

Paper Code: 41324

M.A. ECONOMICS 2010-11
SEMESTER – I
Paper – IV
PUBLIC ECONOMICS

Unit – I

Meaning, Scope and Significance of Public Finance, Distinction between Private and Public Finance, Role of Government in organized Society, Principle of Maximum Social Advantage.

Unit – II

Provision of Public Goods – Voluntary exchange models – Impossibility of decentralized provision of Public Goods (Samuelson's contribution), Demand revealing schemes for Public Goods (Clarke, Grove and Ledyard), Tie bout model, Theory of Club Goods, Social Goods for correcting distributional inequalities and regional imbalances, Impure Public Goods.

Unit – III

Private and Public Mechanisms for allocating resources – Problems of Preference Revelation and Aggregation of Preferences – Voting systems – Arrow Impossibility Theorem – Political – Economic Interactions – Group interest, bureaucracy, Rent seeking and Directly unproductive profit seeking activities.

Unit – IV

Public Revenue – Sources, Classification, Non-tax revenue, Tax – Meaning, Types, Canons of Taxation, Objectives of Taxation, Problems of Justice in Taxation, Taxable capacity, Economic effects of Taxation, Incidence and Shifting of Taxation, Ability to Pay Theory.

Unit – V

Public Expenditure – Meaning and nature, Wagner's Law of increasing state activity, Wiseman-Peacock hypothesis, Pure theory of Public Expenditure, Comparison between private and public expenditure, Kinds of Public Expenditure, Canons of Public Expenditure, Effects of Public Expenditure.

Basic Reading List

1. Buchanan, J. M. (1970) – The Public Finances, Richard D., Irwin, Homewood.

2. Herber, B. P. (1967) – Modern Public Finance, Richard D., Irwin, Homewood.
3. Jha, R. (1998) – Modern Public Economics, Routledge, London.
4. Musgrave, R. A. and P. B. Musgrave (1976) – Public Finance in Theory and Practice, McGraw Hill, Kogakusha, Tokyo.
5. Shoup, C.S. (1970) – Public Finance, Aldine, Chicago.
6. Stiglitz, J. E. (1986) – Economic of Public Sector, Norton, New York.
7. Mundle, S. (1999) – Public Finance Policy: Issues for India, Oxford University Press, New Delhi.
8. Bhatia, H. L. (Latest) – Public Finance: Theory and Practice, Vikas Publication House, New Delhi.
9. Barman, K. (1986) – Public Debt Management in India, Uppal Publishing House, New Delhi.
10. Bhargava, P. K. (1984) – Some Aspects of Indian Public Finances, Uppal Publishing House, New Delhi.
11. Chelliah, Raja J. *et al.* (1985) – Trends and Issues in India's Federal Finance, National Institute of Public Finance and Policy, New Delhi.
12. Andley, K.K. and K.P.M. Sundharam – Public Finance: Theory and Practice, S. Chand and Company, New Delhi.
13. Peacock, A. and D. J. Robertson (Eds.) (1963) – Public Expenditure: Appraisal and Control, Oliver and Boyd, Edinburgh.
14. Singh, T. (2000) – The Corporation Tax in India, Classical Publishing Company, New Delhi.
15. Bhargava, P. K. (1991) – India's Fiscal Crisis, Ashish Publishing House, New Delhi.
16. Gulati, I. S. (1979) – Centre State Financial Relations: An Assessment of the Role of Finance Commission, M.S. University of Baroda, Baroda.
17. Lakdawala, D. T. (1967) – Union State Financial Relations, Lalwani Publishing House, Mumbai.

18. Reports of Various Finance Commission:

(i) Government of India Budget (Latest)

(ii) Government of India Long term Fiscal Policy, New Delhi

19. सिंह, एस. के. – लोक वित्त, एस. चन्द एण्ड कम्पनी, नई दिल्ली।

20^प पन्त, जे. सी. – राजस्व, लक्ष्मीनारायण अग्रवाल, आगरा।

21^प वार्ष्णेय, जे. सी. – राजस्व, साहित्य भवन पब्लिकेशन, आगरा।

22^प शर्मा, प्रेमप्रकाश – सार्वजनिक वित्त के सिद्धान्त, राधा पब्लिकेशन, नई दिल्ली।

23^प भाटिया, एच.एल. – लोक वित्त, विकास पब्लिकेशन हाऊस, नई दिल्ली।