



FEDERAL ELECTION COMMISSION
WASHINGTON, D.C. 20463

RQ-2

January 31, 2012

ANDREW TOBIAS, TREASURER
DNC SERVICES CORPORATION/DEMOCRATIC
NATIONAL COMMITTEE
430 SOUTH CAPITOL STREET SE
WASHINGTON, DC 20003

Response Due Date
03/06/2012

IDENTIFICATION NUMBER: C00010603

REFERENCE: AMENDED NOVEMBER MONTHLY REPORT (10/01/2011 - 10/31/2011),
RECEIVED 12/13/2011

Dear Treasurer:

This letter is prompted by the Commission's preliminary review of the report(s) 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 7 item(s):

1. Schedule A supporting Line 1 of your report discloses -\$5,000.00 in activity identified as MEMO entries that do not appear to correspond with any itemized transaction(s). Please be advised, a memo entry is used to disclose additional information about an itemized transaction and the amount of a memo entry is not included in the total receipts or disbursements for the report. Please amend your report to provide clarifying information regarding this activity. (11 C.F.R. § 104.3(a) and (b))
2. Your report discloses \$1,561,817.88 from "Obama for America", "Obama Victory Fund 2012" and "State of Maine" in Offsets to Operating Expenditures on Line 15 of the Detailed Summary Page. Please be advised that if there are not corresponding expenditures for these entries, it may constitute an excessive or prohibited contribution. Please amend your report or provide an explanation for this apparent discrepancy. (2 U.S.C 434(b) & 11 CFR § 104.3(a) and (b))
3. Schedule A supporting Line 15 of your report discloses an offset to an operating expenditure(s) totaling \$36,685.12 from "Vertis Communications"; however, there are \$18,707.46 in disbursements to this entity disclosed on your disbursement schedule(s). Please provide clarifying information regarding this discrepancy and amend your report(s) if necessary. (2 U.S.C. 434(b) and 11 CFR §104.3(a) and (b))

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4. Schedule B supporting Line 21(b) of your report discloses negative entries for the receipt of apparent refunds/rebates of expenditures made during this or previous reporting periods. Please be advised that the receipt of offsets to operating expenditures should be disclosed on Schedule A supporting Line 15 of the Detailed Summary Page if the vendor wrote a refund/rebate check on its account. This method of reporting would clarify for the public record the total amount of receipts and more accurately disclose the cash-on-hand amount. Please amend your report to properly disclose this activity or provide clarifying information.

5. Your report disclosed a category of financial activity that has been reflected on the wrong line of the Detailed Summary Page. Charitable Contributions should be properly disclosed on a separate Schedule B, supporting Line 29 of the Detailed Summary Page. Please refer to the instructions for each line when determining the proper categorization(s) for your next filing. (2 U.S.C § 434(b) and FORM 3X Instructions)

6. Schedule D discloses debt payments to "NGP Van, Inc." that are greater than disbursements itemized on Schedule(s) B. Please amend your report to clarify this discrepancy. (2 U.S.C. § 434(b)(5)(D) and (b)(8))

7. Schedule F of your report discloses the Aggregate General Election Expenditure(s) for "Barack Obama" to be \$10,004.02. However, FEC calculations disclose this amount(s) to be \$725,704.01. Please amend your report to clarify this discrepancy. (2 U.S.C. § 434(b)(4) and 11 CFR §104.3(b)(3)(viii))

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

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Reports Analysis Division) or my local number (202) 694-1133.

Sincerely,

A handwritten signature in black ink, appearing to read "Chris Morse", written in a cursive style.

Christopher Morse
Senior Campaign Finance Analyst
Reports Analysis Division

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