



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

13 SEP 24 P1:23

STATE PROCUREMENT OFFICE  
STATE OF HAWAII

TO: Chief Procurement Officer

FROM: Agribusiness Development Corporation  
*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: Plan, coordinate, supervise and assist with the dismantling and handling of all electronic, technical, salvageable equipment from a custom-built High Temperature Forced Air/Vapour Heat (HTFA) system at the Lihue Tropical Fruit Disinfestation Facility. Prepare for preservation, create inventory record and put equipment into storage. Preserve Chamber C&D and restore Chamber A&B. Dismantle electrical components from the machines and control boxes and categorize for preservation, inventory and storage.
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2. Vendor/Contractor/Service Provider: Quarantine Engineering International Incorporated	3. Amount of Request: \$ 14,400.00
4. Term of Contract From: <del>10/15/2013</del> 10/22/2013 To: 12/15/2013 12/22/13	5. Prior SPO-007, Procurement Exemption (PE): PE 19/22/13

6. Explain in detail, why it is not practicable or not advantageous for the department to procure by competitive means: The proprietor of Aquanomics International (Aquanomics), Dr. Michael Williamson, who is the owner of Quarantine Engineering International Inc.(QEII), custom designed and built the High Temperature Forced Air/Vapour Heat system in Lihue, Kauai that is being dismantled. Aquanomics also provided technical expertise, training and an operator's manual for the system. (See attached Table of Contents and Introduction from the subject manual). Unfortunately, the system has not been operated since 2007 and the person who was trained to periodically operate and maintain the system resigned. The equipment is showing signs of deterioration and the facility is being considered for other uses. It is an opportune time, while the equipment, sensors and components are still in generally salvageable condition, to dismantle and preserve the specialized equipment so that their integrity is maintained in optimal condition for possible sale or re-use in another facility. Procurement of the services pursuant to 103D-302 or 103D-305 would not provide (SEE SEPARATE CONTINUATION SHEET).
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7. Explain in detail, the process that will be or was utilized in selecting the vendor/contractor/service provider: The Agribusiness Development Corporation (ADC) requested information from QEII for the scope of work and estimate cost to help determine the feasibility of the work.
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8. Identify the primary responsible staff person(s) conducting and managing this procurement. (Appropriate delegated procurement authority and completion of mandatory training required).

\*Point of contact (Place asterisk after name of person to contact for additional information).

Name	Division/Agency	Phone Number	e-mail address
James Nakatani	ADC	586-0186	james.nakatani@hawaii.gov
Lynn Owan*	ADC	586-0187	lynn.owan@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.*

*Runees. Koh*

Department Head Signature

*9/23/13*

Date

**For Chief Procurement Officer Use Only**

Date Notice Posted: 9.25.13

Inquiries about this request shall be directed to the contact named in No. 8. 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:

Approval is granted for the period 10/22/13 to 12/22/13 and is based on the department's determination that Quarantine Engineering International, Inc., designer and builder of the system, has the most expertise and experience to perform the job. 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. Copies of the HCE certificate and awards posting are required to be documented in the procurement/contract file.

If there are any questions, please contact Bonnie Kahakui at 587-4702, or [bonnie.a.kahakui@hawaii.gov](mailto:bonnie.a.kahakui@hawaii.gov).

Approved

Disapproved

No Action Required

*Adams-John* 10/18/2013  
Chief Procurement Officer Signature Date

SPO-007, Notice of Request for Exemption from HRS Chapter 103D

Agribusiness Development Corporation  
Continuation Sheet

assurances that a responsible lowest bidder possesses the knowledge of the equipment and components and enough specialized experience to perform the scope of service. The value of the equipment, electronics and components outweighs the risk that ADC would take in procuring a vendor who cannot perform the job to the degree of expertise and care that is required for this job. For the reasons given in paragraph 6 above, Dr. Williamson has the expertise and is most qualified to plan, organize, supervise and diligently perform the dismantling, preservation and storage work of the salvageable equipment and components.