

**HOUSE BILL NO. 313**

IN THE LEGISLATURE OF THE STATE OF ALASKA

TWENTY-THIRD LEGISLATURE - FIRST SESSION

**BY REPRESENTATIVES MCGUIRE, Kott , Lynn**

**Introduced: 5/8/03**

**Referred: Finance**

**A BILL**

**FOR AN ACT ENTITLED**

1 **"An Act authorizing a pilot program relating to state procurement and the use of**  
2 **electronic commerce tools; and providing for an effective date."**

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

4 \* **Section 1.** The uncodified law of the State of Alaska is amended by adding a new section  
5 to read:

6 LEGISLATIVE FINDINGS. The Alaska State Legislature finds that

7 (1) the fiscal condition of the state requires that any opportunity to reduce  
8 state costs in a way that does not directly reduce program delivery must be actively and  
9 thoroughly explored;

10 (2) the costs associated with procurement and supply management are  
11 significant areas of the state's administrative costs and represent an area of potentially  
12 substantial cost savings;

13 (3) as a basic administrative function, procurement and supply management  
14 represent appropriate opportunities for achieving cost savings through the use of process

1 management specialists in the private sector;

2 (4) electronic commerce tools offer opportunities to reduce the amount of  
3 labor resources required to requisition, procure, and otherwise administer the acquisition of  
4 goods and services, as well as to reduce the actual costs of goods and services.

5 \* **Sec. 2.** The uncodified law of the State of Alaska is amended by adding a new section to  
6 read:

7 **PILOT PROGRAM.** (a) The Department of Administration may enter into a pilot  
8 program under which the department contracts with a person from the private sector to  
9 provide for the delivery of procurement services and electronic commerce tools.

10 (b) The pilot program authorized by (a) of this section may not apply to more than  
11 two state departments and two other instrumentalities of the state and may not exceed three  
12 years in length.

13 (c) A procurement conducted by the person selected under (a) of this section is not  
14 subject to AS 36.30.

15 (d) In this section, "instrumentality of the state" means a state public corporation, a  
16 state enterprise, or another administrative unit of state government that handles its  
17 procurement and supply management in a manner that is separate from a department of the  
18 state.

19 \* **Sec. 3.** Section 2 of this Act is repealed July 1, 2006.

20 \* **Sec. 4.** This Act takes effect July 1, 2003.