

P-I-40/2/2023-P. Arts  
Ministry of Culture  
Performing Arts Bureau  
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Dated: 22.06.2023

**NOTICE**

**Subject: Nomination of Central Nodal Agency for implementation of the scheme “Financial Assistance to Cultural Organizations with National Presence”– reg.**

Attention is invited to Department of Expenditure Office Memorandum Nos. 10(3)/TA-II/2022/TSA(CSS)/C.No.9527/1111 dated 24.03.2022 and No.1(18)/PFMS/FCD/2021 dated 9.3.2022 (copies attached) regarding revised procedure for flow of funds under Central Sector Schemes. In this regard, it is informed that Eastern Zonal Cultural Centre (EZCC), Kolkata has been nominated as Central Nodal Agency (CNA) for implementing the scheme of Financial Assistance to Cultural Organizations with National Presence. The approved amount under said scheme would henceforth be released through CNA i.e. EZCC, Kolkata, which shall be the Programme Division (PD) Level in Public Finance Management System (PFMS).

2. As per the Department of Expenditure’s Office Memorandum dated 9th March 2022, for seamless managements of funds, the main, Central Nodal Account and Zero Balance Subsidiary Accounts of grantee organization(s) may be maintained with the same bank. EZCC, Kolkata has opened its Central Nodal Account in Canara Bank. All the grantee organizations are therefore requested to open a Zero Balance Subsidiary account in Canara Bank to receive funds approved under the scheme of Financial Assistance to Cultural Organizations with National Presence. The details of their subsidiary accounts may be forwarded to EZCC, Kolkata for mapping at PD level under intimation to this Ministry through the Official emails i.e. **directorezcckolkata@gmail.com; directorezcckolkata@yahoo.in** and **parts1-culture@nic.in**.

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**No.PAO/EDUCATION/TSA/2021-22/ 305-319**  
**Office of the Pr. Chief Controller of Accounts**  
**Ministry of Education,**  
**D-Wing, Shastri Bhawan**  
**New delhi-110001**  
**(PFMS & TSA Cell)**

Dated: 31.03.2022

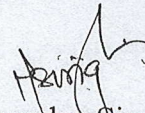
**OFFICE MEMORANDUM**

**Subject: Process flow for implementation of revised procedure for flow of funds under Central Sector Schemes**

Please find enclosed herewith Office of CGA OM No.10(3)/TA-II/2022/TSA(CSS)/C. No.9527/1111 dated 24<sup>th</sup> March, 2022 requesting therein to provide the details of Ministry wise Budget Outlay of the Schemes, list of CNAs, list of SAs etc. as per Annexure - I & II for implementation of revised procedure for flow of funds under Central Sector Schemes under Module - I & II in terms of Department of Expenditure, Ministry of Finance OM F.No. 1(18)/PFMS/FCD/2021 dated 09<sup>th</sup> March, 2022. (Copy enclosed)


In view of above, all addressees are requested to provide details of Budget Outlay, CAN, SAs etc. in attached format (i.e. Annexure I (for model I) and Annexure II (Model II) to email id i.e. [sao-rbd@nic.in](mailto:sao-rbd@nic.in) & [sraota1-cga@gov.in](mailto:sraota1-cga@gov.in) and a copy of the same may also be forwarded to this office [mhrdpfmscell@gmail.com](mailto:mhrdpfmscell@gmail.com).

Encl: As above.

  
(Narender Singh)  
Dy. Controller of Accounts

**To**

1. <sup>Mr</sup> Darshana Momaya Dabral, JS&FA, Deptt. Of Higher Education, Room No. 120-C, Shastri Bhawan, New Delhi
2. Ms. Lamchonghoi Sweety Changsan, Joint Secretary, Deptt. Of School Education Literacy, Room No. 103-D, Shastri Bhawan, New Delhi
3. Ms. Yatinder Prasad, JS&FA, Ministry of Tribal Affairs, Room No. 217-D, Shastri Bhawan, New Delhi
4. Shri Chetan Prakash Jain, JS&FA, Ministry of Culture, Room No. 117, Anusandhan Bhawan 2, Rafi Marg, New Delhi
5. Shri Manoj Sethi, JS&FA, Ministry of Youth Affairs & Sports, Room No. 108, 1<sup>st</sup> Floor, SAI HQ, JLN Stadium, New Delhi
6. Ms. Nirupama Kotru, JS&FA, Ministry of Minority Affairs, Room No. 1105, 11<sup>th</sup> Floor, Pt. Deendayal Antyodaya Bhawan, CGO Complex, Lodhi Road, New Delhi
7. Shri Sanjay Pandey, JS&FA, Ministry of Social Justice & Empowerment, Room No. 610-A, Shastri Bhawan, New Delhi

  
Dir (fm) / culture



Copy to:-

(All Sr. AOs/PAOs are also directed to kindly arrange to the requisite information from the Ministry/Department concerned)

1. PAO (HE), New Delhi
2. PAO (SE&L) New Delhi.
3. PAO (Y.A. & Sports), New Delhi
4. PAO (Culture) New Delhi
5. PAO (WCD) New Delhi
6. PAO, M/o Social Justice & Empowerment
7. PAO, M/o Tribal Affairs
8. PAO, M/o Minority Affairs



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: 24<sup>th</sup> March 2022Office 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 9<sup>th</sup> 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 9<sup>th</sup> 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 9<sup>th</sup> March 2022, under intimation to this office, the CNA and SA for each scheme falling in this category that will utilise the funds.



(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 & SRAOTAI-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.



(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.



**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 as well as Name (s) of the Implementing Agencies under the CNA. (List to be attached)	Number as	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 as well as Name (s) of the Implementing Agencies under the CNA. (List to be attached)	Number as	Remarks
1					
2					
3					



F. No. 1(18)/PFMS/FCD/2021  
Government of India  
Ministry of Finance  
Department of Expenditure

North Block, New Delhi  
Dated : 9<sup>th</sup> March, 2022

OFFICE MEMORANDUM

Subject: Revised procedure for flow of funds under Central Sector Schemes

In supersession of all previous orders issued by the Department of Expenditure, Ministry of Finance regarding release of funds under the Central Sector Schemes, the following procedure shall be followed w.e.f 1<sup>st</sup> April, 2022 by the Ministries/ Departments of Government of India for flow of funds under the Central Sector Schemes and monitoring utilization of funds released.

**Model – 1 : Implementation through Treasury Single Account (TSA)**

2. In case of Central Sector Schemes having annual outlay of more than Rs 500 crores and implemented without involvement of State agencies, it shall be mandatory to implement such schemes through the Treasury Single Account (TSA) model. This will ensure that the funds of these schemes are released "Just-In-Time" from the Consolidated Fund of India (CFI) to the beneficiaries/vendors. The Ministries/Departments may opt for Model-1 for other Central Sector Schemes too in consultation with RBI. For the schemes implemented through this model, the following procedure shall be followed by the Ministries/Departments:

- i. For each Central Sector Scheme, the concerned Ministry/Department will designate an Autonomous Body as the Central Nodal Agency (CNA) to implement the scheme.



- ii. If there are other agencies involved in implementation of the scheme down the ladder, which get funds from the CNA, these Implementing Agencies (IAs) will be notified as Sub-Agencies (SAs) of the CNA.
- iii. Each CNA will open an account with the Reserve Bank of India (RBI) in e-Kuber. Even in cases where CNA is already registered in the TSA module and has a bank account in e-Kuber for some other grant, it will open separate account in e-Kuber for funds to be provided under each Central Sector Scheme.
- iv. The SAs of every CNA will also open scheme-wise bank accounts with RBI in e-Kuber in line with the requirements of para (iii) above.
- v. The relevant details of all the accounts of the CNA and SAs opened with RBI shall be mapped in the TSA module of PFMS as per the extant guidelines on TSA.
- vi. In respect of funds of Central Sector Schemes, the CNA and SAs shall not open/operate/ park funds in any other bank account except under the provisions made in these guidelines.
- vii. RBI will function as the primary banker to the Ministries/ Departments in this regard without involvement of an agency bank.
- viii. All these accounts in RBI will be "Assignment Accounts". A limit up to which expenditure can be incurred by the CNA/ sub-agencies shall be assigned to these accounts from time to time by the Pay and Accounts Office (PAO) concerned through PFMS.
- ix. Assignment will be based on an expenditure sanction issued by the Programme Division (PD) and the bill preferred by the Drawing and Disbursing Officer (DDO). The e-format of the assignments and Sub-assignments shall have requisite details required for accounting and reconciliation of transactions. The e-Kuber bank account details of the CNA/SAs shall be incorporated in the sanction order.
- x. Consequent upon receipt of the sanction order for release of funds to the CNA alongwith bills from the Drawing and Disbursing Officer (DDO), the concerned



Pay and Accounts Officers (PAOs) shall, through assignments, advise RBI, after exercising all necessary checks, to honour the payment instructions issued by the concerned CNA/SA up to the, "assigned limit" in the advice.

- xi. The PAO shall debit the concerned Head of Account for appropriation but not transfer the cash directly to the CNA. It shall be retained in an interim account in respect of the CNA listed under the parent Ministry' Department in the public account.
- xii. The assignments shall be uploaded on the TSA module and received electronically by the CNAs as per the existing protocols of TSA module. The CNA may issue e-Sub-assignments in PFMS against this assignment setting limits of expenditure for the SAs.
- xiii. CNAs & SAs shall adhere to all due process while incurring expenditure from the assignment limit sanctioned through PFMS. CNAs shall also ensure that sufficient limit is available in the relevant account before issue of assignment to SAs.
- xiv. The system will be digital and fully online on PFMS with no physical flow of assignments to RBI or expenditure by CNAs/SAs on assignment basis. The electronic file containing a unique sanction ID and necessary details of the sanction order will travel directly from PAO to RBI and concerned CNAs. RBI will maintain individual ledgers in respect of the accounts of the CNAs for watching the availability of assignment.
- xv. PFMS Division in CGA will design requisite reports to enable all Program Division (PDs), Pay & Accounts Officers (PAOs), and other stakeholders to view details of sanction orders, summary and budget balance of assignments/sub-assignments, and expenditure details.
- xvi. Ministries/ Departments administering the schemes concerned should strive to make realistic estimation of Budget under the Central Sector schemes and issue sanction orders according to actual requirements. The savings in the assignments should be anticipated well in advance particularly in the third quarter of



- Financial Year and Ministries/Departments shall ensure suitable savings/surrenders are informed to Budget Division during the pre-budget meetings.
- xvii. Control of limits shall be at the Standard Object Head level.
- xviii. Unutilized assignments will lapse to the Government at the close of the Financial Year as per the extant norms of Budget execution and will not be available to the CNAs /SAs for expenditure in the next financial year. In PFMS too, all e-assignments/e-sub assignments shall cease to exist after the close of financial years and shall be flushed out from the system as per the current practice in TSA module.
- xix. In respect of some transactions like payment of TDS, Income Tax and GST, Opening of Letter of Credit in favour of foreign suppliers. scholarships to foreign students not having account in India, and payment of salaries of the month of March to be paid in 1<sup>st</sup> week of April, CNAs/SAs may utilize the services of their existing account at commercial banks. They may transfer funds "just in time" to the extent required for meeting such transactions. However, in no case the money transferred under this provision will be parked in a Commercial Bank beyond a period of two weeks.
- xx. Unutilized amount of past releases under the scheme available in the bank account of CNA & SAs shall be deposited in the Consolidated Fund of India.

#### **Model – 2: Implementation through scheduled commercial banks**

3. In case of Central Sector Schemes having (a) annual outlay of less than Rs 500 crores or (b) the schemes are being implemented by agencies of the State Governments exclusively or in addition to the central agencies or (c) other schemes not covered in Model-1, the following procedure will be followed by the Ministries/ Departments :



- (i) Every Ministry/ Department will designate a Central Nodal Agency (CNA) for implementing each Central Sector Scheme. The CNA will open a Central Nodal Account for each Central Sector Scheme in a scheduled commercial bank authorized to conduct Government business by the Ministry/ Department concerned.
- (ii) Implementing Agencies (IAs) down the ladder will be designated as Sub-Agencies (SAs). The SAs will use the CNA's accounts with clearly defined drawing limits set for that account. However, depending upon operational requirements, zero balance subsidiary accounts for each scheme may also be opened by the SAs.
- (iii) All zero balance subsidiary accounts will have allocated drawing limits to be decided by the CNA concerned from time to time and will draw on real time basis from the Central Nodal Account of the scheme as and when payments are to be made to beneficiaries, vendors etc. The available drawing limit will get reduced by the extent of utilization.
- (iv) For seamless management of funds, the main account and all zero balance subsidiary accounts should be maintained with the same bank. However, Ministry/ Department may choose different banks for opening Central Nodal Accounts of different Central Sector Schemes.
- (v) Only banks having a robust IT system and adequate branch network should be chosen for opening Central Nodal Account and the zero balance accounts of SAs of each Central Sector Scheme. The bank chosen should have the facility to open the required number of subsidiary zero balance accounts and a robust MIS for handling accounting and reconciliation at each level. The bank should also provide necessary reports and a user-friendly dashboard to officers at various levels to monitor utilization of funds by SAs.
- (vi) The bank's software system should be able to monitor the drawing limits of the SAs who should be able to draw funds on real time basis from the CNA's account as and when payments are to be made. The selected bank should ensure



proper training and capacity building of branch managers and other staff for smooth operation of these accounts.

- (vii) Ministries/ Departments will release the scheme funds for each Central Sector Scheme to the account of CNA concerned strictly on the basis of requirement, keeping in view the balance funds of the scheme available with the CNA as per PFMS or scheme-specific portals fully integrated with PFMS in consonance with Rule 232(v) and 230(vii) of the General Financial Rules, 2017.
- (viii) The Ministries/ Departments and the CNAs shall ensure that the interest earned from the funds released is mandatorily remitted to the Consolidated Fund of India in terms of Rule 230(8) of GFR, 2017. The interest component shall be distinctly reflected in the MIS provided by the banks.
- (ix) The Ministries/ Departments shall release the funds as far as possible in 'Just-In-Time' manner keeping the float in CNAs account to the minimum possible and shall in no case release more than 25% of the amount earmarked for the scheme in a financial year at a time. Additional funds (not more than 25% at a time) will be released only upon utilization of at least 75% of the funds released earlier and in compliance with the conditions of previous sanction.
- (x) For administrative convenience and efficiency the Program Division may obtain approval of the competent authority and concurrence of the Financial Advisor for more than 25% at a time. But release of funds shall not exceed 25% in one instalment.
- (xi) After opening of Central Nodal Account of the scheme and before opening zero balance subsidiary account of SAs or assigning them drawing rights from CNA's account, the SAs at all levels shall return all unspent amounts of the scheme lying in their accounts to the Central Nodal Account of the CNA.
- (xii) It will be the responsibility of the Ministry/ Department concerned to ensure that the entire unspent amount of the scheme is returned by all the SAs to the Central Nodal Account of the CNA concerned before releasing funds to CNAs.



- (xiii) Ministries/ Departments will ensure that releases under all Central Sector Schemes are made strictly as per the actual requirement on the ground, without resulting in any material float with the implementing agencies at any level.
- (xiv) Ministry/ Department will register the CNAs and all SAs on PFMS and use the unique PFMS ID assigned to the CNA and SAs for making all payments to them. Bank accounts of the CNAs, SAs, vendors and other organisations receiving funds will also be mapped in PFMS.
- (xv) Payments will be made from the zero balance subsidiary accounts up to the drawing limit assigned to such accounts from time to time. Transactions in each Subsidiary Account will be settled with the Central Nodal Account daily through the core banking solution (CBS) on the basis of payments made during the day.
- (xvi) CNAs and SAs will mandatorily use the EAT module of PFMS or integrate their systems with the PFMS to ensure that information on PFMS is updated by each SA at least once every day.
- (xvii) CNAs will keep all the funds received in the Central Nodal Account only and shall not transfer the funds to any other account or not divert the same to Fixed Deposits/ Flexi-Account/ Multi-Option Deposit Account/ Corporate Liquid Term Deposit (CLTD) account etc. The funds released to CNA shall not be parked in bank account of any other agency.
- (xviii) Release of funds by the Ministries/ Departments towards the end of the financial year should be avoided to prevent accumulation of unspent balances with CNAs.

4. UTs without legislature work directly in PFMS and should be given Letter of Authorization (LoA). There is no need for them to open a Central Nodal Account. They will ensure that the funds are released on the basis of LoA to the vendors/ beneficiaries 'Just-In-Time'.

5. Secretaries are requested to, and Financial Advisors of Ministries/ Departments shall, undertake monthly review of strict implementation of these guidelines, opening of



accounts in RBI, issue of authorization or release of funds to the CNA, utilization of funds by CNAs and IAs and outputs/ outcomes vis-a-vis the targets of each Central Sector Scheme.

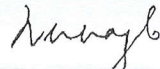
6. Gradually, schemes in Model-2 are expected to move to Model-1 depending on readiness of RBI and Ministries for which necessary orders will be issued separately by the Department of Expenditure.

7. The following categories of Central Sector Schemes will be exempted from following these guidelines and may continue in existing mode:

- (i) Central Sector Schemes being implemented by Ministries/ Departments in Direct Benefit Transfer (DBT) mode or reimbursement mode.
- (ii) Central Sector Schemes involving payment of equity share or extension of loan by the Government to a company.
- (iii) Central Sector Schemes where 100% payments are made by the Ministry/Department directly to the vendors/beneficiaries against the bills/claims raised by the vendors/beneficiaries.
- (iv) Central Sector Schemes where funds are transferred by the Ministry/Department directly to multiple Implementing Agencies (IAs) and amount transferred to any agency does not exceed Rs. 10 lakhs per annum.
- (v) Central Sector Schemes in which funds are transferred to the Indian Missions abroad for implementation of the scheme.
- (vi) Central Sector Schemes being implemented exclusively from a corpus/revolving fund approved by the Cabinet.
- (vii) Central Sector Schemes where expenditure is based on authorization and is incurred on real time basis with no float. However, in such cases Ministry/Department shall avoid the mode of transfer of funds through Civil Deposit and the option of Letter of Authorization should be adopted.



8. In cases where there is no Central Autonomous Body in a Ministry/Department or where the Ministry/Department wishes to implement the scheme directly through State Government agencies, such State Government agency will be designated as CNA. However, there shall not be more than one CNA per State. The funds in such cases will be released by the Ministry/Department to the CNA directly and not through state treasury
9. An illustrative list of roles and responsibilities of CNAs is given in Annexure-1.
10. This issues with the approval of Finance Secretary & Secretary (Expenditure).

  
 (Abhay Kumar)  
 Director  
 Tel. No. 24360647

To

1. Secretaries of all Ministries/Departments of Government of India
2. Chief General Manager, Reserve Bank of India, Department of Government and Bank Accounts
3. Controller General of Accounts, Department of Expenditure, INA, New Delhi
4. Financial Advisers of all Ministries/Departments of Government of India
5. Additional CGA (PFMS), O/o CGA with the request to take immediate steps for carrying out necessary change in PFMS and designing requisite reports.
6. Additional CGA (GBA), O/o CGA with the request to take necessary steps to implement model 1 of the Guidelines.
7. All Principal CCAs/CCAs of Ministries/Departments

Copy to:

1. Chief Secretaries of all States/Union Territories
2. Principal Secretary Finance of all States/Union Territories

Copy for information:

1. PSO to Secretary (Expenditure)
2. PSO to Special Secretary (Pers.)
3. Sr. PPS to AS (PFC-II)
4. Sr. PPS to AS (PF-S)



Annexure

**Role and Responsibilities of CNA**  
**Modified Fund Flow Guidelines for Central Sector Schemes**

**1. Model 1 – Treasury Single Account (TSA) Model**

- a. Open Account with RBI in e-Kuber for each scheme under which it receives grant
- b. Mandatorily use TSA Module of PFMS
- c. Map the RBI Account details in TSA Module of PFMS
- d. Receive (electronically in TSA Module) the assignment done by the PAO
- e. Approve the account and scheme mapping of sub-Agencies at Level 1
- f. Issue e-Sub-assignments against the assignment setting limits of expenditure for the sub-Agencies
- g. Ensure funds are not transferred/parked in any other account except as per the guidelines
- h. Process payments by adhering to due process
- i. If existing accounts with commercial banks is to be used for specified purposes in the guidelines (such as payment of TDS, IT and GST, opening of LoC for foreign suppliers etc.), funds shall be transferred just-in-time and, in no case, parked beyond two weeks.
- j. All such unutilized funds (as above) shall be deposited back to the Consolidated Fund of India.

**2. Model 2 – through Scheduled Commercial Banks (SCBs)**

- a. Open Account with a SCB authorized to do Government business, for each scheme under which it receives grant
- b. Mandatorily use REAT Module of PFMS or integrate own IT system with PFMS for exchange of information (contact PFMS Rollout for details)
- c. Approve the account and scheme mapping of sub-Agencies at Level 1
- d. Approve the scheme mapping of all sub-Agencies using the CNA's Account



- e. Allocate limits for Level 1 sub-Agencies and all other sub-Agencies using the Central Nodal Account
- f. Ensure funds are not transferred/parked in any other account of any Agency
- g. Submit UCs after utilization of the funds that were transferred in the Central Nodal Account
- h. Ensure that interest earned from the funds released is remitted to the Consolidated Fund of India

**3. One time activity –**

- a. Ensure refund of unspent balance of lower level Agencies to the Central Nodal Account. This is needed after opening of the Central Nodal Account and other Zero Balance Subsidiary Accounts, and prior to assigning the drawing rights to sub-Agencies.

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