accordance with section E of Appendix A of this part, a statement that interest cannot remain on deposit and that payout of interest is mandatory.

\* \* \* \* \*

3. Section 230.8 is amended by revising paragraph (c)(6)(iii) to read as follows:

#### § 230.8 Advertising.

\* \* \* \* \*

(6) \* \* \*

(iii) Required interest payouts. For noncompounding time accounts with a stated maturity greater than one year that do not compound interest on an annual or more frequent basis, that require interest payouts at least annually, and that disclose an APY determined in accordance with section E of Appendix A of this part, a statement that interest cannot remain on deposit and that payout of interest is mandatory.

4. In Part 230, Appendix A is amended by revising section E of Part I to read as follows:

# Appendix A To Part 230—Annual Percentage Yield Calculation

\* \* \* \* \*

- E. Time Accounts with a Stated Maturity Greater than One Year that Pay Interest At Least Annually
- 1. For time accounts with a stated maturity greater than one year that do not compound interest on an annual or more frequent basis, and that require the consumer to withdraw interest at least annually, the annual percentage yield may be disclosed as equal to the interest rate.

#### Example

- (1) If an institution offers a \$1,000 two-year certificate of deposit that does not compound and that pays out interest semi-annually by check or transfer at a 6.00% interest rate, the annual percentage yield may be disclosed as 6.00%.
- (2) For time accounts covered by this paragraph that are also stepped-rate accounts, the annual percentage yield may be disclosed as equal to the composite interest rate.

## **Example**

- (1) If an institution offers a \$1,000 threeyear certificate of deposit that does not compound and that pays out interest annually by check or transfer at a 5.00% interest rate for the first year, 6.00% interest rate for the second year, and 7.00% interest rate for the third year, the institution may compute the composite interest rate and APY as follows:
- (a) Multiply each interest rate by the number of days it will be in effect;
- (b) Add these figures together; and(c) Divide by the total number of days in the term.
- (2) Applied to the example, the products of the interest rates and days the rates are in

effect are  $(5.00\%\times365 \text{ days})$  1825,  $(6.00\%\times365 \text{ days})$  2190, and  $(7.00\%\times365 \text{ days})$  2555, respectively. The sum of these products, 6570, is divided by 1095, the total number of days in the term. The composite interest rate and APY are both 6.00%.

By order of the Board of Governors of the Federal Reserve System, July 24, 1998.

# Jennifer J. Johnson,

Secretary of the Board.
[FR Doc. 98–20268 Filed 7–29–98; 8:45 am]
BILLING CODE 6210–01–P

## **DEPARTMENT OF TRANSPORTATION**

## **Federal Aviation Administration**

#### 14 CFR Part 23

[Docket No. CE146, Special Condition 23–98–02–SC]

Special Conditions; Raytheon Aircraft Company, Beech Model 3000 Airplane: Protection of Systems From High Intensity Radiated Fields (HIRF)

**AGENCY:** Federal Aviation Administration (FAA), DOT.

**ACTION:** Final special conditions; request

for comments.

**SUMMARY:** These special conditions are issued to Raytheon Aircraft Company, 9709 East Central, Wichita, Kansas 67201–0085 for a Type Certificate on the Beech Model 3000 airplane. This airplane will have novel and unusual design features when compared to the state of technology envisaged in the applicable airworthiness standards. These novel and unusual design features include the installation of electronic displays for which the applicable regulations do not contain adequate or appropriate airworthiness standards for the protection of these systems from the effects of high intensity radiated fields (HIRF). These special conditions contain the additional safety standards that the Administrator considers necessary to establish a level of safety equivalent to that provided by the existing airworthiness standards.

**DATES:** The effective date of these special conditions is July 14, 1998.

Comments must be received on or before August 31, 1998 for domestic, November 27, 1998 for foreign.

ADDRESSES: Comments may be mailed

ADDRESSES: Comments may be mailed in duplicate to: Federal Aviation Administration, Office of the Assistant Chief Counsel, ACE-7, Attention: Rules Docket Clerk, Docket No. CE146, Room 1558, 601 East 12th Street, Kansas City, Missouri 64106. All comments must be marked: Docket No. CE146. Comments

may be inspected in the Rules Docket weekdays, except Federal holidays, between 7:30 a.m. and 4:00 p.m.

FOR FURTHER INFORMATION CONTACT: Ervin Dvorak, Aerospace Engineer, Standards Office (ACE–110), Small Airplane Directorate, Aircraft Certification Service, Federal Aviation Administration, 601 East 12th Street, Kansas City, Missouri 64106; telephone (816) 426–6941.

SUPPLEMENTARY INFORMATION: The FAA has determined that notice and opportunity for prior public comment hereon are impracticable because these procedures would significantly delay issuance of the approval design and thus delivery of the affected aircraft. In addition, the substance of these special conditions has been subject to the public comment process in several prior instances with no substantive comments received. The FAA therefore finds that good cause exists for making these special conditions effective upon issuance.

#### **Comments Invited**

Interested persons are invited to submit such written data, views, or arguments as they may desire. Communications should identify the regulatory docket or notice number and be submitted in duplicate to the address specified above. All communications received on or before the closing date for comments will be considered by the Administrator. The special conditions may be changed in light of the comments received. All comments received will be available in the Rules Docket for examination by interested persons, both before and after the closing date for comments. A report summarizing each substantive public contact with FAA personnel concerning this rulemaking will be filed in the docket. Commenters wishing the FAA to acknowledge receipt of their comments submitted in response to this notice must include a self-addressed, stamped postcard on which the following statement is made: "Comments to CE146." The postcard will be date stamped and returned to the commenter.

# Background

Beech Aircraft Corporation made application for a new type certification (TC) for the Beech Model 3000 airplane on August 31, 1992, for the purpose of entering the competition with several other manufacturers for the contract to build the Joint Primary Aircraft Training System (JPATS) trainer aircraft. This application was allowed to expire after three years when it was determined that

Beech Aircraft Corporation did not need a TC in their name to be in the competition. The Swiss TC for the original Pilatus PC-9 airframe was adequate for that purpose.

Beech made a new application for a TC on January 15, 1996, when they were awarded the contract. This is the application that is still in force. On April 15, 1996, Beech Aircraft Corporation became Raytheon Aircraft

Company.

The proposed configuration incorporates a novel or unusual design feature, such as digital avionics consisting of an electronic flight instrument system (EFIS), that is vulnerable to HIRF external to the airplane.

# **Type Certification Basis**

Under the provisions of 14 CFR part 21, 21.17, Raytheon Aircraft Company must show that the Beech Model 3000 meets the applicable provisions of the

The type certification basis for the Beech Model 3000 airplane is given by

the following:

Federal Aviation Regulations part 23 effective February 1, 1965, as amended by Amendments 23-1 through 23-47; Federal Aviation Regulations §§ 23.201, 23.203 and 23.207 as amended by Amendment 23-50; Federal Aviation Regulations part 34 effective September 10, 1990, as amended by the amendment in effect on the date of certification; Federal Aviation Regulations part 36 effective December 1, 1969, as amended by amendment 36-1 through the amendment in effect on the day of certification; The Noise Control Act of 1972; and Special Conditions for such items as Protection from High Intensity Radiated Fields (HIRF), Digital Electronic Engine Control (DEEC) and the Section Defuel System.

If the Administrator finds that the applicable airworthiness regulations, 14 CFR part 23, do not contain adequate or appropriate safety standards for the Beech Model 3000 because of a novel or unusual design feature, special conditions are prescribed under the provisions of § 21.16.

Special conditions, as appropriate, are issued in accordance with § 11.49, as required by §§ 11.28 and 11.29(b), and become part of the type certification basis in accordance with  $\S 21.17(a)(2)$ .

Special conditions are initially applicable to the model for which they are issued. Should the type certificate for that model be amended later to include any other model that incorporates the same novel or unusual design feature, the special conditions

would also apply to the other model under the provisions of  $\S 21.101(a)(1)$ .

# Novel or Unusual Design Features

The Beech Model 3000 will incorporate the following novel or unusual design features: Installation of electronic equipment and displays for which the airworthiness standards do not contain adequate or appropriate safety standards for protection from the effects of HIRF.

# **Discussion**

The FAA may issue and amend special conditions, as necessary, as part of the type certification basis if the Administrator finds that the airworthiness standards, designated according to §21.101(b), do not contain adequate or appropriate safety standards because of novel or unusual design features of an airplane. Special conditions are prescribed under the provisions of § 21.16 to establish a level of safety equivalent to that established in the regulations. Special conditions are normally issued according to § 11.49, after public notice, as required by §§ 11.28 and 11.29(b), effective October 14, 1980, and become a part of the type certification basis in accordance with  $\S 21.101(b)(2)$ .

Raytheon Aircraft Company plans to incorporate certain novel and unusual design features into an airplane for which the airworthiness standards do not contain adequate or appropriate safety standards for protection from the effects of HIRF. These features include electronic systems, which are susceptible to the HIRF environment, that were not envisaged by the existing regulations for this type of airplane.

# Protection of Systems From High **Intensity Radiated Fields (HIRF)**

Recent advances in technology have given rise to the application in aircraft designs of advanced electrical and electronic systems that perform functions required for continued safe flight and landing. Due to the use of sensitive solid state advanced components in analog and digital electronics circuits, these advanced systems are readily responsive to the transient effects of induced electrical current and voltage caused by the HIRF. The HIRF can degrade electronic systems performance by damaging components or upsetting system functions.

Furthermore, the HIRF environment has undergone a transformation that was not foreseen when the current requirements were developed. Higher energy levels are radiated from transmitters that are used for radar,

radio, and television. Also, the number of transmitters has increased significantly. There is also uncertainty concerning the effectiveness of airframe shielding for HIRF. Furthermore, coupling to cockpit-installed equipment through the cockpit window apertures is undefined.

The combined effect of the technological advances in airplane design and the changing environment has resulted in an increased level of vulnerability of electrical and electronic systems required for the continued safe flight and landing of the airplane. Effective measures against the effects of exposure to HIRF must be provided by the design and installation of these systems. The accepted maximum energy levels in which civilian airplane system installations must be capable of operating safely are based on surveys and analysis of existing radio frequency emitters. These special conditions require that the airplane be evaluated under these energy levels for the protection of the electronic system and its associated wiring harness. These external threat levels, which are lower than previously required values, are believed to represent the worst case to which an airplane would be exposed in the operating environment.

These special conditions require qualification of systems that perform critical functions, as installed in aircraft, to the defined HIRF environment in paragraph 1 or, as an option to a fixed value using laboratory tests, in paragraph 2, as follows:

(1) The applicant may demonstrate that the operation and operational capability of the installed electrical and electronic systems that perform critical functions are not adversely affected when the aircraft is exposed to the HIRF environment defined as follows:

Frequency	Field strength (volts per meter)	
	peak	average
10 kHz—100 kHz 100 kHz—500 kHz 500 kHz—2 MHz 2 MHz—30 MHz 30 MHz—70 MHz 70 MHz—100 MHz 100 MHz—200 MHz 200 MHz—400 MHz 400 MHz—700 MHz 700 MHz—1 GHz 1 GHz—2 GHz 2 GHz—4 GHz 4 GHz—6 GHz 6 GHz—8 GHz 8 GHz—12 GHz 12 GHz—12 GHz	50 50 50 100 50 100 100 700 700 2000 3000 1000 3000 2000	50 50 50 100 50 100 100 200 200 200 200 300 200
18 GHz—40 GHz	600	200

Frequency	Field strength (volts per meter)	
	peak	average
The field strengths are expressed in terms of peak root-mean-square (rms) values.		

or.

(2) The applicant may demonstrate by a system test and analysis that the electrical and electronic systems that perform critical functions can withstand a minimum threat of 100 volts per meter, peak electrical field strength, from 10 KHz to 18 GHz. When using this test to show compliance with the HIRF requirements, no credit is given for signal attenuation due to installation.

A preliminary hazard analysis must be performed by the applicant, for approval by the FAA, to identify electrical and/or electronic systems that perform critical functions. The term 'critical" means those functions whose failure would contribute to, or cause, a failure condition that would prevent the continued safe flight and landing of the airplane. The systems identified by the hazard analysis that perform critical functions are candidates for the application of HIRF requirements. A system may perform both critical and non-critical functions. Primary electronic flight display systems, and their associated components, perform critical functions such as attitude, altitude, and airspeed indication. The HIRF requirements apply only to critical functions.

Compliance with HIRF requirements may be demonstrated by tests, analysis, models, similarity with existing systems, or any combination of these. Service experience alone is not acceptable since normal flight operations may not include an exposure to the HIRF environment. Reliance on a system with similar design features for redundancy as a means of protection against the effects of external HIRF is generally insufficient since all elements of a redundant system are likely to be exposed to the fields concurrently.

# **Applicability**

As discussed above, these special conditions are applicable to the Beech Model 3000. Should Raytheon Aircraft Company apply at a later date for a supplemental type certificate or amended type certificate to modify any other model that may be included on this Type Certificate incorporating, the same novel or unusual design feature, the special conditions would apply to

that model as well under the provisions of  $\S 21.101(a)(1)$ .

#### Conclusion

This action affects only certain novel or unusual design features on one model of airplane. It is not a rule of general applicability and affects only the applicant who applied to the FAA for approval of these features on the airplane.

The substance of these special conditions has been subjected to the notice and comment period in several prior instances and has been derived without substantive change from those previously issued. It is unlikely that prior public comment would result in a significant change from the substance contained herein. For this reason, and because a delay would significantly affect the certification of the airplane, which is imminent, the FAA has determined that prior public notice and comment are unnecessary and impracticable, and good cause exists for adopting these special conditions upon issuance. The FAA is requesting comments to allow interested persons to submit views that may not have been submitted in response to the prior opportunities for comment described above.

## **List of Subjects in 14 CFR Part 23**

Aircraft, Aviation safety, Signs and symbol

# Citation

The authority citation for these special conditions is as follows:

**Authority:** 49 U.S.C. 106(g), 40113 and 44701; 14 CFR part 21, §§ 21.16 and 21.17; and 14 CFR part 11, §§ 11.28 and 11.49.

## The Special Conditions

Accordingly, pursuant to the authority delegated to me by the Administrator, the following special conditions are issued as part of the type certification basis for the Raytheon Aircraft Company, Beech Model 3000 airplane.

1. Protection of Electrical and Electronic Systems from High Intensity Radiated Fields (HIRF). Each system that performs critical functions must be designed and installed to ensure that the operations, and operational capabilities of these systems to perform critical functions, are not adversely affected when the airplane is exposed to high intensity radiated electromagnetic fields external to the airplane.

2. For the purpose of these special conditions, the following definition applies: Critical Functions: Functions whose failure would contribute to, or cause, a failure condition that would

prevent the continued safe flight and landing of the airplane.

Issued in Kansas City, Missouri on July 14, 1998.

#### Marvin Nuss,

Assistant Manager, Small Airplane Directorate, Aircraft Certification Service. [FR Doc. 98–20345 Filed 7–29–98; 8:45 am] BILLING CODE 4910–13–P

#### **DEPARTMENT OF TRANSPORTATION**

#### **Federal Aviation Administration**

#### 14 CFR Part 39

[Docket No. 98-NM-212-AD; Amendment 39-10676; AD 98-16-01]

RIN 2120-AA64

Airworthiness Directives; McDonnell Douglas Model MD-11 Series Airplanes

**AGENCY:** Federal Aviation Administration, DOT.

**ACTION:** Final rule; request for

comments.

**SUMMARY:** This amendment adopts a new airworthiness directive (AD) that is applicable to certain McDonnell Douglas Model MD-11 series airplanes. This action requires repetitive inspections to measure for free play (wear on nut assembly) of the horizontal stabilizer actuator assembly, and corrective actions, if necessary. This amendment is prompted by reports of wear of the horizontal stabilizer actuator assembly due to a jackscrew surface finish that was manufactured incorrectly. The actions specified in this AD are intended to prevent excessive free play and wear of the horizontal stabilizer actuator assembly, which could result in a free-floating horizontal stabilizer, and consequent loss of aircraft pitch control.

DATES: Effective August 14, 1998.

The incorporation by reference of certain publications listed in the regulations is approved by the Director of the Federal Register as of August 14, 1998

Comments for inclusion in the Rules Docket must be received on or before September 28, 1998.

ADDRESSES: Submit comments in triplicate to the Federal Aviation Administration (FAA), Transport Airplane Directorate, ANM–114, Attention: Rules Docket No. 98–NM–212–AD, 1601 Lind Avenue, SW., Renton, Washington 98055–4056.

The service information referenced in this AD may be obtained from The Boeing Company, Douglas Products