

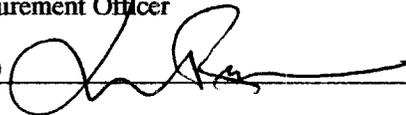
STATE OF HAWAII
REQUEST FOR EXEMPTION FROM CHAPTER 103D, HRS

04 MAY 25 P 2:51

TO: Chief Procurement Officer

STATE PROCUREMENT OFFICE
STATE OF HAWAII
(Department/Division/Agency)

FROM: Dags CSD



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:
Provide for three months of Refuse Collection Services for Leeward District Schools.
IFB-00-102-0
Contract No. 48281, Refuse Collection Services for Leeward Schools
Pickup and disposal of trash at various schools in Leeward School District

Name of Vendor:	Horizon Waste Services of Hawaii, Inc.	Cost:
Address:	91-310 Hanua Street Kapolei, Hawaii 96707	Leeward: \$55,258 x 3 = \$165,774

Term of Contract:	From: July 1, 2004	To: Sept 30, 2004	Prior Exemption Ref. No. (if applicable)
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Explanation describing how procurement by competitive means is either not practicable or not advantageous to the State:

The present contractor decided not to extend the rubbish pickup services for these two districts because of the low prices (\$4.62 per cubic yard for Leeward) and (\$4.16 for Central). CSD was agreeable to extend the contract for another year but the Contractor decided against it. Procurement was notified of this decision in mid April 04, CSD then proceeded to request for a new contract. Procurement informed CSD that they can not have a new contract by July 1, 2004 and is requesting a three-month extension. The present contractor wants \$7.00 per cubic yard for the extension period.

Competitors may be available to provide the pickup service at a cheaper price but not for three months. Also, we will have an interruption of service to replace the containers. The other main concern is after the three month extension what does the contractor do with 125 + bins that service the Leeward district should he not win the bid for fiscal year 2004-2005? Furthermore, CSD is not confident that competitors can they provide these bins and service by July 2004. The present contractor has these bins there already and we will not have any interruption of service.

CSD therefore requests that the present contractor be awarded the three-month extension at \$7.00 per cubic yard because of manpower shortage at SPO, a short lead time to prepare and award a new contract, the interruption of rubbish service, competitors ability to provide 125+ bins and service on short notice, and specifications that reflect individual school requirements for pickup service based on normal, year round, or other school calendars.

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

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

The schools call CSD for any missed pickup rubbish collection service. CSD calls the Contractor to pickup all rubbish including rubbish on ground the following day.

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

Richard Yasunaga, Energy Coordinator
 James Richardson, CSD Chief
 Francis Cheung, Engineering Program Manager

Direct questions to: Richard Yasunaga	Phone Number: 831-7929
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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.

Russ K. Sait

MAY 24 2004

Department Head or Designee	Date
Comptroller	
Title (If other than Department Head)	

Chief Procurement Officer's Comments:

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

Please ensure adherence to applicable administrative requirements.

APPROVED

DISAPPROVED

[Signature]
 Chief Procurement Officer

6/4/04

Date

cc: Administrator,
 State Procurement Office

