

THEORETICAL AND PRACTICAL ASPECTS OF INTERNAL AUDIT ACTIVITY IN BUDGET ORGANIZATIONS

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Abstract: This article discusses the theoretical and practical features of internal audit activities in budgetary organizations.

Keywords: Budget organization, state budget, internal audit, internal audit service, certification of internal auditor, international standards of internal audit.

INTRODUCTION

Not only the private sector, but also the budgetary organizations are considered important in the development of the economy and ensuring the well-being of the population. Based on the experience of developed countries, organization of an internal audit service in budget organizations will help to reduce inconsistencies and unnecessary expenses in connection with the rational and planned spending of budget funds, which make up an important part of the country's economy. Before talking about internal audit in budget organizations, let's mention the dictionary meaning of the word "audit". In general, the term audit is derived from the Latin language and means "hearer", "to hear".

Internal audit service in budget organizations - monitors the completeness of internal documents, compliance with the law, the reliability of prepared reports based on the organization's activity, evaluates the effective use of budget funds and makes recommendations for its improvement using modern information technologies. is an activity that ensures the transparency of the process.

In international practice, many studies are being conducted to improve and develop the methodology of conducting internal audits and international standards of internal audit. In these studies, the characteristics of the use of international standards of internal audit in the activities of the internal audit service of economic entities, compliance with the established requirements and the advantages of implementation in our republic were studied. The analysis of the experience of economically developed countries and scientific achievements in the field shows that it is necessary to harmonize the regulatory documents coordinating the internal audit activities of economic entities with international requirements, to increase the efficiency of the internal audit institute, to form an effective management system, and to increase the position of the internal audit service aimed at reducing business risks in attracting investors. is an important factor.

The large-scale reforms implemented in Uzbekistan require the development of the theoretical and legal foundations of internal audit, the improvement of mechanisms for the organization of internal audit services based on the requirements of international standards, and the development of methodological bases for evaluating the effectiveness of internal audit. In the innovative development strategy of the Republic of Uzbekistan, "the development of corporate law and the introduction of modern principles of corporate management, taking into account international experience" is defined as one of the important tasks. Ensuring the fulfillment of these tasks requires the development of the regulatory and legal system that regulates internal audit activities in accordance with international standards, the organization of internal audit based on international standards and conducting scientific research works on its improvement.

LITERATURE ANALYSIS

Currently, a lot of research is being conducted on the organization of internal audit in budget organizations, but due to the fact that this research has not yet been completed and this system is new in the Republic of Uzbekistan, decisions and laws have not yet been fully implemented. The decision of the Cabinet of Ministers of the Republic of Uzbekistan on "Measures to improve the training system of internal audit service personnel" considers the main principles, tasks, certification system, etc. of internal audit.

A. Torayev, one of the local economists, in his scientific research, "the use of the results of the internal audit service by external auditors reduces the cost of labor resources in the audit organization by reducing the time spent on the audit, as well as additional evidence based on the principle of the sufficiency of audit evidence "allows to get."

RESEARCH METHODS

The article provides a more accurate analysis of the rights, obligations and duties of internal auditors of budget organizations. Current decisions in budget organizations were studied. In global practice, the internal audit service is coordinated by the Institute of Internal Auditors (The Institute of Internal Auditors, IIA), and this international organization "unites more than 185,000 members from more than 170 countries." Deep integration and globalization of the economy requires the development and implementation of international standards of internal audit in international practice. As a result of the growing role of internal audit in corporate management in attracting foreign investments, internal audit is used as an important tool for business protection, risk minimization and compliance control in world practice.

Rights of employees of the internal audit service:

- organizations, as well as documents from the heads of centralized financial and accounting services on issues related to the formation of the list of internal audit objects (materials of previous inspections

or studies), information, including in electronic form, asking for and receiving verbal and written explanations;

- use of electronic databases and information resources of internal audit facilities without the right to make changes;
- within the scope of his authority, to request and obtain from the officials and responsible persons of the internal audit facility an explanation on the questions arising during the internal audit inspection and to sign the documents on the results of the inspection;
- exchange of information with state financial control bodies with the permission of heads of ministries and agencies;
- to involve specialists of state and economic management bodies and other organizations as experts to consider issues that require special professional knowledge in the implementation of internal audit;
- planning expenses in organizations, effective use of funds, developing proposals for improving budget legislation and submitting them to relevant ministries and agencies.

Obligations of internal audit service employees:

- conducting an internal audit in accordance with legal documents and requirements;
- constantly improving one's skills;
- systematic monitoring of the implementation of the recommendations of the authorized body;
- high-quality performance of assigned tasks and functions;
- ensure the reliability, impartiality and completeness of the information stated in the documents on the results of the internal audit;
- ensuring protection of state secrets and interests of internal audit objects protected by law;
- to notify the head of the ministry and office in case signs of crime are detected in the actions of officials of the control facility as a result of internal audits;
- drawing up references on the cases of non-submission of the requested documents and materials by the officials of the internal audit facility during the internal audit;
- drawing up a report on the refusal of the officials and responsible persons of the internal audit facility to give explanations and sign the documents formalized according to the results of the internal audit;
- officialization of results of monitoring, analysis and internal audit based on documents related to internal audit;
- observe the confidentiality of the information provided or known to them during the performance of official duties;
- ensuring complete preservation and return of received documents;
- to make appropriate recommendations to the management of the internal audit facility regarding the recovery of purposeless and illegal expenses, the deficit of funds and goods, and the prosecution of the guilty persons of the internal audit facility in connection with the elimination of violations of the established law.

In order to use these rights, the internal auditor must have an "internal auditor's certificate". To improve the quality of work of internal auditors, it is appropriate to improve the qualification and certification of internal auditors. The Regulation "On Internal Audit Certification in Budget Organizations" regulates the internal auditor certification system.

Employees of the republican and regional internal audit service are appointed and dismissed by the orders of the heads of relevant ministries and departments in agreement with the Ministry of Finance of the Republic of Uzbekistan.

The head of the internal audit service at the republic level is equal to the heads of departments of the ministry in terms of social, household and medical service conditions, and the heads of the internal audit service at the regional level are equal to the heads of regional administrative departments. The internal audit service at the level of the republic and regions is carried out by the ministry or office. The head of the internal audit service at the republican level ensures the performance of the functions and tasks assigned to the internal audit service. Internal audit services at the level of the republic and regions carry out their work on the basis of an annual plan approved by the relevant ministry and office. Internal audit services at the republican and regional levels may perform unscheduled internal audits in cases provided for by legislation.

In our country, the internal audit of budget institutions is not paid enough attention. However, internal audit is developing slowly. Currently, scientific and practical achievements in the field of internal audit are insufficient. The analysis of the legislation shows that at the moment, the regulatory and legal problems of internal audit and financial control formation have not been fully studied, and it is necessary to find a solution to the problems of internal management formation and define a list of activities and practices.

CONCLUSION

In particular, first of all, it is necessary to adopt the Law of the Republic of Uzbekistan "On Financial Control", which defines the specific differences between the functions and tasks of internal and external financial control of the budget process. In addition, in order to clearly define the differences between the functions of state financial control and internal audit, it is appropriate to adopt the Law of the Republic of Uzbekistan "On Internal Audit Service in Budget Organizations".

Also, it is necessary to introduce changes related to the activities of the internal audit service to the relevant articles of the Budget Code of the Republic of Uzbekistan and the Code of Administrative Responsibility on financial control and budget legislation.

The problems related to the organization of the legal framework of the internal audit service should be solved on the basis of deep research and international experience. In addition to the regulatory and legal problems of the internal audit service, we also face many problems in organizing and conducting its activities. In particular, the fact that the independence of internal auditors is not ensured and the

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environment that improves the quality of their work is not created is one of the urgent problems. The activities of state organizations should be coordinated no less than private enterprises and the compliance with legal documents should be constantly monitored.

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