



UNIVERSITY OF EMBU

2021/2022 ACADEMIC YEAR

SECOND SEMESTER EXAMINATIONS

**FIRST YEAR SECOND SEMESTER EXAMINATION FOR THE DIPLOMA OF
BUSINESS MANAGEMENT WITH IT**

BAC 052: PUBLIC FINANCE AND TAXATION

DATE: 5 APRIL, 2022

TIME: 2.00-4.00 PM

INSTRUCTIONS:

Answer Question ONE and ANY Other TWO Questions.

QUESTION ONE (30 MARKS)

- a) State four types of public finance (4marks)
- b) Discuss the role of the Commission on Revenue Allocation (5 marks)
- c) Explain the various sources of tax (5 marks)
- d) Define the term public financial management (2marks)
- e) Define the term tax (2marks)
- f) State five characteristic of tax (5 marks)
- g) Explain various sources of income tax for the Kenyan government (5marks)
- h) Define the term tax incident (2mark)



ISO 27001:2013 Certified

Knowledge Transforms

Page 1 of 2



ISO 9001:2015 Certified

QUESTION TWO (20 MARKS)

a) Discuss the different kinds of taxes giving examples (10marks)

b) Discuss different canons of taxation (10 marks)

QUESTION THREE (20 MARKS)

a) Giving examples explain the importance of the budget in a country (10 marks)

b) Explain the role of county treasuries in Kenya (10marks)

QUESTION FOUR (20 MARKS)

a) Discuss major objective of taxation (10 marks)

b) Explain role of the National Treasury in the Devolved System of Government (10 marks)

QUESTION FIVE (20 MARKS)

a) Discuss the goals of public financial management (6 marks)

b) Discuss the various stages of budget process in Kenya (8marks)

c) Explain the importance of tax incidence (6 marks)

.....END.....

--END--

