

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

**FINAL STATEMENT OF REASONS**

November 22, 2008

REG-2010-00013

**AMEND PROCEDURE FOR NONCOMPLIANCE HEARINGS**

**UPDATED INFORMATIVE DIGEST**

There are no changes or amendments to the text of the proposed regulation as originally noticed. There are no changes or amendments to the specific purpose or necessity of the proposed regulation as originally provided in the initial statement of reasons. The initial statement of reasons is herein incorporated by reference. There have been no changes in applicable laws or to the effect of the proposed regulations from the laws and effects described in the Notice of Proposed Regulatory Action. There are no changes or amendments to the original informative digest.

**UPDATE OF MATERIAL RELIED UPON**

No material other than the summarized public comments and responses, the transcript of the public hearing, and this Final Statement of Reasons has been added to the rulemaking file since the time the rulemaking record was opened, and no additional material has been relied upon.

**MANDATE UPON LOCAL AGENCIES AND SCHOOL DISTRICTS**

The Department has determined that the proposed regulations will not impose a mandate upon local agencies or school districts.

**IMPACT ON SMALL BUSINESS**

The Department received no proposed alternatives that would lessen adverse economic impact on small business. Further, as provided in the Notice of Proposed Action, insurers, by statute, are not small businesses and the proposed amendment will not affect small businesses.

## **ALTERNATIVES**

The Commissioner has determined that there are no alternatives that would be more effective, or as effective and less burdensome to affected persons, than the proposed regulations. In support of this determination is the fact that no such alternatives were suggested during the public comment period, despite the express invitation therefor that was extended in the Notice of Proposed Action.