

MT

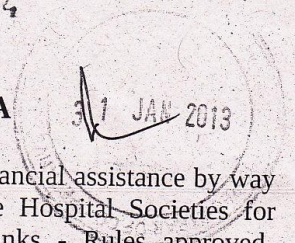
004614



GOVERNMENT OF KERALA

Abstract

Co-operation Department – Guidelines for the payment of financial assistance by way of Loan, Share and Subsidy to Taluk/District Co-operative Hospital Societies for establishing well equipped Medical Laboratories/Blood Banks - Rules approved- Orders issued.



CO-OPERATION (B) DEPARTMENT

G.O (Ms) No. 15/2013/Co-op

Dated, Thiruvananthapuram, 29.01.2013

- Read:- 1) Letter No. MT (3)49123/12 dated 10.12.2012 from the Registrar of Co-operative Societies, Thiruvananthapuram.
3) Decision of the Working Group Meeting held on 13.12.2012

ORDER

As per the letter read as 1st paper above, the Registrar of Co-operative Societies has forwarded a proposal for approval of the Guidelines for the payment of financial assistance by way of Loan, Share and Subsidy to Taluk/District Co-operative Hospital Societies for establishing well equipped Medical Laboratories/Blood Banks. The Working Group Meeting of Co-operation Department held on 13.12.2012 has approved the above Guidelines.

2. Having examined the matter in detail, Government are pleased to approve the Guidelines for the payment of financial assistance by way of Loan, Share and Subsidy to Taluk/District Co-operative Hospital Societies for establishing well equipped Medical Laboratories/Blood Banks. The approved Guidelines are appended to this order.

(By order of the Governor)

**DR. V.M. GOPALAMENON
SECRETARY TO GOVT.**

- To ✓
The Registrar of Co-operative Societies, Thiruvananthapuram
The Principal Accountant General (A&E/Audit), Kerala,
Thiruvananthapuram
The Finance Department
The Planning & Economic Affairs Department
Stock File/ Office Copy.

Forwarded/By order

Section Officer

λ

**GUIDELINES FOR THE PAYMENT OF FINANCIAL ASSISTANCE BY WAY OF
LOAN, SHARE AND SUBSIDY TO TALUK/DISTRICT CO-OPERATIVE HOSPITAL
SOCIETIES FOR ESTABLISHING WELL EQUIPPED MEDICAL
LABORATORIES/BLOOD BANK.**

These guidelines may be called as the guidelines for the payment of financial assistance by way of Loan, Share and Subsidy to Taluk/District Co-operative Hospital Societies for the purpose of establishing well equipped Medical Laboratories/Blood Banks.

1(a). Maximum amount of assistance:

The maximum amount of assistance payable under the scheme shall be limited to 50,00,000/- (Rupees Fifty lakhs only) or 80% of the project cost which ever is less. The assistance shall be paid to the beneficiary society in the pattern shown below.

2. Proportion of amount:

The assistance under the scheme shall be granted to the hospital society in the following proportion.

Share : 20% of the Project Cost

Subsidy : 20% of the Project Cost

Loan : 40% of the Project Cost

Balance amount of 20% has to be raised by the beneficiary society concerned.

3. Types of Societies Eligible for the assistance :-

Taluk/District Co-operative Hospital Societies selected by the Registrar of Co-operative Societies may be granted the assistance by way of loan, share and subsidy for establishing well equipped medical laboratories/blood banks under the scheme.

4. Procedure for application.

Only those societies, having provisions in their bye-laws for establishing medical laboratory/blood bank with State participation in the society.

Application in duplicate along with financial statements shall be made in Form A (Part of the Rules) to be recommended by the Joint Registrar (General) of the District concerned accompanied by the following.

- (a) Certificate of sanction from the competent authority of the Health and Family Affairs Department to establish medical laboratory/blood bank.
- (b) Resolution of the Board of Directors requesting for financial assistance.
- (c) Resolution of the Board of Directors agreeing to adhere to such terms and conditions issued by Government/Registrar of Co-operative Societies that may be prescribe from time to time.
- (d) Detailed project report for availing the assistance with details including the investment necessary for establishing well equipped medical laboratory/blood bank specifying estimated income, expenditure and profit.
- (e) Certificate of the Joint Registrar (General) to the effect that the society is free from corrupt practices.
- (f) No dues certified by the Joint Registrar (General) stating that there is no amount outstanding to the Government, as over due.
- (g) Latest Audit Certificate of the society duly countersigned by concerned officer.
- (h) The hospital society selected shall have a full time paid secretary/chief executive and an elected Managing Committee.

5. Sanctioning of the Assistance :

On receipt of the application with the recommendation of the Joint Registrar of Co-operative Societies, Registrar of Co-operative Societies may after such enquiry, which he deems necessary recommend the same to Government..

6. The Taluk/District Co-operative Hospital society receiving the financial assistance shall utilise the same only for the purpose for which it is sanctioned.

7. Hypothecation and Mortgage of Assets.

- a) The taluk/district Co-operative hospital shall execute a hypothecation deed hypothecating or mortgaging the assets for the loan assistance sanctioned in favour of Governor of Kerala in form C (approved with these Rules)
- b) A printed share certificate duly signed sealed and dated and an agreement in form D shall be executed and submitted along with proposal for withdrawal of share capital assistance.
- c) An agreement in form 'B' shall be executed and submitted for withdrawal of subsidy portion.

8. Withdrawal of the Assistance. :

The Government may sanction the financial assistance to any taluk/district co-operative hospital society subject of the availability of and as per funds and as per terms and conditions, prescribed for the purpose.

9. The Registrar of Co-operative Societies may grant permission to with draw the amount after obtaining documents as detailed in para 7 along with necessary board resolution.

10. Utilization of Funds

The financial assistance which may be sanctioned shall be utilised within a period of three months from the date of drawal of assistance and the Registrar of Co-operative Societies may extend the period of utilisation for a further maximum period of three months. In case the society fails to utilise the amount within the period the entire amount of assistance with interest @ as may be prescribed by Government as on the date shall be refunded to Government in lump. The taluk/district Co-operative hospital society shall not sell, transfer, otherwise dispose off or create any encumbrance on the assets purchased by the financial assistance availed, without the consent of the Government/Registrar of Co-operative Societies.

11. Repayment :

(a) The instalment of loan shall be repaid in twelve annual instalments and the first instalment shall fall due from the first anniversary of the drawal of the loan amount with interest. Interest shall be calculated on the loan amount outstanding at the end of the each calendar year and rate of interest shall be as fixed by the Government at the time of sanctioning the loan. In the event of default in repayment of instalment/instalments of loan, the Co-operative Hospital society will be liable to pay penal interest @ 2.5% for the defaulted instalments.

b) The Share Capital under these scheme will be for a period of 13 years repayable in 10 annual equal instalments. The first instalment falling due on the 3rd anniversary of the date of drawal of the amount. In the event of default in repayment of instalments of share, the co-operative hospital society will be liable to pay penal interest @ 2.5% for the defaulted instalments.

12. Consequence of default of payment :

If the taluk/district Co-operative hospital society makes default in the repayment of any instalment or instalments of the Principal or interest on the due date, the loan outstanding on the due date together with interest and the subsidy in full shall be liable to be recovered in lump. The Registrar of Co-operative Societies is competent to effect the recovery from its assets both movable and immovable as per the provision of the Revenue Recovery Act 1961 as though such sums are arrears of revenue and in such other manner the Registrar of Co-operative Societies may deem fit.

Penal Interest at the rate of $2\frac{1}{2}$ % p.a over and above the normal rate of interest shall also be imposed on the amount defaulted from the date of default to the date of receipt of repayment.

13. The dividend not less than 5% (on the basis of Shares allotted to Government) shall be paid to the Government by effecting the remittance into the nearest Government Treasury within one month after the declaration of profit for each year approved by the General Body of the society.

14. Insurance :

The society shall after the receipt of assistance subscribe to an insurer within 30 days from of the date of purchase of equipments against any loss or damage from the State Insurance Department or from a public sector insurance company for a sum not less than the amount of the assistance and the policy be assigned in favour of Government.

15. The President, Secretary/Chief Executive and the Board of Directors of the taluk/district co-operative hospital society shall jointly and severally be responsible for the proper utilization of the financial assistance received.

16. The Joint Registrar (General) of the concerned district shall maintain Demand, Collection, Balance Register and shall watch the utilisation of the assistance, repayment of loan, share instalments and interest thereon and furnish the Utilisation Certificate of the assistance to Accountant General, Kerala in due course through Registrar of Co-operative Societies.