SOLUTION MINING RESEARCH INSTITUTE

105 Apple Valley Circle Clarks Summit, PA 18411, USA

Telephone: +1 570-585-8092 Fax: +1 570-585-8091 www.solutionmining.org ◆ smri@solutionmining.org

Technical Conference Paper



The Planning of a Gas Storage Facility

Basis for an Investment Decision

Olaf Rolfs, StorConsult, Hannover, Germany
Uwe Schmidt, StorConsult, Hannover, Germany
Matthias Zapke, Landesamt für Bergbau, Energie und Geologie
Clausthal/Zellerfeld, Germany

Fall 2006 Conference 1-4 October Rapid City, South Dakota, USA



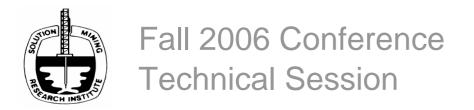
SMRI Fall Meeting Rapid City

The Planning of a Gas Storage Facility Basis for an Investment Decision

Olaf Rolfs, STORCONSULT, Hannover, Germany Uwe Schmidt, STORCONSULT, Hannover, Germany

Matthias Zapke, Landesamt f. Bergbau, Energie und Geologie, Clausthal/Zellerfeld, Germany

Rapid City, South Dakota, USA October 2006





Possible Reasons for Gas Storage

- Security of Supply (short-term / long-term fluctuations)
- Independence from External Gas Suppliers
- Pricing of Competing Energy Suppliers
- Favorable Infrastructure Boundary Conditions





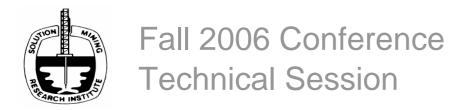


Basic Data for Planning

- Location
- Working Gas Volume
- Pipeline Pressure

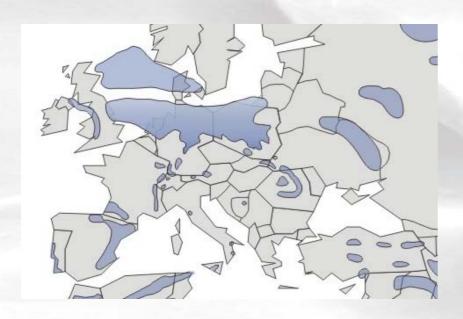
- Concept of Storage Operation (peak shaving / seasonal storage)
 - Gas Withdrawal Rate
 - Gas Filling Rate





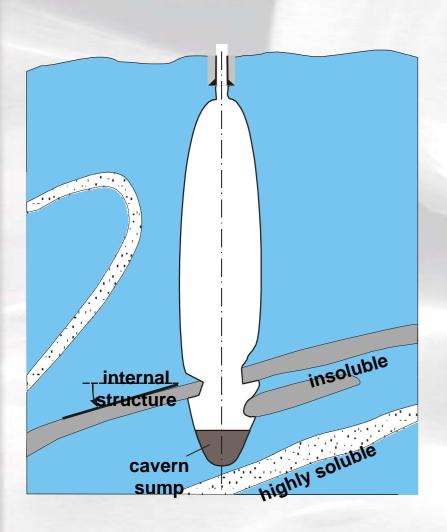


Location Selection



- Size / Simplicity of Salt Structures
- Depth of Structure
- Pipeline Network
- Fresh Water Supply
- Disposal of Brine



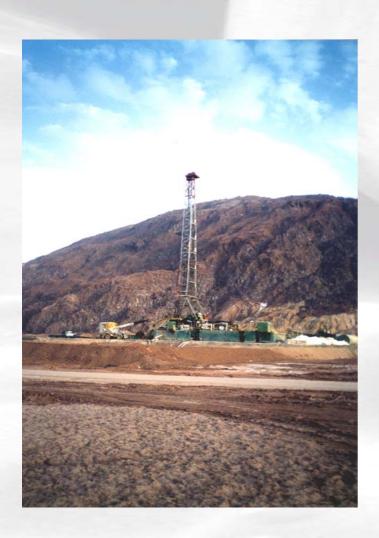


Geological Tasks

- Lateral Structural Setting
- Local Internal Structural Setting
- Identification of Soluble or Insoluble Layers
- Vertical Profile of Dissolution Rate
- Selection of Lithologic Intervals







Geological Tasks

Exploration Programme:

- Exploration Wells
- Gravimetry
- Seismic

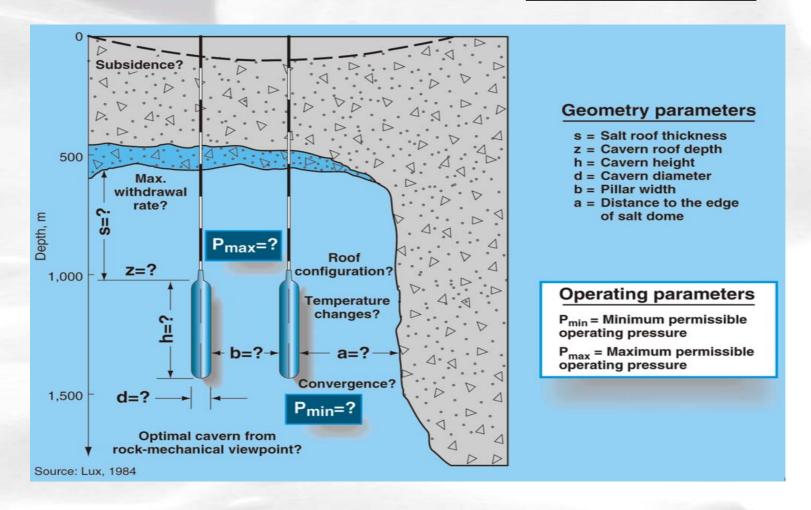
Higher Intensity of Exploration

→ Reduction of Geological Risk





Rock Mechanics



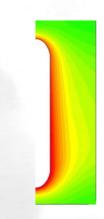


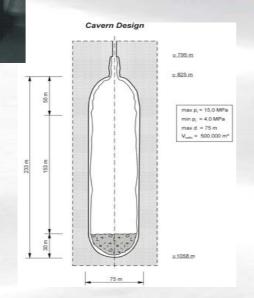


Rock Mechanics

Boundary Conditions:

- Working Gas Volume
- Storage Concept
- Withdrawal / Filling Rates





Rock Mechanical Laboratory Tests



Rock Mechanical Calculations



Assessment (Stability, Usability)

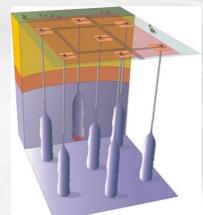


Rock Mechanical Layout (Optimisation)





Drilling



Directional Vertical Drilling

f(space; equipment; risk; cost)

Breeze Care

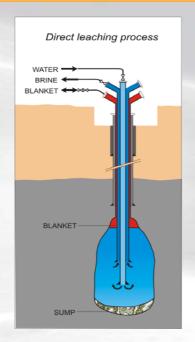
Deviated Drilling

Basis: Geological Planning

- Casing Schemes
- Facility Specifications
- Sampler Service
- Coring Programme
- Mud
- Sampling
- Cementations







Solution Mining

Leaching Method
Leaching Plan (e.g. multistep leaching)

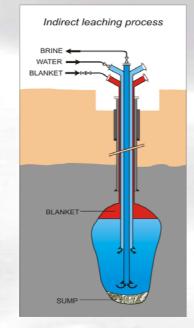
Leaching Steps



Leaching Simulation

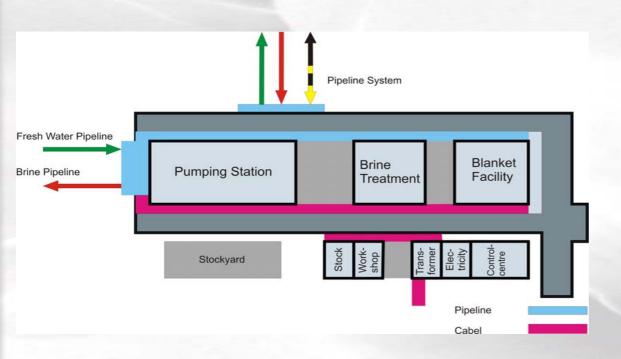


Leaching Concept









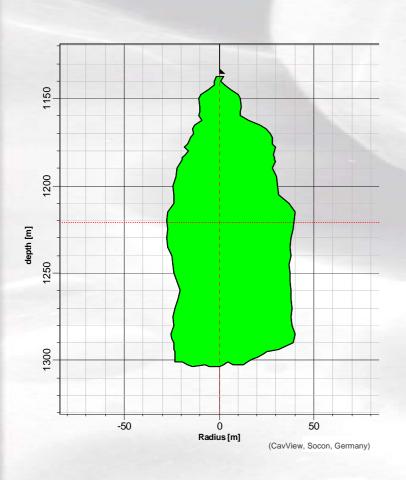
Comparison of Leaching Rate and Time

Leaching Plant

- Number of Simultaneously Leached Caverns
- Fresh Water Supply
- Brine Disposal (additional use)
- Operation (automatic; manual)
- Type of Blanket (oil; N₂)
- Structural & Civil Engineering
- C&I







Leaching Process

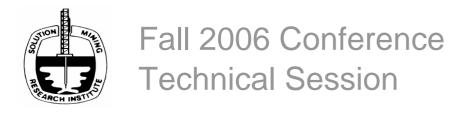
Monitoring of Leaching Process

- Physical Values
- Chemical Values
- Blanket Interface

Sonar Surveys

Work Over Activities

→ Modification of Leaching Process





Completion and Gas First Fill

Completion = Conversion from Leaching to Gas Operation



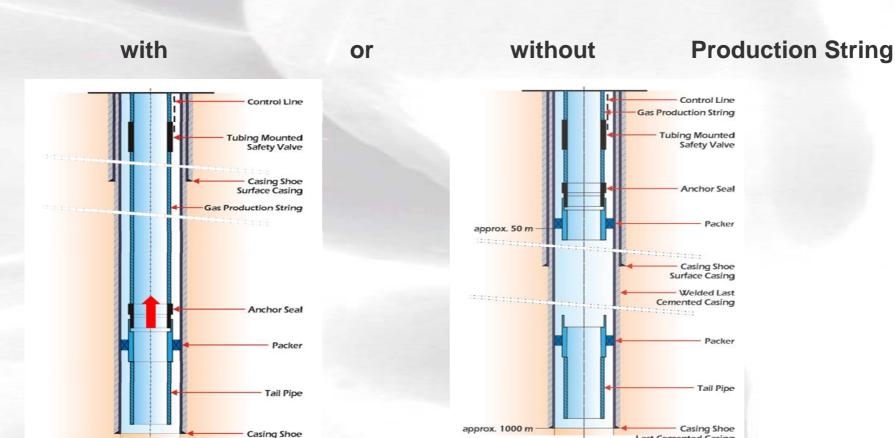
- Removing of Leaching Strings
- Installation of Gas Storage Equipment (Production Tubing; Gas Wellhead)
- Well Integrity Test
- String for Brine Displacement
- Sonar Survey
- Subsurface Safety Components



Last Cemented Casing



Completion Alternatives (example)

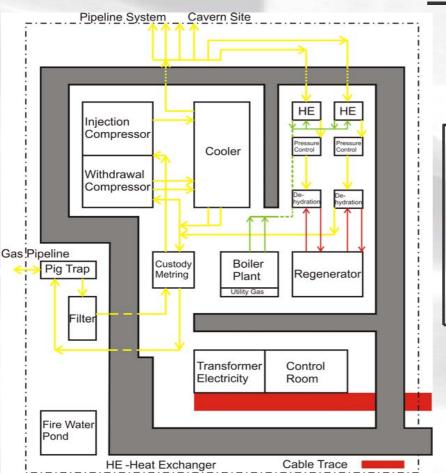


Last Cemented Casing





Surface Facilities / Gas Storage Plant



Crucial Parameter: Operation Mode

Time Pattern

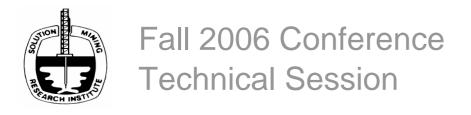
Injection / Withdrawal Rates

Injection / Withdrawal with / without Compressor

- Reciprocating Compr.
- Centrifugal Compr.

Dehydration

Technical + Economical Optimisation





Authority Engineering



State Concession for Extraction

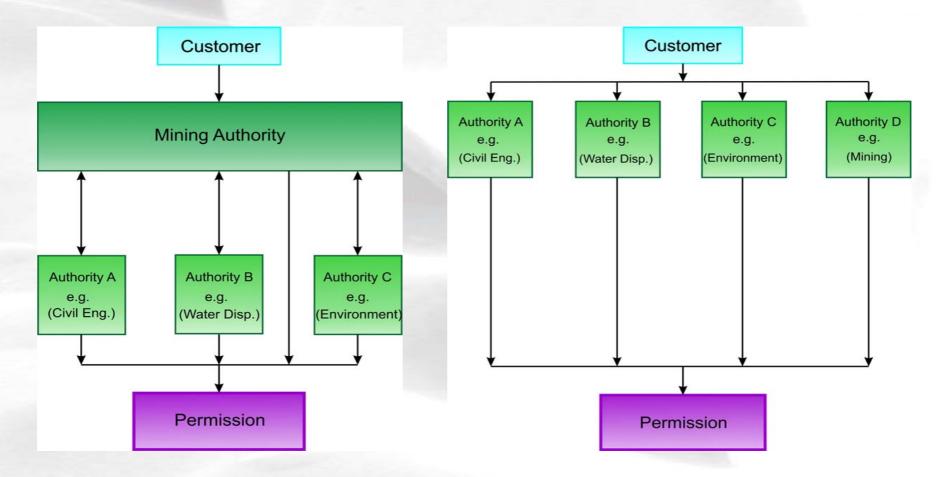
Approval Procedure

- Regional Planning Procedure
- Nature Conservation
- Operating Plans
- Application for Leaching





Examples for Authority Engineering

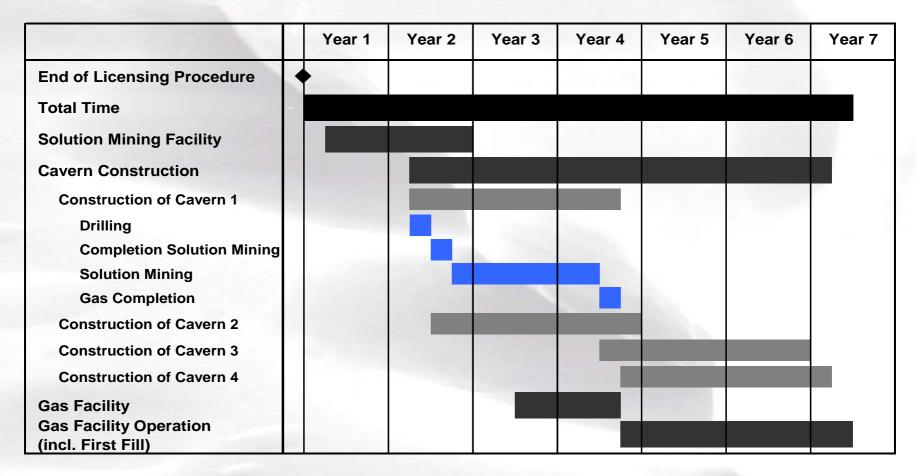






Time Schedule

Planning and Construction of Storage Facility (4 Caverns)







Apportioning of Costs

