



**STATE PROCUREMENT OFFICE
NOTICE OF REQUEST FOR EXEMPTION
FROM HRS CHAPTER 103D**

'11 SEP 30 A8:38

STATE PROCUREMENT OFFICE
STATE OF HAWAII

TO: Chief Procurement Officer

FROM: Department of Human Services / Office of Information Technology
Name of Requesting Department

SUBJECT: Request for Exemption

Pursuant to HRS §103D-102(b)(4) and HAR Chapter 3-120, the Department requests a procurement exemption for the following:

1. Describe the goods, services or construction. Request approval to purchase IBM Passport Advantage software and mainframe software products for the Intel, AIX, LINUX, and mainframe computers. See attached list of software products.			
2. Vendor/Contractor Name :		International Business Machines Corporation	3. Amount of Request: \$ 5,235,267.02 (includes tax)
4. Term of Contract:		From: 10/1/2011 To: 9/30/2014	5. Prior Exemption Reference No.: 07-023-J
6. Explain in detail, why it is not practicable or not advantageous for the department to procure by competitive means: Please see attached.			
7. In selecting the vendor/contractor, explain in detail, the process the department will utilize to maximize fair and open competition: The process available to DHS involves an evaluation of the department requirements with input from the various divisions and staff offices of the DHS. This will be followed by an assessment of alternatives available to DHS and a review and approval by the DHS Administration. DAGS / ICSD will review and approve all products being requested.			
8. Identify the primary individual(s) who is knowledgeable about this request, who will conduct and manage this process and has completed mandatory training. (Type over "example" and delete cells not used)			
Name of Department Personnel	Division/Agency	Phone Number	e-mail address
Ryan Shimamura	DHS - DHS Acting CIO	586.5139	rshimamura@dhs.hawaii.gov

Pankaj Bhanot	DHS - Deputy Director	586.4999	pbhanot@dhs.hawaii.gov
Julie Morita	DHS - BESSD Acting Admin.	586.5230	jmorita@dhs.hawaii.gov

9. The department shall ensure adherence to applicable administrative and statutory requirements, and all requirements, approvals, and internal controls for this request are the responsibility of the department.

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

Pankaj Bhanot

Department Head Signature

09/28/11

Date

For Chief Procurement Officer Use Only

Date Notice Posted

9/30/11

Submit written objections to this notice to issue an exemption from Chapter 103D, HRS, within seven calendar days or as otherwise allowed from date notice posted to:

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

10. Chief Procurement Officer (CPO) Comments:

Approval is granted with the understanding that the department has determined that it is not practicable to procure by competitive means the mainframe software products because only the manufacturer can extend special pricing for these products and that it is not advantageous to conduct a competitive procurement of the non-mainframe software products. Bundling of the two types of products will provide a substantial savings to the State and allow the flexibility to purchase different programs during the contract term, which a business partner would not be able to do.

This approval is for the solicitation process only, HRS section 103D-310(c) and HAR section 3-122-112, shall apply and award is required to be posted on the Awards Reporting System.

Approved

Disapproved

No Action Required

Adam S. Fujita 11/4/2011

Chief Procurement Officer Signature

Date

ATTACHMENT TO ITEM 1

Passport Advantage (PA) Programs Maintenance Renewals

The following Programs have been previously licensed under separate terms and conditions and will receive Maintenance coverage through 30 September 2014 unless terminated earlier as provided herein under the terms of this Agreement.

PA Site	PA Part #	Product Description	QTY
Benefit, Employment & Support Services Div. Site 157515 - 7867780			
7867780	E06L2LL	IBM COMMONSTORE FOR LOTUS DOMINO AUTHORIZED USER VALUE UNIT ANNUAL SW SUBSCRIPTION & SUPPORT RENEWAL	600
7867780	E02YNLL	IBM INFOSPHERE DATA ARCHITECT ZSERIES FLOATING USER ANNUAL SW SUBSCRIPTION & SUPPORT RENEWAL	3
7867780	E04PJLL	IBM INFOSPHERE DATASTAGE PROCESSOR VALUE UNIT (PVU) ANNUAL SW SUBSCRIPTION & SUPPORT RENEWAL	800
7867780	E04QFLL	IBM METADATA WORKBENCH AUTHORIZED USER ANNUAL SW SUBSCRIPTION & SUPPORT RENEWAL	5
7867780	E04PQLL	IBM INFOSPHERE QUALITYSTAGE PROCESSOR VALUE UNIT (PVU) ANNUAL SW SUBSCRIPTION & SUPPORT RENEWAL	800
7867780	E04NZLL	IBM INFOSPHERE DATASTAGE AND QUALITYSTAGE DESIGNER CONCURRENT USER ANNUAL SW SUBSCRIPTION & SUPPORT RENEWAL	20
7867780	E026GLL	IBM WEB CONTENT MANAGER PROCESSOR VALUE UNIT (PVU) ANNUAL SW MAINTENANCE RENEWAL	400
7867780	E0296LL	IBM FORMS DESIGNER AUTHORIZED USER ANNUAL SW SUBSCRIPTION & SUPPORT RENEWAL	3
7867780	E02DULL	IBM FORMS SERVER PROCESSOR VALUE UNIT (PVU) ANNUAL SW MAINTENANCE RENEWAL	500
7867780	E0295LL	IBM FORMS VIEWER AUTHORIZED USER ANNUAL SW MAINTENANCE RENEWAL 12 MONTHS	115
7867780	E07UMLL	IBM LOTUS DOMINO ENTERPRISE CLIENT ACCESS LICENSE AUTHORIZED USER ANNUAL SW SUBSCRIPTION & SUPPORT RENEWAL	1102
7867780	E020KLL	IBM LOTUS DOMINO ENTERPRISE SERVER PROCESSOR VALUE UNIT (PVU) ANNUAL SW SUBSCRIPTION & SUPPORT RENEWAL	800
7867780	E1A1FLL	IBM XL C FOR AIX AUTHORIZED USER ANNUAL SW SUBSCRIPTION & SUPPORT RENEWAL	2

7867780	E05EWLL	IBM RATIONAL DEVELOPER WITH JAVA, FLOATING USER FOR SYSTEM Z, ANNUAL SW SUBSCRIPTION & SUPPORT RENEWAL	18
7867780	E0BMZLL	IBM TIVOLI COMPOSITE APPLICATION MANAGER FOR APPLICATION 3 AGENT PACK RESOURCE VALUE UNIT ANNUAL SW SUBSCRIPTION & SUPPORT RENEWAL	20
7867780	E0BLKLL	IBM TIVOLI MONITORING RESOURCE VALUE UNIT ANNUAL SW SUBSCRIPTION & SUPPORT RENEWAL	20
7867780	E0BLNLL	IBM TIVOLI MONITORING FOR VIRTUAL SERVERS RESOURCE VALUE UNIT ANNUAL SW SUBSCRIPTION & SUPPORT RENEWAL	20
7867780	E0BDDL	IBM TIVOLI ENDPOINT MANAGER FOR LIFECYCLE MANAGEMENT CLIENT DEVICE ANNUAL SW SUBSCRIPTION & SUPPORT RENEWAL	1000
7867780	E0BDCLL	IBM TIVOLI ENDPOINT MANAGER FOR LIFECYCLE MANAGEMENT RESOURCE VALUE UNIT ANNUAL SW SUBSCRIPTION & SUPPORT RENEWAL	125
7867780	E00AFLL	IBM TIVOLI REMOTE CONTROL CLIENT ANNUAL SW SUBSCRIPTION & SUPPORT RENEWAL	1000
7867780	E04NFLL	IBM TIVOLI ACCESS MANAGER FOR E-BUSINESS USER VALUE UNIT ANNUAL SW SUBSCRIPTION & SUPPORT RENEWAL	1000
7867780	E05AJLL	IBM TIVOLI ACCESS MANAGER FOR ENTERPRISE SINGLE SIGN-ON STANDARD USER VALUE UNIT ANNUAL SW SUBSCRIPTION & SUPPORT RENEWAL	1000
7867780	E029ELL	IBM TIVOLI STORAGE MANAGER EXTENDED EDITION 10 PROCESSOR VALUE UNITS (PVUS) ANNUAL SW SUBSCRIPTION & SUPPORT RENEWAL	1320
7867780	E025TLL	IBM WEBSHERE APPLICATION SERVER NETWORK DEPLOYMENT PROCESSOR VALUE UNIT (PVU) FOR ZENTERPRISE BLADECENTER EXTENSION (ZBX) AND LINUX ON SYSTEM Z ANNUAL SW SUBSCRIPTION & SUPPORT RENEWAL	600
7867780	E0234LL	IBM WEBSHERE BUSINESS COMPASS ADVANCED EDITION PROCESSOR VALUE UNIT (PVU) ANNUAL SW MAINTENANCE RENEWAL 12 MONTHS	100
7867780	E024WLL	IBM WEBSHERE PORTAL ENABLE PROCESSOR VALUE UNIT (PVU) ANNUAL SW SUBSCRIPTION & SUPPORT RENEWAL	600
7867780	E00A7LL	IBM WEBSHERE VOICE RESPONSE FOR AIX PORT ANNUAL SW SUBSCRIPTION & SUPPORT RENEWAL 12 MONTHS	30
Vocational Rehabilitation Division Site 157515 - 7867790			

7867790	E07UMLL	IBM LOTUS DOMINO ENTERPRISE CLIENT ACCESS LICENSE AUTHORIZED USER ANNUAL SW SUBSCRIPTION & SUPPORT RENEWAL	127
7867790	E029ELL	IBM TIVOLI STORAGE MANAGER EXTENDED EDITION 10 PROCESSOR VALUE UNITS (PVUS) ANNUAL SW SUBSCRIPTION & SUPPORT RENEWAL	160
Department Wide IT Site 157515 - 7867804			
7867804	E05AHL	IBM TIVOLI ACCESS MANAGER FOR ENTERPRISE SINGLE SIGN-ON SUITE USER VALUE UNIT ANNUAL SW SUBSCRIPTION & SUPPORT RENEWAL	3000
7867804	E047QLL	IBM TIVOLI IDENTITY MANAGER AND ROLE MANAGEMENT FOR ZENTERPRISE BLADECENTER EXTENSION AND LINUX ON SYSTEM Z USER VALUE UNIT SW SUBSCRIPTION & SUPPORT RENEWAL	3000
Social Services Division Site 157515 - 7867805			
7867805	E07UMLL	IBM LOTUS DOMINO ENTERPRISE CLIENT ACCESS LICENSE AUTHORIZED USER ANNUAL SW SUBSCRIPTION & SUPPORT RENEWAL	750
7867805	E020KLL	IBM LOTUS DOMINO ENTERPRISE SERVER PROCESSOR VALUE UNIT (PVU) ANNUAL SW SUBSCRIPTION & SUPPORT RENEWAL	200
7867805	E029ELL	IBM TIVOLI STORAGE MANAGER EXTENDED EDITION 10 PROCESSOR VALUE UNITS (PVUS) ANNUAL SW SUBSCRIPTION & SUPPORT RENEWAL	260
Office of Youth Services Site 157515 - 7867806			
7867806	E07UMLL	IBM LOTUS DOMINO ENTERPRISE CLIENT ACCESS LICENSE AUTHORIZED USER ANNUAL SW SUBSCRIPTION & SUPPORT RENEWAL	28
7867806	E029ELL	IBM TIVOLI STORAGE MANAGER EXTENDED EDITION 10 PROCESSOR VALUE UNITS (PVUS) ANNUAL SW SUBSCRIPTION & SUPPORT RENEWAL	20
Office of Information Tech. & Staff Offices Site 157515 - 7867823			
7867823	E07UMLL	IBM LOTUS DOMINO ENTERPRISE CLIENT ACCESS LICENSE AUTHORIZED USER ANNUAL SW SUBSCRIPTION & SUPPORT RENEWAL	214
7867823	E1A1FLL	IBM XL C FOR AIX AUTHORIZED USER ANNUAL SW SUBSCRIPTION & SUPPORT RENEWAL	1
7867823	E01MJLL	IBM RATIONAL APPLICATION DEVELOPER FOR WEBSHERE SOFTWARE AUTHORIZED USER ANNUAL SW SUBSCRIPTION & SUPPORT RENEWAL	6

7867823	E029ELL	IBM TIVOLI STORAGE MANAGER EXTENDED EDITION 10 PROCESSOR VALUE UNITS (PVUS) ANNUAL SW SUBSCRIPTION & SUPPORT RENEWAL	230
7867823	E02B6LL	IBM TIVOLI STORAGE MANAGER FOR MAIL 10 PROCESSOR VALUE UNITS (PVUS) ANNUAL SW SUBSCRIPTION & SUPPORT RENEWAL	140
7867823	E02WELL	IBM TIVOLI STORAGE PRODUCTIVITY CENTER STANDARD EDITION TERABYTE (1-12) ANNUAL SW SUBSCRIPTION & SUPPORT RENEWAL	5
Med Quest Division Site 157515 - 7867824			
7867824	E07UMLL	IBM LOTUS DOMINO ENTERPRISE CLIENT ACCESS LICENSE AUTHORIZED USER ANNUAL SW SUBSCRIPTION & SUPPORT RENEWAL	140
7867824	E020KLL	IBM LOTUS DOMINO ENTERPRISE SERVER PROCESSOR VALUE UNIT (PVU) ANNUAL SW SUBSCRIPTION & SUPPORT RENEWAL	200
7867824	E07UNLL	IBM LOTUS DOMINO MESSAGING CLIENT ACCESS LICENSE AUTHORIZED USER ANNUAL SW SUBSCRIPTION & SUPPORT RENEWAL	150
7867824	E020ILL	IBM LOTUS DOMINO MESSAGING SERVER PROCESSOR VALUE UNIT (PVU) ANNUAL SW SUBSCRIPTION & SUPPORT RENEWAL	100
Hawaii Youth Correctional Facility Site 157515 - 7867827			
7867827	E07UMLL	IBM LOTUS DOMINO ENTERPRISE CLIENT ACCESS LICENSE AUTHORIZED USER ANNUAL SW SUBSCRIPTION & SUPPORT RENEWAL	42
7867827	E029ELL	IBM TIVOLI STORAGE MANAGER EXTENDED EDITION 10 PROCESSOR VALUE UNITS (PVUS) ANNUAL SW SUBSCRIPTION & SUPPORT RENEWAL	40
Hawaii Public Housing Authority Site 157515 - 7867830			
7867830	E07UMLL	IBM LOTUS DOMINO ENTERPRISE CLIENT ACCESS LICENSE AUTHORIZED USER ANNUAL SW SUBSCRIPTION & SUPPORT RENEWAL	230
7867830	E020KLL	IBM LOTUS DOMINO ENTERPRISE SERVER PROCESSOR VALUE UNIT (PVU) ANNUAL SW SUBSCRIPTION & SUPPORT RENEWAL	200
7867830	E029KLL	IBM TIVOLI STORAGE MANAGER 10 PROCESSOR VALUE UNITS (PVUS) ANNUAL SW SUBSCRIPTION & SUPPORT RENEWAL	20
Benefit, Employment & Support Services Div. Site 157515 - 7107399			
7107399	E04QSL	IBM MAXIMO FIELD CONTROL FIELD CONTROL AUTHORIZED USER ANNUAL SW SUBSCRIPTION & SUPPORT RENEWAL (July 2011-Sept 2012)	200

7107399	E0AUULL	IBM MAXIMO ASSET MANAGEMENT AUTHORIZED USER ANNUAL SW SUBSCRIPTION & SUPPORT RENEWAL (July 2011-Sept 2012)	300
7107399	E0AWZLL	IBM MAXIMO MOBILE WORK MANAGER AUTHORIZED USER ANNUAL SW SUBSCRIPTION & SUPPORT RENEWAL (July 2011-Sept 2012)	20
7107399	E0AW6LL	IBM TIVOLI ASSET MANAGEMENT FOR IT AUTHORIZED USER ANNUAL SW SUBSCRIPTION & SUPPORT RENEWAL (July 2011-Sept 2012)	3
7107399	E0AWDLL	IBM TIVOLI SERVICE REQUEST MANAGER CONCURRENT USER ANNUAL SW SUBSCRIPTION & SUPPORT RENEWAL (July 2011-Sept 2012)	3
7107399	E0AWCLL	IBM TIVOLI SERVICE REQUEST MANAGER AUTHORIZED USER ANNUAL SW SUBSCRIPTION & SUPPORT RENEWAL (July 2011-Sept 2012)	6
Benefit, Employment & Support Services Div. Site 157515 - 7199567			
7199567	E07UMLL	IBM LOTUS DOMINO ENTERPRISE CLIENT ACCESS LICENSE AUTHORIZED USER ANNUAL SW SUBSCRIPTION & SUPPORT RENEWAL (July-Sept 2012)	33
7199567	E029ELL	IBM TIVOLI STORAGE MANAGER EXTENDED EDITION 10 PROCESSOR VALUE UNITS (PVUS) ANNUAL SW SUBSCRIPTION & SUPPORT RENEWAL (July-Sept 2012)	20

PA Programs

Maintenance coverage ends 30 September 2014

Unless terminated earlier as provided herein under the terms of this Agreement

Part	Description	Qty
Benefit, Employment & Support Services Div. Site 157515 - 7867780		
D0762LL	IBM COGNOS ENTERPRISE PLANNING TM1 MODELER AUTHORIZED USER LICENSE + SW SUBSCRIPTION & SUPPORT 12 MONTHS	2
D076ALL	IBM COGNOS ENTERPRISE PLANNING TM1 CONTRIBUTOR AUTHORIZED USER LICENSE + SW SUBSCRIPTION & SUPPORT 12 MONTHS	35
D0C12LL	IBM COGNOS ANALYTIC SERVER PROCESSOR VALUE UNIT (PVU) LICENSE + SW SUBSCRIPTION & SUPPORT 12 MONTHS	420
D076ELL	IBM COGNOS ENTERPRISE PLANNING TM1 FOR NON-PRODUCTION ENVIRONMENT PROCESSOR VALUE UNIT (PVU) LICENSE + SW SUBSCRIPTION & SUPPORT 12 MONTHS	280
D06WWLL	IBM COGNOS BUSINESS INTELLIGENCE ADMINISTRATOR FOR LINUX ON SYSTEM Z AUTHORIZED USER LICENSE + SW SUBSCRIPTION & SUPPORT 12 MONTHS	2

D06XHLL	IBM COGNOS BUSINESS INTELLIGENCE PROFESSIONAL FOR LINUX ON SYSTEM Z AUTHORIZED USER LICENSE + SW SUBSCRIPTION & SUPPORT 12 MONTHS	3
D06Y3LL	IBM COGNOS BUSINESS INTELLIGENCE ADVANCED BUSINESS AUTHOR FOR LINUX ON SYSTEM Z AUTHORIZED USER LICENSE + SW SUBSCRIPTION & SUPPORT 12 MONTHS	25
D08WQLL	IBM COGNOS BUSINESS INTELLIGENCE ENHANCED CONSUMER AUTHORIZED USER FOR LINUX ON SYSTEM Z LICENSE + SW SUBSCRIPTION & SUPPORT 12 MONTHS	50
D0GR3LL	IBM CASE MANAGER AUTHORIZED LINUX ON SYSTEM Z USER VALUE UNIT LICENSE + SW SUBSCRIPTION & SUPPORT 12 MONTHS	261
D0H4PLL	IBM DATACAP TASKMASTER CAPTURE AUTHORIZED USER VALUE UNIT LICNESE + SW SUBSCRIPTION 7 SUPPORT 12 MONTHS	25
D0AUDLL	IBM TIVOLI IDENTITY AND ACCESS ASSURANCE FOR ZENTERPRISE BLADECENTER EXTENSION AND LINUX ON SYSTEM Z USER VALUE UNIT LICENSE + SW SUBSCRIPTION & SUPPORT 12 MONTHS	2,500
D0I2SLL	IBM TIVOLI STORAGE MANAGER FOR VIRTUAL ENVIRONMENTS 10 PROCESSOR VALUE UNITS (PVUS) LICENSE + SW SUBSCRIPTION & SUPPORT 12 MONTHS	400
D0IYALL	IBM LOTUS DOMINO UTILITY SERVER FOR LOTUSLIVE NOTES PROCESSOR VALUE UNIT (PVU) TRADE UP FROM DOMINO ENTERPRISE SERVER PROCESSOR VALUE UNIT (PVU) TRADE UP LICENSE + SW SUBSCRIPTION & SUPPORT 12 MONTHS	800
D0GDVLL	IBM FORMS SERVER WITH WORKFLOW PROCESSOR VALUE UNIT (PVU) TRADE UP FROM FORMS SERVER LICENSE + SW SUBSCRIPTION & SUPPORT 12 MONTHS	600
D0GDXML	IBM FORMS DESIGNER WITH WORKFLOW AUTHORIZED USER FROM FORMS DESIGNER TRADE UP LICENSE + SW SUBSCRIPTION & SUPPORT 12 MONTHS	3
D55UHLL	IBM WEBSHERE PORTAL ENABLE FOR LINUX ON SYSTEM Z PROCESSOR VALUE UNIT (PVU) LICENSE + SW SUBSCRIPTION & SUPPORT 12 MONTHS	200
D03UJLL	IBM INFOSPHERE BUSINESS GLOSSARY LINUX FOR SYSTEM Z PROCESSOR VALUE UNIT (PVU) LICENSE + SW SUBSCRIPTION & SUPPORT 12 MONTHS	280
D04UFLL	IBM INFOSPHERE BUSINESS GLOSSARY ANYWHERE LINUX FOR SYSTEM Z PROCESSOR VALUE UNIT (PVU) LICENSE + SW SUBSCRIPTION & SUPPORT 12 MONTHS	280
D03VILL	IBM INFOSPHERE BUSINESS GLOSSARY LINUX FOR SYSTEM Z AUTHORIZED USER LICENSE + SW SUBSCRIPTION & SUPPORT 12 MONTHS	2
D0JUULL	IBM INFOSPHERE WAREHOUSE ENTERPRISE EDITION TERABYTE OPTION FROM INFOSPHERE WAREHOUSE ENTERPRISE EDITION PER PROCESSOR VALUE UNIT OPTION TRADE UP LICENSE + SW SUBSCRIPTION & SUPPORT 12 MONTHS	1
D0BZMLL	IBM INFOSPHERE WAREHOUSE DEVELOPER EDITION LINUX ON SYSTEM Z AUTHORIZED USER LICENSE + SW SUBSCRIPTION & SUPPORT 12 MONTHS	3

D531LLL	IBM RATIONAL CLEARQUEST FLOATING USER LICENSE + SW SUBSCRIPTION & SUPPORT 12 MONTHS	10
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**zSeries (Mainframe) Programs
Maintenance and Usage Renewals**

The following Programs have been previously licensed under separate terms and conditions and will receive Maintenance coverage through 30 September 2014 unless terminated earlier as provided herein under the terms of this Agreement.

Part	Description	Qty
5655H80	CMOD ODF	1 License
5655H80	CMOD LIB SERVER	1 License
5655H80	CMOD OBJECT SERVER	1 License
5655H80	CMOD PDF INDEXER	1 License
5655J19	DEBUG TOOL S&S	13 License
5697N45	SCLM ADV EDITION FOR Z/OS	13 License
5697P30	IBM HOURGLASS S&S	13 License
zSeries Operating System Software		
5655M32	PSF V4 for z/OS	
5655S71	COBOL V4	
5694A01	z/OS V1 Base	
5694A01	z/OS V1 Infoprint Server	
5694A01	z/OS V1 RMF	
5694A01	z/OS V1 SDSF	
5694A01	z/OS V1 Security Server	
5697ENV	Tivoli NetView for z/OS upgradable to V6	
5655M15	CICS TS for z/OS V3 upgradable to V4	

ATTACHMENT TO ITEM 6

The DHS has been utilizing IBM software to improve connectivity with the IBM mainframes housed at the State Data Center. The software is currently licensed through a previous 5-year agreement between IBM and the DHS. This agreement will expire on September 30, 2011.

Currently, the State has adopted the Service Oriented Architecture (SOA) software technology which has emerged as the Information Technology (IT) industry direction. As a Department with many Federal programs, systems, and initiatives, the SOA technology will allow DHS to move in the direction of allowing its disparate Federal information systems and data sources to interoperate without the need to replace or do major modifications of existing systems. SOA defines an architecture within which disparate systems and data can interoperate.

The DHS and IBM have completed the configuration of this combined software in line with the standards and direction of ICSD and requests approval to enter into a Passport Advantage agreement outside of the 103D procurement.

With this exemption it is estimated that bundling the Passport Advantage Software, Intel, AIX, LINUX, and mainframe software would provide the DHS a cost savings of approximately \$2.1 million dollars.