

HAWAII HEALTH SYSTEMS CORPORATION NOTICE OF AND REQUEST FOR EXEMPTION FROM CHAPTER 103D, HRS

EX Number: EX-029

1. TO: Chief Procurement Officer

2. FROM: Matt Chun

Department/Division/Agency Pursuant to §103D-102(b)(4), HRS, and Chapter 3-120, HAR, the Department requests a procurement exemption to purchase the following:

3. Description of goods, services or construction:

Electronic connectivity to the CMS HIPAA Eligibility Transaction Network available ONLY through CMS-approved Network Service Vendor(s).

4. Name and Address of Vendor: ABILITY NETWORK, INC.
100 N.6th St., Suite 900A, Minneapolis, MN 54403

5. Price: \$9,000

6. Term of Contract: From: 11/1/15 To: 10/31/2016

7. Prior Exemption Ref. No.
N/A

8. Explanation describing how procurement by competitive means is either not practicable or advantageous to the State:

COMPETITION WAS RESTRICTED by CMS to six CMS-approved vendors to provide electronic access to the CMS system. Vendors are Ability, Inc., AHDS, ECC Technologies, eSOLUTIONS, McKesson, MedTranDirect

9. Details of the process or procedures to be followed in selecting the vendor to ensure maximum fair and open competition as practicable:

A modified Exemption was used in order to make small-purchase award. Six CMS-approved vendors were asked to provide pricing and a description of basic services. Three vendors responded. Three offers were evaluated for suitability of technology and price. Evaluation Committee scored Ability highest for technology/price.

10. A description of the agency's internal controls and approval requirements for the exempted procurement:

This exemption shall be from HRS, Section 103D-303, and all other guidelines, rules and policies under chapter 103D shall be upheld. HHSC policies and procedures will be followed and periodic reviews of contract action will be performed.

11. A list of agency personnel, by position, who will be involved in the approval process and administration of the contract:

Name	Position	Involvement in Process	
Matt Chun	Rev Cycle Analyst	<input type="checkbox"/> Approval	<input checked="" type="checkbox"/> Administration
A.A. Stransky	Corp. Contracts Manager	<input type="checkbox"/> Approval	<input checked="" type="checkbox"/> Administration
Joe Evanoff	Contracts/Materials Management Director	<input type="checkbox"/> Approval	<input checked="" type="checkbox"/> Administration
Edward Chu	Corporate CFO	<input checked="" type="checkbox"/> Approval	<input type="checkbox"/> Administration

12. Direct inquiries to:

Contact Name: Matt Chun
Phone Number: 808-733-4088

Agency shall ensure adherence to applicable administrative and statutory requirements
13. I certify that the information provided above is, to the best of my knowledge, true and correct.

Department Head (Print: Jeff Eilers)

Date

8/3/15

Reserved for CPO/Delegee Use Only

14. Date Notice Posted: 8/4/15

The CPO is in the process of reviewing this request for exemption from Chapter 103D, HRS. Submit written objections to this notice to issue an exemption from Chapter 103D, HRS, within seven (7) calendar days or as otherwise allowed from the above posted date to: Chief Procurement Officer, HHSC, 3675 Kilauea Ave., Honolulu, Hawaii 96816

Chief Procurement Officer's comments:

Critical for health care compliance.

15. APPROVED
 DISAPPROVED:
 NO ACTION REQUIRED

HHSC Chief Procurement Officer - Signature

Date

[Handwritten Signature]

8/10/15