New tripartite agreement – the implications it will have for you

The government has just adopted an agreement with employees and employers which will help to avert massive layoffs.

- You keep your job and are sent home with full pay
- The state will help companies pay 75% of your salary (up to DKK 23,000)
- Companies will pay 25% of your salary
- You will waive five vacation days
The new deal, like financial aid to businesses, will help a lot of workers keep their jobs.

We have gathered a number of questions and answers in relation to the new tripartite agreement. Note that the answers are only indicative. The agreement will initially be implemented in legislative texts in the upcoming days. Remember that you can always contact your local 3F branch if you experience changes in your work due to the corona situation.

What is the deal about?

During the period in which the company is covered by the wage compensation agreement, the company must pay you the wages you are due, as usual. The company will then cover part of the wage costs from the state.

For full-time employees: Salary compensation will represent 75 percent of the total salary expenses for the employees covered. However, only a maximum of DKK 23,000 per month.

For hourly paid workers: Salary compensation may amount to 90 per cent, but a maximum of DKK 26,000 per month for a full-time employee covered by the scheme.

Does the agreement apply to all employees?
The agreement applies to companies that faces having to notify layoffs of at least 30 percent of their employees or more than 50 employees.

Can I be dismissed if I am covered by this scheme?
No, a prerequisite for salary compensation is that the company does not dismiss employees due to financial reasons.

Do I have to work if I am covered by this scheme?
No, you must not work, but be sent home in the compensation period with full pay.

What requirements does the new agreement have for me?
If you are covered by the wage compensation agreement at your place of work, you should use five days of holidays or overtime (afspadseringsdage). In those days, the company will not receive compensation. If you have not accumulated holiday days or overtime (afspadsering), you will have to take leave without pay or use holiday days from the new holiday.

Why do I need to spend five holiday days or days to counterbalance overtime (afspadsering)?
Right now, we are in a situation that has huge implications for our society. It also means that we all should help to get as many people as possible through this period in the best possible way. But, the fact is that everyone here will suffer losses. The state will grant subsidies so that companies do not have to dismiss workers, companies will pay part of the wage costs, and employees will then use five holidays or overtime days (afspadsering).

What if I have other questions concerning the agreement?
In the upcoming days, the agreement will come into force and more details will come to light. We will keep updating our site here with answers and you are always welcome to contact your local 3F branch.

When will the scheme enter into force?
The temporary compensation scheme will enter into force retroactively from 9th March to 9th June, 2020.