



FEDERAL ELECTION COMMISSION
WASHINGTON, D.C. 20463

September 21, 2007

MEMORANDUM

To: Robert W. Biersack
Press Officer

From: Joseph F. Stoltz *by wjt*
Assistant Staff Director
Audit Division

Subject: Public Issuance of the Audit Report on Jay Fawcett for Congress 2006

Attached please find a copy of the audit report on Jay Fawcett for Congress 2006 which was approved by the Commission on September 7, 2007.

The report may be released to the public on September 21, 2007.

Attachment as stated

cc: Office of General Counsel
Office of Public Disclosure
Reports Analysis Division
FEC Library
Web Manager



Report of the Audit Division on Jay Fawcett for Congress 2006

July 20, 2005 – December 31, 2006

Why the Audit Was Done

Federal law permits the Commission to conduct audits and field investigations of any political committee that is required to file reports under the Federal Election Campaign Act (the Act). The Commission generally conducts such audits when a committee appears not to have met the threshold requirements for substantial compliance with the Act.¹ The audit determines whether the committee complied with the limitations, prohibitions and disclosure requirements of the Act.

Future Action

The Commission may initiate an enforcement action, at a later time, with respect to any of the matters discussed in this report.

About the Campaign (p. 2)

Jay Fawcett for Congress 2006 is the principal campaign committee for Jay Fawcett, Democratic candidate for the U.S. House of Representatives from the state of Colorado, 5th District, and is headquartered in Colorado Springs, Colorado. For more information, see the chart on the Campaign Organization, p. 2.

Financial Activity (p. 2)

- **Receipts**
 - From Individuals \$477,808
 - From Other Political Committees 124,047
 - Loan from Candidate 78,725
 - Other Receipts 4
 - **Total Receipts** **\$680,584**
- **Disbursements**
 - Operating & Other Disbursements \$672,920
 - **Total Disbursements** **\$672,920**

Findings and Recommendations (p. 3)

Based on the limited examination of the reports and statements filed, and the records presented by Jay Fawcett for Congress 2006, no material non-compliance was discovered.

¹ 2 U.S.C. §438(b).

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Part I

Background

Authority for Audit

This report is based on an audit of Jay Fawcett for Congress 2006, undertaken by the Audit Division of the Federal Election Commission (the Commission) in accordance with the Federal Election Campaign Act of 1971, as amended (the Act). The Audit Division conducted the audit pursuant to 2 U.S.C. §438(b), which permits the Commission to conduct audits and field investigations of any political committee that is required to file a report under 2 U.S.C. §434. Prior to conducting any audit under this subsection, the Commission must perform an internal review of reports filed by selected committees to determine if the reports filed by a particular committee meet the threshold requirements for substantial compliance with the Act. 2 U.S.C. §438(b).

Scope of Audit

Following Commission-approved procedures, the Audit staff evaluated various risk factors and as a result, the scope of this audit was limited to the following:

1. The consistency between reported figures and bank records;
2. The disclosure of individual contributors' occupation and name of employer; and
3. The receipt and permissibility of loans.

Part II

Overview of Campaign

Important Dates	Jay Fawcett for Congress 2006
• Date of Registration	August 4, 2005
• Audit Coverage	July 20, 2005 – December 31, 2006
Headquarters	Colorado Springs, Colorado
Bank Information	
• Bank Depositories	One
• Bank Accounts	Three checking accounts
Treasurers	
• Treasurer When Audit Was Conducted	Susan O' Connell
• Treasurer During Period Covered by Audit	Susan O' Connell
Management Information	
• Attended FEC Campaign Finance Seminar	No
• Used Commonly Available Campaign Management Software Package	Yes
• Who Handled Accounting, Recordkeeping Tasks and Other Day-to-Day Operations	Volunteer staff

Campaign Organization

Cash on hand @ July 20, 2005	\$ 0
Receipts	
○ From Individuals	\$ 477,808
○ From Other Political Committees	124,047
○ Offsets to Operating Expenditures	78,725
○ Other Receipts	4
○ Total Receipts	\$ 680,584
Disbursements	
○ Operating Expenditures	\$ 672,920
○ Total Disbursements	\$ 672,920
Cash on hand @ December 31, 2006	\$7,664

Part III

Findings and Recommendations

Based upon a limited examination of the reports and statements filed, and the records presented by Jay Fawcett for Congress 2006, no material non-compliance was discovered.