



FEDERAL ELECTION COMMISSION
Washington, DC 20463

October 31, 2005

Larry Light, Treasurer
Pennsylvania Medical Society
Political Action Committee Federal
P.O. Box 8820
Harrisburg, PA 17105

Dear Mr. Light:

The Reports Analysis Division (RAD) of the Federal Election Commission ("FEC" or "Commission") determined that matters arising from its review of reports filed by the Pennsylvania Medical Society Political Action Committee Federal and you as Treasurer (the "Respondents") 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 October 6, 2005 to assign this matter to the FEC's Alternative Dispute Resolution (ADR) office 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 the Committee decides to participate in the Program, i.e., negotiation and/or mediation, it should: 1) indicate in writing a willingness to have their 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 ADR Office and the focuses of our subsequent negotiations are described as follows:

RAD referred Respondents for amending their 2003 Year End Report to disclose additional receipts totaling \$197,650, representing an 809% increase in financial activity, and \$173,304.68 in additional disbursements, representing a 69,322 % increase. In response to a RFAI, Respondents advised that the increase in receipts and disbursements on the Committee's Amended 2003 Year End Report was due to a technical error that occurred during the transfer of data to the FECfile. Respondents stated that after learning that their reporting program had not performed correctly they filed the amended report disclosing the additional receipts and disbursement.

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If after reviewing this letter and the enclosed brochure, which describes the ADR program, the Committee would like the matter processed in ADR, you, as Treasurer, 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, either the case will be sent to the FEC's Office of General Counsel or the likelihood that the Committee will be audited during the next election cycle will increase.

This matter has been designated as ADR 294/RAD 05L-46. Please refer to this number in future correspondence with the FEC. If you have questions about the ADR Program, please contact the ADR Office at 202-694-1670.

Sincerely,



Allan D. Silberman
Director, ADR Office

Enclosures:

1. ADR Brochure
2. ADR Commitment Statement

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