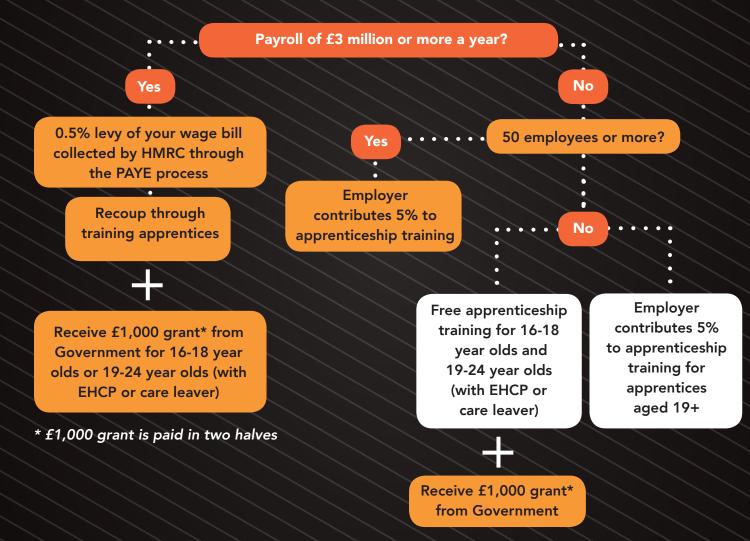




Apprenticeship Funding Guide for employers

There has never been a better time to employ an apprentice or to develop the skills of existing employees through an apprenticeship.



Note: All apprenticeships started before 1 April 2019 will continue at the contribution rate of 10% until completion.

Free English & Maths

If the apprentice needs to study English and/or maths, the Government will fund 100% of this.

For more information: Tel: 023 8048 4848 Email: employers@southampton-city.ac.uk Web: www.southampton-city.ac.uk

What will your organisation pay?

We've provided some examples to help make the apprenticeship funding clearer.

Non-levy payer examples

Sam Salt Marine (30 employees, wage bill £850,000) takes on a Marine Engineering apprentice who is **aged 17** when they start their apprenticeship. Training value of apprenticeship is £27,000

	16 – 18 year olds	Actual payment
Sam Salt Marine pays to training provider	0%	£0
Government pays to training provider	100%	£27,000
Sam Salt Marine receives grant	Yes	£1,000

Non-levy payer (employ 50+) examples

Quayside Business (60 employees, wage bill £1.5 million) takes on a Business Admin apprentice who is **aged 17** when they start their apprenticeship.

Training value of apprenticeship is £2,500

	16 – 18 year olds	Actual payment
Quayside Business pays to training provider	5%	£125
Government pays to training provider	95%	£2,375
Quayside Business receives grant	Yes	£1,000

Levy payer examples

Newtown Marine (annual wage bill £4 million) takes on a Boat Building apprentice who is **aged 18** when they start their apprenticeship. Training value of apprenticeship is £27,000 Sam Salt Marine (30 employees, wage bill £850,000) takes on a Marine Engineering apprentice who is **aged 21** when they start their apprenticeship. Training value of apprenticeship is £27,000

	Aged 19+	Actual payment
Sam Salt Marine pays to training provider	5%	£1,350
Government pays to training provider	95%	£25,650
Sam Salt Marine receives grant	No	£0

Quayside Business (60 employees, wage bill £1.5 million) takes on a Business Admin apprentice who is **aged 20** when they start their apprenticeship. Training value of apprenticeship is £2,500

	Aged 19+	Actual payment
Quayside Business pays to training provider	5%	£125
Government pays to training provider	95%	£2,375
Quayside Business receives grant	No	£0

Newtown Marine (annual wage bill £4 million) takes on a Boat Building apprentice who is **aged 23** when they start their apprenticeship.

Training value of apprenticeship is £27,000

	16 – 18 year olds	Actual payment		Aged 19+	Actual payment
Newtown Marine pays to training provider	100%	£27,000	Newtown Marine pays to training provider	100%	£27,000
Government pays to training provider	0%	£0	Government pays to training provider	0%	£0
Newtown Marine receives grant	Yes	£1,000	Newtown Marine receives grant	Νο	£0