

OFFICE OF THE CONTROLLER OF DEFENCE ACCOUNTS,
RIDGE ROAD, JABALPUR (M.P.)-482001
Tel:-0761-2608012-13, cda-jbl@hub.nic.in ,Fax-0761-2605622

No: - A/III/3556/CIRCULAR

Dated: 08 /09/2017

To

The Officer-in-Charge

- (i) **All Sections of Main Office**
(ii) **All Sub Offices**

Subject: -Clarifications regarding practices of netting of applicable MDR charges on Government dues paid through debit cards.

Reference: HQrs Office No. A/III/12157/ECS/Comm, Dated: 12.07.2017
(Copy enclosed)

Reference is invited by the HQrs Office to office of the Controller General of Accounts, Ministry of Finance, Deptt. Of Expenditure Office Memorandum bearing No.S-11012/1(12)/MDR/2017/RBD/824-894 dated 11th May 2017 (copy enclosed) on the cited subject for information and necessary action please.

2. Controller General of Accounts, Deptt. of Expenditure, has earlier issued a Office Memorandum No. F. No. 1(1)/2006/ECS/TA/669 dated 14.12.2016 and F. No. 1(1)/2006/ECS/TA/670 dated 15.12.2016 (copies) regarding operational modalities for the absorption of MDR charges by Government of India in respect of receipts through debit/credit cards.

3. Please acknowledge receipt.

Enclosed: As stated

sd/-
(K.P.Balasubramanyam)
Sr. Accounts Officer (A/Cs)

Copy to:-

The Officer-in-Charge:
OA Cell (Local)

For uploading the same in CDA Jabalpur website please.

K.P.Balasubramanyam
(K.P.Balasubramanyam)
Sr. Accounts Officer (A/Cs)

OFFICE OF THE CONTROLLER GENERAL OF DEFENCE ACCOUNTS,

ULAN BATAR ROAD, PALAM, DELHI CANTT.-110010

Tel:011-25665548,25665583/84,25665736/37,

Fax: 011-25674786

No. A/III/12157/ECS/Comm

dated 12.07.2017.

To

PCDA/CDA

Sub: Clarifications regarding practices of netting of applicable MDR charges on Government dues paid through debit cards.

Reference is invited to office of the Controller General of Accounts, Ministry of Finance, Deptt. of Expenditure Office Memorandum bearing No. S-11012/1(12)/MDR/2017/RBD/824-894 dated 11th May 2017 (copy enclosed) on the cited subject.

2. Controller General of Accounts, Deptt. of Expenditure, has earlier issued a Office Memorandum No. F. NO. 1 (1)/2006/ECS/TA/669 dated 14.12.2016 and F. No. 1 (1)/2006/ECS/TA/670 dated 15. 12.2016 (copies enclosed) regarding operational modalities for the absorption of MDR charges by Government of India in respect of receipts through debit/credit cards.

3. In the Office Memorandum dated 14.12.2016 and 15.12.2016, CGA has directed that the authorized collection banks receiving Government of India dues i.e. tax revenue and other receipts through the above payments modes shall submit the claims of applicable MDR charges in respect of Government transactions to RBI periodically, RBI, after due scrutiny, would reimburse such authorized banks' claims of applicable MDR charges on Government receipt transactions through credit to the concerned bank and debit the Government as per budget provision.

4. Office of CGA vide their OM dated 11 the May 2017, has underlined the issue of Ministries/Departments that **agency bank digitally collecting the receipts of the Government are not remitting the full amount thereof and the net amount only is**

being credited to Government Account. However, the principals of Operations of Government Account, the full amount paid to the Government by the customer should be credited through RBI to Government Account. MDR charges, where reimbursable, shall be separately claimed from RBI by agency banks as per the procedure prescribed in the OM dated 14.12.2016 and dated 15.12.2016.

5. In the OM dated 11th May 2017, CGA has given a direction to accredited banks which have remitted the net amount of Government receipts after deduction of MDR charges to the Ministries/Department in contravention of the guidelines referred to OM dated 14.12.2016 and dated 15.12.2016 are required to remit the same immediately to the concerned Ministry/Department under intimation to Reserve Bank of India.

ACGDA (A&B)

Copy to :

1.SBI, GAD, with reference to CGA OM No. S- Mumbai.
1101/1(12)/MDR/2017/RBD/824-894 dated 11th May 2017,
for necessary action, if any.

2. EDP Centre
Local

for uploading the same in the
CGDA website

ACGDA (A&B)