

**Ministry of Finance
Department of Expenditure
Controller General of Accounts
Mahalekha Niyantak Bhawan,
GPO Complex, INA, New Delhi
(TA Section)**

F. No. 10(3)/TA-II/2022/TSA(CSS)/C.No. 9527/III

Dated: 24th March 2022

Office Memorandum

Sub:- Process flow for implementation of revised procedure for flow of funds under Central Sector Schemes

The undersigned is directed to refer to Department of Expenditure, Ministry of Finance OM No. F. No. 1(18)/PFMS)/FCD/2021 dated 9th March, 2022 (Copy enclosed) wherein the revised procedure for flow of funds under Central Sector Schemes has been issued. The OM prescribes the detailed procedure to be followed by Ministries/Departments for releasing funds through Reserve Bank of India (Model-1) and through Scheduled Commercial Banks (Model-2) for all Central sector schemes excluding exemptions.

2. The process flow will be as under :

2.1. Model-1:

- (i) This model envisages Just-in-time releases through RBI assignment accounts. Here, the accounting procedure and other related processes which are currently been followed by the Autonomous Bodies (ABs)/ sub-ABs) brought under Treasury Single Account (TSA) system is to be followed. The extant guidelines for opening of Bank Accounts should be adhered to.
- (ii) All Ministries/Departments are requested to identify and notify the AB in their respective Ministries/Departments which will function as the Central Nodal Agencies (CNAs) and their Sub Agencies(SAs) in terms of DoE OM dated 9th March 2022 under intimation to this office.
- (iii) The detailed procedures in this regard will be same as existing TSA and is available at link:- <https://cga.nic.in/Page/Treasury-Single-Account-TSA.aspx>.
- (iv) RBI will function as primary banker for that scheme of the Ministries/Departments in this regard and also for related Central Nodal Agencies (CNAs) and their Sub Agencies(SAs).

2.2. Model-2:

- (i) The accounting procedure to be followed under Model-2 is similar to existing cash based procedure of fund release except the services of a Scheduled Commercial Banks authorized to conduct Government business will be utilised for CNAs and SAs below them.
- (ii) All Ministries/Departments are requested to identify and designate, in terms of DoE OM dated 9th March 2022, under intimation to this office, the CNA and SA for each scheme falling in this category that will utilise the funds.

- 751922/2022/PAU
- (iii) The procedure laid out in DoE OM dated 9th March 2022 with regard to opening of CNA Accounts and subsidiary accounts may be followed.
- (iv) The extant guidelines for opening of Bank Accounts should be adhered to.

3. Further, since scheme wise assignment accounts for each Central Nodal Agency (CNA)/Sub-Agencies (SAs) are required to be opened at RBI (Model -1) and accounts/ linked subsidiary accounts in Scheduled Commercial Banks authorised to conduct government business (Model -2), the O/o CGA (GBA section-email: sao-rbd@nic.in) of this office may be approached for any assistance/ clarification.

4. Immediately, in order to plan the opening of accounts under Model-1 & 2, as also to plan the capacity building and training, all Ministries/Departments are requested provide details of Budget Outlay, CNA, SAs, etc. in attached formats to this office. This is required to work out the suitable arrangements at RBI and other banks for acceptance of account opening forms across the country. The formats are given in Annexure I (for model I) and Annexure II (Model II)

[SAO-RBD@NIC.IN & SRADTAJ-CGA@GOV.IN]

5. The Principal CCAs/ CCAs/ CAs with independent charge may initiate necessary steps to get the said accounts opened once the same is configured in PFMS and on-board those CNAs/SAs on PFMS that are not yet on-boarded on PFMS till date.

J. Kalyani

(TCA Kalyani)

Addl. Controller General of Accounts

To

1. All Secretaries of Ministries/Departments in Govt of India.
2. All FAs of Ministries/Departments of Govt. Of India
3. All Pr. CCAs, CCAs, CAs (independent charge).
4. Shri R.Kamalakaran, Chief General Manager, DGBA, RBI, Central Office: Opp. Mumbai Central Railway Station, 4th Floor, Byculla, Mumbai with a request to facilitate the opening of the accounts.
- ✓ 5. Sr. AO (ITD) for uploading the OM on CGA's website.

CC for information to:

1. PSO to Finance Secretary and Secretary (Expenditure)
2. PPS to CGA, Department of Exp., Ministry of Finance
3. AS (PFS II) /M/o Finance/Dept of Expenditure
4. Addl. CGA (PFMS)/ Addl. CGA (A & FR), O/o CGA.

Annexure I**Model - 1 : Implementation through Treasury Single Account (TSA) –
Accounts to be opened in RBI**

Sr. No.	Name of the Scheme	Annual Outlay of the Scheme	Name of the designated Central Nodal Agency (CNA) to be	Number as well as Name (s) of the Implementing Agencies under the CNA. (List to be attached)	Remarks
1					
2					
3					

Annexure II**Model - 2 : Implementation through Scheduled Commercial Banks –
Accounts to be opened in Commercial Banks**

Sr. No.	Name of the Scheme	Annual Outlay of the Scheme	Name of the designated Central Nodal Agency (CNA) to be	Number as well as Name (s) of the Implementing Agencies under the CNA. (List to be attached)	Remarks
1					
2					
3					