SANDLER, REIFF, YOUNG & LAMB, P.C.

September 3, 2013

Mr. Thomas Hintermeister Assistant Staff Director Audit Division Federal Election Commission 999 E Street, N.W. Washington, D.C. 20463

Dear Mr. Hintermeister:

This letter will serve as the response of the Democratic Party of South Carolina ("DPSC") to the Interim Audit Report ("IAR") of the Federal Election Commission's Audit Division ("the Audit Division") for the period covering the DPSC's financial activities for 2009 and 2010.

Finding #1

The first IAR finding involves recordkeeping for party payroll for employees who are paid all or in-part with non-federal funds. The DPSC has implemented procedures to ensure that it will maintain monthly logs to track employee time spent on federal activities and federal election activities for those employees who are paid all or in-part with non-federal funds.

Finding #2

The second IAR finding involved a potential finding that the DPSC had exceeded its spending authority in a House of Representatives election. Based upon documentation provided by the DPSC to the Audit Division, both the DPSC and the Audit Division agreed that the DPSC should amend its reports to move an incorrectly reported expenditure to Line 30(b). Both the DPSC and Audit Division agreed that this action, as well as the documentation provided to the Commission by the DPSC, remedied this issue and that the DPSC had not exceeded the coordinated expenditure limits. The DPSC has no additional comments at this time.

If you require any further information, or have any other questions, please call me at (202) 479-1111.

Neil Reiff

Sincerely.

Counsel to the Democratic Party of South

Carolina