

South Carolina Department of Health and Environmental Control

Ways & Means Budget Briefing FY 2015-16

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**South Carolina Department of Health
and Environmental Control**

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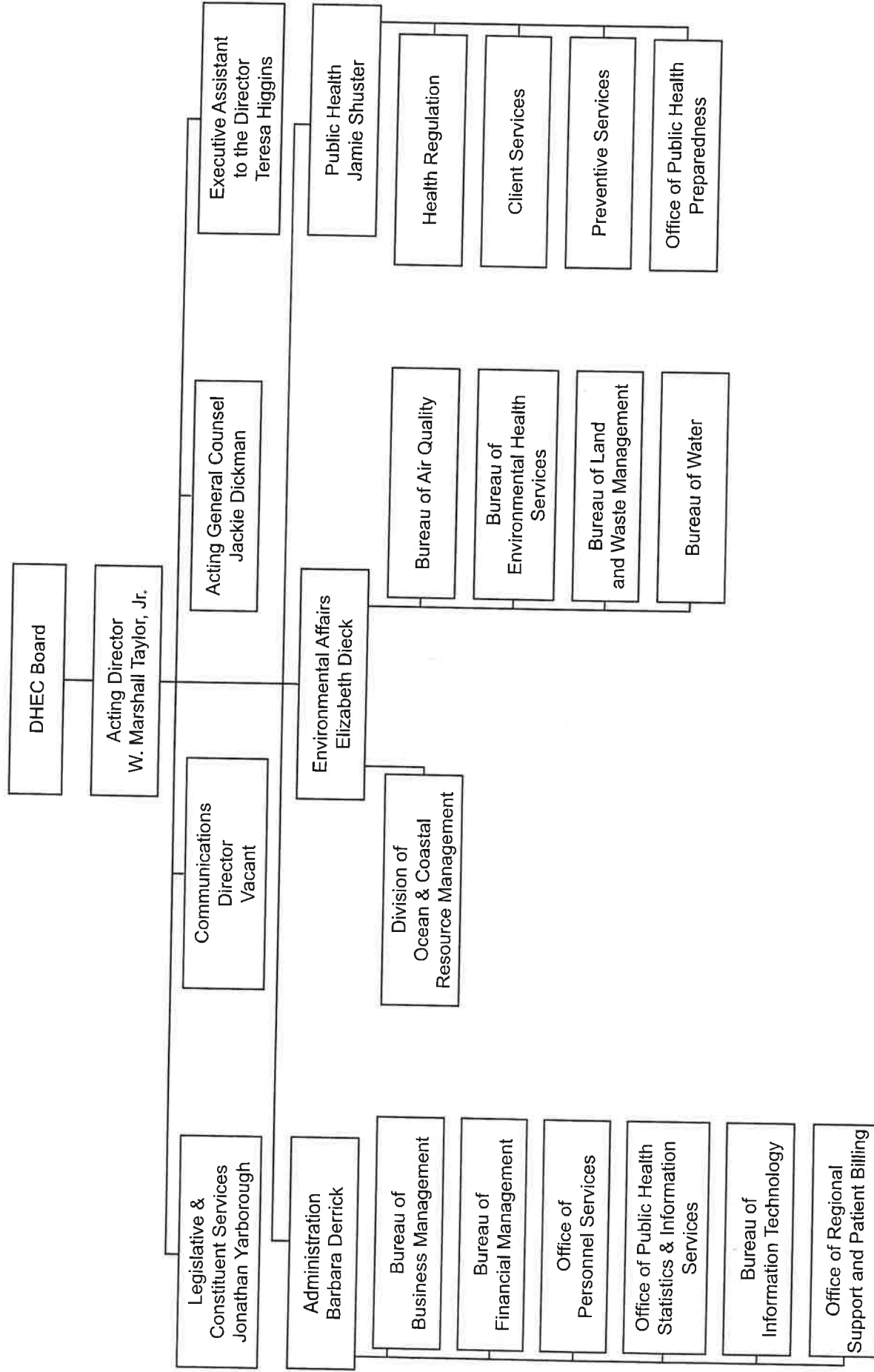
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Director's Office Organizational Chart



AGENCY NAME:	South Carolina Department of Health & Environmental Control		
AGENCY CODE:	J040	SECTION:	34

Environmental Affairs

Permit Central: During FY2013, Permit Central responded to 306 calls, 221 emails, and held 134 meetings. Between the last half of 2013 and the first half of 2014, Permit Central services nearly tripled.

UST Quality Assurance Program Plan: On July 1, 2011, the Underground Storage Tanks (UST) Program began implementing the Quality Assurance Program Plan (QAPP). As of June 30, 2014, 32 contractors have approved ACQAPs and 31 have been requested or are under review. Between July 1, 2013, and June 30, 2014, 1,269 reviews of QAPP Addendums and SSWPs were completed.

UST Operator Training During this fiscal year, 488 new A/B operators were trained in SC. Retraining is another requirement for operator training. Of the 3,803 inspections performed this past year, approximately 31% involved retraining (1,190 retraining events). The majority of these took place at the time of the inspection.

Air Quality Improvements: The air quality in SC continues to improve even as the National Ambient Air Quality Standards (NAAQS) for the six criteria pollutants (ozone, nitrogen dioxide particulate matter, lead, carbon monoxide, and sulfur dioxide) become more stringent.

The Clean Air Act requires the science upon which the NAAQS are based, as well as the standards themselves, to be reviewed every five years. Recommendations for possible changes to this standard and its associated rule making will be released in December of 2014. While more protective of human health and the environment, these more stringent standards will be a challenge for many states across the country to meet. If standards become stricter, SC may see some areas of the state designated as non-attainment with the standards in the future.

Surface Water Permitting: S.C. Regulation 61-119 (Surface Water Withdrawal, Permitting and Reporting) established implementation procedures for a new permitting program for large surface water withdrawals. DHEC issued 197 permits for all existing surface water withdrawers.

Public Health

Access to Care: Increasing access to care is a top priority for DHEC. To improve access to care, DHEC has completed an evaluation of core clinical services and identified areas of greatest need for operational improvements.

Obesity: In 2013, two out of three adults and nearly one in three children in SC were overweight or obese. In 2014, the agency mobilized key stakeholders from across the state to develop a five-year state Obesity Action Plan.

Insurance and AIDS Drug Assistance Program (ADAP): The goal of the ADAP program is to provide cost-effective access to HIV medications to people living with HIV/AIDS. As existing ADAP clients are able to purchase insurance, ADAP is able to pay for premiums, co-payments, and deductibles. In calendar year 2012, more than 4,700 people received ADAP services. By moving these clients onto insurance, there is a cost savings of \$225 per month per client. As of August 2014 of this year, the program has moved 320 clients to the insurance program.

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S.C. Tobacco Quitline: As of 2013, based on the most recent quit rate of 29.4%, an estimated 11,777 South Carolinians (tobacco users only) have quit smoking or using other tobacco products, thus, saving SC approximately \$33.2 million in tobacco-related direct healthcare costs.¹

Infant Mortality, Low Birth Weight, and Prematurity: SC has reduced its infant mortality rate, but the state's rate (7.6 deaths per 1,000 live births in 2012) continues to be substantially higher than the US infant mortality rate (6.1 deaths per 1,000 live births in 2011). SC's higher infant mortality rate is largely due to a higher rate of premature and low-birth-weight births. In October of 2013, DHEC released a comprehensive infant mortality reduction plan for SC that focuses on evidence-based programs targeted at reducing SC's leading causes of death: prematurity, low-birth-weight births, birth defects, and Sudden Infant Death Syndrome (SIDS). Birth defects continue to be the leading cause of infant mortality in SC. Newborn metabolic screening is an important tool in the early identification and appropriate treatment of birth defects. In early 2014, DHEC entered into a quality improvement partnership with the SC Hospital Association to improve the turnaround time for the receipt and testing of newborn screening specimens. In March 2014, the DHEC lab began reading newborn screening test results on Saturdays and state holidays to help expedite turnaround times even more.

Women, Infant, and Children (WIC) EBT: There is a federal mandate to convert the paper food voucher to an Electronic Benefit Transfer (EBT) delivery by October 1, 2020. Over the long term, the new system will improve customer service, the quality of the information DHEC receives, and will allow for greater accountability.

Technology Access: The agency still utilizes a paper-based medical record system. Efforts are underway to identify what is needed to replace the paper-based system and to secure an electronic health record system for all client services, including service provision in the county health departments and community settings.

PMP (Prescription Monitoring Program): The agency's Bureau of Drug Control maintains South Carolina's prescription monitoring program, which is known as SCRIPTS (SC Reporting and Identification Prescription Tracking System). This program collects information on controlled substance (CII-CIV) prescriptions dispensed in SC and has been in place since 2008. The agency is in the process of assessing a means to acquire analytic services and/or products to work with SCRIPTS data to expand the capacity to develop predictive models, and to detect anomalies in prescriber patterns and patient prescription behaviors.

¹ Calculations are based on a \$2,820 cost per smoker in direct healthcare costs in S.C. Source: Centers for Disease Control and Prevention. (2002). *Annual Smoking-Attributable Mortality, Years of Potential Life Lost, and Economic Costs – United States, 1995-1999*, MMWR 51(14):300-03.

South Carolina Department of Health and Environmental Control
Appropriations Balance Sheet FY 12, FY13, FY 15
Expenditures pulled from SCEIS 424

	FY 12	FY 12	FY 13	FY 13	FY 14	FY 14	FY 15
	Budget	Expended	Budget	Expended	Budget	Expended	Budget
State Base	89,358,686.00	88,657,131.00	91,847,984.00	92,639,854.00	99,623,924.00	97,776,945.00	100,480,255.00
Pay Plan	788,836.00		2,718,255.00				1,849,672.00
ADJ	(1,224,325.00)		-		(50,001.00)		
State NonRecurring	100,000.00	100,000.00	1,800,000.00	1,800,000.00			
Supplemental			953,680.00	953,677.00	5,050,000.00	2,402,737.00	6,550,700.00
Federal	272,573,646.00	234,761,936.00	279,140,200.00	230,799,586.00	286,140,200.00	211,637,162.00	286,140,200.00
Earmarked	169,535,207.00	136,286,499.00	179,230,229.00	135,040,325.00	179,230,229.00	134,641,109.00	175,589,511.00
Restricted	21,669,503.00	10,388,283.00	21,669,503.00	9,508,246.00	21,669,503.00	9,378,312.00	25,310,221.00
	552,801,553.00	470,193,849.00	577,359,851.00	470,741,688.00	591,663,855.00	455,836,265.00	595,920,559.00

Fiscal Year 2013-14
Accountability Report



Agency Name:	SC Dept. of Health and Environmental Control		
Agency Code:	1040	Section:	034

Program/Title	Purpose	FY 2013-14 Expenditures			FY 2013-14 Expenditures			TOTAL	Associated Objective(s)
		General	Other	Federal	General	Other	Federal		
I. Administration	Provides executive leadership, support, policy development, financial support, facilities management and personnel services. This activity represents the "overhead."	\$ 5,222,756	\$ 13,375,170	\$ 31,759	\$ 18,629,686	\$ 6,006,818	\$ 77,051	\$ 17,928,448	1.5.1; 1.5.2; 2.1.6; 5.1.1; 5.1.2; 5.1.3; 5.1.4; 5.1.5; 5.2.1; 5.2.3; 5.2.4; 5.2.5; 5.2.6; 5.3.1; 5.3.2; 5.3.3; 5.4.1; 5.4.2; 5.5.1; 5.5.2
II. A. 1 Underground Storage Tanks	Ensures a comprehensive approach to management of underground storage tanks through permitting, outreach, compliance and enforcement, assessment and remediation.	\$	\$ 19,017,292	\$ 1,629,815	\$ 20,647,107	\$	\$ 1,131,607	\$ 22,802,289	1.5.1; 1.5.2; 4.1.1; 4.1.2; 4.1.3; 4.1.4; 4.1.5; 4.4.1; 4.4.2; 4.4.3
II. A. 2 Water Quality Improvement	Ensures a comprehensive approach to public drinking water, water quality protection, and recreational waters through permitting, inspections, public education and complaint response	\$ 7,791,182	\$ 9,927,566	\$ 8,522,398	\$ 26,181,147	\$ 4,698,821	\$ 7,121,948	\$ 18,099,071	1.1.1; 1.1.2; 1.1.3; 1.2.1; 1.2.2; 1.2.3; 1.3.3; 1.4.1; 1.4.2; 1.5.1; 1.5.2
II. A. 3 Environmental Health	Ensures a comprehensive approach to safe food supplies and ground water drinking water quality protection through permitting, inspections, public education and complaint response	\$ 9,757,984	\$ 2,207,613	\$ 113,996	\$ 12,079,593	\$ 14,904,483	\$ 5,271,889	\$ 27,764,991	1.1.2; 1.1.3; 1.2.1; 1.2.2; 1.2.3; 1.2.4; 1.2.5
II. B. 1 Coastal Resource Improvement	Protects, conserves and encourages the beneficial use of the beaches and the coastal zone through planning partnerships and enforcement of laws and regulations	\$ 724,096	\$ 129,617	\$ 1,582,755	\$ 2,436,467	\$ 840,561	\$ 1,858,541	\$ 2,966,922	2.1.1; 2.1.2; 2.1.3; 2.1.4; 2.1.5; 2.1.6; 2.1.7; 2.1.8; 2.1.9; 2.1.10; 2.1.11; 2.1.12; 2.1.13; 2.1.14; 2.1.15; 2.1.16; 2.1.17; 2.1.18; 2.1.19; 2.1.20; 2.1.21; 2.1.22; 2.1.23; 2.1.24; 2.1.25; 2.1.26; 2.1.27; 2.1.28; 2.1.29; 2.1.30; 2.1.31; 2.1.32; 2.1.33; 2.1.34; 2.1.35; 2.1.36; 2.1.37; 2.1.38; 2.1.39; 2.1.40; 2.1.41; 2.1.42; 2.1.43; 2.1.44; 2.1.45; 2.1.46; 2.1.47; 2.1.48; 2.1.49; 2.1.50; 2.1.51; 2.1.52; 2.1.53; 2.1.54; 2.1.55; 2.1.56; 2.1.57; 2.1.58; 2.1.59; 2.1.60; 2.1.61; 2.1.62; 2.1.63; 2.1.64; 2.1.65; 2.1.66; 2.1.67; 2.1.68; 2.1.69; 2.1.70; 2.1.71; 2.1.72; 2.1.73; 2.1.74; 2.1.75; 2.1.76; 2.1.77; 2.1.78; 2.1.79; 2.1.80; 2.1.81; 2.1.82; 2.1.83; 2.1.84; 2.1.85; 2.1.86; 2.1.87; 2.1.88; 2.1.89; 2.1.90; 2.1.91; 2.1.92; 2.1.93; 2.1.94; 2.1.95; 2.1.96; 2.1.97; 2.1.98; 2.1.99; 2.1.100; 2.1.101; 2.1.102; 2.1.103; 2.1.104; 2.1.105; 2.1.106; 2.1.107; 2.1.108; 2.1.109; 2.1.110; 2.1.111; 2.1.112; 2.1.113; 2.1.114; 2.1.115; 2.1.116; 2.1.117; 2.1.118; 2.1.119; 2.1.120; 2.1.121; 2.1.122; 2.1.123; 2.1.124; 2.1.125; 2.1.126; 2.1.127; 2.1.128; 2.1.129; 2.1.130; 2.1.131; 2.1.132; 2.1.133; 2.1.134; 2.1.135; 2.1.136; 2.1.137; 2.1.138; 2.1.139; 2.1.140; 2.1.141; 2.1.142; 2.1.143; 2.1.144; 2.1.145; 2.1.146; 2.1.147; 2.1.148; 2.1.149; 2.1.150; 2.1.151; 2.1.152; 2.1.153; 2.1.154; 2.1.155; 2.1.156; 2.1.157; 2.1.158; 2.1.159; 2.1.160; 2.1.161; 2.1.162; 2.1.163; 2.1.164; 2.1.165; 2.1.166; 2.1.167; 2.1.168; 2.1.169; 2.1.170; 2.1.171; 2.1.172; 2.1.173; 2.1.174; 2.1.175; 2.1.176; 2.1.177; 2.1.178; 2.1.179; 2.1.180; 2.1.181; 2.1.182; 2.1.183; 2.1.184; 2.1.185; 2.1.186; 2.1.187; 2.1.188; 2.1.189; 2.1.190; 2.1.191; 2.1.192; 2.1.193; 2.1.194; 2.1.195; 2.1.196; 2.1.197; 2.1.198; 2.1.199; 2.1.200; 2.1.201; 2.1.202; 2.1.203; 2.1.204; 2.1.205; 2.1.206; 2.1.207; 2.1.208; 2.1.209; 2.1.210; 2.1.211; 2.1.212; 2.1.213; 2.1.214; 2.1.215; 2.1.216; 2.1.217; 2.1.218; 2.1.219; 2.1.220; 2.1.221; 2.1.222; 2.1.223; 2.1.224; 2.1.225; 2.1.226; 2.1.227; 2.1.228; 2.1.229; 2.1.230; 2.1.231; 2.1.232; 2.1.233; 2.1.234; 2.1.235; 2.1.236; 2.1.237; 2.1.238; 2.1.239; 2.1.240; 2.1.241; 2.1.242; 2.1.243; 2.1.244; 2.1.245; 2.1.246; 2.1.247; 2.1.248; 2.1.249; 2.1.250; 2.1.251; 2.1.252; 2.1.253; 2.1.254; 2.1.255; 2.1.256; 2.1.257; 2.1.258; 2.1.259; 2.1.260; 2.1.261; 2.1.262; 2.1.263; 2.1.264; 2.1.265; 2.1.266; 2.1.267; 2.1.268; 2.1.269; 2.1.270; 2.1.271; 2.1.272; 2.1.273; 2.1.274; 2.1.275; 2.1.276; 2.1.277; 2.1.278; 2.1.279; 2.1.280; 2.1.281; 2.1.282; 2.1.283; 2.1.284; 2.1.285; 2.1.286; 2.1.287; 2.1.288; 2.1.289; 2.1.290; 2.1.291; 2.1.292; 2.1.293; 2.1.294; 2.1.295; 2.1.296; 2.1.297; 2.1.298; 2.1.299; 2.1.300; 2.1.301; 2.1.302; 2.1.303; 2.1.304; 2.1.305; 2.1.306; 2.1.307; 2.1.308; 2.1.309; 2.1.310; 2.1.311; 2.1.312; 2.1.313; 2.1.314; 2.1.315; 2.1.316; 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2.1.541; 2.1.542; 2.1.543; 2.1.544; 2.1.545; 2.1.546; 2.1.547; 2.1.548; 2.1.549; 2.1.550; 2.1.551; 2.1.552; 2.1.553; 2.1.554; 2.1.555; 2.1.556; 2.1.557; 2.1.558; 2.1.559; 2.1.560; 2.1.561; 2.1.562; 2.1.563; 2.1.564; 2.1.565; 2.1.566; 2.1.567; 2.1.568; 2.1.569; 2.1.570; 2.1.571; 2.1.572; 2.1.573; 2.1.574; 2.1.575; 2.1.576; 2.1.577; 2.1.578; 2.1.579; 2.1.580; 2.1.581; 2.1.582; 2.1.583; 2.1.584; 2.1.585; 2.1.586; 2.1.587; 2.1.588; 2.1.589; 2.1.590; 2.1.591; 2.1.592; 2.1.593; 2.1.594; 2.1.595; 2.1.596; 2.1.597; 2.1.598; 2.1.599; 2.1.600; 2.1.601; 2.1.602; 2.1.603; 2.1.604; 2.1.605; 2.1.606; 2.1.607; 2.1.608; 2.1.609; 2.1.610; 2.1.611; 2.1.612; 2.1.613; 2.1.614; 2.1.615; 2.1.616; 2.1.617; 2.1.618; 2.1.619; 2.1.620; 2.1.621; 2.1.622; 2.1.623; 2.1.624; 2.1.625; 2.1.626; 2.1.627; 2.1.628; 2.1.629; 2.1.630; 2.1.631; 2.1.632; 2.1.633; 2.1.634; 2.1.635; 2.1.636; 2.1.637; 2.1.638; 2.1.639; 2.1.640; 2.1.641; 2.1.642; 2.1.643; 2.1.644; 2.1.645; 2.1.646; 2.1.647; 2.1.648; 2.1.649; 2.1.650; 2.1.651; 2.1.652; 2.1.653; 2.1.654; 2.1.655; 2.1.656; 2.1.657; 2.1.658; 2.1.659; 2.1.660; 2.1.661; 2.1.662; 2.1.663; 2.1.664; 2.1.665; 2.1.666; 2.1.667; 2.1.668; 2.1.669; 2.1.670; 2.1.671; 2.1.672; 2.1.673; 2.1.674; 2.1.675; 2.1.676; 2.1.677; 2.1.678; 2.1.679; 2.1.680; 2.1.681; 2.1.682; 2.1.683; 2.1.684; 2.1.685; 2.1.686; 2.1.687; 2.1.688; 2.1.689; 2.1.690; 2.1.691; 2.1.692; 2.1.693; 2.1.694; 2.1.695; 2.1.696; 2.1.697; 2.1.698; 2.1.699; 2.1.700; 2.1.701; 2.1.702; 2.1.703; 2.1.704; 2.1.705; 2.1.706; 2.1.707; 2.1.708; 2.1.709; 2.1.710; 2.1.711; 2.1.712; 2.1.713; 2.1.714; 2.1.715; 2.1.716; 2.1.717; 2.1.718; 2.1.719; 2.1.720; 2.1.721; 2.1.722; 2.1.723; 2.1.724; 2.1.725; 2.1.726; 2.1.727; 2.1.728; 2.1.729; 2.1.730; 2.1.731; 2.1.732; 2.1.733; 2.1.734; 2.1.735; 2.1.736; 2.1.737; 2.1.738; 2.1.739; 2.1.740; 2.1.741; 2.1.742; 2.1.743; 2.1.744; 2.1.745; 2.1.746; 2.1.747; 2.1.748; 2.1.749; 2.1.750; 2.1.751; 2.1.752; 2.1.753; 2.1.754; 2.1.755; 2.1.756; 2.1.757; 2.1.758; 2.1.759; 2.1.760; 2.1.761; 2.1.762; 2.1.763; 2.1.764; 2.1.765; 2.1.766; 2.1.767; 2.1.768; 2.1.769; 2.1.770; 2.1.771; 2.1.772; 2.1.773; 2.1.774; 2.1.775; 2.1.776; 2.1.777; 2.1.778; 2.1.779; 2.1.780; 2.1.781; 2.1.782; 2.1.783; 2.1.784; 2.1.785; 2.1.786; 2.1.787; 2.1.788; 2.1.789; 2.1.790; 2.1.791; 2.1.792; 2.1.793; 2.1.794; 2.1.795; 2.1.796; 2.1.797; 2.1.798; 2.1.799; 2.1.800; 2.1.801; 2.1.802; 2.1.803; 2.1.804; 2.1.805; 2.1.806; 2.1.807; 2.1.808; 2.1.809; 2.1.810; 2.1.811; 2.1.812; 2.1.813; 2.1.814; 2.1.815; 2.1.816; 2.1.817; 2.1.818; 2.1.819; 2.1.820; 2.1.821; 2.1.822; 2.1.823; 2.1.824; 2.1.825; 2.1.826; 2.1.827; 2.1.828; 2.1.829; 2.1.830; 2.1.831; 2.1.832; 2.1.833; 2.1.834; 2.1.835; 2.1.836; 2.1.837; 2.1.838; 2.1.839; 2.1.840; 2.1.841; 2.1.842; 2.1.843; 2.1.844; 2.1.845; 2.1.846; 2.1.847; 2.1.848; 2.1.849; 2.1.850; 2.1.851; 2.1.852; 2.1.853; 2.1.854; 2.1.855; 2.1.856; 2.1.857; 2.1.858; 2.1.859; 2.1.860; 2.1.861; 2.1.862; 2.1.863; 2.1.864; 2.1.865; 2.1.866; 2.1.867; 2.1.868; 2.1.869; 2.1.870; 2.1.871; 2.1.872; 2.1.873; 2.1.874; 2.1.875; 2.1.876; 2.1.877; 2.1.878; 2.1.879; 2.1.880; 2.1.881; 2.1.882; 2.1.883; 2.1.884; 2.1.885; 2.1.886; 2.1.887; 2.1.888; 2.1.889; 2.1.890; 2.1.891; 2.1.892; 2.1.893; 2.1.894; 2.1.895; 2.1.896; 2.1.897; 2.1.898; 2.1.899; 2.1.900; 2.1.901; 2.1.902; 2.1.903; 2.1.904; 2.1.905; 2.1.906; 2.1.907; 2.1.908; 2.1.909; 2.1.910; 2.1.911; 2.1.912; 2.1.913; 2.1.914; 2.1.915; 2.1.916; 2.1.917; 2.1.918; 2.1.919; 2.1.920; 2.1.921; 2.1.922; 2.1.923; 2.1.924; 2.1.925; 2.1.926; 2.1.927; 2.1.928; 2.1.929; 2.1.930; 2.1.931; 2.1.932; 2.1.933; 2.1.934; 2.1.935; 2.1.936; 2.1.937; 2.1.938; 2.1.939; 2.1.940; 2.1.941; 2.1.942; 2.1.943; 2.1.944; 2.1.945; 2.1.946; 2.1.947; 2.1.948; 2.1.949; 2.1.950; 2.1.951; 2.1.952; 2.1.953; 2.1.954; 2.1.955; 2.1.956; 2.1.957; 2.1.958; 2.1.959; 2.1.960; 2.1.961; 2.1.962; 2.1.963; 2.1.964; 2.1.965; 2.1.966; 2.1.967; 2.1.968; 2.1.969; 2.1.970; 2.1.971; 2.1.972; 2.1.973; 2.1.974; 2.1.975; 2.1.976; 2.1.977; 2.1.978; 2.1.979; 2.1.980; 2.1.981; 2.1.982; 2.1.983; 2.1.984; 2.1.985; 2.1.986; 2.1.987; 2.1.988; 2.1.989; 2.1.990; 2.1.991; 2.1.992; 2.1.993; 2.1.994; 2.1.995; 2.1.996; 2.1.997; 2.1.998; 2.1.999; 2.2.1; 2.2.2; 2.2.3; 2.2.4; 2.2.5; 2.2.6; 2.2.7; 2.2.8; 2.2.9; 2.2.10; 2.2.11; 2.2.12; 2.2.13; 2.2.14; 2.2.15; 2.2.16; 2.2.17; 2.2.18; 2.2.19; 2.2.20; 2.2.21; 2.2.22; 2.2.23; 2.2.24; 2.2.25; 2.2.26; 2.2.27; 2.2.28; 2.2.29; 2.2.30; 2.2.31; 2.2.32; 2.2.33; 2.2.34; 2.2.35; 2.2.36; 2.2.37; 2.2.38; 2.2.39; 2.2.40; 2.2.41; 2.2.42; 2.2.43; 2.2.44; 2.2.45; 2.2.46; 2.2.47; 2.2.48; 2.2.49; 2.2.50; 2.2.51; 2.2.52; 2.2.53; 2.2.54; 2.2.55; 2.2.56; 2.2.57; 2.2.58; 2.2.59; 2.2.60; 2.2.61; 2.2.62; 2.2.63; 2.2.64; 2.2.65; 2.2.66; 2.2.67; 2.2.68; 2.2.69; 2.2.70; 2.2.71; 2.2.72; 2.2.73; 2.2.74; 2.2.75; 2.2.76; 2.2.77; 2.2.78; 2.2.79; 2.2.80; 2.2.81; 2.2.82; 2.2.83; 2.2.84; 2.2.85; 2.2.86; 2.2.87; 2.2.88; 2.2.89; 2.2.90; 2.2.91; 2.2.92; 2.2.93; 2.2.94; 2.2.95; 2.2.96; 2.2.97; 2.2.98; 2.2.99; 2.3.1; 2.3.2; 2.3.3; 2.3.4; 2.3.5; 2.3.6; 2.3.7; 2.3.8; 2.3.9; 2.3.10; 2.3.11; 2.3.12; 2.3.13; 2.3.14; 2.3.15; 2.3.16; 2.3.17; 2.3.18; 2.3.19; 2.3.20; 2.3.21; 2.3.22; 2.3.23; 2.3.24; 2.3.25; 2.3.26; 2.3.27; 2.3.28; 2.3.29; 2.3.30; 2.3.31; 2.3.32; 2.3.33; 2.3.34; 2.3.35; 2.3.36; 2.3.37; 2.3.38; 2.3.39; 2.3.40; 2.3.41; 2.3.42; 2.3.43; 2.3.44; 2.3.45; 2.3.46; 2.3.47; 2.3.48; 2.3.49; 2.3.50; 2.3.51; 2.3.52; 2.3.53; 2.3.54; 2.3.55; 2.3.56; 2.3.57; 2.3.58; 2.3.59; 2.3.60; 2.3.61; 2.3.62; 2.3.63; 2.3.64; 2.3.65; 2.3.66; 2.3.67; 2.3.68; 2.3.69; 2.3.70; 2.3.71; 2.3.72; 2.3.73; 2.3.74; 2.3.75; 2.3.76; 2.3.77; 2.3.78; 2.3.79; 2.3.80; 2.3.81; 2.3.82; 2.3.83; 2.3.84; 2.3.85; 2.3.86; 2.3.87; 2.3.88; 2.3.89; 2.3.90; 2.3.91; 2.3.92; 2.3.93; 2.3.94; 2.3.95; 2.3.96; 2.3.97; 2.3.98; 2.3.99; 2.4.1; 2.4.2; 2.4.3; 2.4.4; 2.4.5; 2.4.6; 2.4.7; 2.4.8; 2.4.9; 2.4.10; 2.4.11; 2.4.12; 2.4.13; 2.4.14; 2.4.15; 2.4.16; 2.4.17; 2.4.18; 2.4.19; 2.4.20; 2.4.21; 2.4.22; 2.4.23; 2.4.24; 2.4.25; 2.4.26; 2.4.27; 2.4.28; 2.4.29; 2.4.30; 2.4.31; 2.4.32; 2.4.33; 2.4.34; 2.4.35; 2.4.36; 2.4.37; 2.4.38; 2.4.39; 2.4.40; 2.4.41; 2.4.42; 2.4.43; 2.4.44; 2.4.45;



Agency Name: SC Dept. of Health and Environmental Control
Agency Code: 3040 Section: 034

Program/Title	Purpose	FY 2012-13 Expenditures			FY 2013-14 Expenditures			Program Template	
		General	Other	Federal	General	Other	Federal	TOTAL	Associated Objective(s)
II. E. 3 Chronic Disease Prevention	Promotes lifelong healthy eating and physical activity choices through comprehensive education and securing policy and environment changes that support sustainable changes	\$ 1,049,044	\$ 160,513	\$ 11,789,688	\$ 12,998,196	\$ 882,897	\$ 12,264,896	\$ 13,393,906	1.1.1; 1.1.2; 1.1.3; 1.5.1; 1.5.2; 2.1.1; 2.1.2; 2.1.3; 2.1.4; 2.1.5; 2.1.6; 2.5.3; 2.5.5; 3.1.1; 3.1.2; 3.2.1; 3.2.2; 3.2.3; 3.2.4; 3.2.5; 3.2.6
II. E. 3. a Youth Smoking	The development of and participation in a youth movement against tobacco, modeled on successful programs in other states is a primary activity of the Division of Tobacco Prevention and Control	\$ 3,046,337	\$ 3,046,337	\$ 3,046,337	\$ 3,046,337	\$ 3,118,859	\$ 3,118,859	\$ 3,118,859	1.1.1; 1.1.2; 1.1.3; 1.5.1; 1.5.2; 2.1.1; 2.1.2; 2.1.3; 2.1.4
II. E. 4 Accessing Public Health Services	Provides the basic infrastructure funding for the operation of local county health departments. These resources support all public health programs.	\$ 20,777,777	\$ 11,553,288	\$ 23,797,547	\$ 56,128,613	\$ 17,323,477	\$ 8,784,032	\$ 39,110,883	1.1.1; 1.1.2; 1.1.3; 1.3.1; 1.3.2; 1.3.3; 1.5.1; 1.5.2; 2.1.1; 2.1.2; 2.1.3; 2.1.4; 2.1.5; 2.1.6; 2.2.1; 2.2.2; 2.5.1; 2.5.5; 3.1.1; 3.1.2; 3.1.3; 3.1.4; 3.1.5; 3.1.6; 3.1.7; 3.2.1; 3.2.2; 3.2.3; 3.2.4; 3.2.5; 3.2.6
II. E. 5 Drug Control	Regulates and enforces the laws that govern pharmacies and the dispensing of controlled substances.	\$ 1,900,113	\$ 1,900,113	\$ 1,900,113	\$ 1,900,113	\$ 2,218,567	\$ 50,570	\$ 2,169,137	5.2.4; 5.5.1
II. E. 6 Rape	Provides technical support to DHEC state and local staff and contracts with the 16 rape crisis centers throughout the state in service delivery and prevention activities	\$ 632,248	\$ 632,248	\$ 632,248	\$ 632,248	\$ 1,337,681	\$ 881,832	\$ 2,219,513	1.1.1; 1.1.2; 1.1.3; 2.1.2; 2.5.4;
II. E. 7 Independent Living	This program provides many in-home services such as skilled nurses; provides services to special needs clients to live more independent lives; and provides screening, testing, education counseling and managed care.	\$ 5,038,699	\$ 19,662,124	\$ 2,821,732	\$ 27,522,455	\$ 5,158,625	\$ 18,246,184	\$ 25,491,460	1.1.1; 1.1.2; 1.1.3; 2.1.1; 2.1.2; 2.1.3; 2.1.4; 2.1.5; 2.1.6; 2.2.2; 2.2.4; 2.2.5; 2.4.1; 2.4.2; 2.4.3; 2.5.1
II. E. 7. b Sickle Cell Prof. Education	Provides funding for professional Sickle Cell Education in the hospital setting	\$ 100,000	\$ 100,000	\$ 100,000	\$ 100,000	\$ 100,000	\$ 100,000	\$ 100,000	1.1.1; 1.1.2; 1.1.3; 2.3.6; 2.5.1
II. F. 1 Health Care Standards-Radiological Health	Registers, licenses and inspects sources of radiation, including radioactive materials, x-ray machines, CT scanners, mammography units and baggage/security units.	\$ 563,846	\$ 708,844	\$ 99,002	\$ 1,371,692	\$ 789,754	\$ 668,271	\$ 1,520,488	1.1.2; 1.1.3; 1.5.1
II. F. 2 Health Care Standards-Health Facilities and Services Development	Promotes cost containment, prevents unnecessary duplication of health care facilities and services, guides the establishment of health facilities and services that best serve the public need.	\$ 649,071	\$ 110,818	\$ 131,151	\$ 891,039	\$ 2,357	\$ 2,857	\$ 2,857	1.1.2; 1.1.3; 1.5.1



Agency Name: SC Dept. of Health and Environmental Control
Agency Code: 3040 Sector: 094

Program/Title	Purpose	FY 2013-14 Expenditures			FY 2013-14 Expenditures			Program Template		
		General	Other	Federal	General	Other	Federal	TOTAL	Associated Objective(s)	
II. F. 3 Health Care Standards- Health Facilities Licensing	Ensures individuals receiving services are from health care activities licensed by DHEC. Ensures that clients are provided appropriate care and services in a manner and environment that promotes their health, safety and well-being.	\$ 862,795	\$ 966,723		\$ 1,829,518	\$ 1,628,925	\$ 557,908	\$ 2,186,831	1.1.2; 1.1.3; 1.5.1	
II.F.4 Health Care Standards - Certification	Ensures all residents, patients and clients of health care providers who receive Medicare or Medicaid payments are afforded the quality of care, which will attain the highest practicable level of well-being.			\$ 4,215,382	\$ 4,215,382		\$ 3,589,344	\$ 3,589,344	1.1.2; 1.1.3	
II. F. 5. Health Care Standards - Emergency Medical Services	Develops and coordinates the system of emergency care for victims of sudden or serious illness or injury, including licensing and inspection of ambulance services and certification of medical technicians.	\$ 1,178,408	\$ 244,512	\$ 98,592	\$ 1,521,512	\$ 1,556,788	\$ 910,546	\$ 2,556,715	1.1.2; 1.1.3; 1.1.4; 1.5.1; 2.5.4	
II.F.5.a Trauma Center Fund	Develops and coordinates the system of emergency care for victims of sudden or serious illness or injury, including licensing and inspection of ambulance services and certification of medical technicians.	\$ 2,267,508	\$ 23,364		\$ 2,190,871	\$ 2,356,679		\$ 2,356,679	1.1.2; 1.1.3; 1.1.4; 1.5.1; 2.5.4	
II.G.1 Health Surveillance Support Services - Health Laboratory	Assures that integrated, accurate and cost effective laboratory testing is available to support public health	\$ 1,043,863	\$ 7,169,022	\$ 2,371,476	\$ 10,584,360	\$ 1,069,151	\$ 7,441,044	\$ 2,306,297	\$ 10,818,491	2.3.8; 3.1.2; 3.1.3
II. G. 2 Health Surveillance Support Services - Vital Records	Provides for the registration, correction and certification of all vital events (births, deaths, marriages and divorces).	\$ 126,850	\$ 3,671,954	\$ 2,203,460	\$ 6,002,265	\$ 123,242	\$ 3,419,754	\$ 1,635,347	\$ 5,178,342	2.3.3; 5.2.4; 5.2.5
III. Employee Benefits - State Employer Contributions	Employer portion of state retirement, social security, health insurance, dental insurance, workers compensation and unemployment insurance.	\$ 15,131,979	\$ 15,044,043	\$ 20,169,957	\$ 50,345,980	\$ 15,844,241	\$ 13,536,899	\$ 19,131,217	\$ 48,512,357	
Remainder of Expenditures										
Florence County HVAC; Florence County Repairs; SC Birth Defects; SC Bleeding Disorder; James R. Clark Sickle Cell; Youth Tobacco Program & Cessation; Best Chance Network; Ocean Water Quality; Community Health Centers; Donate Life; ADAP Prevention; SC Coalition Against Domestic Violence; Kidney Disease Early Evaluation; HIV Prevention-Project Faith; Beach Renourishment; Nurse Family Partnership; Beach Renourishment Trust Fund	Various supplemental appropriations and expenditures.	\$ 2,866,634	\$ 9,900		\$ 2,876,534	\$ 4,425,014	\$ 79,658	\$ 4,504,672	1.1.1; 1.1.2; 1.1.3; 1.3.3; 1.4.1; 1.4.2; 1.5.1; 1.5.2; 2.1.1; 2.1.2; 2.1.3; 2.1.4; 2.1.5; 2.1.6; 2.2.1; 2.2.2; 2.2.4; 2.2.5; 2.3.1; 2.3.2; 2.3.3; 2.3.4; 2.3.6; 2.3.8; 2.4.1; 2.4.2; 2.4.3; 2.5.1; 2.5.3; 2.5.4; 2.5.5; 3.1.1; 3.1.2; 3.1.3; 3.1.4; 3.1.5; 3.1.6; 3.1.7; 3.2.1; 3.2.2; 3.2.3; 3.2.4; 3.2.5; 3.2.6; 4.1.1; 4.1.2; 4.1.3; 4.1.4; 4.1.5; 4.2.1; 4.2.2; 4.4.1; 4.4.2; 4.4.3; 5.2.1	
		\$ 95,393,530	\$ 166,593,511	\$ 230,799,586	\$ 492,786,627	\$ 100,179,682	\$ 170,049,907	\$ 211,637,162	\$ 481,866,751	

Agency Name: SC Dept. Of Health and Environmental Control

Fiscal Year 2013-14
Accountability Report



Agency Code: J040 Section: 034

Item	Performance Measure	Last Value	Current Value	Target Value	Time Applicable	Data Source and Availability	Reporting Frequency	Calculation Method	Performance Measurement Template Associated Objective(s)
1	National Ambient Air Quality Standards - Ozone Primary Standard								
1	Abbeville	0.064	0.060	.075 or less	2013	SC Ambient Air Monitoring Network	Annually	3 year average of annual 4th highest daily maximum 8-hour average ozone concentration	4.1.1; 4.1.2; 4.1.3; 4.1.4; 4.1.5
1	Aiken	0.064	0.062	.075 or less	2013	SC Ambient Air Monitoring Network	Annually	3 year average of annual 4th highest daily maximum 8-hour average ozone concentration	4.1.1; 4.1.2; 4.1.3; 4.1.4; 4.1.5
1	Anderson	0.073	0.068	.075 or less	2013	SC Ambient Air Monitoring Network	Annually	3 year average of annual 4th highest daily maximum 8-hour average ozone concentration	4.1.1; 4.1.2; 4.1.3; 4.1.4; 4.1.5
1	Berkeley	0.064	0.061	.075 or less	2013	SC Ambient Air Monitoring Network	Annually	3 year average of annual 4th highest daily maximum 8-hour average ozone concentration	4.1.1; 4.1.2; 4.1.3; 4.1.4; 4.1.5
1	Charleston	0.066	0.063	.075 or less	2013	SC Ambient Air Monitoring Network	Annually	3 year average of annual 4th highest daily maximum 8-hour average ozone concentration	4.1.1; 4.1.2; 4.1.3; 4.1.4; 4.1.5
1	Cherokee	0.070	0.066	.075 or less	2013	SC Ambient Air Monitoring Network	Annually	3 year average of annual 4th highest daily maximum 8-hour average ozone concentration	4.1.1; 4.1.2; 4.1.3; 4.1.4; 4.1.5
1	Chesterfield	0.065	0.062	.075 or less	2013	SC Ambient Air Monitoring Network	Annually	3 year average of annual 4th highest daily maximum 8-hour average ozone concentration	4.1.1; 4.1.2; 4.1.3; 4.1.4; 4.1.5
1	Colleton	0.063	0.056	.075 or less	2013	SC Ambient Air Monitoring Network	Annually	3 year average of annual 4th highest daily maximum 8-hour average ozone concentration	4.1.1; 4.1.2; 4.1.3; 4.1.4; 4.1.5
1	Darlington	0.070	0.066	.075 or less	2013	SC Ambient Air Monitoring Network	Annually	3 year average of annual 4th highest daily maximum 8-hour average ozone concentration	4.1.1; 4.1.2; 4.1.3; 4.1.4; 4.1.5
1	Edgefield	0.063	0.058	.075 or less	2013	SC Ambient Air Monitoring Network	Annually	3 year average of annual 4th highest daily maximum 8-hour average ozone concentration	4.1.1; 4.1.2; 4.1.3; 4.1.4; 4.1.5
1	Greenville	0.069	0.067	.075 or less	2013	SC Ambient Air Monitoring Network	Annually	3 year average of annual 4th highest daily maximum 8-hour average ozone concentration	4.1.1; 4.1.2; 4.1.3; 4.1.4; 4.1.5
1	Greenville	0.066	0.063	.075 or less	2013	SC Ambient Air Monitoring Network	Annually	3 year average of annual 4th highest daily maximum 8-hour average ozone concentration	4.1.1; 4.1.2; 4.1.3; 4.1.4; 4.1.5
1	Oconee	0.064	0.059	.075 or less	2013	SC Ambient Air Monitoring Network	Annually	3 year average of annual 4th highest daily maximum 8-hour average ozone concentration	4.1.1; 4.1.2; 4.1.3; 4.1.4; 4.1.5
1	Pickens	0.071	0.067	.075 or less	2013	SC Ambient Air Monitoring Network	Annually	3 year average of annual 4th highest daily maximum 8-hour average ozone concentration	4.1.1; 4.1.2; 4.1.3; 4.1.4; 4.1.5
1	Pickens	NA	0.064	.075 or less	2013	SC Ambient Air Monitoring Network	Annually	3 year average of annual 4th highest daily maximum 8-hour average ozone concentration	4.1.1; 4.1.2; 4.1.3; 4.1.4; 4.1.5
1	Richland	0.061	0.057	.075 or less	2013	SC Ambient Air Monitoring Network	Annually	3 year average of annual 4th highest daily maximum 8-hour average ozone concentration	4.1.1; 4.1.2; 4.1.3; 4.1.4; 4.1.5
1	Richland	0.070	0.065	.075 or less	2013	SC Ambient Air Monitoring Network	Annually	3 year average of annual 4th highest daily maximum 8-hour average ozone concentration	4.1.1; 4.1.2; 4.1.3; 4.1.4; 4.1.5

Agency Name: SC Dept Of Health and Environmental Control

Fiscal Year 2013-14
Accountability Report



Agency Code: 3040 Section: 034

Item	Performance Measure	List Value		Current Value	Target Value	Time Applicable	Data Source and Availability	Reporting Freq.	Calculation Method		Performance Measurement Template Associated Object(s)
		3 year average of annual 4th highest daily maximum 8-hour average ozone concentration	3 year average of annual 4th highest daily maximum 8-hour average ozone concentration						3 year average of annual 4th highest daily maximum 8-hour average ozone concentration	3 year average of annual 4th highest daily maximum 8-hour average ozone concentration	
1	Richland	0.073	0.069	0.072	.075 or less	2013	SC Ambient Air Monitoring Network	Annually	4.1.1; 4.1.2; 4.1.3; 4.1.4; 4.1.5	4.1.1; 4.1.2; 4.1.3; 4.1.4; 4.1.5	
1	Spartanburg	0.075	0.072	0.072	.075 or less	2013	SC Ambient Air Monitoring Network	Annually	4.1.1; 4.1.2; 4.1.3; 4.1.4; 4.1.5	4.1.1; 4.1.2; 4.1.3; 4.1.4; 4.1.5	
1	York	0.065	0.063	0.063	.075 or less	2013	SC Ambient Air Monitoring Network	Annually	4.1.1; 4.1.2; 4.1.3; 4.1.4; 4.1.5	4.1.1; 4.1.2; 4.1.3; 4.1.4; 4.1.5	
2	Hazardous Waste Site Cleanup Actions (% of sites undergoing cleanup)	67%	69%	69%	NA	7/1/2013-6/30/2014	EFIS	Annually	4.1.1; 4.1.2; 4.1.3; 4.1.4; 4.1.5	4.1.1; 4.1.2; 4.1.3; 4.1.4; 4.1.5	
3	Underground Storage Tank (UST) Cleanups Complete	7,256	7,420	7,420	7,246	7/1/2013-6/30/2014	EFIS	Annually	4.1.1; 4.1.2; 4.1.3; 4.1.4; 4.1.5	4.1.1; 4.1.2; 4.1.3; 4.1.4; 4.1.5	
4	Uncontrolled Waste Sites Status	New Metrics In 2014									
4	Open Sites		3,084		NA	7/1/2013-6/30/2014	EFIS	Annually	4.1.1; 4.1.2; 4.1.3; 4.1.4; 4.1.5	4.1.1; 4.1.2; 4.1.3; 4.1.4; 4.1.5	
4	Closed Sites		2,616		NA	7/1/2013-6/30/2014	EFIS	Annually	4.1.1; 4.1.2; 4.1.3; 4.1.4; 4.1.5	4.1.1; 4.1.2; 4.1.3; 4.1.4; 4.1.5	
4	Total Sites		3,700		NA	7/1/2013-6/30/2014	EFIS	Annually	4.1.1; 4.1.2; 4.1.3; 4.1.4; 4.1.5	4.1.1; 4.1.2; 4.1.3; 4.1.4; 4.1.5	
5	Voluntary Cleanup Program Accomplishments	Status is captured in next 3 rows									
5	Voluntary Clean-up Contracts Signed	375	429		NA	7/1/2013-6/30/2014	EFIS	Annually	4.1.1; 4.1.2; 4.1.3; 4.1.4; 4.1.5	4.1.1; 4.1.2; 4.1.3; 4.1.4; 4.1.5	
5	Voluntary Clean-up Contracts Completed	125	150		NA	7/1/2013-6/30/2014	EFIS	Annually	4.1.1; 4.1.2; 4.1.3; 4.1.4; 4.1.5	4.1.1; 4.1.2; 4.1.3; 4.1.4; 4.1.5	
5	Acres Restored Under Brownfield Program	5500	5912		NA	7/1/2013-6/30/2014	EFIS	Annually	4.1.1; 4.1.2; 4.1.3; 4.1.4; 4.1.5	4.1.1; 4.1.2; 4.1.3; 4.1.4; 4.1.5	
6	SC Population Served by Community Drinking Water Systems in Full Compliance	95%	98%		99%	1/12013-12/31/2013	SDWIS	Annually	1.2.1; 1.2.2; 1.2.5; 4.1.1; 4.1.2; 4.1.3; 4.1.4; 4.1.5; 6.2.1; 6.2.2; 6.2.3	1.2.1; 1.2.2; 1.2.5; 4.1.1; 4.1.2; 4.1.3; 4.1.4; 4.1.5; 6.2.1; 6.2.2; 6.2.3	
7	Waters Supporting Fishable/Swimmable Uses	72.60%	72.50%		75% by 2014	2008-2012	SC Integrated Report Section 305b	Biennial	4.1.1; 4.1.2; 4.1.3; 4.1.4; 4.1.5; 6.2.1; 6.2.2; 6.2.3	4.1.1; 4.1.2; 4.1.3; 4.1.4; 4.1.5; 6.2.1; 6.2.2; 6.2.3	
8	Average Number of Unannounced and Follow-up Food Facility Inspections per Facility	2.1	2.1		4	7/1/2013-6/30/2014	Stetson	Annually	1.2.3	1.2.3	
9	Number of Actual Food Service Inspectors vs. Number Needed to meet Standard of 150 Facilities per Inspectors										
9	Actual Number of FTE Equivalent Inspectors	89	81			7/1/2013-6/30/2014	Stetson	Annually	1.2.3	1.2.3	
9	Number of FTE Equivalent Inspectors needed to meet standard	125	124			7/1/2013-6/30/2014	Stetson	Annually	1.2.3	1.2.3	
10	SNAP Nutrition Encounters NEW	10,678	16,378		21,291	10/1/2012-9/30/2013	USDA EARS	Annually	1.1.1; 1.1.2; 1.1.3; 1.5.1; 1.5.2; 2.1.1; 2.1.2; 2.1.3; 2.1.4; 2.1.5; 2.1.6	1.1.1; 1.1.2; 1.1.3; 1.5.1; 1.5.2; 2.1.1; 2.1.2; 2.1.3; 2.1.4; 2.1.5; 2.1.6	



Agency Name: **SC Dept. Of Health and Environmental Control**

Agency Code: **3040** Section: **034**

Item	Performance Measure	Last Value	Current Value	Target Value	Time Applicable	Data Source and Availability	Reporting Freq.	Calculation Method	Associated Objective(s)
11	Best Chance Network Percentage of Abnormal Breast Screenings with Completed Diagnostic Work-up	97%	95%	90%	1/1/2013-12/31/2013	Medi-IT system	Annually	Number of women in abnormal breast screenings and completed diagnostic work-up/ Number of women and abnormal breast screenings	1.1.1; 1.1.2; 1.1.3; 1.5.1; 1.5.2; 2.1.1; 2.1.2; 2.1.3; 2.1.4; 2.1.5; 2.1.6; 2.2.5; 3.2.3; 3.2.4
12	Family Planning Caseload	87,185	75,057	90,000	FY 2014	PATS - Patient Automated Tracking System	Annually	Number of unduplicated users served in FP during applicable time period.	2.3.1; 2.3.2; 2.3.3; 2.3.4
13	Percentage of Medicaid Newborns Receiving a Postpartum Newborn Home Visit by DHEC	23%	29.70%		FY 2014	OAS Data Systems - There is no target value for this measure	Annually		2.3.1; 2.3.2; 2.3.3; 2.3.4
14	WIC Total Participation	125,368	112,131	132,945	FY 2014	CARES - Clinical Information System	Annually		2.3.1; 2.3.2; 2.3.3; 2.3.4
15	Estimated Vaccine Coverage of Children 19-35 months, SC	70%	71.80%	Healthy People 2020 Goal = 80%	2012 NIS	National Immunization Survey (NIS), updated annually released in September	Annually	Data as reported by CDC	2.2.1; 2.2.2; 2.2.3; 2.2.4 2.2.5
16	Immunization School-Age Flu Coverage	2011-2012 Flu Season Data	2012-2013 Flu Season Data	Healthy People 2020 Goal	8/2012-5/2013 Flu Season Data	National Health Interview Survey (NHIS) updated annually	Annually	Data as reported by CDC	2.2.1; 2.2.2; 2.2.3; 2.2.4 2.2.5
16	5-12 Year Olds	60.60%	58%	80%			Annually		2.2.1; 2.2.2; 2.2.3; 2.2.4 2.2.5
16	13-17 Year Olds	22.60%	37.20%	80%			Annually		2.2.1; 2.2.2; 2.2.3; 2.2.4 2.2.5
17	Vaccine Cover Among Adolescents 13-17 Years Old, SC	2011 NIS-Teen Data	2012 NIS-Teen Data	Healthy People 2020 Goals	2012 NIS Teen Data updated annually released in late July or August	National Immunization Survey (NIS), updated annually released in late July or August	Annually	Data as reported by CDC	2.2.1; 2.2.2; 2.2.3; 2.2.4 2.2.5
17	TDAP	60%	64.90%	80%			Annually		2.2.1; 2.2.2; 2.2.3; 2.2.4 2.2.5
17	MCV	55%	58.50%	80%			Annually		2.2.1; 2.2.2; 2.2.3; 2.2.4 2.2.5
17	HPV-1 Dose	39%	41.90%	80%			Annually		2.2.1; 2.2.2; 2.2.3; 2.2.4 2.2.5
17	HPV-3 Dose	21%	26.60%	80%			Annually		2.2.1; 2.2.2; 2.2.3; 2.2.4 2.2.5
18	Number of HIV Tests Performed in DHEC Clinics and New Infections Diagnosed by DHEC Staff	285	134		January 2013-December 2013	eHARS Enhanced HIV/STD Reporting System. There is no specific target value for this measure	Two Year Cycle		2.2.1; 2.2.2; 2.2.3; 2.2.4 2.2.5
19	South Carolina Tobacco Quitline Call Volume	8,919	15,575	15,000	7/1/13-6/30-14	Quitline Monitoring Reports	Annually	Annual sum of monthly call volume reports	2.1.1; 2.1.2; 2.1.3; 2.1.4;

**Department of Health and Environmental Control
2015-2016 Budget Request Summary in Priority Order**

	State Funds	
Program Title	Program Description	Recurring State
Pinewood Hazardous Waste Landfill	<p>This funding request addresses operation, maintenance and monitoring activities (OM&M) at the former Pinewood Commercial Hazardous Waste Landfill site. In 2000 the owner/operator entered into bankruptcy and ceased all operations. This site is currently in post-closure care. Most costs are highly dependent upon variables such as repairs and replacement parts, offsite disposal facility acceptance fees and surcharges, transportation fuel costs, change in leachate concentrations and waste generation rate.</p> <p>The bankruptcy settlement established a trust fund to finance closure of the site, and an annual annuity for post-closure care of the site for a 100 year period. For OM&M activities at the site are approximately \$4,891,988. The annuity will provide between \$958,028 and \$1,066,956 per year over the next five years. Currently, the trust fund balance is \$4,214,033. However; because of the variability of these expenses, the current balance will not completely support site operations past 2015. Without another source of funding the operations, maintenance and monitoring activities costs cannot be fully funded over the remainder of the post-closure care period.</p>	\$3,981,000
Hazardous Waste and Above Ground Storage Tanks	<p>This funding request addresses operations, maintenance and monitoring activities at hazardous waste sites. Most of the costs associated with remediation of these sites are highly dependent upon variables such as repairs and replacement parties, offsite disposal facility acceptance fees and surcharges, transportation fuel costs, change in leachate concentrations and waste generation rates. We are requesting \$500,000 recurring funds for the Hazardous Waste Contingency Fund for the Brewer site.</p> <p>Above Ground Storage Tanks.</p> <p>There are currently 169 petroleum releases from unregulated AST's that are not covered. While most have Responsible Parties, it is probable that 62 of these sites will default resulting in \$7.4 M one-time cost to the state. We are not requesting full funding at this time, but want the General Assembly to be aware of the possible liability and suggest a restricted recurring line of \$250,000</p>	\$750,000
Total		\$4,731,000

**Department of Health and Environmental Control
2015-2016 Budget Request Summary in Priority Order**

	State Funds		
Program Title	Program Description		Non-Recurring State
Information Technology Infra-Structure	This funding request addresses multiple Information Technology needs of the agency:		\$18,405,550
	Data Governance -	\$2,490,500	
	e-Permitting -	\$7,210,000	
	Prescription Monitoring Program Replacement	\$1,425,550	
	Electronic Health Records -	\$3,950,000	
	Vital Records -	\$2,349,500	
	Steton Replacement -	\$980,000	
Total			\$18,405,550

AGENCY NAME:	Department of Health and Environmental Control		
AGENCY CODE:	J040	SECTION:	34

FORM B – PROGRAM REVISION REQUEST

DECISION PACKAGE

3130

Provide the decision package number issued by the PBF system ("Governor's Request").

TITLE

Realignment of agency appropriation within funding sources

Provide a brief, descriptive title for this request.

AMOUNT

\$0

What is the net change in requested appropriations for FY 2015-16? This amount should correspond to the decision package's total in PBF across all funding sources.

ENABLING AUTHORITY

General Proviso 117.9 of the FY14-15 Appropriation Act states: "Agencies and institutions shall be authorized to transfer appropriations within programs and within the agency with notification to the Executive Budget Office and Comptroller General. No such transfer may exceed twenty percent of the program budget. Upon request, details of such transfers may be provided to members of the General Assembly on an agency by agency basis. Transfers of appropriations from personal service accounts to other operating accounts or from other operating accounts to personal service accounts may be restricted to any established standard level set by the Budget and Control Board upon formal approval by a majority of the members of the Budget and Control Board.

What state or federal statutory, regulatory, and/or administrative authority established this program? Is this decision package prompted by the establishment of or a revision to that authority?

FACTORS ASSOCIATED WITH THE REQUEST

Mark "X" for all that apply:

- | | |
|-------------------------------------|--|
| <input type="checkbox"/> | (Base Adjustment) Allocation of statewide employee benefits. |
| <input checked="" type="checkbox"/> | (Base Adjustment) Realignment within existing programs and lines. |
| <input type="checkbox"/> | (Base Adjustment) Restructuring of agency programs – <i>requires pre-approval.</i> |
| <input type="checkbox"/> | Change in cost of providing current services to existing program audience. |
| <input type="checkbox"/> | Change in case load / enrollment under existing program guidelines. |
| <input type="checkbox"/> | Non-mandated change in eligibility / enrollment for existing program. |
| <input type="checkbox"/> | Non-mandated program change in service levels or areas. |
| <input type="checkbox"/> | Proposed establishment of a new program or initiative. |
| <input type="checkbox"/> | Loss of federal or other external financial support for existing program. |
| <input type="checkbox"/> | Exhaustion of fund balances previously used to support program. |

RECIPIENTS OF FUNDS

The funds appropriated within the agency's budget shall be used to administer statewide programs that promote and support the mission of the agency and benefit the citizens of South Carolina.

What individuals or entities would receive these funds (contractors, vendors, grantees, individual beneficiaries, etc.)? How would these funds be allocated – using an existing formula, through a competitive process, based upon predetermined eligibility criteria?

AGENCY NAME:	Department of Health and Environmental Control		
AGENCY CODE:	J040	SECTION:	34

RELATED REQUEST(S)

N/A

Is this decision package associated with other decision packages requested by your agency or other agencies this year? Is it associated with a specific capital or non-recurring request?

MATCHING FUNDS

N/A

Would these funds be matched by federal, institutional, philanthropic, or other resources? If so, identify the source, amount, and terms of the match requirement.

**FUNDING
ALTERNATIVES**

N/A

What other possible funding sources were considered? Could this request be met in whole or in part with the use of other resources, including fund balances? If so, please comment on the sustainability of such an approach.

SUMMARY

The net changes within fund and programs resulted in the following adjustments to major commitment items within the agency

General Fund (State Appropriation) changes

From: Classified positions	(\$836,639)	To: Other Personal Services	\$836,639
From: Unclassified positions	(\$240,435)	To: Other Personal Services	\$240,435
From: Employee Benefits	(\$117,159)	To: Other Personal Services	\$117,159
From: Employee Benefits	(\$440,931)	To: Other Operating	\$440,931
From: Case Services	(\$1,246,056)	To: Other Operating	\$1,246,056
From: Case Services	<u>(\$1,238)</u>	To: Other Operating	<u>\$ 1,238</u>
Net Change	(\$2,882,458)		\$2,882,458

Other Fund authorization changes

From: Classified positions	(\$2,457,871)	To: Other Operating	\$2,457,871
From: Classified positions	(\$474,512)	To: Fringe Benefits	\$474,512
From: Other Personal Svcs	(\$305,640)	To: Other Operating	\$305,640
From: Case Services	(\$6,359,069)	To: Other Operating	\$6,359,069
From: Case Services	<u>(\$2,950,418)</u>	To: Allocations	<u>\$2,950,418</u>
Net Change	(\$12,547,510)		\$12,547,510

AGENCY NAME:

Department of Health and Environmental Control

AGENCY CODE:

J040

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Restricted Fund authorization changes

From: Other Personal Services (\$7,449)	To: Classified Positions	\$7,449
From: Other Operating (\$23,300)	To: Classified Positions	\$23,300
From: Other Operating (<u>\$45,570</u>)	To: Employee Benefits	<u>\$45,570</u>
Net Change (\$76,319)		\$76,319

Federal Fund authorization changes

From: Other Operating (\$1,718,806)	To: Classified Positions	\$1,718,806
From: Case Services (\$215,488)	To: Classified Positions	\$215,488
From: Case Services (\$254,264)	To: Other Personal Svcs	\$254,264
From: Case Services (<u>\$479,949</u>)	To: Allocations	<u>\$479,949</u>
Net Change (\$2,668,507)		\$2,668,507

Provide a summary of the rationale for the decision package. Why has it been requested? How specifically would the requested funds be used? If the request is related to information security or information technology, explain its relationship to the agency's security or technology plan.

Base appropriations adjusted and balanced to actual current budget as of September 2014.

**METHOD OF
CALCULATION**

How was the amount of the request calculated? What factors could cause deviations between the request and the amount that could ultimately be required in order to perform the underlying work?

AGENCY NAME:	Department of Health and Environmental Control		
AGENCY CODE:	J040	SECTION:	34

FUTURE IMPACT

None

Will the state incur any maintenance-of-effort or other obligations by adopting this decision package? What impact will there be on future capital and/or operating budgets if this request is or is not honored? Has a source of any such funds been identified and/or obtained by your agency?

PRIORITIZATION

N/A

If no or insufficient new funds are available in order to meet this need, how would the agency prefer to proceed? By using fund balances, generating new revenue, cutting other programs, or deferring action on this request in FY 2015-16?

AGENCY NAME:	Department of Health and Environmental Control		
AGENCY CODE:	J040	SECTION:	34

INTENDED IMPACT

Realignment of authorization levels to minimize the number budget adjustments entries in future fiscal periods.

What impact is this decision package intended to have on service delivery and program outcomes, and over what period of time?

**PROGRAM
EVALUATION**

N/A

How would the use of these funds be evaluated? What specific outcome or performance measures would be used to assess the effectiveness of this program?

AGENCY NAME:	Department of Health and Environmental Control		
AGENCY CODE:	J040	SECTION:	34

FORM B – PROGRAM REVISION REQUEST

DECISION PACKAGE **3331**
Provide the decision package number issued by the PBF system ("Governor's Request").

TITLE **Distribution of Agency salary and fringe increments**
Provide a brief, descriptive title for this request.

AMOUNT **\$1,849,672**
What is the net change in requested appropriations for FY 2015-16? This amount should correspond to the decision package's total in PBF across all funding sources.

ENABLING AUTHORITY

What state or federal statutory, regulatory, and/or administrative authority established this program? Is this decision package prompted by the establishment of or a revision to that authority?

FACTORS ASSOCIATED WITH THE REQUEST

Mark "X" for all that apply:

- | | |
|-------------------------------------|--|
| <input checked="" type="checkbox"/> | (Base Adjustment) Allocation of statewide employee benefits. |
| <input type="checkbox"/> | (Base Adjustment) Realignment within existing programs and lines. |
| <input type="checkbox"/> | (Base Adjustment) Restructuring of agency programs – <i>requires pre-approval.</i> |
| <input type="checkbox"/> | Change in cost of providing current services to existing program audience. |
| <input type="checkbox"/> | Change in case load / enrollment under existing program guidelines. |
| <input type="checkbox"/> | Non-mandated change in eligibility / enrollment for existing program. |
| <input type="checkbox"/> | Non-mandated program change in service levels or areas. |
| <input type="checkbox"/> | Proposed establishment of a new program or initiative. |
| <input type="checkbox"/> | Loss of federal or other external financial support for existing program. |
| <input type="checkbox"/> | Exhaustion of fund balances previously used to support program. |

RECIPIENTS OF FUNDS

Subprograms within the agency employing classified positions at the beginning of FY 15.

What individuals or entities would receive these funds (contractors, vendors, grantees, individual beneficiaries, etc.)? How would these funds be allocated – using an existing formula, through a competitive process, based upon predetermined eligibility criteria?

AGENCY NAME:	Department of Health and Environmental Control		
AGENCY CODE:	J040	SECTION:	34

RELATED REQUEST(s)

N/A

Is this decision package associated with other decision packages requested by your agency or other agencies this year? Is it associated with a specific capital or non-recurring request?

MATCHING FUNDS

N/A

Would these funds be matched by federal, institutional, philanthropic, or other resources? If so, identify the source, amount, and terms of the match requirement.

**FUNDING
ALTERNATIVES**

N/A

What other possible funding sources were considered? Could this request be met in whole or in part with the use of other resources, including fund balances? If so, please comment on the sustainability of such an approach.

SUMMARY

The following net adjustments were made to classified positions and employee benefits accounts within the general fund appropriations.

GENERAL FUND CHANGES

I. Administration	
Classified Positions	\$95,162
II.A.2 Water Quality Improvement – Water Management	
Classified Positions	\$44,432
II.A.3 Water Quality Improvement - Environmental Health	
Classified Positions	\$266,575
II.B Coastal Resource Management	
Classified Positions	\$13,760
II.C Air Quality Improvement	
Classified Positions	\$38,866
II.D Land and Waste Management	
Classified Positions	\$18,263
II.E.1 Family Health – Infectious Disease	
Classified Positions	\$84,272
II.E.2 Family Health – Maternal/Infant Health	
Classified Positions	\$26,476
II.E.3 Family Health – Chronic Disease	
Classified Positions	\$13,320

AGENCY NAME:	Department of Health and Environmental Control		
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II.E.4 Family Health – Access to Care	
Classified Positions	\$557,798
II.F.1 Health Care Standards – Radiological Monitoring	
Classified Positions	\$14,320
II.F.3 Health Care Standards – Facility Licensing	
Classified Positions	\$28,521
II.G.1 Health Surveillance Support-Health Laboratory	
Classified Positions	\$16,710
II.G.2 Health Surveillance Support – Vital Records	
Classified Positions	\$ 1,644
III. Employee Benefits	
Employer Contributions	\$629,553
Total Agency Change General Funds	<u>\$ 1,849,672</u>

Provide a summary of the rationale for the decision package. Why has it been requested? How specifically would the requested funds be used? If the request is related to information security or information technology, explain its relationship to the agency's security or technology plan.

Actual increment distribution from Executive Budget Office

**METHOD OF
CALCULATION**

How was the amount of the request calculated? What factors could cause deviations between the request and the amount that could ultimately be required in order to perform the underlying work?

AGENCY NAME:	Department of Health and Environmental Control		
AGENCY CODE:	J040	SECTION:	34

FUTURE IMPACT

None.

Will the state incur any maintenance-of-effort or other obligations by adopting this decision package? What impact will there be on future capital and/or operating budgets if this request is or is not honored? Has a source of any such funds been identified and/or obtained by your agency?

PRIORITIZATION

N/A

If no or insufficient new funds are available in order to meet this need, how would the agency prefer to proceed? By using fund balances, generating new revenue, cutting other programs, or deferring action on this request in FY 2015-16?

AGENCY NAME:	Department of Health and Environmental Control		
AGENCY CODE:	J040	SECTION:	34

INTENDED IMPACT

Distribution of salary and fringe increments where the costs are to be incurred.

What impact is this decision package intended to have on service delivery and program outcomes, and over what period of time?

**PROGRAM
EVALUATION**

N/A

How would the use of these funds be evaluated? What specific outcome or performance measures would be used to assess the effectiveness of this program?

AGENCY NAME:	Department of Health and Environmental Control		
AGENCY CODE:	J040	SECTION:	34

FORM B – PROGRAM REVISION REQUEST

DECISION PACKAGE **4344**

Provide the decision package number issued by the PBF system ("Governor's Request").

TITLE **Pinewood Hazardous Waste Landfill**

Provide a brief, descriptive title for this request.

AMOUNT **\$3,981,000**

What is the net change in requested appropriations for FY 2015-16? This amount should correspond to the decision package's total in PBF across all funding sources.

ENABLING AUTHORITY

What state or federal statutory, regulatory, and/or administrative authority established this program? Is this decision package prompted by the establishment of or a revision to that authority?

FACTORS ASSOCIATED WITH THE REQUEST

Mark "X" for all that apply:

- | | |
|-------------------------------------|--|
| <input type="checkbox"/> | (Base Adjustment) Allocation of statewide employee benefits. |
| <input type="checkbox"/> | (Base Adjustment) Realignment within existing programs and lines. |
| <input type="checkbox"/> | (Base Adjustment) Restructuring of agency programs – <i>requires pre-approval.</i> |
| <input type="checkbox"/> | Change in cost of providing current services to existing program audience. |
| <input type="checkbox"/> | Change in case load / enrollment under existing program guidelines. |
| <input type="checkbox"/> | Non-mandated change in eligibility / enrollment for existing program. |
| <input type="checkbox"/> | Non-mandated program change in service levels or areas. |
| <input type="checkbox"/> | Proposed establishment of a new program or initiative. |
| <input type="checkbox"/> | Loss of federal or other external financial support for existing program. |
| <input checked="" type="checkbox"/> | Exhaustion of fund balances previously used to support program. |

RECIPIENTS OF FUNDS

Third party contractor responsible for the operations, maintenance and monitoring of activities at the Pinewood Commercial Hazardous Waste Landfill site.

What individuals or entities would receive these funds (contractors, vendors, grantees, individual beneficiaries, etc.)? How would these funds be allocated – using an existing formula, through a competitive process, based upon predetermined eligibility criteria?

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RELATED REQUEST(S)

N/A

Is this decision package associated with other decision packages requested by your agency or other agencies this year? Is it associated with a specific capital or non-recurring request?

MATCHING FUNDS

N/A

Would these funds be matched by federal, institutional, philanthropic, or other resources? If so, identify the source, amount, and terms of the match requirement.

**FUNDING
ALTERNATIVES**

The bankruptcy settlement established a trust fund to finance closure of the site. The current trust fund balance of \$4,214,033 will not completely support site operations past 2015.

What other possible funding sources were considered? Could this request be met in whole or in part with the use of other resources, including fund balances? If so, please comment on the sustainability of such an approach.

SUMMARY

This funding request addresses operations, maintenance and monitoring activities at the former Pinewood Commercial Hazardous Waste Landfill site. In 2000, the owner/operator entered into bankruptcy and ceased all operations. The site is currently in post-closure care, which includes the following:

- 1) an extensive environmental monitoring program,
- 2) a leachate monitoring system,
- 3) a collection and treatment system,
- 4) a stormwater management system,
- 5) a site security system,
- 6) site permitting and compliance
- 7) transportation and disposal of leachate solids,
- 8) insurance, utilities, taxes, fees and operations-related incidentals.

Most of these costs are highly dependent upon variables such as repairs and replacement parts, offsite disposal facility acceptance fees and surcharges, transportation fuel costs, changes in leachate concentrations and waste generation rates.

The bankruptcy settlement established a trust fund to finance closure of the site, and an annual annuity for post-closure care of the site for a 100 year period. The average costs for OM&M at the site are approximately \$4,891,988. The annuity will provide between \$958,028 and \$1,006,956 per year over the next five years. Currently, the trust fund

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balance is \$4,214,033. However; because of the variability of these expenses, the current balance will not completely support site operations past 2015. Without another source of funding the operations, maintenance and monitoring activities costs cannot be fully funded over the remainder of the post-closure care period

Provide a summary of the rationale for the decision package. Why has it been requested? How specifically would the requested funds be used? If the request is related to information security or information technology, explain its relationship to the agency's security or technology plan.

An independent third party review of the current and projected costs

METHOD OF CALCULATION

How was the amount of the request calculated? What factors could cause deviations between the request and the amount that could ultimately be required in order to perform the underlying work?

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FUTURE IMPACT

The Department has retained an independent third party to review the current and projected costs for the remainder of the post-closure period. The current financial mechanism, and future financial costs associated with post-closure care will be fully examined and both short-term and long-term prioritized recommendations for post-closure care of the site will be identified.

Once this evaluation is complete plans can be implemented taking into account the current financial, physical and environmental conditions of the landfill. The potential environmental risks posed by the site can then be identified and prioritized accordingly.

Will the state incur any maintenance-of-effort or other obligations by adopting this decision package? What impact will there be on future capital and/or operating budgets if this request is or is not honored? Has a source of any such funds been identified and/or obtained by your agency?

PRIORITIZATION

N/A

If no or insufficient new funds are available in order to meet this need, how would the agency prefer to proceed? By using fund balances, generating new revenue, cutting other programs, or deferring action on this request in FY 2015-16?

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INTENDED IMPACT

The intended impact of this request is to provide funding for the annual operating, maintenance and monitoring of the facility and monitoring systems.

What impact is this decision package intended to have on service delivery and program outcomes, and over what period of time?

**PROGRAM
EVALUATION**

Financial solvency of the post-closure care plan.

How would the use of these funds be evaluated? What specific outcome or performance measures would be used to assess the effectiveness of this program?

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FORM B – PROGRAM REVISION REQUEST

DECISION PACKAGE 5078
Provide the decision package number issued by the PBF system ("Governor's Request").

TITLE Hazardous Waste and Above Ground Storage Tanks
Provide a brief, descriptive title for this request.

AMOUNT \$750,000
What is the net change in requested appropriations for FY 2015-16? This amount should correspond to the decision package's total in PBF across all funding sources.

ENABLING AUTHORITY

What state or federal statutory, regulatory, and/or administrative authority established this program? Is this decision package prompted by the establishment of or a revision to that authority?

**FACTORS ASSOCIATED
WITH THE REQUEST**

Mark "X" for all that apply:

- | | |
|-------------------------------------|--|
| <input type="checkbox"/> | (Base Adjustment) Allocation of statewide employee benefits. |
| <input type="checkbox"/> | (Base Adjustment) Realignment within existing programs and lines. |
| <input type="checkbox"/> | (Base Adjustment) Restructuring of agency programs – <i>requires pre-approval.</i> |
| <input type="checkbox"/> | Change in cost of providing current services to existing program audience. |
| <input type="checkbox"/> | Change in case load / enrollment under existing program guidelines. |
| <input type="checkbox"/> | Non-mandated change in eligibility / enrollment for existing program. |
| <input type="checkbox"/> | Non-mandated program change in service levels or areas. |
| <input type="checkbox"/> | Proposed establishment of a new program or initiative. |
| <input type="checkbox"/> | Loss of federal or other external financial support for existing program. |
| <input checked="" type="checkbox"/> | Exhaustion of fund balances previously used to support program. |

RECIPIENTS OF FUNDS

Sites requiring remediation.

What individuals or entities would receive these funds (contractors, vendors, grantees, individual beneficiaries, etc.)? How would these funds be allocated – using an existing formula, through a competitive process, based upon predetermined eligibility criteria?

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RELATED REQUEST(S)

4344

Is this decision package associated with other decision packages requested by your agency or other agencies this year? Is it associated with a specific capital or non-recurring request?

MATCHING FUNDS

N/A

Would these funds be matched by federal, institutional, philanthropic, or other resources? If so, identify the source, amount, and terms of the match requirement.

**FUNDING
ALTERNATIVES**

N/A

What other possible funding sources were considered? Could this request be met in whole or in part with the use of other resources, including fund balances? If so, please comment on the sustainability of such an approach.

SUMMARY

This funding request addresses operations, maintenance and monitoring activities at hazardous waste sites. Most of the costs associated with remediation of these sites are highly dependent upon variables such as repairs and replacement parties, offsite disposal facility acceptance fees and surcharges, transportation fuel costs, change in leachate concentrations and waste generation rates.
We are requesting \$500,000 recurring funds for the Hazardous Waste Contingency Fund for the Brewer site.

Above Ground Storage Tanks.
There are currently 169 petroleum releases from unregulated AST's that are not covered. While most have Responsible Parties, it is probable that 62 of these sites will default resulting in \$7.4M onetime cost to the state. We are not requesting full funding at this time, but want the General Assemble to be aware of the possible liability and suggest a restricted recurring line of \$250,000.

Provide a summary of the rationale for the decision package. Why has it been requested? How specifically would the requested funds be used? If the request is related to information security or information technology, explain its relationship to the agency's security or technology plan.

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**METHOD OF
CALCULATION**

How was the amount of the request calculated? What factors could cause deviations between the request and the amount that could ultimately be required in order to perform the underlying work?

FUTURE IMPACT

Other items for awareness.

Dry Cleaning Sites.

The dry cleaner fund is underfunded by \$202M. Just to clean up Tier I and Tier II sites every year it takes:

\$1,843,706 over 10 years

\$921,853 over 20 years

\$614,568 over 30 years

Still leaving 294 Tier III sites.

Currently, 1% of the 6% charged for dry cleaning services supports the cleanup fund.

The remaining 5% goes directly to the General Fund. We would ask that the First \$1,843,706 of the service charge go to the cleanup fund for the next 10 years. This will require a statutory change.

Mining Bonds

Currently, the mining statute allow for a \$10,000 bond. The liability for closure is not covered sufficiently. We will request a statutory change to allow a \$15,000 bond.

Funding will provide additional resources for the remediation efforts

Will the state incur any maintenance-of-effort or other obligations by adopting this decision package? What impact will there be on future capital and/or operating budgets if this request is or is not honored? Has a source of any such funds been identified and/or obtained by your agency?

PRIORITIZATION

N/A

If no or insufficient new funds are available in order to meet this need, how would the agency prefer to proceed? By using fund balances, generating new revenue, cutting other programs, or deferring action on this request in FY 2015-16?

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INTENDED IMPACT

While most have Responsible Parties, it is probable that 62 of these sites will default. These funds are requested to help offset the resulting \$7.4 M in onetime cost to the state.

What impact is this decision package intended to have on service delivery and program outcomes, and over what period of time?

**PROGRAM
EVALUATION**

Were adequate fund balances available to cover defaulting facilities.

How would the use of these funds be evaluated? What specific outcome or performance measures would be used to assess the effectiveness of this program?

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FORM C – CAPITAL OR NON-RECURRING APPROPRIATION REQUEST**DECISION PACKAGE**

4392

*Provide the decision package number issued by the PBF system ("Governor's Request").***TITLE**

Information Technology Infra-Structure

*Provide a brief, descriptive title for this request.***AMOUNT**

\$18,405,550

*How much is requested for this project in FY 2015-16?***BUDGET PROGRAM**

I. Administration

*Identify the associated budget program(s) by name and budget section.***SUMMARY****Electronic Health Record - \$3,950,000**

SC DHEC currently utilizes a hybrid electronic and paper based service delivery record system. This includes the patient medical record for clinical services and the management information system for WIC services. In addition the electronic system for demographics, appointment scheduling and other tracking and reporting mechanisms is not compatible with the federal requirements for an electronic health record system.

At the present time, SC DHEC estimates approximately 1,300 clinical, administrative, and nutritional users for the EHR application after deployment. These users are in 65 locations (clinics + central office) across the state. These users provide services in clinic and community settings. Users consist primarily of nursing and nutrition staff. Numbers may fluctuate during the terms of the contract.

The safety of our patients can be markedly improved by the appropriate use of automated systems of communication, reminders and clinical practice standards. To continue providing the highest standard of care, we must purchase a reliable comprehensive and integrated software system for implementation of an EHR. The system selected must interface with internal agency systems, as well as external systems.

The vision is for the entire system to be paperless, integrated, stable and legally compliant, plus provide sensible work/patient flow. We are seeking to establish a partnership with an EHR organization familiar/experienced with Public Health service delivery and capable of:

- Enhanced electronic charting-menu of important categories of patient information (i.e.: problem list, medication list, chart review, preventive service flow sheets, physical exam diagrams, family history, medical history, social history, etc.)
- Single entry data points and multiple locations for critical information (i.e. allergies, vital signs, anthropometrics, diagnosis and medications, etc.)
- Templates with easy entry of information in a consistent format (i.e. customizable flow sheets)

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- Electronic prescription prescribing including patient ability to select and maintain preferred pharmacy
- Electronic referral and linkage capabilities
- Clinical decision support-drug interactions embedded in system; system should include parameters to aid in clinical decision process to include contraindications, precautions, etc.
- Clinical management guidelines
- MAR which encompasses agency drug formularies with ability to manage drug inventory
- Embedded knowledge sources for patient education/counseling
- Linkage to agency standing medical orders

e-Permitting - \$7,210,000

DHEC has developed an RFP for eServe, an electronic business (eBusiness) system. The purchased system will have an external citizen portal for health and environment permits (application and status), enforcement (incident initiation, completed actions), and online account management. eServe will also have an internal interface for agency users and administrators. eServe will operate on multiple platforms, including mobile devices. Revenue Producing – eServe will facilitate the online collection of regulatory fees, including permit applications, renewals, and enforcement. Cost Reduction – Services currently performed manually by agency staff will be automated in the eServe system. Customers will utilize the external portal to complete and submit applications. They will also use the system to track the status of their applications. In addition, customers will be able to enter incidents and complaints online, thereby reducing the staff currently allocated to responding to telephone and other inquiries. In addition, staff currently using paper forms to complete inspections in the field, then submitting the completed paper forms to administrative personnel to enter into the current system, will instead utilize mobile devices with an interface allowing the inspectors to enter all inspection data via that device while on-site. Productivity Enhancement – With many agency personnel utilizing the eServe system, all data will be maintained in one database and will be accessible by users needing access. All program areas will move from the processing of paper forms and applications to the web-based electronic system. Manual entry of data will be significantly reduced. Legal Mandate – The agency must follow state and federal regulations and statutes in performing its duties. eServe will facilitate agency adherence to these regulations. Vendor Support Increase – In the initial five years of installation, it will be necessary to fund support of the system from the vendor. It is anticipated that the amount of support needed, and therefore the cost, will be reduced each subsequent to the initial installation. State Support Increase – No additional state support is anticipated. Equipment Replacement – The existing servers have been operational for more than 10 years. It is anticipated that new equipment will be needed to support the eServe eBusiness system. To fully utilize the mobile device support, it is anticipated that mobile devices will need to be purchased for agency staff performing onsite inspections, etc. User workstations may also need to be replaced. Normal Growth in System Usage – It is anticipated that most agency staff will use the eServe system. New Information Requirement – Additional functionality beyond the capacity of the current system is necessary to meet data reporting requirements to various federal systems. eServe will improve the collection and reporting of company and facility environmental data as well as improve the quality of the data uploaded to

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federal systems. Security Requirement – eServe will adhere to the most current security guidelines, ensuring protection of company, facility, environmental, and health data. Reliability/Accuracy Enhancements – All company, facility, and person data related to permits, incidents, etc., needs to be maintained in one database and accessible by all program areas. Where applicable, the data needs to be accessible to the citizens of South Carolina. With the extended phase-in of the current environmental system, data for some companies/facilities is contained in multiple records, thereby necessitating intensive queries to obtain all data regarding a particular company or facility. Since there was not an automatically enforced process of creating new companies and/or ensuring that any additions were made to the existing record for a company, multiple entries are present in the existing database. The eServe system will implement an automated process for selecting a company record to which data will be added. User permissions for critical functions like company creation, etc., will be restricted. Uniform State System – No standard state system exists for the functionality required. Training/Education – Agency IT personnel will need to be trained by the eServe vendor. Depending on the vendor and technology implementation selected, the IT personnel will need to be trained on configuring the system modules, modifying the source or configuration files for the system, and maintaining the system. In addition, agency personnel will need to be trained on the use of the eServe system.

Data Governance - \$2,490,500

SC DHEC seeks to select and deploy a Master Data Management (MDM) solution along with consulting services to assist with the configuration, installation, and implementation of the system. Services to include assistance with the development of Data Governance framework and structure, policies and processes, and workflows within the agency organization to ensure long term sustainability. The end goal is to develop and implement an information management strategy to ensure data management of the agency's transactional systems, leverage that data to ensure strategic initiatives and compliance with federal and state regulatory laws, and create Single Source of Truth (SSOT) or golden record from reconciled sources.

Vital Records - \$2,349,500

SC DHEC seeks to purchase an upgraded Statewide Electronic Vital Records System to replace the system initially purchased in FY 2003 and establish a 5 year maintenance contract. The current maintenance contract on the existing system expired in November of 2013 and the Vital Records management team has determined that continued use, maintenance and upgrade of the existing system is counter-productive since many new technologies have been developed since the initial purchase that will allow the Vital Records program to better meet the needs of the users of this system. Some of these advances in the area of mobile accessible applications, integration with other systems such as medical records and funeral home software, system redundancy, fully-web-based systems and Modifiable-off-the-Shelf software will allow the program to operate a more customer friendly and flexible system that can be centrally managed, integrated with other systems (such as the agency imaging system, customer queuing system and credit card processing system) and modified by internal staff through the graphical user interface to accommodate new data collection and reporting requirements that occur on a regular basis due to federal and state requirements as well as the requirements of our user base. This system will replicate all the existing system's functionality that

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automates all aspects of the registration, certification, accounting, searching and statistical process for every type of vital record (births, deaths, marriages, divorces, fetal deaths and induced termination of pregnancies). This system will run in every county health department with Vital Records onsite service (approximately 40), every delivering hospital in the state (approximately 60), over 500 funeral homes, all Coroner and Medical Examiner's offices (46) and physician practices (approximately 500). Currently there are 975 locations using the system with approximately 2,000 users. In fiscal year 2012 approximately 695,000 copies of certifications were issued through this system. The number of South Carolina events that are registered in the system in a given year is approximately 55,000 births, 35,000 deaths, 40,000 marriages, 15,000 divorces, 600 fetal deaths and 8,000 induced terminations of pregnancy (ITOP). This replacement system will also replicate and enhance the current system's ability to integrate with federal systems such as the Electronic Verification of Vital Events and SSA Online Verification System as well as streamline the process of providing data extracts to fulfill contractual obligations with our state and federal partners such as the National Center for Health Statistics, Social Security Administration, Department of Social Services, Election Commission, Department of Motor Vehicles, Office of Research and Statistics and many others.

Steton Replacement- \$980,000

SC DHEC wishes to replace the hosted solution to facilitate the inspections of health facilities statewide. The system should be a completely hosted system in a certified and secured data center with ability of mobile application, web browser, and client capabilities that can be used to interface with the hosted system. The system runs in a disconnected or connected mode.

Prescription Monitoring Program Replacement - \$1,425,550

SC DHEC is issuing an RFP to recruit a vendor to service our Prescription Monitoring Program (PMP). The PMP to be operated by DHEC's Bureau of Drug Control (BDC). The PMP will collect dispensing info from outpatient pharmacies as well as practitioners for schedule II-IV controlled substances. The information will be submitted to the BDC in electronic format although a waiver may be granted to a dispenser that is unable to submit prescription info by electronic means. Federal state and local law enforcement agencies, pharmacists, practitioners, and boards that license practitioners will be able to request info from the PMP. DHEC believes that drug diversion cases involving deception, doctor shopping and drug trafficking will be more effectively identified, investigated and prosecuted criminally and or administratively. The program will enable DHEC to identify drug diversion and drug abuse situations earlier, identify prescribing trends, reduce investigation time, and enhance a practitioner's decision process in prescribing a drug therapy and decrease health care fraud, thus: 1. Reducing inappropriate and unwarranted prescribing and subsequent diversion of abuse drugs; 2. Reducing the time and effort required by law enforcement and regulatory investigators to assess the merits of possible drug diversion cases; and 3. Educating physicians, pharmacists, policymakers and the public about the existence and extent of diversion, scams, and the drugs most likely to be diverted by individuals.

Provide a summary of the project and explain why it is necessary. If the request is related to information security or information technology, explain its relationship to the agency's security or technology plan.

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RELATED REQUEST(S)

N/A

Is this decision package associated with other decision packages requested by your agency or other agencies this year? Is it associated with a specific capital or non-recurring request?

MATCHING FUNDS

As the projects develop, federal funds may be available to support. However, federal funds have not been approved at this point.

Would these funds be matched by federal, institutional, philanthropic, or other resources? If so, identify the source and amount.

**FUNDING
ALTERNATIVES**

N/A

What other possible funding sources were considered?

**LONG-TERM PLANNING
AND SUSTAINABILITY**

These requests are in various stages of the State IT Approval Requests.

What other funds have already been invested in this project (source/type, amount, timeframe)? Will other capital and/or operating funds for this project be requested in the future? If so, how much, and in which fiscal years? Has a source for those funds been identified/secured?

OTHER APPROVALS

State IT Approval Requests.

What approvals have already been obtained? Are there additional approvals that must be secured in order for the project to succeed? (Institutional board, JBRC, BCB, etc.)

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EXPLANATION

The agency has changed the name of the division from Division of Health Licensing (DHL) to Bureau of Health Facilities Licensing (BHFL) and is updating language reflecting that change.

Explain the need for your requested action. For deletion requests due to recent codification, please identify SC Code section where language now appears.

FISCAL IMPACT

None

Provide estimates of any fiscal impacts associated with this proviso, whether for state, federal, or other funds. Explain the method of calculation.

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FORM D – PROVISO REVISION REQUEST

NUMBER	<div style="border: 1px solid black; padding: 2px;">34.25</div> <p><i>Cite the proviso according to the renumbered list for FY 2015-16 (or mark "NEW").</i></p>
TITLE	<div style="border: 1px solid black; padding: 2px;">DHEC: Health Facility Monetary Penalties</div> <p><i>Provide the title from the FY 2014-15 Appropriations Act or suggest a short title for any new request.</i></p>
BUDGET PROGRAM	<div style="border: 1px solid black; padding: 2px;">II.F.2 Health Care Standards- Facility/Services Development</div> <p><i>Identify the associated budget program(s) by name and budget section.</i></p>
DECISION PACKAGE	<div style="border: 1px solid black; padding: 2px;">None</div> <p><i>Is this request associated with a decision package you have submitted for FY 2015-16? If so, cite it here.</i></p>
REQUESTED ACTION	<div style="border: 1px solid black; padding: 2px;">Amend</div> <p><i>Choose from: Add, Delete, Amend, or Codify.</i></p>
OTHER AGENCIES AFFECTED	<div style="border: 1px solid black; padding: 2px;">None</div> <p><i>Which other agencies would be affected by the recommended action? How?</i></p>
SUMMARY	<div style="border: 1px solid black; padding: 10px; min-height: 150px;"> <p>This proviso allows the agency to retain the first \$100,000 of civil monetary penalties collected during the fiscal year. The proviso also establishes specific guidance related to nursing home staffing.</p> </div> <p><i>Summarize the existing proviso. If requesting a new proviso, describe the current state of affairs without it.</i></p>

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EXPLANATION

The agency has changed the name of the Bureau of Health Facilities and Services Development (BHF) to the Division of Construction/Fire & Life Safety (DCFLS). The changes update the proviso with the new name.

Explain the need for your requested action. For deletion requests due to recent codification, please identify SC Code section where language now appears.

FISCAL IMPACT

None

Provide estimates of any fiscal impacts associated with this proviso, whether for state, federal, or other funds. Explain the method of calculation.

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FORM D – PROVISO REVISION REQUEST

NUMBER

34.40

Cite the proviso according to the renumbered list for FY 2015-16 (or mark "NEW").

TITLE

DHEC: Abstinence Education Contract

Provide the title from the FY 2014-15 Appropriations Act or suggest a short title for any new request.

BUDGET PROGRAM

II. E.2 Maternal/Infant Health

Identify the associated budget program(s) by name and budget section.

DECISION PACKAGE

None

Is this request associated with a decision package you have submitted for FY 2015-16? If so, cite it here.

REQUESTED ACTION

Delete

Choose from: Add, Delete, Amend, or Codify.

**OTHER AGENCIES
AFFECTED**

None

Which other agencies would be affected by the recommended action? How?

SUMMARY

The existing proviso states that Abstinence Education funds received through the Title V, Section 510 federal program should be awarded through a competitive bidding process.

Summarize the existing proviso. If requesting a new proviso, describe the current state of affairs without it.

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EXPLANATION

The agency is required to use competitive bidding process per the state procurement process if it does not have a specific exemption. The agency does not have specific exemption, so the proviso is not needed in order to ensure a competitive bidding process.

Explain the need for your requested action. For deletion requests due to recent codification, please identify SC Code section where language now appears.

FISCAL IMPACT

None

Provide estimates of any fiscal impacts associated with this proviso, whether for state, federal, or other funds. Explain the method of calculation.

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~~34.40, (DHEC: Abstinence Education Contract) For the current fiscal year, funds made available to the State of South Carolina under the provisions of Title V, Section 510, may only be awarded to other entities through a competitive bidding process.~~

**PROPOSED
PROVISO TEXT**

Paste FY 2014-15 text above, then bold and underline insertions and strikethrough deletions. For new proviso requests, enter requested text above.

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FORM D – PROVISO REVISION REQUEST**NUMBER**

34.45

*Cite the proviso according to the renumbered list for FY 2015-16 (or mark "NEW").***TITLE**

DHEC: Tuberculosis Outbreak

*Provide the title from the FY 2014-15 Appropriations Act or suggest a short title for any new request.***BUDGET PROGRAM**

II.E.1 Family Health – Infectious Disease

*Identify the associated budget program(s) by name and budget section.***DECISION PACKAGE**

None

*Is this request associated with a decision package you have submitted for FY 2015-16? If so, cite it here.***REQUESTED ACTION**

Amend

*Choose from: Add, Delete, Amend, or Codify.***OTHER AGENCIES
AFFECTED**

None

*Which other agencies would be affected by the recommended action? How?***SUMMARY**

This proviso sets notification procedures upon discovery of a Tuberculosis outbreak.

Summarize the existing proviso. If requesting a new proviso, describe the current state of affairs without it.

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FORM D – PROVISO REVISION REQUEST**NUMBER**

34.46

*Cite the proviso according to the renumbered list for FY 2015-16 (or mark "NEW").***TITLE**

DHEC: Abstinence Until Marriage Emerging Programs

*Provide the title from the FY 2014-15 Appropriations Act or suggest a short title for any new request.***BUDGET PROGRAM**

II.E.3 Family Health – Maternal/Infant Health

*Identify the associated budget program(s) by name and budget section.***DECISION PACKAGE**

None

*Is this request associated with a decision package you have submitted for FY 2015-16? If so, cite it here.***REQUESTED ACTION**

Delete

*Choose from: Add, Delete, Amend, or Codify.***OTHER AGENCIES
AFFECTED**

None

*Which other agencies would be affected by the recommended action? How?***SUMMARY**

This proviso specifies requirements for awarding funds for Abstinence Education funds appropriated by the state for emerging programs.

Summarize the existing proviso. If requesting a new proviso, describe the current state of affairs without it.

AGENCY NAME:	Department of Health and Environmental Control		
AGENCY CODE:	J040	SECTION:	34

EXPLANATION

The agency is recommending deletion of the proviso. Recommendation is for the General Assembly to directly appropriate funds to the appropriate source based on their intentions. Direct appropriations would be the best way to simplify the process. The current proviso related process to distribute the funds requires a considerable amount of time, effort and resources while not meeting the legislative intentions.

Explain the need for your requested action. For deletion requests due to recent codification, please identify SC Code section where language now appears.

FISCAL IMPACT

None

Provide estimates of any fiscal impacts associated with this proviso, whether for state, federal, or other funds. Explain the method of calculation.

AGENCY NAME:

Department of Health and Environmental Control

AGENCY CODE:

J040

SECTION:

34

**PROPOSED
PROVISO TEXT**

~~34.46. — (DHEC: Abstinence Until Marriage Emerging Programs) (A) From the funds appropriated to DHEC in this act as a Special Item and titled "Abstinence Until Marriage Emerging Programs" the department shall award a twelve month grant for abstinence-until marriage emerging programs. This funding shall be awarded by the department only to non-profit 501(c) (3) agencies meeting the following requirements through a competitive bid process to demonstrate emerging program/curricula that meets the A-H Title V, Section 510 definition of Abstinence Education.~~

~~— (B) — Contracts must be awarded utilizing a competitive approach in accordance with the South Carolina Procurement Code.~~

~~— (C) — Applicants will be given priority that have, for at least two years prior to application, effectively implemented in South Carolina the program/curricula for which funding is being applied.~~

~~— (D) — Applicants must provide a current third party audit that indicates the applicant has the infrastructure and experience to efficiently and effectively manage the funding applied for.~~

~~— (E) — Applicants must provide a budget and budget narrative that explains how the funds will be used.~~

~~— (F) — Applications must allocate a minimum of fifteen percent of the budget for a qualified third party evaluator to assess both process outputs and behavioral outcomes of the program.~~

~~— (G) — Prior to application, proposed programs/curricula must be certified as medically accurate by a government or private agency that has the capacity to provide a quality review of materials for medical accuracy.~~

~~— (H) — Prior to application, proposed programs/curricula must be certified by the National Abstinence Education Association (NAEA) as meeting and being in compliance with all of the Title V, Section 510 A-H requirements for abstinence-until marriage education programs.~~

~~— (I) — Applicants must provide proof of an agreement with a federally certified IRB for review of program and evaluation processes and protocol and must provide proof of the IRB's approval prior to program implementation.~~

~~— (J) — The programs implemented by the entity awarded a contract pursuant to this proviso may not violate any portion of the South Carolina Comprehensive Health Education Act when implemented in a school setting. An entity that violates any portion of the South Carolina Comprehensive Health Education Act must reimburse the State for all funds disbursed. Applications must include at a minimum, the following:~~

~~— (1) — Proposed one year budget with the following detail for the twelve month grant period. The applicant must agree to submit quarterly reports to the department detailing the expenditure of funds and the accomplishments of the project including:~~

~~— (a) — Personnel costs and fringe by position for each of the following areas: administration, training, education, and other positions identified;~~

~~— (b) — Operational cost identified in the application;~~

~~— (c) — Onetime costs over \$500 such as supplies;~~

~~— (d) — Administration cost may not exceed ten percent of total project budget. Administration is defined expenses other than educational.~~

~~— (2) — Description of program and curriculum to be used;~~

AGENCY NAME:

Department of Health and Environmental Control

AGENCY CODE:

J040

SECTION:

34

- ~~_____ (3) Description of training;~~
- ~~_____ (4) Schedule and brief description of project activities for each quarter;~~
- ~~_____ (5) Participation Reports at the end of every three months on the following:~~
 - ~~_____ (a) Number of persons who participated;~~
 - ~~_____ (b) Total number of hours provided;~~
 - ~~_____ (c) Number of train the trainer events;~~
 - ~~_____ (d) Other data regarding the activities of the project;~~
- ~~_____ (6) A description of the project evaluation to be used;~~
- ~~_____ (7) Copy of latest completed independent financial audit and agency's response to any audit exceptions;~~
- ~~_____ (8) Qualifications of project personnel;~~
- ~~_____ (9) Best Practices to be used; and~~
- ~~_____ (10) Evidence-Based Curriculum to be used.~~
- ~~_____ Organizations or individuals awarded grants must provide quarterly reports on expenditures and participation to DSS within fifteen days of the end of each quarter.~~
- ~~_____ (K) Grantees failing to submit reports within thirty days of the end of each quarter~~

Paste FY 2014-15 text above, then bold and underline insertions and strikethrough deletions. For new proviso requests, enter requested text above.

AGENCY NAME:	Department of Health and Environmental Control		
AGENCY CODE:	J040	SECTION:	34

EXPLANATION

The agency is recommending deletion of the proviso. Recommendation is for the General Assembly to directly appropriate funds to the appropriate source based on their intentions. Direct appropriations would be the best way to simplify the process. The current proviso related process to distribute the funds requires a considerable amount of time, effort and resources while not meeting the legislative intentions.

Explain the need for your requested action. For deletion requests due to recent codification, please identify SC Code section where language now appears.

FISCAL IMPACT

None

Provide estimates of any fiscal impacts associated with this proviso, whether for state, federal, or other funds. Explain the method of calculation.

AGENCY NAME:	Department of Health and Environmental Control		
AGENCY CODE:	J040	SECTION:	34

**PROPOSED
PROVISO TEXT**

34.47. ~~(DHEC: Abstinence Until Marriage Evidence-Based Programs Funding) From the monies appropriated for the Continuation of Teen Pregnancy Prevention, contracts must be awarded to separate private, non-profit 501(c) (3) entities to provide Abstinence Until Marriage teen pregnancy prevention programs and services within the State using a proven effective program/curricula that meets the A-H Title V, Section 510 definition of Abstinence Education. Contracts must be awarded utilizing a competitive approach in accordance with the South Carolina Procurement Code. Applicants will be given priority that have, for at least two years prior to application, effectively implemented in South Carolina the program/curricula for which funding is being applied. Applicants contracted to provide SC Title V; Section 510 funding will be given priority in order to meet the State's Title V, Section 510 federal match requirement. Proposed programs/curricula must be certified as medically accurate by a government of private agency that has the capacity to provide a quality review of materials for medical accuracy. Proposed programs/curricula must be certified by the National Abstinence Education Association (NAEA) as meeting and being in compliance with all of the Title V, Section 510 A-H requirement for abstinence until marriage education programs. Applicants must provide proof of an agreement with a federally certified IRB for review of program and evaluation processes and protocol and must provide proof of the IRB's approval prior to program implementation. Applicants must provide a budget for the proposed project and a recent third party audit indicating the applicant has sufficient experience and capacity for properly managing the level of funding for which the application is being made. Monies will be paid over a twelve month basis for services rendered. Unexpended funds shall be carried forward for the purpose of fulfilling the department's contractual agreement. The programs implemented by the entity awarded a contract pursuant to this proviso may not violate any portion of the South Carolina Comprehensive Health Education Act when implemented in a school setting. An entity that violates any portion of the South Carolina Comprehensive Health Education Act must reimburse the State for all funds disbursed.~~

Paste FY 2014-15 text above, then bold and underline insertions and strikethrough deletions. For new proviso requests, enter requested text above.

Pinewood Expenses vs. Annuity			
Year	Total Cost	Annuity	Balance
2004*	\$6,673,837.00		
2005**	\$8,356,596.00	\$2,018,623.00	-\$6,337,973.00
2006	\$3,700,252.00	\$2,029,625.00	-\$1,670,627.00
2007	\$2,681,560.00	\$1,230,325.00	-\$1,451,235.00
2008	\$2,508,449.00	\$1,208,532.00	-\$1,299,917.00
2009	\$8,902,929.00	\$1,156,238.00	-\$7,746,691.00
2010	\$4,964,362.00	\$1,125,403.00	-\$3,838,959.00
2011	\$4,874,010.00	\$1,151,045.00	-\$3,722,965.00
2012	\$9,823,831.00	\$1,085,540.00	-\$8,738,291.00
2013	\$8,494,492.00	\$1,055,109.00	-\$7,439,383.00
Sum =	\$60,980,318.00	\$12,060,440.00	
Average =	\$6,098,031.80		

Average minus Annuity =	\$4,891,987.80
-------------------------	----------------

Source: PSCT Annual Report Statement of Revenue & Expenses

* Funds obtained through settlement

** Annuity payments began Jan 2005

SYNOVUS NEW ENVIRONMENTAL IMPAIRMENT TRUST FUND SUMMARY

Year	Initial Market Value	Change in Value	Ending Market Value
Initial Investment	\$36,011,677.10	-\$22,334.35	\$35,989,342.75
11/1/03 - 10/31/04	\$35,989,342.75	\$319,832.72	\$36,309,175.47
11/1/04 - 10/31/05	\$36,309,175.47	-\$1,531,693.17	\$34,777,482.30
11/1/05 - 12/31/05	\$34,777,482.30	\$314,556.13	\$35,092,038.43
1/1/06 - 12/31/06	\$35,092,038.43	-\$1,827,360.25	\$33,264,678.18
1/1/07 - 12/31/07	\$33,264,678.18	\$2,387,804.22	\$35,652,482.40
1/1/08 - 12/31/08	\$35,652,482.40	\$1,216,806.03	\$36,869,288.43
1/1/09 - 12/31/09	\$36,869,288.43	-\$6,248,286.36	\$30,621,002.07
1/1/10 - 12/31/10	\$30,621,002.07	-\$3,522,700.07	\$27,098,302.00
1/1/11 - 12/31/11	\$27,098,302.00	-\$2,651,204.63	\$24,447,097.37
1/1/12 - 12/31/12	\$24,447,097.37	-\$8,798,266.84	\$15,648,830.53
1/1/13 - 12/31/13	\$15,648,830.53	-\$8,501,626.59	\$7,147,203.94
1/1/14 - 9/23/14	\$7,147,203.94	-\$2,933,170.98	\$4,214,032.96

PINEWOOD SITE CUSTODIAL TRUST

AUDITED FINANCIAL STATEMENTS

DECEMBER 31, 2004

PINEWOOD SITE CUSTODIAL TRUST

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Independent Auditor's Report

Kestrel Horizons, LLC
Trustee of the Pinewood Site Custodial Trust
Greenville, South Carolina

We have audited the accompanying balance sheet of Pinewood Site Custodial Trust as of December 31, 2004, and the related statements of revenue and expenses and cash flows for the year then ended. These financial statements are the responsibility of the Trust's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Pinewood Site Custodial Trust as of December 31, 2004, and the changes in its net assets and its cash flows for the year then ended, in conformity with accounting principles generally accepted in the United States of America.

McKinley, Cooper & Co., LLP

January 21, 2005

PINEWOOD SITE CUSTODIAL TRUST

BALANCE SHEET
DECEMBER 31, 2004

CURRENT ASSETS

Cash and cash equivalents	\$ 2,870,045
Investments	1,727,898
Prepaid expenses	<u>149,479</u>

Total current assets 4,747,422

Total assets \$ 4,747,422

CURRENT LIABILITIES

Accounts payable	\$ <u>186,624</u>
------------------	-------------------

Total current liabilities 186,624

NET ASSETS

4,560,798

Total net assets 4,560,798

Total liabilities and net assets \$ 4,747,422

The accompanying notes are an integral part of these financial statements.

PINEWOOD SITE CUSTODIAL TRUST
STATEMENT OF REVENUE AND EXPENSES
YEAR ENDED DECEMBER 31, 2004

REVENUE

Investment income	\$ 83,909
Total revenue	<u>83,909</u>

EXPENSES

Facility closure	139,532
Cell closure	1,871,004
Remediation	603,996
Site operations	3,100,270
Management and general	943,183
Unrealized depreciation on investment	<u>15,852</u>
Total expenses	<u>6,673,837</u>

DECREASE IN NET ASSETS	(6,589,928)
-------------------------------	-------------

NET ASSETS, beginning of year	<u>11,150,726</u>
--------------------------------------	-------------------

NET ASSETS, end of year	<u><u>\$ 4,560,798</u></u>
--------------------------------	----------------------------

The accompanying notes are an integral part of these financial statements.

PINEWOOD SITE CUSTODIAL TRUST

STATEMENT OF CASH FLOWS
YEAR ENDED DECEMBER 31, 2004

CASH FLOWS FROM OPERATING ACTIVITIES

Decrease in net assets	\$ (6,589,928)
Adjustments to reconcile change in net assets to net cash provided by operating activities	
Changes in deferred and accrued amounts	
Decrease in prepaid expenses	32,800
Increase in accounts payable	150,066
	<hr/>
Net cash provided by operating activities	(6,407,062)

CASH FLOWS FROM INVESTING ACTIVITIES

Proceeds from disposal of investments	<hr/>
	9,212,950
	<hr/>
Net cash provided by investing activities	9,212,950

Net increase in cash	2,805,888
----------------------	-----------

CASH AND CASH EQUIVALENTS, beginning of year	<hr/>
	64,157

CASH AND CASH EQUIVALENTS, end of year	<hr/>
	\$ 2,870,045

The accompanying notes are an integral part of these financial statements.

PINEWOOD SITE CUSTODIAL TRUST

NOTES TO FINANCIAL STATEMENTS DECEMBER 31, 2004

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Operations

The Pinewood Site Custodial Trust was established by the bankruptcy court on December 24, 2003 to effect closure and post-closure of the Pinewood Site, a hazardous waste landfill and treatment facility located in Sumter County, South Carolina, and formerly owned and operated by Safety-Kleen (Pinewood, Inc.). This trust fund will be treated as Qualified Settlement Funds under Sec. 1.468B of the Income Tax Regulations. DHEC is the sole beneficiary of the fund. Kestrel Horizons, LLC has been appointed and approved by DHEC as the Trustee.

Basis of Accounting

The financial statements are prepared using the accrual basis of accounting whereby revenues are recognized when earned and expenditures are recorded when incurred.

Use of Estimates

The presentation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions related to the reported amounts of assets and liabilities and the disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results may ultimately differ from those estimates.

Cash and Cash Equivalents

The Trustee considers all holdings of highly liquid investments with original maturities of three months or less and investments in money market funds to be cash equivalents.

Income Tax

The fund is a Qualified Settlement Fund under Sec. 1.468B of the Income Tax Regulations, and all income is excludible from gross income under Sec. 115(1) of the Internal Revenue Code.

Investments

Investments are composed of bonds with readily determinable fair values. All investments are valued at their fair values on the balance sheet. Unrealized gains and losses are included in the statement of revenue and expenses.

NOTE 2 – INVESTMENTS

Investments as of December 31, 2004, are summarized as follows:

	<u>Cost</u>	<u>Fair Value</u>	<u>Carrying Value</u>
Fixed income	<u>\$ 1,743,751</u>	<u>\$ 1,727,898</u>	<u>\$ 1,727,898</u>
	<u>\$ 1,743,751</u>	<u>\$ 1,727,898</u>	<u>\$ 1,727,898</u>

The following schedule summarizes the investment return and its classification in the statement of revenue and expenses for the year ended December 31, 2004:

Interest income	\$ 83,909
Unrealized losses	<u>(15,852)</u>
Total investment return	<u>\$ 68,057</u>

NOTE 3 – CONCENTRATION OF CREDIT RISK

The Trust maintains cash balances at one financial institution. Accounts at an institution are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$100,000. At December 31, 2004, the Trust had no cash balances on deposit in excess of insured limits.

PINEWOOD SITE CUSTODIAL TRUST
AUDITED FINANCIAL STATEMENTS
DECEMBER 31, 2005

PINEWOOD SITE CUSTODIAL TRUST

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Independent Auditor's Report

Kestrel Horizons, LLC
Trustee of the Pinewood Site Custodial Trust
Greenville, South Carolina

We have audited the accompanying balance sheet of Pinewood Site Custodial Trust as of December 31, 2005, and the related statements of revenue and expenses and cash flows for the year then ended. These financial statements are the responsibility of the Trust's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Pinewood Site Custodial Trust as of December 31, 2005, and the changes in its net assets and its cash flows for the year then ended, in conformity with accounting principles generally accepted in the United States of America.

McKinley, Cooper & Co., LLP

January 12, 2006

PINEWOOD SITE CUSTODIAL TRUST

**BALANCE SHEET
DECEMBER 31, 2005**

CURRENT ASSETS

Cash and cash equivalents	\$ 590,732
Prepaid expenses	<u>94,389</u>
Total current assets	<u>685,121</u>
Total assets	<u><u>\$ 685,121</u></u>

CURRENT LIABILITIES

Accounts payable	\$ 423,017
Retainage payable	<u>187,557</u>
Total current liabilities	<u>610,574</u>

NET ASSETS

	<u>74,547</u>
Total net assets	<u>74,547</u>
Total liabilities and net assets	<u><u>\$ 685,121</u></u>

The accompanying notes are an integral part of these financial statements.

PINEWOOD SITE CUSTODIAL TRUST
STATEMENT OF REVENUE AND EXPENSES
YEAR ENDED DECEMBER 31, 2005

REVENUE

AIG annuity	\$ 2,018,623
Transfer by DHEC from Environmental Impairment Trust Fund	1,750,000
Investment income	85,869
Gain on investment	<u>15,853</u>
Total revenue	<u>3,870,345</u>

EXPENSES

Facility closure	1,367,242
Cell closure	2,296,001
Remediation	952,174
Site operations	2,957,779
Management and general	<u>783,400</u>
Total expenses	<u>8,356,596</u>

DECREASE IN NET ASSETS	(4,486,251)
-------------------------------	--------------------

NET ASSETS, beginning of year	<u>4,560,798</u>
--------------------------------------	-------------------------

NET ASSETS, end of year	<u><u>\$ 74,547</u></u>
--------------------------------	--------------------------------

The accompanying notes are an integral part of these financial statements.

PINEWOOD SITE CUSTODIAL TRUST

STATEMENT OF CASH FLOWS
YEAR ENDED DECEMBER 31, 2005

CASH FLOWS FROM OPERATING ACTIVITIES

Decrease in net assets	\$ (4,486,251)
Adjustments to reconcile change in net assets to net cash provided by operating activities	
Changes in deferred and accrued amounts	
Decrease in prepaid expenses	55,090
Increase in accounts payable	236,393
Increase in retainage payable	187,557

Net cash provided by operating activities (4,007,211)

CASH FLOWS FROM INVESTING ACTIVITIES

Proceeds from disposal of investments	<u>1,727,898</u>
---------------------------------------	------------------

Net cash provided by investing activities 1,727,898

Net decrease in cash (2,279,313)

CASH AND CASH EQUIVALENTS, beginning of year 2,870,045

CASH AND CASH EQUIVALENTS, end of year \$ 590,732

The accompanying notes are an integral part of these financial statements.

PINEWOOD SITE CUSTODIAL TRUST

NOTES TO FINANCIAL STATEMENTS DECEMBER 31, 2005

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Operations

The Pinewood Site Custodial Trust was established by the bankruptcy court on December 24, 2003 to effect closure and post-closure of the Pinewood Site, a hazardous waste landfill and treatment facility located in Sumter County, South Carolina, and formerly owned and operated by Safety-Kleen (Pinewood, Inc.). This trust fund will be treated as Qualified Settlement Funds under Sec. 1.468B of the Income Tax Regulations. DHEC is the sole beneficiary of the fund. Kestrel Horizons, LLC has been appointed and approved by DHEC as the Trustee.

Basis of Accounting

The financial statements are prepared using the accrual basis of accounting whereby revenues are recognized when earned and expenditures are recorded when incurred.

Use of Estimates

The presentation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions related to the reported amounts of assets and liabilities and the disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results may ultimately differ from those estimates.

Cash and Cash Equivalents

The Trustee considers all holdings of highly liquid investments with original maturities of three months or less and investments in money market funds to be cash equivalents.

Income Tax

The fund is a Qualified Settlement Fund under Sec. 1.468B of the Income Tax Regulations, and all income is excludible from gross income under Sec. 115(1) of the Internal Revenue Code.

NOTE 2 – INVESTMENTS

The following schedule summarizes the investment return and its classification in the statement of revenue and expenses for the year ended December 31, 2005:

Interest income	\$ 85,869
Gains	<u>15,853</u>
Total investment return	<u>\$ 101,722</u>

NOTE 3 – CONCENTRATION OF CREDIT RISK

The Trust maintains cash balances in one checking account at one financial institution. Accounts at an institution are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$100,000. At times during the year, balances may exceed insured amounts. At December 31, 2005, the Trust had no cash balances on deposit in excess of insured limits.

PINEWOOD SITE CUSTODIAL TRUST

AUDITED FINANCIAL STATEMENTS

DECEMBER 31, 2006

PINEWOOD SITE CUSTODIAL TRUST

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Independent Auditor's Report

Kestrel Horizons, LLC
Trustee of the Pinewood Site Custodial Trust
Greenville, South Carolina

We have audited the accompanying balance sheet of Pinewood Site Custodial Trust as of December 31, 2006, and the related statements of revenue and expenses and cash flows for the year then ended. These financial statements are the responsibility of the Trust's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Pinewood Site Custodial Trust as of December 31, 2006, and the changes in its net assets and its cash flows for the year then ended, in conformity with accounting principles generally accepted in the United States of America.

McKinley, Cooper & Co., LLP

January 12, 2007

PINEWOOD SITE CUSTODIAL TRUST

**BALANCE SHEET
DECEMBER 31, 2006**

CURRENT ASSETS

Cash and cash equivalents	\$ 2,315,384
---------------------------	--------------

Total current assets	<u>2,315,384</u>
----------------------	------------------

Total assets	<u>\$ 2,315,384</u>
--------------	---------------------

CURRENT LIABILITIES

Accounts payable	\$ 591,947
------------------	------------

Total current liabilities	<u>591,947</u>
---------------------------	----------------

NET ASSETS

	<u>1,723,437</u>
--	------------------

Total net assets	<u>1,723,437</u>
------------------	------------------

Total liabilities and net assets	<u>\$ 2,315,384</u>
----------------------------------	---------------------

The accompanying notes are an integral part of these financial statements.

PINEWOOD SITE CUSTODIAL TRUST
STATEMENT OF REVENUE AND EXPENSES
YEAR ENDED DECEMBER 31, 2006

REVENUE

AIG annuity	\$ 2,029,625
Transfer by DHEC from Environmental Impairment Trust Fund	3,222,986
Investment income	96,531

Total revenue	5,349,142
----------------------	-----------

EXPENSES

Facility closure	435,917
Cell closure	326,377
Remediation	87,952
Site operations	2,272,172
Management and general	577,834

Total expenses	3,700,252
-----------------------	-----------

INCREASE IN NET ASSETS	1,648,890
-------------------------------	-----------

NET ASSETS, beginning of year	74,547
--------------------------------------	--------

NET ASSETS, end of year	\$ 1,723,437
--------------------------------	--------------

The accompanying notes are an integral part of these financial statements.

PINEWOOD SITE CUSTODIAL TRUST

STATEMENT OF CASH FLOWS
YEAR ENDED DECEMBER 31, 2006

CASH FLOWS FROM OPERATING ACTIVITIES

Increase in net assets	\$ 1,648,890
Adjustments to reconcile change in net assets to net cash provided by operating activities	
Changes in deferred and accrued amounts	
Decrease in prepaid expenses	94,389
Increase in accounts payable	168,930
Decrease in retainage payable	(187,557)
Net cash provided by operating activities	<u>1,724,652</u>
Net increase in cash	1,724,652
CASH AND CASH EQUIVALENTS, beginning of year	<u>590,732</u>
CASH AND CASH EQUIVALENTS, end of year	<u>\$ 2,315,384</u>

The accompanying notes are an integral part of these financial statements.

PINEWOOD SITE CUSTODIAL TRUST

**NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2006**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Operations

The Pinewood Site Custodial Trust was established by the bankruptcy court on December 24, 2003 to effect closure and post-closure of the Pinewood Site, a hazardous waste landfill and treatment facility located in Sumter County, South Carolina, and formerly owned and operated by Safety-Kleen (Pinewood, Inc.). This trust fund will be treated as Qualified Settlement Funds under Sec. 1.468B of the Income Tax Regulations. DHEC is the sole beneficiary of the fund. Kestrel Horizons, LLC has been appointed and approved by DHEC as the Trustee.

Basis of Accounting

The financial statements are prepared using the accrual basis of accounting whereby revenues are recognized when earned and expenditures are recorded when incurred.

Use of Estimates

The presentation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions related to the reported amounts of assets and liabilities and the disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results may ultimately differ from those estimates.

Cash and Cash Equivalents

The Trustee considers all holdings of highly liquid investments with original maturities of three months or less and investments in money market funds to be cash equivalents.

Income Tax

The fund is a Qualified Settlement Fund under Sec. 1.468B of the Income Tax Regulations, and all income is excludible from gross income under Sec. 115(1) of the Internal Revenue Code.

NOTE 2 – INVESTMENTS

The following schedule summarizes the investment return and its classification in the statement of revenue and expenses for the year ended December 31, 2006:

Interest income	<u>\$ 96,531</u>
Total investment return	<u>\$ 96,531</u>

NOTE 3 – CONCENTRATION OF CREDIT RISK

The Trust maintains cash balances in one checking account at one financial institution. Accounts at an institution are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$100,000. At times during the year, balances may exceed insured amounts. At December 31, 2006, the Trust had no cash balances on deposit in excess of insured limits.

PINEWOOD SITE CUSTODIAL TRUST
AUDITED FINANCIAL STATEMENTS
DECEMBER 31, 2007

PINEWOOD SITE CUSTODIAL TRUST

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May. 14. 2008 11:39AM

No. 6197 P. 2

Kestrel Horizons, LLC
Trustee of Pinewood Site Custodial Trust
January 11, 2008
Page Two

Our comments are based upon conditions noted during our audit and are not intended to be all-inclusive. They are submitted to you as constructive suggestions to assist you in strengthening controls and procedures and are not intended to reflect on the honesty or integrity of any employee.

This report is intended solely for the information and use of the Board of Directors, management, and others within the Trust and is not intended to be and should not be used by anyone other than these specified parties.

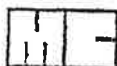
We appreciate the opportunity to present these comments and recommendations for your consideration, and are prepared to discuss them further at your convenience and provide any implementation assistance for changes or improvements you may require.

Respectfully submitted,

McKinley, Cooper & Co., LLP

May. 14. 2008 11:39AM

No. 6197 P. 3



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Independent Auditor's Report

Kestrel Horizons, LLC
Trustee of Pinewood Site Custodial Trust
Greenville, South Carolina

We have audited the accompanying balance sheet of Pinewood Site Custodial Trust as of December 31, 2007, and the related statements of revenue and expenses and cash flows for the year then ended. These financial statements are the responsibility of the Trust's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Pinewood Site Custodial Trust as of December 31, 2007, and the changes in its net assets and its cash flows for the year then ended, in conformity with accounting principles generally accepted in the United States of America.

January 11, 2008

McKinley, Cooper & Co., LLP

PINEWOOD SITE CUSTODIAL TRUST

**BALANCE SHEET
DECEMBER 31, 2007**

CURRENT ASSETS

Cash and cash equivalents	\$ 902,039
Accounts receivable	<u>18,920</u>

Total current assets	<u>920,959</u>
----------------------	----------------

Total assets	<u><u>\$ 920,959</u></u>
--------------	--------------------------

CURRENT LIABILITIES

Accounts payable	<u>\$ 539,226</u>
------------------	-------------------

Total current liabilities	<u>539,226</u>
---------------------------	----------------

NET ASSETS

381,733

Total net assets	<u>381,733</u>
------------------	----------------

Total liabilities and net assets	<u><u>\$ 920,959</u></u>
----------------------------------	--------------------------

The accompanying notes are an integral part of these financial statements.

PINEWOOD SITE CUSTODIAL TRUST
STATEMENT OF REVENUE AND EXPENSES
YEAR ENDED DECEMBER 31, 2007

REVENUE	
AIG Annuity	\$ 1,230,325
Investment income	<u>109,531</u>
Total revenue	<u>1,339,856</u>
EXPENSES	
Post closure	203,402
Facility closure	12,561
Remediation	9,000
Site operations	1,894,908
Management and general	<u>561,689</u>
Total expenses	<u>2,681,560</u>
DECREASE IN NET ASSETS	(1,341,704)
NET ASSETS, beginning of year	<u>1,723,437</u>
NET ASSETS, end of year	<u><u>\$ 381,733</u></u>

The accompanying notes are an integral part of these financial statements.

PINEWOOD SITE CUSTODIAL TRUST

STATEMENT OF CASH FLOWS
YEAR ENDED DECEMBER 31, 2007

CASH FLOWS FROM OPERATING ACTIVITIES

Decrease in net assets	\$ (1,341,704)
Adjustments to reconcile change in net assets to net cash provided by operating activities	
Changes in deferred and accrued amounts	
Increase in accounts receivable	(18,920)
Decrease in accounts payable	(52,721)

Net cash provided by operating activities	(1,413,345)
---	-------------

Net decrease in cash	(1,413,345)
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CASH AND CASH EQUIVALENTS, beginning of year	2,315,384
--	-----------

CASH AND CASH EQUIVALENTS, end of year	\$ 902,039
--	------------

The accompanying notes are an integral part of these financial statements.

PINEWOOD SITE CUSTODIAL TRUST

NOTES TO FINANCIAL STATEMENTS DECEMBER 31, 2007

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Operations

The Pinewood Site Custodial Trust was established by the bankruptcy court on December 24, 2003 to effect closure and post-closure of the Pinewood Site, a hazardous waste landfill and treatment facility located in Sumter County, South Carolina, and formerly owned and operated by Safety-Kleen (Pinewood, Inc.). This trust fund will be treated as Qualified Settlement Funds under Sec. 1.468B of the Income Tax Regulations. DHEC is the sole beneficiary of the fund. Kestrel Horizons, LLC has been appointed and approved by DHEC as the Trustee.

Basis of Accounting

The financial statements are prepared using the accrual basis of accounting whereby revenues are recognized when earned and expenditures are recorded when incurred.

Use of Estimates

The presentation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions related to the reported amounts of assets and liabilities and the disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results may ultimately differ from those estimates.

Cash and Cash Equivalents

The Trustee considers all holdings of highly liquid investments with original maturities of three months or less and investments in money market funds to be cash equivalents.

Income Tax

The fund is a Qualified Settlement Fund under Sec. 1.468B of the Income Tax Regulations, and all income is excludible from gross income under Sec. 115(1) of the Internal Revenue Code.

NOTE 2 – INVESTMENTS

The following schedule summarizes the investment return and its classification in the statement of revenue and expenses for the year ended December 31, 2007:

Interest income	<u>\$ 109,531</u>
Total investment return	<u>\$ 109,531</u>

NOTE 3 – CONCENTRATION OF CREDIT RISK

The Trust maintains cash balances in one checking account at one financial institution. Accounts at an institution are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$100,000. At times during the year, balances may exceed insured amounts. At December 31, 2007, the Trust had no cash balances on deposit in excess of insured limits.

PINEWOOD SITE CUSTODIAL TRUST

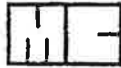
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DECEMBER 31, 2008

PINEWOOD SITE CUSTODIAL TRUST

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Independent Auditor's Report

Kestrel Horizons, LLC
Trustee of the Pinewood Site Custodial Trust
Greenville, South Carolina

We have audited the accompanying balance sheet of Pinewood Site Custodial Trust as of December 31, 2008, and the related statements of revenue and expenses and cash flows for the year then ended. These financial statements are the responsibility of the Trust's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Pinewood Site Custodial Trust as of December 31, 2008, and the changes in its net assets and its cash flows for the year then ended, in conformity with accounting principles generally accepted in the United States of America.

McKinley, Cooper & Co., LLP

January 23, 2009

PINEWOOD SITE CUSTODIAL TRUST

**BALANCE SHEET
DECEMBER 31, 2008**

CURRENT ASSETS

Cash and cash equivalents
Prepaid insurance

\$ 1,080,726
83,701

Total current assets

1,164,427

Total assets

\$ 1,164,427

CURRENT LIABILITIES

Accounts payable

\$ 519,391

Total current liabilities

519,391

NET ASSETS

645,036

Total net assets

645,036

Total liabilities and net assets

\$ 1,164,427

The accompanying notes are an integral part of these financial statements.

PINEWOOD SITE CUSTODIAL TRUST
STATEMENT OF REVENUE AND EXPENSES
YEAR ENDED DECEMBER 31, 2008

REVENUE

AIG Annuity	\$ 1,208,532
Transfer by DHEC from Environmental Impairment Trust Fund	1,537,051
Investment income	<u>26,169</u>

Total revenue	<u><u>2,771,752</u></u>
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EXPENSES

Post-closure	389,126
Facility closure	25,254
Remediation	13,249
Site operations	1,467,565
Management and general	<u>613,255</u>

Total expenses	<u><u>2,508,449</u></u>
-----------------------	-------------------------

INCREASE IN NET ASSETS	263,303
-------------------------------	---------

NET ASSETS, beginning of year	<u>381,733</u>
--------------------------------------	----------------

NET ASSETS, end of year	<u><u>\$ 645,036</u></u>
--------------------------------	--------------------------

The accompanying notes are an integral part of these financial statements.

PINEWOOD SITE CUSTODIAL TRUST

STATEMENT OF CASH FLOWS
YEAR ENDED DECEMBER 31, 2008

CASH FLOWS FROM OPERATING ACTIVITIES	
Increase in net assets	\$ 263,303
Adjustments to reconcile change in net assets to net cash provided by operating activities	
Changes in deferred and accrued amounts	
Decrease in accounts receivable	18,920
Decrease in accounts payable	(19,835)
Increase in prepaid expenses	(83,701)
	<hr/>
Net cash provided by operating activities	178,687
	<hr/>
NET INCREASE IN CASH	178,687
CASH AND CASH EQUIVALENTS, beginning of year	902,039
	<hr/>
CASH AND CASH EQUIVALENTS, end of year	<u>\$ 1,080,726</u>

The accompanying notes are an integral part of these financial statements.

PINEWOOD SITE CUSTODIAL TRUST

NOTES TO FINANCIAL STATEMENTS DECEMBER 31, 2008

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Operations

The Pinewood Site Custodial Trust was established by the bankruptcy court on December 24, 2003 to effect closure and post-closure of the Pinewood Site, a hazardous waste landfill and treatment facility located in Sumter County, South Carolina, and formerly owned and operated by Safety-Kleen (Pinewood, Inc.). This trust fund will be treated as Qualified Settlement Funds under Sec. 1.468B of the Income Tax Regulations. DHEC is the sole beneficiary of the fund. Kestrel Horizons, LLC has been appointed and approved by DHEC as the Trustee.

Basis of Accounting

The financial statements are prepared using the accrual basis of accounting whereby revenues are recognized when earned and expenditures are recorded when incurred.

Use of Estimates

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Cash and Cash Equivalents

The Trustee considers all holdings of highly liquid investments with original maturities of three months or less and investments in money market funds to be cash equivalents.

Income Tax

The fund is a Qualified Settlement Fund under Sec. 1.468B of the Income Tax Regulations, and all income is excludible from gross income under Sec. 115(1) of the Internal Revenue Code.

NOTE 2 – INVESTMENTS

The following schedule summarizes the investment return and its classification in the statement of revenue and expenses for the year ended December 31, 2008:

Interest income	\$ 26,169
Total investment return	<u>\$ 26,169</u>

NOTE 3 - CONCENTRATION OF CREDIT RISK

The Trust maintains cash balances in one checking account at one financial institution. Accounts at an institution are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000 until December 31, 2009. At times during the year, balances may exceed insured amounts. At December 31, 2008, the Trust had no cash balances on deposit in excess of insured limits.

PINEWOOD SITE CUSTODIAL TRUST

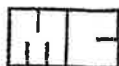
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PINEWOOD SITE CUSTODIAL TRUST

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Independent Auditor's Report

Kestrel Horizons, LLC
Trustee of the Pinewood Site Custodial Trust
Greenville, South Carolina

We have audited the accompanying balance sheet of Pinewood Site Custodial Trust as of December 31, 2009, and the related statements of revenue and expenses and cash flows for the year then ended. These financial statements are the responsibility of the Trust's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Pinewood Site Custodial Trust as of December 31, 2009, and the changes in its net assets and its cash flows for the year then ended, in conformity with accounting principles generally accepted in the United States of America.

McKinley, Cooper & Co., LLP

January 25, 2010

PINEWOOD SITE CUSTODIAL TRUST

**BALANCE SHEET
DECEMBER 31, 2009**

CURRENT ASSETS

Cash and cash equivalents
Prepaid insurance

\$ 772,543
90,932

Total current assets

863,475

Total assets

\$ 863,475

CURRENT LIABILITIES

Accounts payable

\$ 940,879

Total current liabilities

940,879

NET ASSETS

(77,404)

Total net assets

(77,404)

Total liabilities and net assets

\$ 863,475

The accompanying notes are an integral part of these financial statements.

PINEWOOD SITE CUSTODIAL TRUST
STATEMENT OF REVENUE AND EXPENSES
YEAR ENDED DECEMBER 31, 2009

REVENUE	
AIG Annuity	\$ 1,156,238
Transfer by DHEC from Environmental Impairment Trust Fund	7,020,000
Investment income	<u>4,251</u>
Total revenue	<u>8,180,489</u>
EXPENSES	
Post-closure improvement project	5,291,426
Site operations	2,364,469
Management and general	<u>1,247,034</u>
Total expenses	<u>8,902,929</u>
DECREASE IN NET ASSETS	(722,440)
NET ASSETS, beginning of year	<u>645,036</u>
NET ASSETS, end of year	<u>\$ (77,404)</u>

The accompanying notes are an integral part of these financial statements.

PINEWOOD SITE CUSTODIAL TRUST

**STATEMENT OF CASH FLOWS
YEAR ENDED DECEMBER 31, 2009**

CASH FLOWS FROM OPERATING ACTIVITIES

Decrease in net assets	\$ (722,440)
Adjustments to reconcile change in net assets to net cash provided by operating activities	
Changes in deferred and accrued amounts	
Increase in accounts payable	421,488
Increase in prepaid expenses	<u>(7,231)</u>

Net cash used by operating activities	<u>(308,183)</u>
--	------------------

NET DECREASE IN CASH	(308,183)
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CASH AND CASH EQUIVALENTS, beginning of year	<u>1,080,726</u>
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CASH AND CASH EQUIVALENTS, end of year	<u><u>\$ 772,543</u></u>
---	--------------------------

The accompanying notes are an integral part of these financial statements.

PINEWOOD SITE CUSTODIAL TRUST

NOTES TO FINANCIAL STATEMENTS DECEMBER 31, 2009

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Operations

The Pinewood Site Custodial Trust was established by the bankruptcy court on December 24, 2003 to effect closure and post-closure of the Pinewood Site, a hazardous waste landfill and treatment facility located in Sumter County, South Carolina, and formerly owned and operated by Safety-Kleen (Pinewood, Inc.). This trust fund will be treated as Qualified Settlement Funds under Sec. 1.468B of the Income Tax Regulations. DHEC is the sole beneficiary of the fund. Kestrel Horizons, LLC has been appointed and approved by DHEC as the Trustee.

Basis of Accounting

The financial statements are prepared using the accrual basis of accounting whereby revenues are recognized when earned and expenditures are recorded when incurred.

Use of Estimates

The presentation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions related to the reported amounts of assets and liabilities and the disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results may ultimately differ from those estimates.

Cash and Cash Equivalents

The Trustee considers all holdings of highly liquid investments with original maturities of three months or less and investments in money market funds to be cash equivalents.

Income Tax

The fund is a Qualified Settlement Fund under Sec. 1.468B of the Income Tax Regulations, and all income is excludible from gross income under Sec. 115(1) of the Internal Revenue Code.

Fair Value of Financial Instruments

The carrying values of cash and cash equivalents, accounts receivable, accounts payable, accrued liabilities, and deposits approximate fair value because of the terms and relative short maturity of financial instruments. The carrying values, which are the fair value of investments, are based on values provided by an external investment manager or comparison to quoted market values.

NOTE 2 – INVESTMENTS

The following schedule summarizes the investment return and its classification in the statement of revenue and expenses for the year ended December 31, 2009:

Interest income	\$ 4,251
Total investment return	<u>\$ 4,251</u>

NOTE 3 – FAIR VALUE MEASUREMENTS

The accounting standards establish a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to measurements involving significant unobservable inputs (Level 3 measurements). The three levels of the fair value hierarchy are as follows:

Level 1 – financial instruments with quoted prices in active markets for identical assets or liabilities.

Level 2 – financial instruments with valuations based on quoted prices in markets that are not active or for which all significant inputs are observable, either directly or indirectly.

Level 3 – financial instruments that are not actively traded on a market exchange and require using significant unobservable inputs in determining fair value. The inputs into the determination of fair value require significant judgment or estimation by the investment manager.

The following tables summarize the valuation of the Trust's financial assets and liabilities measured at fair value as of December 31, 2009, based on the level of input utilized to measure fair value:

Assets measured at fair value	Fair value at December 31, 2009	Fair value measurements at December 31, 2009 using		
		Quoted prices in active markets for identical assets and liabilities (Level 1 inputs)	Quoted prices for similar assets and liabilities (Level 2 inputs)	Significant unobservable inputs (Level 3 inputs)
Money Market Funds	\$ 724,637	\$ 724,637	\$ -	\$ -
Total assets at fair value	<u>\$ 724,637</u>	<u>\$ 724,637</u>	<u>\$ -</u>	<u>\$ -</u>

Prices for money market funds, U.S. Treasury bonds and notes, equities, and preferred stock and bond funds are readily available in the active markets in which those securities are traded, and the resulting fair values are shown in the "Level 1 input" column.

NOTE 4 – CONCENTRATION OF CREDIT RISK

The Trust maintains cash balances in one checking account at one financial institution. Accounts at an institution are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000 until December 31, 2010. At times during the year, balances may exceed insured amounts. At December 31, 2009, the Trust had no cash balances on deposit in excess of insured limits.

NOTE 5 – SUBSEQUENT EVENTS

Subsequent events have been evaluated through January 25, 2010, which is the date the financial statements were available to be issued.

PINEWOOD SITE CUSTODIAL TRUST

AUDITED FINANCIAL STATEMENTS

DECEMBER 31, 2010

PINEWOOD SITE CUSTODIAL TRUST

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Independent Auditor's Report

Kestrel Horizons, LLC
Trustee of the Pinewood Site Custodial Trust
Greenville, South Carolina

We have audited the accompanying balance sheet of Pinewood Site Custodial Trust as of December 31, 2010, and the related statements of revenue and expenses and cash flows for the year then ended. These financial statements are the responsibility of the Trust's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Pinewood Site Custodial Trust as of December 31, 2010, and the changes in its net assets and its cash flows for the year then ended, in conformity with accounting principles generally accepted in the United States of America.

McKinley, Cooper & Co., LLC

January 17, 2011

PINEWOOD SITE CUSTODIAL TRUST

BALANCE SHEET
DECEMBER 31, 2010

CURRENT ASSETS

Cash and cash equivalents	\$ 1,007,215
Prepaid insurance	72,364

Total current assets	<u>1,079,579</u>
----------------------	------------------

Total assets	<u>\$ 1,079,579</u>
--------------	---------------------

CURRENT LIABILITIES

Accounts payable	\$ 590,418
------------------	------------

Total current liabilities	<u>590,418</u>
---------------------------	----------------

NET ASSETS

489,161

Total net assets	<u>489,161</u>
------------------	----------------

Total liabilities and net assets	<u>\$ 1,079,579</u>
----------------------------------	---------------------

The accompanying notes are an integral part of these financial statements.

PINEWOOD SITE CUSTODIAL TRUST
STATEMENT OF REVENUE AND EXPENSES
YEAR ENDED DECEMBER 31, 2010

REVENUE	
AIG Annuity	
Transfer by DHEC from	\$ 1,125,403
Environmental Impairment Trust Fund	
Investment income	4,405,000
	<u>524</u>
Total revenue	<u>5,530,927</u>
EXPENSES	
Post-closure improvement project	
Site operations	1,376,454
Management and general	2,248,100
	<u>1,339,808</u>
Total expenses	<u>4,964,362</u>
INCREASE IN NET ASSETS	566,565
NET ASSETS, beginning of year	<u>(77,404)</u>
NET ASSETS, end of year	<u>\$ 489,161</u>

The accompanying notes are an integral part of these financial statements.

PINEWOOD SITE CUSTODIAL TRUST

STATEMENT OF CASH FLOWS
YEAR ENDED DECEMBER 31, 2010

CASH FLOWS FROM OPERATING ACTIVITIES	
Increase in net assets	\$ 566,565
Adjustments to reconcile change in net assets to net cash provided by operating activities	
Changes in deferred and accrued amounts	
Decrease in prepaid expenses	18,568
Decrease in accounts payable	<u>(350,461)</u>
Net cash provided by operating activities	<u>234,672</u>
NET INCREASE IN CASH	234,672
CASH AND CASH EQUIVALENTS, beginning of year	<u>772,543</u>
CASH AND CASH EQUIVALENTS, end of year	<u><u>\$ 1,007,215</u></u>

The accompanying notes are an integral part of these financial statements.

PINEWOOD SITE CUSTODIAL TRUST

NOTES TO FINANCIAL STATEMENTS DECEMBER 31, 2010

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Operations

The Pinewood Site Custodial Trust was established by the bankruptcy court on December 24, 2003 to effect closure and post-closure of the Pinewood Site, a hazardous waste landfill and treatment facility located in Sumter County, South Carolina, and formerly owned and operated by Safety-Kleen (Pinewood, Inc.). This trust fund will be treated as Qualified Settlement Funds under Sec. 1.468B of the Income Tax Regulations. DHEC is the sole beneficiary of the fund. Kestrel Horizons, LLC has been appointed and approved by DHEC as the Trustee.

Basis of Accounting

The financial statements are prepared using the accrual basis of accounting whereby revenues are recognized when earned and expenditures are recorded when incurred.

Use of Estimates

The presentation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions related to the reported amounts of assets and liabilities and the disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results may ultimately differ from those estimates.

Cash and Cash Equivalents

The Trustee considers all holdings of highly liquid investments with original maturities of three months or less and investments in money market funds to be cash equivalents.

Income Tax

The fund is a Qualified Settlement Fund under Sec. 1.468B of the Income Tax Regulations, and all income is excludible from gross income under Sec. 115(1) of the Internal Revenue Code.

Fair Value of Financial Instruments

The carrying values of cash and cash equivalents, accounts receivable, accounts payable, accrued liabilities, and deposits approximate fair value because of the terms and relative short maturity of financial instruments. The carrying values, which are the fair value of investments, are based on values provided by an external investment manager or comparison to quoted market values.

NOTE 2 – INVESTMENTS

The following schedule summarizes the investment return and its classification in the statement of revenue and expenses for the year ended December 31, 2010:

Interest income	\$ 524
Total investment return	<u>\$ 524</u>

NOTE 3 – FAIR VALUE MEASUREMENTS

The accounting standards establish a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to measurements involving significant unobservable inputs (Level 3 measurements). The three levels of the fair value hierarchy are as follows:

Level 1 – financial instruments with quoted prices in active markets for identical assets or liabilities.

Level 2 – financial instruments with valuations based on quoted prices in markets that are not active or for which all significant inputs are observable, either directly or indirectly.

Level 3 – financial instruments that are not actively traded on a market exchange and require using significant unobservable inputs in determining fair value. The inputs into the determination of fair value require significant judgment or estimation by the investment manager.

The following tables summarize the valuation of the Trust's financial assets and liabilities measured at fair value as of December 31, 2010, based on the level of input utilized to measure fair value:

Assets measured at fair value	Fair value at December 31, 2010	Fair value measurements at December 31, 2010 using		
		Quoted prices in active markets for identical assets and liabilities (Level 1 inputs)	Quoted prices for similar assets and liabilities (Level 2 inputs)	Significant unobservable inputs (Level 3 inputs)
Money Market Funds	\$ 999,212	\$ 999,212	\$ -	\$ -
Total assets at fair value	\$ 999,212	\$ 999,212	\$ -	\$ -

Prices for money market funds, U.S. Treasury bonds and notes, equities, and preferred stock and bond funds are readily available in the active markets in which those securities are traded, and the resulting fair values are shown in the "Level 1 input" column.

NOTE 4 – CONCENTRATION OF CREDIT RISK

The Trust maintains cash balances in one checking account at one financial institution. Accounts at an institution are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000 until December 31, 2011. At times during the year, balances may exceed insured amounts.

NOTE 5 – SUBSEQUENT EVENTS

Subsequent events have been evaluated through January 27, 2011, which is the date the financial statements were available to be issued.

PINEWOOD SITE CUSTODIAL TRUST

AUDITED FINANCIAL STATEMENTS

DECEMBER 31, 2011

PINEWOOD SITE CUSTODIAL TRUST

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McKINLEY, COOPER & CO., LLC

CERTIFIED PUBLIC ACCOUNTANTS

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Certified Public Accountants

Independent Auditor's Report

Kestrel Horizons, LLC
Trustee of the Pinewood Site Custodial Trust
Greenville, South Carolina

We have audited the accompanying balance sheet of Pinewood Site Custodial Trust as of December 31, 2011, and the related statements of revenue and expenses and cash flows for the year then ended. These financial statements are the responsibility of the Trust's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Pinewood Site Custodial Trust as of December 31, 2011, and the changes in its net assets and its cash flows for the year then ended, in conformity with accounting principles generally accepted in the United States of America.

McKinley, Cooper & Co., LLC

January 23, 2012

PINEWOOD SITE CUSTODIAL TRUST

BALANCE SHEET
DECEMBER 31, 2011

CURRENT ASSETS

Cash and cash equivalents	\$ 9,588
Prepaid insurance	92,725

Total current assets	102,313
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Total assets	\$ 102,313
--------------	------------

CURRENT LIABILITIES

Accounts payable	\$ 261,020
------------------	------------

Total current liabilities	261,020
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NET ASSETS	(158,707)
------------	-----------

Total net assets	(158,707)
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Total liabilities and net assets	\$ 102,313
----------------------------------	------------

The accompanying notes are an integral part of these financial statements.

PINWOOD SITE CUSTODIAL TRUST
STATEMENT OF REVENUE AND EXPENSES
YEAR ENDED DECEMBER 31, 2011

REVENUE

AIG Annuity	\$ 1,151,045
Transfer by DHEC from Environmental Impairment Trust Fund	3,075,000
Investment income	97

Total revenue	4,226,142
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EXPENSES

Post-closure improvement project	1,052,274
Site operations	2,640,570
Management and general	1,181,166

Total expenses	4,874,010
----------------	-----------

DECREASE IN NET ASSETS	(647,868)
------------------------	-----------

NET ASSETS, beginning of year	489,161
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NET ASSETS, end of year	\$ (158,707)
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The accompanying notes are an integral part of these financial statements.

PINEWOOD SITE CUSTODIAL TRUST

STATEMENT OF CASH FLOWS
YEAR ENDED DECEMBER 31, 2011

CASH FLOWS FROM OPERATING ACTIVITIES	
Decrease in net assets	\$ (647,868)
Adjustments to reconcile change in net assets to net cash provided by operating activities	
Changes in deferred and accrued amounts	
Increase in prepaid expenses	(20,361)
Decrease in accounts payable	(329,398)
	<hr/>
Net cash used by operating activities	(997,627)
	<hr/>
NET DECREASE IN CASH	(997,627)
CASH AND CASH EQUIVALENTS, beginning of year	<hr/> 1,007,215
CASH AND CASH EQUIVALENTS, end of year	<hr/> <hr/> \$ 9,588

The accompanying notes are an integral part of these financial statements.

PINEWOOD SITE CUSTODIAL TRUST

NOTES TO FINANCIAL STATEMENTS DECEMBER 31, 2011

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Operations

The Pinewood Site Custodial Trust was established by the bankruptcy court on December 24, 2003 to effect closure and post-closure of the Pinewood Site, a hazardous waste landfill and treatment facility located in Sumter County, South Carolina, and formerly owned and operated by Safety-Kleen (Pinewood, Inc.). This trust fund will be treated as Qualified Settlement Funds under Sec. 1.468B of the Income Tax Regulations. DHEC is the sole beneficiary of the fund. Kestrel Horizons, LLC has been appointed and approved by DHEC as the Trustee.

Basis of Accounting

The financial statements are prepared using the accrual basis of accounting whereby revenues are recognized when earned and expenditures are recorded when incurred.

Use of Estimates

The presentation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions related to the reported amounts of assets and liabilities and the disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results may ultimately differ from those estimates.

Cash and Cash Equivalents

The Trustee considers all holdings of highly liquid investments with original maturities of three months or less and investments in money market funds to be cash equivalents.

Income Tax

The fund is a Qualified Settlement Fund under Sec. 1.468B of the Income Tax Regulations, and all income is excludible from gross income under Sec. 115(1) of the Internal Revenue Code.

Fair Value of Financial Instruments

The carrying values of cash and cash equivalents, accounts receivable, accounts payable, accrued liabilities, and deposits approximate fair value because of the terms and relative short maturity of financial instruments. The carrying values, which are the fair value of investments, are based on values provided by an external investment manager or comparison to quoted market values.

NOTE 2 – INVESTMENTS

The following schedule summarizes the investment return and its classification in the statement of revenue and expenses for the year ended December 31, 2011:

Interest income	\$	97
Total investment return	\$	97

NOTE 3 – FAIR VALUE MEASUREMENTS

The accounting standards establish a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to measurements involving significant unobservable inputs (Level 3 measurements). The three levels of the fair value hierarchy are as follows:

Level 1 – financial instruments with quoted prices in active markets for identical assets or liabilities.

Level 2 – financial instruments with valuations based on quoted prices in markets that are not active or for which all significant inputs are observable, either directly or indirectly.

Level 3 – financial instruments that are not actively traded on a market exchange and require using significant unobservable inputs in determining fair value. The inputs into the determination of fair value require significant judgment or estimation by the investment manager.

The following tables summarize the valuation of the Trust's financial assets and liabilities measured at fair value as of December 31, 2011, based on the level of input utilized to measure fair value:

		Fair value measurements at December 31, 2011 using		
	Fair value at	Quoted prices in	Quoted prices	Significant
Assets measured at fair value	December 31, 2011	active markets for	for similar assets	unobservable
		identical assets	and liabilities	inputs
		(Level 1 inputs)	(Level 2 inputs)	(Level 3 inputs)
Money Market Funds	\$ 6,208	\$ 6,208	\$ -	\$ -
Total assets at fair value	\$ 6,208	\$ 6,208	\$ -	\$ -

Prices for money market funds, U.S. Treasury bonds and notes, equities, and preferred stock and bond funds are readily available in the active markets in which those securities are traded, and the resulting fair values are shown in the "Level 1 input" column.

NOTE 4 – CONCENTRATION OF CREDIT RISK

The Trust maintains cash balances in one checking account at one financial institution. Accounts at an institution are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000 until December 31, 2012. At times during the year, balances may exceed insured amounts.

NOTE 5 – SUBSEQUENT EVENTS

Subsequent events have been evaluated through January 25, 2012, which is the date the financial statements were available to be issued.

PINEWOOD SITE CUSTODIAL TRUST

AUDITED FINANCIAL STATEMENTS

DECEMBER 31, 2012

PINEWOOD SITE CUSTODIAL TRUST

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PINEWOOD SITE CUSTODIAL TRUST

BALANCE SHEET
DECEMBER 31, 2012

CURRENT ASSETS

Cash and cash equivalents	\$ 653,420
Prepaid expense	223,366

Total current assets	<u>876,786</u>
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Total assets	<u>\$ 876,786</u>
--------------	-------------------

CURRENT LIABILITIES

Accounts payable	\$ 773,424
------------------	------------

Total current liabilities	<u>773,424</u>
---------------------------	----------------

NET ASSETS

	<u>103,362</u>
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Total net assets	<u>103,362</u>
------------------	----------------

Total liabilities and net assets	<u>\$ 876,786</u>
----------------------------------	-------------------

The accompanying notes are an integral part of these financial statements.

PINWOOD SITE CUSTODIAL TRUST
STATEMENT OF REVENUE AND EXPENSES
YEAR ENDED DECEMBER 31, 2012

REVENUE	
AIG Annuity	\$ 1,085,540
Transfer by DHEC from Environmental Impairment Trust Fund	9,000,000
Investment income	<u>360</u>
Total revenue	<u>10,085,900</u>
EXPENSES	
Post-closure improvement project	5,856,653
Site operations	2,743,704
Management and general	<u>1,223,474</u>
Total expenses	<u>9,823,831</u>
INCREASE IN NET ASSETS	262,069
NET ASSETS, beginning of year	<u>(158,707)</u>
NET ASSETS, end of year	<u>\$ 103,362</u>

The accompanying notes are an integral part of these financial statements.

PINEWOOD SITE CUSTODIAL TRUST

STATEMENT OF CASH FLOWS
YEAR ENDED DECEMBER 31, 2012

CASH FLOWS FROM OPERATING ACTIVITIES	
Increase in net assets	
Adjustments to reconcile change in net assets	\$ 262,069
to net cash provided by operating activities	
Changes in deferred and accrued amounts	
Increase in prepaid expenses	(130,641)
Increase in accounts payable	512,404
Net cash provided by operating activities	<u>643,832</u>
NET INCREASE IN CASH	<u>643,832</u>
CASH AND CASH EQUIVALENTS, beginning of year	<u>9,588</u>
CASH AND CASH EQUIVALENTS, end of year	<u><u>\$ 653,420</u></u>

The accompanying notes are an integral part of these financial statements

PINEWOOD SITE CUSTODIAL TRUST

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2012

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Operations

The Pinewood Site Custodial Trust was established by the bankruptcy court on December 24, 2003, to effect closure and post-closure of the Pinewood Site, a hazardous waste landfill and treatment facility located in Sumter County, South Carolina, and formerly owned and operated by Safety-Kleen (Pinewood, Inc.). This trust fund will be treated as Qualified Settlement Funds under Sec. 1.468B of the Income Tax Regulations. DHEC is the sole beneficiary of the fund. Kestrel Horizons, LLC has been appointed and approved by DHEC as the Trustee.

Basis of Accounting

The financial statements are prepared using the accrual basis of accounting whereby revenues are recognized when earned and expenditures are recorded when incurred.

Use of Estimates

The presentation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions related to the reported amounts of assets and liabilities and the disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results may ultimately differ from those estimates.

Cash and Cash Equivalents

The Trustee considers all holdings of highly liquid investments with original maturities of three months or less and investments in money market funds to be cash equivalents.

Income Tax

The fund is a Qualified Settlement Fund under Sec. 1.468B of the Income Tax Regulations, and all income is excludible from gross income under Sec. 115(1) of the Internal Revenue Code.

Fair Value of Financial Instruments

The carrying values of cash and cash equivalents, accounts receivable, accounts payable, accrued liabilities, and deposits approximate fair value because of the terms and relative short maturity of financial instruments. The carrying values, which are the fair value of investments, are based on values provided by an external investment manager or comparison to quoted market values.

NOTE 2 – INVESTMENTS

The following schedule summarizes the investment return and its classification in the statement of revenue and expenses for the year ended December 31, 2012:

Interest income	\$	360
Total investment return	\$	360

NOTE 3 – FAIR VALUE MEASUREMENTS

ASC 820, *Fair Value Measurements and Disclosures*, establishes a single authoritative definition of fair value, establishes a consistent framework for measuring fair value in accordance with GAAP, and expands disclosure requirements about fair value measurements. The pronouncement defines fair value and establishes a framework for measuring fair value that includes a hierarchy that categorizes and prioritizes the sources used to measure and disclose fair value. Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date (an exit price). The hierarchy is broken down into three levels based on inputs that market participants would use in valuing the asset or liability based on market data obtained from sources independent of the Trust as follows:

Level 1 - Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the Trust has the ability to access.

Level 2 - Inputs to the valuation methodology include:

- quoted prices for similar assets or liabilities in active markets;
- quoted prices for identical or similar assets or liabilities in inactive markets;
- inputs other than quoted prices that are observable for the asset or liability;
- inputs that are derived principally from or corroborated by observable market data by correlation or by other means.

If the asset or liability has a specified (contractual) term, the level 2 input must be observable for substantially the full term of the asset or liability.

Level 3 - Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

Inputs refer broadly to the assumptions that market participants use to make valuation decisions, including assumptions about risk. Inputs may include price information, volatility statistics, specific and broad credit data, liquidity statistics and other factors.

The following table summarizes the valuation of the Trust's financial assets and liabilities measured at fair value as of December 31, 2012, based on level of input used to measure fair value:

	Level 1	Total
Money Market funds	\$ 644,422	\$ 644,422

Prices for money market funds, U.S. Treasury bonds and notes, equities, and preferred stock and bond funds are readily available in the active markets in which those securities are traded, and the resulting fair values are shown in the "Level 1 input" column.

NOTE 4 – CONCENTRATION OF CREDIT RISK

The Trust maintains cash balances in one checking account at one financial institution. Accounts at an institution are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000. At times during the year, balances may exceed insured amounts.

NOTE 5 – SUBSEQUENT EVENTS

Subsequent events have been evaluated through January 30, 2013, which is the date the financial statements were available to be issued.

PINEWOOD SITE CUSTODIAL TRUST

AUDITED FINANCIAL STATEMENTS

DECEMBER 31, 2013

PINEWOOD SITE CUSTODIAL TRUST

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McKinley, Cooper & Co., LLC
CERTIFIED PUBLIC ACCOUNTANTS

Independent Auditor's Report

Kestrel Horizons, LLC
Trustee of the Pinewood Site Custodial Trust
Greenville, South Carolina

We have audited the accompanying balance sheet of Pinewood Site Custodial Trust as of December 31, 2013, and the related statements of revenue and expenses and cash flows for the year then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Pinewood Site Custodial Trust as of December 31, 2013, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

McKinley, Cooper & Co., LLC

February 4, 2014

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PINEWOOD SITE CUSTODIAL TRUST

BALANCE SHEET
DECEMBER 31, 2013

CURRENT ASSETS

Cash and cash equivalents	\$ 1,437,260
Prepaid expense	143,483

Total current assets	1,580,743
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Total assets	\$ 1,580,743
--------------	--------------

CURRENT LIABILITIES

Accounts payable	\$ 441,665
------------------	------------

Total current liabilities	441,665
---------------------------	---------

NET ASSETS

Total net assets	1,139,078
------------------	-----------

Total liabilities and net assets	\$ 1,580,743
----------------------------------	--------------

The accompanying notes are an integral part of these financial statements.

PINEWOOD SITE CUSTODIAL TRUST

STATEMENT OF REVENUE AND EXPENSES
YEAR ENDED DECEMBER 31, 2013

REVENUE

AIG Annuity	\$ 1,055,109
Transfer by DHEC from Environmental Impairment Trust Fund	8,475,000
Investment income	99
	<hr/>
Total revenue	9,530,208

EXPENSES

Post-closure improvement project	3,254,189
Site operations	3,563,336
Management and general	1,676,967
	<hr/>
Total expenses	8,494,492

INCREASE IN NET ASSETS	1,035,716
------------------------	-----------

NET ASSETS, beginning of year	103,362
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NET ASSETS, end of year	\$ 1,139,078
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The accompanying notes are an integral part of these financial statements.

PINEWOOD SITE CUSTODIAL TRUST

STATEMENT OF CASH FLOWS
YEAR ENDED DECEMBER 31, 2013

CASH FLOWS FROM OPERATING ACTIVITIES

Increase in net assets	\$ 1,035,716
Adjustments to reconcile change in net assets to net cash provided by operating activities	
Changes in deferred and accrued amounts	
Decrease in prepaid expenses	79,883
Decrease in accounts payable	(331,759)

Net cash provided by operating activities	<u>783,840</u>
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NET INCREASE IN CASH	783,840
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CASH AND CASH EQUIVALENTS, beginning of year	<u>653,420</u>
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CASH AND CASH EQUIVALENTS, end of year	<u><u>\$ 1,437,260</u></u>
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The accompanying notes are an integral part of these financial statements.

PINEWOOD SITE CUSTODIAL TRUST

NOTES TO FINANCIAL STATEMENTS DECEMBER 31, 2013

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Operations

The Pinewood Site Custodial Trust was established by the bankruptcy court on December 24, 2003, to effect closure and post-closure of the Pinewood Site, a hazardous waste landfill and treatment facility located in Sumter County, South Carolina, and formerly owned and operated by Safety-Kleen (Pinewood, Inc.). This trust fund will be treated as Qualified Settlement Funds under Sec. 1.468B of the Income Tax Regulations. DHEC is the sole beneficiary of the fund. Kestrel Horizons, LLC has been appointed and approved by DHEC as the Trustee.

Basis of Accounting

The financial statements are prepared using the accrual basis of accounting whereby revenues are recognized when earned and expenditures are recorded when incurred.

Use of Estimates

The presentation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions related to the reported amounts of assets and liabilities and the disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results may ultimately differ from those estimates.

Cash and Cash Equivalents

The Trustee considers all holdings of highly liquid investments with original maturities of three months or less and investments in money market funds to be cash equivalents.

Income Tax

The fund is a Qualified Settlement Fund under Sec. 1.468B of the Income Tax Regulations, and all income is excludable from gross income under Sec. 115(1) of the Internal Revenue Code.

Fair Value of Financial Instruments

The carrying values of cash and cash equivalents, accounts receivable, accounts payable, accrued liabilities, and deposits approximate fair value because of the terms and relative short maturity of financial instruments. The carrying values, which are the fair value of investments, are based on values provided by an external investment manager or comparison to quoted market values.

NOTE 2 – INVESTMENTS

The following schedule summarizes the investment return and its classification in the statement of revenue and expenses for the year ended December 31, 2013:

Interest income	\$	99
Total investment return	\$	99

NOTE 3 – FAIR VALUE MEASUREMENTS

ASC 820, *Fair Value Measurements and Disclosures*, establishes a single authoritative definition of fair value, establishes a consistent framework for measuring fair value in accordance with GAAP, and expands disclosure requirements about fair value measurements. The pronouncement defines fair value and establishes a framework for measuring fair value that includes a hierarchy that categorizes and prioritizes the sources used to measure and disclose fair value. Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date (an exit price). The hierarchy is broken down into three levels based on inputs that market participants would use in valuing the asset or liability based on market data obtained from sources independent of the Trust as follows:

Level 1 - Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the Trust has the ability to access.

Level 2 - Inputs to the valuation methodology include:

- quoted prices for similar assets or liabilities in active markets;
- quoted prices for identical or similar assets or liabilities in inactive markets;
- inputs other than quoted prices that are observable for the asset or liability;
- inputs that are derived principally from or corroborated by observable market data by correlation or by other means.

If the asset or liability has a specified (contractual) term, the level 2 input must be observable for substantially the full term of the asset or liability.

Level 3 - Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

Inputs refer broadly to the assumptions that market participants use to make valuation decisions, including assumptions about risk. Inputs may include price information, volatility statistics, specific and broad credit data, liquidity statistics and other factors.

The following table summarizes the valuation of the Trust's financial assets and liabilities measured at fair value as of December 31, 2013, based on level of input used to measure fair value:

	Level 1	Total
Money Market funds	\$ 1,430,675	\$ 1,430,675

Prices for money market funds, U.S. Treasury bonds and notes, equities, and preferred stock and bond funds are readily available in the active markets in which those securities are traded, and the resulting fair values are shown in the "Level 1 input" column.

NOTE 4 – CONCENTRATION OF CREDIT RISK

The Trust maintains cash balances in one checking account at one financial institution. Accounts at an institution are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000. At times during the year, balances may exceed insured amounts.

NOTE 5 - SUBSEQUENT EVENTS

Subsequent events have been evaluated through February 4, 2014, which is the date the financial statements were available to be issued.

McKINLEY, COOPER & CO., LLC

CERTIFIED PUBLIC ACCOUNTANTS

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The CPA Name Indentification Code

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Certified Public Accountants
S.C. Association of
Certified Public Accountants

Independent Auditor's Report

Kestrel Horizons, LLC
Trustee of the Pinewood Site Custodial Trust
Greenville, South Carolina

We have audited the accompanying balance sheet of Pinewood Site Custodial Trust as of December 31, 2012, and the related statements of revenue and expenses and cash flows for the year then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Kestrel Horizons, LLC
Trustee of the Pinewood Site Custodial Trust
January 30, 2013

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Pinewood Site Custodial Trust as of December 31, 2012, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

McKinley, Cooper & Co., LLC

January 30, 2013

Third Party Assessment of Pinewood Site

Haley & Aldrich was awarded the contract for the 3rd party independent analysis of the Pinewood site. The cost of the project is \$50,000. Their report is due to DHEC in April 2015.

The 3rd party independent analysis Scope of Work is as follows:

1. Review current Site RCRA Subtitle C post-closure operations. This includes, but is not limited to:
 - 1.1. The groundwater monitoring system, including location, depth, and number of monitoring wells, sampling frequency, and sampling parameters as it relates to the hydrogeologic system beneath and surrounding the Site;
 - 1.2. The leachate monitoring, collection, and treatment system;
 - 1.3. Site records, in both hard copy and electronic format, in the possession of the Site Trustee and the Department;
 - 1.4. Environmental permits held by the Trustee for the Site;
 - 1.5. All other Site-wide operation and support systems.
2. Evaluate the efficacy of the systems referenced in section 3.2.1 to perform as designed to detect and respond to any actual or potential environmental releases at the Site. This includes, but is not limited to:
 - 2.1. Actual and potential pathways through environmental media;
 - 2.2. Actual and potential exposure routes;
 - 2.3. Integrity of the landfill caps;
 - 2.4. Other environmental risk factors such as sensitive populations.
3. Provide written findings and prioritized recommendations for any changes in the post-closure care of the Site. This includes, but is not limited to:
 - 3.1. Changes to the existing groundwater monitoring system necessary to ensure the earliest detection of a release from the landfill sections;
 - 3.2. Modifications to the existing landfill caps;
 - 3.3. Short (1-5 years) and long-term (greater than 5 years) response action alternatives and potentially applicable technologies to address a specific Site issue or the entire Site; based on factors that include, but are not limited to:
 - a. scope, complexity and present worth cost of the recommended response action including not only costs to construct and implement but also long-term costs to operate and maintain;
 - b. degree to which response action reduces the toxicity, mobility, or volume of the potential for or actual release;
 - c. degree to which response action affords short and long-term protection to public health and the environment;
 - d. technical feasibility of the response action.
4. Conduct a review of current and projected Site expenditures for post-closure operation and maintenance. This includes, but is not limited to:
 - 4.1. Review of the status of the funds currently available for Site expenditures.;

- 4.2. Projections for future expenditures associated with current post-closure operation and maintenance of the Site;
- 4.3. Projections for short- and long-term expenditures for prioritized response action recommendations.