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Factsheet for case **DK-2020-11/624**

Temporary compensation scheme for self-employed persons

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| | |
|--------------|--|
| Country | Denmark, applies nationwide |
| Time period | Temporary, 09 March 2020 - 08 June 2020 |
| Type | Legislation or other statutory regulation |
| Category | Income protection beyond short-time work – Extensions of income support to workers not covered by any kind of protection scheme |
| Case created | 15 April 2020 (updated 02 May 2020) |

Background information

The outbreak of corona virus has already had major financial consequences. Many self-employed people face major challenges, and this requires further initiatives. Therefore, has the government together with all the parties in the Parliament passed a new temporary compensation scheme for the self-employed.

The companies must apply for compensation on the Danish Commerce Agency's corporate portal for companies. The scheme is managed by the The Danish Business Authority.

The legal reference to the scheme is BEK nr 332 af 01/04/2020.

Content of measure

Self-employed, freelancers and other companies with a maximum of 10 full-time employees may receive temporary compensation for lost revenue due to coronavirus / covid-19.

To apply for lost revenue compensation, it requires:

- 1) Turnover or B-income has been at least DKK 10,000 per average. month before coronavirus / COVID-19
- 2) Maximum of 10 full-time employees. This means, for example, a half-time employee equivalent to half a full-time employee, etc. The business owner and employee spouse do not count in the 10 full-time

employees

3) Have expected loss of at least 30% due to coronavirus / COVID-19

4) Lost revenue from March 9 through June 8, 2020.

State compensation is 75 per cent of the revenue loss, however, a maximum of 23,000 kr. per month corresponding to the rates in the salary compensation scheme for salaried employees agreed with the social partners in the tripartite agreement.

The compensation may amount to up to DKK 34,500 per month, if the self-employed has a spouse employed.

Self-employed or small businesses can receive maximum compensation for three months from 9 March until 9 June. It is a requirement that the company does not have more than 10 full-time employees.

Use of measure

Unknown

Actors, target groups and funding

| Actors | Target groups | Funding |
|---------------------|--------------------------------|----------------|
| National government | One person or microenterprises | National funds |

Social partners

| | |
|-------------------------|----------------|
| Role of social partners | No involvement |
| Form of involvement | Unknown |

Unknown

Sectors and occupations

This case is not sector-specific.

This case is not occupation-specific.

Sources

- 15 April 2020: BEK nr 332 af 01/04/2020 (www.retsinformation.dk)
- 15 April 2020: Midlertidig kompensation for selvstændige som følge af coronavirus/covid-19 (indberet.virk.dk)