

# Integrated CCS for Kansas (ICKan)

Project Number FE0029474

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Kansas Geological Survey  
University of Kansas



**Martin Dubois**

Improved Hydrocarbon Recovery, LLC

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U.S. Department of Energy

National Energy Technology Laboratory

Mastering the Subsurface Through Technology Innovation, Partnerships and Collaboration:  
Carbon Storage and Oil and Natural Gas Technologies Review Meeting

August 1-3, 2017

# Presentation Outline

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- Technical Status
  - Project Overview
  - Goals & Objectives
  - CCS Team & Participants
  - Sub-basinal Evaluations
  - CO<sub>2</sub> Sources & Transportation Assessments
  - Legal, Regulatory, and Public Policy
- Accomplishments to Date
- Lessons Learned & Synergy Opportunities
- Project Summary

# Technical Status

## Project Overview: Goal & Objectives

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- Identify and address major **technical and nontechnical challenges** of implementing CO<sub>2</sub> capture and transport and establishing secure geologic storage for CO<sub>2</sub> in Kansas
- Evaluate and **develop a plan and strategy** to address the challenges and opportunities for commercial-scale CCS in Kansas

# Technical Status

## Project Overview: Base Case Scenario

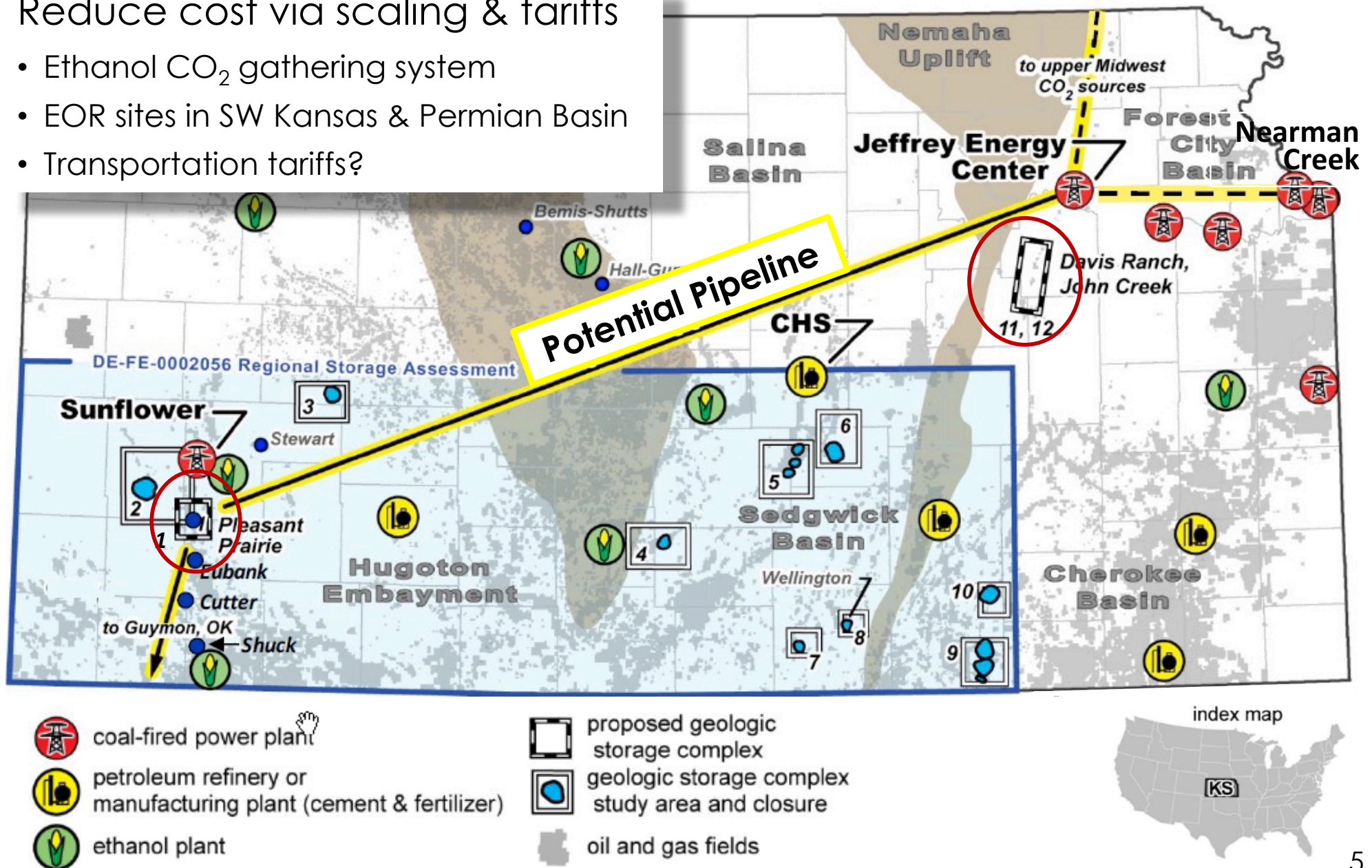
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- **Capture 50 million tonnes CO<sub>2</sub>** from one of three Jeffrey Energy Center's 800 MWe plants over a 20 year period (2.5Mt/yr)
- Compress CO<sub>2</sub> and **transport 300 miles to Pleasant Prairie Field** in SW Kansas.
  - Alternative: 50 miles to Davis Ranch and John Creek Fields.
- Inject and permanently **store 50 million tonnes CO<sub>2</sub> in the Viola Formation and Arbuckle Group**

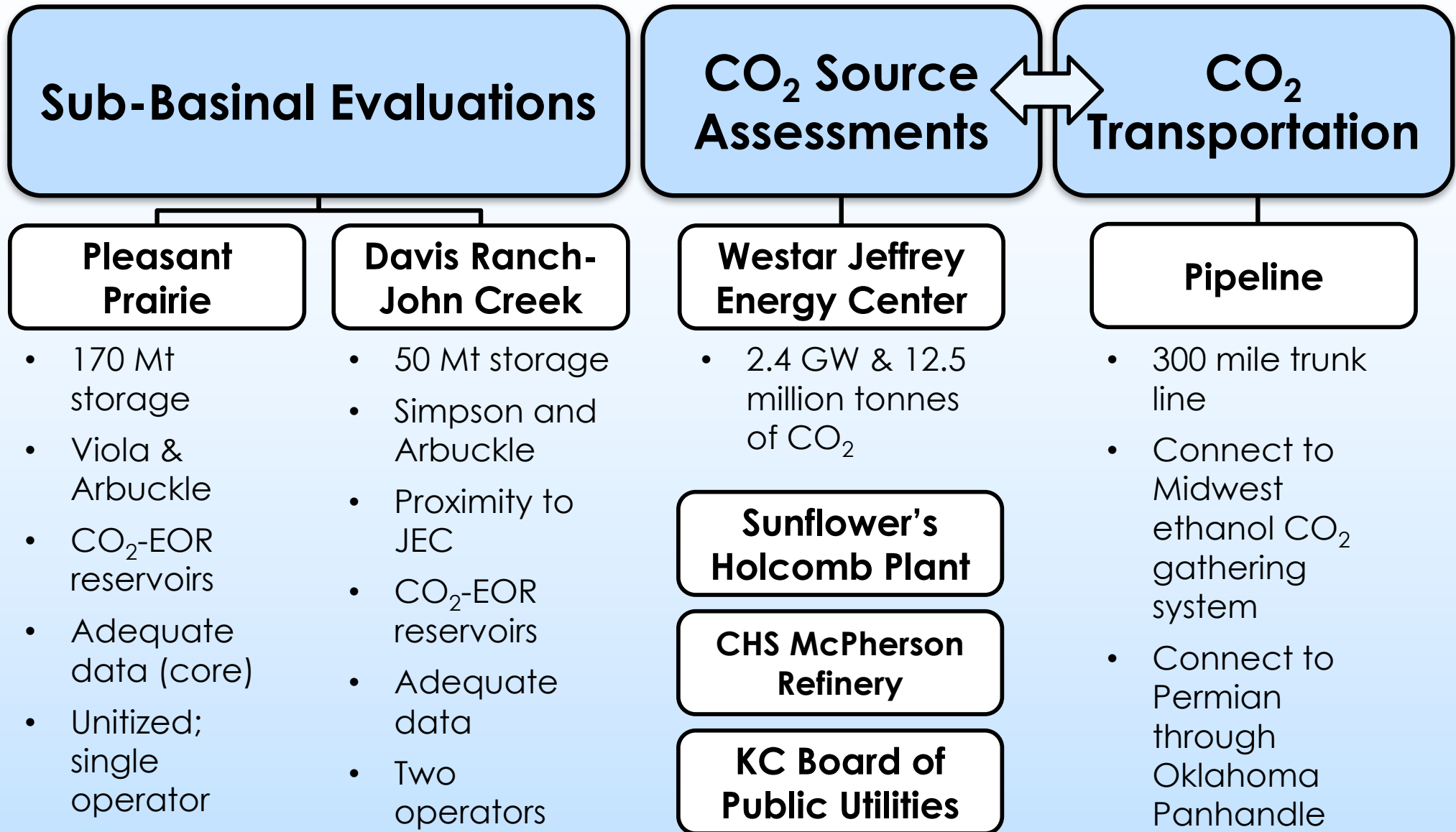
# Jeffrey to SW Kansas

Reduce cost via scaling & tariffs

- Ethanol CO<sub>2</sub> gathering system
- EOR sites in SW Kansas & Permian Basin
- Transportation tariffs?



# Technical Evaluations



# Non-Technical Evaluations

## Implementation Plan

### Economics

- Capture & transportation economic feasibility (with or w/o ethanol component)
- Financial backing
- Financial assurance under Class VI
- State incentives
- Federal tax policy



### Legal & Regulatory

- Pore space property rights including force unitization
- CO<sub>2</sub> ownership & liability
- MVA requirements under UIC Class VI
- Varying stakeholder interests
- Right-of-ways
- Utility rate-payer obligations

### Public Policy (Public Acceptance))

- Identify stakeholders
- Foster relationships
- Public perception
- Political challenges
- Injection-induced seismicity



# Phase 1 Research Team

*18 team members, 4 subcontractors and KGS staff*

## **Project Management & Coordination, Geological Characterization**

### **Kansas Geological Survey**

**University of Kansas  
Lawrence, KS**

Tandis Bidgoli, PI, Assistant Scientist  
Lynn Watney, Senior Scientific Fellow  
Eugene Holubnyak, Research Scientist  
K. David Newell, Associate Scientist  
John Doveton, Senior Scientific Fellow  
Susan Stover, Outreach Manager  
Mina FazelAlavi, Engineering Research Asst.  
John Victorine, Research Asst., Programming  
Jennifer Hollenbah - CO2 Programs Manager

### **Improved Hydrocarbon Recovery, LLC** **Lawrence, KS**

Martin Dubois, Joint-PI, Project Manager

## **CO2 Source Assessments, Capture & Transportation, Economic Feasibility**

### **Linde Group (Americas Division)**

**Houston, TX**

Krish Krishnamurthy, Head of Group R&D  
Kevin Watts, Dir. O&G Business Development

## **Energy, Environmental, Regulatory, & Business Law & Contracts**

### **Depew Gillen Rathbun & McInteer, LC**

**Wichita, KS**

Christopher Steincamp, Attorney at Law  
Joseph Schremmer - Attorney at Law

## **Policy Analysis, Public Outreach & Acceptance**

### **Great Plains Institute**

**Minneapolis, MN**

Brendan Jordan, Vice President  
Brad Crabtree, V.P. Fossil Energy  
Jennifer Christensen, Senior Associate  
Dane McFarlane, Senior Research Analyst



# Industry Partners

## Four CO<sub>2</sub> Sources

### **CO<sub>2</sub> Sources**

#### **Westar Energy**

Brad Loveless, Exec. Director Environ. Services  
Dan Wilkus, Director - Air Programs  
Mark Gettys, Business Manager

#### **Kansas City Board of Public Utilities**

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#### **Sunflower Electric Power Corporation**

Clare Gustin, V.P. Member Services & Ext. Affairs

#### **CHS, Inc. (McPherson Refinery)**

Richard K. Leicht, Vice President of Refining  
Rick Johnson, Vice President of Refining

### **Regulatory**

#### **Kansas Department of Health & Environment**

##### **Division of Environment**

John W. Mitchell, Director

##### **Bureau of Air**

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## Five Oil & Gas Companies

### **Kansas Oil & Gas Operators**

#### **Blake Production Company, Inc.** **(Davis Ranch and John Creek fields)**

Austin Vernon, Vice President

#### **Knighton Oil Company, Inc.** **(John Creek Field)**

Earl M. Knighton, Jr., President

#### **Casillas Petroleum Corp.** **(Pleasant Prairie Field)**

Chris K. Carson, V.P. Geology and Exploration

#### **Berexco, LLC** **(Wellington, Cutter, and other O&G fields)**

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#### **Stroke of Luck Energy & Exploration, LLC** **(Leach & Newberry fields)**

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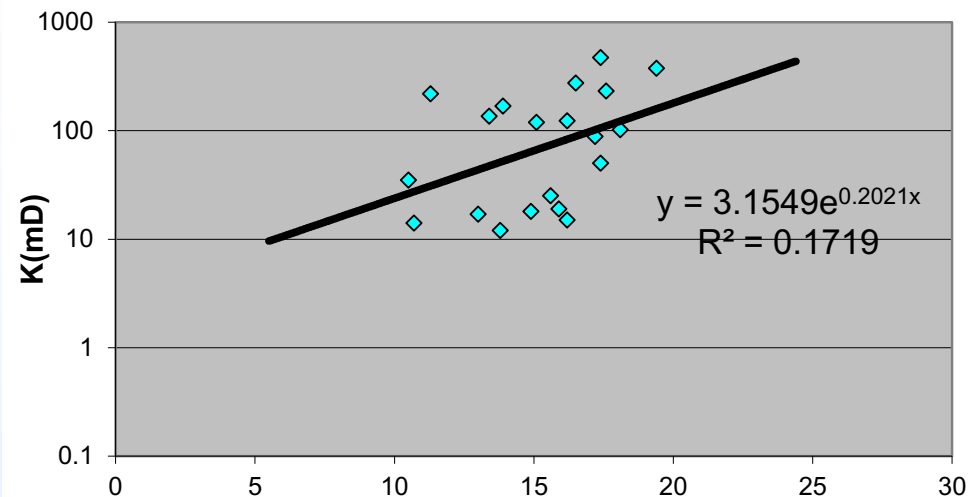
# Technical Status

## DR & JC Fields: Reservoir Properties

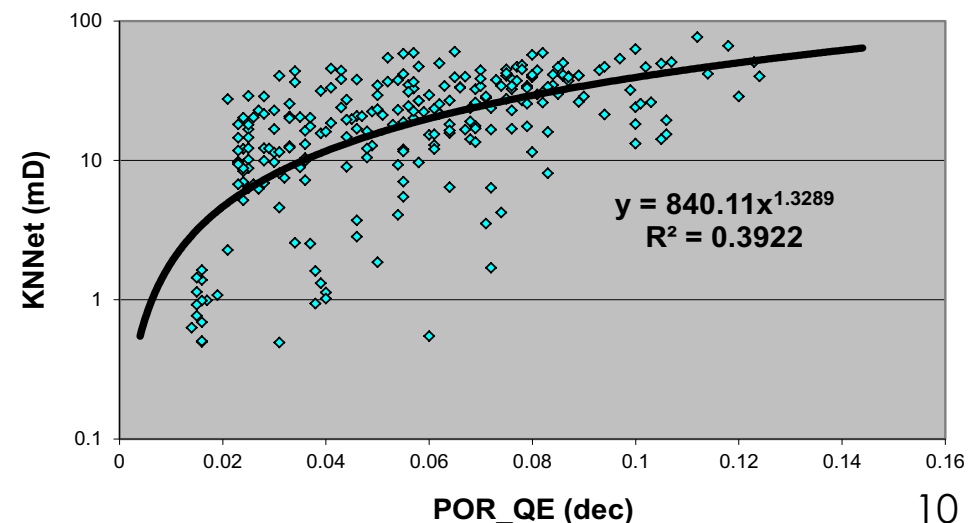
- Phi estimated via:
  - Multimineral FE (n=15)
  - Neutron-density porosity (n=8)
  - Neutron count logs (n=2)
- k from AFN & dynamic data
- Core analysis data for phi-K transform

	Average K (mD)	h (ft)	Kh (mD-ft)
<b>Simpson</b>			
Core Analysis (Lucy B Kinzey)	105	23	2415
DST Buildup (Vincent 1)	56	25	1400
DST Buildup (Eldridge 4))	182	25	4550
<b>Arbuckle</b>			
Injectivity Index	18	198	3564
Neural Network (Holoday 2)	13	198	2574
Neural Network (Davis 18)	19	60	1140
Neural Network (Warren 1)	27	64	1728

Lucy B. Kinzey #4 - Simpson Sandstone  
K-Phi Xplot (Low K out)



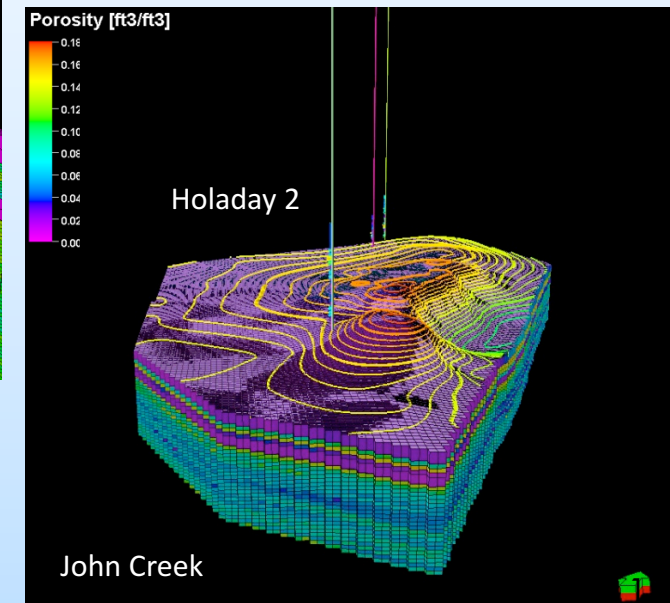
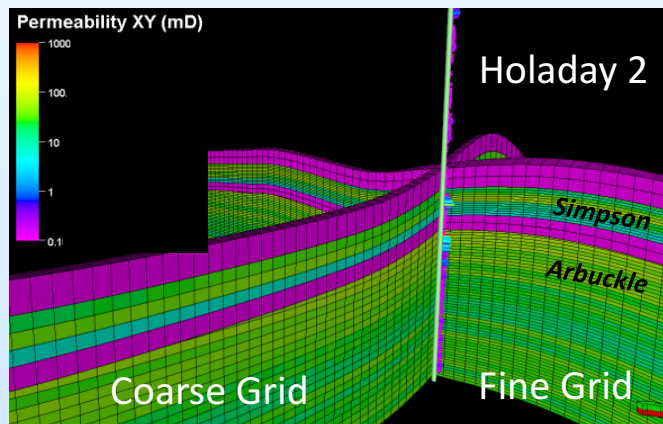
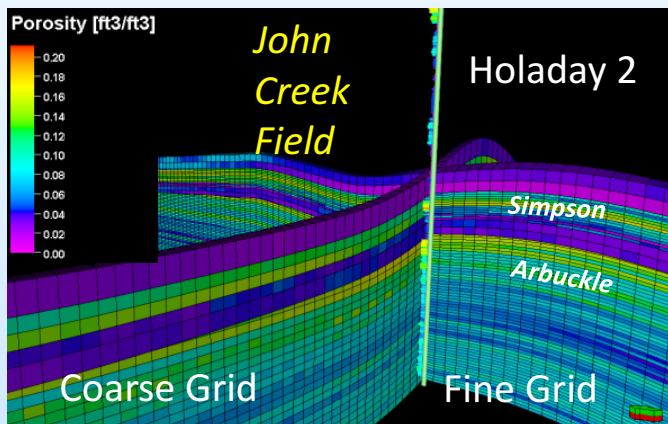
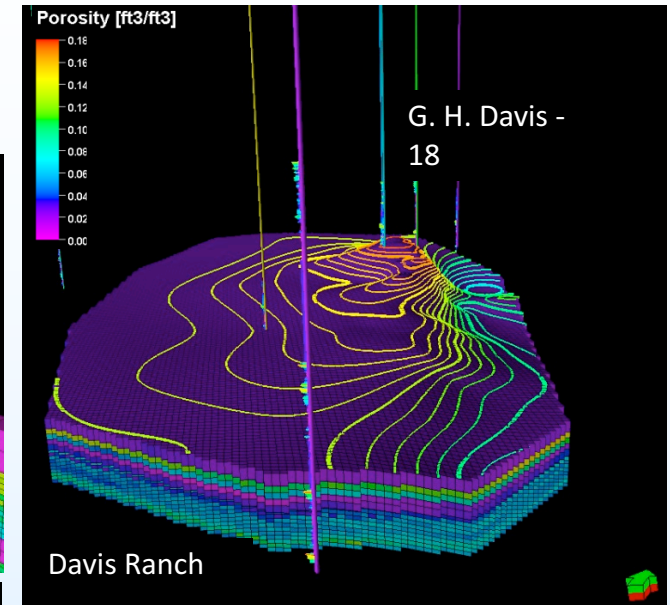
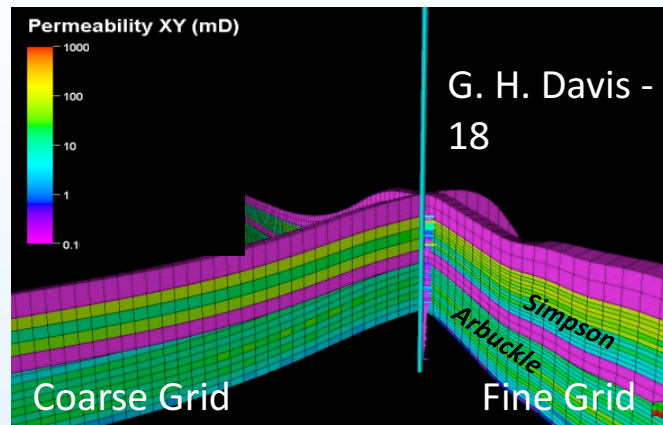
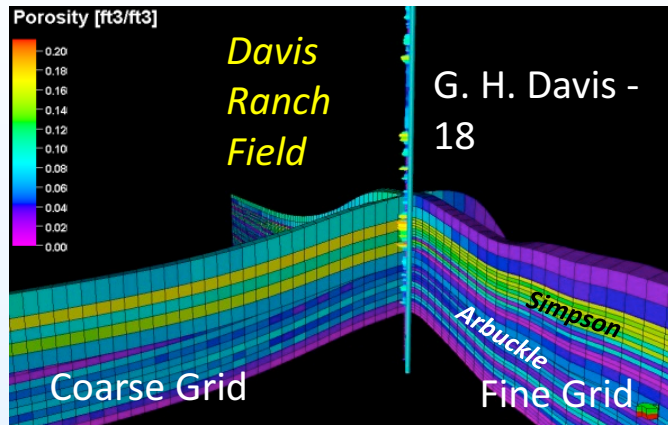
Combined Davis 18 and Warren 1 Wells  
Arbuckle K-Phi Xplot (VSH<0.30)



# Technical Status

## DR & JC Fields: 3D Static Model

2 target CO<sub>2</sub> injection zones:  
Simpson Sandstone and Arbuckle Group



- 360 wells with tops for framework
- Well-scale porosity (half-foot) upscaled to layer-scale and distributed using Gaussian random function
- Permeability calculated using transform

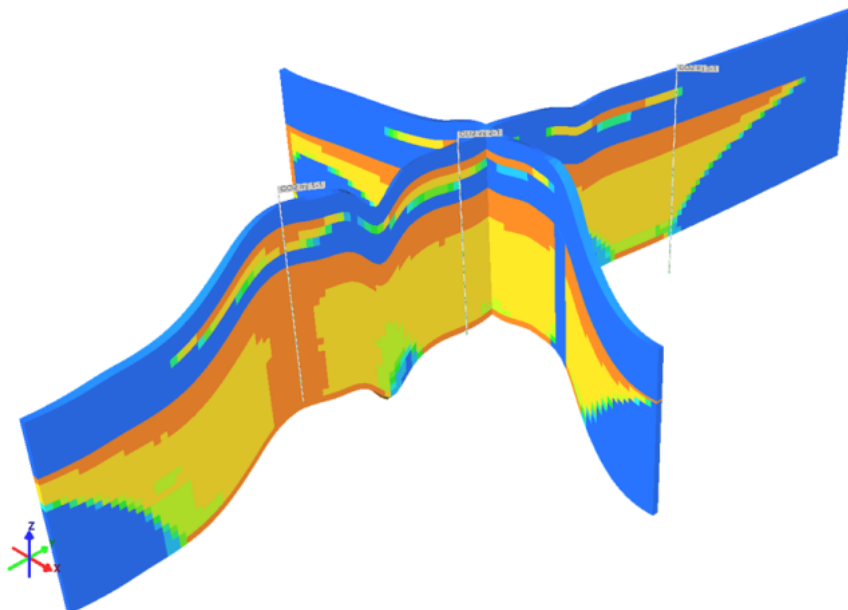
# Technical Status

## DR & JC Fields: Dynamic Modeling

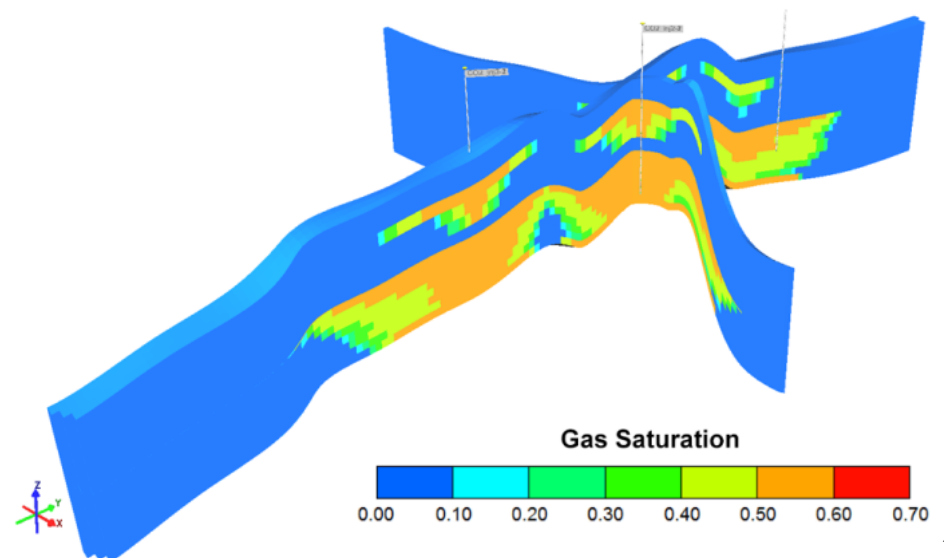
- CMG GEM
  - Carter-Tracy infinite aquifer
- Outputs:
  - Storage volume
  - Delta pressure
  - Gas saturation

	John Creek	Davis Ranch
Temperature	41 °C (106 °F)	38 °C (100 °F)
Temperature Gradient	0.008 °C/ft	0.008 °C/ft
Pressure	1,160 psi (7.99 MPa)	1,200 psi (8.27 MPa)
TDS	30 g/l	24 g/l
Perforation Zone	Simpson, Arbuckle	Simpson, Arbuckle
Injection Period	25 years	25 years

John Creek Site



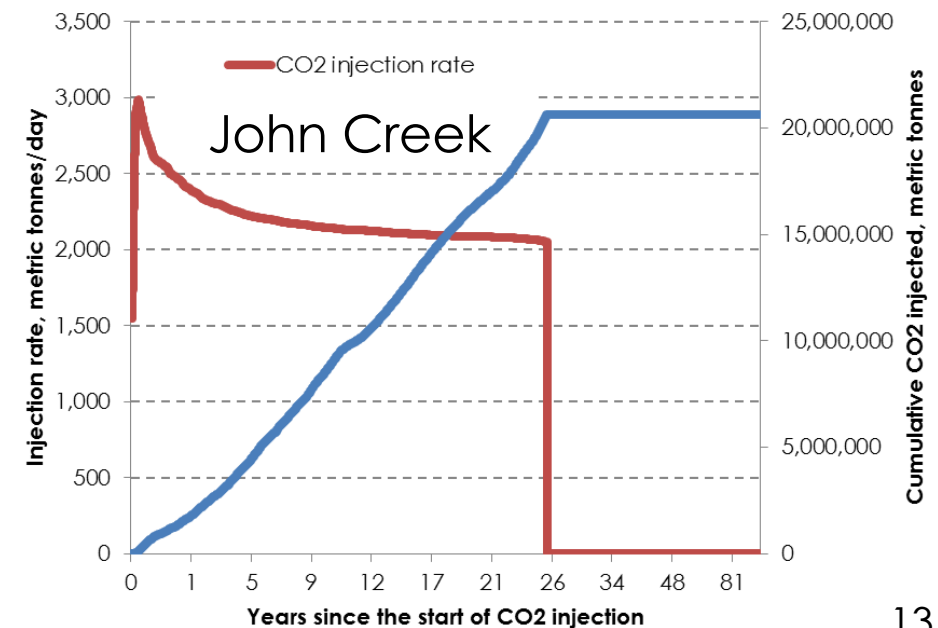
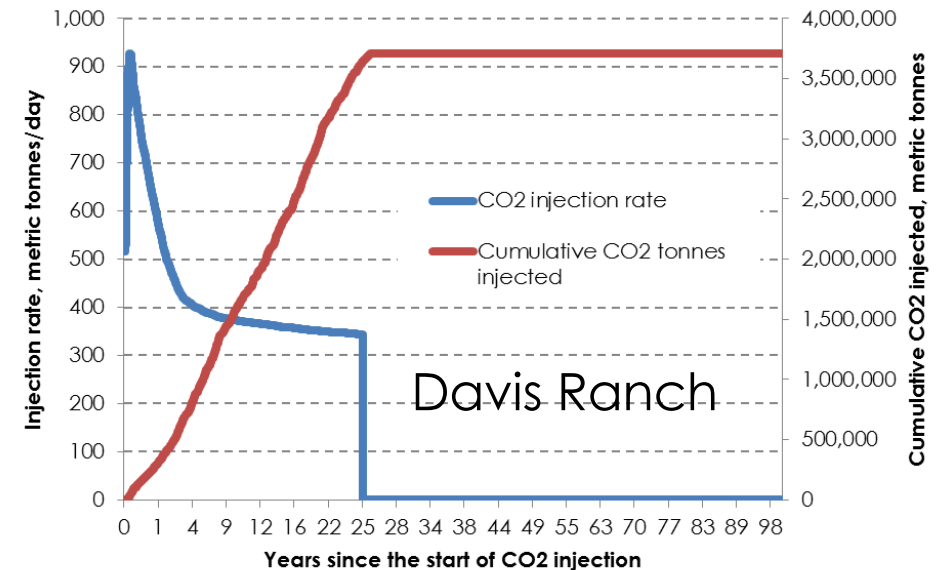
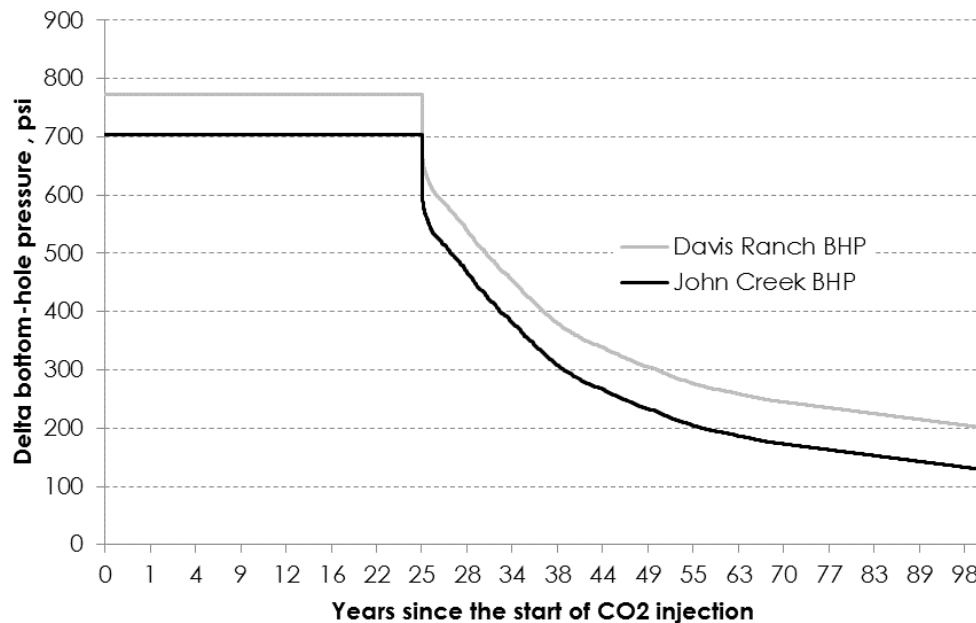
Davis Ranch Site



# Technical Status

## DR & JC Fields: Simulation Results

- Davis Ranch
  - 350-940 MT/day
  - 3.6 MMT storage
- John Creek
  - 2,000-3,000 MT/day
  - 21.0 MMT storage
- Evaluating alternative storage sites





# Technical Status

## CO<sub>2</sub> Source Assessments

### Jeffrey Energy Center

- Three 800 MWe power plants: 12.5 Mt/yr CO<sub>2</sub>
- 2.5 Mt/yr CO<sub>2</sub> from ~350 Mwe (partial capture)
- Linde-BASF novel amine-based Post Combustion Capture (PCC) technology



### CHS refinery

- Two steam methane reformer H<sub>2</sub> plants
- 0.76 Mt/yr CO<sub>2</sub> capture from flue gas
- Two options: Solvent-based PCC from flue gas or Sorbent-based pressure or vacuum swing adsorption, but lower capture rate

### Accomplishments to date:

1. Site visits by Linde to identify optimization opportunities & data needs
2. Compiled technical data required for assessments
3. Submitted proposal for feasibility conducted by Linde (Q3 completion)

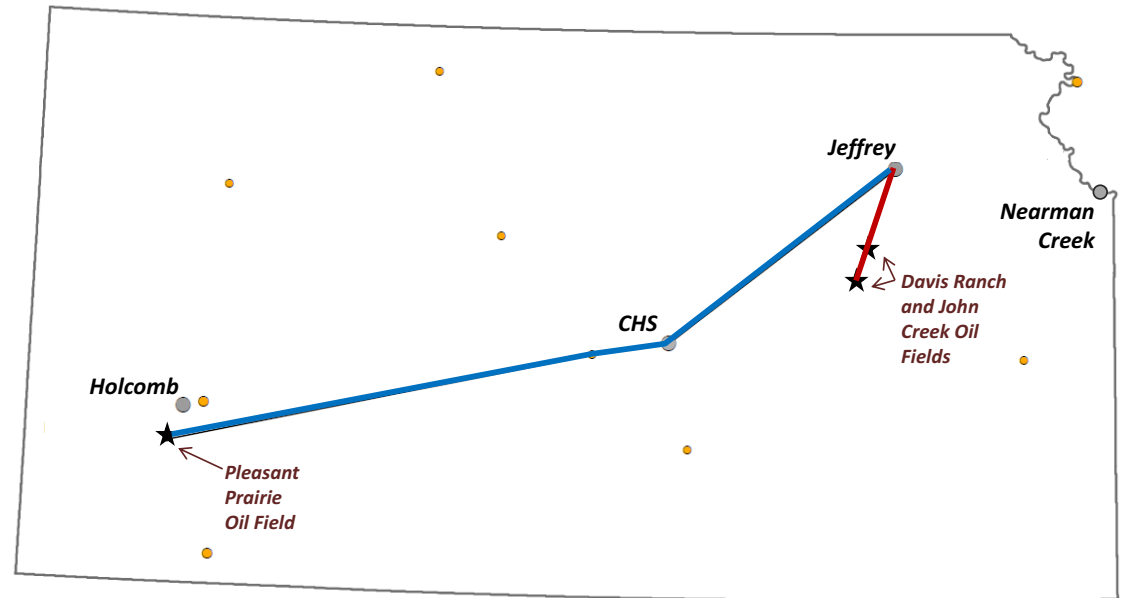




# Technical Status

## CO<sub>2</sub> Transportation Assessment

- Modified FE/NETL CO<sub>2</sub> Transport Cost Model
- 7 inputs (e.g., length, pumps, capacity, pressures, etc.)
- 12 outputs, including CapEx and OpEx



	Scenario	Distance (mi)	Distance (mi) X 1.2	Volume (MT/yr)	Size (inches)	CapEx (\$M)	Annual OpEx (\$M)
Jeffrey to MidCon Trunk	part of 1	151	181	2.5	12"	\$164	\$3.8
Jeffrey to Davis Ranch and John Creek	2	42	51	2.5*	12" & 8"	\$47	\$1.3
Jeffrey to CHS and Pleasant Prairie	3	294	353	3.25**	12"	\$323	\$8.0
Jeffrey to Pleasant Prairie	4	294	353	2.5	12"	\$322	\$7.2

# Technical Status

## Legal, Regulatory, & Public Policy

1. Key challenges identified & conditions in Kansas defined
2. Possible remedies developed
3. Plans and strategies for implementation, including development of model statutes (draft complete)
4. Identified additional CCS team members & stakeholders

Nontechnical Challenges		Conditions	Remedy	Plan Status
<b>Statutory framework</b>	Overarching challenge	X	X	IP
<b>Pore space</b>	Ownership - who owns the pore space?	X	X	IP
	Aggregation or pooling of pore space	X	X	IP
<b>Transportation</b>	ROW difficulties	X	X	IP
<b>Regulation of Injection &amp; Storage</b>	Class VI well permitting	X	X	IP
	CO <sub>2</sub> ownership from emission through capture, transportation, & injection	X	X	IP
	Post-closure, long-term liability is costly and a major impediment	X	X	IP
<b>Public acceptance</b>	Capture	X	X	IP
	Transportation			IP
	Injection and storage	X	X	IP

# Accomplishments to Date

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- ✓ Davis Ranch & John Creek site evaluation complete and alternative storage sites identified
- ✓ Site visits & data collection for CO<sub>2</sub> source assessments for 2 of 3 sources complete
  - ✓ Candidate technologies for PCC identified
  - ✓ Proposal for conceptual development in progress
- ✓ FE/NETL CO<sub>2</sub> Transport Cost Model modified to enable detailed cost estimates for complicated pipeline scenarios
- ✓ Draft model statutes that could pave the way for CO<sub>2</sub> transportation, injection, and storage in Kansas.
- ✓ Meetings with individuals and organizations for data & information, and feedback on conceptual plans

# Lessons Learned

## **Non-Technical Negative:**

Longevity of coal-based CO<sub>2</sub> sources

- Quickly being replaced by wind and natural gas
- Economic life of plants < than life of capture facility

## **Non-Technical Positive:**

Alternative ethanol CO<sub>2</sub> sources

- Capture cost << transportation cost
- Infrastructure concepts gaining traction (e.g., State CO<sub>2</sub> Deployment Work Group and NEORI)
- 45Q expansion proposal

## **Technical Negatives:**

- Site closest to largest source has insufficient capacity
- Fluid levels/pressure in main disposal zone (Arbuckle) are rising.

## **Technical Positives:**

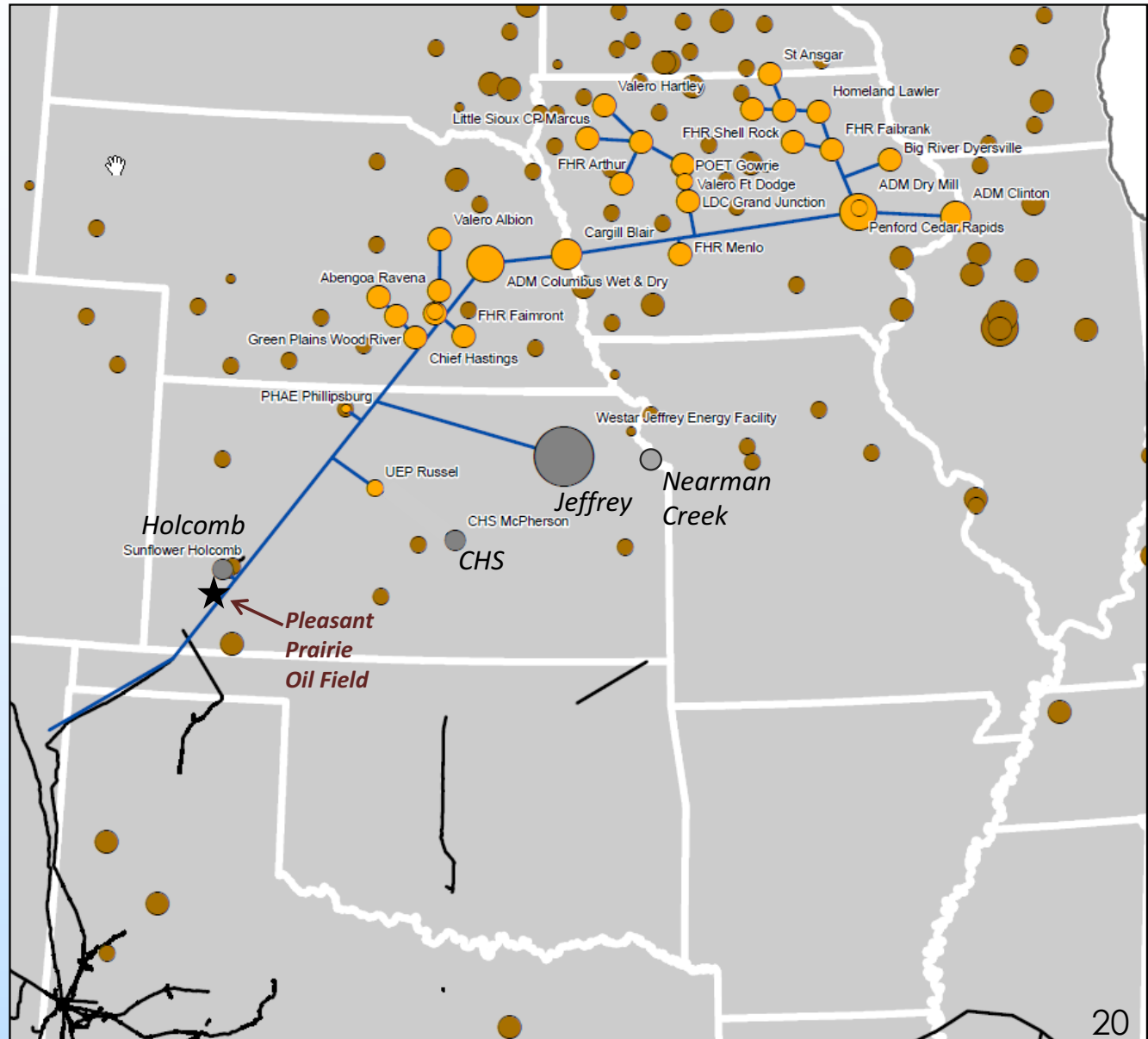
- Other saline aquifers (Osage and Viola) that should store 50Mt have been identified in SW Kansas.
- CO<sub>2</sub>-EOR storage opportunities

**Possible change for Phase II** – *focus on a program that makes economic sense*

- Evaluate large-scale capture & transportation system from ethanol and fertilizer plants in upper Midwest for EOR and storage in Nebraska, Kansas, Oklahoma and Texas.

# Synergy Opportunities

- Link upper Midwest ethanol-based CO<sub>2</sub> with Kansas sources and reservoirs
- Complements on-going CarbonSAFE projects
- Potential for collaborations with Battelle & UND-EERC



# Project Summary

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- ICKan team is identifying and addressing major **technical and non-technical challenges** of implementing commercial-scale CCS in Kansas
- Reservoir characterization, geologic modeling, and dynamic simulations suggest that **eastern KS site may not be suitable for scale of injection**
- CO<sub>2</sub> source assessments are being used to identify the most suitable post-combustion capture technologies
- CCS model being evaluated requires **substantial transportation infrastructure** and various pipeline scenarios are being evaluated, including **linkages to upper Midwest ethanol CO<sub>2</sub> source**
- Continue to develop strategy to address the challenges and opportunities for commercial-scale CCS in Kansas

# Questions?

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# Appendix

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# Benefit to the Program

## DOE Program Goals

**Goal 1:** Develop & validate technologies to ensure 99 % storage permanence,

**Goal 2:** Develop technologies to improve reservoir storage efficiency while ensuring containment effectiveness

**Goal 3:** Support industry's ability to predict CO<sub>2</sub> storage capacity in geologic formations to within  $\pm 30$  %

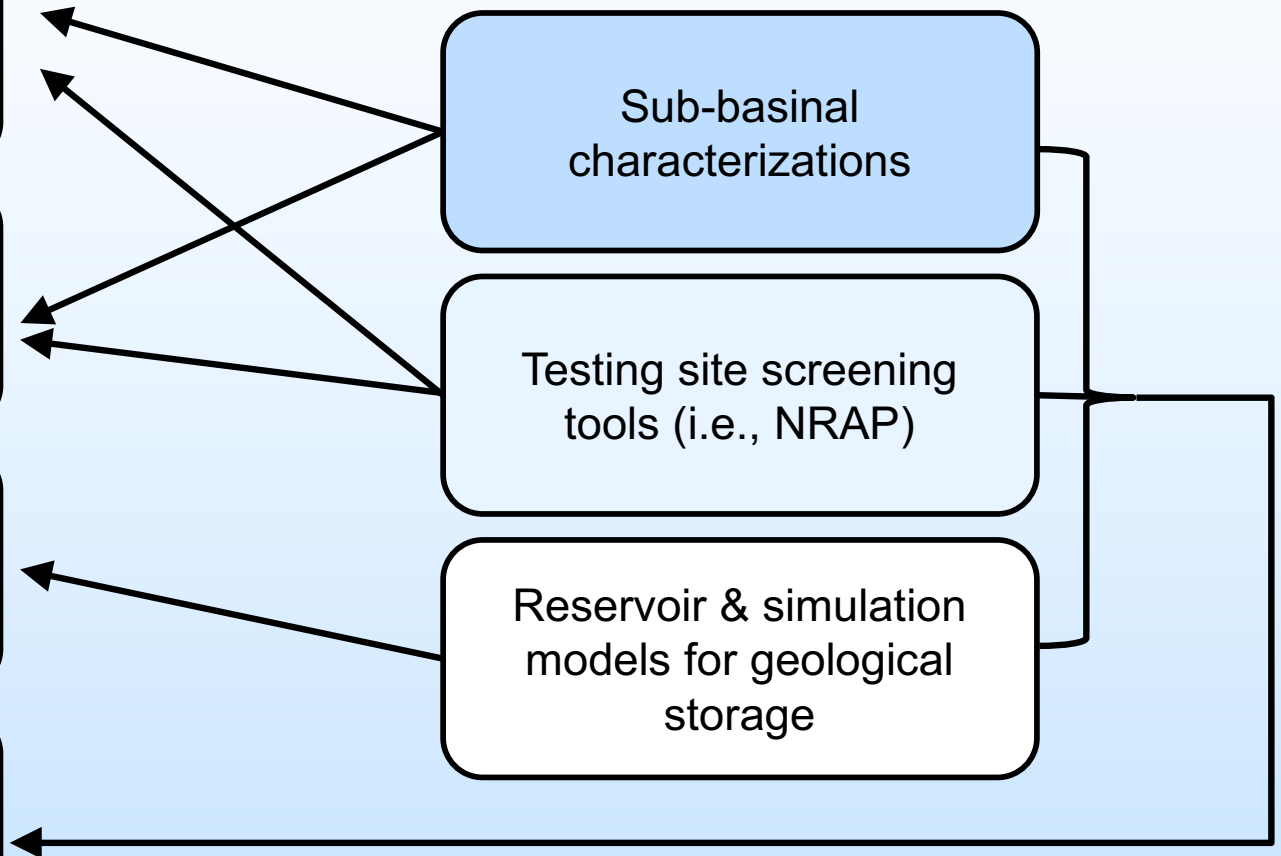
**Goal 4:** Develop best practices for commercial-scale CCS

## This Study

Sub-basinal characterizations

Testing site screening tools (i.e., NRAP)

Reservoir & simulation models for geological storage



# Benefit Statement

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ICKan will address the handling of CO<sub>2</sub> emissions from the source and transport them to the storage site utilizing the combined knowledge and experience of The Linde Group including their own research on post-combustion 2nd Generation CO<sub>2</sub> capture currently sponsored by the DOE, the electrical utilities, refinery, and the latest R&D efforts such as DOE's Carbon Capture Simulation Initiative. The knowledge, experience, and lessons learned by the KGS regarding regional studies, site characterization, monitoring, EPA Class VI permitting, and incorporating NRAP models and tools will be bring best-practices to bear on proving up a commercial-scale carbon storage complex that is safe and dependable. In this Phase I: Integrated CCS Pre-Feasibility Study, ICKan will complete the formation of the CCS Coordination Team who will deliver a plan and strategy to address the technical and non-technical challenges specific to commercial-scale deployment of a CO<sub>2</sub> storage project utilizing the experience and the expertise of the Team. A development plan will address technical requirements, economic feasibility, and public acceptance of an eventual storage project at the primary source-sink site at Westar Energy's Jeffrey Energy Center. High-level technical evaluations will also be made of sub-basin and potential CO<sub>2</sub> sources utilizing prior experience and methodologies developed previously and for this project. The ICKan and CCS Coordination Team will generate information that will allow DOE to make a determination of the proposed storage complex's level of readiness for additional development under Phase II, based upon the findings for commercial-scale capture, transportation, and storage sites identified as part of this investigation. Information acquired will be shared via the NETL-EDX data portal.

# Project Overview:

## Goals & Objectives

---

- Identify and address major **technical and nontechnical challenges** of implementing CO<sub>2</sub> capture and transport and establishing secure geologic storage for CO<sub>2</sub> in Kansas
- Evaluate and **develop a plan and strategy** to address the challenges and opportunities for commercial-scale CCS in Kansas

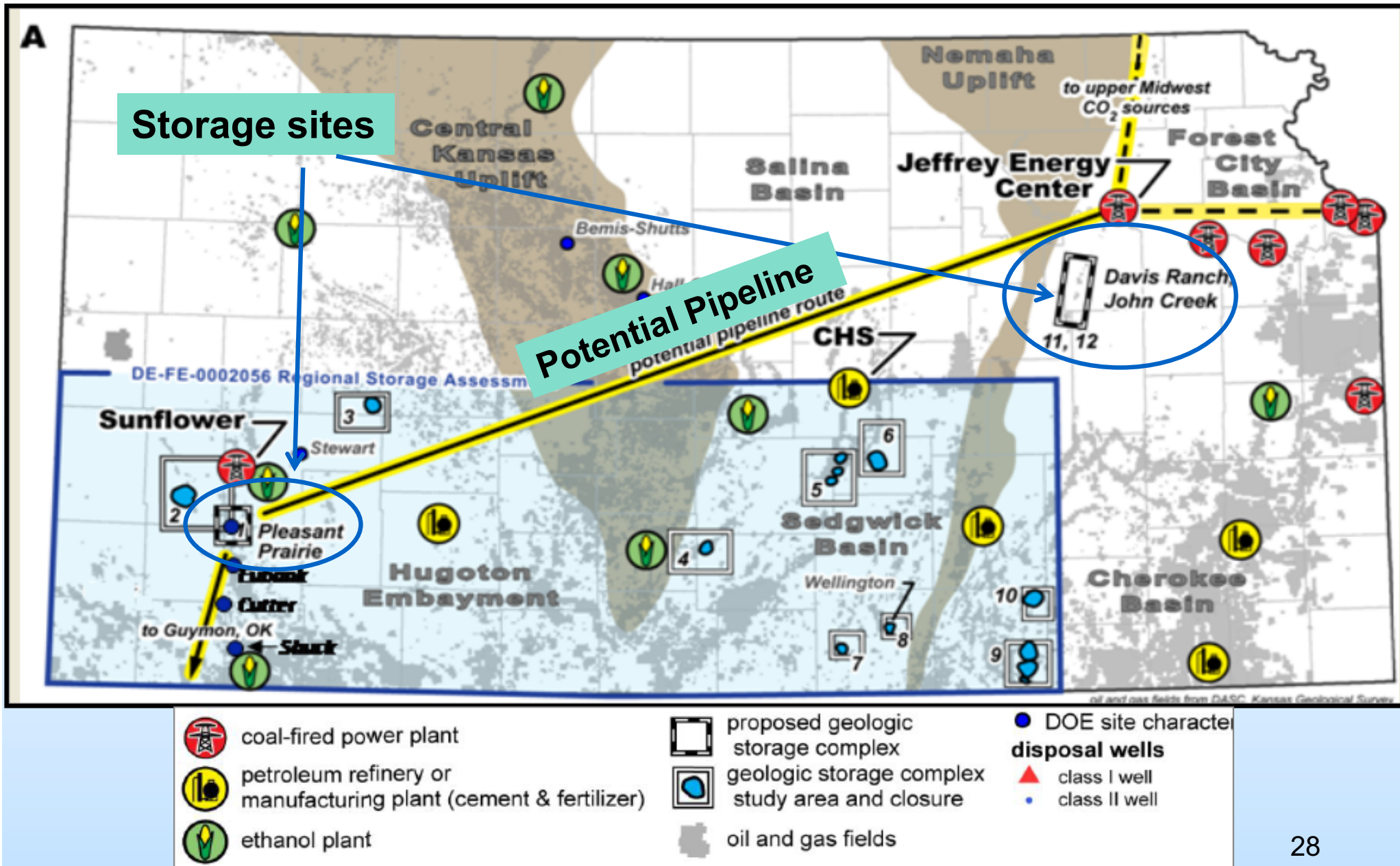
# Project Overview:

## Base Case Scenario

---

- **Capture 50 million tonnes CO<sub>2</sub>** from one of three Jeffrey Energy Center's 800 MWe plants over a 20 year period (2.5Mt/yr)
- Compress CO<sub>2</sub> and **transport 300 miles to Pleasant Prairie Field** in SW Kansas.
  - Alternative: 50 miles to Davis Ranch and John Creek Fields.
- Inject and permanently **store 50 million tonnes CO<sub>2</sub> in the Viola Formation and Arbuckle Group**

# Jeffrey to SW Kansas

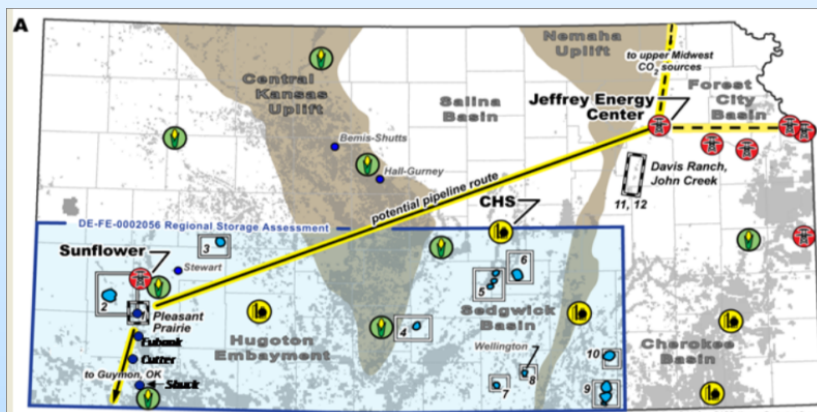




# Base Case + Ethanol CO<sub>2</sub>

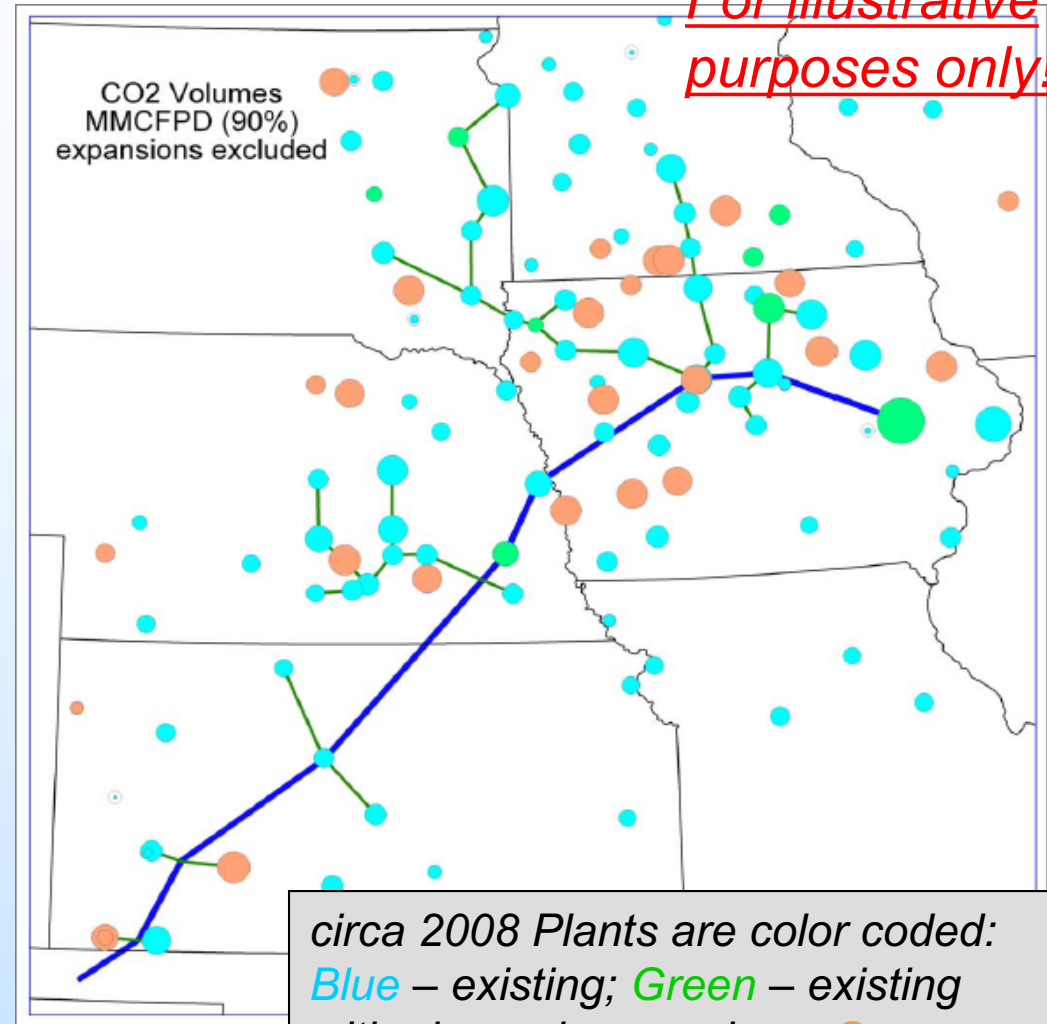
**Could reduce net cost through scaling and tariffs**

- Capture Ethanol CO<sub>2</sub>
- Build extensive gathering system
- Join trunk line and transport to SW Kansas and possibly to Permian Basin for EOR
- Collect tariffs for transporting Ethanol CO<sub>2</sub>



January 2008 private study  
Gathering system connecting  
44 ethanol plants

*For illustrative  
purposes only!*



*circa 2008 Plants are color coded:  
Blue – existing; Green – existing  
with planned expansions; Orange –  
proposed or under construction.*



# Technical Evaluations

## Sub-Basinal Evaluations

### Pleasant Prairie

- 170 Mt storage
- Viola & Arbuckle
- CO<sub>2</sub>-EOR reservoirs
- Adequate data (core)
- Unitized; single operator

### Davis Ranch-John Creek

- 50 Mt storage
- Simpson and Arbuckle
- Proximity to JEC
- CO<sub>2</sub>-EOR reservoirs
- Adequate data
- Two operators

## CO<sub>2</sub> Source Assessments

### Westar Jeffrey Energy Center

- 2.4 GW & 12.5 million tonnes of CO<sub>2</sub>

### Sunflower's Holcomb Plant

### CHS McPherson Refinery

### KC Board of Public Utilities

## CO<sub>2</sub> Transportation

### Pipeline

- 300 mile trunk line
- Connect to Midwest ethanol CO<sub>2</sub> gathering system
- Connect to Permian through Oklahoma Panhandle

# Non-Technical Evaluations

## Implementation Plan

### Economics

- Capture & transportation economic feasibility (with or w/o ethanol component)
- Financial backing
- Financial assurance under Class VI
- State incentives
- Federal tax policy



### Legal & Regulatory

- Pore space property rights including force unitization
- CO<sub>2</sub> ownership & liability
- MVA requirements under UIC Class VI
- Varying stakeholder interests
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- Utility rate-payer obligations

### Public Policy (Public Acceptance))

- Identify stakeholders
- Foster relationships
- Public perception
- Political challenges
- Injection-induced seismicity

# Success Criteria

---

- ✓ CCS Coordination Team
- ✓ Reservoirs characterized
- ✓ CO2 source assessments
- ✓ CO2 transportation assessment
- ✓ Implementation plan
- Go-No Go decision point in November 2017
- Tied to application for Phase II of CarbonSAFE

# Organization: Phase I Research Team

*18 team members, four subcontractors and KGS staff*

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Jennifer Christensen, Senior Associate  
Dane McFarlane, Senior Research Analyst

# Organization: Phase I

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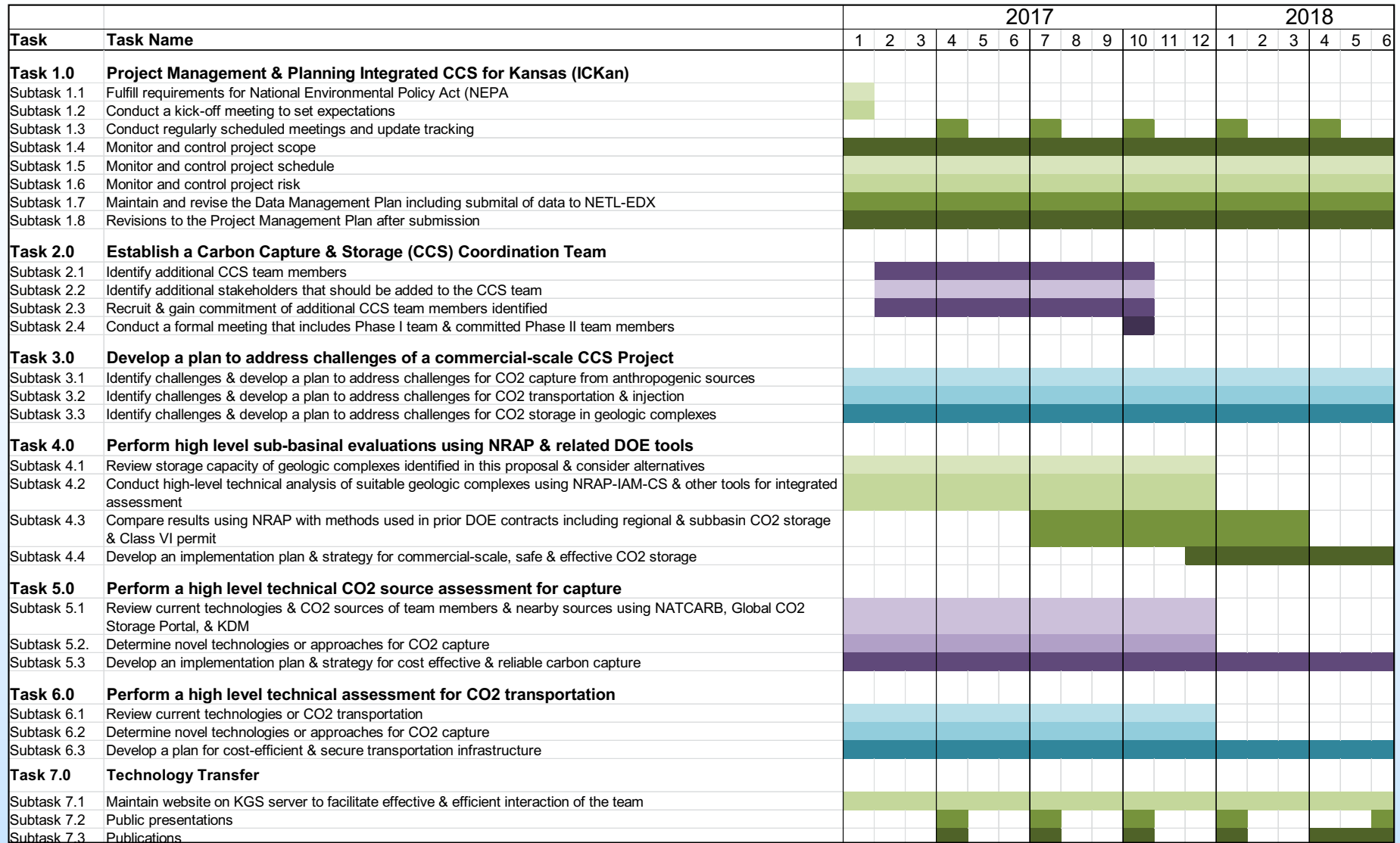
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##### **Stroke of Luck Energy & Exploration, LLC**

**(Leach & Newberry fields)**

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# Gantt Chart



# Bibliography

- Bidgoli, T.S., Dubois, M., Watney, W.L., Stover, S., Holubnyak, Y., Hollenbach, A., Jennings, J.C., Victorine, J., and Watts, K., 2017, Is commercial-scale CO<sub>2</sub> capture and geologic storage a viable enterprise for Kansas?: AAPG Midcontinent Section Meeting, Oklahoma City, OK.
- Hollenbach, A., Bidgoli, T.S., Dubois, M., Holubnyak, Y., and FazelAlavi, M., 2017, Evaluating the Feasibility of CO<sub>2</sub> Storage through Reservoir Characterization and Geologic Modeling of the Viola Formation and Arbuckle Group in Kansas: AAPG Midcontinent Section Meeting, Oklahoma City, OK.
- Jennings, J. and Bidgoli, T.S., 2017, Identifying at Risk Areas for Injection-Induced Seismicity through Subsurface of Southern Kansas: AAPG Midcontinent Section Meeting, Oklahoma City, OK.