Key points for consumers

PASSENGER RIGHTS

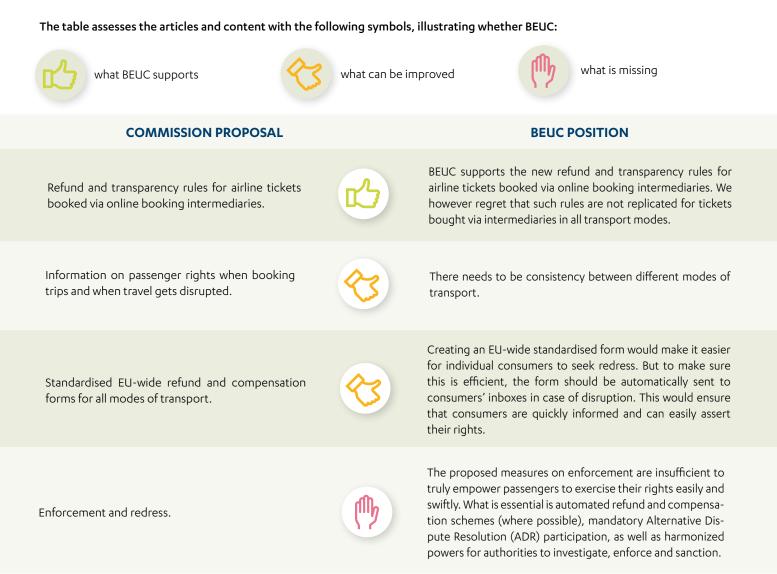
Enforcement and online booking intermediaries



Why it matters to consumers

EU passenger rights create common and harmonised rules making sure passengers are protected. The rights cover all transport modes and apply to over 13 billion consumers annually. However, travel markets have evolved and new actors such as online booking intermediaries have emerged. Recent crises have highlighted shortcomings of current regulations, lax enforcement in particular. The COVID-19 pandemic has also revealed legal gaps among passenger rights instruments.

This two-pager summarises <u>BEUC's position</u> on the passenger rights proposal on enforcement. Overall, BEUC is disappointed with the proposal and believes the EU can do better to protect passengers and their rights. While information rules for online booking are welcomed, the proposal does not sufficiently address enforcement and fails to correct discrepancies between Passenger Rights Frameworks and the Package Travel Directive (PTD).



COMMISSION PROPOSAL		BEUC POSITION
Further regulation for intermediaries.	(Proposed rules are limited in scope and do not tackle all problematic practices encountered by consumers.
Insolvency protection.	()	There is still no mandatory insolvency protection scheme for airlines despite <u>ample evidence</u> of consumer harm and joint calls from consumer and tourism industry representatives to align the Package Travel Directive and the Air Passenger Rights Regulation.
Cancellation rights.	•	There are still no statutory rights for passengers to cancel their tickets, leaving them unprotected if carriers decide to maintain flights, despite negative travel warnings for example. This leads to important losses for consumers. Consistency with the Package Travel Directive (PTD) should be ensured.
Minimum rules on vouchers.	(Clarification is needed on vouchers being voluntary, insolven- cy protected, and with minimum validity rules, as per the PTD proposal.
Lack of harmonisation between passenger rights frameworks.	()	To ensure consistency between the different frameworks, BEUC considers that several provisions of passenger rights regulations should be harmonised (deadline to refund and pay compensation etc.). In these provisions, there are no substantial grounds for having different rules depending on the mode of transport.
Security of consumer pre-payments.	•	Airlines and tour operators' business models based on pre-payments are precarious, as the pandemic has shown. Pre-payments must be phased out or secured in trusted ac- counts ('escrow schemes') to guarantee consumers' money until the contract is fulfilled.





