



## CLASSIFICATION CIRCULAR 10

### ADJUSTMENTS TO THE STANDARD CHART OF ACCOUNTS (SCOA)

1. The purpose of this circular is to inform all government financial practitioners of the changes made to the Standard Chart of Accounts (SCOA) version 2014/15 04.
2. Reasons for the amendments to the SCOA are provided along with an illustration of the impact thereon. Departments should note that this circular discusses only **ITEM** and **ASSET** segments.
3. Items shown in **red** indicate that the item have been removed/deleted, **blue** indicates that the item have been changed/re-named, while **green** signifies that a new item have been created/added.

### ITEM SEGMENT

#### COMPENSATION OF EMPLOYEES

4. **No changes** have been made to this section.

#### GOODS AND SERVICES

##### Minor Assets

##### Equipment<R5000: Meteorological Equipment

5. A new item has been added for purchases of meteorological equipment under equipment less than R5000. Meteorological Equipment is used for measuring of temperature, wind, humidity, and rainfall, as well as other atmospheric factors which describe weather and climate.

Table 1.1: Chart addition illustration

3	4	5	6	7	SEGMENT DETAIL NO	P/NP LEVEL	LEVEL
					64	N	3
					343	N	4
					1092	N	5
					4924	N	6
					4925	Y	7
					4926	Y	7

**Traffic Law Equipment<R5000: Vehicle Inspection Equipment**

6. A new item has been added to the chart for purchases of vehicle inspection equipment less than R5000. Vehicle Inspection Equipment is used for testing the roadworthiness of vehicles.

Table 1.2: Chart addition illustration

3	4	5	6	7	8	SEGMENT DETAIL NO	P/NP LEVEL	LEVEL
GOODS AND SERVICES						64	N	3
MINOR ASSETS						343	N	4
MACHINERY AND EQUIPMENT<R5000						1092	N	5
EQP<R5000:TRAF LAW ENFORCME EQUIP						2715	N	6
TRFC LW EQP<R5000:VEH INSP EQUIP						4914	N	7
TRFC LW EQP<R5000:VEH INSP EQUIP						4915	Y	8
OWN TRFC LW EQP<R5000:VEH IN EQP						4916	Y	8

**Inventory Assets for Distribution: Machinery and Equipment**

7. A new item has been created for purchases of Inventory Assets for Distribution: Machinery and Equipment and has been added to the chart. Departments are advised to link the item to the assets category (machinery and equipment) in the assets segment to provide more details relating to the type of machinery or equipment being purchased by the department in line with the Inventory principle.

Table 1.3: Chart addition illustration

3	4	5	6	7	SEGMENT DETAIL NO	P/NP LEVEL	LEVEL	
GOODS AND SERVICES						64	N	3
INV:OTHER SUPPLIES						330	N	4
INV:ASSTS FOR DSTR						905	N	5
INV ASSTS DSTR:MACH&EQP						4918	N	6
INV ASSTS DSTR:MACH&EQP						4919	Y	7
OWN INV ASSTS DSTR:MACH&EQP						4920	Y	7

**Consumables: Gardening Supplies**

8. The item Consumables: Gardening Supplies has been renamed to Consumables: Gardening and Farming Supplies. This item is for purchases of gardening and farming supplies purchased by the departments for non-inventory purposes.

Table 1.4: Chart illustration

3	4	5	6	SEGMENT DETAIL NO	P/NP LEVEL	LEVEL
GOODS AND SERVICES				64999	N	3
CONS SUPPLIES				331999	N	4
CONS:GARDENING SUPPLIES				889999	N	5
CONS:GARDENING SUPPLIES				2281999	Y	6
OWN:CONS SUPP:GARDENING SUPPL				2282999	Y	6

Table 1.5: Chart change illustration

3	4	5	6	SEGMENT DETAIL NO	P/NP LEVEL	LEVEL
GOODS AND SERVICES				64999	N	3
	CONS SUPPLIES			331999	N	4
		CONS:GARDENING&FARMING SUPPLIES		889999	N	5
			CONS SUPP:GARDENNG&FARM SUPPLIES	2281999	Y	6
			OWN:CONS SUPP:GARDEN&FARM SUPPL	2282999	Y	6

**Consumables: Building, Materials and Supplies**

9. The item Consumables: Building, Materials and Supplies has been renamed to Consumables: Materials and Supplies. This item is to be used for purchases of all materials and supplies not provided for anywhere else in the Chart of Accounts.

Table 1.6: Chart illustration

3	4	5	6	SEGMENT DETAIL NO	P/NP LEVEL	LEVEL
GOODS AND SERVICES				64	N	3
	CONS SUPPLIES			331	N	4
		CONS:BUILD,MAT & SUPPLIES		893	N	5
			CONSS:BUILD,MAT & SUPPLIES	2271	Y	6
			OWN:CONSS:BUILD,MAT & SUPPLIES	2272	Y	6

Table 1.7: Chart change illustration

3	4	5	6	SEGMENT DETAIL NO	P/NP LEVEL	LEVEL
GOODS AND SERVICES				64	N	3
	CONS SUPPLIES			331	N	4
		CONS:MATERIALS AND SUPPLIES		893	N	5
			CONS:MATERIALS AND SUPPLIES	2271	Y	6
			OWN CONS:MATERIALS AND SUPPLIES	2272	Y	6

**Consumables: Medical Aid Kit**

10. The item Consumables: Medical Aid Kit has been renamed to Consumables: Medical Kit. This item is for purchases of medicine purchased by the departments for non-inventory purposes.

Table 1.8: Chart illustration

3	4	5	6	SEGMENT DETAIL NO	P/NP LEVEL	LEVEL
GOODS AND SERVICES				64	N	3
	CONS SUPPLIES			331	N	4
		CONS :FIRST AID KIT		895	N	5
			CONSS FIRST AID KIT	2275	Y	6
			OWN:CONS FIRST AID KIT	2276	Y	6

Table 1.9: Chart change illustration

3	4	5	6	SEGMENT DETAIL NO	P/NP LEVEL	LEVEL
	GOODS AND SERVICES			64	N	3
	CONS SUPPLIES			331	N	4
	CONS: MEDICAL KIT			895	N	5
	CONS: MEDICAL KIT			2275	Y	6
	OWN CONS: MEDICAL KIT			2276	Y	6

**TRANSACTIONS IN FINANCIAL ASSETS AND LIABILITIES**

11. No changes have been made to this section.

**TRANSFERS AND DSUBSIDIES**

12. A new transfer line item has been introduced for Sefako Makgatho Health Science University.

Table 2.1: Chart addition illustration

2	3	4	SEGMENT DETAIL NO	P/NP LEVEL	LEVEL
	TRANSFERS AND SUBSIDIES		7	N	2
	HIGHER EDUCATION INSTITUTIONS		42	N	3
	SEFAKO MAKGATHO HEALTH SCIE UN		4917	Y	4

**PURCHASE / CONSTRUCTION CAPITAL ASSETS**

**Meteorological Equipment**

13. A new item has been created for purchases of meteorological equipment costing more than R5000 has been added to the assets segment.

Table 3.1: Chart additions illustration

2	3	4	5	6	SEGMENT DETAIL NO	P/NP LEVEL	LEVEL
	PUR/CONST CAPITAL ASSETS				8999	N	2
	MACHINERY AND EQUIPMENT				48999	N	3
	OTHER MACHINERY & EQUIPMENT				231999	N	4
	METEOROLOGICAL EQUIP				4935999	N	5
	METEOROLOGICAL EQUIP				4936999	Y	6
	OWN METEOROLOGICAL EQUIP				4937999	Y	6

**Traffic Law Equipment: Vehicle Inspection Equipment**

14. A new item has been created for purchases of vehicle inspection equipment costing more than R5000 has been added to the assets segment.

Table 3.2: Chart additions illustration

2	3	4	5	6	7	SEGMENT DETAIL NO	P/NP LEVEL	LEVEL
PUR/CONST CAPITAL ASSETS						8	N	2
MACHINERY AND EQUIPMENT						48	N	3
OTHER MACHINERY & EQUIPMENT						231	N	4
TRAFFIC LAW ENFORCEMENT						635	N	5
VEHICLE INSPECTION EQUIPMENT						4911	N	6
VEHICLE INSPECTION EQUIPMENT						4912	Y	7
OWN SPEED MEASURING EQUIPMENT						4913	Y	7

**ASSETS, LIABILITIES AND EQUITY**

1. The following items were created under for Housing Fund.

Table 4.1: Chart additions illustration

2	3	4	5	6	SEGMENT DETAIL NO	P/NP LEVEL	LEVEL	
ASSETS						17	N	2
CURRENT ASSETS						33	N	3
HOUSING DEBTORS:CA						104	N	4
HOUSE DEBT CONTRA ACCOUNT:CA						427	N	5
H/DEBT:DEPRECIATION						4927	Y	6
H/DEBT:IMPAIRMENTS						4928	Y	6
H/DEBT:INC/DCR-PRV SIN DOUBT DBTS						4929	Y	6
H/DEBT:POST OFFICE COMMISSIONS						4930	Y	6
NET ASSETS						19	N	2
NET ASSETS						37	N	3
ACCUMULATED DEPRECIATION						4931	Y	4
ACCUMULATED INPAIRMENTS						4932	Y	4
PROVISION FOR DOUBTFUL DEBTS						4933	Y	4
INVENTORY						4934	Y	4

**ASSETS SEGMENT**

**Meteorological Equipment**

A new item has been created for purchases of Meteorological Equipment costing more than R5000 has been added to the assets segment.

Table 5.1: Chart addition illustration

1	2	3	4	5	SEGMENT DETAIL NO	P/NP LEVEL	LEVEL
TANGIBLE CAPITAL ASSETS					1	N	1
MACHINERY & EQUIPMENT					6	N	2
OTHER MACHINERY & EQUIPMENT					66	N	3
METEOROLOGICAL EQUIPMENT					619	N	4

**Traffic Law Equipment: Vehicle Inspection Equipment**

15. A new item has been created for purchases of Vehicle Inspection Equipment costing more than R5000 has been added to the assets segment.

Table 5.2: Chart addition illustration

1	2	3	4	5	SEGMENT DETAIL NO	P/NP LEVEL	LEVEL
TANGIBLE CAPITAL ASSETS					1	N	1
MACHINERY & EQUIPMENT					6	N	2
OTHER MACHINERY & EQUIPMENT					66	N	3
TRAFFIC LAW ENFORCEMENT					136	N	4
VEHICLE INSPECTION EQUIPMENT					618	N	5

**Equipment<R500: Meteorological Equipment**

16. A new item has been created for purchases of Meteorological Equipment costing less than R5000 has been added to the chart.

Table 5.3: Chart addition illustration

1	2	3	4	5	6	SEGMENT DETAIL NO	P/NP LEVEL	LEVEL
MINOR ASSETS						4	N	1
TANGIBLE ASSETS						12	N	2
MACHINERY & EQUIPMENT <R5000						18	N	3
MACHINERY & EQUIPMENT <R5000						78	N	4
OTHER:MACHINERY & EQP<R5000						153	N	5
EQP<R5000:METEOROLOGICAL EQUP						620	N	6

**Traffic Law Equipment<R5000: Vehicle Inspection Equipment**

17. A new item has been created for purchases of Vehicle Inspection equipment costing less than R5000 has been added to the chart.

Table 5.4: Chart addition illustration

1	2	3	4	5	6	7	SEGMENT DETAIL NO	P/NP LEVEL	LEVEL
	MINOR ASSETS						4	N	1
	TANGIBLE MINOR ASSETS						12	N	2
	MACHINERY & EQUIPMENT <R5000						18	N	3
	MACHINERY&EQUIPMENT<R5000						78	N	4
	OTHER:MACHINERY & EQP<R5000						153	N	5
	TRAFFIC LAW ENFORCEMENT EQUIPMENT						167	N	6
	TRFC LW EQP<R5000:VEH INSP EQUIP						617	N	7

**PUBLICATION AND CONTACT DETAILS**

- Please contact the SCOA project team via the **SCOA call centre at (012) 315 5311**, or by sending a concise mail to [scoa@treasury.gov.za](mailto:scoa@treasury.gov.za) if further clarity or discussion is required regarding the changes highlighted above.
- For updated versions of the SCOA COR database and classification circulars please visit <https://scoa.treasury.gov.za/>

Regards,

**SCOA Technical Committee**

Date: 10 December 2014