

File No P-17025/7/2018-RC
Government of India
Ministry of Rural Development
Department of Rural Development
(Rural Connectivity Division)

Krishi Bhawan, New Delhi,
Dated: 11th October, 2021

To

1. The Additional Chief Secretaries/ Principal Secretaries/ Secretaries of Nodal Departments of the States/UTs implementing PMGSY & RCPLWEA
2. The Commissioners/ CEO SRRDA of the States/UTs implementing PMGSY & RCPLWEA
3. The Engineers-in-Chief/ Chief Engineers of the States implementing PMGSY & RCPLWEA

Sub: Revised Procedure for release of funds under the CSS and monitoring utilization of the funds released - Provision of single bank account.

Sir/Madam,

I am directed to refer to the subject cited above and to say that with a view to have more effective cash management and bring more efficiency in the public expenditure management, the Ministry of Finance, Department of Expenditure vide their OM No. 1(13)/PFMS/FCD/2020 dated 23rd March 2021 (copy enclosed) have issued revised procedure for release of funds under the Centrally Sponsored Schemes (CSS) and monitoring utilization of the funds released. The revised procedure, inter-alia, mandated that the Single Nodal Agency implementing the scheme in the State will open a Single Nodal Account for each CSS at the State level in a Scheduled Commercial Bank authorized to conduct government business by the State Government.

2. The Ministry of Finance, Department of Expenditure has vide their subsequent OM dated 30th September, 2021 (**copy enclosed**) prescribed that further release of funds under CSS to the states would be subject to the condition that the implementing agency has opened a Single Nodal Account for the scheme; other bank accounts of the SNA at the State level for the scheme concerned are closed and balances available in such accounts, if any, are transferred to the Single Nodal Account, and the Single Nodal Account is mapped on PFMS against the scheme.