

Apprenticeship Job Creation Tax Credit (AJCTC)

What is it?

This is a federal incentive program designed to help employers offset the cost of hiring and training employees who have entered into an apprenticeship contract.

What is the benefit to your company?

You can take advantage of a non-refundable tax credit equal to 10% of the eligible salaries and wages paid to apprentices. Any unused credit may be carried back 3 years and carried forward 20 years.

The maximum credit is \$2,000 per year for each eligible apprentice. There is also the added benefit of having higher skilled employees as part of your team.



**Knowledge,
Connections
& Resources
for your
Business**



Who Qualifies?

Any business that hires someone working in a prescribed trade, in the first two years of their apprenticeship contract qualifies. To access a list of the prescribed trades currently listed as Red Seal Trades go to <http://www.red-seal.ca/w.2lc.4m.2@-eng.jsp> or check out the list below.

What Qualifies?

Salaries and wages paid by the employer to an eligible apprentice for the apprentices' employment in Canada during the first 24 months of the apprenticeship are eligible. The employment must have begun after May 1, 2006.

Remuneration based on profits, bonuses, and taxable benefits including stock options, and certain unpaid remuneration don't qualify.

How do I apply?

Claim the credit on your company's income tax returns, using either:
[Form T2038\(IND\)](#), *Investment Tax Credit (Individuals)* or
[Form T2SCH31](#), *Investment Tax Credit - Corporations*.

Forms can be ordered on-line at www.cra.gc.ca/forms or by calling 1-800-959-2221.

Where can I find more information?

The following forms and publications, will give you more information:

General Income Tax and Benefit Guide, Form T2038(IND), Investment Tax Credit (Individuals), Guide T4012, *T2 Corporation - Income Tax Guide* and Form T2SCH31, *Investment Tax Credit - Corporations*.

They are available on the Canada Revenue Agency (CRA) web site at www.cra.gc.ca/forms.

You can also call CRA's Business Enquiries line at 1-800-959-5525.

Red Seal Trades

Note: The Minister of Finance may, in consultation with the Minister of Human Resources and Social Development, prescribe other trades to <http://www.red-seal.ca/w.2lc.4m.2@-eng.jsp>.

Agricultural Equipment Technician	Landscape Horticulturist
Appliance Service Technician	Lather (Interior Systems Mechanic)
Automotive Painter	Machinist
Automotive Service Technician	Metal Fabricator (Fitter)
Baker	Mobile Crane Operator
Boilermaker	Motor Vehicle Body Repairer (Metal and Paint)
Bricklayer	Motorcycle Mechanic
Cabinetmaker	Oil Burner Mechanic
Carpenter	Painter and Decorator
Concrete Finisher	Partsperson
Construction Craft Worker	Plumber
Construction Electrician	Powerline Technician
Cook	Recreation Vehicle Service Technician
Electric Motor System Technician	Refrigeration and Air Conditioning Mechanic
Electronics Technician (Consumer Products)	Rig Technician
Floorcovering Installer	Roofer
Glazier	Sheet Metal Worker
Hairstylist	Sprinkler System Installer
Heavy Duty Equipment Technician	Steamfitter/Pipefitter
Industrial Electrician	Tilesetter
Industrial Mechanic (Millwright)	Tool and Die Maker
Insulator (Heat and Frost)	Transport Trailer Technician
Instrumentation and Control Technician	Truck and Transport Mechanic
Ironworker (Generalist)	Welder
Ironworker (Reinforcing)	
Ironworker (Structural/Ornamental)	

We're here to help!

To find out how the Business Development Branch at OMAFRA can provide you with knowledge, connections, and resources to help you grow your business, call toll-free at 1-888-466-2372 extension 63795 or e-mail at foodinvest@ontario.ca. For information about this program and others, as well as our branch, visit www.omafra.gov.on.ca/english/food.