

Dear Chair Urban and Board Members.

The undersigned Californians are excited about the opportunities that artificial intelligence offers our small businesses. We work hard every day to grow our businesses so we can hire more people, pay them well, and grow more. Al-powered tools are valuable for many aspects of small businesses, including customer relations, marketing and advertising, hiring and recruiting, project planning, purchasing, and delivery route planning.

We are concerned that proposed rules regarding consumer privacy and automated decision-making could undermine the value of small business AI – technology that small businesses need in order to compete against larger firms. Consumer opt-outs of AI decision tools would make it less likely we will hire people who opt out, impossible to plan delivery routes, and drastically reduce the effectiveness of our marketing and advertising to existing customers with whom we have relationships.

Al is powerful software, but it's just another way we deliver value to clients, customers, and team members. Al-powered tools help us make better decisions and operate more efficiently. There is nothing risky about small businesses using Al in lawful ways – additional government regulation will just slow us down and hurt our businesses.

Please reconsider the scope of these regulations. Instead of regulating technology that provides enormous benefits, we urge the agency to regulate practices that harm individuals. California is a tough state for small businesses. Please don't make it harder.

Sincerely,

Bridgette Tucker Co-Founder Bobcat Bicycles Salinas, CA Rosanna Olguin
Executive
Director
Rosencris
Production
Company
Los Angeles, CA

Jamie Runco Owner <u>Above All Cleaning</u> <u>Services</u> Rio Dell, CA

Mike True Owner <u>True Roofing</u> Pollock Pines, CA

| Jenn Huddleston Founder Thrive Wellness Center for Women Glendale, CA | Ana Lucia Novak Marketing CEO Precision Social Media Consultancy Ventura, CA | Tiffany Farley Founder a west style story San Diego, CA | Michael Herrera Owner Tino's Plumbing and Drain Service Watsonville, CA |
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| Greg Leon Owner Still Standing Construction Mammoth Lakes, CA | Ghina Itani Owner Itani Design Concepts Corona, CA | Daniel D. Lundmark Founder LUNDMARK newmedia Oroville, CA | Ernest Martina Owner Mr. Inkwells Los Alamitos, CA |
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| Jeff Bond Founder <u>Inspect.Net, Inc.</u> Hayward, CA | Boris Chung Owner <u>A Better Treat</u> Brea, CA | Philip Gomez Owner Patty's Cakes and Desserts Fullerton, CA | Anika Gandhi Owner Fourteen Three Media LLC Cypress, CA |
| Charles W. Schwab II Owner-Operator Charles Schwab's Tree Service Inc. Modesto, CA | Melissa Foltman Owner and CEO <u>Fuelbar</u> Newport Beach, CA | Scott Brian Whytsell President and CEO <u>Platinum Online</u> <u>Professionals</u> Oceanside, CA | Alfred Mai Founder and CEO ASM Holdings LLC San Francisco, CA |