Contents

Detailed Contents xi

List of Figures xvii

List of Tables xxiii

- 1 Market possibilities and prescriptions 1
- 2 Evaluating public finance policy: consumer surplus, welfare criteria and market failure 23
- 3 Public goods 45
- 4 Collective decision-making; searching for the 'public interest' 71
- 5 Rent-seeking, public provision and the 'return to the market' 92
- 6 Evaluation of public expenditure: cost-benefit analysis 129
- 7 Tax theory: the basic concepts 159
- 8 Tax evasion and the black economy 191
- 9 Income (re)distribution 210
- 10 Central government 242
- 11 Public choice aspects of macroeconomic policies 273
- 12 Local government 293
- 13 International issues in public finance 333
- 14 Public sector failure and public expenditure growth 352
- 15 'Normative' optimal taxation 374
- 16 'Positive' optimal taxation 395

Author Index 411

Subject Index 417