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NOTICE OF MODIFICATION TO TEXT OF PROPOSED RULEMAKING

CALIFORNIA CODE OF REGULATIONS

Title 22, Division 7, Chapter 10: Health Facility Data – Distressed Hospital Financial Monitoring

Section 97018

Pursuant to the requirements of Government Code section 11346.8, subdivision (c) and Section 44 of Title 1 of the California Code of Regulations, the Department of Health Care Access and Information (HCAI) hereby provides notice of changes made to proposed regulation which modifies section 97018 to incorporate by reference an update to the *Accounting and Reporting Manual for California Hospitals*, Second Edition (Manual). The text of the regulations with proposed modifications is attached to this Notice. The modifications are substantially related to the original proposed text and are being made available for public review and comment for a period of 15 days prior to adoption. All modifications are noted with a ~~double-strikethrough~~ for deleted language and double underline for new language.

The text of section 97018 has been modified to delay the requirements from report periods ending January 1, 2025 and after to report periods ending January 1, 2026 and after. This change allows additional time to implement the changes. The Manual has been updated with changes to the dates of the report form and section updates to a version dated September 2, 2025.

HCAI will consider public comments regarding the changes made to the proposed regulations beginning September 12, 2025, and ending September 28, 2025. An interested person, or his or her authorized representative, may submit written comments relevant to the proposed regulatory action. All comments must be received by HCAI no later than September 28, 2025.

Inquiries and written comments regarding the proposed action should be addressed to the primary contact person named below. Comments delivered by email are suggested. Comments may also be hand delivered or mailed.

Ty Christensen, Audit Manager
Information Services Division
Department of Health Care Access and Information

Tel: (916) 326-3856

Email: Ty.Christensen@hcai.ca.gov

Mailing address: 2020 West El Camino Avenue, Suite 1100, Sacramento, CA 95833-1880

Inquiries and comments may also be directed to the backup contact person at the same mailing address:

Harry Dhami, Audit Supervisor

Information Services Division

Tel: (916) 326-3856

Email: Harry.Dhami@hcai.ca.gov

Comments should include the author's name, U.S. Postal Service address, and email address, if applicable, for HCAI to provide copies of any notices for proposed changes to the regulation text on which additional comments may be solicited.

All written comments received by September 28, 2025, which pertain to the indicated modifications, will be reviewed by HCAI and will be summarized and responded to in the Final Statement of Reasons. Please limit your comments to the modifications of the text.

Please send requests for copies of the modified text to the listed contact person(s). The modified text will also be available on the website at <https://HCAI.ca.gov/about/laws-regulations/>.