

**17 January 2017**

## Australia's most expensive city – SYDNEY

Sydney is the most expensive city for a private education in Australia, according to exclusive research released today.

The ASG Planning for Education Index discovered for a child born in 2017 the forecast cost of a private education in Sydney is \$575,140<sup>1</sup>, 18 per cent above the national metropolitan average (\$487,093) and significantly more expensive than Melbourne (\$536,515) and Canberra (\$447,307).

The index revealed Sydney (\$250,862) is also the most expensive city in Australia for a systemic education<sup>2</sup>, with the New South Wales capital five per cent above the national metropolitan average (\$239,672), followed by Adelaide (\$246,786) and Brisbane (\$243,964).

Sydney is also forecast to be the second most expensive city for the cost of a government education (\$75,080), just behind Melbourne (\$77,371), but still nine per cent above the national metropolitan average.

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 Muhammad Haroon spends approximately \$30,000 a year to send his son Samar (year five) to a grammar school in Sydney and says ensuring a holistic education is important to his family.

"Samar's school offers the International Baccalaureate syllabus and we wanted to give him an environment where he can be exposed to international languages and cultures. It's not just about education but overall development, because we need to start thinking differently and the world is larger than a city or suburb.

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It was important to join ASG to give us the financial security to always be in a position where we can afford Samar's education, because we don't know what's going to happen in the future."

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 2007 (\$296,273).

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<sup>1</sup> These figures are the average estimated costs and represent the highest amount parents and families could expect to pay.

<sup>2</sup> A systemic education includes religious schools e.g. Catholic, Anglican, Uniting Church, Buddhist, Islamic or Hindu

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 Sydney's private education system could top \$1.7 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 financially can 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](http://www.asg.com.au)

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

	Location	Public	Systemic	Private
<b>National</b>	Metropolitan	\$68,613	\$239,672	\$487,093
	Regional	\$51,948	\$178,693	\$341,811
<b>Australian Capital Territory</b>	Metropolitan	\$52,012	\$233,194	\$447,307
<b>New South Wales</b>	Metropolitan	\$75,080	\$250,862	\$575,140
	Regional	\$53,806	\$173,354	\$364,230
<b>Queensland</b>	Metropolitan	\$60,135	\$243,964	\$372,037
	Regional	\$51,299	\$199,328	\$337,027

<b>South Australia</b>	Metropolitan	\$58,587	\$246,786	\$377,131
	Regional	\$50,079	\$197,508	\$295,924
<b>Tasmania</b>	Metropolitan	\$45,832	\$201,212	\$433,990
	Regional	\$48,064	\$165,042	\$350,211
<b>Victoria</b>	Metropolitan	\$77,371	\$224,548	\$536,515
	Regional	\$54,510	\$161,757	\$370,570
<b>Western Australia</b>	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](http://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: [www.asg.com.au](http://www.asg.com.au)*

## Media contact

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