CORPORATE SOCIAL RESPONSIBILITY IN LESS DEVELOPED LOCAL

COMMUNITIES OF THE REPUBLIC OF CROATIA

**ABSTRACT** 

The topic of this paper is the role of CSR in society, primarily in local communities in which the

development index is below the Croatian average. Most of these communities are located in the

central and eastern parts of the country, especially along the border with Bosnia and Herzegovina

and Serbia. These are poor communities whose economic, demographic and social situations are

significantly worse and more complex than in the rest of Croatia. This situation is due to various

factors: from war and socioeconomic to geographical.

For several years now, the border area with Serbia, and more recently the border area with Bosnia

and Herzegovina, has been under the influence of the migrant crisis, i.e. significant pressure from

illegal border crossings outside of official border crossings. Migrants and refugees attempt to enter

Croatia from Bosnia and Herzegovina, and then reach Slovenia, which is a Schengen member

country, to continue to their desired destination without hindrance. The arrival of a large number

of immigrants and increased surveillance of the state border in order to combat human trafficking

requires the presence of more police. All this disturbs the local population and further slows down

cross-border traffic and economic prosperity.

For the locals of underdeveloped parts of Croatia, in the face of globalization and its economic and

social consequences, the fundamental question is how to stimulate economic development,

strengthen disadvantaged parts of the community and mitigate differences compared to developed

areas. Encouraging and developing activities in the community, with the aim of revitalization and

balanced development, improving the quality of life and the economic situation, albeit

insufficiently, are being pursued by companies and government, local government and self-

government, as well as civic initiatives and associations.

**Keywords:** CSR, sustainable development, local communities, development index