

November 16, 2007

Mr. Dean Ernst Sheldon III, Treasurer Grand Traverse Cty. Democratic Committee P.O. Box 1828 Traverse City, MI 49685

Identification Number: C00402842

Response Due Date: December 17, 2007

Reference:

Amended Mid-Year Report (1/1/07-6/30/07), received 10/31/07

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 2 items:

- 1. Your report includes multiple H1 Schedules. Please be advised that a State, District, or Local party committee should submit only one Schedule H1 to disclose the allocation ratio for shared administrative, generic voter drive, and exempt activity costs incurred. The Schedule H1 should be filed with the first report of each calendar year that discloses allocable activity. Please amend your report to clarify this discrepancy.
- 2. Schedule H4 of your report discloses disbursements for the Administrative and Voter Drive category which use a ratio that is inconsistent with the ratio disclosed on Schedule H1. The fixed ratio for the allocation of administrative, generic voter drive and exempt activity expenses by State, district and local party committees should be the same for the full two-year election cycle unless a Special election is scheduled during an odd numbered year. Please amend your report to clarify this apparent 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.

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) 694-1153.

Sincerely,

Kristin DeCarmine

Senior Campaign Finance Analyst

DeCarmine

Reports Analysis Division

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