

RECEIVED
FEC MAIL
OPERATIONS CENTER

2006 MAR 31 A 9:27



*Honorary Chairman
Representative Richard Burr*

*Honorary Advisory Board
Senator Lauch Faircloth • Representative Fred Heineman • Governor Jim Holshouser
Governor Jim Martin • Representative Alex McMillan*

March 24, 2006

Mr. Bradley Decker
Campaign Finance Analyst
Reports Analysis Division
Federal Election Commission
Washington, DC 20463

Re: Next Century Fund - FEC Id. No. C00343947

Dear Mr. Decker

I am in receipt of the attached letter from you dated February 24, 2005, which requests additional information concerning the administrative expenses of the Next Century Fund, such as "rent, utilities, salaries, telephone service, office equipment and supplies." (emphasis included)

Our FEC reports reflect a total of \$5,200.00 payment is rent to 116 S. Royal St. Partners, LLC. Our rent covers utilities services for gas, electric, phone and internet service. In addition to rent, our reports indicate that we paid \$395.00 for subscriptions and \$74.00 for postage. In terms of salaries, we paid \$5,569.20 in salaries in 2005, plus \$2,223.30 in federal and state withholding. Therefore, our total overhead expenses were \$13,461.59 in 2005. This total does not include fundraising expenses.

I hope this answers any questions that you may have concerning our administrative expenses. Please contact me if you have any further questions.

Sincerely,

Mary T. Fauth

26039022579



FEDERAL ELECTION COMMISSION
WASHINGTON, D.C. 20463

RQ-2

February 24, 2006

Mary Fauth, Treasurer
Next Century Fund
116 S Royal Street
Alexandria, VA 22314

**Response Due Date:
March 27, 2006**

Identification Number: C00343947

Reference: Year-End Report (7/1/05 – 12/31/05)

Dear Ms. Fauth:

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:

-Your Year-End 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

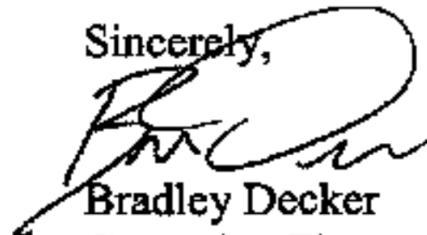
26039022580

non-election year. Please verify that all expenses referenced above (i.e., rent, salaries, utilities, etc.) have been adequately disclosed. If volunteers have provided these services, please confirm this in writing.

Please note, 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) 694-1301.

Sincerely,



Bradley Decker
Campaign Finance Analyst
Reports Analysis Division

26039022581

Federal Election Commission
ENVELOPE REPLACEMENT PAGE FOR INCOMING DOCUMENTS
 The FEC added this page to the end of this filing to indicate how it was received.

Hand Delivered Date of Receipt

USPS First Class Mail Postmarked
3-25-06

USPS Registered/Certified Postmarked (R/C)

USPS Priority Mail Postmarked
 Delivery Confirmation™ or Signature Confirmation™ Label

USPS Express Mail Postmarked

Postmark Illegible

No Postmark

Overnight Delivery Service (Specify): Shipping Date
 Next Business Day Delivery

Received from House Records & Registration Office Date of Receipt

Received from Senate Public Records Office Date of Receipt

Received from Electronic Filing Office Date of Receipt

Other (Specify): Date of Receipt or Postmarked

Jm 10
 PREPARER
 (3/2005)

3-31-06
 DATE PREPARED

26039622582