

EX-07-20

**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:	
<p>Maui Memorial Medical Center is currently seeking a clinically Managed Residential Detoxification Program located on the Island of Maui who's services are available twenty-four hour's. Program must accept patients referred by the Maui Memorial Medical Center's Emergency Room by physician's who deem patients would be better served at a detoxification program than an emergency room.</p> <p>The program must have a minimum of one-year experience to demonstrate the competence or qualifications to perform residential substance abuse services. Services must meet all required state licensing, certifications, and accreditation's required to operate a residential treatment facility.</p>	
4. Name of Vendor:	5. Price:
Aloha House	\$135,000
Address:	
P.O. Box 791779 Paia, Hawaii 96779	
6. Term of Contract:	7. Prior Exemption Ref. No.
From: 7/12/2007                      7/11/2008	
8. Explanation describing how procurement by competitive means is either not practicable or advantageous to the State:	
<p>Currently, the Island of Maui has two residential programs: 1) Kahale Oke Ola Homeless Resource Center that will only accept individuals who are residents of their Homeless Shelter; and 2) Aloha House, Inc. that is a community based program who accept any individual in the community who are seeking treatment. Currently, an RFP process could take approximately ninety days for completion, and will result in only one vendor who will qualify for the specific scope of services. Further delays in obtaining this action will occur when seeking approvals according to HAR 3-122-59 process. Many patients treated at the emergency room are better suited for detoxification service rather than an emergency room bed. If these services are obtained, physicians can better service emergency patients and have the ability to refer those patients who require detox service to the appropriate program.</p>	
9. Details of the process or procedures to be followed in selecting the vendor to ensure maximum fair and open competition as practicable:	
<p>The term of the exemption will be for a one period at which time the hospital will again seek information to determine if any other vendor has established a residential facility that could meet the needs of the hospital. Based on that information a RFP could be issued.</p>	

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.

11. A list of agency personnel, by position, who will be involved in the approval process and administration of the contract:

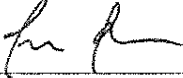
Name	Position	Involvement in Process	
Wesley Lo	Regional Chief Executive Officer	<input checked="" type="checkbox"/> Approval	<input type="checkbox"/> Administration
Pat Saka	Regional Chief Financial Officer	<input type="checkbox"/> Approval	<input checked="" type="checkbox"/> Administration
		<input type="checkbox"/> Approval	<input type="checkbox"/> Administration
		<input type="checkbox"/> Approval	<input type="checkbox"/> Administration
		<input type="checkbox"/> Approval	<input type="checkbox"/> Administration
		<input type="checkbox"/> Approval	<input type="checkbox"/> Administration

12. Direct inquiries to:

Department: Contract 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: PATRICIA SAKA) CPO/CFO Date: 4-25-07

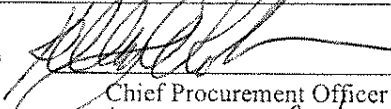
Reserved for CPO/Delegee Use Only

14. Date Notice Posted 5-1-07

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: *I have approved this exemption in accordance with authority provided to me by Tom Driskill to act in his absence.*

15.  APPROVED  DISAPPROVED  NO ACTION REQUIRED

 Date: 05/08/07  
 Kelley C. Roberson  
 COO & CFO