



FEDERAL ELECTION COMMISSION
WASHINGTON, D.C. 20463

RQ-2

Ralph Santora, Treasurer
Independent Action, Inc.
1317 F Street, NW #900
Washington, DC 20004

OCT 28 1998

Identification Number: C00139741

Reference: September Monthly Report (8/1/98-8/31/98)

Dear Mr. Santora:

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 EVENT YEAR-TO-DATE calculations for Challengers Convention 1998 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. EVENT YEAR-TO-DATE totals for fundraising, direct candidate support, and exempt activities are derived by aggregating all disbursements during the calendar year within a specific event. These should be calculated by adding the latest disbursement for a category or event to the previous EVENT YEAR-TO-DATE total for that category or event. This running EVENT YEAR-TO-DATE total should be disclosed after each disbursement is listed. Please amend your report by providing the correct EVENT YEAR-TO-DATE totals.

-Your report discloses an outstanding balance(s) beginning this period for a debt(s) owed to T/C Mailing, Inc.. However, an outstanding balance(s) at the close of the period was not disclosed on your August Monthly Report. Please amend your report(s) to clarify this discrepancy.

-Line 21(a)(i) of the Detailed Summary Page of your report discloses a total of \$10,503.77 in the federal share of allocable activity. The sum of the

entries itemized on Schedule H4, however, indicates the total to be \$9,603.76. Please amend your report to clarify the discrepancy.

-Line 21(a)(ii) of the Detailed Summary Page of your report discloses a total of \$1,802.89 in the non-federal share of allocable activity. The sum of the entries itemized on Schedule H4, however, indicates the total to be \$1,702.89. Please amend your report to clarify the 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) 694-1130.

Sincerely,



Debbie Chacona
Senior Reports Analyst
Reports Analysis Division

