FACULTY	Commerce, Management and Law		
DEPARTMENT	Financial and Managerial Accounting		
SUBJECT	Public Sector and Government Accounting		
SUBJECT CODE	APG2631		
DATE	June 2026		
DURATION	3 Hours	Marks	100

FIRST OPPORTUNITY EXAMINATION

Examiners: Mr. J. Ndjuluwa,
Moderator: Mr L Steyn (North West University)

This examination paper consists of 3 pages including the cover page

Instructions

1.	There are five (5) questions in this paper, answer all of them in the answer book provided.
2.	Read the instructions carefully before attempting to answer any question.
3.	Students may use calculators and financial calculators.
4.	No correctional fluid allowed.
5	Students should answer all questions in ink, the use of pencil or color pencil is not allowed.

University of Namibia

Question 1 (22 marks)

1.1 List at least six users of public sector accounting information and state the reasons as to why they will be interested in the financial information. **(12 marks)**

1.2 Differentiate between accrual and cash accounting. **(2 marks)**

Question 2 (23 marks)

2.1 List and explain at least six types of audits used in public sector. **(12 marks)**

2.2 Briefly discuss the stages of the budget process in the public sector. **(11 marks)**

Question 3 (20 marks)

Mariental Municipality' financial year ends on 30 June. The trial balance of the general fund as on 1 July 2024 was as follows:

	Dr **N$**	**Cr** **N$**
Cash balance	12,600	
Savings Account	66,800	
Property tax receivable	480,600	
Accounts payable		7,300
Wages payable		4,450
Fund balance		548,250
	560,000	**560,000**

The operations for the year ended 30 June 2025 are summarized as follows:

i) Estimated revenues: N$2,400,000; Appropriations: N$2,350,000
ii) Revenues from property taxes levy: N$1,925,500
iii) Cash received from property taxes: N$2,005,600; and other revenues: N$485,700

iv) Expenditures encumbered and evidenced by purchase orders: N$1,760,000
v) Liquidation of encumbrances and vouchers prepared for purchase order billings: N$1,755,000.
vi) Expenditure for payroll N$602,000
vii) Cash disbursed for vouchers: N$1,740,000
viii) Cash for payment of wages: N$598,000
ix) Cash transferred to savings A/C: N$150,000.

Required:

3.1 Prepare the following general ledger accounts ("T-accounts") for the accounts appearing in the trial balance and for the period ended 30 June 2025.

a) Cash account **(7 marks)**
b) Property taxes account **(4 marks)**
c) Wages payable account **(4 marks)**
d) Accounts payable account **(4 marks)**

Communications skills – presentation (closing of accounts and transferring balances) (1 mark)

Question 4 (30 marks)

Outline the role played in Government accounting by:

(a) The Public Accounts Committee **(12 marks)**
(b) The controller and auditor general **(12 marks)**
(c) The government Ministries Accounting Officers. **(6 marks)**

Question 5 (5 marks)

In relation to fund accounting, explain what is meant by the following special fund and explain fully how it is operated.

a) Revolving funds **(5 marks)**

END OF EXAMINATION PAPER