

FISCAL NOTE

This bill contains an appropriation of \$115,000 from the GENERAL FUND to the Department of Health.

This bill contains an appropriation of \$197,540 from the GENERAL FUND and \$24,000 from the GENERAL FUND to the Department of Agriculture for a total appropriation of \$221,540.

This bill contains an authorization of 1 full-time position.

DETAIL OF APPROPRIATION

Agency #: 048 Agency Name: Department of Health
Unit: 0550 (Substance Abuse & Tobacco Prevention)

EXPENDITURE BY SERIES AND YEAR	FY 2026	FY 2027	FY 2028
0600 Grant & Aid Payments	\$0	\$57,500	\$57,500
Total Expenditure Per Year:	\$0	\$57,500	\$57,500
Grand Total Expenditure:	\$115,000		
Total Appropriated to Agency:	\$115,000		
Total Appropriated by Fund:			
GENERAL FUND	\$115,000		

Description of appropriation:

The appropriation will be used for kratom regulatory activities through subgrants with local law enforcement entities and the distribution of educational materials for retailers. The Department of Health anticipates expending \$57,500 per fiscal year for the 2027-2028 biennium.

DETAIL OF APPROPRIATION

Agency #: 010 Agency Name: Department of Agriculture
Unit: 0304 (Analytical Services)

EXPENDITURE BY SERIES AND YEAR	FY 2026	FY 2027	FY 2028
0100 Personnel/Benefit Costs	\$0	\$98,770	\$98,770
0200 Supportive Services Costs	\$0	\$12,000	\$12,000
Total Expenditure Per Year:	\$0	\$110,770	\$110,770
Grand Total Expenditure:	\$221,540		
Total Appropriated to Agency:	\$221,540		
Total Appropriated by Fund:			
GENERAL FUND	\$197,540		
GENERAL FUND	\$24,000		

Description of appropriation:

The appropriation will be used to hire one full-time employee (HSSL08) and purchase laboratory supplies for kratom product testing. The Department of Agriculture anticipates expending \$110,770 per fiscal year for the 2027-2028 biennium.

	FY 2027	FY 2028	FY 2029
NON-ADMINISTRATIVE IMPACT			
Anticipated Revenue (decrease)			
LOCAL GOVERNMENTS	(\$45,511)	(\$45,511)	(\$45,511)
GENERAL FUND	(\$49,392)	(\$49,392)	(\$49,392)

Source of revenue decrease:

This bill requires regulation of kratom products and restricts retailers from selling kratom products to individuals under the age of 21 years, which is likely to result in a sales tax revenue decrease of an estimated \$94,903 per year to the General Fund and local governments.

Assumptions:

The estimated decrease in sales tax revenue to the General Fund and to local governments is based on U.S. Census Bureau population data and national health data from multiple sources.

Based on the source data, 25 percent of Wyoming's population is under 21 years old, and 1.5 percent of that subset (2,205) are potential purchasers of kratom products. Assuming those individuals spend approximately \$800 annually on kratom products, it is estimated that the average sales tax of 5.38 percent on lost kratom product purchases will be \$94,903 per year, split between state and local share.

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