

Introduced: 2/17/83  
Referred: State Affairs  
and Finance

1 IN THE HOUSE

BY SHULTZ

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HOUSE BILL NO. 210

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IN THE LEGISLATURE OF THE STATE OF ALASKA

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THIRTEENTH LEGISLATURE - FIRST SESSION

5

A BILL

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For an Act entitled: "An Act relating to payment for purchases by the

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state; and providing for an effective date."

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

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\* Section 1. AS 37.05 is amended by adding a new section to read:

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Sec. 37.05.275. PAYMENT FOR STATE PURCHASES. (a) Payment for

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purchases of goods or services provided the state must be made within

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30 days after the goods or services have been provided or an invoice

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received. If a seller of goods or services provided to the state

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offers a discount of at least two percent if payment in full is made

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within 10 days of the receipt of the goods, services, or invoice,

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whichever is later, the state agency responsible for payment of the

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bill shall make payment so as to take advantage of the discount.

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(b) If payment for goods or services purchased by the state is

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not made within 30 days of receipt of the goods or services and re-

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ceipt of an invoice for the purchase, the state shall pay interest on

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the unpaid balance at the rate of one and one-half percent a month

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unless an agreement exists between the seller and the state that

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precludes the charging of interest.

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(c) This section does not apply

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(1) if the cost of the goods or services purchased exceeds

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\$500,000; or

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(2) after a seller of goods or services receives notice

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that the amount of the invoice or quality of the goods or services is

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in dispute, including the reasons for the dispute, from the state

1 officer responsible for administering the contract.

2 (d) For purposes of this section "dispute" means a determination  
3 by the state officer responsible for administering a contract for the  
4 purchase of goods or services that the performance is not in compli-  
5 ance with the terms of the contract.

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

8 \* Sec. 4. This Act takes effect July 1, 1983.