

**UGANDA MARTYRS UNIVERSITY
NKOZI/LUBAGA CAMPUS**

FACULTY OF BUSINESS ADMINISTRATION AND MANAGEMENT

DEPARTMENT MANAGEMENT SCIENCE

SEMESTER TWO 2018/19

BSC ACC & FIN II

COURSE UNIT: PROCUREMENT MANAGEMENT

DATE: 8/5/2019

Time allowed: 3hours

Instructions to Candidates:

Read the following before answering the examination questions.

- 1) Do not write anything on this question paper.
- 2) Write neatly and show all workings clearly.
- 3) Start every question on a new page
- 4) Clearly state the question number & sections attempted
- 5) Answer **any four** questions, all questions carry equal marks

Question One

- a) “The management of PKK Company intends to rebrand its image in the public by improving on its service delivery and has embarked on setting up different departments to execute different organization activities, but they are hesitant to set up a procurement department”. As a student of procurement, advice management on the role the procurement department would play in the operations of the organization **(15 marks)**
- b) Discuss the “**5 rights**” of procurement’ including how each might be achieved **(10 Marks)**

Question Two

Mr. Sejjusa has just been recruited as a Procurement Manager of Ministry of Foreign Affairs. His first task is to participate in the procurement of a motor vehicle for the finance department. He has approached you for assistance.

- a) Explain to him methods of procurement he can use to procure the vehicle clearly highlighting the conditions when each method is best applicable **(15 Marks)**
- b) Advise him on the factors to consider when selecting a method of procurement to use. **(10marks)**

Question Three

“Article 58(1) of The Public Procurement and Disposal of Public Assets Act, 2014 of Uganda, stipulate that;a procuring and disposing entity shall in each financial year, by a date determined by the Secretary to the Treasury, prepare and submit to the Secretary to the Treasury and to the Authority, its annual procurement plan for the following financial year”. As a scholar of public procurement describe the process of developing a consolidated procurement plan of an entity. **(25 marks)**

Question Four

- a) Explain the various disposal methods used in public procurement when disposing off public assets and clearly articulate circumstances under which each disposal method is recommended to be used? **(13 marks)**
- b) Clearly explain the asset disposal principles set out in the Public Procurement and Disposal of Public Assets Act of the Republic of Uganda **(12 marks)**

Question Five

- a) “A contract is the key between the buyer and seller relationship and it determines the way they will deal with each other”. Examine the categories of reimbursable price contracts?
- b) **(13 marks)**
- c) Explain essentials of a valid procurement contract? **(12 marks)**

Question six

Assuming, you have been hired as a consultant to provide advice to an organization that would like to adopt a centralized purchasing model”. Explain to company owners the advantages and disadvantages of using a centralized purchasing model? **(25 marks)**

END