

STATE OF HAWAII
**NOTICE OF AND REQUEST FOR EXEMPTION
 FROM CHAPTER 103F, HRS**

To: Chief Procurement Officer

'07 JUL 16 10:45

From: Department of Health, Adult Mental Health Division *aj*
Department/Division/Branch or Office

ADMINISTRATION
 STATE PROCUREMENT OFFICE

Pursuant to § 103F-101(a)(4), HRS, and Chapter 3-141, HAR, the Department requests a procurement exemption to purchase the following:

1.	Title and description of health and human service(s):	Provision of outpatient treatment and clubhouse services in the Waianae area of the island of Oahu for adults with severe and persistent mental illness. Clubhouse services include structured socialization, education, and employment opportunities for members.
2.	Provider Name and Address:	Waianae Coast Community Mental Health Center, Inc.
3.	Total Contract Funds: Contract Funds per Year (if applicable):	\$1,075,000 (estimated)
4.	Reference number of Previous Request for this Service (if applicable):	PEH No. 06-25, RH No. 06-15
5.	Term of Contract:	Start: upon approval End: 6/30/08
6.	Describe how procurement by competitive means is either not practicable or not advantageous to the State: Procurement by competitive means is not advantageous to the State because the provider was the only organization to submit proposals in response to the last three Requests for Proposals (RFPs) issued for these services. Procurement by competitive means is also not practicable because the Adult Mental Health Division (AMHD) is unsure of the impact of the July 1, 2007 implementation of new community-based case management contracts will have on the need for outpatient treatment services. Services like medication management and supportive counseling will be provided through the new CBCM contracts, while previously these services were provided through outpatient treatment service contracts. AMHD will need approximately six months to evaluate the services provided through the CBCM contracts and determine if there is a continuing need for a separate outpatient treatment service and Clubhouse contract. If a separate contract is warranted, it will take approximately six months to issue a Request for Information, issue an RFP, evaluate proposals, conduct contract negotiations, and execute a contract.	
7.	Describe the reason for the selection of the provider including a description of how the procedure ensured the maximum fair and open competition practicable: The provider was the only organization to submit proposals in response to the last three RFPs issued for outpatient treatment and clubhouse services.	

