

BACHELOR OF ARTS EXAMINATION, 2024

(3rd Year, 1st Semester, Supplementary)

ECONOMICS

[PUBLIC ECONOMICS]

Time : Two hours

Full Marks : 30

Answer any three questions

10×3=30

1. Discuss effect of income taxation on work effort.
2. Tax on interest income increase savings. Is the statement true or false? Explain.
3. Discuss the concepts of equal sacrifice principles of taxation and show that tax structure is progressive under equal marginal sacrifice principle.
4. Suppose consumer derives utility from consumption of public good and a private good. Derive the optimality condition for the provision of public good.
5. Write short note on any one 10
 - a. Majority voting
 - b. Free riding problem