



NATIONAL OPEN UNIVERSITY OF NIGERIA
Plot 91, Cadastral Zone, Nnamdi Azikiwe Express Way, Jabi-Abuja
Faculty of Management Sciences, Department of Financial Studies
2022_1 EXAMINATION

Course Code: BFN779

Credit Unit: 2.

Course Title: PUBLIC FINANCIAL MANAGEMENT

Time Allowed: 2 HOURS

Instructions:

- 1. Attempt Question 1 and any other two (2) Questions.**
- 2. Question 1 is compulsory and carries 30 marks while the other 2 Questions carry 20 marks each.**
- 3. Present all your points in a coherent and orderly manner.**

THEORY QUESTIONS AND MARKING SCHEME

Question ONE

- a. An effective public financial management aids in effective mobilization of resources, equitable allocation, discuss the scope of public financial management
- b. State the objectives of both fiscal and monetary policies in a financial system. **(30 marks)**

Question TWO

Tax is a compulsory contribution from a person to the Government, state the sources of Government's oil and non-oil revenue.
(20 marks)

Question THREE

Government expenditure involves all the expenditures which the public sector incurs for its maintenance, for the benefit of the economy, external bodies and for other countries, explain recurrent and capital expenditure. **(20 marks)**

Question FOUR

- a. Budgeting is an important tool of accountability in the governmental system and other organizations, state five objectives of budget.
- b. Explain performance budget and Zero-based budget
(20 marks)