

B.Com. III
PUBLIC FINANCE :
Theory of Public Finance - Paper – I
Section-I

Unit 1 : Nature and Scope of Public Finance :

Nature, Definition, Scope of Public Finance

- a) Role of Public Finance in Economic Development
- b) Principles of Maximum Social Advantage

Unit 2 : Public Revenue :

- a) Main Sources of Public Revenue
- b) Classification and Importance of Taxes – Significance, merits and demerits of direct and indirect taxes
- c) Impact, shifting, incidence and effects of taxation
- d) Significance of income tax and corporation tax

Unit 3 : Public Expenditure :

- a) Classification and Cannons of Public Expenditure
- b) Effects of Public expenditure on – Production, Distribution and Economic Growth

Unit 4 : Public Debt :

- a) Need, Sources and repayment
- b) Effects of Public debt on – Money Supply, Economic Growth and Economic Stability

Section – II

Unit 5 : Federal Finance :

- a) Financial Issues in a Federal set up
- b) Principles of efficient division of financial resources between Central and States
- c) Problems of financial imbalances and measures for adjustments

Unit 6 : Local Finance :

- a) Local bodies and their Financial responsibilities
- b) Sources of Local Finance
- c) Local Taxation

Unit 7 : Budgets :

- a) Classification of Budgets
- b) Budgets and Planning
- c) Budget and National Accounts

Unit 8 : Fiscal Policy :

- a) Objectives of Fiscal Policy
- b) Deficit Financing – need , significance and Limitations

B.Com. Part – III
PUBLIC FINANCE
Paper – II : Indian Public Finance
Section-I

Unit 1 : Federal Finance :

- a) Constitutional Provisions
- b) Role of Finance Commission in federal set up.
Recommendations of the 10th & 11th Finance Commissions
- c) Problem of Centre – State Financial Relations

Unit 2 : Budget Procedures and budgetary control

- a) Preparation of the budget
- b) Classification of the budget
- c) Execution of the budget
- d) Trends in revenue and expenditure of the Union and States
- e) Deficit concepts – Revenue, Budgetary, Primary and Fiscal

Unit 3 : Public Revenue :

- a) Indian Tax System
- b) Broad Outline of Tax Reforms
- c) Problem of Tax Evasion
- d) Taxation of Income, Wealth and Property, Agricultural Taxation

- Unit 4 :**
- a) Tax buoyancy, Tax administration, Voluntary disclosure scheme
 - b) Non-Tax Revenue of Centre and States

Section – II

Unit 5 : Public Expenditure :

- a) Analysis of the expenditure of the Union and the States
- b) Role of Public Expenditure in –
 - i. Economic Development
 - ii. Creation of Employment opportunities
 - iii. Reduction in inequalities (Regional, Income)

Unit 6 : Public Debt :

- a) Constitutional Powers of Union and States
- b) Outstanding liabilities of the Union and the States
- c) Management, Utilisation and Repayment

Unit 7 : Local Finance :

- a) Sources of local finance
- b) Financial dependence on the State Governments
- c) Measures for improvement of local finance

Unit 8 : Fiscal Policy :

- a) Fiscal Policy for fighting inflation and stagnation
- b) Fiscal Policy for planning
- c) Deficit Financing
- d) Fiscal Responsibility Bill

Reference Books [For Paper – I and II]

1. Musgrave R.A. and Musgrave P.A. – Public Finance in Theory and Practice
2. Buchanan J.M. – The Public Finance
3. Hugh Dalton – Principles of Public Finance
4. Hansen A.H. – Fiscal Policy and Full Employment
5. Ursula Hicks – Public Finance
6. Bhargava R.N. Theory and Working of Union Finance in India
7. Bhatia H.L. – Public Finance
8. Mathur and Saxena – Public Finance
9. Tyagi B.P. – Public Finance

B.Com. Part – III
Public Finance (Opt) : PAPER – I & II
Distribution of Marks
Total Marks of the Question Papers will be 100
Section – I will carry 50 marks and Section – II will carry 50 marks
Nature of Question Papers

Section – I

Question – 1 Essay Type Question (15)

OR

Question – 1 Essay Question

Question – 2 Essay Type Question (15)

OR

Question – 2 Essay Type Question

Question – 3 Short Note (Any Four out of Six) (20)

Section – II

Question – 4 Essay Type Question (15)

OR

Question – 4 Essay Question

Question – 5 Essay Type Question (15)

OR

Question – 5 Essay Type Question

Question – 6 Short Note (Any Four out of Six) (20)
