

## MARKET FAILURES IN THE SHARING ECONOMY

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**Abstract:**

In response to the global economic crisis of 2007-2008, an increasingly large part of consumption and production is directed to the so-called "sharing economy". The sharing economy is considered a social, political and economic transformation that is "democratizing how we produce, consume, govern, and solve social problems" (Llewellyn & Gorenflo, 2016). The purpose of the present study is to answer the questions of whether and how market failures manifest themselves in the sharing economy and in how the state intervention could help to resolve them.

**Key words:** market failures; sharing economy; collaborative consumption; regulations

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