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The west is more affordable - PERTH

Perth is one of Australia's most affordable cities to educate a child according to exclusive research released today.

The ASG Planning for Education Index discovered for a child born in 2017 the forecast cost of a government, systemic¹ and private education in Perth is below the national metropolitan average.

The forecast cost of a government education in Perth is \$56,788², 17 per cent or \$11,825 less than the national metropolitan average (\$68,613) and well below Australia's most expensive capitals for a government education, Melbourne (\$77,371) and Sydney (\$75,080).

The index revealed the projected cost of a systemic education in Perth is \$235,800, \$3872 less than the national metropolitan average (\$239,672) and considerably more affordable than Sydney (\$250,862) and Adelaide (\$246,786).

The survey also discovered the forecast cost of a private education in Perth (\$407,627) is 16 per cent or \$79,466 below the national metropolitan average (\$487,093) and significantly more affordable than Australia's most expensive cities for a private education, Sydney (\$575,140) and Melbourne (\$536,515).

The ASG Planning for Education Index also forecasts preschool or kindergarten in Australia could cost parents between \$2818 and \$8506 depending on the school type.

Based on more than 12,500 responses, the index calculates a range of variables including school fees, transport, uniforms, computers, school excursions and sporting trips to determine the cost of education.

School fees, the cost of extracurricular activities including excursions and uniforms have all risen in the past year, however computers and transport costs have fallen when compared to 2016.

ASG member and Perth mother of two Sowmya Rallabandhi says it's important that her children Monica (year 8) and Virinchi (post-secondary) have lots of opportunities to develop holistically, but it's come with a price tag.

"I've worked as a journalist and my husband is an engineer so we've been able to explore the world and see how education opens doors. We want our children to experience everything as education is broader than just learning mathematics and literacy, but there are continuous costs involved.

Monica plays the violin and piano and was selected to play cricket for the under 12s WA state team. She'll also be playing in the national competition in Canberra representing her school and we'll be paying around \$3000 out of pocket.

¹ A systemic education includes religious schools e.g. Catholic, Anglican, Uniting Church, Buddhist, Islamic or Hindu

² These figures are the average estimated costs and represent the highest amount parents and families could expect to pay.





High school provides opportunities to go on language exchange programs and music tours which are not less than \$7000. That's a large chunk of money, but being with ASG has definitely helped because it's money we can't touch and take out for something else."

The research also discovered that the estimated cost of a private education has skyrocketed by 64 per cent in the past decade across metropolitan Australia. For a child born in 2017 the forecast cost of a private education across metropolitan Australia is \$487,093, a jump of \$190,820 compared to a child born in 2007 (\$296,273).

The estimated cost of a systemic education has also soared by 57 per cent over the same period to \$239,672, while the estimated cost of a government education has climbed 25 per cent over the decade to \$68,613.

ASG CEO John Velegrinis says the cost of education has risen at two and a half times the rate of inflation over the past decade.

"Our research predicts the cost of education will increase, irrespective of whether you send your child to a government, systemic or private school.

The estimated cost of a government education across metropolitan Australia has jumped \$13,587 in the past decade. That is why we encourage parents to start planning for education as early as possible, even from the moment their child is born."

Mr Velegrinis says Australians are fortunate to have excellent government, systemic and private schools to choose from, but costs can spiral out of control.

"If you have three children, the cost of educating them in Perth's private education system could top \$1.2 million. That's significantly more than the purchase price of the average family home.

We advocate parents use a disciplined approach by putting a little bit away each week so they can financially afford to meet their children's educational goals and aspirations."

Independent statistician and Managing Director of foreseechange Charlie Nelson says a range of economic factors influence the cost of education.

"Employment growth, hourly wages and inflation all impact the cost of living, which puts extra strain on the family budget.

With school fees likely to rise further, it has never been more important for parents to financially plan for their child's future."

For more information about ASG call 131 ASG (131 274) or visit www.asg.com.au

Location	Public	Systemic	Private
Metropolitan	\$68,613	\$239,672	\$487,093
Regional	\$51,948	\$178,693	\$341,811
	Metropolitan	Metropolitan \$68,613	Metropolitan \$68,613 \$239,672

Summary of total forecast education costs for a child born in 2017



Media Release

Australian Capital Territory	Metropolitan	\$52,012	\$233,194	\$447,307
New South Wales	Metropolitan	\$75,080	\$250,862	\$575,140
	Regional	\$53,806	\$173,354	\$364,230
Queensland	Metropolitan	\$60,135	\$243,964	\$372,037
	Regional	\$51,299	\$199,328	\$337,027
South Australia	Metropolitan	\$58,587	\$246,786	\$377,131
	Regional	\$50,079	\$197,508	\$295,924
Tasmania	Metropolitan	\$45,832	\$201,212	\$433,990
	Regional	\$48,064	\$165,042	\$350,211
Victoria	Metropolitan	\$77,371	\$224,548	\$536,515
	Regional	\$54,510	\$161,757	\$370,570
Western Australia	Metropolitan	\$56,788	\$235,800	\$407,627
	Regional	\$44,783	\$147,522	\$319,135

A very small number of responses were received from the Northern Territory in the most recent survey. As such, the provision of cost estimates for the Northern Territory in isolation would be highly unreliable and therefore have not been included. It is recommended that those in the Northern Territory refer to the national figures or the figures for adjoining states as a basis for planning. These figures are the average estimated costs and represent the highest amount parents and families could expect to pay. ASG cannot guarantee that they will represent the actual costs of education for a particular child.

Further information

For comprehensive summary sheets detailing the cost of education in metropolitan and regional Australia visit: www.asg.com.au/edcosts

Editor's notes

ASG conducts the ASG Planning for Education Index annually, asking parents to estimate education costs, which cover preschool, primary and secondary schools in Australia. Cost estimates are based on 12,500 responses collected by ASG.

To help with the costs of education, ASG Funding Solutions is an annual education costs payment service that takes the financial pressure off parents, families and guardians and allows you to pay for your child's school fees, uniforms, books and other education items in manageable instalments over the year.

ASG is a member owned organisation, helping to create educational opportunities for children. ASG has been helping families and their children for more than 40 years. During this time, more than 530,000 children have been enrolled with ASG and more than \$2.5 billion in education benefits and scholarship payments returned to members. For more information visit: <u>www.asg.com.au</u>

Media contact

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