# Carbon Capture & Storage: Policy Issues & Challenges

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The Edison Foundation – CCS Meeting

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#### Why is CCS needed?

Annual growth rate **Emissions**\* 1990-2005 (%) Gigatons CO<sub>2</sub>e **United States** 1.0 China 4.7 7.0 Indonesia 3.1 12.7 Brazil 3.1 Russia -2.4 India 3.6 Japan 1.3 Germany -1.3 Canada 0.8

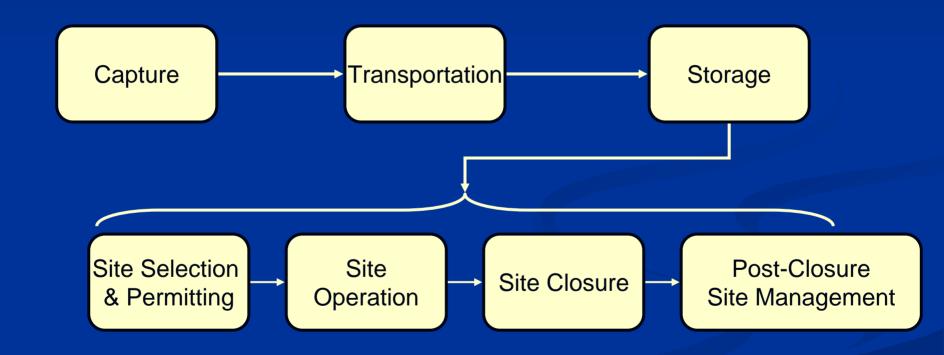
Mexico

<sup>\*</sup> Includes emissions associated with deforestation and land-use changes Source: McKinsey analysis of data from IEA, EPA, WRI, UNFCCC

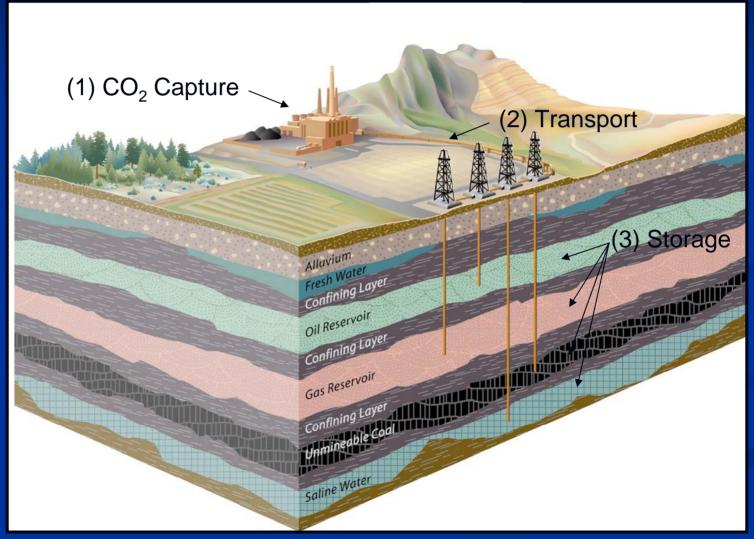
# Energy Independence & Security Act of 2007

- CCS research, development, and demonstration program at the DOE
- Geologic storage training & university based research programs
- CO<sub>2</sub> storage capacity assessment for geologic systems and terrestrial ecosystems
- CO<sub>2</sub> storage inventory
- Policy framework for geological storage on public lands

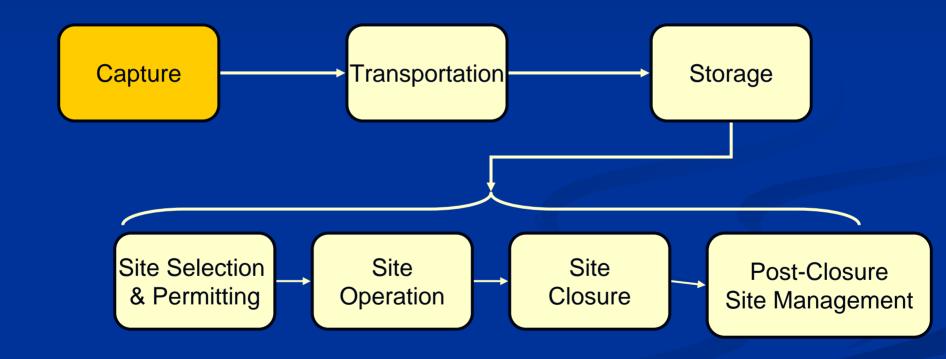
#### **Integrated CCS Program**



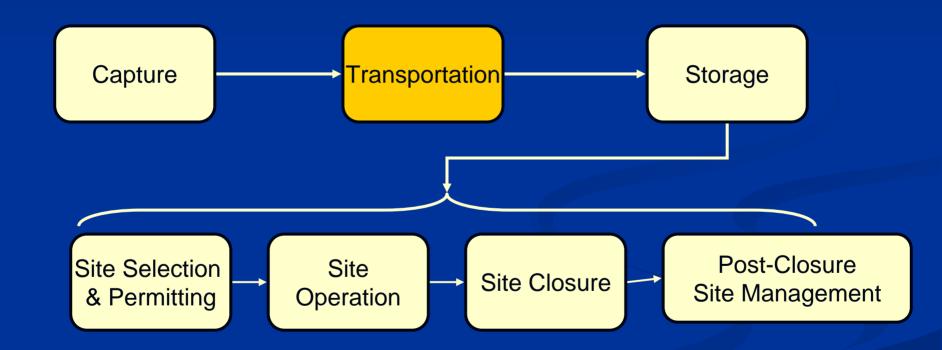
#### Integrated CCS Program



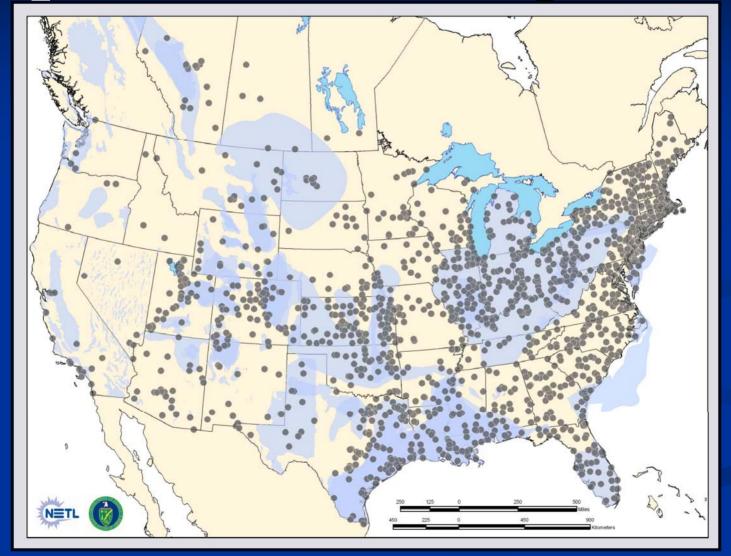
#### **Capture Challenges**



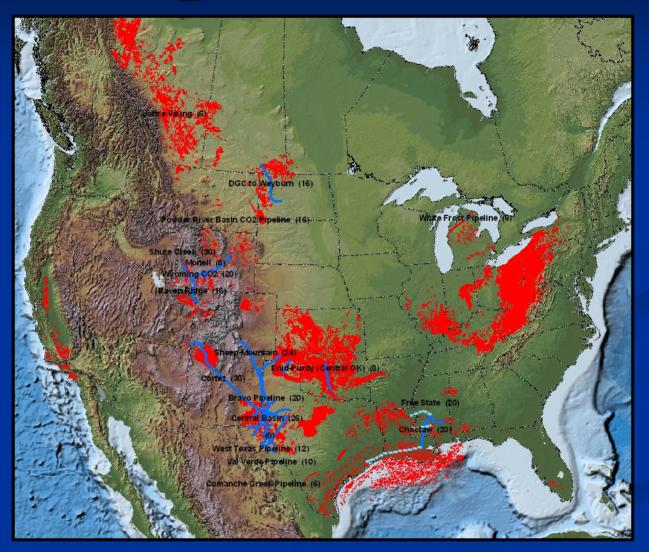
#### **Transportation Challenges**



#### CO<sub>2</sub> Sources & Storage Areas



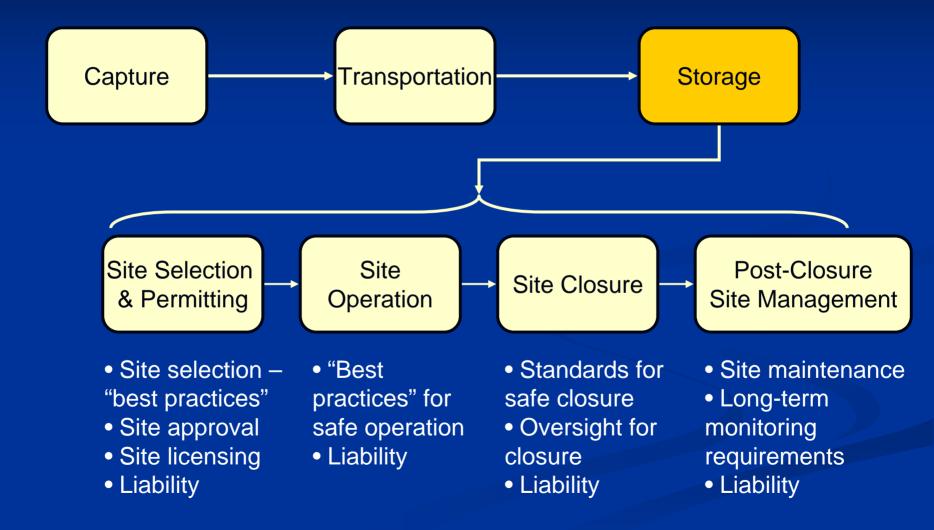
## CO<sub>2</sub> Infrastructure



## CO<sub>2</sub> Pipeline Oversight

- Three models for CO<sub>2</sub> pipeline oversight
  - Current regulatory framework
  - Oil pipeline model
  - Gas pipeline model

#### **Storage Challenges**

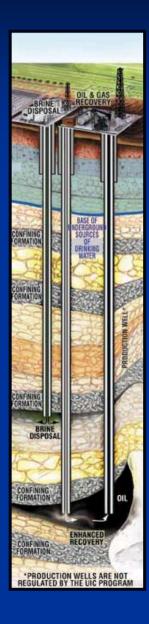


#### Site Selection & Permitting



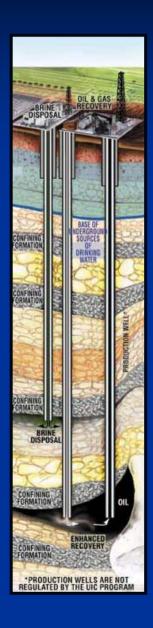
- What are the site selection criteria?
- Which federal or state government entity has the most expertise in this area?
- Are the existing EPA guidelines enough for proper site selection?
- Who will be responsible for permitting each site?
- Who owns the pore space?

#### **Site Operation**



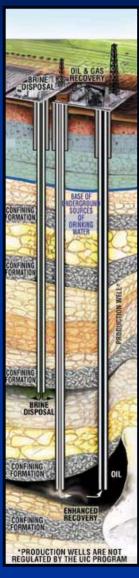
- How can we ensure safe injection of CO<sub>2</sub> underground?
- What will be required to monitor the location and movement of injected CO<sub>2</sub>?
- How do operators ensure that CO<sub>2</sub> stays underground?

#### **Site Closure**



- What is required from an operator to move confidently into the postclosure phase?
- What are the best methods for verifying that a site is closed safely with all CO<sub>2</sub> in permanent storage?
- Who will enforce the closure requirements?

#### **Post – Closure Site Management**



- Who will manage the site following closure in the short-term (5-10 years)? In the long-term (10 years and beyond)?
- Is leakage acceptable at certain levels and over certain time frames?
- How can we ensure that the public and their property are protected from leakage?

#### Liability



- Who manages the site immediately after closure?
- How should subsurface trespass be handled?
- Who will finance remediation of the site if a leak should occur?

#### The Way Forward

- A rigorous carbon emissions reduction scheme is needed to ensure that carbon capture occurs.
- The proper financial incentives are needed to assist in carbon dioxide transportation infrastructure development.
- A comprehensive policy & regulatory framework needs to be developed to ensure safe, long-term geologic CO<sub>2</sub> storage.