




FEDERAL ELECTION COMMISSION
Washington, DC 20463

November 2, 2007

MEMORANDUM

To: Robert W. Biersack
Press Officer

From: Joseph F. Stoltz
Assistant Staff Director
Audit Division 

Subject: Public Issuance of the Report of the Audit Division on the Dreier for
Congress Committee

Attached please find a copy of the final audit report on the Dreier for Congress Committee, which was approved by the Commission on October 25, 2007.

The report may be released to the public.

Attachment as stated

cc: Office of General Counsel
Office of Public Disclosure
Reports Analysis Division
FEC Library
✓DSDD Website



Report of the Audit Division on the Dreier for Congress Committee

January 1, 2005 – December 31, 2006

Why the Review 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)

Dreier for Congress Committee is the principal campaign committee for David Dreier, Republican candidate for the U.S. House of Representatives from the state of California, 26th District, and is headquartered in Upland, California. For more information, see the chart on the Campaign Organization, p. 2.

Financial Activity (p. 2)

- **Receipts**
 - From Individuals \$1,054,923
 - From Other Political Committees 1,047,936
 - Offsets to Operating Expenditures 1,354
 - Other Receipts 253,639
 - **Total Receipts** **\$2,357,852**
- **Disbursements**
 - Operating & Other Disbursements 2,281,397
 - Refunds 14,300
 - Other Disbursements 245,000
 - **Total Disbursements** **\$2,540,697**

Findings and Recommendations (p. 3)

The scope of the audit was limited as outlined in Part I of the report. Based upon our limited examination of the reports and statements filed, and the records presented by Dreier for Congress Committee, no material non-compliance was discovered.

¹ 2 U.S.C. §438(b).

Table of Contents

	Page
Part I. Background	
Authority for Audit	1
Scope of Audit	1
Part II. Overview of Campaign	
Campaign Organization	2
Overview of Financial Activity	2
Part III. Findings and Recommendations	3

Part I

Background

Authority for Audit

This report is based on a review of the Dreier for Congress Committee, 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 review 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 review was limited to the following:

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

Part II

Overview of Campaign

Campaign Organization

Important Dates	Dreier for Congress Committee
• Date of Registration	March 6, 1978
• Review Coverage	January 1, 2005 – December 31, 2006
Headquarters	Upland, California
Bank Information	
• Bank Depositories	Four
• Bank Accounts	Four Checking accounts and one investment account
Treasurers	
• Treasurer When Review Was Conducted	David Wm. Couch
• Treasurer During Period Covered by Review	David Wm. Couch
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	David Wm. Couch

Overview of Financial Activity (Audited Amounts)

Cash on hand @ January 1, 2005	\$2,410,332
Receipts	
○ From Individuals	\$1,054,923
○ From Other Political Committees	1,047,936
○ Offsets to Operating Expenditures	1,354
○ Other Receipts	253,639
○ Total Receipts	\$2,357,852
Disbursements	
○ Operating & Other Disbursements	2,281,397
○ Refunds	14,300
○ Other Disbursements	245,000
○ Total Disbursements	\$2,540,697
Cash on hand @ December 31, 2006	\$2,227,487

Part III

Findings and Recommendations

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