Netherlands

*Impact of the COVID-19 outbreak in the EFFAT Sectors and measures taken to deal with the consequences of the pandemic*

EFFAT affiliates: FNV, Migrant Domestic Workers-FNV, FNV Horecabond, CNV

**Governmental measures**

The Dutch government has introduced several measures which include;

1. A **guarantee facility for SME loans** (BMKB) is already in place and working – EUR 665 million of an available budget of EUR 765 million, 0.08% of GDP. The Ministry of Economic Affairs and Climate Policy has expanded guarantees to a higher guarantee percentage, up to 90% of the credit risk of banks for SMEs that want to take out a loan of EUR 1.5 mln maximum but that do not have the required collateral.

2. The social assistance decree, aimed at self-employed persons, (Bbz, Besluit bijstandverlening zelfstandigen 2004) will be expanded, meaning that the self-employed and entrepreneurs will be able to receive social assistance if they meet certain standards, which will be relaxed.

3. A new temporary measure will be introduced to help entrepreneurs paying wages, in order to prevent unemployment. This measure replaces the current working time reduction scheme, which was not designed for handling a pandemic. In the new scheme, employers will be supported more quickly than before. Employers using the scheme must commit to not firing their employees on economic grounds. Employers who expect a decline of at least 20% in revenue can request an allowance for a period of 3 months of maximally 90% of the total wage sum. The Employee Insurance Agency (UWV) will pay a deposit beforehand, and it will be determined afterwards whether a firm has received too much or too little support. The Dutch government will work on the details of the proposal in the coming period and will send a request to the European Commission regarding state-aid rules. The costs will strongly depend on the number of applications. If 25% of all employers apply for an average of 45% of their wage bill, the costs will be around 10 billion euros in the first 3 months. These costs will increase when the number of applications rise.

4. Businesses can request for a special deferral of payment in income tax, corporate tax, turnover tax, energy tax and wage tax. Temporarily, no penalties for failure to pay taxes (on time) will be imposed.

5. The so-called GO-regulation, through which SMEs can secure a 50% guarantee from the government on their bank loans and bank guarantees, will be expanded. The maximum ceiling guaranteed will be increased from EUR 400 million to EUR 1.5 billion and the maximum GO-facility per firm will be increased from EUR 50 million to EUR 150 million. This will enable both small and large firms to benefit from this policy.

6. In order to support small firms and start-ups with little financial reserves, we will expand the Credits-program. Through this program, we expect to support approximately 3000 to 6000 firms by a deferment of payment for a period of a maximum of six months and by giving those firms a discount on their rent payments for the same period.

7. To support firms that are affected by our government’s health measures - for example by the closure of restaurants - an emergency desk will be introduced, through which those firms can receive a one-off lump sum allowance of EUR 4000. The conditions for this allowance are currently being drafted.

More information on the governmental measures can be found on the ETUC webpage [here](#).
Impact in the EFFAT Sectors and specific measures adopted to deal with them

Agriculture sector:
The impact on the agricultural sector differs for each sub-sector. Floriculture and flower auction have been hit particularly hard because of the suspension of exports.

Agricultural and horticultural SMEs will be supported by temporarily relaxing the guarantee for working capital, which is part of the existing decree Borgstelling MKB-Landbouwkredieten (BL). The decree will ease acute liquidity problems for agricultural and horticultural business who experience those problems due to the COVID-situation. The credit is for a maximum of 2 years.

As far as seasonal workers are concerned, part of them have returned to their country of residence. Employment is absorbed by means of workers who are temporarily unable to work in their own sector.

Food, Drink and Tobacco sector:

HRCT sector:

Measures adopted in specific companies
In Brewing, Packaging, Warehouse and Laboratory industries, most of the work remains in place. Some shifts have been adjusted so no masses of people go in and out at the same time. For the moment there are no personnel consequences after the COVID-19 crisis, but nobody knows what the future will bring.

The Ontrade is closed in the Netherlands, so the keg-line doesn't work in Production either. The same goes for tank beer, there are no fillings for tanks.

Additional information:
FNV Statement on COVID 19
Joint letter to the government of necessary measures.
COVID 19 – Government of the Netherlands
FNV Press release : Iedereen in dit land verdient bescherming, ook zonder verblijfstatus.
FNV Reactie noodsituatie huishoudelijke werkers 24.2.2020 NL / EN

For more information on the measures adopted in transnational companies please check the main page