

**FISCAL NOTE
PRIVATE COST**

- I. Department Title: Department of Health and Senior Services
Division Title: Division of Regulation and Licensure
Chapter Title: Medical Marijuana**

Rule Number and Title:	100-1.130 Seed to Sale Tracking
Type of Rulemaking:	Proposed

II. SUMMARY OF FISCAL IMPACT

Estimate of the number of entities by class which would likely be affected by the adoption of the rule:	Classification by types of the business entities which would likely be affected:	Estimate in the aggregate as to the cost of compliance with the rule by the affected entities:
29	Seed-to-Sale companies	\$145,000 in first year and \$145,000 annually thereafter
29	Seed-to-Sale companies Compliance	\$580,000 - \$1,450,000 in first year
Total		\$725,000 - \$1,595,000 in first year and \$145,000 annually thereafter

III. WORKSHEET

Seed-to-Sale companies

Twenty-nine (29) seed-to-sale companies x five thousand (5,000) dollars for application fee in year one = \$145,000

Twenty-nine (29) seed-to-sale companies x five thousand (5,000) dollars for annual fee in years two and three = \$290,000.

Twenty-nine x \$20,000 - \$50,000 for compliance with all regulations applicable to seed-to-sale entities in the first year = \$580,000 - \$1,450,000.

IV. ASSUMPTIONS

Each facility that applies for and receives a seed-to-sale certification from the department will incur application fees and annual fees. Currently there are twenty-nine (29) seed-to-sale entities working under 19 CSR 100-1.130 and it is anticipated that this number will at least stay at twenty-nine (29) who will apply for or receive certifications.

Additionally, every entity that applies for a certification that does not receive one will incur a non-refundable application fee. It is unknown how many of these entities will submit applications.

Finally, each certificated entity will incur costs to comply with all of the regulations in this rule and all other rules with which this rule requires compliance. The department has no basis on which to estimate what those costs will be except anecdotal reports from states with somewhat similar regulations to the proposed rules.

Much of the compliance for these businesses has already been met. However, due to rescinding 19 CSR 35-90 and the implementation of 19 CSR 100 these requirements are considered all new requirements. As such, the actual cost implementation of these rules will not be as high as is reflected.