

DATE: 15 MAY 2020

## RE: AN UPDATE ON "MOVING-HOUSE" DURING THE AMENDED LEVEL 4 LOCKDOWN RESTRICTIONS

1. President Cyril Ramaphosa, in his address to the nation on 13 May 2020, remarked:

"We [presumably referring to the Government as a whole] must acknowledge that... there may have been times when we have fallen short of your expectations. Some of the actions we have taken have been unclear, some have been contradictory, and some have been poorly explained..."

- 2. It is submitted that this was an accurate concession by the President as many of the proclamations in recent regulations and directives have been bemoaned as being unduly burdensome, irrational and contradictory.
- One such regulation, relevant to the property industry, was that incoming and outgoing occupiers of immovable property (tenants, sellers and purchasers) were prohibited from "moving house" during the period of lockdown (at the least, during level 5 and level 4), regardless of the provisions of any lease or sale agreement regulating occupation.
- 4. Recognising that this prohibition was untenable and without a rational basis, on 7 May 2020, Minister Dlamini Zuma published a direction which relaxed the blanket prohibition by permitting tenants, purchasers and sellers to "move-

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house" during a specified window period (7 May 2020 to 7 June 2020), subject thereto that:

- 4.1. the lease agreement prompting the move was concluded either before or during the lockdown period; alternatively
- 4.2. the transfer of immovable property occurred before the commencement of the lockdown period.
- 5. As any property practitioner will know, in practice, there are many variables which could impact the determination of the date of occupation. Whilst the directions relaxing the blanket prohibition were welcomed by a desperate property industry, there were at least two significant flaws / shortcomings in that:
  - 5.1. a one-month time window was imposed, which period seemed to be irrational and arbitrary; and
  - 5.2. relocation of businesses was omitted entirely.
- 6. In his address, the President further recognised that:

"Where we [the Government] have disappointed, we will continue to make amends. Where we have made mistakes...we will always seek to correct those mistakes."

[...]

"In the coming days, we will also be announcing certain changes to level 4 regulations..."



- 7. On 14 May 2020, mere hours after the address by the President, amended directions relating to the movement of persons were published. The directions, in their current form, permit:
  - 7.1. the movement of persons and goods across provincial, metropolitan or district boundaries during the period of Alert level 4, in circumstances where:
    - 7.1.1. a person is relocating to a new place of residence;
    - 7.1.2. the movement is necessitated due to domestic violence; or
    - 7.1.3. a business is relocating to a new premises,
  - 7.2. the transport of related goods, which are limited to household or office furniture and effects, to a new place of residence or business, within the Republic.
- 8. A person moving during this period, will have to:
  - 8.1. obtain a permit to travel across provincial, metropolitan or district boundaries from;
    - 8.1.1. the head of Court or a person designated by him or her; or,
    - 8.1.2. the station commander of a police station or a person designated by him or her
      - (we are of the view that the permit should be obtained at a Court or police station within the district from which you are moving);
  - 8.2. indicate the persons who are part of the household who will be required to move;



- 8.3. have in his or her possession;
  - 8.3.1. the relevant lease agreements indicating the date of expiry of the old lease or the date of commencement of the new lease;
  - 8.3.2. the proof of purchase of residence and occupation date, or the transfer documents attesting to the change of ownership of property:
  - 8.3.3. a domestic violence order; or
  - 8.3.4. proof of change or new occupation of business premises,
- 8.4. the permit as aforesaid must correspond with Form 1 attached to the Directive. For your ease of reference, a copy of the mentioned permit is attached hereto.
- 9. Whilst the directives are yet again silent on the participation of property practitioners in this process, we remain of the view that, due to the integral role they play in this process and their expertise, their participation is vital, and consequently should be permitted.
- 10. The President further intimated that the country could move to level 3 from the end of May 2020. A shift in the risk-adjusted category will hopefully result in the further relaxation of restrictions apposite to the property industry and the business of property practitioners in general.
- 11. We will continue to keep you updated on all the latest legal developments.

## R HEERSCHOP SCHÜLER HEERSCHOP PIENAAR ATTORNEYS

## FORM 1 PERMIT TO TRAVEL TO ANOTHER PROVINCE, METROPOLITAN AREA OR DISTRICT FOR PURPOSES OF RELOCATION

Direction 3(b)

## Note:

- This permit must be issued to the persons or businesses relocating
- This permit and any form of identification must be in the possession of the person to whom this permit is issued

l,					
Full names					
Surname					
Identity number					
Court/Station					
*Station Commander/Head of	court/d	esignated pe	rson		
hereby issue a permit for  *relocation/transportation of  persons, household furniture  and effects/business  furniture, equipment, and  inventory related to the  business to: Full names  Surname  Identity number  Names of additional people  travelling and requiring  authority to return(Limited to  number of people per vehicle,  as per directions of Minister  of Transport)  Address of residence/		esignated po			
business relocating from					
Province relocating from					
Registration number/s of vehicle/s for movement and return					
Contact details	Cell		Tel No (h)	e-mail address	
Address of residence/ business relocating to			02		
Province relocating to (if different from current) province)					
Date/s of travel					
I have verified that the persindicating the date of expiry of proof of purchase of residence change of ownership of proccupation of business premisting.	f the o e and o operty/ es.	old lease or the occupation da domestic vid	ne commencemente/produced the toolence order/produced	nt date of the na ransfer docume duced proof or	ew lease/produced ints attesting to the f change or new
Signed at		uiis	day or		20
*Station Commander/Head of	Court/c	designated no	arenn		
*Delete which is not applicable		resignated pe	313011		Official stamp