STATE OF CALIFORNIA DEPARTMENT OF INSURANCE 300 Capitol Mall, 17th Floor Sacramento, CA 95814

SECOND NOTICE OF AMENDMENT TO TEXT OF REGULATION

SPECIAL INVESTIGATIVE UNITS

January 31, 2020 REG-2018-00023

On July 19, 2019 the Insurance Commissioner issued a Notice of Proposed Rulemaking, proposing to adopt amendments to Title 10, California Code of Regulations ("CCR"), Chapter 5, Subchapter 9, Article 2, sections 2698.30 and 2698.33-2698.41: "Special Investigative Units."

On November 6, 2019, The Commissioner issued a Notice of Amendment to Text of Regulation proposing changes to sections 2698.30, 2698.33, 2698.36, 2698.37, and 2698.39 of the proposed regulation.

NOTICE OF AVAILABILITY OF AMENDED TEXT

PUBLIC COMMENT INVITED

The Commissioner now proposes to make additional changes to subsections 2698.30(f), 2698.33(d), 2698.36(a)(5)(F), 2698.39(f), and 2698.40(b)(5) of the proposed regulation, and solicits written comments on only those changes. The Commissioner believes the changes made are sufficiently related to the original text such that the public was adequately placed on notice that the change could result from the originally proposed regulatory action. Accordingly, pursuant to the provisions of Government Code section 11346.8(c), the Commissioner is soliciting written public comments on these changes.

A copy of the proposed sections to be revised, with the proposed changes clearly indicated, is attached to this Notice, and will be available for public inspection and comment for at least 15 days before the proposed regulation is adopted. Deletions made pursuant to the July 19, 2019 Notice of Proposed Rulemaking are shown in strikethrough; additions made pursuant to the July 19, 2019 Notice of Proposed Rulemaking are shown in underline. Deletions made pursuant to the November 6, 2019 (First) Notice of Amendment to Text of Regulation are shown in double strikethrough; additions made pursuant to the November 6, 2019 (First) Notice of Amendment to Text of Regulation of Revised Text are shown in double underline. Deletions made pursuant to this Second Notice of Amendment to Text of Regulation are shown in italic strikethrough; additions made pursuant to this Second Notice of Amendment to Text of Regulation of Revised Text are shown in italic underline.

A copy of the proposed sections to be revised can be obtained upon request from the contact person listed below. In addition, a copy of the proposed revisions can be accessed through the Department's website, at www.insurance.ca.gov. Further, a copy of the sections proposed to be revised may be inspected between the hours of 9:00 a.m. and 4:00 p.m. at the Department's

office at 1901 Harrison St, Oakland, CA 94612 by contacting Summer Volkmer, whose contact information appears below.

CONTACT PERSONS

All persons are invited to submit written comments on the revised text of the proposed regulation during the public comment period. The public comment period will end at 5:00 p.m. on February 17, 2020. Please direct all written comments submitted in response to this Notice to the following contact persons:

Summer Volkmer Attorney III California Department of Insurance 1901 Harrison St, 4th Floor Oakland, CA 94612 Telephone: (415) 538-4169

Summer.Volkmer@insurance.ca.gov

Questions regarding procedure, comments, or the substance of the proposed action should be addressed to the above contact person. In the event the contact person is unavailable, inquiries regarding the proposed action may be directed to the following alternate contact person:

Damon Diederich Attorney III California Department of Insurance 300 Capitol Mall, 11th Floor Sacramento, CA 95814 Telephone: (916) 492-3567

Damon.Diederich@insurance.ca.gov

SUBMISSION OF WRITTEN COMMENTS

All written comments regarding the currently proposed changes to the regulation must be received by the Insurance Commissioner, addressed to Summer Volkmer at the address listed above, no later than 5:00 p.m. on February 17, 2020. Any written materials received after the time indicated above may not be considered.

The Commissioner will accept written comments transmitted by email provided they are sent to the following email addresses: Summer.Volkmer@insurance.ca.gov and Damon.Diederich@insurance.ca.gov (listed above).

Comments sent to other e-mail addresses may not be received. Comments sent by e-mail are subject to the deadline set forth above for written comments.

Please note that under the California Public Records Act (Government Code Section 6250, et seq.), your written and oral comments, and associated contact information (e.g., your address,

phone number, e-mail, etc.) become part of the public record and can be released to the public upon request.

MAILING OF NOTICE

A copy of this notice, together with the text of the proposed regulations showing the changes, will be sent to any person who testified or submitted written comments at the public hearing, to any person whose comments were received during the public comment period, and to any person who requested notification of the availability of such changes.