




Name of the instrument in English	Tax credit in favour of apprenticeship
Country	 France
Type of instrument	Tax incentives

Level of operation	National
Part of the country where the instrument applies	nap
Region(s) in which the instrument applies	nap
Sector(s) in which the instrument applies	nap
Legal basis	Fiscal code (introduced on 18th January 2005 Law)
Objective(s) and target(s)	To promote the development of apprenticeship by increasing the number of apprenticeship contracts.
Year of introduction	2005
Year of termination	No foreseen end to the instrument (on-going)
Governance (management, operation, monitoring and evaluation)	The Ministry of Finance is responsible for the overall management of the instrument and tax authorities for day-to-day operation. CNEFOP is responsible for monitoring/aggregating the data. The Ministry of Labour is also involved in the management of the instrument.
Eligible group(s)	All companies employing apprentices for at least one month.
Education and training eligible	The instrument supports only apprenticeship. It applies to all levels.
Source of financing and collection mechanism	State (loss of tax revenue)
Financing formula and allocation mechanisms	<p>The amount of deduction may not exceed the amount of wages of apprentices after deducting subsidies. The maximum amount that can be deducted is EUR 1,600 per apprentice preparing a diploma at lower secondary school and diploma not exceeding 2 years after the baccalaureate.</p> <p>In addition, companies can benefit from the apprenticeship credit tax only during the first year of registration of an apprentice.</p>

Eligible costs	Any apprenticeship training related costs
Volumes of funding	<p>In 2014, the loss of tax revenue amounted to EUR 350,000,000.</p> <p>The total amount of the State's foregone revenue doubled between 2004 and 2014, from EUR 175 million to EUR 350 million. This may be explained by the increasing level of qualification of apprentices - apprenticeship wages vary according to the level of qualification/type of diploma.</p>
Beneficiaries/take up	na
Sources	CNEFOP, www.cnefop.fr

Related apprenticeship schemes

Apprenticeship contract

 FRANCE

Source URL: <https://www.cedefop.europa.eu/tools/financing-apprenticeships/financing-instruments/tax-credit-favour-apprenticeship>