



national treasury

Department:
National Treasury
REPUBLIC OF SOUTH AFRICA

CLASSIFICATION CIRCULAR 24

ADJUSTMENTS TO THE STANDARD CHART OF ACCOUNTS (SCOA) VERSION 5

1. The purpose of this circular is to inform all government financial practitioners of the changes made to the Standard Chart of Accounts (SCOA).
2. Changes to the chart are discussed according to each segment of the chart. Reasons for amendments to the chart are provided along with an illustration of the impact thereof. Please refer to chart version 5 19.20.01 for detailed changes implemented.
3. Departments should note that this circular only focuses on ITEM and ASSET segments. Items shown in **red** indicate that they have been deleted/ removed; **blue** indicates that they have been changed/re-named, and **green** implies that a new item has been created/added in the chart.
4. Departments are requested to ensure that where necessary the PERSAL and BAS links are updated.

FUND SEGMENT

5. Changes to the Fund Segment have been aligned to the published Appropriation Bill and Division of Revenue Bills for 2019 and distributed to the relevant departments. Please refer to chart version 19.20.01 in this regard.

OBJECTIVE SEGMENT

6. Programme structures of national and provincial departments were updated and aligned to the budget statements of departments as tabled in Parliament (ENE) and the Legislatures (EPRE).
7. Where a programme and sub-programme name changed, the entire programme and its sub-programmes were recreated in the financial system. Departments must activate the entire new structure and re-link the codes to the various transversal systems for interfaces

RESPONSIBILITY SEGMENT

8. This segment is non-standardised therefore, departments need to amend the structure according to their needs in terms of the requirements of their organisational structure.

ITEM SEGMENT

PAYMENTS

COMPENSATION OF EMPLOYEES

9. No changes were made to this category of payments.

GOODS AND SERVICES

COMPUTER SERVICES

10. New items **Barnowl, Baud and JYP Mainframe Time** have been added for payments related to main frame time for different system. Items have been only allocated to respective departments.

Table 24.1 Chart additions illustration

1	2	3	4	5	6	SEGMENT DETAIL NO	POST LEV
	PAYMENTS					7	N
		PAYMENTS				35	N
			GOODS AND SERVICES			600	N
				COMPUTER SERVICES		657	N
					SITA COMPUTER SERVICES	705	N
					BARNOWL MAINFRAME TIME	4629	Y
					BAUD MAINFRAME TIME	4630	Y
					JYP MAINFRAME TIME	4731	Y

CONTRACTORS

11. A New item **Contractors: Abattoir Services** has been added for payments for abattoir services rendered.

Table 24.2 Chart additions illustration

1	2	3	4	5	SEGMENT DETAIL NO	POST LEV
	PAYMENTS				7	N
		PAYMENTS			35	N
			GOODS AND SERVICES		600	N
				CONTRACTORS	637	N
				CONTRCTRS:ABBATOIR SERVICES	4596	Y

AGENCY AND OUTSOURCED SERVICES

12. A New item **Agency and Outsourced Services: Biocontrol Services** has been added for payments of outsourced biocontrol services rendered.

Table 24.3 Chart additions illustration

1	2	3	4	5	SEGMENT DETAIL NO	POST LEV
	PAYMENTS				7	N
		PAYMENTS			35	N
			GOODS AND SERVICES		600	N
				AGENCY&SUPRT/OUTSOURCED SERVICES	638	N
				A&S/O/S: BIOCONTROL SERVICES	4600	Y

AGENCY AND OUTSOURCED SERVICES

13. A New item **Agency and Outsourced Services: EPWP Workers** has been added for payments of outsourced EPWP workers.

Table 24.4 Chart additions illustration

1	2	3	4	5	SEGMENT DETAIL NO	POST LEV
	PAYMENTS				7	N
		PAYMENTS			35	N
			GOODS AND SERVICES		600	N
				AGENCY&SUPRT/OUTSOURCED SERVICES	638	N
				A&S/O/S: EPWP WORKERS	4601	Y

AGENCY AND OUTSOURCED SERVICES

14. A New item **Agency and Outsourced Services: Fire Services** has been added for payments of outsourced firefighting services.

Table 24.5 Chart additions illustration

1	2	3	4	5	SEGMENT DETAIL NO	POST LEV
	PAYMENTS				7	N
		PAYMENTS			35	N
			GOODS AND SERVICES		600	N
				AGENCY&SUPRT/OUTSOURCED SERVICES	638	N
				A&S/O/S: FIRE SERVICES	4602	Y

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AGENCY AND OUTSOURCED SERVICES

15. A New item **Agency and Outsourced Services: Waste Services** has been added for payments of outsourced waste management services.

Table 24.6 Chart additions illustration

1	2	3	4	5	SEGMENT DETAIL NO	POST LEV
	PAYMENTS				7	N
		PAYMENTS			35	N
			GOODS AND SERVICES		600	N
				AGENCY&SUPRT/OUTSOURCED SERVICES	638	N
				A&S/O/S:WASTE SERVICES	4603	Y

INVENTORY MATERIALS AND SUPPLIES

16. A New item **Inventory Materials and Supplies: OHS Kit** has been added for payments of purchases of inventory OHS kit.

Table 24.7 Chart additions illustration

1	2	3	4	5	SEGMENT DETAIL NO	POST LEV
	PAYMENTS				7	N
		PAYMENTS			35	N
			GOODS AND SERVICES		600	N
				INV:MATERIALS & SUPPLIES	647	N
				INV MAT&SUP:OHS KIT	4648	Y

CONSUMABLES

17. A New item **Consumables: OHS Kit** has been added for payments of purchases of consumable OHS kit.

Table 24.8 Chart additions illustration

1	2	3	4	5	SEGMENT DETAIL NO	POST LEV
	PAYMENTS				7	N
		PAYMENTS			35	N
			GOODS AND SERVICES		600	N
				CONS SUPPLIES	612	N
				CONS:OHS KIT	4647	Y

TRANSFERS AND SUBSIDIES

18. Items classified under Transfers and Subsidies have been aligned with the Estimates of National Expenditure (ENE) and Estimates of Provincial Revenue and Expenditure (EPRE) for 2019. Departments are requested to complete a new item addition form and provide detailed motivation for requesting transfers and subsidies line items to be added to the chart of accounts. Requests should be in line with classification circular 21 issued by the SCOA Technical Committee, a copy of the circular is available on the SCOA website.

PROVINCIAL AND LOCAL GOVERNMENTS

19. Transfer payments' descriptions have been aligned to the latest list of public entities listed in PFMA schedule 1, 2, 3A, 3B, 3C and 3D. Please refer to chart version 5 19.20.01 for detailed changes implemented.

DEPARTMENTAL AGENCIES AND ACCOUNTS

20. Transfer payments' descriptions have been aligned to the latest list of public entities listed in PFMA schedule 1, 2, 3A, 3B, 3C and 3D. Please refer to chart version 5 9.20.01 for detailed changes implemented.

HIGHER EDUCATION INSTITUTIONS

21. Transfer payments' descriptions have been aligned to details as approved in the ENE on transfers and subsidies to higher education organisations. Please refer to chart version 5 9.20.01 for detailed changes implemented.

FOREIGN GOVERNMENT AND INTERNATIONAL ORGANISATIONS

22. Transfer payments' descriptions have been aligned to details as approved in the ENE on transfers and subsidies to international organisations. Please refer to chart version 5 9.20.01 for detailed changes implemented.

PUBLIC CORPORATIONS AND PRIVATE ENTERPRISE

23. Transfer payments' descriptions have been aligned to details as approved in the ENE and EPRE on transfers and subsidies to public and private organisations. Detailed posting levels have been added as requested by individual departments. Break-down allowed has since been discontinued (please refer to classification circular 17 and 21 published on the SCOA website), however it was decided that details will be added on behalf of the departments.

24. Please refer to chart version 5 9.20.01 for detailed changes implemented.

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NON PROFIT INSTITUTIONS (NPI)

25. Transfer payments' descriptions have been aligned to details as approved in the ENE and EPRE on transfers and subsidies to non-profit institutions. Detailed posting levels have been added as requested by individual departments. Break-down allowed has since been discontinued (please refer to classification circular 17 and 21 published on the SCOA website), however it was decided that details will be added on behalf of the departments.

26. Please refer to chart version 5 9.20.01 for detailed changes implemented.

HOUSEHOLDS (HH)

27. Transfer payments' descriptions have been aligned to details as approved in the ENE and EPRE on transfers and subsidies to households. Please refer to chart version 5 9.20.01 for detailed changes implemented.

PURCHASE / CONSTRUCTION OF CAPITAL ASSETS

MACHINERY AND EQUIPMENT

TRANSPORT EQUIPMENT

28. A New item **Mobile Fridges** has been added for payments of purchases of mobile fridges.

Table 24.9 Chart additions illustration

1	2	3	4	5	SEGMENT DETAIL NO	POST LEV
	PAYMENTS				1	N
		PUR/CONST CAPITAL ASSETS			7	N
			MACHINERY AND EQUIPMENT		36	
				TRANSPORT EQUIPMENT	601	N
				MOBILE FRIDGES	4650	Y

MACHINERY AND EQUIPMENT

OTHER MACHINERY AND EQUIPMENT

29. A New item **Automated Weather Station** has been added for payments of purchases of automated weather station.

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Table 24.10 Chart additions illustration

1	2	3	4	5	SEGMENT DETAIL NO	POST LEV
	PAYMENTS				1	N
		PUR/CONST CAPITAL ASSETS			7	N
			MACHINERY AND EQUIPMENT		36	N
				OTHER MACHINERY & EQUIPMENT	602	N
				AUTOMATED WEATHER STATION	4611	Y

SOFTWARE AND INTANGIBLE ASSETS

30. A New item **ELECTRONIC BOOKS / MANUALS / JOURNALS** has been added for payments of purchases of electronic books / manuals / journals.

Table 24.11 Chart additions illustration

1	2	3	4	SEGMENT DETAIL NO	POST LEV
	PAYMENTS			1	N
		PUR/CONST CAPITAL ASSETS		7	N
			SOFTWARE & INTANGIBLE ASSETS	41	N
			ELECTRONIC BOOKS/MANUALS/JOURNALS	4607	Y

ASSETS SEGMENT

BUILDINGS AND OTHER FIXED STRUCTURES

NON-RESIDENTIAL BUILDINGS

STORAGE AND FARM STRUCTURES

31. A New asset description **Fresh Produce Market** has been added under **Storage and Marketing Facilities** asset class.

Table 24.12 Chart additions illustration

1	2	3	4	5	6	SEGMENT DETAIL NO	POST LEV
	ASSET RELATED					1	N
		BUILD & OTHER FIXED STRUCTURES				3	N
			NON-RESIDENTIAL BUILDINGS			25	N
				AGRICULTURE & FARM STRUCTURES		131	N
					STORAGE AND MARKETING FACILITY	363	N
					FRESH PRODUCE MARKET	923	Y

MACHINERY AND EQUIPMENT

OTHER MACHINERY AND EQUIPMENT

32. A New asset description **Automated Weather Station** has been added under **Other Machinery and Equipment** asset class.

Table 24.13 Chart additions illustration

1	2	3	4	5	SEGMENT DETAIL NO	POST LEV
	ASSET RELATED				1	N
		MACHINERY & EQUIPMENT			4	N
			OTHER MACHINERY & EQUIPMENT		27	N
				AUTOMATED WEATHER STATION	931	N
				AUTOMATED WEATHER STATION	932	Y

MACHINERY AND EQUIPMENT

OTHER MACHINERY AND EQUIPMENT

33. A New asset description **Generator** has been added under **Electric Wire and Power Distribution** asset class.

Table 24.14 Chart additions illustration

1	2	3	4	5	SEGMENT DETAIL NO	POST LEV
	ASSET RELATED				1	N
		MACHINERY & EQUIPMENT			4	N
			OTHER MACHINERY & EQUIPMENT		27	N
				ELECTRIC WIRE&POWER DISTRIBUTION	115	N
				GENERATOR	879	Y

MACHINERY AND EQUIPMENT

OTHER MACHINERY AND EQUIPMENT

34. New assets description **Boom Spray, Disc Harrow, Harrow, Planters and Plowing Machine** have been added under **Farm / Agriculture Equipment** asset class.

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Table 24.15 Chart additions illustration

1	2	3	4	5	SEGMENT DETAIL NO	POST LEV
ASSET RELATED					1	N
	MACHINERY & EQUIPMENT				4	N
		OTHER MACHINERY & EQUIPMENT			27	N
			FARM/AGRICULTURE EQUIPMENT		78	N
				BOOM SPRAY	935	Y
				DISC HARROW	936	Y
				HARROW	937	Y
				PLANTERS	938	Y
				PLOUGING MACHINE	939	Y

MACHINERY AND EQUIPMENT

OTHER MACHINERY AND EQUIPMENT

SECURITY EQUIPMENT, SYSTEMS, MATERIALS

35. A New asset description **Boom Gates** have been added under **Security Equipment, Systems, Materials: Fixed** asset class.

Table 24.16 Chart additions illustration

1	2	3	4	5	6	SEGMENT DETAIL NO	POST LEV
ASSET RELATED						1	N
	MACHINERY & EQUIPMENT					4	N
		OTHER MACHINERY & EQUIPMENT				27	N
			SECURITY EQUIPMNT,SYST,MATERIALS			62	N
				SECURITY EQUIP,SYST,MATERALS:FIX		218	N
				BOOM GATES		880	Y

MACHINERY AND EQUIPMENT

TRANSPORT EQUIPMENT

36. A New asset description **Mobile Fridges** have been added under **Transport Equipment** asset class.

Table 24.17S Chart additions illustration

1	2	3	4	5	SEGMENT DETAIL NO	POST LEV
ASSET RELATED					1	N
	MACHINERY & EQUIPMENT				4	N
		TRANSPORT EQUIPMENT			28	N
			MOBILE FRIDGES		933	N
				MOBILE FRIDGES	934	Y

RECEIPTS

SALES OF GOODS AND SERVICES NON CAPITAL ASSETS

ADMINISTRATIVE FEES: RECEIPTS

37. A New receipt item **Waste Bureau Services** have been added under **Licences / Permits / Fees: Receipts**

Table 24.17 Chart additions illustration

1	2	3	4	5	6	SEGMENT DETAIL NO	POST LEV
	RECEIPTS					2	N
	SALES GOODS & SERV NON CAP ASS					12	N
	SALE GOODS&SERV PRODUCED BY DEPT					13	N
	ADMINISTRATIVE FEES:RECEIPTS					102	N
	LICENCES/PERMITS/FEES:RECEIPTS					123	N
	WASTE BUREAU SERVICES					4674	Y

SALES: CAPITAL ASSETS

SALES: OTHER MACHINERY AND EQUIPMENT

38. New receipts items **Sales of Fixed Individual and Movable Air Conditioner, Sales of Farm / Agriculture Equipment and Sales of Tractors** have been added under **Sales of Other Machinery and Equipment**.

Table 24.18 Chart additions illustration

1	2	3	4	5	6	SEGMENT DETAIL NO	POST LEV
	RECEIPTS					2	N
	SALES:CAPITAL ASSETS					23	N
	SALES:MACHINERY & EQUIPMENT					4120	N
	SALES:OTHER MACHINRY & EQUIPMENT					4121	N
	SALES:FIX IND&MOV AIR CONDITIONR					4613	Y
	SALES:FARM/AGRICULTURE EQUIPMENT					4608	N
	SALES:FARM/AGRICULTURE EQUIPMENT					4612	Y
	SALES:TRACTOR					4609	Y

TRANSACTIONS IN FINANCIAL ASSETS AND LIABILITIES

REVENUE: FINANCIAL ASSETS: RECEIPTS: PUBLIC SECTOR: DEPARTMENTAL AGENCY

39. New receipts items **REVENUE: FINANCIAL ASSETS: RECEIPTS: PUBLIC SECTOR: DEPARTMENTAL AGENCY** and **REVENUE: FINANCIAL ASSETS: RECEIPTS: PUBLIC SECTOR: DEPARTMENTAL AGENCY: SANRAL** have been added under **REVENUE: FINANCIAL ASSETS: RECEIPTS: PUBLIC SECTOR: OTHER GOVERNMENT UNITS**.

Table 24.19 Chart additions illustration

1	2	3	4	5	6	7	8	9	SEGMENT DETAIL NO	POST LEV
	RECEIPTS								2	N
	TRANS IN FIN ASSETS&LIABILITIES								24	N
	REVENUE: FINANCIAL ASSETS								116	N
	REV:FA:RECEIVABLES								118	N
	REV:FA:REC:PUBLIC SECTOR								137	N
	REV:FA:REC:PUBLIC SEC:DOMESTIC								138	N
	REV:FA:REC:PUB SEC:OTH GOV UNITS								172	N
	REV:FA:REC:PUB SEC:DEPT AGENCY								197	N
									4729	Y
									4659	Y

ASSETS, LIABILITIES & EQUITY

LIABILITIES

CURRENT LIABILITIES

40. A New current liabilities items **Student Deposits** has been added under **Deposits Received: Current Liabilities**.

Table 24.20 Chart additions illustration

1	2	3	4	5	6	7	SEGMENT DETAIL NO	POST LEV
	ASSETS, LIABILITIES & EQUITY						4	N
	LIABILITIES						98	N
	CURRENT LIABILITIES						100	N
	PAYABLES:CL						764	N
	PAYABLES:DOMESTIC:CL						791	N
	DEPOSITS RECEIVED:CL						820	N
							4730	Y

Contact information

41. Please contact the SCOA project team via the **SCOA call center at (012) 315 5311**, or by sending a concise mail to scoa@treasury.gov.za if further clarity or discussion is required regarding the changes highlighted above.

42. For updated versions of the SCOA COR database and classification circulars please visit <https://scoa.treasury.gov.za/>

Regards,

SCOA Technical Committee

Date: 5 April 2019