

# NATIONAL OPEN UNIVERSITY OF NIGERIA

**Plot 91 Cadastral Zone Nnamdi Azikiwe Express Way, Jabi-Abuja FACULTY OF MANAGEMENT SCIENCES DEPARTMENT OF FINANCIAL STUDIES**

# 2021\_2 EXAMINATION 456

## Course Code: ACC418 Credit Unit: 3

**Course Title: PUBLIC SECTOR ACCOUNTING AND FINANCE**

## Time Allowed: 21/2HOURS

**Instructions: 1. Attempt Question 1 and any other three (3) Questions.**

## Question 1 is compulsory and carries 25 marks while the other 3 Questions carry 15 marks each.

1. **Present all your points in a coherent and orderly manner.**

## Question 1

IPSAS 13 prescribes for lessees and lessors, the appropriate accounting policies and disclosures to apply in relation to finance and operating leases. From the above:

explain the following terms:

1. Lease **(4 marks)**
2. Contingent rent **(4 marks)**
3. Economic life **(4 marks)**
4. Finance lease **(4 marks)**
5. Analyse the characteristics of Finance Lease to a non-accountant. **(9 marks)**

## (25 marks)

**Question 2**

What are the responsibilities of the Chief Executive Officer (CEO) of parastatals in public procurement? **(15 Marks)**

## Question 3

What are the sources of revenue for government hospitals and what books of accounts are they required to keep? **(15 marks)**

## Question 4

The Public Accounts Committee (PAC) is a Committee of the National Assembly responsible for the consideration of the Auditor General of the federation’s report. Discuss. What are functions of Public Accounts Committee? **(15 marks)**

## Question 5

What are the sources of authority for the audit of public accounts? Give reasons why the implementation of Nigeria’s budget is said to be inefficient or ineffective. **(15 marks)**



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