

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

**EX - 106**

<b>1. TO:</b> Chief Procurement Officer	
<b>2. FROM:</b> Ron Hemenway, Corporate IT Security Manager	
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:	
<b>3. Description of goods, services or construction:</b> Computer Forensic and Breach Notification Services	
<b>4. Name and Address of Vendor:</b> Multiple Vendors (Sylint, LMG Security, Kroll Ontrack, RSM, Mandiant, Epiq)	<b>5. Price:</b> \$900,000.00 (\$150,000.00 per vendor)
<b>6. Term of Contract:</b> Three Years from Time of Contract Execution	<b>7. Prior Exemption Ref. No.</b> None
<b>8. Explanation describing how procurement by competitive means is either not practicable or advantageous to the State:</b> Procurement by competitive means is not practical to HHSC as in the event of <del>the</del> a privacy or security breach of HHSC networks or records containing Protected Health Information, HHSC is required to use computer forensic and breach notification services approved by the Beazley Group, its privacy / cyber insurance provider. Pricing has been negotiated for these vendors by the Beazley Group at discounted rates.	
<b>9. Details of the process or procedures to be followed in selecting the vendor to ensure maximum fair and open competition as practicable:</b> HHSC will review the approved list from the Beazley Group and interview those who meet the needs of computer forensics and breach notification services. From the interviews and research/prior working knowledge of the vendors, HHSC will select the vendor(s) that best fit its requirements.	
<b>10. A description of the agency's internal controls and approval requirements for the exempted procurement:</b> HHSC will ensure all firms that are to be contracted with are on the Beazley Group's list of approved vendors for computer forensic and breach notification services, as well as in compliance with all State and HHSC procurement policies and procedures.	
<b>11. A list of agency personnel, by position, who will be involved in the approval process and administration of the contract:</b>	
<i>Name</i>	<i>Position</i>
Edward N. Chu	HHSC CFO
Ron Hemenway	Corporate IT Security Manager
Jeff Dansdill	Senior Contract Manager
Anne Lopez	General Counsel / COO
<i>Involvement in Process</i>	
<input checked="" type="checkbox"/> Approval	<input type="checkbox"/> Administration
<input type="checkbox"/> Approval	<input checked="" type="checkbox"/> Administration
<input type="checkbox"/> Approval	<input checked="" type="checkbox"/> Administration
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