

CONTENTS

<i>List of figures</i>	x
<i>List of tables</i>	xii
<i>List of contributors</i>	xv
<i>Preface: Vito Tanzi — The Economist and the Man</i>	xvii
1 INTRODUCTION AND OVERVIEW: PUBLIC FINANCE IN A MACROECONOMIC CONTEXT	1
<i>Mario I. Blejer and Teresa Ter-Minassian</i>	
Part I Macroeconomic aspects of budgetary policies	
2 MICRO AND MACRO ASPECTS OF FISCAL POLICY	13
<i>Richard A. Musgrave</i>	
3 SCOPE OF GOVERNMENT AND LIMITS OF ECONOMIC POLICY	27
<i>Manuel Guitián</i>	
4 THE BUDGET-MINIMIZING BUREAUCRAT: THE JAPANESE CASE OF THE INVISIBLE HAND	40
<i>Hirofumi Shibata and Aiko Shihata</i>	
Part II Fiscal federalism	
5 MARKET-PRESERVING FISCAL FEDERALISM IN THE AMERICAN MONETARY UNION	73
<i>Ronald I. McKinnon</i>	
6 TOPICS IN THE THEORY OF REVENUE ASSIGNMENT: GAPS, TRAPS, AND NUANCES	94
<i>Charles E. McLure, Jr</i>	

CONTENTS

- 7 EUROPEAN INTEGRATION AND THE THEORY OF FISCAL FEDERALISM HO
Richard Hemming and Paul Bernd Spahn

Part m Macroeconomic aspects of fiscal policy in the open economy

- 8 HOW WOULD A FISCAL EXPANSION AFFECT THE EXCHANGE RATE? 131
W. Max Corden
- 9 EQUIVALENCE RELATIONS IN INTERNATIONAL TAXATION 146
Alan Auerbach, Jacob A. Frenkel, and Assaf Razin
- 10 COMPANY TAX HARMONIZATION IN THE EUROPEAN UNION: SOME FURTHER THOUGHTS ON THE RUDING COMMITTEE REPORT 164
Sjibren Cnossen and Lans Bovenberg
- 11 TRADE REFORM, UNIFORM TARIFFS AND THE BUDGET 179
Sebastian Edwards
- 12 THE ROLE OF FOREIGN CURRENCY DEBT IN PUBLIC DEBT MANAGEMENT 203
Patrick de Fontenay, Gian Maria Milesi-Ferretti and Huw Pill

Part IV Expenditure policies

- 13 EXPENDITURE LAGS, INFLATION, AND THE REAL PURCHASING POWER OF GOVERNMENT: IS THERE A TANZI EFFECT ON THE OTHER SIDE OF THE BUDGET AS WELL? 235
Ernst-Albrecht Conrad

Part V The financing of budget deficits

- 14 TREASURY BILLS AUCTIONS: ISSUES AND USES 267
Leonardo Bartolini and Carlo Cottarelli
- 15 THE FISCAL ABUSE OF CENTRAL BANKS 337
Maxwell J. Fry

CONTENTS

**Part VI Fiscal policy and the macroeconomy:
country studies**

- 16 BUDGETARY ASPECTS OF STABILIZATION AND STRUCTURAL ADJUSTMENT IN INDIA: THE PAINFUL ROAD TO A SUSTAINABLE FISCAL-FINANCIAL-MONETARY PLAN
Willem H. Buiter and Urjit R. Patel 363
- 17 TAX REFORM AND STABILIZATION IN SRI LANKA
Nicholas Stern 413
- 18 FISCAL BALANCE DURING INFLATION, DISINFLATION AND IMMIGRATION: POLICY LESSONS FROM ISRAEL
Assaf Razin and Efraim Sadka 440
- 19 MANAGING UNSUSTAINABLE TAX BURDENS IN THE US: A HISTORICAL PERSPECTIVE
John H. Makin 469

Part VII List of selected publications of Vito Tanzi

- SELECTED PUBLICATIONS BY VITO TANZI 487 —
- Index* 493