

Original sponsors: Meekins, Anderson  
Beirne, et al

Offered: 6/12/78  
Referred: Rules

1 IN THE HOUSE

BY THE FINANCE COMMITTEE

2 CS FOR HOUSE BILL NO. 512 (Finance)

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 TENTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act relating to competitive bidding under the Fis-  
7 cal Procedures Act."

8 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:

9 \* Section 1. AS 37.05.230(1)(B) is repealed and re-enacted to read:

10 (B) bids shall be awarded to Alaska bidders in accor-  
11 dance with the following considerations:

12 (i) if his bid is not more than 15 per cent higher  
13 than the lowest nonresident bidder's and the Alaska bidder is  
14 an Alaska manufacturer or warehouse of the supplies,  
15 materials, or equipment to be purchased;

16 (ii) if his bid is not more than 10 per cent higher  
17 than the lowest nonresident bidder's; and

18 \* Sec. 2. AS 37.05.230(1) is amended by adding a new subparagraph to  
19 read:

20 (D) a bid shall be awarded to a nonresident bidder if  
21 his bid is

22 (i) lower than any Alaska bidder's, including pre-  
23 ferences under this paragraph, if any; or

24 (ii) not more than five per cent higher than the  
25 lowest nonresident's, he does a substantial portion of his  
26 business in the state, and a substantial portion of his total  
27 number of employees are residents of the state.

28 \* Sec. 3. AS 37.05.230(7) is amended to read:

29 (7) the provisions of this section relative to an "Alaska

1 bidder", "Alaska manufacturer", and "Alaska warehouse" do not apply to  
2 contracts estimated to exceed \$5,000, of [EITHER] the Department of  
3 Transportation and Public Facilities [PUBLIC WORKS,] which are autho-  
4 rized under AS 35.15 or [, OR THE DEPARTMENT OF HIGHWAYS, WHICH ARE  
5 AUTHORIZED UNDER] AS 19.10.

6 \* Sec. 4. AS 37.05.320 is amended by adding new paragraphs to read:

7 (5) "Alaska manufacturer" means a person engaged in a  
8 business activity in the state by which he, through labor, art, or skill  
9 transforms raw or partially finished materials into some kind of article  
10 of trade

11 (A) whose majority interest is beneficially owned by  
12 residents of the state, and

13 (B) a majority of its owners are residents of the state;

14 (6) "Alaska warehouse" means a business entity providing  
15 storage for articles of trade that it owns and sells and

16 (A) whose majority interest is beneficially owned by  
17 residents of the state, and

18 (B) a majority of its owners are residents of the state.  
19  
20  
21  
22  
23  
24  
25  
26  
27  
28  
29