

GOMUNI NAVIGATION

MSCOA FAQ DATABASE

PRESENTED BY:

DATA MANAGEMENT

Title:

Division: IGR

Date: 6 June 2025



national treasury

Department:
National Treasury
REPUBLIC OF SOUTH AFRICA



What is *m*SCOA all about?

*m*SCOA Regulations provide

- National standard for uniform recording & classification of municipal budget and financial info
- Transaction level - across all municipalities and financial systems

Multi segmental Chart

- LG information classified according to: *Item, function, Fund, Regional Indicator, Project Dimensions*
- Enhances “whole of government” reporting

Accrual Based Accounting

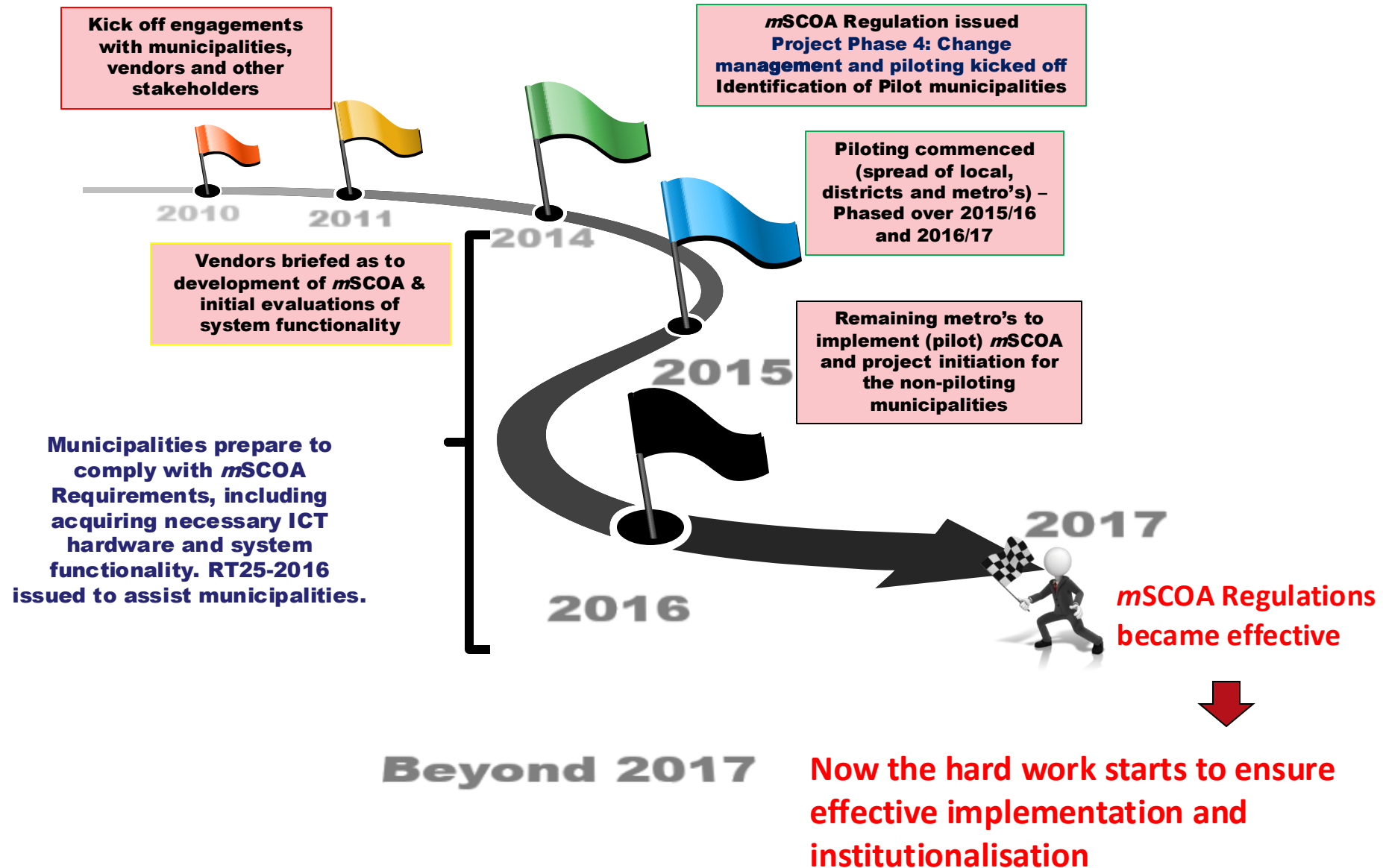
- Different to National and Provincial SCOA (modified cash)
- Plan, budget, report and generate AFS directly in the system
- Facilitates seamless alignment between policy formulation, planning, budgeting, implementation, reporting, monitoring

*m*SCOA not limited to standardized financial classification but incorporates:

- Modernisation of LG business processes (regulation of minimum business processes and system specifications)
- Application of basic processes and procedures for the daily operation of the municipality
- Improvement of the municipal ICT and control environment

***m*SCOA is a business and organizational change reform – impacts every aspect of municipalities' operations**

The *m*SCOA journey to 1 July 2017



MODULE 1 – *m*SCOA Fundamentals

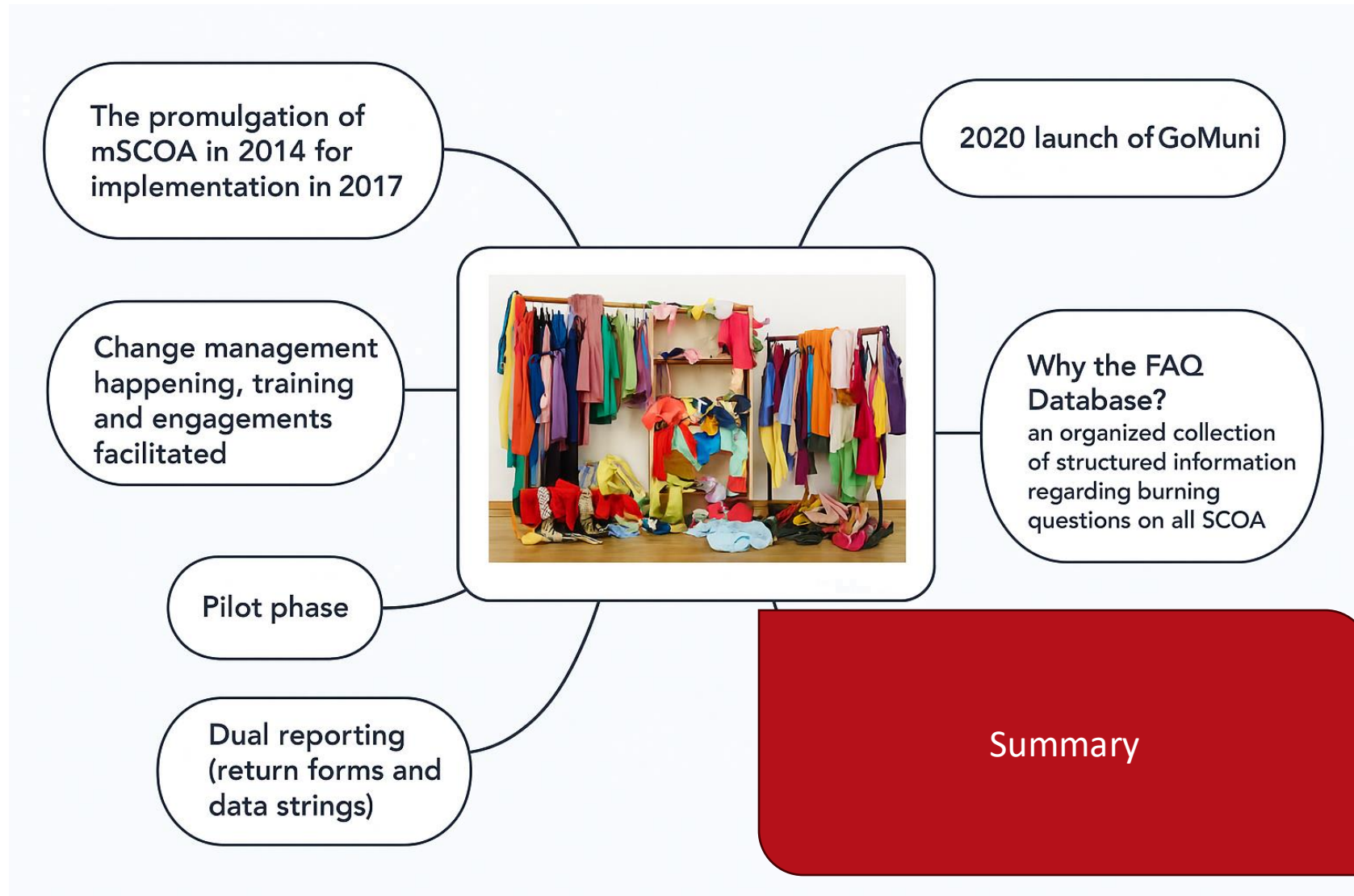
Oversight role of National and Provincial Treasuries

As part of their Constitutional oversight role and as the custodian of the MFMA, the National and Provincial Treasuries must oversee the implementation of *m*SCOA by all municipalities.

Towards this end, National and Provincial Treasuries must:

- Follow-up on the submission of *m*SCOA data strings within the legislated timeframes;
- Analyse the credibility of the data strings submitted and inform municipalities of errors in the recording of *m*SCOA data strings as required in terms of the *m*SCOA chart and seven *m*SCOA segments;
- Provide guidance, training and support to municipalities to correct their *m*SCOA data;
- Take action against non-complying municipalities (including issuing of non-compliance letters, meeting with municipalities to discuss non-compliance, withholding conditional grants and equitable share until compliance has been reached);
- Verify system functionality in terms of the minimum business processes and system specifications;
- Verify if municipalities are budgeting, transacting and reporting directly in and from the financial system;
- Verify that municipalities are using the modules available on the financial system and that 3rd party sub-systems are integrating to the core financial system; and
- Consider and issue annual chart changes.

Background



Where to get the FAQ Database?

[Kgothatso Matlala](#) | [Portals](#) | [Sign Out](#)

GoUpload

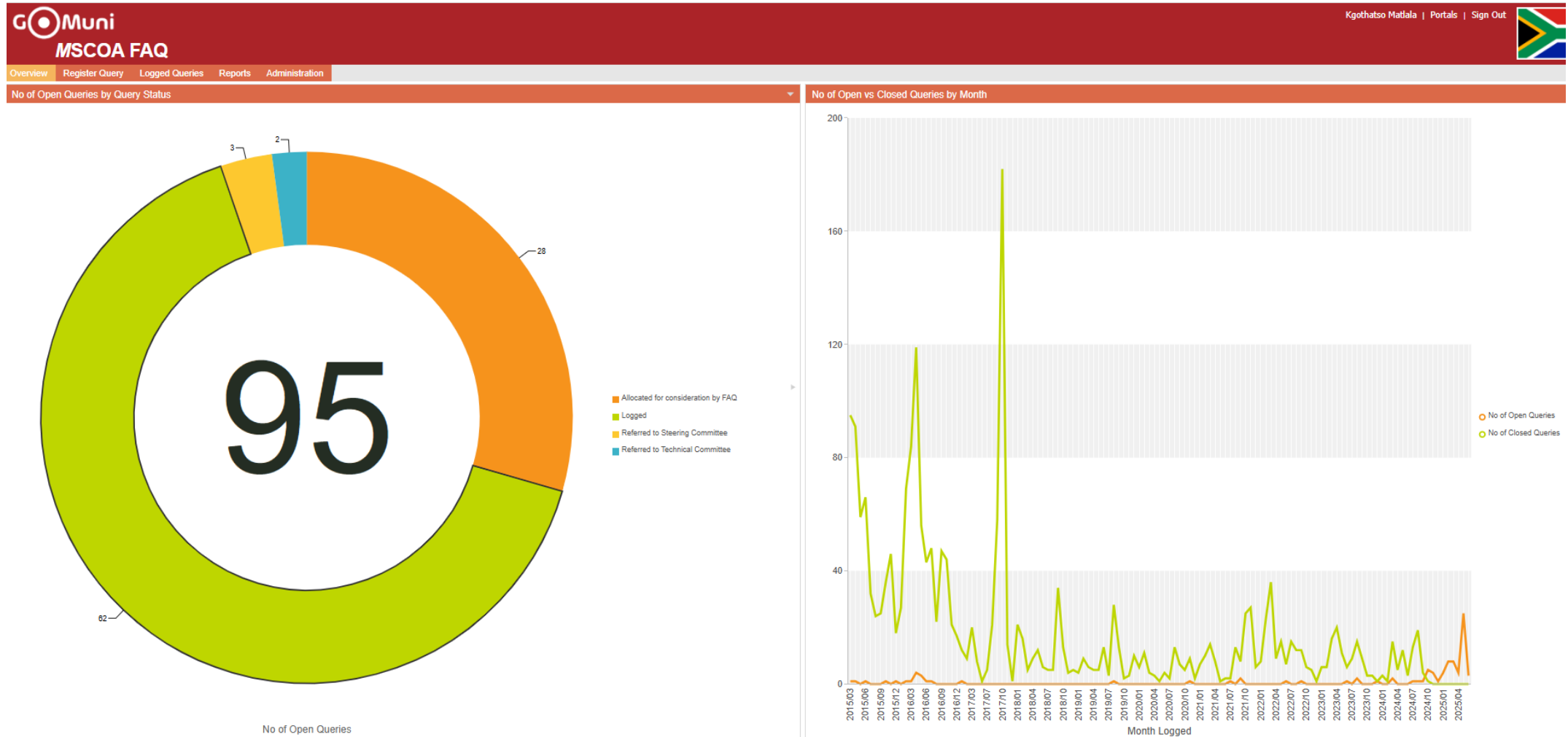


GoDatabase



GoPublic

FAQ - Overview



Register query

Register a New Query

Logged User:

Kgothatso Matlala



Query Status:

Logged



Query Type:

Please select Query Type



Query Detail:

Type Query Detail

Attachments

Upload New Attachment

Reset

Register New Query

Chart Change for Proposed Solution



Type of Change Required:

Select Chart Change Required



Long Code for Addition/Retire/Unretire:

Type Long Code for Addition/Retire/Unretire

Definition Change/Other:

Type Definition Change/Other

Close

The process of solutioning

1. **FAQ Allocation:** A query is assigned to the FAQ team.
2. **FAQ Team Discussion & Proposal:** The team (NT & PT) discusses the query and prepares a proposed solution.
3. **Presentation to Larger FAQ Group:** The proposal is shared with the larger FAQ group for review, checks, and challenges.
4. **Support Decision:** If the larger FAQ group supports the proposal, it moves forward.
5. **Technical Committee Review:** The technical committee evaluates the proposal.(researching and
6. **Support Decision:** If the technical committee supports it, they recommend the solution to the Steering Committee.
7. **Steering Committee Decision:** The Steering Committee reviews and either approves or rejects the proposed solution.

TIMING IS IMPORTANT

FAQs can be logged anytime from January 2025 to August 2025 for consideration of Budget Version 7.0.



Anything logged after 31 August 2025 will be considered for Version 7.1.

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Thank You



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