



FEDERAL ELECTION COMMISSION  
WASHINGTON, D.C. 20463

RQ-2

David Feinman, Treasurer  
c/o Kenneth A. Gross  
Next Generation  
322 Massachusetts Avenue NE  
Washington, DC 20002

JUN 05 2002

Identification Number: C00329862

Reference: April Quarterly Report (1/1/02-3/31/02)

Dear Mr. Feinman:

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 B supporting Line 23 of the Detailed Summary Page discloses MEMO entries totaling \$5,000 which appear to be earmarked contributions for "Friends of Max Baucus 2002" and "Corzine 2000". However, your committee has not provided a corresponding MEMO Schedule A supporting Line 11(a)(i) of the Detailed Summary Page to disclose the name and mailing address for each contributor and where the contribution exceeds \$200, the individual's occupation and name of employer. Please amend your report to clarify if these were indeed earmarked contributions or provide further information regarding the transaction(s).

-Your report discloses limited payments for administrative expenses. Administrative expenses are payments made for the purpose of operating a political committee including, but not limited to, rent, utilities, salaries, telephone service, office equipment and supplies. Any such payments to a person aggregating in excess of \$200 in a calendar year must be disclosed on Schedule(s) B supporting Line 21(b) of the Detailed Summary Page. 2 U.S.C. §434(b)(5) If these expenses are being paid by a connected organization, your Statement of Organization must be amended to reflect this relationship. 2 U.S.C. §433(b)(2) In addition, if expenses have been

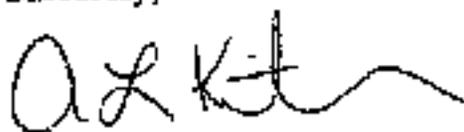
incurred but not paid in a reporting period, the activity should be disclosed as a debt on Schedule D, if the obligation is \$500 or more, or outstanding for sixty days or more. 11 CFR §104.11

Any goods or services provided to your committee by a person, except volunteer activity (i.e., a person's time), would be considered an in-kind contribution from that person, and would be subject to the disclosure requirements of 2 U.S.C. §434(b)(3) and 11 CFR §104.13, and the limitations and prohibitions of 2 U.S.C. §§441a and 441b.

Clarification regarding administrative expenses should be disclosed during each two year election cycle beginning with the first report filed in the non-election year. Please verify that all expenses referenced above (i.e., rent, salaries, utilities, etc.) have been adequately disclosed. If these services have been provided by volunteers, please confirm this in writing.

A response or 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 (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 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

