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THEORETICAL BASIS OF INSTITUTIONAL CHANGES IN THE NATIONAL ECONOMY

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Abstract. *The theoretical bases of institutional changes of the national economy are researched in the article. The analysis of understanding the essence of the category «institute» is carried out. Possible variants of institutes emergence as an integral part of the theory of institutional changes are outlined. The causes of institutional changes, as a result of the interaction of formal and informal institutions, are analyzed. The possibility of borrowing institutions in countries whose history of the transformation of economics is an example for others and the implementation of institutions in the national institutional environment is explored. It is proved that effective institutional changes require a correct set of institutions which are the most optimal in currently moment and in a particular place.*

Keywords: *institutional changes, national economy, imported institutes, institutional transformations, economic system, transaction costs.*

The theoretical bases of institutional changes of the national economy are investigated in the article. The analysis of understanding of the essence of the category «institute» should include the following interrelated elements: conditions of application of the institute: description of the situations in which it is applied; subjects of application of the institute: description of persons (agents) whose actions are fallen under the regulation of the institute; content of the institute: a description of the set of actions that subjects must perform at the onset of the application of the institute; sanctions (punishment) for violation of the contents of the institute: actions to be performed in case of failure or improper performance of the institute; list of guarantors for the implementation of the institute: a description of agents with the functions of compulsion to perform the institution or punishment for its violation.

Possible variants of institutes emergence as an integral part of the theory of institutional changes are outlined. The causes of institutional changes, as a result of the interaction of formal and informal institutions, are analyzed. First, in order to ensure that there are no contradictions between formal and informal institutions, formal institutions should be formed on the basis of informal norms formed over the centuries. That is, formal institutions are the realization of the legally established traditions, customs and habits of the society. Secondly, formal institutions should limit the use of the existing informal rules. For this purpose, there are prohibitive institutions that must influence informal rules through their prohibition or transformation.

The situations of a possible conflict between formal and informal institutions that can be described as follows: the situation may arise when informal institutions gradually displace formal due to imperfections and absolute discrepancies in the reality of the latter; another situation is when, on the contrary, formal institutions occupy a dominant position, often completely displacing informal ones.

This is possible due to the introduction by the guarantor of the rules of strict sanctions; the third situation, when formal and informal institutions simultaneously influence the practice of life. In this case, it often happens that informal institutions help to carry out their functions ineffective formal institutions, completing them.

It is determined that the possibility of using import institutes in our country depends on the institutional environment in which they will develop and the availability of state institutions that will complement and promote the implementation of the imported institute, ensuring the implementation of institutions in the national institutional environment, while the efficiency of net imports of Western institutions is questionable.

It is proved that effective institutional changes require a correct set of institutions that are currently the most optimal in a particular place, but within our country such a choice is far from rational, which greatly complicates the implementation of the concept of pure institutional transformation on the way to qualitative transformation of socio-economic systems.

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