



## GOVERNMENT OF KERALA

Abstract

Local Self Government Department- Kerala Sustainable Urban Development Project-Accounting reforms in the Urban Local Bodies (ULBs)-Accounting of Kozhikode Corporation and Kannur Municipality-Support of IKM-Orders issued.

Attention  
Udayabhanukonda  
Consultant, IKM  
Janosevanokonda

## LOCAL SELF GOVERNMENT (IA) DEPARTMENT

G.O.(Rt) No. 4240/08/LSGD

Dated, Thiruvananthapuram 05.12.08

Read:- 1) G.O(Ms) No.8/07/LSGD dated.06.01.07.  
2) G.O(P) No.100/07/LSGD dated.30.03.07.  
3) G.O(Ms) No.130/07/LSGD dated.17.05.07.  
4) Note No.141/2006/KSUDP dated.18.10.08 of the Project Director,  
Kerala Sustainable Urban Development Project.

ORDER

A pilot project to introduce the Double Entry Accrual Based Accounting System in the following seven Urban Local Bodies(ULBs) was launched vide G.O read as 1<sup>st</sup> paper above in the five Corporations Thiruvananthapuram, Kollam, Kochi, Thrissur, Kozhikode and Alappuzha and Thalassery Municipalities.

In a meeting convened by the Principal Secretary, LSG Department on 23.09.08 to examine the accounting software developed by IKM, they informed that their software not only integrates both accounting and revenue modules but also is in compliance with the Kerala Municipal Accounts Manual incorporating the modular structure of funds, functions, functionaries and account codes. The Mayor and Deputy Mayor of Kozhikode Corporation desired that the accounting software developed by IKM may be used in Kozhikode Corporation.

Under the above circumstances, Government order the following:

- 1) The IKM software will be used at Kozhikode Corporation. The implementation will solely be by the Corporation and any data entry including voucher entry and authentication should be done by the Accounts wing of the Corporation. The accounts up to September 2008 will be completed in the IKM software and the financial statements and reports up to September 2008 as mandated in the



Kerala Municipal Accounts Manual and the MIS reports as generated will be sent to KSUDP for verification.

- 2) As the revenue module has been modified by IKM as per new codes, the same would be immediately implemented in the other 6 ULBs viz., Thiruvananthapuram, Kollam, Kochi, Thrissur, Alappuzha and Thalassery and data in the required format would be transferred to accounting module/core team for accounting.
- 3) IKM will independently do the entire accounting of Kannur Municipality using their software in accordance with the Kerala Municipal Accounts Manual.

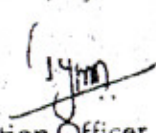
The Kerala Municipality (Accounts) Rules, 2007 and the Kerala Municipal Accounts Manual notified as per Government orders read as 2<sup>nd</sup> and 3<sup>rd</sup> p per above respectively, which are now applicable to the 7 Pilot ULBs, are hereby extended to Kannur Municipality also.

By order of the Governor  
D.RADHAKRISHNAN  
JOINT SECRETARY

To

The Project Director, KSUDP, Thiruvananthapuram.  
The Principal Accountant General(Audit), Kerala,  
Thiruvananthapuram.  
The Accountant General (A&E), Kerala, Thiruvananthapuram  
SF/OC.

Forwarded/By order

  
Section Officer

B. S. to Hon'ble Min (L&C) Dept  
A. S. To Pal. Sec (L&C) Dept