



PIONEER INTERNATIONAL UNIVERSITY

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UNIVERSITY EXAMINATIONS

DIPLOMA IN PETROLEUM AND GAS MANAGEMENT

UNIT CODE: DPG 108

UNIT NAME: PUBLIC FINANCE

SEMESTER: MAY - AUGUST 2022

ACADEMIC YEAR: 2021/2022

DATE: JULY

TIME: 1.5 HOURS

INSTRUCTIONS: Answer question one (30 marks) and any other two

QUESTION ONE:

- a. Explain the term Public Finance. [4 marks]
- b. Distinguish between Public and Private Finance. [4 marks]
- c. Discuss any five sources of Public Finances in any given country. [10 marks]
- d. Identify and explain three (3) classifications of taxes and provide relevant examples. [12 marks]

QUESTION TWO:

- a. Explain the following terms as used in Public Finance and give relevant examples.
 - i. Public Debt [3 marks]
 - ii. Recurrent expenditure. [3 marks]
 - iii. Public goods. [3 marks]

iv. Free Rider Problem

[3 marks]

- b. With reference to the Kenyan context, discuss the causes of the soaring public debt and also suggest methods of redeeming the debt as a public finance expert [8 marks]

QUESTION THREE:

- a. Discuss five (5) Principles of public expenditure as applied in Public Finance. [10 marks]

- b. Budgeting is an important tool for planning for any government. Discuss THREE main types of budgets a county may have and clearly illustrate the implications of each

[10 marks]

QUESTION FOUR:

Explain the following concepts using short notes

- a. Commitment controls

[5 marks]

- b. Budgeting styles

[5 marks]

- c. Zero Based Budgets.

[5 marks]

- d. Externalities

[5 marks]