



FIXED COST COMPENSATION SCHEME

As a company, you can apply for temporary compensation for your company's fixed expenses. This applies, for example, to rent, interest expenses and contract-related expenses (eg leasing).

To apply your company need a danish CVR number and must be registered before March 10 2020 and your company must have fixed expenses on at least 12,500 DKK from 9 March to 8 June 2020. Additionally, due to the coronavirus disease/COVID-19, the company must expect a decrease in turnover of at least 35 % during the entire period of compensation, **or** have been legally prohibited from staying open for part of the compensation period.

The compensation can be up to 80 % of the expenses but no more than 110 million DKK

How much may I receive in compensation?

You may receive up to 80% of your expected fixed costs in compensation.

If your business has been legally prohibited from staying open and you have had no turnover, you may receive 100% of your fixed costs.

Must I use the services of an independent, certified accountant?

Yes, you will need an auditor's certificate from an independent, certified accountant.

Will I be taxed on my compensation?

Yes, the compensation amount is taxable and is considered part of your company's income.

Might I have to pay back the compensation?

Yes, if you have been paid too high an amount as compensation, for example if your turnover ends up being higher than estimated.

How do I apply?

You can find the latest information about the compensation schemes on virksomhedsguiden.dk under the heading coronavirus/covid19.

Sources:

https://virksomhedsguiden.dk/erhvervsfremme/content/temaer/coronavirus_og_kompensation/artikler/faa-hjaelp-til-din-virksomheds-faste-omkostninger/648e5903-cfc5-4caf-9c4d-1c62b3346c8d/

<https://danishbusinessauthority.dk/compensation-scheme-fixed-costs>