



FEDERAL ELECTION COMMISSION
WASHINGTON, D.C. 20463

RQ-2

June 24, 2013

DAN BACKER, TREASURER
CONSERVATIVE ACTION FUND
209 PENNSYLVANIA AVENUE SE SUITE 2109
WASHINGTON, DC 20003

Response Due Date**07/29/2013**

IDENTIFICATION NUMBER:

REFERENCE: 30 DAY POST-GENERAL REPORT (10/18/2012 - 11/26/2012)

Dear Treasurer:

This letter is prompted by the Commission's preliminary review of the report 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 1 item(s):

1. Your report discloses a negative ending cash balance of \$1,481.47. This suggests that you have overdrawn your account, made a mathematical error, or incurred a debt. If your committee has incurred a debt or obligation, please itemize this debt on Schedule D, show a zero balance on Line 8 of the Summary Page and include the amount on Line 10. Please file an amendment to your report to accurately disclose your financial activities. (2 U.S.C. § 434(b) (8) and 11 CFR § 104.3(d))

- For your information and consideration when preparing future filings, political committees that have established a federal account and a non-contribution account consistent with the stipulated order in Carey v. FEC should report their activity according to the Commission's interim reporting guidance after notifying the Commission of their intent to do so.

Committee's using a separate non-contribution account should (1) deposit the contributions into a separate bank account for the purpose of financing independent expenditures, other advertisements that refer to a Federal candidate, and generic voter drives, (2) ensure the non-contribution account remain segregated from any accounts that receive source-restricted and amount-limited contributions for the purpose of making contributions to candidates, and (3) ensure each account pay a percentage of administrative expenses that closely corresponds to the percentage of activity for that account.

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Receipts and disbursements for each account must be reported pursuant to 2 U.S.C. § 434 and 11 CFR Part 104. Receipts deposited into the non-contribution account should be reported on Schedule A supporting Line 17 with "**Non-Contribution Account**" disclosed in Memo Text or the description field.

Independent Expenditures paid from the non-contribution account should be disclosed on Schedule E supporting Line 24 with "**Non-Contribution Account**" disclosed in Memo Text or the description field with the purpose of disbursement.

All other disbursements made from the non-contribution account should be reported on Schedule B, supporting Line 29 with "**Non-Contribution Account**" disclosed in Memo Text or the description field with the purpose of disbursement.

For more information please see the Commission's interim reporting guidance <http://www.fec.gov/pages/fecrecord/november2011/fecstatementcareyvfec.shtml>.

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) 694-1176.

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Sincerely,

A handwritten signature in black ink, appearing to read "Arman Tarzi". The signature is stylized with a large, looped initial "A" and a long, sweeping underline.

Arman Tarzi
Campaign Finance Analyst
Reports Analysis Division

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