**KENYA MEDICAL TRAINING COLLEGE – NYAMIRA**

**END OF BLOCK FOUR (4) EXAMINATION**

**MARCH 2012 KRCHN CLASS (PRE-SERVICE)**

**LAW AND PUBLIC FINANCE EXAMINATION**

DATE: 2/4/2015 TIME:8.30 – 11.30pm

**INSTRUCTIONS**

1. Enter your examination number and question number on each page used.
2. ALL questions are compulsory.
3. For part 1 (MCQs), write the answer in the spaces provided on the answer booklet.
4. For Part 2 (SHORT ANSWER QUESTIONS), answer the questions following each other.
5. For Part 3 (LONG ANSWER QUESTIONS), answer to each question MUST start on a separate page.
6. Omission of and or wrong numbering of a question or part of the question will result in 10% deduction of the marks scored from the relevant part.
7. Do NOT use a pencil.
8. Mobile phones are NOT allowed in the examination hall.

For Examiner:

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| --- | --- | --- | --- | --- |
| **MCQS** | **SAQS** | **LAQS 1** | **LAQS 2** | **TOTAL** |
|  |  |  |  |  |

**PART ONE: MCQS (MULTIPLE CHOICE QUESTIONS) LAW & PUBLIC FINANCE– 5 mark**

Q.1. Public finance management is:

1. Banking arrangements and cash management.
2. Public participation.
3. Methods/techniques of regulating finances so that they are channelled in the desired direction.
4. Government capacity to raise revenue and set spending proprieties.

Q.2. Which of the following is not an aim of finance management:

1. Achieve overall fiscal discipline.
2. Public participation.
3. Effective and efficient delivery of public resources.
4. Allocate resources to priority needs.

Q.3. The commission on revenue allocation was enacted on the year:

1. 2010.
2. 2004.
3. 2011.
4. 2012.

Q.4. The funds that are collected in a health centre should be used for:

1. Remunerating the workers.
2. Rewarding the management committee.
3. Improving the health centre services at the facility.
4. Improving the health care services at the national level.

Q.5. Taxation is:

1. Comparisory payments to the state.
2. Revenue raising activity of the government.
3. Penalties.
4. Taxes.

**PART TWO: SHORT ANSWER QUESTIONS – LAW & PUBLIC FINANCE – 20 MARKS**

Q.1. Define taxation and budget. 2 marks

Q.2. List eight (8) sources of national government fund. 4 marks

Q.3. Explain four (4) functions the government is expected to carry out as tax paid

by citizens. 4 marks

Q.4. Outline four (4) reasons why the government levy taxes. 4 marks

Q.5. State three (3) types of expenditure control (by whom). 6 marks

**PART THREE: LONG ANSWER QUESTIONS – LAW & PUBLIC FINANCE –**

Q.1. Public financial management encompasses government’s capacity to raise revenue and set spending priorities, allocate resources and to effectively manage the delivery of those resources.

1. Define cost sharing, ceilings. 1 mark
2. List four (4) principles of public finance management. 2 marks
3. Explain seven (7) legal framework for public finance management. 14 marks
4. State five (5) techniques / instruments the government controls its expenditure.5 marks
5. State two (2) functions of the salaries and remuneration commission. 2 marks
6. Explain three (3) challenges of implementing the public finance management

act. 3 marks