



FEDERAL ELECTION COMMISSION
WASHINGTON, D.C. 20563

RQ-2

May 18, 2004

Julius L. Chambers, Treasurer
Edwards for President
2300 Rexwoods Drive, Suite 300
Raleigh, NC 27607

Identification Number: C00384073

Reference: April Monthly Report (3/1/04 - 3/31/04)

Dear Mr. Chambers:

This letter is prompted by the Commission's preliminary review of the report(s) referenced above. This notice requests information essential to full public disclosure of your federal election campaign finances. **An adequate response must be received at the Commission by the response date noted above.** An itemization of the information needed follows:

-Schedule A-P of your report discloses one or more contributions that appear to exceed the limits set forth in the Act (see attached). You should examine all of your contributions to check for additional excessive contributions. The Committee's procedures for processing contributions should also be reviewed.

An individual or a political committee other than an authorized committee or qualified multi-candidate committee may not make a contribution to a candidate for federal office in excess of \$2,000 per election. An authorized committee may not make a contribution to a candidate for federal office in excess of \$1,000 per election. A qualified multi-candidate committee and all affiliated committees may not make a contribution(s) to a candidate for federal office in excess of \$5,000 per election. The term "contribution" includes any gift, subscription, loan, advance, or deposit of money or anything of value made by any person for the purpose of influencing any election for federal office. (2 U.S.C. §441a(a) and (f); 11 CFR §110.1(b), (e) and (k))

Edwards for President

Page 2 of 4

If any apparently excessive contribution in question was incompletely or incorrectly disclosed, you must amend your original report with the clarifying information. If any contribution you received exceeds the limits, you may have to refund the excessive amount.

Excessive contributions may be retained if within sixty (60) days of receipt, the excessive portions are properly redesignated or reattributed. Guidelines for each option are provided below:

For reattributions, excessive contributions from individuals can be retained, if within sixty (60) days of receipt, the excessive amount is properly reattributed to another person. Please note that reattributions only apply to excessive contributions from individuals. An excessive contribution is considered properly reattributed if (1) the contributors provide the committee with written documentation, signed by each contributor, authorizing a reattribution and indicating the amount of the contribution to be attributed to each contributor, or (2) the committee reattributes, by presumption, the excessive portion of the contribution if the contribution was made on a written instrument from a joint account and was signed by only one of the account holders. In this case, the treasurer must notify the contributors in writing within 60 days of receiving the contribution that the committee intends to reattribute the excessive portion and must give the contributor an opportunity to request a refund. (11 CFR 110.1(k)(3)(ii)(B))

For redesignations, the funds can be retained if within sixty (60) days of receipt the excessive amount is properly redesignated for a different election. An excessive contribution is considered properly redesignated if (1) the committee obtains signed written documentation from the contributor(s) authorizing the redesignation of the contribution for another election, provided that the new designation does not exceed the limitations on contributions made with respect to that election, or (2) your committee redesignates by presumption the excessive portion of the contribution for another election provided that the new designation does not exceed the limitations on contributions made with respect to that election. In this case, the treasurer must notify the contributor of the redesignation in writing within 60 days of the treasurer's receipt of the contribution. The notification must give the contributor an opportunity to request a refund. (11 CFR §110.1(b)(5)(ii)(B)) Please note that you cannot presumptively redesignate an excessive contribution from a multi-candidate committee. Also, a contribution can only be redesignated to a previous election to the extent that the contribution does not exceed the committee's net debts outstanding for that election. (11 CFR §110.1(b)(3)(i))

Edwards for President

Page 3 of 4

If the foregoing conditions for reattributions or redesignations are not met within 60 days of receipt of the contribution, the excessive amount must be refunded. See 11 CFR §103.3(b)(1).

Please inform the Commission of your corrective action immediately in writing and provide photocopies of any refund checks and/ or letters reattributing or redesignating the contributions in question. Refunds are reported on Line 28 of the Detailed Summary Page and on a supporting Schedule B-P of the report covering the period in which they are made. Redesignations and reattributions are reported as memo entries on Schedule A-P of the report covering the period in which the authorization for the redesignation and/or reattribution is received. (11 CFR §104.8(d)(2), (3) and (4))

The acceptance of excessive contributions is a serious problem. Again, the committee's procedures for processing contributions should be examined and corrected in order to avoid this problem. Although the Commission may take further legal action, prompt action by you to refund, redesignate, and/or retribute of the excessive amount will be taken into consideration.

-Certain loan and/or debt payments itemized on Schedule C-P and/or D-P are greater than disbursements itemized on Schedule B-P. Please file an amendment to your report to correct the discrepancies in the payments made to James Andrews and Company. (2 U.S.C. §434(b))

-Debt payments for this period (Schedule D-P) are greater than the payments itemized on Schedule B-P. Each expenditure to a person, which in the aggregate exceeds \$200 for the election cycle, must be reported on Schedule B-P. "Person" includes an individual, partnership, corporation, association, and public or private organization -- other than an agency of the United States Government. Please amend your report to correct the discrepancies in the payments made to Ginsberg Labey, LLC and UPS. (11 CFR §§104.3(b)(4)(i)(A) and 100.10)

-Schedule B-P of your report discloses disbursements to credit card companies. When reporting payments to credit card companies, if the payment to the original vendor aggregates in excess of \$200 in an election cycle, you must itemize, as a memo entry, the name and address of the original vendor, together with the date, amount and purpose of the expenditure. If itemization is not necessary, you must indicate so in an amendment to this report. Please correct your report to include the missing information. (11 CFR §104.9)

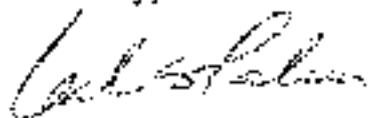
Edwards for President

Page 4 of 4

Unlike previous election cycles, you will not receive an additional notice from the Commission on this matter. Adequate responses received on or before this date will be taken into consideration. Requests for extensions of time in which to respond will not be considered. Failure to comply with the provisions of the Act may result in an enforcement action against the committee. Any response submitted by your committee will be placed on the public record and will be considered by the Commission prior to taking enforcement action.

Electronic filers must file amendments (to include statements, designations and reports) in an electronic format and must submit an amended report in its entirety, rather than just those portions of the report that are being amended. If you should have any questions regarding this matter or wish to verify the adequacy of your response, please contact me on our toll-free number (800) 424-9530 (at the prompt press 1, then press 2 to reach the Reports Analysis Division) or my local number (202) 694-1154.

Sincerely,



Leah S. Palmer
Senior Campaign Finance Analyst
Reports Analysis Division

Excessive and/or Prohibited Contributions
 Edwards for President (C00384073)
 April Monthly Report (3/1/04 - 3/31/04)

P = Primary Election
 G = General Election

CONTRIBUTOR NAME		DATE	AMOUNT	ELECTION
Carone	Frank	05/02/2003	\$ 2,000.00	P
Carone	Frank	03/08/2004	\$ 500.00	P
Curcio	Joseph R	02/04/2003	\$ 1,000.00	P
Curcio	Joseph R	09/30/2003	\$ 200.00	P
Curcio	Joseph R	03/10/2004	\$ 1,000.00	P
Damarco	Anthony	03/09/2004	\$ 5,188.00	P
Emrenkranz	John	07/24/2003	\$ 2,000.00	P
Emrenkranz	John	03/03/2004	\$ 2,000.00	P
Felber	Mary G	02/10/2004	\$ 250.00	P
Felber	Mary G	02/17/2004	\$ 500.00	P
Felber	Mary G	02/24/2004	\$ 1,000.00	P
Felber	Mary G	03/03/2004	\$ 500.00	P
Hastings	Steve	02/12/2004	\$ 2,000.00	P
Hastings	Steve	03/08/2004	\$ 2,000.00	P
Hinton	Trena	03/09/2004	\$ 2,282.00	P
Lundy	T E	03/31/2003	\$ 2,000.00	P
Lundy	Trevor	03/03/2004	\$ 2,000.00	P
Parker	David M	02/13/2003	\$ 1,000.00	P
Parker	David M	09/30/2003	\$ 250.00	P
Parker	David M	01/30/2004	\$ 500.00	P
Parker	David M	03/03/2004	\$ 500.00	P
Tonontali	Idi	03/09/2004	\$ 2,654.00	P

