collected as allowed by law or regulation.

2.1 Decisions

[Move text of 2.1 under new heading
2.1.1, Local Decision to read as follows:]

2.1.1 Local Decision

A mailer who disagrees with a classification decision by a local Post Office, whether on a pending or a proposed mailing, may send a written appeal to the postmaster within 30 days. The appeal is forwarded to the manager, Pricing and Classification Service Center (PCSC). The manager, PCSC issues the final agency decision. Only the manager, PCSC may rule on an appeal or initial request for a ruling on an exception to a USPS standard in the DMM.

[Add new 2.1.2, Nonprofit USPS Marketing Mail Decision, to read as follows:]

2.1.2 Nonprofit USPS Marketing Mail Decision

Nonprofit mailers have two levels of appeal. They may appeal revenue deficiency assessments as follows:

If the initial revenue deficiency assessment was made by:

<table>
<thead>
<tr>
<th>First-level appeal</th>
<th>Second-level appeal and final USPS decision</th>
</tr>
</thead>
<tbody>
<tr>
<td>Postmaster; manager, Business Mail Entry; manager, Revenue and Compliance; or other Postal official.</td>
<td>manager, PCSC (see 608.8.0 for address), manager, Product Classification.</td>
</tr>
<tr>
<td>Postmaster; manager, Business Mail Entry; manager, Revenue and Compliance; or other Postal official.</td>
<td>manager, Product Classification (see 608.8.0 for address), vice president, Marketing.</td>
</tr>
</tbody>
</table>

All appeals must be submitted in writing within 30 days of the previous USPS decision. Any decision that is not appealed as prescribed becomes the final agency decision; no appeals are available within the USPS beyond the second appeal.

We will publish an appropriate amendment to 39 CFR part 111 to reflect these changes if this proposal is adopted.

Stanley F. Mires, Attorney, Federal Compliance.

[FR Doc. 2017–26740 Filed 12–12–17; 8:45 am]

DEPARTMENT OF TRANSPORTATION

Pipeline and Hazardous Materials Safety Administration

49 CFR Part 174


Hazardous Materials: Announcement of the Department of Transportation’s Decision on Electronically Controlled Pneumatic Braking

AGENCY: Pipeline and Hazardous Materials Safety Administration (PHMSA), DOT.

ACTION: Announcement of Department determination.

SUMMARY: In this document, the Department of Transportation is announcing that after careful review, and as mandated by Section 7311 of the Fixing America’s Surface Transportation (FAST) Act, the Department of Transportation has reviewed the final updated Regulatory Impact Analysis (RIA) and determined that the HM–251 Final Rule’s electronically controlled pneumatic (ECP) brake requirements are not economically justified. As the expected benefits do not exceed the expected costs, PHMSA and the Federal Railroad Administration (FRA) will initiate a rulemaking to rescind the necessary regulatory provisions.


ADDRESSES: All documents and comments related to this matter, including the final updated RIA, are still available for review at http://www.regulations.gov in Docket Number PHMSA–2017–0102.

FOR FURTHER INFORMATION CONTACT: For public affairs related questions, please contact Patricia Klinger, Deputy Director within PHMSA’s Office of Governmental, International, and Public Affairs, by email at phmsa.publicaffairs@dot.gov, or by telephone at 202–366–4831. For economic (RIA) related questions, please contact Mark Johnson, Senior Economist, PHMSA, by telephone at 202–366–4495 or by email at mark.johnson@dot.gov. For rulemaking related questions, please contact Matthew Nickels, Senior Regulations Officer, PHMSA, by telephone at 202–366–8553 or by email at matthew.nickels@dot.gov.

SUPPLEMENTARY INFORMATION:

HM–251 Final Rule

On May 8, 2015, PHMSA, in coordination with FRA, published a Final Rule adopting requirements intended to reduce the consequences and, in some instances, reduce the probability of accidents involving trains transporting large quantities of flammable liquids. See 80 FR 26643.\(^1\) The Final Rule defined certain trains transporting large volumes of flammable liquids as high-hazard flammable trains (HHFT)\(^2\) and others as high-hazard flammable unit trains (HHFUT).\(^3\) The Final Rule required HHFUTs transporting at least one flammable liquid classified as a packing group I material be operated with an ECP braking system by January 1, 2021. All other HHFUTs be operated with an ECP braking system by May 1, 2023. See 49 CFR 174.310(a)(3).

Fixing America’s Surface Transportation (FAST) Act

In December 2015, Congress passed the FAST Act.\(^4\) Public Law 114–94, 129 Stat. 1686 (Dec. 4, 2015), Section 7311 of the FAST Act (Section 7311) established a process, including independent study and testing, for DOT to use in developing an updated RIA related to the Final Rule’s ECP brake provision. The Secretary was also required to solicit public comment on the updated RIA, and issue a final updated RIA, responding to comments and incorporating any useful information provided. Finally, Section


\(^2\) The Final Rule defined an HHFT as “a single train transporting 20 or more loaded tank cars of a Class 3 flammable liquid in a continuous block or a single train carrying 35 or more loaded tank cars of a Class 3 flammable liquid throughout the train consist.” See 49 CFR 171.8.

\(^3\) The Final Rule defined an HHFUT as “a single train transporting 70 or more loaded tank cars containing Class 3 flammable liquid.”

\(^4\) https://www.gpo.gov/fdsys/pkg/PLAW-114publ94/html/PLAW-114publ94.htm
7311 required the Secretary of Transportation to review the final updated RIA and determine if the final rule’s ECP brake requirements are justified, based on whether the final updated RIA demonstrated that the benefits exceed the costs. The FAST Act required this process to be completed no later than December 4, 2017.

Section 7311 required DOT to enter into an agreement with National Academy of Sciences (NAS) to test ECP brakes and reevaluate the economic analysis supporting the ECP brake requirement of the Final Rule. Section 7311 required the testing to “objectively, accurately, and reliably measure[s] the performance of ECP brake systems relative to other braking technologies or systems, such as distributed power and 2-way end-of-train devices.” The FAST Act also provided for U.S. General Accountability Office (GAO) review of the potential costs and benefits of ECP brakes. In response, GAO completed an evaluation of the business benefits, safety benefits, and costs that DOT estimated in the RIA for the final rule. Additionally, GAO recently completed a second evaluation comparing the forecasted values of certain data points that were used to support DOT’s ECP brake analysis. Both audits are discussed in the final updated RIA.

**October 16, 2017—Federal Register Document and Request for Comments**

On October 16, 2017, PHMSA published a Federal Register document that provided the public with an opportunity to comment on the updated RIA. See 82 FR 48006. All documents and comments related to this matter, including the updated RIA, are still available for review at http://www.regulations.gov in Docket Number PHMSA–2017–0102.

**Final Determination**

The final updated RIA shows that the ECP brake requirements are not expected to be cost beneficial under any scenario assessed. These include a range of crude oil volume by rail forecasts—one that shows volumes shipped by rail rebounding over a period of time to close to the levels predicted at the rulemaking stage, one that shows levels flattening at those seen over the past few years, and a third showing declining volumes of crude oil shipped by rail. The estimated costs and benefits for the 20-year analysis are presented in the following (figures are in millions of dollars):

<table>
<thead>
<tr>
<th>Table 1</th>
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<tr>
<td><img src="https://www.gpo.gov/fdsys/pkg/FR-2017-10-16/pdf/2017-22881.pdf" alt="Table Image" /></td>
</tr>
</tbody>
</table>

As mandated by Section 7311, the Department of Transportation has reviewed the final updated RIA and determined that the HM–251 final rule’s ECP brake requirements are not economically justified as the final updated RIA demonstrates that the expected benefits do not exceed the expected costs. As such, PHMSA and FRA will initiate a rulemaking to rescind the necessary regulatory provisions.

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5 In a March 17, 2016, letter, NAS declined to perform the testing, citing preliminary cost estimates to perform the testing in excess of $100 million and expressing concern about meeting the statutory deadline. As an alternative, to meet the intent of the FAST Act, DOT conducted the testing itself and contracted with NAS to review and monitor the test plan.

