



25047666

QP CODE: 25047666

Reg No :

Name :

MA DEGREE (CSS) EXAMINATION, NOVEMBER 2025

Third Semester

MA Econometrics

Core Course - EM010303 - PUBLIC FINANCE AND PUBLIC CHOICE

2020 ADMISSION ONWARDS

80A01071

Time: 3 Hours

Weightage: 30

Part A (Short Answer Questions)

*Answer any **eight** questions.*

*Weight **1** each.*

1. What are externalities?
2. Explain non-excludability characteristic of a public good.
3. Define interest groups.
4. What does Baumol say about the unbalanced productivity growth of the economy?
5. What is budget incidence?
6. Define FRBM act.
7. Distinguish private and public debt.
8. What does fiscal federalism mean?
9. Define Fly Paper Effect.
10. Distinguish vertical & horizontal equity in transfers.

(8×1=8 weightage)

Part B (Short Essay/Problems)

*Answer any **six** questions.*

*Weight **2** each.*

11. Explain Tiebout model.
12. Explain Anthony Downs' theory of voting rule.
13. Illustrate an example to show the relation between tax price and majority voting.





14. Explain the pricing of public sector inputs.
15. Elucidate the benefit principle approach to tax equity.
16. Explain Buchanan thesis.
17. Discuss distribution of fiscal capacity.
18. What are the major recommendations of 15th Finance Commission?

(6×2=12 weightage)

Part C (Essay Type Questions)

*Answer any **two** questions.*

Weight 5 each.

19. Explain the provision of public goods with the help of models.
20. Critically differentiate the theories of Anthony Downs and Duncan Black.
21. Give an account on the effects of taxation on various economic factors.
22. Define budget deficit. Explain financing mechanism of budget deficit.

(2×5=10 weightage)

