Household consumption by purpose

Statistics Explained

Data extracted: 27 November 2024. Planned article update: November 2025.

Highlights

" In 2023, household consumption expenditure increased by 0.5% in the EU compared with 2022."

"In 2023, household consumption expenditure increased the most for 'Restaurants and accommodation services' (+4.6%), and 'Transport' (+4.3%), compared with 2022."

This article analyses trends in the structure of household final consumption expenditure by consumption purpose (COICOP 2018) which can be expected to have a significant influence on citizens' wellbeing. Following recommendations for a harmonised European revision policy for national accounts and balance of payments, EU countries have carried out a benchmark revision of their national accounts estimates in 2024. The purpose of this benchmark revision is to implement changes introduced by the amended ESA 2010 regulation, incorporate new data sources and other methodological improvements. The European estimates published today include benchmark revisions from all EU countries but Luxembourg. They also incorporate the implementation of the COICOP 2018 classification by most EU countries and estimates by Eurostat for those countries that have reported their data based on the COICOP 1999 classification (see 'New COICOP classification').

Household spending increased in 2023

Developments by COICOP categories

Figure 1 shows changes in expenditure by category in the last 2 consecutive years, meaning the change in 2023 compared with 2022 and year 2022 compared with 2021. Compared with 2022, household consumption expenditure, corrected for inflation, increased by 0.5% in the EU in 2023, increasing at a much slower rate compared with the increase observed in 2022 (+5.2%). For the specific categories, the largest increases can still be seen for 'Restaurants and accommodation services' (+4.6%), and 'Transport' (+4.3%). 'Recreation, sport and culture' (+3.0%), 'Information and communications' (+2.3%) and 'Health' (+1.3%) also increased. Decreases can still be observed for 'Furnishing, household equipment and routine household maintenance' (-4.9%), 'Food and non-alcoholic beverages' (-3.7%), 'Alcoholic beverages, tobacco and narcotics' (-2.2%), all confirming the negative change that can also be observed between 2022 and 2021. 'Clothing and footwear' and 'Personal care, social protection and miscellaneous goods and services', for

which a positive change was registered between 2021 and 2022, showed a decrease (-1.8% and -0.7% respectively).

Household expenditure by consumption purpose, corrected for inflation, EU

% change between 2023-2022 and 2022-2021

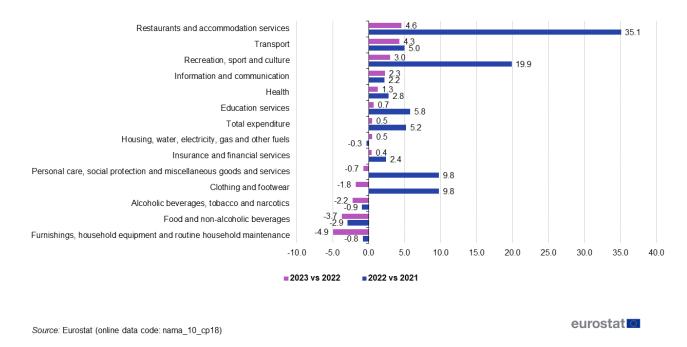


Figure 1: Household expenditure by consumption purpose, corrected for inflation, EU, % change between 2023-2022 and 2022-2021 Source: Eurostat (nama_10_cp18)

Developments by country

Fourteen out of the 26 EU countries, for which data are available, recorded increases in household consumption, corrected for inflation, in the year 2023 compared with 2022, while all of them, except Denmark, registered an increase in 2022 compared with 2021. The highest increases in household consumption were recorded in Malta (+12.9%), followed by Cyprus (+6.0%) and Ireland (+3.4%). The most decreases were observed for Sweden (-2.4%), Slovakia (-2.1%), Czechia and Hungary (both -2.0%).

Total household expenditure, corrected for inflation, % change between 2023-2022 and 2022-2021

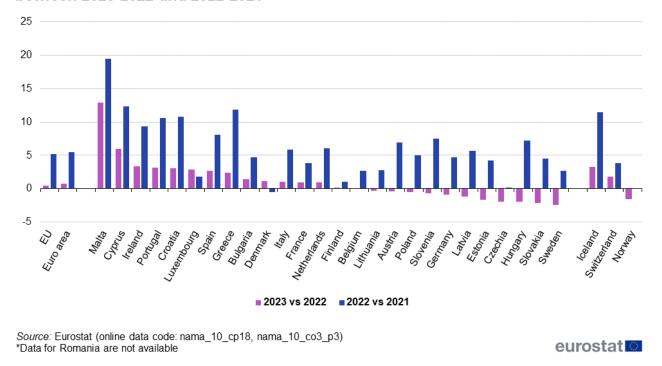
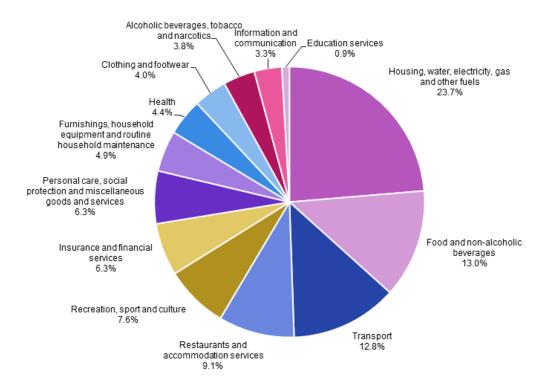


Figure 2: Total household expenditure, corrected for inflation, % change between 2023-2022 and 2022-2021 Source: Eurostat (nama_10_cp18) (nama_10_co3_p3)

Composition of EU household expenditure in 2023

Looking at the composition of EU household expenditure by the main 13 COICOP categories based on current price figures (see Figure 3), almost a quarter of EU household expenditure (23.7% of total or 12.3% of GDP) was devoted to 'Housing, water, electricity, gas and other fuels'. Other large shares are observed for 'Food and non-alcoholic beverages' (13.0% of the total or 6.8% of GDP) and 'Transport' (12.8% of the total or 6.7% of GDP). Together, these 3 categories account for almost half of the total household expenditure (49.5%), with the composition remaining stable compared with 2022.

Household expenditure by consumption purpose - COICOP 2018, EU, 2023, share of total



Source: Eurostat (online data code: nama_10_cp18)

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Figure 3: Household expenditure by consumption purpose - COICOP 2018, EU, 2023, share of the total Source: Eurostat (nama_10_cp18)

'Restaurants and accommodation services' (9.1% of the total or 4.7% of GDP), 'Recreation, sport and culture' (7.6% of the total or 4.0% of GDP), 'Insurance and financial services' and 'Personal care, social protection and miscellaneous goods and services' (both 6.3% of the total or 3.3% of GDP) followed. The remaining household spending was distributed over 'Furnishings, household equipment and routine household maintenance' (4.9% of the total or 2.6% of GDP), 'Health' (4.4% of the total or 2.3% of GDP), 'Clothing and footwear' (4.0% of the total or 2.1% of GDP), 'Alcoholic beverages, tobacco and narcotics' (3.8% of the total or 2.0% of GDP), 'Information and communications' (3.3% of the total or 1.7% of GDP) and 'Education services' (0.9% of the total or 0.4% of GDP), which together represented 21.3% of total household expenditure or 11.1% of EU GDP in 2023.

Analysis of EU aggregates

In 2023, EU total household expenditure amounted to 52.1% of GDP, registering a slight growth compared with 2022 (51.8% of GDP) and confirming an increasing trend, almost reaching pre-pandemic levels. However, it must be noted that it has still not reached the same level of 2013, when household expenditure was 54.6% of GDP.

% of GDP	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023	2013 to 2023	2022 to 2023
Total	54.6	54.1	53.5	53.3	53.2	53.1	52.7	50.7	50.1	51.8	52.1	-2.6	0.3
Food and non-alcoholic beverages	6.9	6.8	6.7	6.7	6.6	6.6	6.5	7.2	6.8	6.7	6.8	-0.1	0.1
Alcoholic beverages, tobacco and narcotics	2.2	2.2	2.2	2.2	2.1	2.1	2.1	2.3	2.1	2.0	2.0	-0.2	0.0
Clothing and footwear	2.6	2.7	2.6	2.6	2.5	2.5	2.4	2.1	2.1	2.2	2.1	-0.5	-0.1
Housing, water, electricity, gas and other fuels	13.7	13.4	13.2	13.0	12.8	12.7	12.6	13.3	12.8	12.6	12.3	-1.4	-0.3
Furnishings, household equipment and routine household maintenance	2.8	2.8	2.8	2.8	2.8	2.7	2.7	2.8	2.8	2.7	2.6	-0.2	-0.1
Health	2.4	2.4	2.4	2.4	2.4	2.4	2.4	2.4	2.4	2.3	2.3	-0.1	0.0
Transport	7.0	6.9	6.8	6.8	6.9	7.0	6.9	5.9	6.2	6.6	6.7	-0.3	0.1
Information and communication	2.1	2.0	2.0	1.9	1.9	1.9	1.8	1.9	1.9	1.8	1.7	-0.4	-0.1
Recreation, sport and culture	3.9	3.9	3.9	4.0	4.0	4.0	4.0	3.3	3.4	3.9	4.0	0.1	0.1
Education services	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.4	0.4	-0.1	0.0
Restaurants and accommodation services	4.3	4.3	4.4	4.5	4.6	4.6	4.7	3.0	3.4	4.5	4.7	0.4	0.2
Insurance and financial services	2.7	2.8	2.7	2.7	2.7	2.7	2.7	2.8	2.7	2.8	3.3	0.6	0.5
Personal care, social protection and miscellaneous goods and services	3.4	3.4	3.4	3.4	3.3	3.3	3.3	3.2	3.1	3.3	3.3	-0.1	0.0

Table 1: Evolution of household expenditure by consumption purpose - COICOP 2018, EU, 2013-2023, cumulated % of GDP Source: Eurostat (nama 10 cp18)

% of total expenditure Total	2013 100.0	2014 100.0	2015 100.0	2016 100.0	2017 100.0	2018 100.0	2019 100.0	2020 100.0	2021 100.0	2022 100.0	2023 100.0	2013 to 2023	2022 to 2023
Alcoholic beverages, tobacco and narcotics	4.1	4.0	4.0	4.0	4.0	4.0	4.0	4.4	4.3	3.9	3.8	-0.3	-0.1
Clothing and footwear	4.8	4.9	4.9	4.8	4.8	4.7	4.6	4.2	4.2	4.2	4.0	-0.8	-0.2
lousing, water, electricity, gas and other fuels	25.1	24.8	24.6	24.4	24.1	23.9	24.0	26.3	25.6	24.4	23.7	-1.4	-0.7
Furnishings, household equipment and routine household maintenance	5.1	5.2	5.2	5.2	5.2	5.1	5.1	5.5	5.5	5.2	4.9	-0.2	-0.3
Health	4.4	4.4	4.4	4.4	4.5	4.5	4.6	4.8	4.8	4.5	4.4	0.0	-0.1
Fransport Fransp	12.8	12.8	12.6	12.7	13.0	13.2	13.2	11.6	12.3	12.8	12.8	0.0	0.0
nformation and communication	3.9	3.8	3.7	3.7	3.6	3.5	3.5	3.8	3.7	3.4	3.3	-0.6	-0.1
Recreation, sport and culture	7.2	7.2	7.3	7.5	7.6	7.6	7.6	6.5	6.7	7.5	7.6	0.4	0.1
Education services	0.9	0.9	0.9	0.9	0.9	0.9	0.9	1.0	0.9	0.9	0.9	0.0	0.0
Restaurants and accommodation services	7.9	8.0	8.2	8.4	8.6	8.7	8.9	5.9	6.7	8.6	9.1	1.2	0.5
nsurance and financial services	5.0	5.1	5.1	5.1	5.1	5.2	5.0	5.5	5.4	5.4	6.3	1.3	0.9
Personal care, social protection and miscellaneous goods and services	6.2	6.3	6.3	6.4	6.3	6.3	6.3	6.2	6.3	6.4	6.3	0.1	-0.1

Table 2: Evolution of household expenditure by consumption purpose - COICOP 2018, EU, 2013-2023, share of total expenditure Source: Eurostat (nama 10 cp18)

Composition in 2023 compared with 2022

Comparing the composition in 2023 with 2022, the largest decreases of shares were recorded for 'Housing, water, electricity, gas and other fuels (-0.7 percentage points (pp)), followed by 'Furnishings, household equipment and routine household maintenance' (-0.3 pp). The largest increases in shares between 2022 and 2023 were recorded instead for 'Insurance and financial services' (+0.9 pp), followed by 'Restaurants and accommodation services' (+0.5 pp).

Evolution of volumes

The analysis of household consumption in terms of volumes also allows for some interesting insights: the development of volumes (total) during the period 2010-2023 shows a gradual increase, with a few exceptions, over the whole period up to 2020, where we can see the impact of the COVID-19 pandemic. Starting from 2021, the effect of the recovery can be observed, along with the positive trend that continues in 2022 and is confirmed in 2023. After the strong growth in 2021 and 2022, categories like 'Restaurants and accommodation services' as well as 'Information and communication' keep increasing, but at a slower rate. Decreases can be seen instead for 'Food and non-alcoholic beverages', 'Clothing and footwear', 'Furnishings, household equipment and routine household maintenance' and 'Alcoholic beverages, tobacco and narcotics'.

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Evolution of chain linked volumes, index 2010=100 of household expenditure by consumption purpose - COICOP 2018, EU, 2010-2023

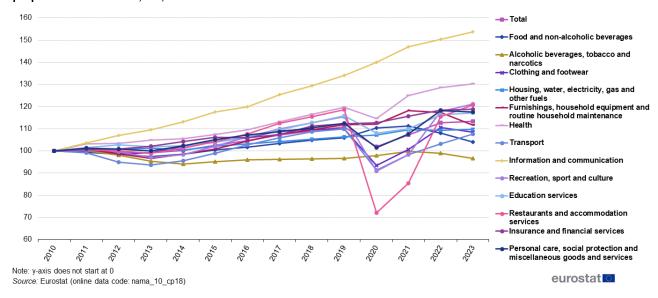


Figure 4: Evolution of chain linked volumes, index 2010=100 of household expenditure by consumption purpose - COICOP 2018, EU, 2010-2023 Source: Eurostat (nama 10 cp18)

Evolution of implicit deflator

Finally, some trends in the implicit deflator seem worth mentioning: the development of implicit prices (of total) during the period 2010-2023 shows a steady increase. Compared with 2010, the largest increases were recorded in 'Insurance and financial services' (+48.8%), 'Food and non-alcoholic beverages' (+47.2%), 'Alcoholic beverages, tobacco and narcotics' (+43.4%) and 'Restaurants and accommodation services' (+40.8%). Decrease was noted in 'Information and communication' (-26.5%).

When comparing with 2022, the largest increases were registered for 'Insurance and financial services' (+25.3%), 'Food and non-alcoholic beverages' (+11.8%) and 'Restaurants and accommodation services' (+7.6%). No decreases were registered for any of the categories.

Evolution of implicit deflator, index 2010=100 of household expenditure by consumption purpose - COICOP 2018, EU, 2010-2023

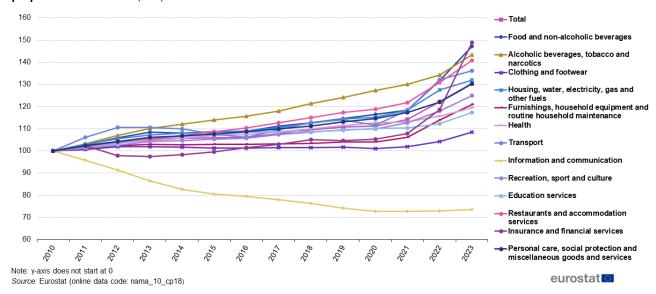


Figure 5: Evolution of implicit deflator, index 2010=100 of household expenditure by consumption purpose - COICOP 2018, EU, 2010-2023 Source: Eurostat (nama 10 cp18)

Country specific trends

Household expenditure shares in 2023 the highest in Greece and Croatia

Looking at the situation by country, the analysis can also point out some interesting trends: as a ratio to GDP in 2023, the highest shares of household expenditure were found in Greece (75.4%), Croatia (72.4%) and Portugal (67.4%). The lowest shares were recorded in Ireland (26.7%), Luxembourg (33.6%) and the Netherlands (43.3%).

Total household consumption expenditure, 2023

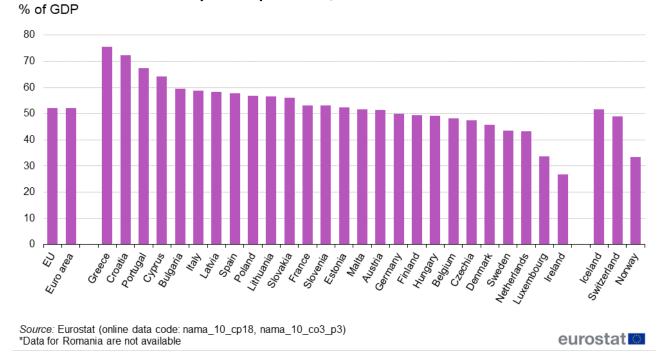


Figure 6: Total household consumption expenditure, 2023, % of GDP Source: Eurostat (nama_10_cp18) (nama 10 co3 p3)

In the EU as a whole, as well as in nearly all EU countries, 'Housing, water, electricity, gas and other fuels' was the most significant item of household expenditure in 2023, followed by 'Food and non-alcoholic beverages' and 'Transport'. As regards expenditure on 'Housing, water, electricity, gas and other fuels', the highest shares in household expenditure can be observed in Czechia (32.4%), Finland (29.7%) and Slovakia (29.2%). The lowest shares were registered in Croatia (14.8%), Malta (15.1%) and Latvia (15.3%).

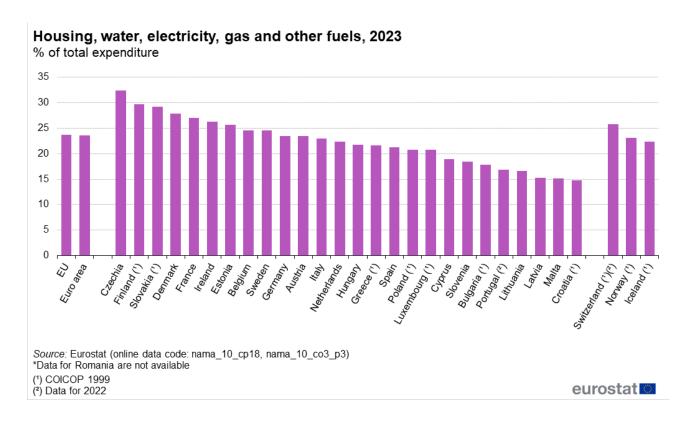


Figure 7: Housing, water, electricity, gas and other fuels, 2023, % of total expenditure Source: Eurostat (nama_10_cp18) (nama_10_co3_p3)

For expenditure on 'Food and non-alcoholic beverages', the highest shares were recorded in Latvia (20.6%), Bulgaria (20.2%) and Slovakia (19.6%). The lowest shares were observed in Ireland (8.6%), Luxembourg (9.4%) and Austria (10.4%).

Food and non-alcoholic beverages, 2023

% of total expenditure

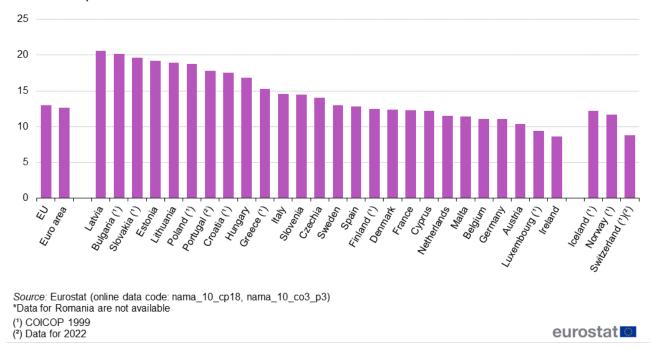


Figure 8: Food and non-alcoholic beverages, Member States, 2023, % of total expenditure Source: Eurostat (nama_10_cp18) (nama_10_co3_p3)

New COICOP classification

The Classification of Individual Consumption by Purpose (COICOP) is an international reference classification system for household expenditure. The 49thsession of the United Nations Statistical Commission considered and endorsed the revised version of the classification of individual consumption by purpose (COICOP 2018) as the internationally accepted standard. The final structure and correspondence table between 2 versions of classifications have been published on the UNSD website. At the level of total consumption or divisions the revised classification is largely comparable with its previous version. However, divisions 08 'Information and communication' and 09 'Recreation, sport and culture' were significantly revised in order to reflect technological developments and changes in consumption patterns, while further structural changes have been implemented at a lower level.

Entering into force on 1 September 2024, EU regulation 2023/734 amending the European system of regional and national accounts (ESA 2010) required that the data transmitted to Eurostat on household final consumption expenditure by purpose should be according to the COICOP 2018 classification. The majority of EU countries implemented the new version of the classification already, but the Commission has granted derogations to 11 EU countries (Bulgaria, Greece, Croatia, Cyprus, Lithuania, Luxembourg, Poland, Portugal, Romania, Slovakia and Finland) for implementation until September 2027. Despite existing derogations, some countries have already started to transmit data according to COICOP 2018. To ensure coherence and comparability of all input data for the estimates of European aggregates, Eurostat has estimated according to the COICOP 2018 classification the data of countries that transmitted their data according to the COICOP 1999 classification. These estimates of national data have been included in the European aggregates, but not published in the Eurostat database.

Source data for tables and graphs

* Household consumption by purpose: tables and figures

Data sources

Eurostat collects data on household final consumption expenditure according to the international Classification of individual consumption by purpose (COICOP 2018) in the framework of ESA2010.

The transmission requirements for each dataset are defined in ESA 2010 transmission programme. COICOP 2018 data are to be transmitted at T+9 months after the reference period. Therefore, in this article the latest data available refer to the year 2023.

Breakdowns

Household consumption expenditure is classified by consumption purpose according to the COICOP 2018 classification (Classification Of Individual Consumption by Purpose. COICOP 2018 categories at 3-digit level are as follows:

CP01 - Food and non-alcoholic beverages

CP011 - Food

CP012 - Non-alcoholic beverages

CP013 - Services for processing primary goods for food and non-alcoholic beverages

CP02 - Alcoholic beverages, tobacco and narcotics

CP021 - Alcoholic beverages

CP022 - Alcohol production services

CP023 - Tobacco

CP024 - Narcotics

CP03 - Clothing and footwear

CP031 - Clothing

CP032 - Footwear

CP04 - Housing, water, electricity, gas and other fuels

CP041 - Actual rental payments made for housing

CP042 - Imputed rental payments for housing

CP043 - Maintenance, repair and security of the dwelling

CP044 - Water supply and miscellaneous services relating to the dwelling

CP045 - Electricity, gas and other fuels

CP05 - Furnishings, household equipment and routine household maintenance

CP051 - Furniture, furnishings, and loose carpets

CP052 - Household textiles

CP053 - Household appliances

CP054 - Glassware, tableware and household utensils

CP055 - Tools and equipment for house and garden

CP056 - Goods and services for routine household maintenance

CP06 - Health

CP061 - Medicines and health products

CP062 - Outpatient care services

- CP063 Inpatient care services
- CP064 Other health services

CP07 - Transport

- CP071 Purchase of vehicles
- CP072 Operation of personal transport equipment
- CP073 Passenger transport services
- CP074 Transport services for goods

CP08 - Information and communication

- CP081 Information and communication equipment
- CP082 Software, excluding games
- CP083 Information and communication services

CP09 - Recreation, sport and culture

- CP091 Recreational durables
- CP092 Other recreational goods
- CP093 Garden products and pets
- CP094 Recreational services
- CP095 Cultural goods
- CP096 Cultural services
- CP097 Newspapers, books and stationery
- CP098 Package holidays

CP10 - Education services

- CP101 Early childhood and primary education
- CP102 Secondary education
- CP103 Post-secondary non-tertiary education
- CP104 Tertiary education
- CP105 Education not defined by level

CP11 - Restaurants and accommodation services

- CP111 Food and beverage serving services
- CP112 Accommodation services

CP12 - Insurance and financial services

- CP121 Insurance
- CP122 Financial services

CP13 - Personal care, social protection and miscellaneous goods and services

- CP131 Personal care
- CP132 Other personal effects
- CP133 Social protection
- CP139 Other services

Context

Consumption expenditure is what people, acting either individually or collectively, spend on goods and services to satisfy their needs and wants. A household's material well-being can be expressed in terms of its access to goods and services. Measuring consumption expenditure might, therefore, be a way of measuring material well-being.

In national accounts, the final consumption expenditure of households is the largest component of the expenditure approach to GDP. Its evolution allows an assessment of purchases made by households, reflecting changes in wages and other incomes, but also in employment and in savings behaviour.

Explore further

Other articles

- · Consumer prices inflation
- · Archive: Household consumption expenditure national accounts

Database

- · National accounts (including GDP) (nama & namq)
- Prices (prc)

Dedicated section

National accounts (including GDP)

Publications

- European system of accounts ESA 2010
- ESA 2010 Transmission programme of data
- Essential SNA Building the basics 2014 edition
- Classification of Individual Consumption According to Purpose (COICOP) 2018
- · Handbook on price and volume measures in national accounts
- Manual on the changes between ESA 95 and ESA 2010 2014 edition
- Regulation (EU) No 734/2023 (ESA 2010 Regulation) of 15 March 2023 amending Regulation (EU) No 549/2013 on the European system of national and regional accounts in the European Union
- Implementing Decision (EU No 1251/2024) of 25 April 2024 on granting derogations to certain Member States

Main tables

- · National accounts (including GDP) (nama & namq)
- Prices (prc)

Methodology

- Annual national accounts (ESMS metadata file nama10_esms)
- · National accounts Methodology
- Harmonised indices of consumer prices (HICP) (ESMS metadata file prc_hicp_esms)

Visualisation

• Household expenditure by category, European Union, 2022 (as % of total expenditure)