

STATE OF HAWAII
NOTICE OF AMENDMENT TO SOLE SOURCE CONTRACT

STATE PROCUREMENT OFFICE
STATE OF HAWAII

TO: Chief Procurement Officer

FROM: DBEDT/Strategic Industries Division
(Department/Division/Agency)

Name of Contractor: Hawaii Electric Light Company (HELCO)

Sole Source Reference Number: 02-64-R Contract Number: 49946

Description of goods, services, or construction: HELCO is evaluating the combination of hybrid controllable distributed energy resources (DER) in systems to enable fuller development of renewable energy and DER and to resolve other technical issues.

Approval to amend is submitted in order to:

Revise the scope of services for the contract as follows:

Revise the Time Schedule to extend the completion date of the contract from September 30, 2004 to February 28, 2005

Increase the contract price by 10 % or more:

Original Contract Price: \$ _____ Amended Contract Price: \$ _____

This / These amendment(s) are necessary because: The possibility of adverse weather as seen in early August could result in delays preventing completion of the project on time. Project engineers could be forced to suspend work on the project to perform their principal duties of keeping the HELCO utility system in operation.

Direct questions to: Steve Alber

Phone: 587-3817

Pursuant to § 103D-306, HRS, and § 3-122-83, HAR, I certify that the information provided above is, to the best of my knowledge, true and correct.

AUG 11 2004

Department Head or Designee

Date

Title (If other than Department Head)



Date Posted: 8/13/04

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

Chief Procurement Officer

Office/Agency _____

Address _____

Please ensure adherence to applicable administrative and statutory requirements.

APPROVED

DISAPPROVED

Chief Procurement Officer

8/24/04
Date

STATE OF HAWAII
REQUEST FOR SOLE SOURCE

02 MAY -3 P2:37

TO: Chief Procurement Officer

STATE OF HAWAII
OFFICE OF THE CHIEF PROCUREMENT OFFICER

FROM: DBEDT / Energy, Resources, and Technology 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 Hawaii Electric Light Company (HELCO) will provide services, under a Federal Grant from the U.S. Department of Energy (USDOE) State Energy Program. The project will evaluate the combination of hybrid, controllable distributed energy resources (DER) in systems to enable fuller development of the Island of Hawaii's renewable resources and DER at a lower cost to the utility and its customers. The project will also seek to resolve the technical interconnection and dispatch issues that are currently limiting use of these resources. The flexibility of hybrid DER enables them to better meet customers' cost and reliability needs for electric power. Integrating these DER with the utility's network control and monitoring systems will enable the DER to be dispatched to alleviate system problems and constraints, benefiting both the utility and its customers.

DBEDT will be contracting with HELCO, which is the only public electric utility on the Island of Hawaii and the only entity capable of performing this work.

| | | | |
|-----------------|---|-------|-------------|
| Name of Vendor: | Hawaii Electric Light Company | Cost: | \$94,855.00 |
| Address: | 1200 Kilauea Avenue Hilo, Hawaii 96720 | | |

| | | | |
|-------------------|---|----------------------------------|------|
| Term of Contract: | From: September 1, 2002 To: August 31, 2004 | Prior Sole Source Reference No.: | None |
|-------------------|---|----------------------------------|------|

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

This project is funded by the United States Department of Energy (USDOE). The project as proposed and accepted by the U.S. Department of Energy names Hawaii Electric Light Company as the service provider. USDOE requires a match for the grant and HELCO will provide \$30,000 in-kind labor matching.

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

Hawaii Electric Light Company, a public electric utility, provides electrical service for the Island of Hawaii. It is the only public electric utility on the island of Hawaii. The project seeks to solve technical problems on the HELCO system, requiring the full involvement of the utility.

The project, as proposed and accepted by the U.S. Department of Energy, names Hawaii Electric Light Company as the service provider.

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

Information on the U.S. Department of Energy grant program was made available to the general public and posted on the Internet; any and all were invited to submit proposals under the Federal solicitation. The DBEDT-HELCO project team submitted a proposal for this project which was competitively selected by USDOE.

The project, as proposed and accepted by the U.S. Department of Energy, is to have Hawaii Electric Light Company as the service provider; as such, Hawaii Electric Light Company is the only possible service provider.

Direct Questions To: Steven C. Alber

Phone: 587-3837

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.

May MAY 01 2002
Department/Agency Head Date

Title (If other than Department/Agency 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 _____ Denied

Alan D. Fisher 5/14/02
Chief Procurement Officer Date