NAME OF POWER STATION : 　　　　　　　　　　　　　　　　　　　**FORM-7**

CALCULATION OF OPERATION AND MAINTENANCE EXPENSES

	95-96	96-97	97-98	98-99	99-00	Average 95-96 TO 99-00	Base 1999-00	Base 2000-01	Tariff Period 2001-02	2002-03
1	2	3	4	5	6	7	8	9	10	11
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*										
- On account of water charges										
- On account of other factors										
C) Calculation of Base O&M (A-B)						E	$X=Ex(1.1)^2$	X x 1.06	$X \, x(1.06)^2$	$X \, x(1.06)^3$
CASE II: Recent Plants for which O&M data for five year data for 1995-96 to 1999-2000 is not available										
and other new plants which come up during the tariff period										
Year of Commissioning										
Calculation of Base O&M**							Y	Y x 1.06	$Yx(1.06)^2$	$Yx(1.06)^3$

Notes:

* Abnormal O&M expenses such as on account sharp increase in water charges etc which are abnormal in nature
and for which the utility shall file a separate petition

** Base O&M (Y)= (0.025 x Capital cost) escalated at the rate of 10 percent per annum after the year of commissioning 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:　　Base O&M for 1999-2000 ('Y' in the format)= $(0.025*100)*(1.10)^3$

(PETITIONE

Appendix-I(Part-I)-(ix)

2003-04
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$X \times (1.06)^4$
$Y \times (1.06)^4$

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