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

1. TO: Chief Procurement Officer

2. FROM: HHSC/HMC/Operating Room/Angio

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:
Boston Scientific Microvasive's products for specific angiography, cystology, endoscopy, and vascular procedures.

Price lists will be provided to assigned CM - Large CIC.

| 4. Name of Vendor: Boston Scientific Microvasive | 5. Price: $350,000.00 |
| Address: 1 Boston Scientific Place | |
| Mattick, MA 07180 | |

| Execution of Contract To: 12 months | |

8. Explanation describing how procurement by competitive means is either not practicable nor advantageous to the State: Surgeons is trained and knowledgeable on the use of this specific type of supplies. These supplies ensure a safer, better outcome in the hand of surgeon.

HMC will be subject to greater liability should it require physician/surgeon to use products which they are not familiar and/or trained on and resulting in a poor outcome, would cause undue liability to the facility.

A large volume of the supplies purchased from Boston Scientific have unique features that are not comparable to the products manufactured by other vendors.

9. Details of the process or procedures to be followed in selecting the vendor to ensure maximum fair and open competition as practicable:
There are other vendors but they do not provide the same supplies specific to the surgeon's knowledge. Hawaii Health Systems Corporation can continue to monitor the market in an attempt to find appropriate competition for this vendor but as non currently exists, we must maintain the existing level of patient services. Hawaii Health Systems Corporation will continue to monitor the supply market for product compatibility.
12. A list of agency personnel, by position, who will be involved in the approval process and administration of the contract:

<table>
<thead>
<tr>
<th>Name</th>
<th>Position</th>
<th>Involvement in Process</th>
</tr>
</thead>
<tbody>
<tr>
<td>Ronald Schurra</td>
<td>East Hawaii Region, CEO</td>
<td>☒ Approval ☐ Administration</td>
</tr>
<tr>
<td>Julie Rukstad</td>
<td>East Hawaii Region, CFO</td>
<td>☐ Approval ☒ Administration</td>
</tr>
<tr>
<td>Christine Takahashi</td>
<td>Supervisor</td>
<td>☒ Approval ☐ Administration</td>
</tr>
<tr>
<td>Dana Deranja</td>
<td>Operating Room Supervisor</td>
<td>☐ Approval ☒ Administration</td>
</tr>
<tr>
<td>Arthur Sampaga</td>
<td>Angio Supervisor</td>
<td>☐ Approval ☒ Administration</td>
</tr>
<tr>
<td>Gale Puniwai-Yagin</td>
<td>RN III</td>
<td>☐ Approval ☒ Administration</td>
</tr>
</tbody>
</table>

13. Direct inquiries to:

Department: Operating Room/Angio
Contact Name: Dana Deranja/Arthur Sampaga
Phone Number: 974-7041/974-6816
Fax Number: 974-7060/974-7068

Agency shall ensure adherence to applicable administrative and statutory requirements

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

Department Head: Ronald Schurra, Regional CEO
Date: 9-7-06

15. Date Notice Posted: 9-19-06

The Chief Procurement Officer 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: Chief Procurement Officer
State Procurement Office
P.O. Box 119
Honolulu, Hawaii 96810-0119

Chief Procurement Officer’s comments:

I have approved this request for exemption in accordance with authority granted to me by Tim Driskill to make these decisions in his absence.

Approved: Kelley C. Roberson
C00 & CFO 9/27/06