

## Solution To Test 1

### Problem 1

Using b/c rule we get

$$\begin{aligned}C_A &= C_B \cdot \left(\frac{A}{B}\right)^{0.6} \\&= \$20 \text{ mil} \times \left(\frac{200 \times 10^6 \text{ lbs/yr}}{100 \times 10^6 \text{ lbs/yr}}\right)^{0.6} \\&= \$20 \text{ mil} \times 2^{0.6} = \underline{\underline{\$30.31 \text{ mil}}}\end{aligned}$$

This is 1994 cost.

$$\text{C.F. Cost Index (1994)} = 368.1$$

$$\text{C.F. Cost Index (2000)} = 394.5$$

$$\begin{aligned}\therefore C_{A,2000} &= \$30.31 \text{ million} \times \frac{394.1}{368.1} \\&= \underline{\underline{\$32.45 \text{ million}}} \\&\approx 32 \text{ million}\end{aligned}$$

Note:

Keep in mind that this is an order-of-magnitude type estimate. Hence error is  $\pm 40\%$  to  $-20\%$ .

Thus one should round-off the answer. It is incorrect to give the answer as  $\$32,xxx,xxx.xx$  which is misleading w.r.t. accuracy.

## Problem 2

Total # of operators Required

Item	operators/shift
T-101, Tower	0.35
E-106, Heat Exchanger	0.1
P-102A/B Pump	0.
E-104, Heat Exchanger	.1
V-102, Vessel	0
	<hr/>
	.55

$$\text{No of shifts/year} = 365 \times 3 = 1095 \text{ shifts/year}$$

$$\begin{aligned} \text{No of shifts/operator} &= \cancel{1 \text{ operator}} \times 49 \frac{\text{weeks}}{\text{yr}} \times \frac{5 \text{ shifts-op}}{\text{week}} \\ &= 245 \text{ shifts/operator/yr/man} \end{aligned}$$

∴ No of people required

$$= 0.55 \text{ op/shift} \times \frac{1095 \text{ shifts}}{\text{yr}}$$

Even though this represents a fractional operator, we will keep it that way. In practice, operators will be shared with other plants/facilities in the location.

$$245 \text{ shift-op/yr/man}$$

Note: Do not round-off this number.

$$= 2.458 \text{ man-years}$$

$$\begin{aligned} \text{Cost, yearly} &= 2.458 \times \$42,000 \\ &= \$103,242.86 / \text{yr} \end{aligned}$$

$$\text{rounding off} = \underline{\underline{\$103,000 / \text{yr}}}$$

$$\begin{aligned} \text{Correction for year! (Use CEPCI as an initial guess)} \\ &= \$103,000 \times \frac{\text{CEPCI}_{2000} (394.5)}{\text{CEPCI}_{1996} (381.7)} \\ &= \underline{\underline{\$106,000}} \end{aligned}$$

### Problem 3.

Using ~~Yearly~~ <sup>Equivalent</sup> Annual Operating Cost Method

Air-cooled :

$$YAOC = \$23,000 \cdot f(A/P, i, n) + \$2,000$$

$$f(A/P, 0.08, 12) = \frac{(1+i)^n \cdot i}{(1+i)^n - 1} = \frac{(1.08)^{12} \times (0.08)}{(1.08)^{12} - 1}$$
$$= 0.132695$$

$$\therefore YAOC_{\text{air-cooled}} = \$23,000 \times 0.132695 + \$2,000$$
$$= \underline{\underline{\$5052.00}} \quad \underline{\underline{4251.00}}$$

$$YAOC_{\text{water-cooled}} = \$12,000 \times 0.132695 + 3300$$
$$= \underline{\underline{\$3459.00}} \quad \underline{\underline{4892.34}}$$

Water is significantly ~~cheaper~~ <sup>more</sup> expensive

$$\Delta(YAOC) = \$640.00 / \text{year}$$

This is equivalent to a  $\Delta(NPV) = \frac{640}{0.132695} =$

$$= \underline{\underline{\$4823.00}}$$

Using NPV method :

$$NPV(\text{air-cooled}) = \$23,000 + \$1200 \frac{(1+i)^n - 1}{i(1+i)^n} = \underline{\underline{\$32,043}}$$

$$NPV(\text{water-cooled}) = \$12000 + \$3300 \cdot \frac{(1+i)^n - 1}{i(1+i)^n} = \underline{\underline{\$36,869}}$$

$$\therefore \Delta NPV = \underline{\underline{\$4826.00}}$$

## Problem 5

Economic Potential

$$= \text{Cost of ~~Raw Material~~ Product} - \text{Cost of Raw material}$$

$$\text{Product} = 8.478 \text{ lbmole/hr}$$

$$\text{Recycle} = 1.216 \text{ "}$$

$$\text{Feed} = 9.984 \text{ lbmole/hr}$$

Assume Product can be sold as cyclohexanone. It does not have to be 100% pure. ~~Ass~~

$$\therefore \text{Feed consumed} = (9.984 \text{ ~~lbmole/hr} \times 1.67) / 1.1~~$$
$$= \underline{\underline{18.768 \text{ lbmole/hr}}}$$

$$\hat{E}P = 8.478 \times \$125 - \frac{9.984}{8.768} \times \cancel{\$125} 59$$
$$= \cancel{\$542.43} / \text{hr} \quad \$470.69 / \text{hr.}$$

$$\text{EP per lbmole of feed} = 542.43 / 8.768$$
$$= \underline{\underline{\$61.86 / \text{lbmole of feed}}}$$

(b) Value of mols lost in the gas stream

$$= \frac{0.0062}{\cancel{0.015} \text{ hr}} \times \frac{\text{lbmol A}}{\text{hr}} \times \frac{\$59}{\text{lbmol}} + 0.0491 \times \frac{\$125}{\text{lbmol}}$$
$$= \$6.50 / \text{hr}$$

Not significant compared to  $\$542 / \text{hr above}$ .

### Problem 5c

Waste stream Economic Value

$$= 0.1064 \frac{\text{lbmol}}{\text{hr}} \frac{\$59}{\text{lbmol}} + 0.4452 \times \frac{\$125}{\text{lbmol}}$$
$$= \$61.92 / \text{hr.}$$

This is significant. Reduce by changing the waste separator design

### Problem 5d

Maximum EP achievable is when all of the feed is converted to B.

$$\text{Max EP} = (\$125 - \$59) (9.984 \frac{\text{lbmol}}{\text{h}})$$
$$= \$658.94 / \text{hr}$$

This means we are far from optimum.

### Problem 5e.

1. Change design of waste sep column to recover more product and increase mass % of high boiler in waste stream.
2. Change reactor operating conditions to reduce production of C.