

MISCELLANEOUS TEXT (FEC Form 99)

NAME OF COMMITTEE (In Full)

FEC IDENTIFICATION NUMBER

FEDUP POLITICAL ACTION COMMITTEE AKA FEDUP PAC C00455923

Mailing Address 9625 SURVEYOR COURT
SUITE 400

City	State	ZIP Code
MANASSAS	VA	20110

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RE: Committee ID# C00455923 Debt Schedule D, Line 10

The purpose of this Form 99 is to address the ongoing problems with the debt disclosed on Schedule D Line 10. This problem has distorted the reporting of debt from 2020 through 2023. It has also affected the reporting of debt payments and thus Line 8 Cash on Hand at End of Reporting Period.

After reviewing the debt in detail, we have determined that the problems arose from the following issues:

- 1)The vendors disclosed on the 24/48 hour reports were subcontractors. The independent expenditures made by FEDUP were contracted through American Target Advertising. American Target Advertising subcontracted some of the work to other vendors. The 24/48 hour reports were not clear as to which expenses were being paid by American Target Advertising and which expenses were being paid by FEDUP. This resulted in misreporting of the actual debtor and in duplicate disclosure. It also resulted in the misapplication of payments.
- 2)There was a lack of coordination between the 24/48 hour reports and Accounts Payable. In order to report in a timely fashion, the 24/48 hour reports were estimates. The actual amounts and vendors sometimes differed from the initial disclosures. Accounting reported the actual transactions but did not but had no mechanism to track the estimated disclosures. Invoicing delays by vendors prevented the reconciliation of actual payments to estimates.
- 3)Instead of paying off the independent expenditures, FEDUP is permitted to carry large amounts of debt. This led to confusion to the application of debt payments.
- 4)The FECFILE platform was very unforgiving in allowing changes to the 24/48 hour reports and the debt schedules. In order to make changes, the original transactions had to be deleted and new transactions entered. In the process of making corrections, the Committee corrupted several FECFILE .dcf files and attempted to use other commercial platforms. The only way to reolve the issue has been to recreate the reports going back to 2020..

The following will show the original disclosures and the way the items should have been disclosed on the debt schedules.

On the Third Quarter 2020 report, the following debts were incorrectly disclosed:

- 1)Day & Night Printing Overstated by \$45,878.84 because of duplication of invoices. Fedup disclosed amounts that American Target Advertising was responsible for paying directly and had already included in its invoice..
- 2)Design Distributors - Overstated by \$11,649.43. All charges due by FEDUP were paid before the end of the quarter.
- 3) Morgan Meredith Overstated by \$13,360.19. All invoices due from FEDUP were paid before the end of the quarter.

These errors carried over to subsequent reports.