



FEDERAL ELECTION COMMISSION
WASHINGTON, D.C. 20463

RQ-2

April 21, 2010

Scott B. Mackenzie, Treasurer
Freedom's Defense Fund
P.O. Box 96396
Washington, DC 20090-6396

Response Due Date:
May 26, 2010

Identification Number: C00401786

Reference: Year End Report (7/1/09-12/31/09)

Dear Treasurer:

This letter is prompted by the Commission's preliminary review of the report referenced above. This notice requests information essential to full public disclosure of your federal election campaign finances. **Failure to adequately respond by the response date noted above could result in an audit or enforcement action.** Additional information is needed for the following 2 items:

1. Schedule A of your report (see attached) discloses one or more contributions which appear to exceed the limits set forth in the Act. 2 U.S.C. §441a(f) and 11 CFR §§110.1(d) and 110.2(d) prohibit a committee and its affiliates from receiving any contribution from another political committee or person in excess of \$5,000 per calendar year.

If any apparently excessive contribution in question was incompletely or incorrectly disclosed, you must amend your original report with the clarifying information.

If any contribution you received exceeds the limits, you may have to refund the excessive amount. The funds can be retained if within 60 days of receipt, (1) the excessive amount was properly reattributed to another person, such as a joint account holder, by obtaining signed written authorizations from each person making the contribution pursuant to 11 CFR 110.1(k)(3), and (2) the treasurer informs the person making the contribution that he or she may request the return of the excessive portion of the contribution if it is not intended to be a joint contribution. Any request from a donor for a refund must be honored.

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Alternatively, the funds can be retained if within 60 days of receipt you (1) transferred the excessive amount to an account not used to influence federal elections, and (2) provided written notice to the person making the contribution of the option of receiving a refund. Any request from a donor for a refund must be honored.

If the foregoing conditions for reattributions or transfers to a non-federal account were not met within 60 days of receipt, the excessive amount must be refunded.

Please inform the Commission of your corrective action promptly in writing and provide a photocopy of your check for any transfer-out or refund. In addition, any reattributions should be reported as memo entries on Schedule A of the report covering the period during which the authorization for the reattribution is received. Any transfers-out or refunds should be disclosed on Schedule B supporting Line 22 or 28 of the report during which the transaction was made.

Although the Commission may take further legal action regarding the acceptance of an excessive contribution(s), prompt action by your committee to seek reattribution, transfer-out or refund the excessive amount will be taken into consideration.

2. Schedule A supporting Line 17 of your report discloses payments from "LEGACY LISTS, INC." It appears these receipts were for goods and/or services provided by your committee. Pursuant to Advisory Opinion 1979-18, the sale/purchase price paid to a political committee could involve the receipt of a contribution from a purchaser if the purchase price exceeds the "usual and normal charge". The term "usual and normal charge" for goods is defined as the price of those goods in the market from which they ordinarily would have been purchased at the time of the contribution. Examples of goods and services include equipment, supplies, personnel, advertising services, membership lists, and mailing lists. 11 CFR §100.52(d)(1) and (2)

Please clarify whether your committee assessed the usual and normal charge for the goods and/or services you provided and explain the steps your committee took in determining the amount charged. If your committee provided the goods and/or services at more than the usual and normal charge, the difference between the two is considered to be an in-kind contribution received by your committee from a corporation and is prohibited subject to the limits set forth at 2 U.S.C. §441b(a)

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-Please clarify all expenditures made for "CONSULTING-FUNDRAISING" on Schedule B. If a portion or all of these expenditures were made on behalf of specifically identified federal candidates, this amount should be disclosed on Schedules B or E supporting Lines 23 or 24 and include the amount, name, address and office sought by each candidate. 11 CFR §§104.3(b) and 106.1

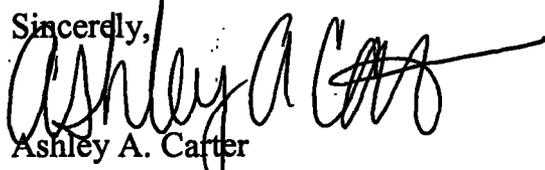
-Schedule B discloses expenditures for "LIST RENTALS," "DIRECT MAIL FUNDRAISING," "DIRECT MAIL - CREATIVE," "DIRECT MAIL - MAILSHOP," "DIRECT MAIL - PRINTING," "VIDEO PRODUCTION," "MEDIA SERVICES," and "BRM DEPOSIT." If a portion or all of these expenditures were for public communications (as defined by 11 CFR §100.26) or voter drive activity (under 11 CFR §106.6(b)(2)(i)) containing express advocacy as defined under 11 CFR §100.22; this would constitute an in-kind contribution or an independent expenditure and should be properly disclosed on a Schedule B or E supporting Line 23 or 24 as appropriate. Public communications and voter drive activity that refer to a clearly identified Federal candidate, but that do not expressly advocate the election or defeat of that candidate should be reported on Schedule B for Line 21(b) of the Detailed Summary Page. Please clarify whether this activity contained express advocacy and amend your report to properly disclose this activity, if necessary.

Please note, you will not receive an additional notice from the Commission on this matter. Adequate responses must be received by the Commission on or before the due date noted above to be taken into consideration in determining whether audit action will be initiated. Failure to comply with the provisions of the Act may also result in an enforcement action against the committee. Any response submitted by your committee will be placed on the public record and will be considered by the Commission prior to taking enforcement action. **Requests for extensions of time in which to respond will not be considered.**

Electronic filers must file amendments (to include statements, designations and reports) in an electronic format and must submit an amended report in its entirety, rather than just those portions of the report that are being amended. If you should have any questions regarding this matter or wish to verify the adequacy of your response, please contact me on our toll-free number (800) 424-9530 (at the prompt press 5 to reach the Reports Analysis Division) or my local number (202) 694-1173.

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Sincerely,

A handwritten signature in black ink, appearing to read "Ashley A. Carter". The signature is written in a cursive style with a long horizontal stroke extending to the right.

Ashley A. Carter
Campaign Finance Analyst
Reports Analysis Division

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FREEDOM'S DEFENSE FUND

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Contributor Name	Date	Amount	Report
MRS. ELIZABETH J SCHAFFER 921	2/2/09	\$2,250	2009 Mid Year
MRS. ELIZABETH J SCHAFFER 921	6/8/09	\$1,008	2009 Mid Year
MRS. ELIZABETH J SCHAFFER 921	7/2/09	\$500	2009 Year End
MRS. ELIZABETH J SCHAFFER 921	7/16/09	\$1,000	2009 Year End
MRS. ELIZABETH J SCHAFFER 921	8/31/09	\$400	2009 Year End
MRS. ELIZABETH J SCHAFFER 921	10/6/09	\$250	2009 Year End
MR. RAY P ODEN 711, JR	04/27/09	\$250	2009 Mid Year
MR. RAY P ODEN 711, JR	4/27/09	\$3,000	2009 Mid Year
MR. RAY P ODEN 711, JR	6/11/09	\$500	2009 Mid Year
MR. RAY P ODEN 711, JR	7/13/09	\$750	2009 Year End
MR. RAY P ODEN 711, JR	10/26/09	\$1,000	2009 Year End
MR. RAY P ODEN 711, JR	11/2/09	\$1,000	2009 Year End
MR. RAY P ODEN 711, JR	12/15/09	\$500	2009 Year End

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