### **Decarbonizing the Intermountain West** (I-WEST: Intermountain West Energy Sustainability & Transitions) Project LANL-AE-388-361

### George Guthrie Los Alamos National Laboratory

LA-UR-22-28289

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## **Project Overview:** DOE's I–WEST initiative is looking at strategies and pathways for equitable transition to carbon neutrality



#### **Two Primary Objectives**

- Develop a stakeholder-based roadmap to achieve carbon neutrality
- Build regional coalitions to deploy the roadmap

#### Place-based Approach

- Prioritize regional attributes and societal readiness first, and technologies second
- Explicitly consider non-technological aspects of region—policy landscape, revenue and jobs, workforce, equity, energy & environmental justice

#### Multiple Technologies and Multiple (Symbiotic) Economies

• Carbon capture, utilization, and storage; clean hydrogen; bioenergy; and low-carbon electricity



#### **Project Funding and Period of Performance**

- DOE-FECM: \$3,275.5k; DOE-EERE/BETO: \$375k
- POP: 1 May 2021 through 31 December 2022

Visit <u>iwest.orq</u> for more detail and archived material from workshops or email <u>iwest@lanl.gov</u>



### **Project Overview:** The I-WEST region is focused on communities dependent on fossil-based economies



The Four Corners area exemplifies the current impacts already occurring in the I-WEST region due to the closing of coal powerplants

Base map: U.S. Fossil Fuel Resources (atlas.eia.gov)



### **Project Overview:** The I-WEST region has diverse attributes that inform energy transition strategies





The new energy infrastructure and economies must anticipate the evolution of the region in response to climate change.

# **Background:** I-WEST is pursuing a regional roadmap that can be described in two complementary ways

Pathways to carbon neutrality that are regionally relevant



### Multiple technologies (wedges) will be needed to achieve carbon neutrality in the I-WEST

 No single wedge is sufficient to achieve goal (similar conclusion as IPCC's on the global level)

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### Individual communities are each developing their own unique strategies

 I-WEST assessment is looking at wedges from both the bottom up and top down

#### Development of new, symbiotic economies that are regionally relevant



#### Potential new energy economies based on:

- Capture (supply) and utilization/storage (demand) of CO<sub>2</sub>
- Production and generation of low-carbon H<sub>2</sub>
- Production and distribution of low-carbon electricity
- Production and utilization of biofuels

#### Why emphasize symbiotic economies?

- "Economic" narrative is resonant across region
- Symbiotic economies can accelerate deployment

### **Background:** "Supply" must equal "demand" for each of the symbiotic economies





## **Approach:** As a place-based initiative, I-WEST is rethinking the traditional approach to technology roadmapping



#### Areas of I-WEST Assessment

- Economics Landscape
- Policy Landscape
- Energy, Environmental, & Social Justice Considerations
- Community Perspectives
- Low-Carbon Electricity
- Hydrogen Production and Utilization
- Bioenergy
- CO<sub>2</sub> Point Source Management
- Direct Air Capture
- CO<sub>2</sub> Utilization / Storage

# **Approach:** I-WEST is looking at several nontechnical considerations that impact the regional strategy for transition





J. Chermak

information, and key communities.

A. Krupnick

D. Raimi

J. -H. Shih

R. Ehrenfeucht

UNIVERSITY WYOMING

J. Chermak

A. Stone

S. Gerace

M. Henry

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R. Ehrenfeucht

Coordination with other I-WEST partners to

identify stakeholders, data, location specific

RESOURCES for the FUTURE

Coordination with other I-WEST partners to identify stakeholders, data, location specific information, and key communities.

W. Look

S. Villanueva

E. Campbell

NATIONAL

A. Harker-Steele

LOS Alamos

D. Vikara

B. Marrone

R. Pawar

TECHNOLOGY LABORATORY

- To develop a regional understanding of the current landscape of energy economics
- To assess the potential economic impacts to the region due to transition from fossil to carbon neutral

#### **Energy-Policy Landscape**

- Describe policy landscape supporting and impeding energy transition
  - Current landscape for States, Tribes, and Federal
  - Explore themes and ideas for future policies to enable/accelerate the transition

#### **Energy, Environmental, & Social Justice Considerations**

- To identify regional considerations important for an equitable transition to carbon neutrality
- To identify community issues re: historical and future impacts of energy economies
- To build justice and equity strategies that converge for the basis of a regional approach

# **Place-based Approach:** I-WEST engaged a broad spectrum of stakeholders in the region to build a place-based understanding



#### **Community Outreach (Place-based)**

- Engage stakeholders through workshops, surveys, and listening/learning sessions
  - Identify expectations—needs, goals, concerns; community through regional scale
- Workshops focused on states and Tribal Nations
  - Summer 2021
  - 8 workshops; ~300 participants
- Surveys, listening/learning sessions with individuals and focus groups
  - Ongoing
  - ~ 1100 participants
- Website to solicit input



# Place-based Approach & Initial Outcomes: Our first step was regional engagement focused on States and Sovereign Nations

*Initial state-focused workshops were held in late summer 2021.* 



#### **Community Outreach Strategy**

- Engage stakeholders through workshops, surveys, listening sessions
  - Identify expectations—needs, goals, concerns; community through regional scale

#### **Insights from Initial Workshops**

- Negative impacts emerging now
- Commonality in carbon-neutrality goal, but diversity in perspectives on how to get there
  - Shifted from "decarbonization" to "carbon-neutral"
- Extensive emerging activity (projects; state-level)
  - Opportunity for coordination & coalition-building
  - $CO_2$  and  $H_2$  are particularly active areas of interest
- Focus on water is widespread
  - Implications for technologies
  - Opportunity for integrating "water" as part of the strategy

Project Catalog (www.iwest.org)







# **Technology-pathways Approach:** I-WEST engaged a broad spectrum of stakeholders in the region to build a place-based understanding



#### **Technology Pathways**

- Engage stakeholders through workshops and listening/learning sessions
  - Identify emerging projects, stakeholder needs/concerns, opportunities
- Workshops focused on pathways aligned with symbiotic economies—technology, policy landscape, economics
  - Initial workshop 11/20/21
  - 10 workshops to date; ~400 participants (not including I-WEST team)
- Listening/learning sessions—akin to Energy I-Corps "stakeholder discovery interviews"
- Preliminary data analysis
  - Scoping analysis of available data
  - Preliminary analysis of CO<sub>2</sub> point sources and CO<sub>2</sub> sinks
  - Leveraging analysis from other projects (e.g., SimCCS)
  - Semi-quantitative "wedge" analysis for emissions reductions high, medium, low scenarios



# **Technology-pathways Initial Outcomes:** The I-WEST region has a strong interest and emerging activity in both H<sub>2</sub> and CO<sub>2</sub>





#### CO<sub>2</sub> capture is emerging

- Both blue hydrogen and retrofits
- Direct air capture also has strong regional alignment and interest
- Will the region have sufficient storage capacity?

#### H<sub>2</sub> production is emerging

- The region has high potential for wind and solar
- Parts of the region have natural gas resources
  - Fugitive methane is a regional concern
- High solar potential could also be tapped through biomass
- Nuclear is being considered in parts of the region
- Is blue hydrogen consistent with a regional strategy to lower CO<sub>2</sub> emissions?

#### Water concerns are emerging

 Will new energy technologies be limited by water needs?



# **Technology-pathways Initial Outcomes:** Our initial approach to technology pathways is to ask "How big could the 'wedges' become?"



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#### **Transportation** (Heidlage & Semelsberger, LANL)

- Based on EPA emissions data, analysis of fuel needs and emissions for registered vehicles in region, state highway department data on interstate highway traffic
- No life-cycle analysis (next phase)
- Possible regional pathways include battery electric vehicles, fuel-cell electric vehicles, biofuels

### Point-source

- (Gattiker, Gilfillan, & Chen, LANL)
- Based on EPA emissions data, analysis of regional facilities; includes all facilities (shown) and 45Q compliant facilities (not shown)
- No life-cycle analysis (next phase)
- Possible regional pathways for electricity include retrofits with CO<sub>2</sub> capture, replacement with renewable, replacement with nuclear
- Pathway analysis for other sources in next phase 13

**Technology-pathways Initial Outcomes:** Given the potential size of the "wedges", will the region have sufficient capacity to store CO<sub>2</sub>? (Vikara, NETL, and broad contributions from across the I-WEST team)



Point Sources and Existing CO<sub>2</sub> Pipelines in I-WEST



#### **Observations from Stakeholder Outreach & Regional Analysis**

- Ample storage capacity likely exists to handle point-source emissions (and likely DAC as well)
- Multiple ongoing and anticipated CCUS projects
  - Diversity in the types of those projects
  - 45Q is driving interest from industry
- Early-mover opportunities are emerging in the region
  - CO<sub>2</sub> EOR; acid gas disposal w/ 45Q under UIC Class II w/ MRV
- Other potential regional opportunities include:
  - Depleted reservoirs (oil/gas and natural CO<sub>2</sub> domes)
  - Diversity of saline formations
  - CO<sub>2</sub> enhanced geothermal?
- Enabling tech and policy clarifications could help to enable broader deployment:
  - Pore space rights clarity
  - Long-term liability
  - Primacy for EPA Class VI
  - Workforce: practitioners and permit oversight
  - Identification of viable storage sites (State-level atlas)

# **Technology-pathways Initial Outcomes:** Is blue hydrogen a potential regional pathway to lowering CO2 emissions? (Sharan, Dubey, Singh, & Semelsberger, LANL)



#### Comparison of Hydrogen vs Diesel for Truck Fuel



### Managing methane-leakage emissions is central to an effective blue hydrogen strategy in I-WEST

- LCA assessments for SMR scenarios to identify key drivers in greenhouse gas (GHG) emission profile
  - Methane leakage is key driver life-cycle GHG emissions for blue hydrogen
  - Location of SMR near NG production ("Local SMR" could be an effective strategy for minimizing life-cycle emissions
  - Using renewable sources to drive the SMR process could significantly lower life-cycle emissions

### Switching trucks from diesel to hydrogen fuel cell is one potential option in I-WEST for transportation

- LCA assessment to assess anticipated GHG emissions and costs assuming heavy trucks
- All hydrogen scenarios outperform diesel in both costs and emissions
- A regional strategy could pursue an evolution from blue to green

**Technology-pathways Initial Outcomes:** How do EESJ considerations impact the infrastructure needs and strategies to deploy CCUS? (Chen, Ma, & Pawar, LANL)

Saline storage only; no EJ considerations Saline storage only; with EJ considerations Saline storage & CO<sub>2</sub>-EOR; with EJ considerations

Pipeline length (miles) – 6836

= Potential CO<sub>2</sub> pipeline

= Saline reservoir centroid

Saline storage & CO<sub>2</sub>-EOR; with EJ considerations; phased build out



Pipeline length (miles) – 4882

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= Existing CO<sub>2</sub> point source

- = CO<sub>2</sub>-EOR field centroid

= Disadvantaged community or tribal lands



Pipeline length (miles) – 6601

# **Technology-pathways Initial Outcomes:** What is the context for water demands to drive new energy technologies? (Guthrie, LANL)

#### Water use is dominated by agriculture

- 40M acre-feet per year total
- 85% from surface water

#### Public water supply is 2nd highest usage

- 3.6M acre-feet per year
- 57% from surface water

### Thermoelectric power generation currently uses a small fraction

- 0.4M acre-feet per year (~400k acre-feet/yr)
- 72% from surface water
- Accounts for ~87% of the 300 GW-hrs produced in region, of which ~24% is exported to other regions

#### Water Usage in the Intermountain West



(Sizes of pie charts are scaled to volume of water used. The slices for usages other than irrigated agriculture have been expanded by a factor of two to facilitate viewing.)



# **Technology-pathways Initial Outcomes:** What are the anticipated maximum levels of water needed for various energy technologies? (Heidlage, Sharan, & Gattiker, LANL)



#### Converting all vehicles to hydrogen

- Producing enough hydrogen via steam-methane reforming to fuel all cars/pickups/trucks in region would require ~200k-300k acre-feet/yr<sup>‡</sup>
- Producing enough hydrogen via electrolysis<sup>‡</sup> to fuel all cars/pickups/trucks in region would require ~70k–80k acre-feet/yr
- Potable water needs <sup>‡</sup> for feedstock (part of total) are 25k-30k acrefeet/yr and 70k-80k acre-feet/yr for blue and green H2, respectively

#### Capturing all point sources of CO<sub>2</sub>

- Capturing all large point sources of  $CO_2$  in region would require ~200k acre-feet/yr based on water-cooled amine technology<sup>fi</sup>
- Using air cooling could reduce required water by ~90%<sup>fi</sup> (e.g., to ~20k acre-feet/yr)

#### Storing all captured point-source CO<sub>2</sub> in reservoirs

- Co-producing brine while injecting CO<sub>2</sub> (to manage pressure) could be a nontraditional water source
- Storing 200Mt CO $_2$ /yr could result in ~200k acre-feet/yr water§

<sup>+</sup> Calculated based on LCA of water needs for various processes on a per kg-H2 basis (Sharan et al.).

- <sup>§</sup> Water co-produced during CO<sub>2</sub> storage assumes an equivalent volume of brine is removed for pressure management and the brine is desalinated to produce water; for comparison, Veil (2020) reported 411k acre-feet of produced water from oil/gas operations in the I-WEST region
- <sup>fi</sup> Point source data from eia.gov. Water needs for capture based on analysis by Grol et al. (2018) NETL-PUB-22446.

#### **Summary**

#### I-WEST is a place-based initiative focused on regional deployment

- Regional stakeholders' perspectives on needs/opportunities/concerns are central to understanding how a region is likely to proceed with transition and deployment
- In I-WEST, "communities" are many and diverse:
  - Cities and counties and economic development organizations
  - States
  - Sovereign Nations
  - Regional stakeholders in multiple business sectors
  - Citizens, advocacy groups, etc.
  - Regional experts in energy-technology
- Maintaining revenue and comparable jobs are a widespread concerns across at-risk communities in I-WEST

### Multiple technologies will need to evolve in tandem for I-WEST to achieve carbon neutrality while developing new economies

- Potential new economies are symbiotic
  - Capturing CO<sub>2</sub> (supply) and utilizing/storing CO2 (demand)
  - Producing/utilizing/storing low-carbon hydrogen
  - Producing/utilizing low-carbon (or even carbon-negative) biofuels
  - Producing/distributing low-carbon electricity



### Appendix

#### Appendix: Organizational Chart for the I–WEST Initiative

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#### Appendix: Gantt Chart for the I–WEST Initiative



- 1—Completion of subcontracts, kick off of team's work
- 2-Completion of initial set of state-focused workshops and other outreach engagements
- 3—First cross-office briefing for DOE (included attendees from FECM, EERE, OE, SC, S-4, S-1, OIE)
- 4—Second cross-office briefing for DOE (included attendees from FECM, EERE, OE, SC, S-4, S-1, NE)
- 5—Completion of initial round of data collection for regional technology assessment
- 6—Official launch of the Four Corners Rapid Response Team under the Interagency Working Group
- 7-Release of final public-facing report assessing regional pathways to carbon neutrality
- 8-Release of final technical report for phase I

