An extended abstract of the paper on the subject of:

**INTEGRATION OF ADMINISTRATIVE CAPACITY OF THE BUSINESS SECTOR IN THE MECHANISM OF MAKING BUDGETARY DECISIONS IN THE REGION**

**Problem statement.** Complex management of interaction of regional authorities and economic entities allows concentrating efforts and resources on priority directions of regional economic development with achievement of essential cooperation results. Research into a possibility of getting business circles involved in regional budget decision-making is gaining priority in the present context, since integration of the business management capacity into the regional budgeting mechanism is certain to ensure an improved efficiency due to employment of expert community potential, a growth in budgeting transparency, and strengthening of a tax component of regional budget revenues.

**Recent research and publications analysis.** Research on the role of entrepreneurship in regional budgeting has not been reflected in the domestic scientific literature as far as it is necessary. In this sphere, only some works by O. Tofaniuk and I. Chalyi can be mentioned.

**The paper objective** is elaboration of proposals as to intensification of management of the state-business interaction at the regional level by determining forms of integrating the management capacity of business into the mechanism for making regional budgetary decisions.

**The paper main body.** The expediency of commercial companies’ and their institutional agents’ participation in regional budgeting can be presented in the form of the following two motivators:
1) a possibility to get funds from a regional budget, in particular within the framework of investment programs financing (on a competitive basis);

2) a possibility to influence inclusion of strategic development priorities of businesses and organizations into regional programs and, consequently, budgets of territories.

The paper systematizes forms of businesses’ participation in budget decision-making at different budgeting stages, namely: local budget estimate; introduction of the budget estimate for consideration by the council; consideration of the budget estimate; budget adoption and implementation.

Development of this approach made it possible to establish correspondence between the budgeting stages and possible forms of management activity of commercial organizations in potential points of access to procedures of budget decision-making.

The key role in practical implementation of potential, legally enshrined opportunities of cooperation between public authorities and commercial organizations within the economic system of a region is played by increased transparency of budgeting and the budget.

**Conclusion of the research and prospects for further surveys.** Integration of business management capacity into budget decision-making in a regional economic system creates prerequisites for improvement of meso-economic decisions quality and growth of the tax component in the regional budget revenues. It is deemed purposeful to research possible forms of economic entities’ participation in forming or correcting an economic policy concept of a region, as an area for further scientific surveys.