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THE INFLUENCE OF INTERNATIONAL COOPERATION ON THE FISCAL EFFICIENCY OF THE TAXATION SYSTEM OF UKRAINE

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Annotation. *The article examines the role of state administration in the economic development of Ukraine through the improvement of the investment climate and the tax system. Considerable attention is paid to Ukraine's participation in international organizations, such as the EU, and its influence on the taxation of foreign economic activity. In the context of the Association Agreement with the EU, emphasis is placed on cooperation in the field of taxation, harmonization of tax norms, transparency and the fight against tax evasion. It is analyzed how the integration of Ukraine into international structures, such as the World Trade Organization (WTO), the Organization for Economic Cooperation and Development (OECD), and other international platforms that contribute to the improvement of the national tax system.*

Key words: *taxes, administration, taxation, standards, organizations, management, efficiency.*

Introduction.

In today's globalized world, where economic and trade ties between countries are becoming closer and closer, the fiscal efficiency of taxation of foreign economic activity acquires special importance. One of the key aspects determining the competitiveness of national economies is the effectiveness of tax systems in regulating foreign economic activity. In this context, it is important to determine how modern taxation mechanisms can influence the economic development of the country, stimulate investments and ensure fair competition in international markets.

The fiscal efficiency of taxation of foreign economic activity is determined not only by the level of tax rates, but also by the quality of tax administration, transparency of processes and compliance with international standards. Modern aspects of taxation include a variety of tools and approaches that must take into account both domestic



economic conditions and international trends. In particular, Ukraine's participation in international economic agreements and its integration into world markets require adaptation of the national tax system to international standards.

Cooperation between state bodies, enterprises and international organizations is also an important component of fiscal efficiency. This allows not only to improve tax mechanisms, but also to ensure their compliance with the modern challenges of the global economy. Bringing the tax system closer to European standards, in particular through participation in free trade zones and the implementation of association agreements, can significantly affect the improvement of the investment climate and economic growth.

The main material.

The effectiveness of state management of the economy lies in the growth of the pace of development of the national economy. State authorities direct their actions to improve the investment climate in Ukraine. This, in turn, is confirmed by changes to the current legislation, in particular tax legislation. The purpose of such changes is to reduce the tax burden on tax subjects, i.e. taxpayers. Systematization of relevant norms of legislative and normative legal acts with the aim of their approval, minimization of shortcomings, etc., is also important.

It is because of this that in recent years, without taking into account the present Ukraine, the volume of investments from foreigners has been increasing, Ukrainian companies are entering world markets, and there have also been trends towards an increase in the gross domestic product.

Ukraine's participation in international organizations is an important factor that significantly affects the effectiveness of taxation of foreign economic activity. This influence is manifested in several key aspects that shape the country's current tax policy. First, harmonization of national tax legislation with international standards is one of the most important results of international cooperation.

Harmonization helps Ukraine meet European standards, which lowers tax barriers for international trade and provides a level playing field for foreign investors. For example, association agreements with the European Union require the adaptation of



tax regulations to European standards, which contributes to increasing the transparency and predictability of the tax environment.

These changes improve the investment climate in Ukraine. Access to European markets and integration into the single economic zone contribute to the growth of foreign investments. Enterprises get the opportunity to expand their activities in new markets, which stimulates the economic development of the country. At the same time, the adaptation of the tax system to international standards allows to reduce the costs of tax administration, thus improving their collection.

Effective tax administration is critical to ensuring a fair and transparent tax environment. International organizations, such as the World Trade Organization (WTO) and the OECD, provide Ukraine with recommendations and support for the introduction of modern technologies in the field of tax administration. This includes automating processes that reduce the risks of error and abuse, as well as implementing new control systems that improve the efficiency of tax collection.

In addition, Ukraine's participation in international organizations plays a key role in the fight against smuggling and tax fraud. International cooperation allows Ukraine to gain access to new tools and methods for improving customs control. In particular, the exchange of information between countries helps to detect and block illegal transactions, which protects national producers and ensures fair competition.

Adaptation to world trade conditions is another important aspect of Ukraine's participation in international organizations. Fulfilling obligations under international agreements, such as free trade agreements, helps Ukraine maintain its competitiveness in the world market. This includes the need to adapt tax policy to new economic realities and global trends.

In addition, international organizations promote the development of new economic sectors in Ukraine. Investments in new technologies and infrastructure stimulate the creation of new jobs and increase the overall level of economic development. This, in turn, affects tax policy, contributing to the creation of favorable conditions for business and ensuring sustainable growth of tax revenues.

Ukraine's participation in international organizations also helps to diversify



sources of tax revenues. This makes it possible to reduce dependence on certain types of taxes and provide more stable revenues to the state budget. Diversification of sources of income is an important aspect for reducing the risks of economic fluctuations and ensuring financial stability.

International cooperation also ensures the introduction of best practices in the field of tax planning. In particular, this includes new taxation models that promote more efficient use of tax resources. Such models can include innovative approaches to taxation of digital services and other new sectors of the economy, which helps to adapt tax policy to modern economic realities.

However, it is important to consider that participation in international organizations can also create new challenges. For example, adapting to new standards can require significant resources and time. It is necessary to ensure that the harmonization process is balanced and corresponds to the economic and social conditions of Ukraine.

Ensuring a balance between international requirements and national interests is critically important. For example, new tax rules may have a negative impact on certain sectors of the economy. Therefore, it is important to consider possible consequences for all market participants and ensure their support.

In general, Ukraine's participation in international organizations has great potential for improving the effectiveness of taxation of foreign economic activity. It ensures the integration of the national tax system into the global economy and increases its compliance with international standards. This, in turn, contributes to improving the conditions for doing business, attracting investments and ensuring stable revenues for the state budget.

Successful implementation of tax policy within the framework of international cooperation requires close cooperation between government bodies, business and the public. This makes it possible to ensure that all aspects are taken into account and optimal results are achieved. Timely adaptation to new conditions and standards is important for maintaining the country's competitiveness and ensuring its economic development [5].



Conclusions.

The role of Ukraine in international organizations plays a critically important role in the formation of an effective tax policy for foreign economic activity, which directly affects the country's fiscal efficiency.

The integration of Ukraine into international organizations contributes to the harmonization of the national tax system with international standards. This increases the transparency of tax procedures, reduces administrative barriers and simplifies international trade. The introduction of global tax norms helps to avoid double taxation, which is critically important for maintaining the competitiveness of Ukrainian companies on the world stage.

Thus, Ukraine's participation in international organizations has a complex impact on the effectiveness of taxation of foreign economic activity. Harmonization of tax legislation, improvement of the investment climate, improvement of tax administration, fight against smuggling and adaptation to international trade conditions are the main directions through which international cooperation contributes to the increase of fiscal efficiency. These changes not only improve the economic climate in Ukraine, but also contribute to its integration into the global economy.

Based on the above and taking into account the current situation in Ukraine, a strategic decision in the field of foreign economic activity will be integration into the Free Trade Zone with the European Union. Creating an effective and comprehensive FTA with the EU is an important economic interest of the country, as Ukrainian exporters will gain access to a large and stable market, and Ukrainian companies will be able to import investment goods at lower prices, increasing their competitiveness.

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