

The reasons and consequences of the shadow sector of economy functioning

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Research Methodology. The system of general scientific and special methods of investigation was applied, namely generalization – the determination of the causes and consequences of the economy shadow sector functioning; a systemic approach – the classification of the causes of exclusion of the shadow sector and the consequences of its impact on the legal sector and the economic system as a whole.

Results. The basic directions of the positive impact of the shadow sector functioning on the market type of economic system were identified.

Novelty. The causes and consequences of the functioning of the shadow sector in the economic system and the basic directions of the negative and positive impact on the functioning of the shadow sector of the economy.

The practical significance. The ability to use generalizations regarding the causes and consequences of the functioning of the shadow sector in decision-making by public authorities.