

From: Senate Majority Fund  
ID Number C00368431

Reference: Our Mid-Year Report (1/1/07-6/30/07)

This ETEXT ATTACHMENT is in response to the above referenced letter. The Paragraphs below are numbered to correspond with the paragraphs in the FEC letter which requested additional information.

1. The FEC letter asked if payments paid to another political committee for goods and services represented the fair market value for those goods and services. Payments made by the Senate Majority Fund to the Jon Kyl for U.S. Senate committee are based on the fair market value of the service provided. The services provided are rent of office space, rental of office equipment, and reimbursement for telephone and internet service. Rent of office space is based on the square footage used exclusively by each committee and the frequency of use of common areas. Office equipment rental is based on fair market rental of equivalent items of equivalent age on the general market; ie, a desk, a chair, a filing cabinet, and proportional use of computer equipment and a copier. Reimbursement for telephone and internet service is based on percentage of use by each committee (currently running at about fifty percent for each committee). Employees of the Senate Majority Fund are all paid on an hourly basis by the Senate Majority Fund.
2. The FEC letter asked if certain expenditures were made on behalf of specifically identified federal candidates. They were not. All fundraising expenses listed were paid for raising funds for the Senate Majority Fund. No fundraising expenses benefited any candidate or other political committee, unless we later made a monetary contribution to them. These contributions were duly reported on line 23 of our report.
3. The FEC letter asked if a number of expenditures reported were for public communications or voter drive activity. They were not. These expenditures were all directly related to fundraising activities for the benefit of the Senate Majority Fund. No activity contained express advocacy for any candidate or other political committee.

No amended return has been filed. There is insufficient space in the 'Purpose of Disbursement' field in your FEC File software to display the additional information you have requested and which we have supplied in the above paragraphs.

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