MANAGEMENT ORGANIZATION OF FINANCIAL-ECONOMIC SECURITY OF CORPORATE INTEGRATIVE DEVELOPMENT OF SERVICE ENTERPRISES

^aNATALIA NEBABA, ^bLARYSA LAZORENKO, ^cMARHARYTA KUCHER, ^dVIKTORIIA YAZINA, ^cIRYNA MAKOVETSKA, ^fMAXIM KORNEYEV

ac.d.f University of Customs and Finance, 2/4, Volodymyr Vernadskyi Str., 49000, Dnipro, Ukraine
bNational Academy of Statistics, Accounting and Audit, 1, Pidhirna Str., 04107, Kyiv, Ukraine
"State University of Telecommunications, 7, Solomenska Str., 03110, Kyiv, Ukraine
email: "nebabanatali@meta.ua, blv108@ukr.net,
'ritakucher@ukr.net, dyazinaviktoria@gmail.com,
"irinayakubenko@ukr.net, fkm_13_15@ukr.net

Abstract: The article is devoted to the theoretical substantiation and development of methodological support for the organization of financial and economic security management of corporate integration development. The semantic analysis of the concepts of economic security and integration development is carried out. By correlating the results of such analysis with systematized factors of the start of the integration process, the content of the concept of corporate integration development is determined and the logic of economic security management of corporate integration development of service enterprises is substantiated. This justification is made using the methodology of system dynamics. The list and content of the stages of the organization of corporate integration development management are identified. The orientation of the stages to achieve complementarity of business processes of the participants of the integrated association of enterprises allowed developing a scheme of coordinated generation and using of integrated resources of corporate financial and economic security of enterprises in the service sector.

Keywords: Corporate security, Economic security resource, Enterprise development, Integrated business associations, Management organization.

1 Introduction

The development of the national economic system is impossible without creating appropriate conditions for the sustainable and safe operation of enterprises and other economic entities [18]. This raises a number of issues that need to be addressed in a coherent way and relate to different areas of research and knowledge. Ensuring the sustainable development of the enterprise usually requires it to accumulate significant potential, take advantage of market positions and gain an advantage in competition. For most companies, these conditions cannot be met on their own, so they join their own kind of integration or cooperation association [20].

The emergence of corporate integration associations (CIAs) solves some of these problems, although it leads to fundamentally new threats to economic security. Such threats apply both to the CIA as a whole and to individual participants involved in integration. Moreover, ensuring sufficient resilience and overcoming all threat factors will limit development processes, as overcoming all possible contradictions in the functioning of CIA (especially contradictions between current and desired operating conditions) will eliminate the start of development processes. Accordingly, there is a problem of creating such mechanisms of economic security management, which would be integrated with the management of CIA and promote their development. The solution to this problem is complicated by the existence of a fairly wide range of types of integration associations, each of which requires the development of its own principles of organization of development management and ensuring its economic security.

2 Materials and Methods

The solution of these problems correlates with the significant scientific achievements of leading economists. The main difficulty is, firstly, the lack of unanimity of scientists in defining both the concept of "economic security" and the concept of "integration development" and even "corporate integration association". Secondly, the stated scientific problem involves the coordinated application of these concepts in the formation of the contours of economic security management of corporate integration development, which significantly expands

the subject area of research [21]. At the same time, while a lot of research is devoted to the separate consideration of the components of this management process, their coordinated presentation in scientific papers is quite limited. Third, the study of economic security of the enterprise intersects with a number of threat factors that change their nature in relation to development processes and in the case of the beginning of the integration of enterprises [19]. In the case of such interaction, it is possible to strengthen the influence of individual threat factors, as well as to reduce the impact by increasing the potential for counteraction to it in an integrated association. It is also possible that specific threats will arise for the corporate integration association as a whole. In this regard, systematization of factors of start of integration processes, as each of such factors will be connected with own set of threats to economic security of development of CIA, presented in Table 1, is of particular importance.

Next, we note that the decision-making management of the enterprise to engage in integration and cooperation relations must be carried out taking into account their impact on the level of its economic security of operation and development. In this case, if we turn to the interpretation of economic security Kurkin [9] as "the degree of security of attracting all the necessary resources needed to create consumer values" [9, p. 127], it is possible to provide correlation in the context of the resources available to the enterprise parameters of the start of the integration process and the features of maintaining its economic security. Belkin [1] generally emphasizes the existence of a corporate resource of economic security, as "sources of objective and subjective conditions of operation, as well as means and opportunities for self-preservation" [1, p. 185]. Accordingly, the desire to join such a resource of economic security can be seen as a factor in starting the integration process.

Table 1: Systematization of factors of the integration process start

				Authors		
Generalized characteristics (semantic feature) of the start of the corporate integration process	Factors, incentives, and reasons for starting the integration process	O. Williamson [17, p/. 169-171]	Yu.B. Ivanov [6 p 50]	P. Gottschalk [4, p. 195]	Butyrkin 2, p. 3747]	I.Yu. Michurina [11, p.126-135]
Resources	Unique raw materials purchased on the market and necessary for the work of CIA	+	+			
and competencies	Similarity in terms of resources	+	+	+		
(resource management practices)	The complexity of reproduction and the value of the resource					
	Overcoming distortions in the distribution of factors of production					
	The presence of compatibility of goals and intentions	+	+	+	+	
Adjacency of goals and similar	Common interests and specificity of production stages					
interests	Convergence of expectations of different participants of CIA					
	Overcoming the "ticketless problem"					
Differences	Availability of different knowledge and experience Combining special	+	+	+	+	
in experience and access to	knowledge Development of social					
different knowledge	capital Minimize the cost of					
	acquiring information					

Availablity of shared	The emergence of mutual obligations between the participants in the integration interaction	+	+	
commitments and	Expected duration of the relationship and frequency of joint operations			
expectations	Neutralizing negative effects and increasing market power			

It is clear that the study of Kurkin [9] reveal only one aspect of the definition of economic security, especially when the issues of organization of economic security management of enterprises become increasingly more relevant. There is a fairly wide range of researchers, whose developments determine the content of the concept of economic security and determine the features of its management. Focusing on such developments, it is possible to identify the main areas of manifestation (contexts of consideration) of economic security, a generalized presentation of which is given in Table 2. One should note the shown compliance of the concepts of economic security given in Table 1 to generalized signs of the start of the integration process.

Table 2: The results of semantic analysis of the concept of "economic security"

		Author						
Semantic feature of the integration factor from Table 1	The concept of awareness (a key aspect of interpretation) of economic security	M.V. Kurkin [9]	D.V. Belkin [1]	I.P. Otenko [12]	S. V. Kavun [7]	Z.S. Varnaliy [16]	L.S. Shulzhenko [15]	
Resources	State of resources	+	+	+	+	+		
and	Competitive							
competenc	advantages							
ies (resource manageme	Availability of a security resource							
nt practices)	Potential for countering threats							
Adjacency	Protection / security	+	+	+	+	+	+	
of goals	Sustainability of activity							
interests	Process							
	Ability to achieve goals							
Differences in	Reliability / capability	+	+	+	+			
experience and knowledge	State of resources							
Availabilit	Measure of harmonization	+	+	+	+			
y of shared commitme	Strategic interest							
nts and	Ability to							
expectatio	survive							
ns	Harmonization of interests							

Analyzing Table 2, let us note that, to some extent, such factors of the start of the integration process as "experience and knowledge" "fall out" of the existing concepts of interpretation of economic security. At the same time, in the knowledge economy, experience and knowledge represent one of the main types of resources. So, on the one hand, they can be combined with such a factor in starting the integration process as "resources and competencies". On the other hand – the importance of this factor determines the relevance of its separate consideration.

We also note that unfortunately most of those presented in Table 2 researchers focus on separate consideration of enterprises. Accordingly, it is necessary to conduct research on the peculiarities of the organization of economic security management in the case of integration of enterprises. It should

also be assumed that the content of each of those listed in Table 2 concepts will to some extent be subordinated to the variety and accepted form of integration interaction of enterprises.

The purpose of the article is to develop theoretical and methodological support for the organization of corporate integration development management by the criterion of compliance with the desired level of economic security of life of development actors.

3 Results and Discussion

The basis for achieving the goal of the article is the correlation of those specified in Table 1 factors of the start of the integration process and given in Table 2 concepts of defining economic security. Here we put forward the hypothesis that forming the contours of corporate integration development management should take into account all of the above mentioned in Table 2 concepts of identification of economic security of enterprises. Under this condition, within the management of corporate integration association, several decision-making centers will be allocated, each of which to some extent intersects with one of those presented in Table 2 concepts to determine the content of the concept of "economic security of the enterprise". Acceptance of this hypothesis allows determining the following logic of corporate integration development management.

Development, within the research by Kuchin [8, p. 7-14], is interpreted as a set of purposeful and irreversible qualitative, quantitative, and structural changes in the economic system. Therefore, such changes should be carried out in compliance with a given level of economic security. At the same time, there should be an increase in the effect of the integration interaction of CIA participants. Since development also involves the transition between the individual stages of sustainable operation, according to Gvishiani [5], it is necessary to distinguish between the economic security of individual states of use of security resources (current state and the state arising from the expansion of interaction) and the economic security of transformational transitions. Graphic representation of this logic is given in Fig. 1.

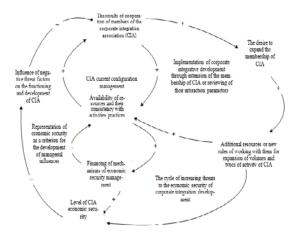


Figure 1 – The logic of economic security management of corporate integration development

Therefore, focusing on the presented in Fig. 1 visual representation of the logic of economic security management of corporate integration development, we propose the stages of organization of such management. At once we will pay attention at the fact that it is not impossible to consider stages of the organization of management of economic safety without reflection of their interrelation with stages of the organization of management directly to integration development and management of corporate integration formation as a whole. The basis for determining the composition of the stages of the organization of management will be presented in Table 3 generalized presentation of the list of such stages in the works of leading economists.

Let us note that the basis of the Table 3 stages are based on the statement of Raichenko [14] on the representation of the organization both as one of the functions of management, and as the definition of relations and elements of the management system, and as a process of establishing the structure of the management system and regulating relations between its elements. Another advantage of the proposed in Table 3 approach is that each of the aggregate stages of the organization of management presented in it is correlated with that specified in Table 2 concept of identification of the concept of economic security. Namely in the case of such a correlation, the imposition of the criterion of economic security on the processes of activity and management of KIO is realized, as it is declared in Figure 1.

Table 3: Generalized presentation of the stages of organization of enterprise management

Concepts of	Th			Aut	hors	
defining the	The aggregation		[69]			
concept of	of stages of	Chamatani:	vanov, Pilipenko [6, p 64-69]			
"economic	the	Characteristics of the	, p (4	[C	3]
security", which	organization	stage in the existing research on the	9] (1	1] u
correlate with	of	organization of	ķ	enl	兽	zhi
a certain stage	management	management	lipe	Raichenko[14]	atfulin [10	Prigozhin [13
of	of the enterprise	Ü	Ж,	R	I	Pı
management	offered		vor			
	2	2	8.	-		7
Ability to	Defining the	Justification of the	4	5	6	/
survive,	subject of	specifics of the subject				
security	management	of management and	+	+	+	
	and the	the conditions of its				
	principles of	work				
	its work	Formulation of principles of				
		development and				
		implementation of				
		managerial influences				
		Defining the rules of				
		formation of objects	+			
State of	Formation of architectural	and subjects of management				
resources, sustainability	architectural	·				
, process	hierarchical	Defining dependencies for the combination of				
,,	representation	object and subject of	+			
	of the object	management				
	of	Formation of hierarchy	+			
	management	of divisions	т			
		Development of a				
		model of the control	+			
Al-Th-	El'd	object				
Ability to achieve goals,	Formalization of strategic	Development of a system of goal setting				
competitive	goals and	(goal trees) of the	+			
advantages	guidelines	subject of the object				
		Determining the logic				
		of reconciling the				
		interests of the	+			
		company and all				
		stakeholders				
		Coordination of goal setting with the				
		functions and	+			
		parameters of the	'			
		control object				
Harmonizatio	Coordination	Forming a management				
n of interests,	of levers and	mechanism as a set of				
reliability,	tools within a	methods for developing	+			
potential for	single control	and implementing				
countering threats,	mechanism	managerial influence				
process		Creating a system for implementing	+	+		
F-2000		management functions	-	F		
		Development of tools,				
		techniques and ways to	+			
		achieve goals				
		Forming the order of				
		organization of the	١.			
		management process in	+			
		the form of sequences and feedback loops				
Measure of	Organizationa	Development of				
harmonizatio	l and	relationships in the form				
n	institutional	of organizational	+	+		
	regulation of	management structure				
(optimization			l	l		
of the	the enterprise	Content filling and				
of the distribution of	the enterprise management	distribution				
of the distribution of management	the enterprise management mechanism'	distribution (optimization of				
of the distribution of management functions),	the enterprise management	distribution (optimization of distribution) of	+			
of the distribution of management functions), potential for	the enterprise management mechanism'	distribution (optimization of distribution) of managerial functions	+			
of the distribution of management functions),	the enterprise management mechanism'	distribution (optimization of distribution) of managerial functions between divisions of the	+			
of the distribution of management functions), potential for countering	the enterprise management mechanism'	distribution (optimization of distribution) of managerial functions between divisions of the enterprise	+			
of the distribution of management functions), potential for countering threats	the enterprise management mechanism'	distribution (optimization of distribution) of managerial functions between divisions of the	+			

		managerial influence)				
		Regulation of the work	+	+	+	
		of performers			'	
		Distribution of				
		management functions				
		by elements of the				
		organizational structure				
		of management				
Availability	Assessment	Assessing the relevance				
of security	of compliance	of management	+	+	+	
resources,	with	influences and feedback	-	-	-	
strategic	efficiency	to each other				
interest	criteria and	Development of criteria				
	resource	for evaluating the				
	provision	effectiveness of the				
		implementation of				
		managerial influences				
		Construction of the				
		control system of the				
		control apparatus				

It is clear that both the management process and its organization will have some differences for corporate integrated associations. In turn, the processes of economic security management and development management will also have certain peculiarities. Therefore, focusing on those presented in Table 1 and Table 2 approaches to understanding the logic of economic security of integration development, as well as presented in Figure 1 approach to the organization of management of such security, we can determine the corresponding change in the content presented in Table 3 stages. Characteristics of such stages are given in Table 4. Thus, directly, the list presented in Table 4 stages is based on the specified in Table 3 their aggregate representation. Also, Table 4 reveals the content of the stages of management organization and presents the links between them in terms of elements of Figure 1.

Table 4: Characteristics of the stages of organization of security management of corporate integration development

		management	Organization of development processes		
	organi	zations	management		
	Organizati	Organizati	Organization of		
Stage of	on of the	on of	corporate	Organization of	
manageme	manageme	manageme	integration	economic	
nt	nt of the	nt of	development	security	
organizati	functionin	economic	management	management of	
on	g of the	security of	Organization of	corporate	
	corporate	CIA	corporate integration	integration	
	integration	functionin	development	development	
	association	g	management		
Defining	Determine	Separation	Institutional	Regulation of	
the subject	d by the	of CIAs	structure of the	certain security	
of	type of	responsibl	corporate center	tasks for the	
manageme	association.	e for	and senior	institutionalized	
nt and the	It comes	economic	management of	subject of	
principles	down to	security as	CIA participants	integration	
of its work	choosing	part of the		development	
1	one of the	corporate		management	
	types of	center		Ü	
	corporate				
	center for				
	[3]				
Formation	Descriptio	Descriptio	Development of	Description of	
of	n of the	n of the	a promising	the parameters of	
architectur	business	compositi	business model	the formation of	
al and	model,	on,	with the	the corporate	
hierarchica	processes	parameters	definition of new	resource of	
1	and	of use and	resources and	economic	
representati	institutiona	distributio	practices for	security in the	
on of the	1	n by	working with	future.	
object of	relationshi	participant	them, which	Estimation of its	
manageme	ps and	s of the	should be	distribution	
nt	relationshi	CIA of the	involved in CIA	according to	
	ps of CIA	corporate		perspective CIA	
	participants	resource of economic		architecture	
	using one of the	security			
	standards	security			
1	of				
1	architectur				
	al				
	description				
	of systems				
Formalizati	Formation	Assessme	Assess the	Assessment of	
on of	of a	nt of the	consistency of	potential threats	
strategic	consolidate	level of	development	to economic	
goals and	d list of	economic	goals and the	security when	
guidelines	goals and	security by	level of their	changing the	
	principles	areas and	perception by	vector of CIA	
1	. ĉ	11 4 - 21	individual	goals.	
1	of	consolidati	maividuai	goais.	

	6.4	11 . 6		1
	of the	list of	association	goals in terms of
	members	threats to		security threats
	of the	activities		
	integration			
	association			
Coordinati	Formation	Adding to	Expansion of the	Allocation of
on of	of levers	the levers	indicators with	levers of
levers and	and	and tools	indicators of	influence on
tools	manageme	those	control over the	safety of
within a	nt tools.	responsibl	course of	transformation
single	Their	e for	transformation	processes and
control	distribution	maintainin	processes	their distribution
mechanism	by KIO	g the	accompanying	(together with
	participants	desired	development	tools) among all
	depending	level of		participants of
	on the	economic		integrated
	option of	security		integrity
	building a			
1	corporate			
1	center			
Organizati	Formation	Imposition	Determining the	Institutional
onal and	of a matrix	of safety	features of the	design and
institutiona	of	criteria on	implementation	consolidation of
l regulation	organizatio	manageme	of management	the roles of CIA
of the	nal and	nt	influences to	participants in
manageme	functional	functions	ensure the	mutual support
nt	projections.	and	transition of CIA	of economic
mechanism	Distributio	distributio	to a new state of	security of
	n of	n of safety	resource use	transformational
	manageme	requireme		development
	nt	nts by		processes
	functions	levels of		1
	by levels of	CIA		
	hierarchica	formation		
	1			
	constructio			
	n of CIA			
Assessmen	Assessmen	Reliability	The level of	Assessing the
t of	t of	of the	implementation	ability of the
complianc	resource	manageme	of tasks for the	corporate center
e with	dependenc	nt	development and	and management
efficiency	e of	mechanis	implementation	of CIA
criteria and	manageme	m as a	of the program of	participants to
resource	nt	share of	change.	perform their
provision	processes.	threat	Adherence to the	assigned roles to
1	The share	factors, the	pace of	support
	of costs for	effect of	organizational	development
1	the	which was	change	security
1	manageme	determine	Ü	_
1	nt	d and		
	mechanism	leveled for		
1	and the	the CIA		
1	degree of			
1	efficiency			
	of	I		
1	decision-			
	making	I		
		•		

The result of the passage of specified in Table 1 stages will result in ensuring complementarity of practices and business processes of the members of the corporate integration association. In this case, taking into account those specified in Table 2 features of each of these stages, will impose a criterion of economic security for each current and future practice of CIA participants with corporate resources, and for change the list or content of such practices. Namely in this case, it becomes possible to implement mechanisms to support the economic security of the operation and development of individual enterprises and their integration. The security of development is ensured through the formation of a resource of economic security in the future.

4 Conclusion

Thus, the article presents a theoretical justification and developed methodological support for the organization of economic security management of corporate integration development. Proof of developments is based on the semantic analysis of the concepts of "economic security", "integration development", and "management organization". Correlation of the results of such analysis allowed formulating a list of stages of the organization of economic security management of the corporate integration process and determining the logic of each of the proposed stages. The peculiarity of the development is to take into account the criteria of economic security in the implementation of each of the stages of management. The reflection of the specifics of the implementation of the stages is differentiated for the processes of functioning and development. The logic of imposing the criterion of economic security on the

process of development management is reflected using the methodology of system dynamics and the application of resource-competence approach to strategic management of the enterprise.

However, it is necessary to conduct further research in such areas as: identification of the features of the implementation of the declared in Table 2 management functions with a detailed consideration of the features of the implementation of each of the functions in the development of the corporate integration association; expansion and development of an approach to the quantitative calculation of criteria for the effectiveness of the organization and conduct of management activities; determining the features of the application of certain tools for the implementation of managerial influence in terms of types of corporate integration. All this determines the prospects for further development of the authors' research.

Literature:

- 1. Belkin, D. V. (2011). Basic approaches to the study of economic security of enterprises. *Bulletin of Togliatti State University*, *4*, 183–186.
- 2. Boyko, Z., Horozhankina, N., Hrushka, V., Korneyev, M., & Nebaba, N. (2020). Analysis of the market of international tourist services of Ukraine (for the period 2007-2017). *Journal of Geology, Geography and Geoecology*, 29(4), 647–655.
- 3. Butyrkin, A. Ya. (2003). Vertical integration and vertical restrictions in industry. Moscow: Editorial URSS.
- 4. Foot, N., Hensley, D., & Morrison, R. *The role of the corporate center*. http://www.cfin.ru/management/strategy/org str/cc_role.shtml
- 5. Gottschalk, P. (2007). IT outsourcing: building mutually beneficial cooperation. Moscow: Alpina.
- 6. Gvishiani, D.M. (2007). Selected works on philosophy, sociology and system analysis. Moscow: Canon.
- 7. Hrushka, V., Horozhankina, N., Boyko, Z., Korneyev, M., & Nebaba, N. (2021). Transport infrastructure of Spain as a factor in tourism development. *Journal of Geology, Geography and Geoecology*, 30(3), 429–440.
- 8. Hutsaliuk, O., Smutchak, Z., Sytnyk, O., Krasnozhon, N., Puhachenko, O., & Zarubina, A. (2020). Mass labor migration in the vector of international tourism as a determinant sign of modern globalization. *Tourism: Studies & Practices (UERN)*, Mossoró RN, Caderno Supplementar, 3. DOI: https://geplat.com/rtep/index.php/tourism/article/view/517
- 9. Hutsaliuk, O., Storozhuk, O., Zhovnirchyk, Ya., Zaiarniuk, O., & Kartsyhin, D. (2020) Public administration and legal regulation effectiveness in the field of health care in the context of sustainable development. *Magazine Genero & Direito*, 9(2), 599-613
- 10. Ivanov, Yu. B., & Pilipenko, A. A. (2012). *Integration development of business entities: theoretical substantiation and organization of management*. Kharkov: "Inzhek" Publishing House.
- 11. Kavun, S.V., Pilipenko, A. A., & Ripka, D. O. (2013). Economic and information security of enterprises in the system of consolidated information. Kharkov: Publishing House KhNEU.
- 12. Kuchin, B. L., & Yakusheva, E. V. (1990). Management of the development of economic systems: technical progress, stability. Moscow: Economics.
- 13. Kurkin, N. V. (2004). Management of economic security of enterprise development. Donetsk: ART-PRESS.
- 14. Latfulin, G.R., & Raichenko, A. V. (2003). *Organization theory*. SPb.: Peter.
- 15. Michurina, O. Yu. (2012). Theory and practice of integration processes in industry. Moscow: INFRA-M.
- 16. Otenko, I. P., & Yartim, I. A. (2014). Identification of the understanding "economical security of strategic enterprises" *Problems of Economy, 1*, 204–209.
- 17. Prigozhin, A. I. (2007). Disorganization: causes, types, overcoming. Moscow: Alpina Business Books.
- 18. Raichenko, A. V. (2003). Applied organization. SPb.: Peter.

- 19. Shulzhenko, L.S. (2013). Economic security of the strategic alliance in the context of theories of interaction. *Business Inform*, 8, 361–366.
- 20. Varnaliy, Z. S., Onyschenko, S. V., & Masliy, O. A. (2016). Mechanism of Preventing Threats to Economic Security of Ukraine. *Ekonomichny Chasopys XXI, 159*(5–6), 20–24.
- 21. Williamson, O. I. (1996). Economic institutions of capitalism: firms, markets, "relational" contracting. SPb.: Lenizdat.

Primary Paper Section: A

Secondary Paper Section: AE, AH