



# SPPI for Accommodation and Food Services in Ireland

Niall O'Hanlon



## Background

- Sector not covered by European Regulation
- Can we build an SPPI with minimal increases in resources and burden?
- By reusing data from other surveys we could produce an SPPI based on a partial survey or fully derived
- What issues might arise?



# Response Burden

Relatively low for the sector

Sector	No. of Minutes
Wholesale and retail trade	143.9
Hotel and food services	21.0
Transport, storage and communication	19.5
Real estate, renting and business activities	15.7
Other community, social and personal services	14.3
<b>All Sectors</b>	<b>54.5</b>



## SPPI compilation

- Usually we require
  - Prices
  - Product Weights for Enterprises
  - Enterprise Weights
- But in this case
  - Prices Indices (from the CPI)
  - Product Weights for the Sector
- And what about scope? B2B, B2All



# Price Coverage

Comprehensive for Food and Beverage

Good for Accommodation – some proxies

Each requiring further analysis

**But missing**

- Other hotel services (meeting hosting)
- Food services to other enterprises



# Consumer Price Index

COICOP 11 in the Irish CPI covers food and drink served in hotels, restaurants, licensed premises and accommodation services according to the following classifications

- **11.1 Catering services includes food and drink served in hotels, restaurants including canteens and licensed premises.**
  - **11.1.1** Restaurants, hotels, cafes & licensed premises including food and drink served in hotels, restaurants and licensed premises.
    - **11.1.11** Beer in licensed premises includes stout and lager.
    - **11.1.12** Spirits in licensed premises includes whiskey, brandy, vodka and flavoured alcoholic beverages.
    - **11.1.13** Wine and cider in licensed premises includes small bottle of wine and cider.
    - **11.1.14** Soft drinks and water – mineral/mixer
    - **11.1.15** Restaurants, cafes and fast food covering food served in hotels, restaurants, licensed premises and rail dining car.
  - **11.1.2** Canteens - food served in canteens only.
- **11.2 Accommodation Services includes accommodation in Hotels, Guesthouses and Bed & Breakfasts and Hostels.**



*CPI coverage of COICOP 11.2*

<b>Item</b>	<b>No. of quotes</b>	<b>Frequency</b>	<b>Collection method</b>
Hotel accommodation: 1. One night stay 2. Midweek stay 3. Weekend stay including B&B and dinner	181	Monthly	By pricers, letters and internet
Guest houses accommodation: Cost of 2 adults sharing for B&B for 1 night	47	Monthly	By pricers and phone calls
Hostel accommodation: Membership, Overnight rates for dorms & private rooms. Some quotes used for u 18's also.	51	Quarterly:	By brochures & internet pricing



## Turnover detail

- Required for each service at sectoral rather than enterprise level
- Results from one of survey of sector in 2007, unlikely to be repeated
- Useful but not the answer?
- Sector to Sector Matrix rather than Sector to Product





## Composition of turnover (%) by activity 2007

	Hotel Services	Camping Services	Food Serving	Beverage Serving	Canteen & catering	Other Products n.e.c.
Hotels	50.6	1.2	24	17.9	0	6.3
Restaurants	1.3	0	76.7	15.1	2.1	4.8
Bars	3.6	0.2	25.4	61.7	0.4	8.8
Canteen & Catering	0.1	0	11.6	6.8	73.1	8.4



## Retail Sales covers Bars

### Turnover by product for Bars 2006

Product	% of Turnover
Alcohol – Bar	63.5
Food – Bar	18.1
Mineral Water, Soft drinks and Juices	5.9
Coffee, Tea	1.1

...etc - 15 products (Other = 4.7%)

Great detail but for 1 sub-sector only



# Summary

- No legal requirement for coverage
- Can we produce an SPPI with minimal burden and resources?
- Reuse other data
- Better prices than turnover data
- Choice of Scope – B2All less complicated
- Check for plausibility through consultation