

Identification Number: C00411553

Reference: July Quarterly Report (4/1/06 ? 6/30/06)

This is a response to an inquiry from the Federal Election Commission (FEC) to FamMedPAC (PAC) dated July 14, 2006, regarding the PAC's July 2006

Quarterly Report. The inquiry concerned the reimbursement of the PAC's administrative expenses by our connected organization, the American

Academy of Family Physicians (AAFP).

Quoting from the FEC's letter:

-Schedule A of your report discloses the receipt of funds from your connected organization totaling \$3,131.70. 2 U.S.C. sec. 441b prohibits the

receipt of funds from national banks, corporations, and labor organizations. Under CFR sec.114.5(b)(3), however, a separate segregated fund may be

reimbursed for any solicitation or other administrative expense provided that the reimbursement is made no later than thirty days after the expense

was paid by the segregated fund.

FamMedPAC received two reimbursement payments from AAFP during the period covered by the July 2006 Quarterly Report for administrative

expenses paid by the PAC.

The first payment to the PAC from AAFP was dated May 23, 2006 (check #631448), for a total amount of \$2,499.25. This payment included

reimbursement for administrative expenses paid by the PAC beyond the thirty day time limit of CFR sec.114.5 (b)(3). The total amount of

administrative expenses paid by the PAC allowed to be reimbursed by AAFP by a payment made on May 23, 2006 is \$552.49.

American Express 04/24/2006 \$18.24 Credit Card Processing Fee
American Express 04/24/2006 \$0.89 Credit Card Processing Fee
American Express 04/25/2006 \$1.48 Credit Card Processing Fee
American Express 04/27/2006 \$7.38 Credit Card Processing Fee
Bank of America Merchant Services 05/01/2006 \$249.69 Credit Card Processing Fees
Discover Network 05/02/2006 \$13.57 Credit Card Processing Fee
American Express 05/08/2006 \$36.88 Credit Card Processing Fees
American Express 05/08/2006 \$10.77 Credit Card Processing Fees
American Express 05/15/2006 \$100.60 Credit Card Processing Fees
American Express 05/15/2006 \$24.63 Credit Card Processing Fees
American Express 05/18/2006 \$73.75 Credit Card Processing Fees

ETEXT ATTACHMENT

American Express 05/19/2006 \$2.95 Credit Card Processing Fees
American Express 05/22/2006 \$10.77 Credit Card Processing Fees
American Express 05/22/2006 \$0.89 Credit Card Processing Fees

ALLOWED: \$552.49

The second payment to the PAC from AAFP was dated June 9, 2006 (check # 632392), for a total amount of \$632.45. In the 30 days prior to this

payment, FamMedPAC incurred a total of \$686.85 in administrative expenses that were not covered by the payment from AAFP dated May 23, 2006.

Because the total amount of expenses allowed to be covered by this payment exceed the amount of the check from AAFP, FamMedPAC will retain

the full amount of this payment.

American Express 05/30/2006 \$107.95 Credit Card Processing Fees
Bank of America Merchant Services 06/01/2006 \$529.70 Credit Card Processing Fee
Discover Network 06/02/2006 \$42.27 Credit Card Processing Fee
American Express 06/05/2006 \$2.95 Credit Card Processing Fee
American Express 06/08/2006 \$3.98 Credit Card Processing Fee

ALLOWED: \$686.85

FamMedPAC will refund to AAFP the payments made for administrative expenses paid by the PAC beyond the thirty day time limit of CFR sec.114.5

(b)(3). The total amount of the refund to AAFP from the PAC is \$1946.76 (\$2,499.25, less the allowed amount of \$552.49).

A copy of the check from the PAC to AAFP is being mailed to the FEC under separate cover.

Thank you.