# **UAF-INE Work on CCUS**

☐ Institute of Northern Engineering

University of Alaska Fairbanks

- 1980: UAF started Petroleum Engineering program
- 1984: UAF-INE started Petroleum Development Lab. Research CO<sub>2</sub> EOR and Subsurface
- 2019: UAF-INE began CCUS work—joined PCOR led by EERC at UND
- 2022: started Alaska CCUS Workgroup
  - Build CCUS Network, Support Carbon Storage Laws and Regulations, Host Technical Discussions, Perform CCUS Studies
  - <u>http://INE.UAF.EDU/Carbon</u> documents outcomes
    - #6: SPE 213051: "Alaska CCUS Workgroup and a Roadmap to Commercial Deployment"
    - #9: "Cook Inlet Region Low Carbon Power Generation with Carbon Capture, Transport, and Storage Feasibility Study
- 2024:
  - initiate ARCCS Project, Carbon Storage Assessment northern Cook Inlet (pending match funds),
  - apply for DOE DE-FOA-3014 RITAP to fund ACORN to continue CCUS efforts (for next 3 years)





# **Institute of Northern Engineering**

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Affordable and Reliable Energy through Carbon Capture Use and Sequestration

Carbon Capture Use and Sequestration (CCUS) has the potential to:

- ✓ reduce the cost of energy.
- meet future voluntary or required emission reductions.
- make oil-, gas-, and coal-fired heat and power plants nearly carbon-neutral.
- remove both CO<sub>2</sub> and pollutants.

Naska CCUS Workgroup



CCUS research at UAF's Institute of Northern Engineering

 building knowledge and establishing a legal and regulatory framework for Alaska.

 conducting feasibility studies to improve the use and sustainability of local energy resources.

 innovating new energy industries in Alaska (e.g. direct air capture of CO<sub>2</sub>; hydrogen or ammonia-based fuel from natural gas).

 developing Alaska's workforce through the Energy Resources Engineering program at the University of Alaska Fairbanks starting in the fall of 2024.

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#### Questions: CCUSAlaska@gmail.com

#### Website: INE.UAF.EDU/Carbon

Critical Challenges. Practical Solutions.



# The CCUS workgroup mission is to accelerate commercial carbon capture projects in Alaska.

### Why?

- To attract new investments and
- To create options to decarbonize activities vital to the State's economy including power generation, refineries, and oil and gas production.





Contact: CCUSAlaska@gmail.com for more info

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# **ARCCS Project** Determine CO<sub>2</sub> storage volume Northern Cook Inlet

- Carbon Storage capacity, proved through engineering and geoscience, is key requirement for any CCS Project
- Beluga River Field has estimated 60+ years storage for 300 MW net biomass-coal power plant with CCS
- Project evaluates aggregating CO<sub>2</sub> from Chugach Electric's two Anchorage natural gas power plants
- DOE awarded \$9 million to UAF November 2023. Cannot be accepted until matching funds secured.
  - \$2.2 million matching funds request included in UA Budget, pending with AK Legislature

ALSO NEED Carbon Storage Volume Assessments for 1) Interior AK, 2) Cook Inlet Total Storage Capacity

#### Alaska Railbelt Carbon Capture and Storage (ARCCS) Project





University of Alaska Fairbanks

# Alaska CO2 Reduction Network (ACORN), UAF-INE's proposal for RITAP funding

- UAF-INE applied for Regional Initiative for Technical Assistance Partnerships (RITAP) funding from DOE DE-FOA-3014 to:
  - Continues CCUS Workgroup
  - Expands CCUS technical support in Alaska via UAF B.S. Energy Resources Engineering (formerly Petroleum)
  - Funds for three years, if awarded
- Builds Alaska capability to perform feasibility studies and geotechnical evaluation of secure CO<sub>2</sub> storage
- Supports Energy Industry Training for the Next Generation



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Project Title:	Alaska CO <sub>2</sub> Reduction Network (ACORN) Project		
Applicant Name:	University of Alaska Fairbanks (UAF)		
Principal Investigator:	Dr. Abhijit Dandekar		
Associated Organization:	DNR Division of Geological & Geophysical Surveys, Marwan Wartes		
Project Objectives:			

Carbon capture use and sequestration (CCUS) in Alaska can attract new investments and create decarbonization options for power generation, industrial processes, and oil and gas operations that are vital to the State's economy. Decarbonizing in a safe, reliable, and cost-effective manner can enable continued clean operation of equipment, improve community health and welfare, and mitigate carbon risks. Building on UAF's momentum and past successes, the Alaska CO<sub>2</sub> Reduction Network (ACORN) Project will expand collaboration between industry, regulators, educators, technology providers, and investors. ACORN assists commercial CCUS deployment in the following ways:

- Supports transitioning UAF's successful, ABET-accredited B.S. Petroleum Engineering (PETE) program into Energy Resource Engineering (ERE). ACORN supports Faculty hiring (engineering, geosciences, and energy focused) for curriculum development and delivery. These Faculty will develop Alaska and America's future energy industry workforce, graduating versatile, robust professionals prepared for the energy challenges facing society.
- Supports ERE Faculty who will provide expert carbon capture and sequestration (CCS) technical assistance to industry projects and prepare CCS studies and feasibility reports. Reports and data will be publicly available via the new CCS database constructed by the Alaska Dept. of Natural Resources (DNR), and Alaska Oil and Gas Conservation Commission (AOGCC).
- Provides support from the DNR Division of Geological and Geophysical Surveys (DGGS), from the U. of North Dakota's Energy and Environmental Research Center (EERC), and from Petrotek. Their staff, among others, will serve on ACORN's Industry Advisory Board and be available to answer questions and support the ERE Faculty.
- Creates a stronger network and positive environment for CCS development in Alaska by continuing the Alaska CCUS Workgroup. The CCUS Workgroup has been meeting since 2021. ACORN will enable continuation of this Workgroup whose funding would otherwise expire September 2024.
- Creates Forums to promote interchange of ideas and sharing of experiences. Forums will employ the philosophy and guidelines of Society of Petroleum Engineers (SPE) Forums, designed to be collaborative, idea-generating meetings that stimulate new ideas and innovation to meet upcoming challenges to the industry. They bring together top technologists, innovators, and stakeholders to address specific industry challenges.
  - Technical Forums will be established by sub-basin and technical topic, inviting key individuals to collaborate across projects, interchange ideas, and share experiences.
  - A Community Benefits Forum will be established where Alaska's multiple CCS project teams can discuss and align on best practices, public engagement, and community benefits plans.
- Supports the DNR DGGS expansion of CCS data and report compilation for sedimentary basins around the state into the DNR and AOGCC's Alaska CCS database.



Based on SPE paper 213051 Table 1, Paskvan et. al. <sup>1</sup>

# Alaska Capture Screening

- Using typical Lower 48 costs
- Fuel price a key cost driver
- Capture cost only, excluding transport & storage costs
- With Lower 48 costs and 45Q
  - Natural gas capture attractive on North Slope
  - Natural gas capture less attractive for Southcentral
  - Coal capture looks attractive Statewide
- Further work should be done for attractive projects



<sup>1</sup>Cost methodology benchmarked against NETL, U.S. Department of Energy National Energy Technology Laboratory, 2015, "Cost and performance baseline for fossil energy plants volume 1a: Bituminous coal (PC) and natural gas to electricity" revision 3. July 6, 2015, DOE/NETL-2015/1723.



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# • CCS Technology is Proven and Cost Effective

Coal is the most abundant fossil fuel in the U.S.

27% of the world's coal is in the U.S.

### per EPA, CCS adequately demonstrated technology for certain natural gas- and coalfired power generation

- 90% capture CCS required for long-term coalfired boilers by Jan. 1, 2032 to run after 2039
  - See 4/25/2024 EPA Fact Sheet on GHG Standards for Fossil Fuel-Fired Power Plant Rule
- Use of Alaska's abundant Coal, Oil, and Natural Gas resources may require CCS
  - With CCS, coal and natural gas power plants across Alaska can provide clean, reliable, decarbonized power



Critical Challenges. Practical Solutions.

EPA rules as-of April 25, 2024:

#### **BSER At-A-Glance**

FINAL CARBON POLLUTION STANDRADS FOR NEW AND EXISTING FOSSIL-FUEL FIRED ELEECTRICITY GENERATORS				
Existing 111(d) Steam Generators		New Source and Reconstructed 111(b) Stationary Combustion Turbines		
Coal-Fired Boilers	Natural Gas and Oil-Fired Boilers	Phase I	Phase II	
		Date of promulgation or initial startup	Beginning in Jan 1, 2032	
Long-term subcategory: For units operating	BSER: routine methods of operation	Low Load Subcategory (Capacity Factor <20%)		
on or after January 1, 2039	and maintenance with associated degree of emission limitation:	<b><u>BSER</u></b> : Use of lower emitting fuels ( <i>e.g.,</i>	EPA is not finalizing a Phase II BSER	
<b>BSER</b> : CCS with 90 percent capture of $CO_2$	Deep lood with show douds	Standard: less than 160 lb CO <sub>2</sub> /MMBtu		
gross) by January 1, 2032	(annual capacity factors greater than			
Medium-term subcategory: For units	45%) 1,400 lb CO <sub>2</sub> /MWh-gross	Intermediate Load Subcategory (Capacity Factor 20% to 40%*)		
operating on or after Jan. 1, 2032, and		*Source-specific upper bound threshold based on EGU design efficiency		
demonstrating that they plan to	Intermediate load unit standard:	<b>BSER:</b> Highly efficient simple cycle	EPA is not finalizing a Phase II BSER	
permanently cease operating before January	(annual capacity factors greater than	technology with best operating and	for intermediate load units	
1, 2039	8% and less than or equal to 45%)	maintenance practices		
	1,600 lb CO <sub>2</sub> /MWh-gross.	Standard: 1,170 lb CO <sub>2</sub> /MWh-gross		
BSER: co-firing 40% (by heat input) natural				
gas with emission limitation of a 16%	Low load units:			
reduction in emission rate (lb CO <sub>2</sub> /MWh-	(annual capacity factors less than 8%)			
gross basis) by January 1, 2030	a uniform fuels BSER and a			
For units demonstrating that they plan to	presumptive input-based standard of	Base Load Subcategory (Capacity Factor >40%*)		
permanently cease operating before January	170 lb CO <sub>2</sub> /MMBtu for oil-fired	*Operation above upper-bound threshold for Intermediate Subcategory		
1, 2032	sources and a presumptive standard	<b><u>BSER</u></b> : Highly efficient combined cycle	<b><u>BSER</u></b> : Continued highly efficient	
	of 130 lb CO <sub>2</sub> /MMBtu for natural gas-	generation with the best operating and	combined cycle generation with 90%	
Units are exempt from the rule. Cease	fired sources.	maintenance practices	CCS by Jan 1, 2032	
operations dates finalized in state plans for		Standard: 800 lb CO <sub>2</sub> /MWh-gross (EGUs	Standard: 100 lb CO <sub>2</sub> /MWh-gross	
exemption purposes are federally	Compliance date of January 1, 2030	with a base load rating of 2,000 MMBtu/h		
enforceable.		or more)	EPA's standard of performance is	
		Standard: 800 to 900 lb CO <sub>2</sub> /MWh-gross	technology neutral, affected sources	
		(EGUs with a base load rating of less than	may comply with it by co-firing	
		2,000 MMBtu/h)	hydrogen.	
For new and existing units installing control technologies, a 1-year extension is available in situations in which implementation delays are due to factors beyond the EGU				
owner/operator's control. For existing units with cease operations dates, a 1-year extension is available in situations in which the unit is needed for reliability through a				
reliability assurance mechanism, provided appropriate documentation is submitted.				
Major Modifications 111(b) Coal-fired Steam Generators: Standards of performance for coal-fired units that undertake a large modification ( <i>i.e.</i> , increases hourly emission				
rate by more than 10%) mirror the emission guidelines for existing coal-fired steam generators.				



Interested parties can download a copy of the final rule from EPA's website at Greenhouse Gas Standards and Guidelines for Fossil Fuel-Fired Power Plants

actical Solutions.

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https://www.epa.gov/stationary-sources-air-pollution/greenhouse-gas-standards-and-guidelines-fossil-fuel-fired-power