



FEDERAL ELECTION COMMISSION
WASHINGTON, D.C. 20463

RQ-2

APR 1 1998

Mark Ingram, Treasurer
Independent Action, Inc.
1317 F Street NW, #900
Washington, DC 20004

Identification Number: C00139741

Reference: Amended Year End Report (7/1/97-12/31/97) dated 2/21/98

Dear Mr. Ingram:

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:

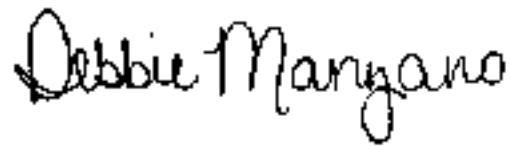
-Schedule H4 discloses a disbursement(s) which is categorized as a fundraising expense(s); however, a Schedule H2 has not been filed to disclose the allocation ratio. All committees are required to allocate the direct costs of each fundraising event in which the committee collects both federal and non-federal funds. The costs are allocated according to the funds received ratio and reported on Schedule H2. 11 CFR §§106.5(f) and 106.6(d). Please file a Schedule H2 to disclose the ratio for the fundraising event(s).

-Schedule D discloses \$11,217.34 in payment(s) this period to the IRS; however, there are \$8,367.81 in payments reflected on your disbursement schedules. Please amend your report to clarify this discrepancy.

A written response or an amendment to your original report(s) correcting the above problem(s) should be filed with the Federal Election Commission within fifteen (15) days

of the date of this letter. If you need assistance, please feel free to contact me on our toll-free number, (800) 424-9530. My local number is (202) 694-1130.

Sincerely,

A handwritten signature in cursive script that reads "Debbie Manzano".

Debbie Manzano
Senior Reports Analyst
Reports Analysis Division

