EconWorld2015@Torino

Türkiye'de İç Borçların Sosyal Harcamalar Üzerindeki Etkisi / The Impact of Domestic Debt on Social Expenditure in Turkey

Melek Bıyıklıoğlu[1]

[1]Eskişehir Osmangazi University, Turkey

Abstract

If we assess history of economics since the foundation of Republic of Turkey, we would see that economic policies are different form period to period. When the economic policies that are implemented move to country's economyto the 1980s, fort he finance of increased public deficits domestic debt was inevitable. Furthering this increased borrowing after by the offer of higher interest rates become burden on the budget gave rise to the interest payments. Such payments and especially in conjuction with the spread of free market practices in all over the world, in order to give the primary surplus of the welfare state understanding has emerged that the restriction of social expenditure. In the field of social policy, state downgraded its role to minimum, this role forefront modern state and philanthropy and state wants to delegate this role philanthropic organizations, foundations and volunteers. In this study, the casual relationship between domestic debts and social spending examined between the years of 1980-2010 in Turkey. In this context, with the match-cointegration analysis, an increase in domestic borrowing may occur on social spending have a negative was reached as a conclusion.

Keywords Domestic Debt; Social Expenditure; Neo-Liberal Policies

JEL H6, H53, I38

Presented at EconWorld2015@Torino, Turin, Italy.