

Memorandum

U.S. Department of Transportation Office of the Secretary

of Transportation Office of Inspector General

Subject: <u>INFORMATION</u>: Notification of Review of the Impact of Mergers on Customer Service Project No. 01C-3001-C000

From: Mark R. Dayton Mult Deputy Assistant Inspector General for Competition, Economic, Rail, and Special Programs Reply to JA-50

Date:

Attn. of:

February 21, 2001

To: Acting Assistant Secretary for Aviation and International Affairs

> At the request of the Senate Committee on Commerce, Science, and Transportation, the Office of Inspector General plans to undertake an inquiry into whether recent mergers in industries comparable to the airline industry have impacted or may impact customer service. The objective will be to review the airline merger review process with particular focus on how transitional service disruptions and competitive aspects of customer service are considered and by whom. As part of this effort, we will review mergers in the railroad and airline industries to determine whether lessons learned from those mergers could provide guidance for protecting customer service in the post-merger airline environment.

> We intend to begin our review the week of February 26, 2001. We will contact your audit liaison to schedule a formal entrance conference. The Program Director for this assignment is Stuart Metzger, and the Project Manager is Leila Kahn.

If you have any questions or require additional information, please contact me at (202) 366-9970 or Stuart Metzger at (202) 366-1981.

cc: OST Audit Liaison, M-1 Assistant General Counsel, C-70