STATE OF CALIFORNIA DEPARTMENT OF INSURANCE

300 Capitol Mall, 17th Floor Sacramento, CA 95814

RH05047633 December 11, 2006

FINAL STATEMENT OF REASONS

REGARDING PRODUCER LICENSING BACKGROUND REVIEW GUIDELINES

California Code of Regulations, Title 10, Chapter 5, Subchapter 1, Article 5.7, Sections 2183, 2183.1, 2183.2, 2183.3, and 2183.4

UPDATED INFORMATIVE DIGEST

The Initial Statement of Reasons included in this rulemaking file continues to fully and accurately reflect the views of the Department of Insurance. Therefore, it is incorporated herein by this 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.

LOCAL MANDATE DETERMINATION

The proposed regulation does not impose any mandate on local agencies or school districts.

ALTERNATIVES DETERMINATION

The Commissioner has determined that no alternative would be more effective in carrying out the purpose for which this regulation is proposed or would be as effective as and less burdensome to affected private persons than the proposed regulation.

SUMMARY OF AND RESPONSE TO PUBLIC COMMENT

The Commissioner's summary of and response to the public comment is separately included in this rulemaking file and incorporated herein by this reference.