

**ARKANSAS DEPARTMENT OF ENERGY AND ENVIRONMENT,
DIVISION OF ENVIRONMENTAL QUALITY**

IN THE MATTER OF:

AFIN: 60-00532

Case #: CAO-26-0031

Union Pacific Railroad Company
800 PIKE AVE
NORTH LITTLE ROCK, AR 72114

Consent Administrative Order

This Consent Administrative Order (CAO) is issued pursuant to the authority delegated under the federal Clean Air Act, 42 U.S.C. § 7401 et seq., and the federal regulations issued thereunder. In addition, this CAO is issued pursuant to the authority of the Arkansas Water and Air Pollution Control Act (the Act), Ark. Code Ann. § 8-4-101 et seq., 8 Code of Arkansas Rules (CAR) pt. 10, 8 CAR pt. 11, 8 CAR pt. 40, and 8 CAR pt. 41.

The issues herein having been settled by agreement of Union Pacific Railroad -NLR (Respondent) and the Director of the Arkansas Department of Energy and Environment, Division of Environmental Quality (DEQ), it is hereby agreed and stipulated that the following Findings of Fact and Order and Agreement be entered.

Findings of Fact

1. Respondent operates a locomotive machinery and equipment repair and maintenance facility located at 800 Pike Ave., North Little Rock, Pulaski County, Arkansas (Site).
2. DEQ issued Air Minor Source Permit 2030-AR-8 (Permit) to Respondent on July 21, 2021.
3. Arkansas Code Annotated § 8-4-217(a)(3) provides, “[i]t shall be unlawful for any person

to[. . .] [v]iolate any provisions of this chapter or of any rule or order adopted by the Arkansas Pollution Control and Ecology Commission under this chapter or of a permit issued under this chapter by the Division of Environmental Quality.”

4. Arkansas Code Annotated § 8-4-103(c)(1)(A)–(B) provides,

“Any person that violates any provision of this chapter and rules, permits, or plans issued pursuant to this chapter may be assessed an administrative civil penalty not to exceed ten thousand dollars (\$10,000) per violation. Each day of a continuing violation may be deemed a separate violation for purposes of penalty assessment.”

5. On January 14, 2026, Respondent submitted a permit modification application to DEQ’s Office of Air Quality. Upon review, DEQ identified the violations listed in Paragraph 8 of the Findings of Fact.
6. On February 20, 2026, DEQ notified Respondent via a Notice of Non-Compliance (NNC) stating that formal enforcement was proceeding regarding the violations in the list below.
7. On March 2, 2026, DEQ received Respondent’s written response regarding the actions taken to correct the non-compliance items. Respondent stated that a permit modification application was submitted to DEQ on January 14, 2026, to include the two (2) unpermitted emergency generators into the permit.
8. List of Violations:

(a) The entity operated with unpermitted sources. (8 CAR § 41-203(1) and Ark. Code Ann. § 8-4-310(a)(2))

General Condition 16 of the Permit states that this permit authorizes only those pollutant emitting activities addressed herein.

During a review of the permit modification application, it was discovered that Respondent had installed and operated two (2) 500 kW Diesel Emergency Generators

in January 2026, without first having submitted a modification application to add them to the Permit. According to the application submitted on January 14, 2026, the generators were already installed “earlier this year without a permit modification.” Installing and operating generators prior to the generators being added to the Permit is a violation of General Condition 16 of the Permit.

Order and Agreement

WHEREFORE, the parties stipulate and agree as follows:

1. This CAO addresses all violations referenced in the Findings of Fact.
2. In compromise and full settlement of the violations specified in the Findings of Fact, Respondent agrees to pay a civil penalty of ONE THOUSAND SIX HUNDRED DOLLARS (\$1,600.00), of which ten percent (10%) shall be paid as reimbursement to DEQ for administrative costs associated with this CAO. Payment is due within thirty (30) calendar days after the effective date of this CAO. Payment can be made online using the Financials tab of your site in SEEK or mailed in by check. The Compliance Action Number should be referenced in the memo line of paper checks and be made payable to: DEQ, Fiscal Division, 5301 Northshore Drive, North Little Rock, Arkansas 72118-5317. In the event that Respondent fails to pay the civil penalty within the prescribed time, DEQ shall be entitled to attorneys’ fees and costs associated with collection.
3. All requirements of this CAO are subject to approval by DEQ. In the event of any deficiency, Respondent shall, within the timeframe specified by DEQ, submit any additional information or changes requested, or take additional actions specified by DEQ to correct any such deficiencies. Failure to respond adequately to the notice of deficiency

within the timeframe specified by DEQ constitutes a failure to meet the requirements established by this CAO and is subject to the civil penalties established in the following Paragraph.

4. Failure to meet any term(s) of this CAO or the applicable approved schedules provided for herein constitutes a violation of this CAO. If Respondent fails to meet any term(s) of this CAO, Respondent shall pay, on demand, to DEQ civil penalties according to the following schedule:

(a) First day through the fourteenth day:	\$100 per day
(b) Fifteenth day through the thirtieth day:	\$500 per day
(c) More than thirty days:	\$1,000 per day

Stipulated penalties shall be paid within thirty (30) calendar days of receipt of DEQ's demand to Respondent for such penalties. These stipulated penalties may be imposed for delay in scheduled performance and shall be in addition to any other remedies or sanctions that may be available to DEQ by reason of Respondent's failure to comply with the requirements of this CAO.

5. If any event, including, but not limited to, an occurrence of nature, causes or may cause a delay in the achievement of compliance by Respondent with the requirements or deadlines of this CAO, Respondent shall notify DEQ in writing as soon as reasonably possible after it is apparent that a delay will result, but in no case after the due dates have passed. The notification shall describe in detail the anticipated length of the delay, the precise cause of the delay, the measures being taken and to be taken to minimize the delay, and the timetable by which those measures will be implemented.
6. DEQ may grant an extension of any provision of this CAO, provided that Respondent requests such an extension in writing and provided that the delay or anticipated delay has

or will be caused by circumstances beyond the control of and without the fault of Respondent. The time for performance may be extended for a reasonable period, but in no event longer than the period of delay resulting from such circumstances. The burden of proving that any delay is caused by circumstances beyond the control of and without the fault of Respondent and the length of the delay attributable to such circumstances shall rest with Respondent. Failure to notify DEQ promptly, as provided in the previous paragraph of the Order and Agreement, shall be grounds for a denial of an extension.

7. This CAO is subject to public review and comment in accordance with Ark. Code Ann. § 8-4-103(d) and therefore is not effective until thirty (30) calendar days after public notice of the CAO is given. DEQ retains the right and discretion to rescind this CAO based on comments received within the thirty (30) day public comment period. Notwithstanding the public notice requirements, the corrective actions necessary to achieve compliance shall be taken immediately.
8. As provided by 8 CAR pt. 11, this matter is subject to being reopened upon Pollution Control and Ecology Commission (Commission) initiative or in the event a petition to set aside this CAO is granted by the Commission.
9. Nothing contained in this CAO shall relieve Respondent of any obligations imposed by any other applicable local, state, or federal laws. Except as specifically provided herein, nothing contained in this CAO shall be deemed in any way to relieve Respondent of responsibilities contained in the permit.
10. Nothing in this CAO shall be construed as a waiver by DEQ of its enforcement authority over alleged violations not specifically addressed herein. In addition, this CAO neither exonerates Respondent from any past, present, or future conduct that is not expressly

addressed herein, nor relieves Respondent of the responsibilities for obtaining any necessary permits.

11. The individual signing this CAO represents that he or she is an Officer of Respondent, being duly authorized to execute and bind Respondent to the terms contained herein. Execution of this CAO by an individual other than an Officer of Respondent shall be accompanied by a resolution granting signature authority to that individual as duly ratified by the governing body of the entity.

It is so ordered.

Consent Administrative Order - Approval Form

version 1.8

(Submission #: HQQ-F1XZ-T61G3, version 1)

Digitally signed by:
SEEK Prod - Internal
Date: 2026.08.14 14:13:51 -05:00
Reason: Copy Of Record
Location: State of Arkansas

Details

Submission ID HQQ-F1XZ-T61G3

Form Input

Consent Administrative Order

Case Number
CAO-26-0031

Consent Administrative Order Attachment
ENF - CAO.pdf - 07/31/2026 09:25 AM
Comment
NONE PROVIDED

Agreements and Signature(s)

Submission Agreements

- ☒ I am the owner of the account used to perform the electronic submission and signature.
- ☒ I have the authority to submit the data on behalf of the facility I am representing.
- ☒ I agree that providing the account credentials to sign the submission document constitutes an electronic signature equivalent to my written signature.
- ☒ I have reviewed the electronic form being submitted in its entirety, and agree to the validity and accuracy of the information contained within it to the best of my knowledge.

Respondent Signatory Authority

I certify that I am authorized to execute this CAO and to legally bind Respondent to its terms and conditions.

Signed By Nicholas Bryan on 08/03/2026 at 7:51 AM
/pMDtSm3j3y74hL7zJUSFuNKOCACDT3fVjjGDKuCMmKgZ6Nk591U8u+ApFlnBsgkHda8A4rz7NeMlOaFrQ9VQ==

Chief Administrator of Environment and DEQ Director, Arkansas Department of Energy and Environment

This CAO is agreed to and ordered as of the date of my signature.

Signed By Bailey Taylor on 08/14/2026 at 2:12 PM
Qlk5KiCfeL0cCYFSyVrP3Xp9M6of6vzz6+HvO91Kk/KRh0R0lqfkM4iUHgW2RrZUWgkEbeUpLnrgBP9dWwDchQ==