



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

December 5, 2023

By Electronic Mail

Jerry Wick
Texas Commission on Environmental Quality

Barbara Watson
Texas Commission on Environmental Quality

Mark Stuebner
Texas Commission on Environmental Quality

Kelly Peavler
Texas Commission on Environmental Quality

Tisha Savannah
Texas Office of Attorney General

Subject: Second 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 Tronox Site in Texarkana, Texas to the beneficiaries.

The attached financial statements cover the six months ended June 30, 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'. The signature is written in a cursive style and is positioned above 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 Tronox Site in Texarkana, Texas

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 June 30, 2023 and December 31, 2022, and the related statements of changes in net trust assets for the six months ended June 30, 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.



Wipfli LLP

October 16, 2023
Helena, MT

Multistate Environmental Response Trust
Former Tronox Site in Texarkana, Texas - Environmental Cost Account (ECA)
Statements of Net Trust Assets
As of June 30, 2023 and December 31, 2022

	<u>June 30, 2023</u>	<u>December 31, 2022</u>
Assets		
Cash	\$ 306,457.47	\$ 178,693.98
Investments	17,664,538.08	18,169,411.64
Total Assets	<u>\$ 17,970,995.55</u>	<u>\$ 18,348,105.62</u>
Liabilities		
Accounts Payable	\$ 167,266.75	\$ 374,181.01
Due to Other Funds	-	584.68
Total Liabilities	<u>167,266.75</u>	<u>374,765.69</u>
Net Trust Assets, Texarkana ECA	17,803,728.80	17,973,339.93
Total Liabilities & Net Trust Assets	<u>\$ 17,970,995.55</u>	<u>\$ 18,348,105.62</u>

Statements of Changes in Net Trust Assets
For the Six Months Ended June 30, 2023 and the Year Ended December 31, 2022

	<u>Six Months Ended June 30, 2023</u>	<u>Year Ended December 31, 2022</u>
Deductions from Net Trust Assets:		
A - Regulatory Compliance/ O&M	\$ 255,701.72	\$ 430,748.29
C - New Environmental Actions	116,320.65	512,623.89
D - Technical Team/Management	74,174.00	140,658.04
E - Project Fees & Expenses	630.00	4,803.75
G - Legal & Accounting Costs	14,422.15	39,856.55
Total Deductions from Net Trust Assets	<u>461,248.52</u>	<u>1,128,690.52</u>
Additions to Net Trust Assets:		
Investment income, net of expenses	229,254.95	127,355.62
Unrealized gain (loss) on investments	62,382.44	(204,022.43)
Total Additions to Net Trust Assets	<u>291,637.39</u>	<u>(76,666.81)</u>
Change in Net Trust Assets	(169,611.13)	(1,205,357.33)
Net Trust Assets, Texarkana ECA Beginning	17,973,339.93	19,178,697.26
Net Trust Assets, Texarkana ECA Ending	<u>\$ 17,803,728.80</u>	<u>\$ 17,973,339.93</u>
Anadarko Settlement Funding, 2015 & 2016		\$ 22,657,150.70
Original Amount Funded, 2011		\$ 2,537,176.00

Multistate Environmental Response Trust
Former Tronox Site in Texarkana, Texas - Environmental Cost Account (ECA)
Schedule of Budget to Actual

	Second Quarter Ended June 30, 2023	Six Months Ended June 30, 2023	Annual Budget	Variance	% of Budget
Deductions from Net Trust Assets:					
A - Regulatory Compliance/ O&M	\$ 135,579.13	\$ 255,701.72	\$ 640,050.00	\$ (384,348.28)	40.0%
C - New Environmental Actions	29,201.10	116,320.65	803,000.00	(686,679.35)	14.5%
D - Technical Team/Management	37,146.50	74,174.00	217,000.00	(142,826.00)	34.2%
E - Project Fees & Expenses	236.25	630.00	22,000.00	(21,370.00)	2.9%
G - Legal & Accounting Costs	5,918.00	14,422.15	111,000.00	(96,577.85)	13.0%
Total Deductions from Net Trust Assets	<u>208,080.98</u>	<u>461,248.52</u>	<u>1,793,050.00</u>	<u>(1,331,801.48)</u>	<u>25.7%</u>
Additions to Net Trust Assets:					
Investment income, net of expenses	123,173.55	229,254.95	-	229,254.95	
Unrealized gain (loss) on investments	(34,843.28)	62,382.44	-	62,382.44	
Total Additions to Net Trust Assets	<u>88,330.27</u>	<u>291,637.39</u>	<u>-</u>	<u>291,637.39</u>	
Change in Net Trust Assets	<u>\$ (119,750.71)</u>	<u>\$ (169,611.13)</u>	<u>\$ (1,793,050.00)</u>	<u>\$ 1,623,438.87</u>	

Multistate Environmental Response Trust
Former Tronox Site in Texarkana, Texas - Environmental Cost Account (ECA)
Schedule of Budget to Actual

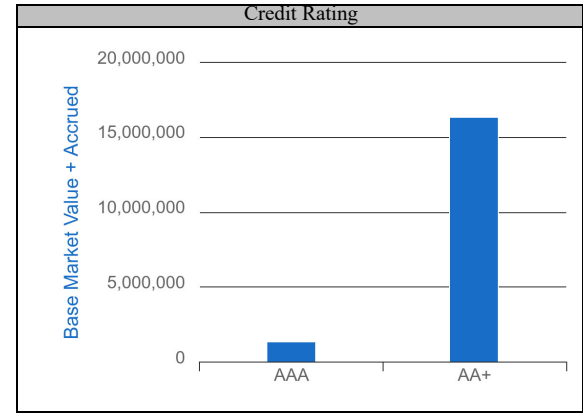
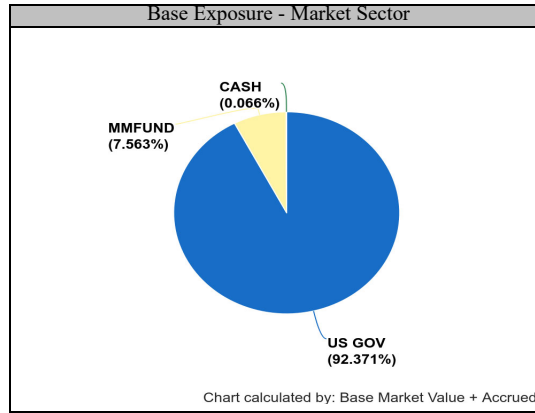
	<u>Year Ended</u> <u>December 31, 2022</u>	<u>Annual Budget</u>	<u>Variance</u>	<u>% of</u> <u>Budget</u>
Deductions from Net Trust Assets:				
A - Regulatory Compliance/ O&M	\$ 430,748.29	\$ 672,050.00	\$ (241,301.71)	64.1%
C - New Environmental Actions	512,623.89	1,272,000.00	(759,376.11)	40.3%
D - Technical Team/Management	140,658.04	219,000.00	(78,341.96)	64.2%
E - Project Fees & Expenses	4,803.75	23,000.00	(18,196.25)	20.9%
G - Legal & Accounting Costs	39,856.55	108,000.00	(68,143.45)	36.9%
Total Deductions from Net Trust Assets	<u>1,128,690.52</u>	<u>2,294,050.00</u>	<u>(1,165,359.48)</u>	<u>49.2%</u>
Additions to Net Trust Assets:				
Investment income, net of expenses	127,355.62	-	127,355.62	
Unrealized gain (loss) on investments	(204,022.43)	-	(204,022.43)	
Total Additions to Net Trust Assets	<u>(76,666.81)</u>	<u>-</u>	<u>(76,666.81)</u>	
Change in Net Trust Assets	<u>\$ (1,205,357.33)</u>	<u>\$ (2,294,050.00)</u>	<u>\$ 1,088,692.67</u>	

[Table of Contents](#)

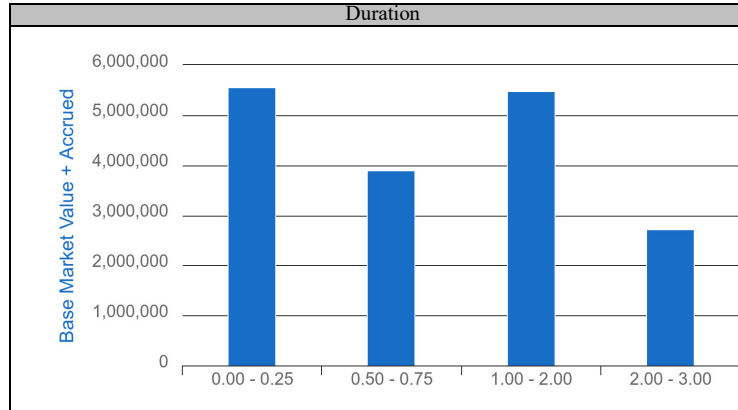
Report:
Account:
Date:

Quarterly Presentation
MS-Texarkana-AGG
04/01/2023 - 06/30/2023

Cash and Fixed Income Summary	
Risk Metric	Market Value
Cash	11,610
Treasury MMFund	1,335,994
Fixed Income	16,316,934
Total Portfolio	\$ 17,664,538
Duration	0.994
Years to Final Maturity	1.049
Yield	5.046
Avg Credit Rating	AA+/Aa1/AA+
Total Interest Income	\$ 125,006



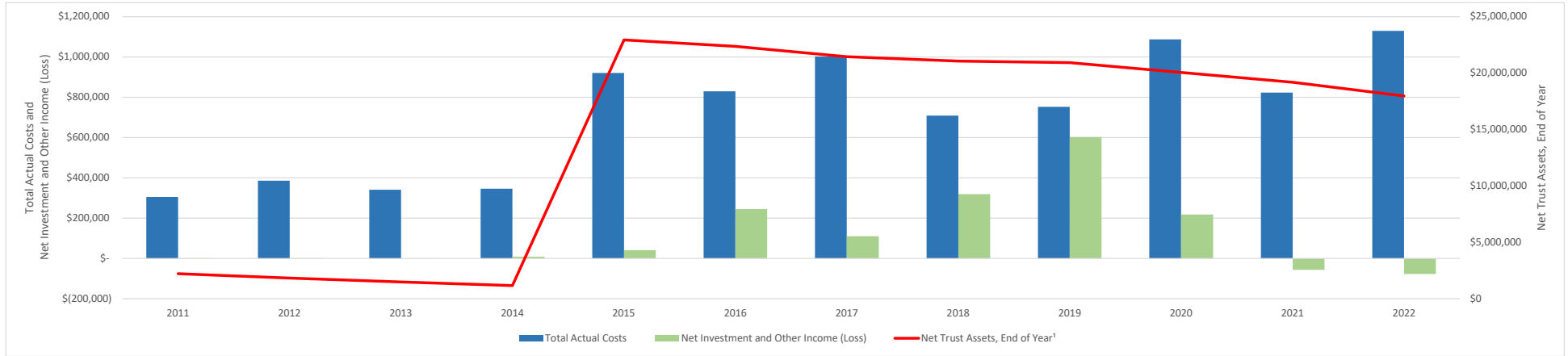
Issuer Concentration	
Issuer Concentration	Market Value
United States Treasury	92.4%
Treasury MMFund	7.6%
Cash	0.1%
Total Portfolio	100.0%



Compliance Overview	
Status	Compliant
As of	06/30/2023

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

**Former Tronox Site in Texarkana, Texas - Environmental Cost Account (ECA)
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	\$22,633,611	\$23,540	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$25,194,327	\$25,194,327
Net Investment and Other Income (Loss)	(\$83)	\$9,911	\$9,911	\$9,911	\$41,331	\$244,722	\$110,129	\$319,041	\$602,379	\$218,223	(\$56,189)	(\$76,667)	\$1,413,290	\$1,413,290	\$1,413,290	\$1,413,290	\$1,413,290	\$1,413,290	\$1,413,290	\$1,413,290	\$1,413,290	\$1,413,290
Total Actual Costs	\$341,190	\$467,700	\$346,485	\$438,700	\$921,217	\$1,249,100	\$829,513	\$1,003,388	\$709,225	\$752,385	\$1,086,949	\$1,691,000	\$1,086,949	\$1,691,000	\$1,086,949	\$1,691,000	\$1,086,949	\$1,691,000	\$1,086,949	\$1,691,000	\$8,634,276	\$16,280,210
Net Trust Assets, End of Year ¹	\$1,504,164	\$1,504,164	\$1,167,591	\$1,167,591	\$22,921,315	\$22,921,315	\$22,360,064	\$21,466,805	\$21,076,622	\$20,926,615	\$20,926,615	\$20,057,889	\$20,057,889	\$19,178,697	\$19,178,697	\$17,973,340	\$17,973,340	\$17,973,340	\$17,973,340	\$17,973,340	\$17,973,340	\$17,973,340
Total Approved Budget ²	\$467,700	\$467,700	\$438,700	\$438,700	\$1,249,100	\$1,249,100	\$2,200,000	\$1,833,000	\$1,811,000	\$1,770,000	\$1,770,000	\$1,691,000	\$1,691,000	\$1,568,050	\$1,568,050	\$2,294,050	\$2,294,050	\$2,294,050	\$2,294,050	\$2,294,050	\$16,280,210	\$16,280,210

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	\$299,165	\$404,700	\$312,252	\$375,700	\$347,676	\$404,100	\$632,079	\$1,292,000	\$363,796	\$762,000	\$430,135	\$756,000	\$400,596	\$731,000	\$631,921	\$789,000	\$398,751	\$748,050	\$430,748	\$672,050	\$4,857,384	\$7,694,910
C - New Environmental Actions	\$0	\$18,000	\$0	\$0	\$478,393	\$625,000	\$51,291	\$684,000	\$522,097	\$836,000	\$171,432	\$814,000	\$233,327	\$763,000	\$265,125	\$603,000	\$222,071	\$507,000	\$512,624	\$1,272,000	\$2,467,476	\$6,153,200
D - Technical Team/Project Management	\$0	\$0	\$32,229	\$38,000	\$86,433	\$190,000	\$105,717	\$155,000	\$90,545	\$160,000	\$80,698	\$165,000	\$87,822	\$178,000	\$143,708	\$185,000	\$150,890	\$191,000	\$140,658	\$219,000	\$966,811	\$1,587,100
E - Trustee Fees	\$42,025	\$43,000	\$2,004	\$15,000	\$4,550	\$25,000	\$21,644	\$40,000	\$9,588	\$40,000	\$9,956	\$40,000	\$6,851	\$40,000	\$2,152	\$21,000	\$9,001	\$25,000	\$4,804	\$23,000	\$132,038	\$347,000
F - Regulator Oversight Costs	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$10,000	\$0	\$10,000	\$0	\$10,000	\$0	\$10,000	\$0	\$10,000	\$0	\$10,000	\$0	\$0	\$0	\$80,000
G - Legal and Accounting Fees	\$0	\$2,000	\$0	\$10,000	\$4,165	\$5,000	\$18,781	\$19,000	\$17,361	\$25,000	\$17,004	\$26,000	\$23,789	\$48,000	\$44,043	\$83,000	\$42,290	\$87,000	\$39,857	\$108,000	\$210,568	\$418,000
Total	\$341,190	\$467,700	\$346,485	\$438,700	\$921,217	\$1,249,100	\$829,513	\$2,200,000	\$1,003,388	\$1,833,000	\$709,225	\$1,811,000	\$752,385	\$1,770,000	\$1,086,949	\$1,691,000	\$823,003	\$1,568,050	\$1,128,691	\$2,294,050	\$8,634,276	\$16,280,210

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.