



FEDERAL ELECTION COMMISSION
Washington, DC 20463

January 4, 2010

Valerie Dulk Jacobs
Americans for Democratic Action Inc. PAC
1625 K St., NW Suite 210
Washington, DC 20006

Re: ADR 532 (RR 09L-50)
Americans for Democratic Action Inc. PAC and Valerie Dulk Jacobs, Treasurer

Dear Ms. Jacobs:

The Reports Analysis Division of the Federal Election Commission (FEC or Commission) determined that matters arising from its recent review of reports filed by the Americans for Democratic Action Inc. PAC warranted further examination for possible violation of the Federal Election Campaign Act of 1971, as amended. The Commission, thereafter, reviewed the file and assigned this matter to the FEC's Alternative Dispute Resolution Office (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 the Americans for Democratic Action Inc. PAC and Valerie Dulk Jacobs, Treasurer (Respondents or the Committee). 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.

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

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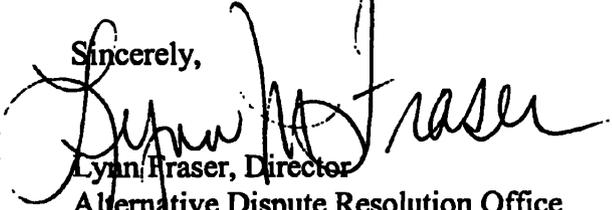
The issues referred to the ADRO, and the focus of our subsequent negotiations are summarized as follows:

The Reports Analysis Division referred the Americans for Democratic Action, Inc. and Valerie Dulk Jacobs, Treasurer (Respondents or the Committee) for activities which appeared to be for circumvention of the Administrative Fines Program during the 2007-2008 election cycle. The Committee disclosed no financial activity during the period July 1, 2008 through December 31, 2008. On November 16, 2009, Respondents filed amended reports for 2008 August Monthly through 2008 Year-End that disclosed total receipts of \$36,490.19 and total disbursements of \$38,641.73. The amended reports showed activity that would have resulted in the Committee's inclusion in the Administrative Fines Program. By failing to disclose all financial activity within a timeframe that would have allowed the Commission to include the Committee in the Administrative Fine process, the Committee circumvented Administrative Fines Program penalties estimated at \$3,350.

If after reviewing this letter and the enclosed brochure, which describes the ADR program, Respondent(s) would like this case selected for ADR processing, you need to affirmatively indicate that on the enclosed Commitment to Submit Matter to ADR 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 for further processing, and the likelihood that the Committee will be audited during the next election cycle will increase.

This matter has been designated as **ADR 532**. 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 Fraser, Director
Alternative Dispute Resolution Office
202-694-1665

Enclosures:

Brochure

Commitment to Submit Matter to ADR and Designation of Representative/Counsel

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