

8. MONEY, FINANCES AND CREDIT

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IMPROVING THE EFFECTIVENESS OF THE STATE FINANCIAL POLICY

The article outlines the essence of state financial policy, principles of its implementation. The main types of state financial policy are described. The need for conducting sound financial policy and relevant problems of its implementation are considered. According to the results of the study, it is determined that in conditions of financial instability, there is a need to improve the financial policy of the state in order to increase its efficiency and strengthening in modern conditions.

Economic growth and stabilization in society require an active financial policy and the functioning of a stable financial system. In view of this, the following strategic directions of financial policy can be singled out: ensuring the unity of goals and instruments of financial policy with the goals of economic development; increasing the efficiency of financial regulation; development of branches of the economy with high financial returns and industries with high capital turnover; ensuring budget balance; increas-

ing the role of the development budget as the most important tool of investment policy; improvement of the tax system of the state, development of tax policy taking into account the financial condition of enterprises; setting up of the stock market.

Thus, under modern conditions, it is the financial policy of the state that serves as the main factor in overcoming the crisis and organization of economic development; it is this policy that improves market relations and provides solutions to social issues.

Implementation of financial policy should include not only the growth of financial resources at the disposal of the state itself but also the growth of financial capacity of economic entities. This will help to create a solid financial basis for the authorities to implement tasks and functions entrusted to them, and will ensure the stability of social production in order to improve the economic situation of the state and increase the level of welfare of the population.