

Evaluating the Framework of the Generational Accounting Consequences: Protecting of Future Generations Rights¹

Mehdi Dasti², Mohammad Firouzian Nezhad³, Ali Mahmoudi⁴

Received: 2023/08/21

Accepted: 2023/10/03

Research Paper

INTRODUCTION

The economic system in any society directs the movement of financial markets to achieve dynamism and control negative drivers such as inflation; The changes in the value of the national currency or the interest rate are considered to have turned the capital market into one of the most important dynamic mechanisms in this system by rotating cash flows at the level of commercial enterprises (Tan & Mohamad Shafi, 2021). One of the most emerging concepts of the economic system related to the capital market is generational accounting, the concept of which is to balance the payment of taxes of the future generation for the welfare of the current generation. In other words, generational accounting focuses on creating a balance between the government's burden of costs and payments to current and future generations. In fact, the need for more detailed monitoring on the assessment of the ability

1. doi: 10.22051/jaasci.2023.44756.1798

2. Ph.D. Student, Department of Accounting, Ahvaz Branch, Islamic Azad University, Ahvaz, Iran.
Corresponding Author. (Mdasti1360@yahoo.com).

3. Assistant, Department of Accounting, Ramhormoz Branch, Islamic Azad University, Ramhormoz, Iran.
(m.firouziancpa@yahoo.com).

4. Assistant, Department of Accounting, Ahvaz Branch, Islamic Azad University, Ahvaz, Iran. (mahmoodi60@yahoo.com).

to bear the financial policies of the government by different traditional groups is a gap that has led to the waste of a large amount of natural resources due to the lack of foresight in the economic systems of societies (Heerden & Schieman, 2022).

MATERIALS AND METHODS

In order to present the model, a process should always be considered in terms of the implementation method, that the phenomenon under investigation does not have an integrated framework and coordination at least at the level of the target society in terms of content. Therefore, since the concept of generational accounting, according to the topics raised in the theoretical foundations and introduction, does not have the necessary theoretical coherence at the level of capital market companies, therefore, in terms of results, this research should be placed in the category of developmental research. In terms of purpose, this research seeks to prioritize research components at the level of capital market companies in terms of effectiveness by relying on an exploratory study and an interpretive rating matrix. The research approach of the present study, in terms of the logic of data collection, is of a hybrid type; Because it examines a phenomenon about which there is no comprehensive framework in the theoretical fields of accounting at the level of capital market functions, or it is not a consensus. After presenting the model and measuring the reliability of its dimensions through Delphi analysis, in quantitative analysis through matrix ranking, the research seeks to prioritize generational accounting components at the level of capital market companies.

RESULTS AND DISCUSSION

This research by going through three main steps in the theoretical analysis of foundation data including open coding; Selective coding and axial coding try to examine the concept of generational accounting development based on a theoretical framework. In this study, due to the lack of a coherent theoretical framework regarding generational accounting and the role of its functions in the capital market, the analysis of foundational data theory was used. Therefore, during 14 interviews, during three stages of open coding; central

and selective, a total of three categories; Eight components and 38 conceptual themes were identified, which were determined after Delphi analysis, the identified dimensions have reliability. Then, in order to evaluate the exploratory dimensions regarding the consequences of generational accounting, the interpretive ranking process was used. The result in this section indicates the determination of the level of development of judicial functions and institutional supervision as the most important consequence of the development of generational accounting at the level of capital market companies.

CONCLUSION

In the analysis of the obtained result, it should be stated that the development of judicial functions and institutional supervision with the aim of aggregating the tax burden of companies active in the capital market can facilitate the protection of their interests while creating an obstacle to destroy the resources of future generations, so that in this way the most important goal of accounting A generation that creates a stable balance in the government's tax burden for future generations will happen. Because the development of judicial functions in accounting of companies due to the combination between financial functions and legal burden makes it possible to monitor the disclosure of information and protect the rights of the beneficiaries. Because many companies, both in the past and in the present, by prioritizing their interests, spent a large amount of resources on their structural and strategic utilitarianism, which has increased the tax burden on future generations. In addition to strengthening institutional supervision and legal inspections, with the approval of regulatory regulations, they are able to better recognize the ways of tax evasion of companies and reduce the effective tax rate, and fine the offending companies in the field of the capital market and condemn them to pay transfer costs to the beneficiaries and governments. . Therefore, it can be expected that the creation of a platform of generational accounting functions at the level of capital market companies can result in judicial development and institutional supervision in the performance of capital market companies.

Keywords: Generational Accounting, Forensic Accounting; Tax Burden.

JEL Classification: M19, G40.

COPYRIGHTS



This is an open access article under the CC-BY 4.0 license.