

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

Minutes of Meeting

Course : **B.A. (Prog.) 6th Sem. - DSE**
Subject : **(vi) Public Finance**
Date of Meeting : **10th January, 2018**
Venue : **Department of Economics, Delhi School of Economics,
University of Delhi**
Chair : **Dr. Param Jit**

Attended by :

S.No.	Name	College
1	Ravinder Jha	Miranda House
2	Ram Gati Singh	Shyam Lal College (E)
3	Rakesh Kumar	Maharaja Agrasen College
4	Himani Choudhary	Lady Shri Ram 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 1 : Public Finance Theory: 60% weightage
- b.) Part 2 : Issues from Indian Public Finance : 40% weightage

Students will be required to answer 3 out of 5 questions from Part 1 and 2 out of 3 questions from Part 2.

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 2018

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, 5th 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, 3rd 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)

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

PART 2 : ISSUES FROM INDIAN PUBLIC FINANCE

Unit 4 Working of Monetary and Fiscal Policies

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

Unit 5 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 6 Analysis of Budget and Deficits

1. Report of the Fourteenth Finance Commission, Chapter 3 (pp 21- 24)
2. For concepts and definitions , refer to 'Let's talk about Budget ' available at <http://www.cbgaindia.org/publications/primers-manuals/page/2/> chapters 4,5 and 6.

Unit 7 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 8 State and Local Finances

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).