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IMPROVING NORTH DAKOTA OIL PRODUCTION

Presented to the North Dakota Senate Appropriations Education and Environment Division January 28, 2025

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In 2022, North Dakota was 8th in total energy production, 4.114 quads.

Energy consumption was 0.671 quads (40th).

In 2023, North Dakota had a per capita GDP of \$74,005 (3rd).

As of September 2024, North Dakota's average retail price of electricity was 12.78 cents/kWh (8th lowest).

And North Dakota's a leader in agricultural products.

It takes energy to feed and power the world.

Data sourced from U.S. Energy Information Administration

BAKKEN OIL IN PLACE

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BAKKEN OIL RECOVERY THROUGH 2024

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BAKKEN OIL RECOVERY BY 2035

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TECHNOLOGY DEVELOPMENT





Critical Challenges. Practical Solutions.

Image credit: EERC







HOW DOES EOR WORK?





CO₂ EOR Study Goals and Outcomes

 Goal: Forecast plausible CO₂ EOR development scenarios (5–20 million tons CO₂/year) in North Dakota's unconventional and conventional reservoirs over 20 years.

Bakken

- Incremental oil recoveries ranged from 337 million barrels (MMbbl) to 1 billion barrels (Bbbl) under low- and high-CO₂-availability scenarios, with an average of 694 MMbbl under the baseline CO₂ scenario of 10 million tonnes (MMt) CO₂/year.
- CO₂ supply demands ranged from 93 to 294 MMt, depending on the scenario.
- If EOR were operated to maintain higher CO₂-utilization rates or we achieved greater IOR ratios, greater than 20 MMt CO₂/year would be needed (CO₂ supply constrained).

Conventional Reservoirs

• Incremental oil recoveries were 105 MMbbl, and CO₂ supply demand was 88 MMt.

Bakken CO₂ EOR Development Assumptions

- Baseline case: CO₂ was limited to 10 MMt of CO₂/year. The baseline case assumed 6 thousand cubic feet (Mcf)/bbl (0.3 tonnes/bbl) and an increased oil recovery (IOR) ratio of 1.3.
- Low-/high-CO₂-availability cases: Two additional sensitivity cases were considered using 50% less (5 MMt CO₂/year) and 50% more (15 MMt CO₂/year).
- High-CO₂-utilization case: The high-CO₂-utilization case used 3x more CO₂ per incremental barrel than the baseline case (17.3 Mcf/bbl, or 0.9 tonnes/bbl) to explore a scenario where operators were incentivized to store CO₂.
- **High-IOR case:** The high-IOR case increased the IOR from 1.3 to 1.6, and CO₂ utilization was 9.6 Mcf/bbl (0.5 tonnes/bbl).







Bakken 20-Year CO₂ EOR Performance



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Bakken CO₂ EOR Performance – Sensitivity

- High IOR/baseline:
 - 42 grids (69% decrease)
 - 295 MMbbl (58% decrease)
 - 172 MMt CO₂ (19% decrease)
- High IOR/high CO₂ availability:
 - 36 grids (86% decrease)
 - 513 MMbbl (52% decrease)
 - 269 MMt CO₂ (3% decrease)
- Similar results for the high-CO₂-utilization cases



2017 – Bear Creek Operator = XTO Location = Dunn County

Small-scale CO₂ injection test demonstrated **ability of CO₂ to mobilize stranded oil in the Bakken**.



2018–2019 – Stomping Horse

Operator = Liberty Resources Location = Williams County

Multiwell rich gas EOR pilot demonstrated ability to build reservoir pressure and keep the injected gas in the drill spacing unit (DSU).



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2021–2022 – East Nesson

Operator = Liberty Resources Location = Mountrail County

EOR pilot test using injection of rich gas pulsed with water and surfactant **yielded >4000 barrels of incremental oil over 9 months.**

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BAKKEN EOR LARGE-SCALE PILOT

- EERC received \$11.6 million DOE award in October 2024.
- Field requirements:
 - Injection of up to 500,000 tons CO₂ into Bakken reservoir over 18 months
- Project objectives:
 - Demonstrate incremental recovery from unconventional reservoirs through CO₂ injection and storage.
 - Advance North Dakota energy goals of Bakken optimization and CCUS.
 - Deployment in McKenzie County DSU
 - Heart of the Basin proven here, proven everywhere





BAKKEN EOR LARGE-SCALE PILOT

- Success = Demonstrated pathway to commercialization
- Continues building on results of previous pilots
- Moving by orders of magnitude 10X
 - Previous pilots 1000s/10,000s tons injected
 - Current pilot 100,000s
 - Commercialization 1,000,000s







BAKKEN OIL RECOVERY BEYOND 2035

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Conventional 20-Year CO₂ EOR Performance

- Maximum daily oil rate: 23 Mbbl/day
- Average daily oil rate: 14 Mbbl/day
- Cumulative incremental oil production over 20 years: 105 MMbbl
- Maximum and average CO₂ utilization were 17,000 and 12,000 tonnes of CO₂/day, respectively
- Cumulative purchased CO₂ over 20 years: 88 MMt CO₂