

Introduced: 1/15/79  
Referred: Finance

1 IN THE SENATE

BY SUMNER

2 SENATE BILL NO. 11 am

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 ELEVENTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act relating to purchasing by state agencies; and  
7 providing for an effective date."

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

9 \* Section 1. AS 24.20 is amended by adding a new section to read:

10 Sec. 24.20.206. REPORT OF PUBLIC CONTRACTS. The Legislative  
11 Budget and Audit Committee shall publish, by December 31 of each year,  
12 a report containing

13 (1) the names of all persons who have received \$10,000 or  
14 more in state funds for providing goods or services during the previous  
15 fiscal year;

16 (2) the principal place of business of persons reported;

17 (3) the state agency that received the goods or services.

18 \* Sec. 2. AS 37.05 is amended by adding a new section to read:

19 Sec. 37.05.285. PAYMENT FOR STATE PURCHASES. (a) If a vendor, in  
20 response to the order of goods or services for use by a state agency,  
21 offers a discount of at least two per cent (1) if payment is made within  
22 10 days of receipt of the goods or completion of the services, or re-  
23 ceipt of the invoice for the goods or services, whichever is later, or  
24 (2) if payment is made within 10 days of placing the order for goods if  
25 the agency is reasonably assured that delivery will be completed, the  
26 state agency responsible for payment shall make payment so as to take  
27 advantage of the discount. If payment is not made in time to take the  
28 discount, one and one-half per cent of the amount of the invoice shall  
29 be added to the total amount due and paid as a penalty. If a discount

1 for timely payment is not offered by a vendor, payment shall be made  
2 within 45 days of receipt of the goods or completion of the services, or  
3 receipt of the invoice for the goods or services, whichever is later.

4 (b) If payment for goods or services purchased for use by a state  
5 agency is not made within 45 days of receipt of the goods or completion  
6 of the services, or receipt of the invoice covering the purchase of the  
7 goods or services, whichever is later, the vendor may charge interest on  
8 the unpaid balance at the rate of one and one-half per cent a month  
9 unless an agreement exists between the vendor and the state which pre-  
10 cludes the charging of interest.

11 \* Sec. 3. This Act does not apply to contracts entered into before its  
12 effective date.

13 \* Sec. 4. This Act takes effect July 1, 1979.

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