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University Examinations 2023/2024

THIRD YEAR SECOND SEMESTER EXAMINATION FOR THE DEGREE OF BACHELOR
OF PURCHASING AND SUPPLIES MANAGEMENT

BBS 3382: PUBLIC PROCUREMENT AND FINANCE

DATE: APRIL 2024

TIME: 2 HOURS

INSTRUCTIONS: Answer question *one* and any other *two* questions

QUESTION ONE (30 MARKS)

- a) i. What is the meaning of the term procurement contract? (2 Marks).
- ii. Explain the role of procurement function in ensuring that all the contracts entered into are competently, competitively and completely accomplished in a financial year (6 Marks).
- b) Briefly discuss at least four principles of taxation in a country (4 Marks).
- c) Discuss the common offences and sanctions that are outlined in the public procurement and asset disposal act, 2015 to the offenders of procurement law in Kenya (6 Marks).
- d) "Public procurement and public finance are two sides of the same coin. By citing relevant examples, discuss the correlation between these two functions in Kenyan context (6 Marks).
- e) Discuss the importance of tender document in a public procurement process (6 Marks).

QUESTION TWO (20 MARKS)

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Page 1

- a) i. Define the term fiscal policy (1 Marks).
ii. Discuss the key instruments of fiscal policy in a country (9 Marks).
- b) Explain the rationale behind segregation of responsibilities in public procurement process in Kenyan context (10 Marks).

QUESTION THREE (20 MARKS)

- a) Discuss the role of public procurement administrative review board (PPARB) as per the PPADA, 2015 (10 Marks).
- b) Briefly explain the role of an accounting officer in line with public procurement related activities (10 Marks).

QUESTION FOUR (20 MARKS)

- a) Explain the perennial challenges affecting public procurement in Kenya and suggest possible solutions (10 Marks)
- b) Discuss the application of integrated financial management information system (IFMIS) in county governments in Kenya (10 Marks).

QUESTION FIVE (20 MARKS)

Write short notes in line with the following terms that are conspicuous in public procurement and finance:

- a) Bid bond (4 Marks).
- b) Disposable income (4 Marks).
- c) Recurrent expenditure (4 Marks).
- d) Classified procurement (4 Marks).
- e) Tax rebate (4 Marks).