

Subject: Sanction of thrift fund scheme to the weavers of the Karnataka Handloom Development Corporation Limited, Bangalore.

G.O. No: CI 145 C TH 85 Bangalore, dated 29th March, 1988.  
30th

Read:

1. Correspondence ending with letter No:HLS/A4/109/82-83 dated 24 - 2-1988 from the Additional Director of Industries and Commerce and Ex-Officio Additional Registrar of Industrial Co-operatives.

Preamble:

Government have been considering the question of extending the thrift fund scheme already in operation for the benefit of weaver-members of Primary Weavers co-operative Societies in the State, to the weavers of the Karnataka Handloom Development Corporation Limited, Bangalore.

Following are the salient features of the thrift fund scheme already in operation for the weavers in the Co-operative sector and proposed to be extended to weavers of the Karnataka Handloom Development Corporation Limited:

1. The fund is instituted by the Government for the benefit of the working members of the Weavers Co-operative Societies. The Trustee of the thrift fund scheme decides the number and names of societies to which the scheme may be extended;
2. The contribution to the fund is made by means of deposits in the Government Account;
3. The control of the fund rests with the Trustee (Commissioner for Industrial Development and Director of Industries & Commerce) is the Trustee);
4. Individual members of the societies to which this scheme is extended as per para 1 above shall be admitted as subscriber to the Fund if they satisfy the following conditions:
  - a) He/she should be a member of a weavers' Co-operative society for a minimum period of one year;
  - b) He/she should have a minimum share capital of Rs.100/- in the society;

5. Each subscriber shall subscribe to the fund no less than 6% of the wages earned by him/her. However, a subscriber may if he/she chooses so, subscribe more to the fund not exceeding 10% of wages earned by him/her;

6. The Government shall also contribute to the fund a sum equal to the contribution made by the member subject to the condition that the Government contribution shall not exceed 6% of the wages earned by member and subscribed to the Fund;

7. Interest shall be allowed on all deposits in the fund at the rate prescribed by Government year after year;

8. Interest earned by the fund will be credited to the fund annually on the last date of the co-operative year;

9. **No subscriber** shall be eligible for a temporary advance from the fund before the expiry of 5 years from the date of entry into the scheme;

10. After the expiry of minimum period of 5 years, the subscriber may get temporary advance upto 75% of the amount **provided** he/she has balance in excess of Rs.500/- standing to the credit of his/her fund account;

11. The subscriber may draw money for any of the following purposes. viz:

- a) For medical expenses of the subscriber or his family members;
- b) To meet the expenses in connection with marriage, confinement, funeral and religious ceremonies which is incumbent upon the subscriber to perform; and
- c) to meet the expenses in connection with purchase of houses site, construction/purchase of a house or addition or alterations or repairs to the house owned by the member;

Government consider that extending the benefits of the scheme to weavers of KHDC Limited would be of immense benefit to the weaver members as it will promote savings habit among the weavers and provide them with social security to meet their old age needs.

In the current year, Rs.10.00 lakhs (Rupees ten lakhs only) is provided under the Budget Head "2851-Village and Small Industries.103.Handloom Industries.A.State Sector Scheme.60. Thrift Fund scheme" towards matching share by the State Govt.

in respect of the amounts subscribed by the weaver subscribers of KHDC Limited to the Fund.

Accordingly, Government have decided to extend the benefits of Thrift Fund Scheme, already in operation for the weavers in the Co-operative Sector, to weavers of KHDC Limited and issue the following order.

O R D E R

Sanction is accorded for extending the benefits of Thrift Fund Scheme already in operation for weavers in the co-operative sector, to weaver members of KHDC Limited, with effect from 1.2.1985 subject to the Rules of the Fund appended to in the Annexure.

Sanction is also accorded for release of Rs.10.00 lakhs (Rupees ten lakhs only) being the share of matching contribution by the State Government in respect of amounts subscribed by the weaver subscribers of KHDC Limited to the Fund. The matching share of Rs.10.00 lakhs will be released in favour of the Commissioner for Industrial Development and Director of Industries & Commerce designated as "Trustee" under the fund to enable him to sanction matching share of contribution to each project centre for being credited to the individual fund account of the weaver subscribers maintained with the local treasuries.

The amount shall be drawn by the Commissioner for Industrial Development and Director of Industries & Commerce, Bangalore, who is the "Trustee" under the scheme.

The expenditure shall be debited to the Head of Account "2851-Village and Small Industries.103.Handloom Industries.A.State Sector Scheme.60.Thrift Fund Scheme." The fund account shall be held in Public Account with the Treasury under Head Of Account "8005.State Provident Funds. 1.Other provident Funds. Other Misc.P.F.Karnataka Handloom Development Corporation Limited Weavers Thrift Fund" and shall be operated by the Director of Industries and Commerce.

The above Head of Account shall be opened in the Treasury Accounts and in the Books of Accountant General, Karnataka, Bangalore.

This order issues with the concurrence of Finance Department vide their U.O. Note: FD:302:Exp-I/88 dated 29th March, 1988.

By Order and in the name of the Governor of Karnataka,

*S. Ashwini*  
(G.A. SHENVI)

Under Secretary to Government,  
Commerce & Industries Department.  
(SSI SECTION)

To

1. The Accountant General, Karnataka, Bangalore
2. The Director of Industries and Commerce, Bangalore
3. The Additional Director of Industries and Commerce and Ex. Officio Additional Registrar of Industrial co-operatives, Bangalore. 560002.
4. The Managing Director, KHDC, Bangalore
5. The weekly Gazette
6. The Finance Department (Ex-1)
7. The Treasury Officer, State Huzur Treasury, Bangalore.
8. Spare Copies.