MEMORANDUM OF UNDERSTANDING BETWEEN THE U.S. DEPARTMENT OF TRANSPORTATION AND CONSUMER PROTECTION DIVISION OF THE OFFICE OF THE ATTORNEY GENERAL OF MARYLAND

BACKGROUND

Air travel is fundamental to the lives of many Americans and the American economy. More than 939 million passengers traveled by air in the United States this past year. Customers booking airline tickets deserve to be treated fairly, to know exactly what they are buying, and to get what they pay for under the law. At a time when complaints concerning matters such as flight disruptions, lack of refunds, and lost or delayed baggage are at an all-time high, we must work together to protect the rights of the traveling public.

The U.S. Department of Transportation (DOT or the Department) vigorously uses its authority to prohibit unfair or deceptive practice in air transportation and in the sale of air transportation by U.S. air carriers, foreign air carriers, and ticket agents to protect consumers. DOT ensures that the rights of aviation consumers are protected by, among other things, reviewing and responding to consumer complaints about air travel as well as monitoring compliance, conducting investigations, and taking enforcement action for violations of aviation consumer protection requirements.

The Consumer Protection Division of the Office of the Attorney General of Maryland (the "Division") is the agency charged by Maryland law with enforcing the Maryland Consumer Protection Act, which prohibits unfair, abusive, and deceptive practices, against ticket agents.

DOT and the Division have shared interests regarding passengers traveling by air. Establishing this Memorandum of Understanding (MOU) between DOT and the Division (each a "Party" and collectively the "Parties") will solidify the commitment of both Parties to review and resolve consumer complaints against airlines and ticket agents related to air travel service, to promote compliance with aviation consumer protection requirements, and to hold airlines and ticket agents accountable when they treat consumers unfairly or deceptively. The Parties agree that sharing information and collaborating are effective ways to achieve these goals.

AUTHORITY

DOT enters this MOU under the legal authority of 49 U.S.C. § 322. The Division enters this MOU under the legal authority of Md. Code Ann., Com. Law § 13-204.

ARTICLES OF RESPONSIBILITY

ARTICLE I: Division's Responsibilities

Designation

The Division will be responsible for the Division's Articles of Responsibilities in this MOU.

Handling of Consumer Complaints

The Division receives consumer complaints about the actions of carriers and ticket agents. The Division, in its discretion, may investigate these complaints in an effort to assist the consumer in resolving the matter with an airline or ticket agent. In addition, the Division may make a preliminary determination of whether the facts of the complaint indicate a potential violation of Federal aviation consumer protection requirements. To make this preliminary determination, the Division may contact and request a response from carriers or ticket agents. The Division will notify the DOT of any meritorious complaints on a quarterly basis (March 31, June 30, September 30 and December 31). No notification will be provided if the Division did not deem any complaint meritorious. However, the Division may submit reports more frequently, if determined to be in the public interest.

Referrals for DOT Action

If a carrier or ticket agent is not responsive to the Division's request for information or the facts indicate a potential violation of Federal aviation consumer protection requirements, the Division may refer the matter to DOT for action. In referring a potential violation to DOT, the Division will provide a written summary which identifies the regulated entity and the regulatory or statutory violation, describes the key facts, and states the number of consumer complaints regarding the specific potential violations identified. Generally, referrals should be submitted to DOT in conjunction with the Quarterly Report submissions. However, the Division may submit referrals more frequently, if determined to be in the public interest.

Information Access

Consistent with State records laws, the Division agrees to provide DOT with the underlying consumer complaints filed with the Division should DOT need that information to investigate.

Personal Information Protection

The Division will protect personally identifiable information (PII) obtained through work covered by this MOU in accordance with all applicable State records statutes, regulations, or other directives.

Release Restrictions

The Division agrees that information provided by the Department will only be disseminated to third parties pursuant to State open records laws and with 10-day prior notification to DOT. If the Division determines public statements regarding its activities covered under this MOU are warranted, the Division will coordinate such statements prior to release with DOT in accordance with Article 5: Publicity and Coordination.

ARTICLE 2: DOT Responsibilities

Designation

DOT's Office of Aviation Consumer Protection (OACP) will be responsible for the DOT Articles of Responsibilities in this MOU.

Responding to Attorney General Referrals

OACP will prioritize the review and investigation of alleged violations referred by the Division and subsequent enforcement when there is evidence of an unfair and deceptive practice. If the Division submits a referral that identifies more than five similar consumer complaints against a single regulated entity indicating potential violations of a statute or regulation enforced by OACP, OACP will send a letter of inquiry to that entity and copy the Division in that letter. OACP will also send an inquiry and copy the Division when it receives a referral identifying five or fewer similar complaints if OACP determines, after consultation with the Division, that it is in the public interest to do so. If OACP determines that the entity has violated an aviation consumer protection statute or regulation, OACP will consult with the Division before determining next steps. Nothing in the MOU will affect OACP's authority to exercise its discretion to determine which investigations or enforcement actions to pursue.

Technical Assistance and Training

OACP will provide technical assistance and training remotely, in Washington, D.C., or at another agreed upon location to the employees of the Division involved in implementing this MOU. Technical assistance and training will address Federal consumer protection requirements that apply to carriers and ticket agents.

Database Access

OACP agrees to provide access to its new, modernized consumer complaint system to Division employees involved in implementing this MOU when OACP determines that enforcement may be warranted based on information submitted by the Division. Division employees will need to comply with security requirements for its use and agree to protect personally identifiable information (PII) contained in the system in accordance with all applicable statutes, including but not limited to the Privacy Act of 1974 (5 USC 552a), regulations, directives, orders and policies. OACP's new, modernized consumer complaint system is expected to be operational in 2024.

ARTICLE 3. Expenses of Each Party

This MOU does not obligate funds or authorize the exchange of funds. Each Party to the MOU will bear its own expenses and costs of participation regarding this MOU, and neither Party shall be liable to the other Party for such expenses.

ARTICLE 4. Meetings

The Parties agree to meet, either virtually or in person, at least annually to assess ongoing efforts and whether additional actions could be undertaken to protect consumers and hold airlines and ticket agents who treat consumers unfairly or deceptively accountable. At this meeting, the DOT will provide an update to the Division on actions taken in response to the complaints and referrals submitted to the DOT by the Division. If DOT has determined that no action is required on complaints or referrals, it will provide an explanation to the Division.

ARTICLE 5. Publicity and Coordination

The Parties agree to coordinate in advance all public statements, press releases, publicity, or other public messaging regarding this MOU and actions taken pursuant to this MOU.

ARTICLE 6. Resolution of Statutory Inconsistencies

This MOU is not intended to conflict with current or future laws or regulations of the United States of America or the States or the directives of DOT or the Division. If any term of this MOU is inconsistent with such authorities, then the term shall be invalid, but the remaining terms and conditions of this MOU shall remain in full force and effect.

ARTICLE 7. Amendments

Any amendment to the MOU must be documented in writing and signed by the same (or otherwise authorized) Party representative.

ARTICLE 8. Termination

This MOU shall terminate two years from the effective date, unless at least 14 days prior to the termination of the MOU the Parties agree to extend the term of the MOU for another two years. If the MOU is extended, it is extended for increments of two years. However, any party, at any time, can terminate the MOU with 90 days' prior written notice to the other party.

ARTICLE 9. Effective Date

All Articles of this MOU will become effective upon the signatures of the authorized representative of the Parties and will remain in effect unless terminated by written notice by the authorized representative of the Parties, as set forth in Article 8 above.

ARTICLE 10. Points of Contact

The designated program points of contact for the coordination and management of this MOU are:

STATE ATTORNEY GENERAL	DEPARTMENT OF TRANSPORTATION
Karen Straughn Director, Mediation Unit Consumer Protection Division 200 Saint Paul Place Baltimore, MD 21202 Email: kstraughn@oag.state.md.us	Blane A. Workie Assistant General Counsel Office of Aviation Consumer Protection Email: Blane.Workie@dot.gov

Parties will notify each other should the point of contact change.

The signatories below represent that they have the authority to make such commitments on behalf of their respective organization:

For the U.S. Department of Transportation

Pete Buttigieg Secretary.

Date: April 14, 2024

For the Consumer Protection Division of the Office of the Attorney General of Maryland

William D. Gruhn

Chief, Consumer Protection Division

Date: 3/27/24