**Work Plan (Odd Semester 2024-25) Teacher Name: Phunchok Dolker**

**Paper name: Theory of Public Finance**

**Sem- V (3rd year)**

**Class type: Generic for B.A(H), Economics Paper**

 **Paper shared with: Dr. Bhairo Nath Jaiswal**

| **Unit to be taken** | **Month wise schedule to be followed** | **Tests/Assignments/ Revision/Presentations etc** |
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| **UNIT I: Theories of Public Sector and Market Mechanism (12 lectures)**Overview of Fiscal Functions, Tools of Normative Analysis, Pareto Efficiency,General Equilibrium Framework and the Social Welfare• R.A. Musgrave and P.B. Musgrave, Public Finance in Theory and Practice, 5th Edition,Chapter 1• Stiglitz, J E & Rosengard J K (2015), Economics of the Public Sector, 4th ed, W.W.Norton, Chapter 3 (Market Efficiency). | September (1st week) - (2 - week) October  | (2 lectures + 1 tut) per week 1. Internal Assessment (IA): 30 marksi) Two class test (12 marks each), (Best of 3) * + - 1st test - 23th Oct
		- 2nd test- 2nd week of november
		- 3rd test - last week of november

iii) class attendance (6 marks)2. Continuous Assessment (CA): 40 marksi) attendance (6 marks)ii) Projects, presentations, literature review, group discussions (35 marks)3. End-semester (Final) Exam: 90 marksi) 5 questions out of 7 have to be answered. All questions will carry equal marks.ii) There should be at least one question from every unit.Mid semester break - 27th Oct - 3rd Nov - Revision and preparation Break -28th November - Examination- 11th December |
| **UNIT II: Market Failure (12 lectures)**Sources of Market Failure; Public Goods; and Externalities.• Stiglitz, J E & Rosengard J K (2015), Economics of the Public Sector, 4th ed, W.W.Norton, Chapter 4 (Market Failure), Chapter 5 (Public Goods and Publicly ProvidedPrivate Goods) and Chapter 6 (Externalities and the Environment). | October (2nd week) - (2nd week) November  |
| **UNIT IV: Working of Fiscal and Monetary Policies (9 lectures)**Fiscal Policy; Banking System and Creation of Money; Monetary Instruments and Policies; Fiscal and Monetary Management In Indian ContextCase and Fair, Principles of Economics, 10th Edition, Chapter 24 (pp. 478-486, 492-494),Chapter 25 (pp. 501-502, 505-510,515-519)Economic Survey 2020-21, Ch 4. Monetary Management and Financial Intermediation (Pg.123-137), Vol 2. | ( 2nd week) november - (4th Week) November  |

Recommended readings

R.A. Musgrave and P.B. Musgrave, Public Finance in Theory and Practice, 5th Edition.

Stiglitz, J E & Rosengard J K (2015), Economics of the Public Sector, 4th ed, W.W.

Norton.

Case and Fair, Principles of Economics, 10th Edition, Chapter 24 (pp. 478-486, 492-494),

Chapter 25 (pp. 501-502, 505-510,515-519)

Relevant Economic Surveys - for topics related to the Indian context.