



COLLEGE OF BUSINESS, PEACE, LEADERSHIP AND GOVERNANCE

PRINCIPLES OF PUBLIC FINANCE: NMAC206

END OF SEMESTER EXAMINATION

NOVEMBER 2022

DURATION: (3 HRS)

INSTRUCTIONS

The paper contains 4 questions.

Answer **ALL QUESTIONS**

Write your answer clearly. Use numbered headings or subheadings to show

Question 1

The scope of public finance is logically concerned with the operations of the public treasury. It deals with how the public treasury operates as well as the repercussions of the various policies, which the treasury might adopt. Public tax and expenditure measures, affects the economy in several ways and may be designed to serve many purposes. Discuss the four basic objectives of public finance highlighting the extent at which your government is meeting these objectives. **[25 Marks]**

Total: 25 Marks

Question 2

There are various legal instruments put in place to ensure the realization of the tax policy objective of the Governments.

With reference to your country:

- 1) Identify the various tax laws [10 Marks]
- 2) Discuss the effectiveness of these laws in realising their purpose [15 Marks]

Total: 25 Marks

Question 3

With reference to the FOUR standards of public expenditure decisions discussed in class. Discuss if your government is being guided by these standards clearly highlighting specific decisions made by the stated government. [25 Marks]

Total: 25 Marks

Question 4

Can you identify the instruments of monetary policy used by your central bank and discuss the extent at which these measures are meeting its objectives?

[25 Marks]

Total: 25 Marks

TOTAL MARKS [100]

END OF EXAM
