

EX 06-22



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

1. TO: Head of Purchasing Agency  
2. FROM: Ronald J. Schurra, East Hawaii Region 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:

3. Description of goods, services or construction: Service, repair and preventative maintenance for CT Scanner in use at Hilo Medical Center	
4. Name of Vendor: Toshiba America Medical Systems, Inc. Address: 15279 Alton Parkway, Suite 300 Irvine, CA 92618	5. Price: \$491,683.00
6. Term of Contract: From: 07/15/06 To: 07/14/07	7. Prior Exemption Ref. No. N/A
8. Explanation describing how procurement by competitive means is either not practicable nor advantageous to the State: We believe it to be impractical to compete for maintenance and repair services as Toshiba CT Scanners cannot be repaired using parts or equipment from any other manufacturer's product. Toshiba America Medical Systems (TAMS) is the only Toshiba affiliated company that services Toshiba CT Scanners. We believe that it will be in the best interest of the State and the patients of HMC to continue with TAMS to service, repair and maintain the existing machine.	
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 can continue to monitor the market in an attempt to find appropriate competition for this vendor. Currently, it appears none exists, and we must maintain and service this system of equipment. In the event suitable competition is located, prior to any renewal of a current contract, HHSC can notify the vendor that a new competitive solicitation will be issued.	
10. A description of the agency's internal controls and approval requirements for the exempted procurement: The Director of Contract Management reviews requests for exemptions for sufficiency prior to submission to the President and CEO for action.	

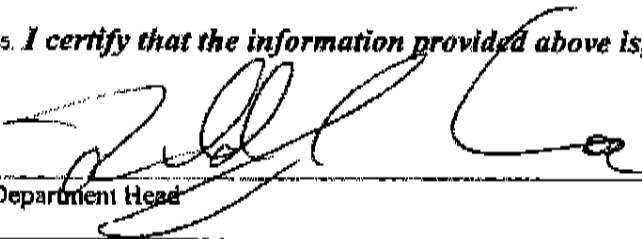
REQUEST FOR EXEMPTION FROM CHAPTER 103D, HRS (Cont.)

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
Ronald J. Schurra	East Hawaii Region CEO	<input checked="" type="checkbox"/> Approval <input type="checkbox"/> Administration
Julie Rukstad	East Hawaii Region CFO	<input checked="" type="checkbox"/> Approval <input type="checkbox"/> Administration
Gary L. Callahan	Contract Manager	<input type="checkbox"/> Approval <input checked="" type="checkbox"/> Administration
		<input type="checkbox"/> Approval <input type="checkbox"/> Administration
		<input type="checkbox"/> Approval <input type="checkbox"/> Administration
		<input type="checkbox"/> Approval <input type="checkbox"/> Administration

13. Direct inquiries to: Department: Contract Management  
 Contact Name: Gary L. Callahan  
 Phone Number: 808-933-2775  
 Fax Number: 808-933-2793

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.

  
 Department Head Date 7-5-06


**Reserved for CPO/Deputy Use Only**

16. Date Notice Posted 7/6/06

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 07/20/06  
  
 Kelley C. Robertson, COO & CFO  
 Head of Purchasing Agency Date