



GOVERNMENT OF KERALA

Abstract

Local Self Government Department - LIFE Mission - Releasing an amount of Rs. 6,65,75,111/- for payment towards interest as part of final settlement of the Bridge loan to the erstwhile Ernakulam District Co-operative Bank - Sanction accorded - Orders issued.

LOCAL SELF GOVERNMENT (DB)DEPARTMENT

G.O.(Ms)No.83/2021/LSGD Dated, Thiruvananthapuram, 27/03/2021

Read 1 G.O (Rt)No.688/2019/LSGD dated 22/03/2019.

2 Letter No. LM-18/Fin/2019 dated 11/01/2021 from Chief Executive Officer, LIFE Mission.

3 Minutes of the meeting chaired by Chief Executive Officer, LIFE Mission on 22/01/2021.

4 Letter No.LF/590/FIN/2021 dated 09/03/2021 from Chief Executive Officer, LIFE Mission.

5 Letter No.KSCB/CBO/904/039/48229LN775/1717/KURDFC dated 10/03/2021 from General Manager, Kerala Bank.

6 Letter No.KURDFC/A2/713/2019(21) dated 17/03/2021 from the Managing Director, KURDFC.

ORDER

As per GO read on 1st paper above sanction was accorded to avail a Bridge loan of Rs 425 crore from Ernakulam District Co-operative Bank. It was reported as per letter read as 2nd paper above that an amount of Rs 6,65,75,111/- towards interest and Rs 3,06,41,393/- towards penal interest remain to be paid to the erstwhile Ernakulam District Co-operative Bank against the said Bridge loan. As per the minutes of the meeting read as 3rd paper above it was decided to pay the interest amount of Rs 6,65,75,111 /-to the bank and regarding payment of penal interest of Rs 3,06,41,393/- it was decided to place the matter before the Director Board of Kerala Bank for approval. Accordingly the interest amount of Rs 6,65,75,111/- is to be remitted before the closure of the current financial year, sufficient amount should be provided under the Head of account 4515-00-102-49 (Rural development plan). Hence taking into account the requirement of Rs 6,65,75,111/-modified proposal is submitted by CEO

LIFE Mission as per letter read as 4th paper above.

2) As per letter read as 6th paper above, it has been informed that the bank accepted the decision taken in the above meeting and requested to allot an amount of Rs.6,65,75,111/-to the bank account of KURDFC(State Bank of India, Account No.67113187948, IFSC Code:SBIN 0070033) towards paying the interest amount of Rs. 6,65,75,111 /-to the bank for the need of closing the Bridge loan. As per letter read as 5th paper above Kerala Bank suggested to remit an amount of Rs.6,65,75,111 / towards interest as part of final settlement of the loan and is informed KURDFC that waiver of Penal interest therein shall be considered positively by the bank on settlement of the loan.

3) Government have examined the matter in detail and are pleased to accord sanction for releasing an amount of Rs. 6,65,75,111/-(Rupees Six crore sixty five lakhs seventy five thousand one hundred and eleven only) from the head of account 4515-00-102-49 (Rural development plan) to the bank account of KURDFC (State Bank of India, Account No.67113187948, IFSC Code: SBIN 0070033 towards remitting the interest amount to the Ernakulam District Co-operative Bank as part of final settlement of the Bridge loan.

(By order of the Governor)

PATSY STEPHEN
JOINT SECRETARY

Chief Executive Officer, LIFE Mission.

Managing Director, KURDFC.

State Performance Audit Officer, Thiruvananthapuram.

Executive Director, Information Kerala Mission, Thiruvananthapuram.

Principal Accountant General (Audit/ A & E), Thiruvananthapuram(This issues with the concurrence of Finance Department).

Finance Department (DEV2/57/2019/Fin-Part (1) dated 24/03/2021).

Stock File /Office copy.

Forwarded /By order

Section Officer