

PROSPECTS OF THE USE OF GLOBAL EXPERIENCE IN DEBT MANAGEMENT OF UKRAINE

Kudrytska Zh.V.

Candidate of Economic Sciences,
Senior Lecturer at Department of Economic Cybernetics,
National Aviation University

Kovalenko T.V.

Master,
National Aviation University

The article is devoted to the formation and distribution of debt obligations in Ukraine and abroad. The authors draw attention to the world experience in solving the problem of public debt and its application in Ukraine. The main problem of public debt in Ukraine is to reduce the standard of living and economic situation of the country.

An important obstacle in the formation of an effective strategy for public debt management in Ukraine is the lack of an integrated system of a legislative provision regulating the costs of servicing and repayment. Therefore, each state must have a basic law on public debt, because its absence may result in inconsistencies between the provisions of certain regulations on repayment and servicing of the public debt.

Study of the dynamics and structure of state debt of Ukraine allowed systematizing the stages of its formation. Totally, 8 stages are separated that give back to the 1992 and are followed until now.

Despite the relatively low efficiency of the domestic government loan to Ukraine, government bonds are a necessary finan-

cial tool that with a proper use can be an important source of financing government spending. To improve the mechanism of functioning of government bonds, it is necessary to ensure the confidence of investors; determine the amount of borrowed funds by the state, based on the real possibilities for their return; borrowed funds to be used for investment purposes; observe the trend of increasing bond maturities and ensuring their return.

The total amount of state debt of Ukraine for the past five years maintains an upward trend. During this period, the total amount of public debt has increased more than three-fold to 1 710.38 billion UAH.

To improve the debt situation in Ukraine, there are suggested ways to improve the management and maintenance of the state debt of Ukraine: the completion of military operations in the country; detailed analysis of the major factors that influence the development of economy; debt negotiation areas, fiscal and monetary policies; channelling borrowed funds in the future; setting a limit of state guarantees and so on.