

Fossil Energy Crosscutting Research

March 20, 2017

Doug Hollett

Acting Assistant Secretary for Fossil Energy

Industry Snapshot

- Low gas prices, large gas reserves, U.S. exports; dramatic changes in generation makeup – coal/gas/renewables
- Oil price volatility, OPEC discipline (?)
- O&G Industry differentiation (shales vs offshore vs international); Permian
- Defining the global demand curve for <u>all</u> energy sources
- Infrastructure gaps across multiple sectors plants, grid, pipelines
- Strong CCUS interest across all FE industry sectors
- Increased EOR focus as prices stabilize

What are the next game changers and disrupters?

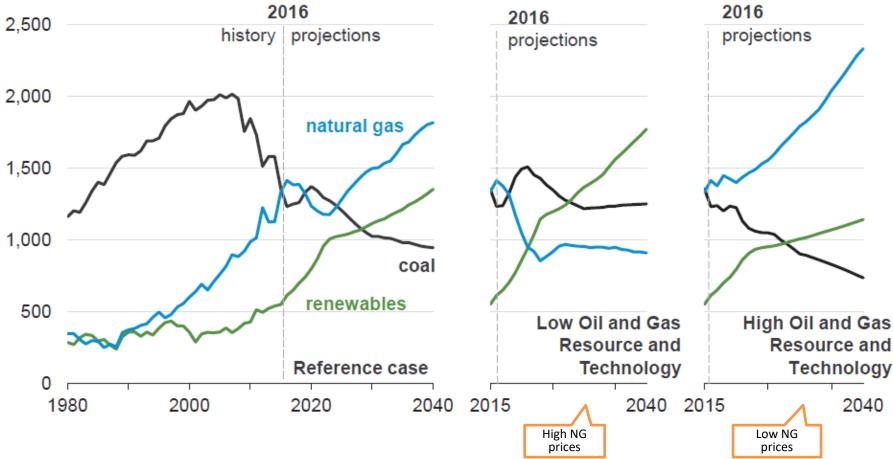




Price of Natural Gas a Key Factor in Projecting Future Mix

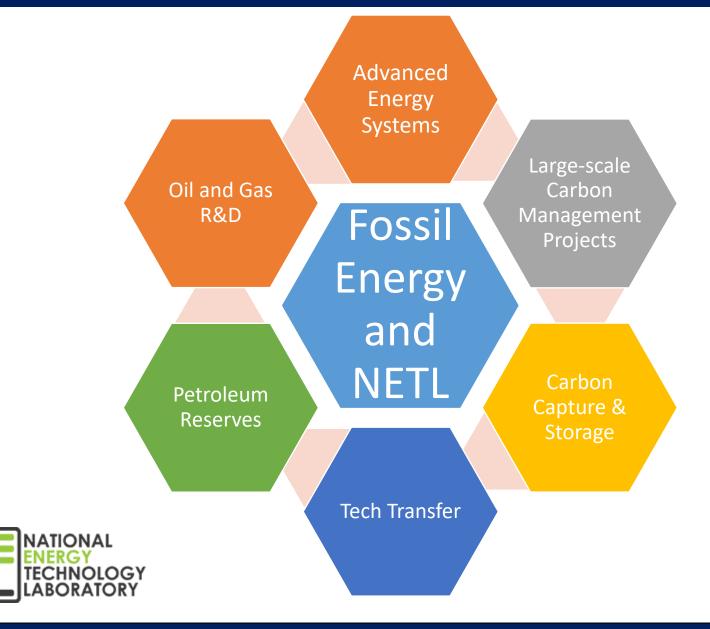
Electricity generation from selected fuels





Source: EIA Annual Energy Outlook 2017

DOE Fossil Energy Office Focus Areas



Advanced Fossil Technology Systems





JRAI





Major Demonstrations

First Generation fossil energy technology systems built to validate first-of-a-kind fully integrated projects at full scale for the power and industrial sectors

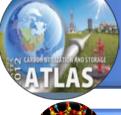
Advanced Energy Systems

Technologies that greatly improve plant efficiencies, reduce costs, increase plant availability, and maintain the highest environmental standards

Carbon Capture

R&D and scale-up technologies for capturing CO₂ from new and existing industrial and power-producing plants

Carbon Storage



Safe, cost- effective, and permanent geologic storage of CO_2 in depleted oil and gas fields and other formations

Cross Cutting Research

Materials, sensors, and advanced computer systems for future power plants and energy systems

Crosscutting Research

\$59.35M FY17 Request



Development of new materials, catalysts, instrumentation and sensors, and advanced computer systems that will be used in future power plants and energy systems

6 | Office of Fossil Energy

Successes are Applicable to Multiple Programs

Advanced Combustion



5 MWE Oxycombustion Pilot

Advanced CO₂ Capture and Compression

- Pressurized
 O₂ membrane
 Chemical looping
 USC Materials
- Gasification
 Turbines
 Supercritical CO₂
 Direct Power
 Extraction

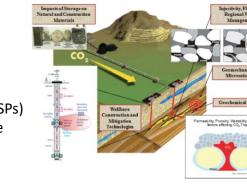
Efficiencies > 45% ↓ Capital Cost by 50% \$40/tonne CO₂ Captured Near-zero GHGs Near-zero criteria pollutants Near-zero water usage

Advanced Energy Systems



Advanced Turbines

CO₂ Storage





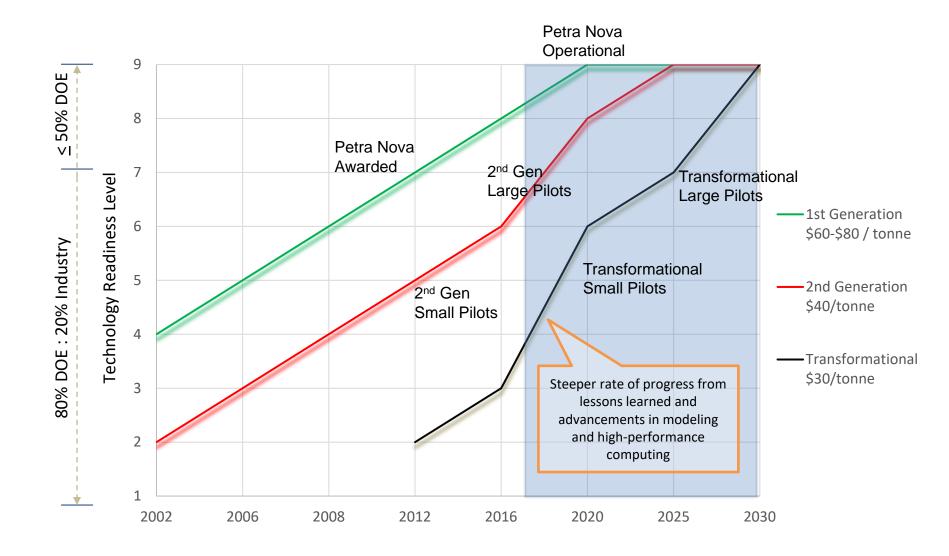


- Solvents
- Sorbents
- Membranes
- Hybrid
- Process
- Intensification
- Cryogenic Capture

- Carbon Utilization (EOR)
- □ Infrastructure (RCSPs)
- Geological Storage
- Monitoring,
 Verification and
 Accounting

Carbon Capture Technology Development

FE Investments Advance Commercial Readiness



The Problem

New high temperature structural alloy development and commercialization is **time consuming** and **expensive**: >10 years and multi-million dollars for a single alloy

The Vision

- Reduce the cycle time, cost and failure rate of advanced FE materials development by at least a factor of 2X by:
 - Use of integrated <u>High Performance</u> <u>Computational materials design</u> and long term predictive behavior tools coupled with smarter, more efficient experimental techniques and
 - Use of <u>data analytics</u> to leverage existing data and knowledge to its maximum possible extent.



Friction stir welding of ¼" thick dispersion strengthened Sandvik APMT plate

Advanced FE systems

- Extreme environments
- Long service life (>100,000 h)
- Large components

Opportunity

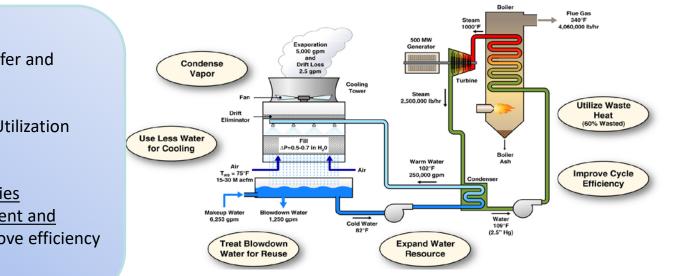
- New Phase Stable Alloys
- Manufacturing of Alloys,
- Materials Systems & Components
- Build upon DOE-FE successes with Integrated Computational Materials Engineering (ICME) environments

Water Management

Innovation Priorities: Advancing cooling technologies, and applying novel water treatment and waste heat concepts to improve efficiency and reduce water use

Our work has broad and deep implications:

- User-driven <u>analytic tools</u> for national decision-making supporting energy resilience with initial focus on the water-energy nexus
- Solutions through technology RDD&D, policy analysis, and stakeholder engagement



R&D Areas:

- Advanced / Novel Heat Transfer and Cooling Systems
- Water Treatment and Reuse
- Process Efficiency and Heat Utilization
- Data, Modeling and Analysis Innovation Priorities:
- Advancing cooling technologies
- Applying novel <u>water treatment and</u> <u>waste heat concepts</u> to improve efficiency and reduce water use

Supercritical CO₂ Power Cycles

Supercritical CO₂: A highly efficient working fluid



Higher thermal efficiencies, smaller physical footprint, and lower capital costs

(than conventional steam-based power generation)



Cleaner, more affordable electricity

NATURAL GAS

WASTE MFG. HEAT

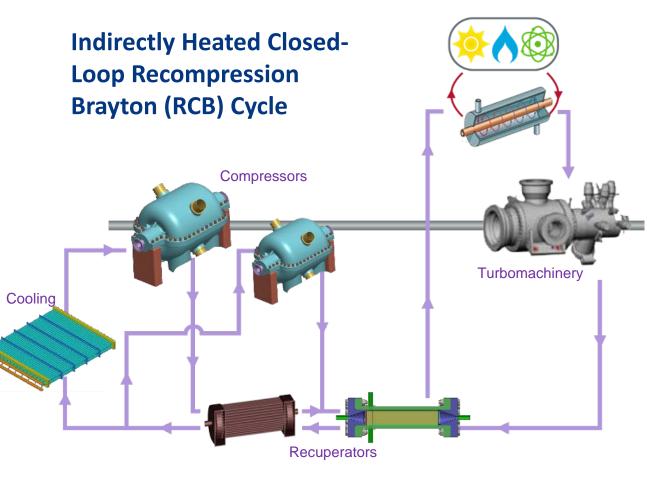
Diverse fuel/ heat sources

COAL

SOLAR

DOE sCO₂ Crosscut Initiative 10 MW_e STEP Pilot Facility

- \$80M DOE investment
- Six-year project to design, build, and operate 10-MWe pilot plant test facility in San Antonio, TX.
- Team led by the Gas Technology Institute, Southwest Research Institute, and General Electric Global Research

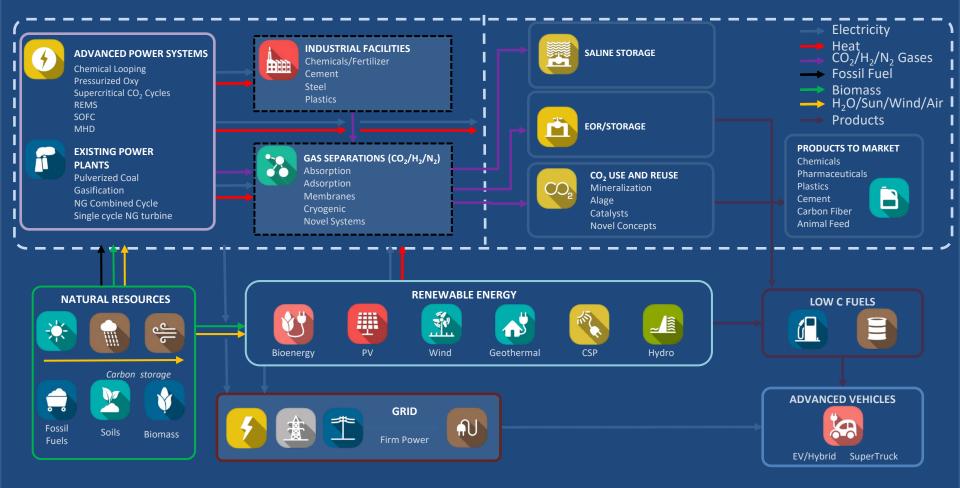




Integrated System Approach

Advanced Energy Systems

Carbon Capture, Utilization, and Storage



Collectively Telling the Fossil Energy R&D Story *Critical Questions*

- 1. Is there a Proper Role for Government to Play Here? How is this in the National Interest?
- 2. What is the Problem and Why is it Important to Solve?
- 3. If We Solve it, Will it Matter?
- 4. What is the Enduring Economic Benefit?
 - i. Energy independence, near to mid-term economic impact
- 5. How is the Government's Role Different from/Additional

to what Industry is Already Doing?

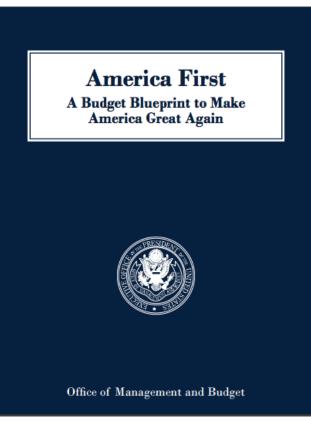
- I. Focused early-stage applied R&D
- II. Look to private sector for later-stage RD3











"Focuses funding for the Office of **Energy Efficiency and Renewable** Energy, the Office of Nuclear Energy, the Office of Electricity Delivery and Energy Reliability, and the Fossil **Energy Research and Development** limited, early-stage program on applied research and energy development activities where the Federal role is stronger....Collectively, these changes achieve a savings of approximately \$2 billion from the 2017 annualized CR level."

https://www.whitehouse.gov/sites/whitehouse.gov/files/omb/ budget/fy2018/2018_blueprint.pdf



Questions?