



FEDERAL ELECTION COMMISSION
WASHINGTON, D.C. 20463

RQ-5

Darrell L. Reed, Treasurer
Ail Systems Inc. Political Action
Committee
455 Commack Road
Deer Park, NY 11729

JAN 5 2001

Identification Number: C00292953

Reference: Termination Report (10/1/00-11/30/00)

Dear Mr. Reed:

This letter is prompted by the Commission's preliminary review of the report(s) referenced above. The review raised questions concerning certain information contained in the report(s). An itemization follows:

-Your Termination Report discloses \$13,677.65 in residual funds. According to 11 CFR §102.3(a), a committee must satisfy the following conditions before it can terminate: 1) it will no longer receive any contributions or make any disbursements that would otherwise qualify it as a political committee; 2) all outstanding debts and obligations have been extinguished (see 11 CFR §§116.1(a), 116.2(a) and 116.7 for debt settlement option); and 3) a statement has been submitted regarding the disposition of the committee's residual funds. Please provide any clarifying information regarding the residual funds disclosed on your Termination Report. Please be advised that reports must be filed until the conditions of 11 CFR §102.3(a) have been fully satisfied.

Any amendment or clarification should be filed with the Federal Election Commission. If you need assistance, please feel free to contact me on our toll-free number, (800) 424-9530 (at the prompt press 1, then press 2 to reach the Reports Analysis Division). My local number is (202) 694-1130.

Sincerely,

Scott Walker

Reports Analyst

Report Analysis Division

