

TRI-STATE SYNFUELS COMPANY
Indirect Coal Liquefaction Plant
Western Kentucky

FLUOR ENGINEERS AND CONSTRUCTORS, INC.
Contract 835504

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PROCESS DEVELOPMENT STUDY NO. 15A

ETHANE/ETHYLENE TO SALES

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PROCESS DEVELOPMENT STUDY NO. 15

ETHANE/ETHYLENE TO SALES

I. Introduction

In the feasibility study, the mixed C₂ gas stream (Ethane-ethylene mixture) recovered from the processing of the Synthol plant tail gas was treated in an Ethylene Plant to produce polymer-grade ethylene. The present study considers the sale of the mixed C₂ stream without additional processing.

The process description for the production and supply of the mixed C₂ stream is given in this report. The capital and operating cost estimates for the sale of mixed C₂ stream compared to the sale of polymer-grade ethylene are also reported.

II. Summary

Two cases are considered and compared for evaluation.

Case 1 - In this case, ethylene is made in the plant from the mixed C₂ stream.

This case was used for the feasibility study. Polymer grade ethylene is produced in the Ethylene Plant (Unit 24) by processing the mixed C₂ gas recovered in the C₂ recovery plant (Unit 23).

The flow schemes for the two cases show that the processing is identical for the treatment of the Synthol plant tail gas. The only difference lies in the further processing of the mixed C₂ stream. In Case 2, the mixed C₂ stream is sold without upgrading, while for Case 1 this stream is upgraded and sold as polymer-grade ethylene. This report indicates the outlines of the process for the recovery of mixed C₂ stream and emphasizes the incremental costs needed for Case 1 over Case 2.

III. Process Description

The recovery of the mixed C₂ stream from the Synthol plant tail gas is common to both Case 1 and Case 2 and the process is briefly outlined below.

The Synthol plant tail gas is first treated for the removal of CO₂. This may be done by scrubbing the gas in a CO₂ absorber with activated potassium carbonate solution or any other suitable solvent. The removal of CO₂ is necessary to avoid any CO₂ freezing at the low temperatures at which the gas is treated later in the process. The CO₂-free gas is compressed and chilled to a temperature above the hydrate formation temperature. The separated water will be removed and the condensed hydrocarbon stream will be fed to the oil workup facilities. The gas is then dried by passing it through a desiccant dryer.

The dry gas will be treated in the C₂ recovery section to produce the various products: Methane rich gas, hydrogen rich gas, C₃+ liquid product, and mixed C₂ gas.

The dew point for the mixed C₂ gas is -15° at 200 psig. As the pressure increases, the dew point will rise. At 380 psig, the dew point is 23°F. The pipeline supply pressure must be carefully studied to assure no condensation of C₂'s in the line. The design of the mixed C₂ delivery system can be done only in consideration of the conditions of supply and the location where the supply is to be effected.

The process design of the Ethylene Plant used for Case 1 will be based on a conventional ethylene recovery system with steam cracking the ethane. The process description for the Ethylene Plant was included in the feasibility study.

IV. Comparative data for Sale of Mixed C₂ Stream and Ethylene

A. Product

Table 1 shows the product quantity and battery limit conditions for both cases.

TABLE 1

PRODUCT QUANTITY AND CONDITIONS

	<u>Case 1</u>	<u>Case 2</u>
Product	Ethylene	Mixed C ₂ Stream
Quantity	40,055 lbs/hr.	51,606 lbs/hr.
Pressure	435 psig	350 psig
Temperature	85° F	Saturation

B. By-Products

The by-products and other products obtained from C₂ recovery unit (Unit 23) are the same for both Case 1 and Case 2. For Case 1, additional by-products will be obtained from the ethylene plant, the quantities are shown in Table 2. These by-products will be added to the feed to the oil workup units. Table 3 gives a listing of saleable products and their production rates for both cases.

TABLE 2

BY-PRODUCTS FROM ETHYLENE PLANT

<u>Product</u>	<u>Quantity, lb/hr</u>	<u>Disposition</u>
Propane	263	LPG
Propylene	3,315	Converted to Jet Fuel
C ₄ 's	112	Added to Gasoline
C ₅ +	38	Added to Gasoline
H ₂ /CH ₄ gas	1,956	SNG

TABLE 3
TOTAL PRODUCTS FROM THE PLANT WITH
CASE 1 AND CASE 2

<u>PRODUCT</u>	<u>CASE 1, lb/hr.</u>	<u>CASE 2, lb/hr.</u>
Ethylene*	40,055	-
Mixed C ₂ Gas*	-	51,606
LPG*	8,900	8,637
Gasoline*	178,003	177,853
Jet Fuel*	52,289	48,974
Diesel (Grade 1-D)	39,087	39,087
Diesel (Grade 2-D)	3,259	3,259
Medium Fuel Oil	6,598	6,598
SNG*	156 MM SCFD	155 MM SCFD
Ammonia	18,125	18,125
Sulfur	47,125	47,125
Heavy Creosote	14,678	14,678
Medium Creosote	18,995	18,995
Phenol	3,709	3,709
Cresols	4,534	4,534
Ethanol	10,704	10,704
Propanol	3,087	3,087
Butanol	1,605	1,605
Pentanol and Higher Alcohols	1,530	1,530
Acetone	4,749	4,749
Methyl Ethyl Ketone	1,551	1,551
Higher Ketones	60	60

Notes:

- 1) *Indicates product rates that are different for Case 1 and Case 2.
- 2) Yields are shown on a stream day basis. To convert to calendar day basis, multiply by 340/365.

C. Utilities Consumption and Generation

The deletion of the ethylene plant has a minor effect on the facility utility costs. The consumption and production of utilities are shown on Tables 4 and 5. The dollar values assigned to these utilities are current estimates made for the Tri-State project.

TABLE 4

UTILITIES CONSUMED IN ETHYLENE PLANT

	<u>Annual Cost, * \$</u>
1. Fuel Gas** 167 MM Btu/hr. (HHV) @ \$5/MM Btu	\$ 6,813,600
2. HP BFW 61,410 lbs/hr. @ \$0.98/M gal.	58,929
3. Cooling Water (circulated) 21066 gpm @ \$0.53/M gal.	546,637
4. HP Steam (600 psig) 6555 lbs/hr. @ \$3.25/M lb.	173,839
5. LP Steam (120 psig) 366 lbs/hr. @ \$2.45/M lb.	7,317
6. Electric Power 900 KW @ \$0.055/Kwh	403,920
Total Utility Cost	\$ 8,004,242

* @ 340 days full production annually

**Internally produced in the Ethylene Plant and not obtained from an outside source (see also Table 5).

TABLE 5

	<u>Annual Cost, * (\$)</u>
1. Fuel Gas (produced and consumed** in cracking furnace) HHV 167 MM Btu/Hr. @ 5/MM Btu	\$ 6,813,600
2. HP Steam (600 psig) 56339 lbs/hr. @ \$3.25/M lbs.	\$ 1,494,110
	<hr/>
	\$ 8,307,710

* @340 days full production annually

** Consumed in Ethylene Plant (See Table 4)

D. Capital Cost (Plant Sales Price)

The estimated capital cost (plant sales price) of the Ethylene Plant (Unit 24) is 112.5 million dollars (Jan. 1980 dollars). This is the incremental capital cost (plant sales price) needed for Case 1 with ethylene production over Case 2 for sale of the mixed C₂ stream.

E. Plant Operating Cost

The annual operating cost, excluding the cost of feed gas for the Ethylene Plant, is given in Table 6. The gross operating cost has been estimated to be 3.57 million dollars.

This is the incremental operating cost for Case 1 (Ethylene) over Case 2 (Mixed C₂ Stream).

The comparative data between Case 1 and Case 2 are summarized in Table 7.

V. Conclusion

With the sale of Mixed C₂ stream (Case 2), the Ethylene Plant would be deleted with a saving in plant capital cost (plant sales price) of 112.5 million dollars (Jan. '80 cost).

The marketability and price of the mixed C₂ stream at the specific plant site compared to those of the polymer-grade ethylene will determine the cost economics for sale of the mixed C₂ stream in comparison with the production and sale of ethylene.

TABLE 6
OPERATING COST FOR ETHYLENE PLANT
 (Excluding Cost of Feed)

	<u>Annual Cost, (\$)</u>
Labor:	
Process Operating Labor (10 persons @ \$29K avg. per year)	\$ 290,000
Supervision (@ 20% of process operating labor)	58,000
Operating Supplies (@ 30% of process operating labor)	87,000
Catalysts and Chemicals	65,000
Utilities Consumed	(303,468)*
Maintenance Cost (@ 3% of capital cost)	<u>3,375,000</u>
Gross Operating Cost	\$ 3,571,532

* Credit for utilities produced in Ethylene Plant over utilities consumed (Tables 4 & 5).

TABLE 7

COMPARISON OF DATA FOR CASE 1 AND CASE 2

Products: Case 1 - 40,055 lbs/hr. of ethylene
Case 2 - 51,606 lbs/hr. of mixed C₂ stream

	<u>Case 1</u> (Ethylene)	<u>Case 2</u> (Mixed C ₂ Stream)
Incremental Capital Cost	\$ 112.5MM	Base
Incremental Annual Operating Cost (Gross)	\$ 3.6MM	Base
Incremental Annual Yield of Other Products:		
LPG	1073 Tons	Base
Jet Fuel	13525 Tons	Base
Gasoline	612 Tons	Base
SNG	1MM SCFD	Base

Note:

- 1) Data for Case 2 are taken as base, and incremental values of Case 1 are given.

APPENDIX I

SCOPE OF STUDY

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PROCESS STUDY

PRODUCTION OF ETHYLENE/ETHANE CRUDE
STREAM FOR DIRECT MARKETING

1.0 GENERAL

This study will provide economics for production of an ethylene/ethane stream for direct marketing.

2.0 WORK DEFINITION

- 2.1 Delete ethylene plant from the feasibility study.
- 2.2 Add storage for ethylene/ethane crude stream in the tank farm area.
- 2.3 Tri-State Synfuels to provide Fluor with requirements for storage volumes for the ethylene/ethane stream.
- 2.4 Redo plant mass balances.
- 2.5 Adjust capital cost estimate.
- 2.6 Redo the operating costs.

3.0 DELIVERABLE TO TRI-STATE

A formal report that contains the following:

- 3.1 Operating cost estimate.
- 3.2 Capital cost estimate.
- 3.3 Block Flow Diagram, material balance and process description.

4.0 SCHEDULE

It is estimated that the above work will be completed 8 weeks after the work is started by Fluor.