

Offshore CO₂ Storage Resource Assessment of the Northern Gulf of Mexico (Upper Texas-Western Louisiana Coastal Areas)

“TXLA”

DE-FE0026083

Tip Meckel, Ramon Trevino, & Susan Hovorka

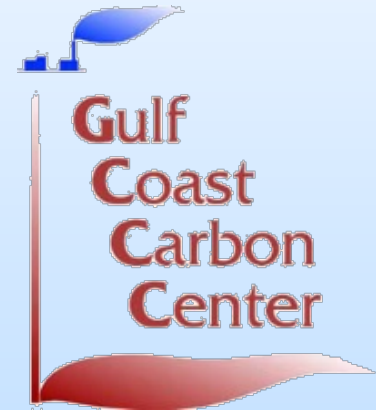


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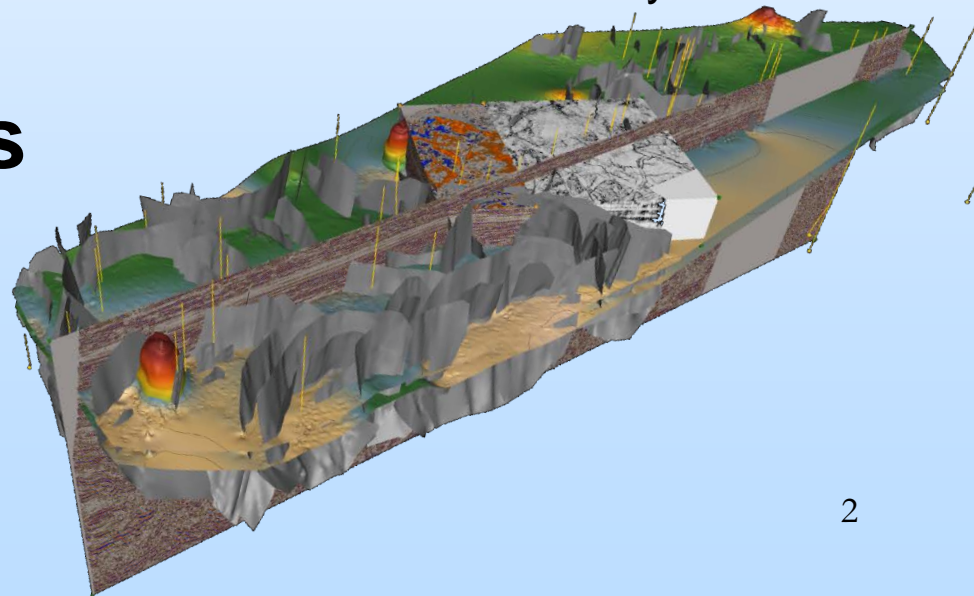
Addressing the Nation's Energy Needs Through Technology Innovation – 2019 Carbon Capture, Utilization, Storage,
and Oil and Gas Technologies Integrated Review Meeting

August 26-30, 2019

Presentation Outline

- **Goals and Objectives**
- **Technical Status**
- **Project Accomplishments**
- **Lessons Learned**
- **Summary**
- **Acknowledgements**

Cover image: Petroleum
Geoscience 25th
Anniversary Edition



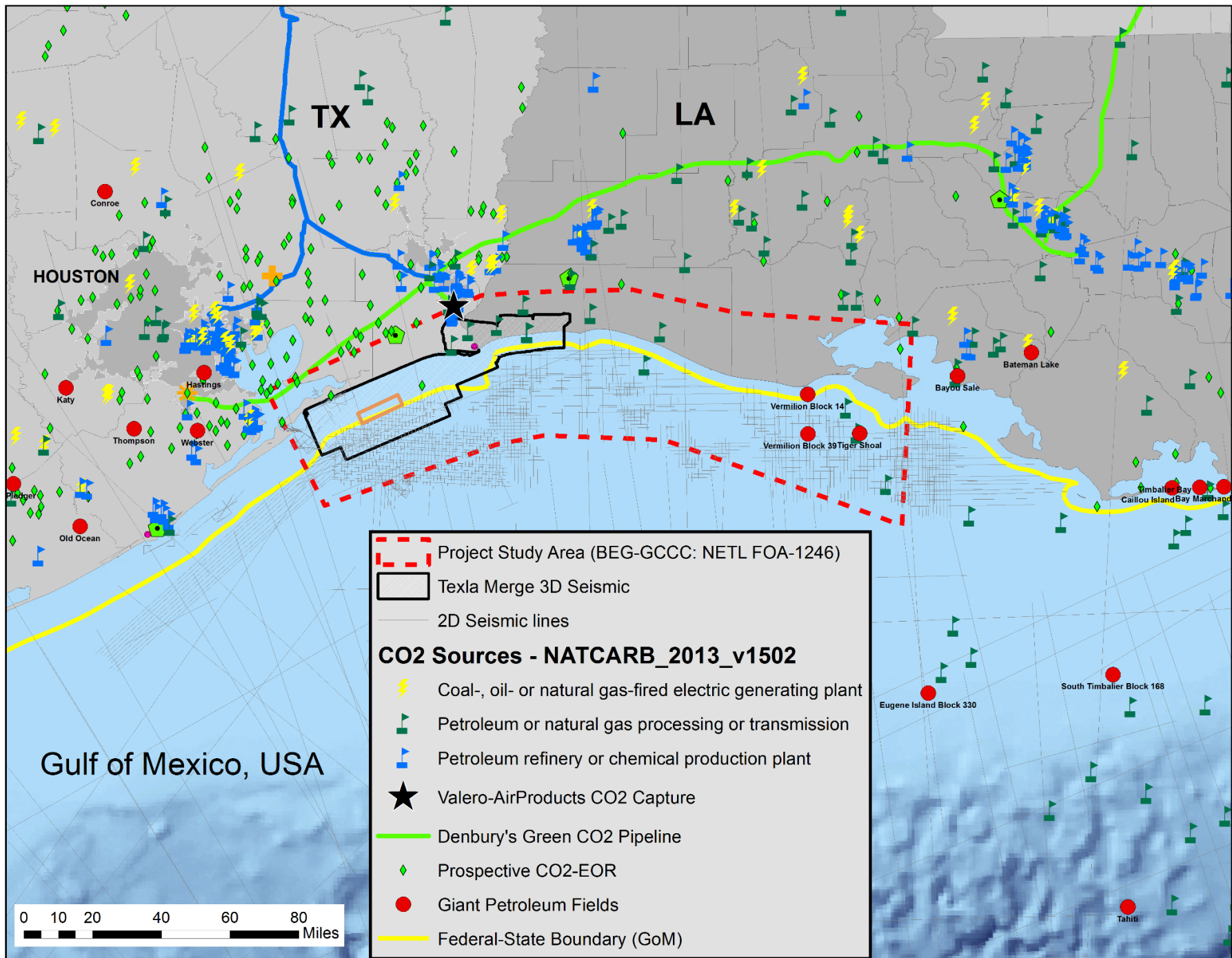
TXLA Goals & Objectives

Assess:

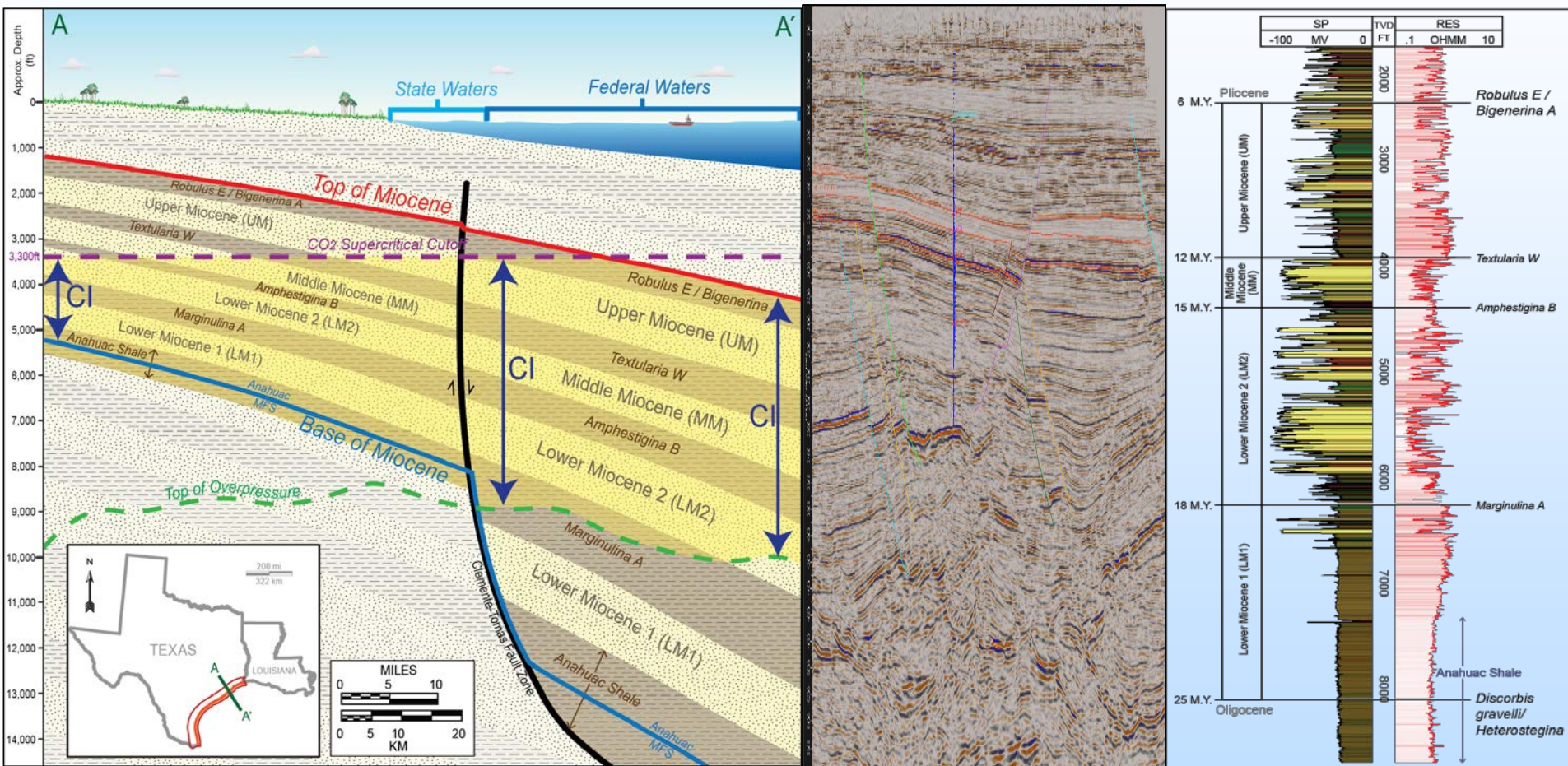
- Offshore depleted oil & natural gas reservoirs' storage capacity
- Saline formations' ability to store nationally-significant amounts of anthropogenic CO₂
- Identify at least one 30 MT site

Technical Status

- **Project Overview**
- **Database Development**
 - **Interpretation**
- **Site Identification**
 - **Example – High Island 10-L Field**
 - **(HI 24-L presented last year)**



Conceptual Overview



Subtask 2.1 – Database Development



Contents lists available at [ScienceDirect](http://www.sciencedirect.com)

International Journal of Greenhouse Gas Control

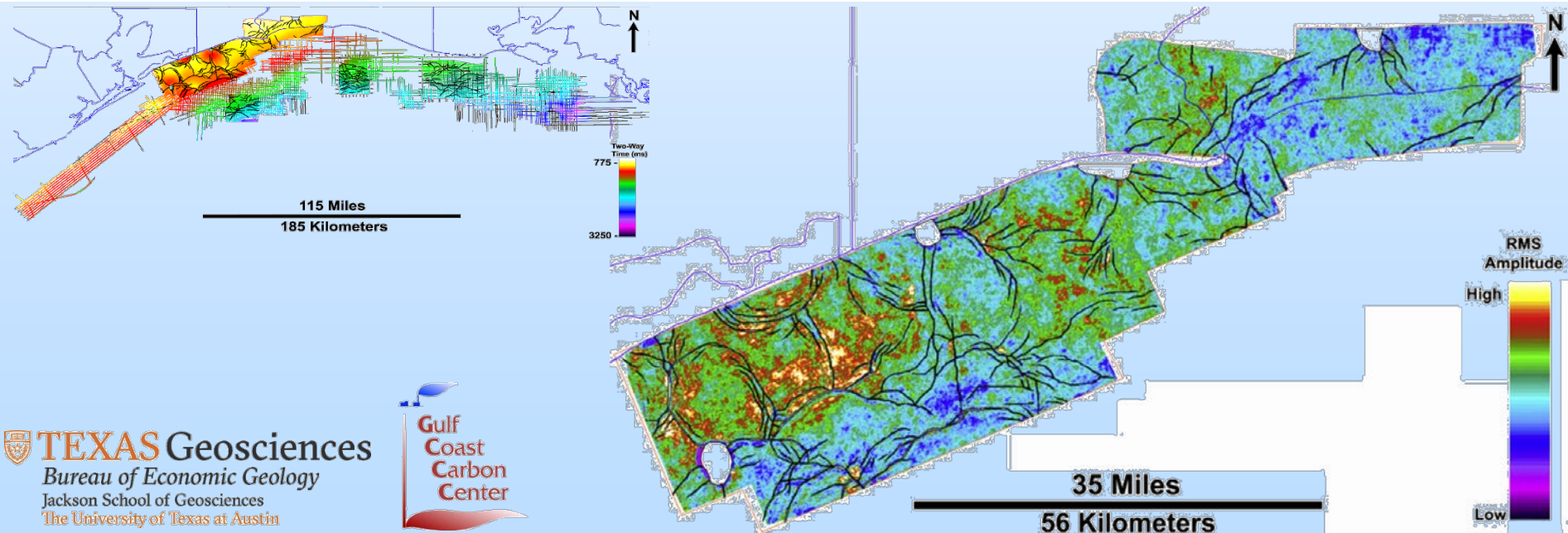
journal homepage: www.elsevier.com/locate/ijggc



A seismic-based CO₂-sequestration regional assessment of the Miocene section, northern Gulf of Mexico, Texas and Louisiana

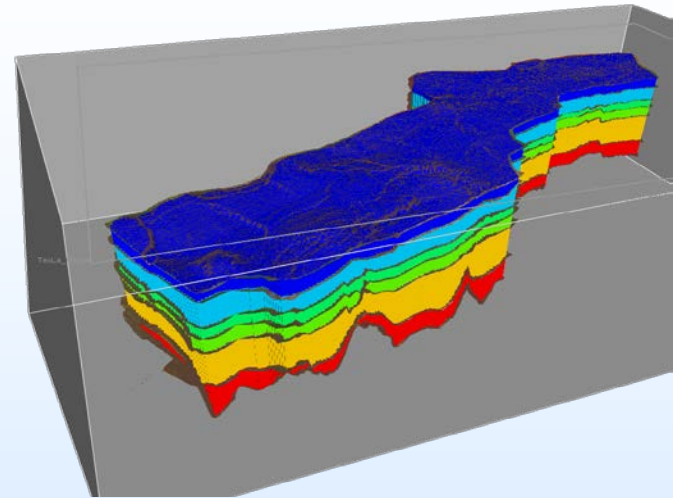
Michael V. DeAngelo*, Reynaldy Fifariz, Tip Meckel, Ramon H. Treviño

Gulf Coast Carbon Center, Bureau of Economic Geology, Jackson School of Geosciences, The University of Texas, Austin, Texas, USA



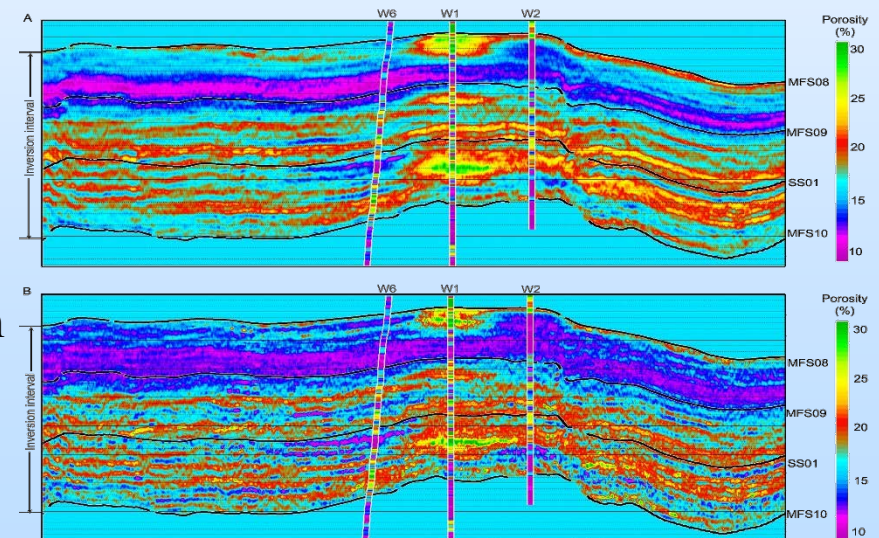
Subtask 3.1 – Regional Capacity Assessment

Regional framework over hundreds of square miles built using 7 depth-converted regional seismic horizons

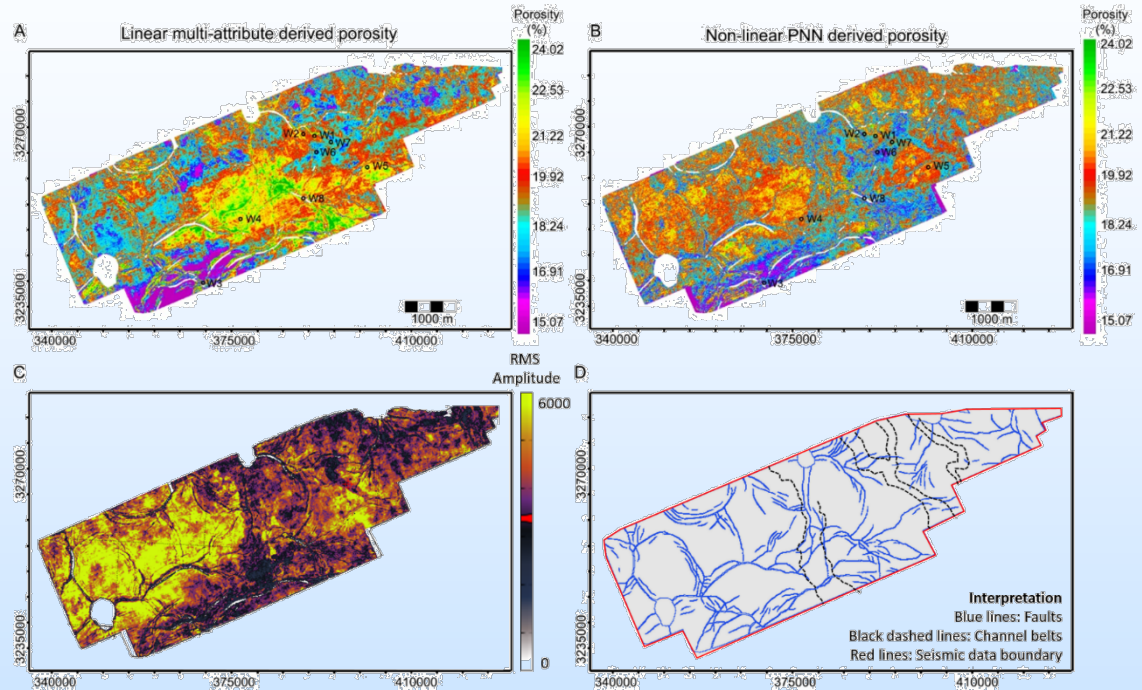
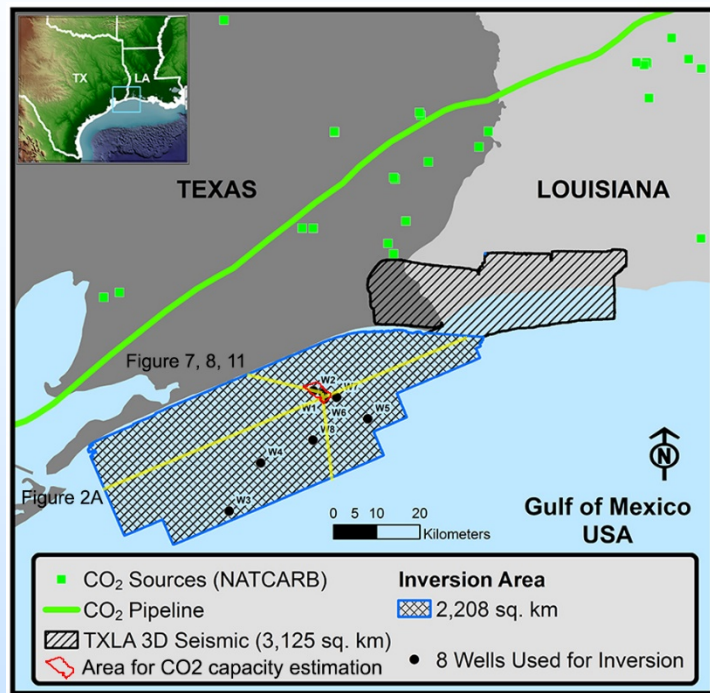


Porosity prediction using multi-attribute analysis with limited well log data

Seismic profile showing porosity derived from the (A) linear regression and (B) PNN



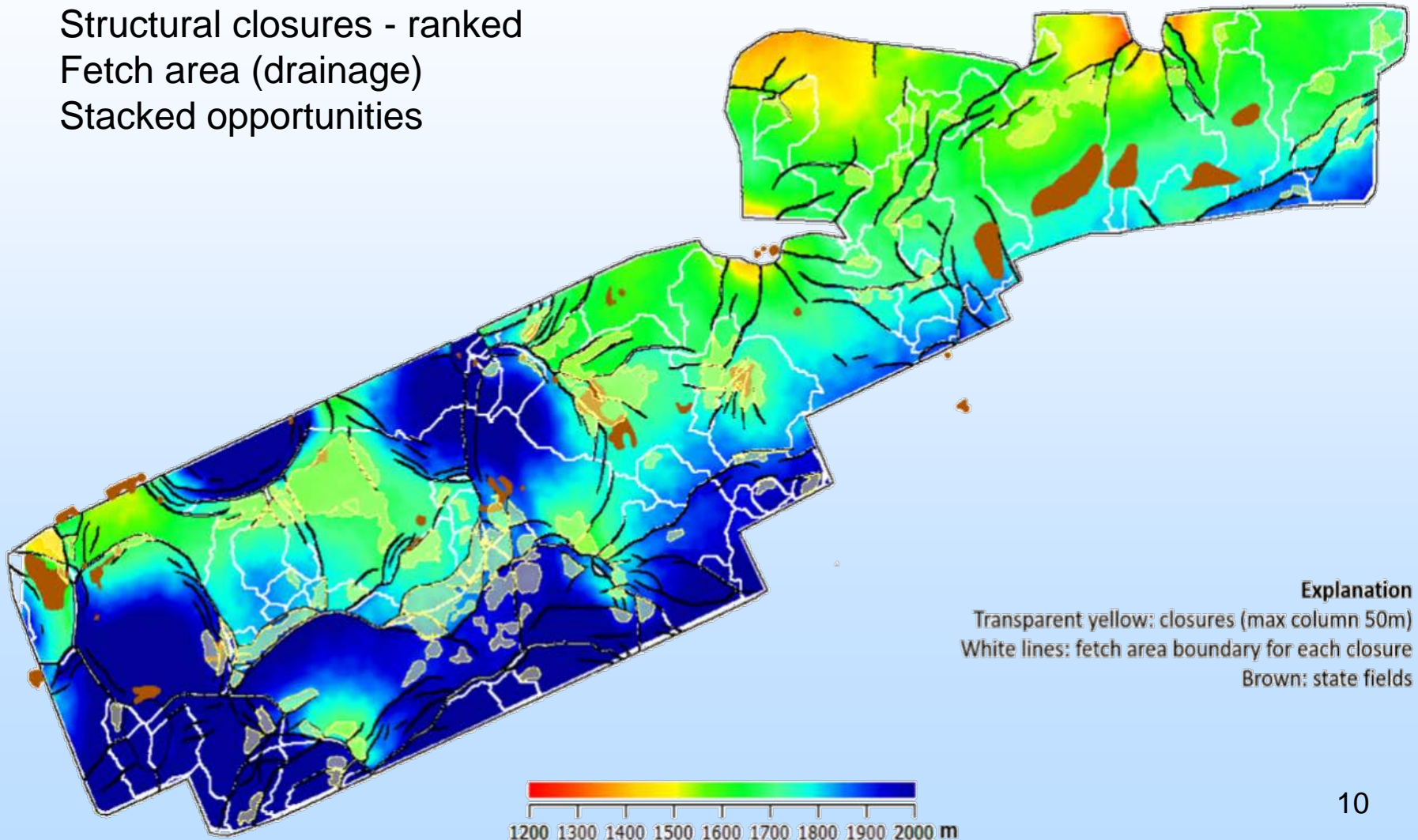
Seismic inversion for porosity volume



Feng et al., in preparation

Subtask 3.1 – Regional Capacity Assessment

Structural closures - ranked
Fetch area (drainage)
Stacked opportunities



Subtask 3.2 – Local Prospect Resource Assessment

- Perspectives from production data
 - Goudarzi et al., 2019, IJGGC
- Prospecting for 30 Mt site
 - Prior presentation of High Island site 24L
 - Izaak Ruiz, MSc Thesis
 - HI 10-L site CO₂ storage resources estimate
 - Omar Garcia, MSc Thesis

Perspectives from Production Data – Decline Curve Analysis



Contents lists available at [ScienceDirect](http://www.sciencedirect.com)

International Journal of Greenhouse Gas Control

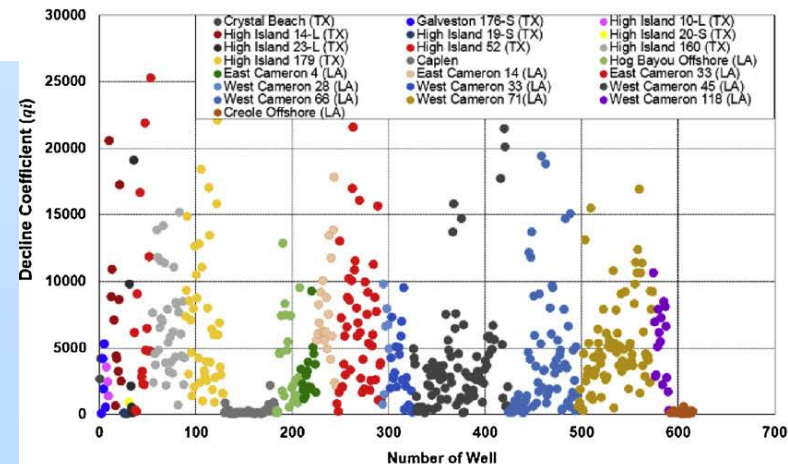
journal homepage: www.elsevier.com/locate/ijggc



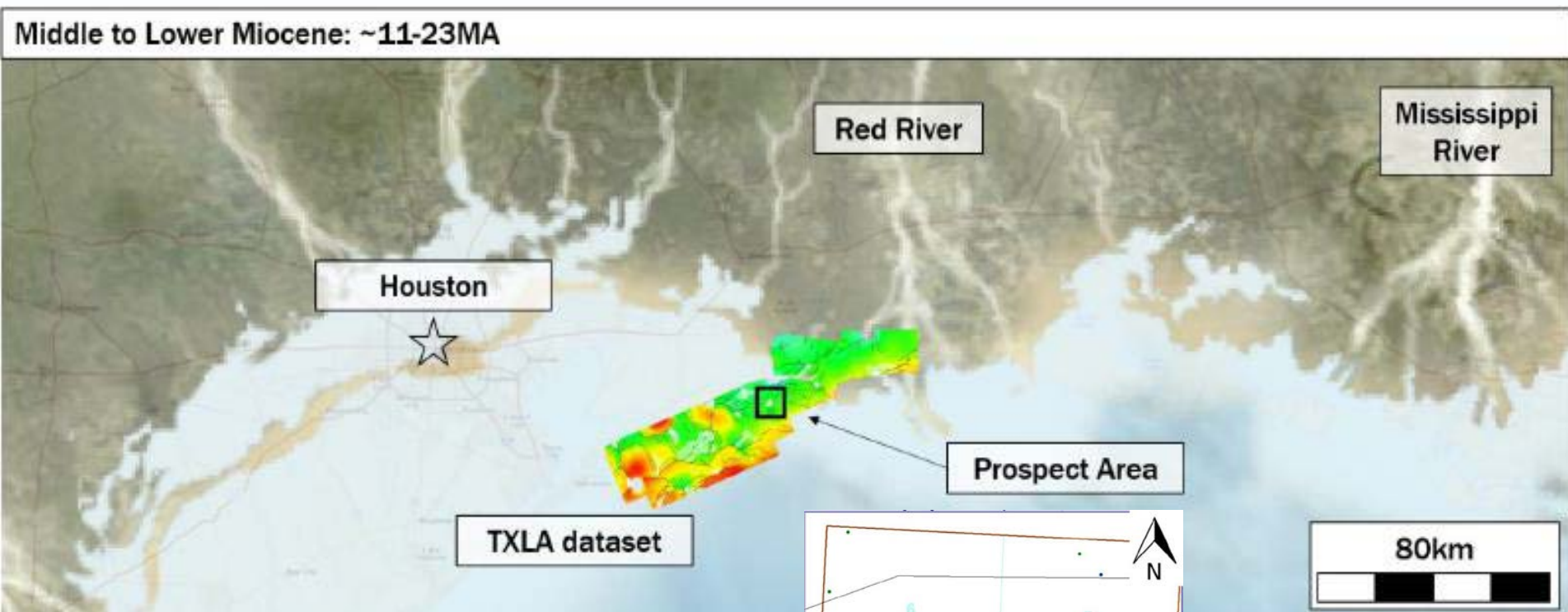
Statistical analysis of historic hydrocarbon production data from Gulf of Mexico oil and gas fields and application to dynamic capacity assessment in CO₂ storage

Ali Goudarzi*, Timothy A. Meckel, Seyyed A. Hosseini, Ramón H. Treviño

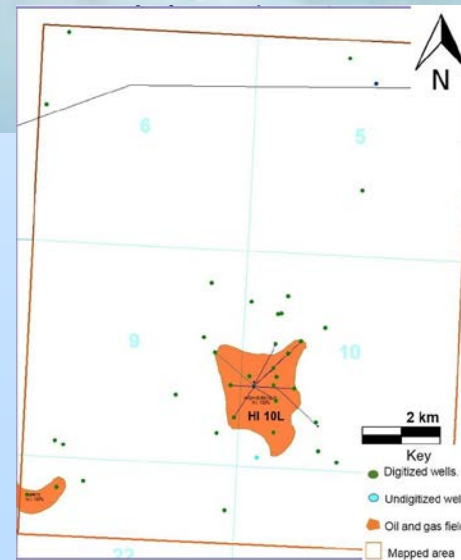
Bureau of Economic Geology, Jackson School of Geosciences, The University of Texas at Austin, USA



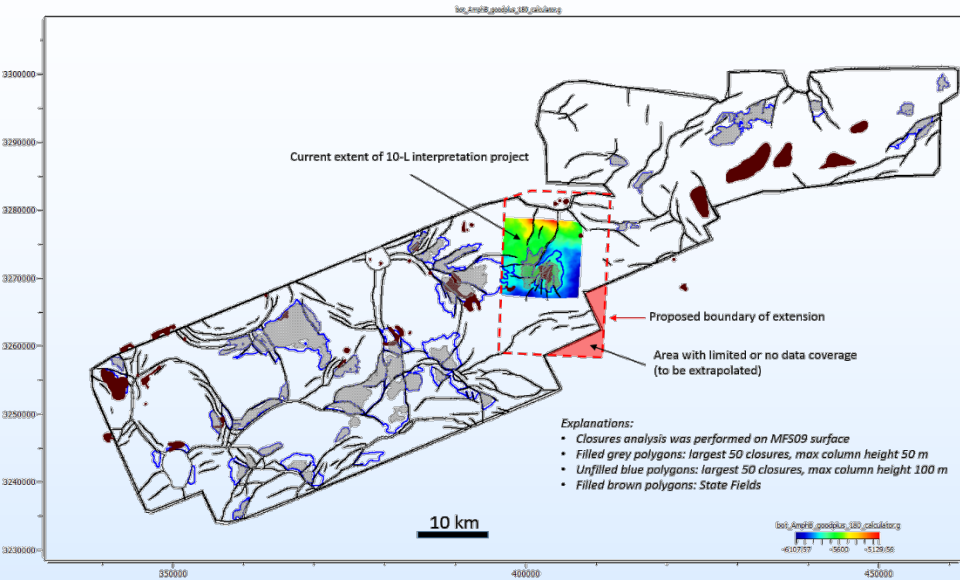
Prospecting – 30 MT Site High Island 10-L field



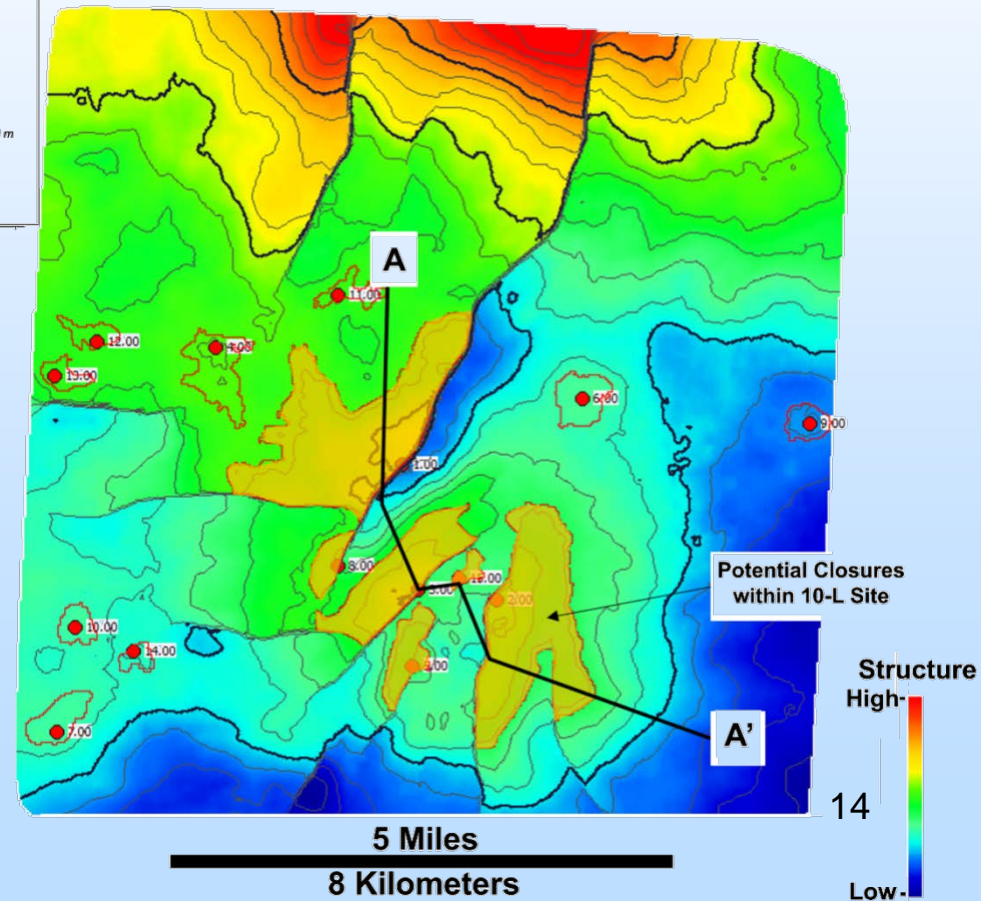
43 wells in area
3D seismic
Production history



High Island 10L field

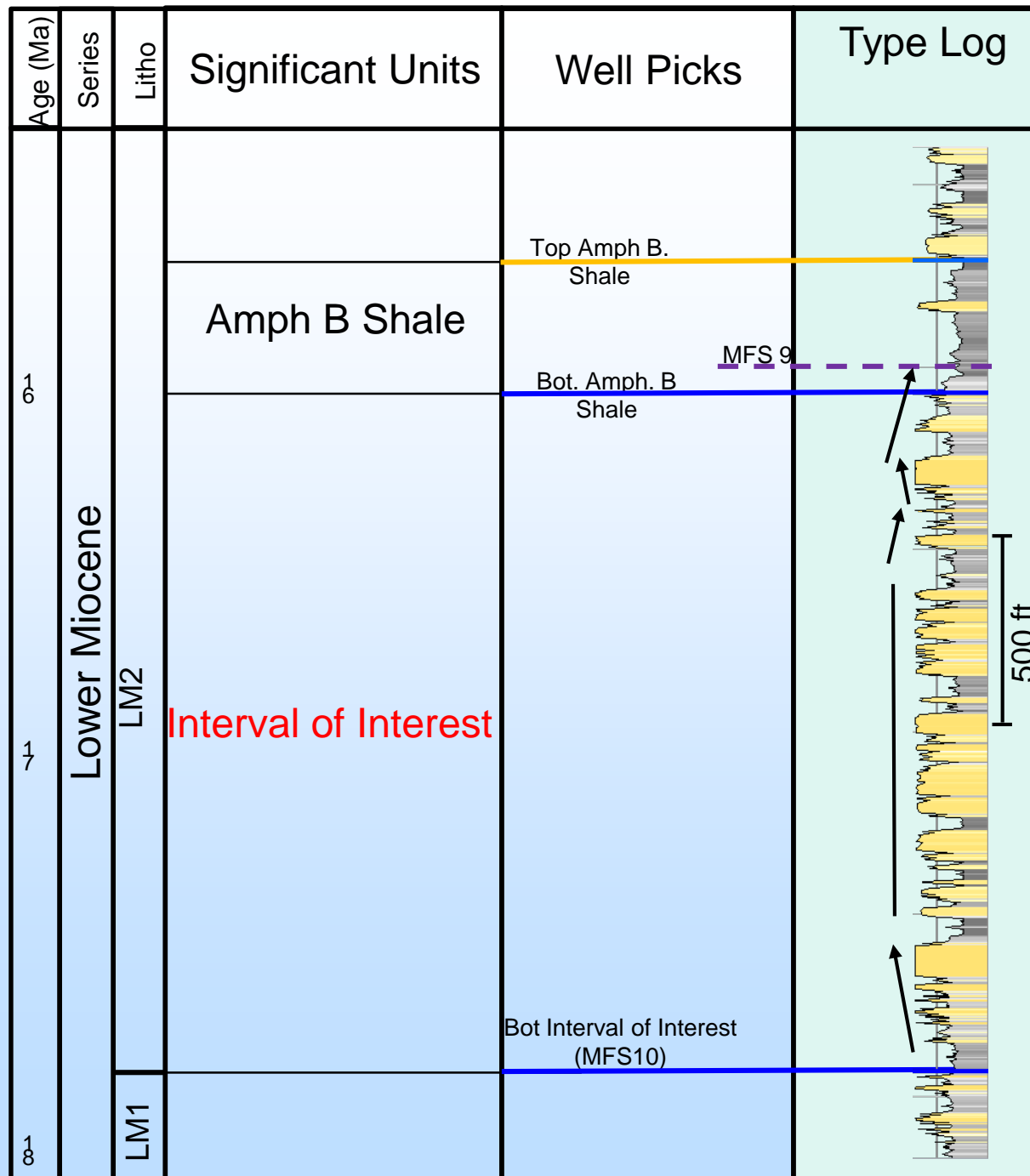


Garcia, O., *Geologic characterization and modeling of the High Island 10-L field for CO₂ storage resource assessment in Texas State Waters, offshore Gulf of Mexico*, MS Thesis, UT-Austin, 123 p.



| Play | Age | EOD | Year Disc. | Reservoir Depth (ft) | Area (acres) | HC Type | Pay (ft) | Drive | Trap | Porosity | Water Saturation | Oil Gas Ratio (Mcf/STB) | Cumulative Oil (Mbbl) | Cumulative Gas (MMcf) |
|----------|----------------------|-----------------------------|------------|----------------------|--------------|----------|----------|-------|----------------------------------|----------|------------------|-------------------------|-----------------------|-----------------------|
| MM9 A.3A | Upper Middle Miocene | Aggradational Deltaic SS | 1956 | 4,885 | 491 | Oil, Gas | 5 | ? | Rollover anticline, growth fault | 29% | 70.70% | 246 | 51 | 0 |
| MM4 R.1 | Lower Middle Miocene | Retrogradational Deltaic SS | 1980 | 6,101 | 2,506 | Oil, Gas | 8 | WD | Rollover anticline, growth fault | 31.30% | 40.10% | 229,657 | 828 | 7,212 |
| MM4 A.1B | Lower Middle Miocene | Aggradational Deltaic SS | 1982 | 6,952 | 166 | Oil | 5 | ? | Rollover anticline, growth fault | 25% | 57.70% | 591 | 2 | 0 |
| LM4 P.4 | Middle Lower Miocene | Progradational Deltaic SS | 1981 | 7,687 | 491 | Oil, Gas | 20 | ? | Rollover anticline, growth fault | 29.20% | 40.80% | 128,501 | 109 | 2,650 |
| LM2 P.1B | Middle Lower Miocene | Progradational Deltaic SS | 1955 | 8,182 | 1,630 | Gas | 50 | WD | Rollover anticline, growth fault | 33.10% | 35.60% | 342,693 | 12 | 17,196 |

Table 1.1: Miocene play characteristics for High Island 10-L field. Data from Seni (1997).

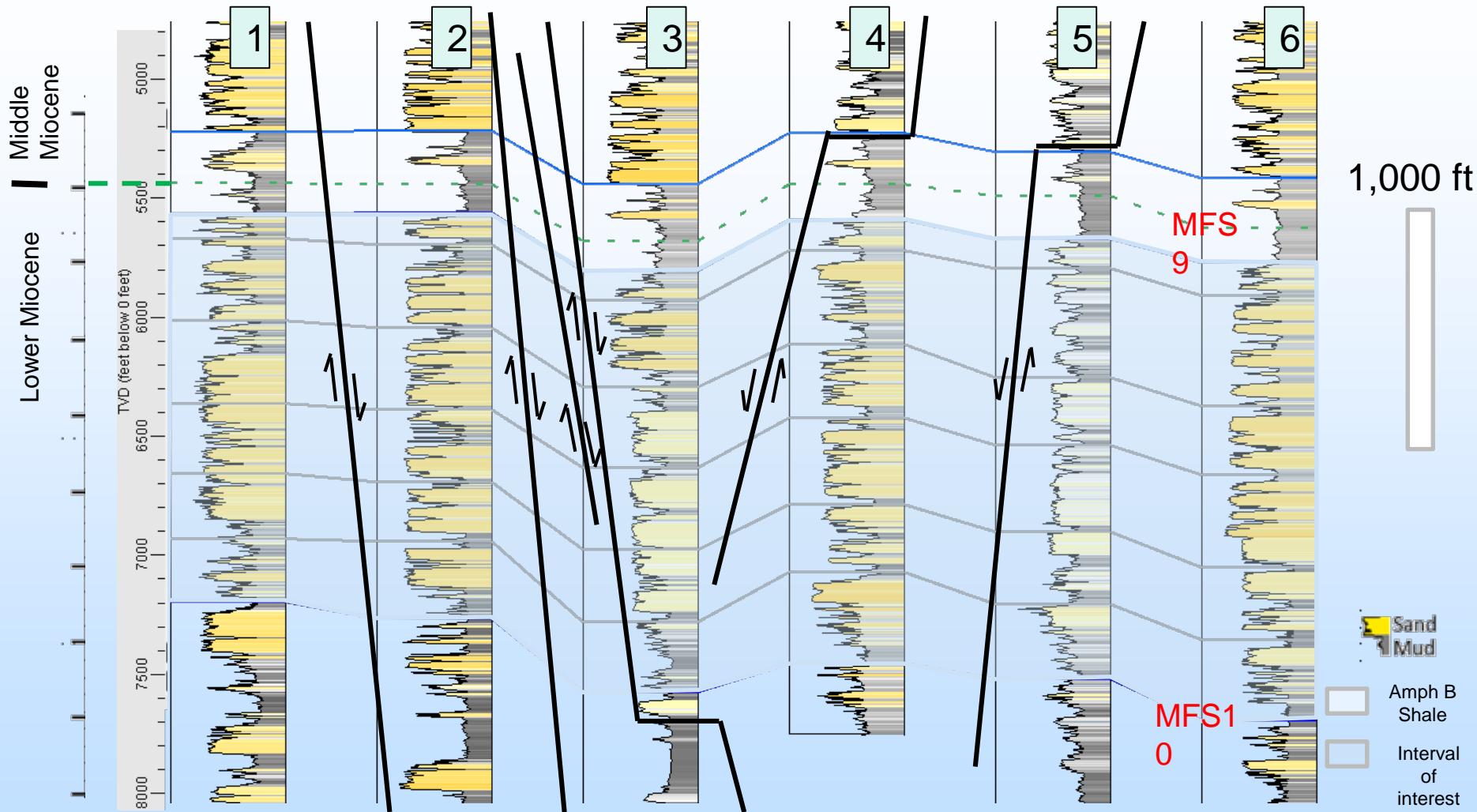


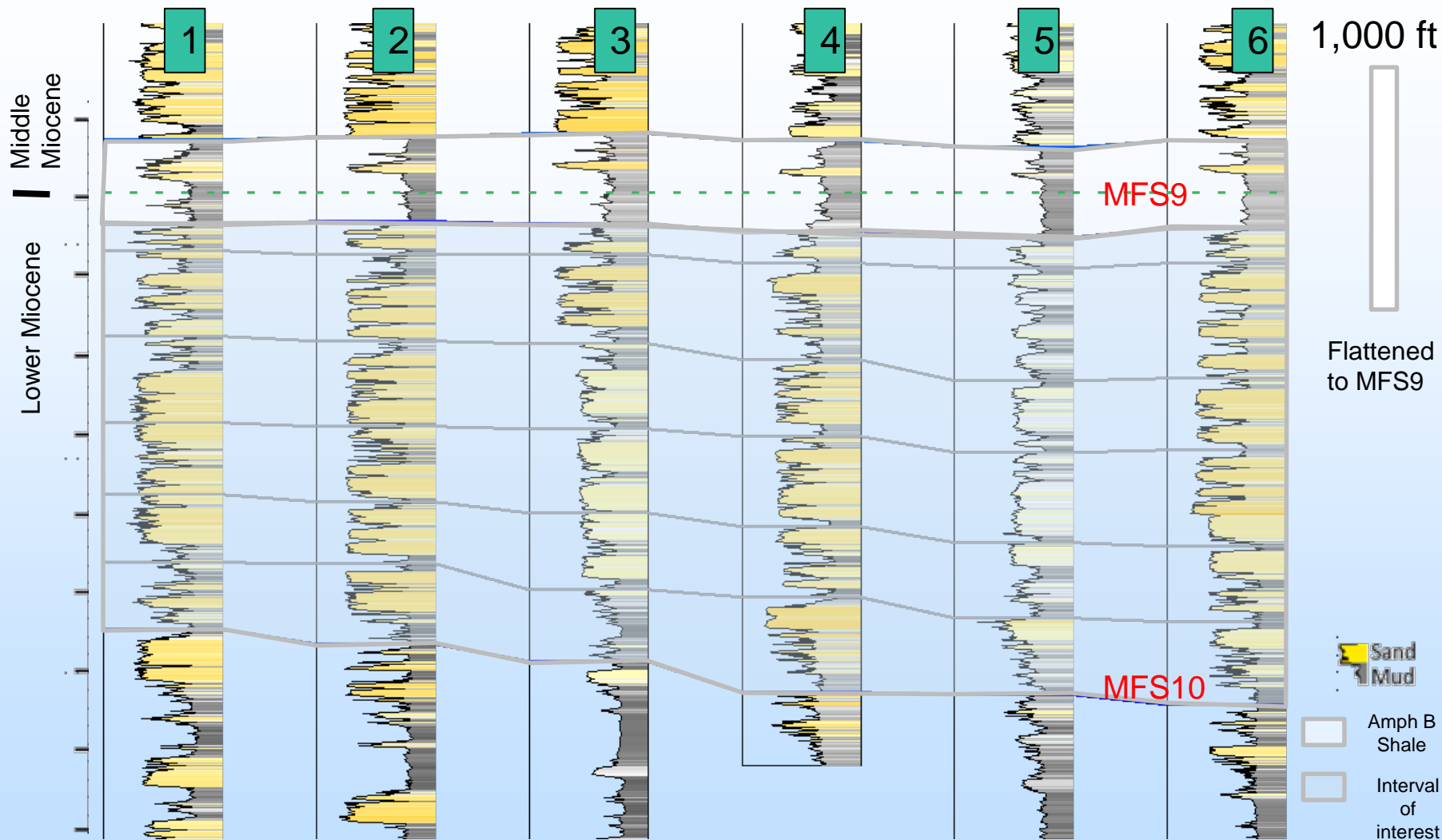
Amph B = 360 ft
IOI = about 1700 ft

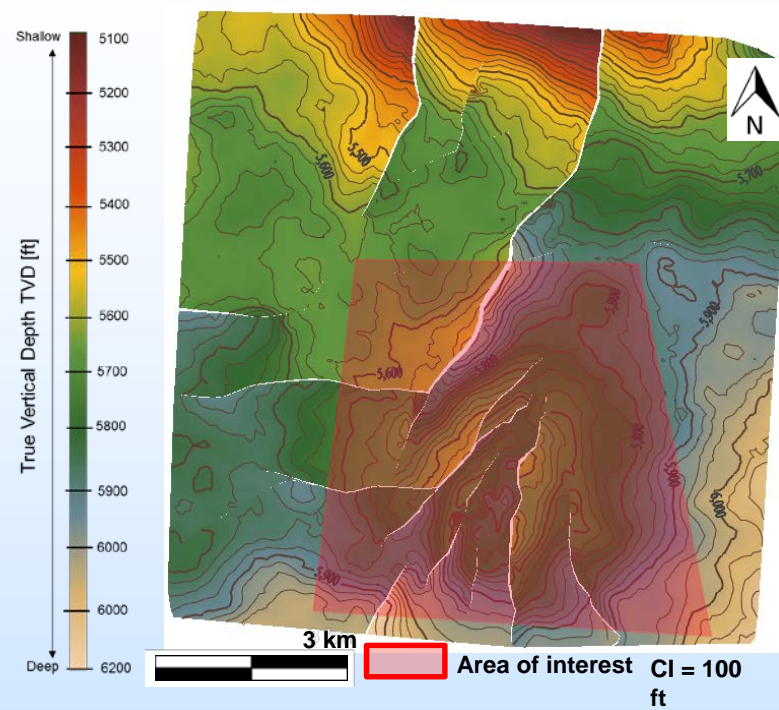
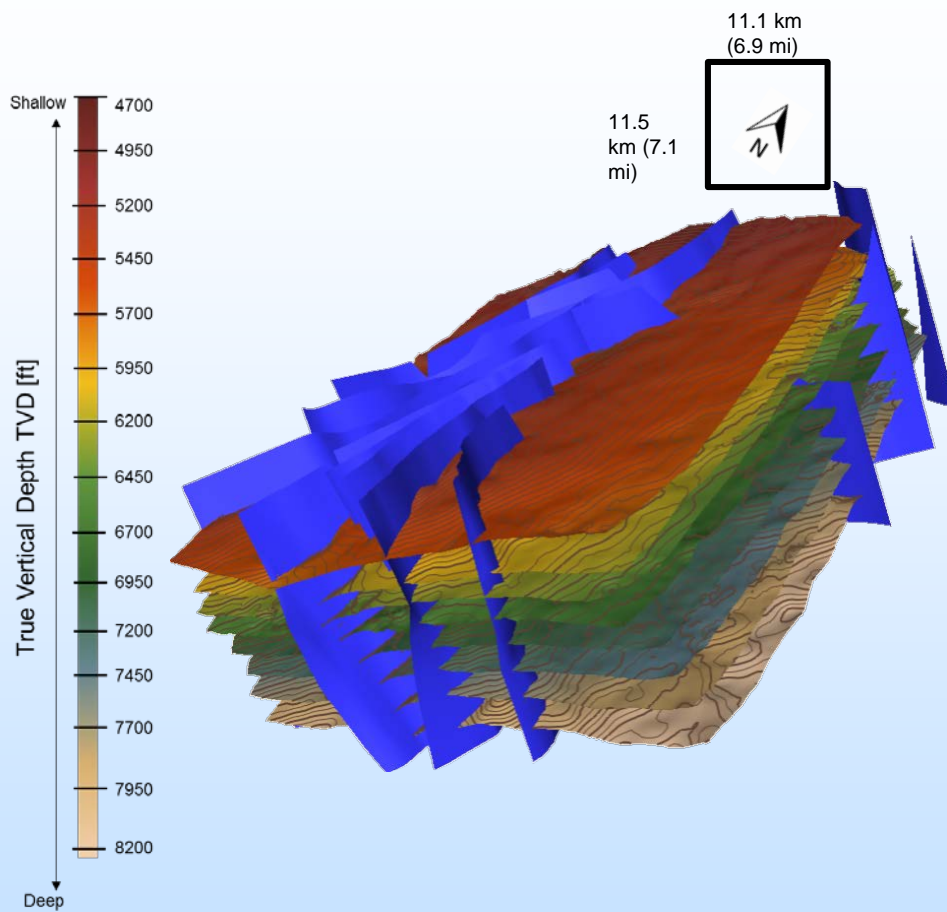


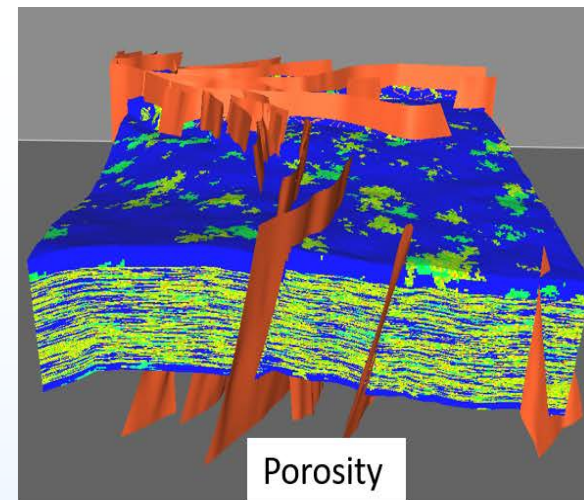
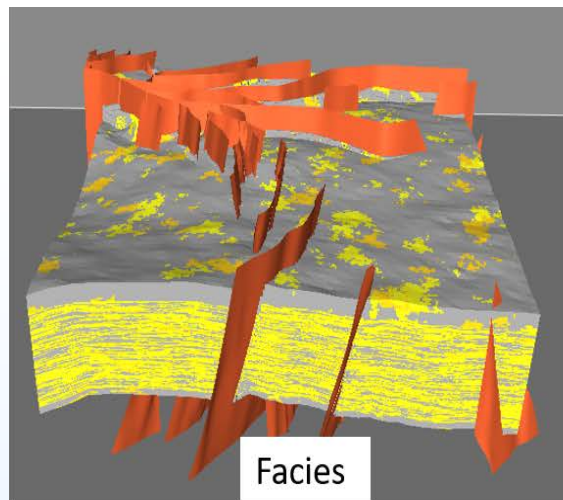
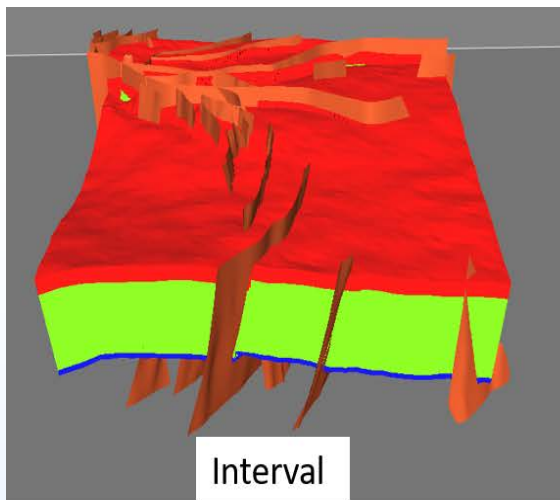
Stacking Patterns

- Retrogradational
- Aggradational
- Progradational









| | 24-L | | | 10-L | | |
|--|-------|-----|-----|-------|-----|-----|
| | P10 | P50 | P90 | P10 | P50 | P90 |
| $E_{\text{saline}} = E_v \cdot E_d$ (Unspecified) | 7.40% | 14% | 24% | 7.40% | 14% | 24% |
| 3D Model [Mt] | 57 | 108 | 186 | 12 | 24 | 41 |
| $E_{\text{saline}} = E_v \cdot E_d$ (Shallow shelf) | 11% | 23% | 41% | 11% | 23% | 41% |
| CO ₂ SCREEN [Mt] | 85 | 179 | 317 | 17 | 39 | 72 |

Recent Milestones

| | |
|--|---------------|
| K. Quick-look report describing <u>CO₂ prospect categories</u> determined and analyzed in this work | 11/30/2018 |
| L. Quick-look report documenting the <u>static regional capacity estimates</u> determined in addition to <u>supporting data</u> including time/depth structure, porosity, isopach maps used for capacity calculations, as well as maps with capacity estimates gridded at appropriate resolution for the datasets used | 12/31/2018 |
| M. Complete a <u>summary sheet that describes the 30 Mt site(s)</u> identified | 3/31/2019 |
| N. Quick-look report documenting the results from the EasiTool analyses including capacity estimates, reservoir performance, summary statistics, and sensitivity analyses | Due 8/31/2019 |

Lessons Learned

- **Workflow for offshore storage resource characterization**
 - Timeline, data, personnel, products
- **Local resource assessment**
 - Static capacity, historic production analysis, dynamic analytical.
- **More seismic data than originally anticipated**
 - Time to depth conversion requires careful implementation.
- **Valuable synergy in continuity on topic**
 - Rapid onboarding and moving up the learning curve.

Synergy Opportunities

- Vanessa Nunez-Lopez: Austin Women in Oil & Gas seminar luncheon.
- Tip Meckel: Trondheim CCS Meetings (June, 2019, Norway); AAPG Annual Meeting (May, 2019, San Antonio).
- Reinaldo Sabbagh: received the Best Poster Award from the AAPG's Division of Environmental Geosciences (DEG) for 2018 ACE meeting. *“Pre-Injection Reservoir Characterization for CO₂ Storage in the Near Offshore Areas of the Texas Gulf of Mexico”*.

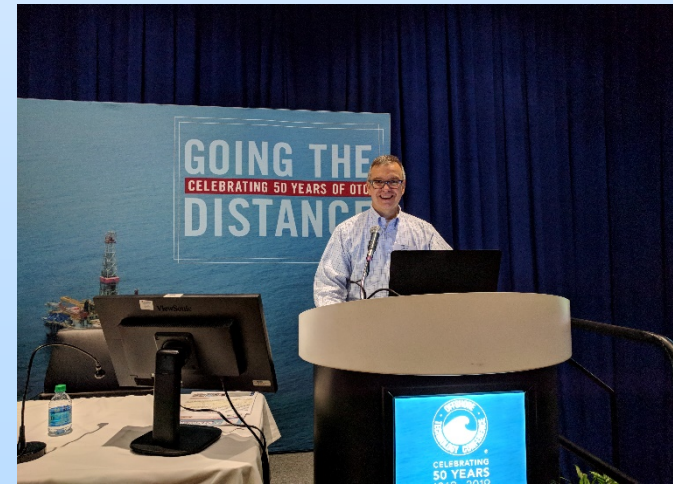


Synergy Opportunities

- April 15 and 16, 2019, Ramón Treviño attended a symposium and field trip of the American Beach and Shore Preservation Association (ASBPA), Texas Chapter: “[Carbon Capture and Sequestration \(Storage\) – CCS: A Climate Change Mitigation Strategy for the Near-Offshore Northwestern Gulf of Mexico.](#)”
- On May 9, 2019 project co-PI, Ramón Treviño presented two talks, “[What Offshore CCS Will Look Like in The Gulf of Mexico: Perspectives from Texas](#)” and “[Monitoring Stored CO₂ to Document Permanence](#)” at the 50th annual [Offshore Technology Conference](#) in Houston.



ASBPA field trip, April 15, 2019, on the last stop of the field trip, Mustang Island, Texas.



Project Summary

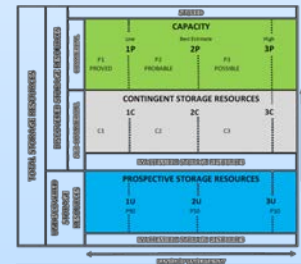
- Key Findings

- Near offshore storage opportunities are vast, capable of storing ‘Nationally-significant’ CO₂ volumes
 - Regional structural and depositional framework
 - Depleted Oil & Gas Fields
 - Correlative Saline Formations
- Individual sites have been assessed for site-specific aspects
 - Static storage capacity assessment
 - 2 Prospects (candidate sites)

- Moving up SPE Resource Chart

- Final Step

- Dynamic capacity assessment (EASiTool)



The screenshot shows the EASiTool software interface. It is divided into several sections: '1-RESERVOIR PARAMETERS', '2-RELATIVE PERMEABILITY (Brooks-Corey)', '3-SIMULATION PARAMETERS', '4-MP', and '5-RESULT CONTROLS'. Each section contains various input fields and checkboxes for configuring the simulation. The '1-RESERVOIR PARAMETERS' section includes fields for Pressure, Temperature, Thickness, Salinity, Porosity, Permeability, Rock Compressibility, Max Injection Pressure, Reservoir Area, Basin Area, and Boundary Condition. The '2-RELATIVE PERMEABILITY (Brooks-Corey)' section includes fields for Residual Water Saturation, Residual Gas Saturation, m, n, Ko, and Krg. The '3-SIMULATION PARAMETERS' section includes checkboxes for 'General Geometry/Pattern', 'Uniform Injection/Extraction Rate', 'Sensitivity Analysis (Slow)', 'Simulation Time (year)', 'Injection Well Radius (m)', 'Min Extraction Pressure (MPa)', 'Injection Rate (m³/day/well)', 'Extraction Rate (m³/day/well)', 'Max Number of Injections', 'Number of Extractions', 'Estimate Max Injection Pressure Internally', 'Density of Pore Media (kg/m³)', 'Total Stress Ratio (kN)', 'But Coefficient', 'Poisson's ratio', 'Coefficient of Thermal Expansion (1/K)', 'Bottom Hole Temperature Drop (°C)', 'Young's Modulus (GPa)', and 'Depth (m)'. The '4-MP' section includes fields for 'Injector Drilling Cost (\$/mwell)', 'Extractor Drilling Cost (\$/mwell)', 'Injector Operating Cost (\$/m³/day)', 'Extractor Operating Cost (\$/m³/day)', 'Monitoring Cost (\$/m³/day)', and 'Tax Credit (\$/ton)'. The '5-RESULT CONTROLS' section includes a 'Run' button, 'Simulation Time (sec)', 'Number of Injection Wells', 'Estimated Max Inj Pressure (MPa)', 'Total Injected CO2 (Mton)', 'Total Extracted Brine (Mm³)', 'Highest Bottomhole Pres. (MPa)', 'Lowest Bottomhole Pres. (MPa)', and 'Number of Failed Wells'.

Acknowledgements

- Jerry Carr (NETL PM)
- Ramon Trevino (GCCC project management)
- Mike DeAngelo (geophysicist)
- Iulia Olariu (geologist, regional well log correlation)
- Dallas Dunlap (geophysicist)
- Reynaldy Fifariz (PD, seismic interpretation)
- Izaak Ruiz (MSc Student)
- Omar Garcia (MSc student)

We gratefully acknowledge:

- **Halliburton** for integrated Decionspace Desktop software license.

Thank You

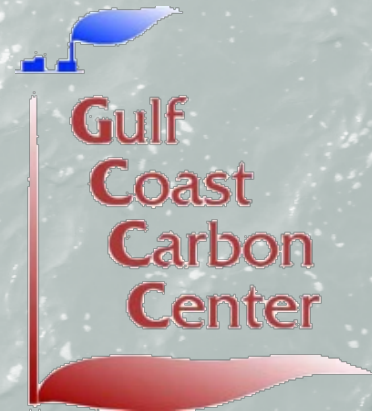


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Appendix

Benefit to the Program

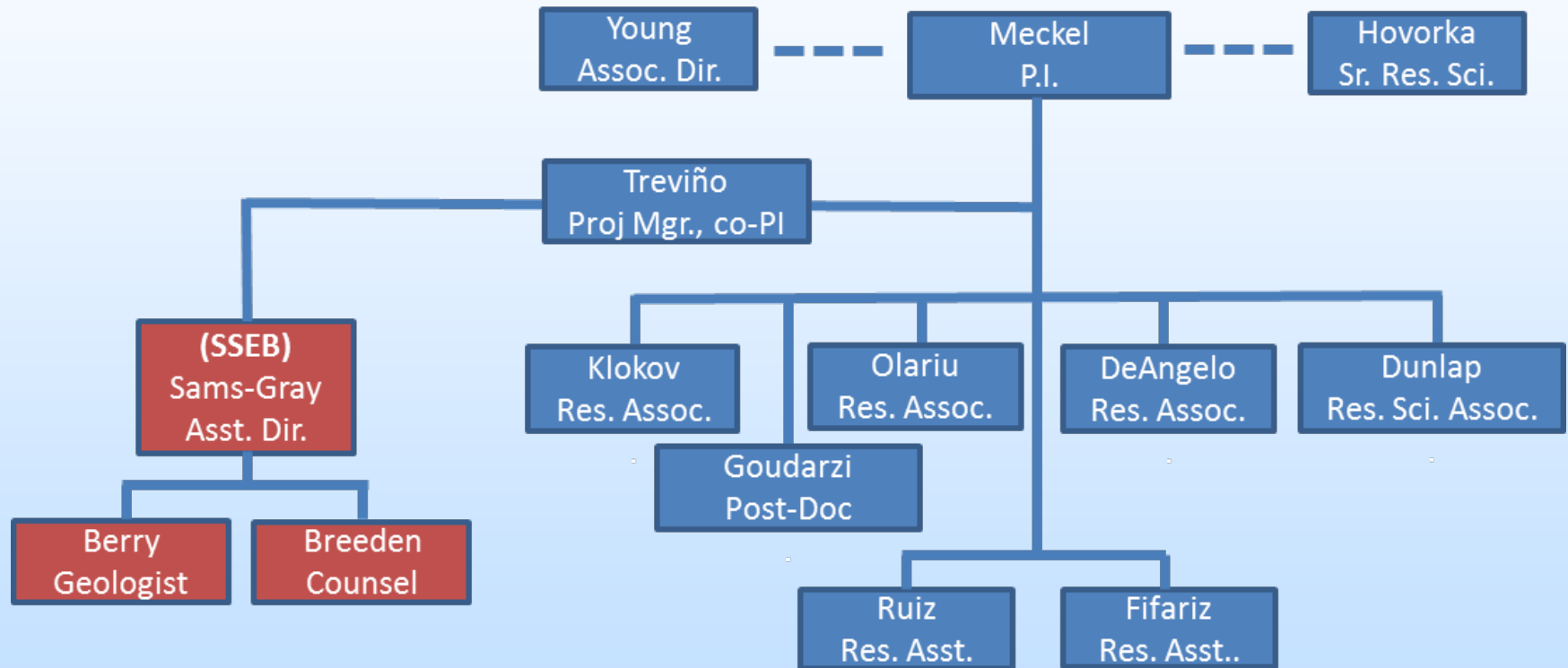
- **Goal (3) of the Carbon Storage Program:** *“Support industry’s ability to predict CO₂ storage capacity in geologic formations to within ± 30 percent”* by **assessing potential regional storage formations** in State and Federally regulated offshore areas of the United States.
- **Goal (4) of the Carbon Storage Program:** *“Develop Best Practice Manuals for monitoring, verification, accounting (MVA), and assessment; site screening, selection, and initial characterization; public outreach; well management activities; and risk analysis and simulation”* by **producing information that will be useful for inclusion** in DOE Best Practices Manuals.
- **BENEFITS STATEMENT:** The methodology being developed is the assessment of offshore CO₂ storage resources in depleted hydrocarbon field settings or saline aquifers for offshore CO₂ storage applications. This approach will improve the current understanding of CO₂ storage potential for a large area of the Gulf of Mexico adjacent to significant industrial emissions sources. This projects supports Goals 3 & 4 of the Carbon Storage Program Plan by assessing potential regional storage formations in state and/or federally regulated portions of the Gulf of Mexico. The study will also produce information that will be useful for inclusion in DOE Best Practices Manuals, thus supporting Goal 4.

Project Overview

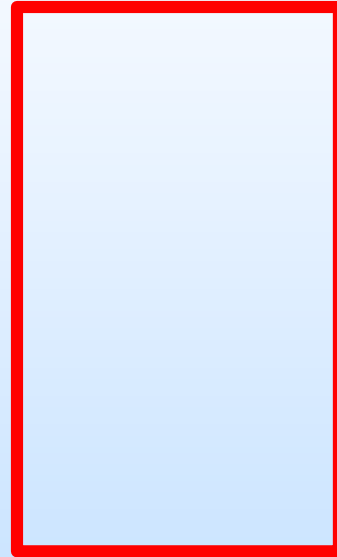
Goals and Objectives

- The objective of this study is to conduct an offshore carbon storage resource assessment of the Gulf of Mexico, Texas – Louisiana study area. This will be completed by:
 - Assessing the CO₂ storage **capacity of depleted oil and natural gas reservoirs utilizing existing data** (well logs, records and sample descriptions from existing or plugged/abandoned wells, available seismic surveys, existing core samples, and other available geologic and laboratory data) from **historical hydrocarbon industry activities in the heavily explored portions of the inner continental shelf** portions of the Texas and Louisiana Gulf of Mexico coastal areas; and
 - Assessing the ability and capacity of **saline formations** in the region to safely and permanently store nationally-significant amounts of anthropogenic CO₂ using existing data. Additionally, **the study will identify at least one specific site with potential to store at least 30 million tons of CO₂ which could be considered further for a commercial or integrated demonstration project in the future.**
 - The project will also **engage the public and other stakeholders** for the region through outreach activities to apprise them of the study objectives and results.

Organization Chart



Gantt Chart



Recent Bibliography

- DeAngelo, M. V., Fifariz, R., Meckel, T., and Treviño, R. H., 2019, *A seismic-based CO₂-sequestration regional assessment of the Miocene section, northern Gulf of Mexico, Texas and Louisiana*: IJGGC, 81: 29-37, <http://doi.org/10.1016/j.ijggc.2018.12.009>.
- Goudarzi, A., T.A. Meckel, S.A. Hosseini, and R.T. Trevino, 2019, *Statistical analysis of historic production data from Gulf of Mexico oil and gas fields and application to dynamic capacity assessment in CO₂ storage*, IJGGC, 80: 96-102, <https://doi.org/10.1016/j.ijggc.2018.11.014>
- Ruiz, I., 2019, *Charcterization of the High Island 24L Field for modeling and estimating CO2 storage capacity in the offshore Texas State Waters, Gulf of Mexico*, MS Thesis, UT-Austin, 220 p.
- Garcia, O., *Geologic characterization and modeling of the High Island 10-L field for CO₂ storage resource assessment in Texas State Waters, offshore Gulf of MExico*, MS Thesis, UT-Austin, 123 p.

Bibliography

- Beckham, E., 2018, *CO₂ storage in deltaic environments of deposition: Integration of 3D modeling, outcrop analysis and subsurface application*, MS Thesis, UT-Austin, 220 p.
- Maciel, R.S., 2017, *Pre-injection reservoir characterization for CO₂ storage in the inner continental shelf of the Texas Gulf of Mexico – seismic inversion*, MS Thesis, UT-Austin, 90 p.