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BUDGET SYSTEM POSTULATES

The article deals with the efficiency of Ukrainian budget system functioning. It is proved that budget system of Ukraine hasn't become the active regulator of society development over the years of Independence. This fact is supported by statistic data. The Law "On State Budget of Ukraine for 2015" provides the average monthly wage at the rate 3882 UAH, or within \$ 200 US at commercial rate, cost of living per capita from January, 1 – 1176 UAH., and from December, 1 – 1330 UAH or within 60-70 \$. Taking into consideration the comparison of consumer prices in Ukraine and in the EU, it can be concluded that the standards of living in Ukraine are ten times lower.

Basic drawbacks preventing the effective functioning of budget system are found out. The main ones are: lack of clearly established rules of coexistence between regions, social groups, authorities and business; lack of clearly defined strategy of economic, social, political, military areas; lack of proper control of public finances.

Based on the clarified problems having occurred in the operation of the budget system of independent Ukraine, the new budget system role can be formulated through the following postulates:

1. Budget system in the hierarchy of social system is at lower levels, thus areas of its functioning are determined by higher systems – financial, economic, political.
2. The efficiency the budget system mostly depends on the efficiency of other systems.
3. The integrity of budget system.
4. Consideration of external and internal factors.
5. The emergence of budget system.
6. The presence of effective management system.

Listed are the basic postulates that are used in foreign countries in different ways, so is the urgent task to establish effective functioning of budget system in Ukraine using these postulates.