

The Law of Disposal of Municipal Real Estates
Umm Al Qura Gazette, Issue No. 2454 dated 1/12/1392H(1)
Issued by the royal decree No. 64 dated 15/11/1392H

Article (1)

Public properties of the municipalities shall not be disposable, nevertheless, it may be permitted, within the limits prescribed by laws and regulations, to benefit from such with or without charges in such a manner that not contradict the purposes for which such is allocated.

Article (2)

Municipalities, may, within the limits of this law and the regulations thereof, dispose in the pertinent private properties by:

- 1-Sale or trading.
- 2-Lease.
- 3-Authorizing to benefit from such with or without charges.

Article (3)

In the application of the previous provisions public properties shall intend to mean properties (funds) actually or legally allocated (devoted) for public interest, and all the properties (funds) other than such shall be deemed private properties, and public properties which lack the capacity of allocation for public interest actually or legally shall be deemed as private properties.

Article (4)

Disposal in municipal estates shall be made in accordance with a regulation to be issued by the Prime Minister based on a recommendation of the Minister of the Interior and the Minister of the Finance and National Economy.

Article (5)

Such disposition shall be made based on a decision of the municipal Council, the disposition of the private properties of the municipalities having no Council shall made based on the decision of the Minister of Interior.

Article (6)

The person to whom such estate is to be disposed of, may not be a minister or undersecretary and the same may not be an employee of scale eight and above in the administrative authority to which the municipality is affiliated or the same may not be an employee of whatever scale in the municipality undertaking the disposition or a member in the municipal Council issuing disposition decision. Such person may not

be a relative of the parents, sons, grandson, spouse brothers and sisters or a known agent thereof. The right of such person shall not be transferred to any of the above mentioned persons for the whole five years following the disposition save through inheritance or will (bequest).

(1) 6 Jan 1973.