

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

37 AUG -6 AB 100
 AUG 6 2007
 10:00 AM

To: Chief Procurement Officer
 From: Health
 Child and Adolescent Mental Health Division
Department/Division/Branch or Office

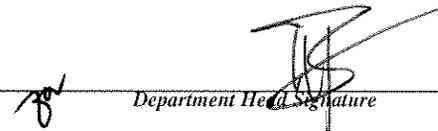
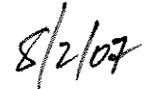
Pursuant to § 103F-101(a)(4), HRS, and Chapter 3-141, HAR, the Department requests a procurement exemption to purchase the following:

1.	Title and description of health and human service(s): The request is for the Child and Adolescent Mental Health Division (CAMHD): 1) to contract with The Queen's Medical Center (QMC) for hospital-based residential services and the hospital portion of acute services according to the provisions of an award through a competitive 103-F procurement process; and 2) to contract with the physicians at QMC providing the acute professional services under a separate contract according to the provisions of HAR 3-141-503,(b)(2).
2.	Provider Name and Address: <div style="text-align: right;"> The Queen's Medical Center 1301 Punchbowl Street Honolulu, HI 96813 </div>
3.	Total Contract Funds: Contract Funds per Year (if applicable): <div style="float: right; text-align: right;"> Fee for Service Contract </div>
4.	Reference number of Previous Request for this Service (if applicable):
5.	Term of Contract: <div style="float: right; text-align: right;"> Start: 8/1/07 End: 7/31/08 </div>
6.	Describe how procurement by competitive means is either not practicable or not advantageous to the State: Upon receipt of a contract award, the QMC confirmed that it could not, by contract, combine the acute professional fees with the acute hospital (facility) fees since the physicians providing the professional services were not employees of QMC. As such, QMC requested that the contract for the physician services be administered under a separate contract. It is not practical for the State to combine both acute professional and acute facility fees into one contract since: 1) it is the community standard for hospital fees and provider fees to be claimed separately under a HIPAA-compliant electronic claims process from full-service hospitals with psychiatric services; 2) the CAMHD is a health plan with Medicaid and, as such, should reasonably follow community and HIPAA claims transaction standards; and 3) the provisions of HRS 3-131-503 directly apply to the procurement process for the physicians accepting Medicaid patients and fees at QMC in this case.
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: There were two (2) applicants for this level of care. The CAMHD Review Committee awarded the contracts to Kahi Mohala and QMC based on a set of criteria established by this Committee.

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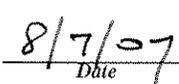
8.	Describe the state agency's internal controls and approval requirements for the exempted procurement: The CAMHD Acting Division Chief will provide management oversight of the CAMHD acute psychiatric hospital and professional services . The CAMHD Clinical Service Office thru their Utilization Management section will monitor the delivery of acute services to CAMHD clients. The CAMHD Medical Director will provide clinical oversight and will review the medical necessity and appropriatenes of each acute psychiatric hospitalization.
9.	List the state agency personnel, by position title, who will be involved in the approval process and administration of the contract: Michelle Nakata - The Office of Attorney General Chiyome Leinaala Fukino, M.D. - Director of Health Mary Brogan, M.Ed.- Acting Division Chief, CAMHD T. Orvin Fillman, Dr.P.H. - Public Health Administrative Officer , CAMHD
10.	Direct questions to (name & position): T. Orvin Fillman, Dr.P.H. Phone number: 733-4210 e-mail address: tofillma@camhmis.health.state.hi.us

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

 _____ <i>Department Head Signature</i> Dr. Morgan Barrett _____ <i>Typed Name</i>	 _____ <i>Date</i>
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NOTICE

The chief procurement officer is considering this request for exemption and, if there is good cause, the state intends to exempt the purchase as described in the request. Any inquiries regarding the purchase shall be directed to the contact person noted in item 10 of the request. Any concerns regarding the exemption shall be in writing and received by the chief procurement officer within seven days of the date the notice was first posted. Concerns shall be mailed to: Aaron Fujioka, Chief Procurement Officer, State Procurement Office, 1151 Punchbowl St., #230A, Honolulu, HI 96813.

FOR CHIEF PROCUREMENT OFFICER USE ONLY	
Chief Procurement Officer's Comments:	
Because the services were competitively solicited and awarded in accordance with HRS chapter 103F, no action is required on this request.	
<input type="checkbox"/> APPROVED <input type="checkbox"/> DISAPPROVED <input checked="" type="checkbox"/> NO ACTION	
 _____ <i>Chief Procurement Officer Signature</i>	 _____ <i>Date</i>

Please ensure adherence to applicable administrative requirements.