

**PROCEEDINGS OF THE EXECUTIVE DIRECTOR**  
**STATE POVERTY ERADICATION MISSION (KUDUMBASHREE)**  
**THIRUVANATHAPURAM**  
**(Present: Smt. K.B Valsalakumari.)**

Sub: - Kudumbashree-NULM-Flow of fund-instruction-regarding:-  
**Order No. 6701/F/2013/KSHO dated 04 -07-2015**

Urban Poverty is a major issue faced by the most of the urban local bodies, which has to be addressed at the optimum level, and for which specific programme should be there at the ULB level, in a mission mode .NULM is a mission programme, so as to address the challenges of urban poverty taking all the ULBs in to confidence and ULBs, being the implementation agency of the program.

Central govt is providing 75% of the fund and the rest is by the State govt.The guidelines provide for seven thematic component, for which projects have to be conceived, formulated and implemented at the ULB level. As there is a huge fund flow from the State Mission Office, the Mission feels that there should be specific guideline for the flow of fund from the State Mission to the ULB/NHG level.

As NULM has replaced SJSRY, there is no further funding/activities and expenditure in respect of SJSRY and hence there is no need for maintaining the SJSRY account at the DMC and ULB level. Hence the following instructions are issued.

**I. At the DMC level**

In all DMC, there is a separate account for SJSRY operated by the coordinator. The DMC shall open a new account exclusively for NULM and the unutilized fund (SJSRY) shall be transferred to the NULM account after closing the existing SJSRY account.The closing balance and the opening balance, along with the account no, Name of the Bank, branch name, IFSC code shall be forwarded to the State Mission office urgently. If there is any committed expenditure, and it has not been disbursed till date, the committed fund can be retained in the existing SJSRY account, with the approval of State Mission. In this case, the existing account of SJSRY shall be retained with the approval of the State Mission.

The fund allocated from the State Mission to the DMC, shall invariably be credited in the NULM account and all expenditure; relating the salary and other allowance of the managers at the city level and fund allocation to different ULBs shall be from NULM fund, as per the genuine demand of the ULB/ instruction from the State Mission. The DMC shall be custodian of NULM fund at the DMC level. He /She shall not divert/mismanage the NULM fund for a purpose which is not permitted under NULM. If any such mismanagement is found, it shall be viewed very seriously.

**II. At the ULB level**

There shall be separate and exclusive account for NULM at the City level, which shall be jointly held by the Secretary and CPO. The

unutilized fund of SJSRY shall be transferred to the NULM account. The fund transferred to ULB by DMC or State Mission for the Mission purpose shall be credited in the NULM fund. The ULB shall furnish the closing fund and opening fund of SJSRY and NULM account respectively to the State Mission.

All expenditure under NULM shall be met from NULM fund, for which separate register shall be maintained, so as to record the flow of funds. The CPO shall be the Chief Operating Officer of the NULM fund, under the supervision and guidance of ULB and City Mission Management Unit. All the payment/expenditure shall be in accordance with the approval of the competent authority and only in pursuance of the City Mission Management Unit.

The Secretary/CPO shall not divert fund earmarked for NULM, for any other purpose, than NULM.

The Secretary/CPO shall be primarily responsible for the mismanagement of fund if any found in future and shall be delt very seriously.

**III. At the CDS/ADS/NHG level**

There shall be separate account for NULM in the CDS level, which shall jointly be held by member Secretary and Chairperson of the CDS. There shall be a separate register to record the flow of fund in respect of NULM. All expenditure shall be in compliance with the Mission guideline and instruction/orders therein.

It is not necessary to open or maintain separate account at the ADS and NHG level. But there shall be a separate register at the ADS/NHG level, to record all transaction of NULM. The fund allocated under NULM, shall be utilized only for the purpose for which it has been provided. While making expenditure, extra care shall be taken so as to ensure that the fund is not utilized for a purpose that is not meant for NULM.

Yours faithfully  
 Sd/-  
 Executive Director  
 Kudumbashree

- To
1. The Municipal/Corporation Secretaries of ULB.
  2. All District Mission Coordinator
  3. City Project Officers of all ULBs
- Copy to
1. All CDS chairperson of ULB
  2. All member Secretary of CDS at ULB level.

Forwarded by Order

Program Officer (Urban)