

mSCOA Integrated Consultative Forum

Agenda Item: Pilot Municipality and Vendor Feedback

Presented by National Treasury: Chief Directorate Local Government Budget Analysis



national treasury

Department:
National Treasury
REPUBLIC OF SOUTH AFRICA

Risks

- AG absence.
- Salga / Cogta lack of understanding and supporting the projects.
- Municipal Capacity / Recourses / Availability.
- Western Cape Provincial Centralized Supply Chain Database.
 - Issues with classification
- Demarcation and transfer of services.

Risks

- Numbering Changes.
- Conceptual understanding of the mSCOA inter relationship.
- Key personnel issues / Moratorium on filling of CFO position for demarcated municipalities

Challenges:

- Cost implications of SCOA
- Costing Segment And Costing module
- Changes required to pre-printed documentation and stationery used by the municipality
- Annual budget process and its requirements – Annual Budget for 2015/16 not completed in terms of mSCOA. This might require the approval of a revised budget.
- Complexity and volume of transactions
- Uncertainty about the change in business processes required.

Challenges:

- Changes cannot be done/implemented before the final mSCOA version has been provided by NT and concerns addressed.
- Issues with classification of the:
- SCO tables Function sub function not linked to Standard classification of the Budget tables Corporate services now under Finance and Administration.
- mSCOA Version needs to be final.