NATIONAL OPEN UNIVERSITY OF NIGERIA
Plot 91 Cadastral Zone Nnamdi Azikiwe Express Way, Jabi-Abuja
FACULTY OF MANAGEMENT SCIENCES
DEPARTMENT OF FINANCIAL STUDIES
2025_1 EXAMINATION

Course Code: ACC418 **Credit Unit: 3 units**
Course Title: PUBLIC SECTOR ACCOUNTING AND FINANCE
Time Allowed: 21/2HOURS
Instructions:

1. **Attempt question number one (1) and any other three (3).**
2. **Question number 1 is compulsory and carries 25 marks while the other 3 questions carry 15 marks each. Present all your work/point in coherent and orderly manner.**

QUESTION 1

The following discoveries were made by the Accountant-General of Kogi State while carrying out a special check on the books of accounts of the State.

(i) On 4th May, 2021, the sum of N900,000,000 was fraudulently withdrawn from Kogi State and charged to CRF. The fraud was discovered on 30th February, 2022.

(ii) On 27th of June, 2022, an over-payment of N3,100,000 was made to Leeway Services Ltd in respect of supply of furniture to the new Government House built by the former administration. This was discovered on 31st November of the same year.

(iii) On 30th October, 2022 an amount of N1,090,000 being the revenue accruable to the State Government from rent of her property but never received was abandoned.

iv) On 23rd of October 2022, an officer died while on active service and the aggregate of his pension and gratuity was N360,600 while he had an outstanding motor vehicle advance of N561,100.

v). On 12th of November 2020, the sum of N150,000 which was initially charged to Newspapers and Periodicals advance had been abandoned.

You are required to:

a) Journalize the transactions and discoveries made above. **(10marks)**

b) Explain the following terms:

i) Public Accounts Committee **(3marks)**

ii) Accounting Officers Control and his control in accordance with Financial Regulation 2009 **(5marks)**

iii) Integrated Personnel & Payroll Information System (IPPIS) and its objectives **(7marks)**

QUESTION 2

List and explain the types of financial control in the public sector in Nigeria. **(15marks)**

QUESTION 3

Describe what you know about cash office and list the books maintained in the cash office . **(15mark)**

QUESTION 4

On the 31st August, 2022, Odoma Enterprises' cash book showed a debit balance of N3,500, 000 whereas the bank statement showed a balance of N2,325, 000.

On investigation the following items were discovered to have caused the discrepancy:

a. The bank had made charges of N310,000 which had not been entered in the cash book.

b. A cheque received for N2,000,000 entered in the cash book had not been entered by the bank until November, 23rd 2022.

c. A standing order for subscription of N150,000 had been entered in the bank statement as paid but not in the cash book.

d. The following cheques were, drawn but not yet presented for payment in the bank: cheques for N300,000; N600,000 and N250,000

e. A cheque drawn for N50,000 has been entered as N60,000

f. A cheque for N35,000 previously received and paid into the bank had been returned by the bank.

g. A customer paid N160,000 directly into their account in the bank. It had not been entered in the cash book.

You are required to prepare:

i. Adjusted cash book (10marks)

ii. Bank reconciliation statement as on 31st August 2022. (5marks)

QUESTION 5

What is transcript, types of transcript and documents attached to transcripts? **(15marks)**

QUESTION 6

List the officers who are directly or indirectly connected with finance and accounting functions in local government councils and write short note on them. **(15marks)**