

REGULATION OF THE REGENCY OF KEBUMEN
NUMBER 7 OF 2024
ON
MANAGEMENT OF CORPORATE SOCIAL AND ENVIRONMENTAL
RESPONSIBILITY

BY THE BLESSINGS OF ALMIGHTY GOD

REGENT OF KEBUMEN,

- Considering : a. that the Management of Corporate Social and Environmental Responsibility is a commitment of the corporation to play a role in sustainable development, in order to improve the quality of life and the environment which is beneficial, both for the corporation and the community;
- b. that in order to carry out the Management of Corporate Social and Environmental Responsibility, a synergistic, harmonious and harmonious relationship is required between the Regional Government, corporations and public participation;
- c. that in order to realize the corporate social and environmental responsibilities in line with regional development priorities and community needs, there needs to be a legal basis to regulate its implementation;
- d. that based on the considerations as referred to in point a, point b and point c, it is necessary to issue a Regional Regulation on Management of Corporate Social and Environmental Responsibility;
- Observing : 1. Article 18 section (6) of the 1945 Constitution of the Republic of Indonesia;
2. Law Number 13 of 1950 on the Establishment of Regency

3. Regions within the Province of Central Java (State Gazette of the Republic of Indonesia of 1950 Number 42;
4. Law Number 23 of 2014 on Local Governments (State Gazette of the Republic of Indonesia 2014 Number 244, Supplement to the State Gazette of the Republic of Indonesia Number 5587) as amended several times last by Law Number 6 of 2023 on Enactment of Government Regulation in Lieu of Law Number 2 of 2022 on Job Creation to Become Law (State Gazette of the Republic of Indonesia 2023 Number 41, Supplement to the State Gazette of the Republic of Indonesia Number 6865);
5. Law Number 11 of 2023 on Central Java Province (State Gazette of the Republic of Indonesia 2023 Number 58, Supplement to the State Gazette of the Republic of Indonesia Number 6867);

With the joint approval of
THE REGIONAL HOUSE OF REPRESENTATIVES OF THE REGENCY OF
KEBUMEN
and
THE REGENT OF KEBUMEN

HAS DECIDED:

To issue : REGIONAL REGULATION ON MANAGEMENT OF CORPORATE
SOCIAL AND ENVIRONMENTAL RESPONSIBILITY.

CHAPTER I GENERAL PROVISIONS

Article 1

In this Regional Regulation:

1. Region means the Regency of Kebumen.
2. Local Government means the Regent as an administering element of the Local Government that leads the implementation of government affairs that are the authority of the autonomous Region.
3. Regent means the Regent of Kebumen.
4. Corporation means an organizational unit that aims to make a profit and provide services to the community.
5. Social and Environmental Responsibility means a responsibility inherent in every Corporation to continue to create harmonious, balanced and appropriate relationships with the environment, values, norms and culture, in order to improve the quality of life and the environment that is beneficial, for the Corporation itself, the local community or society in general.

6. Social and Environmental Responsibility Forum, hereinafter referred to as Forum, means an institution that aims to optimize the commitment and role of Corporations through the implementation of Social and Environmental Responsibility.

CHAPTER II PRINCIPLES, INTENTS, OBJECTIVES AND SCOPE

Part One Principles

Article 2

Social and Environmental Responsibility Management is carried out based on the principles of:

- a. solidarity;
- b. justice;
- c. benefits;
- d. integration;
- e. partnership;
- f. openness;
- g. accountability;
- h. participation;
- i. professionalism;
- j. sustainability; and
- k. environmental consciousness.

Part Two Intents

Article 3

This Regional Regulation is intended to:

- a. provide legal certainty and protection for the implementation of Corporate Social and Environmental Responsibility of in the Region; and
- b. provide direction to Corporations in the Region in fulfilling the Corporate Social and Environmental Responsibilities that are right on target and provide the right benefits in the Region.

Part Three
Objectives

Article 4

This Regional Regulation aims to:

- a. improve the ability, concern and commitment of Corporations to contribute to Regional development programs in an institutional and sustainable manner;
- b. strengthen collaboration between Local Government and Corporations in the Regions in improving community welfare; and
- c. improve the quality of life and social resilience of communities within and/or around Corporations in the Region.

Part Four
Scope

Article 5

The scope of this Regional Regulation includes:

- a. program and targets;
- b. implementation;
- c. forum;
- d. reporting;
- e. awards;
- f. guidance and supervision; and
- g. monitoring and evaluation.

CHAPTER III
PROGRAM AND TARGETS

Part One
Program

Article 6

- (1) Social and Environmental Responsibility Program as referred to in 5 point a can be realized in the form of:
 - a. grant;
 - b. scholarship;
 - c. subsidy;
 - d. social assistance;
 - e. social services;
 - f. empowerment;
 - g. promotion; and/or
 - h. other forms determined by the Corporation.

- (2) The Corporate Social and Environmental Responsibility Program in the form of promotion as referred to in section (1) point g aims to introduce and market Corporate products to the community through social activities that provide benefits to the community.

Article 7

Corporate Social and Environmental Responsibility is at least in the fields of:

- a. social welfare;
- b. education;
- c. health;
- d. arts and culture;
- e. religious affairs;
- f. entrepreneurship;
- g. infrastructure; and/or
- h. environment.

Part Two Targets

Article 8

- (1) The targets of Corporate Social and Environmental Responsibility are intended for individuals, groups, and/or communities who have an inadequate living condition.
- (2) The inadequate living criteria as referred to in section (1) include:
 - a. the poor;
 - b. the neglected;
 - c. persons with disabilities;
 - d. those living in remote areas;
 - e. socially displaced and those exhibiting deviants ;
 - f. disaster victims; and/or
 - g. victims of violence, exploitation and discrimination.

CHAPTER IV IMPLEMENTATION

Part One General

Article 9

- (1) Every Corporation as a legal subject has Social and Environmental Responsibilities by paying attention to propriety and fairness.

- (2) Corporations as referred to in section (1) may include:
 - a. private- owned enterprises;
 - b. state-owned enterprises; and/or
 - c. local-owned enterprises;who carry out their business activities in the Region.

Article 10

Small and Medium Enterprises and cooperatives can actively participate in implementing social and environmental responsibilities based on volunteerism and ability.

Article 11

- (1) Social and Environmental Responsibility as referred to in Article 9 section (1) includes:
 - a. Social and Environmental Responsibility within Corporation; and
 - b. Social and Environmental Responsibility outside the Corporation.
- (2) Social and Environmental Responsibility within a Corporation as referred to in section (1) point a relates to the Corporation's commitment to fulfilling the needs of employees and their families, which includes:
 - a. basic social services; and
 - b. social protection and security.
- (3) Social and Environmental Responsibility outside the Corporation as referred to in section (1) point b relates to the Corporation's commitment to improving the welfare of the community around the Corporation, which includes:
 - a. priority of job opportunities according to needs and Corporation's requirements;
 - b. empowerment, guarantee, protection, or social rehabilitation;
 - c. community environmental means and infrastructures; and
 - d. development of human resource potential.

Article 12

Social and Environmental Responsibility is implemented based on the Corporation's annual work plan which contains the activity and budget plan required for implementing Social and Environmental Responsibility.

Part Two Implementation

Article 13

Social and Environmental Responsibility as referred to in Article 12 is implemented:

- a. directly by the Corporation;
- b. through a third party;
- c. by partnering with the community;
- d. by partnering with the Local Government; and/or
- e. by collaborating with other Corporations in the form of a consortium.

Part Three Public Participation

Article 14

- (1) The public can participate in Social and Environmental Responsibility implemented by Corporations.
- (2) Participation as referred to in section (1) may be in the form of:
 - a. giving advice, opinions, suggestions or objections in the preparation of program plans; and/or
 - b. submitting information, complaints or reports to non-conformity of program implementation.

Part Four Financing

Article 15

Social and Environmental Responsibility financing is sourced from the Corporation's costs according to the Corporation's financial capabilities.

Part Five Accountability

Article 16

- (1) The implementation of Social and Environmental Responsibility is included in the Company's annual report.
- (2) The report on the implementation of Social and Environmental Responsibility as referred to in section (1) is submitted by the Corporation to the Forum at least 1 (one) time in 1 (one) year.

CHAPTER V FORUM

Part One General

Article 17

- (1) To encourage, coordinate, facilitate and synergize the implementation of Corporate Social and Environmental Responsibility, a Forum is formed which is facilitated by the Local Government through the Regional Apparatus administering government affairs in the field of planning.
- (2) The forum as referred to in section (1) is formed with the aim of:
 - a. assisting the Local Government in optimizing the implementation of Corporate Social and Environmental Responsibility ;
 - b. facilitating Corporations in implementing Corporate Social and Environmental Responsibilities of ; and
 - c. aligning the implementation of Corporate Social and Environmental Responsibility of based on of Regional policy's priorities and community needs.
- (3) Every Corporation that carries out its business activities in the Region becomes a member of the Forum.

Part Two Duties and Functions of the Forum

Article 18

The Forum as referred to in Article 17 has the following duties of:

- a. building understanding and partnerships with Corporations and the community in improving the Social Welfare of the community;
- b. providing data and information to Corporations and Forum stakeholders regarding the types and social problems in accordance with the fields as referred to in Article 7 and their handling programs;
- c. encouraging and inviting Corporations to play an active role in supporting the success of improving community welfare; and
- d. providing assistance, advocacy, recommendations and facilitation to Corporations in implementing Social and Environmental Responsibility.

Article 19

The forum as referred to in Article 17 has the following functions of:

- a. carrying out coordination both within and outside the Forum environment;
- b. conducting dissemination to Forum members, stakeholders, the community and other parties;
- c. strengthening communication networks between central and regional Forums, among the Forum and stakeholders as well as other parties;
- d. providing, developing and disseminating the Corporate Social and Environmental Responsibility information system to other parties;
- e. organizing capacity building for organizers of Corporate Social and Environmental Responsibility; and
- f. receiving information and complaints from the public regarding Corporations that have not implemented Social and Environmental Responsibility.

Article 20

Further provisions regarding the implementation of the duties and functions of the Forum as referred to in Article 18 and Article 19 are regulated in a Regent Regulation.

Part Three Forum Funding

Article 21

Funding for the implementation of Forum activities can come from:

- a. Local Budget;
- b. Forum member contributions; and/or
- c. other legitimate and non-binding sources in accordance with the provisions of legislation.

CHAPTER VI REPORTING

Article 22

- (1) Every Corporation that carries out Social and Environmental Responsibility is required to submit a report to the Regent through the Forum.
- (2) The report as referred to in section (1) is submitted annually.

- (3) Further provisions regarding reporting procedures as referred to in section (2) are regulated in a Regent Regulation.

CHAPTER VII AWARDS

Article 23

- (1) The Regent, in accordance with his authority, can give awards to Corporations that have rendered services and achievements in carrying out Social and Environmental Responsibility.
- (2) The awards as referred to in section (1) are given in the form of:
 - a. certificate of merit;
 - b. trophy; and/or
 - c. announcement to the public.
- (4) The awards as referred to in section (1) and section (2) are given based on the Forum's proposal.
- (5) Further provisions regarding the criteria, assessment and determination of Corporations receiving awards are regulated in a Regent Regulation.

CHAPTER VIII GUIDANCE AND SUPERVISION

Article 24

- (1) The Regent provides guidance and supervision on the implementation of Social and Environmental Responsibility in the Region.
- (2) Guidance and supervision as referred to in section (1) is carried out regarding the implementation of the Forum's policies, programs and activities.
- (3) Guidance and supervision as referred to in section (1) is carried out in the form of:
 - a. technical guidance;
 - b. dissemination;
 - c. facilitation;
 - d. monitoring and evaluation;
 - e. supervision; and
 - f. reporting.
- (4) To carry out guidance and supervision as referred to in section (1), section (2), and section (3), the Regent is assisted by the Regional Apparatus administering government affairs in the field of planning.

CHAPTER IX MONITORING AND EVALUATION

Article 25

- (1) The Regent carries out monitoring and evaluation of the management of Social and Environmental Responsibility in the Region
- (2) The results of monitoring and evaluation as referred to in section (1) are used to prepare policies for the following year.
- (3) Monitoring and evaluation as referred to in section (1) and section (2) are carried out in accordance with the provisions of legislation.

CHAPTER X CLOSING PROVISIONS

Article 26

The Implementing Regulations of this Regional Regulation must be issued not later than 1 (one) year since this Regional Regulation is promulgated.

Article 27

This Regional Regulation comes into force on the date of its promulgation.

In order that every person may know hereof, it is ordered to promulgate this Regional Regulation by its placement in the Regional Gazette of the Regency of Kebumen.

Issued in Kebumen
on 5 July 2024

REGENT OF KEBUMEN,

signed

ARIF SUGIYANTO

Promulgated in Kebumen
on 5 July 2024

REGIONAL SECRETARY OF THE REGENCY OF KEBUMEN,

signed

EDI RIAN TO

REGIONAL GAZETTE OF THE REGENCY OF KEBUMEN OF 2024 NUMBER 7

Jakarta, 6 August 2025

Has been translated as an Official Translation
on behalf of the Minister of Law
of the Republic of Indonesia

DIRECTOR GENERAL OF LEGISLATION,



DHAHANA PUTRA

ELUCIDATION
OF
REGULATION OF THE REGENCY OF KEBUMEN
NUMBER 7 OF 2024
ON
MANAGEMENT OF CORPORATE SOCIAL AND ENVIRONMENTAL
RESPONSIBILITY

I. GENERAL

Corporations have a strategic role in supporting local government efforts to improve community welfare and environmental preservation through sustainable development.

The existence of Corporations that directly carry out economic activities has a broad impact on the community and the environment in which they live so that community concern and commitment to balance their economic functions in development are urgently needed.

Thus, Corporations are not only oriented towards profit alone, but also pay attention to the interests of the community and the sustainability of the environment that is affected by the activities of Corporations.

Although social and environmental responsibility has been mandated in superior legislation, the effectiveness of management and its contribution to development in the Regency of Kebumen still requires stronger policy support.

Some of these legislation include:

- a. Law Number 19 of 2003 on State-Owned Enterprises;
- b. Law Number 25 of 2007 on Investment;
- c. Law Number 40 of 2007 on Limited liability Company;
- d. Law Number 11 of 2009 on Social Welfare;
- e. Law Number 13 of 2011 on Handling of the Poor;
- f. Government Regulation Number 47 of 2012 on Corporate Social and Environmental Responsibility;
- g. Government Regulation Number 54 of 2017 on Local-Owned Enterprises; and
- h. Regulation of the Minister of Social Affairs Number 9 of 2020 on Corporate Social and Environmental Responsibility.

The enforcement of this Regional Regulation is not intended to force Corporations that carry out business activities in the Regency of Kebumen to carry out social and environmental responsibility programs determined by the local government, but rather as an instrument to strengthen Corporations that have carried out social and environmental responsibilities as required by legislation to increase their contribution to regional development, and encourage Corporations that have not carried out social and environmental responsibilities to provide concern and commitment to improving community welfare and environmental sustainability in and/or around the Corporation.

In the long term, this Regional Regulation is designed to create harmonious, balanced, and appropriate relationships with the environment, values, norms and culture of the local community in order to create equitable and sustainable development.

II. ARTICLE BY ARTICLE

Article 1

Sufficiently clear.

Article 2

Point a

The term "the principle of solidarity" means that the management of the Corporate Social and Environmental Responsibility must be based on social concern to help people in needs with empathy and compassion.

Point b

The term "the principle of justice" means that the management of Corporate Social and Environmental Responsibility must emphasize aspects of equality, non-discrimination and balance between rights and obligations.

Point c

The term "the principle of benefits" means that the management of Corporate Social and Environmental Responsibility must provide benefits for improving the quality of life of citizens.

Point d

The term "the principle of integration" means that the management of Corporate Social and Environmental Responsibility must integrate various related components so that they can run in a coordinated and synergistic manner.

Point e

The term " principle of partnership" means that the management of Corporate Social and Environmental Responsibility requires a partnership between the Local Government and Corporations as partners of the Government in improving social welfare and environmental sustainability.

Point f

The term the "principle of openness" means providing the widest possible access to the public to obtain information related to the management of Social and Environmental Responsibility carried out by the Corporation.

Point g

The term "the principle of accountability" means that every management of Corporate Social and Environmental Responsibility must be accountable in accordance with the provisions of legislation.

Point h

The term " the principle of participation" means that every management of Corporate Social and Environmental Responsibility must involve all components of society.

Point i

The term "the principle of professionalism" means that every management of Corporate Social and Environmental Responsibility to the community must be based on professionalism in accordance with the scope of its duties and implemented as optimally as possible.

Point j

The term "the principle of sustainability" means that the management of Corporate Social and Environmental Responsibility is carried out in a sustainable manner, so that community independence is achieved.

Point k

The term "environmentally aware principle" means that Social and Environmental Responsibility of a Corporation is implemented while still paying attention to and prioritizing the protection and maintenance of the environment.

Article 3

Sufficiently clear.

Article 4

Sufficiently clear.

Article 5

Sufficiently clear.

Article 6

Sufficiently clear.

Article 7

Section (1)

Point a

The term in the field of social welfare includes social rehabilitation, social security, social empowerment, and social protection for people with social welfare problems.

Point b

The term in the field of education includes educational assistance and educational support facilities to increase the intelligence of the community.

Point c

The term in the field of health includes health service assistance and health facilities to improve public health.

Point d

The term in the field of arts and culture includes assistance in the form of services and/or facilities to the community to support the improvement of arts and cultural activities.

Point e

The term in the field of religious affairs includes assistance in the form of religious services and/or supporting facilities for the community to improve the quality of worship.

Point f

The term in the field of entrepreneurship includes assistance services, training and facilitation to related parties in order to improve the quality of entrepreneurs in the community.

Point g

Sufficiently clear.

Point h

Sufficiently clear.

Article 8

Sufficiently clear.

Article 9

Sufficiently clear.

Article 10

Sufficiently clear.

Article 11

Sufficiently clear.

Article 12

Sufficiently clear.

Article 13

Sufficiently clear.

Article 14

Sufficiently clear.

Article 15

Sufficiently clear.

Article 16

Sufficiently clear.

Article 17

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Article 18
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Article 19
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SUPPLEMENT TO THE REGIONAL GAZETTE OF THE REGENCY OF KEBUMEN
NUMBER 216