STATE SUPPORT OF DEVELOPMENT SMALL
AND PRIVATE INDIVIDUAL BUSINESS

Abdullaeva Sh.R.

Branch of Russian economic university
after G.V.Plekhanov in Tashkent

Abstract

In Uzbekistan the state strategy of development of small business is directed on stimulation of enterprise potential by introduction of privileges. In Uzbekistan one of the important directions of the state support is development of small private and individual business. Instruments of the state support include: granting of tax privileges which have a special-purpose character for development of small business in industrial sphere; creation of an infrastructure of support of small business on granting consulting services and a supply with information; opening of preferential demand lines of credit of commercial banks for realization of investment projects in sphere of small business. In article substantive provisions of a preferential mode for small business and private individual business in sphere of the taxation are stated.

MAIN PART

In transition economy special value gets development of small business. Small business promotes creation of workplaces, a susceptibility of economy to technical progress, carrying out diversification, to mitigation of the crisis phenomena, development of a competition, structural and technical modernization of a national economy. Small enterprises react to market changes - flexibility more dynamically and high flexibility is their main advantages.

On results of 2010 in Uzbekistan subjects of small business:
- 52, 5 percent of gross national product (in 2000 about 31 percent) is made; -from enterprise activity it is received over 47 percent of all incomes of the population;
- For 9 months 2010: Employment 8633,6 thousands men or 74,4 percent of all labor resources in economy is provided, including in individual sector is 6629,7 thousands men, on small enterprises and micro firms - 2003,9 thousands men;
- It is made an industrial output on 4474,4 bln. UZS (18,7 percent of all industrial production of republic) or 124,1 percent to a level of January-September 2009;
- It is mastered 3360,4 bln. UZS (31,2 percent of total amount of the mastered investments of republic), are executed civil work on 3093,9 bln. UZS (51,4 percent of total amount of civil work) or 132,8 percent to a level of January-September 2009;
- Growth of a turnover of goods of motor transport for 9,2 percent (74,9 percent of total amount of a turnover of goods of republic), a passenger turnover - for 9,4 percent (84,2 percent of total amount of a passenger turnover) is provided;
- 49,5 percent of total amount of retail commodity circulation of republic which has made 7488,8 bln. UZS (growth for 22,5 percent) paid services, accordingly, 44,2 percent and 2356,1 bln. UZS (8,0 percent) are generated;
- It is exported production on 1152,6 mln. USD (12,0 percent of total amount of export), or 98,1 percent to a level of January-September 2009, it is imported - on 2250,4 mln. USD (37,9 percent of all import) and 73,0 percent to a level of January-September 2009.

Number employment in a private sector of small business has made 7965,2 thousand person or 92,3 percent of total employment in sphere. Apparently from below the resulted data, in an agriculture the share of small business and private individual business makes almost 100%, while in the industry of 18,7% with dynamics of growth.
of 112.6% to a similar parameter of the last year.

With a view of the further development and increase of a role of small business and private individual business in all sectors of economy of Uzbekistan the complex program providing a wide spectrum of measures on its state support in which the important role is allocated to system of the taxation is carried out.

According to current rules for small enterprises alongside with generally established system of the taxation its simplified mode is stipulated too. And choosing the option of one of these two variants belong to small enterprises.

The enterprises of the small business which has passed from payment of single tax payment on payment of generally established taxes are exempted from payment of current payments under the profit tax, the tax to an accomplishment and development of a social infrastructure and the tax to property of legal persons. Payers of the single tax payment engaged several kinds of activity on which different rates of single tax payment are installed, should conduct the separate account by these kinds of activity.

Considering a role and value of small business, in republic concrete measures on its support and stimulation of the further development are consistently realized.

Only for last years following privileges are presented to subjects of small business:
1. More simple become system of reports representation for small business. Micro firms and small enterprises are transferred with monthly on a quarterly basis of representation of calculations under taxes and other obligatory payments.
2. The system of the taxation of small business when instead of four payments one payment in the form of single tax payment has been entered is simplified. Thus and tax loading tends reductions. So, if in 2005 the rate of the single tax made 13 percent, rates of deductions in the Pension fund - 0.7 percent, in Road fund - 1.5 percent and in Fund of school education - 1 percent the common tax loading made 15.2 percent{interests}. In 2008 of the rate of single tax payment for micro firms and small enterprises, in 2009 - for the enterprises, engaged by industrial production - about 8 percent have been lowered to 7 percent and since 2010 - the rate of 7 percent was already for all branches of economy. Exception was made by the enterprises receiving incomes of the organization of mass entertainment actions, the procuring and marketing organizations, and broker offices.
3. Kinds are reduced and allowing procedures for realization of enterprise activity are simplified.
4. Systems of checks are reduced and improved.
5. «The system of the accelerated state registration of subjects of business is entered into one window». The common term of the state registration of the subject of business today makes no more than two working days while up to this order it made 8 working days, and for reception of an INT (individual number of tax payer) is spent only 2 minutes while 48 hours (or 2 day) earlier were required.

With a view of creation of effective system of stimulus for realization by managing subjects of constant modernization, technical and technological renovation of own manufacture tax privileges for the industrial enterprises, in the form of reduction, within five years, taxable base on single tax payment on cost of the got new process equipment are entered.

Also privileges and on stimulation of separate branches of economy (for example, development of sphere of services, realization of production within the limits of the Program of localization, export of goods, medical services, etc.) are stipulated.

With a view of prevention of the negative phenomena of world crisis the program which includes wide system of stimulus for the domestic enterprises-manufacturers is developed. So, since January, 1st, 2009 for the period of 5 years (on January, 1st, 2014) incomes in the form of the dividends, received by physical persons - founders of micro firms and small enterprises are exempted from the taxation.

For the period till January, 1st, 2012 tax privileges in the form of:
Clearings of payment of single tax payment specialized companies;
Reducions in the rate of single tax payment for 50 percent to micro firms and the small
enterprises specializing on processing of meat and milk by the basic kind of activity;

Distributions of the privileges given under the Program of localization of manufacture of finished goods, completing products and materials on the basis of industrial cooperation for 2009, for the enterprises on manufacture of machines, mechanisms and the equipment for introduction of system of a drop irrigation.

Also with a view of stimulation of expansion of contract works on reconstruction and repair of an available housing on a «turn key basis» again created specialized repair-building organizations are released(exempted) till January, 1st, 2014 from payment of all kinds of taxes and obligatory deductions in the state trust funds, except for a inappropriate Pension fund.

Besides the decision on reduction since June, 1st, 2009 - tariffs for services on registration of the cadastral documentation is accepted;
- Costs of development architecturally-design tasks and examination of the design documentation of objects of business;
- Duties on the state registration of the legal and physical persons {faces}, engaged enterprise activity, - with 5 till 2 minimal sizes of wages;
- Payments for opening of account in banks subjects of business - with 1 till 0,5 minimal sizes of wages, and in a countryside - till 0,1 minimal sizes of wages.

Also the given decision it is established, that at the conclusion by a small enterprise of labor contracts with the citizens working at home in the quantity exceeding the limiting specification established by the legislation of number of workers no more, than for 30 percent, behind it the guarantees stipulated for small enterprises, privileges are kept.

Since July, 1st, 2010 of the enterprise of retail trade, micro firm and small enterprises of sphere of services pay single tax payment according to the legislation, but not less the sums of the established fixed tax paid by individual businessmen, carrying out a similar kind of activity.

Measures taken in last years on the further reduction of tax burden of managing subjects from 13% in 2005 up to 7%, or its reduction almost in 2 times have expanded opportunities for development of small business and private business.

Since 2011, reduction in this parameter with 7 up to 6 percent is stipulated, that, undoubtedly, becomes the new privilege given by the state to businessmen and businessmen.