

Improving the financing of pensions, social benefits, compensation payments and other payments

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Abstract— *This thesis provides information on the concept of pensions, pension funds, what is a pension fund, and the procedure for calculating and financing pensions.*

Keywords— pension, lifelong payment, budgets, government, general fiscal balance, tax evasion, income, tax, social benefits, compensation.

1. INTRODUCTION

Pensions (Lat. Pensio - payment) - a form of regular and usually lifelong payments to citizens by the state or other entities in cases prescribed by law. Social benefits are benefits provided by the state to people who, for some reason, are unable to work and need constant assistance. The Pension Fund of Uzbekistan was established on January 14, 1991 as a branch of the Pension Fund of the former USSR. On August 4, 1993 it was transformed into the Social Insurance Fund under the Cabinet of Ministers of the Republic of Uzbekistan. It was established by the Resolution of the Cabinet of Ministers of the Republic of Uzbekistan dated December 27, 1996 "On the establishment of the Pension Fund under the Ministry of Social Welfare of the Republic of Uzbekistan" under the Ministry of Social Welfare. On January 1, 2001, it was transformed into the Extrabudgetary Pension Fund.

2. MAIN PART

From 2020, a new budget system is being introduced to expand the powers of the Oliy Majlis and local Councils of People's Deputies in the budget sphere, to increase the responsibility of budget allocators, to ensure the freedom of local government bodies in the formation and use of local budget revenues.

For the first time, the Law of the Republic of Uzbekistan "On the State Budget of the Republic of Uzbekistan for 2020" stipulates that the republican budget expenditures are approved by the chambers of the Oliy Majlis of the Republic of Uzbekistan by ministries and departments, and local budgets by local Kengashes of People's Deputies.

The types of revenues that are directly related to the activities of local governments and are left entirely at the disposal of local budgets have been expanded.

From 2020, public expenditures from all state trust funds and foreign borrowings will be reflected in the consolidated state budget, and the level of budget coverage and transparency will be strengthened. Accounting for the general fiscal balance has been established in accordance with international standards.

The new version of the Tax Code strengthens the responsibility of the state tax service for tax evasion, introduces tried and tested forms of tax control in foreign practice, as well as simplifies the procedure for calculating and paying taxes.

Reforms, in turn, require ministries, agencies, and local governments to be more accountable for the timely financing of priority expenditures, government programs, and socioeconomic development, to avoid uncertain activities, and to tighten fiscal discipline. The above payments are financed by the State Budget of the Republic of Uzbekistan. The state budget is divided into two parts: state budget revenues and state budget expenditures.

State budget expenditures are grouped according to their functional purpose:

1. Social sphere (education, health, science, culture, mass media, physical culture and sports, financing of social security institutions and events) and social support of the population (benefits for large and low-income families, other types of social assistance);
2. Expenditures on state support of non-governmental non-profit organizations and other civil society institutions;
3. Economic costs;
4. Costs of financing centralized investments;
5. Expenditures on maintenance of public authorities and administration;
6. Maintenance costs of courts, justice and prosecutor's offices;
7. Expenditures on maintenance of citizens' self-government bodies;
8. Expenses for formation of reserve funds;
9. Other expenses.

Theoretical and organizational-legal bases of formation of the income of the pension fund are studied. According to the Budget Code, the income base of the Pension Fund is formed from the following sources:

- receipts of a single amount of a single social payment;
- Insurance contributions of citizens to the extra-budgetary Pension Fund;
- Mandatory deductions from the sales of goods (works and services);
- other income

According to Article 39 of the Constitution of the Republic of Uzbekistan, "everyone has the right to social security in old age, in the event of disability, as well as in the event of loss of a breadwinner and in other cases provided by law." The amount of pensions, allowances and other types of social assistance may not be less than the minimum subsistence level established by law. Issues of pension provision are defined by the Law of the Republic of Uzbekistan "On State Pension Provision of Citizens" (September 3, 1993). Foreign citizens and stateless persons permanently residing in the Republic of Uzbekistan shall have the right to receive a pension on an equal basis with citizens of the Republic of Uzbekistan, unless otherwise provided by interstate agreements (treaties). The conditions, norms and procedure for providing pensions to servicemen, as well as heads of internal affairs bodies and ordinary employees and their families shall be established by the legislation of the Republic of Uzbekistan. At the same time, they are entitled to a pension under the Law on State Pensions. Citizens who are entitled to different types of pensions are entitled to a single pension of their choice.

3. CONCLUSION

The main objectives of the Pension Fund are: full realization of the state-guaranteed rights of citizens to social security and social insurance; collection and accumulation of contributions and deductions to the state social insurance; Timely payment of pensions in accordance with the Law on State Pensions of Citizens, as well as financing of social insurance benefits and pensions granted by social security bodies from other Pension Funds; benefits for the disabled from childhood, the elderly and the disabled who are not entitled to state pensions; temporary disability benefits, including maternity benefits; maternity benefits; funeral allowances; In accordance with the legislation, other payments are provided by the Pension Fund.

4. REFERENCES

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