THE BUSINESS EDUCATIONAL IN UKRAINE: KEY PROBLEMS & STRATEGIC PERSPECTIVES (on the example of O.M. Beketov National University of Urban Economy)

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The Educational system of Ukraine is functioning and changing due to the changes of the political, economical, social & cultural and technological factors in the country.

In the area of education and upbringing are involved 7% of Ukrainian professionals who teach 11 million students (22% of the population).

It is important to note that even though Ukraine became independent from the Soviet Union 26 years ago, its educational system inherited a lot from its Soviet past. There is a wide range of universities in Ukraine that provide both free of charge and fee-paying education. Today, you can get the education in 313 universities, academies and institutes of Ukraine of 3-4th level of accreditation. Among them there are 220 state institutions, 93- non state. 54,9 % of state universities students get free education.

Ukraine has a long and proud history in terms of education. More specifically, the country has a long tradition in the field of mathematics. Ukrainian universities provide students with strong fundamental knowledge as they teach to look at the problem widely and find solutions conceptually. At the same time, curricula are left behind the needs of business and industry in general. Being ineffectively governed and mired in corruption, universities are not able to withstand existing global challenges.

The overview of the different macro-environmental factors were taken into consideration with the use of PEST Analysis.

External key factors that are affect the University and education system of Ukraine in general are the following:

Political: political instability increases the possibility for cross-border cooperation in different fields: new education programs development (for example anticorruption educational programs); for business provide opportunity for raising foreign direct investments in the process of eurointegration.

Economic: economic crisis stimulates the development of innovative approaches aimed on solving existed problems in doing business in Ukraine. As a result, there is a necessity of new education programs introduction, especially, for adult students for quick upgrading their professional skills.

Social: problem of ageing populations fosters the development of the education programs for adult students, demographic changes (negative migration balance) demands English language education program development

Technological: possibility and demand for distance learning implementation have been significantly increasing.

The internal key problems & possibilities are defined with the use of SWOT analysis.

Step 1	
Problems	Possibilities
1. Low level of cooperation with	1. Development of Cross Border
business	Networking Platform for communication
	with business and discussion forum
2. Low level of international	organization
partnership for the comparative	
prestigious education program	2. Development of <u>Cross Border</u>
development	Institutional Networking Platform for
	establishing partnership with universities
3. Low level of practical	
education programs for adult students	3. International Consulting and
	Professional Education Center Creation

Step 2a

PROBLEM 1: Low level of cooperation with business

Weaknesses (Internal perspective)	Threats (External perspective)
- The large number of	- the lack of capital for the
intermediaries, consultants when	implementation of promising projects,
implementing business processes	fixed assets update
- Information asymmetry:	- Increase in the number of
foreign investors lack the knowledge	unprofitable enterprises and industries
about the features and advantages of	- Increase in the number of
investing in Ukraine	bankrupt enterprises
- Low investment attractiveness	
of Ukrainian business	
- Incomprehensible for a	
foreign investors structure and reporting	
of Ukrainian enterprises	
- Ukrainian companies lack the	
understanding of investors' expectations	

PROBLEM 2: Low level of international recognition, absence of international partner for the comparative prestigious MBA program development

Weaknesses (Internal perspective)	Threats (External perspective)
- Curricula are left behind the	- Lack of skilled professionals
needs of business	- Companies lose competitive
- Lack of interrelation of	positions on the market
business and education	- A significant increase in
- Inadaptability to the rapid	spending on services of a large number
changes in the external environment	of consultants

- Lack of incentives to study due	- Unsubstantiated
to the high cost of additional education	standardization and optimization of
- Forced search of educational	higher education in Ukraine
courses abroad	5
- Professors do not always have	
the practical experience and it also	
affects the quality of education	
- Current financial motivation	
does not allow universities to attach	
practicing professors to teaching for a	
long time	

Weaknesses (Internal perspective)	Threats (External
	perspective)
- Inconsistency of theoretical principles	- Companies'
to modern practical realities of business	management ineffectiveness
- The reluctance of businesses to invest	- The probability of large
in education	losses due to incompetence of
- Majority of Ukrainian companies do	staff
not understand the necessity of learning how to	- The complexity of
do business	strategic planning of further
- Low confidence in educational	development
programs	
- In majority cases Languages of	
instruction still is Russian or Ukrainian, there is	
a lack of English language training programs	

Step 2b **POSSIBILITY 1:** Development of <u>Cross Border Networking Platform</u> for communication with business

Strengths (Internal perspective)	Opportunities (External
	perspective)
- The establishment of	- Increase of investment
partnerships between foreign investors	attractiveness of Ukrainian enterprises
and Ukrainian business	- Increasing volumes of foreign
- Consideration of alternative	investments
outlet markets	- Sustainable economic
- Increase of information	development of the country
transparency of Ukrainian companies	- Support and maintain the
- Formation of the company's	business initiatives of companies
investment proposals that meet the	looking to join the Europe market by
expectations of foreign investors	providing strategic and logistical advice

POSSIBILITY 2: Development of <u>**Cross Border Institutional Networking**</u> <u>**Platform** for establishing partnership with universities</u>

Strengths (Internal perspective)	Opportunities (External
	perspective)
- Emphasis on practical training	- Forming database of
of qualified managers	problem situations in the business for
- Involvement of practitioners in	further development of training
the field of business activity	programs of different educational levels
- Establishment of sustainable	- Increase of profitability of
cooperation between universities and	Ukrainian enterprises
business	-
- Cooperation with international	
educational organizations	

POSSIBILITY 3: International Consulting and Professional Education Center Creation

Strengths (Internal perspective)	Opportunities (External
	perspective)
- The introduction of innovative	- Individual approach to
educational methods	customer needs
- Emphasis on international	- Possibility of distance learning
experience and practices	- International certification
- Development of programs that	- The basis for creation of
meet the needs of business	business school
- Engagement of professors with	- Possibility to incorporate
experience of researching and teaching	different teaching styles and methods
abroad	into educational system

On the base of PEST and SWOT analysis we defined three key problems of the business education on the example of our university:

1. Low level of cooperation with business: Changes in business practice are essential to achieve progress in business education. During recent years, the University took steps to cooperate with business, namely in organization practices for students. This cooperation has been beneficial in creating positive actions at the short-term training for business.

2. Low level of implementation of practical international experience in education programs in Ukraine: difficult political and economic situation in Ukraine does not stimulate international experience and intercultural skills development.

3. Low level of practical business-oriented education programs for adult students: lack of up-to-day skills update programs that will help to gain complex knowledge, new patterns of thinking and new perspectives.

As a result, we conclude wit the following results:

The dynamics of global business demands frequently update education programs. The following trends should be taken into account:

- Need for more Organizational Flexibility;
- Increased Demand for Sustainability;
- Globalization;
- Disruptive Events;
- Dynamic Competitive Strategies;
- Increased Rivalry.

New strategies, approaches, and tools are required in order to better manage this complexity.

As a result the most important strategic areas O.M. Beketov National University of Urban Economy needs to priorities are the following:

- to establish structured dialog with Business for providing long-term support in the establishment of strategic partnership in education;

- to establish structured dialog with Social Responsible Public Sector for building relationships and creating the networking for the cooperation in education;

- to establish structured dialog with the International Partners.

In such situation there is strong necessity to improve education infrastructure by means of facilitating continuing education programs for helping professionals advance skills, stand out in a competitive job market in cooperation with business partners and institutions.

The university should move on a significant number of directions to keep abreast of the competition, respond to a rapidly changing environment, and enhance academic strengths.

The special attention will be given to the Marketing (Competitive) Intelligence, which is a comparable young (management) discipline that provides decision makers with a range of concepts, theories, and above all support for making decisions.

OLIGARCHIC SYSTEM OF STATE AND CORRUPTION: ANTI-CORRUPTION REFORMS IMPLEMENTATION IN UKRAINE

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The corruption has it's historical beginnings and social background. The sign of corruption has always followed the bureaucracy. There is no social or political system that fully immune to corruption – only it's scopes and the influences change. The last is determined by the attitude of the state and the society.

Corruption is a widespread and growing problem in Ukrainian society. In 2016's Transparency International Corruption Perceptions Index Ukraine was ranked 131st out of the 176 countries investigated (tied with Russia, Guatemala, and