

Apprenticeship Tax Credit



The State of Arkansas provides incentives to companies that employ apprentices by offering employer tax credits. Companies who participate in USDOL Registered Apprenticeship (RA) programs are eligible for a tax credit of up to \$2,000 per apprentice up to a maximum amount of \$10,000 per year, or 10% of the wages earned in a taxable year.

Documents Needed to Receive an Apprenticeship Tax Credit



*Click on these forms to download a sample of what is required.
**This form is obtained from DF&A, after the company submits their Employer Agreement and Tax ID Number.

Step-by-Step Process to Receiving an Apprenticeship Tax Credit

To claim these benefits the Office of Skills Development (OSD) can help.

Follow the process to the right, each step is explained and links to the required forms are above. For more information you can visit the DFA website regarding special tax credits:

https://www.dfa.arkansas.gov/excisetax/tax-credits-specialrefunds/business-incentives-andcredits/

1 ѕивміт	Submit the Employer Agreement & Tax ID to DFA: Taxcredits@dfa.arkansas.gov
2 RECEIVE	DF&A sends the employer further instructions and the Annual Wage Form
3 SUBMIT	Complete & submit all forms, including Employee W-2 & Apprentice Agreement to DFA
4 APPROVAL	DF&A reviews application and documentation and approves the tax credit

If you have additional questions please call the Arkansas Department of Finance Administration (DFA) at 501-682-7106 or Office of Skills Development (OSD) at 501-682-1360.