

## FEDERAL ELECTION COMMISSION WASHINGTON, D.C. 20463

August 28, 2007

Mr. John W. Leuthold, Treasurer Americans Against Illegal Immigration PAC 2029 Verdugo Blvd #1020 Montrose, CA 91020

Response Due Date: September 28, 2007

Identification Number: C00412718

Reference:

Mid-Year Report (1/01/07 - 6/30/07)

Dear Treasurer:

This letter is prompted by the Commission's preliminary review of the report(s) 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  $\underline{6}$  items:

1. Schedule A supporting Line 17 of your report discloses a payment(s) from "Omega List Company". It appears this receipt was for goods and/or services provided by your committee. Pursuant to Advisory Opinion 1979-18, the sale/purchase price paid to a political committee could involve the receipt of a contribution from a purchaser if the purchase price exceeds the "usual and normal charge". The term "usual and normal charge" for goods is defined as the price of those goods in the market from which they ordinarily would have been purchased at the time of the contribution. Examples of goods and services include equipment, supplies, personnel, advertising services, membership lists, and mailing lists.  $\S100.52(d)(1)$  and (2)

Please clarify whether your committee assessed the usual and normal charge for the goods and/or services you provided and explain the steps your committee took in determining the amount charged. committee provided the goods and/or services at more than the usual and normal charge, the difference between the two is considered to be an inkind contribution received by your committee from a corporation and is prohibited subject to the limits set forth at 2 U.S.C. §441b(a)

2. Schedule D supporting Line 10 of your report discloses a debt owed by your committee to "Campaign Funding Direct" with a negative closing