



August 1, 2014

To: The Honorable Kevin de Leon, Chair
The Honorable Mimi Walters, Vice Chair
Members, Senate Appropriations Committee

From: American Insurance Association
Association of California Insurance Companies
National Association of Mutual Insurance Companies
Personal Insurance Federation of California

Subject: AB 2128 (Gordon) Insurer Investments - Community Development
Senate Appropriations Committee Hearing, August 11, 2014

With the current amendments proposed by the author, we formally remove the strong concerns we had previously expressed regarding **AB 2128 Insurer Investments: Community Development by Assemblymember Gordon.**

As proposed to be amended, AB 2128 would extend provisions scheduled to sunset, and clarify provisions relative to the COIN Advisory Board and create one additional data call by insurers in 2017.

As an industry, we believe that our companies have contributed significantly to the economic well-being of California. In addition, we believe that the data calls have demonstrated that the industry has made substantial investments in underserved areas (1997-2009 - \$19B dollars / 2010-12, unofficially, over \$65B). The proposed amendments make AB 2128 less costly and we look forward to the improvements by the COIN Program in its outreach efforts and operation.

cc: Assemblymember Richard S. Gordon, Author
Brendan McCarthy, Senate Appropriations Committee
Tim Conaghan, Consultant, Senate Republican Caucus
Gareth Elliot, Secretary of Legislative Affairs, Office of the Governor
Robert Herrell, Legislative Director, California Department of Insurance