

UNITED STATES OF AMERICA Federal Trade Commission

WASHINGTON, D.C. 20580

Statement of Commissioner Rebecca Kelly Slaughter

Regarding the Collaboration Act Report Commission File No. P238400

April 10, 2024

I strongly support the Collaboration Act Report, and I write separately to underscore the importance of its recommendation that Congress provide the Commission with independent litigating authority to seek civil penalties—in other words, to eliminate the current requirement that the Commission refer each such complaint to the Department of Justice for a decision to take the case or return it. The Report sets forth many good reasons to support such a change, to which I must add my own observation that the penalty-referral process with the Department of Justice is badly broken. This observation arises directly from feedback I have received from staff, not on a single case or in a single division, but throughout the Bureau of Consumer Protection.

Among the greatest joys of serving as a Federal Trade Commissioner is the opportunity to work closely with our dynamic staff as they bring creativity and tenacity to solving tough problems that bedevil American consumers and thwart free and fair competition. Of the various duties of a Commissioner, I doubt that any accomplishes quite as much as finding ways to support our staff so that they can carry out our missions in the most effective manner. To that end, I meet with each of our divisions and offices at least annually to hear about how things are going generally, beyond the parameters of any particular matter. These conversations can surface vitally important opportunities for improvements, whether concerning contracting for experts, information-technology woes, or other cross-cutting issues at the Contracting for Experiencesonu(t)-2

I have already written at some length about why I believe that Commissioners should make decisions about civil-penalty litigation without considering the possibility that the Department will make different decisions, such as settling cases for much less relief that we would. Now, I am calling on the Commission to consider making public our civil-penalty referrals when we vote to refer them, rather than after the Department decides whether to take the case or return it (typically 45 days later). No law prevents publicizing referrals. As I said five years ago, I believe that Commissioners, as political appointees, should be held accountable for our decisions; so too should Department leaders be held accountable for theirs. Under current practice, the public and our overseers do not know what action or relief the FTC intended; they only see the outcome after the Department acts. Under my proposal, which decisionmakers make which decisions would be clear.

I know that the Department of Justice—both its political leadership and its career civil service—shares the FTC's commitment to the American public. I continue to believe that our two institutions can forge a path forward that would obviate the need for publicized referrals, as we work collaboratively in the public interest; I am hopeful that we will do just that.

² See Fed. Trade Comm'n, Dissenting Statement of Comm'r Slaughter 4–5, *In re Facebook, Inc.* (July 24, 2019) https://www.ftc.gov/system/files/documents/public_statements/1536918/182_3109_slaughter_statement_on_facebo ok 7-24-19.pdf.

³ See id. at 5 ("I do not believe the Commission should vote for an inadequate settlement because of a fear that our sister agency will take action that we do not believe is in the public interest. We should endeavor to do the right thing even if our preferred course of action may be interrupted by the DOJ's doing the wrong thing. We are accountable for our decisions, as DOJ is for theirs.").