

**Abstract to the Article**  
**"University's Organization and Economic Mechanism: a Strategy  
for Innovation Development"**  
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Sharp reducing of the government cutting of the university funding and simultaneously increasing the requirements for the efficiency, particularly in teaching and education, research and financial economic areas posed a serious problem of complex analysis of aggregate performance indicators of the universities and reforming organizational and economic relations between the departments.

Scientific researches of the leading national economists were devoted to the the issue of organizational-economic mechanism of higher education but in these works not enough attention has been paid to theoretical premises of theoretical organizational-economic mechanism of the universities towards the strategy of innovative development, and that led to the topicality of these investigations.

General analysis of the approaches to solving the problems of university management underlines that scientists (especially foreign) focus on the study of the factors of macro- and micropositions of the universities, leading to organizational changes in the structure of universities, that led to the increase of the competition between them for receiving orders and financing.

The search for new organizational and economic forms is carried out in the direction of greater decentralization and autonomy of the university system and transferring the functional load on the subsystems.

The application of the above-mentioned approaches will create an effective organizational and economic mechanism of universities in the direction of the strategic focus.

Further the proposed organizational economic mechanism will provide innovative development of the universities in a competitive market providing educational services.