

EX 06-27



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

1. TO: Head of Purchasing Agency  
2. FROM: Maui Memorial Medical Center

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:  
Original Equipment Maintenance Agreement for Schindler Elevator Corporation.

4. Name of Vendor: Schindler Elevator Corporation  
Address: 98-723 Kuahao Place, Pearl City

5. Price:  
\$115,200.00

6. Term of Contract: From: 5 Year To:

7. Prior Exemption Ref. No.

8. Explanation describing how procurement by competitive means is either not practicable nor advantageous to the State:  
A new wing at Maui Memorial Medical Center has a newly installed state of the art elevator. Maui Memorial Medical Center would like to purchase the maintenance agreement as it has been determined by MMMC that the other methods of procurement would not be advantages for OEM services. The current schindler elevator has proprietary software which is used to maintain the system via remote diagnostics, the system is password protected. Currently, no other vendor has been provided OEM training on the repair of this elevator which is required for warranties. The standard procurement process would not be practicable for the services of a maintenance agreement, an exemption would prevent a disruption in services, costly repairs while not under warranty, and provide reasonable response time on repairs.

9. Details of the process or procedures 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 five (5) year term. Once the term has expired the hospital will re-evalaute the maintenance and the options available on the geared/gearless elevators to determine if any other vendor have required knowledge and training to complete the maintenance on this unit. Based on available information and research the best procurement practice will be completed .

10. A description of the agency's internal controls 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.

HMHC Polices and procedures will be followed and periodic reviews of contract action will be completed.

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	
Alice Hall	Assistant General Counsel	<input checked="" type="checkbox"/> Approval	<input type="checkbox"/> Administration
Wesley Lo	Chief Executive Officer	<input checked="" type="checkbox"/> Approval	<input type="checkbox"/> Administration
Pat Saka	Chief Financial Officer	<input type="checkbox"/> Approval	<input checked="" type="checkbox"/> Administration
Nancy Delima	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

13. Direct inquiries to: Department: Contract Manager  
 Contact Name: Nancy Delima  
 Phone Number: 808-573-1824  
 Fax Number: 808-242-2773

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

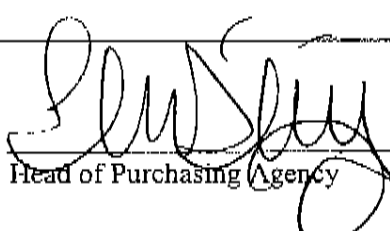
16. Date Notice Posted 9-11-06

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  
 IIIISC  
 3675 Kilauca Ave.  
 Honolulu, Hawaii 96816

Head of Purchasing Agency's comments:

17.  APPROVED  DISAPPROVED

  
 Head of Purchasing Agency Date 09/19/06