

Fiscal Note

State of Alaska
2025 Legislative Session

| | |
|---------------------|-----------|
| Bill Version: | HB 60 |
| Fiscal Note Number: | 2 |
| (H) Publish Date: | 1/22/2025 |

Identifier: LL0570-DCCED-DCRA-01-20-25
 Title: PROCURE PREF: AGRIC. & FISH PRODUCTS
 Sponsor: RLS BY REQUEST OF THE GOVERNOR
 Requester: Governor

Department: Department of Commerce, Community and
Economic Development
 Appropriation: Community and Regional Affairs
 Allocation: Community and Regional Affairs
 OMB Component Number: 2879

Expenditures/Revenues

Note: Amounts do not include inflation unless otherwise noted below. (Thousands of Dollars)

| | FY2026 | Included in | Out-Year Cost Estimates | | | | |
|-------------------------------|-------------------------|---------------------------|-------------------------|----------------|----------------|----------------|----------------|
| | Appropriation Requested | Governor's FY2026 Request | FY 2027 | FY 2028 | FY 2029 | FY 2030 | FY 2031 |
| OPERATING EXPENDITURES | FY 2026 | FY 2026 | FY 2027 | FY 2028 | FY 2029 | FY 2030 | FY 2031 |
| Personal Services | | | | | | | |
| Travel | | | | | | | |
| Services | | | | | | | |
| Commodities | | | | | | | |
| Capital Outlay | | | | | | | |
| Grants & Benefits | | | | | | | |
| Miscellaneous | | | | | | | |
| Total Operating | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |

Fund Source (Operating Only)

| | | | | | | | |
|--------------|------------|------------|------------|------------|------------|------------|------------|
| None | | | | | | | |
| Total | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |

Positions

| | | | | | | | |
|-----------|--|--|--|--|--|--|--|
| Full-time | | | | | | | |
| Part-time | | | | | | | |
| Temporary | | | | | | | |

Change in Revenues

| | | | | | | | |
|--------------|------------|------------|------------|------------|------------|------------|------------|
| None | | | | | | | |
| Total | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |

Estimated SUPPLEMENTAL (FY2025) cost: 0.0 *(separate supplemental appropriation required)*

Estimated CAPITAL (FY2026) cost: 0.0 *(separate capital appropriation required)*

Does the bill create or modify a new fund or account? 0
(Supplemental/Capital/New Fund - discuss reasons and fund source(s) in analysis section)

ASSOCIATED REGULATIONS

Does the bill direct, or will the bill result in, regulation changes adopted by your agency? No
 If yes, by what date are the regulations to be adopted, amended or repealed? N/A

Why this fiscal note differs from previous version/comments:

Not applicable, initial version.

| | | | |
|--------------|--|--------|---------------------|
| Prepared By: | Sandra Moller, Director | Phone: | (907)269-4569 |
| Division: | Community and Regional Affairs | Date: | 01/20/2025 04:00 PM |
| Approved By: | Hannah Lager, Administrative Services Director | Date: | 01/20/25 |
| Agency: | Commerce, Community, and Economic Development | | |

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2025 LEGISLATIVE SESSION**Analysis**

This bill amends sections of statute related to municipal governments and to the State of Alaska procurement code to implement a procurement preference on agriculture and fisheries products that applies to municipalities that receive State money, school districts that receive State money, and to State of Alaska agencies.

For municipalities that receive State money, the procurement preference requires Alaska-produced agricultural and seafood products be purchased if their price is up to 10 percent more than an out-of-state product, as long as the product is not more than 25 percent above the price of the out-of-state product. This is an increase from the current limits of 7 percent and 15 percent, respectively.

For State of Alaska agencies and school districts that receive State money, a procurement preference of between 10 percent and 25 percent - for procurement consideration purposes only - must be applied when reviewing quotes or proposals. This is an increase from the current preference of 7 percent and 15 percent, respectively, which increases the likelihood that Alaska-produced items will be purchased by State of Alaska agencies and school districts that receive State money.

The Division of Community and Regional Affairs does not anticipate fiscal impact from this legislation and, therefore, submits a zero fiscal note.