

## INTERRELATION OF INSTITUTIONAL AND ECONOMIC COMPONENTS OF THE GOVERNMENT REGULATION MECHANISM OF THE DEVELOPMENT OF CORPORATIONS IN UKRAINE

**Problem setting** Institutionalization of mechanisms of state regulation of economic development is the process of formation, development and mastering by all components of the system of governance rules, regulations, standards, values, standards of behavior required for the implementation and management of public powers, decision-making mechanisms and monitoring their compliance within the activities of state and local authorities to achieve the objectification of state regulation and formation of an effective institutional environment. The results of institutionalization of mechanisms of state regulation lay the foundations for the formation of institutional environment as a set of basic administrative, legal, economic, social, ideological norms and rules that define the limits of interaction in various spheres of society.

**Paper objective** The article aims to identify ways of achieving efficiency of institutionalization of mechanisms of state regulation of corporations and the state's role to provide the process with induced nature.

**Recent research and publications analysis** Theoretical and methodological issues of institutionalization are the subject of research of large cohort of scientists, embodied in the work of L. Antonova V. Bakumenko, V. Heiets, V. Hornyk, O. Datsia, V. Dementiev, O. Kondrashov, M. Latynin, I. Malyi, M. Radieva, A. Tkach, A. Chukhno and others. Key provisions of state regulation in the direction of developing new approaches and the analysis of institutional factors of corporate development at different times were laid by A. Alchian, I. Ansoff, A. Vil'iamson, H. Demsets, K. Arrow, J. Kornai, R. Coase, K. Menar, D. Nort, A. Oleinyk, V. Polterovych, M. Porter, J. Stigler, A. Shastitko and others.

**Unsolved parts of the general problem** Determining the important achievements of local scientists, it should be noted that not enough researched and developed are theoretical and methodological rationale for the institutionalization of mechanisms of state regulation of corporations, depending on the institutional efficiency of public policy.

**Paper main body** Considering the fact that the corporate structures as an object of state regulation is a dynamic legal socio-economic system, it is important to acquire environment institutionalization of functioning and development of a permanent nature, the introduction of progressive economic and social institutions, organizational and legal form of which would contribute to the achievement of compromise of public, state and private interests as to achievement of the objectives

of each participant of the management process. Based on these assumptions, problem solving of institutionalization of mechanisms of state regulation lies in the institutional framework of the corporate sector.

**Conclusions and prospects for further research** The basis for the institutionalization of mechanisms of state regulation of the corporate sector could reach a new institutional policy, aimed at implementing the strategy of building new production capacities, which is also interesting for large investors and corporations, including domestic ones.