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STATE OF HAWAII
REQUEST FOR EXEMPTION FROM CHAPTER 103D, HRS

PROCUREMENT OFFICE
STATE OF HAWAII

TO: Chief Procurement Officer
Health, Environmental Management Division, Solid and Hazardous Waste Branch

FROM: _____
(Department/Division/Agency)

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

Description of goods, services, or construction:

Please see attachment.

Name of Vendor: Address: Various	Cost: \$40,000,000 (Annually)
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Term of Contract: From: To: The department requests a two-year exemption Two-Year approval begins from date of approval	Prior Exemption Ref. No. (if applicable) 05-25-J
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Explanation describing how procurement by competitive means is either not practicable or not advantageous to the State:

Please see attachment

Details of the process or procedure to be followed in selecting the vendor to ensure maximum fair and open competition as practicable:

Please see attachment

A description of the agency's internal controls and approval requirements for the exempted procurement:

Please see attachment

A list of agency personnel, by position title, who will be involved in the approval process and administration of the contract:

Steven Chang, Chief, Solid and Hazardous Waste Branch
Genevieve Salmonson, Director, Office of Environmental Quality Control

Direct questions to:

Genevieve Salmonson

Phone Number:

586-4185

This exemption should be considered for list of exemptions attached to Chapter 3-120, HAR: Yes No

I CERTIFY THAT THE INFORMATION PROVIDED ABOVE IS, TO THE BEST OF MY KNOWLEDGE, TRUE AND CORRECT.

Chrymone J. Fulkerson NOV 25 2005
Department Head or Designee Date

Title (If other than Department Head)

Chief Procurement Officer's Comments:

This exemption is for the solicitation process only, Chapter 103D-310, HRS, shall apply.

Please ensure adherence to applicable administrative requirements.

APPROVED

DISAPPROVED

Adam S. Fajal 12/9/05
Chief Procurement Officer Date

cc: Administrator,
State Procurement Office

**Department of Health, Environmental Management Division,
Solid and Hazardous Waste Branch
Deposit Beverage Container Program – Certified Redemption Center Payments**

Description of goods, services, or construction:

This request relates to payments the Department of Health (department) makes to certified redemption centers under the Deposit Beverage Container Program.

Redemption centers are facilities that accept (redeem) Hawaii deposit beverage containers from the public and businesses for recycling. A deposit of 5¢ per container is paid to the redeemer for each deposit container. The department collects the deposit for each container from beverage distributors.

Redemption centers will then invoice the department for two types of payments. The first type of payment is a straight reimbursement of the 5¢ container deposit paid out by the redemption center. The second is the container-handling fee, which subsidizes the recycling of the containers. The handling fee is set at 2¢ per container for redemption centers located on Oahu, and 3¢ for those on the neighbor islands.

Explanation describing how procurement by competitive means is either not practicable or not advantageous to the State:

The department accepts requests for payments only from redemption centers it has certified. Certification ensures that redemption centers have the proper environmental permits and tax clearances. Certifications are not granted on a competitive basis. The process is open to all businesses interested in applying.

Details of the process or procedure to be followed in selecting the vendor to ensure maximum fair and open competition as practicable:

As noted above, certifications are not granted on a competitive basis. Application for certification is open to all interested businesses.

A description of the agency's internal controls and approval requirements for the exempted procurement:

Please see comments above.

STATE OF HAWAII NOTICE OF EXEMPTION FROM CHAPTER 103D, HRS

The Chief Procurement Officer is in the process of reviewing the request from the Department of <u>Health</u> _____ for exemption from Chapter 103D, HRS, for the following goods, services, or construction:
<p>Department of Health payments to Certified Redemption Centers (CRCs) under the Hawaii Deposit Beverage Container Program.</p> <p>Redemption centers are facilities that accept (redeem) deposit beverage containers from the public for recycling. A deposit of 5¢ per container is paid to the redeemer of the container(s). The beverage distributor that originally sold the beverage container is responsible for paying the department the deposit on each eligible container.</p> <p>Each CRC will invoice the department for two types of payments. The first is for reimbursement of the 5¢ per container deposit paid out by the redemption center to consumers. The second payment is that of the handling fee, which subsidizes recycling of the collected beverage containers. The handling fee will be paid at a rate of 2¢ per container to centers located on Oahu, and 3¢ per container for neighbor island centers. Each center will be allowed to invoice the state twice a month for deposit reimbursement and handling fee payments.</p>

Vendor: Various
Address:

Term of Contract: From: To: Cost:
N/A

Direct any inquiries to:	
Department: Health	Phone Number:
Contact Name/Title: Genevieve Salmonson	586-4226
Address: 919 Ala Moana Blvd., Rm 212 Honolulu, HI 96814	Fax Number:
	586-7509

Date Posted: 12/02/25

A copy of this notice of exemption from Chapter 103D, HRS, shall be posted by the Chief Procurement Officer 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 an exemption from Chapter 103D, HRS, within seven (7) calendar days from the date posted to:

Chief Procurement Officer
 Office/Agency _____
 Address _____