

Wood Group GTS
Keep on turning

OSIsoft Regional Seminar - Denver
October 19, 2010



Gas Turbine Remote M&D with the PI System
Dave Olsheski – Wood Group Gas Turbine Services (GTS)

Gas Turbine Remote M&D with the PI System



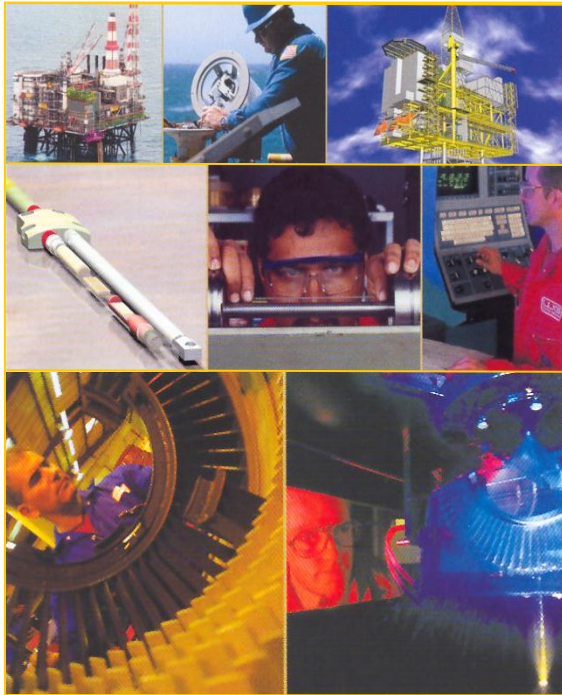
Presentation Outline

- Wood Group GTS Overview & Background
- Wood Group RM&D Approach & Strategy
- **Case Studies – Business Value of PI System**

**Wood Group RM&D Engineering
is based in Loveland, CO USA**



Wood Group Global Business Overview



Established in 1961, John Wood Group PLC, “**Wood Group**”, has grown to become the global market leader in engineering design, production support and industrial turbine services for customers in the **Power Generation** and **Oil & Gas** industries.

Wood Group’s three core business groups actively operate in 50 countries and employ over 29,000 people worldwide.

Wood Group GTS - Power Services



Wood Group Global Business Overview



Wood Group – Three Core Business Groups

Engineering & Production Facilities

Engineering design, project & construction management, modifications, and operations & maintenance support for oil & gas customers

SYNERGIES
CLIENTS
GLOBAL OPERATIONS
INTEGRATED SERVICES
TECHNOLOGY & KNOW-HOW
PROJECT AND RISK MANAGEMENT SERVICES
PERFORMANCE CONTRACTING

Well Support

Solutions, products & services to enhance production and recovery from oil & gas reservoirs

Gas Turbine Services (GTS)

Operations, maintenance, repair & overhaul services for gas, wind and steam turbines, generators, controls and other high-speed rotating equipment.

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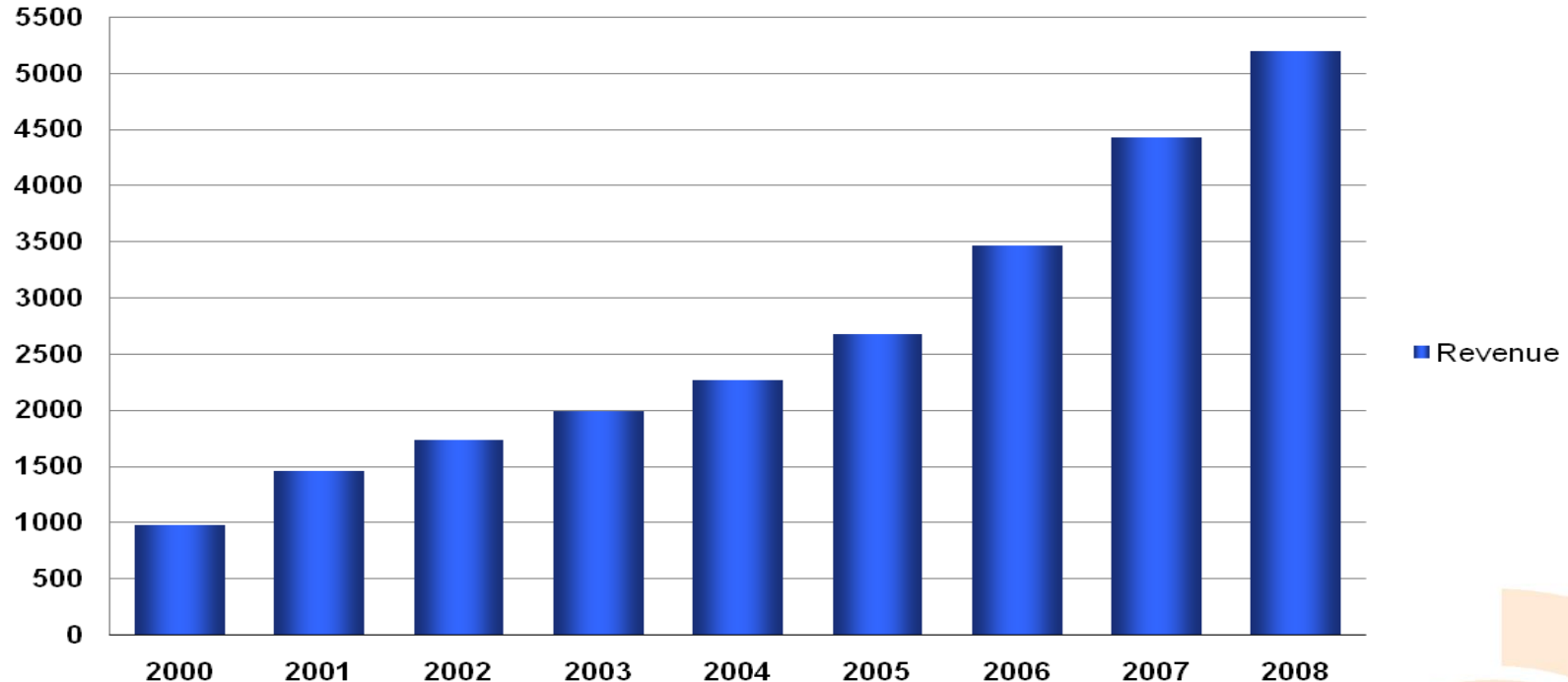


Wood Group – Financial Strength



Revenue

“A History of Growth”



2009 Highlights:

\$4.9 Billion in Total Revenues (including share of JV Revenues)

\$358 Million in EBITA

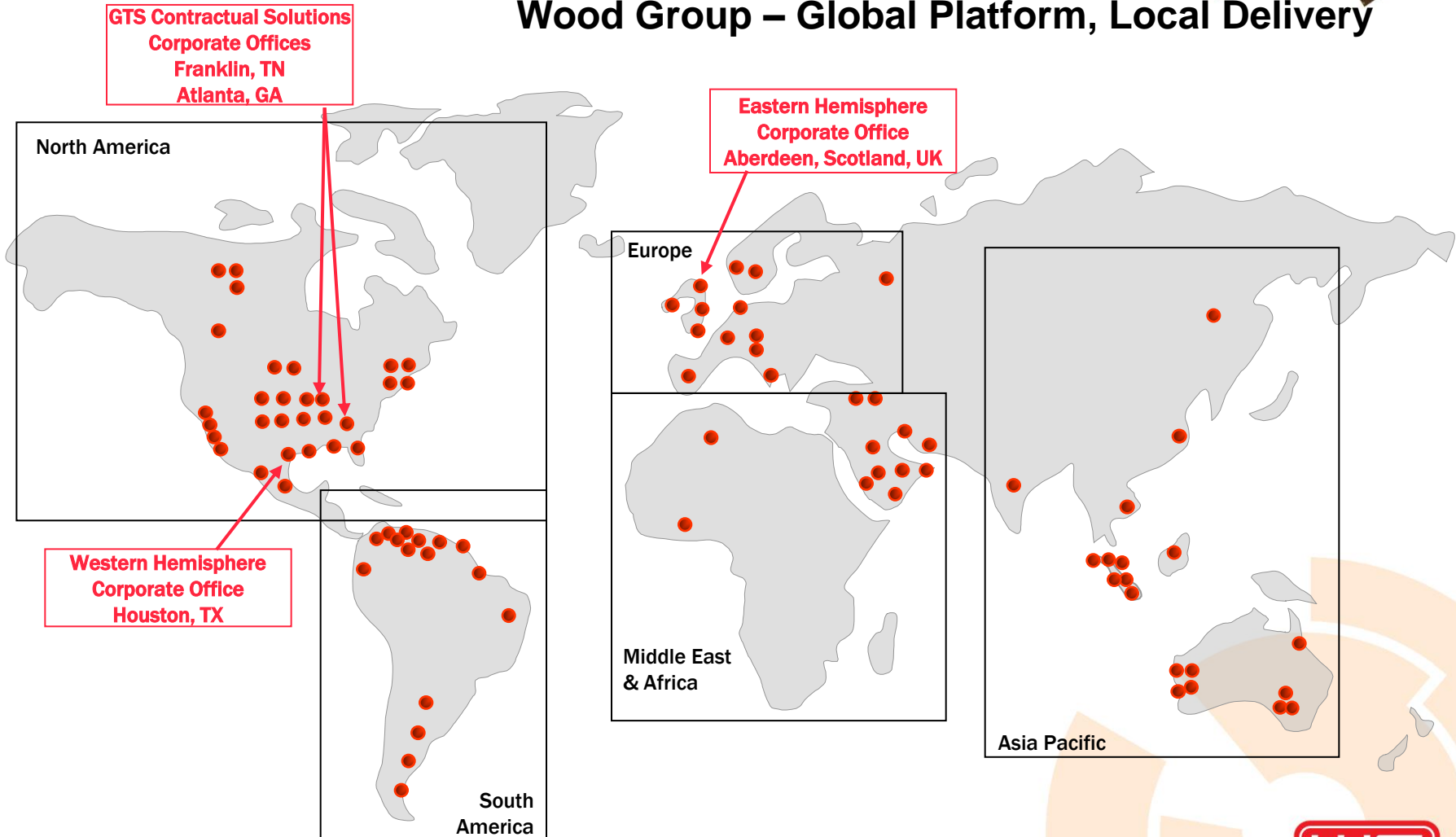
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Wood Group Worldwide Service Support



Wood Group – Global Platform, Local Delivery



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Wood Group, through its' Gas Turbine Services (GTS) business, provides Complete Turnkey Solutions for the Operation and Maintenance of Power Plants that serve the global power generation and related markets

WG GTS is the Leading Independent Service Provider for:

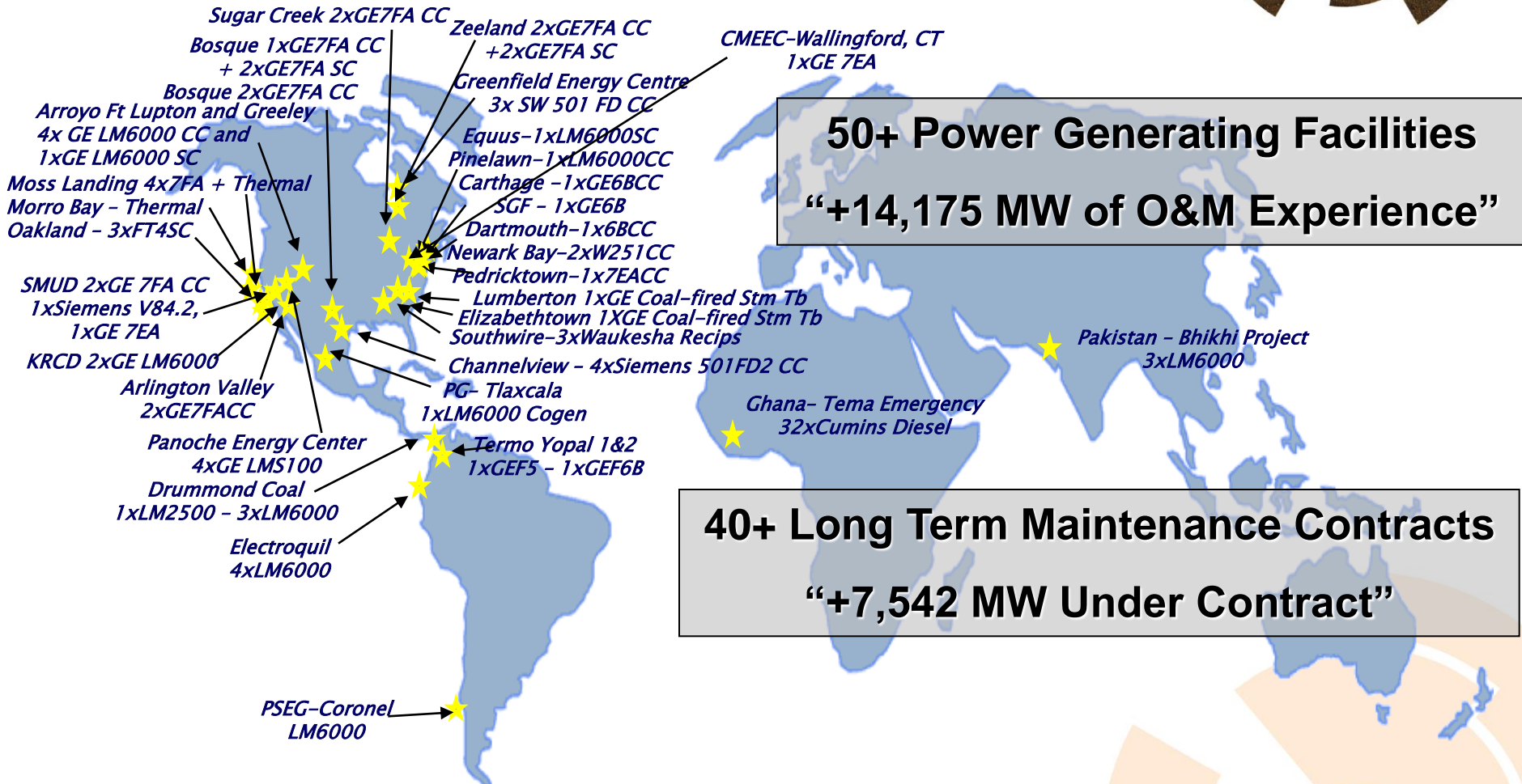
- Industrial Gas, Wind and Steam Turbines
- Generators
- Controls
- Pumps, compressors, power turbines
- Industrial and aero gas turbine accessories and components

WG GTS Provides Contractual Solutions for:

- Power Plant Operations and Maintenance (O&M)
- Term Maintenance & Service Agreements
- EPC Services (engineering, procurement and construction)



Wood Group GTS Contractual Service Asset Portfolio



“Diverse Gas Turbine Technology and Geographical Locations”

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Wood Group GTS Remote Monitoring & Diagnostics



Wood Group GTS Remote Monitoring & Diagnostics

Leverage IT Technology to Provide World-Class Remote Engineering Service & Support

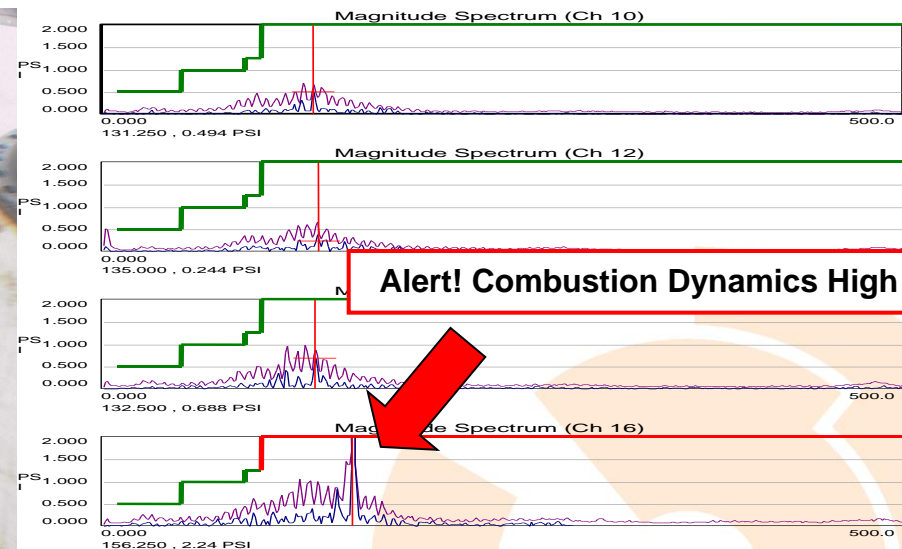
Allow Real-Time Wood Group Engineering Interface With Global Service Asset Fleet

Enhance All Wood Group GTS Contractual Service Offerings (O&M, LTSA)

Avoid This....



By Utilizing This!



Alert! Combustion Dynamics High

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Remote Monitoring & Diagnostics



Primary RM&D Components

PI Infrastructure – On-Site

- PI Historian with robust process data set (i.e. interfaces to all relevant control systems)
- PI Interface Node Only for some applications (data buffering)
- Secure, Reliable Remote Access – WAN/LAN, VPN or similar network technology

PI Infrastructure – Wood Group Data Center

- Central PI Server – 50k Tags, Robust, Secure, Scalable
- Advanced Diagnostics Software Applications (ACE) – Calculations, Models, etc.
- Client Tools – Process Book, Datalink, Sharepoint Component Integration
- Automated Response Infrastructure – Alarms and Notifications

Response - Engineering / Subject Matter Expertise

- Data interpretation and contextualization – convert data into actionable recommendations
- Provides Critical Response Component
- Reporting & associated remote technical support

Staffing is Aligned Accordingly – Infrastructure/Applications, Gas Turbine Engineers

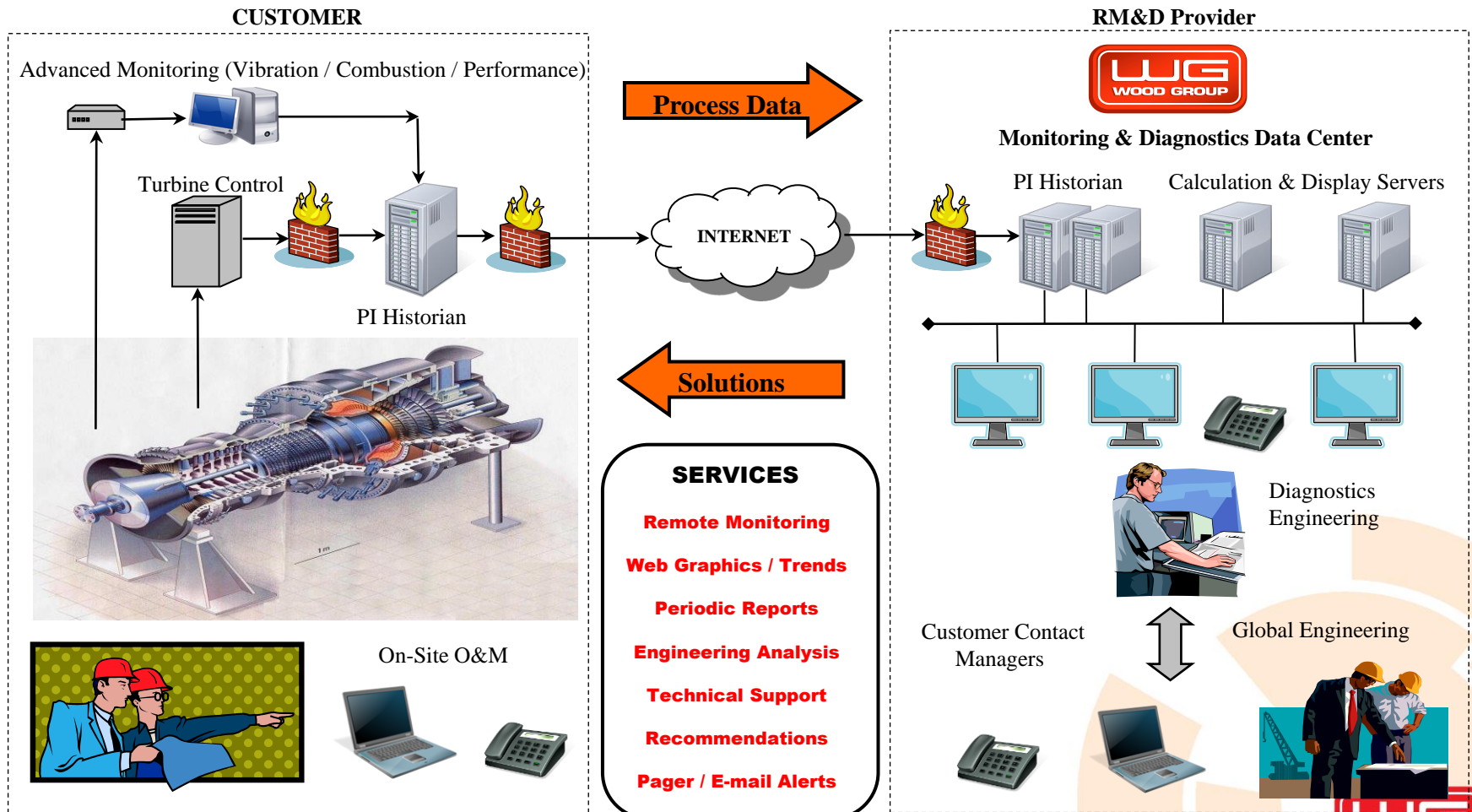
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Wood Group GTS Remote Monitoring & Diagnostics



Wood Group GTS RM&D PI Infrastructure



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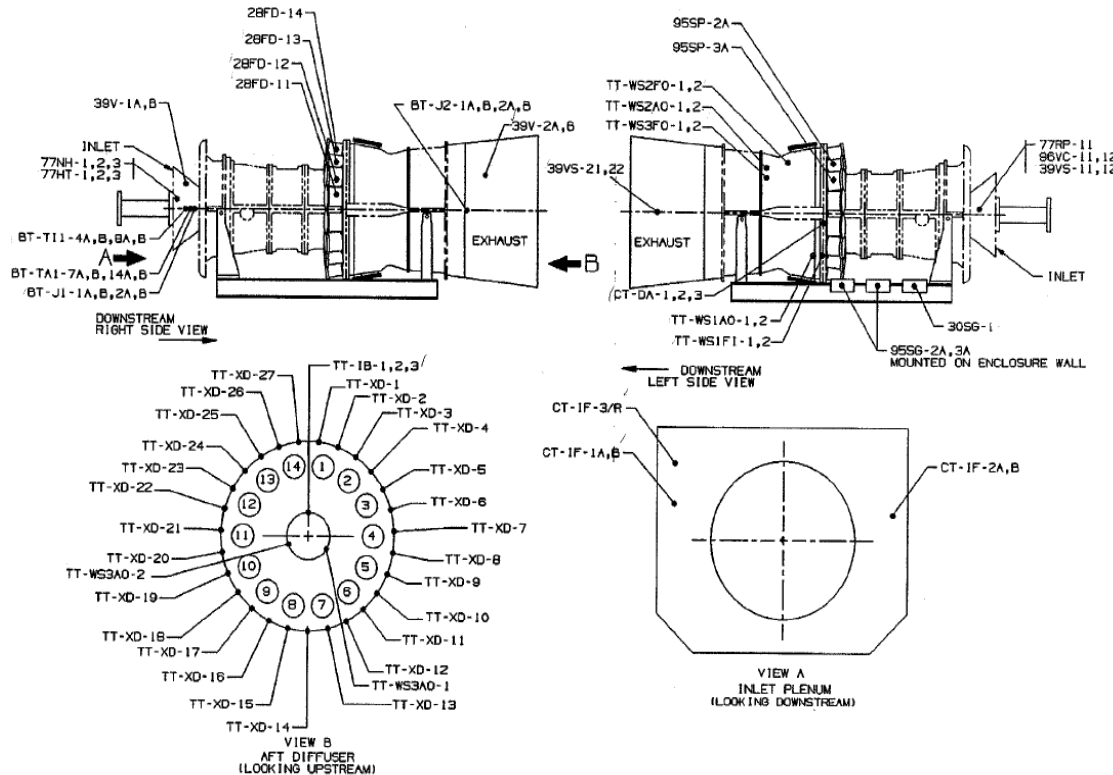


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Remote Monitoring & Diagnostics



Gas Turbine – PI Interface



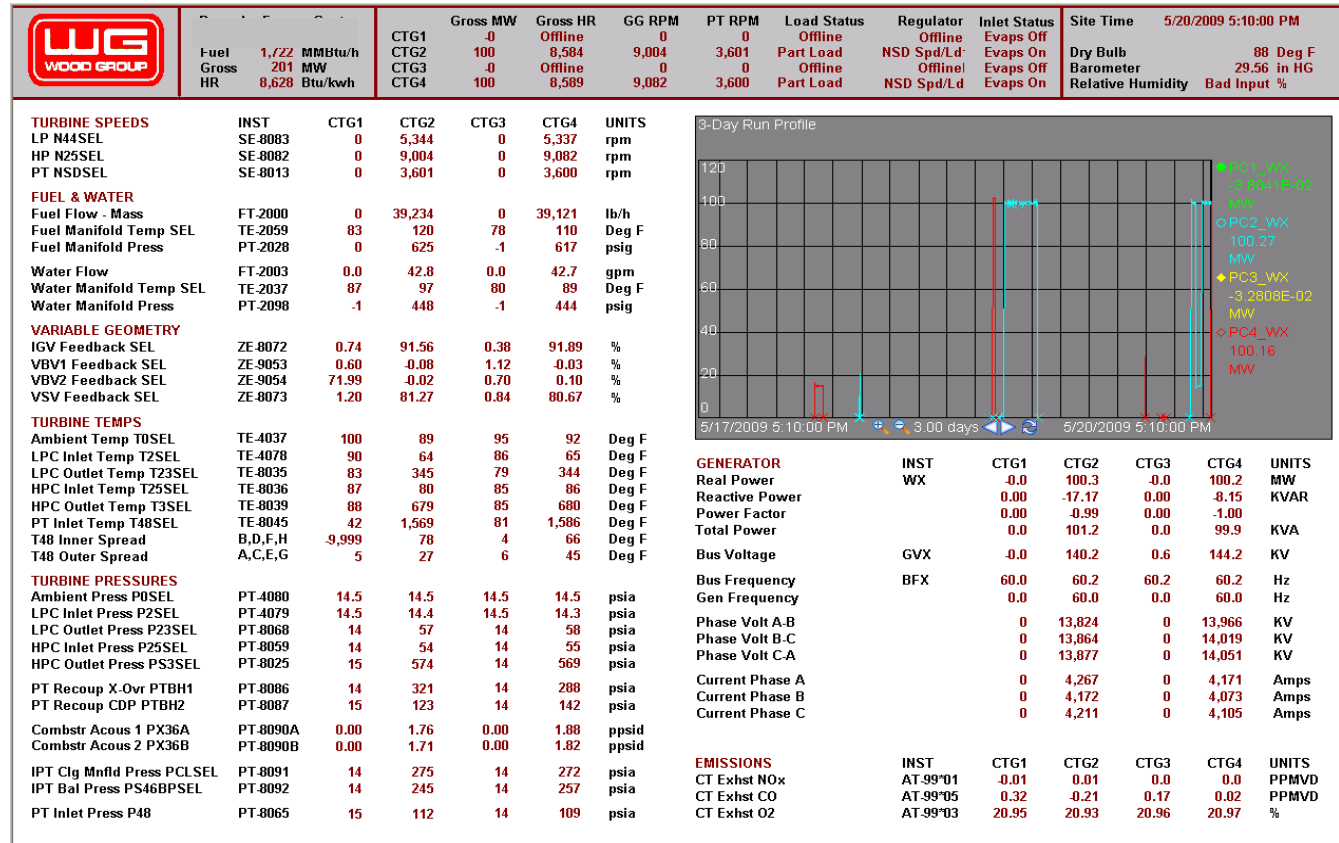
- OEM-Provided Gas Turbine Control System w/HMI(s)
- Various PI Interfaces Utilized including OPC
- 50-200 I/O Field Devices (On-Engine and Auxiliaries)
- 500-1,000 Control System Tags (Alarms, Calcs, Control Ref, etc.)
- 1K-2K tags per CTG Typical

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Gas Turbine Remote Monitoring – PI Client Applications

GE LMS100
provides the
highest simple
cycle efficiency in
the industry today.



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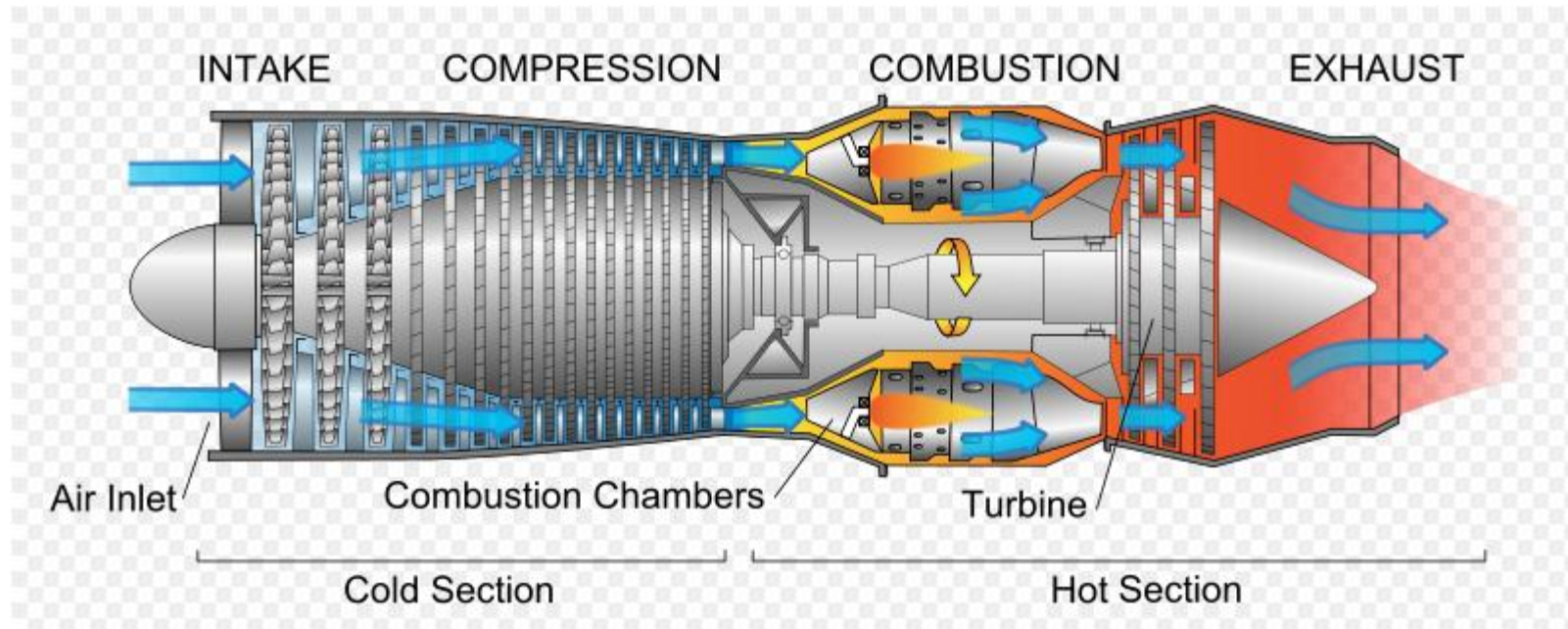
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Remote Monitoring & Diagnostics



Gas Turbines Technology 101

- Thermodynamically Described by the Brayton Cycle
- Air is Compressed, Fuel is Added and Combustion Occurs, Hot Gas Expansion Over Turbine
- Higher Combustion Temperature = Increased Efficiency (Design Limitation)
- Of Total Fuel Energy Consumed: 1/3 Compression, 1/3 Texhst/Other Losses, 1/3 Power



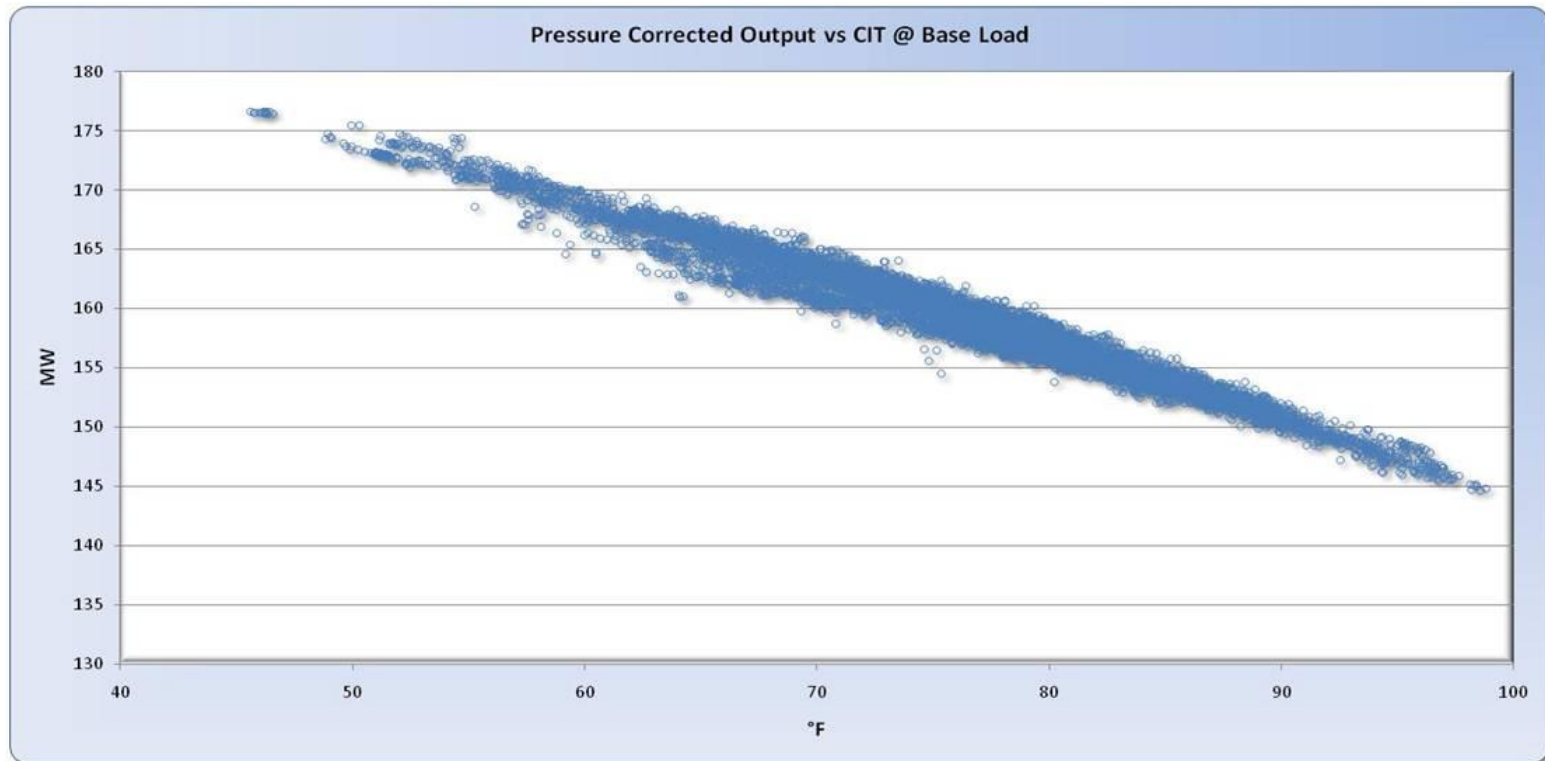
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Gas Turbines Technology 101

- Gas Turbine Performance is a function of Compressor Mass Flow
- Ambient Air Conditions (Air Density) Significantly Effects Maximum Gas Turbine Output
- F-Tech CTG: 30 MW Base Load Output Range Over 50 Deg F Inlet Temp Range



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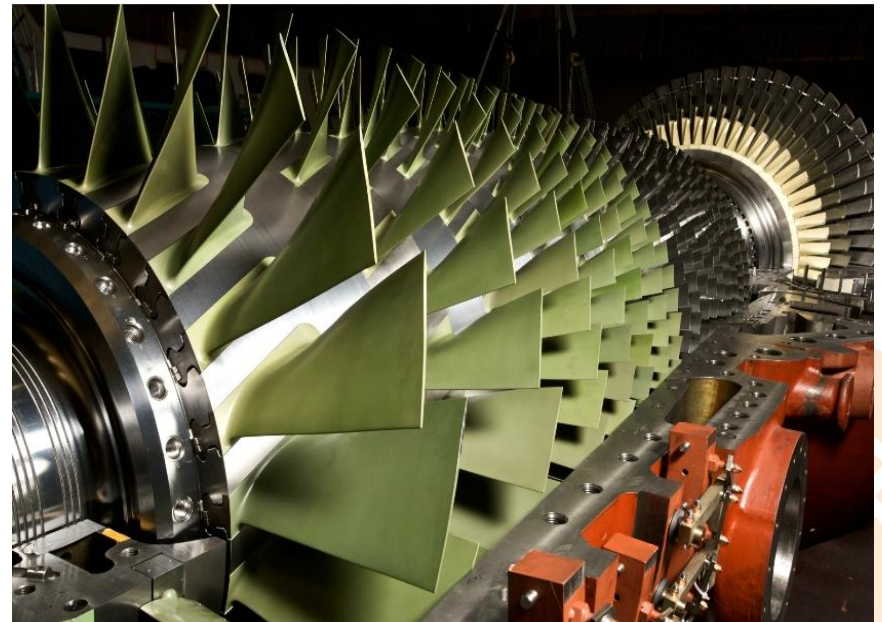
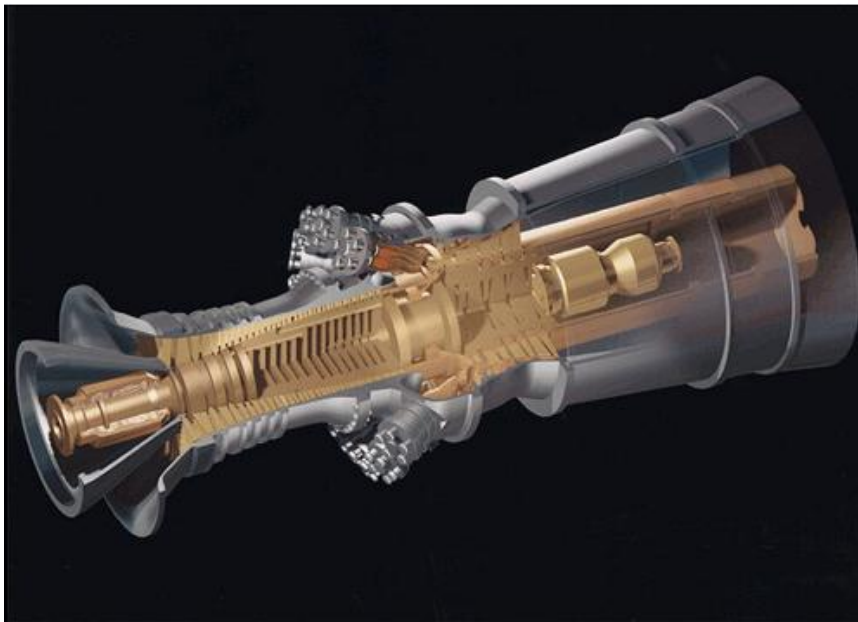
Remote Monitoring & Diagnostics



Gas Turbines Economics 101

Profitability is Dictated by CTG Efficiency (Heat Rate) and Availability (Max Run Time)

- Gas Turbine Drives a Generator (GTG, CTG)
- Operation Costs = Fuel + Maintenance
- Revenue = Electricity Generation MWh's



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Wood Group GTS Remote Monitoring & Diagnostics



\$ Wood Group RM&D PI Infrastructure Enables Increased Asset Profitability \$

Thermal Performance Management

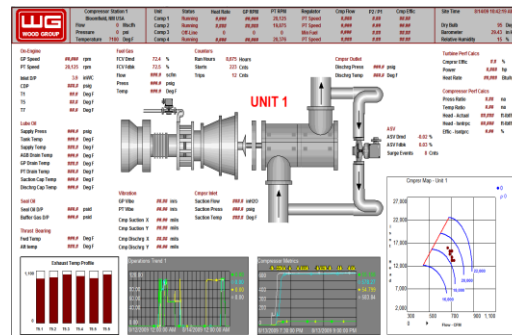
- Proactive Degradation Management
- Operation Optimization

Maintenance Optimization

- Condition Based Maintenance vs. Time/Hours Based Maintenance
- Proactive Maintenance Strategies vs. Reactive Maintenance Strategies
- Early Issue Detection - Minimize Forced Outages - Avoid Catastrophic Failures

Improved Resource Utilization

- Let computers collect, store, calculate and disseminate information – Not People



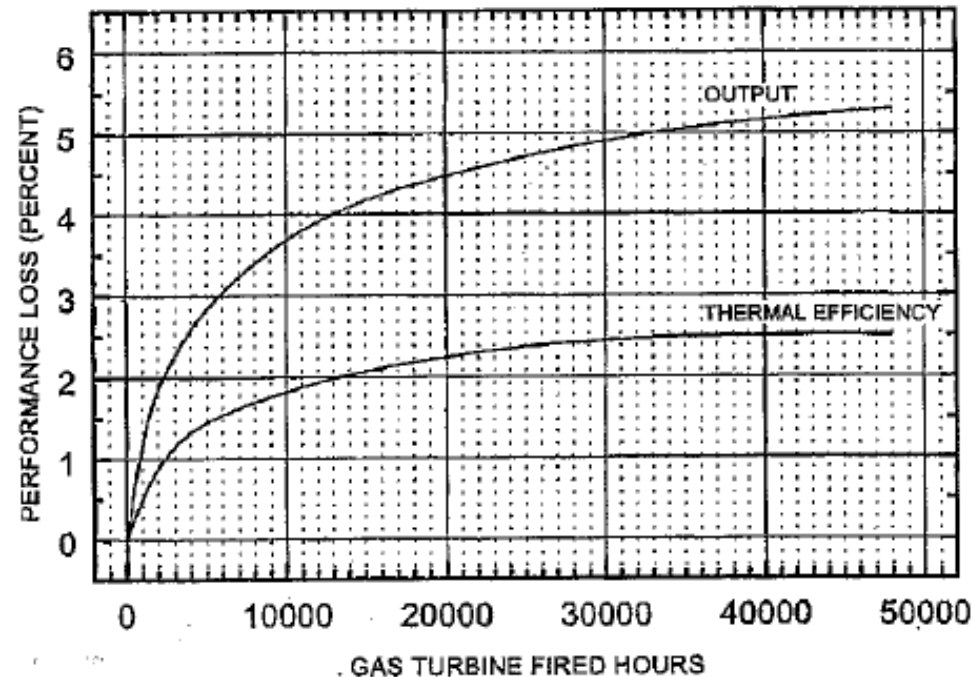
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Case Study 1 – Degradation Management



Gas Turbine Degradation Management

How Much Does Naturally Occurring Gas Turbine Degradation Cost Me?



Recoverable Degradation May Occur Faster

- 1-3% of Base Load Capacity Annually
- 0.5% - 1.5% of Heat Rate Annually
- Single Unit CTG Only – Compounded for multi-unit or combined cycle plants

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Case Study 1 – Degradation Management



Gas Turbine Degradation Management

What Can I Do About It?

Quantify & Monitor Thermal Performance & Economics

- Thermal Performance Calculations
- Corrected Output, Corrected Heat Rate, Compressor Efficiency, Corrected CDP and Texhst
- Quantify the Economic Effects of Degraded Unit / Plant Performance
- Spark Spread = (Power Price – Fuel Cost) \$ / Mwh

Proactively Address Degradation that is Negatively Effecting Asset Profitability

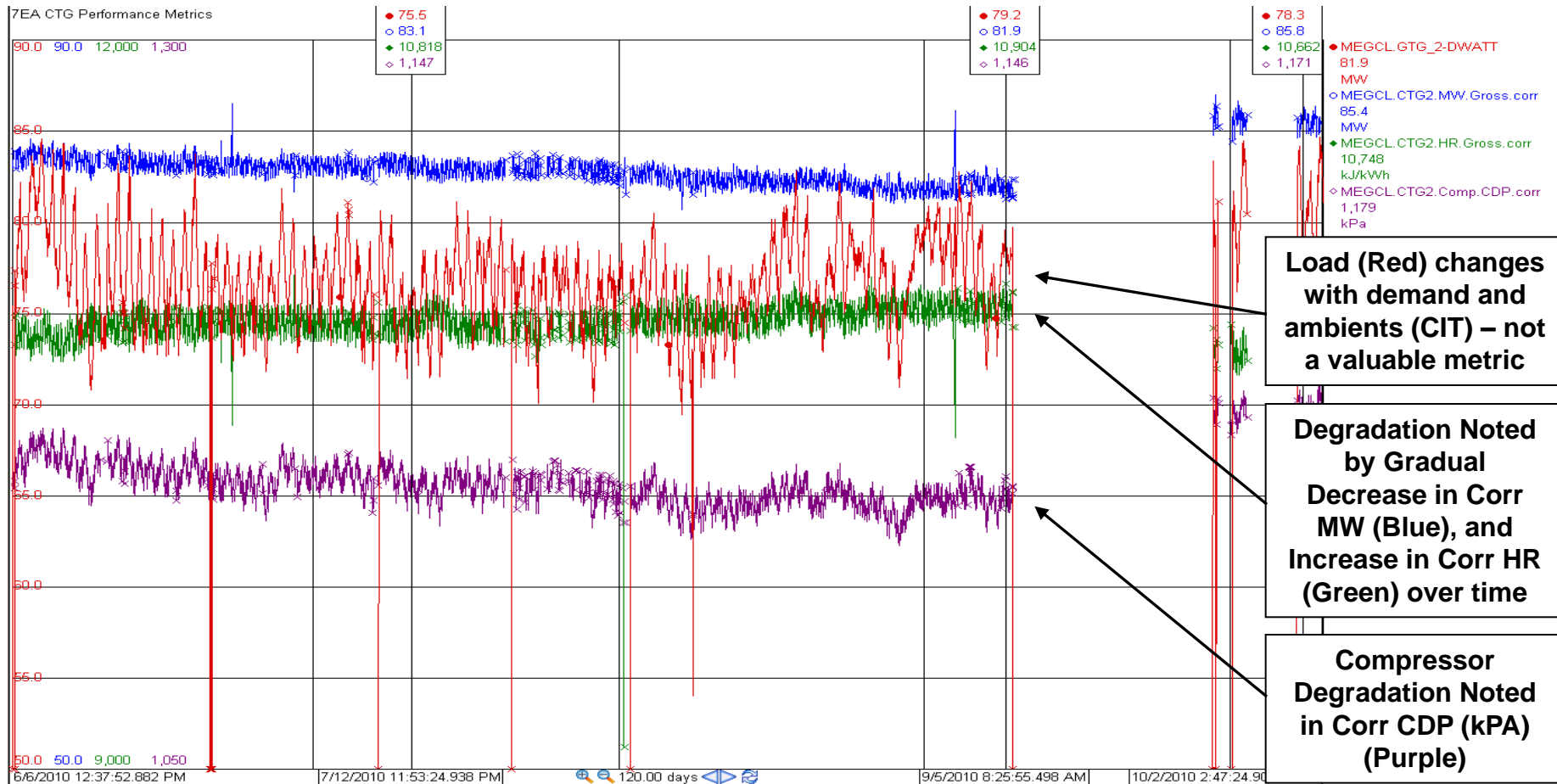
- Compressor Water Wash – On-Line vs. Off-Line
- Inlet Filter Replacement
- Proactive Maintenance
- Managed against lost production opportunity

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Case Study 1 – Degradation Management



Thermal Performance Metrics Utilized for Degradation Management



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Case Study 1 – Degradation Management



Gas Turbine Degradation Management

How Did My Scheduled Maintenance Effect Gas Turbine Performance? What's the Economic Bottom Line?

Asset Configuration CT Technology	E-Tech CTG Pre-Outage	E-Tech CTG Post-Outage	
Assumptions	Base Cogen	Base Cogen	Units
Nominal Capacity	82.2	85.7	MW
Nominal Heat Rate (HHV)	10,879	10,692	Btu / kwh
Service Factor	95%	95%	%
Base Load Run Time %	90%	90%	%
Part Load Run Time %	10%	10%	%
Nominal Fuel Cost	\$3.25	\$3.25	\$ / MMBtu
Nominal Power Price	\$38.00	\$38.00	\$ / Mwh
Nominal Spark Spread	\$2.64	\$3.25	\$ / Mwh
Avg Daily Mwh's	1,827	1,905	Mwh / Day
Avg Hourly Revenue	\$201	\$258	\$ / Hour
Avg Daily Revenue	\$4,830	\$6,194	\$ / Day

- Output Increased 4.3%
- Heat Rate Decreased 1.7%
- \$0.60 Increase in Spark Spread
- \$1,364 / Day Increase in Revenue
- \$42,000 / Month = \$252,000 over 6 months

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Case Study 2 – Dispatch Optimization



Combined Cycle Plant Modelling Utilized for Dispatch Optimization

PLANT CAPABILITY & INCREMENTAL HEAT RATE TABLE

Fuel Cost	\$3.30	USD
Power Price	\$24.00	USD
Duration	8	hrs

<u>Assumptions:</u>
Evap Effectiveness of 75%
Evaps ON at ambient temperatures >69°F

1) Choose # of CTGs in operation from drop-down list in cell D11

2) Choose desired ambient temperature from drop-down list in cell E11

Last Updated 4/27/2009

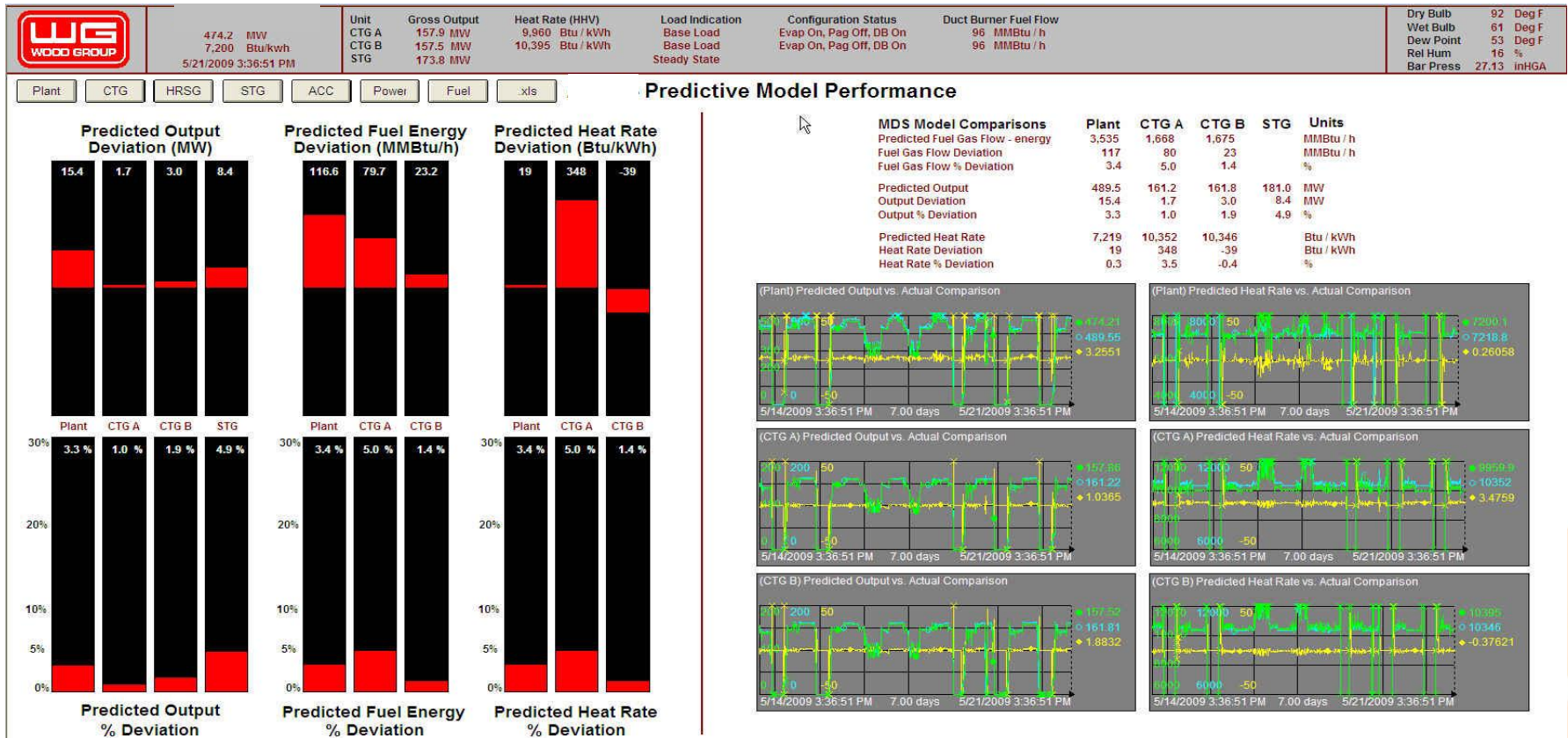
# GT's	Tamb (°F)	CT Percent Load (%)	Duct Fire Operation (Off, Available, Min, Mid, Max)	CIT (°F)	RH (%)	Net Output (MW)	Total FuelCons (MMBtu/h)	Net Heat Rate (Btu/kWh - HHV)	MW Increment (MW)	Incremental HR (Btu/MWh HHV)	FUEL \$	MW \$	Cost	Revenue	Spark Spread
2	95	Part Load	Off	71	15	264.0	2109	7,988		8.0	\$3.30	\$24.00	\$55,676	\$50,688	(\$4,988)
2	95	Part Load	Off	71	15	289.0	2238	7,742	25	5.1	\$3.30	\$24.00	\$59,070	\$55,488	(\$3,582)
2	95	Part Load	Off	71	15	314.0	2372	7,554	25	5.4	\$3.30	\$24.00	\$62,623	\$60,288	(\$2,336)
2	95	Part Load	Off	71	15	339.0	2513	7,412	25	5.6	\$3.30	\$24.00	\$66,335	\$65,088	(\$1,247)
2	95	Part Load	Off	71	15	364.0	2659	7,305	25	5.9	\$3.30	\$24.00	\$70,203	\$69,888	(\$315)
2	95	Part Load	Off	71	15	389.0	2812	7,228	25	6.1	\$3.30	\$24.00	\$74,227	\$74,688	\$461
2	95	Part Load	Off	71	15	414.0	2970	7,174	25	6.3	\$3.30	\$24.00	\$78,405	\$79,488	\$1,083
2	95	Part Load	Off	71	15	439.0	3134	7,139	25	6.6	\$3.30	\$24.00	\$82,736	\$84,288	\$1,552
2	95	Base	Off	71	15	462.2	3291	7,121	23	6.8	\$3.30	\$24.00	\$86,885	\$88,735	\$1,850
2	95	Base	Available	71	15	472.0	3366	7,131	10	7.6	\$3.30	\$24.00	\$88,859	\$90,624	\$1,765
2	95	Base	Available	71	15	497.0	3620	7,283	25	10.1	\$3.30	\$24.00	\$95,555	\$95,424	(\$131)
2	95	Base	Max	71	15	522.0	3872	7,418	25	10.1	\$3.30	\$24.00	\$102,220	\$100,221	(\$1,999)
2	90	Part Load	Off	67	15	264.0	2113	8,004		8.0	\$3.30	\$24.00	\$55,782	\$50,688	(\$5,094)
2	90	Part Load	Off	67	15	289.0	2242	7,757	25	5.2	\$3.30	\$24.00	\$59,184	\$55,488	(\$3,696)
2	90	Part Load	Off	67	15	314.0	2377	7,569	25	5.4	\$3.30	\$24.00	\$62,745	\$60,288	(\$2,457)
2	90	Part Load	Off	67	15	339.0	2518	7,426	25	5.6	\$3.30	\$24.00	\$66,463	\$65,088	(\$1,375)
2	90	Part Load	Off	67	15	364.0	2664	7,320	25	5.9	\$3.30	\$24.00	\$70,339	\$69,888	(\$451)
2	90	Part Load	Off	67	15	389.0	2817	7,242	25	6.1	\$3.30	\$24.00	\$74,370	\$74,688	\$319
2	90	Part Load	Off	67	15	414.0	2976	7,187	25	6.3	\$3.30	\$24.00	\$78,555	\$79,488	\$933
2	90	Part Load	Off	67	15	439.0	3140	7,152	25	6.6	\$3.30	\$24.00	\$82,893	\$84,288	\$1,395
2	90	Part Load	Off	67	15	464.0	3310	7,134	25	6.8	\$3.30	\$24.00	\$87,384	\$89,088	\$1,704
2	90	Base	Off	67	15	466.4	3327	7,133	2	6.9	\$3.30	\$24.00	\$87,822	\$89,547	\$1,726
2	90	Base	Available	67	15	476.0	3399	7,141	10	7.5	\$3.30	\$24.00	\$89,734	\$91,392	\$1,658
2	90	Base	Available	67	15	501.0	3653	7,291	25	10.1	\$3.30	\$24.00	\$96,431	\$96,192	(\$239)
2	90	Base	Max	67	15	526.0	3905	7,425	25	10.1	\$3.30	\$24.00	\$103,100	\$100,992	(\$2,108)

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Case Study 2 – Dispatch Optimization



Plant Dispatch Models Derived from PI System Data - Recognized Savings of \$50,000 / Month



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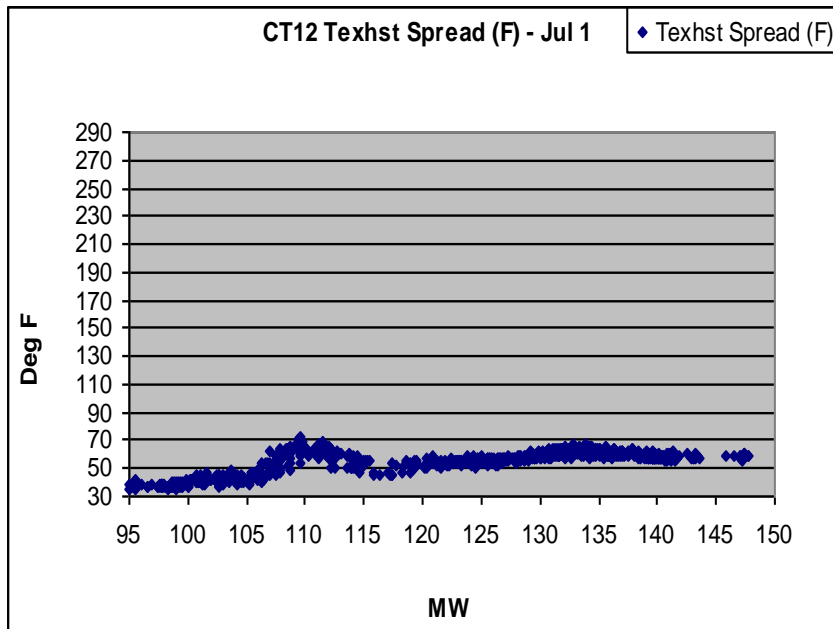
Case Study 3 – Maintenance Optimization



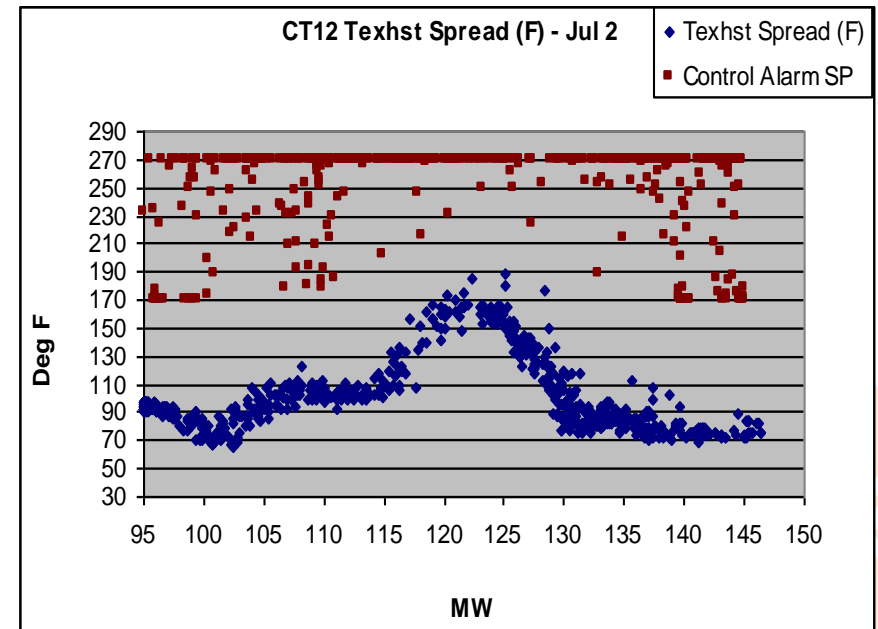
PI ACE Utilized for Early Identification of Component Failure

Unit Cycled July 1 - July 2. Noted Step Change in Texhst Spread +100F

July 1 - Load vs. Texhst Spread



July 2 - Load vs. Texhst Spread

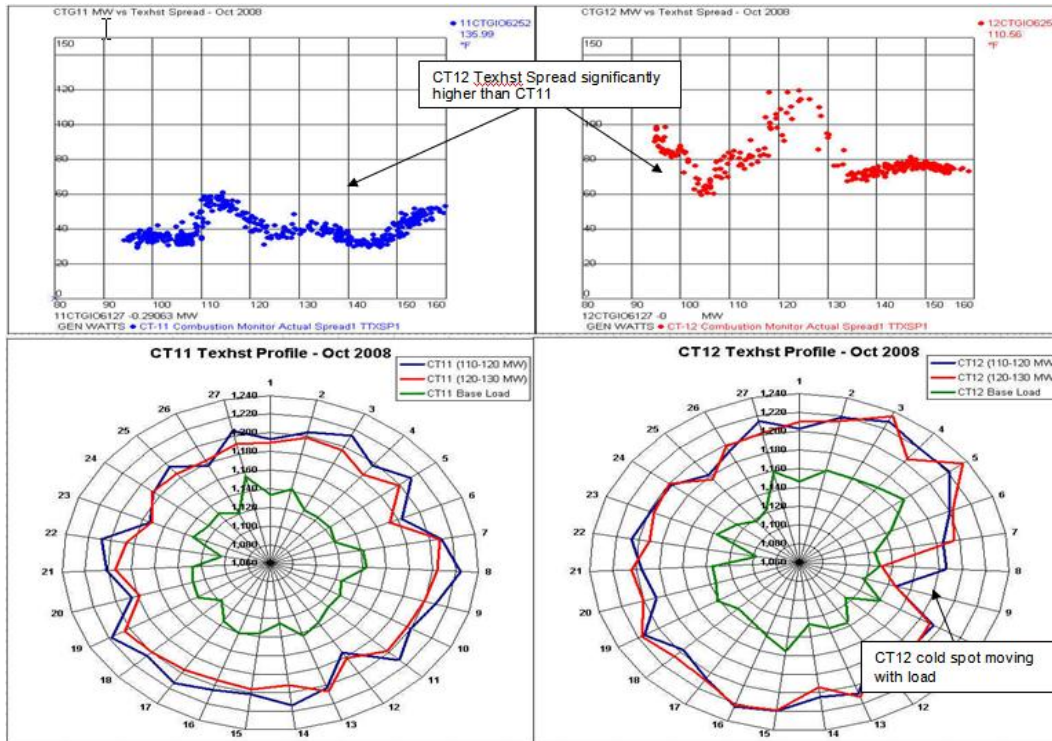


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Case Study 3 – Maintenance Optimization



\$10k / Month of Additional NH3 Injection – Avoided Forced Outage



Damaged Cross-Fire Tube



Unseated Transition Piece Floating Seal





Thank You ! Questions ?

