

NAME OF POWER STATION											FORM-7	
CALCULATION OF OPERATION AND MAINTENANCE EXPENSES												
							Average	Base	Base	Tariff Period		
		1995-96	1996-97	1997-98	1998-99	1999-00	95-96 to 99-00	1999-00	2000-01	2001-02	2002-03	2003-04
	1	2	3	4	5	6	7	8	9	10	11	12
CASE I: O&M data available for 1995-96 to 1999-2000												
(Base O&M on the basis of actual data)												
	A) Total O&M Expenses											
	B) Abnormal O&M expenses*											
	- Additional security expenses											
	- Siltation											
	- Over staffing											
	- Any Other											
	C) Calculation of Base O&M (A-B)											
							E	$X=E \times (1.1)^2$	$X \times 1.06$	$X \times (1.06)^2$	$X \times (1.06)^3$	$X \times (1.06)^4$
CASE II: Recent Plants for which O&M data for 1995-96 to 1999-2000 is not available												
	Year of Commissioning											
	Calculation of Base O&M**											
								Y	$Y \times 1.06$	$Y \times (1.06)^2$	$Y \times (1.06)^3$	$Y \times (1.06)^4$
<p>* Abnormal O&M expenses such as:</p> <ul style="list-style-type: none"> - Security expenses on account of insurgency - Due to abnormal siltation - There has been a significant redeployment of staff from completed projects of NHPC to those under construction during 1999-2000. This led to a significant drop in O&M expenses in 1999-2000. Therefore, the norms based on past data of actual O&M expenses will overestimate the normative base. NHPC should adjust the O&M data downwards under the assumption of employment level as in 1999-2000. This implies that employee remuneration for the past data should be adjusted on the basis of employment in 1999-00 <p>The utility shall file a separate petition for claiming the abnormal O&M expenses</p> <p>** Base O&M= (0.015 x Capital cost) escalated at the rate of 10 percent per annum to bring it to 1999-2000 level For example if the capital cost of the plant commissioned in 1996-97 is Rs 100 cores then the base for 1999-2000 is computed as follows Base O&M for 1999-2000= (0.015*100)*(1.10)³</p>												
(PETITIONER)												