

Subsurface Crosscut Initiative

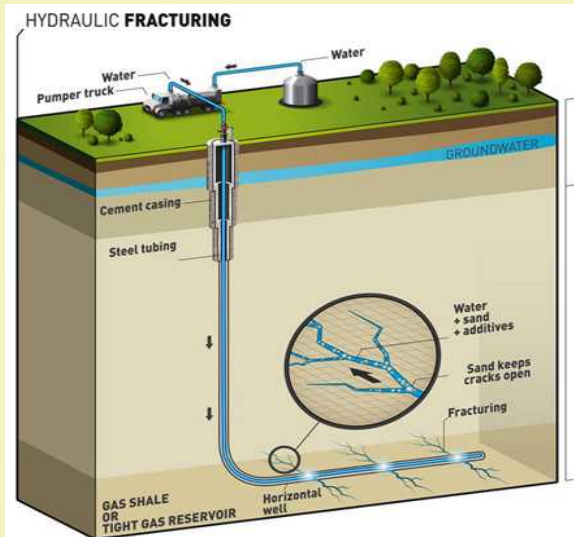


Adaptive Control of Subsurface Fractures and Fluid Flow

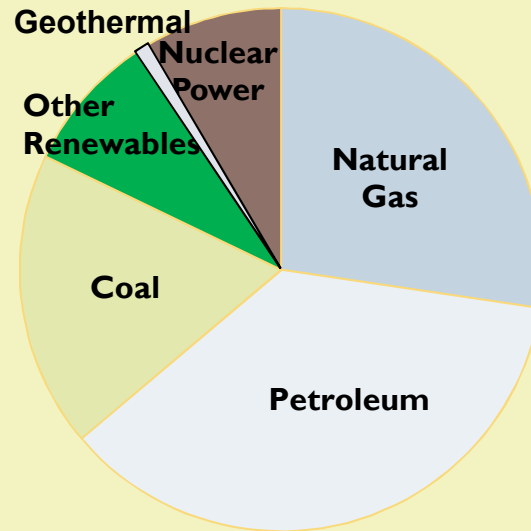
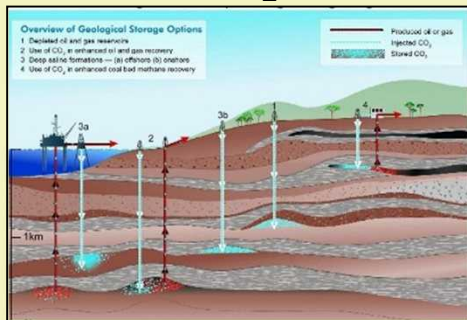


Mastery of the Subsurface needed for a Safe and Secure U.S. Energy Future: The Technical Challenge

Shale hydrocarbon production



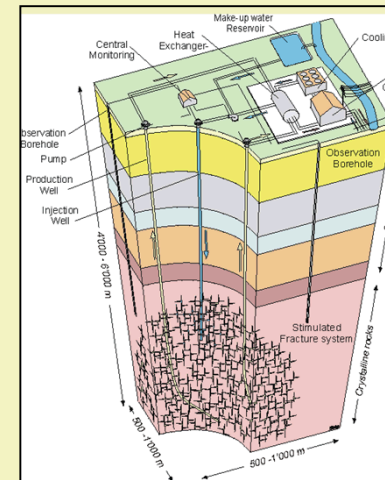
Safe subsurface storage of CO₂



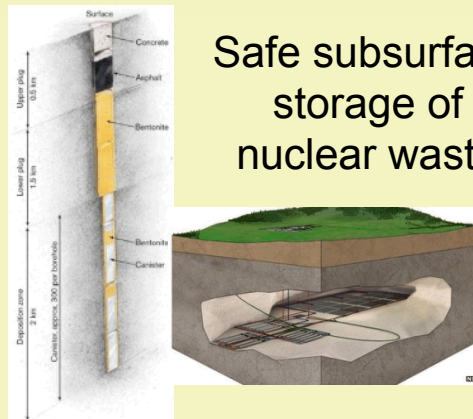
Primary Energy Use by Source, 2012

Quadrillion Btu [Total U.S. = 95.1 Quadrillion Btu]

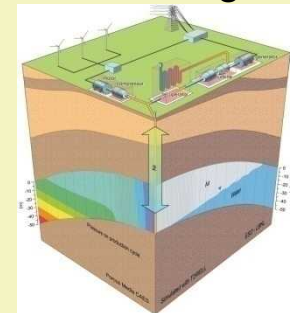
Enhanced geothermal energy



Safe subsurface storage of nuclear waste



Compressed Air Energy Storage



Subsurface Engineering: Common Subsurface Challenges

Discovering, Characterizing, and Predicting

Efficiently and accurately locate target geophysical and geochemical responses, finding more viable and low-risk resource, and quantitatively infer their evolution under future engineered conditions

Accessing

Safe and cost-effective drilling, with reservoir integrity

Engineering

Create/construct desired subsurface conditions in challenging high-pressure/high-temperature environments

Sustaining

Maintain optimal subsurface conditions over multi-decadal or longer time frames through complex system evolution

Monitoring

Improve observational methods and advance understanding of multi-scale complexities through system lifetimes

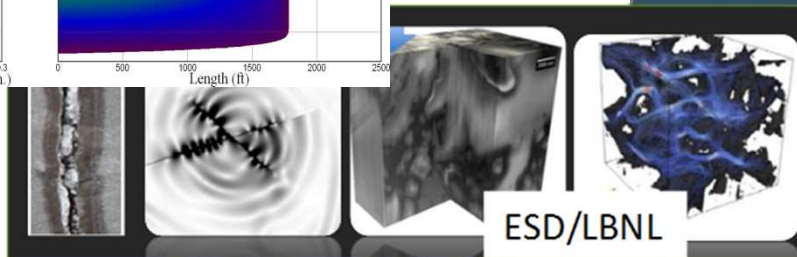
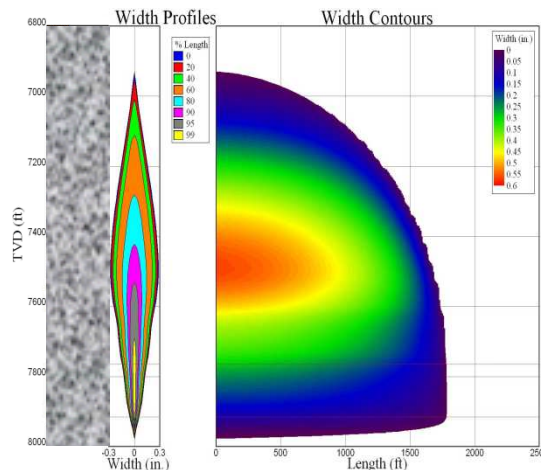


The Big Idea: Adaptive Control of Subsurface Fractures and Fluid Flow

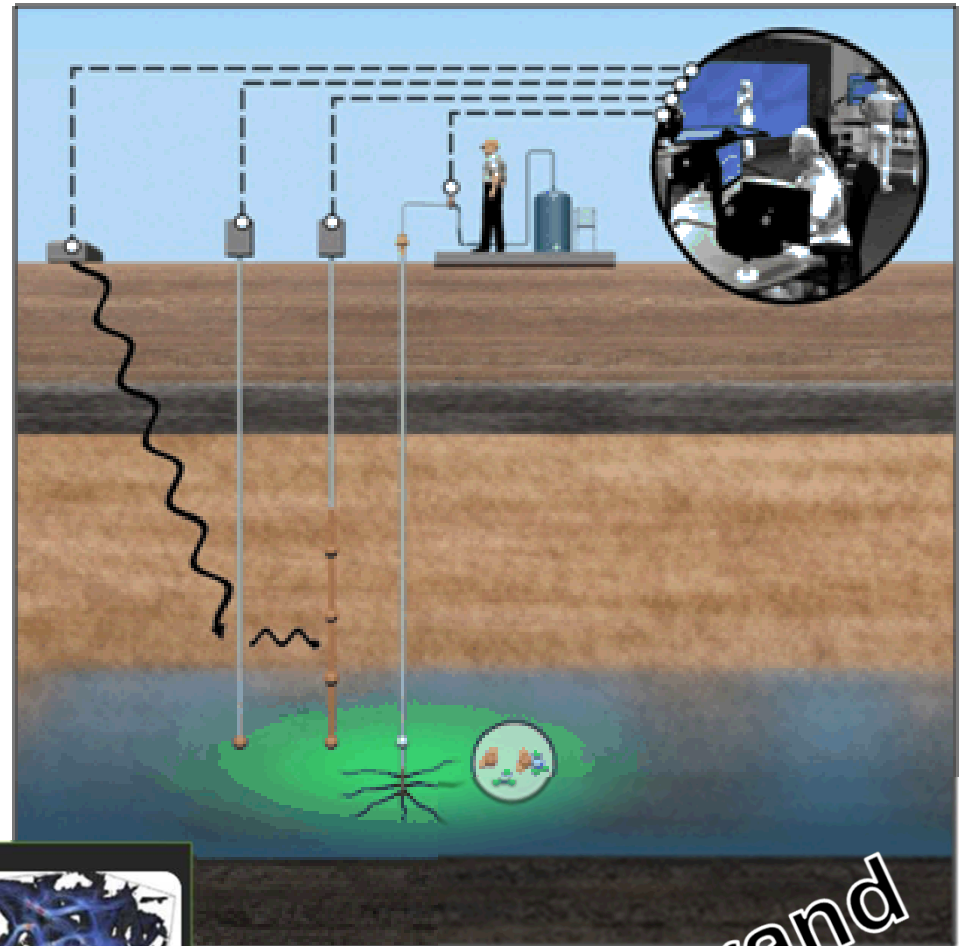
Range of RD³

Challenges:

Fundamental Science to
Engineering Application



Fracture processes mineral-organic
interactions flow



A Grand
Challenge

Subsurface Control for a Safe and Effective Energy Future

- ▶ President's Climate Action Plan
 - ▶ Meet GHG emission reduction targets through safe storage of CO₂ and increased low-carbon power generation
- ▶ Safety
 - ▶ Reduce risks associated with operating in the subsurface
- ▶ Energy Security
 - ▶ Increased recovery factors from tight formations can vastly increase the length of US energy security

Inaction Exposes Significant Risks

Energy Security

Environmental Security

Economic Security

Clear Alignment with Industry and Stakeholder Priorities

HALLIBURTON

- Nanotechnology
- Photonics
- **Interfacial Chemistry**
- **Complex Fracture Modeling in Real-time**
- Spectroscopy at the Bit
- Green Chemistry

the Bernard M. Gordon Center
for Subsurface Sensing & Imaging Systems



- **Subsurface Sensing and Imaging**
- **Physics-Based Signal Processing and Image Understanding**



- Recognizing the signal within the natural variability
- **Identifying feedback between natural and perturbed systems**
- Quantifying consequences, impacts, and effects
- **Effectively communicating uncertainty and relative risk**



Society of Petroleum Engineers



- **Higher Resolution Subsurface Imaging**
- Challenges in Reusing Produced Water
- **In-Situ Molecular Manipulation**
- Increasing Hydrocarbon Recovery Factors
- **Carbon Capture and Sequestration**

THE NATIONAL ACADEMIES
Advisers to the Nation on Science, Engineering, and Medicine

Grand Challenges for Earth Resources Engineering

- **Make the earth transparent**
- **Understand engineering control of coupled subsurface processes**
- **Minimize environmental footprint**
- **Protect people**

Subsurface Crosscut Research Framework

Adaptive Control of Subsurface Fractures and Fluid Flow

Wellbore Integrity

Improved well construction materials and techniques

Autonomous completions for well integrity modeling

New diagnostics for wellbore integrity

Remediation tools and technologies

Fit-for-purpose drilling and completion tools (e.g. anticipative drilling, centralizers, monitoring)

HT/HP well construction & completion technologies

Subsurface Stress & Induced Seismicity

Measurement of stress and induced seismicity

Manipulation of stress and induced seismicity

Relating stress manipulation and induced seismicity to permeability

Applied risk analysis of subsurface manipulation

Permeability Manipulation

Physicochemical fluid-rock interactions

Manipulating flowpaths

Characterizing fractures, dynamics, and flows

Novel stimulation methods

New Subsurface Signals

New sensing approaches

Integration of multi-scale, multi-type data

Adaptive control processes

Diagnostic signatures and critical thresholds

Energy Field Observatories

Fit For Purpose Simulation Capabilities

Subsurface Stress and Induced Seismicity

Quantify and reduce risk of induced seismicity through quantitative understanding and manipulation of subsurface stress and improve reservoir performance by an order of magnitude

Element

2-year goals

5-year goals

10-year goals

**State of stress
(measurement and
manipulation)**

**Assess and improve
stress measurement
resolution and
uncertainty methods,
begin field deployment**

**Achieve stress tensor
precision, orientation,
and spatial resolution
goals for borehole,
interwell, and field
scales**

**Use automated
inversion for stress
tensors (at different
scales) to optimize
adaptive control**

**Induced seismicity
(measurement and
manipulation)**

**Design and execute
lab, numerical and field
studies to measure
and modify induced
seismicity**

**Integrate passive and
active seismic imaging
to ID and locate faults
capable of M4-5 with
95% confidence**

**Demonstrate forecast
and management
mechanisms to decrease
likelihood of M2-3 event
by 10x over a defined
time period.**

**Relating stress
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permeability**

**Test
fracture/permeability
relationships using
multi-physics models
for available data sets**

**Characterize in-situ
permeability tensor of
a fault/fracture zone**

**Demonstrate 10x
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characterizing flow
paths in a faulted
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**Applied risk analysis of
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**Apply induced
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assessment to a
benchmark field site.**

**Demonstrate risk-
informed control
framework including
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**Demonstrate risk-driven
adaptive controls on
operational envelopes
(injection rates,
volumes, pressure, well
locations).**

SubTER Progress

National Labs

Big Ideas Summit
March, 2014

White Papers
May



FY14 Seed projects initiated

Lab Rep Scoping

FY15 project proposals

Town Hall



2015

QTR

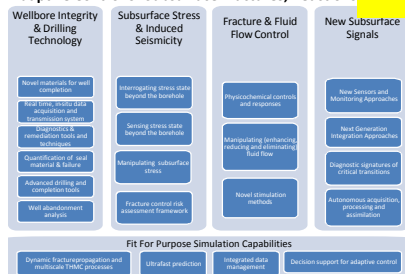
- Initiated unifying “system of labs” approach with common vision, message and sense of purpose
- Developed effective partnership between labs and DOE



SubTER Workshop

Subsurface Technology and Engineering R&D
March 14, 2014
SRA, International, 1801 K Street, Suite 46

Adaptive Control of Subsurface Fractures, Reactions



DOE

Crosscut framework identified



Subsurface Briefings to Staffers



Forge FOA released

The MITRE Corporation
7515 Colshire Drive
McLean, Virginia 22102-7508
(703) 983-6997











FY2014 SubTER Crosscut Seedling Projects

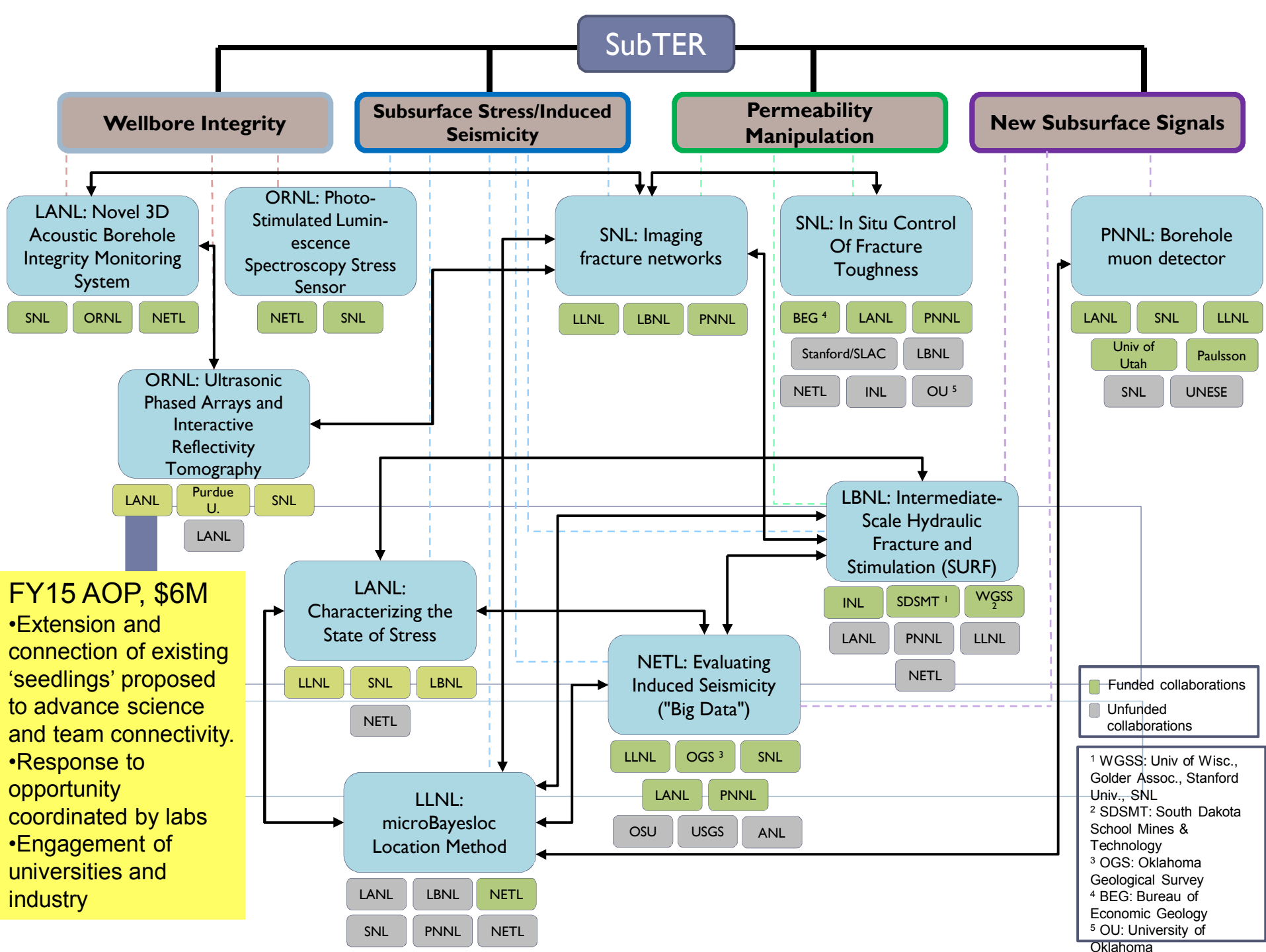
\$2M FY14 funding towards SubTER lab projects from EERE and FE:

- **Wellbore** – LANL: 3D acoustic borehole integrity monitoring system
- **Stress, Permeability** – LBNL: Field Laboratory in a Deep Mine for the Investigation of Induced Seismicity and Fracture Flow
- **Stress** – LANL: Evaluating the State of Stress Away from the Borehole
- **Stress** – ORNL: Luminescence spectroscopy stress sensor for in-situ stress measurement
- **Stress** – ORNL: Ultrasonic Phased Arrays and Interactive Reflectivity Tomography
- **Stress** – NETL: Big Data and Analytics for Induced Seismicity
- **New Signals** – PNNL: Borehole muon detector for 4D density tomography of subsurface reservoirs
- **New Signals**: - LLNL: microBayesloc location method
- **Stress, Permeability**: - SNL: Imaging Fracture Networks

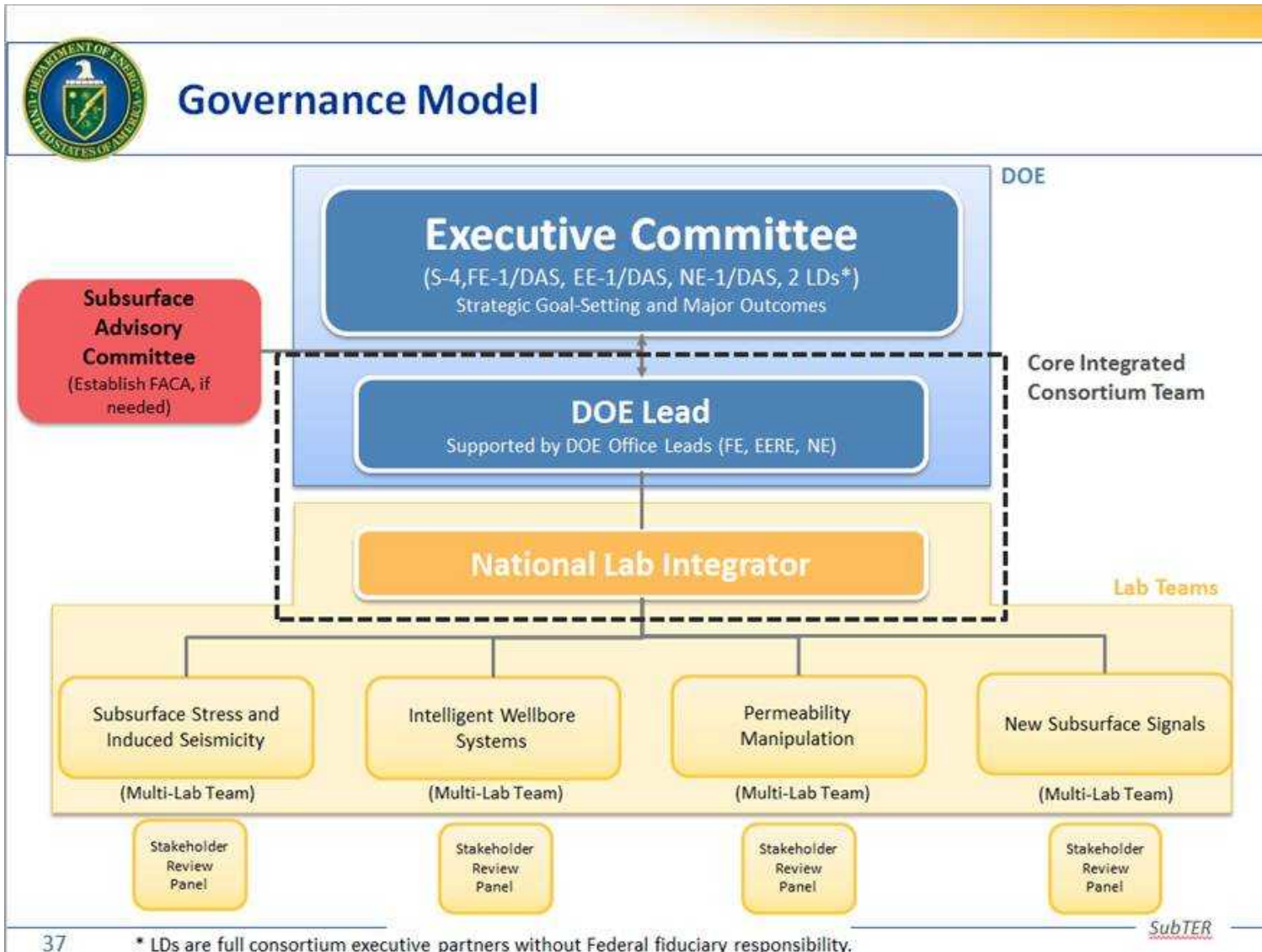
Seed funding to these projects will kick-start efforts in FY15, FY16 and beyond . . .

FY 2015 Schedule

Activities	Nov-Dec 2014	Jan-Feb 2015	Mar-Apr 2015	May-Jun 2015	Jul-Aug 2015	Sep-Oct 2015	Nov 2015
Subsurface Crosscut Scoping Meeting <ul style="list-style-type: none"> 13 labs and DOE participated Technical planning for program elements 							
Labs support DOE on SubTER elements in QTR <ul style="list-style-type: none"> Substantive narrative for web appendix 							
FY15 AOP Opportunity for Labs (\$6M, multi-lab projects)							
Interim Report on Program Elements							
Outreach: Professional Societies, universities, industry							
2nd Subsurface Crosscut Scoping Meeting							
Develop Technical Plan for FY16							
SubTER Community Workshop (Academia and Industry) <ul style="list-style-type: none"> Includes Published workshop report 							
SubTER Launch (\$100M “new” in PBR)							

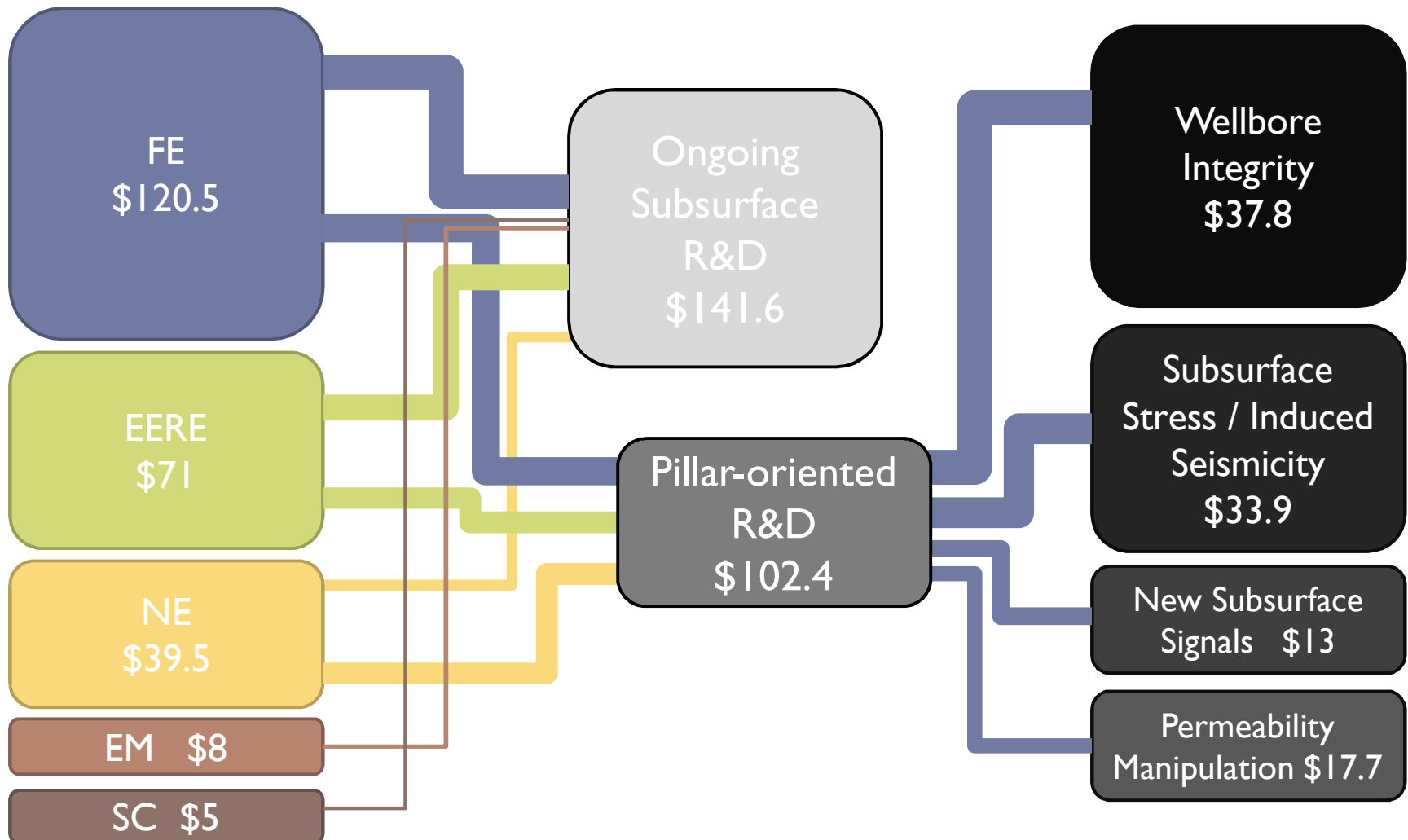


Proposed Organizational Structure



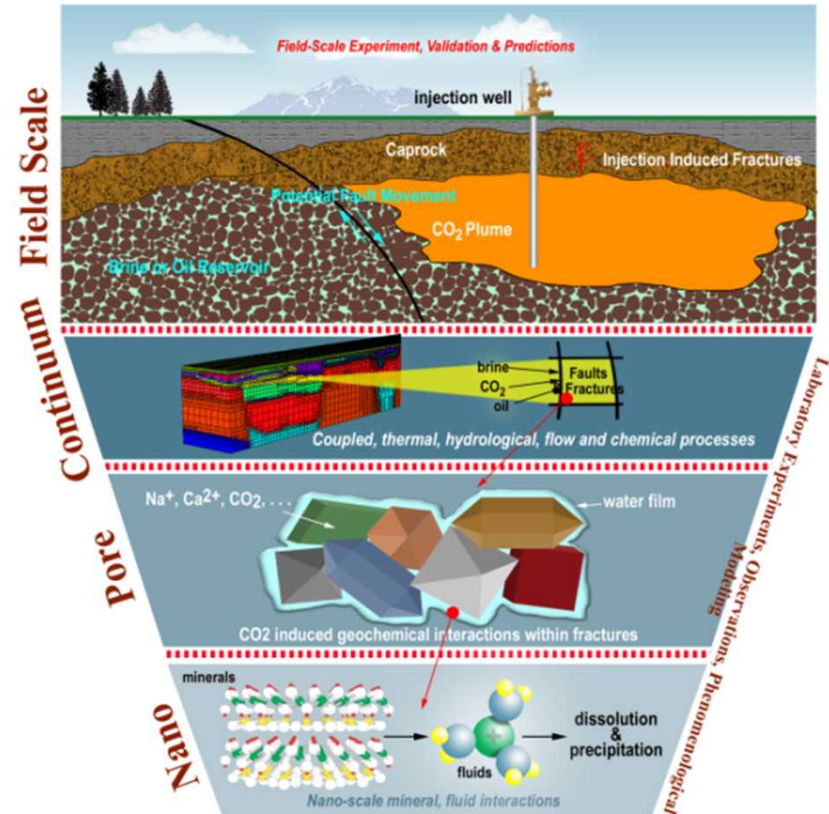
SubTER in FY2016

President's Budget Request (\$M)



Program Risks

- ▶ Financial
 - ▶ Need multi-office commitment
 - ▶ Need Congressional support for several programs
- ▶ Operational
 - ▶ Multi-office, multi-lab complexity
- ▶ Technical
 - ▶ Adaptive control is a 'moonshot'
 - ▶ Multi-scale heterogeneity
 - ▶ Cannot see the subsurface



Elements of Success

- ▶ Focused Technical Goal
 - ▶ True crosscut – supports needs of many Energy offices
- ▶ Strong Management Team
 - ▶ DOE and Lab Leads work well together
 - ▶ Frequent contact, common goal
 - ▶ Building the Lab Team
 - ▶ Frequent communication
 - ▶ In-person meetings with whole team
 - ▶ Seed Funding In FY 14 and FY15
 - ▶ Creates Momentum
- ▶ Outreach
 - ▶ Stakeholders
 - ▶ Partners



Adaptive Control of Subsurface Fractures and Fluid Flow

For More
Information:
energy.gov/subsurface-tech-team


**Office of the Under Secretary
for Science and Energy**

Energy Department Subsurface Crosscut

Addressing Common Subsurface Challenges

The ability to master the subsurface continues to elude researchers and practitioners working on a variety of energy production and storage applications. The DOE is implementing a new collaborative model to tackle this "energy grand challenge" through a coordinated RD&D strategy. Common challenges faced by the participating offices include:

- 1. Discover, Characterize, and Predict**
 - accurately characterizing the subsurface using integrated geophysical and geochemical technologies
 - Quantitatively inferring subsurface evolution under current and future engineered conditions
 - Finding viable, low-risk resources
- 2. Access**
 - safe, cost-effective reservoir integrity
- 3. Engineer**
 - Creating/constructing desired subsurface conditions in challenging high-pressure/high-temperature environments
- 4. Sustain**
 - maintaining optimal subsurface conditions over multi-decadal or longer time frames through complex system evolution
- 5. Monitor**
 - improving observational methods to advance understanding of multi-scale complexities through system lifetimes



Subsurface Technology and Engineering Research, Development, and Demonstration (SubTER) Crosscut

Subsurface energy sources satisfy over 80% of total U.S. energy needs. Finding and effectively exploiting these resources while mitigating impacts of their use constitute major technical and socio-political challenges. Still, the opportunities are vast. Next generation advances in subsurface technologies will enable increases in domestic natural gas supplies, as well as 100+ GWe of clean, renewable geothermal energy. The subsurface provides hundreds of years of safe storage capacity for carbon dioxide (CO₂), and opportunities for environmentally responsible management and disposal of hazardous materials and other energy waste streams. The subsurface can also serve as a reservoir for energy storage for power produced from intermittent generation sources. These opportunities have immediate connection to societal needs and administration priorities. Clean energy deployment and CO₂ storage are critical components of the President's Climate Action Plan, necessary to meet the 2050 greenhouse gas (GHG) emissions reduction target. Increasing domestic energy supply from greater hydrocarbon resource recovery, in a sustainable and environmentally sound manner, are also Administration goals that enhance national security and fuel economic growth.



The SubTER technical team identifies and facilitates crosscutting RD&D and policy activities for DOE, to enable programs with common technical challenges to work together toward solutions. The SubTER crosscut reports to the Under Secretary for Science and Energy and leverages program budget priorities to better plan for investment and assistance. While each of the offices brings new activities to the table, the sector benefits as a whole from crosscutting solutions. Partnerships include Departmental programs and offices, labs, academia, and industry, as well as synergies across federal agencies.










Who's Involved?

Representing the geosciences, research, modeling, technology development, policy, and stakeholders, the participating program offices include:

- Fossil Energy-Oil and Gas
- Fossil Energy-CO₂ Storage
- EERE-Geothermal Technologies Office
- Nuclear Energy
- Environmental Management
- Office of Science
- ARPA-E
- Office of Electricity
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Thank You

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SubTER in FY2016 President's Budget Request

	Wellbore Integrity	Subsurface Stress and Induced Seismicity	Permeability Manipulation	New Subsurface Signals	Ongoing Subsurface-Related R&D	TOTAL
<i>Defense Environmental Cleanup, TOTAL</i>	---	---	---	---	8,000	8,000
Headquarters Operations: Technology Development	---	---	---	---	2,000	2,000
Idaho National Laboratory	---	---	---	---	3,000	3,000
Richland/Hanford: Hanford Site	---	---	---	---	3,000	3,000
<i>Energy Efficiency and Renewable Energy, TOTAL</i>	---	10,000	8,000	8,000	45,000	71,000
Geothermal Technologies: Enhanced Geothermal Systems	---	5,000	---	---	34,000	39,000
Geothermal Technologies: Hydrothermal		5,000	8,000	8,000	11,000	32,000
<i>Fossil Energy Research & Development, TOTAL</i>	11,788	23,888	5,071	9,687	70,084	120,518
Carbon Storage: Advanced Storage R&D	5,000	7,384	---	5,000	---	17,384
Carbon Storage: Storage Infrastructure	---	---	---	---	60,084	60,084
Carbon Storage: Sub-Disciplinary Storage R&D	5,600	15,316	3,888	3,500	---	28,300
Crosscutting Research: Coal Utilization Science	1,188	1,188	1,187	1,187	---	4,750
Natural Gas Technologies: Environmentally Prudent Development	---	---	---	---	10,000	10,000
<i>Nuclear Energy, TOTAL</i>	26,000	---	---	---		26,000
Fuel Cycle R&D: Used Nuclear Fuel Disposition	26,000	---	---	---		26,000
<i>Science, TOTAL</i>	---	---	---	---	5,000	5,000
Basic Energy Sciences: Chemical Sciences, Geosciences, and Biosciences					5,000	5,000
<i>Total, Subsurface Technology and Engineering</i>	37,788	33,888	13,071	17,687	141,584	244,018

Adaptive Control of Subsurface Fractures and Flow

For More Information:
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Preliminary 10-year Metrics

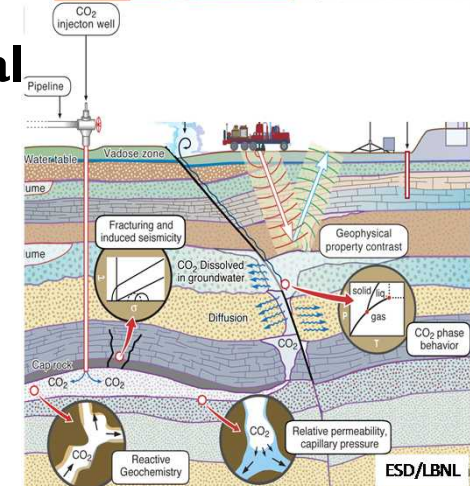
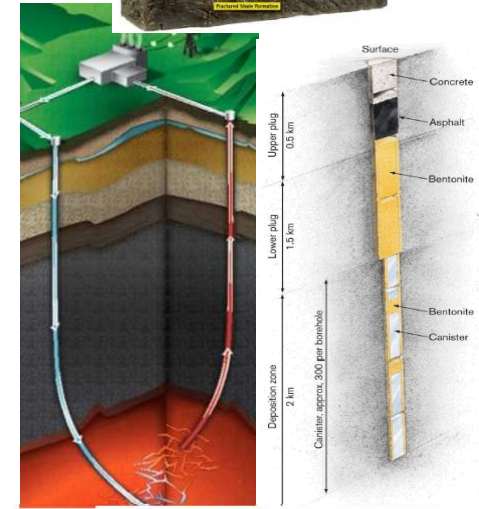
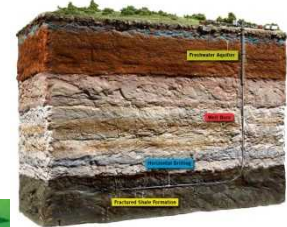
Double hydrocarbon production from tight reservoirs while decreasing environmental impact

- Increase longevity of US energy security
- Cut in Half:
 - The number of wells drilled
 - the emissions associated with extraction and truck use
 - Water use for tight reservoir production

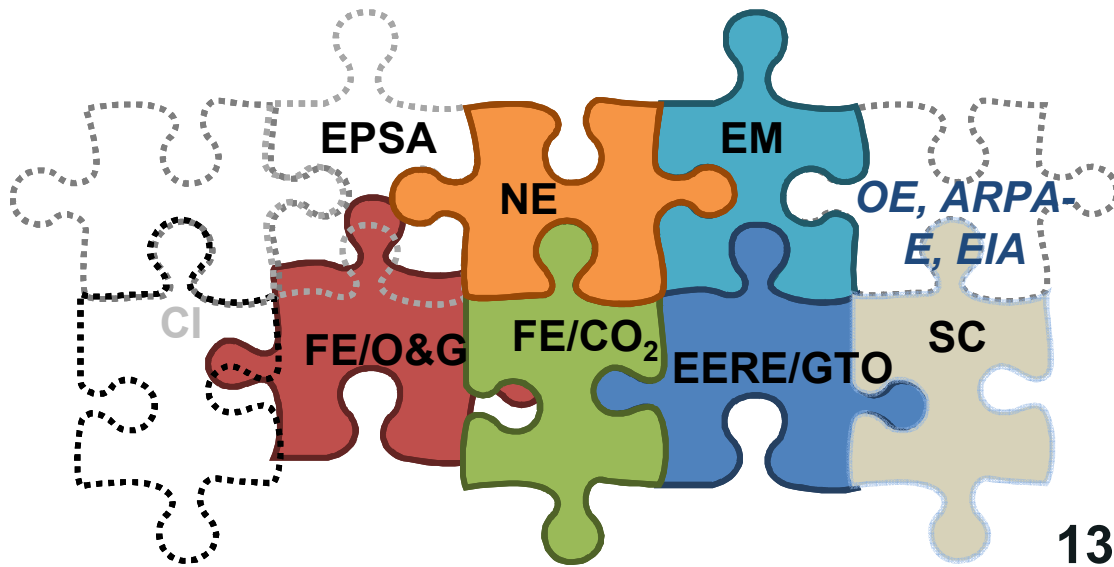
Achieve order-of-magnitude increase in U. S. electrical production from geothermal reservoirs

Establish practical feasibility of **deep borehole disposal** for specialty nuclear wastes

Double confidence level in safe subsurface storage of CO₂



The Crosscut Team and the Big Idea come Together



13 National Laboratories



Getting Started

- FY14 SubTER Kickstart:
 - \$2M investment in 9 seedling projects
- FY15:
 - ~\$6M opportunity to propose high priority, integrated and collaborative multi-lab projects that build on seedlings
- FY16:
 - President's Budget Request includes \$244M for SubTER
 - ~\$100M new funds