FEDERAL ELECTION COMMISSION
WASHINGTON, D.C. 20463

RQ-2

Bruce Gates, Treasurer
The Freedom Project
111 C Street, S.E.
Washington, DC 20003

MAR 06 2002

Identification Number: C00305805

Reference: August Monthly Report (7/1/01-7/31/01)

Dear Mr. Gates:

This letter is prompted by the Commission's preliminary review of the report(s) referenced above. The review raised questions concerning certain information contained in the report(s). An itemization follows:

-Schedule A supporting Line 15 discloses a refund of an apparent contribution made to the Committee for Preservation [of Capitalism]. However, it appears this contribution was not previously reported by your committee. Please provide clarifying information and amend the appropriate report(s) to disclose the original contribution on Schedule B supporting Line 23 of the Detailed Summary Page.

Also, please note that refunds of contributions made to political committees should be properly disclosed on **Line 16** of the Detailed Summary Page. Please refer to the instructions for the forms to determine the proper categorization when preparing your next filing.

A response or an amendment to your original report(s) correcting the above problem(s) should be filed with the Federal Election Commission within fifteen (15) days of the date of this letter. Electronic filers must file amendments 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 need assistance, please feel free to contact me on our toll-free number, (800) 424-9530 (at the prompt press 1, then press 2 to reach the

Reports Analysis Division). My local number is (202) 694-1130.

Sincerely,

Antoinette Kitchen
Senior Reports Analyst
Reports Analysis Division