

TM242695J

Reg. No :

Name :

MASTER'S DEGREE (C.S.S) EXAMINATION, MARCH 2024

2023 ADMISSIONS REGULAR

SEMESTER II - CORE COURSE - Economics

EC2C08TM20 - Public Economics

Time : 3 Hours

Maximum Weight : 30

Part A**I. Answer any Eight questions. Each question carries 1 weight****(8x1=8)**

1. What do you mean by global public goods?
2. How would you compare market for public goods and private goods?
3. Define club good with a suitable example.
4. What is voter externality cost?
5. Explain the bureaucratic role in decision making process.
6. Explain Leviathan Hypothesis.
7. State critical limit hypothesis.
8. Define the term intergenerational equity.
9. Write a note on 73rd Amendment Act.
10. Explain the criteria for the devolution of funds between Centre and State Governments.

Part B**II. Answer any Six questions. Each question carries 2 weight****(6x2=12)**

11. Give an account of the positive and normative approaches of the role of government to ensure pareto-efficiency in the market.
12. Government intervenes to solve market failure arising due to information failures and incomplete markets. Substantiate this argument.
13. Identify the solution put forward by Coase to solve externalities.
14. Analyse political interaction costs of democratic voting theory with suitable diagram.
15. Explain Downs Model on Demand and Supply of Government policy.
16. How rent seeking activity create an imbalance in political process?
17. Briefly explain the theories of public expenditure.
18. Explain Planning commission V/s. Finance Commission.

Part C**III. Answer any Two questions. Each question carries 5 weight****(2x5=10)**

19. Write a note on the different issues related to market failure. Do you think government intervention is essential.
20. Elaborate Samuelson's partial and general equilibrium models of public goods.
21. Differentiate the components of budget. Which are the different budgetary deficit concepts? What are its implications?
22. State and explain the causes of Centre-State Conflict on Finance. Explain the relevance of Gadgil formula in rectifying the imbalance.

