

2024 Environmental Cost Account (ECA) Budget Forecast for the Kerr-McGee Chemical Corp. Superfund Site in Jacksonville, Florida
Greenfield Environmental Multistate Trust LLC,

Trustee of Multistate Environmental Response Trust (collectively, the Multistate Trust)

Exhibit I

Date Submitted: 12/11/2023

Submission to: US Environmental Protection Agency (Region 4) on December 11, 2023

Date Approved: 12/19/2023

Summary of Site Work Completed in 2023 and Planned for 2024:

Work Completed in 2023: Performed routine maintenance. Completed the Final OU1 Remedial Design package for cap, bulkhead, dredging, ISS, P&T (100%) which is pending final approval. Utilized Fate & Transport Model to support the revised final remedial design scenarios and long term monitoring. Modified permit applications or continued permitting process (USACE, FDEP ERP, JEA IUDDP) based on the final design and completed JEA IUDDP and USACE permitting process with FDEP ERP permit pending final comment. Largely completed procurement for the OU1 remedy Construction by issuance of three bid packages, bid walks, proposal evaluations, contractor interviews and negotiations. Continued work on development of institutional controls for OU1 remedy. Participated in monthly technical working group discussions and various stakeholder meetings. Held public meetings and engagement for review of 100% design and pending construction. Coordinate end user property improvements with remedy. Obtained site access for Remedial Investigation for Deer Creek/OU2 and prepared for upcoming field activities.

Work Planned for 2024: Perform routine maintenance prior to construction. Complete remedial design adjustment for treatment system, and foundation layer adjustments. Complete permitting (USACE, FDEP ERP, JEA IUDDP) by obtaining final JEA Permit, finalizing comment response for FDEP Letter of consent and USACE 408 consultation. Finalize contract for and install OU1 remedy including: low permeability cap, ISS, construction of environmental bulkhead, sediment dredging, P&T system. The Multistate Trust will monitor actual costs incurred and impacts to the 2024 ECA budget and if necessary, submit a budget amendment. Current construction budget is based on the engineer's estimate, a budget amendment may be requested for construction components after a construction proposal is received. Obtain institutional controls for OU1 remedy. Continue technical working group and various stakeholder meetings. Hold public meetings for construction and OU2 Investigation as necessary. Coordinate end user property improvements with remedy. Continue Remedial Investigation for Deer Creek/OU2 including site access, tidal study, land survey, bathymetric survey, sediment porewater and surface water sampling, sample analysis and validation, data evaluation, regulatory meetings, Remedial Investigation report, and OU2 HHRA and BERA.

Site Name: Kerr-McGee Chemical Corp. Superfund Site in Jacksonville, Florida (the Site)

Site Location: Jacksonville, Florida

Multistate Trust Site Code: IV

Cost Center	Cost Center Description	Total 2023 Approved Budget	Project Costs incurred in 2023 (as of 9/30/2023)	2024 Budget	2024 Scope of Work
IV.A	Regulatory Compliance and Site Operations/Maintenance	\$52,000	\$15,679	\$28,000	Budget includes costs for maintenance, mowing and caretaking. Mowing will occur until construction grade work at the site begins.
IV.C	New Environmental Actions	\$69,061,000	\$1,167,538	\$68,601,000	Budget includes completion of the RA design support tasks, remedial action meetings, technical subject matter expert support (including but not limited to remedial design, marine engineer, and technical oversight). Budget also includes costs to implement the OU2 RI Work Plan for Deer Creek, including site access, clearing, tidal study, land survey, bathymetric survey, sediment porewater and surface water sampling, sample analysis and validation, data evaluation, regulatory meetings, Remedial Investigation report, and OU2 HHRA and BERA. Budget includes an estimate of construction activities for the OU1 remedy (OU1 remedy includes: environmental bulkhead, sediment dredging, ISS, low permeability cap, stormwater facilities, and hydraulic containment system). A budget amendment for construction costs may be requested after the final construction proposal is received through the procurement process. The 2024 budget includes costs for an Owner's Representative to oversee construction activities including background air monitoring, stormwater erosion control inspections, and to provide Site trailers, facilities, and utilities during construction. The 2024 budget includes costs for an Engineer of Record (EOR) to be available to the project for oversight, submittal review and responses to requests for additional information, the EOR budget includes full time engineering oversight of the open cell bulkhead during the 2024 calendar year.
IV.D	Technical Team/Project Management	\$1,019,000	\$498,326	\$1,075,000	Budget includes fees and expenses for providing project direction and oversight of technical elements of on-going and new Environmental Actions including Site strategy, technical oversight of environmental contractors, project controls, project communications, financial management, beneficiary communications, community involvement, quality assurance/quality control, and contract management. Budget also includes fees for preparation of Multistate Trust Annual Progress Report.
IV.E	Project Fees & Expenses	\$92,000	\$20,396	\$92,000	Budget includes Managing Principal fees and expenses for: technical strategy development and approval; beneficiary communications; preparation for and participation in beneficiary meetings; oversight of Environmental Actions; reimbursement communications; oversight of budgets/amendments; stakeholder communications; implementation of property sale activities; travel expenses (assuming 2 trips to/from Atlanta/Jacksonville/Tallahassee); and preparation of Multistate Trust Annual Progress Report.
IV.F	Regulator Oversight Costs	\$500,000	\$0	\$500,000	Placeholder budget for EPA and FDEP oversight cost reimbursement.
IV.G	Legal Fees and Accounting Fees	\$529,000	\$143,303	\$537,000	Budget covers costs for legal affairs and activities (in-house and outside counsel), including: legal support to obtain institutional controls including a Restrictive Covenant and application of alternate forms of institutional controls adjacent to the Multistate Trust property; permitting support to provide permit compliance support during construction; legal support for construction; follow-up regarding reimbursements; Settlement Agreement compliance; access agreements and matters related to OU2. Budget covers costs for all financial affairs (bookkeeping, budgets, invoice processing, financial reconciliation, etc.). Budget also includes costs for legal and financial affairs support in preparation of Multistate Trust Annual Progress Report.
IV.I	Lease & Property Use (Income & Costs)	\$0	\$792,579	\$0	The 2024 budget excludes reimbursements; these reimbursements will be recorded upon receipt.
IV	Total Site 2024 Budget	\$71,253,000	\$1,052,664	\$70,833,000	

Total Kerr-McGee Chemical Corp. Superfund Site in Jacksonville, Florida Estimated Funding at Beginning of 2024 Budget Year* **\$73,594,000** Total funds allocated to the Site per Consent Decree and Environmental Settlement Agreement; less 2011 - 2022 actual and 2023 estimated costs; plus 2011 - 2022 actual and 2023 estimated investment activity and other receipts.

Estimated ECA Account Remaining Funds (Post-2024) **\$2,761,000**
 Initial ECA Funding (2/14/11): \$630,486
 Initial SA Funding (2/14/11): \$3,590,495
 Anadarko Settlement Funds (2015/2016) Received in Anadarko Account (AA): \$90,628,603
 Fund transfer from AA to ECA (2015-2020): \$85,183,058
 Fund transfer from AA to SA (2020): \$10,000,000
 Waterfall Distribution from Sale of Property: \$490,678
 Sale of Property (deposit on 8/3/2020): \$125,000
 Reimbursements received (2011-2022): \$9,644,466
 Estimated remaining funds at year end 2024 excludes any potential reimbursements

Estimated Balance Segregated Amount Subaccount (SA) **\$13,752,000** The Trust does not plan to use funds from the SA in 2024.
 NOTE: In March 2020, \$10M was transferred from AA to the SA.

Estimated Balance TOTAL (Post-2024) **\$16,513,000** Total all accounts (ECA and SA)

NOTE: The estimated remaining funds balance (Post-2023) does not include the potential receipts (revenue), such as: reimbursements or property sales proceeds.

*This is a projection based on estimates and is subject to change once final costs have been received. Actual balances are presented in the quarterly distributed financial statements.

This Single Page Document Constitutes the Annual Budget Submitted to the Lead Agency under Section 3.2.4 of the Multistate Environmental Response Trust Agreement. Supplemental Worksheets, if any, Do Not Comprise a Portion of the Annual Budget.