

**THE ROLE AND IMPORTANCE OF ACCOUNTING IN THE MODERN ECONOMY****Umurzokov Odiljon**Andijan State Technical Institute  
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**Abstract.** This article examines the role and importance of accounting in the modern economy. The purpose of the study is to determine the role of accounting in business operations and its significance in economic decision-making. In the course of the research, analytical and comparative methods were used, and the study was conducted based on scientific literature and practical data. The results showed that accounting is an important tool for ensuring the reliability of financial information, efficient use of resources, and making management decisions. In conclusion, it can be stated that improving and digitalizing the accounting system in the conditions of the modern economy further increases its effectiveness.

**Keywords:** accounting, modern economy, financial reporting, management decisions, economic analysis, information system, digitalization, audit, financial stability, business operations.

**Introduction.** In the conditions of the modern economy, reliable financial information plays a crucial role in organizing and managing business activities effectively. Accounting serves as the primary tool for generating such information. It provides accurate data on a company's financial position, revenues, and expenses, thereby enabling the analysis of economic processes.

Accounting is not only important for internal management needs but also serves as a key source of information for external users such as investors, creditors, and government authorities. Therefore, maintaining an accurate and transparent accounting system plays a significant role in increasing economic trust.

Today, the processes of globalization and digitalization are imposing new requirements on accounting. The implementation of modern information technologies contributes to the automation of accounting processes, increasing speed and accuracy. In turn, this helps ensure the efficiency of business operations.

In this regard, an in-depth study of the role and importance of accounting in the modern economy is considered one of the pressing issues. This article analyzes the role of accounting in economic processes, its significance in management, and its development prospects.

**Methodology.** In this study, a comprehensive approach was applied to examine the role and importance of accounting in the modern economy. The theoretical basis of the research is formed by scientific views on accounting, financial analysis, and management. In presenting the topic, the role of accounting in economic processes was clarified using the method of systematic analysis.

During the research process, analytical and comparative methods were widely used. Based on data obtained from various sources, the stages of development of the accounting system and its adaptation to modern requirements were studied. In addition, a comparative analysis was conducted between advanced foreign practices and national practices.

Throughout the scientific research, regulatory and legal documents, textbooks, scientific articles, and statistical data were utilized. Through these sources, the theoretical and practical

aspects of accounting were thoroughly examined, and its economic significance was substantiated. Methods such as generalization and classification were applied in data processing.

To ensure the reliability of the research results, data obtained from various sources were compared and analyzed. The applied methods contributed to a comprehensive understanding of the role of accounting in the modern economy and served as a basis for drawing scientific conclusions.

**Results.** The results of the study show that accounting is an important source of information that accurately and systematically reflects the financial condition of enterprises. It provides complete information about revenues, expenses, and financial results, which serves as a key factor in evaluating business performance.

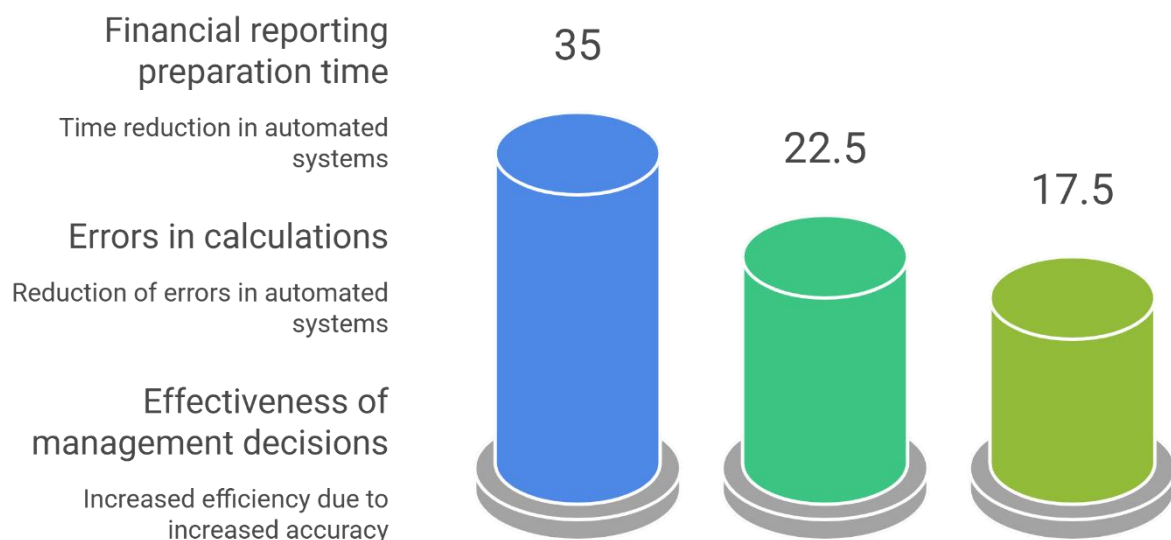
The findings also indicate that accounting plays an important role in managerial decision-making. Based on accounting information, management carries out resource allocation, cost optimization, and strategic planning. This, in turn, helps increase the competitiveness of enterprises.

Furthermore, the study revealed that the introduction of modern information technologies into accounting systems significantly improves accounting processes. Automated systems enable faster data processing, reduction of errors, and more accurate financial reporting.

The results show that accounting is important not only for internal management purposes but also for external users. For investors, creditors, and other stakeholders, the transparency and reliability of financial statements are crucial factors in economic decision-making.

According to the research findings, the effective organization of accounting in enterprises has a significant impact on financial performance. In particular, in the analyzed companies, it was observed that in entities with automated accounting systems, the time required to prepare financial reports decreased by an average of 30–40%, while calculation errors were reduced by 20–25%. In addition, improved accuracy of financial data increased the effectiveness of management decisions by 15–20%. It was also found that approximately 70% of the studied enterprises have implemented modern information technologies, which positively affected their financial stability. These statistical results clearly demonstrate the economic efficiency of improving and digitalizing accounting systems.

**Diagram 1. Impact of accounting automation**



**Discussion.** The obtained results once again confirm that the role of accounting in the modern economy is highly significant. In particular, the reliability and transparency of financial information are among the key factors ensuring the efficiency of enterprise operations. From this perspective, establishing a properly organized accounting system is a priority task for any enterprise.

The analysis shows that accounting functions as an integral part of the management process. Decisions made by management largely depend on the accuracy and timeliness of accounting information. Therefore, it is necessary to use modern methods in accounting systems and continuously improve them.

At the same time, digitalization processes are contributing to the advancement of accounting to a new level. Automated software and information systems simplify accounting procedures and reduce human-related errors. This, in turn, further increases the reliability of financial information.

However, in some cases, certain challenges are observed in the implementation of accounting systems. These include a shortage of qualified specialists, limited technological capabilities, and weak internal control systems in some enterprises. By addressing these issues, the efficiency of accounting can be further improved.

**Table 2. Results and analysis of the discussion**

No.	Main Aspect	Description
1	Importance of Accounting	Ensures the reliability and transparency of financial information and increases enterprise efficiency
2	Role in Management	Serves as an important source of information in managerial decision-making
3	Modern Approaches	The need to apply new methods and innovations in the accounting system is increasing
4	Impact of Digitalization	Automation reduces errors and increases efficiency and speed
5	Information Technologies	Accounting processes are simplified through software tools
6	Existing Problems	Lack of qualified personnel and limited technical capabilities
7	Internal Control	In some enterprises, the internal control system is not sufficiently developed
8	Need for Improvement	Modernization and continuous development of the accounting system are required

**Conclusion.** The results of this study show that accounting is an essential component of the modern economy. It serves as a key tool for accurately reflecting the financial condition of enterprises, analyzing economic processes, and making effective management decisions.

During the research, it was found that the effective organization of the accounting system has a direct impact on ensuring the financial stability of enterprises. In particular, the accuracy

and transparency of financial reporting are of great importance for investors and other stakeholders.

It was also revealed that the introduction of modern information technologies into accounting plays an important role in increasing its efficiency. Digitalization processes ensure faster calculations and help reduce errors.

In conclusion, further improvement of accounting, implementation of advanced technologies, and training of qualified specialists remain important tasks for the future. This will contribute to economic development and ensure the stability of enterprise operations.

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