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# IN THE UNITED STATES DISTRICT COURT FOR THE DISTRICT OF COLUMBIA

SENATOR MITCH MCCONNELL, et al.,:

:

: Case No. 02-0582

Plaintiffs,

: (CKK, KLH, RJL)

v.

FEDERAL ELECTION COMMISSION,

Defendants.

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REPUBLICAN NATIONAL COMMITTEE, : et al. :

: Case No. 02-874 : (CKK, KLH, RJL)

Plaintiffs,

v.

FEDERAL ELECTION COMMISSION, et al.

Defendants.

Washington, D.C.

Monday, August 26, 2002

The 30(b)(6) deposition of

PROGRESSIVE STRATEGIES, L.L.C., by and through its designated representative MICHAEL SCOTT LUX, called for examination by counsel for Plaintiffs, pursuant to subpoena, in the offices of Covington & Burling, Room 1217, 1201 Pennsylvania Avenue,

N.W., Washington, D.C., convened at 10:05 a.m., before Emma N. Lynn, a Notary Public in and for the District of Columbia, when were present on behalf of the parties:

#### APPEARANCES:

On Behalf of the Plaintiffs:

JASON A. LEVINE, ESQ.
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and

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On Behalf of the Deponent and Progressive Strategies, L.L.C.:

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#### On Behalf of Defendants:

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# APPEARANCES (CONTINUED):

On Behalf of Defendant Intervenors:

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	EXAMINATION BY	COUNSEL FOR
WITNESS	PLAINTIFFS	DEFENDANTS
Michael Scott Lux	4.149	171, 213

EXHIBITS						
LUX	EXHIB	TS	nos.	MARKED	FOR	IDENTIFICATION
	No.	1			6	5
	No.	2			11	L
	No.	3			2 (	0
	No.	4			5 6	5
	No.	5			7:	1
	No.	6			78	3
	No.	7			8 :	1
	No.	8			8 9	9
	No.	9			108	8
	No.	10			110	0
	No.	11			113	3
	No.	12			12:	1
	No.	13			139	9
	No.	14			148	8
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	No.	16			204	4
	No.	17			209	9
	No.	18			210	0
	No.	19			222	2

Q. How were you involved?

- A. Well, I mean, how much --
- Q. What was your involvement with it? Was it your idea, for example? Were you involved in preparing the script?

MR. SANDLER: Generally describe the nature of the services that Progressive Strategies provided to the American Family Voices in connection with that advertisement.

THE WITNESS: I mean, I was involved with the idea from the first and worked with the media consultant that American Family Voices had hired to produce the ad.

Then I was involved in the follow-up sort of PR around getting the ad out and all of that.

# BY MR. LEVINE:

- Q. Do you anticipate or does Progressive Strategies anticipate that the implementation of the BCRA will have any impact on its business?
- A. Well, that's always a hard thing to predict. I'm sure that there will be some ways it

will and some ways it won't. I would expect that BCRA Will change the nature of a lot of donors' giving, you know, and this has been discussed widely, I think. A lot of givers instead of giving money to political parties, since that will be prohibited, they will be looking for other organizations that may be effective politically to give money to.

Because I am a consultant to many of those organizations as well as some of those donors, I would imagine that -- I hope -- it will help my business.

- Q. So you have reason to think based on what you said that it will increase your business, is that fair?
- A. Probably. I mean, obviously you never know the unintended consequences of specific pieces of legislation and it is a complicated piece of legislation. It probably will hurt me in some ways too. But I certainly have reason to believe that there are ways that it will help me.
  - Q. How is it you think it will help you?

A. Well, as I just said, there will be donors looking for advice on where to give money. There will be organizations who are able to raise more money because folks who used to give to the party will now give to outside groups. And hopefully I will be involved in many of those projects.

- Q. I would like to come to The Progressive
  Donor Network. You had mentioned earlier
  something about the relationship between the
  Network and Progressive Strategies. When was The
  Progressive Donor Network formed?
- A. We formed it in, I believe, August of last year. So it is about a year old.
- Q. I know you discussed this topic in response to a couple of different questions, but specifically what's the purpose of The Progressive Donor Network?
- A. Well, as the literature I provided said, the purpose is to bring a variety of people who are involved in politics together, including organizational leaders, but also including a lot