

EX 02-14

**HAWAII HEALTH SYSTEMS CORPORATION
NOTICE OF AND REQUEST FOR EXEMPTION
FROM CHAPTER 103D, HRS**

1. TO: Chief Procurement Officer
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:

Vendor to provide services to maintain, inspect, calibrate, and repair clinical equipment located at Maui Memorial Medical Center (MMMC). Vendor technician is manufacturer certified in MMMC ventilator, defibrillator, physiological monitors, electrosurgical unit, infant warmers, and blood gas machines. Services, which can be provided without direct supervision of MMMC personnel, include a minimum of monthly on-site hours, emergency services call response and follow-up services as authorized by MMMC

4. Name of Vendor: Bio-Med Supply

Address: 98-202 Kaulike Drive
Pearl City, HI 96782

5. Price:

\$200,000

6. Term of Contract: → Upon date of executed Agreement
From:

To: 2 years ^{MC}

7. Prior Exemption Ref. No.

N/A

8. Explanation describing how procurement by competitive means is either not practicable or advantageous to the State:

In order to protect the equipment manufacturer's warranties, MMMC must utilize a vendor that is certified to provide technical support and maintenance services for the specific brand of the above clinical equipment. There is currently no existing MMMC staff capacity to provide the service. Vendor has a history of excellent technical support provision for MMMC and is fully compliant in JACHO policies and procedures.

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 two (2) year period. During this period, the hospital will re-evaluate the equipment and determine if other vendors could provide such equipment maintenance services for the hospital. At that time, 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 policies and procedures will be followed and periodic reviews of contract action will be completed.

11. 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
Wesley Lo	Regional Chief Executive Officer	<input checked="" type="checkbox"/>	<input type="checkbox"/>
Patrick Saka	Regional Chief Financial Officer	<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"/>

12. Direct inquiries to: Department: Contacts Manager
Contact Name: Andrew Alvarez
Phone Number: 808 442-5212
Fax Number: 808 442-5462

Agency shall ensure adherence to applicable administrative and statutory requirements

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


Department Head (Print: PATRICK SAKA) Date 3/27/07

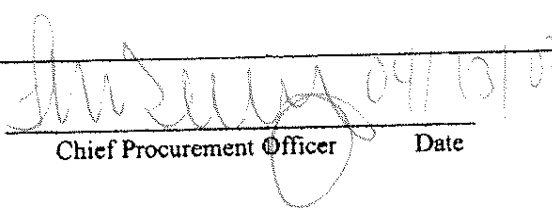
14. Date Notice Posted 4-2-07

The CPO 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 (7) calendar days or as otherwise allowed from the above posted date to: Chief Procurement Officer, HHSC, 3675 Kilauea Ave., Honolulu, Hawaii 96816

Chief Procurement Officer's comments:

15. APPROVED DISAPPROVED

NO ACTION REQUIRED


Chief Procurement Officer Date