

*EXXON VALDEZ* OIL SPILL TRUSTEE COUNCIL  
INDEPENDENT ACCOUNTANTS' REPORT  
ON APPLYING AGREED-UPON PROCEDURES  
AND  
TRUST FUNDS FINANCIAL STATEMENTS  
Fiscal Year 2012

EXXON VALDEZ OIL SPILL TRUSTEE COUNCIL

TRUST FUNDS FINANCIAL STATEMENTS

Fiscal Year 2012

TABLE OF CONTENTS

TRUST FUNDS FINANCIAL STATEMENTS

Independent Accountants' Report on Applying Agreed-upon Procedures	1-4
Independent Accountants' Compilation Report	5-6
Trust Funds Financial Statements	
Statements of Fiduciary Assets and Liabilities - State of Alaska, <i>Exxon Valdez</i> Oil Spill Investment Fund	7
Statements of Changes in Fiduciary Assets and Liabilities - State of Alaska, <i>Exxon Valdez</i> Oil Spill Investment Fund	8
Statements of Assets, Liabilities and Trust Fund Balance Arising from Cash Transactions, Cash Basis - U.S. Department of the Interior, Natural Resources Damage Assessment and Restoration Fund	9
Statements of Receipts, Disbursements and Changes in Trust Fund Balance, Cash Basis - U.S. Department of the Interior, Natural Resources Damage Assessment and Restoration Fund	10
Balance Sheets - State of Alaska, <i>Exxon Valdez</i> Oil Spill Settlement Trust	11
Statements of Revenues, Expenditures and Changes in Trust Fund Balance - State of Alaska, <i>Exxon Valdez</i> Oil Spill Settlement Trust	12

# ELGEE REHFELD MERTZ, LLC

CERTIFIED PUBLIC ACCOUNTANTS

9309 Glacier Highway, Suite B-200 • Juneau, Alaska 99801  
907.789.3178 • FAX 907.789.7128 • www.ermcpa.com

## INDEPENDENT ACCOUNTANTS' REPORT ON APPLYING AGREED-UPON PROCEDURES

*Exxon Valdez* Oil Spill Trustee Council  
Anchorage, Alaska

We have performed the procedures enumerated below, which were agreed to by the management of *Exxon Valdez* Oil Spill Trustee Council (EVOSTC or Trustee Council) solely to assist you in evaluating the sufficiency of policies and procedures established by the Trustee Council over the flow of funds into and out of the *Exxon Valdez* Oil Spill Trustee Council's Natural Resources Damage Assessment and Restoration (NRDA&R) account, State of Alaska Investment Fund and Settlement Trust, as well as the process and controls of each of the federal agencies over unspent project funds for proper and timely return to the *Exxon Valdez* Oil Spill Trustee Council's NRDA&R account for the year ended September 30, 2012. The management of EVOSTC and the federal and State of Alaska agencies are responsible for the proper use of funds in accordance with EVOSTC's mission. This agreed-upon procedures engagement was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. The sufficiency of these procedures is solely the responsibility of the parties specified in this report. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose.

Our procedures and findings with respect to the Natural Resources Damage Assessment and Restoration Fund, State of Alaska EVOS Settlement Account and EVOSTC Restoration Office are as follow:

### **Natural Resources Damage Assessment and Restoration Fund (NRDA&R)**

#### Procedure and Finding #1:

We obtained the necessary information and performed procedures to verify the flow of funds into and out of EVOSTC's NRDA&R account and evaluate U.S. Department of the Interior's process in place related to monitoring the return of unspent project funds from the federal agencies.

In order to perform this procedure we obtained the annual cash flows plan for federal fiscal year (FFY) 2012 from the Department of the Interior (DOI). We verified, without exception, that disbursements to federal agencies were made in accordance with EVOSTC's workplan, court notices and cash flows plans submitted by the agencies for FFY 2012. We reconciled amounts disbursed from the NRDA&R account to amounts reported by agencies taking into account the timing and the different reporting mechanisms employed by each of the agencies. We inquired of the DOI officer as to the established procedures in place for monitoring the return of unspent project funds from the federal agencies.

As reported in the prior year, the DOI Office of the Secretary (DOI-OS) does not have access to the accounting records of the non-DOI federal trustee agencies; therefore, DOI-OS places reliance on expenditure reports provided by these agencies, and its ability to monitor the return of unspent funds is limited to what these agencies report. Federal trustee agencies periodically notify DOI-OS when funds are unspent and available to return. There is no formal mechanism to track the status of these funds.

### Recommendation:

We continue to recommend the EVOSTC Restoration Office and DOI-OS provide direction to the federal agencies to evaluate unspent project balances on a regular basis (at least annually) and independent of the agreed-upon procedures engagement. As a monitoring tool, the EVOSTC Restoration Office and DOI-OS offices should request that each agency provide a detailed listing of projects with cumulative incurred and lapsed obligations at each year end as further discussed below.

### Procedure and Finding # 2:

We evaluated the process and controls of each of the federal agencies to ensure that unspent project funds are properly and timely returned to *Exxon Valdez* Oil Spill Trustee Council's NRDA&R account.

In order to perform this procedure we contacted each of the federal agencies to determine when unspent project funds were last returned and for which projects. We requested that each of the agencies prepare a schedule of unspent project funds by project/year. Results of our procedures are summarized for each agency below:

#### United States Geological Survey (USGS)

The agency returned approximately \$51,000 of lapsed funds in FFY12 (for project years FFY10 and FFY11). These funds were primarily related to EVOSTC administrative support. As of the completion of the agreed-upon procedures engagement, USGS has not identified any additional funds to be returned related to FFY12 projects. USGS has requested that EVOSTC apply carryover balances of unexpended funds totaling approximately \$900,000 to FFY13 project year. We recommend EVOSTC Restoration Office follow up with USGS and monitor proper, timely expenditure of these funds.

#### National Oceanic and Atmospheric Administration (NOAA)

NOAA returned approximately \$39,000 of lapsed funds for project years FFY09 through FFY11 during FFY12, which were for EVOSTC projects *Effect on Littleneck Clams* and *Lingering Oil in PWS and the Gulf of Alaska*. As of the completion of the agreed-upon procedures engagement, the agency was in the process of reviewing its account balances to identify additional lapsed project funding subject to return to EVOSTC. As in prior year, we continue to recommend that NOAA management establish a centralized procedure to allow access to actual cumulative project expenditures for open projects versus cumulative obligations at year end, and transfer any such differences to the NRDA&R account in a timely manner. We also recommend that the agency submit its cash flows plan directly to the EVOSTC Restoration Office in order to facilitate EVOSTC Restoration Office's monitoring of the anticipated de-obligated funds from NOAA.

#### United States Forest Service (USFS)

Approximately \$12,000 of Trustee Council staff support funds were not utilized by the agency during FFY12. We recommend EVOSTC Restoration Office follow up with USFS to determine whether the return of these funds is appropriate.

#### United States Fish and Wildlife Service (USFWS)

USFWS management improved the agency's accounting for EVOSTC project funds during 2012. USFWS was able to generate a FFY12 projects expenditure summary for our review. The agency has also completed its internal review to identify potentially lapsed project funds subject to return to EVOSTC. The review was done for project years 2007 through 2012 and encompassed identifying all outstanding EVOSTC projects awarded through FFY12, reconciling amounts

reported in prior year EVOSTC audited financial statements to amounts shown as spent in the USFWS accounting system for these projects. As a result of its review, USFWS identified five EVOSTC projects which were not fully expended. These projects included *Seabird Predation on Herring*, *Pigeon Guillemot*, *Marine Bird Surveys*, *Civil Liaison* and *Habitat Protection Program* for varying project years. Lapsed funds for these projects were approximately \$195,000, which the agency properly documented.

Recommendation:

We recommend that the EVOSTC Restoration Office work closely with USFWS to aid the transfer of the identified lapsed funds back to the NRDA&R account. We also continue to recommend that the EVOSTC Restoration Office periodically remind federal agency personnel of the need to monitor and return any de-obligated EVOS funding, especially in light of the fact that some of the EVOS liaison positions which had been filled by long-term employees are continuing to experience turnover.

**State of Alaska EVOS Settlement Account**

Procedures and Findings:

1. We evaluated procedures in place at the State of Alaska, Department of Fish and Game (ADFG) for monitoring unspent project funds to ensure that these funds are identified and reported to the Trustee Council and used to offset future Trustee Council funding.
2. We evaluated the EVOSTC Restoration Office's process in place to monitor the timely return of unspent funds.
3. We reviewed the EVOSTC Restoration Office's process for determining unencumbered and unspent EVOS project funds are available to reduce future court notices.

We contacted the ADFG and the EVOSTC Restoration Office and made inquiries as to the nature of the process in place for monitoring the return of unspent funds and any changes in the procedures that occurred during State fiscal year 2012. The EVOSTC Restoration Office has continued to follow its established informal procedures regarding checking on unencumbered, unspent funds. These procedures include identifying the balance before requesting additional fund disbursements. This is done before the autumn Annual Program Development and Implementation (APDI) meeting, which results in larger fund disbursements and occurs proximate to the federal and state fiscal years to allow for additional certainty. The EVOSTC Restoration Office works closely with ADFG during the budgeting process. Upon request from the EVOSTC Restoration Office, ADFG prepares an estimate of the available fund balance based on cash balance in treasury and current and prior year operating appropriations as well as capital appropriation in place across all State of Alaska EVOS agencies. Based on the available balance estimate provided by ADFG, management determines whether to use the existing fund balance or request a transfer from the investment fund. This process was consistently followed in FFY12 during which Court Notice 46 properly authorized \$1,000,000 of previously disbursed funds for project funding from the State Settlement Trust as supported by the available fund balance analysis from ADFG. However, we noted that for FFY13, Court Notice 50 designated \$500,000 of previously disbursed funds to be used for FFY13 projects, while ADFG's estimated available fund balance only supported \$460,000 as being available for project use. The discrepancy appears to be due to the EVOSTC Restoration Office using the earlier estimates provided by ADFG in lieu of updating the final version of the court notice to the most recently available estimate.

Recommendation:

Current procedures appear to be adequate for determining fund balance available for future appropriations; however, we recommend the EVOSTC Restoration Office adjust court notices to closely correlate to supporting documentation.

**EVOSTC Restoration Office**

Procedures and Findings:

1. We evaluated controls over expenditures by the EVOSTC Restoration Office to ensure that costs incurred are reasonable and within the mission of the EVOS Trustee Council.
2. We obtained and reviewed a listing of expenditures for the EVOSTC internal admin allocation – project 12100.

We reviewed administrative management expenditures for State fiscal year 2012 noting that procedures in place are adequate to ensure compliance with the Annual Project Development and Implementation budget and that incurred expenses were reasonable and within EVOSTC's mission.

We also noted while performing agency specific procedures that court notices issued during the fiscal year had several mathematical errors, generally authorizing more in expenses than there were funds available for otherwise.

Recommendation:

We have no further recommendations related to the EVOSTC Restoration Office's management of administrative funds. However, we recommend that court notices and supporting resolutions be reviewed for clerical accuracy and agreement to supporting documentation before being finalized.

---

We were not engaged to and did not conduct an examination, the objective of which would be the expression of an opinion on established policies and procedures over the use of EVOSTC funding. Accordingly, we do not express such an opinion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

This report is intended solely for the information and use of the management of the *Exxon Valdez* Oil Spill Trustee Council and the federal and State of Alaska liaison agencies, and is not intended to be and should not be used by anyone other than these specified parties.



April 30, 2013

# ELGEE REHFELD MERTZ, LLC

CERTIFIED PUBLIC ACCOUNTANTS

9309 Glacier Highway, Suite B-200 • Juneau, Alaska 99801  
907.789.3178 • FAX 907.789.7128 • www.ermcpa.com

## INDEPENDENT ACCOUNTANTS' COMPILATION REPORT

*Exxon Valdez* Oil Spill Trustee Council  
Anchorage, Alaska

We have compiled the accompanying financial statements of the *Exxon Valdez* Oil Spill Trustee Council Oil Spill Investment Fund and Oil Spill Settlement Trust as of and for the years ended June 30, 2012 and 2011 and the accompanying financial statements of Natural Resources Damage Assessment and Restoration Fund – cash basis as of and for the years ended September 30, 2012 and 2011, as listed in the table of contents. We have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or provide any assurance about whether the financial statements of the *Exxon Valdez* Oil Spill Trustee Council Oil Spill Investment Fund and Oil Spill Settlement Trust are in accordance with accounting principles generally accepted in the United States of America or whether financial statements of the Natural Resources Damage Assessment and Restoration Fund are in accordance with the cash basis of accounting.

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements.

Our responsibility is to conduct the compilation in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. The objective of a compilation is to assist management in presenting financial information in the form of financial statements without undertaking to obtain or provide any assurance that there are no material modifications that should be made to the financial statements.

Management has elected to omit substantially all of the disclosures required by accounting principles generally accepted in the United States of America. If the omitted disclosures were included in the financial statements, they might influence the user's conclusions about the *Exxon Valdez* Oil Spill Trustee Council's financial position, results of operations, and cash flows. Accordingly, the financial statements are not designed for those who are not informed about such matters.

The accompanying financial statements of the State of Alaska, *Exxon Valdez* Oil Spill Investment Fund (Investment Fund) present only the Investment Fund and do not purport to, and do not, present fairly the financial position of the State of Alaska or any of its component units as of June 30, 2012 and 2011, and the changes in its financial position, or, where applicable, its cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

The accompanying financial statements of the U.S. Department of the Interior, Fish and Wildlife Service, Natural Resources Damage Assessment and Restoration Fund (NRDA&R), *Exxon Valdez* Civil Settlement Restoration, present only the amounts related to the *Exxon Valdez* Oil Spill Trustee Council and do not purport to, and do not, present fairly the financial position of NRDA&R or the U.S. Department of the Interior, Fish and Wildlife Service as of September 30, 2012 and 2011, and the results of their operations for the years then ended in conformity with accounting principles generally accepted in the United States of America.

The accompanying financial statements of the State of Alaska, *Exxon Valdez* Oil Spill Settlement Trust (Settlement Trust) present only the Settlement Trust and do not purport to, and do not, present fairly the financial position of the State of Alaska or any of its component units as of June 30, 2012 and 2011, and the changes in its financial position, or, where applicable, its cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

*ERM*

April 30, 2013



*EXXON VALDEZ OIL SPILL TRUSTEE COUNCIL*  
 STATE OF ALASKA - *EXXON VALDEZ OIL SPILL INVESTMENT FUND*  
 (An Agency Fund of the State of Alaska)  
 STATEMENTS OF FIDUCIARY ASSETS AND LIABILITIES  
 June 30, 2012 and 2011

	2012				2011			
	Research	Habitat	Koniag	Total	Research	Habitat	Koniag	Total
<b>ASSETS:</b>								
Cash and Investments	\$ 92,368,314	\$ 36,318,814	\$ 51,196,602	\$ 179,883,730	\$ 99,091,935	\$ 35,492,397	\$ 50,409,789	\$ 184,994,121
Total Assets	<u>\$ 92,368,314</u>	<u>\$ 36,318,814</u>	<u>\$ 51,196,602</u>	<u>\$ 179,883,730</u>	<u>\$ 99,091,935</u>	<u>\$ 35,492,397</u>	<u>\$ 50,409,789</u>	<u>\$ 184,994,121</u>
<b>LIABILITIES:</b>								
Accounts Payable	\$ 43,133	\$ 15,454	\$ 21,945	\$ 80,532	\$ 46,674	\$ 14,994	\$ 21,130	\$ 82,798
Assets Held in Custody by the State of Alaska	<u>92,325,181</u>	<u>36,303,360</u>	<u>51,174,657</u>	<u>179,803,198</u>	<u>99,045,261</u>	<u>35,477,403</u>	<u>50,388,659</u>	<u>184,911,323</u>
Total Liabilities	<u>\$ 92,368,314</u>	<u>\$ 36,318,814</u>	<u>\$ 51,196,602</u>	<u>\$ 179,883,730</u>	<u>\$ 99,091,935</u>	<u>\$ 35,492,397</u>	<u>\$ 50,409,789</u>	<u>\$ 184,994,121</u>

See independent accountants' compilation report.

EXXON VALDEZ OIL SPILL TRUSTEE COUNCIL  
STATE OF ALASKA - EXXON VALDEZ OIL SPILL INVESTMENT FUND  
(An Agency Fund of the State of Alaska)  
STATEMENTS OF CHANGES IN FIDUCIARY ASSETS AND LIABILITIES  
For the Years Ended June 30, 2012 and 2011

	2012				2011			
	Research	Habitat	Koniag	Total	Research	Habitat	Koniag	Total
<b>ASSETS:</b>								
Investments, Beginning of Year	\$ 99,091,935	\$ 35,492,397	\$ 50,409,789	\$ 184,994,121	\$ 91,596,997	\$ 29,418,134	\$ 41,468,044	\$ 162,483,175
Additions:								
Interest and Investment Income	2,232,247	1,040,771	1,447,956	4,720,974	20,286,696	6,767,183	9,568,085	36,621,964
Deductions:								
State of Alaska,								
Exxon Valdez Oil Spill Settlement Trust	1,158,321	151,399	-	1,309,720	7,596,365	679,200	-	8,275,565
Investment Management Fees	46,673	14,995	21,131	82,799	42,686	13,720	19,817	76,223
United States Department of the Interior, Natural Resources Damage Assessment and Restoration Fund	7,750,874	47,960	640,012	8,438,846	5,152,707	-	606,523	5,759,230
Total Deductions	8,955,868	214,354	661,143	9,831,365	12,791,758	692,920	626,340	14,111,018
Investments, End of Year	\$ 92,368,314	\$ 36,318,814	\$ 51,196,602	\$ 179,883,730	\$ 99,091,935	\$ 35,492,397	\$ 50,409,789	\$ 184,994,121
<b>LIABILITIES:</b>								
Accounts Payable, Beginning of Year	\$ 46,674	\$ 14,994	\$ 21,130	\$ 82,798	\$ 91,607	\$ 27,679	\$ 39,699	\$ 158,985
Additions	43,133	15,454	21,945	80,532	46,674	14,994	21,130	82,798
Deductions	46,674	14,994	21,130	82,798	91,607	27,679	39,699	158,985
Accounts Payable, End of Year	43,133	15,454	21,945	80,532	46,674	14,994	21,130	82,798
Assets Held in Custody								
by the State of Alaska, Beginning of Year	99,045,261	35,477,403	50,388,659	184,911,323	91,505,390	29,390,455	41,428,345	162,324,190
Additions	2,189,114	1,025,317	1,426,011	4,640,442	20,240,022	6,752,189	9,546,955	36,539,166
Deductions	8,909,194	199,360	640,013	9,748,567	12,700,151	665,241	586,641	13,952,033
Assets Held in Custody								
by the State of Alaska, End of Year	92,325,181	36,303,360	51,174,657	179,803,198	99,045,261	35,477,403	50,388,659	184,911,323
	\$ 92,368,314	\$ 36,318,814	\$ 51,196,602	\$ 179,883,730	\$ 99,091,935	\$ 35,492,397	\$ 50,409,789	\$ 184,994,121

See independent accountants' compilation report.

*EXXON VALDEZ* OIL SPILL TRUSTEE COUNCIL  
 UNITED STATES DEPARTMENT OF THE INTERIOR,  
 NATURAL RESOURCES DAMAGE ASSESSMENT  
 AND RESTORATION FUND  
 STATEMENTS OF ASSETS, LIABILITIES AND TRUST FUND  
 BALANCE ARISING FROM CASH TRANSACTIONS - CASH BASIS  
 September 30, 2012 and 2011

	2012	2011
<b>ASSETS:</b>		
Cash and Investments	\$ 1,019,134	\$ 393,325
Total Assets	\$ 1,019,134	\$ 393,325
<b>LIABILITIES AND FUND BALANCE:</b>		
Trust Fund Balance	\$ 1,019,134	\$ 393,325
Total Liabilities and Trust Fund Balance	\$ 1,019,134	\$ 393,325

See independent accountants' compilation report.

*EXXON VALDEZ* OIL SPILL TRUSTEE COUNCIL  
 UNITED STATES DEPARTMENT OF THE INTERIOR,  
 NATURAL RESOURCES DAMAGE ASSESSMENT  
 AND RESTORATION FUND  
 STATEMENTS OF RECEIPTS, DISBURSEMENTS AND  
 CHANGES IN TRUST FUND BALANCE - CASH BASIS  
 For the Years Ended September 30, 2012 and 2011

	2012	2011
Receipts:		
Contributions:		
<i>Exxon Valdez</i> Oil Spill Investment Fund	\$ 8,472,335	\$ 2,622,997
Unobligated Balances Returned to NRDA&R:		
U.S. Department of Commerce,		
National Oceanic and Atmospheric Administration	39,117	9,154
U.S. Department of the Interior,		
U.S. Fish and Wildlife Service	-	-
U.S. Geological Survey	51,330	-
Investment Income	161	2,349
Total Receipts	8,562,943	2,634,500
Disbursements:		
U.S. Department of the Interior,		
Bureau of Land Management	13,625	13,625
U.S. Fish and Wildlife Service	394,696	483,706
U.S. Geological Survey	1,285,572	890,377
National Park Service	105,185	-
Office of the Secretary	30,956	676,091
U.S. Department of Agriculture,		
U.S. Forest Service	33,899	30,927
U.S. Department of Commerce,		
National Oceanic and Atmospheric Administration	6,073,201	3,560,938
Total Disbursements	7,937,134	5,655,664
Excess (Deficiency) of Receipts Over Disbursements	625,809	(3,021,164)
Trust Fund Balance, Beginning of Year	393,325	3,414,489
Trust Fund Balance, End of Year	\$ 1,019,134	\$ 393,325

See independent accountants' compilation report.

*EXXON VALDEZ OIL SPILL TRUSTEE COUNCIL*  
 STATE OF ALASKA - *EXXON VALDEZ OIL SPILL SETTLEMENT TRUST*  
 (A Special Revenue Fund of the State of Alaska)

BALANCE SHEETS

June 30, 2012 and 2011

	2012	2011
<b>ASSETS:</b>		
Cash and Investments	\$ 8,875,948	\$ 9,921,567
Accounts Receivable	89	-
Total Assets	\$ 8,876,037	\$ 9,921,567
 <b>LIABILITIES AND FUND BALANCE:</b>		
Liabilities:		
Accounts Payable	\$ 1,945,131	\$ 70,742
Due to State of Alaska General Fund	162,715	118,472
Total Liabilities	2,107,846	189,214
Fund Balance:		
Restricted for Development	6,768,191	9,732,353
Total Liabilities and Fund Balance	\$ 8,876,037	\$ 9,921,567

See independent accountants' compilation report.

*EXXON VALDEZ OIL SPILL TRUSTEE COUNCIL*  
 STATE OF ALASKA - *EXXON VALDEZ OIL SPILL SETTLEMENT TRUST*  
 (A Special Revenue Fund of the State of Alaska)  
 STATEMENTS OF REVENUES, EXPENDITURES AND  
 CHANGES IN TRUST FUND BALANCE  
 For the Years Ended June 30, 2012 and 2011

	2012	2011
Revenues:		
Contributions - State of Alaska, <i>Exxon Valdez</i> Oil Spill Investment Fund	\$ 1,309,720	\$ 8,317,965
Interest and Investment Income	140,338	120,296
Other Income	-	4,559
Total Revenues	1,450,058	8,442,820
Expenditures:		
Current Operating:		
Natural Resources Damage Assessment and Restoration Projects - State of Alaska, Department of Commerce, Community, and Economic Development	2,594,620	-
Department of Fish and Game	1,479,731	1,073,409
Department of Natural Resources	74,389	124,212
Department of Environmental Conservation	4,053	2,250
Total Current Operating Expenditures	4,152,793	1,199,871
Capital Expenditures:		
Land Acquisitions - State of Alaska, Department of Natural Resources	261,427	420,079
Total Expenditures	4,414,220	1,619,950
Excess (Deficiency) of Revenues Over Expenditures	(2,964,162)	6,822,870
Trust Fund Balance, Beginning of Year	9,732,353	2,909,483
Trust Fund Balance, End of Year	\$ 6,768,191	\$ 9,732,353

See independent accountants' compilation report.