Government of India
Ministry of Railways
Railway Board

RBA No. 35/2008

No. 2008/ACII/9/6

New Delhi, Dated : 24. 06.08.

FA&CAOs
All Zonal Railways/ PUs

Sub: Remittance facility for Government transactions through ECS, EFT, NEFT and RTGS.

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Please find enclosed a copy of CGA's Office Memorandum no. S-11012/ 3(1)/Bank/2007/RBD/842 dated 29.05.08 on the above subject for information and necessary action.

Kindly acknowledge receipt.

DA: As above

(M.K. Singh)
Director Finance(Accounts)
Railway Board

No.S-11012/3(1)/Bank/2007/RBD/ 8512
Government of India
Ministry of Finance
Department of Expenditure
Controller General of Accounts
Lok Nayak Bhawan, Khan Market
New Delhi-110511
Telefax : 011-24649365
E-mail : sao-rbd@nic.in
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Dated : 29.5.2008

OFFICE MEMORANDUM

Subject : **Remittance facility for Government transactions through ECS, EFT, NEFT and RTGS.**

It has been reported that some banks are charging for the transactions made through ECS, EFT, NEFT and RTGS for Government transactions.

As per instructions issued by RBI, DGBA, Mumbai vide their circular No.RBI/2007/123 issued under letter No.DGBA.GAD.No.H.2206/31.03.011/2007-08 dated 28.8.2007 (copy enclosed), it is clarified that all agency banks should provide remittance facility to Ministries/Departments of Central and State Governments to which they are accredited free of cost at their authorized branches, irrespective of the mode of such remittance.

(Sonali Singh)
Joint Controller General of Accounts

To

1. Principal Chief Controller of Accounts, CBEC.
2. Principal Chief Controller of Accounts, CBDT.
3. Principal Chief Controller of Accounts, Ministry of External Affairs.
4. All CCAs, CAs and Dy. CAs.
5. Controller of Accounts, Principal Accounts Office, Government of NCT of Delhi, B Block, Vikas Bhawan, New Delhi – 110002.
6. Additional CGDA, O/o CGDA, Ministry of Defence, West Block-V, R.K. Puram, New Delhi – 110066.
7. Director Finance (CCA), Railway Board, Rail Bhawan, New Delhi.
8. Director General (PA), Department of Posts, Dak Bhawan, New Delhi.
9. Dy.Director General (TA), Department of Telecom, Sanchar Bhawan, New Delhi.
10. Director of Budget & Accounts, A&N Administration, Port Blair.
11. Director of Accounts, Lakshadweep Administration, Kavaratti, Lakshadweep.
12. Director of Accounts, Daman & Diu Administration, Moti Daman, Daman.
13. Director of Accounts, Dadra & Nagar Haveli Administration, Silvasa
14. ACGA, ITD with the request to upload this O.M. on Controller General of Accounts' website.

Copy to :-

15. The General Manager, Reserve Bank of India, DGBA, Central Office, Opp. Mumbai Central Railway Station, Byculla, Mmubai-400008 for information and necessary action.

भारतीय रिज़र्व बैंक

RESERVE BANK OF INDIA

www.rbi.org.in

RBI/2007/123

DGBA.GAD.No.H 2206 /31.03.011/2007-08 August 28, 2007

The Chairman & Managing Director/ Managing Director
All Agency banks

Dear Sir,

Remittance facility for Government transactions

As per extant instructions, the remittance needs of the Government Departments are to be met by the concerned accredited agency bank free of cost. However, information collected from banks reveal that service charges are being levied by most of the agency banks for effecting remittance transactions of Government through ECS, EFT, NEFT, RTGS etc. In this connection, we reiterate that remittance transactions by accredited banks by whatever mode form part of agency transactions and has to be effected free of charge. Further, RBI has not been charging any fee from banks for ECS/EFT/NEFT and RTGS transactions.

2. It is, therefore, advised that all agency banks should provide remittance facility to Ministries/ Departments of Central and State Governments to which they are accredited **free of cost** at their authorised branches, irrespective of the mode of such remittance.

Yours faithfully

(M.T.Varghese)
General Manager