

STATE OF HAWAII
REQUEST FOR EXEMPTION FROM CHAPTER 103D, HRS

TO: Head of the Purchasing Agency

FROM: Nancy Delima

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

Description of goods, services, or construction:

Maui Memorial Medical Center is currently seeking a clinically Managed Residential Detoxification Program located on the Island of Maui who's services are available twenty-four hour's. Program must accept patients referred by the Maui Memorial Medical Center's Emergency Room by physician's who deem patients would be better served at a detoxification program than an emergency room. Last fiscal year it was reported one hundred eighty-eight (188) patients treated at the emergency room were better suited for detoxification service rather than an emergency room bed, once these services are obtained physician's can better service emergency patients and have the ability to refer those patients who require detox service to the appropriate program.

The program must have a minimum of one-year experience to demonstrate the competence or qualifications to perform residential substance abuse services. Services must meet all required state licensing, certifications, and accreditation's required to operate a residential treatment facility.

Name of Vendor: Aloha House
Address: PO Box 791779, Paia, Hawaii 96779

Cost: \$ 135,000.00

Term of Contract: One year period,
from HPA's Approval

Prior Exemption Ref No. None

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

Currently, the Island of Maui has only two known residential programs: 1) Kahale Oke Ola Homeless Resource Center that will only accept individuals who are residents of their Homeless Shelter; and 2) Aloha House, Inc. that is a community based program who accept any individual in the community who are seeking treatment. Kahale Oke Ola Homeless Resource Center's admission policy will not meets our needs. Since we have confirmed the above, it would not be practicable to or advantageous to expend additional resources to do a sollicitaion when only one facility is willing to meet the HHSC's requirements. Further, there is no way to predict the number of patients that will be referred by the HHSC in a given period. It is our determination that The Aloha House, Inc. is best solution for our referrals at this time for a one year period.

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

The term of the exemption will be for a one period at which time the hospital will seek Request's for Information to determine if any other vendor has established a residential facility or if any existing facilities have changed their terms and policies that could meet the needs of the hospital. Based on available information and research, a RFP for services beyond the one year period could be issued.

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A description of the agency's internal control and approval requirements for the exempted procurement: This exemption shall be from HRS, Section 103-302 all other guidelines, rules and policies under Chapter 103D shall be upheld. HHSC Polices and procedures will be followed and periodic reviews of contract action will be completed.
A list of agency personnel, by position title, who will be involved in the approval process and administration of the contract: Regional Chief Executive Officer Regional Chief Financial Officer Contract Manager Requestor of Action
Direct questions to: Nancy Delima Phone Number: 808-243-3091

This exemption should be considered for list of exemptions attached to Chapter 3-120, HAR Yes No

I CERTIFY THAT THE INFORMATION PROVIDED ABOVE IS, TO THE BEST OF MY KNOWLEDGE, TRUE AND CORRECT

MRS [Signature] 9/27/05
Department Head or Designee Date

Regional CEO
Title

Chief Procurement Officer's Comments: <i>Posting one week, per Nancy Delima.</i>

APPROVED DISAPPROVED

Alice Mitchell 10/12/05
Head of Purchasing Agency Date
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