



Greenfield Environmental Multistate Trust LLC,
Trustee of the Multistate Environmental Response Trust
By Greenfield Environmental Trust Group, Inc., Member
P.O. Box 1189 Helena, Montana 59624
Telephone: (406)457-2142
Email: jr@g-etg.com

January 17, 2023

By Electronic Mail

Christopher Cole
Environmental Protection Agency

Erik Spalvins
Environmental Protection Agency

Hollis Luzecky
Environmental Protection Agency

Dave Mattison
North Carolina Department of
Environment and Natural Resources

Bill Hunneke
North Carolina Department of Environment
and Natural Resources

Dan Hirschman
North Carolina Department of Justice

Jay Osborne
North Carolina Department of Environment and
Natural Resources

Subject: Third Quarter 2022 Financial Statements

Greenfield Environmental Multistate Trust, LLC, Trustee of the Multistate Environmental Response Trust (the Multistate Trust), hereby submits the attached financial statements for the Multistate Trust - Former Kerr-McGee/Tronox Chemical Corp Superfund Site in Navassa, North Carolina to the beneficiaries.

The attached financial statements cover the year to date ended September 30, 2022, and the year ended December 31, 2021, and are submitted pursuant to the Multistate Trust's obligations under ¶6.1 of the Environmental Response Trust Agreement.

Please do not hesitate to contact me or Cindy Brooks with any questions pertaining to the attached.

Sincerely,

Greenfield Environmental Multistate Trust, LLC
Trustee of the Multistate Environmental Response Trust
By: Greenfield Environmental Trust Group, Inc., Member

A handwritten signature in blue ink that reads 'Jen Roberts, CPA'. Below the signature is a horizontal line.

Name: Jennifer Roberts, CPA
Title: Director of Financial Affairs

Enclosure

cc: Cynthia Brooks
USANYS.TronoxTrustReports@usdoj.gov



Accountant's Compilation Report

To the Trustees and Beneficiaries
Greenfield Environmental Multistate Trust Group LLC
Trustee for the Multistate Environmental Response Trust (Multistate Trust)

Site: Former Kerr-McGee/Tronox Chemical Corp Superfund Site in Navassa, North Carolina

The Trustees are responsible for the accompanying special purpose financial statements of the Multistate Trust Site, which comprise the statements of net trust assets as of September 30, 2022 and December 31, 2021, and the related statements of changes in net trust assets for the year to date ended September 30, 2022 and the year then ended December 31, 2021 and for determining that the special purpose basis of accounting is an acceptable financial reporting framework. We have performed a compilation engagement in accordance with *Statements on Standards for Accounting and Review Services* promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the financial statements nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by the trustees. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.

The financial statements are prepared in accordance with the special purpose basis of accounting in accordance with the requirements of the Trust's obligations under ¶6.1 of the Environmental Response Trust Agreement, which is a basis of accounting other than accounting principles generally accepted in the United States.

Management has elected to omit substantially all the disclosures ordinarily included in financial statements prepared in accordance with the prescribed format basis of accounting. If the omitted disclosures were included in the financial statements, they might influence the user's conclusions about the Trust's assets, liabilities, net trust assets, additions, and deductions. Accordingly, the financial statements are not designed for those who are not informed about such matters.

Supplementary Information

The Schedules of Budget to Actual, the Quarterly Investment Presentation and the 11 Year Activity Summary Report supplementary information is presented for purposes of additional analysis and is not a required part of the special purpose financial statements. This information is the representation of the trustees. The information was subject to our compilation engagements; however, we have not audited or reviewed the supplementary information and, accordingly, do not express an opinion, a conclusion, nor provide any form of assurance on such supplementary information.

We are not independent with respect to Multistate Environmental Response Trust.

Wipfli LLP

December 15, 2022
Helena, MT

Multistate Environmental Response Trust
Former Kerr-McGee/Tronox Chemical Corp Superfund Site In Navassa, North Carolina
Statements of Net Trust Assets
As of September 30, 2022 and December 31, 2021

	<u>September 30, 2022</u>	<u>December 31, 2021</u>
Assets		
Cash - ECA	\$ 220,661.23	\$ 919,268.58
Other Receivable - ECA	10,365.36	-
Investments - ECA	26,773,834.21	28,773,949.39
Investments - SA	3,773,118.68	3,826,459.57
Investments - AA	48,110,985.07	48,779,953.51
Total Assets	<u>\$ 78,888,964.55</u>	<u>\$ 82,299,631.05</u>
Liabilities		
Accounts Payable - ECA	\$ 273,559.34	\$ 883,269.52
Accounts Payable - SA	1,134.62	385.95
Accounts Payable - AA	14,476.71	4,923.66
Due to Other Funds	2,136.35	2,504.37
Total Liabilities	<u>291,307.02</u>	<u>891,083.50</u>
Net Trust Assets, Navassa	78,597,657.53	81,408,547.55
Total Liabilities & Net Trust Assets	<u>\$ 78,888,964.55</u>	<u>\$ 82,299,631.05</u>

Statements of Changes in Net Trust Assets
For the Year to Date Ended September 30, 2022 and the Year Ended December 31, 2021

	<u>Year to Date Ended September 30, 2022</u>	<u>Year Ended December 31, 2021</u>
ECA-Deductions from Net Trust Assets:		
A - Regulatory Compliance/ O&M	\$ 63,364.04	\$ 49,980.81
C - New Environmental Actions	1,133,308.35	2,359,548.74
D - Technical Team/Management	577,428.92	822,735.77
E - Project Fees & Expenses	67,882.50	95,667.00
F - Regulator Oversight Costs	53,314.21	111,354.93
G - Legal & Accounting Costs	41,440.75	67,711.75
Total Deductions from Net Trust Assets	<u>1,936,738.77</u>	<u>3,506,999.00</u>
ECA-Additions to Net Trust Assets:		
Investment income, net of expenses	143,154.92	65,711.11
Unrealized gain (loss) on investments	(284,695.12)	(93,751.17)
Total Additions to Net Trust Assets-ECA	<u>(141,540.20)</u>	<u>(28,040.06)</u>
Change in Net Trust Assets - ECA	(2,078,278.97)	(3,535,039.06)
SA & AA-Additions to Net Trust Assets:		
SA: Investment income, net of expenses	16,966.35	12,540.99
SA: Unrealized gain (loss) on investment	(71,055.91)	(23,339.00)
AA: Investment income, net of expenses	215,096.04	160,616.66
AA: Unrealized gain (loss) on investment	(893,617.53)	(295,868.50)
Change in Net Trust Assets - SA & AA	<u>(732,611.05)</u>	<u>(146,049.85)</u>
Net Trust Assets, Navassa Beginning	81,408,547.55	85,089,636.46
Net Trust Assets, Navassa End	<u>\$ 78,597,657.53</u>	<u>\$ 81,408,547.55</u>
Net Trust Assets - ECA		
Net Trust Assets - ECA	\$ 26,729,165.12	\$ 28,807,444.09
Net Trust Assets - SA	3,771,984.06	3,826,073.62
Net Trust Assets - AA	48,096,508.35	48,775,029.84
	<u>\$ 78,597,657.53</u>	<u>\$ 81,408,547.55</u>
Anadarko Settlement Funding, 2015 & 2016		
Original Amount Funded, 2011		\$ 90,628,602.78
		\$ 4,208,555.00

Notes:
ECA - Environmental Cost Account
SA - Segregated Amount (SA) Subaccount
AA - Anadarko Amount (AA) Subaccount

See Accountant's Compilation Report

Multistate Environmental Response Trust
Former Kerr-McGee/Tronox Chemical Corp Superfund Site in Navassa, North Carolina - ECA
Schedule of Budget to Actual

	<u>Quarter Ended</u> <u>September 30, 2022</u>	<u>Year to Date Ended</u> <u>September 30, 2022</u>	<u>Annual Budget</u>	<u>Variance</u>	<u>% of</u> <u>Budget</u>
Deductions from Net Trust Assets:					
A - Regulatory Compliance/ O&M	\$ 12,119.81	\$ 63,364.04	\$ 198,000.00	\$ (134,635.96)	32.0%
C - New Environmental Actions	208,936.60	1,133,308.35	9,606,500.00	(8,473,191.65)	11.8%
D - Technical Team/Management	143,691.31	577,428.92	1,015,000.00	(437,571.08)	56.9%
E - Project Fees & Expenses	13,938.75	67,882.50	163,000.00	(95,117.50)	41.6%
F - Regulator Oversight Costs	-	53,314.21	700,000.00	(646,685.79)	7.6%
G - Legal & Accounting Costs	13,908.50	41,440.75	250,000.00	(208,559.25)	16.6%
Total Deductions from Net Trust Assets	<u>392,594.97</u>	<u>1,936,738.77</u>	<u>11,932,500.00</u>	<u>(9,995,761.23)</u>	<u>16.2%</u>
Additions to Net Trust Assets:					
Investment income, net of expenses	92,136.30	143,154.92	-	143,154.92	100.0%
Unrealized gain (loss) on investments	<u>(106,420.20)</u>	<u>(284,695.12)</u>	<u>-</u>	<u>(284,695.12)</u>	<u>100.0%</u>
Total Additions to Net Trust Assets	<u>(14,283.90)</u>	<u>(141,540.20)</u>	<u>-</u>	<u>(141,540.20)</u>	<u>100.0%</u>
Change in Net Trust Assets	<u>\$ (406,878.87)</u>	<u>\$ (2,078,278.97)</u>	<u>\$ (11,932,500.00)</u>	<u>\$ 9,854,221.03</u>	<u>17.4%</u>

Multistate Environmental Response Trust
Former Kerr-McGee/Tronox Chemical Corp Superfund Site in Navassa, North Carolina - ECA
Schedule of Budget to Actual

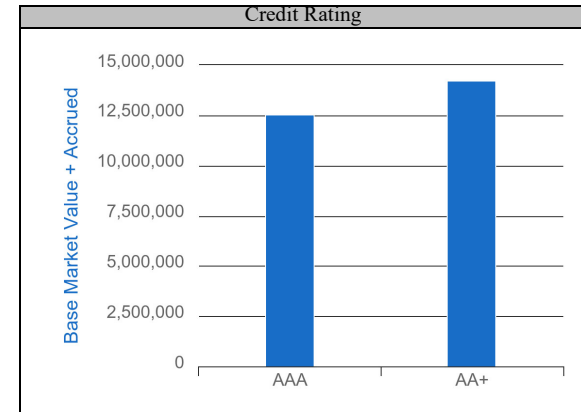
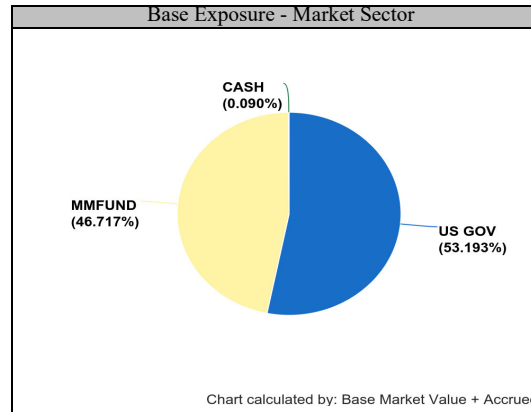
	<u>Year Ended December 31, 2021</u>	<u>Annual Budget</u>	<u>Variance</u>	<u>% of Budget</u>
ECA-Deductions from Net Trust Assets:				
A - Regulatory Compliance/ O&M	\$ 49,980.81	\$ 151,000.00	\$ (101,019.19)	33.1%
C - New Environmental Actions	2,359,548.74	9,632,300.00	(7,272,751.26)	24.5%
D - Technical Team/Management	822,735.77	1,028,000.00	(205,264.23)	80.0%
E - Project Fees & Expenses	95,667.00	179,000.00	(83,333.00)	53.4%
F - Regulator Oversight Costs	111,354.93	700,000.00	(588,645.07)	15.9%
G - Legal & Accounting Costs	<u>67,711.75</u>	<u>204,000.00</u>	<u>(136,288.25)</u>	<u>33.2%</u>
Total Deductions from Net Trust Assets	<u>3,506,999.00</u>	<u>11,894,300.00</u>	<u>(8,387,301.00)</u>	<u>29.5%</u>
ECA-Additions to Net Trust Assets:				
Investment income, net of expenses	65,711.11	-	65,711.11	100.0%
Unrealized gain (loss) on investments	<u>(93,751.17)</u>	<u>-</u>	<u>(93,751.17)</u>	<u>100.0%</u>
Total Additions to Net Trust Assets	<u>(28,040.06)</u>	<u>-</u>	<u>(28,040.06)</u>	<u>100.0%</u>
Change in Net Trust Assets - ECA	<u>\$ (3,535,039.06)</u>	<u>\$ (11,894,300.00)</u>	<u>\$ 8,359,260.94</u>	<u>29.7%</u>

[Table of Contents](#)

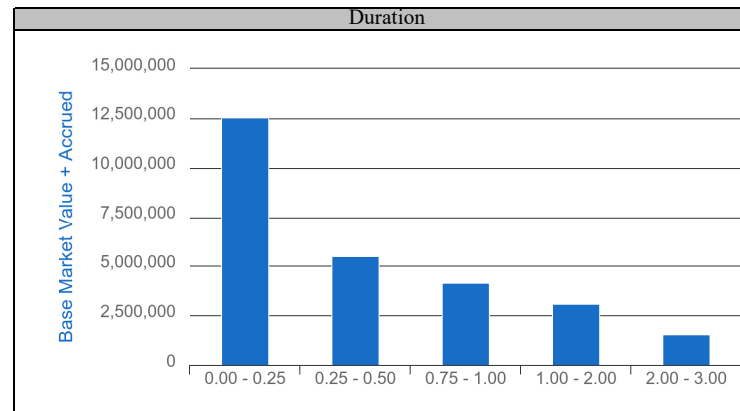
Report:
Account:
Date:

Quarterly Presentation
MS-Navassa ECA - AGG
07/01/2022 - 09/30/2022

Cash and Fixed Income Summary	
Risk Metric	Market Value
Cash	24,172
Treasury MMFund	12,507,842
Fixed Income	14,241,820
Total Portfolio	\$ 26,773,834
Duration	0.496
Years to Final Maturity	0.514
Yield	3.337
Avg Credit Rating	AA+/Aa1/AA+
Total Interest Income	\$ 94,174



Issuer Concentration	
Issuer Concentration	Market Value
United States Treasury	53.2%
Treasury MMFund	46.7%
Cash	0.1%
Total Portfolio	100.0%



Compliance Overview	
Status	Compliant
As of	09/30/2022

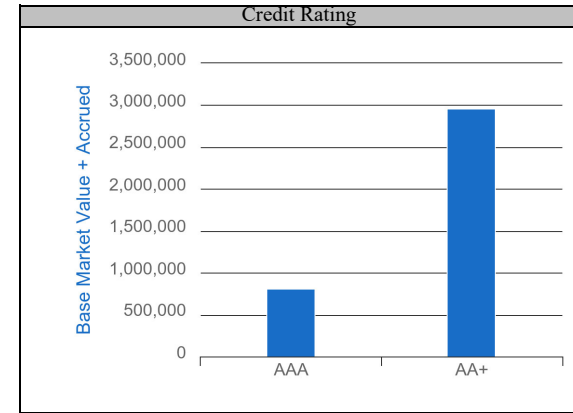
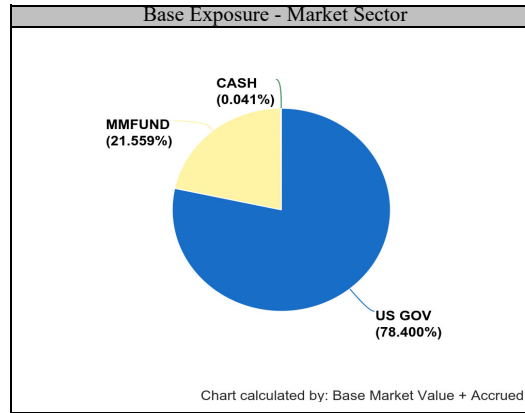
1: * Grouped by: Issuer Concentration
2: * Groups Sorted by: % of Base Market Value + Accrued

[Table of Contents](#)

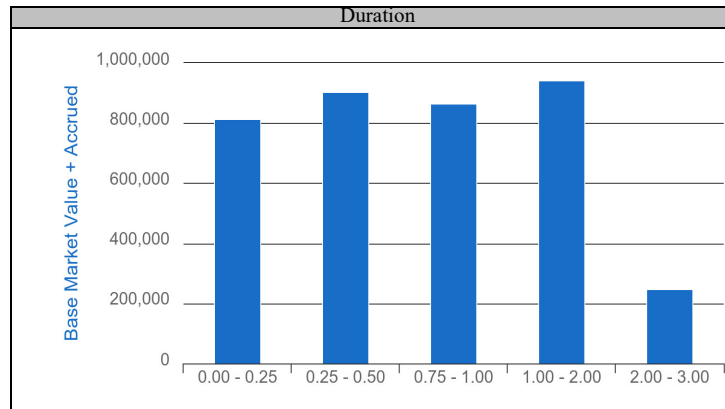
Report:
Account:
Date:

Quarterly Presentation
MS-Navassa SA-AGG
07/01/2022 - 09/30/2022

Cash and Fixed Income Summary	
Risk Metric	Market Value
Cash	1,557
Treasury MMFund	813,428
Fixed Income	2,958,133
Total Portfolio	\$ 3,773,119
Duration	0.766
Years to Final Maturity	0.792
Yield	3.759
Avg Credit Rating	AA+/Aa1/AA+
Total Interest Income	\$ 10,078



Issuer Concentration	
Issuer Concentration	Market Value
United States Treasury	78.4%
Treasury MMFund	21.6%
Cash	0.0%
Total Portfolio	100.0%



Compliance Overview	
Status	Compliant
As of	09/30/2022

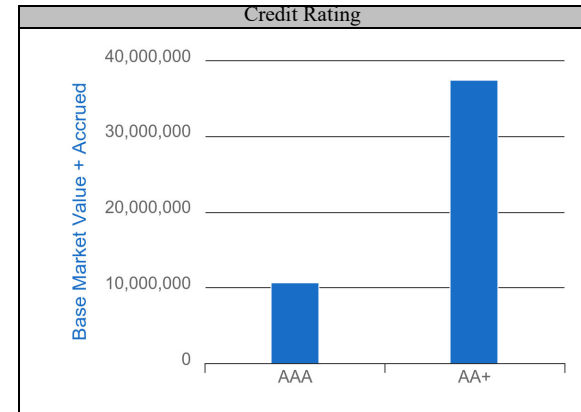
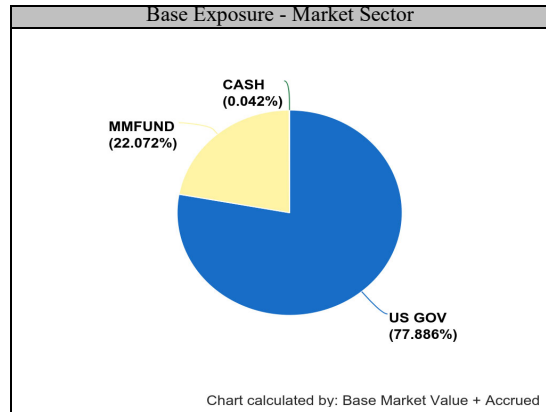
1: * Grouped by: Issuer Concentration
2: * Groups Sorted by: % of Base Market Value + Accrued

[Table of Contents](#)

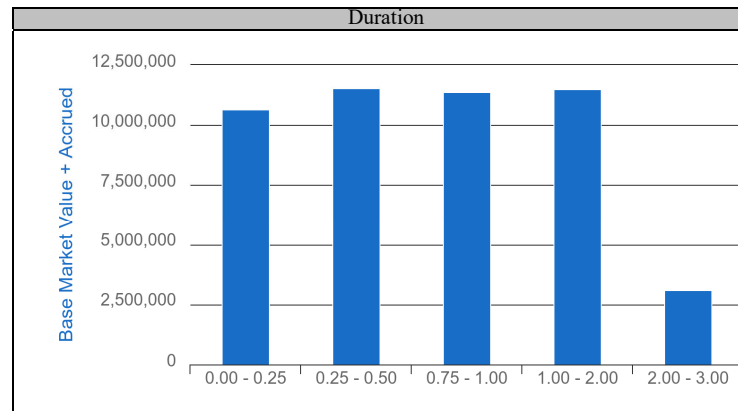
Report:
Account:
Date:

Quarterly Presentation
MS-Navassa Anad-AGG
07/01/2022 - 09/30/2022

Cash and Fixed Income Summary	
Risk Metric	Market Value
Cash	20,324
Treasury MMFund	10,618,972
Fixed Income	37,471,689
Total Portfolio	\$ 48,110,985
Duration	0.753
Years to Final Maturity	0.779
Yield	3.749
Avg Credit Rating	AA+/Aa1/AA+
Total Interest Income	\$ 127,592



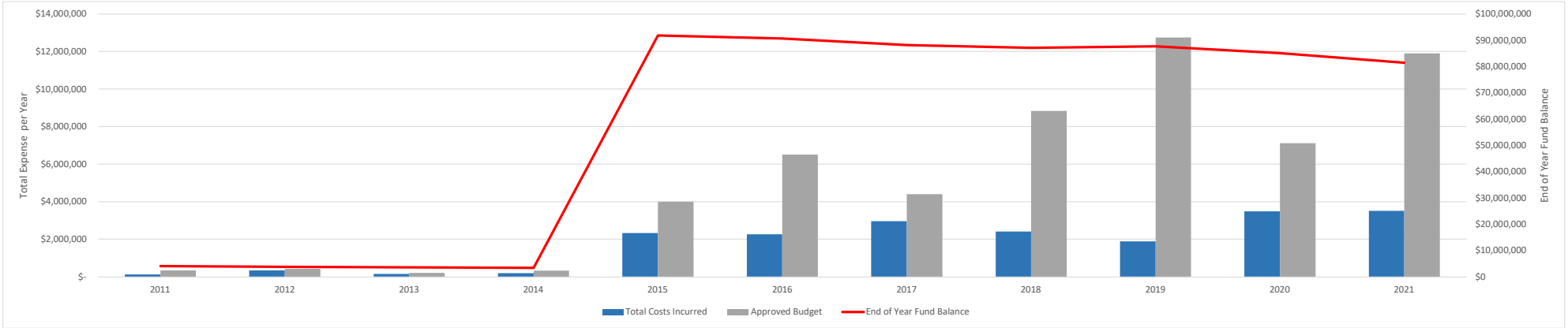
Issuer Concentration	
Issuer Concentration	Market Value
United States Treasury	77.9%
Treasury MMFund	22.1%
Cash	0.0%
Total Portfolio	100.0%



Compliance Overview	
Status	Compliant
As of	09/30/2022

1: * Grouped by: Issuer Concentration
2: * Groups Sorted by: % of Base Market Value + Accrued

**Former Kerr-McGee/Tronox Chemical Corp Superfund Site In Navassa, North Carolina
11 Year Activity Summary
(2011 to 2021)**



Summary of Activity																						
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021	Total										
End of Year Fund Balance	\$4,090,768	\$3,753,085	\$3,607,269	\$3,451,468	\$91,823,585	\$90,654,977	\$88,146,895	\$87,071,872	\$87,635,561	\$85,089,636	\$81,408,548	\$81,408,548										
Total Costs Incurred	\$118,145	\$338,156	\$145,635	\$195,651	\$2,331,004	\$2,263,976	\$2,962,396	\$2,409,110	\$1,881,291	\$3,489,070	\$3,506,999	\$19,641,433										
Approved Budget	\$339,040	\$426,465	\$208,491	\$327,496	\$3,988,800	\$6,503,000	\$4,400,000	\$8,828,000	\$12,745,000	\$7,108,400	\$11,894,300	\$56,768,992										
Net investment and Other income	\$358	\$473	(\$181)	\$39,850	\$168,678	\$1,001,207	\$454,314	\$1,334,087	\$2,444,981	\$943,145	(\$174,090)	\$6,212,823										
Initial and Anadarko Funding and (Distributions)	\$4,208,555	\$0	\$0	\$0	\$90,534,443	\$94,160	\$0	\$0	\$0	\$0	\$0	\$94,837,158										

Line Item Cost Centers	Cost Center Detail																							
	2011		2012		2013		2014		2015		2016		2017		2018		2019		2020		2021		TOTAL	
	Actual Costs	Approved Budget	Actual Costs	Approved Budget	Actual Costs	Approved Budget	Actual Costs	Approved Budget	Actual Costs	Approved Budget	Actual Costs	Approved Budget	Actual Costs	Approved Budget	Actual Costs	Approved Budget	Actual Costs	Approved Budget	Actual Costs	Approved Budget	Actual Costs	Approved Budget	Actual Costs	Approved Budget
A - Regulatory Compliance/O&M	\$0	\$0	\$0	\$10,000	\$0	\$0	\$0	\$0	\$0	\$5,000	\$0	\$10,000	\$0	\$10,000	\$0	\$160,000	\$0	\$60,000	\$0	\$90,000	\$49,981	\$151,000	\$49,981	\$496,000
C - New Environmental Actions	\$19,298	\$200,000	\$183,177	\$240,000	\$71,601	\$125,000	\$94,860	\$190,000	\$1,816,828	\$3,346,800	\$1,544,053	\$5,367,000	\$1,975,047	\$3,104,000	\$1,764,733	\$7,149,000	\$1,201,073	\$11,020,000	\$2,649,416	\$5,082,400	\$2,359,549	\$9,632,300	\$13,679,636	\$45,456,500
D - Technical Team/Project Management	\$0	\$0	\$0	\$0	\$0	\$0	\$23,074	\$35,600	\$168,649	\$236,490	\$299,492	\$564,000	\$488,853	\$553,000	\$496,351	\$739,000	\$491,967	\$811,000	\$613,019	\$872,000	\$822,736	\$1,028,000	\$3,404,141	\$4,839,090
E - Trustee Fees	\$14,807	\$40,000	\$23,515	\$45,000	\$30,543	\$40,000	\$26,821	\$41,000	\$77,906	\$77,910	\$120,839	\$121,000	\$113,370	\$163,000	\$65,413	\$171,000	\$60,431	\$183,000	\$75,534	\$179,000	\$95,667	\$179,000	\$704,847	\$1,239,910
F - Regulator Oversight Costs	\$84,040	\$84,040	\$131,464	\$131,465	\$43,490	\$43,491	\$50,896	\$50,896	\$262,341	\$300,000	\$259,170	\$400,000	\$315,533	\$500,000	\$0	\$500,000	\$49,886	\$500,000	\$61,831	\$700,000	\$111,355	\$700,000	\$1,370,006	\$3,909,892
G - Legal and Accounting Fees	\$0	\$15,000	\$0	\$0	\$0	\$0	\$0	\$10,000	\$5,280	\$22,600	\$40,422	\$41,000	\$69,593	\$70,000	\$82,612	\$109,000	\$77,934	\$171,000	\$89,269	\$185,000	\$67,712	\$204,000	\$432,823	\$827,600
Total	\$118,145	\$339,040	\$338,156	\$426,465	\$145,635	\$208,491	\$195,651	\$327,496	\$2,331,004	\$3,988,800	\$2,263,976	\$6,503,000	\$2,962,396	\$4,400,000	\$2,409,110	\$8,828,000	\$1,881,291	\$12,745,000	\$3,489,070	\$7,108,400	\$3,506,999	\$11,894,300	\$19,641,433	\$56,768,992