

**CHUKA**



**UNIVERSITY**

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**UNIVERSITY EXAMINATIONS**

**EXAMINATION FOR THE AWARD OF DEGREE OF BACHELOR OF EDUCATION**

**PEAP 431: EDUCATION ECONOMICS AND FINANCE**

**STREAMS: BED (P) LIV BIII**

**TIME: 2 HOURS**

**DAY/DATE: THURSDAY 12/04/2018**

**11.30 A.M. – 1.30 P.M.**

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**INSTRUCTIONS:**

- **Answer question one and any other three questions.**
- **Do not write on the question paper.**

1. (a) Explain the meaning of the following terms as applied in education economics:
    - (i) Virement
    - (ii) Internal efficiency
    - (iii) External efficiency
    - (iv) Internal audit
    - (v) Procurement cycle. (10 marks)
  - (b) Discuss the main types of equity in education economics. (8 marks)
  - (c) Analyze the main accounts a school operates with to manage finances. (7 marks)
  2. Critically analyze the challenges of financing education in Kenya. (15 marks)
  3. Explain the objectives of financial management budgeting. (15 marks)
  4. Outline giving examples the strategies the Kenyan government has put in place to improve the demand and supply of education. (15 marks)
  5. Discuss the stages of school budgeting. (15 marks)
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