



DEC 13 A8:43

STATE PROCUREMENT OFFICE
NOTICE OF AMENDMENT TO EXEMPTION FROM CHAPTER
103D, HRS, CONTRACT

PROCUREMENT OFFICE
STATE OF HAWAII

1. TO: Chief Procurement Officer

2. FROM: DAGS/ICSD/TSB

Department/Division/Agency

3. Name of Contractor: Sprint Communications, L.P.

4. P.E. Reference No. 07-048-J/D, Amend 4

5. Description of goods, services, or construction:

Providing Long Distance Telephone Services for Hawaii State Government (as provided for in Contract No. PL-03-19 and IFB-02-096-SW).

6. Scope of work for the contract is revised as follows:

To extend the term of the contract from January 1, 2011 to March 31, 2011.

Original Contract Price: \$ Price List

Amended Contract Price: \$ 200,000 Price List

7. Reason: This / These amendment(s) are necessary because:
See Attachments 1 and 2.

8. Direct questions to: Christopher Lai

Phone: 586-1930 x617

Agency shall ensure adherence to applicable administrative and statutory requirements.

9. Pursuant to § 103D-102, HRS, and § 3-120-5, HAR, I certify that the information provided above is, to the best of my knowledge, true and correct

Department Head

Date

Reserved for SPO Use Only

10. Date Posted: 12-13-10

11. Submit written objections to this notice of intent to amend a procurement exemption contract within seven calendar days or as otherwise allowed from the above posted date to:

Chief Procurement Officer
State Procurement Office
P.O. Box 119
Honolulu, Hawaii 96810-0119

Chief Procurement Officer's Comments:

Approval is granted for the period 01/01/11 to 03/31/11 to complete procurement activities, award and execution of contract, and transition period as provided for through the request for proposals (RFP-10-005-SW). This approval is for the solicitation process only, HRS section 103D-310(c) and HAR section 3-122-112, shall apply. This award is required to be posted on the Awards Reporting System.

12. [X] APPROVED [] DISAPPROVED

Chief Procurement Officer

Date

13. P.E. No. 07-048-D

12/30/2010
95

ATTACHMENT 1

This contract provides State and County users with interstate, international, interisland, toll free (800), ISDN BRI, and calling card long distance services. The current exemption extends the contract until December 31, 2010.

Sprint Communications, L.P. (Sprint) offered to extend the existing contract for a 12-months period, from January 1, 2011 to December 31, 2011 (see Attachment 2), with no change in long distance rates, taxes, fees, and charges.

A Request for Proposals (RFP) No. RFP-10-005-SW, to Provide Long Distance Telephone Services for Hawai'i State Government, was issued on February 1, 2010. Initial proposals were received on March 31, 2010. The RFPs were reviewed by the evaluation committee and meetings were held with offerors. A first round of clarification questions was issued on June 4, 2010. Responses were received on June 16, 2010 and July 26, 2010. A second round of clarification questions was issued on August 19, 2010. Responses were received on September 2, 2010, September 20, 2010, October 5, 2010, October 26, 2010, and November 15, 2010. Meetings were held with offerors on September 9, 2010, September 23, 2010, and September 30, 2010. The evaluation committee is scheduled to meet on December 6, 2010 to evaluate technical proposals.

It is recommended that the 12-months extension be accepted. The extension will allow for the RFP process to be completed. Without the extension, State departments and agencies, the Legislature, the Office of Hawaiian Affairs, the County of Hawai'i, the County of Kaua'i, and the County of Maui would be forced to pay commercial or casual calling long distance rates, that are significantly higher than present contract rates. For example, the State currently pays three cents per minute for an interstate long distance call. The commercial rate is approximately eight cents per minute and the casual calling rate is about 31 cents per minute. In addition, without an extension each department or jurisdiction would need to do a separate procurement for long distance service until the RFP is completed.



Sprint
12502 Sunrise Valley Drive
Reston, VA 20196
Office: (703) 433-8681 Fax: (866) 515-0932

Michaela Clairmonte
Manager
Contract Negotiations & Management

November 18, 2010

Ruth E. Yamaguchi
State Procurement Office
1151 Punchbowl Street, Room 416
Honolulu, HI 96813

Re: Request for Contract Extension - Contract No. IFB-02-096-SW for Long Distance Services

Sprint Reference: #BSG0206-122 Amendment to #BSG1011-0256

Dear Ms. Yamaguchi,

Sprint Communications, L.P. ("Sprint") hereby provides notice of its desire to extend the term of the Hawaii State Government Contract No. IFB-02-096-SW ("Contract") for Long Distance Telephone Services for the State of Hawaii for an additional twelve-month renewal period ("Renewal Period"). The extension for this Contract period is from January 1, 2011 through December 31, 2011.

For the Renewal Period, the current pricing list will be extended during the term identified above. In addition, Sprint is requesting the tax and surcharge table in Schedule C - Other Charges be replaced with the following information:

<u>Interstate Usage</u>	<u>Rate</u>
1. Universal Service Charge	12.9%
2. Federal Regulatory Recovery Fee	2.25%
3. Carrier Property Tax Allocation Surcharge	2.46%
4. State Gross Receipts Tax	1.91%
<u>Intrastate Usage</u>	<u>Rate</u>
5. Public Company Tax Surcharge	4%
6. County Public Service Company Surcharge	1.885%
7. Regulatory Fee	0.25%

Please Note: Schedule C tax rates are subject to change at the sole discretion of Sprint Communications, L.P.

All other terms and conditions in the Contract, not amended above, will remain in effect.

Should you have any questions or concerns in this matter, please contact, Alex McIntosh at (808) 847-9656 or Alexander.K.Mcintosh@sprint.com.

Sincerely,



Michaela Clairmonte
Manager, Contract Negotiations & Management



Sprint - Approved
as to Legal Form

KAC - 17 Nov 2010