



CLASSIFICATION CIRCULAR 42

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 first quarter of the 2023/24 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 23.24.01 for detailed changes implemented.
3. Items shown in **red** indicate that they have been deleted/ removed; **blue** indicates that they have been changed/renamed, and **green** implies that a new item has been created/added in the chart.

FUND SEGMENT

4. Fund Segment amendments have been aligned to the published Appropriation Act, 2023 and Division of Revenue Act, 2023 and distributed to the relevant departments.

OBJECTIVE SEGMENT

5. Objective Segment amendments have been aligned to the published Estimates of National Expenditure (ENE) 2023 and the Estimates of Provincial Revenue and Expenditure (EPREs) 2023 and distributed to the relevant departments.

RESPONSIBILITY SEGMENT

6. No changes were made to the segment.

INFRASTRUCTURE SEGMENT

7. No changes were made to the segment.

ITEM SEGMENT

GOODS AND SERVICES

CONTRACTORS

8. The following item has been created under the *Contractors* category for *maintenance of specialist military assets*.

Figure 1. Chart Illustration of the item created.

1	2	3	4	5	SEGMENT DETAIL NO	POSTING LEVEL
PAYMENTS					1	N
	PAYMENTS				5	N
		GOODS AND SERVICES			26	N
			CONTRACTORS		637	N
				CONTR:MNT&REP SPECIAL MIL ASST	6205	Y

TRANSFERS AND SUBSIDIES

9. Details of other transfers and subsidies listed on the chart of accounts have been aligned to the approved ENE 2023 and EPRE 2023. The items are not individually listed on the classification circular as they are department-specific.

PURCHASE / CONSTRUCTION OF CAPITAL ASSETS

10. No changes were made to the *Payments for Capital Assets* category in the item segment.

RECEIPTS

11. No changes were made to the *Receipts* category.

ASSETS, LIABILITIES & EQUITY

12. No changes were made to *Assets, Liabilities and Equity* category. Kindly refer to the **Adjustments to Classifications of Deposits Circular** for changes on refundable deposits implemented from **1 April 2023**.

NET ASSETS

13. No changes were made to *Net Assets* category.

ASSETS SEGMENT

14. The following asset category has been added in the *Other Machinery and equipment* category.

Figure 5. Chart Illustration of the item created

1	2	3	4	5	SEGMENT DETAIL NO	POSTING LEVEL
	ASSET RELATED				1	N
		MACHINERY & EQUIPMENT			4	N
			OTHER MACHINERY & EQUIPMENT		27	N
				ELECTRIC WIRE&POWER DISTRIBUTION	115	N
				SMART METER	969	Y

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 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: 01 APRIL 2023