

MICHIGAN HILL OWNERS ASSOCIATION
P.O. BOX 123
JEFFERSON, CO 80465



October 8, 2013

To Sotiros & Sotiros, LLC


We are providing this letter in connection with your review of the balance sheets of Michigan Hill Owners Association, Inc., as of December 31, 2012 and 2011, and the related statements of revenues, expenses, and changes in fund balances, and cash flows for the years then ended for the purpose of obtaining limited assurance that there are no material modifications that should be made to the financial statements in order for the statements to be in conformity with generally accepted accounting principles. We confirm that we are responsible for the fair presentation of the financial statements in accordance with generally accepted accounting principles and the selection and application of accounting policies.

Certain representations in this letter are described as being limited to matters that are material. Items are considered material, regardless of size, if they involve an omission or misstatement of accounting information that, in light of surrounding circumstances, makes it probable that the judgment of a reasonable person using the information would be changed or influenced by the omission or misstatement.

We confirm to the best of our knowledge and belief, as of October 1, 2013, the following representations made to you during your review.

1. The financial statements referred to above are fairly presented in accordance with generally accepted accounting principles.
2. We have made available to you all:
 - a. Financial records and related data.
 - b. Minutes of the meetings of directors and committees, or summaries of actions of recent meetings for which minutes have not yet been prepared.
3. No material transactions exist that have not been properly recorded in the accounting records underlying the financial statements.
4. We acknowledge our responsibility for the preparation and fair presentation of the financial statements in accordance with generally accepted accounting principles.
5. We acknowledge our responsibility for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements.
6. We acknowledge our responsibility to prevent and detect fraud.

7. We have no knowledge of fraud or suspected fraud affecting the entity involving management or others where the fraud could have a material effect on the financial statements, including any communications from others.
8. We have no plans or intentions that may materially affect the carrying value or classification of assets and liabilities.
9. No material losses exist that have not been properly accrued or disclosed in the financial statements.
10. There are no:
 - a. Violations or possible violations of laws or regulations whose effects should be considered for disclosure in the financial statements.
 - b. Unasserted claims or assessments that our lawyer has advised us are probable of assertions that must be disclosed.
 - c. Other material liabilities or gain or loss contingencies that are required to be disclosed.
11. The Association has satisfactory title of all owned assets, and there are no liens or encumbrances on such assets nor has any asset been pledged as collateral.
12. We have complied with all aspects of contractual agreements that would have a material effect on the financial statements in the event of noncompliance.
13. The following have been properly recorded or disclosed in the financial statements:
 - a. Related party transactions
 - b. Guarantees, whether written or oral, under which the Association is contingently liable.
14. We are in agreement with the adjusting journal entries, if any, you have recommended, and they have been posted to the Association accounts.
15. There are no such estimates that may be subject to material change in the near-term that have not been properly disclosed in the financial statements. We understand that the near-term means the period within one year of the date of the financial statements. In addition, we have no knowledge of concentrations existing at the date of the financial statements that make the Association vulnerable to the risk of a near-term severe impact that have not been properly disclosed in the financial statements.
16. No events have occurred subsequent to the date of the financial statements and through the date of this letter that would require disclosure in the financial statements.
17. We have responded fully and truthfully to all inquiries made to us by you during your review.



Larry McClymonds, President
Michigan Hill Owners Association