



CLASSIFICATION CIRCULAR 38

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 1st 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 22.23.01 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.
4. Departments are requested to ensure that, where necessary, the PERSAL and BAS links are updated.

FUND SEGMENT

5. Fund Segment amendments have been aligned to the published Appropriation Bill and Division of Revenue Bills for 2022 and distributed to the relevant departments

OBJECTIVE SEGMENT

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

RESPONSIBILITY SEGMENT

7. No changes were made to the segment.

INFRASTRUCTURE SEGMENT

8. No changes were made to the segment

ITEM SEGMENT

GOODS AND SERVICES

9. The SCOA Technical Committee determined that boreholes fall under the category of Capital Assets. The measurement is determined by accumulating all relevant costs incurred to get it up and running (CWIP). Boreholes are immovable assets and the item under contractors for borehole drilling has been removed from the chart.

Figure 1. Chart Illustration of item removed from the chart

1	2	3	4	5	SEGMENT DETAIL NO	POSTING LEVEL
	PAYMENTS				1	N
		PAYMENTS			5	N
			GOODS AND SERVICES		26	N
				CONTRACTORS	637	N
				CONTRCTRS:BORE WATERHOL DRIL	1446	Y

10. A new item has been added under minor assets for drones and quadcopters under R5000.

Figure 2. Chart Illustration of item added to the chart

1	2	3	4	5	6	SEGMENT DETAIL NO	POSTING LEVEL
	PAYMENTS					1	N
		PAYMENTS				5	N
			GOODS AND SERVICES			26	N
				MINOR ASSETS		654	N
					TRANSPORT ASSETS<R5000	701	N
					TRNSPRT ASS<R5000:QUADCOPT/DRONE	5743	Y

TRANSFERS AND SUBSIDIES

11. Details of transfers and subsidies 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.
12. The category of transfers to Higher Education Institutions has been changed to Higher Education and Training Institutions to provide for the TVET colleges under this category. The TVET colleges were previously allocated under Non-Profit Institutions.

Figure 3. Chart Illustration of item before the change

1	2	3	4	5	SEGMENT DETAIL NO	POSTING LEVEL
					1	N
					6	N
					30	N

Figure 4. Chart Illustration of item after the change

1	2	3	4	5	SEGMENT DETAIL NO	POSTING LEVEL
					1	N
					6	N
					30	N

13. The TVET items under the category of Non-Profit Institutions have been removed and created under the category of Higher Educational and Training Institutions.

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Figure 5. Chart Illustration of items NPI: TVET Colleges removed

1	2	3	4	5	6	7	SEGMENT DETAIL NO	POSTING LEVEL
							1	N
							6	N
							33	N
							2626	N
							2640	N
							2910	N
							2910	Y
							2911	Y
							2912	Y
							2902	Y
							2903	Y
							2904	Y
							2905	Y
							2906	Y
							2907	Y
							2908	Y
							2909	Y
							5405	Y
							2882	Y
							2883	Y
							2884	Y
							2885	Y
							2886	Y
							2887	Y
							2888	Y
							2889	Y
							2890	Y
							2891	Y
							2892	Y
							2893	Y
							2894	Y
							2895	Y
							2896	Y
							2897	Y
							2898	Y
							2899	Y
							2900	Y
							2901	Y
							2863	Y
							2864	Y
							2865	Y
							2866	Y
							2867	Y
							2868	Y
							2869	Y
							2870	Y
							2871	Y
							2872	Y
							2873	Y
							2874	Y
							2875	Y
							2876	Y
							2877	Y
							2878	Y
							2879	Y
							2880	Y
							2881	Y

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Figure 6. Chart Illustration of item names change and the addition of the TVET colleges

1	2	3	4	5	SEGMENT DETAIL NO	POSTING LEVEL
	PAYMENTS				1	N
	TRANSFERS AND SUBSIDIES				6	N
	HIGHER EDUCATION&TRAINING INSTIT				30	N
	TVET COLLEGES				5831	N
	BOLAND				5879	Y
	BUFFALO CITY				5880	Y
	CAPRICORN				5881	Y
	CENTRAL JHB				5872	Y
	COASTAL (MOBENI)				5873	Y
	COLLEGE OF CAPE TOWN				5874	Y
	EHLANZENI				5875	Y
	EKURHULENI EAST				5876	Y
	EKURHULENI WEST				5877	Y
	ELANGENI				5878	Y
	ESAYIDI				5866	Y
	FALSE BAY				5867	Y
	FLAVIUS MAREKA				5868	Y
	GERT SIBANDE				5869	Y
	GOLDFIELDS				5870	Y
	IKHALA				5871	Y
	INGWE				5852	Y
	KING HINTSA				5853	Y
	KING SABATA DALINDYEBO				5854	Y
	LEPHALALE				5855	Y
	LETABA				5856	Y
	LOVEDALE				5857	Y
	MAJUBA				5858	Y
	MALUTI				5859	Y
	MIDLANDS				5860	Y
	MNAMBITHI				5861	Y
	MOPANI SOUTH EAST				5862	Y
	MOTHEO				5863	Y
	MTHATHEKWINI				5864	Y
	NC RURAL				5865	Y
	NC URBAN				5844	Y
	NKANGALA				5845	Y
	NORTHLINK				5846	Y
	ORBIT				5847	Y
	PORT ELIZABETH				5848	Y
	SEDIBENG				5849	Y
	SEKHUKHUNE				5850	Y
	SOUTH CAPE				5851	Y
	SOUTH WEST				5832	Y
	TALETSO				5833	Y
	THEKWINI				5834	Y
	TSHWANE NORTH				5835	Y
	TSHWANE SOUTH				5836	Y
	UMFOLOZI				5837	Y
	UMGUNGU-NDLOVU				5838	Y
	VHEMBE				5839	Y
	VUSELELA				5840	Y
	WATERBERG				5841	Y
	WEST COAST				5842	Y
	WESTERN				5843	Y

14. The item under Non-Profit Institutions for Community Education Colleges has been changed to Community Education and Training (CET).

Figure 7. Chart Illustration of item before the name change

1	2	3	4	5	SEGMENT DETAIL NO	POSTING LEVEL
	PAYMENTS				1	N
	TRANSFERS AND SUBSIDIES				6	N
	NON PROFIT INSTITUTIONS (NPI)				33	N
	OTHER EDUCATIONAL INSTITUTIONS				2640	N
	NPI CET COLLEGES				4676	N

Figure 8. Chart Illustration of item after the name change

1	2	3	4	5	SEGMENT DETAIL NO	POSTING LEVEL
	PAYMENTS				1	N
	TRANSFERS AND SUBSIDIES				6	N
	NON PROFIT INSTITUTIONS (NPI)				33	N
	OTHER EDUCATIONAL INSTITUTIONS				2640	N
	COMMUNITY EDUCATION & TRAIN(CET)				4676	N

PURCHASE / CONSTRUCTION OF CAPITAL ASSETS

15. No changes were made to the category Purchase/Construction of capital Assets in the item segment.

RECEIPTS

16. No changes were made to the Receipts category in the item segment.

ASSETS, LIABILITIES & EQUITY

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

ASSETS SEGMENT

18. No changes were made to the segment.

REGIONAL SEGMENT

19. No changes were made to the segment.

Contact information

20. 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 is required regarding the changes highlighted above.

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

Regards,

SCOA Technical Committee

Date: 31 March 2022