

14 Warrington Street
Ashton-under-Lyne
Lancashire
OL6 6AS
Tel: 0161 343 1789
Fax: 0161 330 1182
E-mail: alan@boltonandco.com
Website: www.boltonandco.com

Bolton & Co
Chartered Accountants
Alan K Bolton BA Hons FCA DChA

SCHOLARSHIP FUNDING

Tax free payments to students of £15,480

HMRC approves awards of up to £15,480 for scholarships and apprenticeship schemes at universities and colleges.

This means an employer can fund an employee up to £15,480 pa with a tax deductible expense in the business and tax free to the student.

The employee must be enrolled for at least a year and attend for at least 20 weeks.

The payment can include lodging, subsistence and travel. It must exclude tuition fees.

We recommend that the student should already be “employed” by the business before the course.

This relief applies to the directors’ family – we recommend the student has been employed in the business before the course starts. There is no requirement that the employee returns to work after the course.

A contract between the student and employer should be prepared setting out the terms.

For advice on this and other tax saving ideas, please contact Alan Bolton on 0161 343 1789 or at alan@boltonandco.com.

This newsletter deals with a number of topics which, it is hoped, will be of general interest to clients. However, in the space available it is impossible to mention all the points which may be relevant in individual cases, so please contact us for personal advice on your own affairs. Please speak to one of our advisers, Alan Bolton, Sandra Savage, Michele Howe or Tony Albinson about any of the above matters.

Alan Bolton is a member of a professional group of businesses who seek business opportunities for one another. You may like him to introduce you to any of our group who you feel you may be able to do business with or you may be interested in visiting the business referral group to see how we can benefit you.

TAX NEEDN’T BE TAXING!