STATE OF HAWAII
NOTICE OF SOLE SOURCE

The Head of Purchasing Agency is in the process of reviewing the request from the Department of Pharmacy (Hilo Medical Center and Maui Memorial) for the sole source purchase of the following goods, services, or construction:

Choice Dimension21 System is a program that allows implementation of a stock replacement program allowing participation in the 340B Drug program maximizing the use of the 340B drug program and remain compliant with requirements of the 340B program without carrying two separate physical inventories. Data obtained from Choice Dimension21 is matched to purchasing data from our wholesaler, Amerisource Bergen and correct adjustment are made to the account showing proper 340B and non-340B purchases.

Vendor: Choice Medical, Inc.
Address: 9960 Corporate Campus Dr, Suite 1000
Louisville, KY 40223

Term of Contract: From: 01/01/06 To: 12/31/08 Cost: $190,000.00

Direct any inquiries to:
Department: Pharmacy Phone Number 974-4790
Contract Name/Title: Nelson Nako, Pharmacist III Fax Number 974-4788
Address: 1190 Waianuenue Ave Hilo, HI 96720

A copy of this notice of sole source shall be posted by the Head of Purchasing Agency and the purchasing agency in an area accessible to the public, at least seven (7) calendar days prior to any approval action.

Submit written objections to this notice to issue a sole source contract within seven (7) calendar days from the date this notice was posted to:
SPO Form -IA (Rev. 7/1/02) S.S. No: ___________
Head of Purchasing Agency
Office/Agency: HHC
Address: 3675 Kiwanis Ave
        Honolulu, HI 96816
Submit in Duplicate

STATE OF HAWAII
REQUEST FOR SOLE SOURCE

TO: Head of the Purchasing Agency
FROM: Nelson Nako, HMC Pharmacy
(Department/Division/Agency)

Pursuant to §103D-306, HRS, and Subchapter 9, Chapter 3-122, HAR, the Department requests sole source approval to purchase the following:

Description of goods, services, or construction:

Choice Dimension21 System is a program that allow implementation of a stock replacement program allowing participation in the 340B Drug program maximizing the use of the 340B drug program and remain compliant with requirements of the 340B program without carrying two separate physical inventories. Data obtained from Choice Dimension21 is matched to purchasing data from our wholesaler, Amerisource Bergen and correct adjustment are made to the account showing proper 340B and non-340B purchases. This program will be used at Hilo Medical Center and Maui Memorial Medical Center.

Name of Vendor:
Address:
Choice Medical, Inc.
9960 Corporate Campus Dr., Suite 1000
Louisville, KY 40223

| Cost: $54,264.00 |
| 163,000.00 |

Term of Contract:
From: 01/01/06
To: 12/31/06

Prior Sole Source Reference No.:

The goods, services, or construction has the following unique features, characteristics, or capabilities:

Choice Dimensions21 is the system that best fits with our current Amerisource Bergen online ordering system.
REQUEST FOR SOLE SOURCE (Cont.)

How the unique features, characteristics, or capabilities are essential for the agency to accomplish its work:

The features will allow full utilization of the 340B Drug program without carrying of 2 separate physical inventories, meeting the requirements of the 340B program. The Choice product is developed by the Amerisource Bergen Technology group, thus allows easy integration into Amerisource Bergen’s order entry system.

The following other possible sources for the goods, services, or construction were investigated but do not meet our needs because:

Intergrated Healthsystems, Inc. is a similar product that was reviewed. This product does not meet the needs of our system because of lack of compatibility with our current online purchasing system. The Intergrated Healthsystem product cannot utilize Amerisource Bergen’s online order entry system, which is the standard system that HHSC pharmacy are using to place drug orders, to obtain its data. They require a step back to Amerisource Bergen’s dial-up ordering system, which lacks real time inventory, is cumbersome to find missing or noncontract drug items, Bergen updates must be done by the user on a regular basis and is a slow process vs. seamless automatic updates using online system, and use of dial up does not provide many useful drug purchasing reports that are available through online order entry system. Thus, request for sole source is not lack of effectiveness of the IHI product but need for using an inefficient dial up ordering system in order to utilize the IHI product. No other product meets specifications of integration with the purchasing order system.

Direct questions to: Nelson Nako, HMC Pharmacy Dept_________ Phone: 974-4790

I certify that the information provided above is to the best of my knowledge, true, correct and that the goods, services, or construction are available through only one source.

[Signature]

Department Head or Designee

[Signature]

Date

Title (If other than Department Head)

Head of the Purchasing Agency’s comments:

Please ensure adherence to applicable administrative and statutory requirements.

Expenditure may be processed through a purchase order: Yes □ No. X If no, a contract must be executed and funds certified.