

This responds to your February 20, 2009 letter regarding a tax reimbursement disclosed on the Amended 30 Day Post-General Report filed by California Real Estate Political Action Committee/Federal ("CREPAC/Federal") on January 31, 2009. California Real Estate Political Action Committee ("CREPAC/State") is a separate state PAC sponsored by the California Association of Realtors, not a non-federal account of CREPAC/Federal, but the two PACs share a federal employer identification number (EIN) and file consolidated income tax returns each year. On March 17, 2008, CREPAC/State made estimated federal and state tax payments on behalf of both PACs. CREPAC/Federal later repaid CREPAC/State \$28,609.00 for CREPAC/Federal's pro rata share of the taxes, which was determined by the amount of investment income received by each PAC. Please note that as of March 2009, CREPAC/Federal will now issue its tax payments directly to the Internal Revenue Service and California Franchise Tax Board, and CREPAC/State will no longer make any payments on behalf of CREPAC/Federal.

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