ETEXT ATTACHMENT

07/16/2004 14 : 41

This letter is in response to the June 16th, 2004 inquiry by the FEC regarding the ammended year end report. The Indiana Democratic Congressional Victory Committee invoices federal committees for their employees' gross payroll, health insurance, and any type of office expense they may have incurred. The total amount we invoiced was for $86, 404.63. The reason this figure is higher than the $52,542.79 that appears on schedule B is mostly due to the fact that we report these federal employees' net payroll plus taxes not their gross payroll. The only other contributing factor are the office expenses that we charge the federal committees. For the year end report this amount totals $6, 530.46 in expenditures for parking, office expenses, phone and rent that we invoice federal committees that use these services.

Offsets to operating expenditures have been changed to be disclosed on a separate Schedule A, supporting Line 15 and the ammended year end report is also being uploaded to reflect those changes.