

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

EX11-006 (B)

- 1. TO: Chief Procurement Officer
- 2. FROM: A.A. STRANSKY

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>Vendor provides Traveler Nurses and Non-Physician Allied Health Care Providers to HHSC facilities on limited-term assignments.</p>	
4. Name of Vendor: Na Kahu Malama Nurses, Inc. Address: 1357 Kapiolani Blvd, Suite 850 Honolulu, HI 96814	5. Price: <p align="center">NTE = \$390,000.00</p>
6. Term of Contract: From: December 23, 2010 To: December 22, 2013	7. Prior Exemption Ref. No. EX11-006(A)
8. Explanation describing how procurement by competitive means is either not practicable or advantageous to the State: <p>This Exemption Extension is intended to cover the second and final of two option years available under the contract terms. All thirteen traveler contracts are now in their final year of performance, or will be in 2014. HHSC is currently determining whether to pursue a managed solutions application to replace the thirteen separate traveler contracts, or to issue a competitive solicitation in June 2013 to provide a limited number of traveler nursing and allied healthcare contracts to the HHSC hospitals. Vendor pricing continues to be fair and reasonable, and because HHSC is in the process of determining the future procurement requirements for all traveler contracts, in the coming six months, it is neither practical nor advantageous to the State to expend the time and resources to re-compete only this specific requirement.</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>See explanation above</p>	

10. A description of the agency's internal controls and approval requirements for the exempted procurement:

HHSC corporate procurement policies and procedures are maintained and updated periodically to address procurement delegation, methods of procurement, authorities to administer contracts and other procurement related matters.

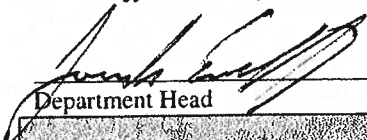
11. A list of agency personnel, by position, who will be involved in the approval process and administration of the contract:

Name	Position	Involvement in Process	
A.A. Stransky	Corporate Contracts Manager	<input type="checkbox"/> Approval	<input checked="" type="checkbox"/> Administration
Joe Evanoff	Director of Procurement	<input checked="" type="checkbox"/> Approval	<input checked="" type="checkbox"/> Administration
Edward N. Chu	VP & Chief Financial Officer	<input checked="" 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: Corporate Contracts
 Contact Name: A.A. Stransky
 Phone Number: 808-733-9074
 Fax Number:

13. This exemption should be considered for list of exemptions attached to Chapter 3-120, HAR: YES NO X
 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

11-5-2012
 Date

Reserved for CPO/Delegee Use Only

15. Date Notice Posted 11-5-12

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 (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:

Approved: Edward N. Chu 12/7/12