

ISSUES OF THE ESTABLISHMENT OF ACCOUNTING IN CONSTRUCTION COMPANIES

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Abstract: *in this paper, the issues of the organization of accounting in construction companies based on features of the construction industry as well as defining the main objectives in the accounting system have been studied.*

Keywords: *construction companies, national economy, accounting and reporting.*

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Introduction. One of the largest sectors of the economy is construction. Construction is a branch of the national economy, provides for the expanded reproduction of production capacity and fixed assets for the entire national economy. The result of the construction is building and structure for various functional purposes. Construction is carried out according to the customers' orders and is created wherever they want. The word construction is derived from the French word "Construction", which describes the nature of a structure and the movement of construction or creation [1].

Foreign scientist, including J. Wells have described the construction industry as follows: "Construction is a major contribution to the national economy through the construction of infrastructure and production facilities"[2]. British scientist D.A. Turin said: "Construction takes place all over the country and can be used to develop entrepreneurship and deliver technology to all citizens of the country" [3]. K.Lukas follows commented on "the construction sector, we can see almost all of the material to construct a rest"[4]. In our view, "Construction is one of the most important areas in solving the country's economic growth and the most important socio-economic problems".

Global Construction 2030 forecasts the volume of construction output will grow by 85% to \$15.5 trillion worldwide by 2030, with three countries China, US and India leading the way and accounting for 57% of all global growth [5].

It should be noted that as of March 1, 2020, the number of enterprises and organizations in the construction sector in the Republic of Uzbekistan amounted to 37,217, an increase over the same period last year by 120.6%. The main factor in the increase in the total number of enterprises and organizations in the construction sector was the growth of construction of buildings and structures by 120.7% compared to last year (60.8% of total construction), construction of civil facilities by 111.8% (8.5% of total construction), specialized construction by 123.0% (30.7% of total construction). Construction work amounted to 8982.9 billion USZ in January and February of this year and the growth rate was 108.1% compared to the same period last year. The share of state-owned organizations in the number of state and non-state enterprises and organizations is 95.2%, and the share of non-governmental organizations is 4.8%. Construction works in 2015 amounted to 25423.1 billion USZ, 29413.9 billion USZ in 2016, 34698.0 billion USZ in 2017, - 51,129.3 billion USZ in 2018, and 68,854.4 billion USZ in 2019 [6].

Table 1. Construction works carried out in the Republic of Uzbekistan in 2015-2019

Republic of Uzbekistan:	2015	2016	2017	2018	2019
	25423,1	29413,9	34698,0	51129,3	68854,4
The Republic of Karakalpakstan	1219,3	1171,8	1398,8	2182,7	3202,8
Andijan	1341,9	1578,0	1782,9	2819,5	3839,6
Bukhara	2061,7	2202,9	2543,7	3581,2	4334,6
Jizzakh	759,2	906,1	996,1	1564,3	2119,6
Kashkadarya	2067,5	2560,0	2759,1	3701,1	4665,4
Navoi	1019,2	1153,1	1313,6	2280,8	3674,0
Namangan	1010,4	1289,9	1475,2	2257,6	3419,0
Samarkand	2010,6	2194,9	2342,4	3299,0	4096,8
Surxandarya	1351,3	1554,8	1827,0	2879,7	3959,7
Syrdarya	478,9	540,7	552,4	1001,1	1451,0
Tashkent region	1562,0	1646,3	1825,4	3006,1	4879,7
Fergana	1649,0	1840,0	1969,5	2942,7	4065,5
Khorezm	1174,7	1220,9	1375,8	1878,3	2612,3
Tashkent city	4113,0	4633,4	6197,9	10870,7	15418,7

The above data show that the number of construction companies and construction work performed by them in the Republic of Uzbekistan is growing. This requires the proper organization and maintenance of the accounting system in construction companies. In turn, the organization of accounting systems in construction companies based on the characteristics of the industry, as well as the improvement of accounting and reporting systems on the basis of international standards is a key factor in the development of the industry.

The most important features of the industry that affect the organization of accounting in construction organizations are:

- a) long duration and seasonality of the construction cycle;
- b) consumer, customer accuracy;
- c) organization and conduct of construction work is of a collective nature;
- d) construction industry is an object of consumption of large quantities of construction materials and products;
- e) construction work and services to be organized elsewhere;
- f) dependence of construction works and services on the seasons.

The following goals are set in the accounting system of construction companies:

- accounting records of receipts and payments for construction organizations. Timely recognition of income and expenses by the accounting system;
- collection and provision of information necessary for the preparation of financial statements in order to inform shareholders and creditors about the financial condition of the construction organization of the accounting system;
- collection of information and preparation of reports for the preparation of the accounting system income tax, income tax, salary and other necessary documents;
- the accounting system provides the necessary information on each project and long-term assets to manage the financial activities of construction organizations.

The accounting system of construction organizations should allow management not only to show costs in the report but also allow to give the opportunity to manage costs. For this the accounting system must have the following three keys components:

- accounting system must have a high cost of labor and a fixed asset tracking system;
- accounting system should use the principle of management as an exception;
- procedures need to be established in construction organizations to set acceptable limits for different types of operations.

Conclusion. The organization of accounting based on the characteristics of construction organizations and the definition of specific objectives of accounting will ensure that in the future there will be no difficulties in conducting accounting in this area.

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