

CITB & Apprenticeship Levy Transition Package

Introduction

Some construction employers will be liable to pay both the CITB Levy and the new Apprenticeship Levy.

CITB has agreed that construction employers paying the CITB Levy should not bear the full cost of two levies when the Apprenticeship Levy is introduced in April 2017.

Between April 2017 and April 2018 a Transition Package will be implemented by CITB with those employers paying both levies and claiming CITB grants being eligible for an Enhanced Training Grant.

Subject to consensus being agreed in September 2017 a new CITB Levy Order will be introduced in April 2018 which is anticipated to address the issue of employers paying both levies.

Transition Package

From 6 April 2017 – 5 April 2018 employers that pay both the CITB Levy and Apprenticeship Levy will be eligible to claim an Enhanced Training Grant from CITB

CITB will calculate the amount of Apprenticeship Levy anticipated to be payable by an employer using the payroll figures provided on their latest CITB levy return

For every £1 claimed in grant from CITB (not including supplementary grant) employers will receive a 100% top up as an Enhanced Training Grant until they have received the maximum amount claimable

The amount claimable as Enhanced Training Grant will be no more than the total Apprenticeship Levy payable in relation to construction related activities between April 2017 - March 2018

The Enhanced Training Grant will be paid quarterly

Employers that subsequently pay more Apprenticeship Levy than calculated from their CITB levy return will be able to apply for a review of the amount of Enhanced Training Grant claimable.

July 2016