



Gavin Newsom, Governor
State of California
Health and Human Services Agency
DEPARTMENT OF MANAGED HEALTH CARE
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www.HealthHelp.ca.gov

DATE: June 26, 2020

ACTION: Notice of Amendment to Department of Managed Health Care Conflict of Interest Code

SUBJECT: Conflict of Interest Code, section 1000 in Title 28, California Code of Regulation

NOTICE IS HEREBY GIVEN that the Department of Managed Health Care (DMHC), pursuant to the authority vested in it by Section 87306 of the Government Code, proposes amendments to its Conflict-of-Interest Code. The purpose of these amendments is to implement the requirements of sections 87300 through 87302, and section 87306 of the Government Code.

The DMHC proposes to amend its Conflict-of-Interest code to include employee positions who are involved in the making or participation in the making of decisions that may foreseeably have a material effect on any financial interest, as set forth in subdivision (a) of section 87302 of the Government Code. This amendment also proposes technical changes to reflect the current organizational structure of the department and removes obsolete classifications.

Copies of the amended code are available and may be requested from the Contact Person set forth below.

Any interested person may submit written statements, arguments, or comments relating to the proposed amendment by submitting them in writing **no later than 5 p.m. on August 10, 2020**, to the Contact Person set forth below.

At this time, no public hearing has been scheduled concerning the proposed amendment. If any interested person or the person's representative requests a public hearing, he or she must do so no later than 15 days before the close of the written comment period, by contacting the Contact Person set forth below.

The DMHC has prepared a written explanation of the reasons for the proposed amendments and has available the information on which the amendments are based. Copies of the proposed amendments, the written explanation of the reasons, and the information on which the amendments are based may be obtained by contacting the Contact Person set forth below.

The DMHC has determined that the proposed amendment:

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1. Imposes no mandate on local agencies or school districts.
2. Imposes no costs or savings on any state agency.
3. Imposes no costs on any local agency or school district that are required to be reimbursed under Part 7 (commencing with Section 17500) of Division 4 of Title 2 of the Government Code.
4. Will not result in any nondiscretionary costs or savings to local agencies.
5. Will not result in any costs or savings in federal funding to the state.
6. Will not have any potential cost impact on private persons, businesses or small businesses.

In making this proposed amendment, the DMHC must determine that no alternative considered by the agency would be more effective in carrying out the purpose for which the amendment is proposed or would be as effective as and less burdensome on the affected persons than the proposed amendments.

All inquiries concerning this proposed amendment and any communication required by this notice should be directed to:

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