



EMPLOYEE RELOCATION: FROM ISRAEL TO ITALY, MILAN

COST OF LIVING REPORT



Cost of Living Report: Milan

Overall Expenditure Rate

- The overall average monthly expenditure rate in Milan, Italy for a married assignee + 4 is €12,220. Those rates include:
 - ❑ Goods, Services and Utilities
 - ❑ Accommodation Lease (4-bdr accommodation)
 - ❑ Education (3 children in international school)
 - ❑ Car and Motoring (upscale car)

Goods, Services and Utilities

- The overall G&S cost for a M + 4 assignee in Milan is €3,180.
- The goods & services cost index in Milan is 114 compared to Israel base of 100.
- Following are the cost indexes of the different goods & services categories:

<u>Category</u>	<u>Home: Israel</u>	<u>Host: Milan, Italy</u>	<u>Relative Weight (%)</u>
Food at Home	100	109	24
Recreation	100	129	18
Utilities	100	103	17
Food Away From Home	100	119	9
Clothing	100	106	9
Medical Care	100	120	6
Household Operations	100	126	5
Personal Care	100	132	5
Public Transportation/Taxi	100	123	5
Tobacco & Alcohol	100	115	2
<u>Overall Index</u>	<u>100</u>	<u>114</u>	<u>100</u>



Electrical Goods

- The overall purchasing cost of the basic electrical goods in Milan, Italy is €2,880. This cost includes the following electrical goods:
 - Fridge Freezer.
 - Electrical Oven
 - LCD 32”.
 - DVD
 - CD
 - Washing machine.
 - Dryer.
 - Vacuum cleaner.
 - Electric iron: steam

Accommodation

- Singles and couples typically reside in the city center while expatriate families typically prefer the South of Milan and East Milan neighborhoods which offers international schools, parks, gardens and 24 hours secured areas.
- The following table provides the average monthly rented accommodation for expatriates in Milan. The below costs does not include household expenses (housing taxes, services charges, heating charges and parking charges).

<u>Number of Rooms</u>	<u>Level of Area</u>	<u>Monthly lease</u>
2 Bedrooms	Average	€1,300
	Good	€1,900
	Very Good	€2,750
3 Bedrooms	Average	€1,800
	Good	€2,700
	Very Good	€4,500
4 Bedrooms	Average	€2,400
	Good	€3,500
	Very Good	€6,000



Motoring

- Following are the costs of car categories:

Category	Price of a new car	Price of 2 year old car	Annual petrol*, maintenance & insurance costs
Family Car	€22,500	€16,600	€7,440
Upscale Car	€35,200	€25,100	€8,710
Luxury Car	€44,100	€31,200	€10,100

*Assuming a monthly kilometerage of 2,500 KM.

Education

- Following are the annual tuition fees of several international schools in Milan. Those fees does not include costs such admission fees, capital fees, registration fees and transportation fees.

	American School of Milan	International School of Milan	The British School	
Pre-K	€8,960	-	€8,925	
Kindergarten	€10,140	-		
Grade 1		€4,300	€10,250	
Grade 2				
Grade 3	€1,375			
Grade 4			€1,935	
Grade 5				
Grade 6	€3,340	€15,400	€2,600	
Grade 7				
Grade 8				
Grade 9	€4,000		€7,400	€3,515
Grade 10				
Grade 11	€15,080			
Grades12 - 13	€15,360	€8,600	€4,075	

- The Jewish Community School provides classes from 10 months to 18 years. The annual tuition fee is from €1,250 to €4,350.