



CLASSIFICATION CIRCULAR 48

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 2024/25 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 2024/25 (SCOA **COR 5 Version 24.25.02**) published in June 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

4. Fund Segment amendments have been aligned to the published Appropriation Bill and Division of Revenue Bills for 2024 and distributed to the relevant departments.

OBJECTIVE SEGMENT

5. Objective Segment amendments have been aligned to the published Estimates of National Expenditure (ENE) 2024 and the Estimates of Provincial Revenue and Expenditure (EPREs) 2024 and distributed to the relevant departments.

RESPONSIBILITY SEGMENT

6. No changes were made to the Responsibility segment.

INFRASTRUCTURE SEGMENT

7. No changes were made to the Infrastructure segment.

PROJECT SEGMENT

8. Project Segment has been updated and aligned with the national and provincial departments' infrastructure projects as tabled in Parliament (ENE) 2024 and the Legislatures (EPRE) 2024.

ITEM SEGMENT

Goods and Services

9. An item has been created under INVENTORY LEARNING SUPPORTING MATERIAL for tools and materials used to measure intellectual cognitive, academic and emotional development to assist in understanding a child's overall functioning.

Figure 1: Chart Illustration of a newly added item

| 1 | 2 | 3 | 4 | 5 | 6 | SEGMENT DETAIL NO | POSTING LEVEL |
|---|---|---|---|---|---|-------------------------|------------------|
| | | | | | | 1 | N |
| | | | | | | 5 | N |
| | | | | | | 26 | N |
| | | | | | | 646 | N |
| | | | | | | 678 | N |
| | | | | | | 6685 | Y |

Transfers and Subsidies

10. 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

11. The Items below have been deleted from the *Purchase / Construction of Capital Assets* category. Appropriate items to be used by departments to allocate expenditure pertaining to maintenance and repairs of *Buildings and Other Fixed Structures* are in the *Goods and Services* category. The Project segment can be used to capture the total cost of the capital project that has both capital and current components. However, it is important to note that the cost of the project reflected in the project segment does not constitute the cost of a capital asset as it includes a current component.

Figure 2: Chart Illustration of deleted items

| 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | SEGMENT DETAIL NO | POSTING LEVEL |
|---|---|---|---|---|---|---|---|-------------------------|------------------|
| | | | | | | | | 1 | N |
| | | | | | | | | 7 | N |
| | | | | | | | | 35 | N |
| | | | | | | | | 600 | N |
| | | | | | | | | 676 | N |
| | | | | | | | | 735 | N |
| | | | | | | | | 753 | N |
| | | | | | | | | 3176 | Y |
| | | | | | | | | 677 | N |
| | | | | | | | | 737 | N |
| | | | | | | | | 757 | N |
| | | | | | | | | 3014 | Y |

12. The item below has been created for payments of consumable supplies used in the refurbishment and rehabilitation projects.

Figure 3: Chart Illustration of added items

| 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | SEGMENT DETAIL NO | POSTING LEVEL |
|---|---|---|---|---|---|---|---|-------------------------|------------------|
| | | | | | | | | 1 | N |
| | | | | | | | | 7 | N |
| | | | | | | | | 35 | N |
| | | | | | | | | 600 | N |
| | | | | | | | | 677 | N |
| | | | | | | | | 736 | N |
| | | | | | | | | 3237 | N |
| | | | | | | | | 6684 | Y |

Receipts

13. The item below has been created for money received from the Banking Sector Education and Training Authority (BANKSETA)

Figure 4: Chart Illustration of a newly added item

| 1 | 2 | 3 | 4 | SEGMENT DETAIL | POSTING LEVEL |
|---|---|---|---|-------------------|------------------|
| | | | | 2 | N |
| | | | | 575 | N |
| | | | | 2756 | N |
| | | | | 6678 | Y |

Assets, Liabilities and Equity

14. The following sub-category has been created for loans extended by the department to public corporations.

Figure 5: Chart Illustration of added category

| 1 | 2 | 3 | 4 | 5 | 6 | 7 | SEGMENT DETAIL NO | POSTING LEVEL |
|---|---|---|---|---|---|---|----------------------|------------------|
| | | | | | | | 4 | N |
| | | | | | | | 95 | N |
| | | | | | | | 96 | N |
| | | | | | | | 6679 | N |
| | | | | | | | 6680 | N |
| | | | | | | | 6681 | N |
| | | | | | | | 6682 | Y |

ASSET SEGMENT

15. 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

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

CONTACT INFORMATION

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

Regards,

SCOA Technical Committee

Date: 30 June 2024