

Thank you for your letter dated August 12, 2009. In response to your question:

DANPAC does not have an office or employees, and thus does not pay rent or salaries. I am a CPA, and I use my office address and telephone number as the address and telephone number of the PAC. I charge the PAC for my and my staff's time at agreed upon hourly and monthly fixed rates, for which we provide bookkeeping, consulting and FEC reporting services. I invoice the PAC on a monthly basis, and the PAC reports amounts paid to my firm on Schedule B supporting Line 21(b) of the Detailed Summary Page. Fundraising services for the PAC are performed by independent contractors whose fees and reimbursable costs are reported on Schedule B. All invoices are paid within a few days of receipt, and accordingly there are no obligations outstanding for sixty days or more.

Please do not hesitate to contact me if you should have any questions regarding the foregoing.

Sincerely,

Calvert G. Chipchase, III
Treasurer, DANPAC
