



NATIONAL OPEN UNIVERSITY OF NIGERIA
Plot 91 Cadastral Zone Nnamdi Azikiwe Express Way, Jabi-Abuja
FACULTY OF MANAGEMENT SCIENCES
DEPARTMENT OF FINANCIAL STUDIES
2023_1 POP EXAMINATION.

Course Code: ACC418

Credit Unit: 3

Course Title: PUBLIC SECTOR ACCOUNTING AND FINANCE

Time Allowed: 3 HOURS

Instructions:

- 1. Attempt Question 1 and any other three (3) Questions.**
- 2. Question 1 is compulsory and carries 25 marks while the other 3 Questions carry 15 marks each.**
- 3. Present all your points in a coherent and orderly manner.**

QUESTION 1(a)

The figures below were extracted from the Department Vote Expenditure Account (DVEA) and Department Vote Revenue Account (DVRA) of GBOKO Local Government Council of Benue State, Nigeria for the year ended 2020.

Head	Details	Amount (N)
1001	Commercial Undertakings	5,000,000
1002	Taxes and Rates	21,040,000
1003	Licenses, Fines and Fees	6,640,000
1004	Interests and Dividends	400,000
1005	Rent on Local Government Properties	200,000
1006	Statutory Allocations	35,060,000
1007	Reimbursements	70,000
1008	Miscellaneous	1,540,000
2001	Local Government Council	40,000
2002	Finance Department	11,100,000
2003	Office of the secretary	3,200,000
2004	District Area Office	204,000
2005	Education	420,000
2006	Planning and Budgeting	20,000
2007	Community Development	80,000
2008	Works Department	6,000,000
2009	Health and Social Welfare	7,000,000
2010	Traditional offices	220,000
2011	Commercial and Industries	410,000
2012	Other Charges	700,000
2013	Miscellaneous	640,000
4000	Capital	30,000,000

Note the following information:

- a) Gboko Local Government adopted the following codes: 1001, 1002, and so on are for revenue heads; 2001, 2002, and so on are for expenditure heads and 4000 is for capital expenditure.
- b) The General Revenue Balance for 1st January, 2020 is N4,000,000.
- c) On 31st December, 2020 liquid assets of GBOKO Local Government Council are: Advances N1,040, 000, Fixed Deposit N1,640,000, Investment in shares N900,000. GBOKO Local Government Council's Liabilities include deposit of N2, 400,000 at 31st December, 2020.

Required:

Prepare the following Accounts:

- i) General Revenue and Expenditure Accounts for the year ended 31st Dec., 2020.
- ii) Statement of Assets and Liabilities as at 31st December, 2020.
- iii) Statement of balance at bank on 31st December, 2020

(15 Marks)

QUESTION 1(b)

Identify the internal and external users of public sector accounting information and their information needs. **(10marks)**

QUESTION 2

- a) Explain what you understand by "Public Sector Accounting"?
- b) List and explain the processes of Public Sector Accounting. **(15 Marks)**

QUESTION 3

Government Officials who are saddled with the responsibility of managing government funds and property can be grouped into two, namely: (a) The officials who have attained positions by way of experience, hard work, and efficiency and cannot be arbitrarily removed. (b) The officials who occupy positions by way of political dispensations. They may not necessarily have any experience in the assigned fields. Identify five (5) of such officials from each of the two groups and write short note on them. **(15 marks)**

QUESTION 4

Fund accounting is one of the basic principles of Public Sector Accounting.

- a) What is Fund accounting
- b) Mention the various types of Funds in the Public Sector **(15 marks)**

QUESTION 5

Discuss the reasons and users of the National Chart of Accounts (NCOA) in accordance with the Federation Account Allocation Committee (FAAC) (2013). **(15 marks)**