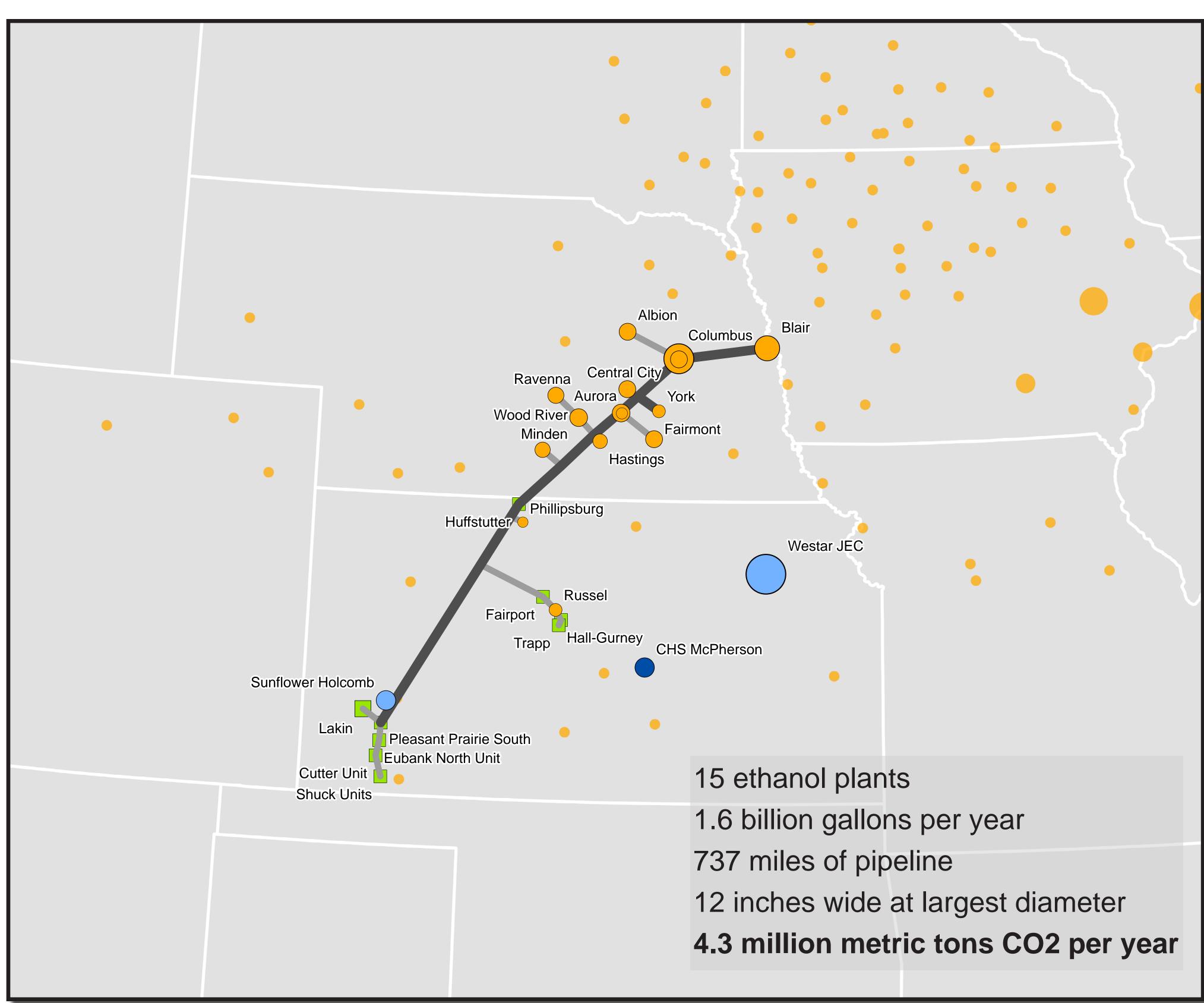
# INTEGRATED CARBON CAPTURE AND STORAGE FOR KANSAS (ICKAN): Ethanol CO, Capture and Transportation Cost Analysis

Dane McFarlane and Martin Dubois

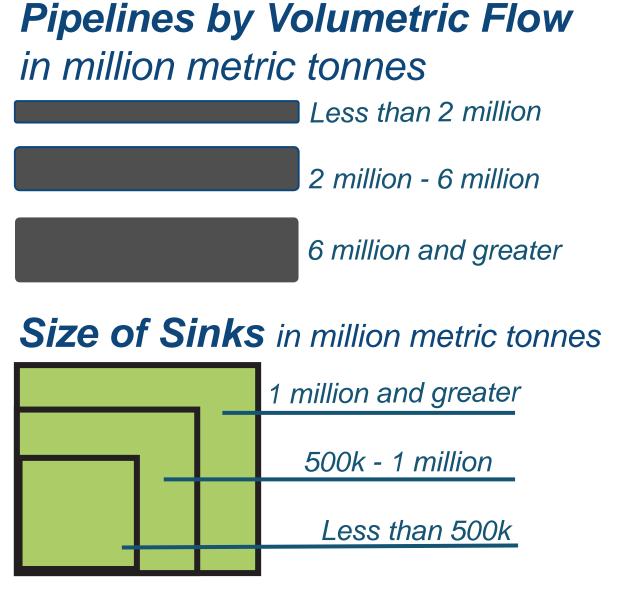
## Scenario 1: Fifteen Nebraska and Kansas ethanol plants to Kansas oilfields

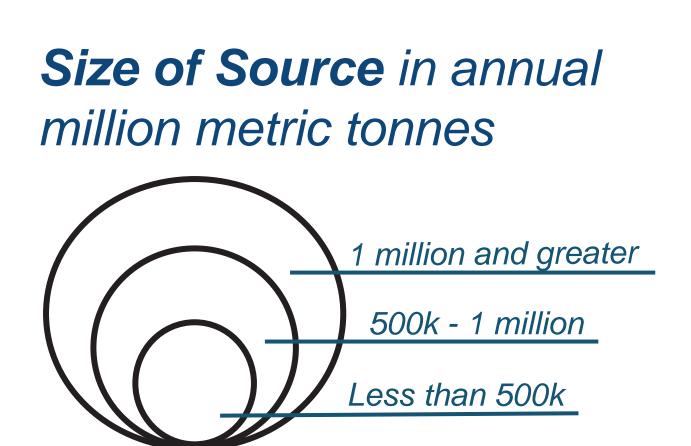


#### Table 1: Scenario 1 Costs and Required CO, Price

				Required CO <sub>2</sub> Price for 10% ROI		
	Plant Capture	Pipeline Transport	Total		\$ / metric ton	\$ / mcf
CapEx	\$364	\$842	\$1,006	Without 45Q	\$42	\$2.19
Annual OpEx	\$37	\$16	\$52	With 45Q	\$14	\$0.75
		\$ million				

#### **Network Infrastructure - Map Key**

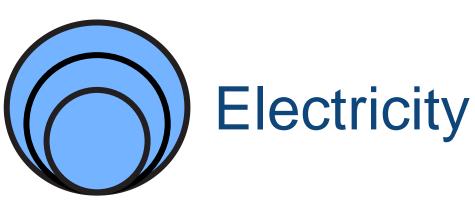








Ethanol



# **ICKAN Project Cost Analysis**

As part of the Integrated Carbon Capture and Storage for Kansas (ICKAN) project, the Great Plains Institute (GPI) and Improved Hydrocarbon Recovery, LLC, (IHR) collaborated with the Kansas Geological Survey to create a number of illustrative scenarios for carbon capture from a variety of industrial and energy sources.

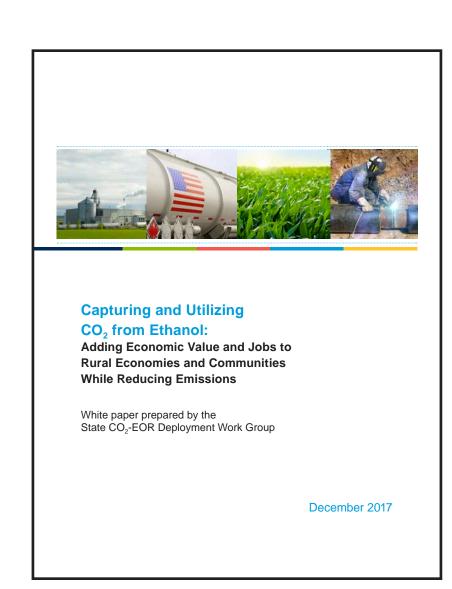
Presented here are two of those scenarios:

- Kansas.
- in the Permian Basin.

GPI and IHR utilized the National Energy Technology Laboratory's (NETL) CO2 Transport Cost Model, modified by GPI for this application, to calculate capital and operating costs of CO2 pipelines in each scenario.

#### **Economic Analysis Assumptions**

- 10% ROI
- 2 year construction period Capture 90% of CO2 from each ethanol Plant 20 year operational life



#### **Read More:**

This work was featured in a recent white paper released by the State CO2-EOR Deployment Work Group and the Great Plains Institute. While this paper was published before the passage of recent 45Q tax credit legislation, the primary economics and modeling remain the same.

Find the paper on GPI's website **betterenergy.org**: http://www.betterenergy.org/wp-content/uploads/2017/12/ Capturing-and-Utilizing-CO2-from-Ethanol.pdf

#### References

Dubois, M. D. McFarlane and T. Bidgoli, 2017, CO2 Pipeline Cost Analysis Utilizing and Modified FE/NETL Cost Model Tool, poster presented at the Carbon Storage and Oil and Natural Gas Technologies Review Meeting, Pittsburgh PA, August 3, 2017.

Grant, T., D. Morgan, and K. Gerdes, 2013, Carbon Dioxide Transport and Storage Costs in NETL Studies: Quality Guidelines for Energy Systems Studies: DOE/NETL-2013/1614, 22 p.

Grant, T. and D. Morgan, 2014, FE/NETL CO2 Transport Cost Model. National Energy Technology Laboratory. DOE/NETL-2014/1667. https://www.netl.doe.gov/research/energy-analysis/analytical-tools-and-data/co2transport. Accessed 6/28/2017.

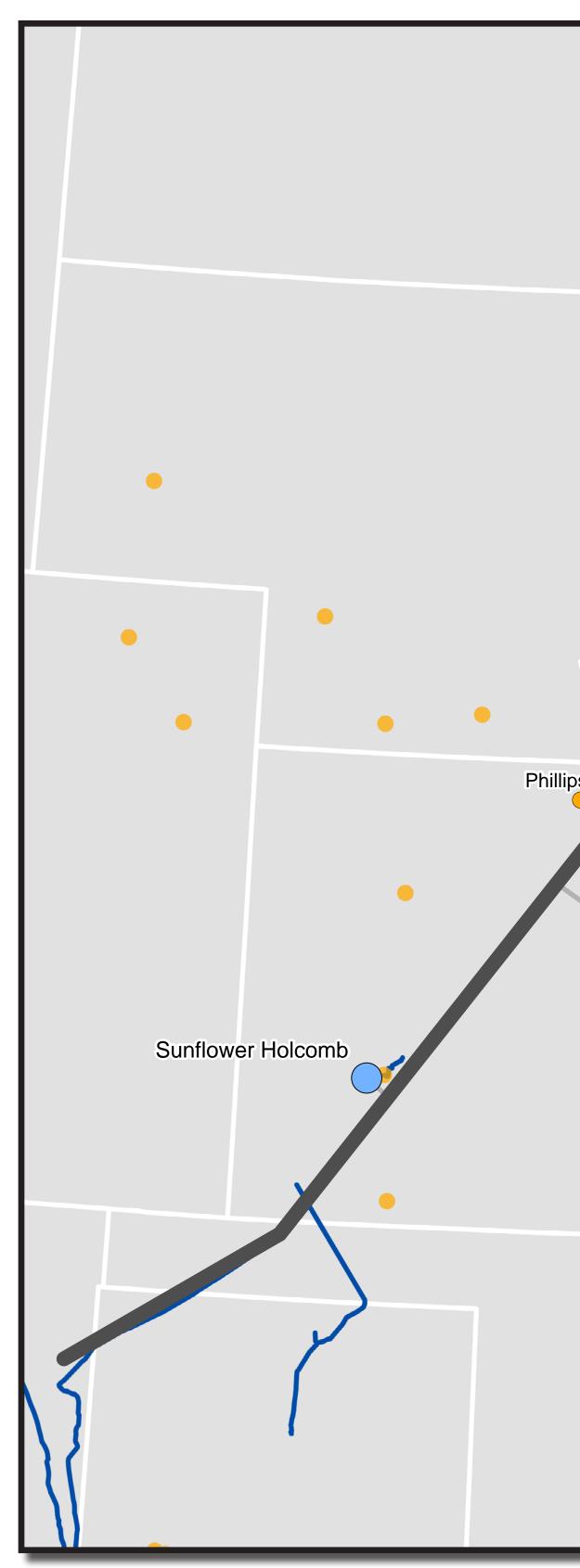
State CO2-EOR Deployment Workgroup, 2017, Capturing and Utilizing CO2 from Ethanol: Adding Economic Value and Jobs to Rural Economies and Communities While Reducing Emissions. http://www.betterenergy.org/ wp-content/uploads/2017/12/Capturing-and-Utilizing-CO2-from-Ethanol.pdf. Accessed 7/17/2018

. An efficiently planned, regional-scale pipeline system that would connect 15 of the larger ethanol plants in Nebraska and Kansas to transport CO2 to multiple oilfields in

2. A large-scale multistate pipeline network that connects 34 of the largest ethanol plants throughout the Midwest to a trunk pipeline that would link up with existing pipelines

Not inflation adjusted

# Scenario 2: Large scale Midwestern pipeline network to Permian Basin



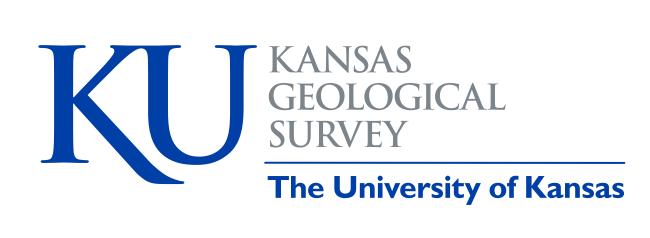
### Table 2: Scenario 1 Costs and Required CO, Price

				Required CO <sub>2</sub> Price for 10% ROI		
	Plant Capture	Pipeline Transport	Total		\$ / metric ton	\$ / mcf
CapEx	\$809	\$1,857	\$2,667	Without 45Q	\$47	\$2.46
Annual OpEx	\$85	\$47	\$131	With 45Q	\$19	\$1.03
		\$ million				

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Albion Columbus Ravenna Wood River Hastings	St. Ansgar Hartley Mason City Lawler Albert City Charles City Fairbank Dyersville Grand Junction Cedar Rapids Clinton Menio
CHS McPherson	
	<ul> <li>34 ethanol plants</li> <li>3.6 billion gallons per year</li> <li>1,546 miles of pipeline</li> <li>20 inches wide at largest diameter</li> <li>9.85 million metric tons CO2 per year</li> </ul>

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