

FINANCIAL POLICY IN ENSURING THE DEVELOPMENT OF TERRITORIAL COMMUNITIES: THEORETICAL AND METHODOLOGICAL ASPECTS

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Abstract. *The article reveals the theoretical and methodological foundations of the financial policy of development of territorial communities. The author's approach to understanding the essence of this concept is substantiated. It is proved that this concept is an integrated, comprehensive type of policy which generalizes several areas and is revealed by a logical combination of the following components: a) taking into account the interests of local financial policy actors and their role in ensuring economic growth of territorial communities; b) determining the directions of formation and efficient use of financial resources; c) implementation of measures aimed at achieving the strategic goals of local economic development. The principles, functions and tools for implementing such a policy are specified. The strategic and tactical goals of the financial policy of community development are defined. It is argued that the financial policy of ensuring the economic growth of territorial communities in conditions of instability should be adaptive, sustainable and focused on achieving the goals of local economic development, supporting the population, business and critical infrastructure. The measures for implementing financial policy in the context of its structural components (budget, tax, investment) are specified. The study emphasizes that, given the security challenge, financial policy for different types of communities cannot be unified and should take into account: the geographical location of the community, flexibility in the distribution of public funds, cost optimization, support for critical facilities for the livelihood of residents, interaction with international partners, etc.*

Key words: *financial policy, territorial community, development, economic growth, war, instability, budget policy, instruments.*

Negative trends caused by the war are causing destructive changes in the financial

and economic system of territorial communities and increasing the risks of their economic growth. Therefore, it is time to find effective mechanisms to ensure the economic growth of communities, among which financial policy can take a prominent place and become one of the important components of regulation and a tool for managing economic and social processes. In view of this, the issue of substantiating the theoretical and methodological foundations of financial policy is timely.

The purpose of the article is to deepen the theoretical and methodological foundations of the study of financial policy for ensuring the development of territorial communities in conditions of instability.

The article reveals the theoretical and methodological foundations of the financial policy of development of territorial communities. The author's approach to understanding the essence of this concept is substantiated. It is proved that this concept is an integrated, comprehensive type of policy which generalizes several areas and is revealed by a logical combination of the following components: a) taking into account the interests of local financial policy actors and their role in ensuring economic growth of territorial communities; b) determining the directions of formation and efficient use of financial resources; c) implementation of measures aimed at achieving the strategic goals of local economic development. The principles, functions and tools for implementing such a policy are specified. The strategic and tactical goals of the financial policy of community development are defined. It is argued that the financial policy of ensuring the economic growth of territorial communities in conditions of instability should be adaptive, sustainable and focused on achieving the goals of local economic development, supporting the population, business and critical infrastructure. The measures for implementing financial policy in the context of its structural components (budget, tax, investment) are specified. The study emphasizes that, given the security challenge, financial policy for different types of communities cannot be unified and should take into account: the geographical location of the community, flexibility in the distribution of public funds, cost optimization, support for critical facilities for the livelihood of residents, interaction with international partners, etc.

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