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Honorable Timothy J. Muris Chairman Federal Trade Commission 600 Pennsylvania Avenue, N.W.

Washington, D.C. 20580

Dear Chairman Muris:

The U.S.A. Patriot Act ("the Act") incorporated the Crimes Against Charitable Americans bill, introduced by Senator Mitch McConnell (KY-R), to protect Americans from fundraising activities by fraudulent, non-profit organizations. However, it has since come to my attention that the Federal Trade Commission's ("FTC") proposed telemarketing rule would possibly limit the ability of my local firemen, policemen, and veterans to raise funds to support their community service efforts in my district.

When Senator McConnell introduced the legislation, he said it "authorizes law enforcement and regulatory agencies to specifically target fiaudulent charitable solicitation." In the wake of the frauds committed by fake chanties after the September 11th tragedy, Congress amended the Telemarketing Act to include charities. The intent of Congress was to prevent fraudulent charitable organizations from "exploitingwell-intentioned Americans." The proposed regulation, however, seems to go beyond limiting the actions of fiaudulent charitable organizations and consequently, would limit fundraising by legitimate non-profit and charitable organizations.

There are thousands of charities and non-profit fraternal organizations that do not have the financial resources to sustain in house fundraising efforts. Historically, between sixty and seventy percent of all charitable organizations rely on the expertise of professional fundraisers to ensure cost savings and professionalism. It is estimated that the "do not call" registry will reduce the number of potential donors that may be solicited on behalf of these non-profit organizations by up to fifty percent. Additionally, the FTC rule will prevent calls on behalf of nonprofits to prior and longstanding supporters whose names appear on the "do not call" registry.

The use of professional fundraisers is essential for the continued viability of non-profit organizations and it is my hope that legitimate chanties and nonprofits would not be affected by Honorable Timothy J. Muris April **30,2002** Page **2**

Congress' intention to protect Americans from fundraising activities by fiaudulent, non-profit organizations

In advance, I appreciate your attention to this matter and look forward to hearing from you soon.

Peter Deutsch

Member of Congress

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