GOVERNMENT OF INDIA
MINISTRY OF FINANCE
DEPARTMENT OF EXPENDITURE

RAJYA SABHA
UNSTARRED QUESTION No. 2622
ANSWERED ON TUESDAY THE 11TH AUGUST, 2026/20 SHRAVANA, 1948 (SAKA)

BANKING SECTOR REFORMS AND CREDIT FLOW

2622. Shri Baburam Nishad,
Smt. Maya Naroliya,
Shri Naresh Bansal,
Dr. Dinesh Sharma,
Shri Shambhu Sharan Patel,
Shri Kanad Purkayastha:

Will the Minister of **Finance** be pleased to state:

(a) whether the fund flow mechanism has improved with the implementation of the Treasury Single Account, Single Nodal Agency, Central Nodal Agency, and SNA SPARSH;
(b) if so, the details thereof;
(c) the details of the measures taken to reduce idle funds through the Treasury Single Account, Single Nodal Agency, Central Nodal Agency, and SNA SPARSH; and
(d) the details of the savings achieved through the aforementioned schemes?

ANSWER

THE MINISTER OF STATE FOR FINANCE

(SHRI PANKAJ CHAUDHARY)

(a), (b) & (c): The SNA and CNA models simplified the fund flow system by replacing multiple bank accounts with a Single Nodal Account supported by Zero Balance Subsidiary Accounts (ZBSAs). This significantly reduced the number of accounts maintained under government schemes, making it easier to track the movement of funds, improve transparency, and monitor fund utilization in real time through PFMS.

The Treasury Single Account and SNA SPARSH have significantly reduced the idle parking of government funds by replacing advance fund releases with a just-in-time (JIT) payment mechanism. Funds remain in government accounts until an actual payment is due, improving cash management, enhancing transparency, reducing float and borrowing costs, and ensuring efficient utilization of public funds.

(d): The improved fund flow management through SNA, SNA SPARSH, CNA and TSA modules helps optimise fund utilisation while minimising idle parking of funds. During FY 2025-26 under SNA SPARSH the total amount of Mother Sanction issued was Rs 115243.29 crore and total Center Share released was Rs 114615.30 crore.

Under TSA/TSA Hybrid, during FY 2025-26 the total assignment issued was Rs 523946.40 crore and total expenditure against assignment was Rs 509650.88 crore. Hence, the budget got utilised as per requirements and unutilized assignments/mother sanctions are not parked in bank accounts.

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