

Metelytsia V.M.

Ph.D., senior researcher, leading researcher

National Scientific Center "Institute of Agricultural Economics"

IMPROVING OF THE LEGAL AND PROFESSIONAL REGULATION OF ACCOUNTING AND REPORTING: A SECTORAL ASPECT

The purpose, objectives, directions, activities and expected results from implementation of Strategy of development of accounting profession in agricultural sector are briefly describes in this article. The necessity of working-out of Strategy of development of accounting profession in agricultural sector for protection the interests of agrarian state Ukraine from negative effects of globalization in national, sectoral and corporate levels of regulation is grouted.

The Strategy covers four areas of implementation:

- improving of legal and professional regulation of accounting and reporting;
- establishment of the institute of professional accountants of agriculture;
- development of institutional paradigm in scientific research of accounting and formation of a national branch system of certification of accountants;
- expansion of functions and rights of accountants in agricultural sector and fixing the rules of professional ethics and conduct.

The actions and expected results of implementation of the Strategy in the first direction – "Improving of the legal and professional regulation of accounting and reporting" widely highlights in the article.

Realization of Strategy in direction "Improving of the legal and professional regulation of accounting and reporting" provide amendments to a number of existing legal acts and performance of a large number of activities:

- setting five-hierarchy of legal acts in the field of accounting and financial reporting. Third and fourth levels of these hierarchy include national branch standards and recommendation (guidelines, methodologies) in accounting and

financial reporting by ministries and other central executive authority of branches of economy;

- unification of financial, statistical and tax reporting based on accounting data;

- strengthening of methodological and methodical influence of state at the branch level by establishing responsibility of ministries and other executive authority of branches of economy for the development of the methodology and techniques of branch accounting, financial reporting and statistics;

- strengthening of oversight influence by state at the branch level through mandatory financial and statistical reporting by entities to regional offices of ministries and other executive authority of branches of economy and giving them functions of control (supervision) over the accuracy of reporting indicators, requirements of correction of mistakes before reporting to state statistical office;

- recognition of professional public organization of accountants as a non-state subject of regulation with the functions of participation in the processes of methodological and methodical influence, the mandatory quality control of professional activities, applying of disciplinary procedures, maintenance of registers of members and the right of voluntary insurance of member's liability and the creation of arbitrages for complaints applications of entities associated with the professional activity;

- simplification of making-out of financial reporting by entities from agricultural sector through the European integration of regulatory convergence of criteria of the classification of companies by size (balance sheet, net turnover, the average number of employees during the financial year);

- consideration of the proposed nineteen scientific principles of management of accounting personnel in agricultural sector in the preparation of organizational and technical components of accounting policies approved in the entity's Notice of accounting policies.

References

1. Zhuk, V.M. (2009), *Kontseptsiiia rozvytku bukhhalterskoho obliku v ahrarnomu sektori ekonomiky* [Concept of accounting in the agricultural sector], monograph, IAE, 2009, Kyiv, Ukraine, 648 p.

2. Maliuha, N.M. (2006), *Kontseptsiiia rozvytku bukhhalterskoho obliku v Ukraini: teoretyko-metodolohichni osnovy* [Concept of accounting in Ukraine: theoretical and methodological foundations], scientific report of the thesis for the degree of doctor of economic sciences, ZhDTU, Zhytomyr, Ukraine, 76 p.
3. Chyzhevska, L.V. (2007), *Bukhhalterskyi oblik iak profesiina diialnist: teoriia, orhanizatsiia, prohnoz rozvytku* [Accounting as a professional activity: theory, organization, development forecast], thesis of doctor of economic science, Zhytomyr, Ukraine, 396 p.
4. Bielousova, I. (2009), "Development of the accounting profession as an important factor of negotiation of the economic crisis in Ukraine", *Bukhhalterskyi oblik i audyt*, no. 5, pp. 3-6.
5. Zubilevych, S. (2014), "International Education Standards as the basis of a single national program for professional certification of accountants of Ukraine", *Bukhhalterskyi oblik i audyt*, no. 5, pp. 8-15.
6. Diachuk, S.M. (2010), "Theoretical basis of the developing of accounting profession", *Oblik i finansy*, no. 4, pp. 103-109.
7. Parkhomenko, V.M. (2002), "Legislative and regulatory and methodological support of accounting", *Visnyk ZhITI. Seriia: Ekonomichni nauky*, no. 18, pp. 107-117.
8. Holov, Serhii (2014), "Improving of accounting and financial reporting in Ukraine in context of European integration", *Bukhhalterskyi oblik i audyt*, no. 1, pp. 3-17.
9. Zubilevych, S. (2014), "Accounting EU directive and its impact on the structure and content of the reports of European companies and the prospects for Ukraine", *Bukhhalterskyi oblik i audyt*, no. 7, pp. 3-15.
10. Metelytsia, V.M. (2013), "Scientific principles of management of accounting staff in schools and theories of management", *Oblik i finansy*, no. 2, pp. 25-36.