

The new Apprenticeship Levy

How will the new funding arrangements **affect your organisation** and how can you **maximise the returns** on the Apprenticeship Levy?

Key details



What and why?

New levy on employers to contribute towards the **funding of apprenticeships** in England.



Who?

Employers operating **within the UK** with a **payroll bill of over £3m** each year are required to contribute.



How much?

The levy will be charged at **0.5% of your annual payroll bill**, above £3m.



How?

The levy will be **paid monthly** to HMRC through the **Pay as You Earn (PAYE)** process.



When?

First levy payments due **April 2017** and funded apprenticeships start **May 2017**.

The benefits for apprenticeships

83%

of apprentices said their career prospects have improved.

70%

of surveyed employers said apprenticeships improved product quality and service.

Apprenticeships provide a typical **return of £26-£28 for every £1** of government investment in apprenticeships at Levels 2 and 3.

Source: English Apprenticeships: Our 2020 Vision - Executive Summary

**For further information contact
CSA Head of Learning & Development Fiona Macaskill**

T: 0191 217 3072
E: fiona.macaskill@csa-uk.com