

UDC 351.862.4

10.18372/2306-1472.68.10928

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## THEORETICAL FOUNDATIONS OF THE SYSTEM OF STATE FINANCIAL SECURITY

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### Abstract

**Purpose:** The article the problem of formation of economic security. Disclosed principles, functions and methods of providing financial security. The ways of improving the mechanism of providing financial security. **Methods:** Formulate continuous logic in building the theoretical foundations of the system of financial security. It is shown that this idea may have the same conceptual framework: description, values, goals, mechanisms. Logic afford to provide clarity to ensure the integrity of financial security. **Results:** For economic growth and the successful functioning of the national economy neohidno a clear, stable, efficient tax system. The current tax system is an excessive burden for producers. **Discussion:** Aspects of the main approaches to the formation of a system of financial security of the state in terms of legal crisis and transformation vidchyznyanoho legislation. Definition of financial security as part of national security, which forms the economic direction counter threats.

**Keywords:** economic security; financial bleeding; financial capacity; important condition.

### 1. Introduction

During the dramatic economic transformations when powerful non-state sector of the economy is created, it is important that private business structures not only care about their own interests and security, as is the case today, but also take into account the interests of the state and of society and contributed to ensuring the economic security of Ukraine.

For example, when the foreign currency of the domestic commercial structures are deposited in foreign banks, strengthening the economic potential of foreign countries, they undermine it in Ukraine.

Financial bleeding of the own country leads to a reduction of the level of its defense, failure to protect socially vulnerable segments of the population, develop science, education, culture and, ultimately, it can lead to loss of the state.

The government should take all necessary measures to neutralize such threats to its economic security. The participation of citizens and their associations in supporting economic security are not excluded.

Moreover, such actions should be encouraged by every way by the state.

However, the active participation of citizens in ensuring economic security is impossible without

their awareness of the importance of its state affair and the manifestation of active life position.

The Constitution of Ukraine clearly states that along with the protection of the sovereignty and territorial integrity of Ukraine insurance of its economic security is the most important function of state and business of the Ukrainian people [1].

One of the most important components of economic security is financial security. It is almost impossible to solve any of the challenges facing modern Ukraine without providing sustainable financial security.

However, it is necessary for the formation of an effective model of providing financial security above all to find out that we are considering to be this notion, what factors affect its compliance, how the individual elements of this type can be coordinated in its development.

### 2. Analysis of the latest research and publications

The large number of aspects of financial security of the state, the complexity of choosing the optimal variant of guaranteeing its objectively call the need for a comprehensive approach to the analysis of this

sphere of life of Ukraine. The issue and the problem of financial security relate to one of the most important in the overall state activity [2, p.56].

The problem of the financial security of the state is regulated by administrative, economic, criminal law and criminal procedure. Each of the areas form its approach to this issue. In fact, the formation of this type of scientific research is interdisciplinary.

Growing importance of forming of a system of financial security of the state are caused by such objective and subjective factors: a) globalization of financial processes that are enhanced in the international community; b) the world generated enormous flows of "global" money that is not controlled by national governments, their main source of trade is money; b) a disorder of public finance and finance companies, which manifest itself in chronic non-compliance with the budgets of all levels; c) embryonic level of development of the stock market; d) the outflow of domestic capital abroad; e) the presence of the system of laundering "dirty" money; f) loss of public confidence in financial institutions and others.

Financial security is defined as the part of national security, which forms the economic direction of countering threats and dangers in the sphere of economics and finance [3].

Financial security as part of the legal theory has the inherent features of the spheres of law: principles, methods, functions. Thus, depending on the scope of regulation and the application of the law these signs can transform and change.

Unchanged part of the theory is only the ultimate goal of ensuring financial security - the establishment of such a regime of legitimacy in the economics and finances of the state in which no current threat to public relations are present.

The activities on the financial security of the state involve all entities: individuals, legal entities and state itself. And the state has a priority position through the legal mechanisms which regulate economic spheres. In these areas the economic and financial threats appear. State by executive bodies regulate the impact of these threats to national security, counteract these threats and establish modes of prevention to the financial and economic challenges [4].

Objects in the area of financial security are the financial capacity (competence), financial resources and the financial system. Financial ability of any state is determined by the volume of financial resources. General assessment of the financial state

of society gives the consolidated balance of the financial resources, which reflects the amount of generated funds and their use in all sectors of the domestic economy.

The main sources of financial resources of Ukraine are: a) profit which remain at the disposal of enterprises; b) the revenue budgets of all levels; c) depreciation; d) resources earmarked funds (excluding funds transferred to the State budget).

However, the listed sources do not yet provide the full funding even at the minimum level [5].

Ukraine always involves long-term loans from international financial organizations, foreign private banks, foreign investors, bank loans Ukraine and partially finances public.

### 3. Research tasks

The current adverse financial condition of our country can be explained by many factors, including: a) more than 50% of the national economy operates in the shadows; b) presence of rampant number of unprofitable enterprises of all forms of ownership; c) the availability to revenue a significant proportion of non-temporary revenues from privatization and sale of weapons, fines, sales inventory, etc; d) inefficient tax policy; e) the unreliability of statistical data; g) legislation instability and the presence of significant differences between different legislative acts; i) organizational and methodical, personnel and technical problems of financial control at all levels.

The concept of financial security is broadened as the interpretation of finance - the system of economic relations between people in the process of creation and use of centralized and decentralized funds of currency. It is logical that financial security is a complex multi-level system, and therefore requires a comprehensive study [6, p.98].

With regard to the functioning of modern public relations from the standpoint of the general theory of national security we may identify the following definition of financial security while defining its main features and functions in respect of the subject and method of regulation: a) the degree of protection of financial interests at all levels of financial relations; b) the level of security of citizens, households, businesses, institutions, industry, market, region, state, interstate unions, the international community financial resources sufficient to meet their needs and performance of existing functions; c) the state of financial, monetary, foreign exchange, banking, budget, tax, investment, customs and stock systems

which can provide financial stability and effective functioning of the national economic system in the mode of growth; d) quality of financial tools and services to prevent negative consequences of possible errors and direct abuse [7].

#### 4. Research results

The financial security of the state is one of the most important condition for its ability to carry out independent financial and economic policies in line with national interests [8].

Ukraine has a three level system of funding: government funding, bank loans and direct investments through the mechanisms of the capital market. Therefore, special attention are to be paid to all these security levels.

Therefore, the financial security of the state is divided into: the budget; currency; investment; inflation; price; foreign exchange and debt [9, p.78].

An important tool of state regulation of social and economic processes is the State Budget of Ukraine. That imbalance of the state budget is the main destabilizing factor in the crisis of public finances.

#### 5. Conclusion

The most important criteria for the formation and implementation of state and local budgets in accordance with the requirements of economic security should be the following: compliance with the budgetary policy of national interests, not the interests of political expediency; sovereignty of the state in the implementation of national fiscal policies; strengthening of the state which is based on the provision of financial resources, the feasibility of its functions in the implementation of domestic and foreign policy [10]; open and real fiscal policy objectives and creating conditions for their achievement; the autonomy and independence of the State budget and the stability of its income as a means of ensuring the autonomy and independence of the central government from the regions; support in the budget system of required degree dependence of the regions from the State budget; integrity and unity of the budget system as a financial basis and preconditions integrity and unity of the Ukrainian state; ability of the budget system to ensure unity of the budget system market economic space, financial, monetary, foreign exchange, banking and tax systems; consistency in the annual budget process and strategic objectives of public policy for economic development.

The extremely negative is the impact on national security of Ukraine of vicious practice of late adoption of the state budget. It is therefore important to regulate the procedure for preparation and adoption of the state budget by legal instruments and to provide responsibility for the officials for the failure of the budget process.

For economic growth and successful function of the national economy we must create a clear, stable, efficient tax system. The current tax system is an excessive burden for producers, inhibits production, provokes tax evasion in the state budget and Seriously threatens the economic security of Ukraine.

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Received 16 May 2016

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**Теоретичні основи формування системи фінансової безпеки держави**

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**Мета:** У статті розглядається проблема формування економічної безпеки. Розкриваються принципи, функції та методи забезпечення фінансової безпеки. Шляхи вдосконалення механізму забезпечення фінансової безпеки.

**Методи:** Формулюється безперервна логіка в побудові теоретичних основ системи фінансової безпеки. Показано, що ця ідея може мати таку ж концептуальні рамки: опис, цінності, цілі, механізми. Логіка дозволити собі забезпечити ясність для забезпечення цілісності фінансової безпеки.

**Результати:** Для економічного зростання та успішного функціонування національної економіки необхідно мати чітку, стабільну і ефективну податкову систему. В даний час податкова система є надмірним тягарем для виробників. **Обговорення:** Аспекти основних підходів до формування системи фінансової безпеки держави в умовах правового кризи і трансформації вітчизняного законодавства. Визначення фінансової безпеки як частина національної безпеки, яка формує зустрічні загрози економічного спрямування.

**Ключові слова:** важлива умова; економічна безпека; фінансова кровотеча; фінансові можливості.

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**Теоретические основы формирования системы финансовой безопасности государства**

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**Цель:** В статье рассматривается проблема формирования экономической безопасности. Раскрываются принципы, функции и методы обеспечения финансовой безопасности. Пути совершенствования механизма обеспечения финансовой безопасности.

**Методы:** Формулируется непрерывная логика в построении теоретических основ системы финансовой безопасности. Показано, что эта идея может иметь такую же концептуальные рамки: описание, ценности, цели, механизмы. Логика позволить себе обеспечить ясность для обеспечения целостности финансовой безопасности.

**Результаты:** Для экономического роста и успешного функционирования национальной экономики необходимо иметь четкую, стабильную и эффективную налоговую систему. В настоящее время налоговая система является чрезмерным бременем для производителей.

**Обсуждение:** Аспекты основных подходов к формированию системы финансовой безопасности государства в условиях правового кризиса и трансформации отечественного законодательства. Определение финансовой безопасности как часть национальной безопасности, формирует встречные угрозы экономической направленности.

**Ключевые слова:** важное условие; финансовое кровотечение; финансовые возможности; экономическая безопасность.

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