Internal Assessment Question Paper

Subject :- Public Economics
Class :- B.A.(H) ECO V

Time - 01 hours
M.M. - 20
Date:- 29-09-2023
Room no - 05

- All questions are compulsory.

(1) Describe the role of public sector in the context of the minimal state and market failure? (5)

(2) Explain how efficiency condition for the provision of public goods differs from that of private goods? (5)

(3) Explain the decentralization theorem in context of welfare gains from multiple fiscal units. How do individuals vote by their feet? (5)

(4) How a model of two consumers and two goods with consumption of one good causing externality. Explain how a single tax rate of pigouvian tax cannot achieve efficiency. (5)