



Revised Standard Operating
Procedure (SOP)
for issuing
“Coal Utilization Certificate”
under
SHAKTI Policy Para B(viii)(a)
covering Para B(iii)

04.10.2021

Thermal Project Planning & Development Division
Central Electricity Authority

Revised Standard Operating Procedure (SOP) for issuing Coal Utilization Certificate to a Power Plant for coal allotted under SHAKTI B(viii)(a) covering SHAKTI B(iii) dated 04.10.2021

1. As per MoP methodology dated 02.12.2019 and its amendment dated 12.05.2020, all the bidders who have been allocated coal under SHAKTI B(viii)(a) are required to submit monthly signed statements to CEA stating the quantum of coal drawn under SHAKTI B(viii)(a), the power generated and sold and the balance coal remaining.
2. These monthly signed statements submitted by the bidders will be treated as self-declaration by the bidders regarding the coal quantity drawn and utilized for a particular tranche under SHAKTI B(viii)(a) auction.
3. Along with the above statements, the bidders are also required to submit the declaration for use of the power generated from the allocated coal in accordance with the prevailing MoP Methodology. Currently, the power generated so, may be sold in Day Ahead Market (DAM) through power exchanges set up as per regulations issued by CERC and Short Term through a transparent bidding process as per the guidelines issued by Ministry of Power through DEEP Portal.
4. After complete utilization of the allocated coal, a bidder may submit a self-declaration for complete utilization of the coal with a request to issue the Coal Utilization Certificate.
5. Based on the monthly signed statements and the self-declaration submitted by the bidder, a “Coal Utilization Certificate” will be issued to the bidder (with a copy to CIL) indicating following:
 - a. Name of the Period (presently it’s a Quarter)/Tranche of SHAKTI B(viii)(a) scheme
 - b. Total coal quantity booked in the given Period/Tranche
 - c. Total coal quantity supplied to the bidder in the given Period/Tranche
 - d. Total coal quantity utilized by the bidder in Power Exchanges/DEEP portal as per prevailing MoP methodology
 - e. Balance coal quantity remaining unutilized, if any

6. In case any balance coal is remaining unutilized as per the above statement, the same is also to be used by the bidder only in Power Exchanges/DEEP Portal as per prevailing MoP methodology.
7. The Coal Utilization Certificate will be issued by CEA once in a year indicating total coal quantity utilized by the bidder during the year for various tranches or as the case may be. However, the Coal Utilization Certificate may also be issued to the bidder as per its request, prior to completion of the year.
8. The coal grade and total coal quantity supplied to the bidder during the given period by the coal company may be obtained by CEA from Coal India Limited (CIL) for verification purpose.
9. Further, the details of the power selling by the bidder in power exchanges (for trading in DAM)/DEEP Portal may be verified by CEA at any time. In case it is found that the coal allocated under the scheme has been diverted, the matter will be dealt as per the prevailing MoP methodology.
