



Management & Engineering of Financial Economics & Solutions for Islamic Nations

Ali Roozbahani

Biomedical Engineering Department ,MSc Student of Biomedical Engineering

, Amirkabir University of Technology, Tehran,Iran

Ali_roozbahani2003@yahoo.com

Abstract. In this article, the aspects and the whole discussions relating to the paramount and important responsibility entitled governance for Islamic Nations has been examined.

These aspects are divided into three general Categories: 1- economic relations 2. Politic relations 3. Social relations . if these relations be executed by government in a desired way, all affairs of the society will be purified and the people of society in an absolute comfort and complete satisfaction continue their lives.

Keywords: Government, governance, economy, politics, society, comfort, satisfaction.



1.Introduction

Governance is a very extensive matter in different arenas of a society that each of the related items to this topic has many indices.

The most important effect that can give development and persistence to a government is recognizing the people rights over society government that this recognition causes the execution the best kind of governance in the view of the people of that society. we can divide these rights into three main parts of economic, political and social relationships that we will discuss these items in detail.

2.Description

The kind of dealing with and the dominant behavior of society is the most important thing that is examined in order for realizing the aims of a society.

The kind of management is risk management .that is not just about preventing losses and reducing costs. Increasingly, risk management is defined as the co-ordinated management of all risks. This definition serves to encompass risk-taking where it serves to meet overall organisational objectives.(1)

And now the relations that a government has with its society is divided into three categories:

1.economic relations 2. Political relations 3. Social relations

1. **Economic relations** : In expressing this relationship , it's enough that we can say : “ the necessity of a sound and good governance is to observe and apply the economic principles in the society”.

Here we examine the economic affairs of a society in four sections:

- 1.1. the public Property or Beitolmal issue .
- 1.2. tax and how to get and use it to words people's affairs .
- 1.3. Business and production tool in society .
- 1.4. Obviating the poverty disease in society .

1.1 : The public property or Beitolmal:

Observing equity and equality is the most important principle in creating economic security in society.

This division should be done without any Connivance for usage many things like Proximity with government , people's over wanting , the Attendance record in war or wars and the long – lasting record of people's being religious cannot be a priority reason for having Beitolmal and the public property .

1.2 : Tax and the way to receive and using it for people's affairs:



Creating a kind of mind relief and assurance in the people's minds is the best way for achieving their satisfaction in order for going tax from people, so if the governor spends taxes in order for people's satisfaction and welfare and for developing their country ,the tax incomes will increase for a government .

According to 'LEFR' theory, the high tax rate doesn't mean high tax income :

$$\text{Tax Income} = \text{the average tax rate} * \text{the taxed income}$$

It uses three measures of fiscal health—financial condition, trend analysis, and financial trend monitoring system—as the basis for advocating particular fiscal strategies.(3)

1.3: Business and production tool in the society:

The most important management role of a governor is creating job situations & atmosphere for the people of one society and applying individuals in enabling the economy of a society. The result of this thing is avoiding people unemployment and in result avoiding corruption and poverty resultant of the unemployment of the society people.

The way of governor interference by supervision, policy- making and affair responsibility can influence by supervision, policy making and affair responsibility can influence economic activities. Ask any investor and he or she will tell you that they look for certainty and stability to minimize the risks in capital-intensive unproven energy technologies.(2)The sound interference of government in pushing forward of these affairs:

- 1.3.1 Encouraging work and production.
- 1.3.2 Showing all production jobs invaluable.
- 1.3.3 Teaching and clarifying time management for the people of society.
- 1.3.4 The priority of necessary affairs than other jobs.
- 1.3.5 Raising the value of skill, expertise and job- creating.
- 1.3.6 Avoiding of monopoly and storing things.
- 1.3.7 Supervising on wages and avoiding cruelty to work force
- 1.3.8 Trusting in work force and lowering tax rates.

1.4: obviating the poverty disease in the society:

Out of the most important rights that people have over government is that it removes the poverty ghost . Creating work right and honest life is the least right that the government should provide for the people.

Now we point out two kinds of poverty in society:



- 1.4.1) individual poverty : this type is more dependent on capability and potential of the individual that this type is not much related to governance.
- 1.4.2) social poverty : this type reveals the government's role in curing the poverty disease . but some strategies in order for obviating the poverty:
 - i) avoiding of wealth internalization in the hands of a few people .
 - ii) the issuing of taking advantage of Beitolmal and public property in order to obviate poverty.
 - iii) Avoiding of continuous extravagance in lots of affairs
 - iv) avoiding of spreading Lucre and currency being static
 - v) preserving the rights of workers and poor people that is the best guard of social security.
 - vi) Creating suitable job- situations for individuals.
 - vii) Establishing two paramount issues by the government :
 - (1) Social security : Trying to satisfy the least need of people
 - (2) Social balance : Creating balance among individuals in society in terms of living level.

2. Public relations:

Politics arena in desired governance can be divided into two mains parts :

2.1 Internal politics : for managing the internal affairs of a country , it's necessary that the governor adopt a good policy in order for achieving national goals.

The applied internal policies by a desired governance:

- (a) Creating unity in the society with a correct management
- (b) Being open to criticism and using the constructive ideas of society people.
- (c) providing freedom in the realm of law for all people of society
- (d) Establishing justice and avoiding cruelty.
- (e) providing internal security by using liable army and juridical.

2.2 External policy: Creating widespread and suitable relationships with other nations and countries , is one of the best characteristics of a governance and it's in favor of every country. Expressing 3plans for having desired relationships:

- (a) friendship plan and kind relationships with other nations in different political , economic , cultural army.
- (b) The plan of nominal and superficial relationship with an aim to obviate financial and life loss from a thoughtful governance.
- (c) Providing powerful army opposite possible invasions of cruel countries.

3. social relations :



one of the wide spread relations of a governance is with is society people that we here divide these relations into 3 parts :

3-1 : social justice.

3-2 : freedom and providing it for all people of the society.

3-3: the close relation of a governance with all people of the society.

3-1 : social justice :

out of the most important parts of a society that cannot follow its aims without justice is judiciary .
The items of reviving social justice for purifying a society:

- (a) applying sound judges for judiciary .
- (b) Avoiding of reviving the Aristocracy spirit in a society : observing the same rules for all .
- (c) monitoring the applied officials and authorities in different sections by using secret and information forces by the government .
- (d) Dismissing the inefficient authorities and officials and degrading them for other officials to take lessons from it.

3-2: freedom and providing it for the people of society:

freedom for the people of society in the Framework of dominant rules on that society is the natural and divine right of all individuals. These freedoms include individual, thought, expression , behavior , housing , job and policy freedom that all people of society deserve them .

3-3 : Existence of a very close relationship between government and people of society :

Creating a friendly and secure atmosphere among governor s and the people of society is one of the topics that is of effective role in stability ,preserving and persistence of governance and government .

3.Conclusion

observing the expressed rights of people on government in a correct and sound way, is one of the steps that is of very useful results for the society and government that is as follows:

- 1) it causes the purification the world and the people of society .
- 2) it causes establishing justice in the society.
- 3) it follows the government endurance .
- 4) right is dignified in that society .



5) the enemies of that government become desperate in achieving their hopes.

References

- [1] Peter Young, Ph.D., E.W. Blanch Sr Chair in Insurance, University of St Thomas Graduate School of Business, USA. Martin Fone, M.A. (Cantab); A.C.I.I., Vice President of Munich-American Risk Partners. Public Sector Risk Management. 2010, pp 123-202.
- [2] Nicholas Mann .US Government Cutting Energy Innovation in the Name of Jobs and Growth (ISI). February 11, 2011, pp 1-5
- [3] Beth Honadle, Bowling Green State University, Ohio, USA
Beverly Cigler, Pennsylvania State University, Harrisburg, USA
James Costa, Suntrust Bank, Atlanta, GA. Fiscal Health for Local Governments. 2003, pp 35-78.