Carbon Sequestration Program



Regional Engagement and Overcoming Barriers to Carbon Capture and Storage in the U.S.

> Carbon Sequestration Leadership Forum Paris, France 27 March 2007

George Guthrie—Los Alamos National Laboratory John Litynski—National Energy Technology Laboratory





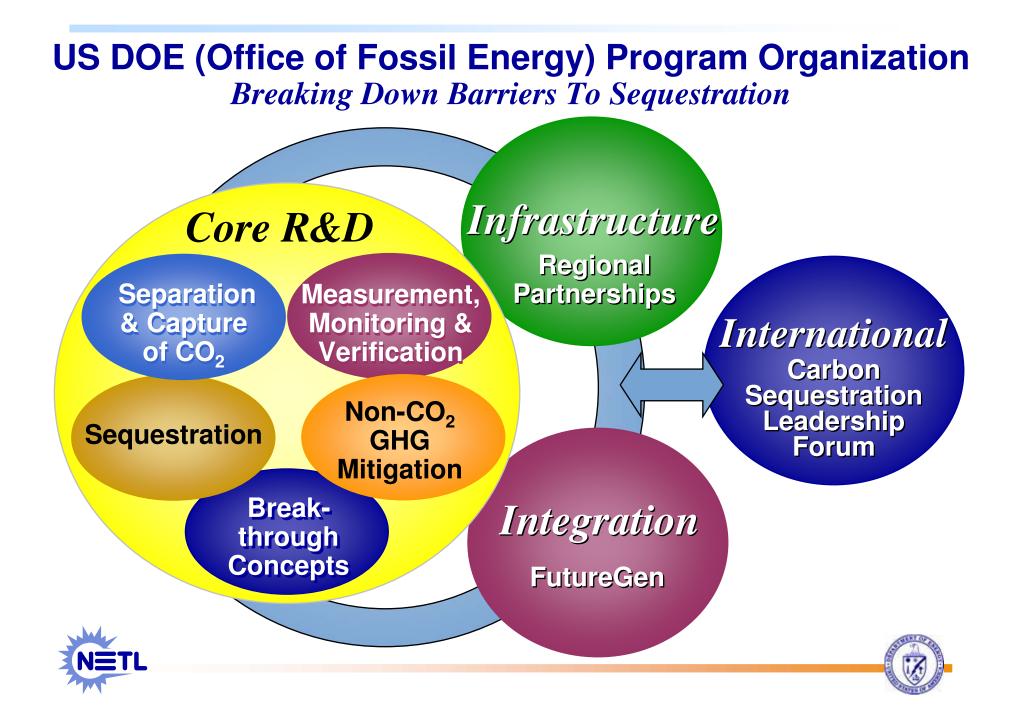
Overcoming Barriers to Carbon Capture and Storage (CCS)

- Capture Costs
 - Capital Investments
 - Increases in COE
- Lack of Infrastructure
- Regulatory Requirements
- Public Acceptance
- Human Capital Resources
- DOE/FE—NETL Sequestration Program is overcoming these barriers through:
 - Core R&D
 - Technology/Infrastructure Development
 - Government/Industry Partnerships
 - International Collaborations





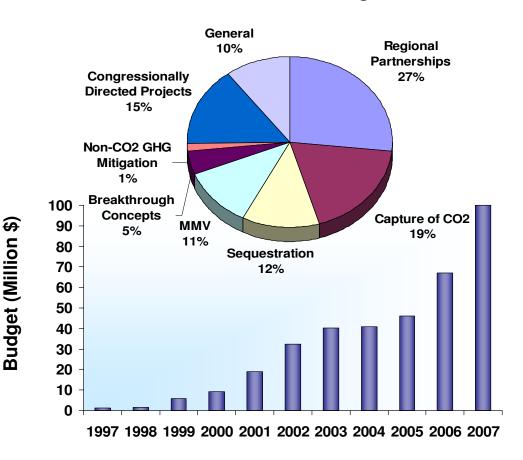




US DOE-FE Sequestration Program Portfolio Overview (FY2006) FY 2006 Budget

Diverse research portfolio

- ~ 70 R&D Projects
- Strong industry support
 - ~ 39% cost share
- Federal Investment to Date
 - ~ \$260 Mil
- Administration Priority









Core R&D Goals

Develop Technology Options for GHG Management That...

- Are safe and environmentally acceptable
- Separation and Capture R&D Goals
 - 2007 have two technologies < 20% increase in Cost of Energy ***
 - 2012 developed two technologies < 10% increase Cost of Energy
- Sequestration/Storage R&D Goals
 - 2012 predict CO₂ storage capacity with +/- 30% accuracy
 - Develop best practice reservoir management strategies that maximize CO₂ trapping
- Monitoring, Mitigation & Verification
 - 2012 ability to verify 95% of stored CO_2 for credits (1605b)
 - CO₂ material balance to >99%

NETL

* technologies identified and ready to move to demonstration (~ 4yrs) and then deployment (~4 yrs) – IGCC 20% and PC 45%

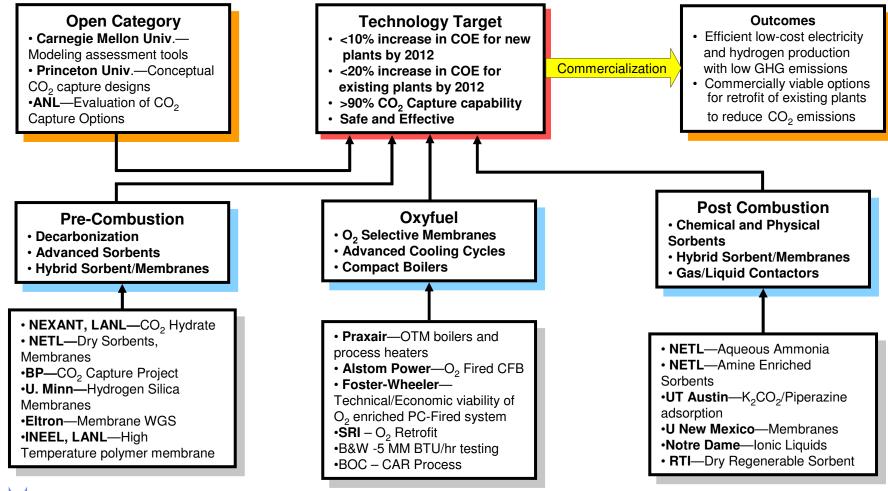
Cost Performance Goals

Year	COE Penalty IGCC Plants (% Increase)	COE Penalty PC Plants (% Increase)
2002	30	80
2007	20	45
2012	10	20
2015	<10	10
2018*	0	0

*Cost/Energy offset from sequestering CO_2 with criteria pollutants NOx, SOx, H_2S (gasification)

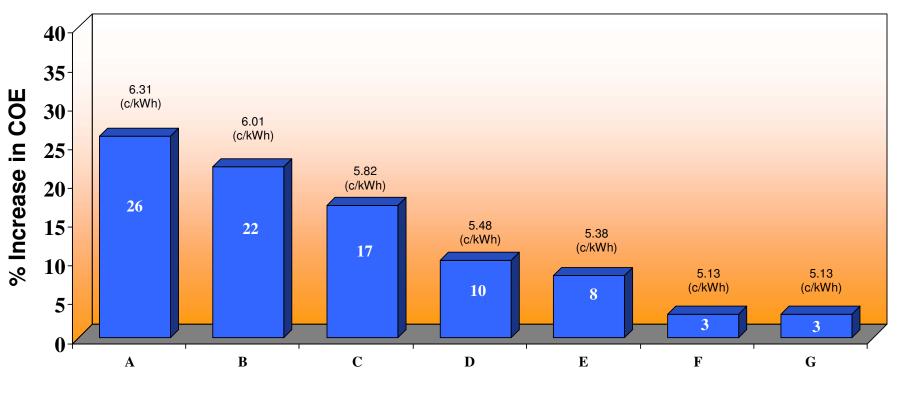


Separation and Capture Overview





Systems Analysis CO₂ Sequestration Economics for IGCC



Basis: No Capture = 5 cents/kWh A—2000 Selexol Scrubbing

B—2005 Advanced Selexol Scrubbing

C—Advanced Selexol Scrubbing w/Co-Storage H₂S/CO₂

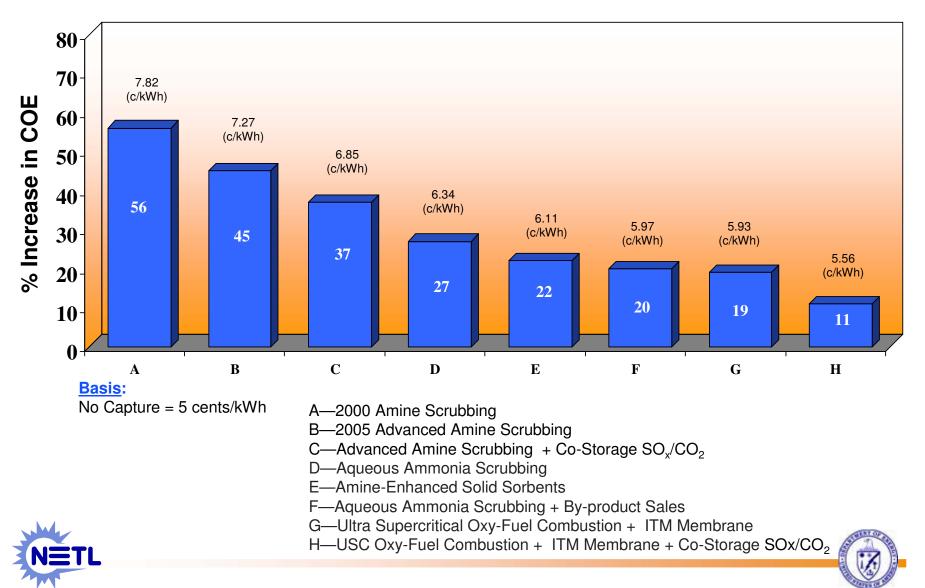
- D—Adv. Selexol + Ion Transport O₂ Membrane (ITM) + Co-Storage
- $E-H_2/CO_2$ selective Water Gas Shift (WGS) Membrane + Co-Storage
- F—ITM + H_2/CO_2 selective WGS Membrane + Co-Storage

G—Chemical Looping with Co-Storage H₂S/CO₂





Systems Analysis CO₂ Sequestration Economics for PC



Sequestration/Storage R&D

"Developing the Infrastructure for Wide Scale Deployment"

Technology Goals

- 2012 predict CO₂ storage capacity with +/- 30% accuracy
- Develop best practice reservoir management strategies that maximize CO₂ trapping

Issues

- Health, safety, and environmental risks
- Uncertain regulatory framework
- Site selection

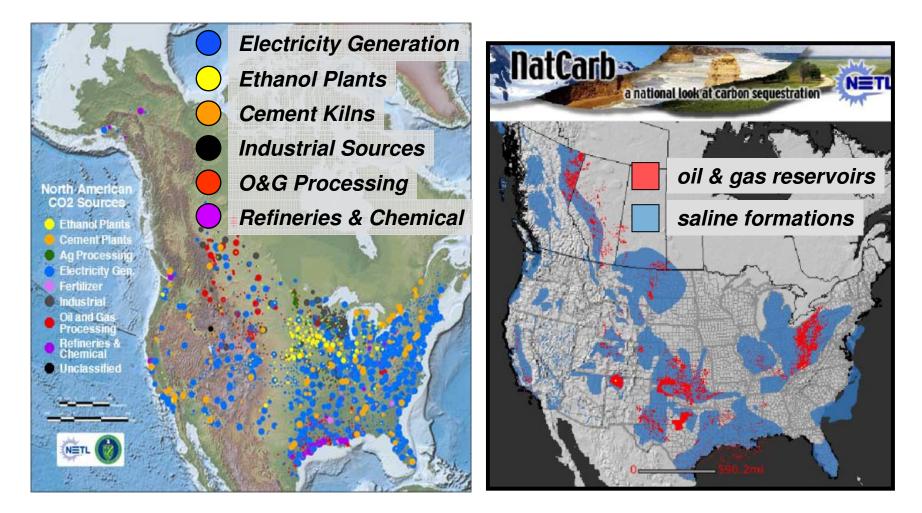
Pathways

- Field experiments / demos
- Protocols for identifying amenable storage sites
- Capacity evaluation studies
- Underlying science





CO₂ Sources and sinks vary regionally within the US.



maps from NATCARB database (www.natcarb.org)





Regional Carbon Sequestration Partnerships "Developing the Infrastructure for Wide Scale Deployment"

Characterization Phase

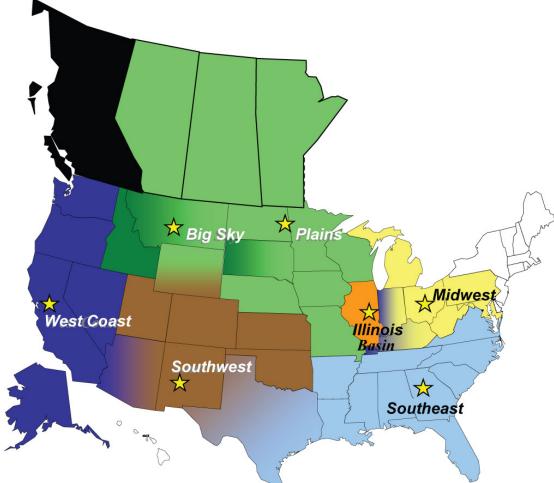
- 24 months (2003-2005)
- \$16M DOE funds

Validation Phase

- 4 years (2005 2009)
- 7 Partnerships (41 states)
- 25 Geologic field validation tests
- \$100M DOE funds

Deployment Phase

- 10 years (2007-2016)
- Several large injection tests
- \$83 DOE funds per project







Characterization Phase Accomplishments

Characterized opportunities for capture and storage of carbon dioxide in North America

Developed National Carbon Sequestration Atlas and Geographic Information System (NATCARB)

Completed regulatory analysis and published recommendations for states – IOGCC Report 2005

Public outreach

- Documentary of Carbon Sequestration
- Focus groups used to gauge public opinion
- Outreach materials websites and fact sheets

Developed regional action plans for regulatory permitting, MMV, outreach, and project implementation

Identified promising opportunities for validation phase





NATCARB's Carbon Sequestration Atlas (North American Capacity Assessment)



CO2 Sources					
		CO ₂ Emission (GT)	Number of Facilities		CAR AND
CO2 Sources		3.8	4365		A REAL PROPERTY OF
	CO2 Sinks				
	Sink Type		Low (GT)	High (GT)	Allo my
Saline		698	2,138	A BAN DIN	
	Unmineable Coal Seams		70	97	
	Oil and O	as Fields	82	83	

• Summarize national and regional sequestration opportunities

• North American Geologic Sinks

- Uses common methodology for saline formations, coal seams, oil/gas fields, other
- Summarize sources of CO₂
- To be issued in early 2007





CCS Regulatory Analysis Interstate Oil and Gas Compact Commission

Capture

- Existing permitting structure under federal/state versions of CAA
- Measurement and accounting standards required

Transportation

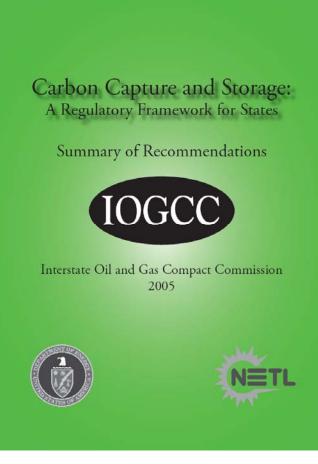
- Existing regulation exist throughout North America for transport of CO₂
- Industry and professional organizations have developed standards for CO₂ pipeline construction

Injection

- Class II permitting framework exist under the EPA and States' Underground Injection Control (UIC) programs for oil and gas
- Class V has been used to permit several small tests
- Existing permitting structure needs to be amended to address risk, MMV, reservoir interactions, related to CO₂

Post Injection

- Framework needed to address the site abandonment, long-term liability, and monitoring requirements.
- Can be developed from the existing UIC program

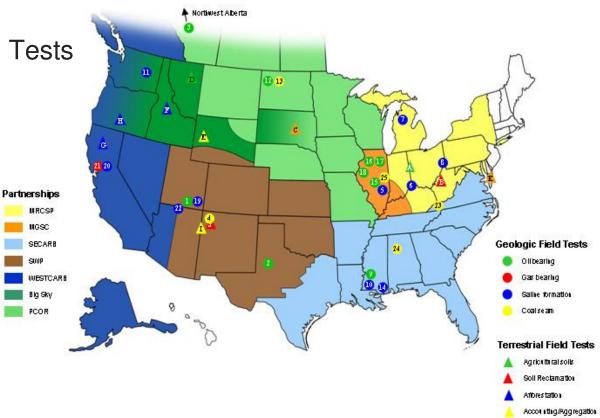






Validation Phase Field Tests Validating Storage Options Throughout the U.S.

- 25 Geologic Sequestration Injection Tests
 - 10 Saline Formation Tests
 - -9 EOR Tests
 - -5 ECBM Tests
 - -1 EGR Test
- 11 Terrestrial Sequestration Tests
 - Croplands
 - Rangelands
 - Wetlands
 - Forestlands



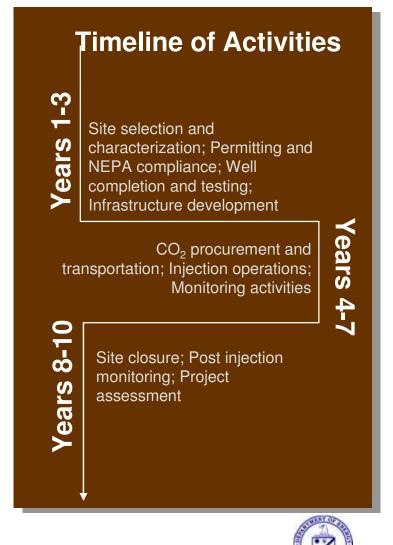


Wettands Reclamation

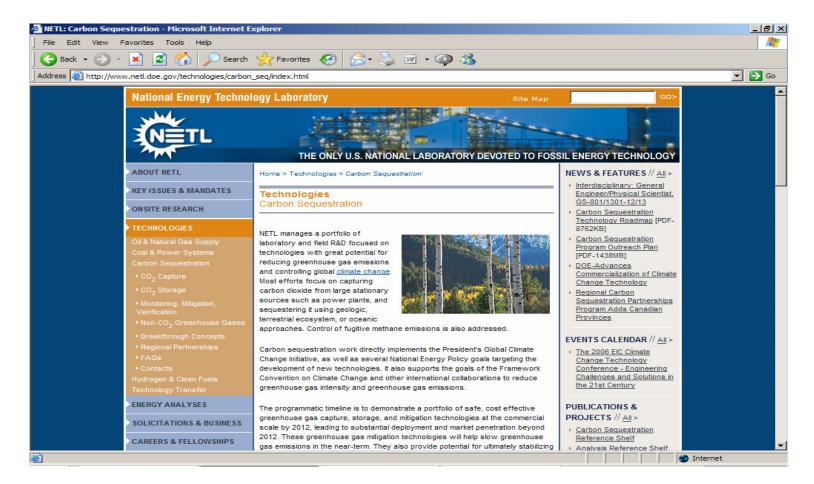


Deployment Phase Scaling Up Towards Commercialization

- FY 2008-2017 (10 years)
- Several Large Volume Sequestration tests in North America
- Injection rates up to 1,000,000 tons per year for several years
- Scale up is required to provide insight into several operational and technical
 - issues in different formations



Carbon Sequestration Program Web Resources



http://www.netl.doe.gov/technologies/carbon_seq/index.html

