



Rural Cooperative Geothermal

Development Electric & Agriculture

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Principal Investigator:
Daniel Silveria, General Manager
Surprise Valley Electrification Corp.

Presenter: Roy Mink Mink Geo Hydro Inc.

Project Overview



Timeline

- Feasibility Assessment, USDA VAP grant, 2008
- Project start January 29, 2010
- Projected Project end date September 30, 2011
- Approximately 5 percent complete

Budget

- Total project funding \$9,356,022
- DOE share \$2,000,000
- Awardee share \$7,356,022 no funding received to date
- Received Preliminary Certificate for Oregon Business Energy Tax Credit

Barriers

- Mineral Rights may limit the project area
- Partners none at this time

Relevance/Impact of Research



Objective of Project

- Develop a fully operating geothermal electric power plant
- •Enable cascaded businesses that serve as an example of what communities can do when they work together
- A catalyst for many similar opportunities in the area
- •Demonstrate local entities, including well drillers, pump and machine shops, ranchers and rural electric cooperatives can economically develop geothermal electric plants
- •Existing hot well will be used for electric production while continuing to supply supplemental agriculture water and secondary heat for aquaculture
- Demonstrate the use of low-cost scientific resource testing methods

Scientific/Technical Approach



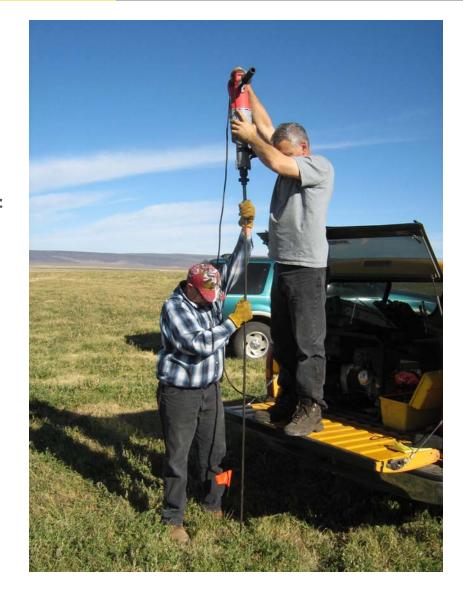
Demonstrate the use of low-cost scientific and technical methods for determining geothermal resource

- Measure well flow using ultrasonic flow meter, orifice plate and weir built by landowner
- Use local well drillers and pump shops
- Use landowner equipment
 & expertise
- Use utility equipment & personnel

Scientific/Technical Approach

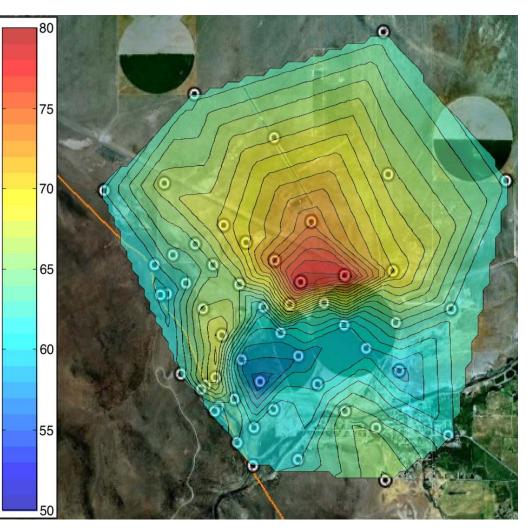


- Use of low-cost 2-Meter soil temperature probes to develop reservoir temperature gradient
 - Method developed and implemented by University of Nevada, Reno in studies of Great Basin geothermal resources
- Pattern based on fault location and existing hot wells and developed resource model from temperature gradient.



Accomplishments, Expected Outcomes and Progress





Accomplishments-Phase 1

- Geochemistry of several local wells completed in 2008
- Preliminary Plant sizing & Transmission Design 2008
- Initial well testing in 2008 additional well testing 2009
- Monitored well production and temperature 2009
- 2-Meter temperature survey & reservoir model 2009
- Drilling solicitation and bid received 2010
- Permitting in process 2010

Accomplishments, Expected Outcomes and Progress



Expected Progress-Phase 1

- Complete permitting process
- Begin rework of existing hot well
- Flow test production well
- Begin rework or drilling of injection well
- Size power plant and design plant and collection system layout

Go/No-Go Decision after obtaining test results of production well determine if project continues as planned

Expected Progress-Phase 2

- Acquire installation permit
- Order and assemble power plant equipment and piping system



Accomplishments, Expected Outcomes and Progress



Team:

- Daniel Silveria, General Manager, Surprise Valley Electric (SVE)
- Roy Mink, Geologist, Mink Geo Hydro Inc.
- SVE Staff-technical, financial, project management
- Daniel Hand, Mechanical Engineer, Sustainable Engineering
- Assistance from Geothermal experts in accounting, permitting, geology, hydrogeology
- Use of local well drillers, pipe fitters and pump shops

Project Management/Coordination



- Surprise Valley Electric management and staff is overseeing the day to day implementation of the project
- Surprise Valley Electric Board of Directors, in conjunction with DOE, has the decision making authority over the project and will decided if the project should proceed at the Go/No-Go decision points
- Team will provide weekly summary to DOE during drilling process
- Situation reports will be provided to DOE Project Coordinator anytime significant event occurs

Future Directions



- Expect to have the production well reworked and the injection well drilled in FY10.
- Expect to have a 2-4 MW binary geothermal plant on line in FY11.
- Expect cascaded businesses, to be developing within this time.
- Key decision point is if rework of existing well proceeds as planned. If not, a decision in conjunction with DOE project coordinator will be made whether to continue rework or drill a new production well.

Mandatory Summary Slide



- Project will demonstrate that Rural Electric Cooperatives working with their membership can develop a fully operating geothermal electric power plant in conjunction with cascaded businesses and local communities.
- Project will demonstrate that local businesses and expertise can be used to develop geothermal resources
- Project will demonstrate the use of low-cost scientific and technical methods for determining geothermal resources



Supplemental Slides



- The following Presentations have been given to demonstrate the opportunity for small scale geothermal projects:
 - Oregon Rural Electric Cooperative Association
 - Northwest Requirements Utilities
 - Corridor of Renewable Energy Conference
 - Oregon State Geothermal Working Group