Coalbed Methane Natural Gas-in-Coal and Groundwater

Alberta Environment Conference May 2-5, 2006 Nga de la Cruz



Presentation Outline

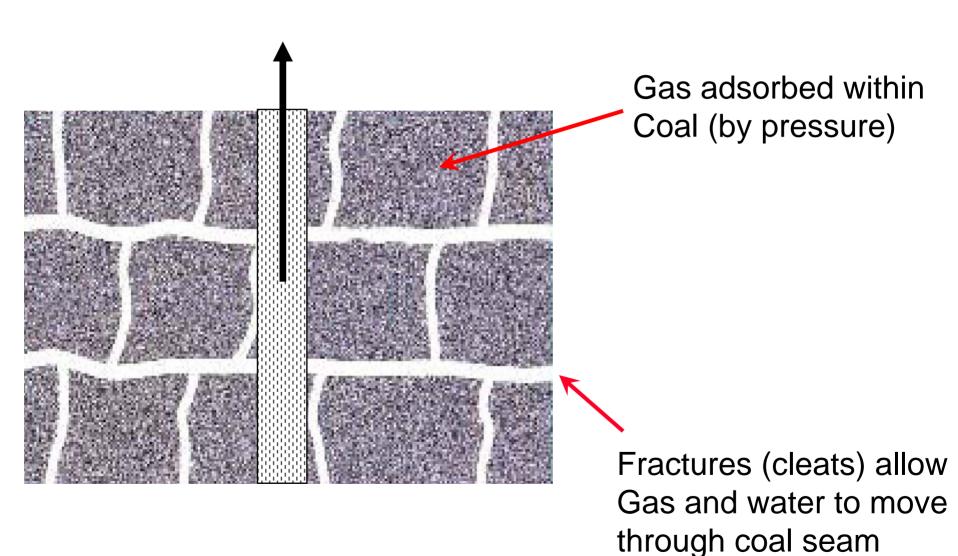
- What is CBM / NGC ?
- The Importance of Groundwater
- Protection of Groundwater
 - Current Policy
 - New Approach Leading the Way
 - Risk-based approach
 - Standard for Baseline Water-Well Testing
 - Groundwater mapping
 - Monitoring and Research Initiatives

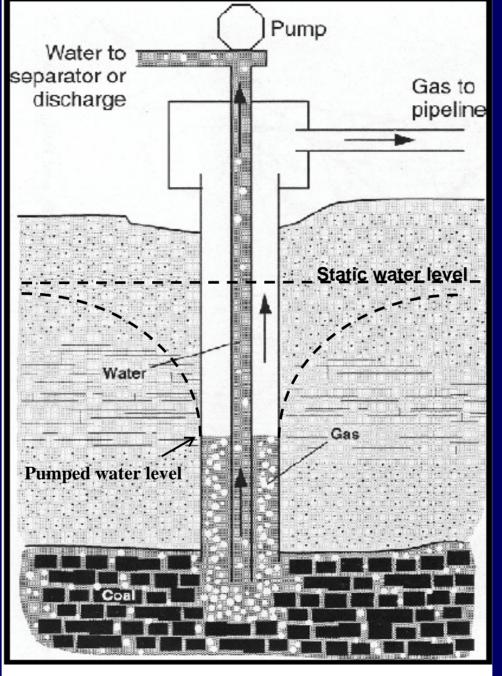


What is CBM / NGC?



Gas Adsorbed on Coal





Modified from USGS Fact Sheet FS-123-00



What is CBM / NGC made of?

- ~ 95 % methane
- some nitrogen and carbon dioxide
- trace amounts of ethane and propane
- No H₂S or liquid hydrocarbons



Source: EUB, 2005

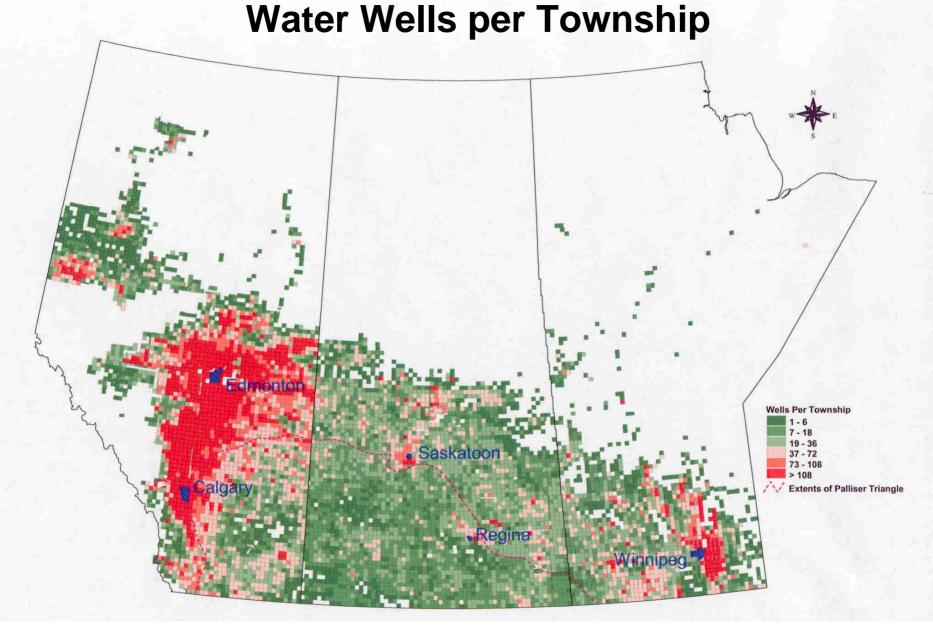
Importance of Groundwater



Use of Groundwater in Alberta

- 2.5 % of all water consumed
- 90 % of rural Albertans use groundwater for household purposes
- 600,000 domestic wells exist, 7000 added each year
- 25 % of water pumped used for agricultural purposes





Source: PFRA, 2000

Water for Life Alberta's Strategy for Sustainability

- Safe, secure drinking water supply
- Healthy aquatic ecosystems
- Reliable, quality water supplies for a sustainable economy



110* Fort McMurray Peace River ■ Grande Prairie Athabasca Lloydminster Edmonton Red Deer Mannville Horseshoe / Belly River Ardley Kootenay Calgary Luscar 200 km Medicine Lethbridge Courtesy of EUB & AGS 110" 114*

COAL ZONES WITH CBM/NGC POTENTIAL



CBM/NGC's Potential Impact on Groundwater

Groundwater production :

may cause water level decline & yield reduction in water wells

Produced water disposal:

may cause SW & GW quality degradation

Methane gas release and migration:

migration into shallow aquifers, house basement explosion, etc.

PROTECTION OF GROUNDWATER



Current Policy

- Non-saline (fresh water) CBM/NGC groundwater diversion requires an approval/licence
 - Requirement to show no adverse effects (must do groundwater assessment)
 - ⇒Approvals have public notification requirements
- Base of groundwater protection has been mapped for most of the province (Depth above which groundwater is considered non-saline i.e. less than or equal to 4000 mg/l total dissolved solids)



Current Policy (continued)

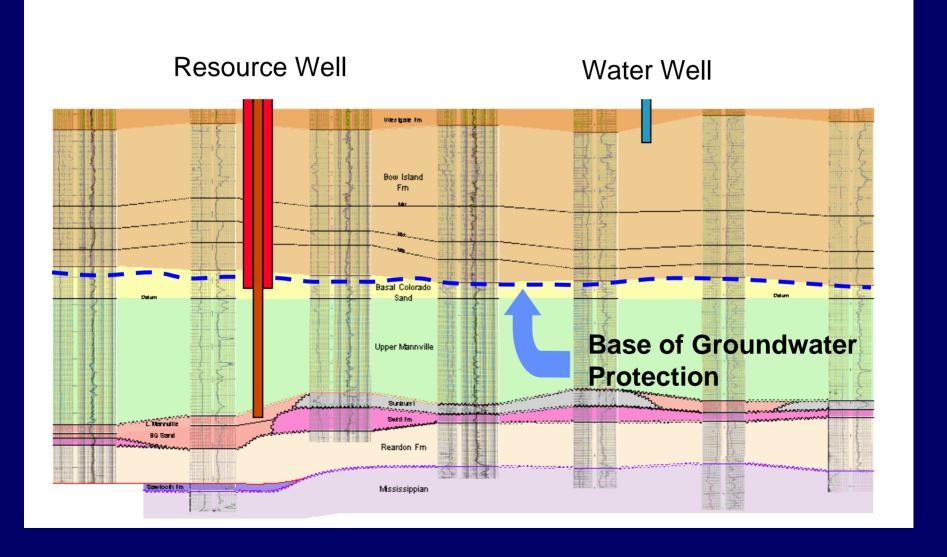
- Alberta Environment Guidelines for Groundwater Diversion for Coalbed Methane /Natural Gas in Coal development April 2004
 - Require Preliminary Groundwater Study
 - Detailed description geology & hydrogeology, and proposed project
 - Field-verified water well survey
 - Drill and Test well (max. 30 days)
 - Technical report supporting application under the Water Act

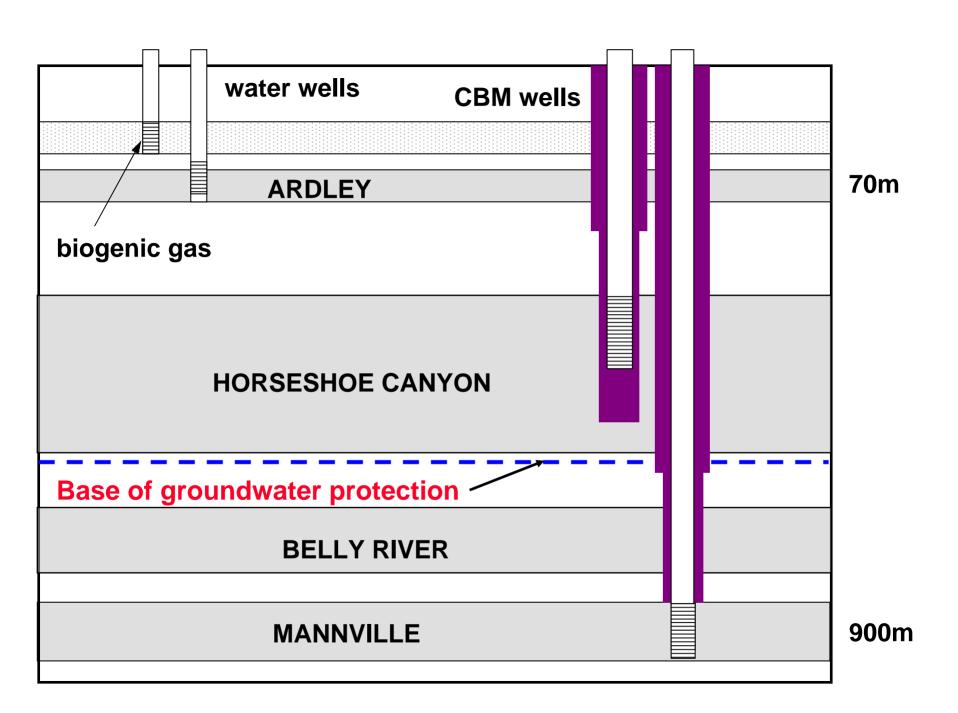
Regulatory Framework Water Ministerial Regulation

A CBM/NGC well must be constructed and operated to protect the aquifers, domestic water supplies, and to prevent commingling of different water quality



Base of Groundwater Protection





New Approach

- Risk-based Approach
- Standard for Baseline Water-Well Testing
- Groundwater Mapping
- Improved Monitoring
- Research Initiatives



Risk-based Approach

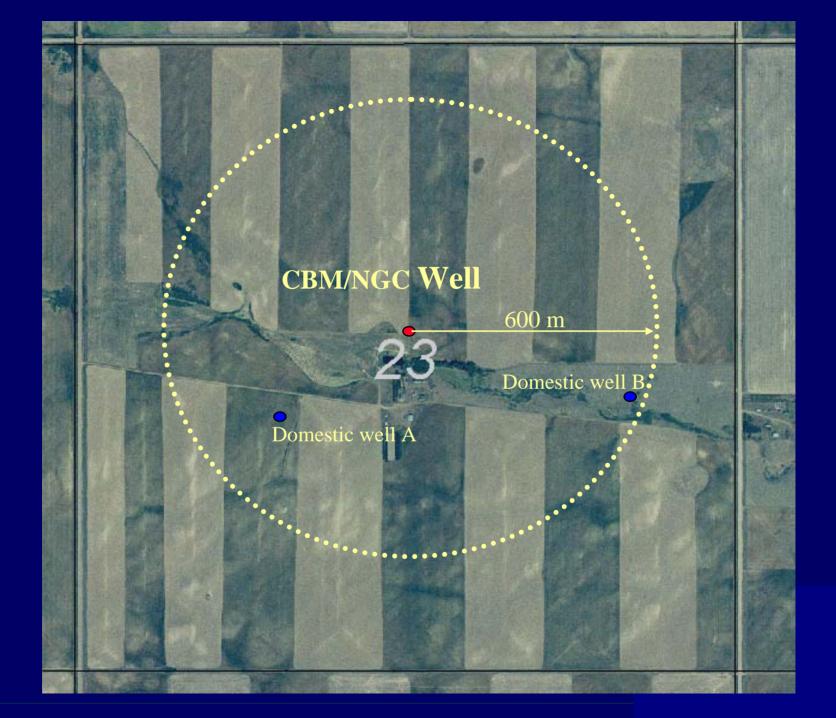
- Approval or licence required for all water diversions
- New proposed exemption:
 - Minimum Threshold Volume
 - Code of practice



Standard for Baseline Water-well Testing

- Effective May 1, 2006
- Companies must test all active domestic water wells within 600 m of a new or re-completed CBM/NGC well above the base of groundwater protection
- Wells must be tested prior to drilling or fracing
- If no wells within 600m, at least one well within 800m must be tested





Testing that must be offered:

- Water well capacity 2-hour yield test
- Routine potability water quality (includes iron)
- Bacteriological analysis
 - ⇒ iron and sulphate reducing bacteria
 - ⇒ total and fecal coliform bacteria
- Presence and analysis of gas
 - ⇒ volume of gas per volume of water pumped must be recorded

Baseline Testing Data

- Data will be submitted to landowners and Alberta Environment
- Data to be evaluated after 6 and 12 months to determine if improvements are needed
- Data can be used in future to assess impacts observed by landowners
- Landowner must contact company to re-test and register complaint with Alberta Environment ⇒ 1-800-222-6514



Groundwater Mapping

- Hydrogeological maps are available for most of the province
- The maps provide information on geology, groundwater yields, groundwater flow and groundwater chemistry
- Maps have been used extensively by consultants and drillers to develop new water supplies



Mapping the Ardley Coal Zone

- The Ardley coal zone contains mainly non-saline groundwater
- The extent of the Ardley coal zone has been studied by the Alberta Geological Survey
- A comprehensive 2-year study will be initiated by Government in April to provide up-to-date and detailed information on:
 - Groundwater quality and quantity
 - Hydraulic properties of coal zones and adjacent aquifers





Deep wells• 2 or more wells per site • Shallow wells

Groundwater Monitoring Network

- •200 sites
- One of the best networks in Canada
- Looking to expand in the future



Proposed Research Initiatives

- Gas Migration better understand potential for methane migration to water wells as a result of CBM/NGC
- Produced Water Management develop new [or apply existing] technology to take advantage of non-saline and marginally saline produced water
- Fracing evaluation and assessment of current practices and potential for impacts on water wells



More Information

- "Water Wells that last for generations"
- Residents can get information on their water wells from the Groundwater Information Centre (427 2770)
- Alberta Environment website
 - www.gov.ab.ca/env
- EUB website

www.eub.gov.ab.ca

