

H B

106

PLEASE NOTE:

*Rep Kettner would want to submit a Spon Sub-*

HB 93. "An Act limiting the number of state employees" will not be heard today in order to ~~give~~ allow the sponsor time to prepare a sponsor substitute.

In its place, we will hear HB 106, "an Act relating to Alaska bidder preference." *Rep. Ward is the prime sponsor.*

Mitch; Charlie Bussell will testify first for HB 209. ~~Next~~ Jerry Ward's office called to say that a Finance meeting is scheduled for 1:30 today; so, could you take his testimony before 1:30?

STATE OF ALASKA  
PRELIMINARY STATEMENT OF FISCAL IMPACT

**RECEIVED**  
January 21, 1983  
MAR 2 1983

Bill No: HB 106 Date on Bill: January 21, 1983  
 Title: An Act Relating to Alaska Bidder preference  
 Sponsor: Ward, etc.  
 Requestor: \_\_\_\_\_

1. Estimated fiscal impacts on:

a. Expenditures:

(Thousands of Dollars)

	FY 83	FY 84	FY 85	FY 86
Capital	0	0	0	0
Operating	0	50.0*	50.0*	50.0*
Total	0	50.0*	50.0*	50.0*

b. Revenues:

Revenue	0	0	0	0	0
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2. Source of funds to offset fiscal impact of bill:

3. \*Assumptions: The only quantifiable costs associated with this bill are the impact on Agency operating budgets for commodities and non-professional services, which would have occurred if the bill passed last year. The larger and more unquantifiable costs would be due to reduced competition as out-of-State firms are driven out of the Alaskan market.

This cost estimate does not include effects on construction contracts, travel, and professional services which are not effected by this Act.

The State already spends a majority of its commodity and non-professional dollars with Alaska vendors.

4. Disclaimer: This statement has not been reviewed by the OMB in the Office of the Governor.

Prepared By: Bob Link Phone: 465-2250  
 Division: General Services & Supply Date: March 1, 1983

Approved by Commissioner: Lisa Rodd Date: MARCH 2, 1983  
 Department: COMMISSIONER LISA RODD  
DEPT. OF ADMINISTRATION

5. Distribution:  
 Original to Legislative Finance  
 Copy to Department  
 Copy to Sponsor  
 Copy to Requestor

2/8/83

This bill doesn't have an effective date, so it will become law 90 days after it is signed by the governor. Ask the representative from the Dept. of Administration, if they would like to see this bill with a specific effective date.

1,000,000.00  
4,500  
850,000.00 ~~1,000,000.00~~

~~Company~~ like:

2. If the low bid from Seattle Inc, is 1, mill and the next <sup>low</sup> bid was Alaska Inc 1,500,000 would Alaska Inc ~~get~~ have to accept the bid for 850,000?

3. Could not the outside bidders submit real low bids in order to force the State to award the bids to Alaska's Compamer and by doing so, cause a contractor to go broke because he had to accept a bid for less money than it would cost?

4. Is this in conflict with the fair trade laws?