



GOVERNMENT OF KERALA

Abstract

Local Self Government Department – Kudumbashree – Interest Subsidy Scheme for Neighbour Hood Groups /Joint Liability Groups – Provision on default – amended – Orders issued.

LOCAL SELF GOVERNMENT (IA) DEPARTMENT

G.O.(Rt) No.3490/2010/LSGD. Dated,Thiruvananthapuram, 04/11/2010.

Read:- 1. G.O.(Rt)No.2725/09/LSGD dated: 22.10.2009
2. Letter No.KS/C/3537/09 dated 13.02.2010 and 30.07.2010 from the Executive Director, Kudumbashree, Thiruvananthapuram.

ORDER

As per G.O. read as 1st paper above, sanction was accorded for the Interest subsidy scheme for Kudumbashree Neighbour Hood Groups (NHGs). The Executive Director, Kudumbashree vide her letter read as 2nd paper above has informed Government that an amendment is required to be made with respect to the provision on default of the approved guidelines of the scheme as the same do not go in par with the operating guidelines adopted by Kudumbashree in consultation with the state Level banker's Committee. Under these circumstances the Executive Director, Kudumbashree has requested Government to modify the provision on default mentioned in the G.O. cited as 1st paper above stating that "second installment would be paid only if there is no default" as given below:

"In case of default, subsidy will not be paid for the defaulted period and defaulted amount. Default under the Interest subsidy scheme is defined as if a NHG/JLG did not pay an installment with in 90 days from the due date".

Government have examined the case in detail and are pleased to amend the provision on default mentioned in G.O. read as 1st paper above stating that " second installment would be paid only if there is no default" as follows:

"In case of default, subsidy will not be paid for the defaulted period and defaulted amount. Default under the Interest Subsidy Scheme is defined as if a NHG/JLG did not pay an installment with in 90 days from the due date".

The Government order read as 1st paper above stands modified to this extent.

By order of the Governor
P.SYAMALA
JOINT SECRETARY

To

The Executive Director, Kudumbashree, Thiruvananthapuram.
The Principal Accountant General (Audit), Kerala, Thiruvananthapuram.
The Accountant General (A&E) Kerala, Thiruvananthapuram.
Finance Department (vide U.O.No.64963/Dev2/10/Fin dated 19.10.2010)
SF/OC.

Forwarded/By order,


Section Officer.

Copy to: PS to Hon'ble Minister (LSG)

Disposal leading to G O (Rt)No 2725/09/LSGD dated 22.10.2009