Australian Government

Department of Resources, Energy and Tourism



Australia's CCS Policy and Regulation: An Overview

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Why CCS for Australia?

- Australia is reliant on coal but committed to reducing greenhouse gas emissions.
- CCS essential to maintain energy security whilst achieving large cuts in emissions.
- Package of measures to accelerate the deployment of CCS in Australia and internationally.



Source: Carbon Sequestration Leadership Forum

Australia's CCS Policies



Legislative Certainty

Commonwealth GHG Storage Legislation

- Offshore Petroleum and Greenhouse Gas Storage Act 2008
- Major features:
 - title system similar to that used for petroleum
 - safe and secure storage
 - managing interactions with the petroleum industry
 - site closure and treatment of long term liability
- Release of 10 offshore areas





Currently under development

- safe and secure storage
- incident reporting
- a significant impact test
- site closure requirements
- long term liability

Well advanced, expected to be passed in early 2011



National Carbon Mapping and Infrastructure Plan

Geographical distribution of emissions by industry estimated for 2020





Research and Development

- Australian National Low Emissions Coal Research and Development (ANLEC R&D)
- Joint Australian Government & black coal industry
- \$150 million funding over seven years
- Seven research nodes
 - Economics and modelling
 - Alternatives and fundamentals
 - Brown coal
 - Geosequestration
 - Post combustion capture
 - Oxyfiring
 - Coal gasification





Demonstration Projects





National Low Emissions Coal Initiative

- Pilot scale and medium scale Post Combustion Capture (PCC)
 - Loy Yang (Victoria)
 - Munmorah (NSW)
 - Tarong (Queensland)
- Callide Oxyfuel
- Calera carbonation project
- Nippon Steel Engineering
- Otway storage project



• Also, the Gorgon LNG Project – will store 3.5 Mtpa CO₂



Knowledge sharing

Crucial to development and deployment and public acceptance

- <u>Internationally</u>: participation in regional and global activities to foster and accelerate knowledge sharing
- <u>Nationally</u>: projects receiving government funding will have strong knowledge sharing obligations



Global collaboration

- Global CCS Institute
- Carbon Sequestration Leadership Forum
- International Energy Agency
- Major Economies Forum on Energy and Climate
- Asia Pacific Partnership on Clean Development and Climate
- Asia Pacific Economic Cooperation
- numerous bilateral initiatives (US, Japan, China, Republic of Korea etc)







Australia-China Collaboration

Australia-China Joint Coordination Group on Clean Coal Technology (JCG)

 Commercial scale PCC project in China – Scoping Study

Asia Pacific Partnership on Clean Development & Climate (APP) – Cleaner Fossil Energy Taskforce

- Gaobeidian Post Combustion Capture pilot plant
- Extension of ECBM trial in Shanxi Province
- CAGS



JCG R&D Grants



- 1. Integrated radar & optical satellite remote sensing for safeguarding CCS Uni of NSW; National Research Centre [China]; China Shenhua Group
- **2. Assessing the value of co-optimising ECBM recovery and C02 storage** Uni of NSW; China Univ of Geosciences; Qinshui Lanyan Coalbed Methane
- **3. Chemical looping gasification of coal for zero emissions power generation** Uni of Qld; Southeast University, Nanjing; Zhejiang University, Hangzhou
- 4. Further dev of an aqueous ammonia PCC process for application in Australia and China; CSIRO; Tsinghua University, Zhejiang University
- 5. Optimal practices for CO2 ECBM productions for Chinese Coals CSIRO; China University of Geosciences
- 6. Kinetics of steam fluidized bed drying and Oxy-CFB combustion characteristics of Victorian brown coal & Chinese lignite Monash Uni; Shengli Energy; Kelong Pet. Chem. Equip; Liaoning Fu-an Grp

Recent policy developments

New measures to ensure a cleaner future for power stations:

- 'CCS Ready'
 - new coal-fired power generators must be capable of retrofitting CCS technologies
 - definition will build on international work
- Emissions standards for power stations
 - standards to ensure carbon constraints are factored into decision making
 - facility-level data published under the National Greenhouse and Energy Reporting Program





Thank You

Further information is available at www.ret.gov.au