

# The Apprenticeship Levy

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The Apprenticeship Levy is an amount paid at a rate of 0.5% of an employer's annual pay bill.

Employers have to pay the Apprenticeship Levy each month if they:

- have an annual pay bill of more than £3 million
- are connected to any companies or charities for Employment Allowance purposes and have a combined annual pay bill of more than £3 million

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Levy payers access their funds through their apprenticeship service accounts. They can manage funds using the apprenticeship service and spend it on training and assessing their apprentices.

[Learn how to create an Apprenticeship Account here.](#)

For smaller employers apprenticeships are funded via co-investment or by levy transfer. For co-investment, both the employer and the government pay the training provider for apprenticeship training – 5% from the employer and 95% from the Government from April 2019.

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The other option is Levy Transfer. Transfer funds can pay for the costs of training and assessment and can be accessed quickly and efficiently. A smaller employer, who does not pay the apprenticeship levy, can reserve funds in the 'finance' section of their apprenticeship service account.

Visit our [Funding & Levy page](#). Access resources and guidance to help you on your way/

Healthcare

Apprenticeships