



SECTIONAL ANALYSIS

HB 60: Alaska Grown Procurement Policy and Product Preference *Version A*

Section 1 – Amends AS 29.71.040(a) – under *Procurement preference for state agricultural and fisheries products* – to increase the preferences for price percentage for an agricultural product produced or harvested in the state that can be purchased by a municipality. Raises the threshold requiring a municipality to purchase the product from seven percent to ten percent and raises the threshold for optional purchase from 15 percent to 25 percent.

Section 2 – Amends AS 29.71.040(b) – under *Procurement preference for state agricultural and fisheries products* – to increase the preferences for price percentage above a fisheries product produced or harvested in the state can be purchased by a municipality. Raises the threshold requiring a municipality to purchase the product from seven percent to ten percent and raises the threshold for optional purchase from 15 percent to 25 percent.

Section 3 – Amends AS 36.15.050(a) – under *Use of local agricultural and fisheries products required in purchases with state money* – to increase the preferences for price percentage above an agricultural product produced or harvested in the state must be applied when product is purchased by the state or a school district. Increases the minimum preference from seven percent to ten percent and increases the maximum preference from 15 percent to 25 percent.

Section 4 – Amends AS 36.15.050(b) – under *Use of local agricultural and fisheries products required in purchases with state money* – to require a procurement preference of between 10% - 25% must be applied when reviewing quotes or proposals. The procurement preference for a fisheries product produced or harvested in the state must be applied when product is purchased by the state or a school district. Increases the minimum preference from seven percent to ten percent, and increases the maximum preference from 15 percent to 25 percent.