

**Table 15.1** Reference equipment purchase costs and related capacities with corresponding values for parameter  $n$  and  $f$  (eqn (15.1)).<sup>25</sup>

Equipment	Year	Ref. Capacity, $S_A$	Units	Ref. Cost, $P_A$ (GBP)	$n$	$f$ (%)
Batch Crystalliser	2007	7.5	Volume (m <sup>3</sup> )	192 000	0.68	10.33
Forced Circulation Crystalliser	2007	1	kg crystal s <sup>-1</sup>	520 000	0.53	10.33
Draft Tube MSMPR	2007	1	kg crystal s <sup>-1</sup>	538 000	0.63	10.33
Pumps	2015	—	—	958	—	—
Pipes <sup>a</sup>	2007	1	Length (m)	62	1.33	—

<sup>a</sup>Additional cost factors for alloying considerations may be required.<sup>25</sup>

excluding ancillaries, equipment delivery, electrical, engineering and piping expenses.<sup>24</sup> Parameter  $n$  scales costs for differences in capacity, while  $f$  describes differences in design and operation; values for  $n$  and  $f$  can be found in the literature.<sup>25</sup> Examples of reference crystallisation equipment costs and their capacities with their corresponding values of  $n$  and  $f$  are provided in Table 15.1; further values for specific equipment can be found in the references therein.<sup>25</sup>

Various methods exist to calculate the cost of delivered installed equipment costs. Wroth factors can be used to calculate the cost of delivered installed equipment;<sup>26</sup> additional costs are associated with the calculation of construction, process piping and instrumentation to give the battery limits installed costs (BLIC), a major component of CapEx. The Chilton method can be implemented for the estimation of BLIC for manufacturing processes.<sup>23</sup> Working capital (WC, *i.e.*, short term investments required to maintain operation) is calculated as a function of the costs of annual material requirements. There are additional factors for construction (typically 30% of BLIC<sup>27</sup>) and contingency to account for error in cost estimation (20% of BLIC<sup>27</sup>). Extra considerations for offsite capital are associated with grass-roots construction.<sup>24</sup> Total CapEx is taken as the sum of BLIC, WC, construction, contingency and offsite capital components.

## 15.2.2 Operating Expenditure (OpEx)

Total operating expenditure (OpEx) is the sum of materials, waste handling, utilities, labour and quality control.<sup>27</sup> Material costs are calculated from process mass balances required to meet a desired product capacity; material prices are estimated from available vendors and databases. Variation of material prices can be considered as a form of sensitivity analysis for comparative evaluation.<sup>23</sup> Waste handling and utilities costs vary with location, waste stream composition and extent of waste treatment required, but can