

EXHIBIT C

FINANCIAL IMPACT STATEMENT

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[PLEASE ANSWER ALL QUESTIONS COMPLETELY]

Department: Arkansas Department of Environmental Quality

Division: Water Division

Person completing this Statement: Marcella Taylor, representing third-party petitioner, Southwestern Electric Power Company

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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 Commission Regulation No. 2, Regulation Establishing Water Quality Standards for Surface Waters of the State of Arkansas, to modify the water quality standards for the Little River from Millwood Lake to the Red River and for the Red River from the mouth of the Little River to the Arkansas/Louisiana state line (in Hempstead, Little River, Miller and Lafayette Counties).

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 Does this proposed, amended or repealed rule or regulation have a financial impact?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.
N/A
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 _____
Special Revenue _____
Other (Identify) _____
Total \$ 0

Next Fiscal Year

General Revenue _____
Federal Funds _____
Cash Funds _____
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 What is the total estimated cost by fiscal year to any party subject to the proposed, amended, or repealed rule or regulation?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

Southwestern Electric Power Company's John W. Turk, Jr. Power Plant is seeking a site-specific modification 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 total dissolved solids and temperature water quality criteria for Little River from Millwood Lake to the mouth of the Little River and to modify the total dissolved solids criterion and remove the designated, but not existing, domestic drinking water supply use for the Red River from the mouth of the Little River to the Arkansas/Louisiana state line.

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