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KIRIRI WOMENS' UNIVERSITY OF SCIENCE AND TECHNOLOGY

UNIVERSITY EXAMINATION, 2023/2024 ACADEMIC YEAR FIRST YEAR, SECOND SEMESTER EXAMINATION FOR THE DIPLOMA IN PROCUREMENT AND SUPPLIES MANAGEMENT DPS 1105-PUBLIC PROCUREMENT AND FINANCE

Date: 9<sup>th</sup> August 2023 Time: 8.30am-10.30am

#### INSTRUCTIONS TO CANDIDATES:

# ANSWER QUESTION ONE (COMPULSORY) AND ANY OTHER TWO QUESTIONS QUESTION ONE (30 MARKS)

- a) The controller of budget is a key pillar in public finance management. Explain three roles of the controller of budget in public procurement. (6marks)
- b) Highlight four sources of public finance

(4marks)

- c) The national budget is a comprehensive statement that gives an estimate of public revenue expenditure and financial plans for a given year for the government. Explain three reasons for preparing a National Budget in Kenya. (6marks)
- d) Many contested tender awards are referred to the public Procurement Administration Review Board (PPARB). Highlight two reasons that may have necessitate the suppliers/ bidders to refer such tender awards to the board (4marks)
- e) Discuss three basic principles of public procurement

(6marks)

f) Public procurement is a process which public entities use to acquire goods and services. Explain two roles of public procurement (4marks)

### **QUESTION TWO (20 MARKS)**

- a) A public entity shall establish a procurement department/ unit in accordance with the Public Procurement and Disposal Act (PPDA Act). Explain four functions of a procurement unit to a public entity.

  (8marks)
- b) Discuss three security risks associated with e-procurement in public sector

(6 Marks)

c) Explain three benefits that may accrue to a public entity from developing a procurement plan for its operations (6marks)

# **QUESTION THREE (20 MARKS)**

- a) The government of Kiambu County intends to implement an E-procurement system to enhance its procurement operations. Explain four benefits that may accrue to an organization for such an initiative.

  (8 marks)
- b) User department is one of the important departments in a public entity that ensures effective procurement process. Discuss three roles of user departments in the procurement process in a public entity (6marks)
- c) The expenditure of public finance is sanctioned/ approved by the relevant bodies in Government. Discuss three ways through which proper management of public finance by National Government is ensured.

  (6marks)

## **QUESTION FOUR (20 MARKS)**

- a) Explain four responsibilities of the Public Procurement Regulatory Authority (PPRA) in the public procurement system in Kenya (8marks)
- b) Taxation is very important for any country to achieve its developmental goals. Explain four reasons for taxation. (8marks)
- c) Discuss two challenges facing procurement in the public sector.

(4marks)

## **QUESTION FIVE (20 MARKS)**

- a) According to the Public Procurement and Disposal Act (2015), every procurement entity is required to establish a tender committee. Explain four functions of the tender committee (8marks)
- b) Procurement methods refer to the procedures used by the procuring entity to acquire goods, services and works. Discuss three circumstances under which direct procurement method could be used in the public sector.

  (6marks)
- c) Explain three conditions that a supplier should fulfill in order to participate in public procurement process (6marks)