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Factsheet for case PT-2020-13/433

Extraordinary financial incentive to support the normalisation of business activity activity

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Country	Portugal, applies nationwide
Time period	Temporary, 27 March 2020 - 30 June 2020
Type	Legislation or other statutory regulation
Category	Supporting businesses to get back-to-normal – Measures to support a gradual relaunch of work
Case created	09 April 2020 (updated 05 May 2020)

Background information

This exceptional and temporary measure, set by Decree-Law 10-G/2020 of 26 March, aims to respond to the COVID-19 pandemic, aiming at maintaining employment and the mitigation of situations relation to business crisis for companies.

Following the period of temporary reduction of the normal working time or suspension of the employment contract provided for in the legislation under simplified conditions, the businesses are entitled to an extraordinary financial incentive to support the normalisation of the activity, in order to facilitate a gradual relaunch of work.

Content of measure

Companies in crisis situation as a result of: i) a complete halt in the activity or ii) an abrupt and sharp decrease of activity of at least 40% of invoicing have access to a temporary and extraordinary financial incentive to support the normalisation of the activity.

Following the period of temporary reduction of the normal working time or suspension of the employment

contract provided for in the legislation under simplified conditions, the employers are entitled to this temporary and extraordinary financial incentive to support the upturn of the business activity.

This incentive is paid as a lump sum by the Institute of Employment and Vocational Training (Instituto do Emprego e Formação Profissional, I.P. - IEFP, I.P.).

The amount to be paid is equal to the value of one national minimum wage per worker.

Use of measure

Not available

Actors, target groups and funding

Actors	Target groups	Funding
National government Public employment service	All companies	European Funds National funds

Social partners

Role of social partners	Consulted
Form of involvement	Bi-or tripartite social dialogue bodies

Not available

Sectors and occupations

This case is not sector-specific.

This case is not occupation-specific.

Sources

- 20 March 2020: Decreto-Lei n.º 10-G/2020, Diário da República n.º 57/2020, 1º Suplemento, Série I de 2020-03- ([dre.pt](#))