

Government of India
Ministry of Railways
(Railway Board)

RBA No.23/2009

No. 2009/ ACII/9/6

New Delhi, Dated | . 04.2009

FA&CAOs
All Zonal Railways/ PUs

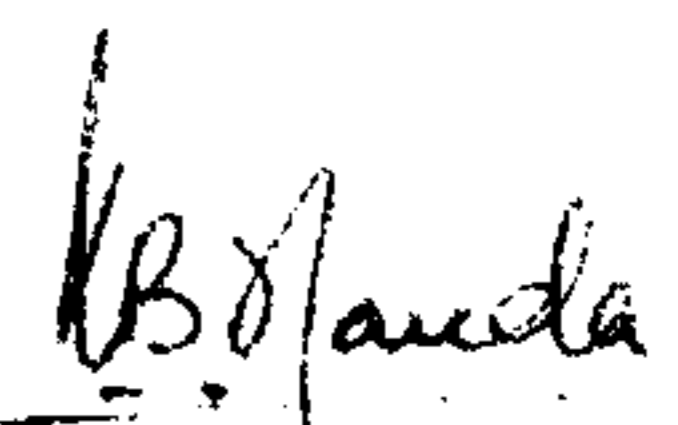
Sub: Opening of Bank Account by Central Government Ministries/ Departments with accredited bankers.

Your kind attention is invited to Board's letter no.2001/ACII/9/1 dated 17.01.2002 (copy enclosed) vide which it was clarified that approval of Ministry of Railways will not be required for opening of drawing/ deposit account with accredited/ non-accredited Public Sector Banks as FA&CAOs/ Zonal Railways and Production Units are authorized to take decision in this regard for themselves. This was further been clarified by CGA vide their letter no.S-11012/1(31)/AC/2005/RBD /Vol.IV/1453-54 dated 22.11.2006 (copy enclosed).

Despite clear instructions authorizing FA&CAOs to take^a decision in the matter, references are being made seeking Board's approval. FA&CAOs may therefore take necessary action as per the extant instructions.

Kindly acknowledge receipt.

DA: As above


(K.B.Nanda)

Executive Director /Accounts
Railway Board

Copy to

1. CGM, Reserve Bank of India, DGBA, Central Office , Near Mumbai Central Railway Station, Byculla, Mumbai.
2. DGM, State Bank of India, Govt.Accounts Deptt., National Banking Group, 5th Floor, Global I.T. Centre , Sector 11, CBD Belapur, Navi Mumbai.

S-11012/1(31)/AC/2005/RBD/Vol.IV/1453 54

Government of India

Ministry of Finance

Department of Expenditure

Controller General of Accounts

Lok Nayak Bhawan, Khan Market,

New Delhi-110003

Dated : November 22, 2006

To

Shri S.K.Kaushik,
Director Finance (CCA),
Ministry of Railways (Railway Board),
Rail Bhawan,
New Delhi.

Subject : **Opening of Deposit Account.**

Sir,


Please refer to your letter No. 200/ACII/9/11 dated 7.11.2006 regarding concurrence of Ministry of Railways by State Bank of India on authorization for opening the deposit accounts in favour of FA&CAOs of Northern Railway and North-East Frontier Railway in terms of this office O.M.No.S-11012/1(31)/AC/2005/RBD/Vol.III/602 dated 9-5-2006.

I am to enclose a copy of letter No.2001/AC-II/9/1 dated 17.1.2002 issued by Ministry of Railways (Railway Board) and addressed to FA&CAOs, All Indian Railways, Production Units, COFMOW, MTP/Chennai, MTP/Mumbai, Metro Rly/Kolkata, CORE wherein it was decided in consultation with this office that all proposals in connection with opening of Drawing/Deposit account in the accredited/non-accredited bank branch will be taken up with the approval of FA&CAO of the concerned Railway Zone.

You are therefore, requested to clarify the position accordingly to State Bank of India.

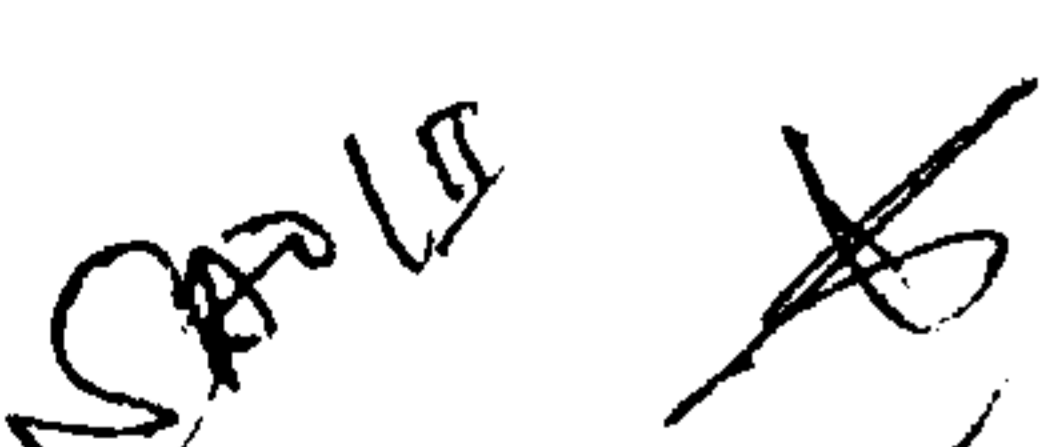
Yours faithfully,

Encl. : As above.



(N.M. JHA)

Deputy Controller General of Accounts



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Government of India
Ministry of Railways
(Railway Board)

No. 2001/AC-II/9/1

New Delhi,

Dated 17/1/2002.

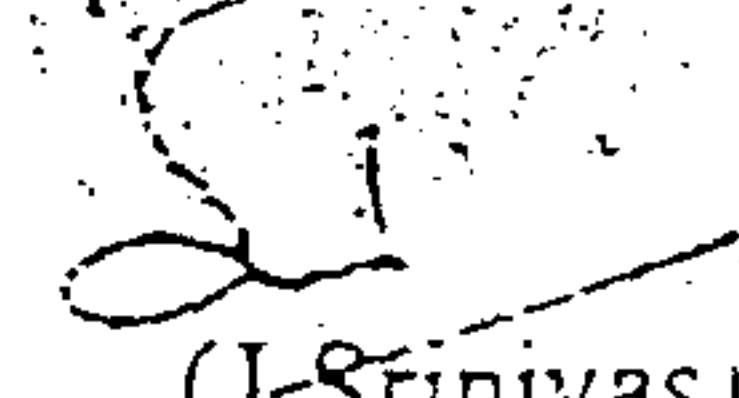
FA&CAOs,
All Indian Railways, Production Units, COFMOW,
MTP/Chennai, MTP/Mumbai, Metro Rly/Kolkata, CORE.

Sub:- Accreditation of Bank situated near station for direct deposit of
Station earnings.

Under the extant procedure all proposal for opening of Drawing/Deposit Accounts with different branches of non-accredited Banks require permission of Controller General of Accounts, Lok Nayak Bhawan, New Delhi. Authorisation by RBI/DGBA's for such accounts is issued only after CGA's approval for accreditation of desired PSB. At present all such proposals mooted by Railways need be routed through Ministry of Railways. With a view to avoiding unnecessary correspondence and attendant delay, this Ministry has taken following decision in consultation with Controller General of Accounts:-

1. All proposals, in connection with opening of Drawing/Deposit account in the accredited bank branch nominated for the concerned FA&CAO of Railway will continue to be taken up with RBI, CO, Mumbai by the concerned FA&CAO as per instructions contained in Board's letter No.87/AC-II/9/13 dated 22.8.88 and letter No.93/AC-II/9/3 dated 8.11.93.
2. All proposals for opening of drawing/deposit account in non-accredited bank branch should be sent to Controller General Accounts, Ministry of Finance, Department of Expenditure, 7th Floor, Lok Nayak Bhavan, Khan Market, New Delhi directly with the recommendations of the concerned FA&CAO for examination and further necessary action. Such proposal should contain necessary particulars, such as (i) name of the accredited bank of the concerned accounts units and its distance from the office/station, (ii) name and full address of the bank branch proposed, (iii) reason for opening of drawing/deposit account in the branch of non accredited bank, (iv) distance of proposed bank branch from the station, (v) amount of daily earning of the station in question and (vi) willingness in writing of the proposed bank branch alongwith that of its Head Office for opening of Deposit Account.
3. Before submitting the proposal in respect of non-accredited banks, FA&CAO should also consider feasibility of sub-agency arrangements with accredited bank and incorporate the result of such examination in his recommendations/proposals.

Kindly acknowledge receipt.


(J. Srinivas)
Director Finance (CCA)
Railway Board.