

Brief Contents

Contents.....	vii
Preface	xxvii

PART I Introduction and Background

1 Why Study Public Finance?.....	1
2 Theoretical Tools of Public Finance	25
3 Empirical Tools of Public Finance	63
4 Budget Analysis and Deficit Financing	91

PART II Externalities and Public Goods

5 Externalities: Problems and Solutions	121
6 Externalities in Action: Environmental and Health Externalities	149
7 Public Goods	183
8 Cost-Benefit Analysis	207
9 Political Economy	229
10 State and Local Government Expenditures.....	263
11 Education.....	291

PART III Social Insurance and Redistribution

12 Social Insurance: The New Function of Government	321
13 Social Security	355
14 Unemployment Insurance, Disability Insurance, and Workers' Compensation .	391
15 Health Insurance I: Health Economics and Private Health Insurance	419
16 Health Insurance II: Medicare, Medicaid, and Health Care Reform	453
17 Income Distribution and Welfare Programs	489

PART IV Taxation in Theory and Practice

18 Taxation in the United States and Around the World.....	523
19 The Equity Implications of Taxation: Tax Incidence	557
20 Tax Inefficiencies and Their Implications for Optimal Taxation	589
21 Taxes on Labor Supply.....	623
22 Taxes on Savings.....	647
23 Taxes on Risk Taking and Wealth.....	675
24 Corporate Taxation	703
25 Fundamental Tax Reform	739

Glossary	G-1
References	R-1
Index	I-1