



## **CLASSIFICATION CIRCULAR 40**

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

1. The purpose of this circular is to inform government departments' financial practitioners of the changes made to the SCOA COR 5 in the second quarter of the 2022/23 financial year.
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 22.23.03 for detailed changes implemented.

### **FUND SEGMENT**

3. Fund Segment amendments have been aligned to the published Appropriation Act, 2022 and Division of Revenue Act, 2022 and distributed to the relevant departments.

### **OBJECTIVE SEGMENT**

4. Objective Segment amendments have been aligned to the published Estimates of National Expenditure (ENE) 2022 and the Estimates of Provincial Revenue and Expenditure (EPREs) 2022 and distributed to the relevant departments.

### **RESPONSIBILITY SEGMENT**

5. No changes were made to the segment.

### **INFRASTRUCTURE SEGMENT**

6. No changes were made to the segment

### **ITEM SEGMENT**

#### **GOODS AND SERVICES**

##### **Administrative Fees Payments**

7. A new item has been created on the chart for *Assessment Fee*. This item caters for assessment fees charged by the commissioner to determine if the employee meets the requirements of the pay-out following an injury on duty claim filed or submitted.

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*Figure 1. Chart illustration of the item added*

1	2	3	4	5	SEGMENT DETAIL NO	POSTING LEVEL
	PAYMENTS				1	N
		PAYMENTS			5	N
			GOODS AND SERVICES		26	N
				ADMINISTRATIVE FEES:PAYMENTS	652	N
				<b>ASSESSMENT FEES</b>	<b>6023</b>	<b>Y</b>

**Agency and Support/Outsourced Services**

- The item *A&S/O/S: EDUCATION/GENERAL ASSISTANT* has been renamed to *A&S/O/S: GENERAL ASSISTANT*. This item has been amended to cater for allocation of stipends made to all general assistants employed under the Presidential Youth Employment Initiative (PYEI)

*Figure 2. Chart illustration of item before the change*

1	2	3	4	5	SEGMENT DETAIL NO	POSTING LEVEL
	PAYMENTS				1	N
		PAYMENTS			5	N
			GOODS AND SERVICES		26	N
				AGENCY&SUPRT/OUTSOURCED SERVICES	638	N
				<b>A&amp;S/O/S:EDUCATION/GENL ASSISTANT</b>	<b>5441</b>	<b>Y</b>

*Figure 3. Chart illustration of item after the change*

1	2	3	4	5	SEGMENT DETAIL NO	POSTING LEVEL
	PAYMENTS				1	N
		PAYMENTS			5	N
			GOODS AND SERVICES		26	N
				AGENCY&SUPRT/OUTSOURCED SERVICES	638	N
				<b>A&amp;S/O/S:GENERAL ASSISTANT</b>	<b>5441</b>	<b>Y</b>

**TRANSFERS AND SUBSIDIES**

**Transfers to Households**

- An item named *HOUSEHOLDS SOCIAL ASSISTANCE: CHILD SUPPORT GRANT TOPUP* has been added. According to the department, the Child Support Grant (CSG) top-up amount is introduced to assist relatives caring for orphans to provide for their basic needs. The purpose is to keep them within their extended family environment without removing them from familiar households. These children receive their basic CSG amount plus this additional amount.

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*Figure 4. Chart illustration of the item created*

1	2	3	4	5	6	SEGMENT DETAIL NO	POSTING LEVEL
	PAYMENTS					1	N
		TRANSFERS AND SUBSIDIES				6	N
			HOUSEHOLDS (HH)			34	N
				HOUSEHOLDS (HH)		630	N
					H/H SOCIAL ASSISTANCE	667	N
					<b>H/H SOC ASS:CHILD SUPP GRANT TOP</b>	<b>5959</b>	<b>Y</b>

10. Details of other transfers and subsidies listed on the chart of accounts have been aligned to the approved ENE and EPRE. The items are not individually listed on the classification circular as they are department-specific.

**PURCHASE / CONSTRUCTION OF CAPITAL ASSETS**

11. No changes were made to the payments for capital assets category in the item segment.

**RECEIPTS**

12. No changes were made to the receipts category in the item segment.

**ASSETS, LIABILITIES & EQUITY**

13. No changes were made to the Assets, Liabilities and Equity category in the item segment.

**ASSETS SEGMENT**

14. No changes were made to the segment

**REGIONAL SEGMENT**

15. No changes were made to the segment

**Contact information**

16. 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](mailto:scoa@treasury.gov.za) if further clarity or discussion is required regarding the changes highlighted above.

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

Regards,

SCOA Technical Committee

Date: 30 September 2022