

Course-IV-Economic

Minor-11-3: Economic Theory and Public Finance.

Objectives:

1. To familiarize the students with aggregative variables such as N-I. Employment, Growth and Development, Public Revenue, Public Expenditure, Budget etc.
2. To provide theoretical base for the above said aggregative variables at the national level.

Unit 1: National Income

1) National Income-Meaning, definitions and methods of estimation.

ii) Concepts of National Income-GNP, NNP, NI, PI,DPI,

iii) Difficulties in the Calculation of N.I.

Unit 2: Theories of Employment

1) Says Law of Markets.

ii) Keynesian Theory of Employment Effective Demand and its determination.

iii) Trade Cycle-Meaning, Phases and Control.

Unit 3: Economic Growth VS Economic Development

1) Economic Growth Vs Economic Development.

ii) Determinants of Economic Development

iii) Vicious Circle of Poverty and Determination of BPL

iv) Strategies of Economic Growth-Balanced Vs Unbalanced Growth

v) Big Push, Critical Minimum Effort Thesis.

Unit 4: Public Finance

1) Public Finance-Meaning and definition..

ii) Sources of Public Revenue

iii) Items of Public Expenditure

iv) Characteristics of a Good Tax System

v) Direct and Indirect Tax-Meaning

vi) Public debt-types and its repayment

Units 5: Budget

i) Budget-Meaning and Components

ii) Balanced Vs Unbalanced Budget

iii) Types of deficits-Revenue, Fiscal, Primary and Budgetary Deficit

iv) Deficit Financing