

SET TWO.

**TECHNICAL UNIVERSITY OF MOMBASA.**

*School of Business*

**DEPARTMENT OF MANAGEMENT SCIENCE.**

UNIVERSITY EXAMINATION FOR THE DIPLOMA IN:

**PROCUREMENT AND MATERIAL MANAGEMENT (Y2 SEM.2)**

**BPC 2204 : PUBLIC PROCUREMENT.**

END OF SEMESTER EXAMINATION

**SERIES: MAY 2016**

**TIME: 2 HOURS.**

**INSTRUCTIONS TO CANDIDATES.**

- This question paper consists of FIVE questions.
- Attempt question ONE(COMPULSORY) and any other TWO questions.
- Maximum marks for each part of a question are as shown.

### **QUESTION ONE(COMPULSORY)**

- (a) A County Government has just received bid documents from various suppliers for the supply, delivery, installation, testing and commissioning a generator set to back up unreliable electricity supply. Evaluate the financial factors that should be considered in order to identify the right supplier for the needed generator set(10 Marks).
- (b) Examine the scope and nature of nature of public procurement (10 Marks).
- (c) Analyze some of the pieces of information that a local purchase order processed by a public procuring entity and issued to the most responsive bidder must contain (10 Marks).

### **QUESTION TWO.**

- (a) Examine the benefits of National Government Ministry preparing and implementing a procurement plan (10 Marks).
- (b) Tendering is the most recommended method used in identifying potential supply sources for various procurement requirements. Highlight the advantages of identifying potential supply sources through open tendering (10 Marks)

### **QUESTION THREE.**

- (a) Disposing of non-value adding assets regularly and consistently helps very much in improving efficiency of stores function. Discuss (10 Marks).
- (b) Analyze the sources from which Government collects its funds for day to day financing of procurement expenditures (10 Marks).

### **QUESTION FOUR.**

- (a) Request for Quotations(RFQ) is the commonest method used in processing routine purchases below the threshold of tender. What are the merits of using Request for Quotations (RFQ) when seeking offers from different supply sources? (10 Marks).
- (b) Explain the measures that the Government of Kenya can take in order to minimize wastage expenditures in its procuring entities (10 Marks).

### **QUESTION FIVE.**

- (a) A supply source is only eligible to bid for a purchase offer if only such a supply source satisfies some laid down minimum requirements. Discuss these minimum requirements (10 Marks).
- (b) Public procuring entities are strongly and strictly discouraged from the adoption of the single sourcing policy in acquiring their needed procurement requirements. A procurement practitioner, explain the negative implications to a public sector procuring entity of adopting this policy (10 Marks).