Registering Property Questionnaire - Macedonia, FYR www.doingbusiness.org

Dear Ljubica Ruben,

We would like to thank you for your participation in the *Doing Business* project. Your expertise in the area of Registering Property in Skopje is essential to the success of the *Doing Business* report, one of the flagship publications of the World Bank Group that benchmarks business regulations in 190 economies worldwide. The Registering Property indicator, which measures the quality and efficiency of land administration, is one of the 11 indicator sets published by the *Doing Business* report.

The report attracts much attention around the world. The latest edition, *Doing Business 2018: Reforming to Create Jobs*, was the 15th in a series of annual reports measuring the regulations that enhance business activity and those that constrain it. It received over 10,000 media citations within just a week of its publication on October 31, 2017. Within that same period the *Doing Business* website was viewed over a million times and the report was downloaded over 15,000 times. One hundred and nineteen economies implemented a total of 264 reforms easing the process of doing business. Europe and Central Asia continues to be the region with the highest share of economies reforming – i.e. 79%, followed by South Asia and Sub-Saharan Africa.

Governments worldwide read the report with interest every year, and your contribution makes it possible for the *Doing Business* project to disseminate the regulatory best practices that continue to inspire their regulatory reform efforts. In 2016/17, 29 economies implemented reforms such as digitizing land records, integrating electronic platforms, introducing expedited procedures and improving the reliability and transparency of the land administration system.

This year, the Registering Property Questionnaire includes a new section on Agricultural Land which seeks to collect information on particular aspects related to the expropriation of land and state owned land transactions in your country. These data will be used as part of another World Bank Group project called <u>Enabling the</u> <u>Business of Agriculture</u> (EBA), which analyzes and monitors regulations that impact how markets function in the agriculture and agribusiness sectors. These data will be collected in 100 countries around the globe and a final report will be published summarizing and comparing the main findings for each country.

We are honored to be able to count on your expertise for *Doing Business 2019*. Please do the following in completing the questionnaire:

- Review the assumptions of the case study before updating last year's information in the questionnaire.
- Describe in detail any reform that has affected the process of transferring a property since June 1, 2017.
- Be sure to update your name and address if necessary, so that we can mail you a complimentary copy of the report.
- Kindly return the questionnaire to <u>dbregisteringproperty@worldbank.org</u>.

We thank you again for your invaluable contribution to the work of the World Bank Group.

Sincerely,

The Registering Property Team

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Last year contributors saved nearly half a million pieces of paper by selecting the paperless report option. We welcome you to join us in conserving resources:

Please e-mail me an electronic copy of the report and my certificate of appreciation, rather than mailing me a paper copy.
 Please also acknowledge me in the World Bank Group's Enabling the Business of Agriculture report.

Referrals: Please help us expand our list of contributors by referring us to other experts in the private or public sector (lawyers, notaries, public officials or any expert on this field) who can respond to the questionnaire.

First name	Last name	Position	Firm	Address	Phone	E-mail
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1. CASE STUDY ASSUMPTIONS

The Registering Property indicator records the full sequence of procedures necessary for a business to purchase a property from another business and to transfer the property title to the buyer's name. In addition, it measures the overall quality of the land administration systems. In order to assess the time, cost and number of procedures required to complete the process of property transfer, a specific set of assumptions needs to be considered.

1.1 Scenario

You are helping your client, a limited liability company, purchase a commercial warehouse that is registered at the Agency for Real Estate Cadastre in Skopje. This case is a transfer of property, not the first-time registration of a property.

Assumptions	
Parties	 The buyer and seller are local limited liability companies located in Skopje. They are owned by private nationals (with no foreign or state ownership) and perform general commercial activities.
Property	 The property consists of land and a 2-story building (warehouse): the land area is 557.4 square meters (6,000 square feet), and the warehouse has a total area of 929 square meters (10,000 square feet). The value of the property is MKD 13,961,379 (equivalent to USD 249,000), equal to 50 times income per capita. The property is registered in the land registry; it is free of title disputes and has no mortgages attached to it. The seller company has owned the property for the past 10 years.
Transaction	 The seller company has accepted the buyer company's offer to purchase the property. The parties will undertake every procedure that is officially required or needed in practice to transfer the ownership of the property.

1.2 Definitions

The questionnaire divides the process for transferring a property into distinct procedures and collects information on the time and cost of completing each procedure according to the following definitions:

Definitions	
Procedures	 A procedure is an interaction of the buyer or the seller, their agents (if an agent is legally or in practice required) with external parties, including government agencies, inspectors, notaries and lawyers. Procedures that take place simultaneously are marked with an asterisk (*).
Time	 Time is measured in calendar days. The minimum time for a procedure is 1 day. For procedures that can be completed online in less than 1 day, the duration is noted as "Less than one day (online procedure)".
Cost	 Cost reflects only official fees and taxes; bribes are excluded. Value added tax (VAT) and capital gains should not be included in the cost.

Please <u>always</u> refer to the case study assumptions and definitions when describing the property transfer process.

2. REFORM UPDATE

2.1 Has there been any administrative or legal change since June 1, 2017 affecting the process for transferring a property or the land administration system? No

IF YES:

2.1	1.1 Please indicate the name and date of the law or regulation:	

2.2 Last year *Doing Business* recorded the following project that was expected to have an impact on the property transfer process or the land administration system (if no information is shown here, please go to question 2.3):

Expected reforms	Is it now in place?	If yes, since when?	Is the transfer process now easier or more complex?	Please explain
Scan center - Through this activity, AREC will scan all archive documents of permanent value that are in paper form. Currently AREC uses the archive documents in paper form. With this reform, AREC will decrease the time needed for processing the applications submitted by the clients.	Yes	In the records of the AREC there is scanned book of changes - a digital history for the cadastral plots through pictures since 1929 till today. The process of digitalization is started since the end of 2013.According to the prescribed deadline for finalization of the project for digitalization in the official program and decision, is stated that the process is completed.	Easier	The public can acquire accurate, updated, highquality, well structured and accessible spatial data in local, regional and state administrative bodies through electronic way of obtaining information from the Agency for Real Estate Cadastre.

2.3 Are you aware of any reform (change in practice or in laws or regulations) related to the process for transferring a property or the land administration system that is ongoing:

		Please describe
2.3.1. BEFORE May 1, 2018?	No	
2.3.2. AFTER May 1, 2018?	No	

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3. LIST OF PROCEDURES FOR TRANSFERRING PROPERTY

For your convenience, last year's answers are included in this questionnaire. They represent a unified response, based on all the answers received from various contributors. Because they represent the responses from all *Doing Business* contributors in your economy, they may not match the specific answers that you or your colleagues in your firm provided last year.

Please update the data for property transfers taking into account the assumptions of the case study presented in section 1.

Please describe any change to the data in detail and indicate since when the change took effect. Please specify whether the changes you make are because of:

- A reform any modification to the property transfer process (in practice or in law) after June 1, 2017;
- A correction— meaning that the unified answer was erroneous and did not reflect the reality in your country;
- **Other**—relating to other external factors affecting the property transfer process.

3.1 Data Update

Procedure 1	Obtain a non-encumbrance certificate on the property							
Cost	Cost last year: MKD 180 (Title de	ed) + MKD 50 (administra	itive tax)					
	Cost update: MKD 180 (Title deed in hard copy); MKD 150 (Title deed in electronic copy)							
Time	Time last year: Less than a day (online procedure)							
	Time update:							
Online procedure	Can it be completed online? Yes	If yes, since when? 2014	Website: http://www.kata star.gov.mk/en/ Page.aspx?Id= 577					
	Update: -Click to Select-	Update:	Link update:					
Agency	Agency last year: Agency for Rea	al Estate Cadastre, Notary	,					
	Agency update:							
Procedure details:	Details: With the Law on Amendra Cadastre (Official Gazette of RM' encumbrances and property are i obtain only a copy of the Title dee deed except from the Cadastre A municipalities and geodetic comp	No. 74/12 - 13.06.2012) a ncluded in the Title Deed. ed in order to check for en gency, also can be obtain	all the information on Thus, parties need to cumbrances. The Title					
uctans.	With an upgrade of the electronic services provided by the Agency for Real Estate Cadastre (e-counter), apart from the availability to obtain a title deed from the Department of Cadastre and registration of real estate, the title deed can be obtained from the closest municipality, notary office or in the offices of private geodetic firms. Your comments:							
	last year's information, what is it							
Please explain the change(s) and provide the legal basis when applicable:								

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Procedure 2	Lawyer drafts the sale-purchas						
	Cost last year: Statute of the Bar Association of the Republic of Macedonia set the fees in a decision dated January 31, 2017. The fee is determined according to the value of the subject of sale and in the following manner:						
Cost	-For value of 3.000.000,00 MKD the fee for preparation is 3.900,00 MKD -For value from 3.000.001,00 MKD to 5.000.000,00 MKD the fee is 5.000,00 MKD -For value from 5.000.001,00 MKD to 9.000.000,00 the fee is 6.000,00 MKD -For value from 9.000.001,00 MKD to 20.000.000,00 the fee is 10.000,00 MKD -For value from 20.000.001,00 MKD to 60.000.000,00 the fee is 15.000,00 MKD -For value of 60.000.001,00 MKD the fee for preparation is 30.000,00 MKD						
	Cost update:						
Time	Time last year: 1 day						
	Time update:						
Online procedure	Can it be completed online? No	If yes, since when?	Website:				
	Update: -Click to Select-	Update:	Link update:				
Agency	Agency last year: Lawyer						
	Agency update:						
Procedure details:	a lawyer for transfer of a property 10,000 Euros. There are some ex the agreement by a lawyer (includ contracting parties is the Republic legal matter (subject of the agreen Euros in MKD and one of the con company, provider of financial lea for preparation of the agreement I Your comments:	cceptions. There is no obligating ding lawyers seal and signat c of Macedonia, and 2) for tr ment for transfer of the prop tracting parties is bank, savi using or insurance company,	ation for preparation of ure): 1) when one of the ansactions where the erty) is under 10.000 ng bank, financial there is no obligation				
	ast year's information, what is it						
Please explain the change	e(s) and provide the legal basis whe	en applicable:					
Procedure 3	Obtain Certificates for current of Certificates of liquidation from		ankruptcy and				
Cost	Cost last year: MKD 256 (Certifica bankruptcy) + MKD 257 (Certifica		MKD 257 (Certificate of				
	Cost update:						
Time	Time last year: Less than a day (o	online procedure)					
	Time update:	1					
Online procedure	Can it be completed online? Yes	If yes, since when? 2013	Website: http://www.crm. com.mk/CRIS/ ReDefault.aspx				
	Update: -Click to Select-	Update:	Link update:				
Agency	Agency last year: Central Registry	У					
	Agency update:						

	Details: Prior to referring to a pub required to obtain three certificate required by the Notary in order to the Notary Law the notary public s buyer) - legal entities based on a (Certificate for current standing). I "while compiling a notary act, the capable and authorized for under (Certificate of bankruptcy and Cert Your comments: ast year's information, what is it	es from the Central Registry. compile the Notary act. Pur shall determine the identity of certificate issued by a comp Further, pursuant to article 4 notary public must examine taking such activities (transfer tificate of liquidation). due to? -Click to Select-	These Certificates are suant to article 47 of of the parties (seller and etent authority 4 of the same Law whether the parties are
Please explain the change	(s) and provide the legal basis whe	en applicable:	
Procedure 4	Submit application for assessm decision	nent of sale property tax a	nd obtain the tax
Cost	Cost last year: MKD 300 (adminis Cost update: MKD 300 (adminis the tax resolution.		MKD 250 for obtaining
Time	Time last year: 3 weeks		
	Time update:		
Online procedure	Can it be completed online? No	If yes, since when?	Website:
	Update: -Click to Select-	Update:	Link update:
Agency	Agency last year: Municipality		
	Agency update:		
Procedure details:	Details: Tax liability incurs on the date of conclusion of the agreement for transfer of ownership. The base of tax on sales of real estate is the market value of the real estate at the moment of the tax liability. Previously paid to the Public Revenue Authority, the payment of this tax moved from the Revenue Authority to the Municipalities in 2005. According to the Law on Property Taxes (Official Gazette of the Republic of Macedonia, No. 61, dated September 13th 2004), the tax rates are determined by each Municipality, and the Municipality administration is authorized to determine and collect the property taxes as per the location of the real property. The Mayor should pass and deliver the decision for the amount of property tax within 10 days from the day when the taxpayer submitted the application. The rate of tax on sale of real estate is proportional and equals 2-4% of the determined market value of the property. If the two parties are companies registered for VAT, the seller will pay 18% VAT on the determined purchase price.		
	ast year's information, what is it		
Please explain the change	(s) and provide the legal basis whe	en applicable:	
Procedure 5	Pay property sales tax and obta	ain a stamped payment or	der at the bank
Cost	Cost last year: 2-4% from the man obligation ocurred Cost update:	rket value of the real estate	at the moment the
Time	Time last year: 1 day		
	Time update:		
Online procedure	Can it be completed online? No	If yes, since when?	Website:
	Update: -Click to Select-	Update:	Link update:
Agency	Agency last year: Commercial ba	nk and Municipality	

	Agency update:			
Procedure details:	Details: Seller makes a wire transfer or pays in person at the bank. To confirm the tax payment seller obtains stamped payment order from the bank and submits this document to the Municipality. Given that Municipalities cannot verify whether money have reached their account, stamped payment order must be submitted to get Municipality's seal on the draft sales-purchase agreement.			
If you made changes to I	Your comments:	due to 2 Click to Salast		
	ast year's information, what is it (s) and provide the legal basis whe			
Procedure 6	Notary solemnizes draft sales-p	urchasa agraamant or pr	ionaros a Notary act	
	Cost last year: Sale/purchase agr		•	
Cost	 -if the property value is from MKD 300,001 up to MKD 3,000,000 the fee is MKD 2,000; -from 3.000.001 MKD to 5.000.000,00 MKD, the fee is 10.000,00 MKD; -from 5.000.001,00 MKD to 9.000.000,00 MKD, the fee is 12.000,00 MKD; -from 9.000.001,00 MKD to 20.000.000,00 MKD, the fee is 20.000,00 MKD; -from 20.000.001,00 MKD to 60.000.000,00 MKD, the fee is 30.000,00 MKD; -up to 60.000.000,00 MKD, the fee is 60.000,00 MKD. Pursuant to the Notary Act of 2017, 50% of the award and the costs prescribed by the Notary Tariff, are paid to the attorney at law as his participation is obligatory. Cost update: - if the property value is up to 100.000,00 MKD, the fee is 800,00 MKD if the property value is from 100.001,00 MKD to 200.000,00 MKD, the fee is 1.200,00 MKD if the property value is from 200.001,00 MKD to 300.000,00 MKD, the fee is 2.000,00 MKD.			
Time	Time last year: 3 days			
Time	Time update:			
Online procedure	Can it be completed online? No	If yes, since when?	Website:	
•	Update: -Click to Select-	Update:	Link update:	
Agency	Agency last year: Public Notary			
0,	Agency update:			
Procedure details:	Agency update: Details: The notary prepares and notarizes the sale contract agreement. The following documents are required by the notary: • Title Deed from AREC; • Current condition of the legal entities (where the names and data of the legal representative(s) of the Companies authorized to sign the agreement are stipulated)-obtained by the notary online • Decision for sale of the warehouse adopted by the owner(s) of the Company - Seller; • Decision for buying of the warehouse adopted by the owner(s) of the Company - Buyer; • Certificates that both Companies are not under bankruptcy and liquidation Procedure; • Certificate for non-encumbrance for the warehouse. According to the Law on Notary Public, a notary public is obliged to submit these documents to the Cadastre in order to inform the Cadastre about the change in ownership; • Seller: must produce a certificate showing that the Company has not initiated the bankruptcy Procedure; Purchaser: must issue a Decision for buying the warehouse, signed by the Company's Manager. Your comments:			

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If you made changes to last year's information, what is it due to? Correction

Please explain the change(s) and provide the legal basis when applicable: If a mandatory participation of a attorney at law is prescribed in the procedure in front of a notary public, the attorney at law, have the right to a reward and expenses in the amount of 50% of the prize and the costs for undertaking the appropriate legal action prescribed by the Notary Tariff, while the notary public who has taken the appropriate legal action has the right to the other 50% of the prize and expenses.

Procedure 7	Registration in the Cadast	ral Office		
Cost	Cost last year: MKD 300 (for	r change of ownership) + MKD	50 (administrative tax)	
	Cost update:			
Time	Time last year: 3 days			
	Time update:			
Online procedure	Can it be completed online? Yes	If yes, since when? 2012	Website: www.katastar.g ov.mk	
	Update: -Click to Select-	Update:	Link update:	
Agency	Agency last year: The Agence	cy for Real Estate Cadastar	·	
	Agency update:			
Procedure details:	practice documentation wou loan. According to the Article 186 of RM 55/2013), the time lim application is set at 15 worki	 moment of registration of that right in the Public Book at the Cadastre, though in practice documentation would be required to resell or use the property to obtain a loan. According to the Article 186 from the Law on Real Estate Cadastre (Official Gazette of RM 55/2013), the time limit for Real Estate Cadastre to register required application is set at 15 working days. The documentation shall include: the sale contract approved by public notary. 		
	E-lodging is now being introduced in Macedonia: the E-Counter application for professional users (available at www.katastar.gov.mk), enables submission of applications for data and changes electronically, using electronic signature. The fee for the service and the administrative tax can be paid by credit card via the virtual POS terminal. In order to use this service, the professional users must sign a contract with the AREC and must have internet access, scanner, digital signature issued by an authorized body, and payment card. With the E-Counter, the citizen via the Notaries can conduct purchase or sale of the property and can quickly record a mortgage, without coming to the AREC front desk in person.			
lf you made changes	Your comments: s to last year's information, what	tie it due to? - Click to Salaat		

3.2 Additional procedures in the process for transferring property

Please provide details below on any new or existing procedures that are not included in the list above. In case there is no additional procedure to be added, please proceed to the next page.

Procedure			
Name:			
Cost:			
Time:			
Online procedure	Can this procedure be done online? -Click to Select-	If Yes, since when?	Please provide the link to the website:
Agency:		· · · · ·	
Procedure			
details:			
If you made changes to	last year's information, what	at is it due to? -Click to Se	elect-
Please explain the chang	es and provide the legal basis	when applicable:	
Please indicate the seque when it takes place:	ence of this new procedure (fo	r example: between proce	dures 2 and 3) or describe
Can this procedure take	place simultaneously with anot	ther procedure? If so, whic	h one(s)?

4. QUALITY OF LAND ADMINISTRATION INDEX

This section is dedicated to the Quality of Land Administration Index, which evaluates 4 main areas: the overall reliability of infrastructure; transparency of information; geographic coverage; and land dispute resolution mechanisms in place. When answering the questions below, kindly disregard the case study assumptions (section 1).

For your convenience, a summary of the responses provided last year to the same questions is included. Because they represent the responses received from all Doing Business contributors in your economy, they may not match the specific answers that you or colleagues in your firm provided last year.

If any of your answers are the result of a reform that came into effect after June 1, 2017 kindly, mention it in the sections for changes comparing to the last year. Furthermore, when answering the questions below kindly indicate the name, reference and date of publication of the relevant law, when applicable.

4.1 RELIABILITY OF INFRASTRUCTURE INDEX

4.1.1 Immovable property registration system

	Last Year	This Year	Please explain any changes or comments
a) What is the name of the institution in charge of immovable property registration	Agency for Real Estate Cadastre	Agency for Real Estate Cadastre	
in Skopje?			
b) Is the majority of existing titles/deeds records, including past records and newly issued, in Skopje in a paper format or in a computerized format? If they are computerized, are they scanned documents or fully digital documents? (A scanned document is an image of a document, kept in electronic format or microfilm, whose content cannot be not used in searches and it is not extractable. Fully digital documents are those that have information input into fields, and stored electronically with content that is digitally searchable and extractable).	Computer/Fully digital	Computer/Fully digital	

	iness 201	9	
c) Is there an electronic database for checking for encumbrances (liens, mortgages, restrictions, etc.)?	Yes	Yes	

4.1.2 Cadastral/Mapping system

	Last Year	This Year	Please explain any changes or comments
a) What is the name of the institution in charge of the plans showing legal boundaries in Skopje (cadastre, parcel index, etc.)	Agency for Real Estate Cadastre	Agency for Real Estate Cadastre	
b) Is the majority of plans in Skopje held in a paper format or in a computerized format? If they are computerized, are they scanned documents or fully digital documents?	Computer/Fully digital	Computer/Fully digital	
c) Is there an electronic database for recording boundaries, checking plans and providing cadastral information (Geographic Information System)?	Yes	Yes	

4.1.3 Interconnection

	Last Year	This Year	Please explain any changes or comments
a) Is the information recorded by the immovable property registration agency and the mapping agency kept in a single database; different but linked databases (information is automatically updated and share between the two institutions) or separate databases?	Single database	Single database	
b) Do the immovable property registration agency and cadastral/mapping agency use the same identification number for properties?	Yes	Yes	

4.2 TRANSPARENCY OF INFORMATION INDEX

4.2.1 Immovable property registration system

	Last Year	This Year	Please explain any changes or comments
a) Who is able to obtain information on land ownership at the agency in charge of immovable property registration in Skopje?	Freely accessible by anyone	Freely accessible	
How is the property searched (property number, location, owner's name)?		Property can be searched by title deed number /cadastral land	

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		or by adress	
b) Is the list of documents that are required to complete any type of property transaction made publicly available?	Yes, online	Yes, online	
If online, please provide the link:	http://www.katastar.g ov.mk/mk/Page.aspx ?Id=206	http://www.kata star.gov.mk/mk /Page.aspx?Id= 205	
c) Is the applicable fee schedule for any property transaction at the agency in charge of immovable property registration in Skopje made publicly available?	Yes, online	Yes, online	
If online, please provide the link:	http://www.katastar. gov.mk/userfiles/file/ tarifnici/TARIFNIK_z a_promeni_vo_kn- izmena_15.01.2015- %D0%BF%D1%80 %D0%B5%D1%87 %D0%B8%D1%81 %D1%82%D0%B5 %D0%BD_%D1%82.p df	http://www.kata star.gov.mk/wp - content/upload s/dokumenti/tar ifnici/%D0%A3 %D0%BF%D0 %B0%D1%82 %D1%81%D1 %82%D0%B2 %D0%BE%20 %D0%BE%20 %D0%B7%D0 %B0%20%D0 %B0%20%D0 %B0%D0%B0 %D0%B8%D1 %82%20%D0 %BD%D0%B0 %20%D0%BF %D1%80%D0 %BD%D0%B0 %20%D0%BD %D0%B5%D0 %BD%D0%B0 %20%D0%BD %D0%B8%D1 %84%D0%BD %D0%B8%D1 %86%D0%B8J ULI2015.pdf	
d) Does the agency in charge of immovable property registration agency formally commit to deliver a legally binding document that proves property ownership within a specific deadline (service standards- e.g. 5 working days to deliver a new title)?	Yes, online	Yes, online	

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If online, please provide the link:	http://www.katastar. gov.mk/en/Page.asp x?Id=206	http://status.kat astar.gov.mk/L ogin.jsp	After submitting a request for registration of a change in the Agency for real estate cadastre, on this link the parties can obtain information for the status of the subject of the procedure.
e) Is there a specific mechanism that is and independent from the agency mechanism for filing complaints about a problem that occurred at the agency in charge of immovable property registration through a telephone hotline, a mailing address, e-mail or other means?	No	No	
If yes, please provide the contact information:			
f) Are there official statistics tracking the number of transactions at the immovable property registration agency?	Yes	Yes	
If yes, are they made available to the public?	Yes	Yes	
What is the source of these statistics?	http://www.katastar.g ov.mk/en/Page.aspx ?Id=274&m=154	http://www.kata star.gov.mk/% D0%BF%D1% 80%D0%BE% D1%84%D0% B5%D1%81% D0%B8%D0% BE%D0%BD% D0%B8%D0% BB%D0%BD% D0%B8%D1 %B0%B8%D1 %81%D0%B8 %D0%B8%D1 %86%D0%B8 %D0%B8%D1 %85%D0%B3 %D0%B8%D1 %81%D1%82 %D0%B0%D1 %80~ %D0%B0%D0 %B0- %D1%86%D0 %B0- %D1%86%D0 %B5%D0%BD %D0%B8- %D0%B8- %D0%B8- %D0%B8- %D0%B8- %D0%B8- %D0%B8- %D0%B8- %D0%B8- %D0%B8- %D0%B8- %D0%B8- %D0%B8- %D0%B8- %D0%B8- %D0%B8- %D0%B8- %D0%B7%D0 %B0%D0%BA %D0%BA	http://www.katastar.go v.mk/wp- content/uploads/Tekovni %20proekti/IZVESTAJ% 20REGISTAR%20NA% 20CENI%20Q3%2001% 2006- 30%2009%202017.pdf

	%BF%D0%BD	
	%D0%B8%D0	
	%BD%D0%B8-	
	%D0%BD%D0	
	%В0-	
	%D0%BD%D0	
	%B5%D0%B4	
	%D0%B2%D0	
	%B8%D0%B6/	
What is the total number of property transfers		
in Skopje that took place in 2017?		

4.2.2 Cadastral/Mapping system

	Last Year	This Year	Please explain any changes or comments
a) Who is able to consult plans in Skopje?	Anyone who pays the official fee	Anyone who pays the	
b) Is the applicable fee schedule to get access to plans made publicly available?	Yes, online	Yes, online	
If online, please provide the link:	http://www.katastar. gov.mk/mk/Page.as px?id=155&m=150 1		
c) Does the cadastral/mapping agency formally commit to deliver an updated plan within a specific deadline (service standards- e.g. 5 working days to update the plan)?	No	No	
If online, please provide the link:			
d) Is there a specific and independent mechanism for filing complaints about a problem that occurred at the agency in charge of cadastral plans through a telephone hotline, a mailing address, e- mail or other means?	No	No	
If yes, please provide the contact information:			

4.3 GEOGRAPHIC COVERAGE INDEX

4.3.1 Immovable property registration system

Last Year	This Year	If not, what percentage of land is	Are there any ongoing reforms/initiatives
-----------	-----------	--	---

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			10	
			registered?	aimed at the
				distribution of
				titles?
a) Is every privately held land plot	Yes	No		Due to lack of
in Skopje formally registered at				complete
the immovable property registry?				documentation
				by the private
				owners, some of
				the land plots
				are not formally
				registered at the
				property registy,
				but they are only
				recorded in the
				separate records
				as existing land
				plots without
				registered
				property rights.
				Citizens who
				have not
				submitted a
				request for
				legalization of
				their real estate,
				can do this
				during the whole
				year. A new
				deadline for
				submitting
				requests for
				legalization, from
				January 1 to
				December 31,
				2018 is given
				with
				amendments to
				the Law on
				legalization of
				illegal buildings,
				which was
				adopted by the
				Government on
				the proposal of
				the Ministry of
				Transport and
				Communications
b) Is every privately held land plot	No	No		Due to lack of
in the economy (the former				complete
Yugoslav Republic of Macedonia)				documentation by
formally registered at the				the private
immovable property registry?				owners, some of
				the land plots are
				not formally
				registered at the
				property registy,
				but they are only
				recorded in the
	1		1	

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		separate records
		as existing land
		plots without registered
		property rights.
		Citizens who
		have not
		submitted a
		request for
		legalization of
		their real estate,
		can do this during
		the whole year. A
		new deadline for
		submitting requests for
		legalization, from
		January 1 to
		December 31,
		2018 is given with
		amendments to
		the Law on
		legalization of
		illegal buildings,
		which was
		adopted by the
		Government on
		the proposal of
		the Ministry of
		Transport and Communications.
		Communications.

4.3.2 Cadastral/mapping system

	Last Year	This Year	If not, what percentage of land mass is mapped?	Are there any ongoing reforms/initiative s aimed at mapping plots?
 a) Is every privately held land plot in Skopje mapped? 	Yes	Yes		
 b) Is every privately held land plot in the economy (the former Yugoslav Republic of Macedonia) mapped? 	Yes	Yes		

4.4 LAND DISPUTES RESOLUTION INDEX

4.4.1 Legal background

	Last Year	This Year	Please explain any changes or comments
a) Does the law require that all property sale transactions be registered at the land registry to make them opposable to third parties?	Yes	Yes	

If yes, please specify the legal basis:	Article 142 and 143	Article 142 and 143	
, , , , , , , , , , , , , , , , , , ,	from the Law on real	from the Law on real	
	estate cadastre	estate cadastre	
	(Official Gazette of	(Official Gazette of	
	RM. no 55/2013,	RM. no 55/2013,	
	41/2014,115/2014,	41/2014,115/2014,	
	116/2015,	116/2015,	
	153/2015, 192/2015	153/2015, 192/2015	
	and 172/2016)	and 172/2016)	
b) Is the system of immovable property	Yes	Yes	
registration subject to a guarantee?			
If yes, what is the type of guarantee?	State guarantee	State guarantee	
If yes, what is the type of guarantee?	State guarantee	State guarantee	
Please specify the legal basis:	Article 142 and 143	Article 142 and 143	
	from the Law on real	from the Law on real	
	estate cadastre	estate cadastre	
	(Official Gazette of	(Official Gazette of	
	RM. no 55/2013,	RM. no 55/2013,	
	41/2014, 115/2014,	41/2014,115/2014,	
	116/2015,	116/2015,	
	153/2015, 192/2015	153/2015, 192/2015	
	and 172/2016)	and 172/2016)	
c) Is there any compensation	Yes	Yes	
mechanism to cover for losses incurred			
by parties who engaged in good faith in			
a property transaction based on			
erroneous information certified by the			
land registry?			
If yes, what kind of compensation is	The misdemeanor	The misdemeanor	
provided in this case?	provisions are	provisions are	
	stated in the Law on	stated in the Law on	
	real estate cadastre	real estate cadastre	
	(Official Gazette of	(Official Gazette of	
	RM. no 55/2013,	RM. no 55/2013,	
	41/2014, 115/2014,	41/2014, 115/2014,	
	116/2015,	116/2015,	
	153/2015, 192/2015	153/2015, 192/2015 and 172/2016) in	
	and 172/2016, from Article 246-251)	Articles 246-251, in	
		which case, there	
		are prescribed	
		penalities in MKD	
		counter value.	
Please specify the legal basis:	From Article 246 to	The Law on real	
	Article 251 of the	estate cadastre,	
	Law on Real Estate	from Article 246 to	
	Cadastre.	Article 251	
d) Does the legal system require a	Yes	Yes	
control of legality of the documents			
necessary for a property transaction			
(e.g. checking of contracts compliance			
with law requirements)?			

(WWORLD BANK GROUP Doing Business 2019				
 If yes, who is held responsible for verifying the contract compliance? 	Notary.	Please select all that apply:		
		 Registrar Notary Lawyer Interested parties No one Other 		
•Please specify the legal basis:	Notary Law (Official Gazette of RM. no. 55/2007,72/2016 and no.142/2016)	Notary Law (Official Gazette of RM. no. 55/2007,72/2016 and no.142/2016)		
e) Does the legal system require a verification of the identities who are parties to a property transaction?	Yes	Yes		
•If yes, who is held responsible for verifying the identity of the parties to a property transfer?	Notary.	Please select all that apply: Registrar Notary Lawyer Interested parties No one Other		
•Please specify the legal basis:	Article 47 of the Notary Law ("Official gazette of the Republic of Macedonia"no. 55/2007 from 04.05.2007).	Article 57 of the Notary Law (Official Gazette of RM. no. 142/2016).		
f) Is there a national database to verify the accuracy of identity documents?	Yes	Yes		

4.4.2 Formal land dispute resolution mechanisms

Last Year	This Year	Please explain any changes or comments
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	usiness 2019)(
a) In case of a standard land dispute between two local businesses over tenure rights of a property worth MKD 13,961,379 located in Skopje, what is the court in charge of the case in first instance?	First instance Court Skopje 2	First Instance Court Skopje II Skopje	
b) How long does it take on average to obtain a decision from the first instance court for such a case (without appeal)?	Between 1 and 2 years	Between 1 and 2 ye	
c) Are there any statistics on the number of land disputes in the first instance?	Yes	Yes	
If yes, what is the number of land disputes in 2017 and/or the land dispute rate (i.e. the percentage of land disputes out of the total number of disputes in the first instance)?	429 resolved cases for 2016	895 resolved cases for 2017 out of 1828 total ongoing disputes, according to the annual report of the Court for 2017	
What is the source of these statistics?	http://sud.mk/wps/portal/osbit ola/sud/izvestai/svi/!ut/p/z1/0 4_Sj9CPykssy0xPLMnMz0v MAfIjo8ziLQ1czAydnA18_L3 NLQwcfUNdfULdPb18TE30 wwkpiAJKG- AAjgZA_VGEIHjpR6Xn5CdB XOOYI2Rska4fVZSallqUWq RXWgQUzigpKSi2UjVQNSg vL9dLz89Pz0nVS87PVTXAp iUjv7hEPwJVpX5BboSBbIRS ZbmjoilA1FFTAw!!/dz/d5/L2d BISEvZ0FBIS9nQSEh/?uri=n m%3Aoid%3AZ6_90D61BC0 LOK780AMUELUGIJL54	http://sud.mk/wp s/wcm/connect/o sskopje2/75bc6a 5d-b1f2-4174- 9ae1- 6e587df135ab/% D0%93%D0%9E %D0%94%D0% 98%D0%A8%D0 %95%D0%9D+ %D0%98%D0% 97%D0%92%D0 %95%D0%A8% D0%A2%D0%90 %D0%88+2017+ %D0%93%D0% 9E%D0%94%D0 %98%D0%9D% D0%90.pdf?MO D=AJPERES&C ACHEID=ROOT WORKSPACE.Z 18_L8CC1J41L0 88F0A1K8MT8K 0AJ0-75bc6a5d- b1f2-4174-9ae1- 6e587df135ab- liB60ws	

5. Equal access to property rights index

When assessing if the law recognizes equal ownership rights over the property, please consider the capacity to own, use and administer it. Assume the individuals are married and under the default marital property regime or the most commonly used system.

	Last Year	This Year	Please explain any changes or comments
a) Do unmarried men and unmarried women have equal ownership rights to property?	Yes	Yes	
Please specify the legal basis:	Law on Ownership and other Real Rights, Arts. 2, 5 and 8	The Constitution of Republic of Macedonia and Law on ownership and other real rights (Official Gazette of RM. no.18/2001; 92/2008;139/2009 and no.35/2010)	
b) Do married men and married women have equal ownership rights to property?	Yes	Yes	
Please specify the legal basis:	Law on Ownership and other Real Rights, Arts. 68 - 70 and 75	The Constitution of Republic of Macedonia and Law on ownership and other real rights (Official Gazette of RM. no.18/2001; 92/2008;139/2009 and no.35/2010)	
c) Does the law require the land registry to collect sex-disaggregated data on land ownership, either individually or jointly?		No	
Please specify the legal basis:		-Click to Select-	

6. RESEARCH QUESTIONS: Building human capital in Land Administration

	Response	Please specify the legal basis and provide minimum requirements if applicable
1(a). What are the requirements to become a land registrar?	Please select all that apply:	
	 Minimum level of education Minimum years of specific experience Civil Servant status Professional qualification Other 	
1(b). Are the legal requirements respected in practice?	-Click to Select-	

	Response	Comments/ Legal basis
2(a). Are trainings offered to land registry staff on a yearly basis?	-Click to Select-	
2(b). Are any of the following topics covered?	Please select all that apply: Administrative organization New systems or	

	innovation Property rights Coordination with other agencies (cadastre, tax authority), customer service 	
3. Does the land registry provide any type of training or awareness campaign to educate the general public on the process and importance of land registration?	-Click to Select-	
3(a). Please indicate the total budget allocated to education or training of land registrars and clerks. (Please provide an estimated percentage of land registry's budget in the response section or if there is no budget, please write "No Budget")		
4. Is there a help desk available to help the general public with any questions they may have?	-Click to Select-	

5. How are substantial changes to the system (i.e. online registration, online search) communicated to the following parties? (Select all that apply)

	Public	Land Registry employees
(a) Dissemination campaign (e.g. social media, billboards, etc.)		
(b) Training/workshops		
(c) Through the media (e.g. TV, radio, etc.)		
(d) Pilot test		
(e) None of the above		
(f) Other (please specify in comments):		

► Comments:

7. RESEARCH QUESTIONS: Enabling the Business of Agriculture

7.1 Expropriation

Land expropriation refers to the process by which a public agency – or a private entity authorized by a public agency – takes property of a privately-owned plot of land.

Case study assumptions

Plot A:

- is a plot of land assigned to agricultural use
- belongs to a national citizen who holds a formal ownership title
- is 10 hectares large, cleared, levelled and fully irrigated
- extends over an area that the government intends to expropriate to build a road

	Response	Legal basis
1. Does the law specify which instances are considered valid basis for expropriation due to public	Yes	Article 6 of the Expropriation Law

purpose?		
2. Must the affected parties be	Yes	Article 29 of the Expropriation Law
consulted by the Government		
before the expropriation takes		
place?		
3. Does the law require verification	No	
that the public interest is		
proportionate to the private		
interests damaged by the		
expropriation?		
4. Can the owner of Plot A appeal	Yes	Article 32 od the Expropriation Law
the legitimacy of the project in a		
Court before the expropriation		
takes place? If yes, please specify		
which Court. 5. Does the law specify priority	No	
criteria when selecting the plots for	INO	
expropriation (eg. productivity,		
ownership, location)?		
6. In case of expropriation based	Yes	Article 27 paragraph 2 and Article
on public interest, must the		37 od the Expropriation Law
government provide full monetary		
compensation based on the		
market value of plot A?		
7. Can the government occupy Plot	No	Article 29 of the Expropriation Law
A before the amount of the		
compensation is agreed upon?		
8. Is there a maximum time limit	Yes	Article 48 of the Expropriation Law
for the government to provide the		
compensation from the decision		
to expropriate?		
9. How is the value of the land (or	For the expropriated property,	Article 18 of the Expropriation Law
of the associated property rights)	there is a fair compensation which	
determined for the purpose of	can not be lower than the market	
compensation?	value of that property.	Llauren Artisla 40 states that the
10. Does the compensation cover	Yes	However, Article 40 states that the
the improvements made to the		owner of the property that is being
land?		expropriated has no right to
		compensation for the investments made after the day when the
		proposal for expropriation was
		submitted.
11. Does the economic activity	Yes	Article 42 and Article 43 of the
associated to Plot A influence		Expropriation Law
the level of compensation		
granted?		
	1	1

7.2 State Land Acquisition

State land acquisition by a private entity refers to the process by which a public agency grants a private entity temporary use rights over a publicly owned piece of land.

Case study assumptions

The government intends to transfer a large area of alienable state land to private agricultural use for a fixed amount of time.

	Response	Legal basis
1. Is there a maximum size of alienable state land that can be transferred to agricultural use?	No	Article 21 and Article 21-a of the Law on agrigultural land
2. Must all transfers of alienable public land to private use take place through a public tender?	Yes	However, in accordance with Article 38 of the Law on agricultural land, one exception is prescribed: For the needs of the public scientific and state educational institutions in the field of agriculture established by the municipality and the City of Skopje in the field of agriculture, as well as for the needs of penitentiary- and correctional institutions for performing production activity of convicted persons, the Minister may lease agricultural land in state ownership by a direct agreement upon prior consent from the Government of the Republic of Macedonia.
3. Must contracts granting private use over alienable state land be publicly disclosed?	No	
4. Are unregistered customary land rights recognized by the law?	No	
5. Does the law allow customary land rights to be formally registered?	No	
6. Does the law mandate that all transfers of alienable state land comply with existing customary land rights?	No	
7. Does the law establish non- alienable state lands for the protection of natural resources?	Yes	Article 6 of the Law on privatization and lease of state-owned construction land

Thank you very much for completing the Registering Property questionnaire!

We sincerely appreciate your contribution to the *Doing Business* project. The results will appear in the *Doing Business 2019* report and on our website: www.doingbusiness.org. Your work will be gratefully acknowledged.