

## THE ROLE OF THE WAQF PRACTICE IN FINANCING THE SOCIAL SECTOR

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### ABSTRACT

This article focuses on the development of the financial sector, the use of foundation practices in the harmonization of human and social development. The specifics of Islamic social finance are also analyzed. In addition, the requirements and benefits of waqf practice, the establishment of a waqf fund and their use in providing social assistance to the population are given.

**Keywords:** waqf, waqf fund, charity department, waqf department, zakat, ushr, fitr and fidia.

In the period of economic and social reforms in our country, new approaches to social support of the population and financing of the social sector are yielding effective results. As one of them, the use of the waqf institution in the implementation of social financing can be singled out. Waqf institutes are important in redistribution of available financial resources in the country and directing them to the social sphere. Therefore, in recent years, serious attention has been paid to the development of this industry in Uzbekistan. In particular, according to the Decree of the President of the Republic of Uzbekistan dated April 16, 2018 "On measures to fundamentally improve the activities of the religious and educational sphere" No. PF-5416, "Waqf" | charitable public fund was established. This fund was registered by the Ministry of Justice on May 10, 2018. The establishment of this fund was the first step for the future success of the foundation practice.

In the National Encyclopedia of Uzbekistan, the term waqf is explained as follows: the word "Waqf" is derived from Arabic - property allocated by the state or certain individuals for religious needs or charity in Muslim countries. It is formalized through a foundation. Land, water, housing, school, mosque, hospital, etc. can be the property of waqf. A person who entrusts his property to a waqf loses the ownership right to this property. However, he or his family members or a third party may retain the right to manage the waqf property to determine whether the waqf property is being used for the purposes stated in the waqfnama. The children or other descendants of the person who transferred his property as waqf property can receive benefits from the income from this waqf property. According to Sharia law, the head of state or a judge controls the Waqf property.

The main tasks of the "Waqf" charitable public fund established in our country are the construction, repair, reconstruction, beautification of the buildings of mosques and religious educational institutions, strengthening the material and technical base, preservation, repair, beautification of architecturally significant shrines, further development of their infrastructure, religious education financing the activities of institutions, research centers,

material and social support of their professors, researchers, experts and students, employees of mosques and shrines, in particular imams, deputy imams, mutawallis, muezzins material and social support, helping to publish religious and educational works belonging to the stratum of mature scientists and scholars and delivering them to the population, providing material and moral support to people in need of social protection, including persons with disabilities .

"Book", "Help for Science", "Mosque", "Ointment", "Weddings", "Livelihood", "Help for the needy", "Help for Hajj and Umrah" ", "Abod Khanadon", "Waqf properties and Obi-hayat" campaigns have been launched. Within the framework of these actions, distribution of books to the people, payment of students' contract fees, construction of mosques, providing financial support to people who cannot afford to be treated as patients, and weddings of people who cannot have a wedding. to spend the holidays or to allocate funds for this purpose, to provide livelihood and other financial support to the needy, to provide financial support for people who are unable to perform Hajj and Umrah to perform this pilgrimage , building or repairing houses for people who need housing or its repair, as well as water supply works in remote areas where water does not reach. These activities are compatible with the activities of foundations that have been serving the state and the people throughout our history.

"Islamic social finance - waqf, zakat, sadaqa, microfinance - is a link of social and economic development of the masses. Effective waqf management helps preserve assets in an Islamic society in the form of cash or non-cash funds resulting from the voluntary but permanent distribution of wealth. The Waqf institution changes this value to increase the socio-economic contributions of Muslims and Islamic individuals in accordance with Sharia. Waqf is one of the most important contributions of Islam to the world," says INCEIF President Professor Azmi Umar.

The practice of waqf is a form of social assistance to improve the social sphere, increase the well-being of the population, and provide social assistance to the population with a difficult financial situation and insufficient funds for education. redistribution can be observed. Waqf properties differ from private property in terms of ownership and management. At the same time, it is not considered to belong to the state. Waqfs can be called community property that meets certain needs of society.

It includes foundation, libraries, schools-madrasas, higher education institutions, hospitals, orphanages, guest houses, construction of infrastructure facilities and other similar projects.

For reference, it can be said that the foundation served as a model for creating a trust institution in the English legal system. Waqf came to England during the period of Arab rule, through Sicily. For example, Oxford University was established on the basis of a foundation-like mechanism.

The role of the Waqf system in ensuring human and social development can be cited as an example:

1. Waqf, like zakat, serves to increase the distribution of wealth and their efficiency.
2. Free investments in the form of endowment in the development of healthcare, infrastructure / urban planning, education system compensate to a certain extent the part of the state budget that is allocated to social protection and thus absorb a part of the state expenses (and the funds saved from the state budget there will be an opportunity to direct the economy to other areas).

3. The improvement of the country's infrastructure helps to accelerate the rate of economic growth and achieve a stable economy.

4. Due to the approval of the citizens of the country (and even the troubled foreigners from other countries) from the rich people of the state and the country (because of the wealth they allocated for the foundation), the mutual relations between the members of the society and the general environment will improve.

5. The Foundation's contribution to the development of healthcare and education helps to create equal opportunities for citizens of the country, and equal opportunities serve to ensure social justice.

The practice of waqf is based on the establishment of waqf funds and their use in providing social assistance to the population. Fund funds are divided into 3 parts:

1. Charity department.
2. Endowment department.
3. Department of Zakat, Ushr, Fitr and Redemption.

We should know that now all 3 departments have separate bank accounts. For example, if a person transfers funds to a fund for zakat, this amount will go to the zakat department. At the same time, it is said that it will be spent in the places mentioned in Sharia. In general, the fund does not consist only of waqf property. Funds received from the fund are used for construction, repair, reconstruction of buildings of mosques and religious educational institutions, material and social support of professors, researchers, specialists and students of religious educational institutions. support is used for a number of activities, such as material and moral support for the segments of the population in need of social protection, including those with disabilities.

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