



REFORMED CHURCH UNIVERSITY

FACULTY OF COMMERCE
BACHELOR OF COMMERCE HONOURS DEGREE IN
PUBLIC ADMINISTRATION
PUBLIC SECTOR ACCOUNTING
HPAD 126
PART 1 SEMESTER 2 EXAMINATION

TOTAL MARKS [100]

DATE: JUNE 2024

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. Evaluate the role of Zimbabwe's Ministry of Finance in Public Sector Accounting (25)
2. Citing examples, explain any 5 functions of a Budget in public Sector Accounting (25)
3. Explain the following budgetary terms as they relate to public sector accounting
 - a) Incremental budget (5)
 - b) Zero Based Budget (5)
 - c) Performance Based Budgets (5)
 - d) Accrual based budget (5)
 - e) Cash based budget (5)
4. Discuss the following terms as used in Public Sector Accounting:
 - (a) Virement (10)
 - (b) Consolidated Revenue Fund (10)
 - (c) Double Accounting (5)
5. Evaluate Zimbabwe's legal and professional public sector accounting framework (25)
6. The trial balance of Victoria Falls Town Council as at 30 May 2023 is as follows:

| | \$ | \$ |
|------------------------|---------|---------|
| Sundry revenue | | 8 000 |
| Cash | 15 000 | |
| Bank | 30 000 | |
| City rates | | 200 000 |
| Interest and penalties | | 7 500 |
| Licences | | 210 000 |
| Fines | | 90 000 |
| Water revenue | | 80 000 |
| Market fees | | 13 000 |
| Parks and Recreation | 145 000 | |
| Pension contribution | 38 000 | |
| Maintenance | 14 000 | |
| Medical Aid | 21 000 | |
| Administration | 300 000 | |
| Sundry expenses | 7 000 | |
| Loan from local bank | | 20 000 |
| Motor Vehicles | 80 000 | |
| Fund balance | | 21 500 |
| | 650 000 | 650 000 |

Required

- a) The revenue Account for the year ended 30 May 2023 (15)
- b) The statement of Assets and Liabilities as at 30 May 2023 (10)

END OF PAPER