Forum: The United Nations Industrial Development Organization

**Question of:** Enhancing Global Circumstances to Implement the Concept of Corporate Social Responsibility

Submitted by: Russia



**Co-submitted by:** Argentina, Azerbaijan, Belarus, Brazil, Djibouti, Finland, Germany, Greece, Haiti, Kazakhstan, Norway, Republic of Korea, Romania, United Kingdom

- 1 The United Nations Industrial Development Organization,
- 2 Guided by the 2030 Agenda for Sustainable Development and its efforts towards decent work and
- 3 economic growth as well as industry, innovation and infrastructure,
- 4 Bearing in mind that companies need to take responsibility for their impact on society, development and
- 5 the environment,
- 6 Believing that socially responsible actions will result in a considerable increase of profits for companies,
- 7 Acknowledging the United Nations Global Compact and its ten principles regarding Human Rights,
- 8 Labour, Environment and Anti-Corruption introduced in 2000,
- 9 Recalling the United Nations Guiding Principles on Business and Human Rights endorsed in 2011,
- 10 Viewing with appreciation the Organization for Economic Cooperation and Development's Guidelines for
- 11 Multinational Enterprises;
- 12 Recognizing the efforts taken by the Responsible Entrepreneurs Achievement Programme,
- 13 Noting with deep concern that a lot of small and medium-sized enterprises still struggle with the
- 14 implementation of Corporate Social Responsibility guidelines,
- 15 Observing that an enhancement of global circumstances in order to foster Corporate Social
- 16 Responsibility is absolutely necessary.

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1. <u>Seeks</u> the maintenance and continuation of the Responsible Entrepreneurs Achievement Programme;

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2. <u>Invites</u> all member states to implement the concept of Corporate Social Responsibility in their national laws;

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3. <u>Suggests</u> the establishment of national CSR committees, created, authorized and instructed by the Responsible Entrepreneurs Achievement Programme, which should be endowed with functions such as, but not limited to:

27 28 29 30 31 32 33 34	<ul> <li>a. establishing training programmes for entrepreneurs starting their own functioning entities ("start-ups"), while complying with the CSR-guidelines;</li> <li>b. examining the current development made by businesses at two-year intervals and</li> <li>c. supervising and facilitating governments' work and legislation on Corporate Social Responsibility,</li> <li>d. determining whether governments or individual companies should be financially supported by the UN, determined by the CSR indicator score;</li> </ul>
35 4. 36 37 38	<u>Calls for</u> regular, compulsory and objective reporting by various stakeholders such as the government, the businesses or NGOs on the current situation of Corporate Social Responsibility as well as possible improvements or challenges in each country;
39 5. 40 41 42 43 44 45 46	<ul> <li>Recommends a closer cooperation with national and international non-governmental organizations which could assist in:         <ul> <li>a. providing tailored and specific information for companies, especially small and medium-sized enterprises in their respective country,</li> <li>b. advising governments in order to implement international standards in national bills and</li> <li>c. supporting the United Nations Industrial Development Organization in evaluating and enhancing sample projects and case studies;</li> </ul> </li> </ul>
47 6. 48 49 50 51	<u>Encourages</u> the establishment of the United Nations People's Responsibility Label (UNPRL) which will inform customers about socially responsible suppliers as well as their subcontractors and will be granted for goods and services provided by companies which have accomplished the ten CSR principles initiated by the UN Global Compact;
52 7. 53 54 55 56 57 58	<ul> <li><u>Suggests</u> the implementation of a United Nations Responsibility Contract (UNRC) between governments and their respective countries' corporations supervised by UNIDO and whose functions entail:         <ul> <li>a. the determination of the extent of subsidies granted to the respective businesses based on minimal production costs and</li> <li>b. the reallocation of 5 % of the profits obtained by the business towards CSR investment;</li> </ul> </li> </ul>
59 8. 60 61 62 63 64 65 66	Requests the creation of a comparative and objective indicator which aims at increasing the measurability of CSR by taking into account already existing social, economic and ecological indicators such as  a. the material and carbon footprint, b. the number and proportion of children aged 5-17 years engaged in child labour, c. the number of hours volunteered by employees and d. the ratio of male and female employees;

67	9.	<u>Proposes</u> the introduction of an incentive system consisting for example of tax returns or
68		subsidies which includes that any enterprise which is found to be breaching human rights and
69		labour standards should be excluded from receiving grants and funding;
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71	10	. <u>Supports</u> any further ideas, measures and strategies which will contribute to the
72		implementation of Corporate Social Responsibility guidelines;
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74	11	. <u>Urges</u> the UN to financially support
75		a. SMEs that lack the resources to implement CSR practices on their own
76		b. governments of LEDC that do not have the funds to offer companies sufficient
77		incentives to implement CSR practices;
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12. <u>Decides</u> to remain actively seized of the matter.

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