



FEDERAL ELECTION COMMISSION
Washington, DC 20463

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AGENDA ITEM
For Meeting of: 5-23-02

SUBMITTED LATE

MEMORANDUM

TO: Secretary of the Commission
FROM: Vice Chairman Karl J. Sandstrom *KJS*
DATE: 05/22/2002

SUBJECT: Amendments to Brokerage Loans and Lines of Credit Final Rules

I would like to include the attached memorandum on the agenda for the Open Session of May 23, 2002.



FEDERAL ELECTION COMMISSION
Washington, DC 20463

MEMORANDUM

TO: The Commission

FROM: Vice Chairman Karl J. Sandstrom *KJS*

DATE: 05/22/2002

SUBJECT: Amendments to Agenda Document No. 02-40 (Brokerage Loans Final Rules and E&I)

I propose the following amendments to Agenda Document No. 02-40:

1. Page 6, line 3: delete "the revised schedule D." and replace with "Schedule C."
2. Page 16, lines 13-14: delete "Thus, bank loans to candidates no longer need to be reported in Schedule C or C-1 but political" and replace with "Instead of paragraph (d)(1), bank loans to candidates must now be reported in accordance with paragraph (d)(4) in Schedule C-1. Political"
3. Page 16, line 20: delete "new Schedule D." and replace with "Schedules C and C-1." then add the following: "Current Schedules C and C-1 have not been revised to reflect the new reporting requirements for loans to candidates from financial institutions. Rather, the instructions to Schedules C and C-1 will be modified to reflect the new reporting requirements under new section 104.3(d)(4)."
4. Page 16, line 21: delete "form" and replace with "instructions to these schedules"
5. Page 16, line 22: after "regulations." add the following: "The revised instructions will be posted on the Commission's website (www.fec.gov) and will be available to the public through the Commission's Information Division."
6. Page 17, line 17: delete "Schedule D" and replace with "Schedule C"
7. Page 18, line 4: delete "the revised Schedule D." and replace with "Schedule C-1."
8. Page 28, line 20: after "guarantor," add "or"

9. Page 29, lines 12-13: delete "wholly repaid" and replace with "repaid exclusively"
10. Page 29, line 13: delete "." and add "or payments that would have been made irrespective of the candidacy pursuant to 11 CFR 113.1(g)(6)."
11. Page 29, line 21: after "third party" add the following: "(other than a third party whose payments are permissible under 11 CFR 113.1(g)(6))"
12. Page 30, line 16: delete the extra "."
13. Page 33, line 12: add "d" to the end of "derive"
14. Page 33, line 21: "made by or guaranteed by the candidate" and replace with "made, guaranteed, or endorsed by the candidate to his or her authorized committee"
15. Page 35, line 14: after "100.8(b)(24)" add the following: "for use in the candidate's campaign"
16. Page 35, line 16: delete "Schedule D:" and replace with "Schedule C-1:"

