

Evaluation of the Canada Apprentice Loan Phase 1

Starting January 2015, the Government of Canada began disbursing the Canada Apprentice Loan (CAL) to help more apprentices in Red Seal trades complete their training and to encourage more Canadians to consider a career in the skilled trades.

CAL PROVIDES

Up to \$4,000 per period
of full-time technical
training for eligible
apprentices.

Eligibility for the
Repayment Assistance
Plan for those facing
financial difficulties
in loan repayment.

Other support measures for apprentices offered by the Government of Canada include Apprenticeship Grants, Employment Insurance benefits, tax deductions and credits, and the Skills Development-Apprenticeship Program.

Provincial and territorial supports for apprentices also exist and vary by jurisdiction.

PHASE 1 EVALUATION FINDINGS

There is a need for the CAL, as it is timely and helps cover the technical training costs of apprentices. Some apprentices would have been unable to attend training without this loan.

In 2015, 20,236 loan applications were submitted and 75.6% (15,289) were approved, leading to disbursements totaling \$58.8 million.

The average disbursement amount was \$3,845, suggesting that a majority applied for the \$4,000 maximum.

Program implementation went well, with few (if any) issues. Participants found the application process to be simple.

Apprentice awareness and understanding of the program could be improved.

CONSIDERATIONS

Respond to innovation in
the delivery of technical training
(e.g. online training).

Program stakeholders would
benefit from receiving more
detailed information on loan
repayment terms.