

# Economics Finance and Insurance (LM16)

(Lecce - Università degli Studi)

## Teaching PUBLIC FINANCE - ADVANCED COURSE

GenCod A002698

**Owner professor** Giampaolo ARACHI

**Teaching in italian** PUBLIC FINANCE - **Course year** 2  
ADVANCED COURSE

**Teaching** PUBLIC FINANCE - ADVANCED **Language** INGLESE  
COURSE

**SSD code** SECS-P/03

**Curriculum** CURRICULUM ECONOMICO

**Reference course** Economics Finance  
and Insurance

**Course type** Laurea Magistrale

**Location** Lecce

**Credits** 6.0

**Semester** Primo-Semestre

**Teaching hours** Ore-Attività-frontale:  
48.0

**Exam type** Orale

**For enrolled in** 2018/2019

**Assessment** Voto-Finale

**Taught in** 2019/2020

**Course timetable**

<https://easyroom.unisalento.it/Orario>

### BRIEF COURSE DESCRIPTION

The aim of the course is to give students a comprehensive view of the problems related to the taxation of capital income. The taxation of capital will be studied from two different perspectives: from the Treasury's perspective, which aims at collecting revenue in an efficient and equitable way, and from the taxpayer's perspective, which tries to minimize the burden of taxes.

### REQUIREMENTS

Principles of microeconomics

### COURSE AIMS

Students will develop a foundation for understanding the effects of taxes on consumers' and firms' choices, and for evaluating the ensuing impact on market outcome. They will also be able to understand the basic tax planning strategies both in domestic and international markets.

### TEACHING METHODOLOGY

Traditional lectures

### ASSESSMENT TYPE

Written exam (multiple choices, exercises and open questions) and optional oral exam and/or short essay.

Lo studente, disabile e/o con DSA, che intende usufruire di un intervento individualizzato per lo svolgimento della prova d'esame deve contattare l'ufficio Integrazione Disabili dell'Università del Salento all'indirizzo [paola.martino@unisalento.it](mailto:paola.martino@unisalento.it)

**During the June-July session of the exams will be held remotely according to the guidelines published on the University website. The questions will be similar to the ones asked in the written exam. Please take with you a pen and some blank sheets.**

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## FULL SYLLABUS

- 1 Introduction:
    - Main features of the tax systems in industrialized countries
  - 2 Effects of taxes on consumers choices:
    - Effects of taxes on savings and risk taking
  - 3 Effects of taxes on firms' financial choices
    - Modigliani-Miller proposition and corporate taxes
    - Non-debt tax shields and marginal effective tax rates.
  - 4 Taxes and dividend policy
    - Implicit taxes
    - Static tax clienteles
    - Dynamic tax clienteles
  - 5 Effect of taxes on investment
    - Effective taxes on investment: the King-Fullerton approach
    - Neutral taxes: cash-flow tax, Allowance for Corporate Equity.
  - 6 International taxation
    - Basic principles of international taxation
    - Tax planning of MNE: base erosion and profit shifting
  - 7 Introduction to optimal taxation theory
- There is no specific syllabus for students not attending classes.

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## REFERENCE TEXT BOOKS

There is no required textbook for the course. Lectures notes and course material will be posted at <http://formazioneonline.unisalento.it>