

CS FOR SENATE BILL NO. 192(FIN)

IN THE LEGISLATURE OF THE STATE OF ALASKA

TWENTIETH LEGISLATURE - SECOND SESSION

BY THE SENATE FINANCE COMMITTEE

Offered: 4/24/98

Referred: Rules

Sponsor(s): SENATORS TAYLOR, Duncan, Mackie, Torgerson, Leman, Kelly

REPRESENTATIVES Williams, Croft

A BILL**FOR AN ACT ENTITLED**

1 "An Act relating to maintenance of state marine vessels; and providing for an
2 effective date."

3 **BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:**

4 * **Section 1.** AS 36.90 is amended by adding a new section to read:

5 **Sec. 36.90.049. Maintenance of state marine vessels.** (a) A marine vessel
6 owned by the state shall be maintained and repaired at a shipyard facility located in
7 the state unless the commissioner of the department that operates the marine vessel
8 determines in writing that there is no shipyard facility located in the state that is
9 equipped or qualified to perform the particular maintenance or repair required, or, after
10 taking into consideration the Alaska bidder preference set out in AS 36.30.170 and the
11 interport differential, that the proposed cost of the maintenance or repair work is
12 unreasonable. A detailed list of the costs and factors considered in calculating the
13 interport differential must be provided to each person who expresses an interest in
14 submitting a bid to perform maintenance or repair work on a marine vessel owned by

1 the state.

2 (b) The competitive bid provisions of AS 36.30 do not apply to a contract for
3 the maintenance or repair of a marine vessel owned by the state if the contract is
4 awarded to a shipyard facility in the state.

5 (c) The commissioner of the department that operates a marine vessel shall
6 adopt regulations establishing the criteria that the department shall use to determine
7 whether the cost of maintenance or repair work at a shipyard facility located in the
8 state is reasonable under (a) of this section. The commissioner of the department that
9 operates a marine vessel shall designate by regulation the designated base port for each
10 vessel operated by the department; however, the designated base port for marine
11 vessels of the Alaska marine highway system is Ketchikan for those vessels primarily
12 serving that portion of the state east of the longitude of Icy Cape and is Seward for
13 those vessels primarily serving the remainder of the state. A vessel's designated base
14 port is the vessel's delivery and redelivery port.

15 (d) The commissioner of the department that operates a marine vessel shall
16 adopt regulations establishing the criteria that the commissioner shall use in calculating
17 the interport differential under this section. The criteria for calculating the interport
18 differential must include costs incurred from the time that the vessel leaves the vessel's
19 designated base port to enter the shipyard facility until the time that the vessel returns
20 to the designated base port from the shipyard facility.

21 (e) In this section,

22 (1) "commissioner of the department that operates the marine vessel"
23 includes the president of the University of Alaska with regard to a vessel operated by
24 the university;

25 (2) "interport differential" includes all costs related to the performance
26 of the maintenance or repair work of a marine vessel at a shipyard, including travel
27 costs incurred moving the vessel from its designated base port to the shipyard,
28 additional fuel consumption, cost of consumables including lubricants and other engine
29 and deck stores, maintenance costs incurred during running time, cost of crew transfers
30 including airfare between the designated base port and the shipyard, wages in travel
31 status, crew room and board, and other interport costs identified by the commissioner

- 1 of the department that operates the marine vessel.
- 2 * **Sec. 2.** This Act takes effect immediately under AS 01.10.070(c).