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Name of the Programme: M. A. Economics

Course Code: ECO-525

Title of the Course: Indian Public Finance

Number of Credits: 4

Effective from AY: 2022-2023

<u>Prerequisites for the course:</u>	Graduate in any discipline	
<u>Objective:</u>	To familiarise the students with the budgetary process, documents and analyse Government's fiscal policy.	Hours
<u>Content:</u>	Module 1 Government Budget – Meaning and steps involved in the budget formation, Assessment of the Recent Central Government Budget. Fiscal federalism in India - division of function and resources, vertical and horizontal imbalance, devolution of resources from centre to state government, criteria for transfer of resources, and the role of the finance commission. Emerging challenges in India's fiscal federalism	15
	Module 2 Non-tax sources of revenue – types and trends, Taxes – Direct and Indirect taxes, Impact of taxation & tax evasion, Assessment of Indian tax system. Types of public expenditure and its trends, Effects of public expenditure.	15
	Module 3 Deficit Financing - Meaning and Objectives, effects of deficit financing, Trends in different types of deficit finance in India. Public debt - Classifications of public debt, sources and effects of government borrowings, burden and	15

	<p>management of public debt.</p> <p>Module 4</p> <p>Black Economy – meaning, Measurement, the macroeconomic linkages, causes and consequences of the black economy, and measures undertaken by the government to curb the black economy. Estimates of the black economy in India.</p>	15
<u>Pedagogy:</u>	<ul style="list-style-type: none"> • Chalk and talk aided by ICT enabled lectures • PC lab exercises • Assignments and presentations • Group activity • MOOC (or similar) Component 	
<u>References/Readings</u>	<p>Core Readings</p> <p>C1. Union Budget, Government of India, Ministry of Finance, New Delhi (various issues)</p> <p>C2. Kumar, A. (2017). <i>The Black Economy in India</i> (Updated Edition). Penguin Random House India, New Delhi</p> <p>Additional References</p> <p>A1. Sarma, J. V. M. (2018). <i>Public Finance: Principles and Practices</i> (First edition). Oxford University Press. New Delhi</p> <p>A2. M. Govinda Rao (2022) <i>Studies in Indian Public Finance</i>. Oxford University Press. New Delhi</p> <p>A3. State Finance Report, Reserve Bank of India, Mumbai</p>	
<u>Learning Outcomes</u>	<p>On successful completion students will be</p> <ol style="list-style-type: none"> 1) able to understand the budgetary process in India 2) Able to recognise and analyse the different documents that define the fiscal arm of the government 3) Analyse the government's public policy and its impact on growth and development. 	