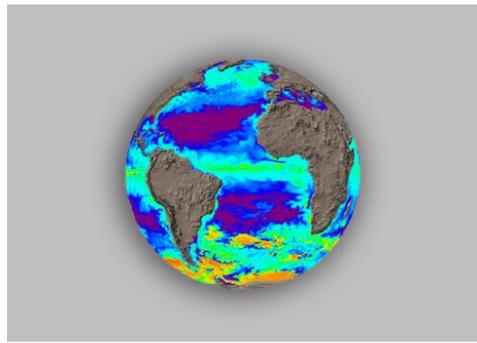


*Exceptional service in the national interest*



# Energy, Water, Transportation Interdependencies and System-level Policy and Social Considerations

Mike Hightower

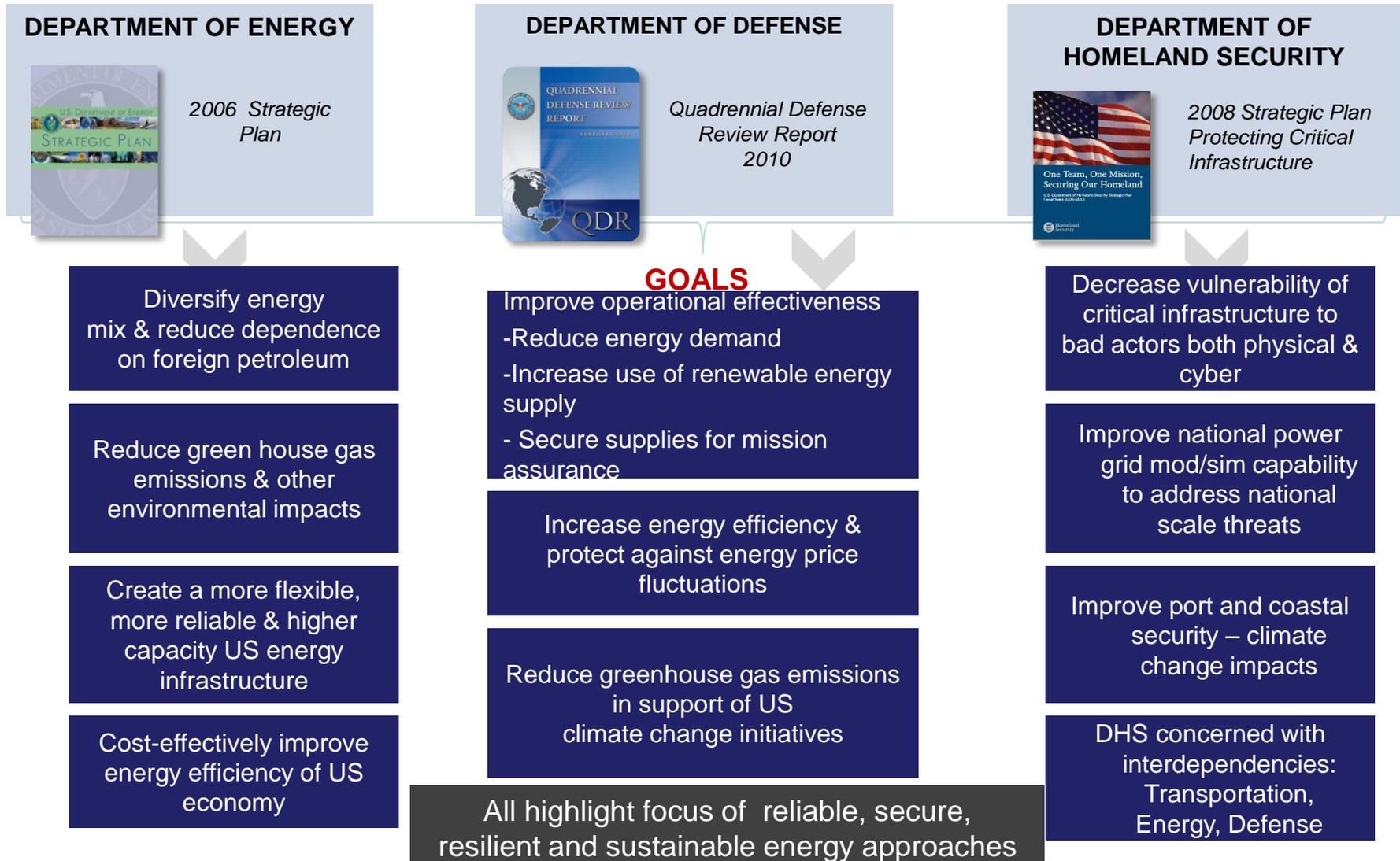
July 17, 2013 – Iowa State



Sandia National Laboratories is a multi-program laboratory managed and operated by Sandia Corporation, a wholly owned subsidiary of Lockheed Martin Corporation, for the U.S. Department of Energy's National Nuclear Security Administration under contract DE-AC04-94AL85000.

# Energy Security, Reliability, and Sustainability Context

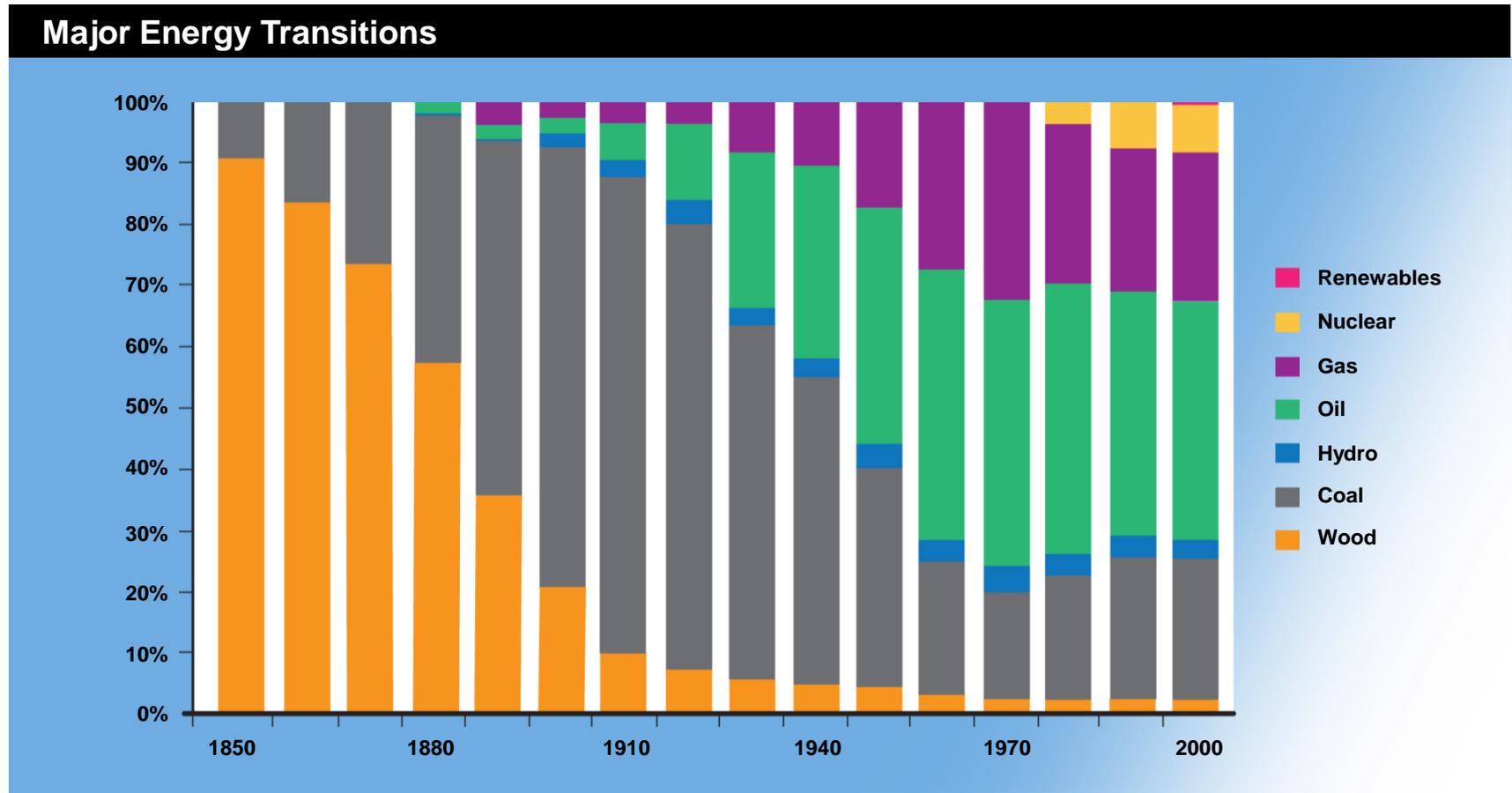
As currently Defined by federal stakeholders' authorities & responsibilities



# “The times,...they are a changin ..”

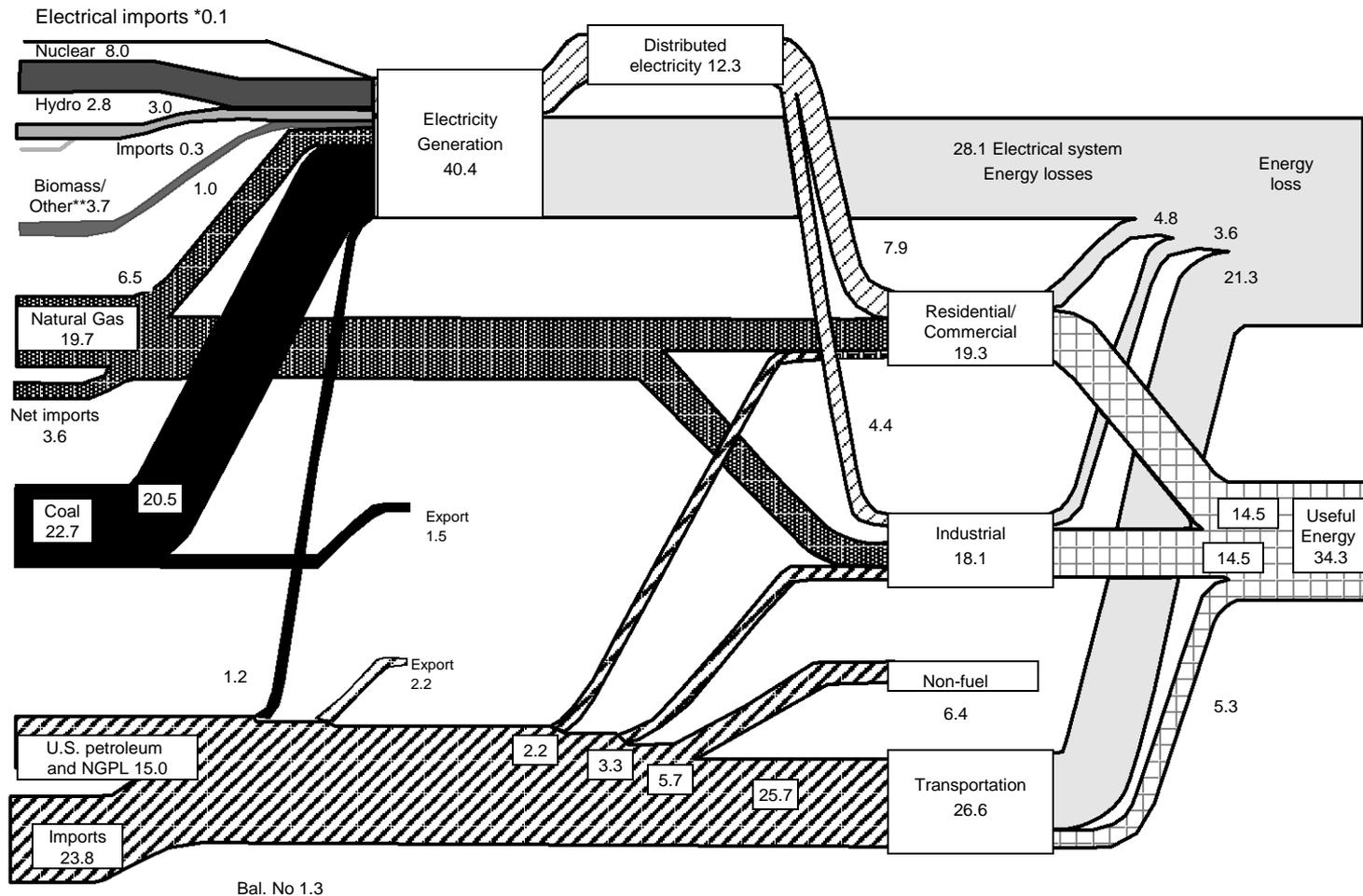
- Projected CO2 Emissions (million tons/yr)
  - 2010 U.S. 1600, China 3400, India 700, World 8400
  - 2020 U.S. 1800, China 4400, India 2100, World 11400
- By 2030 U.S. will be the largest oil producing nation, North American the second largest oil producing region
- Shale gas is everywhere....and lots of it?  
The new ‘green chile’ of energy resources?
- 75% of U.S. coal generating capacity is over 40 years old
- Is biofuels competing against the food supply – 28% of U.S. corn production and growing
- China PV manufacturer goes bankrupt, March 20, 2013

# The World has Made Two Major Energy Transitions



Source: Energy Information Administration

# FY 2000 U.S. Energy Use



Values in Quadrillion BTUs (quads) with Total Quads=100 in 2000

Source: Production and end-use data from Energy Information Administration. Annual Energy Review 2000

\*Net fossil-fuel electronic imports

\*\*Biomass other includes wood and waste, geothermal, solar, and wind.

# Energy Generation and Delivery – A More and More Complex System to Manage

## Resource Dependencies

- Air
- Fuel
- Land
- Water
- Capital

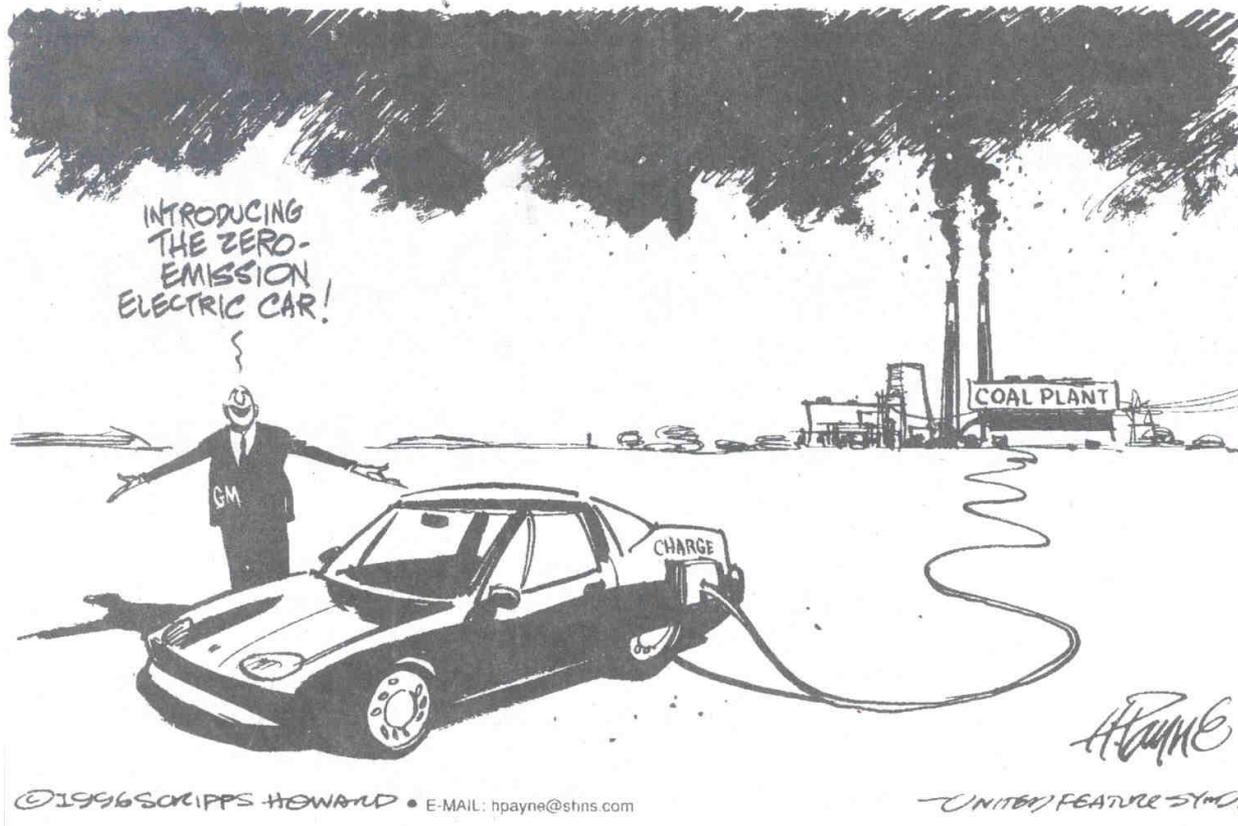


## Infrastructure Dependencies

- Transmission and distribution
- Fuel development and transportation
- Water
- Telecom
- Government

# Energy Policies and Regulations Must be System Focused

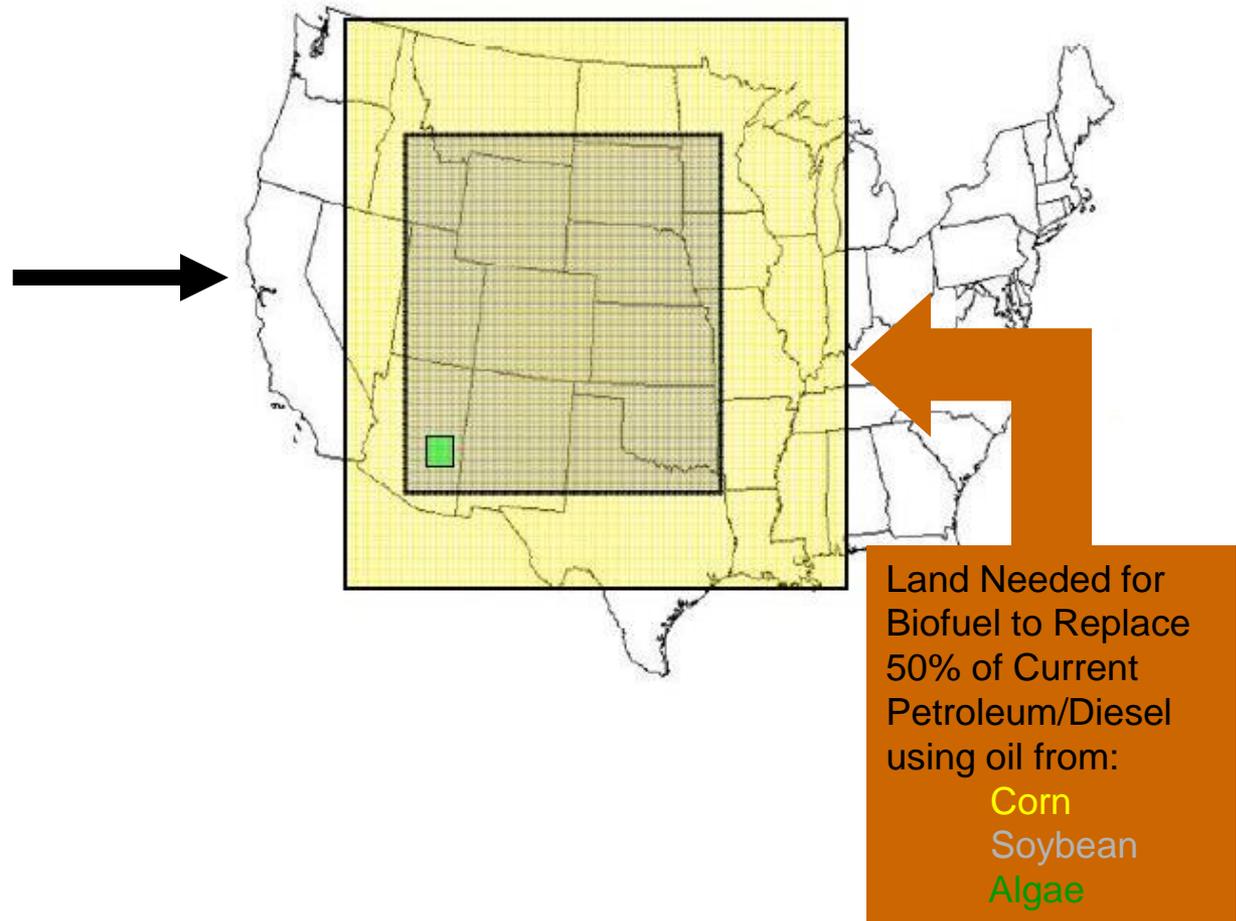
## Electric Car Example:



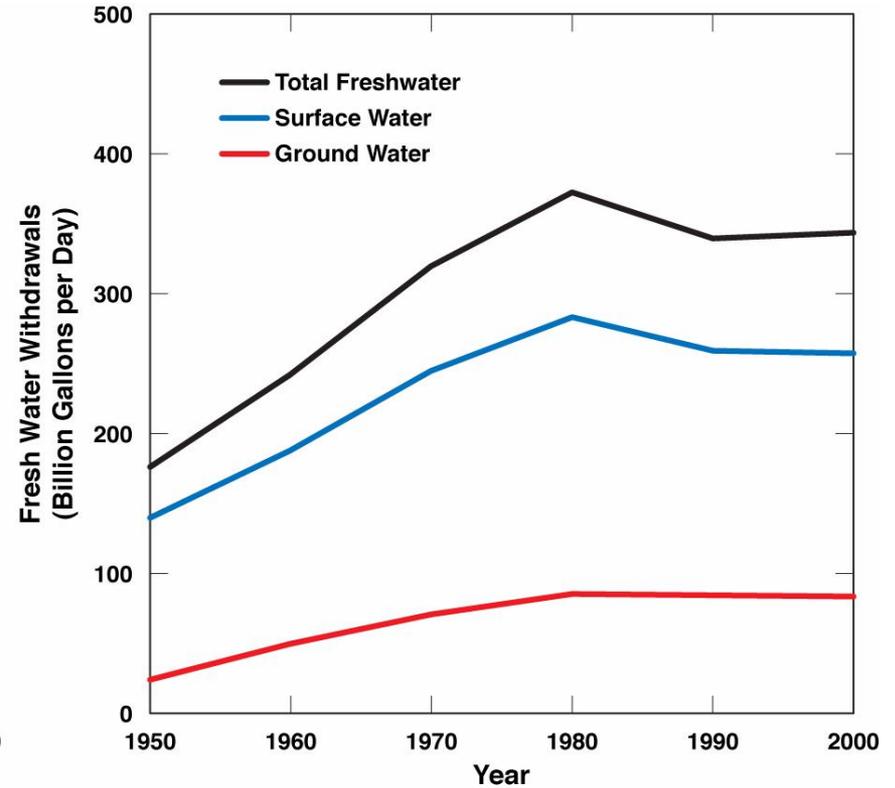
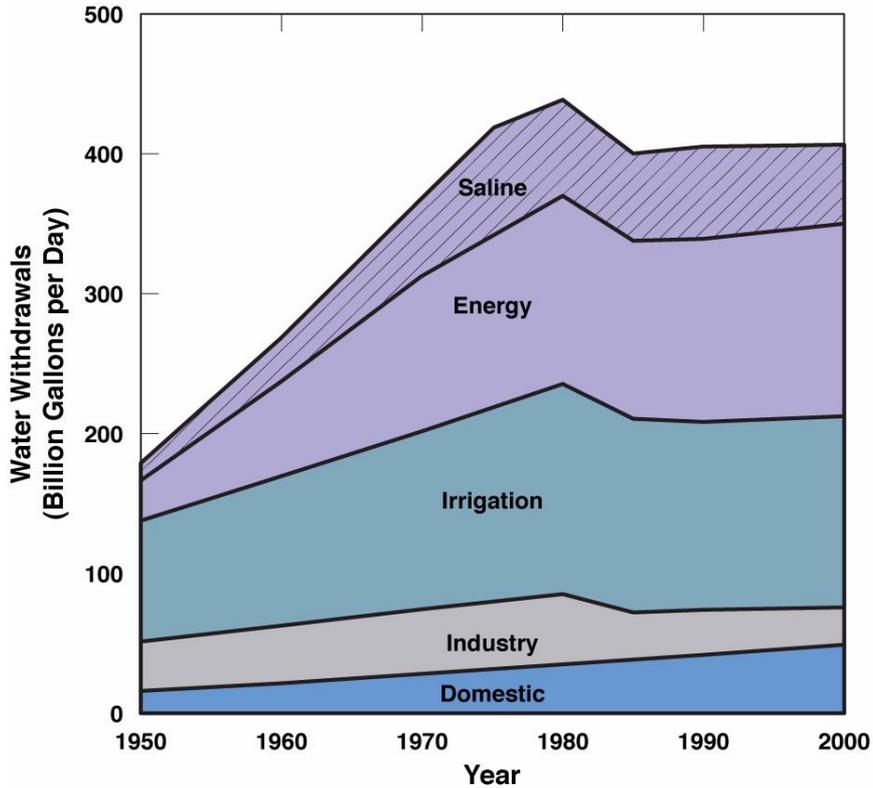
**Hydrogen Car Example:**  
 $\text{CH}_4 + 2\text{H}_2\text{O} + \text{energy} > 4\text{H}_2 + \text{CO}_2$

# Biofuels and Natural Resources Systems Evaluations

Gallons of Oil per Acre per Year	
Corn	18
Soybeans	48
Safflower	83
Sunflower	102
Rapeseed	127
Oil Palm	635
Micro Algae	1000 - 7000



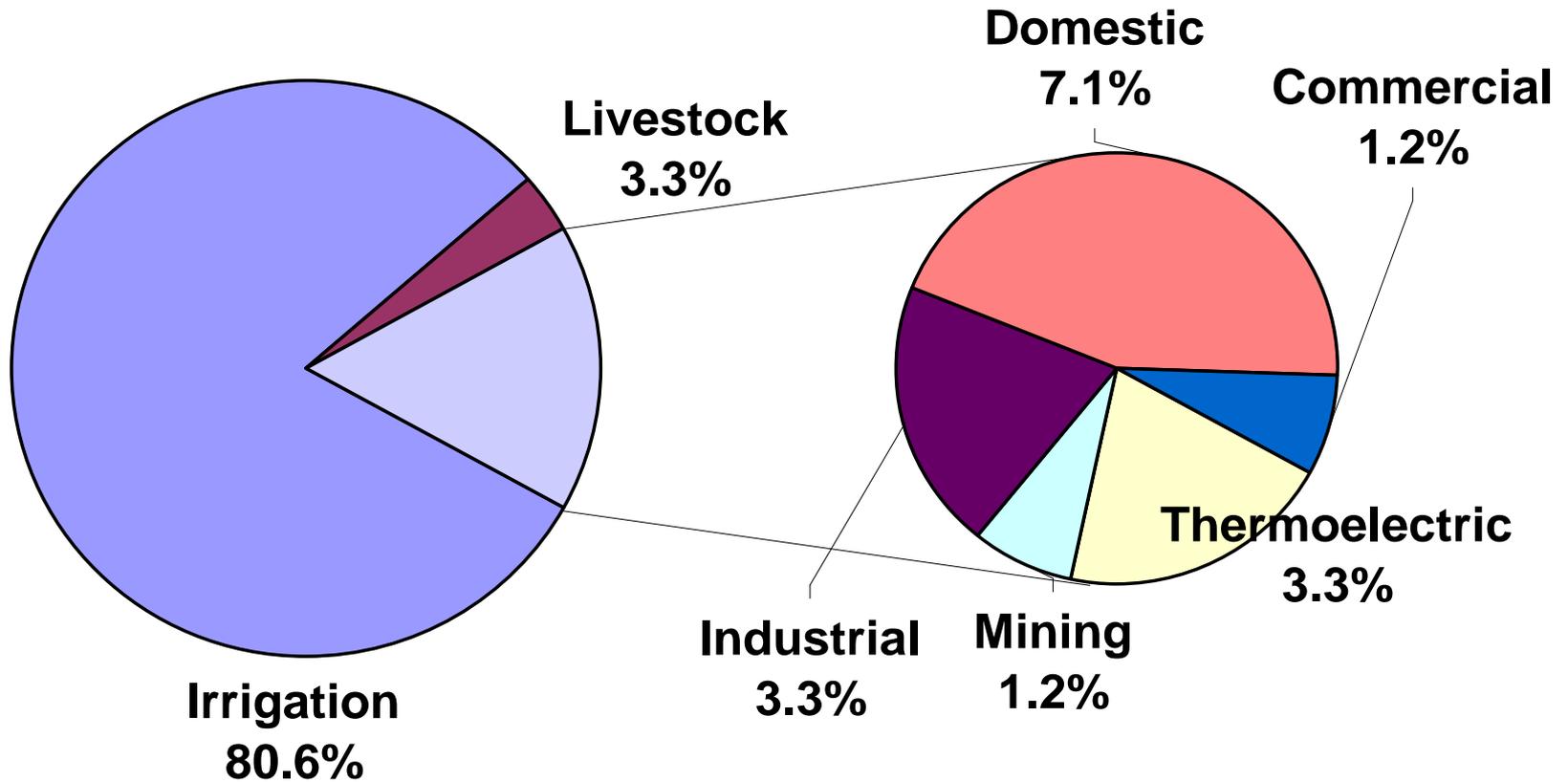
# U.S. Water Withdrawal Trends



The energy sector is the largest water withdrawal sector in the U.S.

# Water Consumption by Sector

## U.S. Freshwater Consumption, 100 Bgal/day



[USGS, 1998]

**Energy uses 27 percent of all non-agricultural fresh water**

# Water Use and Consumption for Electric Power Generation

Plant-type	Cooling Process	Water Use Intensity (gal/MWh <sub>e</sub> )		
		Steam Condensing		Other Uses
		Withdrawal	Consumption	Consumption
Fossil/ biomass steam turbine	Open-loop	20,000–50,000	~200-300	~30
	Closed-loop	300–600	300–480	
Nuclear steam turbine	Open-loop	25,000–60,000	~400	~30
	Closed-loop	500–1,100	400–720	
Natural Gas Combined-Cycle	Open-loop	7,500–20,000	100	7–10
	Closed-loop	230	180	
Integrated Gasification Combined-Cycle	Closed-loop	200	180	150
Carbon sequestration for fossil energy generation	~80% increase in water withdrawal and consumption			
Geothermal Steam	Closed-loop	2000	450-1350	50
Concentrating Solar	Closed-loop	750	740	10
Wind and Solar Photovoltaic	N/A	0	0	1-2

# Water Consumption of Transportation Fuels

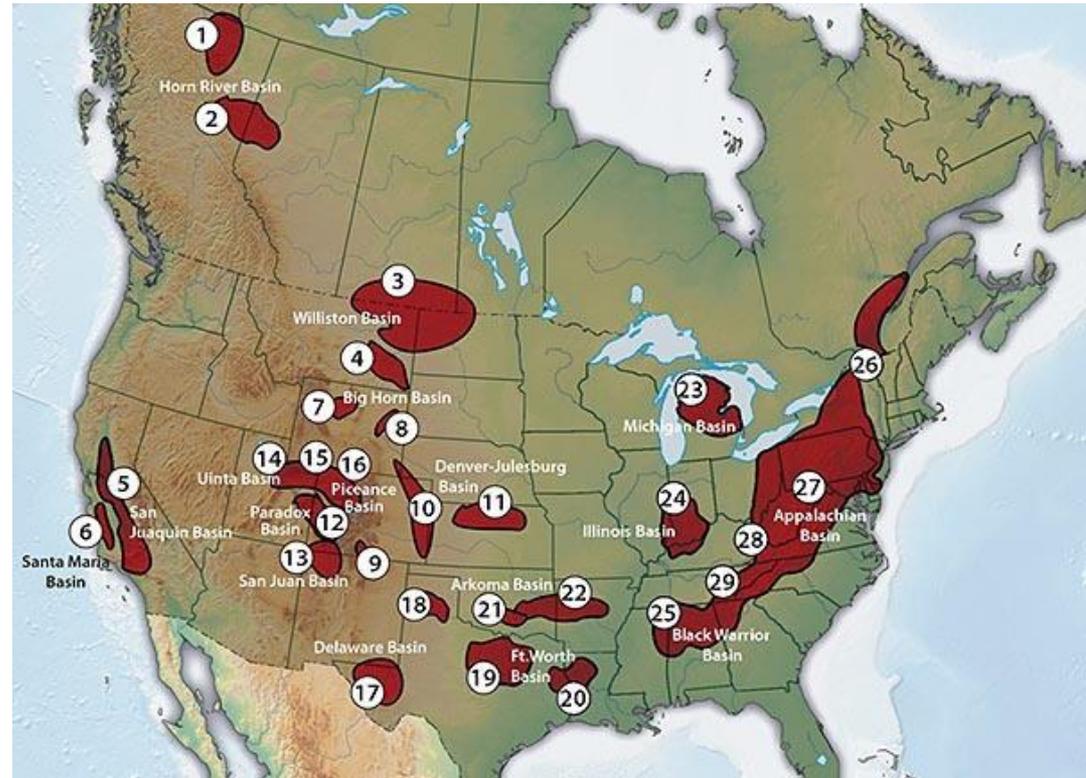
Fuel Type and Process	Relationship to Water Quantity	Relationship to Water Quality	Water Consumption		
			Water consumed per-unit-energy [ gal / MMBTU ] †	Average gal water consumed per gal fuel	
<b>Conventional Oil &amp; Gas</b> - Oil Refining	Water needed to extract and refine; Water produced from extraction	Produced water generated from extraction; Wastewater generated from processing;	7 – 20	~ 1.5	
			- NG extraction/Processing	2 – 3	~ 1.5
<b>Biofuels</b> - Grain Ethanol Processing	Water needed for growing feedstock and for fuel processing;	Wastewater generated from processing; Agricultural irrigation runoff and infiltration contaminated with fertilizer, herbicide, and pesticide compounds	12 - 160	~ 4	
			- Corn Irrigation for EtOH	2500 - 31600	~ 980*
			- Biodiesel Processing	4 – 5	~ 1
			- Soy Irrigation for Biodiesel	13800 – 60000	~ 6500*
- Lignocellulosic Ethanol and other synthesized Biomass to Liquid (BTL) fuels	Water for processing; Energy crop impacts on hydrologic flows	Wastewater generated; Water quality benefits of perennial energy crops	24 – 150 †§ (ethanol) 14 – 90 †§ (diesel)	~ 2 - 6 †§ ~ 2 - 6 †§	
<b>Oil Shale</b> - In situ retort	Water needed to Extract / Refine	Wastewater generated; In-situ impact uncertain; Surface leachate runoff	1 – 9 †	~ 2 †	
			- Ex situ retort	15 - 40 †	~ 3 †
<b>Oil Sands</b>	Water needed to Extract / Refine	Wastewater generated; Leachate runoff	20 - 50	~ 4 - 6	
<b>Synthetic Fuels</b> - Coal to Liquid (CTL)	Water needed for synthesis and/or steam reforming of natural gas (NG)	Wastewater generated from coal mining and CTL processing	35 - 70	~ 4.5- 9.0	
			- Hydrogen RE Electrolysis	20 – 24 †	~ 3 †
			- Hydrogen (NG Reforming)	40 – 50 †	~ 7 †

† Ranges of water use per unit energy largely based on data taken from the Energy-Water Report to Congress (DOE, 2007)  
 \* Conservative estimates of water use intensity for irrigated feedstock production based on per-acre crop water demand and fuel yield  
 † Estimates based on unvalidated projections for commercial processing; § Assuming rain-fed biomass feedstock production

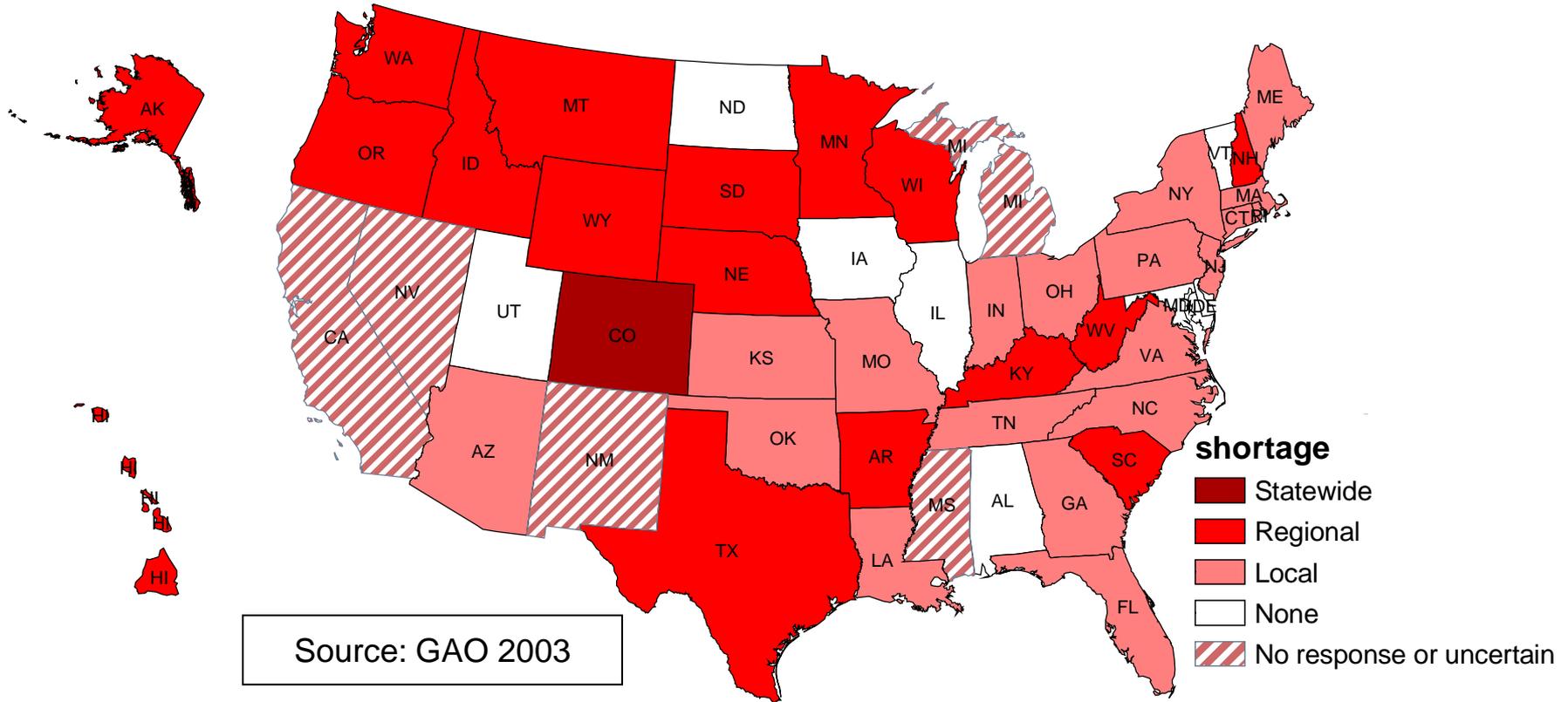
# Shale gas is extensive in North America, but development limited by water issues

- Water is used in drilling, completion, and fracturing
- 2-5 million gallons of water is needed per well
- Water recovery can be 20% to 70%
- Recovered water quality varies – from 10,000 ppm TDS to 100,000 ppm TDS
- Recovered water disposal or treatment can be problematic in some areas
- Well pads can be up to 5 km apart

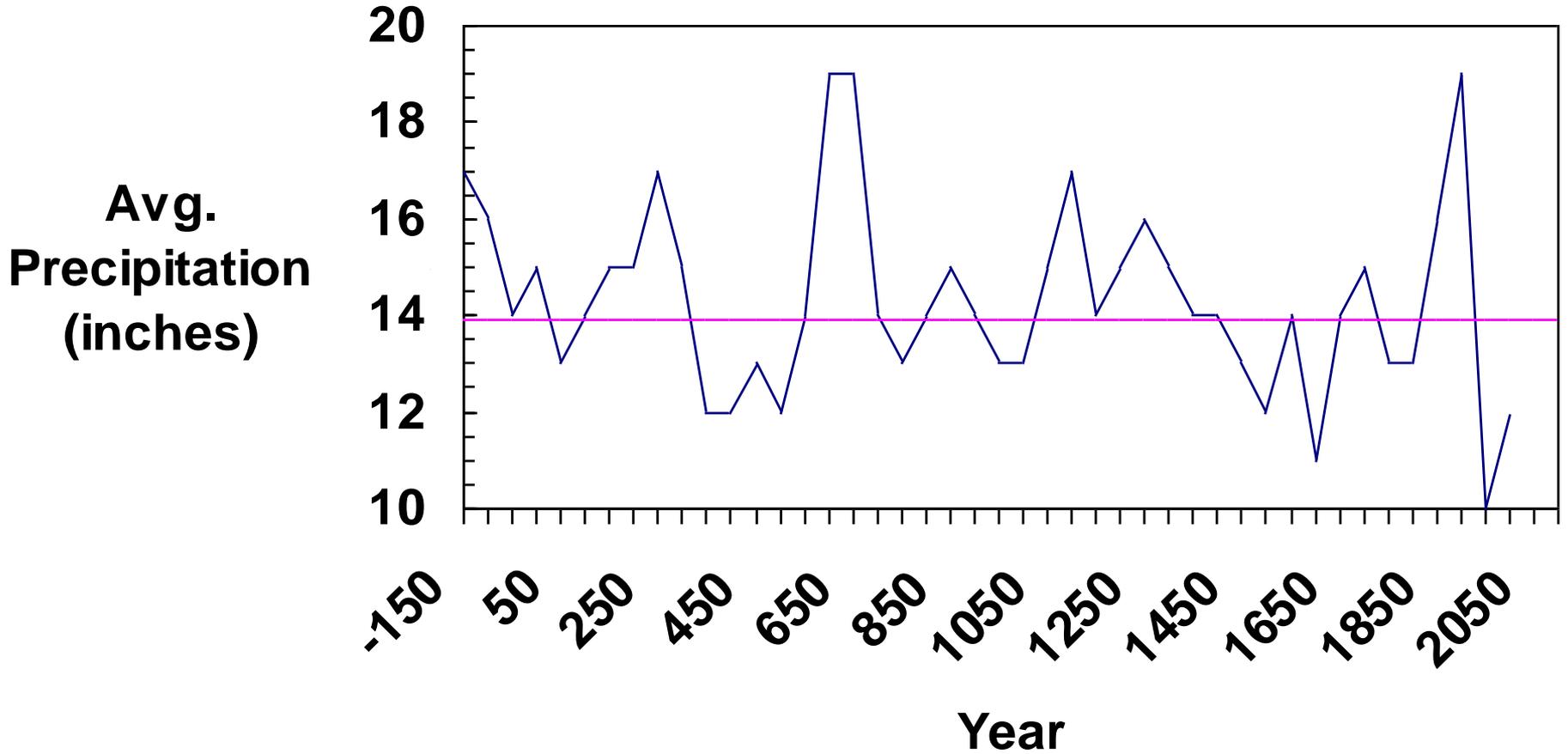
## Extensive North American Reserves



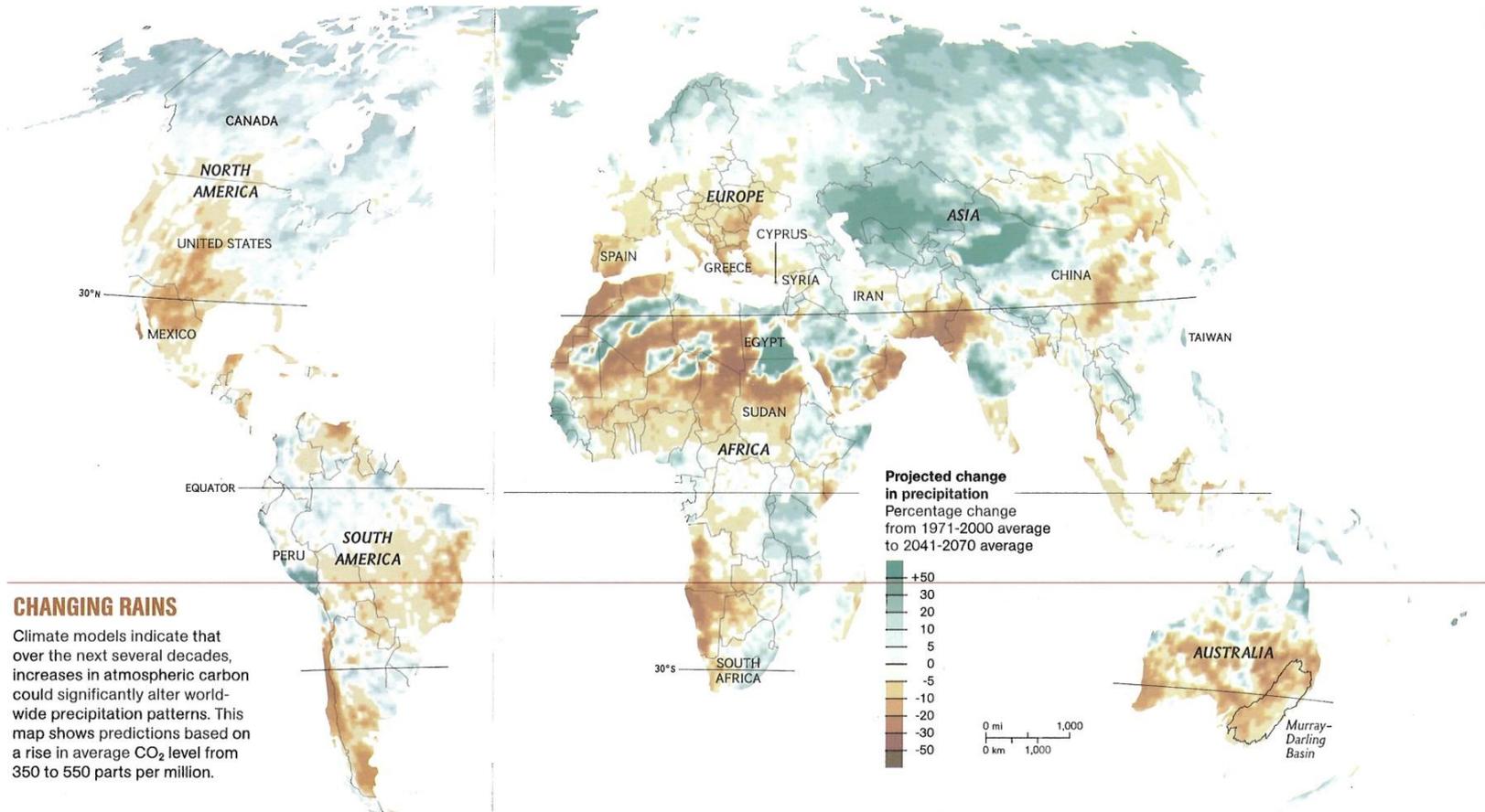
# Most State Water Managers Expect Some Shortages by 2013 Under Average Conditions



# Southwestern U.S Precipitation History



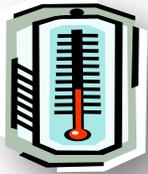
# Climate Changes will Impact Precipitation and Regional Water Supplies and Resources



Nat. Geo. April 2009 from IPCC

Mid-latitude population belt will be strongly affected

# Climate Impacts on the Energy Sector



Temp Increase



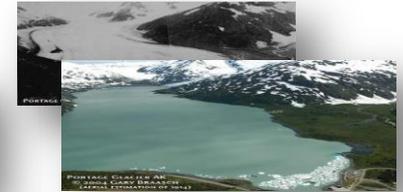
Droughts & Floods



More Frequent Bigger Storm Events



Rising Sea Level



Snow Cover Shrinking

Impacts on...

## Resource Production



- Competition for access to water
- Increased production interruptions
- Early season delays
- Pad damage
- Precipitation impact on biofuels

## Transport & Terminals



- Damage to shore-line facilities
- Increased shipment interruptions
- Increased ice-load variation
- Reduced barge and other shipping seasons

## Refining



- Reduced access to water
- Increased flooding
- Loss of peak cooling capacity

## Pipelines



- Thaw subsidence and frost jacking
- Increased setbacks
- Loss of capacity in existing pipelines

## Electricity Generation



- Competition for access to water
- Increased peak demand and loss of peak cooling capacity
- Increased flooding
- Increased wind and solar variability

## Transmission



- Damage to lines from storm events, temperature increases, and floods
- Increased congestion

Ref: Jan Dell, CH2MHill

# Proposed Electric Power Sector Research Program

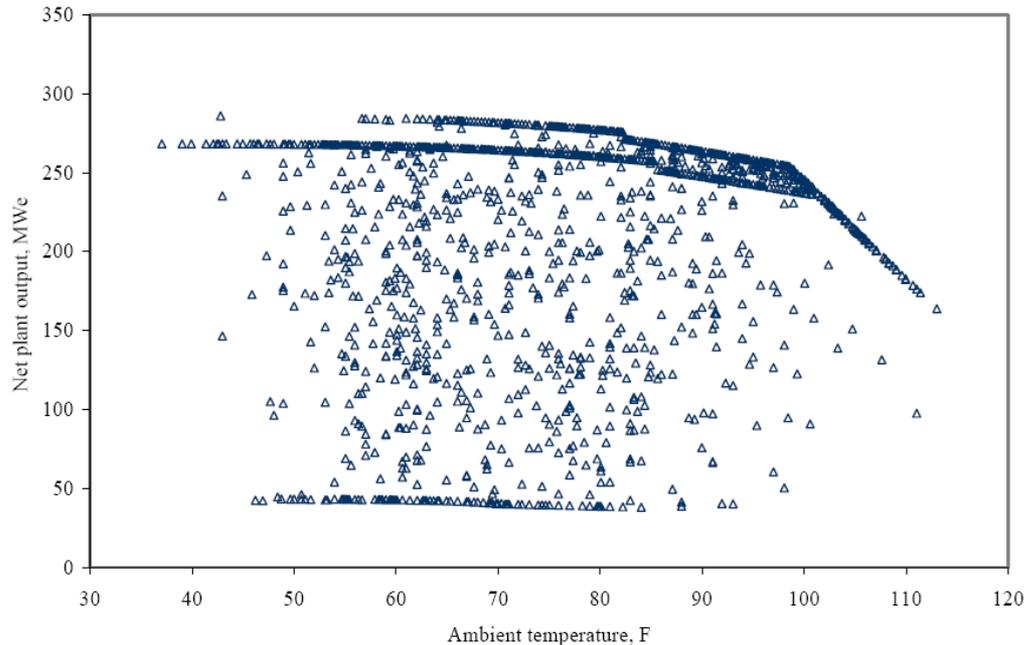


Figure 5 Net Plant Output as a Function of Ambient Temperature; Dry Heat Rejection

## Dry Cooling Performance

- Improve dry and hybrid cooling system performance and cost
- Improve ecological performance of intake structures for hydro, once-through, and ocean cooling
- Improve materials and cooling approaches compatible with use of degraded water
- Electric grid infrastructure upgrades to improve low water use distributed technology integration

# NYC After Tropical Storm Sandy

## Energy Reliability and Resiliency Contrast



Susceptibility to outages varies based on selected optimization parameters

# Natural Resource Sustainability for Energy System and Social Surety and Resiliency

- Many regions in the U.S. and the world will be negatively impacted by climate change and natural resource degradation and overuse in many infrastructures
- The natural resources that support energy generation and development, could be negatively impacted by climate, ecosystem, and other environmental changes
- System-level evaluation approaches, policies, and regulations focused on resource conservation will be required for sustainable, reliable, and resilient economic growth and social stability in the future