

Proposed Amendments to Bye-Laws

Bye-Law No.	Wording of the Existing Bye-Laws	Proposed Amendment	Reason for Change
D.1.1 (iii)	No person shall be a member unless (iii) he has paid an entrance fee of Rs. 5/-.	No person shall be a member unless (iii) he has paid an entrance fee of Rs. 10/-.	As per guideline of Registrar of Co-op. Societies.
F.1.2 (b)	Special Loan : (a) The maximum limit shall be Rs. 1,25,000/- or 10 times of shares & subscription or 22 times of basic pay or 15,625/- per completed year of membership whichever is less subject to the limitation stipulated by the Managing Committee from time to time. The increase in the limit shall be effected subject to the availability of the funds. (c) Repayment : Special loan plus interest thereon shall be repayable in maximum 84 installments. (e) New.	Special Loan : (a) The maximum limit shall be Rs. 2,00,000/- or 15 times of shares & subscription or 30 times of basic pay or Rs. 20,000/- per completed year of membership whichever is less subject to the limitation stipulated by the Managing Committee from time to time. The increase in the limit shall be effected subject to the availability of the funds. (c) Repayment : Special loan plus interest thereon shall be repayable in maximum 100 equal monthly installments. (e) Surety Liability : Borrower can give three members of equal or higher status standing surety for loan.	To give more loan to members.
F.1.4 (a)	On the surety of two or more members of equal or higher status standing surety and provided that no member shall be entitled to a loan, if he is already indebted to another Society operating in the area and provided further that the liability of such members of the society, as surety does not exceed in aggregate 75 months pay or Rs. 3,00,000/- whichever is more.	On the surety of two or more members of equal or higher status standing surety and provided that no member shall be entitled to a loan, if he is already indebted to another Society operating in the area and provided further that the liability of such members of the society, as surety does not exceed in the aggregate 75 months pay or Rs. 8,00,000/- whichever is more.	To cover surety liability.
H.1.3	The balance remaining after the deductions mentioned in Bye-laws No. H.1.6 shall be treated as Net Profits and shall be distributed in accordance with the provisions of Section Act and rules 65, 66, 67 and 69 of Maharashtra Co-operative Societies Act and Rules 50, 51, 52 and 53 of the Maharashtra Co-operative Societies Rules.	H.1.3A Net profit will be worked out as per provisions of Maharashtra Co-op. Act, 1960 and rules made thereunder. H.1.3B As recommended by Managing Committee Distribution of Net Profit will be done in the Annual General Body Meeting by considering following conditions : (a) As directed by Commissioner of Co-op. Societies part of the Profit will be transferred to Reserve Fund but it is mandatory that 25% of net profit should be transferred to Reserve Fund. As and when Reserve Fund amount reaches to 25% of Share Capital, then Management can transfer 10% of net profit to Reserve Fund. (b) Provisions for dividend will be made upto the maximum limit prescribed in Maharashtra Co-op. Societies Act, 1960 also management is empowered to declare rebate on interest. And make provision in case of Golden Jubilee and Platinum Jubilee by creating fund. (c) Balance of net profit can be utilized for making provisions for building and other funds with the approval of Annual General Body Meeting. Remaining amount will be transferred to next year. (d) As per provision of the Maharashtra Co-op. Societies Act, 1960 Sec. 68 and Rule 1961 Rules 53 education fund amount should be paid to Maharashtra Rajya Sahakari Sangh. Reserve Fund : (1) In addition to the provisions made under Maharashtra Co-op. Societies Act, 1960 and rules thereunder and provisions as per Bye-laws entrance fees, nominal membership fees, share transfer fees, forfeited share amount will be transferred to the Reserve Fund. (2) Investment and utilization of Reserve Fund will be made as per provisions of Maharashtra Co-op. Societies Act, 1960, Section 70(2) and Maharashtra Co-op. Societies Rules, 1961, Rule 54 and circulars issued by Commissioner of Co-op. Societies from time to time. Dividend : (1) Dividend will be paid to the member whose name stands at the end of concerning co-op. year in the share register of the society. (2) Dividend will be paid in proportionate to the month-wise amount at credit of shareholder. (3) Dividend will be distributed from Society Office. (4) If dividend is not claimed within 3 years the said amount will be forfeited and will be credited to Reserve Fund. (5) Unclaimed Dividend will be paid on the receipt of application from member provided such unclaimed dividend should not have forfeited.	As per the new bye-laws for salary earner societies, our Reserve Fund has already reached 53% than paid up share capital.
I.1.9	The Treasurer and Secretary or Managing Committee member who is authorised in this behalf by the Managing Committee shall keep in his/her custody a cash balance not exceeding Rs. 100/- or a sum as may be authorised by he Managing Committee with the previous approval of the Registering authority. He shall be responsible for custody of cash of the Society to deposit cash balance exceeding the limits laid down above in the financing agency or in its nearest branch office forthwith.	The Treasurer and Secretary or Managing Committee member who is authorised in this behalf by the Managing Committee shall keep in his/her custody a cash balance not exceeding Rs. 1,00,000/- or a sum as may be authorised by he Managing Committee with the previous approval of the Registering authority. He shall be responsible for custody of cash of the Society to deposit cash balance exceeding the limits laid down above in the financing agency or in its nearest branch office forthwith.	Taking into account increasing transaction of Saving deposits.