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V. Kaplia (PSACEA, Dnipro)

Scientific supervisors: O. Pylypenko, Cand. Sc. (Tech), Assoc. Prof.

Language consultant: A. Plakhtii, Cand. Sc. (Phil), Assoc. Prof.

THE DIGITALIZATION OF ACCOUNTING IN MODERN BUSINESS

The advent of the digital revolution has profoundly impacted various industries, and accounting is no exception. Integrating digital technologies into accounting processes has revolutionized how businesses manage and analyze financial information. A comprehensive review of the digitalization of accounting in modern business, aims to explore the transformative potential of digital technologies and provide insights for organizations seeking to leverage them effectively.

The benefits of digitalization in accounting are not limited to efficiency gains. By adopting cloud-based accounting systems, businesses can enjoy several advantages, such as scalability, cost-effectiveness, and enhanced collaboration. Moreover, integrating artificial intelligence (AI) applications in accounting processes has enabled intelligent data analysis, fraud detection, and predictive analytics. Additionally, blockchain technology offers enhanced transparency, data integrity, and security in financial transactions.

However, along with the benefits, the digitalization of accounting also presents challenges that organizations must address. Data security risks, the need for employee upskilling to adapt to new technologies, and ethical considerations surrounding AI and automation are some challenges businesses face in the digital era. Study contributes to understanding how digitalization is reshaping the accounting landscape and provides valuable recommendations for organizations seeking to embrace digital accounting technologies successfully. By leveraging the transformative power of digital technologies, businesses can improve financial efficiency, decision-making, and overall organizational performance in today's rapidly evolving digital business environment.

The literature on the digitalization of accounting highlights its transformative potential in modern business environments. Researchers have identified various benefits and challenges associated with adopting and implementing digital accounting technologies. Several studies emphasize the automation

capabilities of digital accounting systems. Automation reduces manual efforts, streamlines processes, and minimizes errors in data entry, transaction recording, and reconciliation. This automation allows accounting professionals to focus on higher-value tasks such as financial analysis and decision-making.

The improved accuracy of financial data is another significant benefit emphasized in the literature. Digital accounting systems eliminate human errors and improve data integrity. Accurate and up-to-date financial data enable informed decision-making and enhance the overall quality of financial reporting. Researchers also highlight the importance of audit trails provided by digital accounting systems. These systems document every transaction and change made to financial records, ensuring transparency, accountability, and compliance with regulatory requirements. Additionally, audit trails contribute to fraud detection and prevention, enhancing the control environment. Real-time financial reporting is emphasized as a crucial advantage of digitalization in accounting. Businesses can access real-time financial information, enabling timely decision-making, monitoring financial performance, and adapting to market changes.

Despite the benefits, also identifies challenges associated with digitalization in accounting. Data security risks are a major concern, as storing financial data in digital systems exposes it to cyber threats and unauthorized access. Researchers stress the need for robust data security measures, including encryption, access controls, and regular backups. Employee upskilling is highlighted as a challenge in the digital era. Adopting digital accounting technologies requires accountants and finance professionals to acquire new skills in data analysis, technology utilization, and system management. Providing adequate training and professional development opportunities ensures a smooth transition.

The study highlights the transformative potential of digitalization in accounting. It emphasizes the importance of businesses embracing digital technologies to remain competitive in the rapidly evolving digital landscape. Organizations can successfully adopt digital accounting technologies and enhance their financial management processes by addressing these challenges and leveraging the potential benefits. The effective adoption of digital accounting technologies enables organizations to improve efficiency, accuracy, and decision-making capabilities, leading to better financial outcomes and overall organizational performance. In conclusion, digital accounting technologies have revolutionized the accounting landscape, offering numerous benefits and opportunities for organizations. These technologies can transform traditional accounting practices, improve efficiency, accuracy, and decision-making capabilities, and enhance financial management.

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