

CONCURRENCE IN SENATE AMENDMENTS

AB 487 (Committee on Insurance)

As Amended July 3, 2025

Majority vote

SUMMARY

Makes a number of technical and non-controversial amendments to various provisions of the Insurance Code.

Senate Amendments

- 1) Remove the January 1, 2027 sunset on the authority of the board of directors of the State Compensation Insurance Fund to invest or reinvest up to 20% of moneys in excess of admitted assets over liabilities and required reserves, as specified; and to make discretionary investments and investments in money market mutual funds up to the lesser of 2.5% of admitted assets or 10% of moneys in excess of admitted assets over liabilities and required reserves, respectively, as specified.
- 2) Make technical and non-substantive changes.

COMMENTS

The Assembly Insurance Committee traditionally introduces an annual "omnibus" committee bill that allows the California Department of Insurance (CDI) to identify necessary updates to the Insurance Code, and negotiate consensus with all relevant stakeholders. This bill reflects that process, with all provisions undergoing extensive review by diverse stakeholders to ensure they are not controversial and lack opposition.

According to the Author

"This Committee Omnibus Bill makes several necessary updates and revisions to the Insurance Code to ensure the statutes and references are up-to-date, internally consistent, accurate, and practicable. The provisions therein have elicited no opposition, and are non-controversial, non-substantive, or technical in nature."

Arguments in Support

Insurance Commissioner Ricardo Lara, who sponsors the bill, argues:

This bill proposes amendments identified by the California Department of Insurance (CDI) that help clarify existing law, delete obsolete and superseded code sections, and create new laws agreed to between CDI and stakeholders.

Arguments in Opposition

None on file.

FISCAL COMMENTS

According to the Assembly Appropriations Committee, "Costs of an unknown amount to the Department of Insurance (CDI) to administer the various changes to the Insurance Code, with potential costs in excess of \$150,000 to CDI in additional staff workload to the extent CDI

intervenes in additional actions under the IFPA; [and] annual cost pressures of an unknown amount, potentially up to \$150,000, to the courts in additional workload [...]."

VOTES:

ASM INSURANCE: 17-0-0

YES: Calderon, Wallis, Addis, Alvarez, Ávila Farías, Berman, Chen, Ellis, Gipson, Hadwick, Harabedian, Krell, Nguyen, Ortega, Petrie-Norris, Michelle Rodriguez, Valencia

ASM APPROPRIATIONS: 14-0-1

YES: Wicks, Arambula, Calderon, Caloza, Dixon, Elhawary, Fong, Mark González, Hart, Pacheco, Pellerin, Solache, Ta, Tangipa

ABS, ABST OR NV: Sanchez

ASSEMBLY FLOOR: 78-0-1

YES: Addis, Aguiar-Curry, Ahrens, Alanis, Alvarez, Arambula, Ávila Farías, Bains, Bauer-Kahan, Bennett, Berman, Boerner, Bonta, Bryan, Calderon, Caloza, Carrillo, Castillo, Chen, Connolly, Davies, DeMaio, Dixon, Elhawary, Ellis, Flora, Fong, Gabriel, Garcia, Gipson, Jeff Gonzalez, Mark González, Hadwick, Haney, Harabedian, Hart, Hoover, Irwin, Jackson, Kalra, Krell, Lackey, Lee, Lowenthal, Macedo, McKinnor, Muratsuchi, Nguyen, Ortega, Pacheco, Papan, Patel, Patterson, Pellerin, Petrie-Norris, Quirk-Silva, Ramos, Ransom, Celeste Rodriguez, Michelle Rodriguez, Rogers, Blanca Rubio, Sanchez, Schiavo, Schultz, Sharp-Collins, Solache, Soria, Stefani, Ta, Tangipa, Valencia, Wallis, Ward, Wicks, Wilson, Zbur, Rivas

ABS, ABST OR NV: Gallagher

SENATE FLOOR: 37-0-3

YES: Allen, Archuleta, Arreguín, Ashby, Becker, Blakespear, Cabaldon, Caballero, Cervantes, Choi, Cortese, Dahle, Durazo, Gonzalez, Grayson, Grove, Jones, Laird, Limón, McGuire, McNerney, Menjivar, Niello, Ochoa Bogh, Padilla, Pérez, Reyes, Richardson, Seyarto, Smallwood-Cuevas, Stern, Strickland, Umberg, Valladares, Wahab, Weber Pierson, Wiener

ABS, ABST OR NV: Alvarado-Gil, Hurtado, Rubio

UPDATED

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