



February 16, 2025

The Honorable Will Carpenter, Chairperson
 House Committee on Health and Human Services
 300 SW 10th Avenue, Room 112-N
 Topeka, Kansas 66612

Dear Representative Carpenter:

SUBJECT: Fiscal Note for HB 2230 by Representative Reavis

In accordance with KSA 75-3715a, the following fiscal note concerning HB 2230 is respectfully submitted to your committee.

HB 2230 would create the Kratom Consumer Protection Act which would prohibit processors and retailers from selling, preparing, manufacturing, distributing, or advertising kratom products that are adulterated with dangerous non-kratom substances and would permit the Secretary of Agriculture to implement a fine. The bill would also prohibit certain levels of synthetic additions to kratom products, require warning labels to be included on all kratom products, and prohibit the consumption of kratom products by individuals under 21 years of age. The bill would require the Secretary to promulgate rules and regulations to administer the Act.

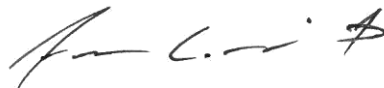
Estimated State Fiscal Effect			
	FY 2025	FY 2026	FY 2027
Expenditures			
State General Fund	--	--	--
Fee Fund(s)	--	\$160,000	\$160,000
Federal Fund	--	--	--
Total Expenditures	--	\$160,000	\$160,000
Revenues			
State General Fund	--	--	--
Fee Fund(s)	--	\$105,000	\$80,250
Federal Fund	--	--	--
Total Revenues	--	\$105,000	\$80,250
FTE Positions	--	--	--

The Department of Agriculture states that it would enforce this Act by requiring registration or licensure of kratom processors, retailers, and products. Using fee structures like those used in other Department of Agriculture regulatory programs, the Department estimates that HB 2230 would generate \$105,000 of revenue in FY 2026 and \$80,250 of revenue in all subsequent fiscal years. The larger revenue estimate for FY 2026 is due to one-time registrations fees.

The Department of Agriculture states the most significant expense associated with HB 2230 would be for testing products, with lab testing supplies costing nearly \$700 per sample. The Department estimates that the cost of implementing HB 2230 would total \$160,000 per year, including \$140,000 per year for product testing of 200 estimated samples plus \$20,000 per year for administration and overhead. Any fiscal effect associated with HB 2230 is not reflected in *The FY 2026 Governor's Budget Report*.

The Kansas Department of Health and Environment indicates that enactment of the bill would have no fiscal effect on their operations.

Sincerely,

A handwritten signature in black ink, appearing to read "Adam C. Proffitt", with a stylized flourish at the end.

Adam C. Proffitt
Director of the Budget

cc: Lita Biggs, Department of Agriculture
Amy Penrod, Department of Health & Environment