Semester V

MJC 9

PUBLIC Finance

Unit 2

Sources of Revenue

Topic

Principles of Public Expenditure

Any standard book on Public Finance or Indian Economy holds chapters related to **Principles of Public Expenditure or Public Expenditure**.

Any student can cope with it on his own provided that he reads the right text in the form of books/articles and the contents provided in the **link below**.

Not much economics knowledge would be required to navigate through this chapter but would require some common sense appreciation .

The **Principles of Public Expenditure**, despite significant reforms like the Fiscal Reforms Bill still grapples with several issues, including committed expenditure(defence , subsidies, wages) debt servicing charges, large demand for development expenditure, and high level of leakage and low productivity.

The links related to Defects of **Principles of Public Expenditure** are :-

https://egyankosh.ac.in/bitstream/123456789/82418/1/Unit-4.pdf

and

https://www.slideshare.net/slideshow/public-expenditure-238343686/238343686

And

https://egyankosh.ac.in/bitstream/123456789/59906/3/Unit-13.pdf

And

https://egyankosh.ac.in/bitstream/123456789/19307/1/Unit-10.pdf

After having gone through the content you should be able to answer the following questions

1. What are the reasons for rising public expenditure at all levels of government ? Suggest suitable solutions to contain the same.
2. Discuss the **Principles of Public Expenditure** to address the imbalance in unbridled expenditure and limited sources of revenue.