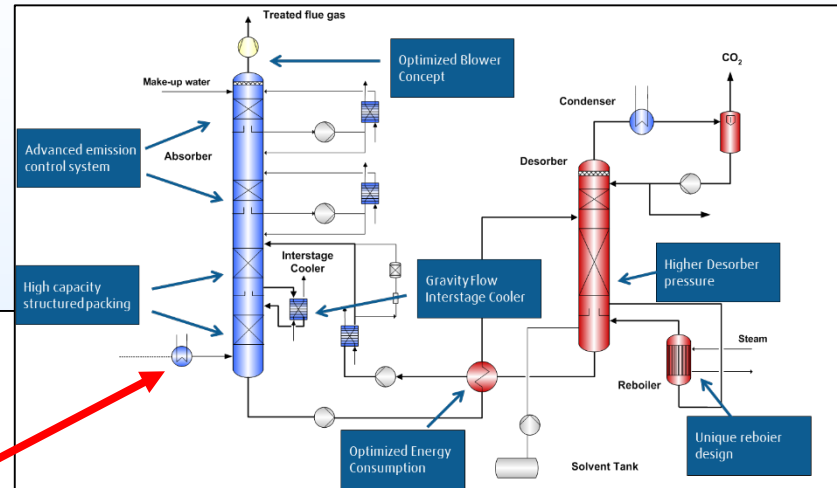
1. Site visits by Linde to identify optimization opportunities & data needs
2. Compiled technical data required for assessments
3. Submitted proposal for feasibility conducted by Linde (Q3 completion)

Technical Status

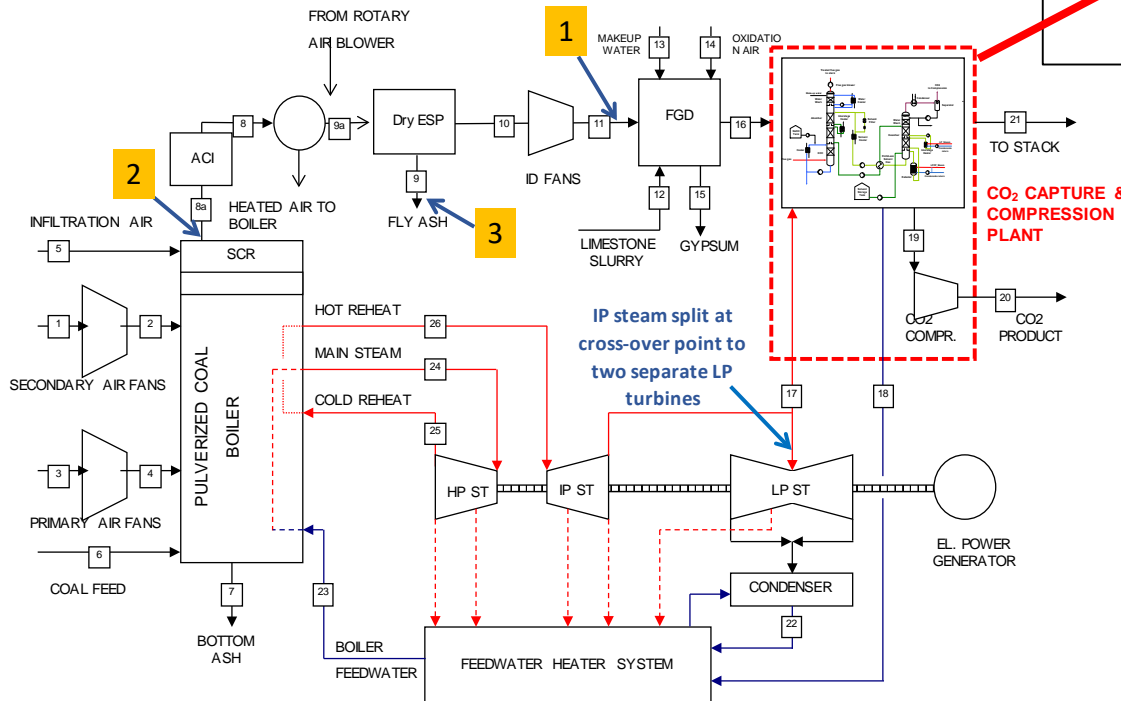
CO₂ Source Assessments

Waste heat from boiler operation for PCC

1. Heat recovery prior to entering FGD
2. From flue gas leaving SCR
3. Heat recovery from fly ash hopper



Waste Heat Extraction from 3 Locations



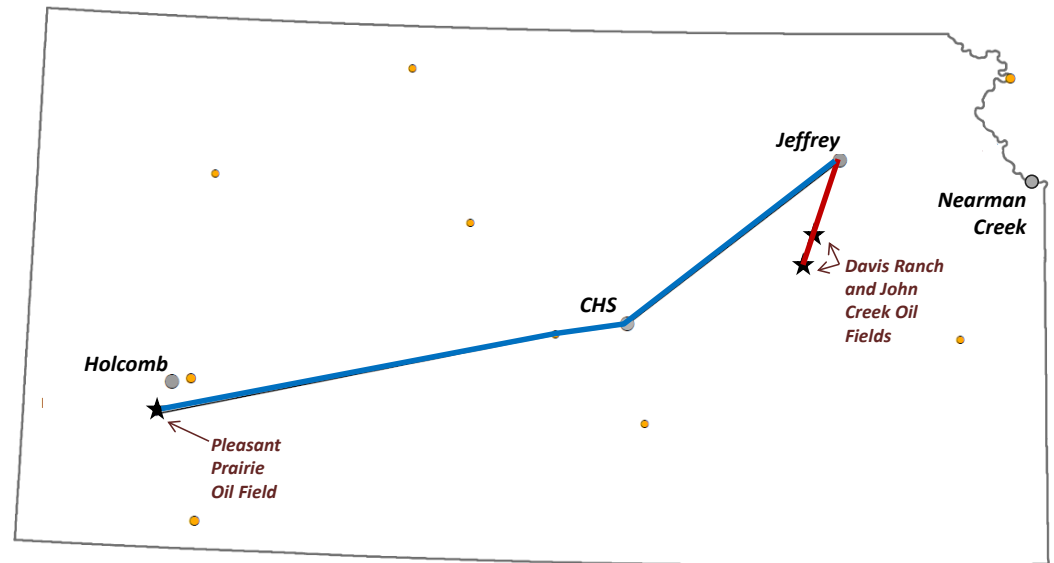
Linde-BASF system

- Technology Readiness Level (TRL) of 6 (U.S. DOE, 2012)
- Demonstrated improvements to performance, efficiency and cost of electricity (Bostic et al. 2017)

Technical Status

CO₂ Transportation Assessment

- Modified FE/NETL CO₂ Transport Cost Model
- 7 inputs (e.g., length, pumps, capacity, pressures, etc.)
- 12 outputs, including CapEx and OpEx



	Scenario	Distance (mi)	Distance (mi) X 1.2	Volume (MT/yr)	Size (inches)	CapEx (\$M)	Annual OpEx (\$M)
Jeffrey to MidCon Trunk	part of 1	151	181	2.5	12"	\$164	\$3.8
Jeffrey to Davis Ranch and John Creek	2	42	51	2.5*	12" & 8"	\$47	\$1.3
Jeffrey to CHS and Pleasant Prairie	3	294	353	3.25**	12"	\$323	\$8.0
Jeffrey to Pleasant Prairie	4	294	353	2.5	12"	\$322	\$7.2

Technical Status

Legal, Regulatory, & Public Policy

1. Key challenges identified & conditions in Kansas defined
2. Possible remedies developed
3. Plans and strategies for implementation, including development of model statutes (draft complete)
4. Identified additional CCS team members & stakeholders

Nontechnical Challenges		Conditions	Remedy	Plan Status
Statutory framework	Overarching challenge	X	X	IP
Pore space	Ownership - who owns the pore space?	X	X	IP
	Aggregation or pooling of pore space	X	X	IP
Transportation	ROW difficulties	X	X	IP
Regulation of Injection & Storage	Class VI well permitting	X	X	IP
	CO ₂ ownership from emission through capture, transportation, & injection	X	X	IP
	Post-closure, long-term liability is costly and a major impediment	X	X	IP
Public acceptance	Capture	X	X	IP
	Transportation			IP
	Injection and storage	X	X	IP

Accomplishments to Date

- ✓ Davis Ranch & John Creek site evaluation complete and alternative storage sites identified
- ✓ Site visits & data collection for CO₂ source assessments for 2 of 3 sources complete
 - ✓ Candidate technologies for PCC identified
 - ✓ Proposal for conceptual development in progress
- ✓ FE/NETL CO₂ Transport Cost Model modified to enable detailed cost estimates for complicated pipeline scenarios
- ✓ Draft model statutes that could pave the way for CO₂ transportation, injection, and storage in Kansas.
- ✓ Meetings with individuals and organizations for data & information, and feedback on conceptual plans

Lessons Learned

Non-Technical Negative:

Longevity of coal-based CO₂ sources

- Quickly being replaced by wind and natural gas
- Economic life of plants < than life of capture facility

Technical Negatives:

- Site closest to largest source has insufficient capacity
- Fluid levels/pressure in main disposal zone (Arbuckle) are rising.

Non-Technical Positive:

Alternative ethanol CO₂ sources

- Capture cost << transportation cost
- Infrastructure concepts gaining traction (e.g., State CO₂ Deployment Work Group and NEORI)
- 45Q expansion proposal

Technical Positives:

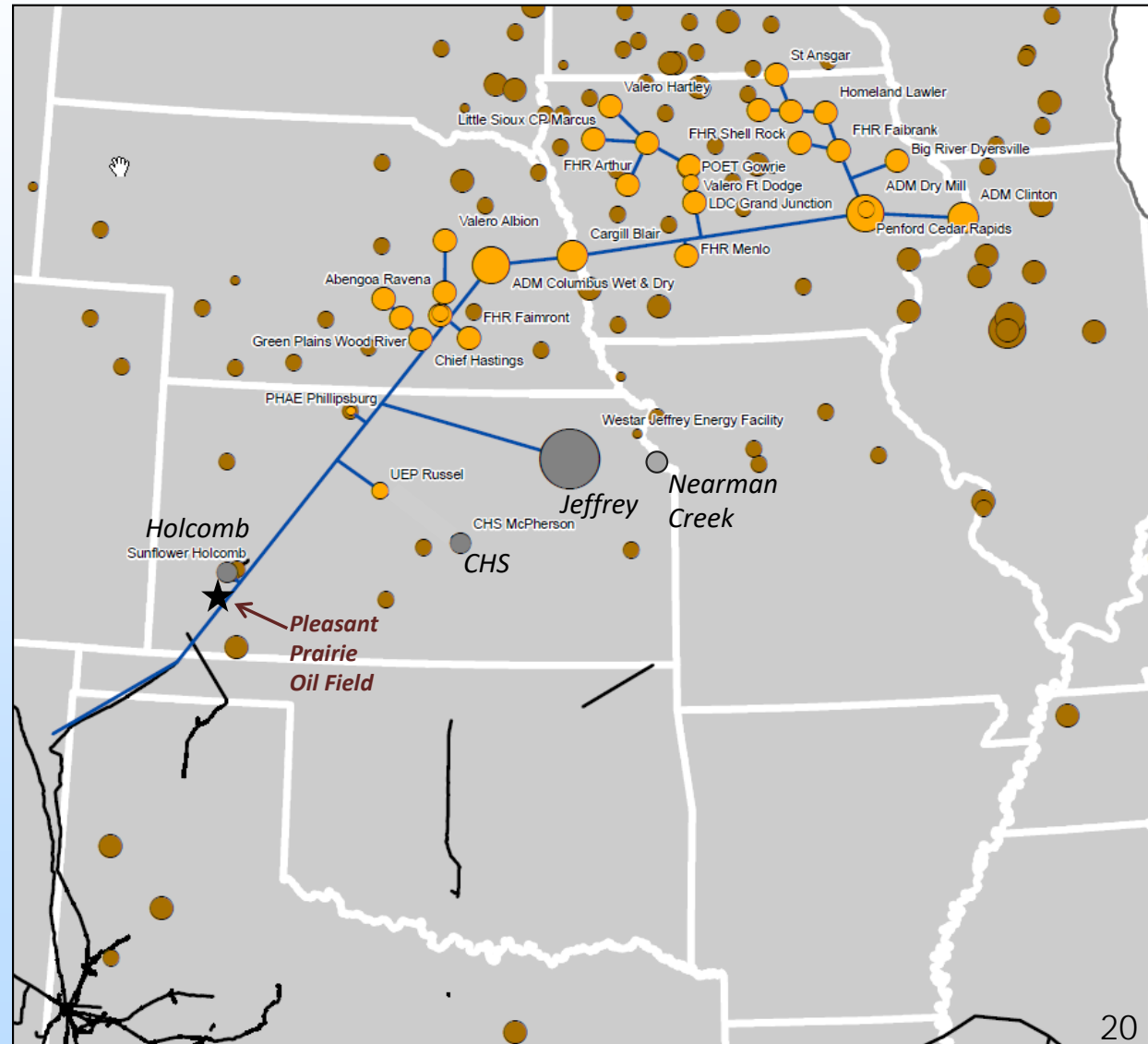
- Other saline aquifers (Osage and Viola) that should store 50Mt have been identified in SW Kansas.
- CO₂-EOR storage opportunities

Possible change for Phase II – *focus on a program that makes economic sense*

- Evaluate large-scale capture & transportation system from ethanol and fertilizer plants in upper Midwest for EOR and storage in Nebraska, Kansas, Oklahoma and Texas.

Synergy Opportunities

- Link upper Midwest ethanol-based CO₂ with Kansas sources and reservoirs
- Complements on-going CarbonSAFE projects
- Potential for collaborations with Battelle & UND-EERC



Project Summary

- ICKan team is identifying and addressing major **technical and non-technical challenges** of implementing commercial-scale CCS in Kansas
- Reservoir characterization, geologic modeling, and dynamic simulations suggest that **eastern KS site may not be suitable for scale of injection**
- CO₂ source assessments are being used to identify the most suitable post-combustion capture technologies
- CCS model being evaluated requires **substantial transportation infrastructure** and various pipeline scenarios are being evaluated, including **linkages to upper Midwest ethanol CO₂ source**
- Continue to develop strategy to address the challenges and opportunities for commercial-scale CCS in Kansas

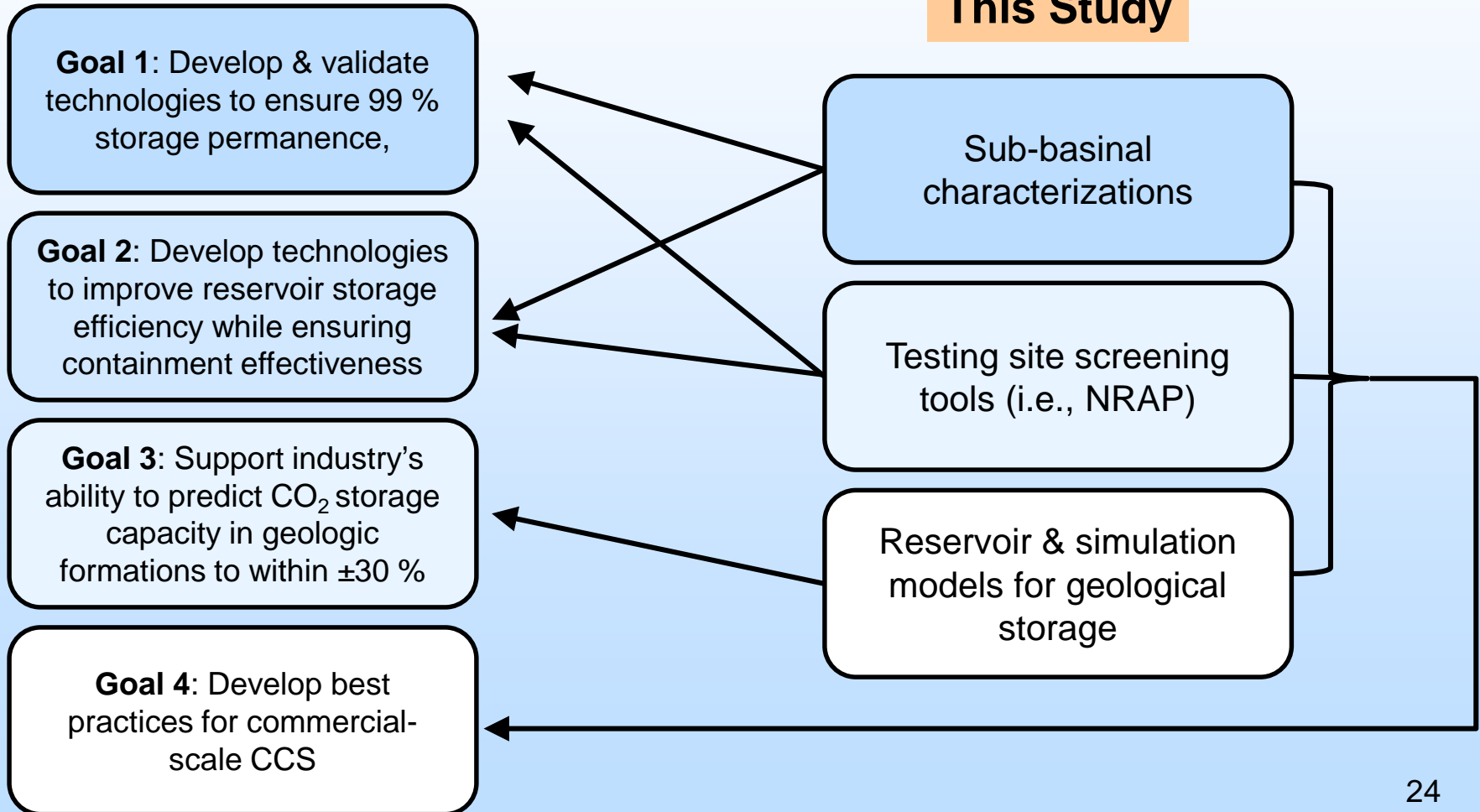
Questions?

Appendix

Benefit to the Program

DOE Program Goals

This Study



Benefit Statement

ICKan will address the handling of CO₂ emissions from the source and transport them to the storage site utilizing the combined knowledge and experience of The Linde Group including their own research on post-combustion 2nd Generation CO₂ capture currently sponsored by the DOE, the electrical utilities, refinery, and the latest R&D efforts such as DOE's Carbon Capture Simulation Initiative. The knowledge, experience, and lessons learned by the KGS regarding regional studies, site characterization, monitoring, EPA Class VI permitting, and incorporating NRAP models and tools will be bring best-practices to bear on proving up a commercial-scale carbon storage complex that is safe and dependable. In this Phase I: Integrated CCS Pre-Feasibility Study, ICKan will complete the formation of the CCS Coordination Team who will deliver a plan and strategy to address the technical and non-technical challenges specific to commercial-scale deployment of a CO₂ storage project utilizing the experience and the expertise of the Team. A development plan will address technical requirements, economic feasibility, and public acceptance of an eventual storage project at the primary source-sink site at Westar Energy's Jeffrey Energy Center. High-level technical evaluations will also be made of sub-basin and potential CO₂ sources utilizing prior experience and methodologies developed previously and for this project. The ICKan and CCS Coordination Team will generate information that will allow DOE to make a determination of the proposed storage complex's level of readiness for additional development under Phase II, based upon the findings for commercial-scale capture, transportation, and storage sites identified as part of this investigation. Information acquired will be shared via the NETL-EDX data portal.

Project Overview: Goals & Objectives

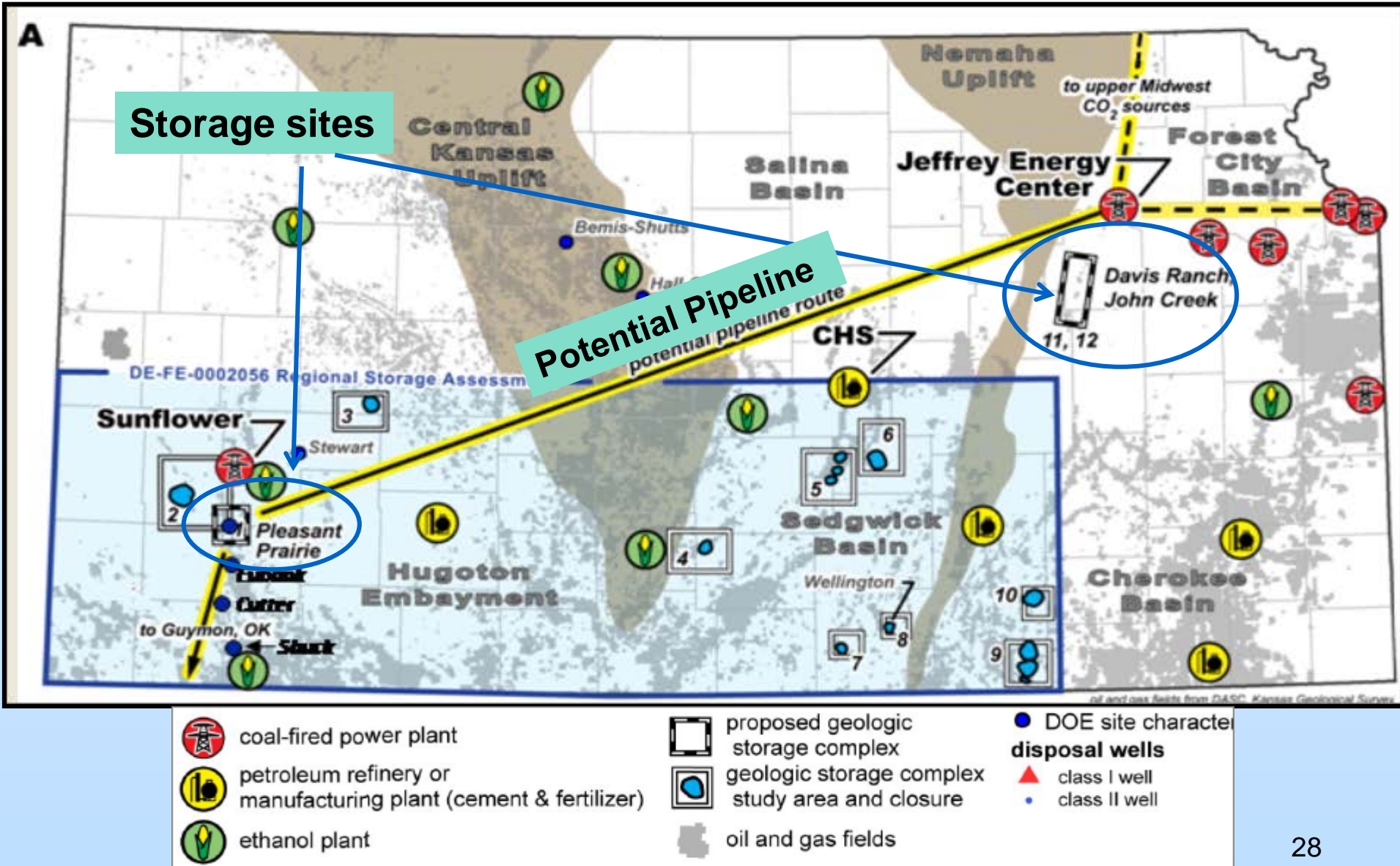
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Jeffrey to SW Kansas



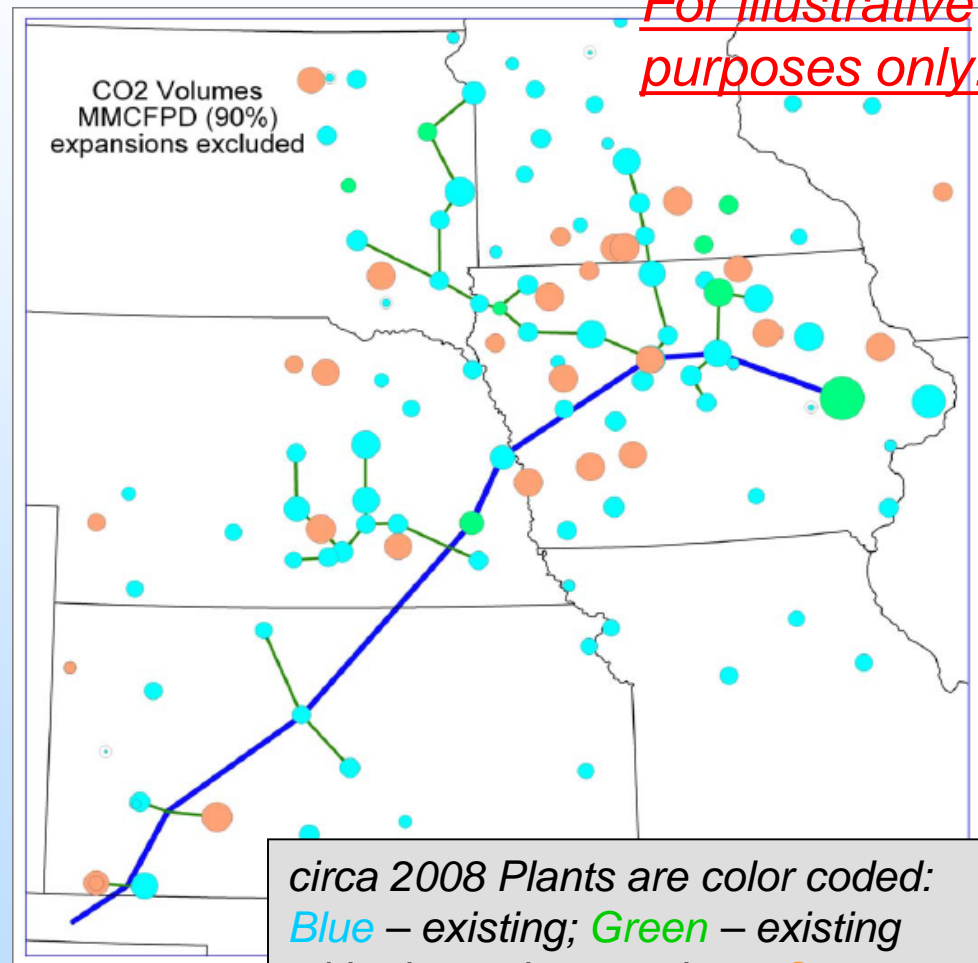
Base Case + Ethanol CO₂

January 2008 private study
Gathering system connecting
44 ethanol plants

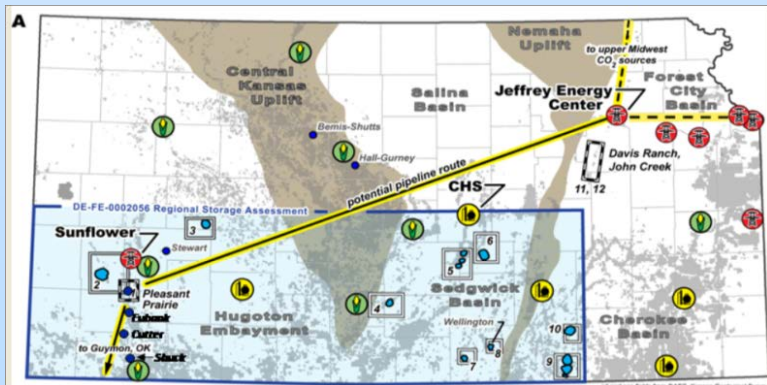
For illustrative purposes only!

Could reduce net cost through scaling and tariffs

- Capture Ethanol CO₂
- Build extensive gathering system
- Join trunk line and transport to SW Kansas and possibly to Permian Basin for EOR
- Collect tariffs for transporting Ethanol CO₂



*circa 2008 Plants are color coded:
Blue – existing; Green – existing with planned expansions; Orange – proposed or under construction.*



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Public Policy (Public Acceptance)

- Identify stakeholders
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Success Criteria

- ✓ CCS Coordination Team
- ✓ Reservoirs characterized
- ✓ CO₂ source assessments
- ✓ CO₂ transportation assessment
- ✓ Implementation plan
- Go-No Go decision point in November 2017
- Tied to application for Phase II of CarbonSAFE

Organization: Phase I Research Team

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Organization: Phase I

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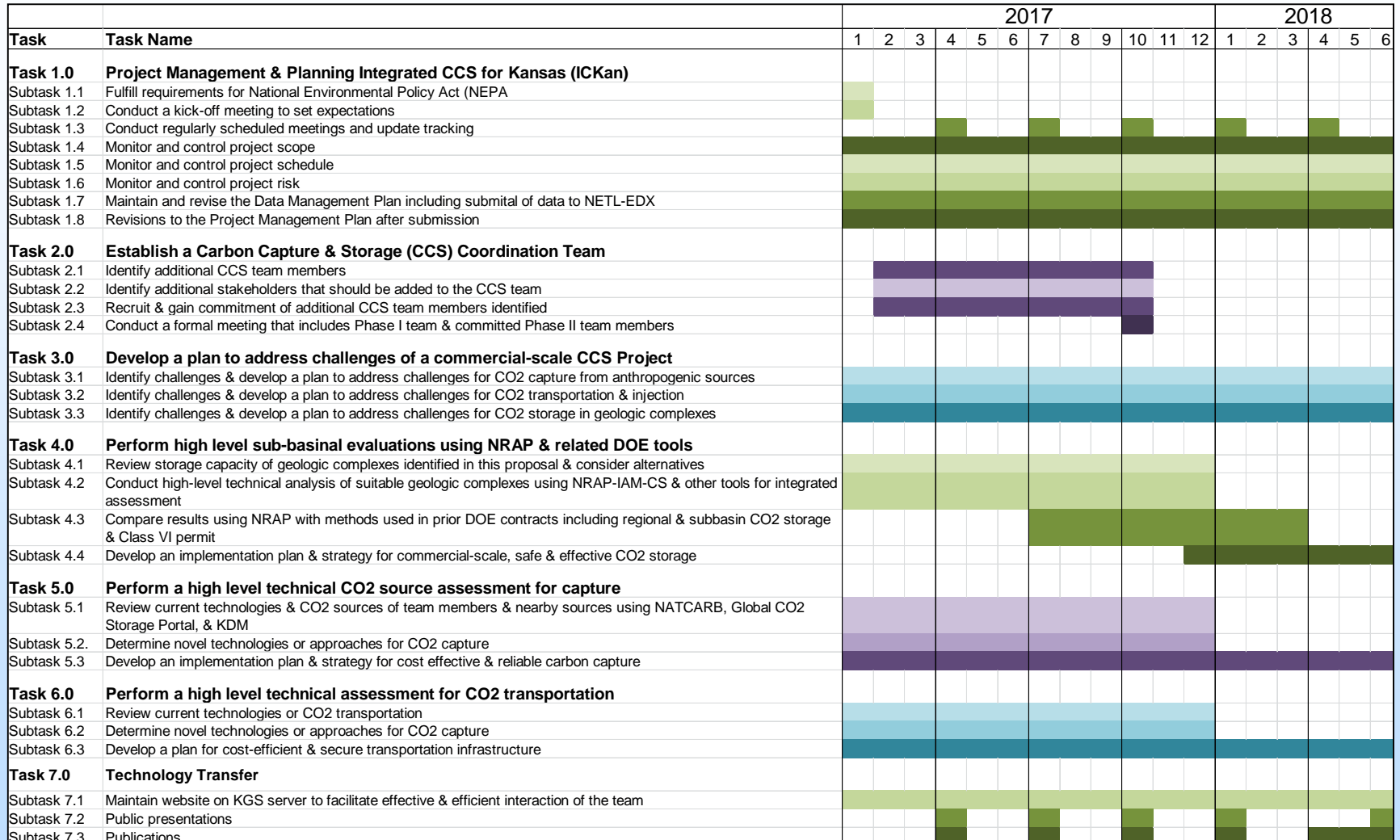
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Gantt Chart



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- Hollenbach, A., Bidgoli, T.S., Dubois, M., Holubnyak, Y., and FazelAlavi, M., 2017, Evaluating the Feasibility of CO₂ Storage through Reservoir Characterization and Geologic Modeling of the Viola Formation and Arbuckle Group in Kansas: AAPG Midcontinent Section Meeting, Oklahoma City, OK.
- Jennings, J. and Bidgoli, T.S., 2017, Identifying at Risk Areas for Injection-Induced Seismicity through Subsurface of Southern Kansas: AAPG Midcontinent Section Meeting, Oklahoma City, OK.