

EX 06-40



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

- 1 TO: Head of Purchasing Agency
2 FROM: Thomas Gebken, Biomedical Services, Maui Memorial Med Ctr.

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:

Spacelabs Medical Service Agreement will allow Biomedical Services here at Maui Memorial Medical Center to repair and maintain our current Spacelabs Medical patient monitoring equipment.

<p>4 Name of Vendor: Spacelabs Medical Inc Address: PO Box 7018 5150-22th Avenue SE, Issaquah, WA 98027-7018</p>	<p>5. Price: \$86,994.00</p>
<p>6. Term of Contract: From: One Year To:</p>	<p>7. Prior Exemption Ref. No.</p>

8. Explanation describing how procurement by competitive means is either not practicable nor advantageous to the State:

Spacelabs Medical Systems is the only company that manufactures the parts for our equipment. This contract allows them to provide necessary scope of support services. This contract will include providing parts, technical support, exchange discounts on boards and subassemblies, and depot repairs with guaranteed factory warranty on these parts and repairs. They provide these services on a 24hr. local support basis. This is the only company that can provide the necessary support for our Biomedical staff to maintain and repair our patient monitoring equipment.

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 one (1) year period at which time the hospital will re-evalaute the services and assess any possible options, and make a determination if services should be continued, or if any other vendor can provide such services for the the hospital. 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. HHSC Polices and procedures will be followed and periodic reviews of contract action will be completed.

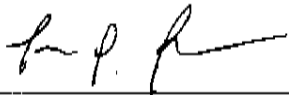
REQUEST FOR EXEMPTION FROM CHAPTER 103D, HRS (Cont.)

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
Wesley Lo	Chief Executive Officer	<input checked="" type="checkbox"/> Approval <input type="checkbox"/> Administration
Patrick Saka	Chief Financial Officer	<input checked="" type="checkbox"/> Approval <input type="checkbox"/> Administration
Tom Gebkin	Supervisor	<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: Nancy Delima
 Phone Number: 243-3091
 Fax Number:

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 Pat Saka cmj/cfd 10/19/06
 Date

16. Date Notice Posted 10-20-06

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


 Head of Purchasing Agency 10/30/06
 Date