

information required by special condition SC23.1583(h) and by this paragraph. These procedures must be in the form of guidance material, including any relevant limitations or information.

(5) An explanation of significant or unusual flight or ground handling characteristics of the airplane.

SC23.A Effects of contamination on natural laminar flow airfoils.

In the absence of specific requirements for airfoil contamination, airplane airfoil designs that have airfoil pressure gradient characteristics and smooth aerodynamic surfaces that may be capable of supporting natural laminar flow must comply with the following:

(a) It must be shown by tests, or analysis supported by tests, that the airplane complies with the requirements of §§ 23.141 through 23.207, 23.233, 23.251, 23.253 (and any changes made to these paragraphs by these special conditions) with any airfoil contamination that would normally be encountered in service and that would cause significant adverse effects on the handling qualities of the airplanes resulting from the loss of laminar flow.

(b) Significant performance degradations identified as resulting from the loss of laminar flow must be provided as part of the information required by special conditions SC23.1585 and SC23.1587.

Issued in Kansas City, Missouri on October 11, 1998.

Michael Gallagher,

Manager, Small Airplane Directorate, Aircraft Certification Service.

[FR Doc. 98-29301 Filed 10-30-98; 8:45 am]

BILLING CODE 4910-13-U

FEDERAL TRADE COMMISSION

16 CFR Part 305

Rule Concerning Disclosures Regarding Energy Consumption and Water Use of Certain Home Appliances and Other Products Required Under the Energy Policy and Conservation Act ("Appliance Labeling Rule")

AGENCY: Federal Trade Commission.

ACTION: Notice of proposed rulemaking.

SUMMARY: The Federal Trade Commission ("the Commission") proposes amending Appendix F to its Appliance Labeling Rule ("the Rule") to eliminate the "Front-Loading" and "Top-Loading" sub-categories for clothes washers.

DATES: Written comments will be accepted until December 17, 1998.

ADDRESSES: Written comments should be directed to: Secretary, Federal Trade Commission, Room H-159, Sixth St. and Pennsylvania Ave., NW, Washington, DC 20580. Comments about this proposed amendment to the Appliance Labeling Rule should be identified as: "Appliance Labeling Rule Clothes Washer Categories, 16 CFR Part 305—Comment."

FOR FURTHER INFORMATION CONTACT:

James Mills, Attorney, Division of Enforcement, Rm 4616, Federal Trade Commission, Washington, DC 20580 (202-326-3035).

SUPPLEMENTARY INFORMATION:

I. Background

A. The Commission's Appliance Labeling Rule

The Commission issued the Appliance Labeling Rule on November 19, 1979, pursuant to a directive in section 324 of Title III of the Energy Policy and Conservation Act of 1975, 42 U.S.C. 6294 ("EPCA"). The Rule requires manufacturers to disclose energy information about major household appliances to enable consumers purchasing appliances to compare the energy use or efficiency of competing models. When published, the Rule applied to eight appliance categories: Refrigerators, refrigerator-freezers, freezers, dishwashers, water heaters, clothes washers, room air conditioners, and furnaces. Since then, the Commission has expanded the Rule's coverage five times: in 1987 (central air conditioners, heat pumps, and certain new types of furnaces, 52 FR 46888 (Dec. 10, 1987)); 1989 (fluorescent lamp ballasts, 54 FR 28031 (July 5, 1989)); 1993 (certain plumbing products, 58 FR 54955 (Oct. 25, 1993)); and twice in 1994 (certain lighting products, 59 FR 25176 (May 13, 1994)), and pool heaters and certain other types of water heaters (59 FR 49556 (Sept. 28, 1994)).

Manufacturers of all covered appliances must disclose specific energy consumption or efficiency information at the point of sale in the form of an "EnergyGuide" label affixed to the covered product. The information on the EnergyGuide also must appear in catalogs from which covered products can be ordered. Manufacturers must derive the information from standardized tests that EPCA directs the Department of Energy ("DOE") to promulgate. 42 U.S.C. 6293. Manufacturers of furnaces, central air conditioners, and heat pumps also either must provide fact sheets showing additional cost information or be listed in an industry directory that shows the

cost information for their products. Required labels for appliances and required fact sheets for heating and cooling equipment must include a highlighted energy consumption or efficiency disclosure and a "range of comparability," which appears as a bar on the label below the main energy use or efficiency figure, that shows the highest and lowest energy consumption or efficiencies for all similar appliance models. Labels for clothes washers and some other appliance products also must disclose estimated annual operating cost based on a specified national average cost for the fuel the appliances use.

B. Ranges of Comparability and the Categories in Appendix F

The "range of comparability" on the EnergyGuide is intended to enable consumers to compare the energy consumption or efficiency of the other models (perhaps competing brands) in the marketplace that are similar to the labeled model they are considering. Section 305.8(b) of the Rule, 16 CFR 305.8(b), requires manufacturers to report annually (by specified dates for each product type) the estimated annual energy consumption or energy efficiency ratings for the appliances derived from the DOE test procedures. To keep the required information on labels consistent with these changes, the Commission publishes new range figures (but not more often than annually) for manufacturers to use on labels if an analysis of the reported information indicates that the upper or lower limits of the ranges have changed by more than 15%. 16 CFR 305.10. Otherwise, the Commission publishes a statement that the prior ranges remain in effect for the next year.

Each category of the products covered by the Rule is divided to some extent into sub-categories for purposes of the ranges of comparability. These subcategories, which are the same as those developed by DOE in connection with its efficiency standards program,¹ are based on fuel type, size, and/or functional features, depending on the type of product.

When the Commission published the Rule in 1979, the clothes washer category in Appendix F was divided into the sub-categories "Standard" and

¹ Section 325 of EPCA, 42 U.S.C. 6295, directs DOE to develop efficiency standards for major household appliances to achieve the maximum improvement in energy efficiency for residential appliances that is technologically feasible and economically justified. As amended, the statute itself sets the initial national standards for appliances and establishes a schedule for regular DOE review of the standards for each product category.

"Compact" only. 44 FR 66466, 66486 (Nov. 19, 1979). These sub-categories stayed in effect until 1994, when the Commission amended Appendix F in response to comments received in connection with a comprehensive review of the Rule. The amendment to Appendix F created the additional subdivisions of "Top Loading" and "Front Loading" that appear in the current Rule. In the **Federal Register** notice announcing the amendments that grew out of the review, the Commission discussed the comments on clothes washer subcategories and its reasons for the amendment to Appendix F:

Four comments * * * suggested changing the subcategories for clothes washers by adding two further subdivisions—horizontal axis and vertical axis. In support, AHAM (the Association of Home Appliance Manufacturers, a trade association of appliance manufacturers) stated that the technologies of the two proposed subdivisions are different and that consumers interested in the horizontal axis market niche should be able to compare products within that subdivision.

Horizontal axis clothes washers (which are generally front-loading) are significantly more energy-efficient than vertical axis washers (generally top-loading). Because the typical door configurations for these products are different, consumers may shop for only one configuration, and information respecting the energy usage of products having the other configuration may not be useful. For example, consumers wanting to stack a clothes dryer on top of their washer to conserve space would only be interested in a front loading washer. The Commission finds, therefore, that separate ranges of comparability for these products would benefit consumers. Accordingly, the Commission is * * * amending the sub-categories for clothes washers to reflect a further subdivision into top-loading and front-loading models. See Appendix F—Clothes Washers.

59 FR 34014, 34019 (July 1, 1994).

C. CEE's Petition

The Consortium for Energy Efficiency, Inc. ("CEE")² has petitioned the Commission to amend the Rule by changing the clothes washer category in Appendix F to eliminate the "Front-Loading" and "Top-Loading" subdivisions of the "Standard" and "Compact" sub-categories. In its petition, CEE stated that, since 1994, it has promoted the manufacture of and consumer demand for high-efficiency

clothes washers through its High-efficiency Clothes Washer Initiative. CEE asserted that, because of the recent introduction of high-efficiency products from major domestic manufacturers, it is at a critical point in its efforts to promote high-efficiency clothes washers, and its members have committed to significant expansions of their consumer-targeted campaigns to promote the purchase of these products. CEE believes that Appendix F to the Rule confuses consumers and undermines CEE's and its members' efforts to promote high-efficiency clothes washers. In its petition, CEE indicates that eliminating the "Front-Loading" and "Top-Loading" subdivisions of the "Standard" and "Compact" sub-categories will remedy these concerns.

CEE asserts that, since the Commission's 1994 statement in the **Federal Register**, the clothes washer market has changed, and front-loading washers are no longer merely a niche product. According to CEE, consumer research in the Northwest has shown that a significant proportion of consumers who were shopping for top-loading machines were also interested in, and had looked at, front-loading models, and that many were ready to pay a premium for the front-loading models. The research showed that many consumers could be persuaded to purchase front-loading washers at the point of sale, suggesting that they did not have pre-determined reasons in mind for buying a front-loading model when they began their search.³

CEE explains that, because the most highly efficient clothes washers are all front-loading,⁴ an EnergyGuide comparison only among front-loading models provides an incomplete picture of the efficiencies available in the clothes washer market. According to the petition, the least efficient of the high-efficiency front-loading clothes washers, will, of necessity, appear at the "Uses Most Energy" end of the comparability range on the label attached to it, even though it consumes only half the energy that the average top-loading model does. This situation, according to CEE, confuses consumers and creates the erroneous impression that these highly-efficient products (when compared to top-loading models) are high energy users.

CEE also asserts that the current front-loading and top-loading subdivisions are particularly problematic in connection with the DOE/EPA Energy Star Program.⁵ Under that Program, all front-loading clothes washers produced by manufacturers participating in the Program will qualify for the Energy Star logo. This means that the label on the least energy efficient of these highly efficient products will indicate that the product "Uses Most Energy" while also bearing the Energy Star endorsement. CEE believes that this situation will create consumer confusion and undermine the credibility of both the EnergyGuide and Energy Star Programs.

In addition, CEE points out that the Canadian EnerGuide appliance labeling program (which is very similar to the EnergyGuide Program) does not distinguish between front-loading and top-loading clothes washers for range purposes. The Canadian Program divides the clothes washer category into only the "Compact" and "Standard" sub-categories.

Finally, CEE asserts that technological advances in the clothes washer industry have begun to soften the distinction between the front-loading and top-loading subdivisions. As examples, CEE cites the Maytag Neptune model, which has a basket that operates on an axis that is 15 degrees off of vertical and an opening mounted on a plane angled between the top and front of the machine (Maytag classifies this as a front-loading model), and the Staber Industries horizontal axis model that loads from the top (and is thus a top-loading model). CEE maintains that, perhaps in recognition of this incipient blurring of the distinction between the subdivisions, DOE is considering eliminating the separate classes from its testing and standards program. CEE urges that the Commission grant its petition to help achieve consistency on this issue at the federal level.

II. Discussion

A. Market Changes

The market for clothes washers has changed since the Commission

⁵ Commission staff have been working with DOE and EPA staff to help them implement statutory directives to promote high-efficiency household appliances in the marketplace. The resulting joint effort is called the "Energy Star" Program, which defines what constitutes a high-efficiency product and identifies products that qualify for the designation. A product's qualification for the Program is indicated by the Energy Star logo, currently either on the product or a separate Energy Star label. A proposal is under consideration to permit manufacturers of qualifying appliances to place the Energy Star logo on the Appliance Labeling Rule EnergyGuides attached to the products.

² According to its Mission Statement, CEE is a non-profit, public benefit corporation that expands national markets for super-efficient technologies, using market transformation strategies. Its members include more than 40 electric and gas utilities, public interest groups, research and development organizations, and state energy offices. Major support is provided to CEE by DOE and the Environmental Protection Agency ("EPA").

³ A summary by CEE of the results of the intercept interviews and surveys CEE cited in its petition has been placed on the public rulemaking record.

⁴ There is an exception, mentioned later in CEE's petition: One manufacturer makes a horizontal-axis, highly efficient washer that loads from the top and is thus classified as a "Top Loading" model.

promulgated the "Front-loading" and "Top-loading" subdivisions. While in 1993-94 front-loading machines may merely have been a "niche" product, as suggested by AHAM's comment (referenced in I.B., above), the availability of and technology for these products have advanced considerably since that time.⁶ There are currently ten front-loading models out of the total of 228 models that were reported to the Commission in March of this year, compared to the five models offered in 1993-94. CEE's research suggests that a significant proportion of consumers now shopping for clothes washers are receptive to the idea of buying a more efficient front-loading machine—even if they began by looking for a top-loading model. This, coupled with the significant increase in availability of front-loading models, suggests that eliminating the distinction between the two subdivisions on labels could result in more purchases of the more efficient products.

There are other indications that the current "Front-loading" and "Top-loading" subdivisions may be causing confusion among consumers shopping for clothes washers. Commission staff has received two letters, dated April 27, 1998, and May 19, 1998, in support of CEE's petition from the Office of Energy of the Oregon Department of Consumer and Business Services ("Oregon Energy Office," or "OEO").⁷ In the April 27 letter, the Oregon Energy Office asserts that there is no reason for or benefit from leaving the subdivisions of the clothes washer category as they are. In the May 19 letter, OEO reiterates its support, noting the specific example of the Maytag Neptune model and stating that DOE does not consider loading method in its clothes washer test procedure and is considering phasing the top-loading and front-loading subdivisions out of the energy standards for the clothes washer product category. In both letters, the Oregon Energy Office expresses concern that consumers are confused by the current subdivisions and that such confusion undermines consumer confidence in the EnergyGuide itself, which, according to

OEO, has been rising steadily since the Rule was promulgated in 1979.

This consumer confusion may occur because, although the label for clothes washers states that "Only standard size, front-loading (or top-loading) clothes washers are used in this scale," not all consumers may notice the disclosure. Consumers looking at top-loading machines may not realize how much more efficient front-loading models are, and may not even consider purchasing a front-loading model simply because the energy consumption figures for front-loading machines are not included in the ranges appearing on labels for top-loading models. And, consumers shopping for front-loading machines may get the incorrect impression that some of the most efficient models (front-loading) on the market are not really highly energy efficient, only because they are being compared unfavorably to other even higher-efficiency models (also front-loading), instead of to the less efficient top-loading models. Finally, because some front-loading clothes washers that have qualified for the Energy Star logo are shown on the EnergyGuide to be at or near the "Uses Most Energy" end of the comparability bar, this may cause consumer confusion about the Energy Star Program.

On the other hand, without the subdivisions, it may be more difficult for consumers to determine the range of energy use possibilities for each type of washer. Thus, for a consumer who, because of price or some other reason, wishes to purchase a top-loading washer, the proposed amendment would make it more difficult to determine which top-loading machine achieves the highest energy efficiency possible for a top-loader. Although a given retail outlet will likely have several brands and models for comparison, and such a consumer would be able to find the most efficient top-loader in the store by comparing EnergyGuides, the consumer still would not know whether he should seek other choices, say, by going to another retailer. Consumers' search costs should not be significantly increased, however, because consumers already do not know the range of possibilities for other characteristics (such as price) of the washer, and thus already need to search various retailers.

B. The DOE Energy Conservation Standards and Possible Changes to the DOE Test Procedure

DOE has announced that it may eliminate any reference to front-loading or top-loading (or horizontal-or vertical-axis) in its standards for clothes washers. In connection with its review

of the energy and water consumption standards for clothes washers, DOE published an Advance Notice of Proposed Rulemaking on November 14, 1994, in which it indicated its intention to consider only two classes for the clothes washer category—"Compact" and "Standard." 59 FR 56423, at 56425. Later in the review process, DOE issued a Draft Report on Design Options for Clothes Washers for use in a November 1996 DOE workshop in which DOE again proposed reducing the number of clothes washer categories to "Compact" and "Standard." In July 1997, DOE published a draft Clothes Washer Rulemaking Framework, which DOE staff describes as a "roadmap" for the review process. In that document, DOE stated that it "believes that there is no basis for maintaining separate classes for horizontal and vertical clothes washers."⁸ Thus, when DOE completes its review of the clothes washer standards rule, it is reasonable to expect that DOE will no longer use the "Front-loading" and "Top-loading" (or "horizontal-axis" and "vertical-axis") subdivisions to describe clothes washers.

In an August 14, 1998 letter to Commission staff, DOE's Assistant Secretary for Energy Efficiency and Renewable Energy asked that the Commission consider eliminating the top-loading and front-loading subcategories for clothes washers because they are causing consumer confusion about washer efficiency and appear to be undermining the Energy Star Program's credibility. The Assistant Secretary also stated that, although the amendments to DOE's rules will not take effect for several years, DOE believes "that it is in the consumer's best interest for FTC to adopt the new classifications for labeling purposes as soon as possible." Therefore, the Commission seeks comment on whether, if the proposed amendment were adopted, it should postpone the effective date to coincide with DOE's changes, or whether the proposed amendment should be issued and effective regardless of the timing of any changes regarding clothes washer categories that DOE may make to its standards rule.

⁶These products may have been considered a niche market in part because they were so much more expensive than top-loading models and because they may have been favored by consumers with limited space looking for stackable models. Although front-loading models are on average still more expensive than top-loading, the price differential is now much smaller. See "A New Spin on Clothes Washers," Consumer Reports (July 1998).

⁷These two letters have been placed on the public rulemaking record.

⁸Although the current DOE test procedure for clothes washers ("Appendix J") contains separate definitions for "front-loader," "top-loader-horizontal-axis," and "top-loader-vertical-axis" clothes washers, it does not materially distinguish between top-loading or front-loading, or horizontal axis or vertical axis, in measuring the energy consumption of clothes washers. 10 CFR part 430, subpart B, Appendix J, 1.7, 1.23, and 1.24 (1998).

C. The Canadian EnerGuide Program Does Not Distinguish Between "Top-Loading" and "Front Loading"

Over the past few years, the Commission has taken action to harmonize the Rule's labeling requirements with those of the EnerGuide Program in accordance with the North American Free Trade Agreement ("NAFTA") goals of reducing or eliminating non-tariff barriers to trade (e.g., labeling requirements). The Commission staff has worked with staff at Natural Resources Canada ("NRCan") since 1992 to harmonize the two countries' appliance labeling programs as much as possible (e.g., the Commission changed the primary energy use descriptor for most appliances from estimated annual operating cost to kiloWatt-hours per year (the descriptor used in the EnerGuide Program), and simplified the EnergyGuide by removing the cost grids, making it more similar to the EnerGuide. 59 FR 34014 (July 1, 1994)).⁹

The Canadian EnerGuide Program does not divide the "Standard" and "Compact" clothes washer sub-categories further into top-loading and front-loading (or horizontal-axis and vertical-axis) subdivisions.¹⁰ Thus, eliminating the "Top-loading" and "Front-loading" subdivisions also would have the salutary effect of promoting international harmonization and furthering the NAFTA goal of making the standards-related measures of the treaty signatories compatible, thereby facilitating trade among the parties.

III. Request for Comment

A. General Information for Commenters

The Commission requests interested persons to submit written comments on any issue of fact, law or policy that may bear upon the proposed amendment. Although the Commission welcomes comments on any aspect of the proposed amendment, the Commission is particularly interested in comments on the questions listed below. All written comments should state clearly the question or issue that the commenter wishes to address.

⁹In addition, in 1996, the Commission amended the Rule to permit Canada's EnerGuide, as well as Mexico's energy label, to be placed "directly adjoining" the Rule's required "EnergyGuide" label. Previously the Rule prohibited the affixation of non-required information "on or directly adjoining" the EnergyGuide. 61 FR 33651 (June 28, 1996).

¹⁰According to NRCan staff, this is because the definition of "clothes washer" in the Canadian regulations encompasses both top-loading and front-loading technologies, and the rulemaking staff saw no reason for further differentiation.

The Commission requests that commenters provide representative factual data in support of their comments. Individual firms' experiences are relevant to the extent they typify industry experience in general or the experience of similar-sized firms. Comments opposing the proposed amendment should, if possible, suggest specific alternatives. Proposals for alternatives to the proposed amendment should include reasons and data that indicate why the alternatives would better serve the requirements of the Appliance Labeling Rule. Comments should be supported by a full discussion of all the relevant facts and/or be based on firsthand knowledge, personal experience, or general understanding of the particular issues addressed.

CEE's March 5, 1998 petition, its research results, the letters from the Oregon Energy Office, and written comments submitted will be available for public inspection in accordance with the Freedom of Information Act, 5 U.S.C. 552, where applicable, and Commission regulations on normal business days from 8:30 a.m. to 5 p.m. at the Federal Trade Commission, 6th St. and Pennsylvania Ave., NW., Room 130, Washington, DC 20580.

B. Questions for Comment

The Commission is particularly interested in comments addressing the following questions and issues:

1. What is the effect of the current "Top-Loading" and "Front-Loading" subdivisions of the "Standard" and "Compact" subcategories for clothes washers on consumers' ability to choose the most energy efficient model that will fill their clothes washing needs?

2. To what extent do consumers looking for a new clothes washer shop exclusively for either a top-loading or a front-loading model? To what extent do they shop without looking specifically for either type of washer?

3. What would be the economic impact on manufacturers of the proposed amendment?

4. What would be the benefits of the proposed amendment? Who would receive those benefits? What would be the costs of the proposed amendment? Who would incur those costs?

5. What would be the benefits and economic impact of the proposed amendment on small businesses?

6. If the Commission eliminates the current "Top-Loading" and "Front-Loading" subdivisions from Appendix F, should the only remaining descriptors of clothes washer capacity be "Standard" and "Compact," or

should there be additional descriptors? For example, should the Commission require that the internal tub volume of clothes washers, in cubic feet or in gallons (or both), also be required on labels for clothes washers?

7. If DOE were to amend its clothes washer standards rule as discussed in II.B., above, and the Commission were to adopt the amendment proposed today, should the Commission postpone the effective date to coincide with DOE's changes, or should it issue and make effective the proposed amendment regardless of the timing of any changes in clothes washer categories that DOE may make to its standards rule?

IV. Regulatory Flexibility Act

This notice does not contain a regulatory analysis under the Regulatory Flexibility Act ("RFA"), 5 U.S.C. 603-604, because the Commission believes that the proposed amendment, if adopted, would not have "a significant economic impact on a substantial number of small entities," 5 U.S.C. 605. The proposed amendment would not impose any new requirements on manufacturers of clothes washers. Instead, it would require less information than is currently required on labels that clothes washer manufacturers already must affix to their products. The Commission, therefore, believes that the impact of the proposed amendment on all entities within the affected industry, if any, would be de minimis.

In light of the above, the Commission certifies, pursuant to section 605 of the RFA, 5 U.S.C. 605, that the proposed amendment would not, if promulgated, have a significant impact on a substantial number of small entities. To ensure that no substantial economic impact is being overlooked, however, the Commission solicits comments concerning the effects of the proposed amendment, including any benefits and burdens on manufacturers or consumers and the extent of those benefits and burdens, beyond those imposed or conferred by the current Rule, that the proposed amendment would have on manufacturers, retailers, or other sellers. The Commission is particularly interested in comments regarding the effects of the proposed amendment on small businesses. After reviewing any comments received, the Commission will determine whether it is necessary to prepare a final regulatory flexibility analysis if it determines to promulgate the amendment.

V. Paperwork Reduction Act

The Paperwork Reduction Act ("PRA"), 44 U.S.C. 3501 *et seq.*, requires

government agencies, before promulgating rules or other regulations that require "collections of information" (i.e., recordkeeping, reporting, or third-party disclosure requirements), to obtain approval from the Office of Management and Budget ("OMB"), 44 U.S.C. 3502. The Commission currently has OMB clearance for the Rule's information collection requirements (OMB No. 3084-0069). The proposed amendment would not impose any new information collection requirements. To ensure that no additional burden has been overlooked, however, the Commission seeks public comment on what, if any, additional information collection burden the proposed amendment may impose.

VI. Communications by Outside Parties to Commissioners or Their Advisors

Pursuant to Rule 1.18(c) of the Commission's Rules of Practice, 16 CFR 1.18(c) (1997), communications with respect to the merits of this proceeding from any outside party to any Commissioner or Commissioner's advisor during the course of this rulemaking shall be subject to the following treatment. Written communications, including written communications from members of Congress, shall be forwarded promptly to the Secretary for placement on the public record. Oral communications, not including oral communications from members of Congress, are permitted only when such oral communications are transcribed verbatim or summarized, at the discretion of the Commissioner or Commissioner's advisor to whom such oral communications are made, and are promptly placed on the public record, together with any written communications and summaries of any oral communications relating to such oral communications. Oral communications from members of Congress shall be transcribed or summarized, at the discretion of the Commissioner or Commissioner's advisor to whom such oral communications are made, and promptly placed on the public record, together with any written communications and summaries of any oral communications relating to such oral communications.

List of Subjects in 16 CFR Part 305

Advertising, Energy conservation, Household appliances, Labeling, Reporting and recordkeeping requirements.

Authority: 42 U.S.C. 6294.

VII. Proposed Amendment

In consideration of the foregoing, the Commission proposes to amend title 16, chapter I, subchapter C of the Code of Federal Regulations, as follows:

PART 305—RULE CONCERNING DISCLOSURES REGARDING ENERGY CONSUMPTION AND WATER USE OF CERTAIN HOME APPLIANCE AND OTHER PRODUCTS REQUIRED UNDER THE ENERGY POLICY AND CONSERVATION ACT ("APPLIANCE LABELING RULE")

1. The authority for part 305 continues to read as follows:

Authority: 42 U.S.C. 6294.

2. Appendix F to part 305—Clothes Washers is revised to read as follows:

Appendix F To Part 305—Clothes Washers

Range Information

"Compact" includes all household clothes washers with a tub capacity of less than 1.6 cu. ft. or 13 gallons of water.

"Standard" includes all household clothes washers with a tub capacity of 1.6 cu. ft. or 13 gallons of water or more.

| Capacity | Range of Estimated Annual Energy Consumption (kWh/yr.) | |
|----------------|--|------|
| | Low | High |
| Compact | 592 | 607 |
| Standard | 241 | 1231 |

By direction of the Commission.

Donald S. Clark,

Secretary.

[FR Doc. 98-29287 Filed 10-30-98; 8:45 am]

BILLING CODE 6750-01-P

DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT

24 CFR Part 5

[Docket No. FR-4321-N-04]

RIN 2501-AC49

Uniform Financial Reporting Standards for HUD Housing Programs; Intent To Issue Technical Amendment

AGENCY: Office of the Assistant Secretary for Housing—Federal Housing Commissioner, HUD.

ACTION: Intent to issue technical amendment.

SUMMARY: The purpose of this document is to advise the public that within the next few weeks HUD will publish a final rule to make a technical amendment to its new regulations creating uniform

financial reporting standards, issued on September 1, 1998. The technical amendment will change for certain entities whose fiscal year ends December 31st, as described in the Supplementary Information section of this document, the annual report submission date from April 30, 1999 to June 30, 1999, only for the first year of compliance with these standards.

FOR FURTHER INFORMATION CONTACT: For further information contact Kenneth Hannon, Office of Housing, Department of Housing and Urban Development, 451 Seventh St., SW, Room 6274, Washington, DC 20410; telephone (202) 708-0547, ext. 2599 (this is not a toll-free number). Persons with hearing or speech impairments may access that number via TTY by calling the Federal Information Relay Service at (800) 877-8399.

SUPPLEMENTARY INFORMATION: On September 1, 1998 (63 FR 46582), HUD published a final rule that established uniform annual financial reporting standards for HUD's Public Housing, Section 8 housing, and multifamily insured housing programs. The rule provides that the financial information already required to be submitted to HUD on an annual basis under program requirements is to be submitted electronically to HUD and to be prepared in accordance with generally accepted accounting principles. The rule also established annual financial report filing dates for the covered entities.

The September 1, 1998 rule provides an April 30, 1999 annual report submission date (for the first year of compliance only) for (1) owners of housing assisted under Section 8 project-based housing assistance payments programs, described in § 5.801(a)(3) of the new rule, and owners of multifamily projects receiving direct or indirect assistance from HUD, or with mortgages insured, coinsured, or held by HUD, including but not limited to housing under certain HUD programs described in § 5.801(a)(4) of the new rule; and (2) which group of owners have fiscal years ending December 31, 1998. The April 30, 1999 date with its proximity to Federal income tax filing deadline makes conversion to the new reporting system and completion of the required report by April 30, 1999 burdensome for affected entities. The final rule that HUD plans to issue will change the April 30, 1999 date to June 30, 1999 for the first year of reporting only.