



STATE OF CALIFORNIA

Department of Business Oversight

GOVERNOR **Gavin Newsom** • COMMISSIONER **Manuel P. Alvarez**

July 26, 2019

SECOND INVITATION FOR COMMENTS ON PROPOSED RULEMAKING

COMMERCIAL FINANCING DISCLOSURES (PRO 01-18)

BACKGROUND

In 2018, the State of California passed SB 1235, a bill that requires providers of commercial financing to disclose certain information to the businesses seeking financing. The bill requires the Department of Business Oversight (Department) to adopt regulations governing such disclosures.

On December 4, 2018, the Department invited the public to comment on the substance and form of the disclosures required by SB 1235. The Department has carefully reviewed the comments received from stakeholders and drafted regulations that may be proposed for adoption through the rulemaking process.

REQUEST FOR COMMENTS

At this time, the Department is requesting public comment on the draft regulations and sample disclosures. When commenting on the draft regulations, please provide examples to illustrate comments and, where appropriate, offer revised or new language. The Department will consider all comments and may further revise the regulations before initiating the formal rulemaking process with the Office of Administrative Law.

DOCUMENTS

Draft Regulations
Draft Disclosures

TIME FOR COMMENTS

The Commissioner invites interested parties to submit comments by **September 9, 2019**.

WHERE TO SUBMIT COMMENT

The public may submit comments by email to regulations@dbo.ca.gov. Please include "PRO 01-18" in the subject line with copy to Senior Counsel Charles Carriere at charles.carriere@dbo.ca.gov.

Comments may also be submitted by U.S. mail to:

Department of Business Oversight
Attn: Mark Dyer, Rulemaking Coordinator
1515 K Street, Suite 200
Sacramento, California 95814-405