# INVITATION FOR BID NO. J16225

# TO PROVIDE STATEWIDE SAMPLE COLLECTION, INITIAL DRUG SCREENING, & CONFIRMATION TESTING THE JUDICIARY, STATE OF HAWAII

**NOTE:** If this solicitation document was downloaded through the internet, each interested person must register through email, providing contact information to the listed contact person in the Judiciary Contracts & Purchasing Office. Registration is essential for you to receive any addendums or other information for this solicitation. The Judiciary shall not be responsible for any missing addenda, clarifications, attachments or other information regarding this solicitation if an offer is submitted from an incomplete solicitation document.

SEPTEMBER 2015

#### NOTICE TO OFFERORS

This solicitation is provided to you for information purposes. If interested in responding to this solicitation, you may choose to submit your offer on the downloaded document **provided**. You must register your company by fax or e-mail for this specific solicitation. If you do not register your company, you will not receive addenda, if any, and your offer **may be** rejected and not considered for award.

## **Registration or Request for Copy of Solicitation**

#### Submit FAX or E-MAIL to:

Fax #: 808-538-5802

E-mail Address: <a href="mailto:Deepa.P.Sheehan@courts.hawaii.gov">Deepa.P.Sheehan@courts.hawaii.gov</a>

#### Provide the following information:

- Name of Company
- Mailing Address
- Name of Contact Person
- Telephone Number
- FAX number
- E-mail Address
- Solicitation Number
- FedEx (or equivalent) account number (document will be sent by U.S. Postal Service first class mail if this is not provided).

THE JUDICIARY, STATE OF HAWAII
INVITATION FOR BID
NO. J16225
Competitive sealed bids
TO PROVIDE STATEWIDE SAMPLE COLLECTION,
INITIAL DRUG SCREENING & CONFIRMATION TESTING
THE JUDICIARY, STATE OF HAWAII

Bids will be received up to and opened at 2:00 p.m. (HST) on October 14<sup>th</sup>, 2015 at:

The Judiciary Financial Services Division Kauikeaouli Hale 1111 Alakea Street, 6<sup>th</sup> Floor Honolulu, Hi 96813-2807

Offers received after the date and time specified above or at a location other than the location specified above will not be considered. All offers must be made on forms obtainable from our website (<a href="http://www.courts.state.hi.us">http://www.courts.state.hi.us</a>) and must be in accordance with the accompanying instructions. Questions relating to this solicitation may be directed to Deepa P. Sheehan. She may be contacted at telephone (808) 538-5805 or email at <a href="mailto:Deepa.P.Sheehan@courts.hawaii.gov">Deepa.P.Sheehan@courts.hawaii.gov</a>.

/s/ Janell Kim Janell Kim Financial Services Director

(Judiciary & SPO websites: September 29, 2015)

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# **ATTACHMENTS**

General Conditions
Procedural Requirements
Information on Taxes
Application for Tax Clearance
Certificate of Compliance

#### **SECTION ONE SPECIFICATIONS**

#### 1.1 SCOPE

Work consists of providing STATEWIDE SAMPLE COLLECTION, INITIAL DRUG SCREENING AND CONFIRMATION TESTING the Judiciary, State of Hawaii. Contractor shall provide testing for the presence of each drug identified in the respective Panel which will be selected by The Judiciary.

#### Panel I:

а	Amphetamines/ Methamphetamine (MDA/MDMA)
b	Cocaine
С	Cannabinoid
d	Opiates
е	Phencyclidine

#### Panel II:

а	Amphetamines/ Methamphetamine (MDA/MDMA)
b	Barbituates
С	Benzodiazephines
d	Cocaine
е	Cannabinoid
f	Methadone
g	Methaqualone
h	Opiates
i	Phencyclidine
f	Propoxyphone

#### 1.2. SAMPLE COLLECTION

Sample collection shall be conducted on all persons referred to Contractor by the JUDICIARY Courts of the First Circuit (Oahu), Second Circuit (Maui), Third Circuit (Hawaii), and Fifth Circuit (Kauai).

Collections shall be conducted by Contractor's personnel or by a Sub-contractor approved by Judiciary (and listed on this INVITATION FOR BID).

Sample collection of urine specimens shall be responsibility of Contractor. Sample collections shall be conducted at Contractor's (or approved Sub-Contractor's) testing facility and by their personnel. Detailed procedures for collection of sample must be established by Contractor to ensure that sample is not tampered with at time of collection. Procedures shall be submitted in writing and approved by Officer-in-Charge or their designee.

The estimated number of sample collections, as specified in the INVITATION FOR BID, are per year. However, the Judiciary shall be charged according to actual number of samples collected per month at the unit bid Cost per Test specified in INVITATION FOR BID. Judiciary reserves the right to increase or decrease number of collections without change to the unit bid cost per test. Monthly billings shall be adjusted accordingly. Initial drug screenings shall be conducted on all collected samples.

#### 1.3. INITIAL DRUG SCREENING

Initial drug screening shall be provided for all the JUDICIARY, First Circuit (Oahu), Second Circuit (Maui), Third Circuit (Hawaii), and Fifth Circuit (Kauai). Scientifically accepted and valid initial screening tests on all samples utilizing the EMIT system, or a similar screening test which is

acceptable to Officer-in-Charge and approved in writing prior to bid opening. All testing shall be performed by a company licensed and accredited in the State of Hawaii to conduct toxicology testing and all tests shall be conducted by trained and properly qualified drug test operators.

The estimated number of sample collections and initial drug screenings, specified in INVITATION FOR BID, shall be required per year. Judiciary shall be charged according to actual number of tests administered per month at Bid Cost per Test specified in INVITATION FOR BID. Judiciary reserves the right to increase or decrease number of tests per month without change to bid cost per test. Monthly billings shall be adjusted accordingly. Confirmation testing shall be conducted on all initial tests with positive results.

#### 1.4. CONFIRMATION TESTING

Confirmation testing shall be provided for all circuits. Scientifically accepted and valid confirmation test results utilizing gas chromatography/mass spectrometry by a company licensed and accredited in the State of Hawaii to conduct toxicology testing.

The estimated number of positive confirmation tests, specified in INVITATION FOR BID, is required for the year. Judiciary shall be charged according to number of tests administered per month at the unit Bid Cost per Test specified in INVITATION FOR BID. Judiciary reserves the right to increase or decrease number of tests per month without change to unit bid cost per test. Monthly billings shall be adjusted accordingly. Contractor shall utilize the Limit of Quantitation Cutoffs for confirmation testing.

#### 1.5. FACILITIES

Contractor shall make available sample collection facilities within close proximity of the Judiciary buildings and other locations on each island listed in these Bid Specifications. (Note: Collection of Molokai or Lanai samples, if any, may be arranged and negotiated by Judiciary with contractor on a case-by-case basis.) All substance abuse testing performed in the State shall be performed by a testing laboratory licensed by the Department of Health, State of Hawaii, for that purpose, or certified for substance abuse testing by the Substance Abuse and Mental Health Services Administration of the United States Department of Health and Human Services, and approved by the Director of The Department of Health, State of Hawaii.

#### 1.6. TEST RESULTS

Contractor shall <u>submit via email or FAX a written report on test results of samples within seventy-two (72) hours</u> of sample submission. The report shall be submitted to Officer-in-Charge, or their representative, and shall be in a format acceptable to Officer-in-Charge. Original hard copy of faxed test results shall be mailed to appropriate Circuits after being faxed. If results are not submitted within the seventy-two (72) hour period specified herein, provision on liquidated damages shall be applicable.

Samples which test positive shall be made available to defense counsel in a timely manner for independent testing, when requested in writing by counsel. Upon receipt of such requests, the appropriate Circuit shall inform Prosecuting Attorney's Office and defense counsel to make proper arrangements with Contractor. Strict chain-of-custody procedures are to be followed <u>at all times</u>. Any problems shall immediately be reported to Officer-in-Charge. Sample shall be returned to Contractor for storage upon completion of testing.

Contractor shall provide written documentation confirming positive test results when requested by officer in cases which are taken back to court.

#### 1.7. EXPERT TESTIMONY

The Contractor shall provide expert testimony on initial screening and confirmation testing and procedures, if necessary, for a reasonable cost per hour, which shall be negotiated between the Contractor and the Departments of the Prosecuting Attorneys of each circuit. Projected costs for

expert testimony – in person or by phone, and for litigation packets shall be included as a separate price quotes. The Judiciary will facilitate negotiations with the Departments of the Prosecuting Attorneys subsequent to the awarding of the contract.

#### 1.8. PICK-UP AND DELIVERY

JUDICIARY, Fist Circuit: Sample collection shall be done at Contractor's own facility.

Contractor shall provide daily delivery of results to:

Circuit Court Ms. Carrie Corcoran, Juvenile Intake & Probation Kaahumanu Hale, 777 Punchbowl Street, 1st Floor Honolulu, HI 96813-5093, Telephone 808-539-4497 Fax 808-539-4486

between 8:00 a.m. and 4:30 p.m., and upon request. Contractor must be able to conduct tests and provide test results seven days a week. Screening and confirmation tests results shall be conducted and reported within seventy-two (72) hours of sample submission. Specific times of pick-up and delivery shall be coordinated with Officer-in-Charge.

If results are not submitted within the seventy-two (72) hour period as specified, provision on liquidated damages will be applicable.

<u>JUDICIARY Second, Third and Fifth Circuits</u>: Contractor shall pick-up samples at Contractor's designated collection sites. Results shall be delivered to the following location addresses:

For Maui, Molokai & Lanai JUDICIARY, 2nd Circuit Ms. Sheri-Ann Daniels 2145 Main Street Wailuku, Hawaii 96793-1679 Telephone: 808-244-2824

Fax: 808-244-2870

For Hawaii JUDICIARY, 3rd Circuit Ms. Randi Cooper 777 Kilauea Avenue Hilo, Hawaii 96720-4212 Telephone: 808-961-7685

Fax: 808-961-6510

For Kauai JUDICIARY, 5th Circuit Ms. Kari Yamashiro 3970 Kaana Street Lihue, Hawaii 96766-1283 Telephone: 808-482-2428 Fax: 808-482-2510

The provisions for delivery of results and conducting tests as stated for the Judiciary, First Circuit applies for the Second, Third, and Fifth Circuits.

#### 1.9. CHAIN-OF-CUSTODY

Chain-of-custody procedures must be established by Contractor, including security equipment for transportation of samples. All procedures shall be submitted to and approved by Officer-in-Charge.

### 1.10. STORAGE

Contractor shall provide secure storage of all positive samples for a minimum period of six (6) months unless notified in writing, by the JUDICIARY.

Upon request by the JUDICIARY, Contractor shall make positive samples available for reconfirmation testing by an independent laboratory in the event a client wants to have an independent laboratory test the specimen.

**END OF SECTION** 

#### **SECTION TWO - SPECIAL PROVISIONS**

#### 2.1. SCOPE

Work included in this contract shall consist of PROVIDING STATEWIDE SAMPLE COLLECTION, INITIAL DRUG SCREENING AND CONFIRMATION TESTING for The Judiciary, State of Hawaii, as specified herein and shall be in accordance with these Special Provisions, the attached Specifications, General Conditions and Procedural Requirements.

#### 2.2. OFFICER-IN-CHARGE

The following individuals, acting either directly or through authorized representatives, are designated Officers-in-Charge:

OFFICER-IN-CHARGE	DIVISION	PHONE NO.
Ramona Yano	1 <sup>st</sup> Circuit - Oahu	808.954.8226
Sheri Ann Daniels	2 <sup>nd</sup> Circuit – Maui	808.244.2824
Randi Cooper	3 <sup>rd</sup> Circuit – Hilo	808.961.7685
Kari Yamashiro	5 <sup>th</sup> Circuit – Kauai	808.482.2428

#### 2.3. **TERM OF CONTRACT**

Contractor shall enter into a contract to PROVIDE STATEWIDE SAMPLE COLLECTION, INITIAL DRUG SCREENING AND CONFIRMATION TESTING for the JUDICIARY Courts for a period of twenty (20) months commencing on November 1, 2015 through June 30, 2017. Unless terminated, and subject to availability of funds, the contract may be extended by the Judiciary for not more than two (2) additional twelve (12) month periods without rebidding, upon mutual agreement in writing at least thirty (30) days prior to expiration. The contract may be extended provided the compensation rate is lower, remains the same as the previous year's compensation rate, or is negotiated and mutually agreed upon by each party and that the increase in amount will be no more than 5% of the contracted compensation rate.

If option to extend is mutually agreed upon, Contractor shall be required to execute an Amendment to Agreement.

#### 2.4. OFFEROR QUALIFICATION

#### Experience

Offeror will list at least three references other than Judiciary, for whom bidder has performed services of a similar nature and volume of services specified herein, that will qualify bidder to perform the project. Judiciary reserves the right to contact references provided, and Judiciary reserves the right to reject bid submitted by any bidder whose performance on other jobs for this type of service has been proven unsatisfactory.

Contractor shall submit copies of all licenses and accreditations required to conduct toxicology testing in the State of Hawaii.

#### 2.5. **BID PREPARATION**

#### Legal Name

Bidder is requested to submit its bid under its exact legal name as registered at the Department of Commerce and Consumer Affairs. Failure to do so may delay proper execution of contract.

#### **Bid Quotation**

Bid prices shall include all applicable taxes, costs to provide sample collection, initial drug 5

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screening, confirmation testing, FAX and delivery of written test results as detailed in Specifications, and <u>all</u> expenses necessary to provide services during duration of contract.

### OFFER FORM Item "Collection Costs"

Bidder shall state standard fee to be charged per test on each island. In addition to standard fee, in "Additional Cost/Test" section, bidder shall state its <u>additional charges</u> (e.g. courier service) for outer island tests.

#### OFFER FORM Item

Expert Witness testimony may be required in extraordinary cases. In addition to providing proposed fees for Actual Court Time, Travel/Waiting Time, and Maximum Fee Per Day, please provide a description and fee schedule for other available services/procedures (ex. depositions, telephone interview, teleconferencing, etc.) which may be considered in lieu of providing Expert Witness testimony in person. (Attach another sheet if more space needed.)

#### **Contract Bond**

A Contract Bond is NOT required for this INVITATION FOR BID.

#### Wage Certificate

A Wage Certificate is NOT required for this INVITATION FOR BID.

#### Tax Liability

Work to be performed under this solicitation is a business activity taxable under Chapter 237, HRS, and vendors are advised that they are liable for the Hawaii General Excise tax (G.E.T.). If however, an Offeror is a person exempt by the HRS from paying the GET and therefore not liable for the taxes on this solicitation, Offeror shall state its tax exempt status and cite the HRS chapter or section allowing the exemption.

#### 2.6. SUBMISSION OF OFFER

Offerors shall submit three (3) copies (1 original, 2 copies) of the Offer Submission Packet. Completed offers must be submitted no later than 2:00 p.m. HST on October 14, 2015, to:

The Judiciary, State of Hawaii Financial Services Administrator 1111 Alakea Street, 6th Floor Honolulu, HI 96813-2807 Attention: Deepa P. Sheehan

# OFFERS RECEIVED AFTER THE ABOVE DATE AND TIME SPECIFIED SHALL NOT BE ACCEPTED AND SHALL BE RETURNED TO THE VENDOR UNOPENED.

# Offers on CD or flash drive

As an option to submitting hard copies (orig. +2) of your entire Offer packet, Offers may be submitted on CD or flash drive (3copies) in Adobe pdf format no later than the date and time indicated in the Significant Dates section of this IFB.

#### Offers via electronic submittal

As another option to submitting hard copies of your Offer packet, Offers may be submitted no later than the date and time indicated in the Significant Dates section of this IFB to the above Purchasing Specialist via Email.

#### OFFEROR bears responsibility for transmission

Offeror's who submit offers or amendments by electronic means, bear the whole and exclusive responsibility for assuring that the documents are received by the purchasing agency and for ensuring the complete, correctly formatted, legible, and timely transmission of their documents. By opting to submit documents by electronic means, Offeror's assume all risk that a purchasing agency's receiving

equipment and system may be inoperative or otherwise unavailable at the time transmission is attempted.

#### **2.7. AWARD**

Award, if any, shall be made to the responsive and responsible bidder submitting the lowest TOTAL 20 MONTH BID AMOUNT. This is an estimate of the total contract amount; actual Payments to CONTRACTOR shall be based on actual quantity of tests performed at "COST/TEST" unit bid prices stated in OFFER FORM.

- 2.7.1. Requirement for Award. To be eligible for award, the successful offeror will be contacted to submit copies of the documents listed below to demonstrate compliance with the requirements of §103D-310 (c), HRS:
  - 1. Chapter 237, tax clearance;
  - 2. Chapter 383, unemployment insurance;
  - 3. Chapter 386, worker's compensation;
  - 4. Chapter 392, temporary disability insurance;
  - 5. Chapter 393, prepaid health care; and
  - 6. Chapter 103D-310, Certificate in Good Standing for entities doing business in the State of Hawaii.

The Contractor may choose to use the Hawaii Compliance Express (HCE) which allows businesses to register online through a simple wizard interface at <a href="http://vendors.ehawaii.gov">http://vendors.ehawaii.gov</a> to acquire a "Certificate of Vendor Compliance." The HCE provides current compliance status as of the issuance date. In order to meet compliance, the certificate must indicate "COMPLIANT." This certificate shall be accepted for both contracting purposes and final payment. There is an annual fee to the Hawaii Information Consortium, LLC. If the Contractor chooses not to enroll in HCE, paper certificates are required.

#### A. Timely Submission of all Certificates

The above certificates should be applied for and submitted to the Judiciary upon award of contract. If a valid certificate is not submitted on a timely basis for award of a contract, a contract may not be awarded.

#### B. Final Payment Requirements

In addition to a tax clearance certificate, an original CERTIFICATE OF GOOD STANDING for FINAL PAYMENT (SPO Form 22) will be required for final payment. A copy of the form is also available at <a href="http://www4.hawaii.gov/StateFormsFiles/form221.pdf">http://www4.hawaii.gov/StateFormsFiles/form221.pdf</a>

#### C. Insurance

The CONTRACTOR shall at his own expense maintain insurance in full force and effect during the life of this contract. The policy or policies of insurance maintained by Contractor shall provide the following limits and coverage:

- a) Commercial General Liability Insurance (occurrence form) of \$1,000,000.00 per occurrence and \$2,000,000.00 aggregate.
- b) Automobile Insurance in the amount of \$1,000,000.00 bodily injury per person, \$1,000,000 bodily injury per accident, and \$1,000,000.00 property damage per accident.

c) Workers' Compensation and Employer's Liability. Part A – Statutory. Part B, Employers Liability \$100,000.00 each accident/\$100,000.00 disease each employee/\$500,000.00 disease policy limit.

The Contractor will immediately provide written notice to the contracting department or agency should any of the insurance policies evidenced on its Certificate of Insurance form be cancelled, limited in scope, or not renewed upon expiration. Furthermore, The Judiciary shall be added as an additional insured as respects to operations performed for The Judiciary, State of Hawaii, and it is agreed that any insurance maintained by The Judiciary, State of Hawaii will apply in excess of, and not contribute with, insurance provided by this policy.

Failure of the contractor to provide and keep in force such insurance shall be regarded as material default under this contract, entitling the Judiciary to exercise any or all of the remedies provided in this contract for a default of the contractor.

<u>Prior to execution of the contract, the successful offeror shall provide proof of coverage of insurance requirements set forth under this section</u>.

#### 2.8. CONTRACT EXECUTION AND EXTENSION

Successful Offeror receiving the award shall be required to enter into a formal written contract. The contract shall be enforceable only to the extent that funds have been certified and are available of the purchase of the identified services. If the option to extend for an additional period is mutually agreed upon, the Contractor shall be required to execute a supplement to the contract. Any contract extension must be executed by the Contractor on less than thirty (30) days prior to the scheduled date of termination, otherwise the requirement must be rebid. The contract may be extended provided the compensation rate is lower, remains the same as the previous year's compensation rate, or is negotiated and mutually agreed upon by each party. At the time of the extension, increases will be considered if the increase is for not more than 5% per test. Changes to the cost per test must be mutually agreed upon in writing and submitted with the request for contract extension. All contract extensions are subject to the availability of funds.

The contract commencement date shall be specified in the Notice to Proceed. A copy of a tax clearance certificate issued by the Hawaii State Department of Taxation and Internal Revenue Service must be submitted prior to execution of the contract (if copy was not submitted with bid offer).

The contract shall be enforceable only to the extent that funds have been certified and are available of the purchase of the identified services.

No work is to be undertaken by the Contractor prior to the commencement date. The Judiciary is not liable for any work, contract, costs, expenses, loss of profits, or any damages whatsoever incurred by the Contractor prior to starting date.

At the time of the extension, the contract price for the extended period shall remain the same as the previous year's contract price unless adjusted as negotiated and mutually agreed upon.

#### 2.9. SUBCONTRACTING

The Contractor shall not delegate any duties listed in this IFB to a subcontractor unless given written approval by the Financial Services Director. The Judiciary reserves the right to approve

subcontractors and to require the primary contractor to replace a subcontractor(s) found to be unacceptable. Subcontractor's facilities, at which samples are collected, must be capable of taking payment for the primary contractor. The primary contractor will be the sole point of contact with regard to contractual matters, including payment to any and all charges resulting from the contract, and shall be responsible for all services whether or not the primary contractor performs them.

#### 2.10. REMOVAL OF CONTRACTOR'S EMPLOYEE

Contractor agrees to remove any of its employees from services rendered and to be rendered to Judiciary, upon request in writing by Officer-in-Charge.

#### 2.11. INSPECTION

All procedures for sample collection, testing and related procedures shall be subject to inspection and approval by Officer-in-Charge or a representative of Judiciary so as to ascertain that services rendered are in accordance with requirements and intentions of the Specifications and Special Provision. They may require additional information as necessary to maintain a record of service rendered.

#### 2.12. INVOICING AND PAYMENT

Contractor shall submit <u>separate</u> invoices for work completed at each circuit. Original and three copies of each invoice shall be sent to the appropriate addresses:

The Judiciary	The Judiciary
First Circuit Court	Second Circuit Court
Ramona Yano	Paul Petro
4675 Kapolei Parkway	Fiscal Office
Kapolei, Hawaii 96707	2145 Main Street
	Wailuku, Hawaii 96793-1679
The Judiciary	The Judiciary
Third Circuit Court	Fifth Circuit Court
Colin Young	Danette Wise
Fiscal Office	Fiscal Office
777 Kilauea Avenue	3970 Kaana Street, # 205
Hilo, Hawaii 96720 -4212	Lihue, Hawaii 96766-1283

Monthly payments shall be made to the Contractor at the contracted price upon certification that the Contractor has satisfactorily performed the required services each month.

Section 103-10, H.R.S. provides that the Judiciary shall have thirty (30) calendar days after receipt of invoice or performance of the services to make payment. For this reason, the Judiciary shall reject any bid submitted with a condition requiring payment within a shorter period. Further, the Judiciary will reject any bid submitted with a condition requiring interest payments greater than that allowed by Section 103-10, H.R.S., as amended.

Judiciary will not recognize any requirement established by the Contractor and communicated to the Judiciary after award of the contract, which requires payment within a shorter period or interest payment not in conformance with Statute.

#### 2.13. COMPLIANCE WITH LAWS

Contractor shall observe, perform, and comply with all laws, statutes, ordinances, rules and regulations of the United States Government, the State of Hawaii, or any department or agency

thereof.

Contractor shall further indemnify, save and hold harmless the Judiciary against all actions, suits, damages and claims by whomsoever brought or made by reason of the nonobservance, nonperformance or noncompliance with the said laws, statutes, ordinances, rules or regulations.

#### 2.14. OTHER SPECIAL PROVISIONS

#### 2.14.1. Termination for Cause:

#### If the Contractor:

- 1. Fails to begin the work or services under the contract within or by the time specified.
- 2. Fails to perform the work with sufficient workmen, equipment, or materials to insure prompt completion of the work.
- 3. Performs the work or services negligently, or neglects or refuses to remove materials or to perform anew, such work or services that may be rejected as unacceptable.
- 4. Performs the work or services negligently, or neglects or refuses to remove materials or to perform anew, such work or services that may be rejected as unacceptable.
- 5. Discontinues the prosecution of the work or services.
- 6. Otherwise breaches any term of the contract.
- 7. Becomes insolvent or is declared bankrupt, or commits any act of bankruptcy or insolvency.
- 8. Allows any final judgment to stand against him unsatisfied for a period of ten (10) days.
- 9. Makes an assignment for the benefit of creditors.
- 10. For any other cause whatsoever, fails to carry out the work or services in an acceptable manner, the Judiciary will give notice to the Contractor of such delay, neglect, or default.

If the Contractor within a period of ten (10) days after the date of such notice, shall not proceed in accordance therewith, then the Judiciary will have full power and authorize, without violating the contract, to take the prosecution of the work or services out of the hands of the Contractor, and to use such methods are deemed necessary to complete the contract in an acceptable manner.

All costs and charges incurred by the Judiciary, together with the cost of completing the work or services under the contract, will be off set from any monies due or which would or might have become due to the Contractor had the Contractor completed the work under the contract. If such expense exceeds the sum which would have been payable under the contract, the Contract shall be liable and shall pay to the Judiciary the amount of such excess within ten (10) days after demand therefore.

#### 2.14.2. Termination for Lack of Funds

Pursuant to Section 103-39, Hawaii Revised Statutes, except in certain instances not contract entered into between the Judiciary and the Contractor shall be binding or of any force unless the Judiciary Fiscal and Support Services Administrator certifies that there is an available unexpended appropriation or balance of an appropriation over and above all outstanding contracts sufficient to cover the amount required by the contract.

If the contract calls for performance or payment in more than one fiscal year, the fiscal year being July 1 to June 30, the Judiciary Financial Services Administrator is permitted to certify only that portion of the total funds required for the contract that is available since funds may not be allocated to satisfy the Judiciary's obligations for periodic payments in future fiscal periods. In such an event, the Judiciary will not be obligated to pay the net remainder of the agreed to consecutive periodic payments remaining unpaid beyond the end of the then current fiscal year, and availability of funds in excess of the amount certified as available shall be contingent upon future appropriations or special fund revenues. All contracts partially funded shall be enforceable only to the extent to which funds have been certified as available. The Judiciary agrees to notify the Contractor of such non-allocation at the earliest possible time.

#### 2.14.3. Liquidated Damages

Failure to complete the services described in the contract within the time proposed will cause damage to the Judiciary. The amounts of said damages shall be fixed at the sum of FIFTY DOLLARS (\$50.00) for each and every calendar day the Contractor delays in the completion of any item of the contract after the required date of said completion. The total sum due for such delay, shall be deducted from any payments due or to become due to the Contractor or shall be billed to the Contractor. The Contractor is responsible for payment, to the Judiciary, of all liquidated damages assessed against the Contractor.

#### 2.14.4. Rights and Remedies for Default

In the event the Contractor fails, refuses or neglects to perform any of the services in accordance with the requirements of these Special Provisions and the Specifications herein, in addition to the recourses stated in the General Conditions, the Judiciary reserves the right to purchase in the open market, a corresponding quantity of services specified herein and to deduct from any moneys due or that may thereafter become due to the Contractor, the difference between the price named in the contract and the actual cost thereof to the Judiciary. In case any money due the contractor is insufficient for said purpose, the contractor shall pay the difference upon demand by the Judiciary. The Judiciary may also utilize all other remedies provided by law.

#### 2.14.5. Cancellation of Solicitation and Rejection of Offers

The solicitation may be canceled or the offers may be rejected, in whole or in part, when in the best interest of the purchasing agency, as provided in 3-122-95 through 3-122-97 HAR.

#### 2.14.6. Conflicts and Variations

In the event of any conflict or variation between the provisions of this document entitled Special Provisions and the General Conditions, the provisions of the document entitled Special Provisions shall control. In the event of any conflict or variation between the provisions of this document entitled Special Provisions and the Specifications, the provisions of the document entitled Specifications shall control.

#### **END OF SECTION**