

F. No. 11/1/2022-Budget/NMCG  
Government of India  
Ministry of Jal Shakti  
Department of Water Resources, River Development & Ganga Rejuvenation  
National Mission for Clean Ganga

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**Sub: On-boarding of Organisations/ Institutions receiving Grant-in-Aid directly from National Mission for Clean Ganga (NMCG) on Treasury Single Account (TSA) System.**

In pursuance of the recommendations of the Expenditure Management Commission in its report (September 2015, Para 125), Department of Expenditure (DoE) has issued instruction to bring all Autonomous Bodies (ABs) gradually under the Treasury Single Account (TSA) System. Guidelines for implementation TSA System were issued by the DoE, and a pilot project on TSA was initiated in ICMR in February 2019. In May 2020, DoE issued instructions extending the TSA system to 18 Autonomous Bodies, including the National Mission for Clean Ganga (NMCG).

2. NMCG partially transited to TSA in Financial Year 2021-22. State Project Management Groups (SPMGs) were also brought on-board TSA last year; but Institutions/ Organizations receiving grants directly from NMCG continued on the conventional Treasury System. However, NMCG needs to transit fully to TSA during the current FY, and further release of funds is required to be done under the TSA system.

3. NMCG has been designated as the Central Nodal Agency (CNA) for the Namami Gange Mission (NGM), while the SPMGs and other agencies receiving funds directly from NMCG are its Sub-Agencies. Under this system, the CNA, as also the Sub-Agencies are required to open assignment accounts in Reserve Bank of India (RBI). Assignment limits for NMCG are approved by the Department of WR, RD & GR, Ministry of Jal Shakti based on projected requirement of funds. NMCG in turn approves assignment limits for SPMGs (as also to other Sub-Agencies) after assessing their requirements. Expenditures are booked only when payments are made to a vendor/contractor. The novelty of TSA system is the "Just in time" fund release, thus eliminating any possibility of parking of funds with grantee institutions/ implementing agencies.

4. As per the guidelines of TSA, a Central Nodal Agency like NMCG, other than the Assignment Account in the RBI, can only maintain one "Holding Account" for specified purposes such as payment of TDS, Income Tax, GST, Letter of Credit to foreign supplier etc. Further money can be held in this account for a maximum period of 14 days only. The extant system of "Mother-Child" fund flow mechanism requires transfer and parking of money in the "Mother Account" of NMCG, which is not permitted under the TSA guidelines. Therefore, all organizations being directly funded

by NMCG need to on-board themselves on TSA immediately. A list of these organizations has been drawn up in consultation with Programme Divisions (**Annex I**).

5. The key steps for TSA on-boarding are listed below:

- The first and foremost requirement is opening of an Assignment Account with Reserve Bank of India (RBI). It may be noted that even if an organization is having an Assignment Account for a different scheme, a new (separate) Assignment Account will have to be opened for Namami Gange Mission.
- Account opening form is attached (**Annex II**)
- A minimum of two officers to be authorized to operate assignment account
- Account Opening Form duly signed by authorized officers in original (ink signed hard copies) may be sent to NMCG (Shri Manan Mudgal, Financial Management Specialist, NMCG), along with KYC documents (PAN/ Aadhar/ Voters' Identity Card/ Passport/ Driving License). These documents may also be attested by the Head of the organization as indicated in the form.
- After the forms are received, NMCG will take further steps to open the Assignment Account in the RBI through the Pay & Accounts Office of M/o Jal Shakti.
- Once the Assignment Account with RBI is opened, the Account will have to be configured with PFMS.
- NMCG will allocate an assignment limit to each Sub-agency based on assessment of their fund requirement for incurring expenditure under the project. Unlike the drawing power authorized under the "mother-child" system, the assignment limit will expire at the end of Financial Year.
- For any further clarifications Shri Manan Mudgal (e mail: [mananmudgal@nmcg.nic.in](mailto:mananmudgal@nmcg.nic.in)), Financial Management Specialist, NMCG may be contacted.

6. Detailed on-boarding material, and instructions issued by M/o Finance regarding the TSA system is available at the website of Controller General of Accounts (<https://cga.nic.in/Page/Treasury-Single-Account-TSA.aspx>). A Power Point Presentation on "Payment through Treasury Single Account System" is attached as **Annex III**.

7. All organizations/ Institutions listed in Annex I to this communication are requested to get themselves on-board the TSA system immediately.

Encl. As above



**(Bhaskar Dasgupta)**

Executive Director (Finance) NMCG

To

All Organisations/Institutions as per Annexure-I