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United States Senate

COMMITTEE ON FINANCE

WASHINGTON, DC 20510-6200

RUSSELL SULLIVAN, STAFF DIRECTOR
CHRIS CAMPBELL, REPUBLICAN STAFF DIRECTOR

September 25, 2012

Mark Schulhof
Chief Executive Officer
Quadriga Art
30 E. 33rd Street
10th Floor
New York, NY, 10016

Dear Mr. Schulhof:

The Senate Finance Committee has jurisdiction over revenue matters, and is responsible for conducting oversight of the administration of the federal tax system, including matters involving tax-exempt organizations. The Committee has focused extensively over the past decade on whether tax-exempt groups have been used for financial or political gain. The central question examined by the Committee has been whether certain charitable and social welfare organizations have violated the requirements to qualify for the tax-exempt status provided under the Internal Revenue Code.

Media reports have identified issues related to the operation of the Disabled Veterans National Foundation (DVNF), which is organized as a 501(c)(3) tax exempt organization under the U.S. tax code.

An investigation of DVNF by our staff is underway. In order to advance our understanding of the operations of DVNF it is necessary to have information from Quadriga Art and its affiliates.

Please provide the following information, covering the years 2008-2011.

1. Please describe generally the goods and services provided to DVNF by Quadriga Art, Brickmill, and any other related entities or entities under common control (e.g. organized under RBS International Direct Marketing LLC).
2. For Quadriga Art, Brickmill, and any other related entities, please provide an accounting of all invoices issued to, collections from DVNF during the past three years, as well as any outstanding receivables from DVNF as of December 31, 2011.
3. Please provide details of the revenue recorded on the financial statements related to the provision of goods or services to DVNF for the past three years, and the related cost to Quadriga Art, Brickmill, and any other entities of providing the goods and services.

Please break down the cost of providing goods and services to DVNF between materials and supplies, salaries, professional fees, and other expenses. For any professional fees, please provide a listing of the professional service provider and a description of the service provided.

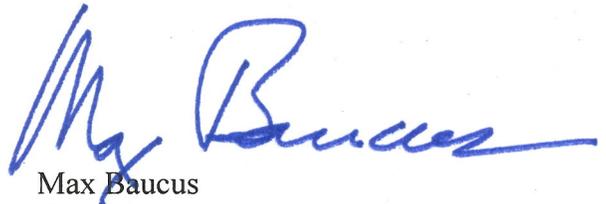
4. The audited (or unaudited if there is no audit) financial statements, including income statement, balance sheet, and statement of cash flows for each of the past three years.

We look forward to hearing from you no later than October 23, 2012. If you have any questions please do not hesitate to call John Angell on my Finance Committee staff, at 202 224-4515.

Sincerely,



Richard Burr
Senator



Max Baucus
Chairman