

**CAMPAIGN REPORT DISCREPANCIES
REPLY REQUIRED**

TO: Treasurer Mr. Fred Terry, Treasurer
 Committee Fred Terry Committee
 Address 1224 Reynolds Forest Drive
 Winston-Salem, NC 27107

FROM: Campaign Reporting Office
 Forsyth County Board of Elections
 680 W. Fourth Street
 Winston-Salem, NC 27101-2730

REPORT IN QUESTION:
2001 Fourth Quarter
2002 Mid Year and Year End
2003 Mid Year and Year End

A recent audit of reports filed revealed the following discrepancies. Please supply this office with the missing or corrected information in order to complete the reports.

This is your first notice. You must respond within fifteen days of receipt of this notice.

Failure to respond will result in Certification of Noncompliance to the State Board of Elections, which could lead to a referral to the appropriate district attorney. In order to comply with the required information, the forms to amend are provided for completion. Amend only the forms required.

- Addresses were either missing or incomplete. Contributions received without the contributor's name and mailing address that remain incomplete for forty-five (45) days are considered anonymous and must be paid over to the State Board of Elections for deposit to the general fund of the State. All disbursements must be listed by name and complete mailing address of the payee.
- Joint contributions, which are prohibited, were listed on the Report of Contributions. You must determine the individual amount of contribution for each contributor.
- Some or no dates were shown on the reports. A date is required for each entry.
- The depository information was not listed on the Political Committee Disclosure Report.
- Details were not provided for the sums listed on the Detailed summary Page.
- The ending balance is negative. The Committee cannot operate on a negative balance.
- Some of the occupation information was incomplete or incorrect on the Itemized Receipts page(s).
- A contribution from a business entity/non-registered committee was listed. You must supply more information regarding this contributor to show that it is a non-profit organization, a registered committee with the State Board of Elections or other North Carolina county Board of Elections, or other allowable contributor.
- The purpose of expenditure was not listed on the Itemized disbursements page.
- We are in receipt of a Final Report, but are unable to close the Committee because there is a remaining balance of \$ _____.

No matching "In Kind" entry. "In Kind" contributions must be disclosed in the Itemized Receipts and Disbursements pages. You will also need to amend your "Detailed Summary Page" to reflect these changes.

Contributions from the following contributors exceed the \$ 4,000 per election limit:

_____ on _____
_____ on _____

The contribution amount exceeding \$4,000 must be returned to the contributor, a copy of the refund check sent to this office, and the refund reported on the next scheduled report. If the contributor is the spouse, sibling, or parent of the candidate, please advise in writing.

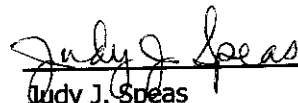
OTHER Campaign finance reports are incorrect. First report should begin with 10-30-01. Prior report covered dates 10-1-01 to 10-29-01. Cash on Hand at Start is incorrect for 2002 Mid Year report. Please amend reports by required deadline to avoid a penalty.

Please send your reply to:

Campaign Reporting Office
Forsyth County Board of Elections
201 N. Chestnut Street
Winston-Salem, NC 27101

If you have any questions, please refer to the Campaign Reporting section on the SBOE website, www.sboe.state.nc.us, or call (336) 703-2808.

FOR THE CAMPAIGN REPORTING OFFICE:



Judy J. Speas
Campaign Reporting Office
February 6, 2004