FEDERAL ELECTION COMMISSION
WASHINGTON, D.C. 20463

RQ-2

NOV 19 1997

R. Richard Ryan, Treasurer
Stonewall Democratic Club
7985 Santa Monica Boulevard #325
West Hollywood, CA 90069

Identification Number: C00323923

Reference: Mid-Year Report (1/1/97-6/30/97)

Dear Mr. Ryan:

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 committee reports disbursements on Schedule B and Schedule H4 which appear to be identical. Please note that any activity which is financed entirely by the federal account should be reported on Schedule B supporting Line 21(b), not Schedule H4 supporting Line 21(a)(i). Likewise, any allocable expenses which are paid jointly should only be disclosed on Schedule H4 supporting Line 21(a)(i), not Schedule B supporting Line 21(b). Duplication in reporting disbursements may cause inflated disbursement totals. Please amend your report to clarify your disbursements. 11 CFR §106.5

-Your EVENT YEAR-TO-DATE calculations for Administrative/Voter Drive are incorrect. EVENT YEAR- TO-DATE totals for administrative and voter drive costs are derived by aggregating all disbursements during the calendar year for the whole Administrative/Voter Drive category, not by individual purpose such as "Utilities" or "Rent". Please amend your report by providing the correct Administrative/Voter Drive EVENT YEAR-TO-DATE totals.

-Your report discloses limited payments for administrative expenses. Each committee utilizing separate federal and non-federal accounts is required to