

**FORMATION OF AN EFFECTIVE SYSTEM OF PUBLIC  
INTERNATIONAL FINANCIAL CONTROL IN THE BUDGET PROCESS**

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Main problem of the modern economic development of our country is ensuring effective formation and use of budget funds, which helps to strengthen the country's economic power and increase the welfare of the citizens. One of the way to solve it is to improve the system of state internal financial control in the budget process.

In the conditions of development of market relations in Ukraine and radical transformations in the economic and political structures of the state a system of state financial control of the budget process was formed. However, it is ineffective, as evidenced by an increase in the number and volume of budget violations [1]. The current system of bodies and the mechanism of state internal financial control has several disadvantages: the lack of a coherent regulatory framework and a unified information and communication infrastructure; lack of co-ordination of activities; non-compliance in practice with the scientific principles of the organization; low level of efficiency; unbalanced system of state financial control. The indicated shortcomings lead to a decrease in the effectiveness of the state internal financial control, the main purpose of which is to prevent and detect budget violations and to increase the efficiency of the public sector in the economy.

At the present stage, the scientific and practical task of forming an effective system of state internal financial control, developing guidelines for its functioning and development, assessing the effectiveness of the interaction of subjects and

objects of control, introducing new types, forms and methods of control aimed at increasing the effectiveness of the budget process [2].

The analysis of the current state, peculiarities of development and problems of the organizational and legal provision of state internal financial control in the budget process showed that the integrity and efficiency of the functioning of the system of this control can be ensured only if the internal ordering and coordination of the activities of its bodies that have a common goal but different functions and need to ensure coordination of their work.

In our opinion, it is advisable to highlight the priority directions of improving the functioning of the bodies of state internal financial control in the budget process. To create an effective unified system of this control it is expedient to develop the foundations of its organization, to define the principles, objectives and tasks; to form the structure of subjects and hierarchical levels of management; to define a system of objects; develop information support activities; create a single information base and uniform forms and order of reporting. This system should have a permanent character, be stable, aimed at correcting violations and preventing them in the future at all levels of government. It is advisable to create a new and remedy the shortcomings of the existing system of state internal financial control in the budget process on the basis of modern achievements of domestic and world financial science and advanced foreign experience.

#### Literature:

1. On public internal financial control : the draft law of Ukraine [Electronic resource] – access Mode: <http://www.dkrs.gov.ua/kru/uk/publish/article/51285>.
2. Boichuk V. A ”Dzhynsa” chy hromadskyi kontrol. [“Jeans” or public control] Ekonomichna dumka 2015. № 1. (in Ukrainian) rezhy m dostupu: <https://www.epravda.com.ua/columns/2015/01/8/520298>.