

**UNIVERSITY OF DELHI  
DELHI SCHOOL OF ECONOMICS  
DEPARTMENT OF ECONOMICS**

**Minutes of the Meeting**

<b>Subject</b>	:	B.A. (Hons.) Generic Elective Economics 4 <sup>th</sup> Sem.
<b>Course</b>	:	4c Public Finance
<b>Date of Meetings</b>	:	18 <sup>th</sup> January, 2017
<b>Venue</b>	:	Department of Economics, Delhi School of Economics, University of Delhi
<b>Chair</b>	:	Prof. Ram Singh

**Attended by:**

<b>Sl. No.</b>	<b>Name of the Teacher</b>	<b>College</b>
1.	Dr. Ich. Pou	Kamla Nehru College
2.	Ms. Uma	Lakshmibai College
3.	Dr. N. Selvaraj	Dyal Singh College
4.	Mr. Amit Kumar	Vivekanand College
5.	Mr. Harsh Nandal	Janaki Devi Memorial College
6.	Ms. Deepti Sethi	Janaki Devi Memorial College
7.	G. Lavanya	Jessus and Mary College

**Notes:**

1. Internal Assessment: There will be two tests of 10 marks each and 5 marks will be allotted for attendance.
2. Examination Pattern:
  - a.) Part I : Public Finance Theory: 60% weightage
  - b.) Part II : Issues from Indian Public Finance : 40% weightage
  - c.) Students will be required to answer 3 out of 5 questions from Part A and 2 out of 3 questions from Part B.
3. For latest development trends, refer to Govt. of India, Ministry of Finance, Economic Survey (recent), Chapter 1, 2 and 3. Available at: <http://indiabudget.nic.in>

Topic – wise revised reading list for 2017

**PART – 1 : PUBLIC FINANCE THEORY**

Unit- 1 Overview of Fiscal functions, Tools of Normative Analysis, Pareto Efficiency, Equity and the Social Welfare.

1. R.A. Musgrave and P.B. Musgrave , Public Finance in Theory and Practice, 5<sup>th</sup> Edition, Chapter 1

2. Harvey Rosen (2005), Public Finance, Chapter 3 (pp 33 to 46)

#### Unit -2 Market Failure, Public Goods and Externalities.

1. Joseph E. Stiglitz, Economics of the Public Sector, 3<sup>rd</sup> Edition, Chapter 4.
2. John Cullis and Philip Jones (1998), Public Finance and Public Choice, Chapter 3 (sec.- 3.1, 3.2 and 3.3 )
3. Harvey Rosen (2005): Public Finance, Chapter – 5.

#### Unit – 3 Elementary Theories of Product and Factor Taxation (Excess Burden and Incidence)

1. R.A. Musgrave and P.B. Musgrave , Public Finance in Theory and Practice, 5<sup>th</sup> Edition, Chapter 14 (pp 234-242), Chapter – 15 (pp 249-256 only part A and B).

### **PART – B : ISSUES FROM INDIAN PUBLIC FINANCE**

#### Unit – 1 Working of Monetary and Fiscal Policies

1. Case and Fair, Principles of Economics, 10<sup>th</sup> Edition, Chapter 24 (pp 478-486).
2. Case and Fair, Principles of Economics, 10<sup>th</sup> Edition, Chapter 25 (pp 501-502, 505-510, 515-519)

#### Unit – 2 Current Issues of India's tax System

1. Mahesh Purohit (2009) : A Road Map for GST, (PP) Foundation for Public Economics and Policy Research (FPEPR) Working Paper No. 2/2009.
2. Report of the Fourteenth Finance Commission, Chapter 13 (pp178- 201)
3. Mukherjee, Sacchidananda, National Institute of Public Finance and Policy, working paper no. 2015 154, September 2015.

#### Unit – 3 Analysis of Budget and Deficits

1. Report of the Fourteenth Finance Commission, Chapter 3 (pp 21- 24)

#### Unit – 4 Fiscal Federalism in India

1. Y. V. Reddy, “Fourteenth Finance Commission, Continuity, Change and Way Forward” EPW, Vol.50, Issue No.21, 23 May 2015
2. Report of the Fourteenth Finance Commission, Chapter 12.

#### Unit – 5 State and Local Finances

1. Report of the Fourteenth Finance Commission, Chapter 7(7.1-7.8, 7.42-7.47) and 9 (9.1-9.28, 9.45-9.86).

