



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

August 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

Jay Osborne
North Carolina Department of Environment and
Natural Resources

Dan Hirschman
North Carolina Department of Justice

Subject: First Quarter 2023 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 three months ended March 31, 2023 and the year ended December 31, 2022, 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



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 March 31, 2023 and December 31, 2022, and the related statements of changes in net trust assets for the three months ended March 31, 2023 and the year ended December 31, 2022 and for determining that the special purpose basis of accounting is an acceptable financial reporting framework. We have performed the compilation engagements 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 12 Year Activity Summary Report supplementary information are presented for purposes of additional analysis and are 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.

A handwritten signature in black ink that reads "Wipfli LLP".

Wipfli LLP

August 2, 2023
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 March 31, 2023 and December 31, 2022

	<u>March 31, 2023</u>	<u>December 31, 2022</u> <u>(Restated)¹</u>
Assets		
Cash - ECA	\$ 335,977.61	\$ 715,883.23
Other Receivable - ECA	20,857.64	15,611.33
Investments - ECA	25,761,947.04	26,138,623.48
Investments - SA	3,846,947.10	3,802,337.63
Investments - AA	49,054,028.74	48,485,382.84
Total Assets	<u>\$ 79,019,758.13</u>	<u>\$ 79,157,838.51</u>
Liabilities		
Accounts Payable - ECA	\$ 598,850.55	\$ 949,338.20
Accounts Payable - SA	1,897.26	1,515.72
Accounts Payable - AA	24,211.26	19,341.92
Due to Other Funds	-	1,904.27
Total Liabilities	<u>624,959.07</u>	<u>972,100.11</u>
Net Trust Assets, Navassa	<u>78,394,799.06</u>	<u>78,185,738.40</u>
Total Liabilities & Net Trust Assets	<u>\$ 79,019,758.13</u>	<u>\$ 79,157,838.51</u>

Statements of Changes in Net Trust Assets
For the Three Months Ended March 31, 2023 and the Year Ended December 31, 2022

	<u>Three Months Ended</u> <u>March 31, 2023</u>	<u>Year Ended</u> <u>December 31, 2022</u> <u>(Restated)¹</u>
ECA-Deductions from Net Trust Assets:		
A - Regulatory Compliance/ O&M	\$ 1,004.12	\$ 97,810.45
C - New Environmental Actions	464,702.35	1,877,625.27
D - Technical Team/Management	187,834.47	722,457.55
E - Project Fees & Expenses	13,623.75	80,088.75
F - Regulator Oversight Costs	15,266.68	122,060.35
G - Legal & Accounting Costs	12,965.75	52,098.00
Total Deductions from Net Trust Assets	<u>695,397.12</u>	<u>2,952,140.37</u>
ECA-Additions to Net Trust Assets:		
Investment income, net of expenses	200,134.29	286,667.95
Unrealized gain (loss) on investments	96,319.00	(215,458.94)
Total Additions to Net Trust Assets-ECA	<u>296,453.29</u>	<u>71,209.01</u>
Change in Net Trust Assets - ECA	(398,943.83)	(2,880,931.36)
SA & AA-Additions to Net Trust Assets:		
SA: Investment income, net of expenses	21,668.05	30,620.65
SA: Unrealized gain (loss) on investment	22,559.88	(55,872.36)
AA: Investment income, net of expenses	277,166.01	389,472.68
AA: Unrealized gain (loss) on investment	286,610.55	(698,461.61)
Change in Net Trust Assets - SA & AA	<u>608,004.49</u>	<u>(334,240.64)</u>
Net Trust Assets, Navassa Beginning	<u>78,185,738.40</u>	<u>81,400,910.40</u>
Net Trust Assets, Navassa Ending	<u>\$ 78,394,799.06</u>	<u>\$ 78,185,738.40</u>
Net Trust Assets - ECA	\$ 25,519,931.75	\$ 25,918,875.58
Net Trust Assets - SA	3,845,049.84	3,800,821.91
Net Trust Assets - AA	49,029,817.47	48,466,040.91
	<u>\$ 78,394,799.06</u>	<u>\$ 78,185,738.40</u>
Anadarko Settlement Funding, 2015 & 2016		\$ 90,628,602.78
Original Amount Funded, 2011		\$ 4,208,555.00

¹The 12/31/2022 balances for Accounts Payable and Cost Center C - New Environmental Actions have been restated by \$16,399.78 for expenses incurred in 2022, but not received and recorded until after the distribution of the 12/31/2022 financial statements.

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>First Quarter Ended March 31, 2023</u>	<u>Three Months Ended March 31, 2023</u>	<u>Annual Budget</u>	<u>Variance</u>	<u>% of Budget</u>
Deductions from Net Trust Assets:					
A - Regulatory Compliance/ O&M	\$ 1,004.12	\$ 1,004.12	\$ 210,000.00	\$ (208,995.88)	0.5%
C - New Environmental Actions	464,702.35	464,702.35	7,911,000.00	(7,446,297.65)	5.9%
D - Technical Team/Management	187,834.47	187,834.47	1,023,000.00	(835,165.53)	18.4%
E - Project Fees & Expenses	13,623.75	13,623.75	175,000.00	(161,376.25)	7.8%
F - Regulator Oversight Costs	15,266.68	15,266.68	800,000.00	(784,733.32)	1.9%
G - Legal & Accounting Costs	12,965.75	12,965.75	155,000.00	(142,034.25)	8.4%
Total Deductions from Net Trust Assets	<u>695,397.12</u>	<u>695,397.12</u>	<u>10,274,000.00</u>	<u>(9,578,602.88)</u>	<u>6.8%</u>
Additions to Net Trust Assets:					
Investment income, net of expenses	200,134.29	200,134.29	-	200,134.29	
Unrealized gain (loss) on investments	<u>96,319.00</u>	<u>96,319.00</u>	-	<u>96,319.00</u>	
Total Additions to Net Trust Assets	<u>296,453.29</u>	<u>296,453.29</u>	<u>-</u>	<u>296,453.29</u>	
Change in Net Trust Assets	<u>\$ (398,943.83)</u>	<u>\$ (398,943.83)</u>	<u>\$ (10,274,000.00)</u>	<u>\$ 9,875,056.17</u>	

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

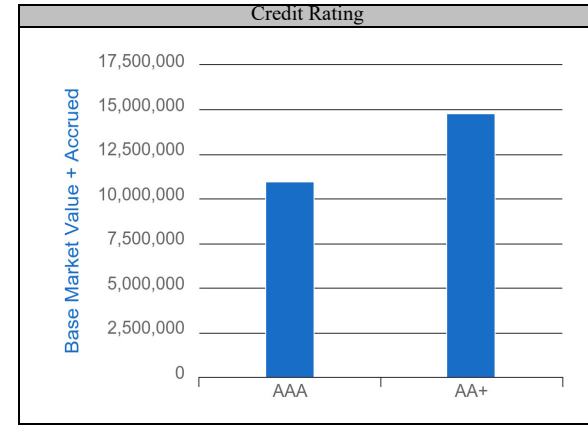
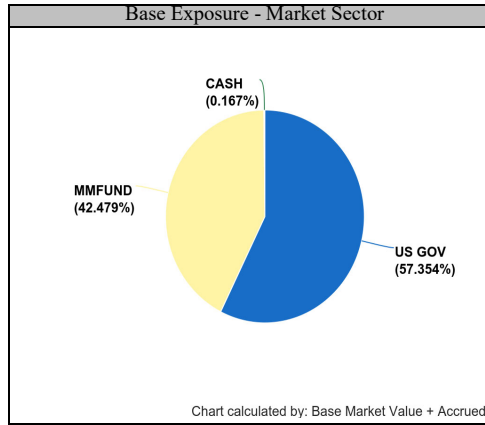
	Year Ended December 31, 2022 (Restated)¹	Annual Budget	Variance	% of Budget
ECA-Deductions from Net Trust Assets:				
A - Regulatory Compliance/ O&M	\$ 97,810.45	\$ 198,000.00	\$ (100,189.55)	49.4%
C - New Environmental Actions	1,877,625.27	9,606,500.00	(7,728,874.73)	19.5%
D - Technical Team/Management	722,457.55	1,015,000.00	(292,542.45)	71.2%
E - Project Fees & Expenses	80,088.75	163,000.00	(82,911.25)	49.1%
F - Regulator Oversight Costs	122,060.35	700,000.00	(577,939.65)	17.4%
G - Legal & Accounting Costs	52,098.00	250,000.00	(197,902.00)	20.8%
Total Deductions from Net Trust Assets	<u>2,952,140.37</u>	<u>11,932,500.00</u>	<u>(8,980,359.63)</u>	<u>24.7%</u>
ECA-Additions to Net Trust Assets:				
Investment income, net of expenses	286,667.95	-	286,667.95	
Unrealized gain (loss) on investments	(215,458.94)	-	(215,458.94)	
Total Additions to Net Trust Assets	<u>71,209.01</u>	<u>-</u>	<u>71,209.01</u>	
Change in Net Trust Assets - ECA	<u>\$ (2,880,931.36)</u>	<u>\$ (11,932,500.00)</u>	<u>\$ 9,051,568.64</u>	

¹The 12/31/2022 balances for Accounts Payable and Cost Center C - New Environmental Actions have been restated by \$16,399.78 for expenses incurred in 2022, but not received and recorded until after the distribution of the 12/31/2022 financial statements.

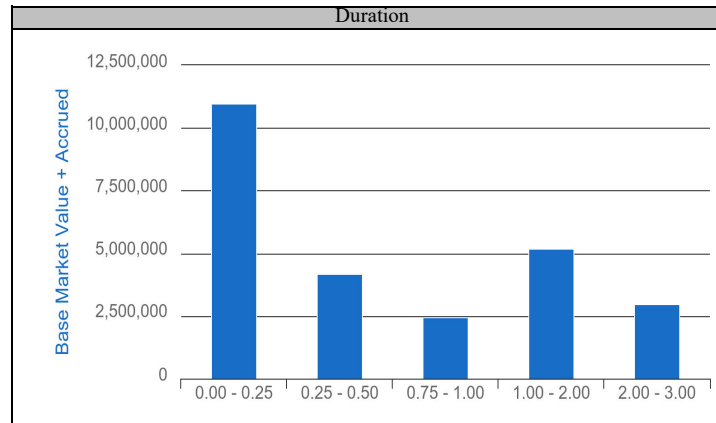
[Table of Contents](#)

Report: Quarterly Presentation
 Account: MS-Navassa ECA - AGG
 Date: 01/01/2023 - 03/31/2023

Cash and Fixed Income Summary	
Risk Metric	Market Value
Cash	42,902
Treasury MMFund	10,943,515
Fixed Income	14,775,530
Total Portfolio	\$ 25,761,947
Duration	0.734
Years to Final Maturity	0.765
Yield	4.461
Avg Credit Rating	AA+/Aa1/AA+
Total Interest Income	\$ 202,005



Issuer Concentration	
Issuer Concentration	Market Value
United States Treasury	57.4%
Treasury MMFund	42.5%
Cash	0.2%
Total Portfolio	100.0%



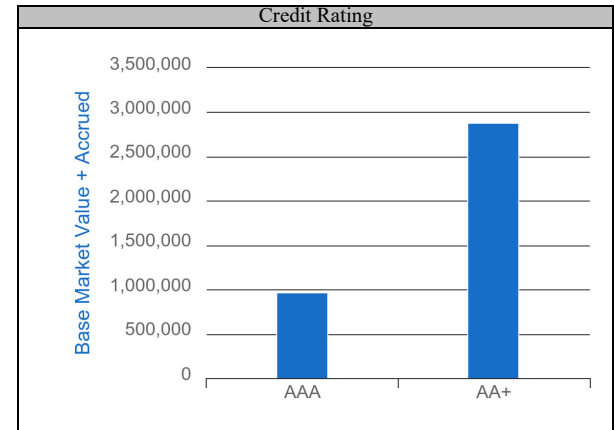
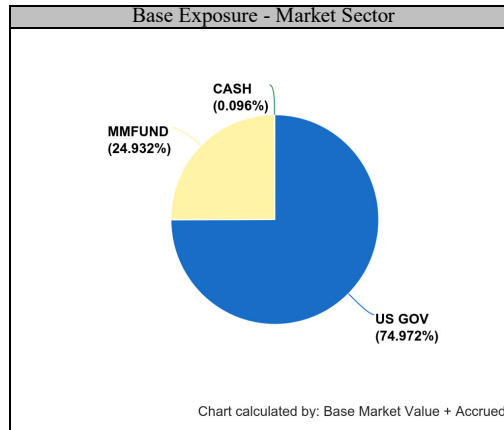
Compliance Overview	
Status	Compliant
As of	03/31/2023

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

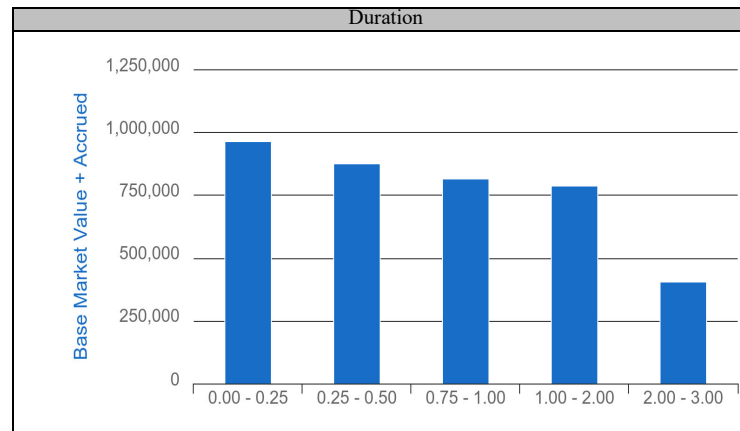
[Table of Contents](#)

Report: Quarterly Presentation
 Account: MS-Navassa SA-AGG
 Date: 01/01/2023 - 03/31/2023

Cash and Fixed Income Summary	
Risk Metric	Market Value
Cash	3,685
Treasury MMFund	959,127
Fixed Income	2,884,135
Total Portfolio	\$ 3,846,947
Duration	0.831
Years to Final Maturity	0.864
Yield	4.505
Avg Credit Rating	AA+/Aa1/AA+
Total Interest Income	\$ 22,050



Issuer Concentration	
Issuer Concentration	Market Value
United States Treasury	75.0%
Treasury MMFund	24.9%
Cash	0.1%
Total Portfolio	100.0%



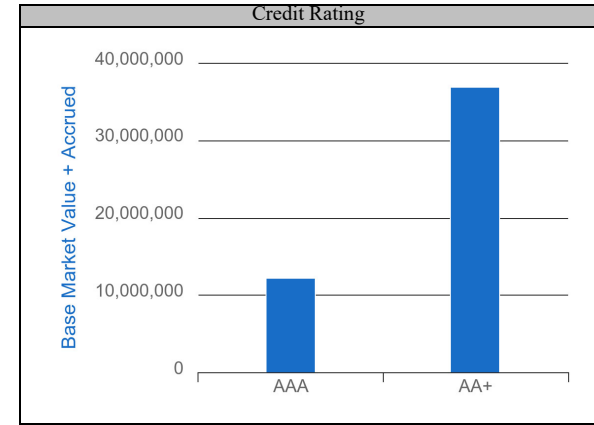
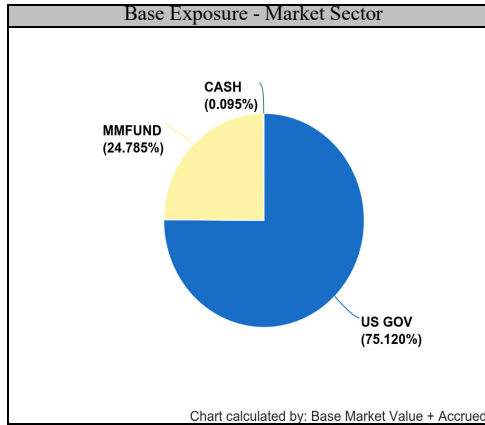
Compliance Overview	
Status	Compliant
As of	03/31/2023

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

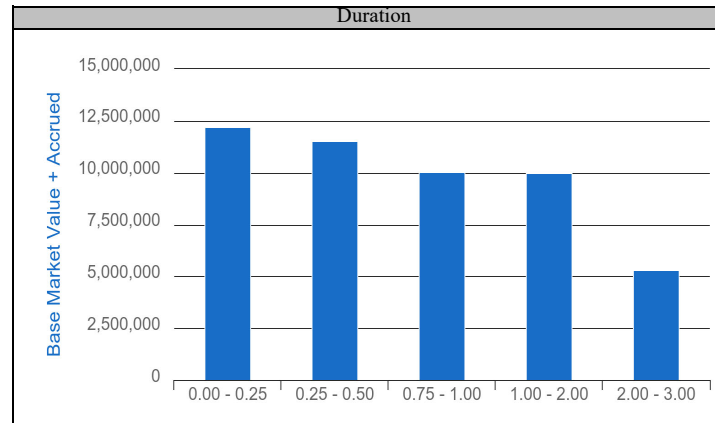
[Table of Contents](#)

Report: **Quarterly Presentation**
 Account: **MS-Navassa Anad-AGG**
 Date: **01/01/2023 - 03/31/2023**

Cash and Fixed Income Summary	
Risk Metric	Market Value
Cash	46,705
Treasury MMFund	12,157,884
Fixed Income	36,849,440
Total Portfolio	\$ 49,054,029
Duration	0.834
Years to Final Maturity	0.867
Yield	4.503
Avg Credit Rating	AA+/Aa1/AA+
Total Interest Income	\$ 282,035



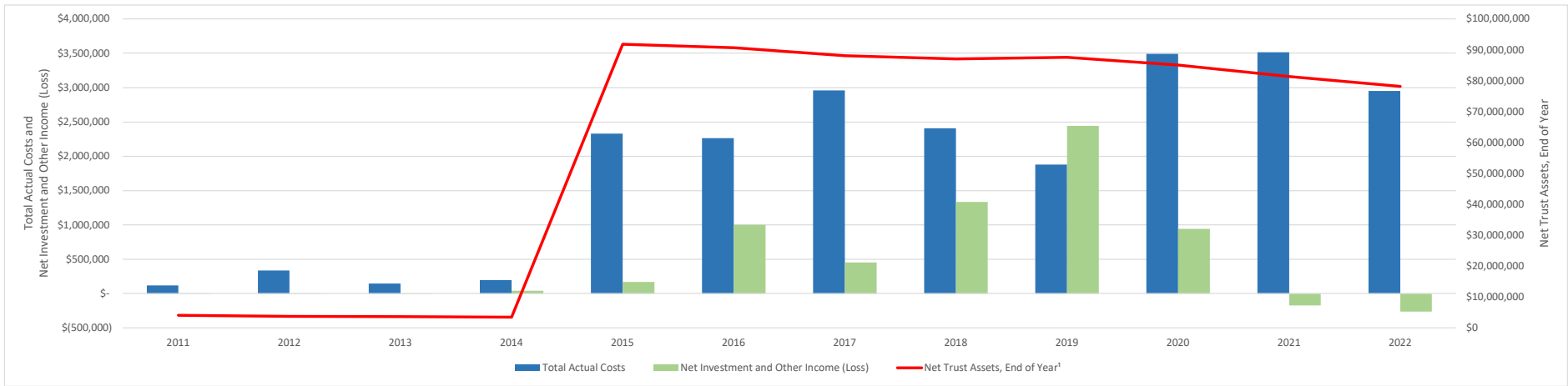
Issuer Concentration	
Issuer Concentration	Market Value
United States Treasury	75.1%
Treasury MMFund	24.8%
Cash	0.1%
Total Portfolio	100.0%



Compliance Overview	
Status	Compliant
As of	03/31/2023

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
12 Year Activity Summary
(2011 to 2022)**



Summary of Activity																					
	2013		2014		2015		2016		2017		2018		2019		2020		2021		2022		Total 2011 - 2022
Initial and Anadarko Funding (Distributions)	\$0	\$0	\$0	\$0	\$90,534,443	\$94,160	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$94,837,158
Net Investment and Other Income (Loss)	(\$181)	\$39,850	\$195,651	\$2,331,004	\$168,678	\$1,001,207	\$2,263,976	\$2,962,396	\$454,314	\$1,334,087	\$2,444,981	\$943,145	\$3,489,070	\$87,635,561	\$943,145	(\$174,090)	\$3,514,636	\$85,089,636	(\$263,032)	\$78,185,738	\$5,949,791
Total Actual Costs	\$145,635	\$208,491	\$195,651	\$2,331,004	\$168,678	\$1,001,207	\$2,263,976	\$2,962,396	\$454,314	\$1,334,087	\$2,444,981	\$943,145	\$3,489,070	\$87,635,561	\$943,145	(\$174,090)	\$3,514,636	\$85,089,636	(\$263,032)	\$78,185,738	\$22,601,211
Net Trust Assets, End of Year ¹	\$3,607,269	\$3,451,468	\$3,451,468	\$3,451,468	\$3,451,468	\$3,451,468	\$3,451,468	\$3,451,468	\$3,451,468	\$3,451,468	\$3,451,468	\$3,451,468	\$3,451,468	\$3,451,468	\$3,451,468	\$3,451,468	\$3,451,468	\$3,451,468	\$3,451,468	\$3,451,468	\$78,185,738
Total Approved Budget²	\$208,491	\$327,496	\$327,496	\$327,496	\$3,988,800	\$6,503,000	\$4,400,000	\$8,828,000	\$4,400,000	\$8,828,000	\$12,745,000	\$7,108,400	\$11,894,300	\$11,894,300	\$11,894,300	\$11,894,300	\$11,894,300	\$11,894,300	\$11,894,300	\$11,894,300	\$68,701,492

Line Item Cost Centers	Cost Center Detail																					
	2013		2014		2015		2016		2017		2018		2019		2020		2021		2022		TOTAL 2011 - 2022	
	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	\$0	\$0	\$5,000	\$10,000	\$0	\$10,000	\$0	\$160,000	\$0	\$60,000	\$0	\$90,000	\$49,981	\$151,000	\$97,810	\$198,000	\$147,791	\$694,000	
C - New Environmental Actions	\$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	\$2,367,186	\$9,632,300	\$1,877,625	\$9,606,500	\$15,564,898	\$55,063,000
D - Technical Team/Project Management	\$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	\$722,458	\$1,015,000	\$4,126,598	\$5,854,000
E - Trustee Fees	\$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	\$80,089	\$163,000	\$784,936	\$1,402,910
F - Regulator Oversight Costs	\$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	\$122,060	\$700,000	\$1,492,067	\$4,609,892
G - Legal and Accounting Fees	\$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	\$52,098	\$250,000	\$484,921	\$1,077,600
Total	\$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	\$3,514,636	\$11,894,300	\$2,952,140	\$11,932,500	\$22,601,211	\$68,701,492

Summary of Activity		
	2011	2012
Initial and Anadarko Funding (Distributions)	\$4,208,555	\$0
Net Investment and Other Income (Loss)	\$358	\$473
Total Actual Costs	\$118,145	\$338,156
Net Trust Assets, End of Year ¹	\$4,090,768	\$3,753,085
Total Approved Budget²	\$339,040	\$426,465

Line Item Cost Centers	Cost Center Detail			
	2011		2012	
	Actual Costs	Approved Budget	Actual Costs	Approved Budget
A - Regulatory Compliance/O&M	\$0	\$0	\$0	\$10,000
C - New Environmental Actions	\$19,298	\$200,000	\$183,177	\$240,000
D - Technical Team/Project Management	\$0	\$0	\$0	\$0
E - Trustee Fees	\$14,807	\$40,000	\$23,515	\$45,000
F - Regulator Oversight Costs	\$84,040	\$84,040	\$131,464	\$131,465
G - Legal and Accounting Fees	\$0	\$15,000	\$0	\$0
Total	\$118,145	\$339,040	\$338,156	\$426,465

¹Net Trust Assets, End of Year for 2011 = Initial and Anadarko Funding (Distributions) + Net Investment and Other Income (Loss) - Total Actual Costs. Net Trust Assets, End of Year for 2012 through 2022 = prior year Net Trust Assets, End of Year + Initial and Anadarko Funding (Distributions) + Net Investment and Other Income (Loss) - Total Actual Costs.

²Total Approved Budget is presented for informational purposes only.