

BOWEN UNIVERSITY
COLLEGE OF SOCIAL AND MANAGEMENT SCIENCES
ECONOMICS PROGRAM
B.Sc. DEGREE EXAMINATION
FIRST SEMESTER, 2020/2021 Academic session (Part II Examination, 30 marks)

Course Code: ECN 427 (3 credits)

Course Title: Fiscal Policy and Management

Time Allowed: 1 hour

Instruction: Answer Any Three questions

1. Distribution is key in attaining economic welfare, explain the concept of redistribution in terms of efficiency cost. **10 marks**

2. a. Explain the term tax shifting in the context of a monopolistic competitive market **4 marks**
b. Succinctly discuss any three factors that explain the process of tax shifting in an economy **6 marks**

3. a. Discuss the main classification of public expenditure in an economy **5 marks**
b. Explain the role of public expenditure in economic stability **5 marks**

4. Define public debt and explain any three objections to public borrowing **10 marks**

5. Explain the term fiscal federalism and explain any two merits and demerits of fiscal federalism. **10 marks**