



**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: BFN852**

**Credit Unit: 3.**

**Course Title: PUBLIC FINANCIAL MANAGEMENT**

**Time Allowed: 2 ½ HOURS**

**Instructions:**

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

**Question ONE (compulsory)**

- a. State the role of financial management at the Federal, State and Local Government levels. (10 marks)
- b. Having known the meaning of government accounting, discuss the objectives of government accounting. (15 marks)

**Question TWO**

- a. Nigeria is a federal system of administration having great implications for fiscal system, how is the allocation of functions done among the three tiers of Government in a federation? (5 marks)
- b. Government (Public) revenue can be defined as income generated by public sector from various services rendered for the purpose of financing activities. Mention the oil and Non-oil as the main sources of government funds. (10 marks)

**Question THREE**

- a. Illustrate the proposed revenue sharing formula of the three tiers of government. (9 marks)
- b. List and explain three cannon/principles of Taxation. (6 marks)

**Question FOUR**

- a. Explain the concept of capital budgeting decision and factors that may influence such decision. (10 marks)
- b. Describe the critical Path Method of Project evaluation (5 marks)

**Question FIVE**

- a. Explain the following types of Budget: Balanced, Surplus or Deficit and Annually balanced Budgets. (10 marks)
- b. Budgetary control is an important technique of action plan, monitoring and review. In view of this, state its characteristics. (5 marks)