



**COLLEGE OF BUSINESS, PEACE, LEADERSHIP, AND GOVERNANCE**

**NPPG 512: ECONOMIC ANALYSIS AND PUBLIC POLICY**

**END OF SECOND SEMESTER EXAMINATIONS**

**APRIL 2023**

**LECTURER: DR TAWANDA NYIKADZINO**

**TIME: 3 HOURS**

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## **INSTRUCTIONS**

1. This paper contains **five** questions.
2. Answer **three** questions.
3. Answer question **1** in section A and any other **2** questions from section B.
4. Start each question on a new page.

## **SECTION A (COMPULSORY)**

1. Many African countries are struggling with inflation, recession and other related economic development challenges. Using the knowledge and skills gained from this course, explain how Africa governments can use contractionary and expansionary fiscal and monetary control inflation and recession, and ensure economic stability and development. **[40 marks]**

## **SECTION B**

2. Based on the theories listed below, discuss the arguments for and against public financing.
  - a. Theory of public finance
  - b. Market failure theory
  - c. Public choice theory**[30 marks]**
3. Outline and discuss the fundamental stages followed in the development of a national budget. What are the key principles that should inform and guide the national budgeting process? **[30 marks]**
4. Using any **five** revenue sources of your choice, critically analyse the challenges compromising their performance and proffer recommendations to improve revenue collection. **[30 marks]**
5. With the aid of illustrative examples from any African country of your choice, discuss the legal and institutional frameworks that have been put in place to govern public finances. Using your economic analysis and public policy knowledge, provide measures to strengthen these frameworks **[30 marks]**

**END OF EXAMINATION**

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