



CLASSIFICATION CIRCULAR 46

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 **fourth 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 Version 5 of 2023/24 (SCOA **COR 5 Version 23.24.04**) published in March 2024 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

1. Fund Segment amendments have been aligned to the published Adjusted Appropriation Bill and Division of Revenue Bills for 2023 and distributed to the relevant departments.

OBJECTIVE SEGMENT

2. Objective Segment amendments have been aligned to the published Adjusted Estimates of National Expenditure (AENE) 2023 and Adjusted Estimates of Provincial Revenue and Expenditure (AEPRE) 2023 and distributed to the relevant departments.

RESPONSIBILITY SEGMENT

3. No changes were made to the Responsibility segment.

INFRASTRUCTURE SEGMENT

4. No changes were made to the Infrastructure segment.

PROJECT SEGMENT

5. No changes were made to the Project segment.

ITEM SEGMENT

Goods and Services

6. No changes were made to the Goods and Services category.

Transfers and Subsidies

7. Details of transfers and subsidies on the chart of accounts have been aligned to the approved ENE and EPRE. The items have not been individually listed in this Classification Circular as they are department specific.

Purchase / Construction of Capital Assets

8. No changes were made to the Purchase / Construction of Capital Assets category.

Receipts

9. The item below has been created for money collected from the sale of *CONTAINERS* that are no longer utilised by the department due to redundancy or obsolescence.

Figure 1: Chart Illustration of a Receipt item created

3	4	5	6	SEGMENT DETAIL	POSTING LEVEL
SALES:CAPITAL ASSETS				23	N
SALES:MACHINERY & EQUIPMENT				4120	N
SALES:OTHER MACHINRY & EQUIPMENT				4121	N
SALES:CONTAINERS				6595	Y

10. The item below has been created for money received from Transport Education Training Authority (TETA).

Figure 2: Chart Illustration of a Receipt item created

1	2	3	4	SEGMENT DETAIL	POSTING LEVEL
RECEIPTS				2	N
TRANSFERS RECEIVED				575	N
TRNSF REC: DEPT AGENCY&ACCOUNTS				2756	N
TETA				6654	Y

Assets, Liabilities and Equity

11. It came to the attention of the SCOA Technical Committee that some of the items under the categories below have been created without matching fields.

- **PREPAYMENTS: CURRENT ASSETS, and**
- **CURRENT LIABILITIES**

12. Matching fields are required for these items. Therefore, the Committee removed the items with no matching fields and recreated them with the necessary matching fields. The Changes were articulated in **NOTICE**

NUMBER 2 OF 2023.24 titled **REMOVAL AND RE-CREATION OF PREPAYMENTS, ADVANCES AND DEPOSITS ITEMS.**

13. The newly created items contain two matching fields which are: **MISCELLANEOUS** and **YEAR/MONTH (YYYYMM)**
14. Departments are requested to obtain **BAS Detail Reports** to determine if the items mentioned in paragraph 12 above with no matching fields were used to post transactions. If transactions were posted against the mentioned items, correction journals must be done amending the incorrect items (without matching fields) to the newly created items (with matching fields).
15. The descriptions of the items are the same in the various segments. Therefore, care must be exercised that the correct segments are used on the correction journals. The prefix **(REM)** has been added before the name of each removed item. To access these items, departments will have to log requests with the BAS Call Centre to activate the removed items before they process the correction journal. The removed item will then only be activated for the journal to be processed after which it will be de-activated again.
16. The illustration below depicts items that were deleted (in red and proceeded by REM prefix) and new items replacing them (in green).

Figure 3: Chart illustration of PREPAYMENTS:CA items deleted

1	2	3	4	5	6	7	SEGMENT DETAIL NO	POSTING LEVEL
ASSETS, LIABILITIES & EQUITY							4	N
ASSETS							95	N
CURRENT ASSETS							96	N
PREPAYMENTS & ADVANCES:CA							2020	N
PREPAYMENTS:CA							2024	N
(REM)PREPAYMENTS:DOMESTIC:CA							2025	N
(REM)PREPMNT:DOM:GOODS & SERV:CA							2026	Y
(REM)PREPMNT:DOM:CAPITAL ASS:CA							2029	Y

Figure 4: Chart illustration of PREPAYMENTS:CA items created

1	2	3	4	5	6	7	SEGMENT DETAIL NO	POSTING LEVEL
ASSETS, LIABILITIES & EQUITY							4	N
ASSETS							95	N
CURRENT ASSETS							96	N
PREPAYMENTS & ADVANCES:CA							2020	N
PREPAYMENTS:CA							2024	N
PREPAYMENTS:DOMESTIC:CA							6557	N
PREPMNT:DOM:GOODS & SERV:CA							6560	Y
PREPMNT:DOM:CAPITAL ASS:CA							6561	Y

ASSETS SEGMENT

17. Changes have been implemented in response to departmental requests. The assets have not been individually listed in this Classification Circular as they are department specific.

REGIONAL IDENTIFIER SEGMENT

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

CONTACT INFORMATION

19. Please contact the SCOA project team by sending a concise mail to scoa@treasury.gov.za if further clarity or discussion is required regarding the changes highlighted above.
20. For updated versions of the SCOA COR database and classification circulars please visit <https://scoa.treasury.gov.za>

Regards,

SCOA Technical Committee

Date: 9 April 2024