Directorate General for Mineral and Energetic Resources



Italian Law on CO₂ Storage

Francesca CAPPELLETTI Div. VII - Natural Gas Storage, Capture and Storage of Carbon Dioxide CSLF (Rome) – April 2013, 17th

Ministry of Economic Development Department of Energy

TODAY'S AGENDA



- 1. Reference regulations on CO₂ storage
 - 2009/31/CE Directive
 - 162/2011 Decree

2. Additional implementation decrees

- Areas identification
- Communication decree
- 3. Public awareness/perception
- 4. CCS and National Energy Strategy (SEN)
- 5. Conclusions

REFERENCE POLICY FRAMEWORK

Reference regulations

Eu: 2009/31/CE Directive (April 2009, 23rd)
 Italy: 162/2011 Decree (September 2011, 14th)



- Crucial tool finalized at **actuating pilot projects** in order for CCS to become safe and cost-effective
- Italian Ministry of Economic Development (MSE) is involved in implementing decree (Community Law 96 of June 2010, 4th) to comply with EU CCS Directive

162/2011 DECREE

162/2011 Decree: result of **team-work** among **Ministry of Economic Development & Ministry of Environment** since 2009



Support of industrial operators and research corporations

Meeting place: **"Observatory on the Carbon Capture and Storage"** (promoted in Italy under the initiative of the Sustainable Development Foundation)

DECREE PUBLICATION ITER

GENERAL

REPUBB

Timetable to publication of 162/2011 Decree:

June 2010, 4th

> March 2011

April-May

2011

July 2011, 28th

- Task force for Directive enforcement
- Decree draft evaluation and Council of Ministers endorsement (23rd)
 - Consultations Permanent Conference Government-Regions, approving opinion

• Council of Ministers definitely approves Decree text

October 2011, 4th Decree 162/2011 September, 14th and published on Official Gazette

162/2011 DECREE CONTENTS

- All the parts of CCS Directive adopted
- Crucial points in the scheme below
- Further implementing decrees foreseen (see next \rightarrow)

Competent Authority definition		Storage areas detection (→ no water column, no seismic Zone 1 of high seismicity)		Assignment procedures for storage licenses and preliminary survey activities	
Check of Operators technical-economical requirements (→ financial guarantees)		Monitoring activities and survey		Plants closure and post-closure actions	
	Information to the Public		3 Attachments: - Storage system characterization - Monitoring - Operator requirements		

IMPLEMENTING DECREES

Working groups' Purpose: to prepare additional implementing decrees

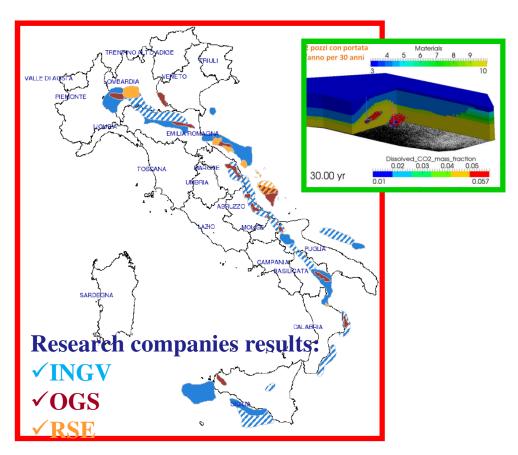
Group 1 - storage potential	 Art. 7, co. 1 - sites detection Art. 7 co. 5 - storage capacity evaluation 	
Group 2 - guarantees and tariffs	 Art. 25 - financial guarantees Art. 26 - financial mechanism Art. 27 - financial regulations 	
Group 3 - communication	• Art. 31 - information to the public	

Focus on: -Areas (Group 1) -Communication (Group 3)

AREAS IDENTIFICATION

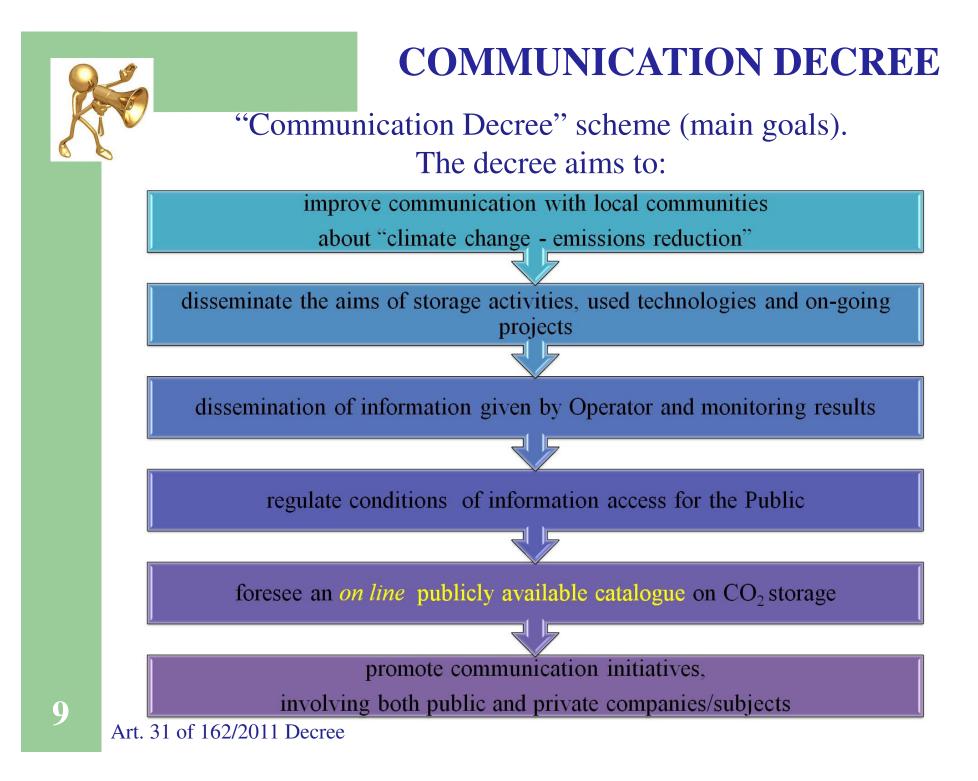
- Synthesis of **studies** by research companies for recognition of eligible national options for CCS deployment
- Sites detection and storage volume evaluation (modeling)
- Public available data: from **ViDEPI project** + "allowed/not allowed" criterion
- Synergy





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Art. 7, co. 5 of 162/2011 Decree



PUBLIC PERCEPTION

DEBAT PUBLIC

(on energy decisions & strategy)

1 - Essential informative tool (understand the issue!) 2 - Involvement of communities (discuss the possibilities <u>before</u> <u>choosing</u>!) 3 - SEN admits the need of involving communities (involvement from the project planning!)







...People approval!

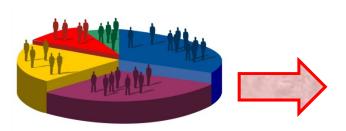
PUBLIC PERCEPTION

OPINION POLL

(on energy issues: production, NGS, CCS...)

1 - E.g.: ISPO Study (Institute for Studies on Pulic Opinion for Assomineraria): investigate public feeling on E&P activities in Italy.

2 - Public opinion & opinion leaders on: Energy issue, E&P activities background knowledge 3 - Similarly, Italian Economic Development Ministry is interested in being familiar with **people opinion** about energy strategies where territory is involved in.







...People approval!

PUBLIC PERCEPTION

ISPO Study Results Statement: E&P activities satisfy energy demand for 10%! Question: About E&P in Italy do you think it's better...:

Opinion Leaders

- ... develop production activities (to be selfsufficient in respect of energy import)? $\rightarrow 55\%$
 - ... completely stop activities? \rightarrow 9%

• ... go on like this? $\rightarrow 22\%$

Public opinion

- ... develop production activities (to be selfsufficient in respect of energy import)? $\rightarrow 57\%$
 - ... completely stop activities? $\rightarrow 11\%$
- ... go on like this? $\rightarrow 32\%$

Opinion Leaders think that:

- ✓ 63%: Italy has the technical know-how to develop Production in a sustainable way;
- ✓ 73%: bureaucracy slowed down E&P activities;
- ✓ Governments (64%) + UE (28%) should plan the future energy strategy.



CCS & NATIONAL ENERGY STARTEGY (SEN)

Oct/Dec 2012 → March 2013 (Inter-Ministerial decree). Italian energy field modernization → Country development. CCS Technology → key position up to 2030-2035, (de-carbonizing path).

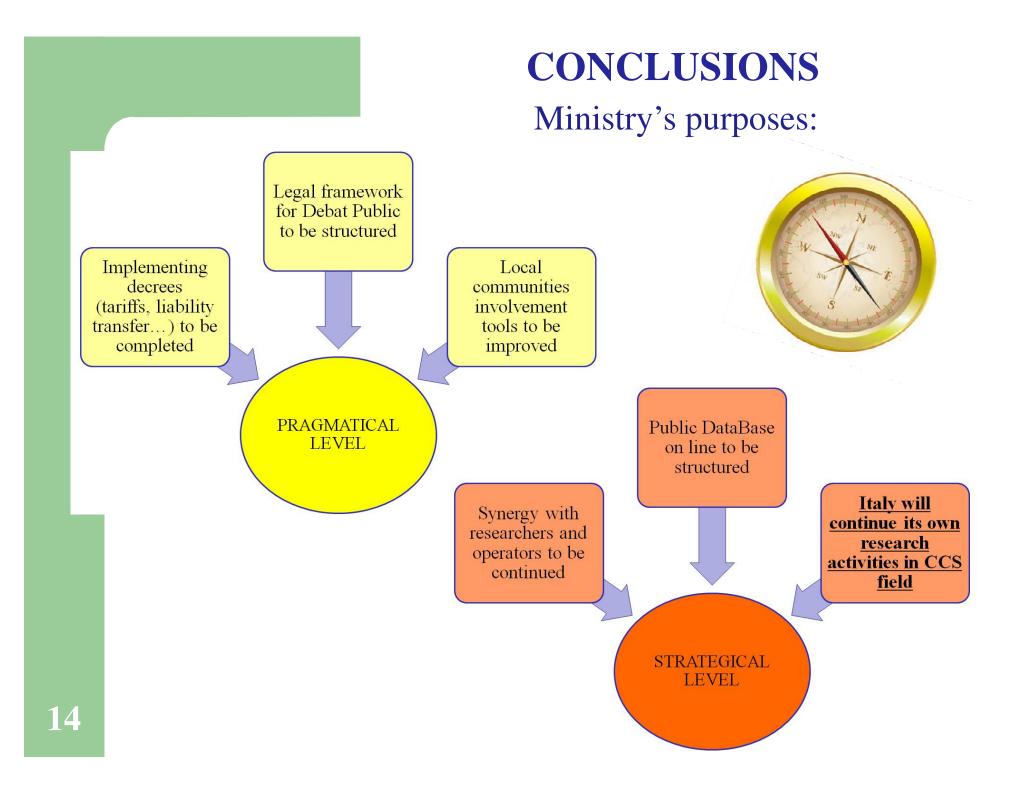
✓ <u>CCS: KEY ROLE</u>

CCS is not cost-effective (nowadays) **BUT** it plays an essential role in the long-term period (in clean coal generation and in application to other high emission industries) and **Italy will continue its RESEARCH ACTIVITIES in CCS**.

✓<u>3 EVOLUTIONARY SCENARIOS</u>

•High energy efficiency •High renewables

•High CCS (\rightarrow fossil fuel use supported by capture and storage advanced technologies both in power generation and in industries).



Thank you for your attention!

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