

GCEP Global Climate & Energy Project

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> Carbon Dioxide Capture and Sequestration: Hype or Hope?

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Science and technology for a low GHG emission world.



Contradicting Views About CCS GCEP

- Hope?
 - CCS can result in 20% of needed emissions reductions over the next 100 years
 - Without CCS, were in trouble
 - All components of CCS technology are available today, we just need to put them together
 - We've been doing this for 30 years in oilfields
 - Just do it!
- Hype?
 - CCS is extremely expensive
 - Environmental risks are unacceptably high
 - CO₂ will leak back to the surface
 - Institutional barriers are too high



Key Questions



- Is capture technically feasible?
- Will CO₂ leak back to the surface?
- Will CO₂ storage create unacceptable environmental hazards?
- Is there enough storage capacity?
- Will CCS be too costly to implement?
- Will non-technical issues impede deployment?



Carbon Dioxide Capture and Geologic Storage









Options for CO₂ Capture







Comparison of Capture Options GCEP

Technology	Advantages	Drawbacks
Post- Combustion	 Mature technology Standard retrofit 	 High energy penalty (~30%) High cost for capture
Pre- Combustion (IGCC)	 Lower costs than post- combustion Lower energy penalties (10-15%) H₂ production 	 Complex chemical process Repowering Large capital investment
Oxygen- Combustion	 Avoid complex post- combustion separation Potentially higher generation efficiencies 	 New materials Oxygen separation Repowering



Carbon Dioxide Capture and Geologic Storage









What Types of Rock Formations are Suitable for Geological Storage? GCEP

Rocks in deep sedimentary basins are suitable for CO_2 storage.





Map showing world-wide sedimentary basins ranked according to prospectivity for storage

Northern California Sedimentary Basin

Example of a sedimentary basin with alternating layers of coarse and fine textured sedimentary rocks.









Expert Opinion about Storage Safety and Security



"Observations from engineered and natural analogues as well as models suggest that the fraction retained in appropriately selected and managed geological reservoirs is very likely* to exceed 99% over 100 years and is likely** to exceed 99% over 1,000 years."

"With appropriate site selection informed by available subsurface information, a monitoring program to detect problems, a regulatory system, and the appropriate use of remediation methods to stop or control CO₂ releases if they arise, the local health, safety and environment risks of geological storage would be comparable to risks of current activities such as natural gas storage, EOR, and deep underground disposal of acid gas."



* "Very likely" is a probability between 90 and 99%.

** Likely is a probability between 66 and 90%.



Evidence to Support these Conclusions



- Natural analogs
 - Oil and gas reservoirs
 - CO₂ reservoirs
- Performance of industrial analogs
 - 30+ years experience with $CO_2 EOR$
 - 100 years experience with natural gas storage
 - Acid gas disposal
- 20+ years of cumulative performance of actual CO₂ storage projects
 - Sleipner, off-shore Norway, 1996
 - Weyburn, Canada, 2000
 - In Salah, Algeria, 2004





Natural Gas Storage





- Seasonal storage to meet winter loads
- Storage formations
 - Depleted oil and gas reservoirs
 - Aquifers
 - Caverns



Sleipner Project, North Sea



- 1996 to present
- 1 Mt CO₂ injection/yr
- Seismic monitoring



Picture compliments of Statoil



Weyburn CO₂-EOR and Storage Project



- 2000 to present
- 1-2 Mt/year CO₂ injection
- CO₂ from the Dakota Gasification Plant in the U.S.







In Salah Gas Project





In Salah Gas Project - Krechba, Algeria Gas Purification - Amine Extraction 0.6 Mt/year CO₂ Injection Operations Commence - June, 2004





Key Elements of a Geological Storage Safety and Security Strategy







Variation with Depth and Geothermal Regime of Carbon Dioxide Density







X-ray Micro-tomography at the **Advanced Light Source**



Image of Rock with CO₂ Micro-tomography Beamline Water Mineral grain 2 mm



Storage Mechanisms



- Injected at depths of 1 km or deeper into rocks with tiny pore spaces
- Primary trapping
 - Beneath seals of low permeability rocks
- Secondary trapping
 - CO₂ dissolves in water
 - CO₂ is trapped by capillary forces
 - CO₂ converts to solid minerals
 - CO₂ adsorbs to coal



Image courtesy of ISGS and MGSC



Seal Rocks and Mechanisms



- Shale, clay, and carbonates
- Permeability barriers to CO₂ migration
- Capillary barriers to CO₂ migration







Secondary Trapping Mechanisms Increase Over Time





Time since injection stops (years)



Monitoring Methods







Seismic Monitoring Data from Sleipner





From Andy Chadwick, 2004



Surface Monitoring







Location of Storage Sites in North America: Saline Aquifers





First North American Carbon Sequestration Atlas, 2006

CO ₂ Storage Capacity				
(Billion Metric Tons)				
Big Sky	271	1,085		
MGSC	29	115		
MRCSP	47	189		
PCOR	97	97		
SECARB	360	1,440		
SOUTHWEST	18	64		
WESTCARB	97	288		
TOTAL	919	3,378		





Capacity Varies Widely by Region





Theoretical capacity estimates range from 50 to over 1,000 times annual emissions (from stationary sources), depending on location.



What Could Go Wrong?



 WORLDWIDE DRILLING DENSITY
 1 - 100
 300 - 1,000
 4,400 - 23,400
 No Wells / Data

Potential Release Pathways

- Well leakage (injection and abandoned wells)
- Poor site characterization (undetected faults)
- Excessive pressure buildup damages seal

Potential Consequences

- 1. Worker safety
- 2. Groundwater quality degradation
- 3. Resource damage
- 4. Ecosystem degradation
- 5. Public safety
- 6. Structural damage
- 7. Release to atmosphere

What about a catastrophic release, like what happened at Lake Nyos in Cameroon?



Risk Management



Financial Responsibility **Regulatory Oversight** Remediation Monitoring Safe Operations Storage Engineering Site Characterization and Selection **Fundamental Storage** and Leakage Mechanisms

Financial mechanisms and institutional approaches for long term stewardship (e.g. monitoring and remediation if needed)

Oversight for site characterization and selection, storage system operation, safety, monitoring and contingency plans Active and abandoned well repair, groundwater cleanup, and ecosystem restoration

Monitoring plume migration, pressure monitoring in the storage reservoir and above the seal, and surface releases

Well maintenance, conduct of operations, well-field monitoring and controls

Number and location of injection wells, strategies to maximize capacity and accelerate trapping, and well completion design

Site specific assessment of storage capacity, seal integrity, injectivity and brine migration

Multi-phase flow, trapping mechanisms, geochemical interactions, geomechanics, and basin-scale hydrology



Are We Ready?



State-of-the-art is well developed, scientific understanding is excellent and engineering methods are mature



Sufficient knowledge is available but practical experience is lacking, economics may be sub-optimal, scientific understanding is good



Demonstration projects are needed to advance the state-of-the art for commercial scale projects, scientific understanding is limited



Pilot projects are needed to provide proof-of-concept, scientific understanding is immature



New ideas and approaches are needed



Status of Geological Storage



	Oil and Gas	Saline Aquifers	Coalbeds
Financial Responsibility			
Regulatory Oversight			
Remediation			
Monitoring			
Safe Operations			
Storage Engineering			
Site Characterization and Selection			
Fundamental Storage and Leakage Mechanisms			



Maturity Summary



• Are we ready for CCS?







Sufficient knowledge is available but practical experience is lacking, economics may be sub-optimal, scientific understanding is good



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Cost of CCS



Type of power plant with CCS	Natural Gas Combined Cycle reference plant	Pulverized Coal reference plant
	US\$/tCO ₂ avoided	US\$/tCO ₂ avoided
Power plant with capture and geological storage		
Natural Gas Combined Cycle	40 - 90	20 – 60
Pulverized Coal	70 – 270	30 – 70
Integrated Gasification Combined Cycle	40 – 220	20 – 70

Source: IPCC, 2005

McKinsey, 2008:

- \$77 to \$116/tCO₂ avoided for early projects
- \$39 to $58/tCO_2$ avoided after learning lowers cost



Cost of Electricity Production with CCS



Power plant system	Natural Gas Combined Cycle (US\$/kWh)	Pulverized Coal (US\$/kWh)	Integrated Gasification Combined Cycle (US\$/kWh)
Without capture (reference plant)	0.03 - 0.05	0.04 - 0.05	0.04 - 0.06
With capture and geological storage	0.04 - 0.08	0.06 - 0.10	0.05 - 0.09

IPCC, 2005

Increase electricity production costs by 50 to 100% U.S. DOE Goal: 10% increase in cost, likely to change to 35% increase



Contradicting Views About CCS GCEP

- Hope?
 - CCS can result in 20% of needed emissions reductions over the next 100 years (yes)
 - Without CCS, were in trouble (probably)
 - All components of CCS technology are available today, we just need to put them together (not quite that simple)
 - We've been doing this for 30 years in oilfields (but more than oilfields will be needed, experience will be needed for saline aquifer storage)
 - Just do it! (yes, for large scale demonstration projects)
- Hype?
 - CCS is extremely expensive (compared to what?)
 - Environmental risks are unacceptably high (no, not if done carefully)
 - CO₂ will leak back to the surface (no, not if done carefully)
 - Institutional barriers are too high (possibly, if the government and private sector do not work together quickly and effectively)





- Policy and regulations to limit carbon emissions
- Long term liability for stored CO₂
- Legal framework for access to underground pore space
- Regulations for storage: siting, monitoring, performance specifications
- Carbon trading credits
- Clean development mechanism (CDM)
- Public acceptance

None is likely to be a show stopper, but all require effort to resolve.



Conclusions



- CCS is an important part of the portfolio of technologies for reducing greenhouse gas emissions
- Progress on CCS proceeding on all fronts
 - Industrial-scale projects
 - Demonstration plants
 - R&D
- Technology is sufficiently mature for large scale demonstration projects and commercial projects with CO₂-EOR
- Research is needed to support deployment at scale
 - Capture: Reduce costs and improve reliability
 - Storage: Improve storage security and avoid unintentional environmental impacts
- Institutional issues need to be resolved to support widespread deployment