

A RESOLUTION

APIL Resolution No. 39-GA-03

"Calling upon United Airlines to work in cooperation with the governments of the APIL Pacific to reduce its air fare rates to, from and between destinations in the APIL Pacific to more realistically and more competitively price our Micronesian destinations with the costs charged by United Airlines for flights to destinations within the United States and around the world."

WHEREAS, the Association of Pacific Island Legislatures, (APIL), is a permanent organization composed of the elected representatives of the peoples from throughout the central region of the Pacific Ocean, stretching from the islands of Hawaii and American Samoa in the east to the islands of Palau, Guam and the Northern Mariana Islands in the west and including the island groupings in between; and

WHEREAS, the continuing mission of the APIL is to provide a forum for
the formalization of legislative policies and for the discussion of topics of mutual
concern between and among our island legislatures; and

WHEREAS, the existence of an affordable air transportation system to, from
 and between the islands of the Association of Pacific Island Legislatures has always
 been one of the highest priorities of this Association and its member governments;
 and

WHEREAS, with the advent of the pioneering efforts of Continental Airlines and its regional corporate partner Air Micronesia in 1968 to commence air services to our region of the world, the governments of the region have been very supportive of the airline industry, as it not only carried the promise of economic development through the introduction of tourism to our region, it also provided a vital link between us islanders and the greater world, especially in times when we
 have been in need of emergency medical referrals; and

WHEREAS, during our formative years, the island governments of Micronesia worked hand-in-hand with Continental Airlines to build the region's first commercial airports and to construct Micronesia's first modern hotels, while at the same time, Continental Airlines was playing a premier role in tour development in the region by arranging for special discounted Visit Micronesia airfares and engaging in other tourism promotional endeavors; and

9 WHEREAS, as the airline industry matured in Micronesia, the partnership 10 between Continental Airlines and the regional governments took on a new role as 11 our governments began actively supporting the airline's strategies and efforts to 12 utilize its flights into our islands as an essential bargaining tool to expand its U.S.

based domestic services into Japan, the Philippines, China and other Asian-Pacificdestinations; and

WHEREAS, in turn, pilots and crews of Continental-Air Micronesia exhibited an exceptional understanding of the importance of the role of airline transportation for the safety and welfare of our island communities during these challenging years by continuing to man flights into our islands despite the personnel strikes and bankruptcy problems that were plaguing the airline on the airline's domestic routes; and

WHEREAS, a decade ago, Continental Airlines joined with United Airlines to form United Continental Holdings, thereby creating the largest globally positioned airline in the world based upon the total number of passenger miles flown and the destinations serviced; and

WHEREAS, while the insignia of its passenger planes and its advertising campaigns have been modified to emphasize the United Airlines logo, the endeavors of the new joint venture have reflected the spirit and enthusiasm of the pioneering

1 efforts of the original Continental Airlines in the development and servicing of 2 Micronesian destinations over a half a century ago; and 3 WHEREAS, as recently as December of 2019, the Board of Directors of the APIL adopted Resolution No. 60-BOD-05, expressing sincere appreciation to 4 5 the United Airlines for their service in the APIL region, providing for the air transportation of people and cargo to, from and between the island destinations of 6 our member jurisdictions; and 7 8 **WHEREAS**, in that resolution, the APIL welcomed the opportunity to 9 further collaborate with the United Airlines to further improve transportation within 10 the islands; but, unfortunately, 11 WHEREAS, it was not long after this resolution of appreciation was adopted by the APIL that the entire region of the APIL Pacific was hit by the devastating 12 13 perils of the COVID-19 pandemic; and 14 WHEREAS, since the welfare of our people and the sustenance of our island 15 economies are so dependent on consistent and reliable air services, the adverse 16 effects of the COVID pandemic on air travel within the region have proven to be especially challenging for the APIL member jurisdictions; yet, fortunately, 17 **WHEREAS**, in addressing these challenges, the APIL is especially thankful 18 19 to United Airlines which sought to the best of its abilities to continue to provide 20 desperately needed air services to the region throughout the worst times of the 21 pandemic, working closely with island leaders to keep individual island populations 22 as protected from the spread of this virus as possible; however, WHEREAS, with the diminishment of the dangers of the COVID pandemic 23 to air travel came a new obstacle to the restoration of viable air service to, from and 24 25 among the island destinations of Micronesia, this time caused by the unsettling decisions of the airline itself; and 26

WHEREAS, for that we are referring to the highly priced airfares
 promulgated by United Airlines for travel to, from and between the islands of
 Micronesia; and

WHEREAS, as an example, the cost of the purchase of an airline ticket on
United Airlines from Honolulu, Hawaii to Pohnpei, Micronesia, the site of this, the
39th General Assembly of the APIL, is twice and on some days as much as three
times the cost of a roundtrip ticket between Honolulu and the U.S. Capitol in
Washington D.C. even though the trip to Washington D.C. is over 1,700 miles
longer; and

WHEREAS, the cost of the purchase of an airline ticket on United Airlines
from either Guam, USA or Koror, Palau to Pohnpei, Micronesia is only about \$500
less than the cost of a trip between either of these destinations and Washington D.C.
even though the trips to Washington D.C. are many times the distance between
either of these two islands and Pohnpei, Micronesia; and

WHEREAS, even more disturbing is the quotation provided by the United
Airlines' web site that a roundtrip ticket from Majuro to its neighboring Island of
Pohnpei is \$200 more than a ticket from Honolulu all the way to Washington D.C.
even though the distance between these two Pacific islands is only 896 miles; and

19 **WHEREAS**, it is the sense of the delegates to the General Assembly of the 20 Association of Pacific Island Legislatures that while United Airlines has been 21 serving a very vital function in promoting the economic development of our islands 22 and securing the health and welfare of our people, recent internal decisions of the 23 airline to impose significantly higher airfares for flights to, from and between the 24 islands of the APIL are seriously jeopardizing the amazing accomplishments that 25 the airline industry has been providing to our people over the last fifty years; now, therefore, 26

1 **BE IT RESOLVED** by the Association of Pacific Island Legislatures, 39th 2 General Assembly, FSM State of Pohnpei, October 12-14, 2022, that this Assembly 3 hereby calls upon United Airlines to work in cooperation with the governments of 4 the APIL Pacific to reduce its air fare rates to, from and between destinations in the APIL Pacific to more realistically and more competitively price our Micronesian 5 6 destinations with the costs charged by United Airline for flights to destinations 7 within the United States and around the world; and

8 **BE IT FURTHER RESOLVED** that the APIL President shall certify and 9 the APIL Secretary shall attest to the adoption hereof and that copies of the same 10 shall be transmitted to the President of United Continental Holdings, to the 11 Regional Manager for United Airlines for Micronesia, to the Chief Executive 12 Officer of the Pacific Asia Travel Association, and to the Chief Executive and 13 Presiding Legislative Officers of each member jurisdiction of the Association of 14 Pacific Island Legislatures.

DULY AND REGULARLY ADOPTED ON THE 13TH DAY OF OCTOBER, 2022.

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PRESIDENT

VINNIE V. F. SABLAN **SECRETARY**