



FEDERAL ELECTION COMMISSION
WASHINGTON, D.C. 20463

RQ-2

Raul Romero, Treasurer
S & B Engineers, Inc. P.A.C. JUL 26 1995
7825 Park Place Blvd.
Houston, TX 77087

Identification Number: C00236083

Reference: July Quarterly Report (4/1/94-6/30/94)

Dear Mr. Romero:

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:

-Schedule A of your report (pertinent portion(s) attached) discloses a receipt of \$2,100 from the S&B P.A.C. State Contribution Account. Please clarify whether this transfer is from an account maintained by your committee for non-federal activity. If so, be advised that such a transfer is prohibited by 11 CFR §102.5(a)(1)(i) and the full amount of the transfer should be returned to the non-federal account. Please inform the Commission of your corrective action immediately in writing and provide a photocopy of your check for the transfer-out. In addition, the transfer-out should be disclosed on Schedule B supporting Line 22 of your next report.

If this transaction represents an "internal transfer" of funds from one federal account to another, and the source(s) of such funds has been identified in previous reports of receipts and disbursements, please note that such transfers should not be itemized as doing so inflates total receipts and cash on hand. If this is the case, please amend your report accordingly.

Although the Commission may take further legal action regarding the acceptance of funds from a non-federal account, your prompt transfer-out of the impermissible funds or clarification of the transaction, will be taken into consideration.

Celebrating the Commission's 20th Anniversary

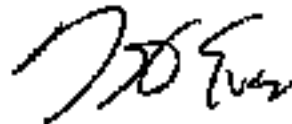
YESTERDAY, TODAY AND TOMORROW
DEDICATED TO KEEPING THE PUBLIC INFORMED

9503907298

-Line 23 of the Detailed Summary Page of your report discloses a total of \$0 in contributions to federal candidates. The sum of the entries itemized on Schedule B, however, indicates the total to be \$2,100. 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) 219-3580.

Sincerely,



Neil Evans
Reports Analyst
Reports Analysis Division

254

9 5 0 3 9 8 7 2 9 5 9

9 5 0 3 9 8 5 2 4 7 8

1 4 6 2 7 8 6 3 0 5 6