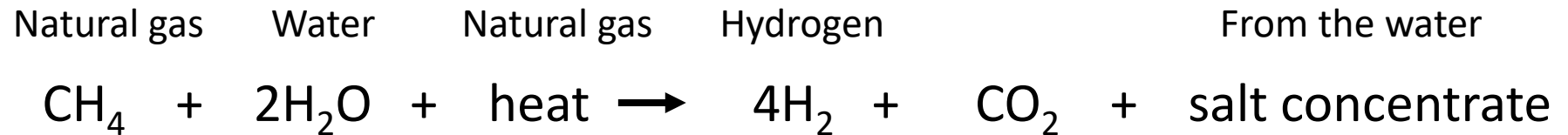


Hydrogen Development Resource Needs and New Mexico Opportunities

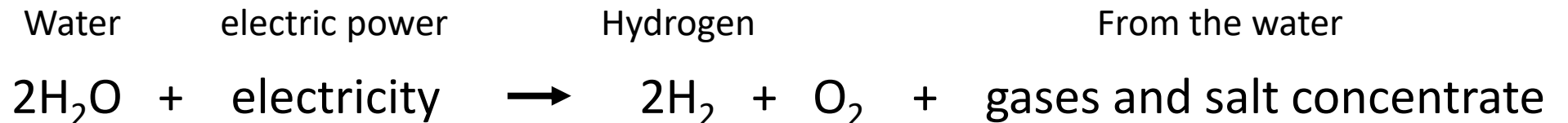


Mike Hightower – Program Director
New Mexico Produced Water Research Consortium
New Mexico State University

- Blue Hydrogen – steam reforming of natural gas (methane)



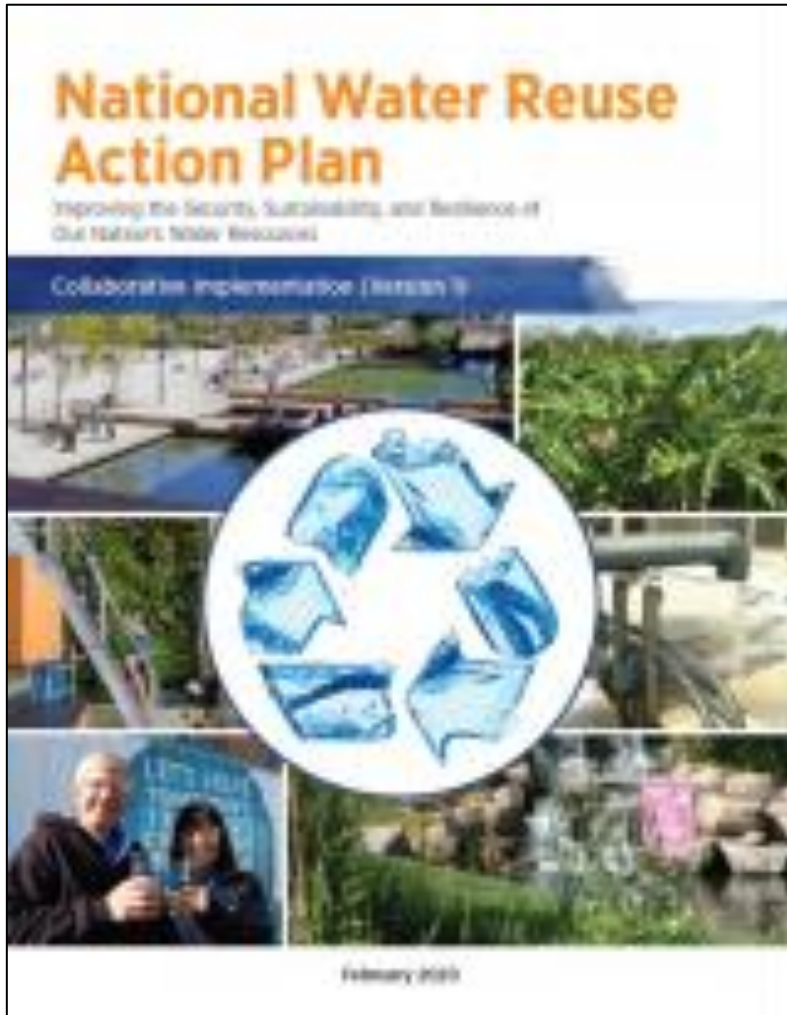
- Green Hydrogen – electrolysis (electrical disassociation) of water



Water is a big deal in hydrogen production!

What about the use of non-fresh water for hydrogen production in NM?

EPA National Water Reuse Action Plan – 2020



- Focus is on the fit-for-purpose treatment and reuse of waste water
- Five major focus areas:
 - Thermo-electric cooling water (brackish)
 - Agricultural waste water (brackish)
 - Municipal waste water (brackish, organics)
 - Produced water (saline, organics)
 - Storm water (debris, silt, chemicals)
- Definitely salinity reduction interests
- EPA has asked NMPWRC to lead research efforts for the treatment and reuse of produced water

What is the availability of non-fresh or brackish waters in New Mexico?

New Mexico Produced Water

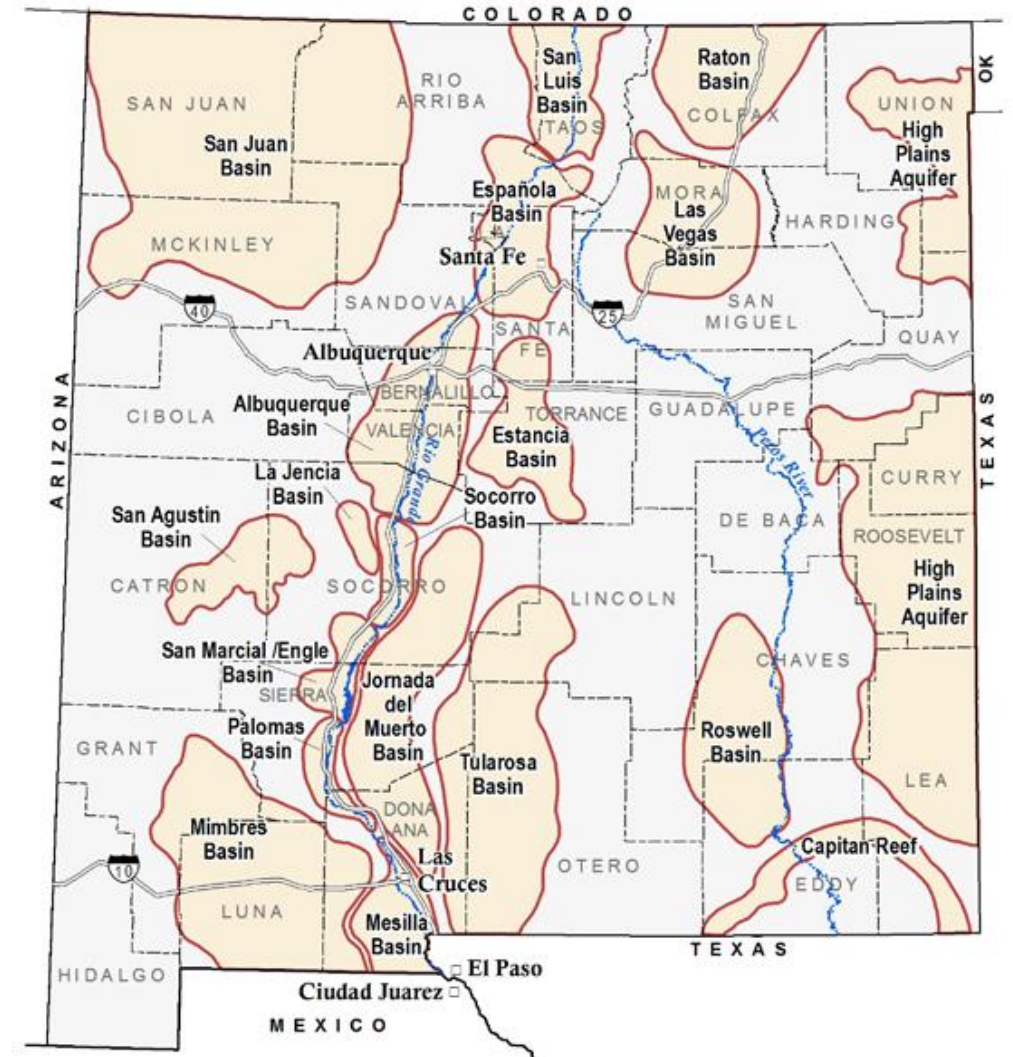
- New Mexico is estimated to generate > 4 million barrels of produced water per day - much is disposed through deep well injection
- 100 – 150 MGD or up to 150,000 ac ft per year of water available (3 ABQ's)
- Treatment and reuse is an avoided cost for oil and gas companies – therefore potentially low cost to the user
- 20% of NM produced water comes from the San Juan Basin, but it is generally easier to treat



What about other non-fresh or brackish water resources in New Mexico?

New Mexico Brackish Water

- New Mexico is estimated to have 15 billion acre feet of brackish ground water:
 - 2 billion acre feet easily and economically treated for municipal use, and 2 billion acre feet for industrial use,
 - 1000 year supply of water at 2018 consumption levels,
 - All fresh water basins have zones of brackish water.



*Overview of Fresh and Brackish Water Quality in New Mexico.
New Mexico Bureau of Geology and Mineral Resources, OFR-583, New Mexico Tech, Socorro, NM, June 2016.*

Lots of synergies between brackish water and oil and gas operations for hydrogen development in NM