



FEDERAL ELECTION COMMISSION
WASHINGTON, D.C. 20541

RQ-3

October 3, 2002

Kirk Alan Pessner, Treasurer
Technology Network Federal PAC
2600 East Bayshore Road, 1st Floor
Palo Alto, CA 94303

Identification Number: C00328369

Reference: March Monthly Report (2/1/02-2/28/02), April Monthly Report (3/1/02-3/31/02), Amended May Monthly Report (4/1/02-4/30/02), received 6/12/02, June Monthly Report (5/1/02-5/31/02) and July Monthly Report (6/1/02-6/30/02)

Dear Mr. Pessner:

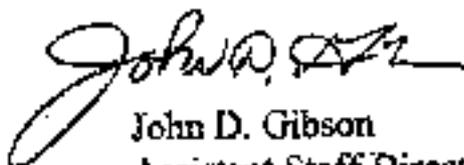
This letter is to inform you that as of October 2, 2002 the Commission has not received your response to our requests for additional information dated September 11, 2002. These notices request information essential to full public disclosure of your federal election campaign finances. To ensure compliance with the provisions of the Federal Election Campaign Act (the Act), please respond to these requests (copies enclosed).

An adequate response must be received at the Commission by October 23, 2002. 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, please contact Brandy Phillips on our toll-free number

(800) 424-9530 (at the prompt press 1, then press 2 to reach the Reports Analysis Division) or our local number (202) 694-1130.

Sincerely,



John D. Gibson
Assistant Staff Director
Reports Analysis Division

Enclosures



FEDERAL ELECTION COMMISSION
WASHINGTON, D.C. 20463

RQ-2

Kirk Alan Pessner, Treasurer
Technology Network (TECHNET) Federal
Political Action Committee
2600 East Bayshore Road, 1st Floor
Palo Alto, CA 94303

SEP 11 2002

Identification Number: C00328369

Reference: July Monthly Report (6/1/02-6/30/02)

Dear Mr. Pessner:

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:

-Your report discloses in-kind contributions to federal candidates, which appear to be reported incorrectly. Please amend your report to properly disclose the in-kind contributions. The first entry must disclose the name and address of the payee; the second entry must identify, as a memo entry, the name, address, office sought, state, and congressional district, if applicable, of the recipient candidate/committee, to avoid inflating total disbursements. Memo entries are properly disclosed by checking the memo box, not by disclosing "memo" in the additional text box. Please refer to the enclosed sample of properly reported in-kind contributions.

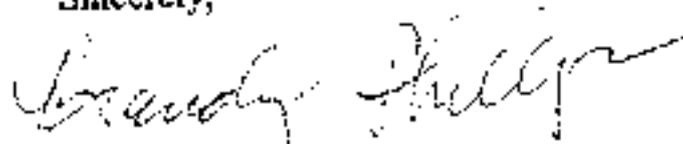
-The totals listed on Lines 21(b) and 23, Column B of the Detailed Summary Page(s) appear to be incorrect. Please be advised that you should add the "Calendar Year-to-Date" total from your previous report to the current "Total This Period" figure from Column A to derive the correct Column B totals. Please amend your report and any subsequent reports that may be affected by this correction.

-Your calculations for Line 21(c), Column B appear to be incorrect. Please provide the corrected totals on the Detailed Summary Page.

-Line 23 of the Detailed Summary Page of your report discloses a total of \$4,646.23 in contributions to federal candidates and committees. The sum of the entries itemized on Schedule B, however, indicates the total to be \$6,062.46. Please amend your report to clarify the discrepancy.

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,



Brandy Phillips
Reports Analyst
Reports Analysis Division

4. Itemized Disbursements: Schedule B

When to Itemize Disbursements

Regardless of Amount

Several types of disbursements must be itemized regardless of amount:

- Transfers to affiliated SSFs;
- Contributions to candidates and political committees;
- Loan repayments; and
- Loans made by the SSF.

Note that refunds of contributions (Line 28 on the Detailed Summary Page) must be itemized on Schedule B only if the incoming contribution had to be itemized on Schedule A, as explained earlier in this chapter.

Other Disbursements: \$200 Threshold

A disbursement that does not fall under one of the categories listed above (such as a donation to a nonfederal candidate) must be itemized if it exceeds \$200 when aggregated with other disbursements made to the same payee during the calendar year.

How to Itemize Disbursements

Categorizing Disbursements

Before beginning to itemize the committee's disbursements, separate them into the different categories listed on the Detailed Summary Page ("Operating Expenditures," "Contributions to Federal Candidates," etc.; an illustration of a completed Detailed Summary Page appears on pages 54-55). The disbursements in each category must be itemized on a separate Schedule B designated for that category.

Indicate the type of disbursement itemized on a particular Schedule B by checking the appropriate box for the corresponding line number from the Detailed Summary Page in the upper right corner of the schedule.

Some categories may require several pages. The total for each category should be entered on the bottom line of the last page for that category.

IN-KIND CONTRIBUTIONS TO CANDIDATES

Disclosure of In-Kind Contributions Made

SCHEDULE B (PEC Form 3X) ITEMIZED DISBURSEMENTS		FOR LINE NUMBER: (check only one)	PAGE 1 OF 1
Use separate schedules for each category of the Detailed Summary Page		<input type="checkbox"/> 21 <input type="checkbox"/> 22 <input checked="" type="checkbox"/> 23 <input type="checkbox"/> 24 <input type="checkbox"/> 25 <input type="checkbox"/> 26 <input type="checkbox"/> 27	
Any information copied from both Schedule A and Disbursements may not be used or relied by any person for the purpose of avoiding contributions or for commercial purposes, other than using the name and address of any political committee to solicit contributions from such committee.			
NAME OF COMMITTEE (in full) Critical Reason Inn, PAC P.O. Box 100, Rep. House 2312			
A. Grand Plaza Hotel Mailing Address 1 R. DuPont Street City Alexandria VA Zip Code 22000		Date of Disbursement 05 14 2001	Amount of Each Disbursement This Period 972.40
Purpose of Disbursement Reception Candidate Name Sam Jones Office sought: <input type="checkbox"/> House <input type="checkbox"/> Senate <input type="checkbox"/> President		Disbursement For: <input type="checkbox"/> Primary <input checked="" type="checkbox"/> General Other (specify):	Category Type DIK (in-kind) ^a
Race: WJ		District: 00	

Additional Reporting of Payment to Vendor -- If Made After Goods/Services Provided.

SCHEDULE B (PEC Form 3X) ITEMIZED DISBURSEMENTS		FOR LINE NUMBER: (check only one)	PAGE 1 OF 1
Use separate schedules for each category of the Detailed Summary Page		<input type="checkbox"/> 21 <input type="checkbox"/> 22 <input checked="" type="checkbox"/> 23 <input type="checkbox"/> 24 <input type="checkbox"/> 25 <input type="checkbox"/> 26 <input type="checkbox"/> 27	
Any information copied from both Schedule A and Disbursements may not be used or relied by any person for the purpose of avoiding contributions or for commercial purposes, other than using the name and address of any political committee to solicit contributions from such committee.			
NAME OF COMMITTEE (in full) Critical Reason Inn, PAC P.O. Box 100, Rep. House 2312			
A. Grand Plaza Hotel Mailing Address 1 R. DuPont Street City Alexandria VA Zip Code 22000		Date of Disbursement 05 24 2001	Amount of Each Disbursement This Period 972.40
Purpose of Disbursement Reception Candidate Name Sam Jones Office sought: <input type="checkbox"/> House <input type="checkbox"/> Senate <input type="checkbox"/> President		Disbursement For: <input type="checkbox"/> Primary <input checked="" type="checkbox"/> General Other (specify):	Category Type DIK (in-kind: see Schedule B, Line 23) ^b
Race: WJ		District: 00	

^aWhen using PECPfile, "MEMO" is entered automatically by checking the memo dialog box.

^bUsing PECPfile, enter information here using "memo text" field. See page 43.

Itemized Information

Itemized disbursement information includes:

- Name of payee;
 - Address of payee;
 - Purpose of disbursement (a brief but specific description of why the disbursement was made—see Schedule B instructions and 104.3(b)(3)(B));
 - Category Code (see instructions for Schedules B and E);
 - Date of payment; and
 - Amount.
- 104.3(a)(3); 104.9.

Additional Information on Candidates

Further information is required when itemizing a contribution to a candidate committee on Schedule B. Include the candidate's name and the office sought (including the state and, if applicable, Congressional district). When itemizing a contribution or loan to a candidate committee, specify the election for which the payment was made by checking the appropriate category in the election designation box. 104.3(b)(3)(v). See adjacent illustrations.

