

THE MCAST APPRENTICESHIP SCHEME



MCAST

Dear Industry Partner

You may benefit for a deduction from your taxable income for each apprenticeship contract (of 6 months continuous duration).

Conditions:

Where a qualifying person provides a paid work placement or an apprenticeship in the year preceding the year of assessment, a deduction equivalent to €600 for each work placement and €1,200 for each apprenticeship shall be allowed against the said person's income charged to tax for such year of assessment;

Provided that the deduction shall only be allowed where the work placement or apprenticeship, as the case may be, is of at least 6 months continuous duration;

Provided further that, to the extent that the deduction cannot be wholly set off against the income of the qualifying person for the year during which the expenditure was incurred, it shall be carried forward and set off against the income of subsequent years in succession;

Provided also that, where the qualifying person is an individual, to the extent that the deduction cannot be wholly set off against the income of the individual or of his spouse, where applicable, for the aforesaid year, it shall be carried forward and set off against the income for subsequent years in succession.

The deduction shall only be allowed where the qualifying person does not benefit from any deduction, tax credit or any other form of assistance in relation to the said expenditure by the Government or any Government entity.

Procedure to be adopted:

Companies-

There is a specific TRA in the tax return to cater for L.N. 179 of 2014 (SL 123.158). The company has to complete TRA (tax return attachment) 84.

The company's tax practitioner / accountant (registered with CFR) will have access to this form through the CFR portal. Whilst downloading the income tax return of the company, this form will become available (as one of the attachments to the sheets).

Self-employed-

The individual that has income deriving from self-employment, must fill in a Tax Return form that is normally issued near the end of May. Expenses are to be listed on the Profit and Loss statement, which comes attached with the Tax Return form.

In case one needs assistance in filling the Profit and Loss statement, an accountant should be contacted.

Thank you for investing in our students

The AWBL Team.