



# കേരള ഗസറ്റ് KERALA GAZETTE

## അസാധാരണം EXTRAORDINARY

ആധികാരികമായി പ്രസിദ്ധപ്പെടുത്തുന്നത്  
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19th Karkadakam 1196

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No.

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GOVERNMENT OF KERALA

**Co-operation (B) Department**

NOTIFICATION

GO(P)No. 123/2021/Co-op.

*Dated, Thiruvananthapuram, 04<sup>th</sup> August, 2021.  
19<sup>th</sup> Karkadakam, 1196.*

**S. R. O. No. 588/2021**

WHEREAS, under sub-section (1) of section 29 of the Kerala Co-operative Societies Act, 1969 (Act 21 of 1969), as amended by the Kerala Co-operative Societies (Amendment) Act, 2013 (Act 8 of 2013) a general body meeting of the society shall be held within a period of six months of the close of the financial year;

AND WHEREAS, under sub-section (3) of section 29 of the said Act, as amended by the said Amendment Act where the board of a Co-operative society fails



to convene the annual general meeting within the period specified in sub-section (1), the Registrar or the person authorized by him in this behalf shall be competent to convene such annual general meeting within a period of ninety days from the date of expiry of the period mentioned in sub-section (1) and the expenditure incurred on such meeting shall be borne by the Co-operative society;

AND WHEREAS, under sub-section (4) of section 29 of the said Act, as amended by the said Amendment Act, members of the Board who, in the opinion of the Registrar, were responsible for not convening the annual general meeting within the stipulated period shall be disqualified for one term for being elected as committee members and to continue as members of a society in addition to being liable for any other provision under this Act;

AND WHEREAS, under sub – section (4) of section 63 of the said Act, as amended by the said Amendment Act, it shall be the duty of the managing committee cause to audit the accounts of every society at least once in every year and it is provided that the accounts of every society shall be audited within six months of the close of the financial year to which such accounts relate;

AND WHEREAS, under sub-section (8) of section 63 of the said Act, as amended by the said Amendment Act, the minimum qualification and experience of auditors for auditing the accounts of co-operative society may be such, as may be prescribed;

AND WHEREAS, under sub – section (9) of section 63 of the said Act, as amended by the said Amendment Act, every Co-operative society shall cause to be audited by an auditor or auditors or team of auditors referred to in sub-section(8) appointed by the general body or special general body from among the panel of auditors approved by the Director of Co-operative Audit and it is provided that if there are no auditors available from the above panel, the general body of a society may appoint auditing firms from among a panel approved by the Director of Co-operative Audit;

AND WHEREAS, under sub-section (10) of section 63 of the said Act, as amended by the said Amendment Act, the financial accounts of all apex societies shall be audited by auditing firms from among the panel approved by Director of



Co-operative Audit and the administrative matters and related accounts of assisted apex societies shall be audited by the departmental auditors from among the panel approved by the Director of Co-operative Audit as may be prescribed and submit the audit reports to the Director of Co-Operative Audit;

AND WHEREAS, under sub-section (11) of section 63 of the said Act, as amended by the said Amendment Act, the audit report of the accounts of an apex Co-operative society which includes the report on administrative matters, shall be laid by the Government before the Legislative Assembly, in the manner prescribed;

AND WHEREAS, under sub-section (12) of section 63 of the said Act, as amended by the said Amendment Act, it is the responsibility of the managing committee to convene general body meeting or special general body meeting in order to appoint auditors or auditing firms within the stipulated time from among the panel approved by Director of Co-operative Audit, failing which, the members of the managing committee shall cease to hold their office and in such cases to avoid administrative stalemate, the Registrar may *suo motu* or on application from the Director of Co-operative Audit or from any person authorized in this behalf, appoint an administrator or an administrative committee consisting of not more than three persons, who need not be members of the society, one among them as convener, to manage the affairs of the society, for a period not exceeding six months as may be specified in the order and it is provided that such administrator or administrative committee shall arrange for the constitution of a new committee or for entering upon office of the new committee, as the case may be;

AND WHEREAS, under sub-section (4) of section 64 of the said Act, as amended by the said Amendment Act, the financial statements and other statutory statements as required by auditors shall be prepared by the Chief Executive of the society within one month from the date of close of the financial year and submit it before managing committee and the fact shall be reported to the Director of Co-operative Audit or to the persons authorized by him in this behalf;

AND WHEREAS, under sub-section (4A) of section 64 of the said Act, as amended by the said Amendment Act, it shall be the duty of the managing committee of every society to ensure the accuracy of financial and other statutory



statements and it is the responsibility of the Managing Committee to submit the above statements for audit within one month from the date of receipt of the above statements before the auditor and lapse on the part of managing committee in this regard will be considered as a disqualification to hold office and they shall cease to be a member of the committee as may be prescribed and in such cases to avoid administrative stalemate, the Registrar may *suo motu* or on application from the Director of Co-operative Audit or by any person authorized in this behalf, appoint an administrator or an administrative committee consisting of not more than three persons, who need not be members of the society, one among them as convener, to manage the affairs of the society, for a period not exceeding six months as may be specified in the order and it is provided that such administrator or administrative committee shall arrange for the constitution of a new committee or for entering upon office of the new committee as the case may be;

AND WHEREAS, under sub-section (4B) of section 64 of the said Act, as amended by the said Amendment Act, within three months from the date of receipt of the audit report, the Director of Co-operative Audit shall issue an audit certificate to the concerned society with a copy of audit memorandum as may be prescribed;

AND WHEREAS, under sub-section (5) of section 64 of the said Act, as amended by the said Amendment Act, the auditor or auditing firms appointed as per section 63 shall complete the audit within four months from the date of receipt of the statements and submit audit report to the Director of Co-operative Audit or to the persons authorized by him in this behalf;

AND WHEREAS, under section 66C of the said Act, as amended by the said Amendment Act, every Co-Operative Society shall file returns, within six months of the closure of every financial year before the Registrar containing the following particulars, namely:-

- a a comprehensive annual report of its activities;
- b its audited statements of accounts;
- c plan for surplus disposal as approved by the general body of the Co-Operative society;
- d list of amendments to the bye-laws of the Co-operative society, if any;
- e declaration regarding date of holding of its general body meeting and conduct of elections when due; and



- f any other information required by the Registrar in pursuance of any of the provisions of this Act or rules;

AND WHEREAS, due to non-finalisation of account, Co-operative institutions are not in position to conduct annual general body meeting to adopt final account and to satisfy the provisions within the time limit laid down under section 63 and 64 of the Kerala Co-operative Societies Act, 1969;

AND WHEREAS, the Government of Kerala has exempted all co-operative societies from the provisions of sub-sections (1), (3) and (4) of section 29, sub-sections (4), (8), (9), (10), (11) and (12) of section 63, sub-sections (4), (4A), (4B) and (5) of section 64 and section 66C of the Kerala Co-operative Societies Act, 1969 (Act 21 of 1969) for a further period from 1<sup>st</sup> October, 2020 to 31<sup>st</sup> December, 2020 in pursuance of notification issued under G.O.(P) No.101/2020/Co-op dated 28<sup>th</sup> September, 2020 and published as S.R.O. No. 620/2020 in the Kerala Gazette Extraordinary No.2191 dated 28<sup>th</sup> September, 2020 and also further extended for a period of three months from 1<sup>st</sup> January, 2021 to 31<sup>st</sup> March, 2021 in pursuance of notification issued under G.O.(P) No.163/2020/Co-op dated 16<sup>th</sup> December, 2020 and published as S.R.O. No. 876/2020 in the Kerala Gazette Extraordinary No.2992 dated 17<sup>th</sup> December, 2020 and also further extended for a period of three months from 1<sup>st</sup> April, 2021 to 30<sup>th</sup> June, 2021 in pursuance of notification issued under G.O.(P) No.60/2021/Co-op dated 24<sup>th</sup> March, 2021 and published as S.R.O. No. 309/2021 in the Kerala Gazette Extraordinary No.1263 dated 24<sup>th</sup> March, 2021.

AND WHEREAS, it is mandatory for the societies to convene the meeting of annual general body in order to appoint auditors or auditing firms within the stipulated time from among the panel approved by Director of Co-operative Audit, failing which, the members of the managing committee shall cease to hold their office;

AND WHEREAS, due to spread of Covid-19 pandemic in the State as per the Covid-19 protocol the societies were not in a position to conduct annual general body meeting and to satisfy the provisions within the time limit laid down under section 63 and 64 of Kerala Co-operative Societies Act;



AND WHEREAS, panel of auditors can be furnished to this Co-operative societies only after framing of the rules in accordance with the Kerala Co-operative Societies (Amendment) Act, 2013 (Act 8 of 2013);

AND WHEREAS, the Registrar of Co-operative Societies has recommended to the Government to exempt all Co-Operative Societies from the provision of sub-sections (1), (3) and (4) of section 29, sub sections (4), (8), (9), (10), (11) and (12) of section 63, sub-sections (4), (4A), (4B) and (5) of section 64 and section 66 C of the Kerala Co-Operative Societies Act, 1969 (Act 21 of 1969) as amended by the Kerala Co-operative Societies (Amendment) Act, 2013 (Act 8 of 2013) for a further period of three months from 1<sup>st</sup> July, 2021 to 30<sup>th</sup> September, 2021;

AND WHEREAS, the Government have considered the matter in detail and are satisfied that it is necessary in public interest to grant exemption to all Co-operative Societies in the State of Kerala from the provisions of sub-sections (1), (3), and (4) of section 29, sub sections (4), (8), (9),(10), (11) and (12) of section 63, sub-sections (4), (4A), (4B) and (5) of section 64 and section 66 C of the Kerala Co-Operative Societies Act, 1969 (Act 21 of 1969) as amended by the Kerala Co-operative Societies (Amendment) Act, 2013 (Act 8 of 2013) for a further period of three months from 1<sup>st</sup> July, 2021 to 30<sup>th</sup> September, 2021;

Now, THEREFORE, in exercise of the powers conferred by section 101 of the Kerala Co-Operative Societies Act, 1969 the Government of Kerala hereby exempt all Co-operative Societies from the provisions of sub- sections (1), (3) and (4) of section 29 and sub sections (4), (8), (9), (10), (11) and (12) of section 63 and sub-sections (4), (4A), (4B) and (5) of section 64 and section 66 C of the Kerala Co-Operative Societies Act, 1969 (Act 21 of 1969)as amended by the Kerala Co-operative Societies (Amendment) Act, 2013 (Act 8 of 2013) for a further period of three months from 1<sup>st</sup> July, 2021 to 30<sup>th</sup> September, 2021.

By order of the Governor,  
**P.S.RAJESH,**  
***Additional Secretary to Government.***



## Explanatory Note

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

As per sub-section (1) of section 29 of the Kerala Co-Operative Societies Act, 1969 (Act 21 of 1969) a general body meeting of the society shall be held within a period of six months of the close of the financial year and under sub-section (4) of section 29 of the said Act members of the Board who, in the opinion of the Registrar, were responsible for not convening the annual general meeting within the stipulated period shall be disqualified for one term for being elected as committee members and to continue as members of a society in addition to being liable for any other provisions under this Act and it is provided that the accounts of every society shall be audited within six months of the close of the financial year to which such accounts relate and under sub-section(9) of section 63 of the said Act, every co-operative society shall cause to be audited by an auditor or auditors or team of auditors referred to in sub-section(8) appointed by the general body or special general body from among the panel of auditors approved by the Director of Co-operative Audit and under sub-section(12) of section 63 of the said Act as amended by the said Amendment Act, it is the responsibility of the managing committee to convene general body meeting or special general body meeting in order to appoint auditors or auditing firms within the stipulated time from among the panel approved by Director of Co-operative Audit, failing which, the members of the managing committee shall cease to hold their office as may be prescribed.

The Government of Kerala has exempted all co-operative societies from the provisions of sub-sections (1), (3) and (4) of section 29, sub-sections (4), (8), (9), (10), (11) and (12) of section 63, sub-sections (4),(4A), (4B) and (5) of section 64 and section 66 C of the Kerala Co-Operative Societies Act, 1969 (Act 21 of 1969) for a further period from 1<sup>st</sup> October, 2020 to 31<sup>th</sup> December, 2020 in pursuance of notification issued under G.O.(P) No.101/2020/Co-op dated 28<sup>th</sup> September, 2020 and published as S.R.O. No. 620/2020 in the Kerala Gazette Extraordinary No. 2191 dated 28<sup>th</sup> September, 2020 and also further extended for a period of three months from 1<sup>st</sup> January, 2021 to 31<sup>st</sup> March, 2021 in pursuance of notification issued under G.O.(P) No.163/2020/Co-op dated 16<sup>th</sup> December, 2020 and published as S.R.O No.876/2020 in the Kerala Gazette Extraordinary No.2992 dated 17<sup>th</sup> December, 2020 and also further extended for a period of three months from 1<sup>st</sup> April, 2021 to



30<sup>th</sup> June, 2021 in pursuance of notification issued under G.O.(P) No.60/2021/Co-op dated 24<sup>th</sup> March, 2021 and published as S.R.O.No.309/2021 in the Kerala Gazette Extraordinary No. 1263 dated 24<sup>th</sup> March, 2021.

The Registrar of Co-Operative Societies has reported that in the context of spread of COVID-19 pandemic situation the members of the co-operative societies are not in a position to participate the annual general body meeting as per the Covid-19 protocol. The Registrar of Co-operative Societies has further reported that it is mandatory for the societies to convene the meeting of annual general body to appoint auditors or auditing firms within the stipulated time from among the panel approved by the Director of Co-operative Audit, failing which, the members of the managing committee shall cease to hold their office, and in the above circumstances the societies are not in a position to adhere with the provisions regarding appointment of auditors and convening of general body meetings which affect the existence of elected Board of Directors upon which administration of the societies are vested with, and that the absence of Board of Directors in societies will affect the day-to-day functioning of the societies which ultimately affects the interest of the general public. In the above circumstances, the Registrar of Co-Operative Societies has recommended to the Government to extend the exemption already granted to the co-operative societies from the provisions of sub-sections (1), (3) and (4) of section 29, sub-sections (4), (8), (9), (10), (11) and (12) of section 63, sub-sections (4), (4A), (4B) and (5) of section 64 and section 66 C of the Kerala Co-Operative Societies Act, 1969 (Act 21 of 1969) as amended by the Kerala Co-operative Societies (Amendment) Act , 2013 (Act 8 of 2013) for a further period of three months from 1<sup>st</sup> July, 2021 to 30<sup>th</sup> September, 2021.

The Government have considered the matter in detail and are satisfied that it is necessary in public interest to exempt all Co-Operative Societies from the provisions of sub-sections (1), (3) and (4) of section 29 and sub sections (4), (8), (9), (10), (11) and (12) of section 63, sub-sections (4), (4A), (4B) and (5) of section 64 and section 66 C of the Kerala Co-Operative Societies Act, 1969 as amended by the Kerala Co-operative Societies (Amendment) Act , 2013 (Act 8 of 2013) for a further period of three months from 1<sup>st</sup> July, 2021 to 30<sup>th</sup> September, 2021.

The order is intended to achieve the above object.

