

In regard to the letter dated May 23, 2007 in reference to our April Monthly report, I am writing to clarify that the Ernst & Young PAC is a non connected PAC and we must therefore reimburse Ernst & Young for administrative expenses. We reimburse Ernst & Young in advance on a monthly basis for expenses anticipated to be incurred in the following month. These expenses include support staff time, space, utilities, equipment, courier service and transportation costs. In addition we reimburse the firm on an as-needed basis for any political trips taken by firm lobbyists-this includes travel, transportation and lodging costs.
