



COLLEGE OF BUSINESS, PEACE, LEADERSHIP AND GOVERNANCE

NMAC 206: PRINCIPLES OF PUBLIC FINANCE

END OF SEMESTER EXAMINATION

APRIL 2022

LECTURER: MR. GABRIEL MUZAH

DURATION: 3 HOURS

INSTRUCTIONS

The paper contains **4** questions.

Answer **ALL** questions

Write your answer clearly. Use numbered headings or subheadings to show which part of your answer refers to which question. Example: Question 2 (a).

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 affect the economy in several ways and may be designed to serve many purposes. Discuss the **four** basic objectives of public finance highlighting the extent to which your government is meeting these objectives. **[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:

- a) Identify and briefly explain the various tax laws **[10 Marks]**
- b) Discuss the effectiveness of these laws in achieving their purpose **[15 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]**

Question 4

Can **YOU** identify the instruments of the monetary policy used by your central bank and discuss the extent to which these measures are meeting its objectives? **[25 Marks]**

END OF EXAM
