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

EX Number: 13-013

1. TO: Chief Procurement Officer
2. FROM: Dawn Hirakawa

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: Professional Memberships in the Healthcare Association of Hawaii (HAH), American Hospital Association (AHA), and the American Healthcare Association (AHCA). Membership services include professional healthcare lobbying and consulting services.

4. Name and Address of Vendor: Healthcare Association of Hawaii
932 Ward Avenue, Suite 430
Honolulu, Hawaii 96814-2126

5. Price: $1,253,328.70

6. Term of Contract: From: 12/3/2012 To: 12/02/2017 (Initial contract term is one year with four(4) option years)

7. Prior Exemption Ref. No. N/A

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

When the Home Care Association of Hawaii merged with HAH in 2001; it formed the only association in the nation representing an entire continuum of healthcare. HAH is also the only hospital association in Hawaii. HAH membership includes all of the acute care hospitals in Hawaii, two-thirds of the long term care beds, home care agencies and hospices, and other related provider organizations. HHSC requires all of the services provided by HAH as we have both acute and long term care facilities certified by Medicare and accredited by the Joint Commission on Accreditation of Healthcare Organizations (JCAHO).

9. Details of the process or procedures to be followed in selecting the vendor to ensure maximum fair and open competition as practicable: HHSC is interested only in selecting the best qualified vendor with the most experience. HHSC has been working with HAH since 2005. It is also the only hospital association in Hawaii.

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. HHSC regions shall follow HHSC procurement policies when the procurement methods are conducted at a system level.

11. 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>Approval</th>
<th>Administration</th>
</tr>
</thead>
<tbody>
<tr>
<td>Joe Evanoff</td>
<td>Director Contracts/Materials Mgmt</td>
<td>☑️</td>
<td>☑️</td>
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<tr>
<td>Dawn Hirakawa</td>
<td>Contract Manager I</td>
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<td>☑️</td>
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<tr>
<td>Edward N. Chu</td>
<td>HHSC CFO</td>
<td>☑️</td>
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HHSC PUR Policy 0017 Rev. 1-30-12 PUR 007
12. Direct Inquiries to:

Contact Name: Dawn Hirakawa
Phone Number: 733-4170

Agency shall ensure adherence to applicable administrative and statutory requirements

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

Edward N. Chu
Department Head (Print: Edward N. Chu, Chief Financial Officer) Date 11/29/12

14. Date Notice Posted: 11/21/2012

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

Edward  [Signature]
HHSC Chief Procurement Officer - Signature Date NOV 30 2012

[ ] DISAPPROVED:

[ ] NO ACTION REQUIRED