### Coal-fired Power Plants in the U.S.—Examining the Costs of Retrofitting with CO<sub>2</sub> Capture Technology\*

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#### **Descriptive Statement**

This presentation examines 325 coal-fired power plants and their potential to be sources of CO2 for sequestration.

#### Notes to Accompany Map (Page 7 of 18 [Slide 6 of 17]) of Coal-Fired Power Plants

- Analysis indicates that 323 (83.2%) power plants are located within 25 miles of an oil and gas sequestration opportunity.
- For saline aquifers, 244 (62.9%) plants are within 25 miles.
- Significantly, for CO<sub>2</sub> pipelines, although they have limited build-out at this time, they are located within 50 miles of 11 plants.
- When combined, analytical results show that a total of 324 (83.5%) plants of the viable population are within 25 miles of a sequestration opportunity.
- A 25-mile distance was used to represent a reasonable threshold for a viable transportation of CO<sub>2</sub> within CCM. This is more conservative than NETL's Bituminous Baseline Final Report, where 50 miles was assumed as an appropriate distance for CO<sub>2</sub> transportation to a saline aquifer.
- With the addition of the distance to sequestration criterion, the viable population decreases to 324 plants. Figure (map) shows the derivation of the viable plant population based upon removal of different nonviable categories of plants from the population.

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#### Websites/URLs

EIA <a href="http://www.eia.gov/cneaf/electricity/page/co2\_report/co2report.html">http://www.eia.gov/cneaf/electricity/page/co2\_report/co2report.html</a> (accessed August 24, 2010)

NETL <a href="http://www.netl.doe.gov/energy-analyses/refshelf/detail.asp?pubID=289">http://www.netl.doe.gov/energy-analyses/refshelf/detail.asp?pubID=289</a> (accessed August 24, 2010)

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Presented to:

AAPG Carbon Capture and Sequestration: New Developments and Applications, Case Studies, Lessons Learned

Golden, CO

Presented by: Jeffrey Eppink



# Agenda

- Purpose
- Brief overview of the methodology
- Analysis and results



## Purpose

- Given the importance of coal-fired power (CFP) generation in the U.S. and the size of the existing CFP fleet, DOE's National Energy Technology Laboratory (NETL) wanted to investigate
  - the costs and practicability of CFP plants for CO<sub>2</sub> capture retrofit
  - the potential for improvements in efficiency
- NETL asked Enegis to assist in developing a study to elucidate these issues:
  - Defining a viable population of pulverized coal plants for which retrofit and efficiency improvements could be considered
  - Providing examination of each CFP plant individually
  - Based upon a database and geographic information systems (GIS) model
    - Carbon Capture Model (CCM)

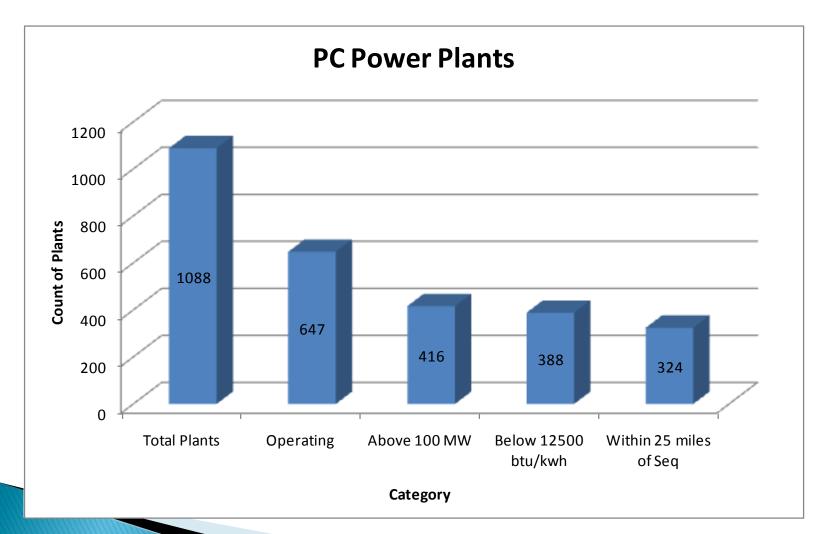


# Overview of the Methodology

- Population sample determination
- Unit-specific requirements
  - Physical size and cost scaling
  - Emissions controls
  - Recirculating cooling
  - Multiple units discount
- GIS analysis
  - Construction difficulty
  - Additional land requirements
- Marginal calculations
  - CAPEX
  - OPEX
  - Parasitic load



# Defining the Sample Population

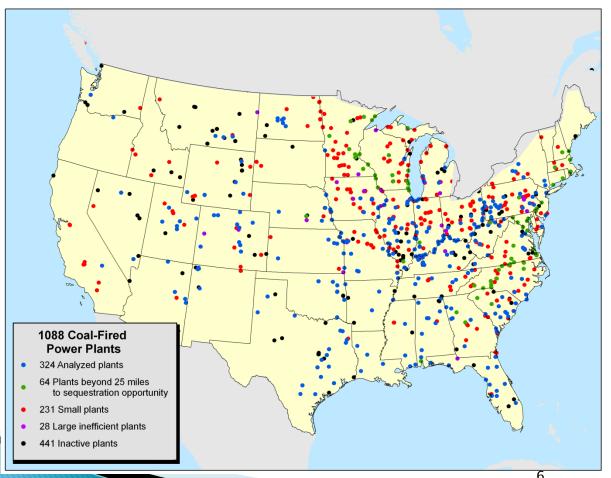




# Defining the Sample Population

(cont'd)

Sample Population of Coal-Fired Power Plants





## AEP Conesville as the Base Case

Physical Size and Cost Scaling



Required equipment geometries were digitized from the Conesville report so they could be scaled, relocated, and rotated to accommodate the remaining plants in the sample population



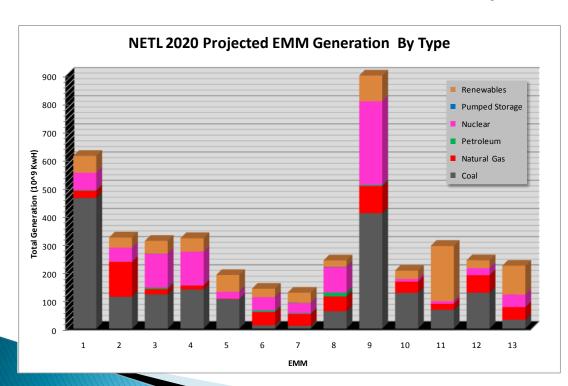
## **Analysis and Results**

- Carbon capture retrofit
  - CO<sub>2</sub> Capture Cost
  - CO<sub>2</sub> Mitigation Cost
  - CO<sub>2</sub> Net Mitigation Cost
- Refurbish/retrofit option analysis
- Sequestration analysis



# Waxman-Markey Projections

- 2020 EMM-specific electricity price used for make-up power
- Carbon Allowance—value of \$40.80/tonne CO<sub>2</sub> (2020 value) used as an offset to operating costs



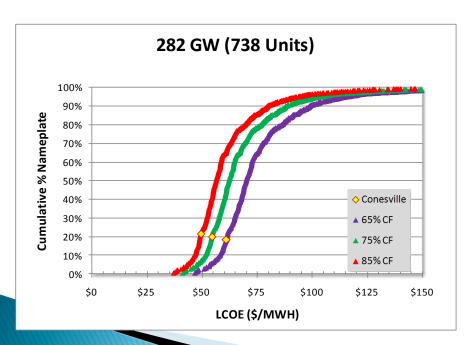
	Associated
Туре	Carbon Loading
	(g/KwH)
Coal	909
Petroleum	821
Natural Gas	465
Nuclear	6
Pumped Storage	4
Renewables	-

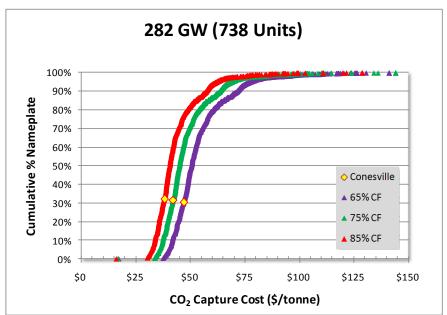
Source: carbon loading based on EIA, http://www.eia.gov/cneaf/electricity/page/co 2\_report/co2report.html



## Capacity Factor Scenario Results

- Marginal CO<sub>2</sub> Capture Cost
  - LCOE
    - Does not include make-up power cost
    - No carbon allowance
  - Captured carbon
    - Does not include make-up power CO<sub>2</sub> emissions

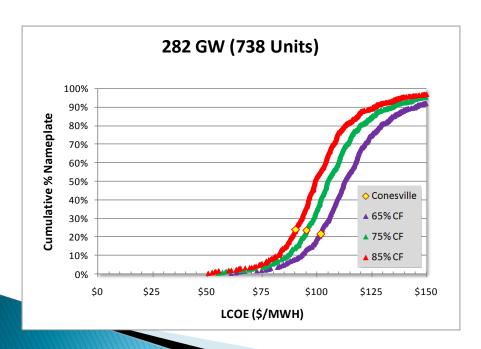


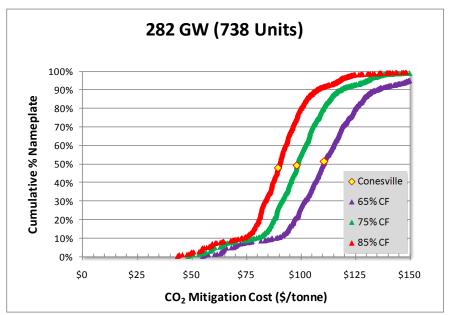




### Capacity Factor Scenario Results (cont'd)

- Marginal CO<sub>2</sub> Mitigation Cost
  - LCOE
    - Includes Waxman-Markey make-up power cost
    - No carbon allowance
  - Mitigated carbon
    - Includes Waxman-Markey make-up power CO2 emissions

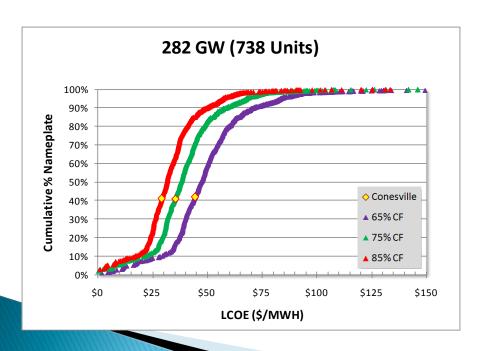


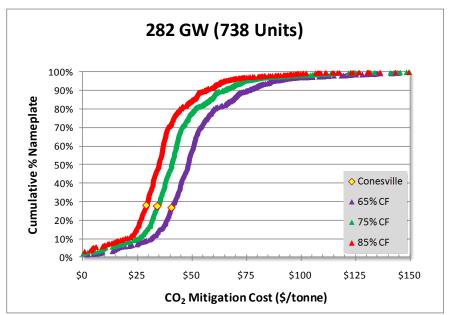




### Capacity Factor Scenario Results (cont'd)

- Marginal CO<sub>2</sub> Net Mitigation Cost
  - LCOE
    - Includes Waxman-Markey make-up power cost
    - · Includes carbon allowance
  - Mitigated carbon
    - Includes Waxman-Markey make-up power CO2 emissions





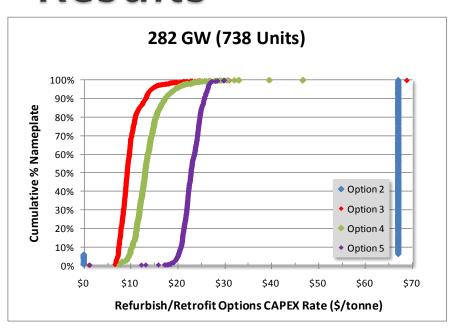


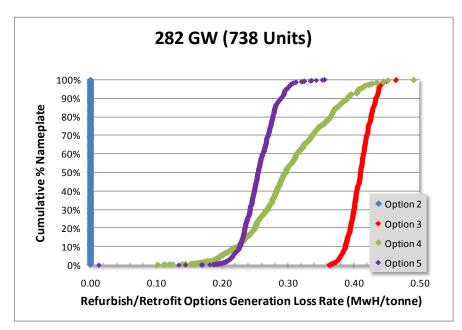
## Parameters for Carbon-Minimization Scenario Analysis

- Scenarios
  - 1. Do nothing
  - 2. Refurbish for efficiency
  - 3. Retrofit with CO<sub>2</sub> capture technology
  - 4. Refurbish and retrofit
  - 5. Raze and build new plant
- Purpose: analyze population of CFPPs to determine effectiveness of carbon– minimization approaches



## Parameters for Carbon-Minimization Scenario Analysis— Results





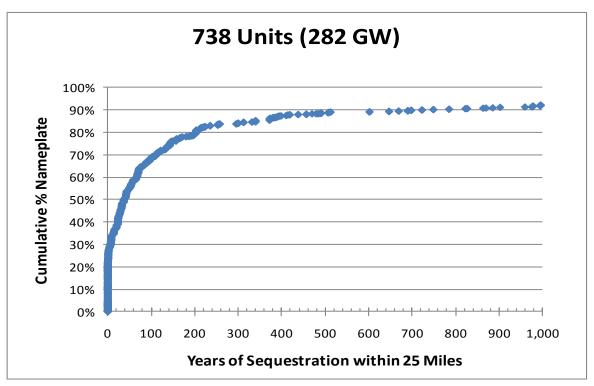
#### Scenario Options

- Do Nothing
- Refurbish
- 3. Retrofit
- Refurbish and Retrofit
- 5. Raze and build new plant



# Sequestration Analysis

Years of sequestration capacity within 25 Miles





## Limitations and Attributes

- This study provides an overview of the plant sites. It is not an engineering-level analysis of individual plants and does not address the consequences of design
- The analysis only addresses a single carbon capture technology
- The CCM only analyses to the plant gate sequestration costs not included
- The CCM uses assumed power contracts and cost structures at existing plant





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Report can be found at: http://www.netl.doe.gov/energy-analyses/refshelf/detail.asp?pubID=289