

Support & Incentives for Apprenticeship

A guide to navigating Maryland's programs which support Registered Apprenticeship





Maryland Grants & Incentives Reference Guide

Program or Incentive	Per Apprentice Value	Annual Maximum	AMP Youth	1st Year	2nd - 4th Year	5th Year +
<u>Maryland Apprenticeship</u> <u>Tax Credit</u>	\$3,000 (\$1,000 / Youth)	\$15,000	•	~	-	-
<u>Sponsor Apprentice</u> <u>Incentive Reimbursement</u> <u>(SAIR)</u>	\$2,500	-	-	~	-	-
Maryland Business Works* *Employers with 500 or fewer employees	\$4,500	\$40,000	~	~	~	•
SPECIAL POPULATIONS PROGRAMS						
Registered Apprenticeship Cadet Program	\$2,000	\$10,000	-	~	~	•
<u>Fostering Employment</u> <u>Program</u>	\$7,500	-	-	~	~	-

Maryland Registered Apprenticeship Tax Credit

How Much:

What Does it Pay for:

Who applies:

When to Apply:

Restrictions:

\$3,000 per Registered Apprentice / \$1,000 per Youth Apprentice Offset of Maryland State Income Tax Liability Employer

Rolling application, must be submitted before taxes are filed.

- For new apprentices only
- Registered Apprentices must be employed 7 months in the tax year
- Youth Apprentices must complete 450 hours in the tax year
- Recipient must have MD Income Tax liability
- If the occupation is a prevailing wage covered craft, employer must pay 50% of prevailing wage rate

Sponsor Apprenticeship Incentive Reimbursement (SAIR)

How Much: \$2,500 per Registered Apprentice

What Does it Pay for: Reimbursement for Related Instruction

Program Sponsor

Who applies:

Restrictions:

When to Apply:

Rolling application, after apprentice is registered

- For new apprentices only
- Apprentices must remain employed and registered for 45 days
- 10 reimbursements per employer, per calendar year
- Sponsor passes reimbursement on to employer (if applicable)

Maryland Business Works (MBW)

How Much:

What Does it Pay for:

Who applies:

When to Apply:

Restrictions:

50% of cost of Related Instruction, up to \$4,500 per apprentice
Reimbursement for Related Instruction
Employer
At least 28 days prior to the start of training
Employers with fewer than 500 employees

- Apprentices must be incumbent workers (employed 6 months)
- Employer match portion (50%) cannot be grant funded
- Max of \$40,000 per employer per year
- No capital expenses, equipment, wages/benefits, supportive services
- Training must occur in six months following application

YEAR 1		YEAR 2			
Cost of Related Instruction:	- \$4,000	Cost of Related Instruction:	- \$4,000		
SAIR Reimbursement:	+ \$2,500	Maryland Business Works:	+ \$2,000		
MD Apprenticeship Tax Credit:	+ \$3,000				
Employer Cost:	+ \$1,500	Employer Cost:	- \$2,000		

YEAR 3		YEAR 3		
Cost of Related Instruction:	- \$4,000	Cost of Related Instruction:	- \$4,000	
Maryland Business Works:	+ \$2,000	Maryland Business Works:	+ \$2,000	
Employer Cost:	- \$2,000	Employer Cost:	- \$2,000	

4-Year Program without support: \$16,000

4-Year Program with support: \$4,500

Questions?

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