



CREATING AN EFFICIENT TAX ADMINISTRATION MECHANISM IN THE DIGITAL ECONOMY

Aripova Aziza Alisherovna

Teacher of the Department of Taxes and Taxation,
Tashkent State University of Economics

Abstract

The article scientifically substantiates the essence and features of tax control in the context of modifying the relationship between tax authorities and taxpayers at the present stage of economic liberalization and modernization of the tax system in the Republic of Uzbekistan.

Keywords: Digital economy, Tax system, tax administration, tax regulation, tax payer.

Introduction

The process of globalization and digitization, based on the extensive development of electronic government, also places high demands on the field of tax administration. World tax practice shows that the basis of ensuring the flexibility of the tax policy to the requirements of the present time lies in the formation of an effective tax administration.

Scientific studies aimed at the formation of effective tax administration in the world tax practice have revealed ways to significantly increase tax revenues by reducing the share of the secret economy, and reduce inefficient costs in tax administration. Research shows that in some countries, high levels of tax revenues are associated with high tax morale and culture, as well as stable tax legislation, while in others, low levels of tax revenues due to high tax burdens in the economy, ineffective incentives, and unstable tax legislation indicate problems in the system that need to be addressed. The above-mentioned cases indicate the existence of theoretical and practical



problems of the formation of effective tax administration and require their in-depth scientific research.

Uzbekistan aims to “continue the policy of reducing the tax burden and simplifying the taxation system, improve tax administration, and expand relevant incentive measures”[1] based on the use of effective tools and methods of tax administration, “simplification of tax legislation, elimination of contradictions and conflicts in regulatory legal documents in the field of tax relations, strengthening protection of rights and legitimate interests of honest taxpayers”[2], It was emphasized that “at the end of the implementation of the tasks of the tax administration improvement strategy, the level of voluntary fulfillment of tax obligations should be brought up to 90%”[3]. These determined the tasks of strategic planning and forecasting of effective tax policy by the state. These tasks indicate the need to ensure the stability of budget revenues, to improve the methodological foundations of effective tax administration.

These tasks were set out more firmly and comprehensively in the “Development Strategy of New Uzbekistan for 2022-2026”: “...continuing the policy of reducing the tax burden and simplifying the taxation system, improving tax administration and expanding relevant incentive measures[4]” are identified as important directions.

Analysis of literature on the topic

1. Strategy of Actions on Five Priority Areas of Development of the Republic of Uzbekistan in 2017-2021. ANNEX 1 to the Decree of the President of the Republic of Uzbekistan No. PF-4947 dated February 7, 2017. Khalk Sozi Newspaper February 8, 2017.
2. Decree of the President of the Republic of Uzbekistan No. UF-5837 “On measures to further improve the tax policy of the Republic of Uzbekistan”, September 26, 2019.
3. Chapter 3, paragraph 3.3 of Appendix 1 to the Resolution of the President of the Republic of Uzbekistan No. PP-4389 dated July 10, 2019, “Strategy for Improving Tax Administration”.
4. Decree of the President of the Republic of Uzbekistan No. PF-60 dated January 28, 2022 “On Approval of the Development Strategy of New Uzbekistan for 2022-2026”.



-
5. Artykov N.A. Directions for the formation of effective tax administration in Uzbekistan. Abstract of the dissertation for the degree of Doctor of Philosophy (PhD) in Economics. Vol.: 2021.-57 p.
 6. Berdieva U.A. Directions for increasing tax collection in the context of economic liberalization. Dissertation written for the degree of Doctor of Philosophy (PhD) in Economics. Vol.: 2019. p. 34
 7. Djamalov Kh.N., Abdullayev A.B, (2021). Development Of The Methodology Of Accounting Expertise Of Tax Obligations. The American Journal of Management and Economics Innovations, 3(05), 151-163.

Research methodology

In carrying out the research, using scientific observation, statistical graphs, comparative analysis, data grouping, abstract-logical thinking, induction and deduction methods, opinions and opinions were formed on ways to eliminate the existing problems in the excise tax administration.

Analysis and results

The issue of increasing the level of tax revenue collection and finding new and effective sources of expanding the tax base imposes enormous responsibilities on tax entities, including tax authorities.

Correct understanding of the nature and content of the category of tax administration is important not only from a theoretical and methodological point of view, but also for effective organization and management of taxation practice. The Tax Code and other subordinate legislation do not define tax administration and do not specify the procedure for determining the implementation of tax revenues. At the same time, we can see that there is no unified approach to defining the content of tax administration in the works of various authors (Table 1).

Based on the consideration of the socio-economic content of the tax administration, the legal-normative bases of their activity, subjects, purpose, functions, principles and structure as a whole system, we can give a new interpretation of it: "tax administration is the implementation of the tax status of achieving growth in the cooperation of the subjects of tax relations on an integrated organizational and legal basis. *is the process of state management of the taxation system and tax control with the wide use of the*



information environment aimed at ensuring the voluntary performance of obligations and the country's socio-economic security".

Table 1 Concepts interpreted as the content of tax administration in economic literature[5]

S/n	Concepts interpreted as the content of tax administration	Source of authors and literature
Foreign authors		
1.	Tax administration is a set of activities related to the actual implementation of tax revenues based on the effective use of tax payments, benefits and the current tax regime based on the financial legislation in force in the country, as well as the determination of the prospects of the state's financial capabilities based on tax revenues.	Pessino, C., & Fenochietto, R. (2016). Determining countries' tax effort.
2.	Tax administration is an important area of ensuring state tax security in modern conditions. In this regard, the balance between taxpayers' ability to pay taxes and the state's ability to generate revenue should be taken into account.	Kuo, C. Y. Estimation of Tax Revenue and Tax Capacity./ C. Y. Kuo//JDI Executive Programs.- 2015. – №. 2015-08.- 34p.
CIS authors		
3	Tax administration is a rating indicator of the performance of tax authorities. This indicator is calculated by dividing the amount of actual tax payments by the maximum amount for the period under study.	Sirazhudinova S.I. Improving the efficiency of tax administration at the present stage. Abstract of dis. for the candidate of economic sciences degree. Vladikavkaz, 2017, p.7.
4	The activity of the tax administration is the main mix-fiscal criterion - the level of tax revenue execution is calculated by dividing the amount of taxes actually paid by the plan of tax revenues of the relevant budgets. In fact, the indicator calculated in this order represents the execution of sostavlenie budgeta prosto revenues.	Dyakova E. Tax potential and budget capacity of territories: differences and interrelation//Taxes and financial law, 2012, No. 9, pp. 140-145
Local authors		
5	Tax administration is one of the main quality indicators of the organization of the tax system and the execution of tax revenue in accordance with the requirements of the times.	Berdieva U.A. Improving tax revenue collection in Uzbekistan. // International Journal of Economics, Commerce and Management United Kingdom ISSN 2348 0386 Vol. VII, Issue 6, June 2019. Page 342-348
6	Tax administration is a responsible service that ensures the timely arrival of tax revenues to the budget. It is known that the amount of tax revenues is determined every year when the state budget revenues are planned. This process depends on the level of accuracy of financial planning.	Abdulov D.R., Abdurakhmanov O.Q. System of Forms and Methods of Tax Administration in Uzbekistan// International Journal of Innovative Technology and Exploring Engineering (IJITEE) ISSN: 2278-3075, Volume-9, Issue-1, November 2019 Retrieval Number: A9142119119/2019©BEIESP DOI: 10.35940/ijitee.A9142.119119



In accordance with the Resolution of the President of the Republic of Uzbekistan No. PP-4389 dated July 10, 2019 "On Additional Measures to Improve Tax Administration", the development of the "Strategy for Improving Tax Administration" was considered one of the important conditions for achieving targeted development of Uzbekistan.

The main goal of the "Tax Administration Improvement Strategy" for 2019-2021 was to create favorable conditions for business entities and investors as an important factor in increasing the competitiveness of the economy, as well as to organize the provision of modern, targeted tax services in state tax authorities, while automating taxation processes. The effectiveness of the tax administration can be assessed by each type of tax, direct and indirect tax groups, sector enterprises, as well as by the national budget and local budget taxes.

In our opinion, it is possible to approve the idea of determining the efficiency of the tax administration by the level of tax collection - the ratio of the total revenue received from taxes and mandatory payments to the total amounts calculated, that is, the total amount of mandatory payments, fees, penalties and fines applied[6]:

REFERENCES

1. Constitution of the Republic of Uzbekistan – T.: "Uzbekistan", 2023.
2. Tax Code of the Republic of Uzbekistan. January 01, 2020.
3. Law of the Republic of Uzbekistan "On Amendments and Addenda to Certain Legislative Acts of the Republic of Uzbekistan in connection with the adoption of the main directions of tax and budget policy for 2023" dated December 30, 2022. No. ZURQ-812
4. Strategy of Actions on Five Priority Areas of Development of the Republic of Uzbekistan in 2017-2021. Decree of the President of the Republic of Uzbekistan dated February 7, 2017 No. PF-4947
5. Decree of the President of the Republic of Uzbekistan "On Measures to Further Improve the Tax Policy of the Republic of Uzbekistan" No. PF-5837, September 26, 2019.
6. Chapter 3, paragraph 3.3 of the "Strategy for Improving Tax Administration" of Appendix 1 to the Resolution of the President of the Republic of Uzbekistan No. PP-4389 dated July 10, 2019.



-
7. Decree of the President of the Republic of Uzbekistan No. PF-60 dated January 28, 2022 “On Approval of the Development Strategy of New Uzbekistan for 2022-2026”.
 8. Mirziyoyev Sh.M. We will build our great future together with our brave and noble people. – Tashkent: “Uzbekistan” National Institute of Higher Education, 2017. – 488 p.
 9. Mirziyoyev Sh.M. Critical analysis, strict discipline and personal responsibility should be the daily rule of every leader’s activities. – Tashkent: “Uzbekistan” National Institute of Higher Education, 2017. – 104 p.