

STATE OF HAWAII REQUEST FOR SOLE SOURCE

'06 JAN 17 AM 10:36

TO: Chief Procurement Officer

STATE PROCUREMENT OFFICE
STATE OF HAWAII

FROM: Department of Transportation, Airports Division
(Department/Division/Agency)

Pursuant to §103D-306, HRS, and Subchapter 9, Chapter 3-122, HAR, the Department requests sole source approval to purchase the following:

Description of goods, services, or construction:

The Airports Division (hereafter referred to as "Airports") requests sole source approval to purchase Information Technology (hereafter referred to as "IT") Services to upgrade and enhance the Airports AIRMIS21 system. The system is a complex and mission critical system that integrates the following: Oracle Financials and PropWorks software, using Oracle database management system and associated Oracle software tools to create custom reports and file transfer programs to transfer accounting data to FAMIS. PropWorks software is a niche airport software package and is the major component of the AIRMIS21 system. PropWorks is the software component that needs to be upgraded because the Airports current version is no longer supported by the vendor, AirIT. In addition to the PropWorks software upgrade, Airports intends to modify an existing PropWorks module and seeks IT services to successfully perform the modification. When the PropWorks software is upgraded, all adjoining interfaces and components of the system need to be fully tested and modifications performed, if needed.

Name of Vendor:	Commercial Data Systems	Cost: \$325,000
Address:	50 South Beretania Street, Suite C-208B Honolulu, Hawaii 96813	

Term of Contract:	From: March 1, 2006	To: February 28, 2007	Prior Sole Source Reference No.:
			N/A

The goods, services, or construction has the following unique features, characteristics, or capabilities:

Within the State of Hawaii, the IT services to perform the AIRMIS21 system upgrade can only be purchased through Commercial Data Systems (hereafter referred to as "CDS"). The vendor for PropWorks software, AirIT, recently sent a memo to Airports indicating that AirIT has engaged in an exclusive agreement with CDS to perform IT services related to their PropWorks software that affects our AIRMIS21 Upgrade project. Airports was in the process of issuing a Request for Proposal to purchase the services and received all of the necessary approvals to proceed with the solicitation.

Even through HAR 3-122, Exhibit B, Item 4 provides that this type of procurement is Pre-Approved for Sole Source Selection, the recent agreement for exclusivity in Hawaii from AirIT with CDS has redirected our procurement method from an RFP that was originally listed as the method of procurement in the request for services. If we are correct then no action is required by SPO. If so, please state this. This documentation will reinforce our request to change from the RFP to this Sole Source under the above site from HAR.

SPO scanner not working with 1/18/06

REQUEST FOR SOLE SOURCE (Cont.)

How the unique features, characteristics, or capabilities are essential for the agency to accomplish its work:

Airports Division requires IT services to successfully upgrade the current AIRMIS21 system. Airports in-house IT staff has tried to upgrade independently, however, have hit roadblocks and seeks the IT services to resolve issues and problems identified with the upgrade initiative. Without the contractor support, Airports is running an unsupported version of PropWorks and will be unable to receive any assistance from the vendor in the event of a catastrophic system failure. AIRMIS21 is considered a mission critical system because it processes property management contracts and accounts receivable for over 1000 customers.

The following other possible sources for the goods, services, or construction were investigated but do not meet our needs because:

Airports does not know of other possible sources for the AIRMIS21 Upgrade IT services. Airports received approvals from DAGS Comptroller, DBF Director and Governor to proceed with the upgrade project and procure services through a Request for Proposal procurement process. However, before the RFP was issued, AirIT contacted Airports to explain their recently negotiated exclusive agreement with CDS, and therefore, Airports now seeks a different means to procure the much needed IT services.

Direct questions to: Amy Saito Phone: 838-8678

I certify that the information provided above is to the best of my knowledge, true, correct and that the goods, services, or construction are available through only one source.

[Signature] 1/13/06
Department Head or Designee Date

Deputy Director, DOT/Airports Division
Title (If other than Department Head)

Chief Procurement Officer's comments:

Please ensure adherence to applicable administrative and statutory requirements.

Expenditure may be processed through a purchase order: Yes No If no, a contract must be executed and funds certified.

APPROVED DISAPPROVED

[Signature] 1/30/06
Chief Procurement Officer Date

STATE OF HAWAII NOTICE OF SOLE SOURCE

06 JAN 17 AM 11:36

STATE PROCUREMENT OFFICE

The Chief Procurement Officer is in the process of reviewing the request from the Department of Transportation, Airports Division for the sole source purchase of the following goods, services, or construction:

The Airports Division (hereafter referred to as "Airports") requests sole source approval to purchase Information Technology (hereafter referred to as "IT") Services to upgrade and enhance the Airports AIRMIS21 system. The system is a complex and mission critical system that integrates the following: Oracle Financials and PropWorks software, using Oracle database management system and associated Oracle software tools to create custom reports and file transfer programs to transfer accounting data to FAMIS. PropWorks software is a niche airport software package and is the major component of the AIRMIS21 system. PropWorks is the software component that needs to be upgraded because the Airports current version is no longer supported by the vendor, AirIT. In addition to the PropWorks software upgrade, Airports intends to modify an existing PropWorks module and seeks IT services to successfully perform the modification. When the PropWorks software is upgraded, all adjoining interfaces and components of the system need to be fully tested and modifications performed, if needed.

Vendor: Commercial Data Systems

**Address: 50 South Beretania Street, Suite C-208B
Honolulu, Hawaii 96813**

Term of Contract: From: March 1, 2006 To: March 1, 2007 | **Cost: \$325,000**

Direct any inquiries to:		
Department:	Transportation/Airports Division	Phone Number: 838-8678
Contact Name/Title:	Amy Saito, Information Technology Office Manager	
Address:	400 Rodgers Boulevard, Suite 700 Honolulu, Hawaii 96819	Fax Number: 838-8753

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Date Notice Posted: 1/18/06

A copy of this notice of sole source 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 a sole source contract within seven (7) calendar days from the date this notice was posted to:

Chief Procurement Officer
Office/Agency _____
Address _____
