National Laboratory Perspective & Capabilities:

Adaptive Control of Fractures and Fluids

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Subsurface Crosscut National Lab Team

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13 Department of Energy Laboratories contributing to the 'Adaptive Control of the Subsurface' Crosscut



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IMPORTANCE OF SUBSURFACE FOR US ENERGY

2012 US Energy Use

By Percent. Total U.S. = 95.1 Quadrillion Btu



The subsurface supplies/enables >80% of the energy consumed in the U.S.

The subsurface serves as a vast reservoir for storage of CO_2 , nuclear and other energy waste streams

The subsurface can also serve as a reservoir for energy storage

EIA, 2012

~Improved Subsurface Utilization is key to US Energy Security~ 3

Optimizing Subsurface Energy Strategies Requires Control of Subsurface Fractures

Shale hydrocarbon production

HYDRAULIC FRACTURING



Safe subsurface storage of CO₂



•Control fracture length & branching patterns

•Enhance injectivity & optimize storage

•Plug/seal leakage pathways

Safe subsurface storage of nuclear waste



Enhanced geothermal energy



Compressed Air Energy Storage



ADVANCES IN SUBSURFACE R&D LED THE WAY

Government funded R&D

- Drill bit improvement
- Horizontal drilling >
- Multiple massive \triangleright fractures
- Hydraulic fracture \succ mapping

Technology advances deployed by independent producers



Hydraulic fracturing in shale Massive hydraulic fracturing demonstrated by DOE in 1977 Drill Bit technology benefits attributable to DOE **Developed for geothermal** applications, hugely impactful in oil and gas development

DOE Energy 100 Award for



CHALLENGE: LONG TERM SUSTAINABILITY

Typical production decline curve Barnett Shale Gas Wells



30-50% wells need to be replaced per year: >\$42B/year capital costs for drilling >Environmental costs Well Density Barnett Shale





"ADAPTIVE CONTROL" OF SUBSURFACE FRACTURES AND FLOW

Ability to adaptively manipulate - with confidence and rapidlysubsurface fracture length, aperture, branching, connectivity and associated reactions and fluid flow.



Confounding Fracture Control



Plate (> 1000 km)



Regional (500 - 1000 km)



Local (100 - 500 km)

Reservoir stress distribution and material properties are highly heterogeneous, scale dependent, and largely unknown



Reservoir (< 100 km)





Wellbore

Grain



Subsurface rock property **HETEROGENEITY** (Hierarchy of hydraulic fracture complexity, from Fisher et al. 2002; Fisher and Warpinski, 2011)

TECHNICAL BASELINE: STATE OF KNOWLEDGE & PRACTICE

- Mechanistic understanding of multi-scale processes that influence fracture formation and flow is lacking
 limits both production and subsurface storage
- Industry is developing approaches to improve fracture creation
- Petroleum industry has been approaching National Laboratories for assistance: DOE is a leading sponsor of subsurface R&D
- Significant public concern and uncertainty associated with environmental risks



Today we cannot accurately image, predict, or control fractures with confidence or in real-time.

Identified 'Adaptive Control' Key Research Categories



Energy Field Observatories

~A few examples of National Laboratory Strengths~

FRACTURE & FLOW CONTROL ~ Rock Physics



- Geomechanical, hydrological, geochemical process coupling in fractures and tight geological materials
- Quantification of fracture initiation, propagation and branching - across scales, in heterogeneous materials & influence on flow
- Dissolution, precipitation, reactivity in fractures and influence on flow
- Interpretation of effective signatures
- Use of significant DOE synchrotron and other unique measurement facilities







CT Scaning under relevant conditions



Block manipulations

NEW SUBSURFACE SIGNALS

Many geophysical methods (including seismic, electromagnetic, InSAR)
 New acquisition geometries, joint inversions including MEQ, sensor development (fiber optics, high temperature sensors), geophysical 'tracers'













SIMULATION CAPABILITIES







Simulation of coupled thermal, hydrological, mechanical & chemical processes....across relevant scales



Lew et al., 2014

Snapshot 1

INTEGRATION & JOINT INVERSION





- Joint consideration of direct measurements, indirect measurements, knowledge of geologic framework, and theory
- Opportunity to quantify away from borehole and to assess uncertainty
- Needed to guide subsurface manipulations with confidence



Field Observatories & Experiments

- Nevada Test Site, 1976-1985
- Extensive characterization of fractures, cores, seismic, tiltmeters, geology







Multiwell Experiments, Rifle CO. 1981-1988

Stimulation experiments using 3 closely-spaced vertical wells to improve production from "tight" sands



TAIL ORE

ULSE LOADING EXPERIMENTS

Yucca Mountain, NV 1997-2010

Characterization and experiments to gain a predictive understanding of thermal-hydrological-chemical coupled-process testing and modeling in the deep vadose zone

APPROACH: A NEW SUBSURFACE R&D PARADIGM IS REQUIRED FOR SUCCESS

along R&D continuum Feedbacks

Understanding of subsurface fracture and fluid flow - from nano to reservoir scales

Development of game-changing technologies

Quantification of environmental risks as integrated component of an energy strategy

Demonstration of developed approaches at field scales

Commercialization & industry adoption of new ideas and technologies

Technical Readiness Level

Shale/Tight Hydrocarbon Observatory

Carbon Sequestration Observatory Geothermal Observatory ('FORGE') Nuclear Waste Storage Observatory Subsurface Energy Storage Observatory

A BIG IDEA!

- Transformational improvements are needed to gain mastery of the subsurface
- Current level of effort is not commensurate with importance and scale of challenge
- Efficient investment: Very high rate of return expected*
- New paradigm for subsurface R&D that integrates and expands National Laboratory capabilities toward common big goal.
- Vastly enhanced partnerships between National Laboratories, universities, industry, regulators and stakeholders

FRACTURES-BY-DESIGN

ENERGY PRODUCTION

- Increase U. S. electrical production from geothermal reservoirs
- Increase U.S. unconventional oil and natural gas for multiple uses

PROTECT THE ENVIRONMENT

- President's Climate Action Plan: Safely
 store CO₂ to meet GHG emissions
 reduction targets
- Safe storage/disposal of nuclear waste
- Reduced risk of induced seismicity
- Protect drinking water resources

ECONOMIC & SOCIAL BENEFITS

- Retain U. S. leadership
- Increased public confidence
- Increase revenues (taxes and royalty) to Federal, State, and local governments

*Annual US energy Expenditures \$1.8Trillion