STATE OF CALIFORNIA–OFFICE OF ADMINISTRATIVE LAW

NOTICE PUBLICATION/REGULATIONS SUBMISSION (See instructions on reverse)

REGULAR

STD. 400 (REV. 01-2013)

For use by Secretary of State only

OAL FILE NUMBERS	NOTICE FILE NUMBER	REGULATORY ACTION NUMBER	EMERGENCY NUMBER
	Z-2021-0723-02	2022-0328-01S	

For use by Office of Administrative Law (OAL) only

OFFICE OF ADMINISTRATIVE LAW

Electronic Submission

RECEIVED DATE	PUBLICATION DATE
7/23/2021	8/6/2021

NOTICE

OFFICE OF ADMIN. LAW
2022 MAR 28 AM 9:38

REGULATIONS

ENDORSED - FILED
in the office of the Secretary of State of the State of California
MAY 10 2022
3:40 PM

AGENCY WITH RULEMAKING AUTHORITY: California Department of Financial Protection and Innovation

AGENCY FILE NUMBER (If any):

A. PUBLICATION OF NOTICE (Complete for publication in Notice Register)

1. SUBJECT OF NOTICE	TITLE(S)	FIRST SECTION AFFECTED	2. REQUESTED PUBLICATION DATE
Amendments to the CFL Pilot Program (RSDL)	10	1602	August 6, 2021

3. NOTICE TYPE	4. AGENCY CONTACT PERSON	TELEPHONE NUMBER	FAX NUMBER (Optional)
[X] Notice re Proposed Regulatory Action [ ] Other	Sandra Sandoval	(213) 897-3432	

OAL USE ONLY	ACTION ON PROPOSED NOTICE	NOTICE REGISTER NUMBER	PUBLICATION DATE
	[ ] Approved as Submitted [ ] Approved as Modified [ ] Disapproved/ Withdrawn		

B. SUBMISSION OF REGULATIONS (Complete when submitting regulations)

1a. SUBJECT OF REGULATION(S): Amendments to the CFL Pilot Program (RSDL)

1b. ALL PREVIOUS RELATED OAL REGULATORY ACTION NUMBER(S):

2. SPECIFY CALIFORNIA CODE OF REGULATIONS TITLE(S) AND SECTION(S) **(Including title 26, if toxics related)**

SECTION(S) AFFECTED (List all section number(s) individually. Attach additional sheet if needed.)

ADOPT:

AMEND: 1602, 1603, 1606, 1613, 1614, 1615, and 1616.

REPEAL:

TITLE(S): 10

3. TYPE OF FILING

- [X] Regular Rulemaking (Gov. Code §11346)
- [ ] Resubmittal of disapproved or withdrawn nonemergency filing (Gov. Code §§11349.3, 11349.4)
- [ ] Emergency (Gov. Code, §11346.1(b))
- [ ] Certificate of Compliance: The agency officer named below certifies that this agency complied with the provisions of Gov. Code §§11346.2-11347.3 either before the emergency regulation was adopted or within the time period required by statute.
- [ ] Resubmittal of disapproved or withdrawn emergency filing (Gov. Code, §11346.1)
- [ ] Emergency Readopt (Gov. Code, §11346.1(h))
- [ ] File & Print
- [ ] Other (Specify)
- [ ] Changes Without Regulatory Effect (Cal. Code Regs., title 1, §100)
- [ ] Print Only

4. ALL BEGINNING AND ENDING DATES OF AVAILABILITY OF MODIFIED REGULATIONS AND/OR MATERIAL ADDED TO THE RULEMAKING FILE (Cal. Code Regs. title 1, §44 and Gov. Code §11347.1)

10/6/2021 – 10/21/2021 per agency request ALS 5/10/2022

5. EFFECTIVE DATE OF CHANGES (Gov. Code, §§ 11343.4, 11346.1(d); Cal. Code Regs., title 1, §100)

- [X] Effective January 1, April 1, July 1, or October 1 (Gov. Code §11343.4(a))
- [ ] Effective on filing with Secretary of State
- [ ] §100 Changes Without Regulatory Effect
- [ ] Effective other (Specify)

6. CHECK IF THESE REGULATIONS REQUIRE NOTICE TO, OR REVIEW, CONSULTATION, APPROVAL OR CONCURRENCE BY, ANOTHER AGENCY OR ENTITY

- [ ] Department of Finance (Form STD. 399) (SAM §6660)
- [ ] Fair Political Practices Commission
- [ ] State Fire Marshal
- [ ] Other (Specify)

7. CONTACT PERSON	TELEPHONE NUMBER	FAX NUMBER (Optional)	E-MAIL ADDRESS (Optional)
Sandra Sandoval	(213) 897-3432		regulations@dfpi.ca.gov

8. I certify that the attached copy of the regulation(s) is a true and correct copy of the regulation(s) identified on this form, that the information specified on this form is true and correct, and that I am the head of the agency taking this action, or a designee of the head of the agency, and am authorized to make this certification.

SIGNATURE OF AGENCY HEAD OR DESIGNEE: Joyce Tsai — Digitally signed by Joyce Tsai Date: 2022.03.25 13:55:06 -07'00'

DATE:

TYPED NAME AND TITLE OF SIGNATORY: Joyce Tsai, Assistant Chief Counsel

For use by Office of Administrative Law (OAL) only

ENDORSED APPROVED

MAY 10 2022

Office of Administrative Law

TITLE 10. DEPARTMENT OF FINANCIAL PROTECTION AND INNOVATION

PROPOSED CHANGES UNDER THE
CALIFORNIA FINANCING LAW
(Additions shown by underline and deletions shown by strikethrough.)

1. Section 1602 is amended to read:

§ 1602. Application for the Pilot Program for Increased Access to Responsible Small Dollar Loans: Form.

(a) Except as provided in subsection (b), finance lenders licensed under the California Financing~~e Lenders~~ Law may apply to participate in the Pilot Program for Increased Access to Responsible Small Dollar Loans. The application for the Increased Access to Responsible Small Dollar Loans program pursuant to Section 22366 of the Financial Code shall be filed upon the form set forth in subsection (e).

(b) Licensees approved to participate in the former Pilot Program for Affordable Credit-Building Opportunities are transferred to and approved to participate in the Increased Access to Responsible Small Dollar Loans program, without filing the application in subsection (e).

(c) Within 30 calendar days from the receipt of the application, the Commissioner shall inform the licensee in writing, that the application is complete and the licensee is approved to participate in the program or disapproved, and if disapproved, the reason(s) for disapproval; or that the application is deficient and specify what information is required to complete the application. This subsection shall not apply to an applicant not licensed under the California Financing~~e Lenders~~ Law.

(d) Any person not licensed under the California Financing~~e Lenders~~ Law may apply concurrently for a license and to participate in the Increased Access to Responsible Small Dollar Loans program by completing a combined application form, which consists of the Application for a License Under the California Financing~~e Lenders~~

Law under Section 1422 of these rules and the Application for the Pilot Program for Increased Access to Responsible Small Dollar Loans Under the California Financing~~e~~ ~~Lenders~~ Law in subsection (e). The Commissioner shall concurrently review the combined application and within 45 calendar days, inform the applicant in writing that the application is complete and accepted for filing, or that the application is deficient and specify what information is required to complete the application. Within 60 calendar days from the filing of a complete combined application, the Commissioner shall reach a decision on the license and participation in the pilot program.

(e) An application to make loans under the Increased Access to Responsible Small Dollar Loans program shall be submitted to the Commissioner on the following form:

STATE OF CALIFORNIA

DEPARTMENT OF ~~BUSINESS OVERSIGHT~~FINANCIAL PROTECTION AND INNOVATION

INFORMATION ON THE APPLICATION FOR THE PILOT PROGRAM FOR INCREASED ACCESS TO RESPONSIBLE SMALL DOLLAR LOANS UNDER THE CALIFORNIA FINANCING~~E LENDERS~~ LAW

The following is provided as general information for finance lenders licensed, or seeking licensure under the California Financing~~e Lenders~~ Law (CFL~~L~~), that wish to participate in the Pilot Program for Increased Access to Responsible Small Dollar Loans in accordance with Financial Code Section 22366.

GENERAL INFORMATION

Senate Bill 318 (Chap. 467, Stats. 2013) was signed into law on October 1, 2013, and ~~is~~ became operative January 1, 2014. The bill created the Pilot Program for Increased Access to Responsible Small Dollar Loans to increase the availability of responsible small dollar installment loans of at least $300 but less than $2,500. Assembly Bill 2196 (Chap. 174, Stats. 2020) extended the Pilot Program to January 1, 2028, and Assembly Bill 237 (Chap. 1016, Stats 2018) increased the upper limit on the amount of a permissible loan under the Pilot Program from $2,500 to $7,500.

Finance lenders who are licensed under the CFL~~L~~ and approved by the Commissioner of ~~Business Oversight~~Financial Protection and Innovation (Commissioner) to participate in the program may charge specified alternative interest rates and charges, including an administrative fee and delinquency fees, on loans of at least $300 but less than $~~2~~7,500, subject to certain requirements. Licensees participating in the program are also permitted to use the services of a “finder” as defined in Section 22371 of the Financial Code.

LICENSEES UNDER THE FORMER PILOT PROGRAM FOR AFFORDABLE CREDIT-BUILDING OPPORTUNITIES

Effective January 1, 2014, Senate Bill 318 abolished the former Pilot Program for Affordable Credit-Building Opportunities (Senate Bill 1146 – Chap. 640, Stats. 2010). Licensees approved to participate under the former pilot program are transferred to and approved to participate in the Pilot Program for Increased Access to Responsible Small Dollar Loans without filing the application.

APPLICATION TO PARTICIPATE IN THE PROGRAM

- An application form to participate in the program may be obtained from the following offices of the Department of ~~Business Oversight~~Financial Protection and Innovation and from the Web site at www.~~dbo~~dfpi.ca.gov. The office locations are:

  320 W. 4th Street, Suite 750 Los Angeles, CA 90013

  One Sansome Street, Suite 600 San Francisco, CA 94104

  2101 Arena Blvd~~1515 K Street, Suite 200~~ Sacramento, CA 958~~1~~34

  1350 Front Street, Room 2034 San Diego, CA 92101

- Questions regarding completing and filing an application should be directed to ~~1-866-275-2677~~ 213-576-7690.
- Completed applications must be filed with the Los Angeles Office. The application must be accompanied by NON-REFUNDABLE fees as follows.

NUMBER OF LICENSED FINANCE LENDER LOCATIONS	APPLICATION FEE
1 to 10	$250
11 to 50	$450

51 to 100	$650
Over 100	$850

- Within 30 calendar days from the receipt of the application, the Commissioner shall inform the licensee in writing, that the application is complete and the licensee is approved to participate in the program or disapproved, and if disapproved, the reason(s) for disapproval; or that the application is deficient and specify what information is required to complete the application.
- Any person seeking to participate in the Pilot Program for Increased Access to Responsible Small Dollar Loans and not already licensed under the California Financing~~e Lenders~~ Law must complete a combined application, which consists of the Application for a License Under the California Financing~~e Lenders~~ Law under Section 1422 of these rules and the Application for the Pilot Program for Increased Access to Responsible Small Dollar Loans Under the California Financing~~e Lenders~~ Law. To be eligible to apply in this manner, there must be no outstanding enforcement or other disciplinary actions taken against the person by any of California's financial regulators or by a financial regulator of another state. The fees required for both applications shall be paid to the Department of ~~Business Oversight~~Financial Protection and Innovation at the time the combined application is filed with the Commissioner. The Commissioner shall concurrently review the combined application and within 45 calendar days from receipt of the combined application, inform the applicant in writing that the application is complete and accepted for filing, or that the application is deficient and specify what information is required to complete the application. Within 60 calendar days from the filing of a complete application, the Commissioner shall reach a decision on the license and participation in the pilot program.

APPLICATION FOR THE PILOT PROGRAM FOR

INCREASED ACCESS TO RESPONSIBLE SMALL DOLLAR LOANS

UNDER THE CALIFORNIA FINANCING~~E LENDERS~~ LAW

1. Name of Licensee (or Applicant):

_____

Fictitious Business Name:

_____

2. Mailing Address:

_____

_____

3. Contact Person/Title:

_____

4. Telephone Number: _____ Email Address: _____

5. CFL~~L~~ License Number~~, if licensed under the CFLL~~: _____

~~Primary Mailing (988) Number, if applicable: _____~~

~~6. Are you in good standing with the Commissioner?~~

~~Yes ☐~~

~~No ☐, please attach an explanation, marked as Exhibit 1, and any documentation.~~

~~7~~6. Do you have any outstanding enforcement actions or deficiencies with any government agency at the time of this application?

Yes ☐, please attach an explanation, marked as Exhibit 2, and documentation of the enforcement actions or deficiencies.

No ☐

~~8~~7. If you are not licensed under the CFL~~L~~, do you have any outstanding enforcement or other disciplinary actions taken against you by any of California's financial regulators or by a financial regulator of another state?

Yes ☐, applicant is not eligible to apply concurrently for a license under the CFL~~L~~ and to participate in the pilot program. Applicant must first apply for a CFL~~L~~ license under Section 1422 of the rules.

No ☐, the Application for a License Under the California Financing~~e Lenders~~ Law is attached.

~~9~~8. Have you developed policies and procedures you will implement to respond to questions raised by applicants and borrowers regarding their loans, including those involving finders, and to address customer complaints as soon as reasonably practicable?

Yes ☐. Please attach a copy of these policies and procedures.

No ☐.

9. Has your credit education program or seminar been approved by the Commissioner as required under Section 22370, subdivision ~~(f)~~(g)(1), of the Financial Code?

Yes ☐, approved by the Commissioner on [ ] (month/day/year)

No ☐, attached is the credit education program or seminar, marked as Exhibit 3, for the Commissioner's review and approval.

No ☐, the credit education program or seminar will be submitted to the Commissioner for review and approval at a later time. Licensee shall not offer any credit education program or seminar that has not been previously reviewed and approved by the Commissioner for use, and licensee shall not disburse loan proceeds to a borrower prior to offering an approved credit education program or seminar to the borrower.

10. Are you a data furnisher with a consumer reporting agency that meets the definition in Section 603(p) of the federal Fair Credit Reporting Act (15 U.S.C. Sec. 1681a(p))?

Yes ☐, the following information is provided:

Name of Consumer Reporting Agency	Date Accepted
_____	_____
_____	_____
_____	_____

No ☐, licensee or applicant has not at this time been accepted as a data furnisher. Information is attached, marked as Exhibit 4, for the Commissioner's review and approval, that 1) licensee will be accepted as a data furnisher, once it achieves a lending volume required of data furnishers of its type by a consumer reporting agency, and 2) lending volume will be achieved within the first six months of the licensee commencing lending.

11. Will you report to a consumer reporting agency the payment performance of each borrower on all loans made under this program as required under Section 22370, subdivision(f)(2), of the Financial Code?

Yes ☐, licensee or applicant agrees to report all borrower payment performance from inception of lending under the program as soon as practicable after acceptance into the program, but no later than six months after acceptance into the program, and agrees to notify each borrower, as soon as practicable following acceptance as a data furnisher, the name of the consumer reporting agency or agencies to which the borrower's payment history will be reported.

No ☐

12. Do you plan to use the services of a finder as defined under Section 22371, subdivision (b), of the Financial Code?

Yes ☐, please attach a list of the name of the finder(s), marked as Exhibit 5, and a completed Notification to Commissioner of ~~Business Oversight~~Financial Protection and Innovation of Finder Registration for each finder, marked as Exhibit 6.

No ☐

13. Attach a list of branch managers by branch location, marked as Exhibit 7. Is any branch manager responsible for more than one branch location?

Yes ☐, the request to the Commissioner for approval to appoint the branch manager(s) with responsibility for the identified multiple branch locations and the information required under Financial Code Section 22378 concerning the centralized nature of underwriting and other key business activities performed by the licensee, is attached for the Commissioner's review, marked as Exhibit 8.

No ☐

The licensee has duly caused this application to be signed on its behalf by the undersigned, thereunto duly authorized.

The undersigned, on behalf of the licensee, acknowledges that this application and all exhibits thereto are subject to public inspection pursuant to Section 250.9.1, Chapter 3, Title 10, California Code of Regulations. A request for confidentiality of certain documents may be requested pursuant to Section 250.10. If a request for confidential treatment is granted (or denied), the person making such request will be notified in writing.

I declare under penalty of perjury that I have read the foregoing application, including Exhibits attached thereto, or filed therewith, and know the contents thereof, and that the statements therein are true and correct. I further declare, on behalf of the licensee, that I have read and understand the Financial Code and regulations pertaining to the California Financing~~e Lenders~~ Law and the Pilot Program for Increased Access to Responsible Small Dollar Loans under the California Financing~~e Lenders~~ Law.

_____

(Licensee)

Executed at _____ _____

(City, County, and State) (Signature of Declarant)

Date _____ _____

(Typed Name of Declarant)

_____

(Title)

CFL 1602 ~~(1/14)~~ (8/21)

Note: Authority cited: Section 22150, Financial Code. Reference: Sections 22366, 22370, 22375 and 22378, Financial Code.

2. Section 1603 is amended to read:

§ 1603. Finder Registration: Form.

(a) A licensee shall notify the Commissioner within 15 days of entering into a contract with a finder on the form set forth in subsection (c).

(b) Within 15 calendar days from the receipt of the finder registration form, the Commissioner shall inform the licensee in writing~~,~~ that the registration is complete and that use of the finder by the licensee is accepted or rejected, and if rejected, the reason(s) for the rejection; or that the registration is deficient and specify what information is required to complete the registration. A licensee shall not use an unregistered finder or a finder that has been rejected by the Commissioner.

(c) Registration of a finder under the Increased Access to Responsible Small Dollar Loans program shall be submitted to the Commissioner on the following form:

NOTIFICATION TO COMMISSIONER OF ~~BUSINESS OVERSIGHT~~FINANCIAL PROTECTION AND INNOVATION OF FINDER REGISTRATION

(Required under Section 22375 of the Financial Code) Instructions:

- The finder registration form may be obtained from the following offices of the Department of ~~Business Oversight~~Financial Protection and Innovation and from the Web site at www.~~dbo~~dfpi.ca.gov. The office locations are:

  320 W. 4th Street, Suite 750 Los Angeles, CA 90013

  One Sansome Street, Suite 600 San Francisco, CA 94104

  2101 Arena Blvd~~1515 K Street, Suite 200~~ Sacramento, CA 958~~1~~34

  1350 Front Street, Room 2034 San Diego, CA 92101

- Questions regarding completing and filing a finder registration form should be directed to ~~1-866-275-2677~~ 213-576-7690.

- Completed finder registration forms must be filed with the Los Angeles Office.

- Within 15 calendar days from the receipt of the finder registration form, the Commissioner of ~~Business Oversight~~Financial Protection and Innovation (Commissioner) shall inform the licensee in writing, that the registration is complete and the finder is accepted to participate in the program or rejected, and if rejected, the reason(s) for rejection; or that the registration is deficient and specify what information is required to complete the registration.

1. Name of Licensee:

_____

2. Licensee's Business Address:

_____

_____

3. CFL~~L~~ License Number: _____

4. Name of Finder:

_____

5. List all Fictitious Business Names used by the Finder:

_____

_____

_____

~~5~~6. Finder's Main Business Address:

_____

_____

_____

~~6~~ 7. Is the Finder registered with the California Secretary of State? Yes ☐ No ☐

~~7~~ 8. Finder's type of business entity (Corporation, Limited Liability Company, Limited Partnership, General Partnership, or Limited Liability Partnership):

_____

~~8~~ 9. List all types of business activities conducted by the finder outside the authority of the California Financing Law:

_____

_____

_____

_____

_____

10. In the table below, list all government entities that regulate the finder's business activities, including all corresponding license, permit, and registration numbers, status, and expiration dates:

Government Entity	Finder's License, Permit, or Registration Number	Status of Finder's License, Permit, or Registration	Expiration Date of Finder's License, Permit, or Registration

11. In the table below, provide information for each instance where the finder has been subject to disciplinary action by a government entity:

Government Entity	Date of Disciplinary Action Against the Finder	Status of Disciplinary Action	Reason for Disciplinary Action

12. Have you entered into a written agreement with the finder as required under Section 22376 of the Financial Code? Yes ☐ No ☐

~~7~~13. Does the written agreement include a provision that the finder agrees to comply with all regulations established by the Commissioner concerning the activities of finders as required under Section 22376 of the Financial Code? Yes ☐ No ☐

~~8~~14. Does the written agreement include a provision that the finder agrees to provide the Commissioner access to all of the finder's books and records pertaining to the finder's operations under the agreement with the licensee? Yes ☐ No ☐

~~9~~ 15. Provide the following information for an employee of the finder who is knowledgeable about, and has the authority to execute, the contract governing the business relationship between the finder and the licensee:

Name:

_____

Address:

_____

Telephone Number: _____ Email: _____

~~10~~ 16. Complete Exhibit A identifying the business addresses of all locations at which the finder will perform the services described in Section 22372, subdivisions (a) and (b), of the Financial Code. Any subsequent locations or changes to locations or other information contained in the finder registration form must be reported to the Commissioner in accordance with Title 10 of the California Code of Regulations, Section 1600.

~~11~~17. Complete Exhibit B providing the name, title, physical business location, telephone number, and email of each employee of the finder who is responsible for that finder's finding activities on behalf of the licensee at each of its locations. If different employees are responsible for different locations, provide the name and contact information of the employee responsible for each location. If one employee is responsible for the finder's activities, provide the name and contact information of the employee for all locations.

~~12~~ 18 Complete Exhibit C identifying the services and activities that the finder will perform for the licensee at the finder's physical location for business. Will any of the finders listed in Exhibit C perform additional services authorized under Section 22372, subdivision (b) of the Financial Code?

Yes ☐ (If yes, please provide the licensing details for finders performing additional services, as specified and where indicated in Exhibit C.)

No ☐

~~13~~ 19. Attach a copy of the written agreement with the finder, marked as Exhibit D.

The licensee has duly caused this registration to be signed on its behalf by the undersigned, thereunto duly authorized.

The undersigned, on behalf of the licensee, acknowledges that this registration and all exhibits thereto are subject to public inspection pursuant to Section 250.9.1, Chapter 3, Title 10, California Code of Regulations. A request for confidentiality of certain documents may be requested pursuant to Section 250.10. If a request for confidential treatment is granted (or denied), the person making such request will be notified in writing.

I declare under penalty of perjury that I have read the foregoing registration, including all exhibits attached thereto, or filed therewith, and know the contents thereof, and that the statements therein are true and correct.

_____

(Licensee)

Executed at _____ _____

(City, County, and State) (Signature of Declarant)

Date _____ _____

(Typed Name of Declarant)

_____

(Title)

EXHIBIT A

Business addresses of all locations at which the finder will perform the services described in Section 22372, subdivisions (a) and (b), of the Financial Code:

Street Address	City	State	Zip Code

EXHIBIT B

Name and contact information of each employee of the finder who is responsible for that finder's finding activities on behalf of the licensee at each of the locations:

Name of Employee	Title	Physical Business Location	Telephone No.	Email

EXHIBIT C

Licensee Name: _____ License No: _____

Services that a finder may perform for the licensee at the finder's physical location for business in accordance with Section 22372, subdivision (a), of the Financial Code. Please check the box for the type of services that the finder will perform for the licensee:

☐ Distributing, circulating, using, or publishing preprinted brochures, flyers, factsheets, or other written materials relating to loans that the licensee may make or negotiate and that have been reviewed and approved in writing by the licensee prior to their being distributed, circulated, or published.

☐ Providing written factual information about loan terms, conditions, or qualification requirements to a prospective borrower that has been either prepared by the licensee or reviewed and approved in writing by the licensee. A finder may discuss that information with a prospective borrower in general terms, but may not provide counseling or advice to a prospective borrower.

☐ Notifying a prospective borrower of the information needed in order to complete a loan application without providing counseling or advice to a prospective borrower.

☐ Entering information provided by the prospective borrower on a preprinted or electronic application form or onto a preformatted computer database without providing counseling or advice to a prospective borrower.

☐ Assembling credit applications and other materials obtained in the course of a credit application transaction for submission to the licensee.

☐ Contacting the licensee to determine the status of a loan application.

☐ Communicating a response that is returned by the licensee’s automated underwriting system to a borrower or a prospective borrower.

☐ Obtaining a borrower's signature on documents prepared by the licensee, delivering the final copies of the documents to the borrower, and returning the signed original documents to the licensee.

A licensed or regulated finder may provide additional services on behalf of the licensee, in accordance with Section 22372, subdivision (b), of the Financial Code, IF the finder is licensed or regulated under any one of the federal or state laws specified in Section 22372, subdivision (b). Please check the box for the type of additional services the finder will provide for the licensee.

☐ Disbursing loan proceeds to a borrower, if this method of disbursement is acceptable to the borrower. A finder that disburses loan proceeds to a borrower shall deliver or cause to be delivered to the borrower at the time loan proceeds are disbursed a plain and complete receipt, in accordance with Section 22372, subdivision (b)(1)(B).

☐ Receiving loan payment or payments from the borrower, if this method of payment is acceptable to the borrower. A finder that receives loan payments shall deliver or cause to be delivered to the borrower at the time that the payment is made by the borrower, a plain and complete receipt, in accordance with Section 22372, subdivision (b)(2)(B).

☐ Providing any notice or disclosure required to be provided to the borrower by the licensee, other than the notice required to be provided by the licensee to the borrower pursuant to subdivision (d) of Section 22373. A licensee that uses a finder to provide notices or disclosures to borrowers shall maintain a record of which notices and disclosures each finder provides to borrowers on its behalf, for the purposes of facilitating the commissioner's examination of the licensee.

If the finder will provide the additional services in Section 22372, subdivision (b),

please check the box next to the federal or state law under which the finder is licensed or regulated and also provide the information requested.

☐ Division 1.1 of the Financial Code, commencing with Section 1000, the "Banking Law." List the name and address of the bank or trust company and its charter number and issuance date: _____

_____

☐ Division 1.2 of the Financial Code, commencing with Section 2000, the "Money Transmission Act." List the name and address of the licensee, license number, and effective date(s) of license: _____

_____

☐ Division 3 of the Financial Code, commencing with Section 12000, the "Check Sellers, Bill Payers and Proraters Law." List the name and address of the licensee, license number, and effective date(s) of license: _____

_____

☐ Division 5 of the Financial Code, commencing with Section 14000, the "California Credit Union Law." List the name and address of the credit union, charter number and issuance date: _____

_____

☐ Division 6 of the Financial Code, commencing with Section 17000, the "Escrow Law." List the name and address of the licensee, license number, and effective date(s) of license: _____

_____

☐ Division 7 of the Financial Code, commencing with Section 18000, the "Industrial Loan Law," the "Industrial Banking Law," or the "Thrift and Loan Law." List the name and address of the licensee, license number, and effective date(s) of

license: _____

_____

☐ Division 8 of the Financial Code, commencing with Section 21000, regarding those engaged in the pawnbroker business. List the name and address of the licensee, license number, issuing authority, and effective date(s) of license: _____

_____

☐ Division 10 of the Financial Code, commencing with Section 23000, the "California Deferred Deposit Transaction Law." List the name and address of the licensee, license number, and effective date(s) of license: _____

_____

☐ Division 20 of the Financial Code, commencing with Section 50000, the "California Residential Mortgage Lending Act." List the name and address of the licensee, type of license (mortgage lender and/or servicer), license number, and effective date(s) of license: _____

_____

☐ Chapter 5 of Part 2 of Division 1 of the Insurance Code, commencing with Section 1621, regarding the licensure and regulation of those engaged in the insurance industry. List the name and address of the licensee, type of insurance license (agent, broker, etc.), license number, and effective date(s) of license: ____

_____

☐ Chapter 1 (commencing with Section 5000) of Division 3 of the Business and Professions Code, regarding accountants. List the name and address of the licensee, license number, and effective date(s) of license: _____

_____

☐ An approved agent of a person licensed pursuant to Division 1.2 of the Financial

Code, commencing with Section 2000, the "Money Transmission Act." List the name, address and contact information of the approved agent, the date the agent was approved as an agent of a money transmitter, and the name, address and contact information of the licensed money transmitter: _____

_____

☐ A federally regulated bank, thrift or credit union. List the name and address of the federally regulated bank, thrift or credit union, the chartering authority, charter number and issuance date: _____

_____

Services or activities that a finder shall not engage in, in accordance with Section 22372, subdivision ~~(b)~~(c), of the Financial Code:

1. Providing counseling or advice to a borrower or prospective borrower.
2. Providing loan-related marketing material that has not previously been approved by the licensee to a borrower or a prospective borrower.
3. ~~Interpreting or explaining the relevance, significance, or effect of any of the marketing materials or loan documents the finder provides to a borrower or prospective borrower.~~

A person who performs any of the following activities is a broker within the meaning of Section 22004 of the Financial Code and is required to obtain a broker's license:

1. Negotiating the price, length, or any other loan term between a licensee and a prospective borrower.
2. Advising either a prospective borrower or a licensee as to any loan term.
3. Offering information pertaining to a single prospective borrower to more than one licensee, except that, if a licensee has declined to offer a loan to a prospective

borrower and has so notified that prospective borrower in writing, the person may then offer information pertaining to a single prospective borrower to another licensee with which it has a finder's agreement.

4. Personally contacting or providing services to a borrower or prospective borrower at any place other than a finder's physical location for business.

Completed by:

_____ _____

(Name and Title) (Date Completed)

CFL 1603 ~~(1/14)~~ (8/21)

Note: Authority cited: Section 22150, Financial Code. Reference: Sections 22369, 22370, 22372, 22375 and 22376, Financial Code.

3. Section 1606 is amended to read:

§ 1606. Annual Report: Form.

(a) Each licensee shall file an annual report as set forth in subsection (b) of this section, with the Commissioner, on or before the 15th of March, providing information concerning the business and operations conducted by the licensee under the Increased Access to Responsible Small Dollar Loans program, and information pertaining to each finder and the licensee's relationship and business arrangements with each finder, during the preceding calendar year. The annual report required under this section is in addition to the annual report of the total business operations of a licensee required under Section 22159 of the Financial Code.

(b) The individual annual report required under Sections 22367 and 22375, subdivision (c), of the Financial Code shall be submitted on the following form:

~~STATE OF CALIFORNIA - BUSINESS, CONSUMER SERVICES AND HOUSING AGENCY EDMUND G. BROWN Jr., Governor~~

~~DEPARTMENT OF BUSINESS OVERSIGHT~~
~~*Ensuring a Fair and Secure Financial Services Marketplace for all Californians*~~

INSTRUCTIONS FOR COMPLETING THE 20XX ANNUAL REPORT

FOR LICENSEES PARTICIPATING IN THE PILOT PROGRAM FOR INCREASED

ACCESS TO RESPONSIBLE SMALL DOLLAR LOANS

WHO MUST FILE THE REPORT: Every licensee under the California Financing~~e Lenders~~ Law approved by the Commissioner of ~~Business Oversight~~Financial Protection and Innovation (Commissioner) to participate in the Pilot Program for Increased Access to Responsible Small Dollar Loans (RSDL pilot program) shall file the annual report. The annual report shall include information on all business conducted under the RSDL pilot program.

***NO BUSINESS OR INACTIVE LICENSES*:** An annual report shall be filed even if no business was conducted under the license in 20XX. If no business was conducted under the RSDL pilot program during the calendar year 20XX, complete question numbers 1 through 10 and the Verification section only. Include a statement at the bottom of the Verification section that **"No business was conducted under the RSDL pilot program during the calendar year 20XX."** "No business" means no loans were made under the RSDL pilot program in 20XX.

FORMER PILOT PROGRAM FOR AFFORDABLE CREDIT-BUILDING OPPORTUNITIES: Licensees that were approved by the Commissioner to participate in the former Pilot Program for Affordable Credit-Building Opportunities must report information on all business conducted under the pilot program during the calendar year ended December 31, 2013. The information shall be filed on the annual report form in Section 1606.1 of Title 10 of the California Code of Regulations.

***WHEN IS THE REPORT DUE/ PENALTY FOR FAILURE TO FILE THE REPORT*:** The report is due on or before **March 15, 20XX. No extension of the filing date shall be granted. Failure to file the report may result in summary revocation of the California Financing~~e Lenders~~ Law license(s).**

***WHAT IS THE PURPOSE OF THE ANNUAL REPORT*:** The information reported in the annual report is used to publish the Department of ~~Business Oversight~~Financial Protection and Innovation's *Annual Report - Operation of Finance Companies Participating in the Increased Access to Responsible Small Dollar Loans Program.* The annual consolidated report shall be posted on the Commissioner's Internet Web site at www.~~dbo~~dfpi.ca.gov by July 1, 2015, and ~~by January 1, 2017~~ annually on or before July 1, 2017, to July 1, 2026, inclusive, as required under Financial Code Section 22380, subdivision (a).

WHERE TO FILE THE REPORT: The annual report form is no longer available in paper form. Annual report forms are available at the Department's self-service portal, https://docqnet.dfpi.ca.gov. **THE ANNUAL REPORT MUST BE COMPLETED AND FILED ELECTRONICALLY, through the Department of Financial Protection and Innovation's self-service portal, https://docqnet.dfpi.ca.gov.**

~~DEPARTMENT OF BUSINESS OVERSIGHT~~

~~FINANCIAL SERVICES DIVISION~~

~~320 WEST FOURTH STREET, SUITE 750~~

~~LOS ANGELES, CA 90013~~

***THE ANNUAL REPORT FORM*:** The information must be submitted on the annual report form prescribed by the Department of ~~Business Oversight~~Financial Protection and Innovation [Form CFL 1606 ~~(01/14)~~(08/21)]. **ALL AMOUNTS MUST BE ROUNDED TO THE NEAREST WHOLE DOLLAR.** Do not add ".00" to represent rounding to the nearest dollar. In addition, do not round items to the nearest thousand or million dollars, or round

intermediate calculations. ~~The annual report is electronically scanned and therefore the information must be **TYPED** in the annual report form, and the **ORIGINAL** signed copy of the annual report shall be filed with the Department of Business Oversight.~~

***COMPLETENESS & ACCURACY*:** The annual report shall be rejected by the Department of ~~Business Oversight~~Financial Protection and Innovation, with a status indicating ~~and returned to~~ the licensee has not filed its annual report, if the information provided is incomplete or incorrect. All questions and schedules must be completed. If any schedule is inapplicable, indicate "Not Applicable" at the top of the page. ~~The following schedules provide space to report on the activities of seven finders. Attach a supplemental page(s) if more space is needed or if more than seven finders were used.~~ All information provided in the annual report is subject to verification. Accordingly, due care should be exercised in the completion of the report.

PERIOD COVERED BY THE REPORT: The reporting period is either (1) January 1, 20XX to December 31, 20XX, or (2) the effective date of approval to participate in the RSDL pilot program in 20XX to December 31, 20XX.

SCHEDULES A THROUGH J

If any loans were made under the RSDL pilot program during the year 20XX, Schedules A through I must be completed. The following schedules provide space to report activities associated with seven finders. If no loans were made in 20XX, state "None" on the applicable schedules.

***SCHEDULE A (SCHEDULE OF APPLICATIONS RECEIVED AND LOANS MADE BY SIZE AND TERM)*:** All loan applications received and loans made must be scheduled in Section A. Multiple loans made to the same borrower should be reported as separate loans transactions. Do not include loans that were not made under the RSDL pilot program. Report percentages to the nearest whole percentage (e.g. report .457 as 46, not 45.7 or

46%). Report loans in Schedule A based on the terms of the loan at the time the loan was made. Report the distribution of loans per borrower in Schedule A-5, for those borrowers who obtained more than one program loan.

SCHEDULE B (SCHEDULE OF LOANS BY INCOME DISTRIBUTION OF CENSUS TRACTS AND BORROWERS WITH BANK ACCOUNTS): Schedule the number of loans by the income distribution of census tract of the borrowers at the time of the loan origination. Use the following federal Community Reinvestment Act (12 U.S.C. 2901) and the Federal Financial Institutions Examination Council:

If the Median Family Income % is < 50%, then the Income Level is **Low**.

If the Median Family Income % is >= 50% and < 80%, then the Income Level is **Moderate**.

If the Median Family Income % is >= 80% and < 120%, then the Income Level is **Middle**.

If the Median Family Income % is >= 120%, then the Income Level is **Upper**.

If the Median Family Income % is 0%, then the Income Level is **Not Known**.

Information on income distribution of census tract may be found at http://www.ffiec.gov/ and http://www.ffiec.gov/census/default.aspx

Report in Schedule B-2 information on the number of borrowers who, at the time of the loan application, self-reported that they had or did not have a bank account, self-reported that they had a bank account and used check-cashing services, and self-reported that they had a bank account and used payday loan services.

SCHEDULE C (SCHEDULE OF LATE FEES CHARGED DURING THE YEAR BY SIZE OF THE LOAN):

Report the number of loans in which late fees were assessed in Schedule C-1 and the number of late fees assessed on the loans in Schedule C-2, the total dollar amount of late fees assessed on the loans in Schedule C-3, the average number of late fees assessed per

loan in Schedule C-4, and the percentage of loans that were assessed late fees in Schedule C-5.

SCHEDULE D (SCHEDULE OF LOANS MADE BY LOAN PURPOSE):

Report the primary purpose of the loans based on borrower responses at the time of the loan applications.

***SCHEDULE E (SCHEDULE OF LOANS BY RATE CHARGES*):** Report loans in Schedules E-1, E-2, E-3 and E-4 based on annual percentage rate (APR) calculated in accordance with Federal Reserve Board Regulation Z. Do not report in these schedules the agreed upon contract rate of the loan.

***SCHEDULE F (SCHEDULE OF LOAN PERFORMANCE*):** Report loan performance based on delinquencies in the account history, and not on the loan's current status. The information on the percentage of delinquent borrowers must be reported in the schedules by length of the delinquency and principal loan amount.

***SCHEDULE G (SCHEDULE OF LOANS MADE BY LANGUAGE AND CREDIT EDUCATION PROGRAM OR SEMINAR OFFERED*):** Report under the appropriate language column, the number of loans negotiated orally or in writing in that language. The languages are English, Spanish, Chinese, Tagalog, Vietnamese, Korean, and Other. In column A, report the number of borrowers who were offered a credit education program or seminar in the same language in which the loan was negotiated. For example, if five loans were negotiated in English and all five borrowers were offered a credit education program or seminar in English, report "5" under the column labeled "English" and "5" in column A. If known, report in column B the number of borrowers who attended the offered credit education program or seminar.

***SCHEDULE H (SCHEDULE OF FINDERS*):** Report all finders utilized during the calendar year 20XX.

SCHEDULE I (SCHEDULE OF REFINANCE LOANS): For purposes of the RSDL pilot program, "refinance" means the replacement or revision of an existing loan contract with a borrower that results in an extension of additional principal to that borrower. A licensee shall not refinance a loan made under this pilot program, unless all of the following conditions are met at the time the borrower submits an application to refinance:

(a) The borrower has repaid at least 60 percent of the outstanding principal remaining on his or her loan.

(b) The borrower is current on his or her outstanding loan.

(c) The licensee underwrites the new loan in accordance with paragraph (4) of subdivision ~~(f)~~ (g) of Financial Code Section 22370.

(d) If the loan proceeds of both the original loan and the refinance loan are to be used for personal, family, or household purposes, the borrower has not previously refinanced the outstanding loan more than once.

Loans made under the former Pilot Program for Affordable Credit-Building Opportunities and subsequently refinanced in compliance with the requirements for refinance under the RSDL pilot program, must be included in Schedule I of this annual report.

In Schedule I-2, the total number of borrowers who refinanced once, twice, or more than two times should equal the total number of borrowers who received one or more refinance loans in Schedule I-1.

SCHEDULE J (RECOMMENDATIONS FOR IMPROVING THE RSDL PILOT PROGRAM): Provide any comments or information to help improve the program.

COMPANIES WITH MULTIPLE LOCATIONS: Companies with multiple locations shall prepare one annual report consolidating the information of all locations into the report.

ANNUAL REPORT FORM ~~AVAILABLE ON THE INTERNET~~ SUBMISSION: ~~The annual report form is available in Adobe Acrobat format at the Department of Business Oversight's~~

~~Web site. The form is accessed by clicking on **Applications and Forms** on the Department of Business Oversight's homepage at "www.dbo.ca.gov", and then clicking on **California Finance Lenders**.~~

> ~~The form may be downloaded from the Department of Business Oversight's Web site; however, THE REPORT CANNOT BE FILED ELECTRONICALLY. If the report is downloaded, it must be printed and submitted to the Department of Business Oversight in paper form. Please be sure to include your license number on the annual report to prevent any delays in processing your annual report.~~

The annual report form is no longer available in paper form. Annual report forms for calendar year 2017, and following, are available at the Department's self-service portal, https://docqnet.dfpi.ca.gov. **THE ANNUAL REPORT MUST BE COMPLETED AND FILED ELECTRONICALLY, through the Department of Financial Protection and Innovation's self-service portal, https://docqnet.dfpi.ca.gov.**

***VERIFICATION*:** The Verification section must be completed in accordance with the instructions, and signed, by the licensed individual, a general partner if the licensee is a partnership, or a corporate officer if the licensee is a corporation. The Verification must include an original signature on ~~the **original** copy of~~ the annual report filed with the Department of ~~Business Oversight~~Financial Protection and Innovation. The Verification must be downloaded, printed, and signed by the required individual. The signed Verification page must be submitted, as a separate attachment, to the annual report completed and submitted electronically to the Department of Financial Protection and Innovation. **Incomplete Verification or a missing signature in the Verification shall result in a status indicating that the licensee has NOT FILED its ~~rejection and return of the~~ annual report due for that year ~~to the licensee~~.**

***FEE*:** No fee is required to file the Annual Report.

***PUBLIC INSPECTION*:** The Department of ~~Business Oversight~~Financial Protection and Innovation shall prepare an annual consolidated report that aggregates the information

received from each annual report submitted by licensees for the designated year. The annual consolidated report shall be available to the public.

FOR ASSISTANCE AND INFORMATION REGARDING THE ANNUAL REPORT: Contact the Department of ~~Business Oversight~~Financial Protection and Innovation at **~~1-866-275-2677~~ 213-576-7690**.

CFL 1606 ~~(01/14)~~ (8/21)

~~STATE OF CALIFORNIA - BUSINESS, TRANSPORTATION AND HOUSING AGENCY EDMUND G. BROWN Jr., Governor~~

~~**DEPARTMENT OF BUSINESS OVERSIGHT**~~

~~*Ensuring a Fair and Secure Financial Services Marketplace for all Californians*~~

~~**To: COMMISSIONER OF BUSINESS OVERSIGHT, STATE OF CALIFORNIA**~~

ANNUAL REPORT FOR

CALIFORNIA FINANCING~~E LENDERS~~ LAW LICENSEES ENGAGED IN BUSINESS UNDER THE

PILOT PROGRAM FOR INCREASED ACCESS TO RESPONSIBLE SMALL DOLLAR LOANS

FOR THE YEAR ENDED DECEMBER 31, 20XX

THIS REPORT IS REQUIRED UNDER SECTIONS 22367 AND 22375 OF THE FINANCIAL CODE.

(PLEASE READ THE ATTACHED INSTRUCTIONS CAREFULLY BEFORE COMPLETING THE ANNUAL REPORT.)

1. Name of licensee (as shown on the license):

_____

2. License number: _____

3. Business phone number: ( ) _____

4. Fax number: ( ) _____

5. Web site address: _____

6. Total number of licensed locations at which business was conducted under the pilot program as of December 31, 20XX:

_____

7. Total number of finders used during the calendar year: _____

8. Total number of finder locations used during the calendar year: _____

9. Business was conducted under the pilot program during the calendar year 20XX: ☐YES ☐NO

10. Disclose by finder, the licensee's relationship, including ownership or other financial relationship, and business arrangement with each finder.

_____

_____

_____

_____

_____

_____

_____

_____

SCHEDULE A

SCHEDULE OF APPLICATIONS RECEIVED AND LOANS MADE BY SIZE AND TERM

FOR THE CALENDAR YEAR 20XX

A-1(a) Total Number Of Applications Received And Loans Made Using A Finder

	Finder	Number Of Applications Received	Number Of Loans Made	Total Principal Amount Of Loans Made
1				$
2				$
3				$
4				$
5				$
6				$
7				$
	Totals			$

A-1(b) Number Of Applications Received And Loans Made Without Using A Finder

	Number Of Applications Received	Number Of Loans Made	Total Principal Amount Of Loans Made
Totals			$

A-2(a) Number Of Loans Made By Size Of Loan Using A Finder

Finder	Principal Balance $ 300 – 499	Principal Balance $ 500 – 999	Principal Balance $ 1,000 – 1,499	Principal Balance $ 1,500 – 2,499	Principal Balance $ 2,500 – 7,499	Total Loans Made
1.						
2.						
3.						
4.						
5.						
6.						
7.						
Totals						

A—2(b) Number Of Loans Made By Size Of Loan Without Using A Finder

	Principal Balance $ 300 – 499	Principal Balance $ 500 – 999	Principal Balance $ 1,000 – 1,499	Principal Balance $ 1,500 – 2,499	Principal Balance $ 2,500 – 7,499	Total Loans Made
Totals						

A-3(a) Number Of Borrowers Who Obtained More Than One Loan Using A Finder

Finder	Number Of Borrowers Who Obtained More Than One Loan	Number Of Borrowers With Credit Scores That Increased Over The Previous Loan	Percentage Of Borrowers With Increased Credit Scores (e.g., .458=46)	Average Size Of Increase In Credit Scores (Include Only Borrowers With Increased Scores)	Average Size Of Increase/Decrease In Credit Scores For All Borrowers
1.			%		
2.			%		
3.			%		
4.			%		
5.			%		
6.			%		
7.			%		
Totals			%		

A-3(b) Number Of Borrowers Who Obtained More Than One Loan Without Using A Finder

	Number Of Borrowers Who Obtained More Than One Loan	Number Of Borrowers With Credit Scores That Increased Over The Previous Loan	Percentage Of Borrowers With Increased Credit Scores (e.g., .458=46)	Average Size Of Increase In Credit Scores (Include Only Borrowers With Increased Scores)	Average Size Of Increase/Decrease In Credit Scores For All Borrowers
Totals			%		

A-4(a) Number Of Loans By Loan Term For Loans Made Using A Finder

Finder	Term Length 90 – 119 Days	Term Length 120 - 179 Days	Term Length 180 - 269 Days	Term Length 270 - 359 days	Term Length >360 Days	Total Loans Made
1.						
2.						
3.						
4.						
5.						
6.						
7.						
Totals						

A-4(b) Number Of Loans By Loan Term For Loans Made Without Using A Finder

	Term Length 90 – 119 Days	Term Length 120 - 179 Days	Term Length 180 - 269 Days	Term Length 270 - 359 Days	Term Length >360 Days	Total Loans Made
Totals						

A-5(a) Number Of Borrowers Who Obtained One Or More Loans Using A Finder

	Finder	Number Of Borrowers Who Obtained 2 Loans	Number Of Borrowers Who Obtained 3 Loans	Number Of Borrowers Who Obtained 4 Or More Loans	Total Number Of Borrowers Who Obtained More Than One Loan
1.					
2.					
3.					
4.					
5.					
6.					
7.					
	Totals				

A-5(b) Number Of Borrowers Who Obtained One Or More Loans Without Using A Finder

	Number Of Borrowers Who Obtained 2 Loans	Number Of Borrowers Who Obtained 3 Loans	Number Of Borrowers Who Obtained 4 Or More Loans	Total Number Of Borrowers Who Obtained More Than One Loan
Totals				

SCHEDULE B

SCHEDULE OF LOANS BY INCOME DISTRIBUTION OF CENSUS TRACTS

AND BORROWERS WITH BANK ACCOUNTS

FOR CALENDAR YEAR 20XX

B-1(a) Number Of Loans By Income Distribution Of Census Tract (Using A Finder)

Finder	Low	Moderate	Middle	Upper	Not Known	Total Loans Made
1.						
2.						
3.						
4.						
5.						
6.						
7.						
Totals						

B-1(b) Number Of Loans By Income Distribution Of Census Tract (Without Using A Finder)

	Low	Moderate	Middle	Upper	Not Known	Total Loans Made
Totals						

B-2(a) Number Of Loans Made To Borrowers With Bank Account (Loans Made Using A Finder)

	Finder	Number With Bank Account(s)	Number Without Bank Account(s)	Number Of Borrowers Who Obtained More Than One Loan	Number Of Borrowers With A Bank Account And Also Used Check-Cashing Services	Number Of Borrowers With A Bank Account And Also Used Payday Loan Services
1.						
2.						
3.						
4.						
5.						
6.						
7.						
	Totals					

B-2(b) Number Of Loans Made To Borrowers With Bank Account (Loans Made Without Using A Finder)

	Number With Bank Account(s)	Number Without Bank Account(s)	Number Of Borrowers Who Obtained More Than One Loan	Number Of Borrowers With A Bank Account And Also Used Check-Cashing Services	Number Of Borrowers With A Bank Account And Also Used Payday Loan Services
Totals					

SCHEDULE C

SCHEDULE OF LATE FEES CHARGED DURING THE YEAR BY SIZE OF LOAN

FOR CALENDAR YEAR 20XX

C-1(a) Number Of Loans In Which Late Fees Were Assessed (Loans Made Using A Finder)

Finder	Principal Balance $ 300 – 499	Principal Balance $ 500 – 999	Principal Balance $ 1,000 - 1,499	Principal Balance $ 1,500 – 2,499	Principal Balance $2,500 – 7,499	Total Loans Made
1.						
2.						
3.						
4.						
5.						
6.						
7.						
Totals						

C-1(b) Number Of Loans In Which Late Fees Were Assessed (Loans Made Without Using A Finder)

	Principal Balance $ 300 – 499	Principal Balance $ 500 - 999	Principal Balance $ 1,000 – 1,499	Principal Balance $ 1,500 – 2,499	Principal Balance $2,500 – 7,499	Total Loans Made
Totals						

C-2(a) Number Of Late Fees Assessed On Loans Made Using A Finder

Finder	Principal Balance $ 300 – 499	Principal Balance $ 500 – 999	Principal Balance $ 1,000 - 1,499	Principal Balance $ 1,500 – 2,499	Principal Balance $2,500 – 7,499	Total Number Of Late Fees
1.						
2.						
3.						
4.						
5.						
6.						
7.						
Totals						

C-2(b) Number Of Late Fees Assessed On Loans Made Without Using A Finder

	Principal Balance $ 300 – 499	Principal Balance $ 500 – 999	Principal Balance $ 1,000 – 1,499	Principal Balance $ 1,500 – 2,499	Principal Balance $2,500 – 7,499	Total Number of Late Fees
Totals						

C-3(a) Total Dollar Amount Of Late Fees Assessed On Loans Made Using A Finder

Finder	Principal Balance $ 300 – 499	Principal Balance $ 500 – 999	Principal Balance $ 1,000 - 1,499	Principal Balance $ 1,500 – 2,499	Principal Balance $2,500 – 7,499	Total Amount of Late Fees In Dollars
1.						
2.						
3.						
4.						
5.						
6.						
7.						
Totals						

C-3(b) Total Dollar Amount Of Late Fees Assessed On Loans Made Without Using A Finder

	Principal Balance $ 300 – 499	Principal Balance $ 500 – 999	Principal Balance $ 1,000 – 1,499	Principal Balance $ 1,500 – 2,499	Principal Balance $2,500 – 7,499	Total Amount of Late Fees In Dollars
Totals						

C- 4(a) Average Number Of Late Fees Assessed Per Loan Made Using A Finder

Finder	Principal Balance $ 300 – 499	Principal Balance $ 500 – 999	Principal Balance $ 1,000 - 1,499	Principal Balance $ 1,500 – 2,499	Principal Balance $2,500 – 7,499	Overall Average
1.						
2.						
3.						
4.						
5.						
6.						
7.						
Totals						

C-4(b) Average Number Of Late Fees Assessed Per Loan Made Without Using A Finder

	Principal Balance $ 300 – 499	Principal Balance $ 500 – 999	Principal Balance $ 1,000 – 1,499	Principal Balance $ 1,500 – 2,499	Principal Balance $2,500 – 7,499	Overall Average
Totals						

C-5(a) Percentage Of Loans Assessed Late Fees (Loan Made Using A Finder)

Finder	Principal Balance $ 300 – 499	Principal Balance $ 500 – 999	Principal Balance $ 1,000 - 1,499	Principal Balance $ 1,500 – 2,499	Principal Balance $2,500 – 7,499	Overall Percentage
1.	%	%	%	%	%	
2.	%	%	%	%	%	
3.	%	%	%	%	%	
4.	%	%	%	%	%	
5.	%	%	%	%	%	
6.	%	%	%	%	%	
7.	%	%	%	%	%	
Totals						

C-5(b) Percentage Of Loans Assessed Late Fees (Loan Made Without Using A Finder)

	Principal Balance $ 300 – 499	Principal Balance $ 500 - 999	Principal Balance $ 1,000 – 1,499	Principal Balance $ 1,500 – 2,499	Principal Balance $ 2,500 – 7,499	Overall Percentage
	%	%	%	%	%	
Totals						

SCHEDULE D

SCHEDULE OF LOANS MADE BY LOAN PURPOSE FOR CALENDAR YEAR 20XX

D-1(a) Number Of Loans Made By Loan Purpose Using A Finder

Finder	Medical	Other Emergency	Vehicle Repair	Vehicle Purchase	To Pay Bills	To Consolidate Debt	To Build or Repair Credit	Purchase Goods or Services Other Than a Vehicle	For Other Than Personal, Family or Household Purposes	Other
1.										
2.										
3.										
4.										
5.										
6.										
7.										
TOTALS										

D-1(b) Number Of Loans Made By Loan Purpose Without Using A Finder

	Medical	Other Emergency	Vehicle Repair	Vehicle Purchase	To Pay Bills	To Consolidate Debt	To Build or Repair Credit	Purchase Goods or Services Other Than a Vehicle	For Other Than Personal, Family or Household Purposes	Other
TOTALS										

SCHEDULE E

SCHEDULE OF LOANS BY RATE CHARGES

FOR CALENDAR YEAR 20XX

E-1(a) Number Of Loans Made Between $300 - $499 Using A Finder

Finder	Number Of Loans Made Per Annual Percentage Rate (APR)								
	Up to 14.99%	15.00% - 19.99%	20.00% - 24.99%	25.00% – 29.99%	30.00% – 34.99%	35.00% – 39.99%	40.00% - 49.99%	50.00% or more	Total Loans Made
1.									
2.									
3.									
4.									
5.									
6.									
7.									
Totals									

E-1(b) Number Of Loans Made Between $300 - $499 Without Using A Finder

Number Of Loans Made Per Annual Percentage Rate (APR)								
Up to 14.99%	15.00% - 19.99%	20.00% - 24.99%	25.00% – 29.99%	30.00% – 34.99%	35.00% – 39.99%	40.00% - 49.99%	50.00% or more	Total Loans Made
Totals								
_____	_____	_____	_____	_____	_____	_____	_____	_____

~~**SCHEDULE E**~~

~~**SCHEDULE OF LOANS BY RATE CHARGES**~~

~~**FOR CALENDAR YEAR 20XX**~~

E-2(a) Number Of Loans Made Between $500 - $999 Using A Finder

Finder	Number Of Loans Made Per Annual Percentage Rate (APR)								
	Up to 14.99%	15.00%-19.99%	20.00%-24.99%	25.00%–29.99%	30.00% – 34.99%	35.00% – 39.99%	40.00% - 49.99%	50.00% or more	Total Loans Made
1.									
2.									
3.									
4.									
5.									
6.									
7.									
Totals									

E-2(b) Number Of Loans Made Between $500 - $999 Without Using A Finder

Number Of Loans Made Per Annual Percentage Rate (APR)								
Up to 14.99%	15.00% - 19.99%	20.00% - 24.99%	25.00% – 29.99%	30.00% – 34.99%	35.00% – 39.99%	40.00% - 49.99%	50.00% or more	Total Loans Made

Totals

_____ _____ _____ _____ _____ _____ _____ _____ _____

~~**SCHEDULE E**~~

~~**SCHEDULE OF LOANS BY RATE CHARGES**~~

~~**FOR CALENDAR YEAR 20XX**~~

E-3(a) Number Of Loans Made Between $1,000 - $1,499 Using A Finder

Finder	Number Of Loans Made Per Annual Percentage Rate (APR)								
	Up to 14.99%	15.00% - 19.99%	20.00% - 24.99%	25.00% – 29.99%	30.00% – 34.99%	35.00% – 39.99%	40.00% - 49.99%	50.00% or more	Total Loans Made
1.									
2.									
3.									
4.									
5.									
6.									
7.									
Totals									

E-3(b) Number Of Loans Made Between $1,000 - $1,499 Without Using A Finder

Number Of Loans Made Per Annual Percentage Rate (APR)								
Up to 14.99%	15.00% - 19.99%	20.00% - 24.99%	25.00% – 29.99%	30.00% – 34.99%	35.00% – 39.99%	40.00% - 49.99%	50.00% or more	Total Loans Made
Totals								
_____	_____	_____	_____	_____	_____	_____	_____	_____

~~**SCHEDULE E**~~

~~**SCHEDULE OF LOANS BY RATE CHARGES**~~

~~**FOR CALENDAR YEAR 20XX**~~

E-4(a) Number Of Loans Made Between $1,500 - $2,499 Using A Finder									
Finder	Number Of Loans Made Per Annual Percentage Rate (APR)								
	Up to 14.99%	15.00% - 19.99%	20.00% - 24.99%	25.00% – 29.99%	30.00% – 34.99%	35.00% – 39.99%	40.00% - 49.99%	50.00% or more	Total Loans Made
1.									
2.									
3.									
4.									
5.									
6.									
7.									
Totals									

E-4(b) Number Of Loans Made Between $1,500 - $2,499 Without Using A Finder

Number Of Loans Made Per Annual Percentage Rate (APR)								
Up to 14.99%	15.00% - 19.99%	20.00% - 24.99%	25.00% – 29.99%	30.00% – 34.99%	35.00% – 39.99%	40.00% - 49.99%	50.00% or more	Total Loans Made
Totals								
_____	_____	_____	_____	_____	_____	_____	_____	_____

E-5(a) Number Of Loans Made Between $2,500 - $7,499 Using A Finder

Finder	Number Of Loans Made Per Annual Percentage Rate (APR)								
	Up to 14.99%	15.00% - 19.99%	20.00% - 24.99%	25.00% – 29.99%	30.00% – 34.99%	35.00% – 39.99%	40.00% - 49.99%	50.00% or more	Total Loans Made
1.									
2.									
3.									
4.									
5.									
6.									
7.									
Totals									

E-5(b) Number Of Loans Made Between $2,500 - $7,499 Without Using A Finder

Number Of Loans Made Per Annual Percentage Rate (APR)								
Up to 14.99%	15.00% - 19.99%	20.00% - 24.99%	25.00% – 29.99%	30.00% – 34.99%	35.00% – 39.99%	40.00% - 49.99%	50.00% or more	Total Loans Made

Totals

_____ _____ _____ _____ _____ _____ _____ _____ _____

SCHEDULE F

SCHEDULE OF LOAN PERFORMANCE AS OF YEAR END 20XX

F-1(a) Number And Percentage Of Loans With At Least One Delinquency Lasting Between 7 – 29 Days

For Loans Made Using A Finder

	Number Of Loans With At Least One Delinquency					Percentage Of Loans With At Least One Delinquency				
Finder	Principal Balance $ 300 – 499	Principal Balance $ 500 – 999	Principal Balance $ 1,000 – 1,499	Principal Balance $ 1,500 – 2,499	Principal Balance $ 2,500 – 7,499	Principal Balance $ 300 – 499	Principal Balance $ 500 – 999	Principal Balance $ 1,000 – 1,499	Principal Balance $ 1,500 – 2,499	Principal Balance $ 2,500 – 7,499
1.										
2.										
3.										
4.										
5.										
6.										
7.										
Totals										

F-1(b) Number And Percentage Of Loans With At Least One Delinquency Lasting Between 7 – 29 Days For Loans Made Without Using A Finder

	Number Of Loans With At Least One Delinquency					Percentage Of Loans With At Least One Delinquency				
	Principal Balance $ 300 – 499	Principal Balance $ 500 – 999	Principal Balance $ 1,000 – 1,499	Principal Balance $ 1,500 – 2,499	Principal Balance $ 2,500 – 7,499	Principal Balance $ 300 – 499	Principal Balance $ 500 – 999	Principal Balance $ 1,000 – 1,499	Principal Balance $ 1,500 – 2,499	Principal Balance $ 2,500 – 7,499
Totals										

SCHEDULE F

SCHEDULE OF LOAN PERFORMANCE AS OF YEAR END 20XX

F-2(a) Number And Percentage Of Loans With At Least One Delinquency Lasting Between 30 – 59 Days For Loans Made Using A Finder

	Number Of Loans With At Least One Delinquency					Percentage Of Loans With At Least One Delinquency				
Finder	Principal Balance $ 300 – 499	Principal Balance $ 500 – 999	Principal Balance $ 1,000 – 1,499	Principal Balance $ 1,500 – 2,499	Principal Balance $ 2,500 – 7,499	Principal Balance $ 300 – 499	Principal Balance $ 500 – 999	Principal Balance $ 1,000 – 1,499	Principal Balance $ 1,500 – 2,499	Principal Balance $ 2,500 – 7,499
1.										
2.										
3.										
4.										
5.										
6.										
7.										
Totals										

F-2(b) Number And Percentage Of Loans With At Least One Delinquency Lasting Between 30 – 59 Days For Loans Made Without Using A Finder

Number Of Loans With At Least One Delinquency					Percentage Of Loans With At Least One Delinquency				
Principal Balance $ 300 – 499	Principal Balance $ 500 – 999	Principal Balance $ 1,000 – 1,499	Principal Balance $ 1,500 – 2,499	Principal Balance $ 2,500 – 7,499	Principal Balance $ 300 – 499	Principal Balance $ 500 – 999	Principal Balance $ 1,000 – 1,499	Principal Balance $ 1,500 – 2,499	Principal Balance $ 2,500 – 7,499

Totals

_____ _____ _____ _____ _____ _____ _____ _____ _____ _____

SCHEDULE F

SCHEDULE OF LOAN PERFORMANCE AS OF YEAR END 20XX

F-3(a) Number And Percentage Of Loans With At Least One Delinquency Lasting 60 Days Or More For Loans Made Using A Finder

	Number Of Loans With At Least One Delinquency					Percentage Of Loans With At Least One Delinquency				
Finder	Principal Balance $ 300 – 499	Principal Balance $ 500 – 999	Principal Balance $ 1,000 – 1,499	Principal Balance $ 1,500 – 2,499	Principal Balance $ 2,500 – 7,499	Principal Balance $ 300 – 499	Principal Balance $ 500 – 999	Principal Balance $ 1,000 – 1,499	Principal Balance $ 1,500 – 2,499	Principal Balance $ 2,500 – 7,499
1.										
2.										
3.										
4.										
5.										
6.										
7.										
Totals										

F-3(b) Number And Percentage Of Loans With At Least One Delinquency Lasting 60 Days Or More For Loans Made Without Using A Finder

Number Of Loans With At Least One Delinquency					Percentage Of Loans With At Least One Delinquency				
Principal Balance $ 300 – 499	Principal Balance $ 500 – 999	Principal Balance $ 1,000 – 1,499	Principal Balance $ 1,500 – 2,499	Principal Balance $ 2,500 – 7,499	Principal Balance $ 300 – 499	Principal Balance $ 500 – 999	Principal Balance $ 1,000 – 1,499	Principal Balance $ 1,500 – 2,499	Principal Balance $ 2,500 – 7,499

Totals

_____ _____ _____ _____ _____ _____ _____ _____ _____ _____

F-4(a) Loans With At Least One Delinquency Of Greater Than 7 Days For Loans Made Using A Finder

	Finder	Number of Loans With At Least One Delinquency Of Greater Than 7 Days And Were Not Subsequently Brought Current	For Loans That Were Delinquent 7 ~~d~~Days Or More, Average Number Of Times Borrowers Were Delinquent 7 Days Or More
1.			
2.			
3.			
4.			
5.			
6.			
7.			
	Totals		

F-4(b) Loans With At Least One Delinquency Of Greater Than 7 Days For Loans Made Without Using A Finder

	Number Of Loans With At Least One Delinquency Of Greater Than 7 Days And Were Not Subsequently Brought Current	For Loans That Were Delinquent 7 ~~d~~Days Or More, Average Number Of Times Borrowers Were Delinquent 7 Days Or More
Totals		

SCHEDULE G

SCHEDULE OF LOANS MADE BY LANGUAGE AND CREDIT EDUCATION PROGRAM OR SEMINAR OFFERED

FOR THE CALENDAR YEAR 20XX

G-1(a) Number Of Loans Made Using A Finder (For Columns A and B, See Instructions)

Finder	English	A	B	Spanish	A	B	Chinese	A	B	Tagalog	A	B	Vietnamese	A	B	Korean	A	B	Other	A	B
1.																					
2.																					
3.																					
4.																					
5.																					
6.																					
7.																					
8.																					
9.																					
10.																					
Totals																					

G-1(b) Number Of Loans Made Without Using A Finder (See Instructions Before Completing)

English	A	B	Spanish	A	B	Chinese	A	B	Tagalog	A	B	Vietnamese	A	B	Korean	A	B	Other	A	B

Totals

SCHEDULE H

SCHEDULE OF FINDERS

FOR CALENDAR YEAR 20XX

FINDER	CONTACT PERSON	VOLUME OF BUSINESS IN LOAN $$	TYPE OF BUSINESS OPERATED BY FINDER ~~(ex., grocery store, check casher)~~	AMOUNT OF FEES PAID TO FINDER	PROVIDE TYPE OF LICENSE & LICENSE NUMBER HELD BY FINDER ~~(ex., check casher, pawn broker, etc.)~~	OWNERSHIP OR OTHER FINANCIAL RELATIONSHIP WITH LICENSEE (YES OR NO)	NUMBER OF BUSINESS LOCATIONS AT WHICH PILOT PROGRAM ACTIVITIES WERE CONDUCTED	BUSINESS ADDRESS (Street, City, State, & Zip Code)

SCHEDULE I

SCHEDULE OF REFINANCE LOANS

FOR THE CALENDAR YEAR 20XX

I-1(a) Number Of Refinance Loans Made Using A Finder

Finder	Number Of Borrowers Who Applied for A Refinance Loan	Percentage Of Borrowers Who Applied For A Refinance Loan	Number Of Borrowers Who Obtained One or More Refinance Loans	Percentage Of Borrowers Who Refinanced A Loan	Total Principal Amount Of Refinance Loans Made
1.		%		%	
2.					
3.					
4.					
5.					
6.					
7.					
Totals		%		%	

I-1(b) Number Of Refinance Loans Made Without Using A Finder

	Number Of Borrowers Who Applied For A Refinance Loan	Percentage Of Borrowers Who Applied For A Refinance Loan	Number Of Borrowers Who Obtained One or More Refinance Loans	Percentage Of Borrowers Who Refinanced A Loan	Total Principal Amount Of Refinance Loans Made
Totals		%		%	

I-2(a) Detail Of Refinance Loans For Loans Made Using A Finder

Finder	Number Of Borrowers Who Refinanced Once	Percentage Of Borrowers Who Refinanced Once	Number Of Borrowers Who Refinanced Twice	Percentage Of Borrowers Who Refinanced Twice	Number Of Borrowers Who Refinanced More than Twice	Percentage Of Borrowers Who Refinanced More Than Twice
1.		%		%		%
2.		%		%		%
3.		%		%		%
4.		%		%		%
5.		%		%		%
6.		%		%		%
7.		%		%		%
Totals		%		%		%

I-2(b) Detail Of Refinance Loans For Loans Made Without Using A Finder

	Number Of Borrowers Who Refinanced Once	Percentage Of Borrowers Who Refinanced Once	Number Of Borrowers Who Refinanced Twice	Percentage Of Borrowers Who Refinanced Twice	Number Of Borrowers Who Refinanced More Than Twice	Percentage Of Borrowers Who Refinanced More Than Twice
Totals		%		%		%

I-3(a) Average Percentage Of Principal Paid Down, Late Fees Made, And Additional Principal Extended On Refinanced Loans Made Using A Finder

Finder	Average Percentage Of Principal Paid Down Before Obtaining A Refinance Loan	Average Number Of Late Payments Made On Loan That Was Refinanced	Average Amount Of Additional Principal Extended On Refinance Loans
1.	%	$	
2.	%	$	
3.	%	$	
4.	%	$	
5.	%	$	
6.	%	$	
7.	%	$	
Totals	%	$	

I-3(b) Average Percentage Of Principal Paid Down, Late Fees Made, And Additional Principal Extended On Refinanced Loans Made Without Using A Finder

	Average Percentage Of Principal Paid Down Before Obtaining A Refinance Loan		Average Number Of Late Payments Made On Loan That Was Refinanced		Average Amount Of Additional Principal Extended On Refinance Loans
Totals		%		$	

SCHEDULE J

RECOMMENDATIONS FOR IMPROVING THE PILOT PROGRAM

Please provide any comments or information to help improve the program.

_____

_____

_____

_____

_____

_____

_____

_____

_____

_____

_____

_____

_____

_____

_____

VERIFICATION

State of _____)

County of _____)

I, the undersigned, state: That I am an officer, a general partner or the sole proprietor, or have a position of similar proprietary interest of (*Insert name as shown on the license*)

_____

and I have read and signed the report and know the contents of the information filed herewith. I certify that the statistical information provided in this annual report is to the best of my knowledge true and exact.

Complete Section (A) OR Section (B) as appropriate.

(A) IF LOCATED IN CALIFORNIA OR IN A STATE WHICH PERMITS A DECLARATION UNDER PENALTY OF PERJURY, COMPLETE THIS SECTION. NOTARIZATION IS NOT NECESSARY.

Date _____, _____ at _____, _____

(Month/Day) (Year) (City) (State)

I certify (or declare) under the penalty of perjury that the foregoing is true and correct.

_____ Phone Number: ( ) _____

(Signature of Declarant)

_____ Fax Number: ( ) _____

(Name and Title, type or print)

E-mail Address: _____

(B) IF LOCATED OUTSIDE OF CALIFORNIA IN A STATE WHICH DOES NOT PERMIT A DECLARATION UNDER PENALTY OF PERJURY, COMPLETE THIS SECTION. NOTARIZATION IS REQUIRED.

Date _____, _____ _____

(Month/Day) (Year) Signature of Affiant

at _____ _____

(City) Name and Title (*Please type or print*)

_____

(State) Subscribed and sworn to before me on

_____, _____

(Month/Date) (Year)

(Seal) _____

Notary Public in and for said County and State

Phone Number: ( ) _____ Fax Number: ( ) _____

E-mail Address: _____

CFL 1606 ~~(01/14)~~ (8/21)

Note: Authority cited: Sections 22150, Financial Code. Reference: Sections 22367, 22375 and 22715, Financial Code.

4. Section 1613 is amended to read:

§ 1613. Disclosure Notice to Applicant and to Borrower.

(a) At the time a finder receives or processes an application, the finder shall have the applicant initial and date as of that day the disclosure notice required under Section 22373, subdivision (a), of the Financial Code, acknowledging receipt. The finder shall provide a copy of the disclosure notice to the applicant and retain in the file the original disclosure notice with the applicant's initials and date acknowledging receipt.

(b) The licensee shall provide a copy of the disclosure notice in subsection (a) to the borrower within two weeks following the date of the loan consummation, using procedures established by the licensee to document compliance with the requirements in subdivision (~~b~~d) of Section 22373 of the Financial Code.

Note: Authority cited: Section 22150, Financial Code. Reference: Section 22373, Financial Code.

5. Section 1614 is amended to read:

§ 1614. Books and Records of Finders: Standard for Keeping and Retention Periods.

(a) A licensee shall maintain all books, records, accounts and documents for at least three years, at the place(s) of business provided in the finder's registration form in compliance with Section 22157 of the Financial Code, including but not limited to, records demonstrating that the activities and services performed by the finder are in compliance with Section 22372 of the Financial Code, written disclosure notices are provided to applicants in compliance with Section 22373 of the Financial Code, the written agreement between the licensee and finder is in compliance with subdivision (a) of Section 22374 and Section 22376 of the Financial Code, and records of compensation paid to a finder are in compliance with subdivision (b) of Section 22374 of the Financial Code.

(b) A finder that disburses or receives loan payments pursuant to subdivision (b) of Financial Code Section 22372 shall maintain records of all disbursements made and loan payments received for a period of at least two years or until one month following the completion of an examination of the licensee by the commissioner, whichever is later. The commissioner shall determine when an examination is complete.

(c) A licensee that uses a finder to provide notices or disclosures to borrowers shall maintain, for at least three years in accordance with Rule 1614(a), a record of the notices and disclosures each finder provided to borrowers on the licensee's behalf.

Note: Authority cited: Section 22150, Financial Code. Reference: Sections 22157, 22372, 22373, 22374, and 22376, Financial Code.

6. Section 1615 is amended to read:

§1615. Services of Finders.

(a) A finder receives or processes an application under Section 22373, subdivision (a), of the Financial Code when the finder performs one or more of the services for a licensee under Section 22372, subdivision (a), of the Financial Code.

(b) For loans in which a finder performs any of the services listed in Section 22372, subdivision (a) of the Financial Code, the finder, if licensed or regulated under one of the state or federal laws specified in Section 22372, subdivision (b) of the Financial Code, may also perform the additional services set forth in Section 22372, subdivision (b) of the Financial Code.

Note: Authority cited: Section 22150, Financial Code. Reference: Sections 22372 and 22373, Financial Code.

7. Section 1616 is amended to read:

§1616. Counseling or Advice: Prohibited by Finder.

(a) A finder shall not provide counseling or advice to a borrower or prospective borrower under Section 22372, subdivision (~~b~~ c) and (~~c~~ d), of the Financial Code.

(b) Counseling or advice means providing written or oral information to a borrower or prospective borrower that is specific to a loan or to the borrower's or prospective borrower's circumstances.

Note: Authority cited: Section 22150, Financial Code. Reference: Section 22372, Financial Code.