

**SPONSOR SUBSTITUTE FOR HOUSE BILL NO. 46**  
**IN THE LEGISLATURE OF THE STATE OF ALASKA**  
**THIRTIETH LEGISLATURE - FIRST SESSION**

**BY REPRESENTATIVE TARR**

**Introduced: 3/8/17**

**Referred: Resources, Finance**

**A BILL**

**FOR AN ACT ENTITLED**

1 **"An Act relating to the state and municipal procurement preferences for agricultural**  
2 **products harvested in the state and fisheries products harvested or processed in the**  
3 **state; relating to merchandise sold and certain fees charged or collected by the**  
4 **Department of Natural Resources; and providing for an effective date."**

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

6 \* **Section 1.** AS 03.05.010 is amended by adding a new subsection to read:

7 (c) The commissioner of natural resources may sell promotional merchandise  
8 related to the "Alaska Grown" trademark and may charge or collect a fee for the sale  
9 of promotional merchandise related to the "Alaska Grown" trademark. The  
10 commissioner may issue a license and charge a license fee for the sale of promotional  
11 merchandise related to the "Alaska Grown" trademark. The commissioner shall price  
12 merchandise sold by the commissioner under this subsection in a manner that ensures  
13 a reasonable monetary return to the state. To the extent practicable, the commissioner  
14 shall sell only merchandise produced or manufactured, including printing, screen

1 printing, and embroidery, in the United States that, subject to AS 36.30, is procured  
2 from either an Alaska bidder or a person that employs prisoners under  
3 AS 33.30.191(b).

4 \* **Sec. 2.** AS 29.71.040(a) is amended to read:

5 (a) When agricultural products are purchased by a municipality that receives  
6 state money, only agricultural products harvested in the state shall be purchased  
7 whenever priced not [NO] more than 15 [SEVEN] percent above products harvested  
8 outside the state, available, and of like quality compared with agricultural products  
9 harvested outside the state.

10 \* **Sec. 3.** AS 29.71.040(b) is amended to read:

11 (b) When fisheries products are purchased by a municipality that receives state  
12 money, only fisheries products harvested or processed within the jurisdiction of the  
13 state shall be purchased whenever priced not [NO] more than 15 [SEVEN] percent  
14 above products harvested or processed outside the jurisdiction of the state, available,  
15 and of like quality compared with fisheries products harvested or processed outside  
16 the jurisdiction of the state.

17 \* **Sec. 4.** AS 36.15.050(a) is amended to read:

18 (a) When agricultural products are purchased by the state or by a school  
19 district that receives state money, a 15 [SEVEN] percent preference shall be applied to  
20 the price of the products harvested in the state.

21 \* **Sec. 5.** AS 36.15.050(b) is amended to read:

22 (b) When fisheries products are purchased by the state or by a school district  
23 that receives state money, a 15 [SEVEN] percent preference shall be applied to the  
24 price of the products harvested or processed within the jurisdiction of the state.

25 \* **Sec. 6.** AS 37.05.146(c) is amended by adding a new paragraph to read:

26 (90) fees collected by the Department of Natural Resources under  
27 AS 03.05.010(c).

28 \* **Sec. 7.** This Act takes effect July 1, 2018.