## **BEFORE THE**

## COMMISSION ON STATE MANDATES STATE OF CALIFORNIA

In the Matter of:
Amendments to California Code of
Regulations, Title 2, Division 2, Chapter 2.5,
Articles 1, 3, 5, and 7

No. 21-02

ORDER TO INITIATE RULEMAKING PROCEEDINGS

General Cleanup Provisions

Pursuant to California Code of Regulations, title 2, section 1188.2, the Commission on State Mandates (Commission) hereby adopts this order to institute rulemaking proceedings in accordance with Government Code sections 11346.2, 11346.4, 11346.8, and 11346.9.

PROPOSED REGULATORY ACTION. The Commission proposes revised language, punctuation, and citations in Articles 1, 3, 5, and 7 of the California Code of Regulations, Title 2, Division 2, Chapter 2.5 with a proposed effective date of October 1, 2021.

The purpose of this rulemaking is to generally clean-up, clarify, and streamline Commission regulations and update language for consistency. The proposed regulations: (1) add a definition of "normal business hours" to clarify the Commission's normal business hours from 8 a.m. until 5 p.m. of each day from Monday to Friday, excluding state holidays, and that 5 p.m. is the filing cutoff for new filings and written materials to be deemed filed that day; (2) clarify the requirements for test claim filing; (3) clarify that test claims and incorrect reduction claims may be either rejected or dismissed for lack of jurisdiction and clarify the process for rejecting or dismissing a test claim for lack of jurisdiction; (4) clarify that service charge and assessment authority are to be included as offsetting revenues and reimbursements in parameters and guidelines consistent with the purpose of article XIII B, section 6 of the California Constitution; (5) clarify the evidentiary standard for requests for extension of time and postponement of hearing; (6) make minor, non-substantive consistency edits, corrections; and (7) update reference citations.

AUTHORITY AND REFERENCE. Government Code section 17527(g) authorizes the Commission to adopt the proposed regulations.

WRITTEN COMMENT PERIOD. Any interested person, or his or her authorized representative, may submit written comments relevant to the proposed regulatory action to the Commission. The comment period closes at **5:00 p.m. on March 22, 2021**. The Commission will only consider written comments received at the Commission's offices by that time. Commenters are strongly encouraged to submit their written comments electronically if possible (to prevent the spread of COVID-19) via the Commission website "Drop Box" at: http://www.csm.ca.gov/dropbox.php.

Written comments may also be submitted to:

Jill Magee, Program Analyst Commission on State Mandates 980 Ninth Street, Suite 300 Sacramento, CA 95814 Phone: (916) 323-3562

PUBLIC HEARING. The Commission will hold a hearing on March 26, 2021, if it receives a
written request for a public hearing from any interested person or their authorized representative, no
later than March 8, 2021.

Date:	1/22/2021	By: Pate Casey
		Heather Halsey, Executive Director