



national treasury

Department:
National Treasury
REPUBLIC OF SOUTH AFRICA

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Date: 15 March 2017

TO: SCOA USERS

NOTICE NUMBER 01 OF 2017/18

ADJUSTMENTS TO THE STANDARD CHART OF ACCOUNTS (SCOA)

PURPOSE

1. The purpose of this document is to inform all government financial practitioners of the upcoming late changes to Infrastructure segment for the chart of account to be implemented **01 April 2017**. These changes are unavoidable and the Committee would like to apologize for the inconvenience this will cause as this will result in delays in finalizing the budgets of the departments in the financial systems (BAS).

DISCUSSION

2. The chart of account to be implemented 01 April 2017 has been designed to be able to facilitate the category links between the Infrastructure, Asset and Item Segment. This was done so in order to eliminate the inconsistencies as a result of the incorrect combination. It is therefore very important that we ensure that the system will be able to achieve this by ensuring that the number of combination options available to the users are limited.
3. During the testing of the category combinations it was established that there is still chances of inconsistencies due to the availability of the multiple options to the users. This is illustrated by the combination in table 1.1. The changes as captured in table 1.2 were proposed and implemented to ensure that the category links would at best eliminate chances on inconsistencies when transacting on the system.
4. The Classification Circular together with the publication of the Chart of Accounts (excel version) will be issued separately, in the same manner as they have always been issued on the SCOA website. This document is a notice to inform departments of the planned change to be made on the Chart of Accounts as well as the financial system (BAS). At the time of writing this notice some of the codes were not created as new category links still needed to be created in the background table. Once created departments will be informed accordingly.

Table 1.1 The current extract of the chart of accounts

					EXTRACT OF THE CURRENT CHART			
INFRASTRUCTURE SEGMENT COR5 VER 17.18.01								
1	2	3	4	5	SDNO	POSTLE V	CATEGORIES: ITEM	CATEGORIES: ASSETS
EXPENDITURE					1992	N		
NON INFRASTRUCTURE					8992	N		
NON INFRASTRUCTURE: CURRENT					9992	N		
NON INFRASTRUCTURE: CURRENT					26992	N		
				NON INFRA/ST ALONE: MINOR ASSETS	50992	Y	PREFAB&PORTABLE BUILD<R5000 BIOLOGICAL ASSET<R5000 HERITAGE ASSET<R5000 MACHINERY & EQUIPMENT<R5000 TRANSPORT ASSETS<R5000 SOFTW & INTANGIBLE ASSETS<R5000 SPECIALISED MILITARY ASSETS<R5000	BUILDINGS&OTHER FIXED STRUCTURES MACHINERY & EQUIPMENT HERITAGE ASSETS BIOLOGICAL ASSETS SPECIALISED MILITARY ASS LAND & SUBSOIL ASSETS SOFTW&INTANGIBLE CAPITAL ASSETS
				NON INFRASTRUCTURE: CAPITAL	10992	N		
				NON INFRASTRUCTURE: CAPITAL	28992	N		
				NON INFRASTRUCTURE: STANDALONE CAPITAL	54992	Y	MACHINERY & EQUIPMENT HERITAGE ASSETS BIOLOGICAL ASSETS SPECIALISED MILITARY ASS LAND & SUBSOIL ASSETS SOFTW&INTANGIBLE CAPITAL ASSETS	MACHINERY & EQUIPMENT HERITAGE ASSETS BIOLOGICAL ASSETS SPECIALISED MILITARY ASS LAND & SUBSOIL ASSETS SOFTW&INTANGIBLE CAPITAL ASSETS
				NON INFRA: LEASES	16992	N		
				NON INFRA: FINANCE LEASES (CAP)	40992	Y	FINANCE LEASES TRNSP EQP FINANCE LEASES OTH MACH&EQUIP	TRANSPORT EQUIPMENT MACHINERY & EQUIPMENT
				NON INFRA: OPERATING LEASES (CUR)	17992	Y	FINANCE LEASES TRNSP EQP FINANCE LEASES OTH MACH&EQUIP	TRANSPORT EQUIPMENT MACHINERY & EQUIPMENT

Table 1.2 Proposed changes to the chart of accounts

INFRASTRUCTURE SEGMENT COR5 VER 17.18.01											
1	2	3	4	5	6	SDNO	POSTLE V	CATEGORIES: ITEM	BAS CODES	CATEGORIES:ASSETS	BAS CODES
EXPENDITURE						1992	N				
NON INFRASTRUCTURE						8992	N				
NON INFRASTRUCTURE: CURRENT						9992	N				
NON INFRASTRUCTURE: CURRENT						26992	N				
NON INFRA/ST ALONE:MINOR ASSETS						50992	N				
						TBC	Y	PREFAB&PORTABLE BUILD<R5000	719992	BUILD & OTHER FIXED STRUCTURES	3992
						TBC	Y	BIOLOGICAL ASSETS	39992	BIOLOGICAL ASSETS	164992
						TBC	Y	HERITAGE ASSETS	37992	HERITAGE ASSETS	5992
						TBC	Y	OTHER MACHINERY & EQUIPMENT	602992	OTHER MACHINERY & EQUIPMENT	27992
						TBC	Y	TRANSPORT EQUIPMENT	601992	TRANSPORT EQUIPMENT	28992
						TBC	Y	SOFTWARE & INTANGIBLE ASSETS	41992	SOFTW&INTANGIBLE CAPITAL ASSETS	16992
						TBC	Y	SPECIALISED MILITARY ASSETS	38992	SPECIALISED MILITARY ASS	374992
NON INFRASTRUCTURE: CAPITAL						10992	N				
NON INFRASTRUCTURE: CAPITAL						28992	N				
NON INFRASTRUCTURE: STANDALONE CAPITAL						54992	N				
						TBC	Y	BIOLOGICAL ASSETS	39992	BIOLOGICAL ASSETS	164992
						TBC	Y	HERITAGE ASSETS	37992	HERITAGE ASSETS	5992
						TBC	Y	LAND&SUBSOIL ASSETS	40992	LAND & SUBSOIL ASSETS	11992
						TBC	Y	OTHER MACHINERY & EQUIPMENT	602992	OTHER MACHINERY & EQUIPMENT	27992
						TBC	Y	TRANSPORT EQUIPMENT	601992	TRANSPORT EQUIPMENT	28992
						TBC	Y	SOFTWARE & INTANGIBLE ASSETS	41992	SOFTW&INTANGIBLE CAPITAL ASSETS	16992
						TBC	Y	SPECIALISED MILITARY ASSETS	38992	SPECIALISED MILITARY ASS	374992
NON INFRA:LEASES						16992	N				
NON INFRA:FINANCE LEASES (CAP)						40992	N				
						80992	Y	OPERATING LEASE:OTHER MACH&EQUIP	1011992	OTHER MACHINERY & EQUIPMENT	27992
						81992	Y	OPERATING LEASE:TRANSPORT EQUIP	1012992	TRANSPORT EQUIPMENT	28992
NON INFRA:OPERATING LEASES (CUR)						17992	N				
						82992	Y	FINANCE LEASES TRNSP EQP	1571992	OTHER MACHINERY & EQUIPMENT	27992
						83992	Y	FINANCE LEASES OTH MACH&EQUIP	1591992	TRANSPORT EQUIPMENT	28992

CHANGES TO BE IMPLEMENTED

6. Changes discussed in this notice will be effective as from *Friday, 17th March 2017* in the Chart of Accounts as well as the financial systems (BAS). New background category links must be created as well as the new codes as illustrated in table 1.2. Once created they will be made available to all.

CONTACT INFORMATION

Please contact the SCOA Technical Committee 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.

Regards,

SCOA Technical Committee

Date: 15 March 2017