

THE EFFECTS OF GOVERNMENT DOMESTIC BORROWING ON ECONOMIC GROWTH  
IN GHANA

BY

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**A thesis submitted to the department of economics, college of arts and social sciences in  
partial fulfillment of the requirement for the degree of**

MASTER'S OF SCIENCE IN ECONOMICS

MARCH, 2016

## DECLARATION

I hereby declare that this submission is my own work towards the award of the M.Sc degree and that, to the best of my knowledge, it contains no material previously published by another person nor material which had been accepted for the award of the university, except where due acknowledgement had been made in the text.

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### Supervisor's Declaration

I hereby declare that the preparation and presentation of this thesis was supervised by me in accordance with the guidelines on supervision of thesis laid down by the university.

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## **ABSTRACT**

Government borrowing either domestic or external has been a matter of concern for many Ghanaians and Ghana development partners at large, this thesis provide empirical analysis of the effects of government domestic borrowing on the economic growth in Ghana using time series data from 1990 to 2014. The result from the Ordinary Least square technique indicate that domestic debt has negative effect on economic growth whiles external show positive effect on economic growth. It is thus recommended that Government should be concern of widening the tax net in order to improve their income or creating other optional strategies to improve their income using their natural and cultural endowment so that they can expand the economy rather the depending to loans to financed developmental needs.

## **ACKNOWLEDGEMENT**

I wish to express my profound gratitude to almighty Allah for his merciful grace and protection throughout my education. Also, I extend my sincere gratitude to my supervisor, Dr Yussif Hadrat for his support and patience. Finally, my appreciation to all lectures and friends of the MSC GROUP.

## **DEDICATION**

I dedicate this work to my late father, Mr Nantomah Abdulai, indeed, your legacy I can never forget

## TABLE OF CONTENTS

CONTENT	page
ABSTRACT	ii
ACKNOWLEDGMENT	iii
DEDICATION	iv
TABLE OF CONTENT	v
LIST OF TABLES	viii
LIST OF FIGURES	ix
<b>CHAPTER ONE: INTRODUCTION</b>	
1.1 Background of the study	1
1.2 Statement of problem	3
1.3 Objective of the study	4
1.4 Hypothesis	4
1.5 Justification of the study	5
1.6 The scope of the study	5
1.7 The organization of the thesis	5
<b>CHAPTER TWO: LITERATURE REVIEW</b>	
2.0 Introductions	7
2.1 The role of government in economic growth	7
2.2 Sources of government funding	8
2.3 Government expenditure	10
2.4 Government borrowing	11
2.4.1 Internal borrowing	12
2.4.2 External borrowing	14
2.5 Empirical review	15
2.6 Theoretical literature	17
2.7 The concept of economic growth	18
2.8 The relationship between debt and economic growth	21
2.9 Effects of Domestic borrowing on economic growth	22

### **CHAPTER THREE: RESEARCH METHODOLOGY**

3.0	Introduction	24
3.1	Types and sources of data	24
3.2	Analysis of the influence of domestic debt and economic growth	24
3.3	Model specification	25
3.4	Description of variables	26
3.5	Dependent variable	26
3.6	Independent variable	27

### **CHAPTER FOUR: DATA PRESENTATION AND ANALYSIS**

4.0	Introduction	30
4.1	Analysis of government domestic borrowing 1990-2014	30
4.2	Analyses of economic growth	31
4.3	Analyses of external debt percentage to GDP	32
4.4	Analysis of correlation matrix results	33
4.5	Analysis of regression results	33
4.5.1	Adj R-Square analysis	35
4.6	Challenges of government domestic borrowing	36
4.7	Conclusion	37

### **CHAPTER FIVE: SUMMARY RECOMMENDATION AND CONCLUSION**

5.0	Introduction	38
5.1	Summary of major findings	38
5.2	Recommendation	39
5.3	Conclusion	40
<b>REFERENCES</b>		<b>41</b>

## **LIST OF TABLES**

<b>2.1</b> Sources of funding US\$ in million from 2008 to 2012	9
<b>3.1</b> A prior expectation of the relationship between independent variables	28
<b>4.1</b> Results of correlation matrix	33
<b>4.2</b> Regression Results	34



## **LIST OF FIGURES**

<b>Figure</b>	<b>page</b>
<b>2.1</b> Tax revenue to GDP	9
<b>2.2</b> Sources of government funding	9
<b>2.3</b> Internal debt stock since 2000 to 2014	13
<b>2.4</b> External debt stock, 2000-2014	14
<b>4.1</b> Analysis of internal debt to GDP from 2000 to 2014	30
<b>4.2</b> Analysis of economic growth	31
<b>4.3</b> Analysis of external debt percentage of GDP	32