



Higgins Lake Property Owners Association

PO Box 55 308-B Lake Street Roscommon, MI 48653

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Ph.: (989) 275-9181 Fax: (989) 275-9182

May 16, 2016

Carey & Jaskowski, PLLC
2373 S. I-75 Business Loop
Grayling, MI 49738

Our auditors, Robert F. Murray & Co., CPAs, P.C. are conducting an audit of our financial statements at December 31, 2015 and for the year then ended. Please provide to them the information requested below involving matters with respect to which you have been engaged and to which you have devoted substantive attention on behalf of the Company in the form of legal consultation or representation.

Pending or Threatened Litigation, Claims, and Assessments (excluding unasserted claims and assessments)

Please prepare a description of all material litigation, claims, and assessments (excluding unasserted claims and assessments). Materiality for purposes of this letter includes items involving amounts exceeding \$5,000 individually or in the aggregate. The description of each case should include:

1. the nature of litigation,
2. the progress of the case to date,
3. how management is responding or intends to respond to the litigation, e.g., to contest the case vigorously or to seek an out-of-court settlement, and
4. an evaluation of the likelihood of an unfavorable outcome and an estimate, if one can be made, of the amount or range of potential loss.

Also, please identify any pending or threatened litigation, claims, and assessments with respect to which you have been engaged but as to which you have not yet devoted substantive attention.

Dedicated to preserving the quality and beauty of Higgins Lake

Unasserted Claims and Assessments

We understand that whenever, in the course of performing legal services for us with respect to a matter recognized to involve an unasserted possible claim or assessment that may call for financial statement disclosure, you have formed a professional conclusion that we should disclose or consider disclosure concerning such possible claim or assessment, as a matter of professional responsibility to us, you will so advise us and will consult with us concerning the question of such disclosure and the applicable requirements of FASB Accounting Standards Codification 450, *Contingencies* (formerly Statement of Financial Accounting Standards No. 5). Please specifically confirm to our auditors that our understanding is correct.

We have represented to our auditors that there are no unasserted possible claims or assessments that you have advised us are probable of assertion and must be disclosed in accordance with FASB Accounting Standards Codification 450, *Contingencies*.

Response

Your response should include matters that existed as of December 31, 2015, and during the period from that date to the effective date of your response. Please specify the effective date of your response if it is other than the date of reply.

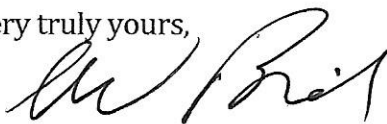
Please specifically identify the nature of, and reasons for, any limitations on your response.

Our auditors would appreciate receiving your reply by May 25, 2016 with a specified effective date as close as feasible to that date. You may also be requested to provide verbal updates to your written response at a later date. We appreciate your timely response to such requests.

Other Matters

Please also indicate the amount we were indebted to you for services and expenses (billed and unbilled) on December 31, 2015.

Very truly yours,



Chuck Brick, Treasurer
Higgins Lake Property Owners Association