

Directions for improving the state competition policy mechanism

Chudak V.V.

Postgraduate Student at Department of Economic Theory and Competition Policy
Kyiv National University of Trade and Economics

One of the most important areas of the improvement of mechanism for implementing competition policy taking into account its institutional component is the improvement of institutional environment of the competition policy implementation, which creates conditions for adhering all entities to the same rules, and at the same time limits the arbitrariness of government agencies and officials during the performance of their distribution functions.

A necessary condition for improving the institutional environment of implementation of competition policy should be the dominance of the legal sector of economy over the shadow one. This means that in the improvement of institutional environment a leading role should be played by formal and consistent with them informal rules and regulations. Otherwise the economic system becomes unmanageable, without which it

is impossible to perform the function of government regulation and carry out any public economic policy including the competition policy implementation.

Establishment of law and overcoming the shadow economy are extremely urgent tasks of socio-economic transformation. This task is utterly difficult because traditional Ukrainian society accustomed to live not so much by formal as by traditional rules. But without overcoming the shadow economy any chance of success of other reforms is almost lost. It is important not to leave aside the fact that any socio-economic system is, especially, a system of relations between people who act in a particular institutional environment, which is determined by culture, morals, traditions, customs, national mentality, legal system, sum of accumulated both purely theoretical and applied knowledge.