

EX 06-03



STATE PROCUREMENT OFFICE NOTICE OF AMENDMENT TO EXEMPTION FROM CHAPTER 103D, HRS, CONTRACT

1 TO: Head of Purchasing Agency

2 FROM: Ron Schurra, East Hawaii Regional CEO

Department/Division/Agency

3 Name of Contractor: Hawaii Residency Program, Inc.

4 P.E. Reference No. 06-03

5 Description of goods, services, or construction:

Payment of expenses for medical residents of the John A. Burns School of Medicine while on rotation at Hilo Medical Center.

6. Scope of work for the contract is revised as follows:

There is no change proposed for the scope of work.

Original Contract Price: \$5120,000

Amended Contract Price: \$200,000

7 Reason: This / These amendment(s) are necessary because:

The original exemption request included the term from 04/01/06 through 12/31/08 and the contract price of \$120,000. Upon further review and negotiations with the School of Medicine, HMC has confirmed a shorter time frame, 07/01/06 through 06/30/08 and a more realistic price of \$200,000 over the two year term.

8. Direct questions to: Gary L. Callahan

Phone: (808) 974-6887

Agency shall ensure adherence to applicable administrative and statutory requirements.

9. Pursuant to § 103D-102, HRS, and § 3-120-5, HAR, I certify that the information provided above is, to the best of my knowledge, true and correct

5-16-06
Date

Department Head

Reserved for RPO/Deputy Use Only

Date Posted: 5-19-06

11 Submit written objections to this notice of intent to amend a procurement exemption contract within seven calendar days or as otherwise allowed from the above posted date to:

Head of Purchasing Agency
HHSC
3675 Kilauea Ave.
Honolulu, HI 96816

Head of Purchasing Agency's Comments:

12. APPROVED DISAPPROVED

Head of Purchasing Agency
OK But NO Relia Payment
05/24/06
3 of No

EX 06-03



**STATE PROCUREMENT OFFICE
NOTICE OF AND REQUEST FOR EXEMPTION
FROM CHAPTER 103D, HRS**

1. TO: Head of Purchasing Agency
2. FROM: Ron Schurta, East Hawaii Regional CEO

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:

<p>3. Description of goods, services or construction: Payment of expenses for medical residents of the John A. Burns School of Medicine while on rotation at Hilo Medical Center.</p>	
<p>4. Name of Vendor: Hawaii Residency Programs, Inc. Address: 651 Ilalo Street Honolulu, HI 96813</p>	<p>6. Price: \$120,000</p>
<p>5. Term of Contract: From: 4/1/06 To: 12/31/08</p>	<p>7. Prior Exemption Ref. No. 0</p>
<p>8. Explanation describing how procurement by competitive means is either not practicable nor advantageous to the State: This is a residency program administered by the John A Burns School of Medicine at UH Manoa. The University is solely responsible for determining the residents in its program and the prescribed educational programs to be used. Hawaii Health Systems Corporation has no purview over these areas and only seeks to reimburse resident expenses while they are on rotation at Hilo Medical Center. As such, it is not advantageous to the State to try to obtain these services by competitive means.</p>	
<p>9. Details of the process or procedures to be followed in selecting the vendor to ensure maximum fair and open competition as practicable: Hawaii Health Systems has agreements with other medical schools for residency programs. HHSC makes itself available to any school that may be interested in having their residents train with one of its facilities. The term of the exemption will be for approximately 2 years at which time the hospital will re-evaluate the benefit of fieldwork experiences at Hilo Medical Center.</p>	
<p>10. A description of the agency's internal controls and approval requirements for the exempted procurement: This exemption shall be from HRS, Section 103-303. All other guidelines, rules and policies under Chapter 103D shall be upheld. HHSC policies and procedures will be followed and periodic reviews of the contract action will be completed.</p>	

REQUEST FOR EXEMPTION FROM CHAPTER 103D, HRS (CONT.)

12. 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	
		Approval	Administration
Ron Schurra	Regional CEO	<input checked="" type="checkbox"/>	<input type="checkbox"/>
Julie Rukstad	Regional CFO	<input checked="" type="checkbox"/>	<input type="checkbox"/>
Kay Richford	Contract Manager	<input type="checkbox"/>	<input checked="" type="checkbox"/>
		<input type="checkbox"/>	<input type="checkbox"/>
		<input type="checkbox"/>	<input type="checkbox"/>
		<input type="checkbox"/>	<input type="checkbox"/>

13. Direct inquiries to: Department: Contract Manager
 Contact Name: Kay Richford
 Phone Number: 808.322.6937
 Fax Number: 808.322.6940

14. This exemption should be considered for list of exemptions attached to Chapter 3-120, HAR: YES NO
 Agency shall ensure adherence to applicable administrative and statutory requirements

15. I certify that the information provided above is, to the best of my knowledge, true and correct.

[Signature] Department Head Date: 3/8/06

Received for CPO/Deputy CPO

16. Date Notice Posted: 3-8-06

The Head of the Purchasing Agency 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 calendar days or as otherwise allowed from the above posted date to: Head of Purchasing Agency
 HHSC
 3675 Kilauea Ave.
 Honolulu, Hawaii 96816

Head of Purchasing Agency's comments:

17. APPROVED DISAPPROVED

[Signature] Head of Purchasing Agency Date: 03/15/06