



JUN 10 9 11 AM '11

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

1. TO: Chief Procurement Officer
2. FROM: Department of Health/Adult Mental Health Division *es*

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:

3. Description of goods, services or construction:  
InterQual Criteria and CareEnhance Review Manager Enterprise Software licensing, software implementation, and training on the use of the software. The software will provide evidence-based support tools to determine admission, continuing stay, and discharge appropriateness for various levels of behavioral health care. The software will assist in the selection of an appropriate level of care, demonstrate the medical necessity of the service provided, identify process or system delays that impact lengths of stay, and detect outlier practice patterns.

4. Name of Vendor: McKesson Health Solutions, LLC Address: One Post Street San Francisco, California	5. Price: <p style="text-align: center;">\$96,000.00</p>
6. Term of Contract: From: 1/2009 To: 12/2011	7. Prior Exemption Ref. No.

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

Procurement by competitive means is neither practicable nor advantageous to the State because the software is a partner with InfoMC, the company whose eCura software is currently used by the Adult Mental Health Division (AMHD) to authorize services and claims for payment from purchase of service providers. As a partner, the Interqual Criteria and CareEnhance Review Manager Enterprise Software interfaces with the eCura software and allows for data to be automatically entered into eCura with minimal software conversion requirements.

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

The vendor is the only partner with eCura that provides clinical decision support criteria for behavioral health care. The eCura software was procured by competitive means.

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

The AMHD Chief Financial Officer, AMHD Clinical Operations Officer, and AMHD Public Health Administrative Officer will review the procurement request to ensure compliance with procurement rules and procedures.

**REQUEST FOR EXEMPTION FROM CHAPTER 103D, HRS (Cont.)**

12. A list of agency personnel, by position, who will be involved in the approval process and administration of the contract:		
Name	Position	Involvement in Process
Chiyome Leinaala Fukino	Director of Health	<input checked="" type="checkbox"/> Approval <input type="checkbox"/> Administration
Michelle R. Hill	Deputy Director, Behavioral Hlth	<input checked="" type="checkbox"/> Approval <input type="checkbox"/> Administration
Brian Higgins	AMHD Chief Financial Officer	<input checked="" type="checkbox"/> Approval <input checked="" type="checkbox"/> Administration
Karen Krahn	AMHD Clinical Operations Officer	<input checked="" type="checkbox"/> Approval <input checked="" type="checkbox"/> Administration
Amy Yamaguchi	AMHD Public Health Admin Officer	<input checked="" type="checkbox"/> Approval <input checked="" type="checkbox"/> Administration
		<input type="checkbox"/> Approval <input type="checkbox"/> Administration

13. Direct inquiries to:	Department: Health Contact Name: Amy Yamaguchi Phone Number: (808)586-4682 Fax Number: (808) 586-8296
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Agency shall ensure adherence to applicable administrative and statutory requirements

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

*[Signature]*  
 Department Head

DEC - 8 2008  
 Date

Reserved for SPO Use Only	
	15. Date Notice Posted <u>12/22/08</u>
The Chief Procurement Officer is in the process of reviewing this request for exemption from Chapter 103D, HRS. Submit written objections to this notice to issue an exemption from Chapter 103D, HRS, within seven calendar days or as otherwise allowed from the above posted date to: <p align="center">                     Chief Procurement Officer                      State Procurement Office                      P.O. Box 119                      Honolulu, Hawaii 96810-0119                 </p>	
Chief Procurement Officer's comments: <p align="center">                     Approval is based on the DOH's justification that it would not be practicable to create a new software program to integrate with their existing service and claims software in order to merge information required by the DOH's Adult Mental Health Division.                 </p> <p align="center">                     This approval is for the solicitation process only, HRS section 103D-310(c) and HAR section 3-122-112, shall apply.                 </p>	

16.  APPROVED  DISAPPROVED  NO ACTION REQUIRED

*[Signature]* 12/29/08  
 Chief Procurement Officer Date