RQ-2

FEDERAL ELECTION COMMISSION
WASHINGTON, D.C. 20463

May 20, 2005

Michele Spidel, Treasurer
Progressive Vote aka Progressive
Democrats of America
12510 W. Bird Lane
Litchfield Park, AZ 85340

Response Due Date:
June 20, 2005

Identification Number: C00402800

Reference: Amended July Quarterly Report (4/01/04-6/30/04), received 3/10/05

Dear Ms. Spidel:

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 supporting Line 13 and Schedule C supporting Line 10 of your report disclose the receipt of $3,000 in apparent loans from "Progressive Vote AKA Progressive Democrats of America." Please be advised that 2 U.S.C. §441b prohibits the receipt of contributions from corporations unless made from a separate segregated fund established by the corporation. Please clarify the nature of this transaction or amend your reports to clarify the name and mailing address of the loan source/lending institution. Although the Commission may take further legal action concerning this matter, your prompt action will be taken into consideration.

-Schedule C-1, along with a copy of the loan agreement, should be filed by political committees that receive a loan or line of credit from a **lending institution.** However, your committee filed a Schedule C-1 that discloses the names of individuals in the "Lending Institution" field. Please amend your report to clarify this apparent discrepancy and provide clarification on whether a loan was actually received from a lending institution. 11 CFR §104.3(d)(1)

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 in determining whether audit action will be initiated. **Requests for extensions of time in which to respond will not be considered.** Failure to provide an adequate response by this date may result in an audit of the committee. Failure to comply with the provisions of the Act may also 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 5 to reach the Reports Analysis Division) or my local number (202) 694-1143.

Sincerely,

Jennifer Thangavelu
Campaign Finance Analyst
Reports Analysis Division

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