Long Answer Questions

Q. 1. The government gets money for public facilities from the taxes collected from the people and the government is empowered to collect taxes and use them for such programmes.

Ans. Major share of government revenue comes from customs, excise and service tax (42%) and corporate tax (41%). Personal income tax contributes 16% of government revenue.

Q. 2. Why alternative is looked for in place of the government for the public facilities?

- **Ans. (i)** The scenario of shortage of public facilities available to the population of India has compelled people to look for private companies as alternatives to take over the tasks of providing amenities to common man.
- (ii) The foremost reason being the performance. Private companies perform better.
- (iii) Government can turn to the private sector as an alternative additional source of funding to meet the funding gap funds can aid to provide more facilities.
- (iv) Private sectors' technology and innovation can help in providing better public services through improved operational efficiency.
- (v) As private companies provide public facilities at a price, projects would be delivered by them in time.