#### BEFORE THE DEPARTMENT OF TRANSPORTATION WASHINGTON, D.C.

Application of	)
AER LINGUS LIMITED	) ) )
for extra-bilateral authority under the Department's "Cities Program" (Dublin/Shannon-Baltimore)	)
Application of	
AER LINGUS LIMITED	) )
for a Statement of Authorization under 14 C.F.R. Part 212 for codeshare services with American Airlines, Inc. (Boston, Chicago, Los Angeles, New York-Shannon/Dublin)	Docket OST-2000-6728 ) ) )
Application of	)
AMERICAN AIRLINES, INC.	) )
under 49 U.S. C. § 40109 for an exemption (New York-Shannon/Dublin; codesharing with Aer Lingus)	Docket OST-2000-6725 ) )

#### MOTION FOR LEAVE TO FILE AND SURREPLY OF DELTA AIR LINES, INC.

Communications with respect to this document should be addressed to:

D. Scott Yohe Senior Vice President -Government Affairs DELTA AIR LINES, INC. 1275 K Street, N.W. Washington, D.C. 20005 (202) 216-0700 Robert E. Cohn Alexander Van der Bellen SHAW PITTMAN 2300 N Street, N.W. Washington, D.C. 20037 (202) 663-8060

Counsel for **DELTA AIR LINES, INC.** 

John J. Varley Assistant General Counsel DELTA AIR LINES, INC. Law Department #986 1030 Delta Boulevard Atlanta, Georgia 30320 (404) 715-2872

March 30, 2000

# BEFORE THE DEPARTMENT OF TRANSPORTATION WASHINGTON, D.C. March 30, 2000

Application of )	
AER LINGUS LIMITED	D. I
for extra-bilateral authority under the )	Docket OST-2000-6726
Department's "Cities Program"	
(Dublin/Shannon-Baltimore)	
Application of )	
AER LINGUS LIMITED )	
for a Statement of Authorization under 14	Docket OST-2000-6728
C.F.R. Part 212 for codeshare services with )	
American Airlines, Inc. (Boston, Chicago,	
Los Angeles, New York-Shannon/Dublin)	
Application of )	
)	
AMERICAN AIRLINES, INC.	
, ,	<b>Docket OST-2000-6725</b>
under 49 U.S. C. § 40109 for an exemption	
(New York-Shannon/Dublin; codesharing )	
with Aer Lingus)	

## MOTION FOR LEAVE TO FILE AND SURREPLY OF DELTA AIR LINES, INC.

Delta Air Lines, Inc. hereby moves for leave to file this brief Surreply to Aer Lingus Limited ("Aer Lingus"). Delta's Surreply will contribute to a more accurate and complete record for decision, will not prejudice any party, and should be heard.

Aer Lingus' reply consists almost solely of arguing that the position expressed in Delta's January 13, 2000 Answer is "inconsistent with" the arguments made by Delta over four years ago in obtaining initial approval for the Delta/Aer Lingus codeshare, and in subsequent renewal applications. However, Aer Lingus essentially ignores the harmful public interest consequences of the continuance of the Shannon stop requirement. Aer Lingus also ignores the fact that before, during and after Delta's codeshare relationship with Aer Lingus, Delta has vigorously opposed the Shannon stop requirement, and has consistently advocated removal of that restriction.

In determining whether to grant the instant applications, the Department must decide whether it is willing to simply accept the restrictive Shannon stop requirement, which is one of the most antiquated and harmful bilateral restrictions remaining in Europe today, or whether it is appropriate to seek relaxation of the Shannon stop requirement in exchange for approving Aer Lingus' and American's admittedly extrabilateral requests.

The Department has previously extended extrabilateral codeshare authority to carriers on a trial basis in order to coax restrictive foreign governments into more liberal aviation arrangements. However, when such governments have shown no movement in the direction of liberalization, as is the case with Ireland,

the Department has declined to extend further authority. <u>See</u>, <u>e.g</u>. Order 96-11-15 at 4.<sup>1</sup>

Aer Lingus attempts to paint Delta's objections and strong aversion to the Shannon stop as hypocritical. This is untrue. In fact, during Delta's four year relationship with Aer Lingus, Delta worked extremely hard to try and persuade the Government of Ireland to lift these restrictions for all carriers. Regrettably, Delta's efforts were rebuffed. Delta wishes to reiterate that its only objective is to obtain relief from the onerous and anticompetitive impact of the Shannon stop requirement. But for this unnecessary and harmful restriction, Delta would have no objection to Aer Lingus codesharing with American or any other carrier.

<sup>&</sup>lt;sup>1</sup> In performing our public interest analysis, we cannot ignore that in the two years since our initial approval, the Italian side has shown <u>no movement in the direction of liberalization</u>, and this despite an <u>accumulation of U.S. carrier aspirations to expand existing services or to introduce new services in the U.S.-Italy market. It is against this <u>unchanging pattern of restrictive Italian behavior</u> that we must weigh the public benefits represented by the requested amendment . . . we conclude that . . . the application does not favor approval. Id. (emphasis added).</u>

## Surreply of Delta Air Lines, Inc. Page 4

Respectfully submitted,

Robert E. Cohn Alexander Van der Bellen SHAW PITTMAN 2300 N Street, N.W. Washington, D.C. 20037 (202) 663-8060

Counsel for **DELTA AIR LINES, INC.** 

#### **CERTIFICATE OF SERVICE**

I hereby certify that copies of the foregoing Motion For Leave To File and Surreply Of Delta Air Lines, Inc., were served this 30th day of March, 2000, upon all of the persons listed on this Service List via first-class mail.

Hershel I. Kamen
Staff Vice President, International
& Regulatory Affairs
Continental Airlines, Inc.
1600 Smith Street – HQSGV
Houston, TX 77002

Jonathan Blank
Preston, Gates, Ellis & Rouvelas
Meeds LLP
1735 New York Ave, N.W., Suite 500
Washington, D.C. 20006

Megan Rae Rosia Associate General Counsel Northwest Airlines, Inc. 901 15th Street, N.W., Suite 310 Washington, D.C. 20005

Jeffrey A. Manley Bruce H. Rabinovitz Wilmer Cutler 2445 M Street, NW Washington, DC 20037

Carl B. Nelson, Jr.
Associate General Counsel
American Airlines, Inc.
1101 17th Street, N.W., Suite 600
Washington, D.C. 20036

William D. Castleberry Associate Administrator Marketing & Development State of Maryland Baltimore/Washington Int'l Airport BWI Airport, MD 21240-0766

Louisa Goldstein
Assistant Attorney General
State of Maryland, Aviation
Administration
P.O. Box 8766
Baltimore/Washington Int'l Airport
BWI Airport, MD 21240

Ken Scott
Vice President and Chief Operating
Officer
Emery Worldwide Airlines, Inc.
One Emery Plaza
Dayton International Airport
Vandalia, OH 45377

Vance Fort World Airways, Inc. 13873 Park Center Rd. Suite 490 Herndon, VA 20171

R. Tenney Johnson 2121 K Street, N.W. Suite 800 Washington, D.C. 20037 Brian T. Hunt American Trans Air, Inc. P.O. Box 51609 Indianapolis, Indiana 46251

Eileen Gleimer Boros & Garofalo, P.C. 1201 Connecticut Ave, N.W. Suite 700 Washington, D.C. 20036

John L. Richardson Crispen & Brenner 1100 New York Ave., N.W. Suite 850 Washington, D.C. 20005

Richard J. Fahy, Jr. P.O. Box 7145 Alexandria, VA 22307

David L. Vaughan Kelley Drye & Warren LLP 1200 19th Street, N.W., Suite 500 Washington, D.C. 20036

James W. Tello Roller & Bauer, PLLC 1020 Nineteenth St., N.W. Suite 400 Washington, D.C. 20036

Mike Lisky U.S. Agriculture APHIS Services PPQ 4700 River Road Riverdale, MD 2037 William H. Callaway Zuckert, Scoutt & Rasenberger LLP 888 17th Street, N.W., Ste. 600 Washington, D.C. 20006

Pierre Murphy One Westin Center 2445 M Street, N.W., Suite 260 Washington, D.C. 20037

Thomas V. Lydon Director of Government Affairs Evergreen International Airlines, Inc. 1629 K Street, N.W., Suite 301 Washington, D.C. 20006-1602

Stephen L. Gelband Hewes, Gelband, Lambert & Dann, P.C. 1000 Potomac Street, N.W. Suite 300 Washington, D.C. 20007

Allan W. Markham Allan W. Markham PC 2733 – 36<sup>th</sup> St., N.W. Washington, D.C. 20007

Mark W. Atwood Sher & Blackwell 1850 M St., N.W. Suite 900 Washington, D.C. 20036

Immigration and Naturalization Service Office of Inspections Room 4064 Chester A. Arthur Building 425 Eye Street, N.W. Washington, D.C. 20536 U.S. Customs Service
Passenger Programs
1300 Pennsylvania Ave, N.W.
Room 5.4D
Washington, D.C. 20229
Attn: West Window

Harold E. Mesirow, Esq G. Brent Connor, Esq Robins, Kaplan, Miller & Ciresi LLP 1801 K Street, N.W. Suite 1200 Washington, D.C. 20006 Nathaniel P. Breed, Jr. Shaw Pittman 2300 N Street, N.W. Washington, D.C. 20037

Pauline C. Donovan