

Robert Balch, George El-Kaseeh, Jennifer Raney

New Mexico Institute of Mining and Technology

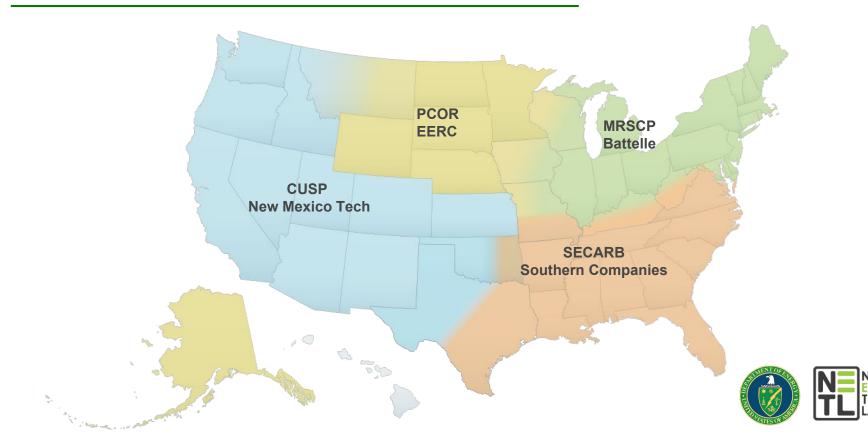
Brian McPherson

University of Utah

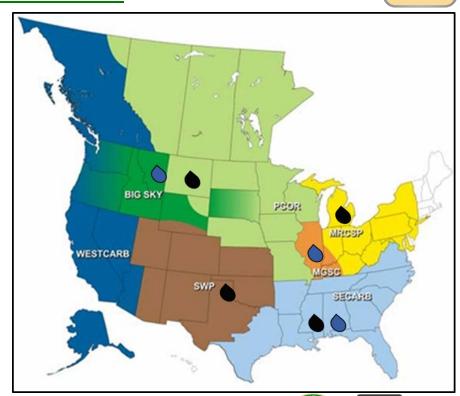
CUSP Annual Meeting, September 10, 2024

Regional Initiatives to Accelerate CCUS Deployment (2019)





- US Department of Energy Regional Carbon Sequestration Partnerships
 - Seven regional partnerships
 - Dozens of pilot projects
- Each partnership tasked with demonstrating injection of at least 1,000,000 metric tons of CO₂ as a final project
- Four projects demonstrated storage in conjunction with EOR
- Developed "best practices" for storing and utilizing captured CO₂







Who is the CUSP?

- Parts of three of the original RCSPs: SWP, WESTCARB, and Big Sky
- 15 States represented through a survey, a university, or a research institute: AZ, CA, CO, HI, ID, KS, NM, NV, MT, OK, OR, TX, UT, WA
- National Laboratories -Los Alamos, Pacific Northwest, Idaho, and Sandia

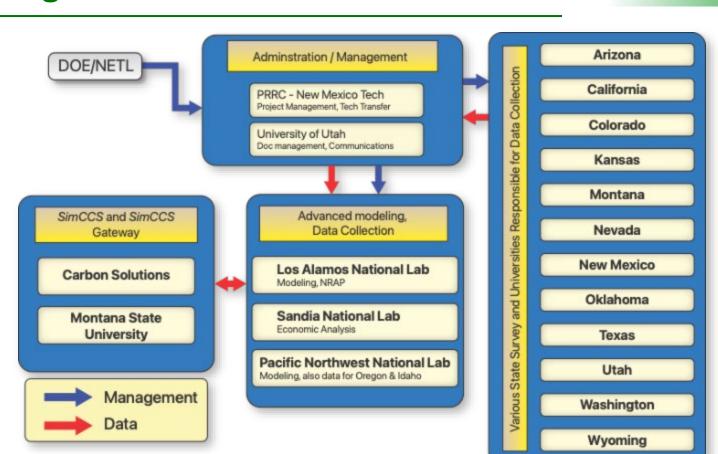


- Has directly funded to date: 15 CCUS commercialization projects in the western US
- Have 14 additional projects wholly funded by industry





Organization









CUSP – Data Objectives (Atlas)

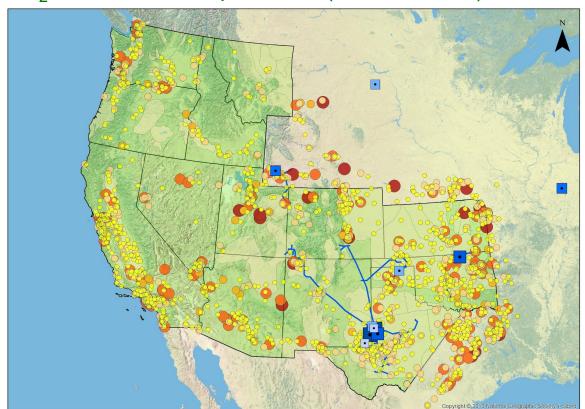
- Focus on collecting, synthesizing, and using existing data sets.
- Data to be incorporated into analytical and optimization models to evaluate CCUS potential and readiness. Goals include:
 - Identifying best prospects for commercial CCUS
 - Quantifying potential economic impacts
 - Developing Readiness Indices (w/ SimCCS) to identify best areas for short-term, midterm, and long-term CCUS projects
- State organizations assessing, updating, augmenting, and verifying data used in data analysis and modeling
 - Geological storage complexes (saline, stacked storage, ROZs)
 - CO₂ emission sources
 - Existing infrastructure
- Strong emphasis on technology transfer and outreach





CUSP – Sources, Sinks and Transport

CO₂ emitted and sequestered (EPA GHGRP)





CO2 Sequestration GHGRP EPA GHGRP Total CO2 sequestered (MMTCO2)

- 0.0 0.025
- 0.025 0.1
- 0.1 0.5
- 0.5 1.0
- 1.0 3.0

EPA GHGRP 2022

Total reported direct emissions (MMTCO2e)

- 0 0.1
- 0.1 0.5
- 0.1 0.0
- <u>1-5</u>
- 5 14
 - CO2 Pipeline (approx.)
- CUSP

Adapted from CCUS Map EPA GHGRP





Data Integration and Management





Carbon Portal Database Development

Backend

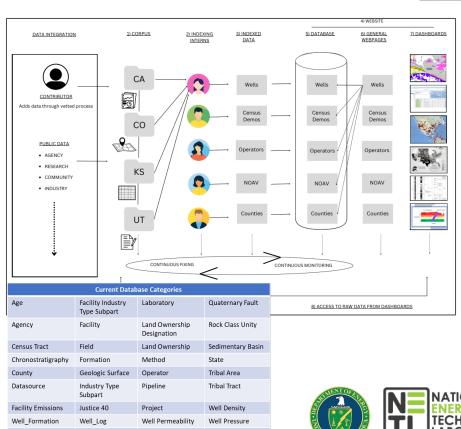
- 1) Database architectural design and development for long-term data needs
- 2) RCSP data integration: workflow design, sorting, categorization, integration complete
- 3) Data acquisition from various sources:
 - -CUSP partners
 - -Public data
 - -Contributor page: allow user to contribute data through a verified process

Well Saturation

TOC

Well

- 4) Develop and implement schema for all categories/tables
- 5) Indexing and data ingestion

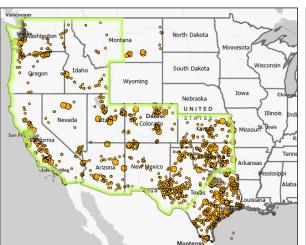


Well Wave Velocity

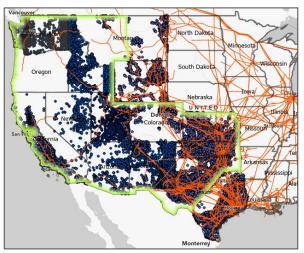
Examples of Data Coverage



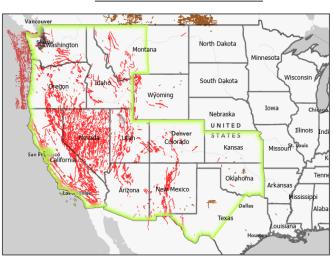
Facilities and Emissions



Oil and Gas



Seismic/Faults



Facility emissions

- Wells
- Pipelines

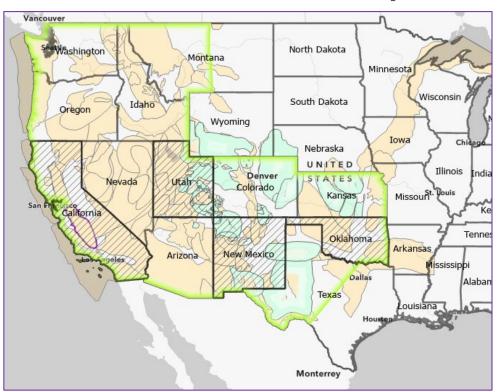
- 2D seismic (SIGMA)
- Quarternary faults

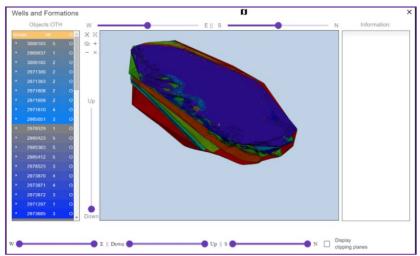




Examples of Data Coverage

Reservoirs and Saline Aquifers





- Saline Formations (SWP)
- San Joaquin Basin Formations
- Acquired formation top/
 - Sedimentary Basins (CUSP)





CUSP Regional Project Support





Each year since 2019, the CUSP has also sought to leverage experiences and resources in the region to assist in commercialization projects

- 2020 Funds allocated to CUSP from DOE were set aside to jumpstart three 45Q ready projects in the region
- 2021 DOE allocated funds were used to select 12 additional focus. projects, selected by the management team, from 26 internally generated proposals
- 2022, Congressionally allocated funds were not given directly to the Regional Initiatives, rather DOE released a RFP to attract projects

Five Projects awarded to CUSP members (\$8 Million)





CUSP Related Industry Projects



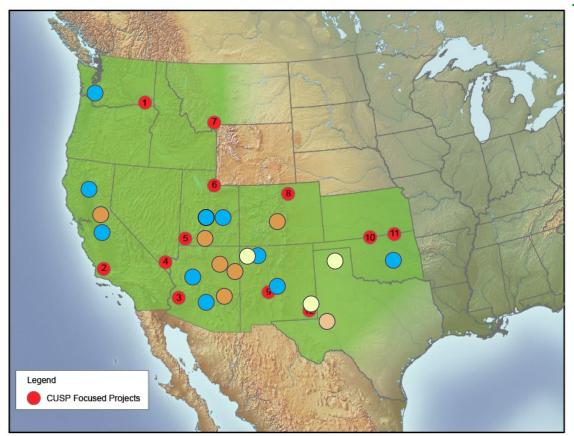
CUSP team members can provide regional and state level expertise to Industry sponsored projects, and have expanded their footprints regionally

- Those teams also can access specific expertise from other areas in the region
- Currently CUSP members are directly engaged with industry in at least:
 - 2 hydrogen projects
 - 10 Midstream company projects, 7 MRV's and 3 well permits
 - 4 more pending projects!
 - 1 EOR/Storage company
 - 1 DAC company
- CUSP management is also engaged with **Stockton LEAP** which is helping to study the applicability of storage projects near Oakland California
 - CUSP provided all subsurface modeling for SF Delta and Sacramento
 - This included well blowout and fault leakage scenarios
 - Currently working on surface hydrologic risk analyses





CUSP 2024 Regional Footprint



Current footprint of CUSP related projects

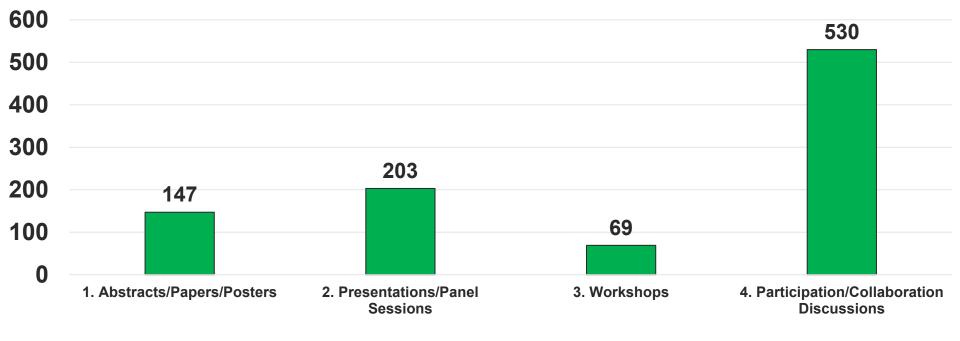
- 2020 3 Projects CUSP funded
- 2021 12 Projects CUSP funded
- 2022-2023 Associated projects Funded
- 2023 Associated projects pending
- Includes development of regional Storage Hubs



CUSP Outreach and Engagement



CUSP – Total Through June 2023

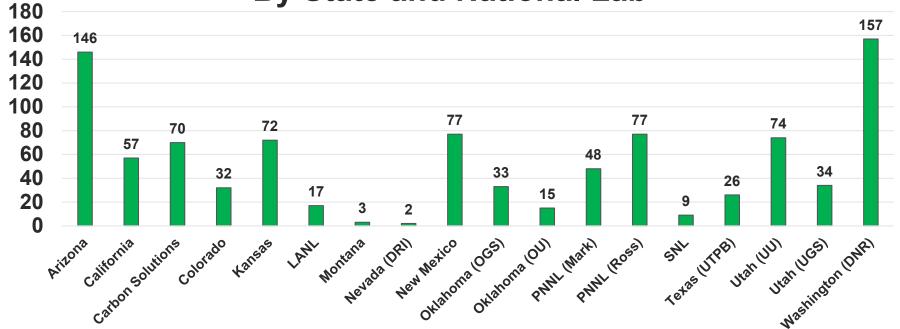




CUSP High Regional Participation











CUSP Outreach and Engagement





Outreach/Engagement Priorities



Tribal Nations

- 263 Tribes within CUSP region
- Tribal reservations in proximity to CCS storage locations
- Chapter meetings and workshops planned



Community & Legislative

- Four Corners community outreach
- Class VI Primacy
- Interactive Displays, fact sheets, posters
- Website improvements



Workforce Development

- Community college partnerships
- Certification programs
- Industry outreach

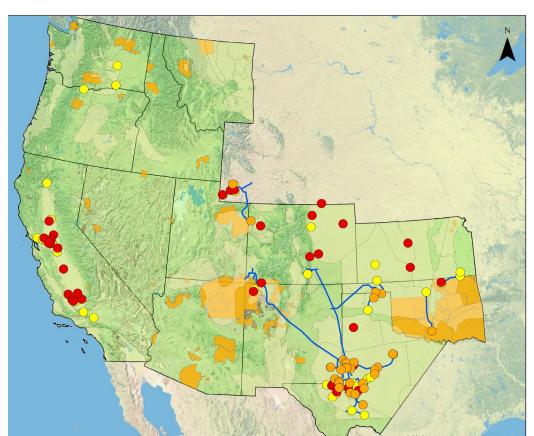


Presentations to industry-focused groups for CCUS

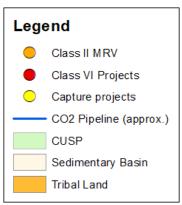




Tribal Sovereignty and CCS Potential



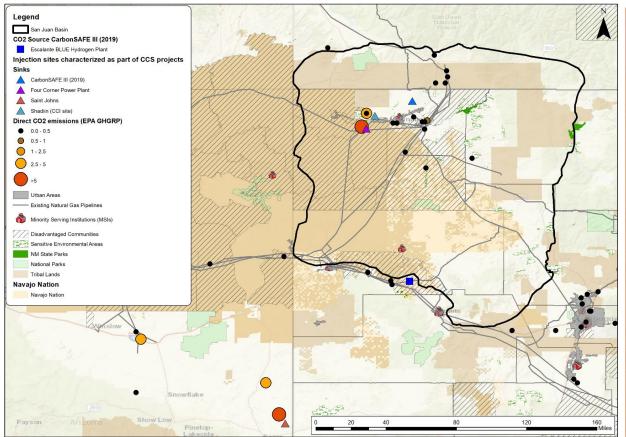
- 263 tribes within the CUSP region (representing 46% of all U.S. tribes)
- Great opportunity for Tribes within CUSP, notably in the Four Corners, Northeast Utah and Oklahoma
- Sustainable future, energy security and economic revitalization
- Notable to decarbonize energy production in Nations reliant on fossil fuel (for example, Navajo Nation)

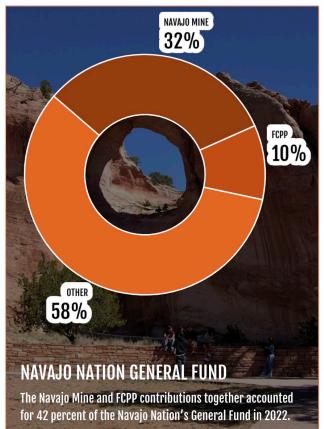






Focus: Four Corners, Navajo Nation



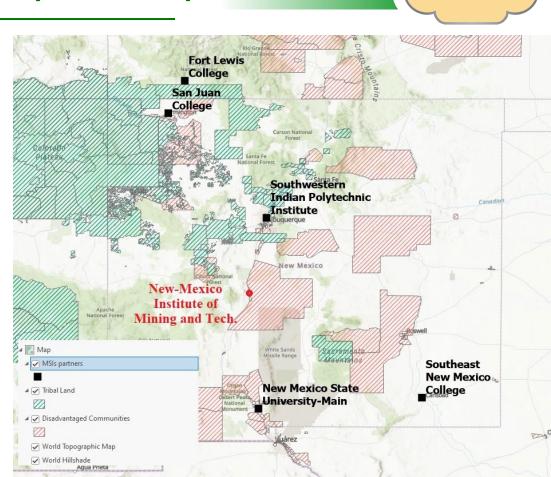


Source: Courtesy of NTEC

TRAINING AND RESEARCH (DOE-UTR)

The Southwest CCUS Training and Research Partnership (CCUS-STRP)

- Develop and sustain a university training and research consortium focused on (CCUS).
- Bridge the gap for under-represented students from minority-serving institutions to the clean energy technology market.
- Develop research on CCUS community benefits, energy equity, and economic/workforce implications.



TRAINING AND RESEARCH (DOE-UTR)

Duration: 36 Months

• Funding: \$1.5M

 Host 33 undergraduate/graduate students from underrepresented minorities in STEM

Research Areas:

- Scaling Criteria for CO₂ Injection to Prevent Damaging Seismicity
- II. CO2-Induced Chemomechanical Alteration in Reservoir Rock
- III. Risk Assessment Using Machine Learning Technique
- IV. CO2 Trapping Mechanisms
- V. CCUS Energy equity and workforce implication















Table 1: Summary of partner HBCU-MSI

Institution Name	City	State	Type/ Control	MSI Type
Southwestern Indian Polytechnic Institute	Albuquerque	NM	Public 2yr	TCCU
Southeast New Mexico College	Carlsbad	NM	Public, 2-year	HSI
San Juan College	Farmington	NM	Public, 2-year	NASNTI
Prairie View A & M University	Prairie View	TX	Public, 4-year or above	НВСИ
New Mexico State University	Las Cruces	NM	Public, 4-year or above	HSI





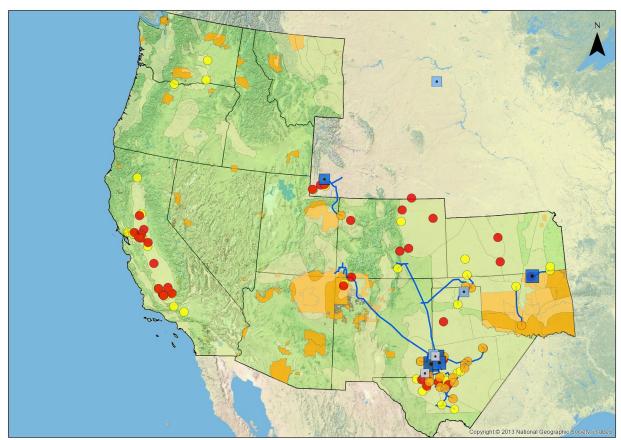


Storage in the CUSP Region

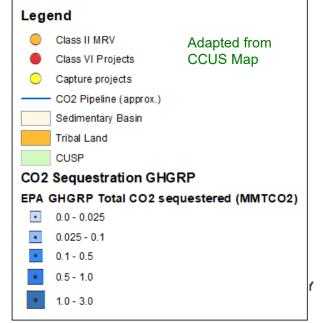




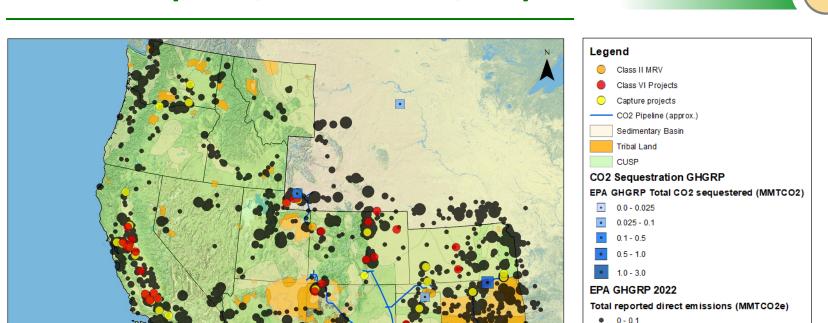
Capture, Class II & Class VI wells, Active and Planned



- Class II and Class VI
 Wells/permits within the
 CUSP Region
- CUSP region had 6.75 Mt stored in 2022 (all Class II)



CUSP – Capture, Class II & VI, Sequestration



5 - 14

Adapted from CCUS Map

0.1 - 0.5





Permitting: EPA Class VI Permit Tracker



UIC Class VI Permit Tracker

Carbon TerraVault I. LLC: CTV Elk Hills A1-A2 Carbon TerraVault I, LLC: Elk Hills 26R Lorain Carbon Zero Solutions, LLC: Lorain CCS Oxy Low Carbon Ventures, LLC: Brown Pelican Carbon TerraVault Holdings, LLC: CTV II Carbon Terra'vaul Holdings, LLC: CTV III

Carbon Terra'vaul Holdings, LLC: CTV III

Marquis Carbon Illjection, LLC: Marquis Carbon

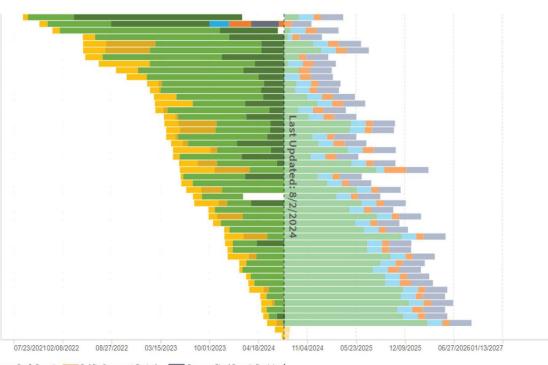
Heartland Greenway Carbon Storage, L.C: Heartland Greenway

One Carbon Partnership, LP: Hooself*

One Earth Sequestration, LLC: One Earth CtS Aera Energy, LLC: CarbonFrontier Orchard Storage Company, LLC: Orchard Lapis Energy (AR Development) LP: "Blue Heartland Greenway Carbon Storage, LLC: "Vervain Pelican Renewables, LLC: Pelican Archer Daniels Midland: "ADM Decatur Campus PureField Carbon Capture, LLC: Russell CO2 Storage Complex Archer Daniels Midland: Maroa Carbon TerraVault Holdings, LLC: CTV IV Tenaska: Longleaf CCS Hub Denbury Carbon Solutions, LLC: Leo Montezuma NorCal Carbon Sequestration Hub: Montezuma Carbon LLC Calpine California CCUS Holdings: Sutter Decarbonization Project Heartland Greenway Carbon Storage, LLC: Compass
Four Corners Carbon Capture, LLC: San Juan Basin Sequestration
BP Carbon Solutions LLC: Jasper County Storage Facility
Milestone Carbon Midland CCS Hub, LLC: Dusek CCS #2 Carbon TerraVault Holdings, LLC: CTV V CapturePoint Solutions, LLC: CCUS Bluebonnet Sequestration Hub, LLC: Bluebonnet Diebolinie Sequestianin Hub ELC Substitution Foliation Hub ELC Substitution Floreywoods CCS Hub PointFive Sequestration, LLC: South Texas Sequestration Project (Ricberg Hub) Pratt Energy: Pratt Energy CCS Project Carbon America: Denova Chevron U.S.A., Inc.: Kern River Eastridge CCS White Energy Carbon Solutions, LLC: Texas Carbon Storage I

ExxonMobil Low Carbon Solutions on Sequestration, LLC: Titan Carbon Sequestration, LLC: Titan Carbon Sequestration

ExxonMobil Low Carbon Solutions Onshore Storage LLC: Rose Carbon Capture and Sto... Tampa Electric: Polk Storage Complex CDP II CO2 Sequestration, LLC: Caliche Beaumont Sequestration Project Lambda Energy Resources: Brown 4
Carbon Storage Solutions, LLC: Front Range 1-1
Bayou Bend CCS LLC: Bayou Bend East ConocoPhillips Texas Gulf Coast CCS LLC: ConocoPhillips Texas Gulf Coast CCS Ref



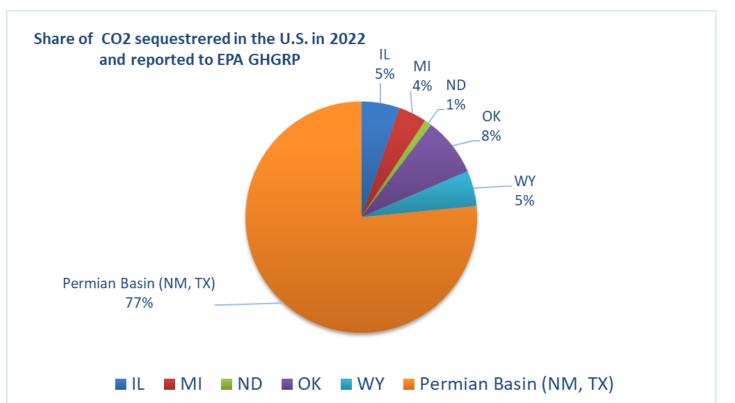






Where is CO2 Sequestered Today?





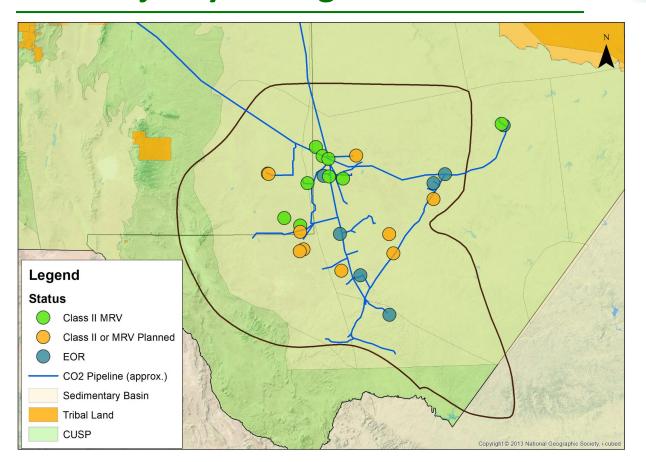
As of 8/18/2023, 76% of the CO₂ sequestered in the US is in the Permian basin





The majority through Class II wells in the Permian





- EOR
- Class II or MRV planned
- Active Class II with MRV (45Q)



Focus on Midstream/Class II AGI Wells

- CUSP has worked with 5 midstream companies on well permits and MRV applications for AGI wells in the Permian basin
- Targa is by far the most active with:
 - Dozens of sweet gas amine units in the field with planned decommissioning and that CO2 will
 instead be brought to processing plants and ultimately sequestered

"In the old days, operators would separate the oil and gas from the produced water and dump the produced water on the ground and down arroyos. We learned a better practice and injected the separated produced water safely into formations. Sweet gas separation captures 100% CO₂ at its source and then vents it directly into the atmosphere - millions of tonnes of CO₂ every year - which is legal. My vision is that 10 years from now, young engineers will say "can you believe that industry, supported by regulators, used to separate the CO₂ and then just dump it into the atmosphere?""

- Matt Eales, Targa

Monitoring

Class II AGI &	Class VI Comparison			
	Class II (AGI + MRV)	Class VI		
Primary purpose	Disposal of acid gases (CO ₂ and H ₂ S) to protect air quality	Specifically designed for the long-term storage of CO ₂		
Regulatory Oversight	State permits, emphasis on protection of USDW and permanent containment	Federal permitting, emphasis on permanent storage and USDW protection.		
Data acquisition	Easier thanks to existing geological knowledge and infrastructure from oil and gas operations	Less data availability		
Well design	Most could pass as Class VI			
Operation	Long-term disposal. CO ₂ injected may vary based on the volume and composition of the acid gas, opportunity to reduce sweet gas CO ₂ venting	Long-term sequestration. Injection must maximize trapping		

CO₂ specific monitoring

Focused on USDW protection but H₂S

monitoring provides robust CO₂ monitoring

by proxy

Benefits of Class II AGI + MRV

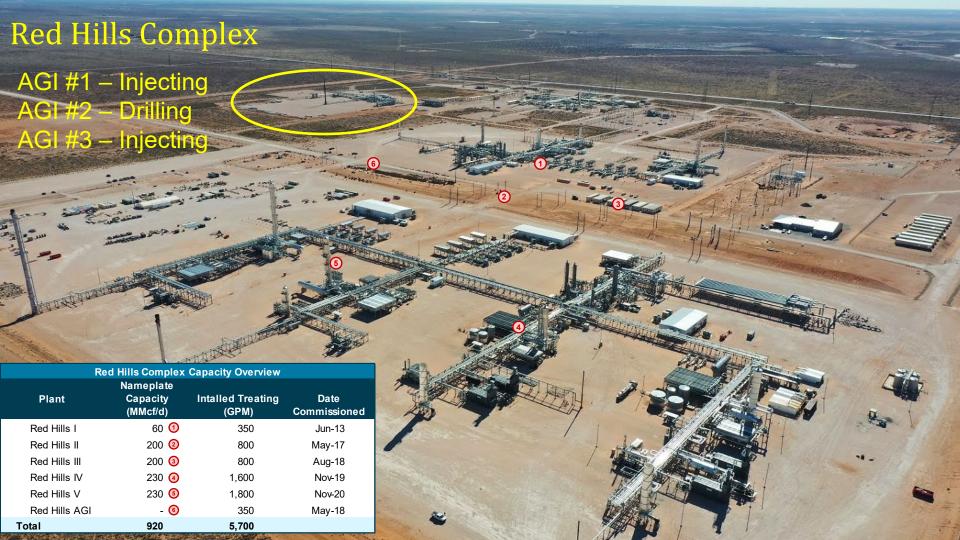


Closing field sweet amine units and developing AGI brings advantages to mid-stream operators and to the environment:

- Increased efficiency: Central AGI wells improve operational and cost efficiencies
- Reduced environmental impact: Advanced emission control technologies, air quality improvement and greenhouse gases storage.
- Reduced operational costs
- Strategic storage and utilization of CO₂
- Logistical advantages (transport)
- Future flexibility (market and regulation)







CUSP Take-Aways

- The CUSP has databases of useful information necessary to create robust geologic models, flow models, and economic studies
- Has access to Intelligent computer applications and National Lab products which can optimize connecting sources and sinks, and long range development and economic analyses of projects
- Has experience in generating CO₂ storage models, MRV applications, and in engaging with stakeholders
 - Built a team specifically for permitting Class VI and MRV's region wide
- The CUSP is actively seeking opportunities to help companies access 45Q and has built regional expertise in community engagement



