BEUC The Europear Consumer Organisation

The Consumer Voice in Europe

BEUC unpacks the Passenger Mobility Package Let's really empower consumers to exercise their

rights

Steven Berger 19 November 2024



BACKGROUND OF THE UPCOMING MOBILITY PACKAGE

Main objectives

- 1. Learn lessons from the pandemic
- 2. Update the Passenger Rights Framework to adapt current markets
- 3. Correct the blatant legal gaps between Passenger Rights & Package Travel.

Ambitious announcements

DG MOVE announced 5 main topics to be

tackled in the upcoming initiative :

- 1. Introduction of mandatory insolvency protection for airlines
 - 2. **Refund rules for online booking**

intermediaries

- 3. Multimodal Passenger Rights
- 4. Cancellation rights for passengers in crisis
- 5. A focus on Enforcement

→ Package = welcome BUT too narrow in scope.



PROPOSAL ON ENFORCEMENT OF PASSENGER RIGHTS (ENFORCEMENT, INTERMEDIARIES & INFORMATION)

A game changer or a sword in the water?



(LAX) ENFORCEMENT : A SYSTEMIC ISSUE

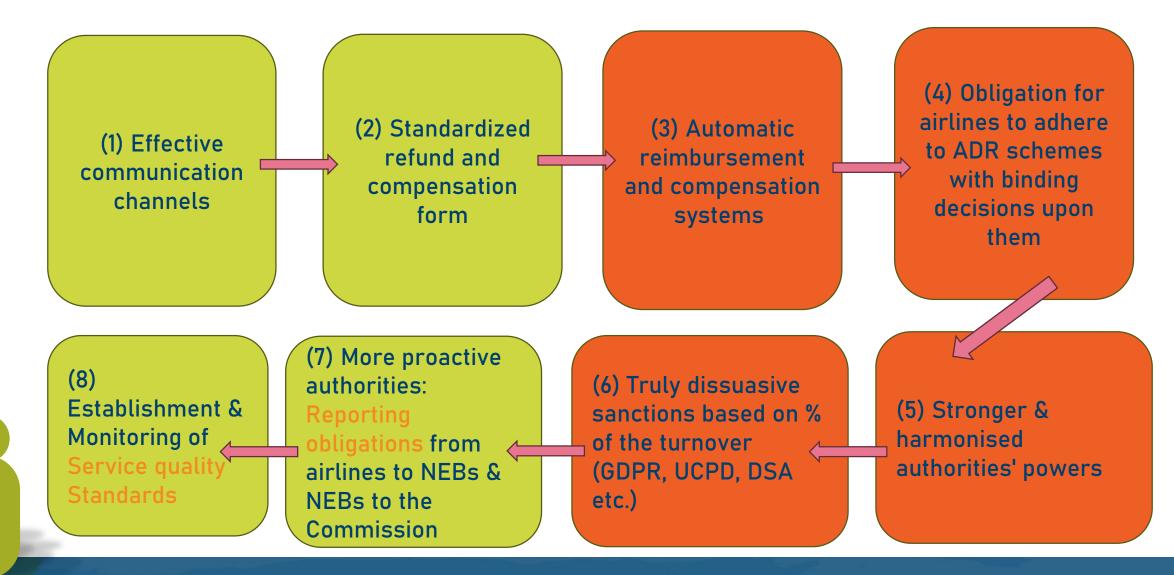
- **Court of Auditors report (2018)** *"EU passenger rights are comprehensive, but passengers still need to fight for them"*
- **DG MOVE study on the protection of EU air passenger rights (2020)** *issues with compliance of the 10 core passenger rights...*
- Emergence of claim agencies
- COVID-19 exacerbated these long-standing problems !

Explanatory <u>Memorandum</u> of the Passenger Rights proposals

This revision addresses two problematic areas, which were confirmed by an impact assessment. First and foremost, shortcomings in the implementation and enforcement of passenger rights prevent passengers of all modes of transport from enjoying their rights fully. This problem has been recurring since the adoption of the various passenger rights Regulations. It was already identified in reports and studies of the Commission. ³



BEUC The European THE NEEDS VS THE PROPOSED.





BEUC The European STATE OF PLAY FOR CONSUMERS WITH INTERMEDIARIES

No EU rules for online booking intermediaries

Consequences for consumers (and beyond!)

Consumers face a jungle of practices :

- Refund : *Ping pong* effect between intermediaries & operators
- Difficulties to get info and reach out to intermediaries
- High costs applied
- Difficult to exercise rerouting, compensation rights, etc.



WHAT IS PROPOSED?

The proposals to regulate "the jungle"

 (1) (+) Carriers and intermediaries to inform consumers of the refund process at booking time + booking confirmation

Article 8a(2)

2. (+) Refund via intermediaries are free of charge (all costs should be refunded)

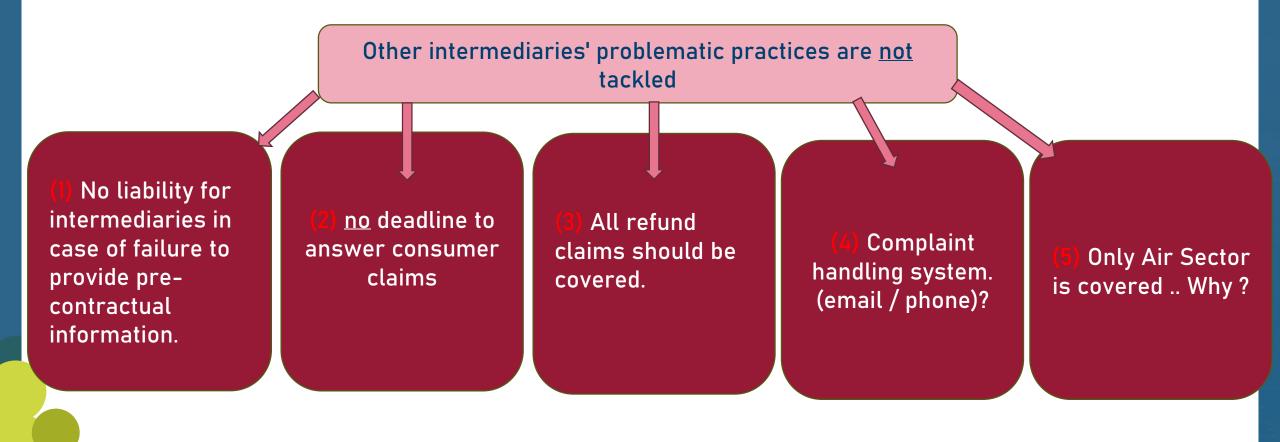
Article 8a(3)

3. (+) Clear deadline for refunds (7 days or 14 days) with B2B refund rules.

Article 8a(4)



BEUC The European WHAT IS MISSING ON INTERMEDIARIES?





BEUC The European Consumer Organisation ESSENTIAL

What do consumers need to "go multimodal"

Information

- Precontractual about the type of tickets.
- Live information in case of travel disruption

2. Care and assistance if something goes wrong

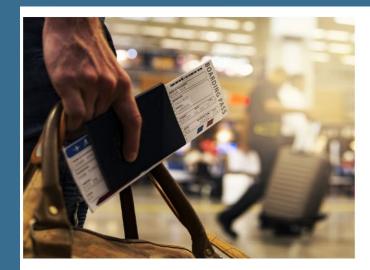
3. Insurance they will reach out their final destination (re-routing)

(e.g. 75% consumers prefer re-routing case of travel disruption).

Compensation for delays / lack of info.



RELEVANT DOCUMENTS



← All Our News

BEUC unpacks EU Passenger Rights proposals: all aboard or left stranded?

BEUC NEWS - 18.04.2024

The European Commission has proposed three texts¹ to improve passenger rights frameworks in Europe in its November 2023 Passenger Mobility Package. BEUC has released three position papers and three two-pagers (called 'Key Points for Consumers') summarising the achievements and shortcomings of the different proposals.

Topics

BEUC POSITION PAPERS & KEY POINTS FOR CONSUMERS AVAILABLE \rightarrow HERE

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Thank you for your attention

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