EXHIBIT C

Financial Impact Statement
FINANCIAL IMPACT STATEMENT

(PLEASE ANSWER ALL QUESTIONS COMPLETELY)

Department: Arkansas Department of Environmental Quality
Division: Water Division
Person Completing this Statement: Charles R. Nestrud, representing third party petitioner, McGeorge Contracting Co., Inc.
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To comply with Act 1104 of 1995, please complete the following Financial Impact Statement and file two copies with the questionnaire and proposed rules.

Short Title of this Rule: A proposed change to Arkansas Pollution Control and Ecology Regulation No. 2, Regulation Establishing Water Quality Standards for Surface Waters of the State of Arkansas, to modify the dissolved minerals criteria as follows:

a. modify the dissolved minerals criteria for the McGeorge Creek to confluence with Willow Springs Branch as follows:
   • Sulfate from 41.3 mg/L to 257 mg/L
   • TDS from 138 mg/L to 432 mg/L

b. modify the dissolved minerals criteria for Willow Springs Branch between confluences with McGeorge Creek and Little Fourche Creek as follows:
   • Sulfate from 41.3 mg/L to 112 mg/L
   • TDS from 138 mg/L to 247 mg/L

c. modify the dissolved minerals criteria for Little Fourche Creek between confluences with Willow Springs ranch and Fourche Creek as follows:
   • Sulfate: NO CHANGE
   • TDS from 138 mg/L to 179 mg/L

1. Does this proposed, amended or repealed rule or regulation have a financial impact?
   Yes   No   X

2. If you believe that the development of a financial impact statement is so speculative as to be cost prohibited, please explain.

3. If the purpose of this rule or regulation is to implement a federal rule or regulation, please give the incremental cost for implementing the regulation. Please indicate if the cost provided is the cost of the program.

Current Fiscal Year
General Revenue
Federal Funds
Cash Funds

Next Fiscal Year
General Revenue
Federal Funds
Cash Funds
Special Revenue
Other(identify)

Total 0

Special Revenue
Other(identify)

Total 0

4. What is the total estimated cost by fiscal year to any party subject to the proposed, amended, or repealed rule or regulation? Identify the party subject to the proposed regulation, and explain how they are affected.

**Current Fiscal Year**
$0

**Next Fiscal Year**
$0

McGeorge Contracting Co., Inc. is seeking to amend Arkansas Pollution Control and Ecology Commission Regulation No. 2, Regulation Establishing Water Quality Standards for Surface Waters of the State of Arkansas, to modify the sulfate and total dissolved mineral (TDS) criteria of the Arkansas Water Quality Standards (WQS).

5. What is the total estimated cost by fiscal year to the agency to implement this regulation?

**Current Fiscal Year**
$0

**Next Fiscal Year**
$0