



REFORMED CHURCH UNIVERSITY

FACULTY OF COMMERCE
BACHELOR OF COMMERCE HONOURS DEGREE IN
PUBLIC ADMINISTRATION
PUBLIC SECTOR ECONOMICS

HPAD 202

PART 2 SEMESTER 1 EXAMINATION

TOTAL MARKS [100]

DATE: JUNE 2023

Time: 3 Hours

INSTRUCTIONS

1. This paper has *six (6)* questions
2. Answer question *one (1)* and *any* other *three (3)*
3. Each question carries *25 marks*
4. Start each question on a new page

1. Examine the extent of tax evasion in contemporary Zimbabwe. (25 Marks)
2. Discuss 5 possible remedies to externalities that you are familiar with in Zimbabwe. (25 Marks)
3. Using relevant examples discuss the relevance of the Pareto efficiency or optimality theory in resource allocation efficiency in economics. (25 Marks)
4. 'Planned economies are a thing of the past.' Discuss this assertion citing relevant examples. (25 Marks)
5. Analyse the following terms in Public sector economics:
 - i. General Consumer Tax (8 Marks)
 - ii. Selective tax (8 Marks)
 - iii. Tax Incidence - Statutory Incidence and Economic Incidence. (9 Marks)
6. Citing relevant examples, discuss the effectiveness and efficiency of any one Zimbabwean parastatal you are familiar with. (25 Marks)

End of Paper