

# Research on the Differential Fiscal Policy of the Main Function Area

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*Abstract:* With the rapid economic development of our country in recent years, there are newer and higher requirements for the planning of main function zones. This article analyzes and discusses the differentiated fiscal policy in the main function area, and gives corresponding countermeasures in order to provide certain support for the differentiated finance in the main function area. *Keywords:* Main Function Area; Differentiated Finance; Policy; Countermeasure Analysis

The report of the 18th National Congress of the Communist Party of China clearly put forward the concept of "a public financial system for the construction of main functional areas", which pointed out a clear direction for the development of my country's financial work. The Party's report at the 19th National Congress of the Communist Party of China further improved this policy and proposed corresponding supporting policies. The two coordinated with each other to provide a solid foundation for the construction of my country's main function zone financial system. In order to meet the national requirements for the planning of my country's main functional areas, implement national policies, establish a sound mechanism for promoting the construction of main functional areas, and provide effective measures for differentiated finance.

## 1. The development process of fiscal policy in the main function area

The plan of my country's main function areas has been continuously improved since it was proposed in 2005. In two years, it has been proposed that each region should clarify the definition of the four types of main function areas, and divide the territorial space into four types of main function areas. District planning is prepared. It is pointed out in related documents that the main goal of fiscal policy is to achieve equalization of basic public services, to improve and update the fiscal transfer payment system, and to conduct macro-control over the fiscal policy of the entire main functional area. Between 2010 and 2016, my country has successively issued relevant policies, formulated national standards for the division of major functional areas in my country. In terms of finance, corresponding requirements have also been put forward to strengthen payment and improve differentiated fiscal policies. After that, my country continued to issue relevant policies, requiring governments at all levels to have a clear understanding of the construction of the main function area, determine the strategic goals of the main function area.

## 2. Analysis of the differential fiscal policy in the main function area

For the existing fiscal system, it can be roughly divided into three types of payment systems, namely, compensatory transfer payments, balanced transfer payments, and incentive transfer payments. The main purpose of compensatory transfer payment is to protect the ecological red line area, to compensate the prohibited development areas and restricted development areas in the main functional area; the main purpose of balanced transfer payment is to effectively protect the people's livelihood and promote the basic Public services are equalized; the main purpose of incentive transfer is to give certain rewards to key

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development areas and optimized development areas. Therefore, in the process of designing the differentiated fiscal policy for the main function area, the existing finance should be combined with the construction of the main function area. Match the two to increase the feasibility and pertinence of the main functional area.

## 3. Measures to ensure differentiated fiscal policies

#### **3.1 Improve relevant legal systems**

Looking at the overall situation, there are still certain problems in the construction of major function zones in some regions of our country. There is a lack of strict restraint mechanisms in the process of space development. In the process of major function zone planning, there is no established basic position, lack of systematic supporting policies, and lack of operational and unsound collaborative promotion mechanism. Therefore, in the process of differentiated fiscal construction in the main functional areas, local governments and legislative departments need to master these existing problems, formulate targeted laws and regulations based on the problems, and improve existing problems.

#### 3.2 Improve relevant policies and systems

The main function area lacks a coordinated and unified policy system guarantee in the construction process. The relevant local departments should have a clear understanding of the spirit and requirements of the relevant documents, and formulate a sound policy coordination mechanism, so that the power and expenditure responsibilities can be matched. In the process of building the main function zone, the fiscal authority must be determined by the government department, so as to ensure that the effectiveness of government functions is continuously improved, the overall authority and expenditure responsibilities are sorted out, and reasonable sharing standards are ensured, and classified management is adopted. The form of implementation of fiscal powers.

#### 3.3 Improve relevant platform guarantees

In the process of building the platform, information technology should be effectively used to establish a complete mechanism. First of all, information technology should be used to establish a special monitoring and coordination platform, to clarify and implement Ling Tao's responsibilities and main responsibilities, and to establish a consultation system and organization so that the coordination and cooperation mechanism can play its own role and ensure the effectiveness and uniformity of the policy. In the process of work, ensure the perfect cooperation between various policies, avoid the occurrence of mutual influence and mutual restriction, effectively implement the functions of monitoring and coordination, and optimize the supply of public services. Second, establish a benefit-sharing mechanism to effectively strengthen public service supply capabilities and strengthen public service supply institutions. Select the appropriate part as the pilot organization, implement some policies in the pilot, and strengthen the investment in the supply of public services. At last. Establish an information disclosure mechanism, transform the existing information asymmetry, optimize various fiscal policies, ensure the popularization, specificity and transparency of policies, and open up public policy understanding, complaints and suggestions, and information feedback channels, through the public power of the main function area to monitor the differentiated fiscal policies in real time to ensure the timeliness and sustainability of various policies after they are promulgated.

## 4. Conclusion

With the rapid development of my country's economy, differentiated finance in major functional areas has attracted the attention of relevant departments across our country. In the process of building major functional areas, policies should be analyzed and relevant legal systems and policies should be effectively implemented. Perfect to ensure the effectiveness and pertinence of legal systems and policies, and to improve related platforms, and to effectively guarantee the differentiated fiscal policies in the main functional areas.

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