



FEDERAL ELECTION COMMISSION
Washington, DC 20463

March 7, 2005

Anthony N. Mallace, Treasurer
National Italian American PAC
1205 Locust Street #100
Philadelphia, PA 19107

Re: ADR 223 (RR 04L-20)
National Italian American PAC and Anthony N. Mallace, Treasurer

Dear Mr. Mallace:

The Reports Analysis Division of the Federal Election Commission ("FEC" or "Commission") determined that matters arising from its recent review of the 2003 April Quarterly report filed by the National Italian American PAC warranted further examination for possible violation of the Federal Election Campaign Act of 1971, as amended. The Commission, thereafter, reviewed the file and voted on March 3, 2005 to assign this matter to the FEC's Alternative Dispute Resolution Office ("ADRO") for processing.

The FEC established the ADR Program to provide an informal means for resolving matters that come before the Commission and to facilitate negotiations directly with Respondents. The ADR Program provides Respondents with an opportunity to negotiate, and if necessary, mediate settlement of a matter that is mutually agreeable. The negotiations occur prior to any Commission consideration of whether there is reason to believe a violation has occurred. If negotiations and/or mediation are successful, the resulting settlement would conclude the matter.

The Commission, in referring the matter to the ADR office, determined that the case is eligible for processing in the ADR program. If Respondents decide to participate in the Program, i.e., negotiation and/or mediation, you must: 1) indicate in writing a willingness to have your case submitted to the ADR process; 2) agree to participate in the bilateral negotiations and if necessary, mediation; and 3) waive the statute of limitations while the matter is being processed under the FEC's ADR program.

The issues referred to the ADRO and the focus of our subsequent negotiations are summarized as follows:

FEDERAL ELECTION COMMISSION, ALTERNATIVE DISPUTE RESOLUTION OFFICE
999 E STREET N.W., WASHINGTON, DC 20463
TELEPHONE: 202.694.1665 FAX: 202.219.0613
EMAIL: lfraser@fec.gov

ADR 223/RR 04L-20: Respondents, the National Italian American Political Action Committee and Anthony N. Mallace, Treasurer ("Respondents" or "Committee") filed a 2003 April Quarterly Report on January 7, 2004. On this report the Respondents failed to provide an address and/or adequate purpose for 28 of 32 disbursements totaling \$53,034.66 disclosed on its 2003 April Quarterly Report. The Reports Analysis Division ("RAD") sent a Request for Additional Information ("RFAI") to try to obtain the required information. In conversations with RAD staff, Respondents indicated that an amended 2003 April Quarterly Report would be filed to provide the required information. As of the date of the referral, the Committee had not filed an amended report.

If after reviewing this letter and the enclosed brochure, which describes the ADR program, Respondents would like this case selected for ADR processing, you need to affirmatively indicate that on the enclosed Commitment to Submit Matter to ADR Program form. **Failure to respond affirmatively within fifteen (15) business days of receipt of this letter will be taken as a notice of disinterest in the program and your case will be dropped from further consideration for ADR.** In that event, your case will be sent to the FEC's Office of General Counsel and the likelihood that the Committee will be audited during the next election cycle will increase.

This matter has been designated as ADR 223. Please refer to this number in future correspondence with the FEC. If you have questions about the ADR Program, please contact the ADRO at my direct dial as indicated below

Sincerely,

Lynn M. Fraser, Assistant Director
Alternative Dispute Resolution Office
202-694-1665

Enclosures: Brochure
Commitment to Submit Matter to ADR
Designation of Representative/Counsel