

CLASSIFICATION CIRCULAR 43

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 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 SCOA COR5 23.24 Quarter 2 for detailed changes made.

FUND SEGMENT

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

OBJECTIVE SEGMENT

4. 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.

RESPONSIBILITY SEGMENT

5. This segment is maintained by the departments.

INFRASTRUCTURE SEGMENT

6. No changes were made to the infrastructure segment.

ITEM SEGMENT

GOODS AND SERVICES

Minor Assets

7. The item *COMMERCIAL AND INDUSTRIAL GAS CYLINDERS* has been renamed to *COMMERCIAL AND INDUSTRIAL GAS CYLINDERS & OIL TANKS* to cater for expenditure on oil tanks.

Figure 1: Chart Illustration before the change

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
					MACHINERY & EQUIPMENT<R5000	700	N
					EQP<R5000:COMM&INDUS GAS CYL	1239	Y

Figure 2: Chart Illustration after the change

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
					MACHINERY & EQUIPMENT<R5000	700	N
					EQP<R5000:COM&INDUS GASCYL&OILTA	1239	Y

Operating Payments

8. The item *O/P:PRINTING&PUBLICATIONS SERVICES* has been renamed to *O/P:SUBSCRIPTIONS,PRINTING&PUBLICATIONS SERV* to cater for expenditure that relates to subscriptions of library material.

Figure 3: Chart Illustration before the change

1	2	3	4	5	SEGMENT DETAIL NO	POSTING LEVEL	
	PAYMENTS				1	N	
		PAYMENTS			5	N	
			GOODS AND SERVICES		26	N	
				OPERATING PAYMENTS	619	N	
					O/P:PRINTING&PUBLICATIONS SERV	964	Y

Figure 4: Chart Illustration after the change

1	2	3	4	5	SEGMENT DETAIL NO	POSTING LEVEL	
	PAYMENTS				1	N	
		PAYMENTS			5	N	
			GOODS AND SERVICES		26	N	
				OPERATING PAYMENTS	619	N	
					O/P:SUBSCRIPT,PRINT&PUBLIC SERV	964	Y

TRANSFERS AND SUBSIDIES

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

PURCHASE / CONSTRUCTION OF CAPITAL ASSETS

- 10. The item *COMMERCIAL AND INDUSTRIAL GAS CYLINDERS* has been renamed to *COMMERCIAL AND INDUSTRIAL GAS CYLINDERS & OIL TANKS* to cater for payment of oil tanks.

Figure 5: Chart Illustration before the change

1	2	3	4	5	SEGMENT DETAIL NO	POSTING LEVEL
	PAYMENTS				1	N
	PAYMENTS				5	N
	MACHINERY AND EQUIPMENT				36	N
	OTHER MACHINERY & EQUIPMENT				602	N
	COMMER&INDUSTRIAL GAS CYLINDERS				1660	Y

Figure 6: Chart Illustration after the change

1	2	3	4	5	6	SEGMENT DETAIL NO	POSTING LEVEL
	PAYMENTS					1	N
	PAYMENTS					5	N
	MACHINERY AND EQUIPMENT					36	N
	OTHER MACHINERY & EQUIPMENT					602	N
	COMMER&INDUST GAS CYL&OIL TANK					1660	Y

RECEIPTS

- 11. No changes were made to the receipts category in the Item segment.

ASSETS, LIABILITIES & EQUITY

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

ASSETS SEGMENT

- 13. The asset *COMMERCIAL AND INDUSTRIAL GAS CYLINDERS* has been renamed to *COMMERCIAL AND INDUSTRIAL GAS CYLINDERS & OIL TANKS* to cater for expenditure on oil tanks.

Standard Chart of Accounts (SCOA) COR 5 VERSION 23.24.02– Classification Circular 43

Figure 7: Chart Illustration before the change

1	2	3	4	5	SEGMENT DETAIL NO	POSTING LEVEL
ASSET RELATED					1	N
MACHINERY & EQUIPMENT					4	N
OTHER MACHINERY & EQUIPMENT					27	N
COMMER&INDUSTRIAL GAS CYLINDERS					111	N
COMMER&INDUSTRIAL GAS CYLINDERS					286	Y

Figure 8: Chart Illustration after the change

1	2	3	4	5	SEGMENT DETAIL NO	POSTING LEVEL
ASSET RELATED					1	N
MACHINERY & EQUIPMENT					4	N
OTHER MACHINERY & EQUIPMENT					27	N
COMMER&INDUST GAS CYL&OIL TANK					111	N
COMMER&INDUST GAS CYL&OIL TANK					286	Y

REGIONAL SEGMENT

14. No changes were made to the Regional Identifier segment.

Contact information

15. 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.
16. For updated versions of the SCOA COR database and classification circulars please visit <https://scoa.treasury.gov.za>

Regards,

SCOA Technical Committee

Date: 01 July 2023