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MEMORANDUM

Date: April 22, 2009

To: The Honorable Gloria Negrete-McLeod, Chair

The Honorable Mark Wyland, Vice Chair

Members, Senate Business, Professions and Economic Development Committee

From: Rex D. Frazier, President

Michael A. Gunning, Vice President Kimberley Dellinger, General Counsel Ermelinda Ruiz, Legislative Advocate

Re: SB 350 (Yee) Aftermarket Crash Parts.

Senate Business, Professions and Economic Development Committee -

April 27, 2009

PIFC Position: Support

The Personal Insurance Federation of California, representing insurers who write over 60% of the auto insurance sold in the state, including State Farm, Allstate, Farmers, Liberty Mutual Group, 21st Century, Progressive, and NAMIC, **supports SB 350 by Senator Yee**.

SB 350 would codify current regulations by prohibiting the use of non-original equipment manufacturer aftermarket crash parts unless the insurer warrants that those parts are at least equal to the original equipment manufacturer parts in terms of kind, quality, safety, fit, and performance.

PIFC members are supportive of a competitive aftermarket crash parts industry, which can help to bring about lower costs for auto repairs. SB 350 is a positive step in this direction. For this reason, **PIFC supports SB 350** and urges your "**yes**" vote. If you have any questions regarding PIFC's support, please contact Michael Gunning at (916) 442-6646.

cc: Honorable Leland Yee, Author G.V.Ayers, Senate Business, Professions and Economic Development Committee Tim Conaghan, Senate Republican Caucus Mike Prosio, Legislative Secretary for the Governor Manolo Platin, Office of the Insurance Advisor