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കേരള സർക്കാർ  
2013



Regn. No. KERBIL/2012/45073  
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Reg. No. രജി. നമ്പർ  
KL/TV(N)/634/2012-14

## KERALA GAZETTE

കേരള ഗസറ്റ്

EXTRAORDINARY

അസാധാരണം

PUBLISHED BY AUTHORITY

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GOVERNMENT OF KERALA

Co-operation (B) Department

NOTIFICATION

G. O. (P) No. 94/2013/Co-op.      Dated, Thiruvananthapuram, 12th July, 2013.

**S. R. O. No. 561/2013.**—In exercise of the powers conferred by Section 109 of the Kerala Co-operative Societies Act, 1969 (21 of 1969), the Government of Kerala hereby make the following rules further to amend the Kerala Co-operative Societies Rules, 1969, the same having been previously published under Notification No.15045/B1/2011/Co-op. dated 3rd July, 2012, and published as S.R.O. No. 497/2012 in the Kerala Gazette Extraordinary No. 1448 dated 9th July, 2012, as required by sub-section (1) of section 109 of the said Act, namely:—

## RULES

1. *Short title and commencement.*—(1) These rules may be called the Kerala Co-operative Societies ( Second Amendment) Rules, 2013.

(2) They shall come into force at once.

2. *Amendment of the Rules.*—In the Kerala Co-operative Societies Rules, 1969,—

(1) in rule 65,—

(a) in sub-rule (1),—

(i) the word “Co-operative” after the words “as on the last day of the” and before the word “year” shall be omitted;

(ii) in the entries against item (4), in column (1), after the words “excepting Coir” and before the word “Societies”, the words “and Consumer” shall be inserted;

(iii) after item (5) in column (1), the following item and entries shall be inserted, namely:—

“( 5A) (i) Primary Consumer Co-operative Societies

(ii) District Wholesale Co-operative Consumer Stores and Apex Consumer Co-operative Society”;

(iv) against item (5A), and the entries as so inserted, the following entries shall, respectively, be inserted in column (2), namely:—

“On sale proceeds of goods,

On working capital or sale proceeds of goods whichever is higher”;

(v) after item (6) in column (1) the following item and entries shall be inserted, namely:—

“(6A) Farming societies which accept deposits and grant loans and advances”;

(vi) against item (6A) and the entries as so inserted the following entries shall be inserted in column (2), namely:—

“On working capital”;

(vii) after item (6A) as so inserted, the following item and entries shall be inserted in column (1), namely:—

“(6B) Social welfare societies which accept deposits and grant loans”;

(viii) against item (6B) and the entries as so inserted, the following entries shall be inserted in column (2), namely:—

“On working capital”;

(b) in sub-rule (3),—

(i) after the words “payment of audit fees” and before the punctuation, the following words shall be inserted, namely:—

“subject to the limits specified in sub-rule (4)”;

(ii) in clause (a), after the words “Scheduled Caste or Scheduled Tribes”, the following punctuation and words shall be inserted, namely:—

“,including its Apex Co-operative Society.”;

(iii) the proviso to clause (a) shall be omitted;

(iv) in clause (f), the words “or Primary Society formed for the benefit of fishermen” shall be omitted;

(v) for clause (h), the following clause shall be substituted, namely:—

“(h) All Coir Co-operative Societies”;

(vi) after clause (h), the following proviso shall be inserted, namely:—

“Provided that an Apex Coir Society need pay only half of the rate of audit fees chargeable.”;

(vii) after clause (h) the following clauses shall be inserted, namely:—

“(i) All Primary Fishermen Co-operative Societies

(j) All Khadi Co-operative Societies and Other Traditional Co-operative Societies such as Pottery Co-operative Societies, Bamboo Co-operative Societies, Jaggery Co-operative Societies, Washermen Co-operative Societies, Chethu Thozhilali Co-operative Societies and Lime Shell Co-operative Societies.”

(c) for sub-rule (4), the following sub-rule shall be substituted, namely:—

“(4) The audit fees for the purpose of sub-rule (1), shall be calculated at the rate of 50 paise for every 100 rupees or part thereof on the working capital, the value of sales or the gross income, as the case may be, provided that the maximum audit fees payable by the society shall not exceed one lakh rupees subject to the limits specified as shown below:—

<i>Type of Societies</i>	<i>Maximum amount of audit fees chargeable for the audit of accounts of a year (₹)</i>
(1)	(2)
1 Credit Societies having working capital up to Ten Crore Rupees (excepting Primary Co-operative Agricultural and Rural Development Bank, Housing Societies and House Mortgage Banks)	50,000
2 Credit Societies having working capital above Ten Crore Rupees (excepting Primary Co-operative Agricultural and Rural Development Bank, Housing Societies and House Mortgage Banks)	1,00,000
3 Primary Co-operative Agricultural and Rural Development Bank, Housing Societies and House Mortgage Banks—where the aggregate of loans issued and that recovered during the year under audit is up to Ten Crore Rupees	50,000
4 Primary Co-operative Agricultural and Rural Development Bank, Housing Societies and House Mortgage Banks—where the aggregate of loans issued and that recovered during the year under audit exceeds Ten Crore Rupees	1,00,000
5 Societies having credit and non-credit activities—where the working capital or the sale proceeds of goods whichever is higher is up to Ten Crore Rupees	50,000

(1)	(2)
6 Societies having credit and non credit activities, where the working capital or the sale proceeds of goods whichever is higher exceeds Ten Crore Rupees	1,00,000
7 Societies dealing in goods (excepting Coir and Consumer Societies)—where sale proceeds is up to Ten Crore Rupees	50,000
8 Societies dealing in goods (excepting Coir and Consumer Societies)—where sale proceeds exceeds Ten Crore Rupees	1,00,000
9 Primary Consumer Co-operative Societies	10,000
10 District Wholesale Co-operative Consumer Stores and Apex Consumer Co-operative Society	1,00,000
11 Transport Societies	25,000
12 Farming Co-operative Societies which accept deposits only from members and grant loans and advances	50,000
13 Social Welfare Societies which accept deposits only from members and grant loans	50,000
14 Weavers' Co-operative Societies	25,000
15 Hospital Co-operative Societies	25,000
16 Dairy Co-operative Societies	25,000
17 Vanitha Co-operative Societies which do not accept deposits and do not grant loans	10,000
18 Vanitha Co-operative Societies which accept deposits only from members and grant loans	50,000
19 Other Societies	50,000."

By order of the Governor,

DR. V. M. GOPALA MENON,  
Secretary to Government.

### Explanatory Note

(This does not form part of the notification, but is intended to indicate its general purport.)

Government have amended the Kerala Co-operative Societies Rules, 1969 in conformity with the provisions of Kerala Co-operative Societies (Amendment) Act, 2007 (7 of 2007) by a notification issued under G. O. (P) No. 172/2010/Co-op. dated the 2nd November, 2010 published as S.R.O. No. 1005/2010 in the Kerala Gazette Extraordinary No. 2427 dated the 2nd November, 2010. The amount of audit fees levied to Co-operative Societies was also revised by the said amendment. As Government have received a number of suggestions and objections from different quarters with regard to amendments made in rule 65 which provide for levy of audit fees. Therefore Government have decided to revise the provision related audit fees in rule 65 of the said rules.

The draft rules were previously published as required under sub-section (1) of section 109 of the Kerala Co-operative Societies Act as per the notification No. 15045/B1/2011/Co-op dated 3rd July, 2012 and published as S.R.O No. 497/2012 in the Kerala Gazette Extraordinary No. 1448 dated 9th July, 2012. Now Government have decided to publish the final Rules.

The notification is intended to achieve the above object.