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New Opportunities and Applications for Closed-Loop Geothermal Energy Systems

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Renewable geothermal energy systems with near-zero carbon emissions generate continuous, reliable, secure, and resilient electric power. Yet, despite being the world's largest continuous heat supply and the burgeoning demand for clean power, geothermal energy usage has been paradoxically low due to the limitations of legacy hydrothermal technology. Worldwide estimates indicate that only 2% of the Earth's geothermal resources reside in permeable regions essential to conventional geothermal technologies. Consequently, enormous resources of geothermal energy remain untapped.

Enhanced geothermal systems (EGS) is the main technology devised to create reservoir permeability. EGS attempts to fracture subsurface formations to permit sufficient geo-fluid flow rates through permeable rock layers. Despite progress, EGS is not yet ready for large-scale commercial implementation.

A different approach, closed-loop geothermal (CLG), overcomes permeability issues by circulating a working

fluid through a sealed downhole heat exchanger to absorb and transport heat. CLG is a versatile technology that can be implemented in a wide variety of different well pipe configurations using a choice of working fluids (such as water and supercritical CO₂ (sCO₂)) to optimize site-specific costs and performance.

CLG greatly expands the potential production and consumption of geothermal energy in four fundamental ways: First, closed-loop systems can operate in a much broader range of temperatures and rock compositions, ranging from relatively low temperature sedimentary zones to hot, dry rock formations, than conventional hydrothermal projects. This breadth of viable CLG operating parameters not only increases the number of viable geothermal projects, but also allows the use of high-temperature resources (300°C and above) that dramatically increase power output. Second, closed-loop systems can produce power from previously unproductive geothermal wells and from played out oil and gas wells in hot strata. Third, the baseload and flexible power generation capabilities of

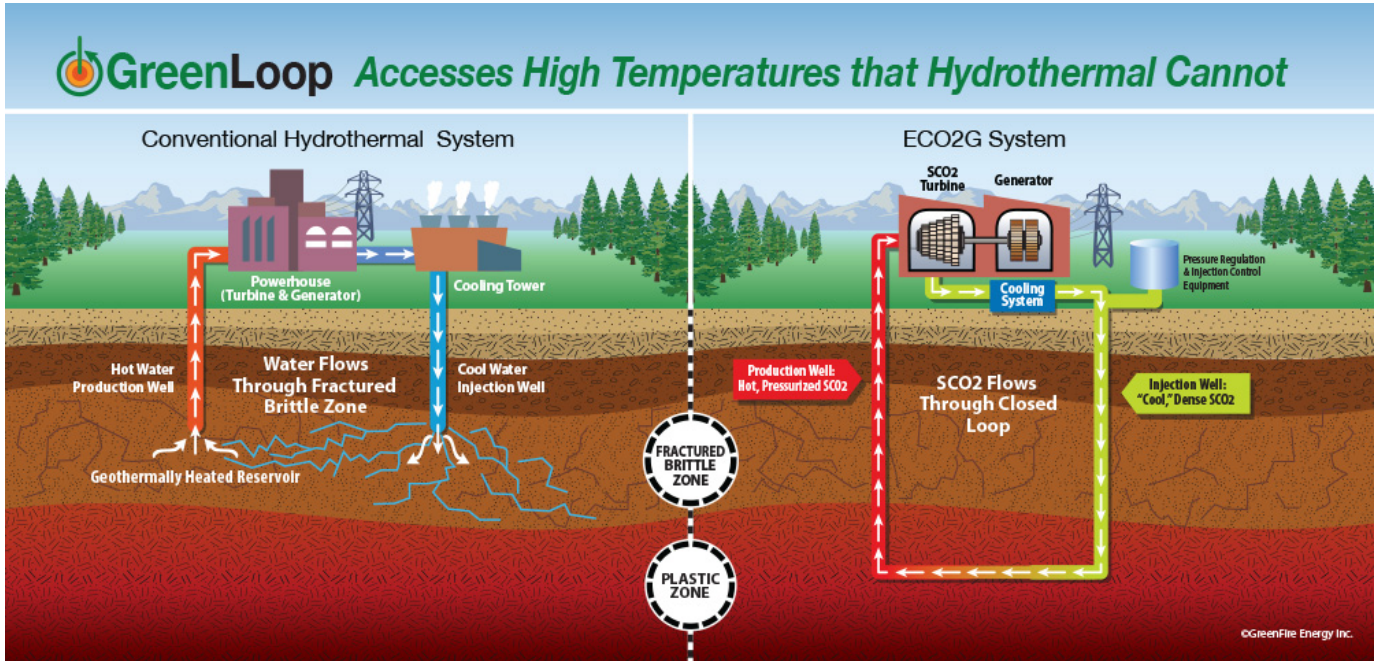


Figure 1. Comparison of Conventional Geothermal vs. Closed-Loop Geothermal

CLG can help stabilize the grid with reliable, continuous, sustainable energy, capacity, and ancillary services. Finally, closed-loop geothermal systems can enhance industrial applications, including high-value lithium extraction and hydrogen production, while lowering GHG emissions.

Key environmental advantages of CLG technologies over conventional hydrothermal and EGS include the following:

Air and Water Quality

- Consume little or no process water.
- Reduce problems with saline and corrosive brines inside the system.
- Fewer effluent and waste disposal problems and permitting issues.
- Does not interfere with subsurface water.

Public Safety and Environmental Soundness

- No surface subsidence.
- No waste streams.
- No hazardous chemicals.
- No risk of induced seismicity.

Closed-Loop, Renewable Geothermal Electric Power Generation

Figure 1 illustrates that conventional hydrothermal and EGS projects depend on large amounts of water traversing highly

permeable rock while it collects and transports heat to the surface as brine or steam. The closed “U-Loop” system depicted on the right does not need subsurface permeability because sealed well “pipes” the heat transport fluid through the hot rock and then to the surface for power generation.

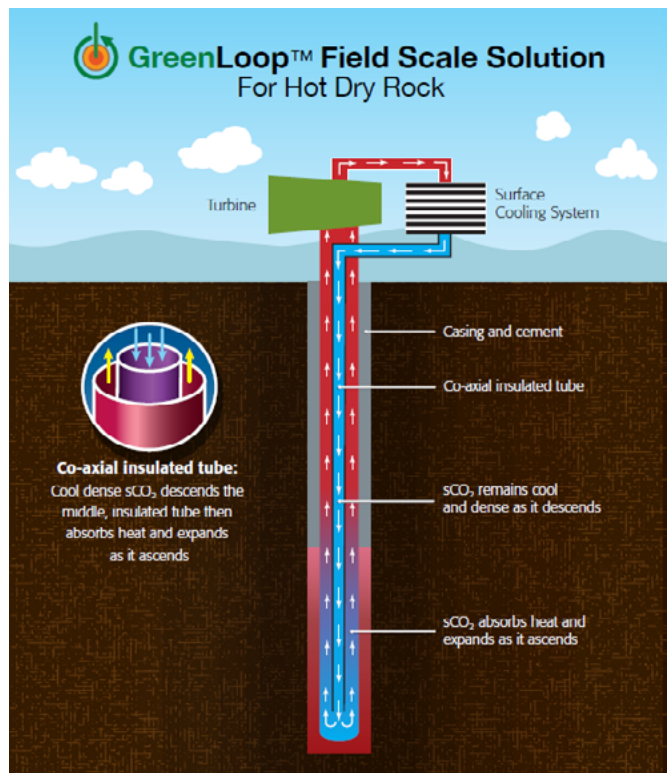


Figure 2. Single Well with a Concentric Tube Configuration

A different CLG well configuration consists of a tube-in-tube assembly (an insulated concentric tube), frequently a vacuum insulated tube (VIT), which can be installed into a single well bore. Heat is absorbed via conduction from the rock through the well casing, and then into the working fluid. Figure 2 shows a deep vertical well with the concentric tube configuration circulating sCO₂.

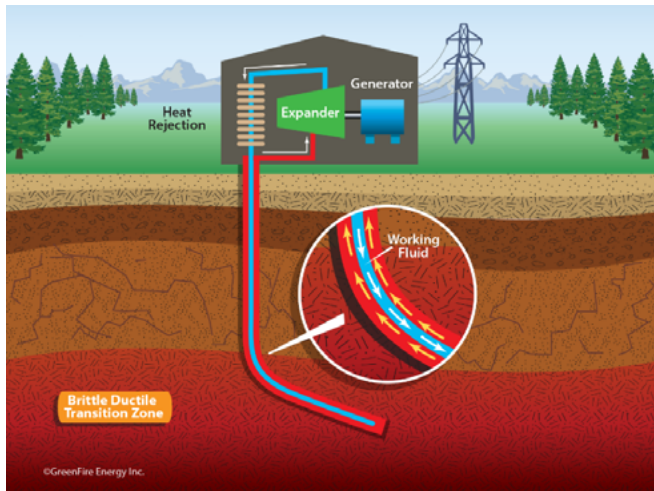


Figure 3. Closed-Loop Concentric Pipe-In-Pipe Deviated Well Configuration

Figure 3 illustrates an alternative highly deviated well design, where the well bore kicks-off directionally from the top depth of the geothermal target zone and angles though the target zone temperature gradient or follows a targeted thermal contour to bottom-hole depth.

Technology from the oil and gas industry is essential to the success of CLG. The industry now drills, completes, produces, and maintains gas and oil wells at depths over 9,750 m (32,000 ft) vertically below surface with bottom-hole temperatures above 500°F (260°C) and/or bottom-hole pressures to 30,000 psi (2,069 bar, 207 MPa). The total horizontal length of a single wellbore can be over 6.6 miles (10,667 m). Wells can be drilled in any direction, including multi-lateral wells or U-shaped wells.

A Demonstration of Closed-Loop Geothermal Power Technology for Applications in Hot, Dry Rock

GreenFire Energy Inc. conducted a field demonstration of a CLG system at Coso, California, using a DHX to extract heat from an existing but unproductive well. The DHX included the insertion of a VIT string into the well with associated surface equipment as shown in Figure 4. Both water and sCO₂ were tested as alternate working fluids. The project team conducted numerous tests with varying



Figure 4. GreenFire Energy's 2019 Demonstration Project at the Coso Geothermal Power Plant, Coso, California

Although power generation is a direct function of thermal surface area, budget constraints limited the DHX to only 1,000 ft long. Obviously, power generation might increase with a longer well. Figure 5 shows the modeled power potential of a field-scale U-Loop system of increasing lengths installed in an impermeable geothermal resource with a thermal gradient of 240°F (120°C)/km. Although convective heat transfer from water in the resource moving across the well would add substantial power, no convection was assumed in these calculations. The industry continues investigating the potential to multiply heat absorption via well configurations that thermally increase downhole surface area.

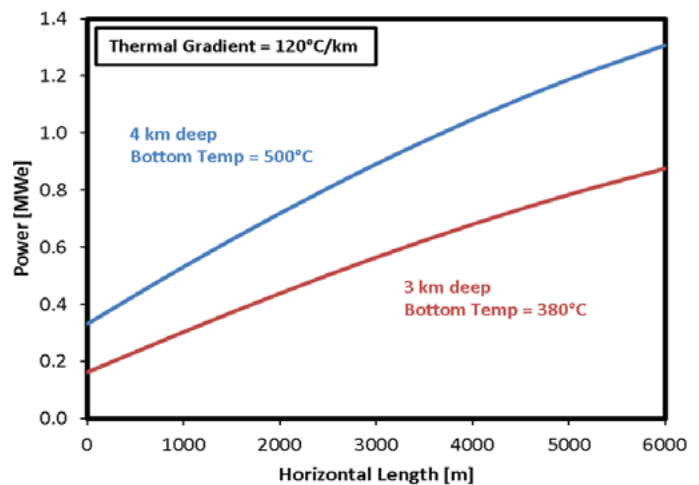


Figure 5. Power Potential Plotted vs. Horizontal Length Without Convection

Another relevant question is how much more power could be extracted from the Coso KGRA, using CLG wells, by

accessing hotter temperatures that geometrically increase power. Considering current limitations on drilling and materials in combination with an acceptable levelized cost of electricity (LCOE), the potential capacity at Coso with intensive CLG development is in the range of 1 to 2 GWe, compared to its current capacity of about 0.145 GWe.

Retrofit of CLG Down-Bore Heat Exchangers (DHX) to Increase Power Generation at Under-Producing Geothermal Wells

A World Bank study concluded that approximately 22% of all geothermal wells worldwide “fail” due to poor brine production, high non-condensable gases (NCGs), low wellhead pressure, corrosive brine, and insufficient permeability. Remedial well “workovers” often involve additional drilling with high cost and risk.

A better option – CLG well retrofits, such as at Coso – can make unproductive wells generate power with less risk and cost than workovers. This is increasingly attractive as the cost of plugging and abandoning wells escalates. Further, the possibility of fixing new wells that fail with low-cost, closed-loop retrofits effectively mitigates new project risk.

A typical hydrothermal well retrofit solution is illustrated in Figure 7, where a closed-loop, downhole heat exchanger (DHX) is inserted into an existing well. The working fluid circulates from the steam turbine to the bottom of the DHX and extracts heat as it rises in the outer annulus between the well casing and the DHX.

Because the DHX exposes the working fluid to the higher brine temperatures near the bottom of the DHX, the working

fluid surfaces at a higher temperature than the produced geothermal brine.

Retrofit of Oil and Gas Wells for Power Production and Pumping of Suitable Oil and Gas Reservoirs

Thousands of abandoned hydrocarbon wells throughout the world could be retrofit to yield geothermal energy under three different scenarios. First, a DHX can be inserted into a defunct oil well to generate power for oilfield operations as an alternative to diesel generators. Second, geothermal heat might be used directly to pump oil. One potential solution comes from the gravity head pump – a downhole pump powered by a thermosiphon created by the heat of the surrounding rock. This avoids the cost of electricity that would otherwise be used for submersible or surface pumps. Third, a CLG system could be inserted into non-productive oil wells to repurpose them for power generation to the grid.

These applications share the common challenge of transferring enough enthalpy to be cost effective. Oil and gas wells tend to be at the low end of the acceptable temperature range, and strings must be large enough to provide sufficient fluid flow.

Advantages of Geothermal Electricity Generation for Energy and Grid Balancing

Geothermal systems operate continuously, providing baseload and flexible power required for grid reliability, diversity, and electric grid balancing. In contrast, wind and solar projects cause over-generation when they generate electricity in excess of demand. This oversupply not only causes curtailment of power plants and falling wholesale prices, but also requires substitute and extra backup resources for ramping and generation when wind and solar are unavailable. This leads to relying on battery storage technologies with unproven duty cycles and uncertain lifetimes.

Potential Hydrogen Production Processes Using Closed-Loop Geothermal Heat and Power

Hydrogen is a highly attractive fuel for power, heat, and transportation. Commercial hydrogen production processes have varying costs and environmental impacts. The predominant process, Steam Methane Reforming (SMR), uses natural gas to produce “Grey Hydrogen” but creates significant CO₂. “Blue Hydrogen” production uses natural gas accompanied by Carbon Capture and Sequestration (CCS). Electrolysis of water is a more

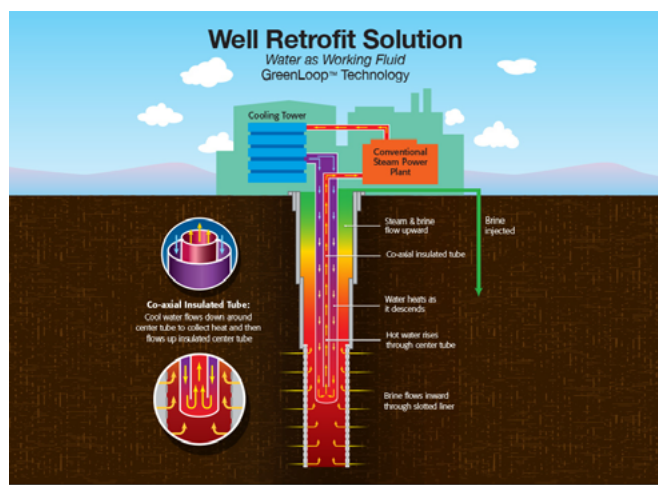


Figure 7. A Closed-Loop Geothermal Well Retrofit Solution
 The DHX fluid can flow either direction, depending on the working fluid. Water flows down the annulus and up the center. When sCO₂ is the working fluid, sCO₂ flows down the center and is heated as it flows up the annulus.

expensive process that does not directly produce CO₂ but requires substantial electricity, which is often generated by fossil fuels. By comparison, “Green Hydrogen” is produced from zero-carbon feedstock utilizing non-carbon-emitting renewable or nuclear energy. Because the cost to produce green hydrogen is more than twice the price of hydrogen produced by SMR, improved technology is required to make green hydrogen cost effective. Today, the price of green hydrogen is more than twice the price of hydrogen produced by SMR.

CLG can reduce the high cost of clean hydrogen while improving safety. Using geothermal energy for hydrogen production is doubly attractive, avoiding the use of natural gas as feedstock and as the energy source. Two types of CLG processes are feasible:

- Downhole reaction methods (DHR) use the well itself as a reaction chamber, providing both heat and pressure to reduce production costs, alternatively.
- Transport high-temperature heat to the surface to reduce the heat/power needed from surface sources to reduce costs.

CLG can provide cost-effective electric power and thermal energy for very pure hydrogen production by electrolysis. Additionally, CLG can precisely create and maintain high pressures for compression and transport. Such a system can alternate between commercial power generation and hydrogen production. When power generation is at a premium, hydrogen production processes can be readily curtailed to allow geothermal plants to maintain baseload operations.

CLG can improve the efficiency of a wide spectrum of hydrogen production methods:

- Alkaline electrolysis
- Solid oxide electrolysis cells
- Proton exchange membranes
- Partial oxidation
- Copper chloride
- Copper chloride method combined with hybrid process of capturing and using exothermic production heat
- Steam reformation
- Auto-thermal reformation
- Liquefaction

Potential Lithium and Mineral Extraction Processes Using Closed-Loop Geothermal

Lithium is classified by the Department of the Interior as critical to U.S. national security and the economy. A high percentage of the world’s lithium supply comes from brines, which offer cost advantages, as well as the following:

- Flexibility: Produces either lithium carbonate or lithium hydroxide.
- Efficiency: Up to 90% of the lithium is extracted.
- Speed: Lithium is extracted in hours.
- Purity: Lithium is very pure and highly concentrated.

CLG technology offers a fundamentally different approach to simultaneous power generation and lithium extraction. CLG DHX circulates the working fluid at flow rates that optimize power generation. Meanwhile, mineralized brine annular flow inside the casing is co-produced at rates that optimize lithium extraction. Because the brine well flow transfers heat to the working fluid in the DHX, the two fluid flow rates are calibrated to optimize power production and lithium extraction.

Conclusions

Closed-loop geothermal (CLG) systems can make important contributions toward satisfying worldwide energy and environmental needs. Overall:

- Advanced technologies are essential to supply clean energy and reduce greenhouse gases.
- Electricity is the world’s most versatile form of energy.
- Reliable, renewable, climate resilient, and environmentally preferred geothermal energy provides clean, continuous heat and electric power.

Innovative closed-loop geothermal systems can access previously unavailable, abundant high-energy resources and deliver secure, sustainable energy at competitive costs.