

The Role of the National Economy in Private Entrepreneurship and Small Business

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Abstract: This article defines small and private entrepreneurship; its essence and its role in the national economy are expressed with specific indicators. The work also provides conclusions on the priority areas of entrepreneurship development.

Key words: small and private business, favorable business environment, economic and legal basis of business development, tax and customs benefits.

INTRODUCTION

As a result of the economic reforms implemented in our country, the share of small business and private entrepreneurship in the gross domestic product is regularly increasing. Territories play an important role in the development of small businesses. It is the local authorities who clearly know the financial and material capabilities of their territory, the real needs of the population for certain types of products and services, the areas of activity from the point of view of the region, and the ways of effective use of resources in the form of ownership.

Within the framework of the Development Strategy for the development of our country in 202-2026, about 300 laws and more than 4,000 decisions of the President of the Republic of Uzbekistan aimed at the fundamental reform of all spheres of state and social life have been adopted. In terms of reforming the national economy, effective measures to liberalize foreign trade, tax and financial policy, support entrepreneurship and guarantee the inviolability of private property, organize deep processing of agricultural products and ensure rapid development of regions. was seen. The creation of economic and legal foundations for the development of small and private entrepreneurship in our country is the reason for achieving positive results.

As a result of the provision of large-scale tax and customs benefits for the development of small and private entrepreneurship, the socio-economic status of small business and private entrepreneurship subjects has significantly improved. In addition, by the state, "starting from 2023, the introduction of the procedure for entering all mandatory requirements for entrepreneurship in a single electronic register and the revision of repetitive and obsolete mandatory requirements are fundamentally important in this field. is creating the ground for changes.

Today, the main goal of reforms in our country is to ensure a decent level and quality of life for the population. Therefore, today the issues of state regulation of small and private entrepreneurship and development of the business environment are of special relevance.

RESEARCH METHODOLOGY

In the coverage of the article, our legislation aimed at the development of small and private entrepreneurship, decisions of the President of the Republic of Uzbekistan, scientific works of famous scientists were studied, and the role of small and private entrepreneurship in the economy

was analyzed. At the same time, logical and comparative methods of analysis, analysis and synthesis, systematic approach, economic-statistical analysis, selective observation and experiment were used in the study of statistical data and theories related to the topic. Textbooks, training manuals, foreign literature, periodical press, collections of scientific and practical and international conferences, as well as Internet information were used to cover the topic.

ANALYSIS AND RESULTS

In our country, today, the head of our state personally pays attention to the development of small business and private entrepreneurship. The meeting held regularly with business representatives, including the one held on August 20, 2023, is a clear example of our opinion. Because small business and private entrepreneurship are increasingly becoming the backbone of our economy. In recent years, as a result of the improvement of the business environment, small and private business entities have become more active.

As a result of this, there was an increase in the volume of production of products (work, services), improvement of product quality as a result of competition, diversification of mutual economic relations. As a result of measures taken by the state to support small and private business entities and create favorable investment conditions for them, their number and the share of small and private business in all aspects is increasing year by year. The development of small and private entrepreneurship in our country can be concluded from their main economic indicators and their share in the production of products in industries (Table 1).

Table 1 The share of small business and private entrepreneurship in the national economy (as a percentage of the total volume)

| Indicators | 2003 | 2008 | 2013 | 2018 | 2023 |
|--------------|------|------|------|------|------|
| GDP | 33.8 | 42.1 | 61.9 | 66.8 | 54.9 |
| Industry | 12.5 | 10.9 | 28.6 | 45.3 | 27.0 |
| Construction | 40.5 | 52.1 | 67.6 | 66.9 | 72.4 |
| Employment | 51.8 | 69.1 | 75.1 | 78.2 | - |
| Export | 9.3 | 11.2 | 18.8 | 26.0 | 22.3 |
| Import | 26.7 | 34.2 | 34.3 | 46.8 | 48.7 |

According to the data, the share of small business and private entrepreneurship in the above main macroeconomic indicators has been increasing in our country for the last twenty years. In particular, steady growth was recorded in construction, employment and imports. The fact that more than half of the GDP of our country and about 80 percent of the employed population are accounted for by small enterprises and micro-firms is also considered one of our great achievements.

CONCLUSION

Taking into account the above, and based on Decree No. PF-60 adopted by the head of our state on January 28, 2023, we can cite the following measures as priorities for creating favorable conditions for entrepreneurs:

- to introduce a system of paying the turnover tax to newly established business entities in "difficult" districts at a rate of 1 percent, and land tax from legal entities, taxes on the property of legal entities at a rate of 1 percent;
- inclusion of all mandatory requirements related to entrepreneurship in a single electronic register and revision of repetitive and obsolete mandatory requirements;
- simplification of procedures for obtaining licenses and other permitting documents;
- reducing state participation in the economy and opening a wide path for the private sector;
- every year, developing development programs in the regions, with a thorough study of the problems and opportunities of all districts and cities;

- development of "roadmaps" for the development of neighborhoods by district (city) mayor's assistants and youth leaders on the issues of developing entrepreneurship in neighborhoods, ensuring population employment, and reducing poverty;
- establishing "Innovation and Technology Centers" in each district and providing practical assistance to entrepreneurs;
- annual "Open Dialogue" of the President of the Republic of Uzbekistan with entrepreneurs;
- Establishment of 200 new industrial zones in the regions and development of the system of business incubators.

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