# Second Regular Session Seventy-third General Assembly STATE OF COLORADO

## **REREVISED**

This Version Includes All Amendments Adopted in the Second House

LLS NO. 22-0128.01 Sarah Lozano x3858

**SENATE BILL 22-120** 

#### SENATE SPONSORSHIP

Ginal and Coram, Buckner, Gonzales, Lee, Priola, Winter

## **HOUSE SPONSORSHIP**

Sullivan, Garnett, Hooton, Lindsay, Ricks, Woodrow

#### **Senate Committees**

### **House Committees**

Finance Appropriations Health & Insurance Finance

### A BILL FOR AN ACT

101 CONCERNING THE REGULATION OF KRATOM <u>PROCESSORS, AND, IN</u>
102 CONNECTION THEREWITH, MAKING AN APPROPRIATION.

## **Bill Summary**

(Note: This summary applies to this bill as introduced and does not reflect any amendments that may be subsequently adopted. If this bill passes third reading in the house of introduction, a bill summary that applies to the reengrossed version of this bill will be available at <a href="http://leg.colorado.gov">http://leg.colorado.gov</a>.)

Effective January 1, 2023, the bill requires that, prior to selling or offering for sale any kratom product, each kratom processor must register with the department of revenue (department) and disclose certain information regarding each of the kratom processor's kratom products.

The bill also:

• Establishes the minimum requirements for kratom

HOUSE 3rd Reading Unamended May 10, 2022

HOUSE Amended 2nd Reading

SENATE 3rd Reading Unamended April 5, 2022

SENATE Amended 2nd Reading April 4, 2022

Shading denotes HOUSE amendment. <u>Double underlining denotes SENATE amendment.</u>

Capital letters or bold & italic numbers indicate new material to be added to existing statute.

Dashes through the words indicate deletions from existing statute.

products;

- Prohibits the sale of kratom products to individuals under 18 years of age;
- Requires a kratom processor to notify the department within 7 days after being notified that an adverse effect report was made with the federal food and drug administration regarding any of the kratom processor's kratom products; and
- Authorizes the department to investigate adverse effect reports to determine whether a kratom processor has violated any of the standards specified in the bill.

The executive director of the department is required to adopt rules to administer and enforce the bill.

1 Be it enacted by the General Assembly of the State of Colorado: 2 **SECTION 1.** In Colorado Revised Statutes, add 44-1-105 as 3 follows: 4 44-1-105. Feasibility report - regulation of kratom - repeal. 5 (1) ON OR BEFORE JANUARY 4, 2023, THE EXECUTIVE DIRECTOR SHALL 6 SUBMIT TO THE GENERAL ASSEMBLY A REPORT ANALYZING THE 7 FEASIBILITY OF REGULATING KRATOM PRODUCTS, KRATOM PROCESSORS, 8 AND KRATOM RETAILERS. THE REPORT MUST IDENTIFY, CONSIDER, AND 9 RECOMMEND LEGISLATIVE ACTION ADDRESSING THE FOLLOWING 10 SUBJECTS: 11 (a) THE APPROPRIATE STATE AGENCY OR AGENCIES TO REGULATE 12 THE MANUFACTURE, SALE, OFFERING FOR SALE, POSSESSION, OR USE OF 13 KRATOM PRODUCTS; 14 (b) APPROPRIATE DEFINITIONS OF TERMS INCLUDING "PROCESSING", "SELLING", "ADVERTISING", "KRATOM", AND "KRATOM" 15 PRODUCTS": 16 17 (c) APPROPRIATE AGE RESTRICTIONS FOR KRATOM PURCHASING 18 AND CONSUMPTION;

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1	(d) FEASIBILITY AND ENFORCEMENT OF UNDERAGE COMPLIANCE
2	CHECKS;
3	(e) A TESTING PROGRAM FOR IDENTIFYING KRATOM PRODUCTS;
4	(f) AN EVALUATION OF THE COMPETENCIES AND CAPABILITIES OF
5	EXISTING PRIVATE THIRD-PARTY LABORATORIES TO MANAGE KRATOM
6	TESTING;
7	(g) THE APPROPRIATE STANDARDS FOR LABORATORY
8	ACCREDITATION AND PERFORMANCE;
9	(h) Testing requirements for identifying kratom that is
10	OFFERED FOR SALE TO A COLORADO CONSUMER;
11	(i) Consideration of types of Kratom products that are
12	AVAILABLE AS FOOD, INCLUDING TEA POWDERS, GUMMIES, BEVERAGES,
13	PILLS, CAPSULES, AND EXTRACTS;
14	(j) The types of kratom products that should not be
15	PERMITTED TO BE SOLD OR OFFERED FOR SALE;
16	(k) SERVING SIZES AND RELATED RESTRICTIONS;
17	(1) Labeling requirements including a prohibition on
18	UNPROVEN HEALTH OR MEDICAL BENEFIT CLAIMS;
19	(m) Manufacturing processes and requirements for
20	PROCESSORS;
21	(n) CURRENT GOOD MANUFACTURING PROCESS REQUIREMENTS
22	UNDER REGULATIONS PROMULGATED BY THE FEDERAL DRUG
23	ADMINISTRATION FOR ANY VENDOR PROCESSING KRATOM;
24	(o) Adverse Health-Event reporting requirements and
25	PRODUCT RECALLS;
26	(p) ADVERTISING REQUIREMENTS, LIMITATIONS, AND
27	PROHIBITIONS;

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1	(q) TAX AND FEE CONSIDERATIONS;
2	(r) RECORDKEEPING;
3	(s) Traceability;
4	(t) CRIMINAL AND ADMINISTRATIVE PENALTIES FOR VIOLATIONS;
5	(u) RECOMMENDATIONS REGARDING AN OPERABLE TIMELINE FOR
6	IMPLEMENTATION OF A REGULATORY FRAMEWORK FOR KRATOM;
7	(v) FISCAL IMPACTS AND RESOURCE REQUIREMENTS FOR
8	IMPLEMENTATION AND ONGOING ADMINISTRATION OF A REGULATORY
9	PROGRAM FOR KRATOM; AND
10	(w) ALTERNATIVES, INCLUDING CONSUMER PROTECTION
11	REQUIREMENTS SUCH AS LIABILITY INSURANCE REQUIREMENTS,
12	PROHIBITIONS, AND CRIMINAL PENALTIES, TO STATE REGULATION OF
13	KRATOM.
14	(2) THE DEPARTMENT SHALL ENGAGE RELEVANT STAKEHOLDERS,
15	INCLUDING KRATOM PROCESSORS, KRATOM CONSUMERS, KRATOM
16	RETAILERS, PUBLIC HEALTH OFFICIALS, LEGISLATIVE MEMBERS, RELEVANT
17	STATE AGENCIES WITH EXPERTISE IN SIMILAR REGULATORY FIELDS, LOCAL
18	GOVERNMENTS, AND OTHER INTERESTED STAKEHOLDERS, IN ORDER TO
19	INFORM THE FEASIBILITY REPORT DESCRIBED IN SUBSECTION (1) OF THIS
20	SECTION.
21	(3) This section is repealed, effective July 1, 2023.
22	SECTION 2. Act subject to petition - effective date. This act
23	takes effect at 12:01 a.m. on the day following the expiration of the
24	ninety-day period after final adjournment of the general assembly; except
25	that, if a referendum petition is filed pursuant to section 1 (3) of article V
26	of the state constitution against this act or an item, section, or part of this
2.7	act within such period, then the act, item, section, or part will not take

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- effect unless approved by the people at the general election to be held in
- November 2022 and, in such case, will take effect on the date of the
- official declaration of the vote thereon by the governor.

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