



FEDERAL ELECTION COMMISSION

WASHINGTON, D.C. 20463

RQ-2

Dennis Rivera, Treasurer
Hispanic PAC USA Inc.
310 West 43rd Street, 7th Floor
New York, NY 10036

JUL 17 1996

Identification Number: C00250217

Reference: April Quarterly Report (1/1/96-3/31/96)

Dear Mr. Rivera:

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 report discloses a negative ending cash balance of \$1,325. This suggests that you have either overdrawn your account, made a mathematical error, or incurred a debt. If your committee has incurred a debt or obligation, please show a zero balance on Line 8 of the Summary Page and reflect the amount and the nature of the debt on Schedule D and Line 10. 2 U.S.C. §434(b)(8)

-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).

-On Schedule H2, you have failed to check the ratio type box (i.e., NEW, REVISED, SAME AS PREVIOUSLY REPORTED). Please amend your report to correct this omission. 11 CFR §104.10(a)(1)

-On Schedule H2 of your report you disclose the ratio for N.Y.C. Fundraiser to be 54% FEDERAL and 46% NON-FEDERAL. However, your Schedule H4 calculations reflect the ratio to be 50% FEDERAL and 50% NON-FEDERAL. Please amend your report to clarify this discrepancy.

Please note that if your non-federal account has overpaid your federal account because of this

miscalculation, it will be necessary to immediately transfer these funds back to the non-federal account. While the Commission may take further legal action concerning any impermissible overpayments by the non-federal account, your prompt action will be taken into consideration.

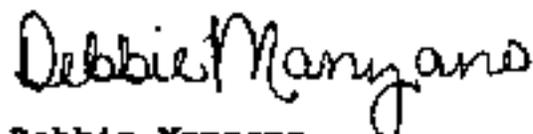
-Schedule D of your report has failed to include certain information. Commission Regulations require the full name and mailing address of each creditor, the outstanding balance at the beginning and end of the reporting period, the amount incurred during the period, the payment made during the period, and the nature or purpose of each debt. Additionally, all debts must be reported continuously until extinguished or settled. Please amend your report by providing the nature or purpose of each debt. 11 CFR §104.11

-Your calculations for Line 21(c), Columns A and B appear to be incorrect. FEC calculations disclose this amount(s) to be \$35,333. Please provide the corrected total(s) on the Detailed Summary Page.

-Your report discloses an outstanding balance(s) beginning this period for a debt(s) owed to Philmark. However, an outstanding balance(s) at the close of the period was not disclosed on your 1995 Year End Report. Please amend your report(s) 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) 219-3580.

Sincerely,



Debbie Manzano
Reports Analyst
Reports Analysis Division

