



MURANGA UNIVERSITY COLLEGE

(A constituent College of Jomo Kenyatta University of Agriculture & Technology)

MAIN CAMPUS

ORDINARY UNIVERSITY EXAMINATIONS

2015/2016 ACADEMIC YEAR

FOR DIPLOMA

IN

BUSINESS MANAGEMENT

COURSE CODE: DBP 1214

COURSE TITLE: PUBLIC FINANCE AND PROCUREMENT.

DATE: 14TH DECEMBER, 2015

TIME: 2 HOURS.

INSTRUCTIONS TO CANDIDATES

Question ONE (1) is compulsory
Answer and any other TWO (2) questions

MRUC observes ZERO tolerance to examination irregularities



QUESTION ONE.

- i. Define Public finance (2 marks.)
- ii. Public finance can be divided into FOUR parts Discuss (8 marks.)
- iii. A procurement strategy provides a pattern of decisions and events associated with acquiring goods and services. State all the steps a procurement strategy follows. (10 marks.)
- iv. Discuss FIVE guiding principles to achieve Best Value for Money (10 marks.)

QUESTION TWO.

- i. Analyze THREE different types of costs incurred in the procurement strategy (6 marks.)
- ii. Discuss the THREE phases of a budgetary process. (9 marks)
- iii. Explain the respective roles of parliament in the budgetary process (5 marks.)

QUESTION THREE.

- i. Discuss the FOUR technique based on the classification of inventories (8 marks)
- ii. State THREE strengths and THREE weaknesses of in-house procurement approach. (12 marks)

QUESTION FOUR.

- i. When is there a need to source suppliers? Explain FIVE reasons why the sourcing process is relevant. (10 marks.)
- ii. Discuss FIVE roles of the treasury in financial management and public funds. (10 marks.)