#### Kentucky Professional Engineers in Mining Seminar

#### NRC Study: Coal Research and Development to Support National Energy Policy



**Dr. James C. Cobb** State Geologist and Director



#### **Purpose of the report**

This report focused on the "upstream" side of the coal industry including: coal reserves, miner health and safety, environmental protection and  $CO_2$  management, and mine productivity and optimizing resources.

#### By 2030 coal production will increase 60 to 70%.

US has more than adequate reserves to accommodate this increase.

Approximately 90 percent of federal R & D goes for "downstream" activities while only 10 percent goes for "upstream" activities in the coal cycle.



#### U.S. Coal Fuel Cycle



Various sources including Fiscor, 2005

### Distribution of Federal Funding for Coal-Related R & D



**NRC 2007** 



"Coal will continue to provide a substantial portion of U.S. energy for at least the next several decades, a major increase in federal support for coal R & D is needed to ensure that this natural resource is extracted efficiently, safely, and in an environmentally responsible manner," says a new congressionally mandated report from the National Research Council.

"Policymakers also need a more accurate assessment of the extent and location of the nation's coal reserves, the report adds." It recommends an increase of about \$144 million annually in new federal funding across a variety of areas.

Source: NRC 2007



•No new mega-agency like Bureau of Mines

## •Greatly improved coordination among federal agencies

Increase research for federal agencies such as:

OSM NIOSH MSHA USGS

**Others** 



## Findings and Priority Areas-Research Leading to improvements in:

Mining workforce and education
Assessments of coal reserves
Improvements in coal mining and processing
Improvements in worker health and safety
Improvements in environmental protection



 Carbon dioxide emissions associated with global climate change pose the greatest constraint on future coal utilization.

 Large-scale demonstrations of carbon management technologies especially carbon capture and sequestration (CCS)—are needed to prove the commercial readiness of technologies.



#### U.S. Energy Imports 1950 to 2005





EIA, 2007

## Peak of World Petroleum Production?



Uppsala Hydrocarbon Depletion Group (2004)





# The Past





#### Trends for U.S. Coal Production, Mines, and Employment





# The Present



## **Sources of U.S. Electrical Energy**



Source: EIA 2006 and American Magazine, 2007





## **U.S. Coal Resources and Reserves**

Recoverable Reserves at Active Mines (RRAM)	18.9 billion tons
Estimated Recoverable Reserves (ERR)	267.6 billion tons
Demonstrated Reserve Base (DRB)	492.9 billion tons
Identified Resources (from Averitt, 1974)	1700.0 billion tons
Total Resources (above plus undiscovered resources)	4000.0 billion tons
Source: EIA (2006)	





## The Future Carbon Capture and Storage (CCS)



#### 2007 Special Session on Energy- \$5 million for KGS to investigate CO<sub>2</sub> sequestration, EOR and EGR in Kentucky.



### **Public Opinion of Global Warming**

- Generally exaggerated......33%
- Generally underestimated......35%







#### Methods for storing CO2 in deep underground geological formations



SRCCS Figure TS-7



INTERGOVERNMENTAL PANEL ON CLIMATE CHANGE

IPCC

#### **The Source of Future CO<sub>2</sub> Emissions**



ExxonMobil Energy Outlook 2006 and American Magazine



## Least Expensive Methods to Cut CO<sub>2</sub> Emissions



KS

Source: SFA Pacific, JEC Study, American Magazine, 2007



## **American Public Opinion Poll**

#### **Top Concerns of Americans in 2007:**

The war in Iraq	35%
Healthcare	15%
Job creation	15%
Terrorism	13%
Illegal immigration8%	
Reducing the deficit5%	
Environment3%	
Energy/cost of gas .2%	
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Source: NBC/Wall Street Journal Poll 2007 and American Magazine, 2007





Source: Gallup/USA Today and American Magazine, 2007

# Thank You!





#### **Coal Use for Projected Emissions Scenarios**





2000

-77-

Actual

AEO 1982 AEO 1983

AEO 1984 AEO 1985 AEO 1986

AEO 1987 AEO 1989

Trendline

Actual

AEO 1996

AEO 1997

AEO 1998

AEO 1999

AEO 2000

AEO 2001

AEO 2002 AEO 2003

AEO 2004 Trendline

2005

2005

2000

Source: EIA 2007



## **U.S. Coal Resources and Reserves**

#### At January 1, 1997



EIA 1999