

Audit of Special Financial Funds under "Double Circulation" Pattern

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Abstract

The 14th Five-Year Plan clearly proposes to build a "double cycle" development pattern with domestic major cycles as the main body and domestic and international double cycles promoting each other. In order to adapt to the development requirements of the current situation, the development direction, reform objectives and how to carry out audit research of special financial funds have become the most important research. Based on the description of the "double circulation" development pattern, this paper analyzes and expounds the "double circulation" pattern and the problems still existing in the audit of special funds, and puts forward measures to improve the key problems, and on this basis, further strengthen the deepening thinking of the audit of special financial funds.

Keywords

Double-cycle Pattern; Special Funds; The Audit Research.

1. Introduction

The world is undergoing profound changes unseen in a century. The global situation is grim, and the global economy continues to be sluggish. Against the backdrop of the COVID-19 pandemic, China's external demand is declining due to the continuous decline of the global economy, deepening trade barriers, and increasing trade frictions between China and the United States. In the face of the grim and complex situation, the CPC Central Committee has a full grasp of the world situation and the law of development, and there is an urgent need to form a new strategic mechanism to promote each other's development." The 14th Five-Year Plan explicitly calls for a "dual-cycle" development pattern. This is based on the great rejuvenation strategy of the Chinese nation. It is a major change unseen in a century. The biggest competitiveness and attraction of China's opening-up is to build a stronger domestic market with the major domestic cycle as the main body and the double domestic and international cycles reinforcing each other. The smoother the internal circulation, the more it creates a gravitational field for the world's resources. This paper describes the "double cycle" development pattern, analyzes the "double cycle" pattern and the audit of special funds still exist in the problem, and puts forward how to improve the key issues, and on this basis to further strengthen the deepening thinking of the audit of special financial funds.[1]

2. Obstacles to Development

The "double cycle" is dominated by the major cycle within developing countries, which is the basis for the international cycle. However, the decline in the growth of domestic consumption and investment has put considerable pressure on economic growth. The macro data of import, export and domestic consumption show that domestic demand does not rebound strongly and the growth trend of consumer demand is not clear, which may restrict the process of China's economic recovery and become an important problem for the construction of a new "double cycle" development pattern.

Under the pattern of constructing double circulation and promoting high-quality development, the audit of special financial funds is facing higher requirements and greater pressure, and the audit of financial funds should adapt to the environment and constantly develop and improve. Since the use of funds is the key to the efficiency of the use of funds, it is particularly important to monitor the process of the use of funds. The new development pattern requires full use of domestic and foreign markets and resources. At the same time, it is necessary to do a good job in auditing relevant special financial funds. Public finance is an important foundation for and driving force for national governance. The audit of special funds is the inspection and supervision of the reasonableness, authenticity and legality of the state special funds by the audit institution of Our country, and only the expenditure of the state special funds is audited and supervised.[7]

3. Solutions

The strategic development basis of the new pattern of "double circulation" is to constantly expand domestic demand. China is building a new development pattern in which the domestic cycle plays the main role and the domestic and international double cycles reinforce each other. Building a new development pattern is the only way for China to achieve high-quality economic development during the 14th Five-Year Plan period and beyond. It cannot be understood unilaterally or divided into two processes. To this end, it is necessary to explore specific ways to implement the "dual cycle" pattern, give full play to the effective role of market and government in consumption, scientific and technological innovation and industrial chain, strengthen unified development and guarantee, and jointly promote scientific and technological innovation and institutional innovation.

3.1. Leverage Domestic Consumption Capacity

We will increase people's income and continue to increase their disposable income. Local governments have encouraged workers to find jobs and start businesses through various means, and stabilized small and medium-sized enterprises through tax incentives, subsidies and financial support. Audits of specific projects should focus on difficulties in implementing policies, obtaining relevant policy and regulatory documents and restricting existing institutional mechanisms, and be responsible for implementing employment policies, improving, managing and using employment funds, and correctly using funds. We will make clear issues such as the efficiency of policy implementation, encourage business start-ups to create jobs and create flexible employment through multiple channels. Provide stable employment support for consumption and promote internal circulation. While addressing employment and income issues, we need to stimulate the domestic market and fully implement social security.

3.2. Strengthen Technological Research and Development Strength

Enhance the strength of China's scientific and technological research and development to create new advantages for future development. Scientific and technological innovation is the inexhaustible driving force of "double cycle" development, and scientific and technological innovation policy plays an important role in the allocation of scientific research resources. Government audit should focus on the formulation and implementation of funds management policies, organically combine the tracking audit of science and technology innovation policies with the audit of special funds, understand the operation of policies, and use a variety of audit methods to solve the major problems in the implementation of science and technology innovation policies and the transformation of scientific and technological achievements.

3.3. Focus on Industrial Chain

Pay more attention to the industrial cycle and stabilize and optimize the industrial, supply and value chains. The key point lies in the continuous consolidation and strengthening of basic capacity construction. We will accelerate the improvement of the quality and efficiency of transformation and upgrading, optimize the value creation management system, improve the incentive commitment system and mechanism, encourage innovation, foster a fault-tolerant culture and the value chain and supply chain, and constantly consolidate and enhance the flexibility of the industrial chain. Accelerate the development of China's high-level industrial chain, supply chain and value chain in one development system, to promote the development of a broader domestic and foreign markets. We should adhere to the principle of joint contribution and shared benefits, foster new development concepts, expand the scope of development, consolidate long-term and stable cooperation, change the inefficient operation mode of "high energy consumption, high pollution and high emissions", and change the innovation, green management of value chains, supply chains and industrial chains. Promote openness and enhance cooperation and competitiveness.

3.4. Clarify Capital Use Target and Gain Gain

In the process of project approval, clear the fund use objectives, expected economic benefits and social benefits, make an objective and comprehensive evaluation of the rationality and scientific nature of the special fund, the budget execution and use of the special fund, arrange expenditures reasonably, and standardize accounting. Understand the business processes related to the use of special funds, make tracking reports on the allocation and use of special materials, and combine financial information with business information to improve audit efficiency. Meanwhile, the implementation scope and evaluation standard of the corresponding performance evaluation system should be formulated. It is suggested that the unit should constantly improve the performance evaluation system to improve the efficiency and effect of the use of special financial funds.[9]

3.5. Track the Use of Funds and Verify the Invoice Audit

Check from beginning to end, always check the final use of funds, and highlight the key points, select suspicious funds for audit, must promptly correct, according to the rules, formulate a good investigation plan, determine the investigation object method and content. Check the use of funds with bank deposits, check the unreached account items of the enterprise and the bank balance, and find out where the special funds are used in the end for the inconsistent funds and funds with abnormal conditions. Analyze and compare the data ratio and data trend of the audited company.

4. Conclusion

In order to meet the development requirements of "double circulation", the development direction, reform objectives and how to carry out audit research of special financial funds have become the most important research at present. In the period of the "14th Five-year Plan", we should make clear the development goals and reform direction of the special financial audit, do a good job in the positioning of our own work, and promote the coordinated development of all aspects. In this regard, auditors should constantly improve their skills, keep up with the requirements of The Times, and strive to learn the skills and knowledge related to special financial audit, which is the cornerstone of improving the audit of special financial funds. Solve the problems and obstacles encountered in the audit of special financial funds in order to better assist the coordinated, orderly and efficient operation of the "double cycle" and promote the in-depth development of the new development pattern of the "double cycle". Based on the description of the "double cycle" development pattern, this paper analyzes the "double cycle"

pattern and the problems still existing in the audit of special funds, and puts forward measures to improve the key problems, and on this basis, further research and discussion on the audit of special funds. However, due to the continuous development and construction of the new development pattern, this paper has some limitations on this research, and further research and thinking are needed in the future.

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