



FOREIGN EXPERIENCE OF INCREASING LOCAL BUDGET INCOME

Karimov Temurbek Shomurat ogli
Student of Urgench State University

Sherov Alisher Bakberganovich
Head of the Department of the Non-State Educational
Institution "University of Mamun", PhD, Associate Professor

Annotation

This article discusses the experience of foreign countries in the formation of regional budgets, the main directions for using the funds of regional budgets, expanding sources of income in addition to transfers from the republican budget of the regions and draws appropriate conclusions.

Keywords: Republican budget, regional budget, budget transfers, taxes, regional budget revenues, regional budget expenditures, issue of securities.

In the conditions of modern statehood, the effective organization of the revenue policy of local budgets plays an important role in solving the problems of socio-economic development of the regions. When developing a revenue policy, it is important to objectively assess the ability of the regions to mobilize taxes and payments to the budget system, increase the effectiveness of the factors influencing the mechanisms for generating local budget revenues, and assess possible negative socio-economic consequences. effects. The issue of improving and reforming the responsibility and powers of local governments is one of the most pressing issues in the practice of public finance management in developed and developing countries.

In conditions when the rating of tax payments is published all over the world every year, it is important to focus on increasing the powers of state authorities that regulate the activities of local budgets in fiscal policy. Indeed, in the context of expanding the revenue base of local budgets in developed foreign countries, the limited powers of local public administration in assessing the tax potential of the regions and increasing tax revenues of local budgets have a negative impact. Therefore, conducting research in this area and putting the results into practice will contribute to the economic development of the region, the growth of the revenue base of local budgets and, in turn, the rise of countries in international rankings.

In addition to taxes and intergovernmental transfers, income from municipal bonds is a channel for meeting the demand for financing. In recent years, 3.2 trillion soums





have been allocated for the development of infrastructure through the sale of municipal bonds. US dollars have been invested, most of which has been directed towards municipal housing construction, and local government housing policies at the local level are essential for providing financial assistance and creating an enabling environment for the poor.

Based on the experience of the United States, it is advisable to introduce not only taxes and revenues, but also other practices that exist in the experience of foreign countries in order to increase the revenue base of local budgets. For example, in Uzbekistan, it is necessary to introduce the practice of issuing securities to local governments or attracting borrowed funds within local territories, i.e. turn local governments into participants in the securities market. By introducing this practice, he will be able to increase his ability to self-finance targeted programs and his own costs. For example, in the Russian Federation such a practice has been introduced when local authorities issue securities at their own expense.

The allowable amount of debt obligations should not exceed 15% of local budget expenditures. The decision rests with the local authorities. At the same time, the activity is carried out without derogation from the legislation of the Russian Federation. Another feature is that the responsibilities of the state and the responsibilities of local governments are defined separately.

The state does not assume responsibility for the obligations of local self-government. In Uzbekistan, both local governments will need to be allowed to issue securities (eg, local government bonds) as well as tax incentives for buyers of the issued securities. The introduction of this practice will increase the independence of local territories and expand their opportunities to increase their income. In addition, according to our budget legislation, local governments have the right to change up to 10% of local budget expenditures during the financial year.

Changes in local budget spending during the reporting year should be fully implemented in the regions without the intervention of the Ministry of Finance. At the same time, one of the factors that increase the independence of local budgets is that local budgets will be financed from additional sources of income not provided for in the forecast, and local governments will try to find new sources of income and expand the revenue base.





LITERATURE

1. Sherov, A. (2015). Foreign experience in financing of higher educational system. *Scientific enquiry in the contemporary world: theoretical basics and innovative approach [L 26], 1, 92-95.*
2. Ibodov, A., & Sherov, A. (2015). Analysis of bank risks in Uzbekistan. *Scientific enquiry in the contemporary world: theoretical basics and innovative approach [L 26], 1, 60-63.*
3. Под ред. В.Б. Зотова. Система муниципального управления: Учебник для вузов" (3-е издание, переработанное и дополненное, // "Питер Пресс", 2017. С.384
4. Sherov, A. (2018). Legal basis and importance of state financing of education system. *International Finance and Accounting, 2018(2), 92.*
5. А. Б. Шеров, & Х. М. Раджабов (2021). Коммерческие банки как субъект финансирования инвестиционных проектов. *Scientific progress, 2 (1), 889-893.*
6. Paying Taxes 2019: In-depth analysis on tax systems in 190 economies: PwC. <https://www.pwc.com/gx/en/services/tax/publications/paying-taxes-2018/html>.
7. А. Б. Шеров, & Х. А. Худайкулов (2021). Деятельность коммерческого банка на мировых финансовых рынках. *Scientific progress, 2 (1), 1261-1265.*
8. Кучкаров Ш. и др. Семейное предпринимательство и его эффективность // BARQARORLIK VA YETAKCHI TADQIQOTLAR ONLAYN ILMIY JURNALI. – 2022. – Т. 2. – №. 1. – С. 154-157.
9. Sherov, A. B. (2022). Current issues of financing higher education institutions in the condition of an innovative economy. *Gospodarka i Innowacje., 21, 127-130.*
10. Bakberganovich, S. A. (2021). Ways to Increase the Efficiency of Financing Higher Education Institutions. *Journal of Marketing and Emerging Economics, 1(7), 49–56.*
11. Avezov, M. K. (2022). Raqamli bank xizmatlari va uning afzalliklari. *Scientific progress, 3(2), 808-814.*
12. А. Б. Шеров, & Ш. Б. Юсупов (2021). Зарубежный опыт эффективной организации денежно-кредитной политики в стране. *Scientific progress, 2 (1), 605-609.*
13. Алишер Бакберганович Шеров олий таълим муассасаларини молиялаштиришининг ақш тажрибаси // *Scientific progress. 2021. №6. URL: https://cyberleninka.ru/article/n/oliy-talim-muassasalarini-moliyalashtirishning-a-sh-tazhribasi* (дата обращения: 12.10.2022).