



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

12 FEB -8 A9:18

STATE PROCUREMENT OFFICE
STATE OF HAWAII

TO: Chief Procurement Officer

FROM: Department of Defense/Office of Veterans Services
Name of Requesting Department

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:
Repair of deep well water pump that goes down approximately 65 feet underground. Pump is located at the Hawaii State Veterans Cemetery under the H3 overpass at Kamehameha Highway. The well pump has to pump water approximately one to two miles uphill to a 50,000 gallon water storage tank located at the top of the cemetery. The water is pumped on demand as when the water level goes down to the 30,000 level, the pump automatically kicks on to bring the water level back up to the 50,000 gallon level. The water is then used in the cemetery irrigation system to keep the grass and plants green and presentable and to feed the water spigots for the families to utilize to fill their flower vases while visiting their loved one's grave site.

2. Vendor/Contractor/Service Provider:	Beylik Drilling and Pump Service, Inc.	3. Amount of Request:	\$ 26,682.71
4. Term of Contract:	From: NA upon approval 2/15/12	To:	2/15/12
		5. Prior SPO-007, Procurement Exemption (PE):	

6. Explain in detail, why it is not practicable or not advantageous for the department to procure by competitive means:
It would not be advantageous to procure by competitive means due to the location, type of repair and the special contractor's license needed to complete this job. Being that the original pump lasted 21 years, we want to use the same original parts to have this repaired pump function for another 21 years or longer. A special contractor's license # 57, 57-A or A is required for this job as stated on the DLNR, Water Commission Report form that has to be filed upon completion of the job which Beylik has. Per the attached letter from the pump manufacturer, Beylik is the exclusive distributor for this pump and anyone needing parts to repair this pump has to purchase the parts from Beylik. Beylik is the company that installed the original water pump when the cemetery opened 21 years ago and there are still several employees who did the initial installation working at this same company. A new pump motor was installed in July of 2010. It would cost about \$34,000 to purchase and install a brand new pump vs \$27,000 to repair the pump. The grass is starting to dry and the families are starting to become impatient as we have been without water for approximately two months already.

7. Explain in detail, the process that will be or was utilized in selecting the vendor/contractor/service provider:
When inquiring about the water problem at the cemetery, it was determined that the companies would not be able to provide us with a quote until an assessment of the problem was completed. Therefore, we requested a quote from several companies to provide an estimated cost to assess the water problem at the cemetery. Alakai Mechanical who is our normal pump maintenance and repair company and who replaced the pump motor (about a year ago) which is located on top of the pump did not want to do this repair and referred us to Beylik. Continental Mechanical of the Pacific who also submitted a price quote for the pulling of the pump and submitting an "as found report" and a price to repair quote was over 13 times higher than Beylik and had to confer with Beylik on how to pull the pump out from under the H-3 overpass and possibly subcontract with Beylik to assist. The closest procurement exemption from Chapter 103D, HRS would be #14.

8. Identify the primary individual(s) who is knowledgeable about this request, who will conduct and manage this process, and has 1) completed mandatory training; and 2) who may contact for follow up inquiry, if any.
(Type over "example" and delete cells not used.)

Name of Department Personnel	Division/Agency	Phone Number	e-mail address
Willie Hirokane Evelyn Kobayashi (withdrew) 2/15/12	DOD/OVS ADM	295-9630 733 4259	whirokane@ovs.hawaii.gov ekobayashi@dod.hawaii.gov

All requirements/approvals and internal controls for this expenditure is the responsibility of the department.
I certify that the information provided above is, to the best of my knowledge, true and correct.



Department Head Signature

2/7/12
Date

For Chief Procurement Officer Use Only

Date Notice Posted: 2/9/12

Submit written objection to this notice to issue an exempt contract within seven calendar days or as otherwise allowed from date notice posted to:
state.procurement.office@hawaii.gov

Chief Procurement Officer (CPO) Comments:

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

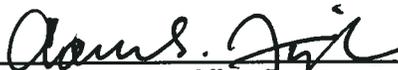
Department is reminded that pursuant to Procurement Delegation No. 2010-01, Amendment 1 states “. . . procurement requests submitted to the SPO from departmental personnel without written delegated procurement authority and the appropriate mandatory procurement training will be returned.” Although no written delegated procurement authority is required for a *Notice of Request for Exemption from HRS Chapter 103D*, mandatory procurement training is required for the person(s) identified in no. 8.

If there are any questions, please contact Bonnie Kahakui at 587-4702, or bonnie.a.kahakui@hawaii.gov.

Approved

Disapproved

No Action Required



Chief Procurement Officer Signature

2/15/2012
Date