



MEMORANDUM
OF
UNDERSTANDING
BETWEEN
ODISHA POWER GENERATION
CORPORATION LTD.
AND
DEPARTMENT OF ENERGY
GOVERNMENT OF ODISHA
FOR THE FINANCIAL YEAR
(2022-23)

MEMORANDUM OF UNDERSTANDING
BETWEEN
ODISHA POWER GENERATION CORPORATION LTD.
AND
DEPARTMENT OF ENERGY
GOVERNMENT OF ODISHA
BHUBANESWAR
FOR THE FINANCIAL YEAR (2022-23)

PART- I

1. VISION

A world-class power utility committed to generate clean, safe and reliable power, enhancing value for all stake holders and contributing to national growth.

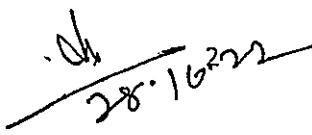
2. MISSION

- To attain global best practices by adopting, innovating and deploying cutting edge solutions.
- To achieve excellence in reliability, safety and quality of power by creating a culture of empowerment and high performance.
- To be a responsible corporate citizen having concern for environment, society, employees and people at large.

3. VALUES

- Put Safety First
- Honour our commitments to the Government, The Community & Other Stake Holders
- Act with integrity
- Strive for Excellence
- Have Organizational Pride
- Foster Teamwork



Managing Director
Odisha Power Generation Corporation Ltd.
Bhubaneswar


28.16.22
Special Secretary to Govt.
Energy Department

4. MANDATE/ OBJECTIVE

- i. To establish, operate and maintain Electric Power Generating Stations including the tie lines, substations and transmission lines connected therewith in the most efficient and economical manner.
- ii. To operate & maintain power stations with adoption of safety measures, state of the art technology and industry best practices to optimise availability, reliability, efficiency, productivity, cost.
- iii. To continuously strive for reduction in cost of power generation by improving operating practices without compromising quality.
- iv. To maintain and improve the financial soundness of OPGC by prudent management of the financial resources and to continuously strive to reduce the cost of capital through prudent management of deployed funds, leveraging opportunities in domestic and international financial markets.
- v. To ensure harmonious employee relations and human resources development through systematic training and development initiatives.
- vi. To develop appropriate commercial policies and processes which would ensure remunerative tariffs and minimise receivables.
- vii. To contribute to sustainable power development by discharging corporate social responsibilities and play a lead role in the sector in the areas of environment protection and energy conservation practices.


Managing Director
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Bhubaneswar


28.10.22
Special Secretary to Govt.
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PART- II

OPGC, a wholly owned Govt. company of the state of Odisha is a gold rated state PSU and a Board driven company with adequate autonomy in formulation of its policies and procedures in compliance with, applicable statutes and within the provisions of the Memorandum & Articles of Association and the Corporate Governance Manual issued by P.E. Dept, GoO.

PART- III

OPGC PERFORMANCE TARGETS FOR 2022-23

Details provided in the Annexure I attached herewith.

PART- IV

COMMITMENT AND ASSISTANCE FROM THE STATE GOVERNMENT

DoE shall extend overall support to OPGC for carrying out its activities as a commercial entity, in general, and for the following in particular:

A) O & M of existing units 1, 2, 3 & 4

(1) Investment for R&M works and implementation of Environment retrofit project

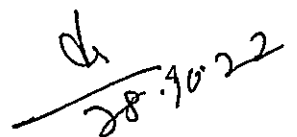
Extend support for additional equity investment in the near term to install Flue-gas Desulphurization (FGD), in order to comply with the revised emission norms.

(2) Fuel Related Issues (Coal)

Help OPGC to secure linkage coal from MCL as well as from the allotted dedicated coal mines of OCPL, and, if required, take up the pending issues with the appropriate ministries of the State and the Union Government.



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28.9.22

Special Secretary to Govt.
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(3) Ash Utilisation

Take up with MoC, MoEF&CC, GoI/MCL/Deptt of Steel & Mines, Odisha/ OCPL, for utilisation of dry ash in filling mine voids of MCL mines and back filling of OCPL mines, on request of OPGC and provide assistance through the local administration in acquisition of additional land for construction of ash pond for the operating power plant.

(4) Industrial Relation and Law & Order Situation

The State Govt. through appropriate authorities would extend necessary support in the matters of IR and law & order situations to help un-interrupted running of the power plant and prevent any loss or damage to the property and personnel of the power station.

B). Land Acquisition

Support through IDCO and the District Administration for land acquisition and law & order support for handover of physical possession of land for, new ash pond acquired.

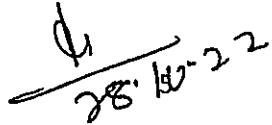
C). Sale of non-contracted 25% power

Facilitate sale of the power generated in excess of PPA with GRIDCO through GRIDCO.

D). General

Support settlement of issues and resolution of disputes with GRIDCO on clearance of outstanding and current dues.


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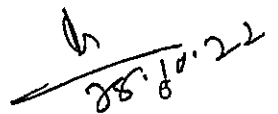
PART- V

IMPLEMENTATION AND REVIEW OF THE MOU

- A). OPGC will periodically review the achievement of MOU targets internally on a monthly basis and with the Department of Energy quarterly basis.
- B). All the relevant provisions of this MOU will continue to be in force and operable beyond March 2023 until such time, the same are modified by the signing of the subsequent MOU between the parties.



**Managing Director
Odisha Power Generation Corporation Ltd.
Bhubaneswar**



**Special Secretary to Govt
Energy Department**

Annexure I

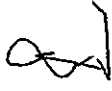
OPGC PERFORMANCE TARGETS FOR 2022-23

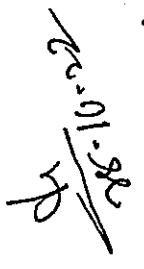
For the purpose of performance evaluation of the Corporation for the year 2022-23, the scale and the weights assigned to various parameters are given below:

Sl. No.	PARAMETERS	UNITS	Weightage (%)	PARAMETER SCALE					TARGET (V. Good)
				Excellent	V. Good	Good	Average	Poor	
	PART- A								
	Dynamic Parameters								
(a)	FGD Project implementation milestones (OPGC II)	%	25	40	35	30	25	<25	35
(b)	Expenditure on Corporate Social Responsibility (CSR) Activities	Rs. (Cr.)	3	3	2	1.75	1.5	1	2
	PART- B								
	Specific Parameters								
(a)	Thermal Generation								
	Annual PLF (OPGC I)	%	25	85	80	75	72	<72	80
	Annual PLF (OPGC II)	%	35	87	85	77	75	<70	85
	General Measures								
(a)	Adoption of Audited Accounts 2021-22#	Time	10	Sept-22	Nov-22	Dec-22			Nov-22
(b)	Submission of Annual Report to Admin. Dept. (FY 2021-22) *	Time	02	Nov-22	Dec-22	Jan-23			Dec-22
	Total		100						

#-No marks to be given if the accounts are not adopted by Dec '22

*-No marks to be given if t annual report for 21-22 not submitted by Jan'23


Managing Director
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Special Secretary to Govt
Encl. No. 7