

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

EX - 098

1. TO: Chief Procurement Officer

2. FROM: Heath Hollenbeck

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: Maintenance of existing Dragon Software/Hardware by Nuance which allows for voice-enabled clinical dictation for medical records.

4. Name and Address of Vendor: Nuance Communications, Inc.
1 Wayside Road, Burlington, MA 01803

5. Price: \$60,000.00

6. Term of Contract: From: Est. November 1, 2017 To: October 30, 2022

7. Prior Exemption Ref. No.
EX13-011, EX-040

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

Dragon Medical by Nuance is by far the leader in the industry and therefore the only dictation software HHSC Physicians will use. HHSC has also already made the initial investment in Dragon/Nuance hardware and software, therefore this exemption is just to continue to provide maintenance on existing hardware and software.

9. Details of the process or procedures to be followed in selecting the vendor to ensure maximum fair and open competition as practicable: Only Dragon Medical by Nuance is acceptable to HHSC Physicians. Purchase can only be made directly from Nuance; there are no resellers of this software license maintenance.

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:

<i>Name</i>	<i>Position</i>	<i>Involvement in Process</i>	
Jeff Eilers	HHSC Chief Information Officer	X Approval	<input type="checkbox"/> Administration
Alison Stransky	HHSC Sr. Contracts Manager	<input type="checkbox"/> Approval	X Administration
Heath Hollenbeck	HHSC Director of Technical Services	<input type="checkbox"/> Approval	X Administration
Edward N. Chu	HHSC Chief Procurement Officer, CFO	X Approval	<input type="checkbox"/> Administration

12. Direct inquiries to:

Contact Name:
Phone Number:

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

 Per emailed approval 10.26.17
Department Head (Print: Jeff Eilers) Date

Reserved for CPO/Delegee Use Only

14 .Date Notice Posted: 10/26/17

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

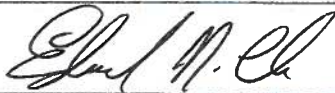
Chief Procurement Officer's comments:

Services are critical for patient care and clinical documentation.

15. APPROVED

DISAPPROVED:

NO ACTION REQUIRED


HHSC Chief Procurement Officer - Signature

11/1/17
Date