(Regulations of the Fair Political Practices Commission, Title 2, Division 6, California Code of Regulations)

## § 18702. Materiality Standards.

(a) In order to determine if a governmental decision's reasonably foreseeable financial effect on a financial interest is material, for a governmental decision that affects:

(1) A financial interest in a business entity, - apply Regulation 18702.1;

(2) A financial interest in real property, - apply Regulation 18702.2;

(3) A financial interest in a source of income, - apply Regulation 18702.3;

(4) A financial interest in a source of gifts, - apply Regulation 18702.4;

(5) The public official's personal finances, or those of a member of the official's immediate family, - apply Regulation 18702.5;

(b) Notwithstanding Regulations 18702.1 through 18702.5, the financial effect of a governmental decision is not material if it is nominal, inconsequential, or insignificant. Note: Authority cited: Section 83112, Government Code. Reference: Sections 87100, 87102.5, 87102.6, 87102.8 and 87103, Government Code.

## HISTORY

1. New section filed 1-22-76; effective thirtieth day thereafter (Register 76, No. 4).

2. Amendment filed 3-19-76 as an emergency; effective upon filing. Certificate of Compliance included (Register 76, No. 12).

3. Amendment filed 12-20-78; effective thirtieth day thereafter (Register 78, No. 51).

4. Amendment of subsection (a) and (b) filed 7-5-79; effective thirtieth day thereafter (Register 79, No. 27).

5. Amendment of subsection (b) filed 4-28-82; effective thirtieth day thereafter (Register 82, No. 18).

6. Amendment filed 6-22-87; operative 7-22-87 (Register 87, No. 26).

7. Repealer and new section filed 10-17-88; operative 11-16-88 (Register 88, No. 43).

8. Amendment of subsection (c) filed 4-26-95; operative 4-26-95 pursuant to Government Code section 11343.4(d) (Register 95, No. 17).

9. Editorial correction of subsections (a) and (c) (Register 95, No. 50).

10. Amendment of section heading, section and Note filed 3-26-96; operative 3-26-96 pursuant to Government Code section 11343.4(d) (Register 96, No. 13).

11. Amendment of subsections (d)(2)-(3) filed 10-23-96; operative 10-23-96 pursuant to Government Code section 11343.4(d) (Register 96, No. 43).

12. Repealer and new section filed 11-23-98; operative 11-23-98 pursuant to the 1974 version of Government Code section 11380.2 and title 2, California Code of Regulations, section 18312(d) and (e) (Register 98, No. 48).

13. Change without regulatory effect amending section filed 3-26-99 pursuant to section 100, title 1, California Code of Regulations (Register 99, No. 13).

14. Editorial correction of History 12 (Register 2000, No. 25).

15. Amendment of section and Note filed 6-10-2003; operative 6-10-2003 (Register 2003, No. 24).

16. Change without regulatory effect renumbering former section 18702 to section 18704 and renumbering former section 18705 to section 18702, including amendment of section, filed 4-27-2015. Submitted to OAL for filing pursuant to *Fair Political Practices Commission v. Office of Administrative Law*, 3 Civil C010924, California Court of Appeal, Third Appellate District,

nonpublished decision, April 27, 1992 (FPPC regulations only subject to 1974 Administrative Procedure Act rulemaking requirements and not subject to procedural or substantive review by OAL) (Register 2015, No. 18).

17. Amendment filed 7-10-2015; operative 7-10-2015 pursuant to section 18312(e)(1)(A), title 2, California Code of Regulations. Submitted to OAL for filing pursuant to *Fair Political Practices Commission v. Office of Administrative Law*, 3 Civil C010924, California Court of Appeal, Third Appellate District, nonpublished decision, April 27, 1992 (FPPC regulations only subject to 1974 Administrative Procedure Act rulemaking requirements and not subject to procedural or substantive review by OAL) (Register 2015, No. 28).

18. Amendment of subsection (a)(5) filed 5-12-2021; operative 6-11-2021 pursuant to Cal. Code Regs., tit. 2, section 18312(e). Submitted to OAL for filing pursuant to *Fair Political Practices Commission v. Office of Administrative Law*, 3 Civil C010924, California Court of Appeal, Third Appellate District, nonpublished decision, April 27, 1992 (FPPC regulations only subject to 1974 Administrative Procedure Act rulemaking requirements and not subject to procedural or substantive review by OAL) (Register 2021, No. 20).