

1 Amend 2 Cal. Code Regs. Section 18702.4 to read:

2 **§ 18702.4. Materiality Standard: Financial Interest in Source of Gift.**

3 The financial effect of a governmental decision on the source of a gift to a public official,
4 as identified in Section 87103(e), is material if:

5 (a) The source is a claimant, applicant, respondent, contracting party, or is otherwise
6 named or identified as the subject of the proceeding; or

7 (b) The source is an individual that will be financially affected under the standards
8 applied to an official in Regulation 18702.5, or the official knows or has reason to know that the
9 individual has an interest in a business entity or real property that will be financially affected
10 under the standards applied to a financial interest in Regulation 18702.1 or 18702.2, respectively;
11 or

12 (c) The source is a nonprofit ~~that will receive a measurable financial benefit or loss, or~~
13 ~~the official knows or has reason to know that the nonprofit has an interest in real property that~~
14 ~~will be financially affected under the standards applied to a financial interest in Regulation~~
15 ~~18702.2~~ organization that will be financially affected under the materiality standards applied to a
16 nonprofit source of income interest in Regulation 18702.3; or

17 (d) The source is a business entity that will be financially affected under the standards as
18 applied to a financial interest in Regulation 18702.1.

19 Note: Authority cited: Section 83112, Government Code. Reference: Sections 87100, 87102.5,
20 87102.6, 87102.8 and 87103, Government Code.