



#### MINISTRY OF LANDS AND PHYSICAL PLANNING LEARNING SESSION WITH KPDA- KEMPINSKI HOTEL

#### **IMPROVING EFFICIENCY**

Presented by Mr. Augustine Masinde – Director for Physical Planning



#### INTRODUCTION

- World Bank ease of doing business rankings puts Kenya among the top five countries in Sub Saharan Africa
  - 1. Mauritius
  - 2. Rwanda
  - 3. South Africa
  - 4. Botswana
  - 5. Kenya6.
  - 6. Seychelles
  - **7. 7.** Zambia
  - 8. 8. Lesotho
  - 9. 9. Ghana
  - **10.10.** Namibia

#### The Ease of doing business ranking attempts to measure:

- Property acquisition and subdivision
- The simplicity and cost of processes and procedures
- The strength of established facilitating institutions
- The quality of Regulatory measures in place
- Level of compliance to world class best practices

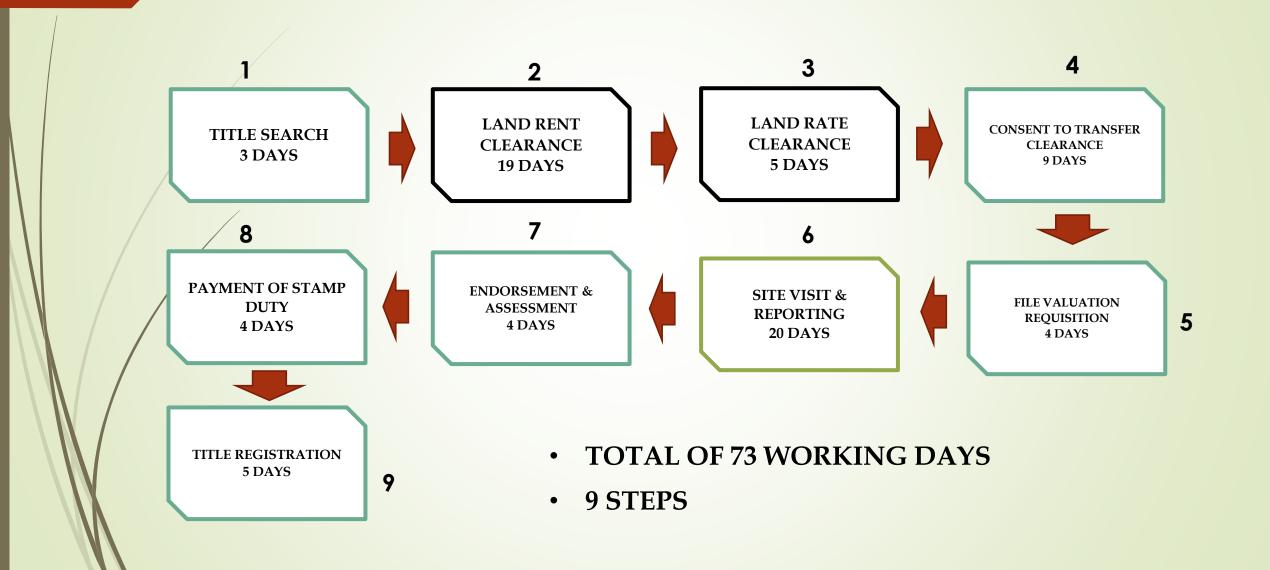
#### AREAS OF INTERACTION WITH PROPERTY DEVELOPERS

#### Property acquisition and subdivision

- Property searches
- Planning of property and preparation of schemes
- Survey and establishment of property boundaries
- Property valuation and taxation
- Registration of properties
- Approval and grant of development application

#### PAST BUSINESS PROCESS FOR PROPERTY REGISTRATION





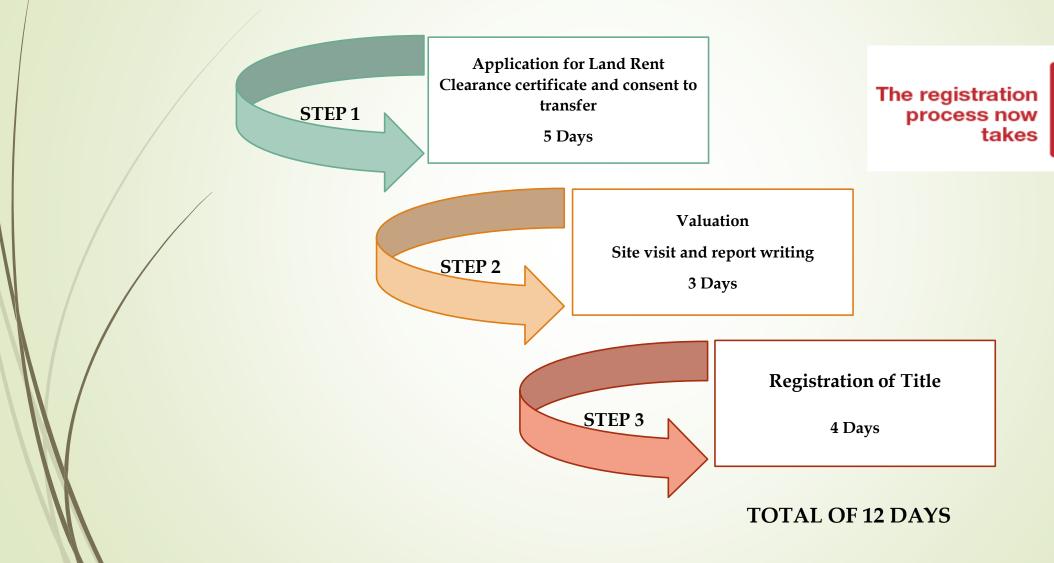


#### WHY TAKE 73 DAYS?

- Missing records/titles
- Repetitive steps
- Several levels of checking/redundant steps
- Duplication of duties
- All processes were manual
- Some processes are done by other MDAs. e.g. Land rate by County Government
- Lack of integrated payment systems. e.g. KRA, e-Citizen



## CURRENT PROPERTY REGISTRATION PROCESS



#### WHY NOW 12 DAYS FROM 73?

- REENGINEERING WHICH COMPRESSD THE STEPS
- AUTOMATION OF STEP1- application, search, consent and rent
- SEMI AUTOMATION OF STEP2- valuation is both manual and online
- SEMI AUTOMATION OF STEP 3 registration is online if documents are uploaded and manual if not



#### REVIEWED BACK STAGE ACTIVITIES

#### STEP 1

- Submission of print Land Rent Clearance to accounts department for verification
- Consent to transfer
- Copy of the title from client
- Search to be done internally
- Correspondent file retrieval

#### STEP 2

- Receives valuation requisition from Collector of Stamp Duty
- Site visit
- Write valuation report
- Endorsement of the value on the document
- Assessment

#### STEP 3

- Stamp Duty payment verification
- Enter document in Process Booking (PB)
- Auditing, post audit
- Stamping/Franking
- Retrieval of files in the strong room
- Matching of documents
- Allocation of IOs
- Deed plans verification
- Typing titles and making entries
- Forwarding for Registrar signature
- Sealing
- Dispatch and filing



### **GANTT CHART**

Ease of Doing Business Steps for Reengineered Property Registration						No. of Days												
N	lo	Tasks	Duration	1	2	3	4	5	6	7	8	9	10	11	12			
		Land Clearance Certificate	3 days															
	1																	
	2	Consent to transfer	2 days															
	3	Valuation	8 days															
	4	Registration	4 days															

#### **ENABLING LEGISLATIONS**

#### Land Value index Laws (Bill No. 3 of 2018)

- Amended to provide for assessment of land value index, land rates and stamp duty upon compulsory acquisition of land
- Brings clarity in the criteria of assessing land values hence reducing cases of land hoarding for speculative purposes

#### Stamp duty Act

- This Act provides for payment of tax upon purchase and transfer of property between 1-4 %.
- Now amended to provide for scrapping of stamp duty for first time home owners to boost affordable housing scheme
- Amended to allow registered and practicing valuer undertake valuation for stamp duty hence fast track valuations at the ministry.

#### ENABLING LEGISLATIONS CONTD

#### Sectional Properties Act 1987 (revised bill of 2019)

- Provides for division of buildings into units to security of tenure hence increased access to ownership of properties under one parcel.
- An important tool for affordable housing and compact development by optimizing the use of land.

#### Physical Planning Act 1996 (Revised bill 34 of 2017)

- Provides for planning, use, regulation and development of land
- Critical tool for development control and in attainment of sustainable urban development.

#### Physical Planning Handbook – Under revision

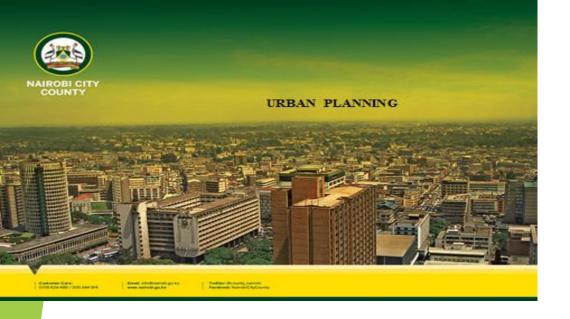
Enables standard planning practices in the two levels of government.

#### **CONCLUSION**

- Aim to be ranked top country in Africa in ease of doing business through reengineering in all departments
- Decentralization of records to counties e.g. Nairobi registry to reduce congestion
- Continued Benchmarking with top countries in Africa and elsewhere.
- Registration of property is a key enabler to our Big 4 agenda



## THANK YOU



# THE KPDA CEO MORNING LEARNING SESSION, TUESDAY 30<sup>TH</sup> JULY 2019 AT THE VILLA ROSA KEMPINSKI HOTEL, NAIROBI PRESENTATION BY THE NAIROBI CITY COUNTY GOVERNMENT

"Lands and Urban Planning Processes at the Nairobi City County Government"

By Mr. Justus Kathenge - Chief Officer for Urban Planning

#### **DEVELOPMENT APPROVAL PROCESS**

#### **PRELIMINARIES**

**STEP ONE:** Establishment of proprietary (ownership) rights over subject parcel of land (plot) by way of documentary evidence i.e.

- ➤ Title (copy) to the plot
- > Survey Plan etc.

**STEP TWO:** Compliance with statutory obligations e.g.

- Payment of Land Rates
- ➤ Secured change of use, extension of use, amalgamation etc. (multiple dwelling units apartments/town houses; offices, commercial, institutional school, health centre etc.; industrial etc.) from professional consultant (Registered & Practicing Physical Planner)

**STEP THREE:** Engaging professional consultant (Architect, structural engineer, geotechnical engineer etc.)

STEP FOUR: Submission of development application to the Nairobi City County Government for evaluation and approval

## THE APPROVAL PROCESS DETAILED PROCESS - CONSTRUCTION PERMIT

