

## ETEXT ATTACHMENT

02/27/2002 16:02

Re: RJR PAC (C00042002) February 2001 Monthly Report--Sch A Supporting Line 15. The receipt in question is a refund from the North Carolina Republican Party. Quoting from their letter to the RJR PAC that accompanied the refund: "The Federal Election Commission (FEC) has directed us [NCGOP] to return to you part of the donations you made in 1998 to the joint committee established by the North Carolina Republican Party (NCGOP) and the [Lauch] Faircloth for Sente campaign entitled "Business Leaders Support Faircloth" (BLSF). We are required to return your donation because the donation, in addition to other contributions you [RJR PAC] gave to the NCGOP in 1998, caused you to exceed the \$5,000 per person federal limitation on individual donations to a state party for federal campaign activities. Donations to a state party for local and state campaign activities are not limited in amount. Donations to a state party for federal campaign activities, however, cannot exceed \$5,000. Because BLSF was a joint committee sponsored by a political party (NCGOP) and a candidate for federal office, the FEC has determined that the \$5,000 limit applied to federal campaign activities should be applied to the NCGOP's share of donations received by BLSF. Therefore, we must return the amount of your donation to the extent that it, in combination with other donations you made to the NCGOP in 1998, exceeds the \$5,000 limit applied to federal campaign activities of a state party."