

Public Economics 2013 PS#1
Due October 9th, Wednesday

Type on A4 paper and submit at the beginning of the class

1. First read two paper on the burden of the government debt: paper by Bowen, Davis and Kopf and paper by Lerner.

Bowen, Davis and Kopf argue that even internal debt can generate the burden in future generation. How ? Explain their claim.

Lerner discuss the claim by Bowen, Davis, Kopf. Summarize the discussion of Lerner.

2. Which paper do you think is right? Discuss.