Southwest Regional Partnership Phase 3:

Transition to Post-Injection Monitoring of CCUS in an Active Oil Field

DE-FC26-05NT42591

Robert Balch and Brian McPherson





U.S. Department of Energy

National Energy Technology Laboratory
2021 Carbon Management and Oil and Gas Research Project Review Meeting
August 4, 2021

ACKNOWLEDGEMENTS





AND MANY STELLAR SCIENTISTS AND ENGINEERS
WHO MAKE THIS PROJECT TRULY TERRIFIC
(EXTRA THANKS TO WORKING GROUP LEADERS)



U.S. Department of Energy

National Energy Technology Laboratory
2021 Carbon Management and Oil and Gas Research Project Review Meeting
August 4, 2021

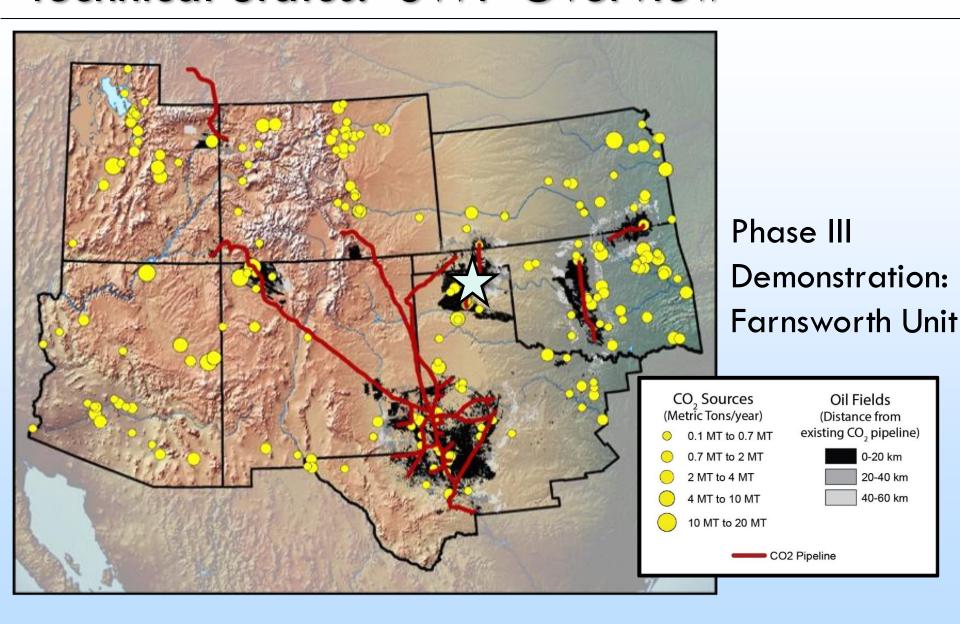
Presentation Outline

- Technical Status
- Accomplishments to Date:
 - Characterization
 - Monitoring, Verification and Accounting
 - Modeling and Simulation
 - Risk Assessment
- Lessons Learned
- Synergy Opportunities
- Project Summary

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Technical Status: SWP Overview



Technical Status: Project Goals

- SWP's Phase III: large-scale EOR-CCUS demonstration
- General Goals:
 - One million tons CO₂ storage
 - Optimization of storage engineering
 - Optimization of monitoring design
 - Optimization of risk assessment
- Blueprint for CCUS in southwestern U.S.

Technical Status: Project Site

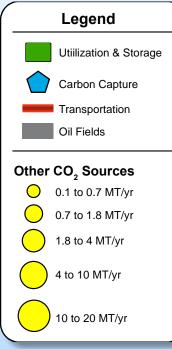
- Farnsworth field discovered in 1955.
- About 100 wells completed by the year 1960.
 - Field was unitized in 1963 by operator Unocal
 - Water injection for secondary recovery started in 1964.

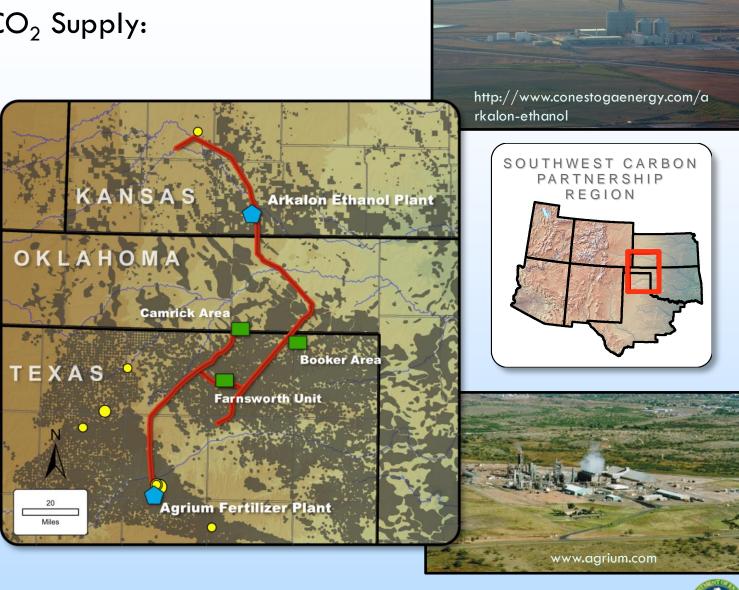
Property	Value
Initial water saturation	31.4%
Initial reservoir pressure	2218 PSIA
Bubblepoint Pressure	2073 PSIA
Original Oil in Place (OOIP)	120 MMSTB (60 MMSTB west-side)
Drive Mechanism	Solution Gas
Primary Recovery	11.2 MMSTB (9 %)
Secondary Recovery	25.6 MMSTB (21 %)
Tertiary Recovery	16 MMSTB (13 %)

Technical Status: Sources

Anthropogenic CO₂ Supply:

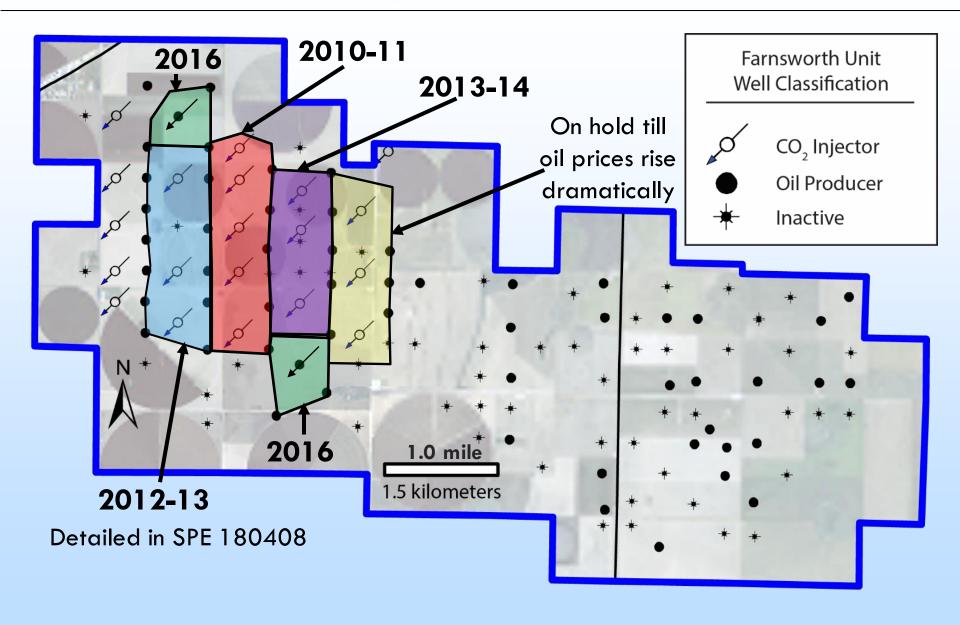
 \sim 100,000 Metric tons $CO_2/year$







Technical Status: Injection Patterns



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Characterization Working Group Members and Roles

Geology

Martha Cather, PRRC Ryan Leary, NMT EES

Students

Spencer Hollingworth, NMT

Wellbore Integrity

Tan Nguyen, NMT PE
Ting Xiao, UU
Reid Grigg, PRRC
George El-Kaseeh, PRRC
Jason Heath, Sandia

Lead – Martha Cather, PRRC Co-Lead – Paige Czoski, PRRC

Fluid/Rock Interactions

Alex Rinehart, NMT EES
Andrew Luhmann, Wheaton
Jason Heath, Sandia
Hamid Rahnema, NMT

Students
Jason Simmons, NMT
Sam Otu, NMT
Zhidi Wu, UU

Geophysics

Paige Czoski, PRRC
Robert Balch, PRRC
Bob Will, PRRC
George El-Kaseeh, PRRC
Christian Poppeliers,
Sandia
Lianjie Huang, LANL

Students
Noah Hobbs, NMT
Alan Horton, NMT

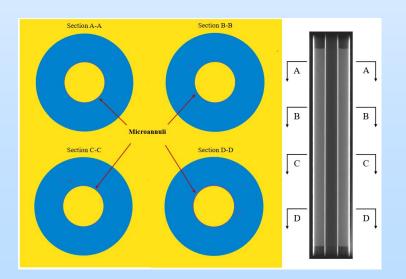
Task 7 – Post-Injection MVA & Risk Assessment:

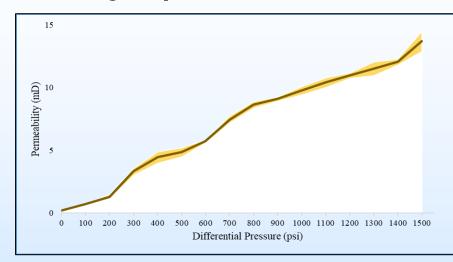
Achievements

- 7.1.2 Monitor Subsurface Pressure and Temperature: Replaced old downhole P/T gauges and DTS in observation well (#13-10). Deployed memory P/T gauges in injection well #13-10A.
- 7.1.6 Assess Risks of Microseismicity: Replaced old microseismic borehole array in well #13-10. Installed new surface array with 20 microseismic recording stations.
- 7.1.8 Conduct Fluid accounting: FWU has now injected 1.76 Mmt and stored .84Mmt CO₂
- 7.2.1 Conduct Fluid/Rock Interaction Studies: Two students completed theses; one focused on two rock units' responses to brine and CO_2 at different flow rates <u>fluid/rock interaction</u> analysis, another focused on <u>3-phase relative permeability</u>.
- 7.2.4 Refine interpretations of existing seismic data: Reviewed and Refined structural and stratigraphic interpretations using improved processing (depth imaging).
- 7.3.1 Refine Geologic Model: Release of new geologic model including improvements to stratigraphic interpretations and picks of sub-Morrow units (critical for effective structural modeling).

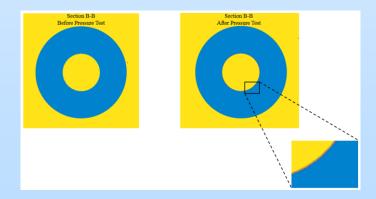
Selected Progress: Wellbore integrity

- Experiments and X-ray CT scans for micro-annulus along the cement casing interface
- CaCl₂ (a cement additive) is corrosive to steel casing
- Lab results were upscaled for field risk assessment

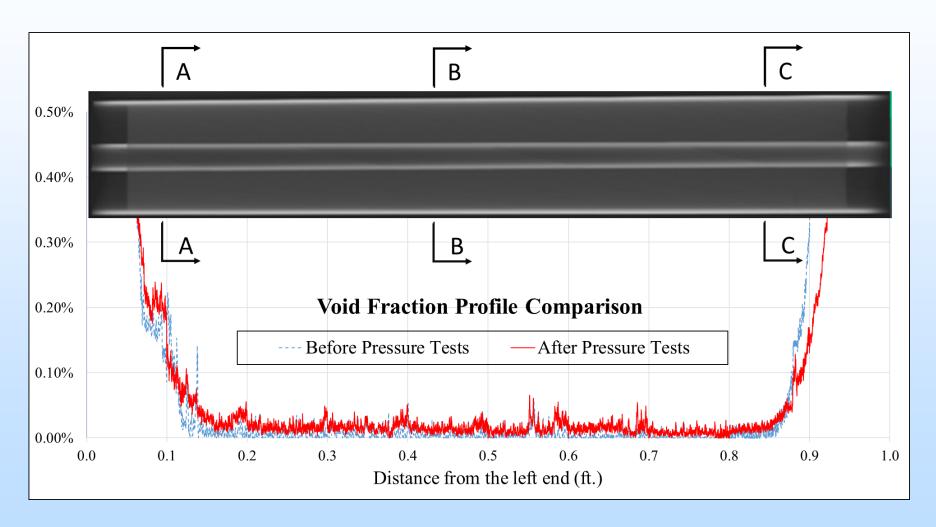




The degree of damage (micro-annulus size) was quantified by permeability measurements

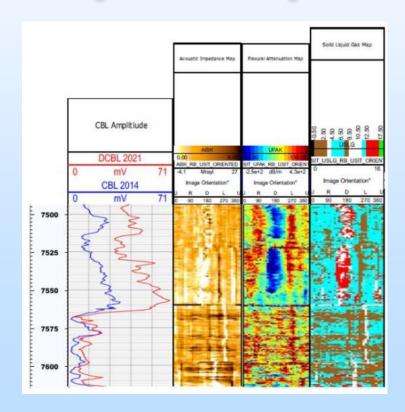


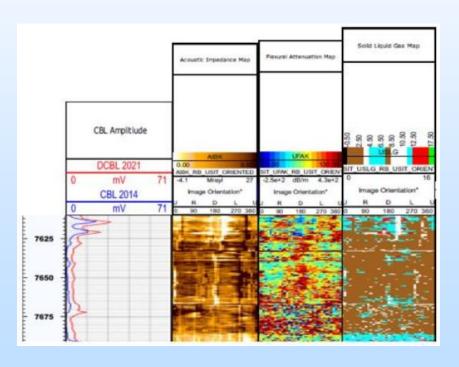
Selected Progress: Wellbore integrity



Selected Progress: Wellbore integrity

- Risk analysis was conducted with 20 well historical data and CBL
- Well 13-14 CBL was compared between 2014 and 2021
- No significant damage showed in cement

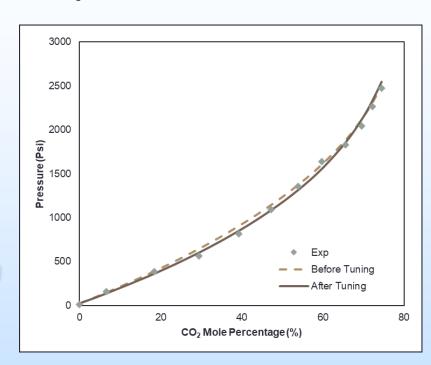




CBL + Isolation Scanner along caprocks, Well 13-14

Selected Progress: Swelling study

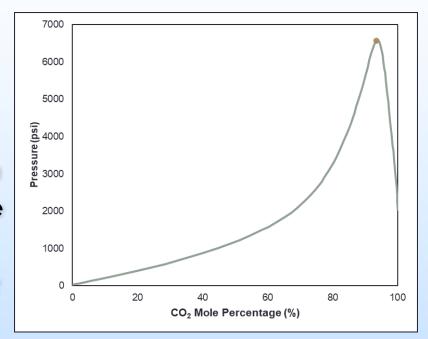
- Swelling tests were performed in laboratory setting to gather experimental data.
- The data were implemented in a compositional software to tune a PVT model.
- After the tuning, simulated swelling data closely matched the experimental data as can be seen from the image.
- Other simulated properties also experienced a good match to experimental data.



Saturation Pressure vs CO₂ Mole Percentage

Selected Progress: Swelling study

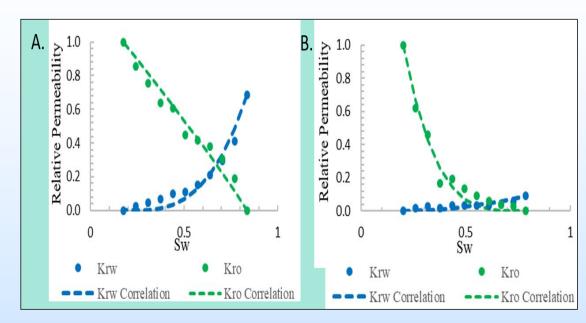
- Using the tuned PVT model, many properties of oil and CO₂ mixtures were estimated at various conditions.
- The relationship between saturation pressure and CO₂ mole percentage was estimated when CO₂ mole percentage ranged from 0% to just below 100%
- This can estimate how much CO₂
 dissolved in the liquid phase when
 the injection pressure is up to around
 6,500 psi



Saturation Pressure vs CO₂ Mole Percentage Prediction

Selected Progress: Relative Permeability

Binary pairs of twophase relative permeability curves were used to calibrate refined three-phase relative permeability.



History match simulation efforts initially underestimate water injection and production.

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MVA Working Group Members and Roles

- Rich Esser
 MVA co-lead
- Tianguang Fan Fluid chemistry
- George El-kaseeh
 Field, Seismic, Reservoir
- Martha Cather Fluid Accounting
- Pete Rose
 Tracers
- Trevor Irons
 USDW Monitoring & Modeling

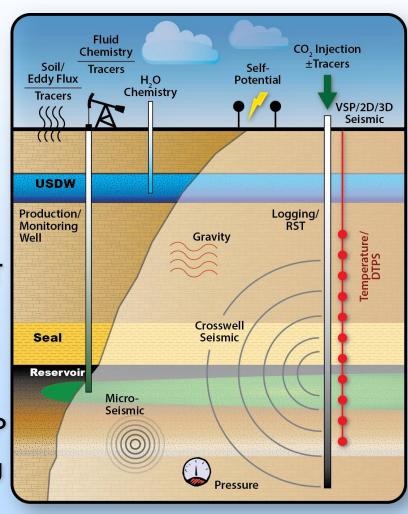
- Jianjia Yu
 MVA co-lead
- Paige Czoski
 Seismic Activities
- Aaron Meyer
 Surface & Atmospheric Flux
- Leonard Garcia
 Field Tasks
- Mike Mella
 Tracers
- Robert Balch
 Seismic Activities

Task 6 - Operational Monitoring

- Subtask 6.1 Surface Monitoring
- Subtask 6.2 Subsurface Monitoring
- Subtask 6.3 Seismic Activities

Task 7 — Post-Injection MVA & Risk Assessment

- Subtask 7.1.1 Monitor Surface
- Subtask 7.1.2 Monitor Subsurface P&T
- Subtask 7.1.3 Tracer Recovery
- Subtask 7.1.4 Geophysical Monitoring
- Subtask 7.1.6 Assess Microseismicity
- Subtask 7.1.7 Continue Time Lapse VSP
- Subtask 7.1.8 Conduct Fluid Accounting



Significant Achievements

The MVA technologies deployed by the SWP are targeted to provide the data necessary to track the location of CO_2 in the study area, including migration, type, quantity and degree of CO_2 trapping. Monitoring data is used to facilitate simulation and risk assessment, particularly with respect to USDWs, the shallow subsurface, and atmosphere.

<u>Detecting CO₂ and/or brine outside Reservoir:</u>

- Groundwater chemistry (USDW)
- Soil CO₂ flux
- CO₂ & CH₄ Eddy Towers
- Aqueous- & Vapor-Phase Tracers
- Self-potential (AIST)
- Distributed Sensor Network (Ok. State)

<u>Tracking CO₂ Migration and Fate:</u>

- In situ pressure & temperature
- 2D/3D seismic surveys
- VSP/Cross-well seismic
- Passive/micro seismic
- Fluid chemistry (target reservoir)
- Aqueous- & Vapor-Phase Tracers
- Gravity surveys & MagnetoTelluric (AIST)

MVA relational database

- All SWP non-seismic MVA data in one central location
- Collection of related tables that can be readily queried
- Efficient, Fast
- Complex searching
- Web ready
- Secure

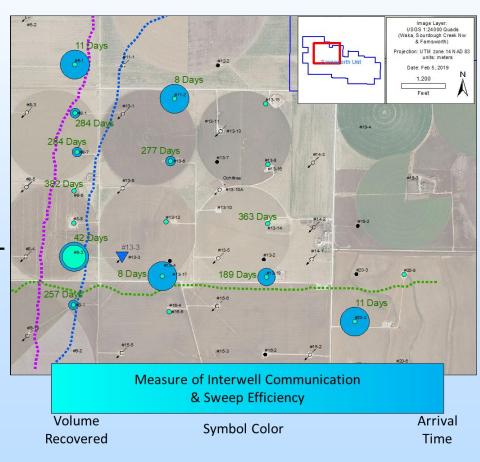


Selected Progress: USDW monitoring

Technology validates spatial and temporal sampling to monitor USDW for potential leakage. No Indication of CO2, brine or hydrocarbon 13-10A (SWP primary well) USDW Sample Wells leakage from depth (into Ogallala aquifer - USDW) Morrow B water Ogallala water

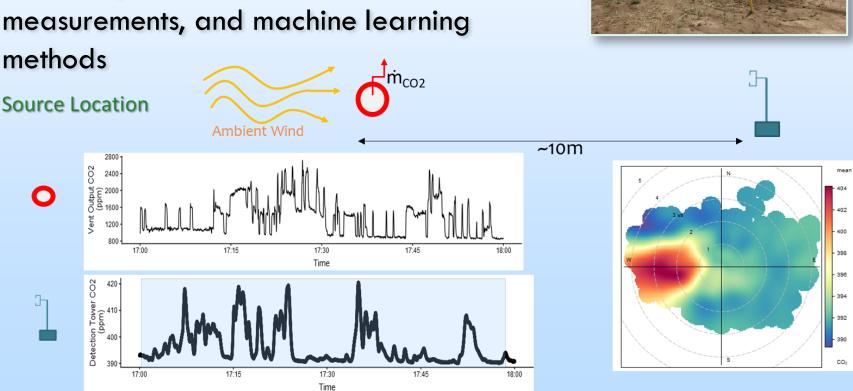
Selected Progress: Reservoir tracers (aqueous)

- Aqueous-phase tracer slugs
 (Naphthalene sulfonates) were injected
 into 5 well patterns to successfully
 evaluate fluid velocities, interwell
 connectivity and identify and
 characterize significant reservoir
 heterogeneities.
- The injection into FWU #13-3 yielded results indicating significant preferential fluid flow along two adjacent faults.
- Relative tracer recovery along (FWU#8-2 and FWU#20-2) and across faults (FWU#9-1) indicate variable transmissive versus sealed characteristics
- Vapor-phase tracer injection into FWU #13-3 yields similar results, indicating similar flow behavior for water and CO₂ at least in this area of the reservoir.



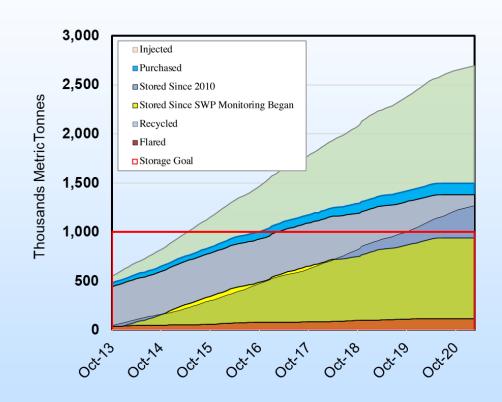
Selected Progress: CO₂ surface & atmospheric flux

- Use a known, consistent CO₂ source to develop detection, location, and quantification methods
- Bench experiments, concurrent source measurements, and machine learning



Selected Progress: Fluid accounting

- Provided to SWP by Chaparral Energy and Perdure Petroleum
- Daily or Monthly values of CO₂ Purchased, Injected, Produced (Recycled) and Flared
- SWP has not yet accomplished the project goal of 1,000,000 metric tonnes of CO₂ injected (since 2013).
- Since 2010, over 2.5 million metric tonnes of CO₂ have been injected.
- Approximately of the purchased CO₂ 50% has been stored.
- 47% has been recycled.
- Purchase and storage rates have slowed as recycling has increased and field expansion has stalled (due to low price of oil).



Selected Progress: Microseismic Array

Task 7.1.6 — Microseismic Monitoring

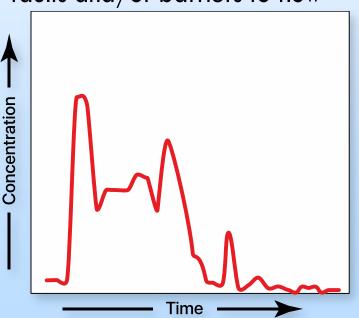
- Sixteen level borehole array deployed in Dec 2018 (FWU #13-10).
- Twenty surface seismic stations
 deployed in July 2019.
- Aid in characterizing the stability and storage of the CO₂ in the reservoir.
- Analysis of both borehole and surface microseismic is starting and will continue to end of project.



Selected Progress: Tracers - Aqueous and Vapor

For Characterization

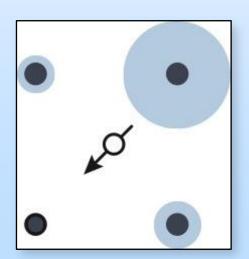
- Well-to-well communication (directions & velocities)
- Reservoir continuity or compartmentalization
- Fracture volume and extent
- Identify and interpret significant faults and/or barriers to flow

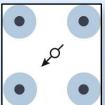


For Monitoring

- Tracers as analogs of CO₂
- Constrain & calibrate flow models and simulations; predict the fate of the injected CO₂
- Monitor tracer leakage to USDW and/or atmosphere as analogue for

CO₂/brine leakage





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Accomplishments: Simulation

Simulation Working Group Members and Roles

Dr. William Ampomah History Matching and Optimization

Dr. Nathan Moodie Relative Permeability Analysis

Dr. Trevor Irons Relative Permeability Analysis

Prof. Martin Appold Reactive Transport Modeling

Dr. Mark White STOMP-EOR Developer/Modeling

Dr. Qian Sun Numerical Modeling

Dr. Robert Will Fluid Substitution Modeling

Student Members

Junyu You (PhD) Optimization

Eusebius Kutsienyo (MS) History matching

Benjamin Adu-Gyamfi (MS)

Pressure/Rate Transient Analysis

Accomplishments: Simulation

Tasks Addressed

- Subtask 7.3.1 Refine Geologic Model
- Subtask 7.3.2 Update Reservoir Model
- Subtask 7.3.3 Resolve Low-Grade Faults
- Subtask 7.3.4 Relative Permeability Analysis
- Subtask 7.3.5 Reactive Transport Modeling
- Subtask 7.3.6 Conduct Dynamic Reservoir Modeling
- Subtask 7.3.7 Fluid Characterization and Substitution Modeling
- Subtask 7.3.8 Analyze Production, Pressure and Rate Transient Data

Accomplishments: Simulation

Significant Achievements

- Interpreted wellbore leakage analysis
- Quantified uncertainty of measured/estimated relative perm curves
- Relative Permeability tied to capillary pressure data
- Continued history matching modeling with machine learning workflow
- Continued co-optimization of oil recovery and CO₂ storage
- Simulations of tracers facilitated effective interpretation of faults and flow patterns, including delayed recoveries
- Simulations of tracers without fault zones (in models) corroborated fault zone interpretation
- Quantified mineral dissolution basis of chemo-mechanical interpretations
- Increased resolution of CO2 trapping mechanisms and migration patterns

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Accomplishments: Risk Assessment

Risk Assessment Working Group Members and Roles

- Wei Jia (Co-lead): Quantitative risk assessment and uncertainty analysis
- -Ting Xiao: Quantitative risk assessment
- —Si-Yong Lee (Co-lead): Qualitative risk assessment, geomechanical risk analysis, and prevention & mitigation plan
- Shaoping Chu and Hari Viswanathan: Leakage analysis with NRAP tools
- –Ken Hnottavange-Telleen: Risk workshop and risk communication









Accomplishments: Risk Assessment

Tasks Addressed

Subtask 7.4.1 Quantify Risk

- Quantify Geomechanical Risk and Uncertainty
- Extend quantitative brine and CO2 leakage calculations
- Compare leakage risk between CO2-EOR and CO2-storage-only scenarios
- Incorporate Characterization Data for Uncertainty Reduction
- Quantify Risk of CO₂ Intrusion into Sealing Formations
- Quantify storage capacity loss and estimate associated risk

Subtask 7.4.2 Risk communication

Subtask 7.4.3 Update and Formalize Risk Mitigation Plan

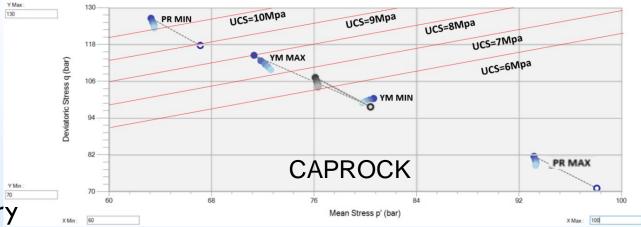
Accomplishments: Risk Assessment

Significant Achievements

- Summarized risk assessment and management workflow
- Completed sensitivity analysis on elastic and strength properties of caprock and injection formation
- Evaluated impact of mineral reactive surface area on mineral trapping and porosity change at the FWU
- Interpretated the overlying USDW cation release mechanisms
- Completed a draft of the risk communication plan
- Reviewed and updated prevention and mitigation treatments;
 evaluated each treatment for completeness, effectiveness, and cost
- Performed leakage analysis with NRAP tools
- Six peer-reviewed journal articles and five presentations on national and international conferences

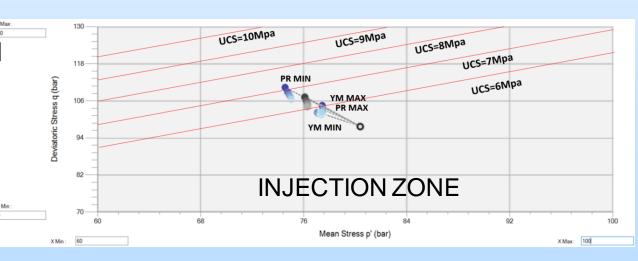
Select Progress: Quantify Geomechanical Risk

 Completed and demonstrated application of multilaminate model for caprock failure



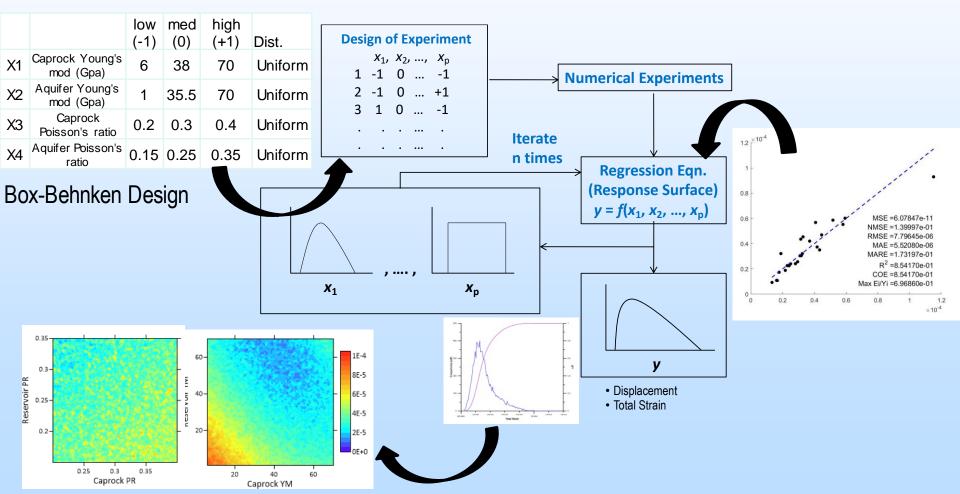
 Completed preliminary sensitivity analysis;

Completed sensitivity
 analysis on elastic and
 strength properties of
 caprock (shale) and
 injection formation
 (sandstone)



Select Progress: Quantify Geomechanical Risk

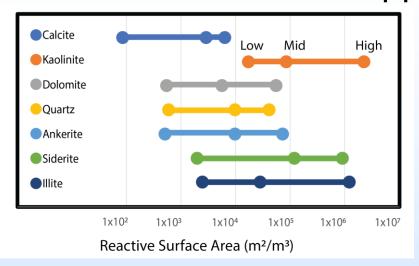
 Established geomechanical risk analysis workflow based on Response Surface Methodology (RSM) for vertical displacement & total strain



Select Progress: Reactive surface area and mineral trapping

 Identified ranges of reactive surface area (RSA) for seven key minerals in FWU

Jia, W.; Xiao, T.; Wu, Z.; Dai, Z.; McPherson, B. Impact of Mineral Reactive Surface Area on Forecasting Geological Carbon Sequestration in a CO₂-EOR Field. *Energies* **2021**, *14*, 1608. https://doi.org/10.3390/en14061608

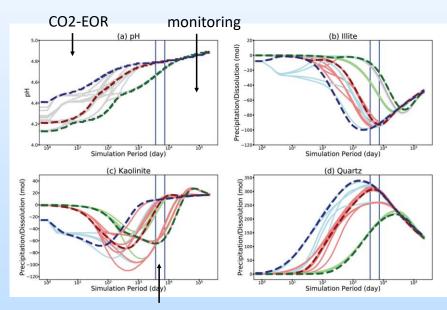


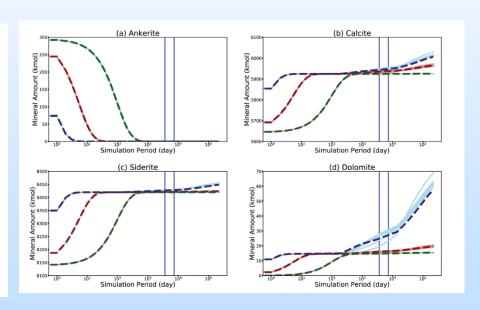
Case No.	Calcite	Kaolinite	Dolomite	Quartz	Ankerite	Siderite	Illite
1	-1	-1	0	0	0	0	0
2	1	-1	0	0	0	0	0
3	-1	1	0	0	0	0	0
4	1	1	0	0	0	0	0

83 0 0 0 0 0 0 -1 1 84 0 0 0 0 0 0 1 1 1 85 0 0 0 0 0 0 0 0 0 0 0 86 -1 -1 -1 -1 -1 -1 -1 -1 87 1 1 1 1 1 1 1 1 1 1

Select Progress: Reactive surface area and mineral trapping

 The inter-dependency effects of mineral RSA values are stronger in the silicate mineral reactions and almost not observed in the carbonate mineral reactions.





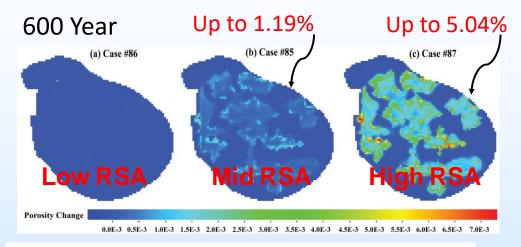
Post-EOR CO2 injection only

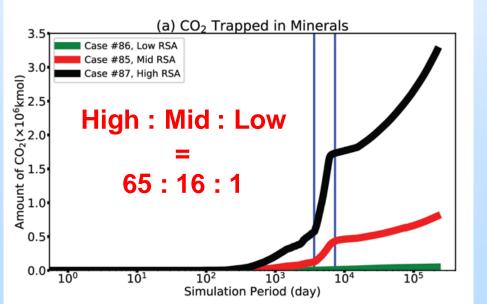
pH and silicate minerals

Clustering effect for carbonate minerals

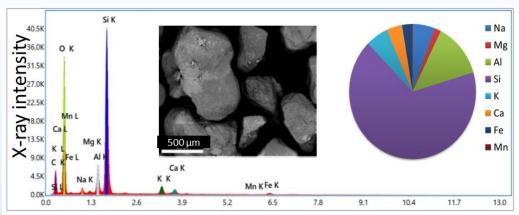
Select Progress: Reactive surface area and mineral trapping

- The low RSA case predicted negligible porosity change and an insignificant amount of CO2 mineral trapping for the FWU model.
- The mid and high RSA cases forecasted up to 1.19% and 5.04% of porosity reduction due to mineral reactions, and 2.46% and 9.44% of total CO2 trapped in minerals by the end of the 600-year simulation, respectively.





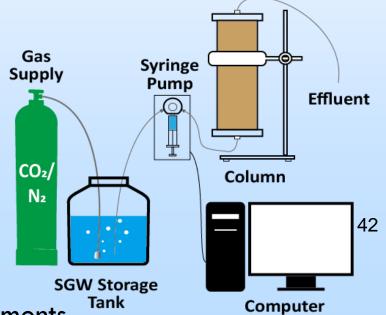
Select Progress: Chemical impacts on the USDW



 Characterization of the Ogallala sand sample.

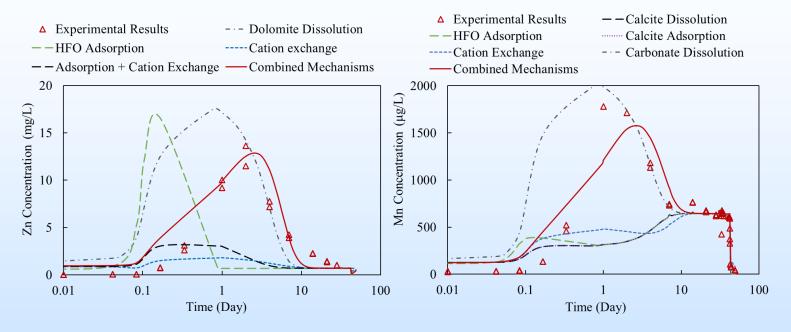
X-ray energy (keV)

Xiao, T., Jia, W., Esser, R., Dai, Z. and McPherson, B., 2021. Potential Chemical Impacts of Subsurface CO2: An Integrated Experimental and Numerical Assessment for a Case Study of the Ogallala Aquifer. Water Resources Research, 57(5), https://doi.org/10.1029/2020WR029274.



Column experiments

Select Progress: Chemical impacts on the USDW



- Cation exchange and carbonate mineral dissolution are the key mechanisms of cation release.
- Most trace metal show a short-term release and quickly drop to the baseline values, suggesting low risk to impact groundwater quality.
- Manganese and Uranium exhibit a stable release during the experiments, which might impact groundwater quality with CO2 intrusion.

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Lessons Learned

Selected lessons learned — "what worked":

- Aqueous phase tracers are very effective for interpreting fast/slow pathways (e.g., faults)
- 3-phase relative permeability derived from capillary pressure is an effective proxy if data lacking
- Wettability evolution may promote "fast" pathways

Lessons Learned

Selected lessons learned – "what did not work":

- Vapor phase tracers are not effective for interpreting flow (multiple returns)
- Most mineralogic changes are too slow to be a factor for CO2-EOR
- Differences in fault modeling approaches (algorithms) provide significantly different storage forecasts
- Better calibration of cement degradation and other geochemical reactions will reduce uncertainty

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Synergy Opportunities

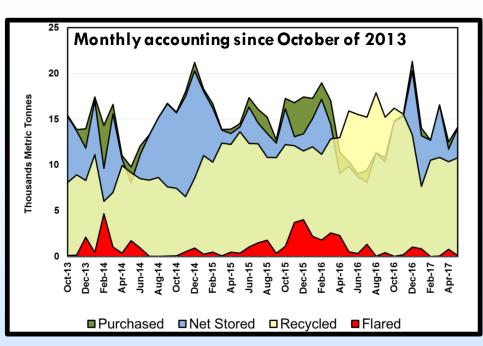
 SWP is collaborating with CUSP and has reached out to the other Regional Initiatives to promote common data sets and tools

 SWP is in dialogue with Unconventional Oil/Gas Reservoir projects to promote common data sets and tools

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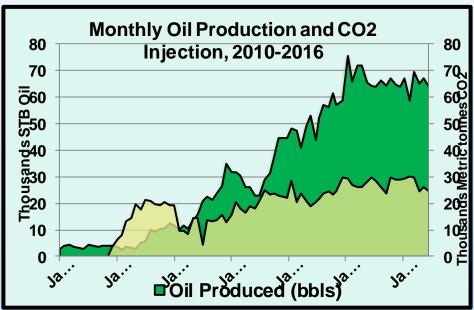
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Project Summary



- Over 1,000,000 tonnes stored since November 2010
- 92.2% of purchased CO₂ still in the system

- Average monthly oil rate increased from ~3,500 to ~65,000 BBL's in first 4 years of CO₂ Flood
- Initial production response within 6 months



Project Summary

- The Southwest Partnership's demonstration project at Farnsworth field highlights enhanced recovery with \sim 92% carbon storage
- Extensive characterization, modeling, simulation, and monitoring studies have demonstrated long term storage security
- Continuous geologic characterization;
- Annual updated geo-model;
- Continuous history match;
- Continuous monitoring (ongoing);
- Effective best practices for CCS include an effective MVA program
- To date and after nearly 3 years of monitoring no leaks to the atmosphere, ground water, or secondary reservoirs have been detected at Farnsworth using a wide array of detection technologies

Appendix

 These slides will not be discussed during the presentation, but are mandatory.

Benefit to the Program

- Identify the program goals being addressed.
- Insert project benefits statement.
 - See Presentation Guidelines for an example.

Project Overview

Goals and Objectives

- Describe the project goals and objectives in the Statement of Project Objectives.
 - How the project goals and objectives relate to the program goals and objectives.
 - Identify the success criteria for determining if a goal or objective has been met. These generally are discrete metrics to assess the progress of the project and used as decision points throughout the project.

Organization Chart

- Describe project team, organization, and participants.
 - Link organizations, if more than one, to general project efforts (i.e., materials development, pilot unit operation, management, cost analysis, etc.).
- Please limit company specific information to that relevant to achieving project goals and objectives.

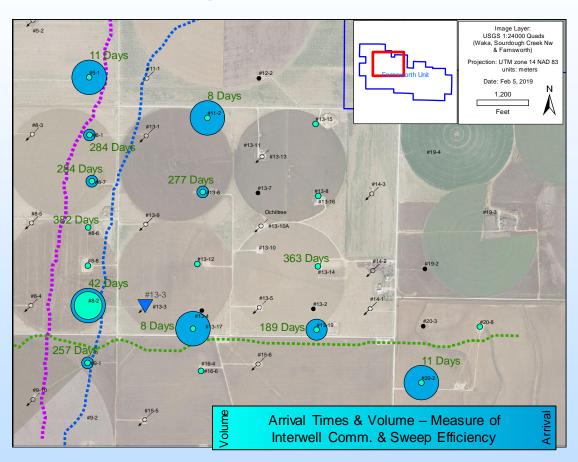
Gantt Chart

• Provide a simple Gantt chart showing project lifetime in years on the horizontal axis and major tasks along the vertical axis. Use symbols to indicate major and minor milestones. Use shaded lines or the like to indicate duration of each task and the amount of work completed to date.

Accomplishments: Characterization

Mini-Talk of MVA Major Findings: Tracers at the FWU

- Aqueous-Phase Tracers – Injection #3
 - FWU well (on water flood) tagged with 2 tracers on June 15, 2017
 - Well #13-3:
 - 2,6-NDS
 - 2-NS
 - 2-NS: "reversibly adsorbing" to evaluate fracture surface area
 - 30 days of waterflood
 - More extensive sampling of production wells
 - Multiple return peaks
 - ~45 days after injection (#8-2), representing 98% of 2,6-NDS/2-NS recovery.
 - Probable signal at #20-3 at 11 days?



Bibliography

 List peer reviewed publications generated from the project per the format of the examples below.

• <u>Journal</u>, one author:

Gaus, I., 2010, Role and impact of CO₂-rock interactions during CO₂ storage in sedimentary rocks: International Journal of Greenhouse Gas Control, v. 4, p. 73-89, available at: XXXXXXX.com.

• Journal, multiple authors:

MacQuarrie, K., and Mayer, K.U., 2005, Reactive transport modeling in fractured rock: A state-of-the-science review. Earth Science Reviews, v. 72, p. 189-227, available at: XXXXXXX.com.

• <u>Publication</u>:

Bethke, C.M., 1996, Geochemical reaction modeling, concepts and applications: New York,
 Oxford University Press, 397 p.