



**NATIONAL OPEN UNIVERSITY OF NIGERIA
FACULTY OF SOCIAL SCIENCES
DEPARTMENT OF ECONOMICS
2021_2 EXAMINATION**

COURSE TITLE: PUBLIC SECTOR ECONOMICS

COURSE CODE: ECO 447

UNITS: 2

TIME ALLOWED: 2 HOURS

**INSTRUCTION: ANSWER ANY THREE QUESTIONS. ALL QUESTIONS
CARRY EQUAL MARKS. AWARD ONE MARK FOR CLARITY**

1a. List and explain the basic canons of tax as stated by Adam Smith in his book “Principles of Taxation”. **15 Marks**

1b. Critically examine the government tax requirements. **8 Marks**

2. Distinguish between voluntary exchange model and Samuelson model of theories of public goods. **23 Marks**

3a. The structure of public debt is not uniform in any country. List and explain the categories of public debt. **11 Marks**

3b. Explain the various important methods for the retirement or redemption of public debt. **12 Marks**

4a. List and explain the kinds of budget you know. **12 Marks**

4b. List and explain the types of government budget you know. **11 Marks**