

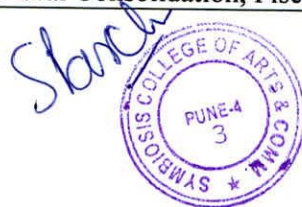


Symbiosis College of Arts and Commerce
(An Autonomous College Affiliated to SPPU)

Subject code	Semester	I	II	III	IV	V	VI	M.A.	I	II	III	IV
Title of Subject	M.A. – SEM II - Public Finance											
Objectives	<ul style="list-style-type: none"> • Understanding theories related to public finance • To understand the underlying concepts and practical tradeoffs entailed in public finance policy alternatives • Identify differences in processes, revenue sources, and budgetary challenges that exist between different levels of government. 											

Detailed syllabus

Unit	Contents of the syllabus	Number of Hours
1	Need for Public Finance Contents : 1.1 Role of Government and Changing Perspective in a Mixed Economy, Capitalist and Socialist Economy 1.2 Government as an agent for operationalizing the planning process; public goods, private goods and merit goods; Principle of Maximum Social Advantage 1.3 Market Failures- Imperfections, Externalities	8
2	Rationale for Public Policy Contents : 2.1 Impossibility of Decentralized provision of public goods- contributions of Samuelson and Mudsgrave 2.2 Demand Revealing Schemes for public goods- contribution of Clark, Groves and Leyard, Tiebout Model-Theory of Club Goods-Stabilization Policy- Keynesian case	12
3	Public Expenditure Contents : 3.1 Budget - Structure and concept of budgetary deficits 3.1 Wagners law of increasing state activities- Wiseman-Peacock hypothesis-Pure theory of public expenditure-structure and growth of public expenditure- criteria for public investment –social cost- benefit analysis- Project evaluation-Estimation of costs- Discount rate- Reforms in expenditure budgeting- programme budgeting and zero based budgeting	12
4	Taxation and Public Debt Contents : 4.1 Trends in Public Debt 4.2 Theory of Incidence 4.3 Sources and Burden of Public Debt 4.4 Indian Tax System	14
5	Indian Public Finance Contents: 5.1 Financial issues in a Federal Set up 5.2 Centre-State Financial relations 5.3 Vertical and horizontal devolution –issues and approaches 5.4 Concept of Fiscal Consolidation, Fiscal Responsibility and Budget	14



	Management(FRBM), Fiscal Deficit in India 5.4 13 th and 14 th Finance Commission	
	Total Number of Hours	60
<p>Suggested Reference Books</p> <ul style="list-style-type: none"> • Musgrave and Musgrave, (2017) Public Finance in Theory and Practice Mc Graw- Hill International Edition • Atkinson A.B. and J.E. Siglitz (2015). Lectures on Public Economics, Tata MacGraw Hill N.Delhi • J.E. Siglitz (2000). Economics of the Public Sector(third Edition) • Buchaman J.M. (1970), The Public Finances, Richard D.Irwin, Homewood. • Chand, S.N.(2008), Public Finacnce, Atlantic Publishers&Dist • Singh,S.K(2008), S. Public Finance: Theory and Practice, Chand Publishing • Tyagi B.P. (2016), Public Finance, Jai Prakash Nath Co. Meerat, U.P. • Srivastava, D.K., (Ed) (2000) Fiscal Federalism in India, Har-Anand Publication, Ltd. New Delhi • Bhatia H.L. (2012) Public Finance. (27th Edition) Vikas Publishing House Pvt.Ltd. New Delhi • Jha R. (2010), Modern Theory of Public Finance. New Age International Publishers • Chelliah, R.J. (1971) Trends in Taxation in Developing Countries. IMF Staff Papers, 18, 254-325. • https://doi.org/10.2307/3866272 • Hemlata Rao (2006) Fiscal Federalism –Issues and Policies, New Countury Publications, New Delhi. • Mithani D.M.(2017). Modern Public Finance: Theory and Policy, Himalaya Publishing House, New Delhi 		
<p>Suggested Journals</p> <ul style="list-style-type: none"> • Economic Survey: Various Issues • Journals, World Development Reports, GOI Publications • CMIE DATABASE 		

- Appropriate Case-studies will be incorporated in the syllabus.

