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CERTIFIED PUBLIC ACCOUNTANTS

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February 3, 2016

Bay Islands Community Healthcare Association

PO Box 44510

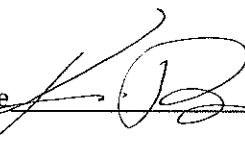
Indianapolis, IN 462

Enclosed please find a draft of the financial statements for the year ended September 30, 2015. If the draft is acceptable, please return a signed copy of this letter to us. If you have any changes, please not them.

If we can be of any further assistance to you, kindly contact us.

Very truly yours

Dale E Kirk

Name  Title President Date 4/1/16

I approve finalizing the draft of the financial statements you provided to us.

Bay Islands Community Healthcare Association
PO Box 44510
Indianapolis, IN 46244

January 31, 2016

Kirk, Summa & Co., LLP
1405 N Cedar Crest Blvd
Suite 102
Allentown, PA 18104

This representation letter is provided in connection with your audit of the financial statements of Bay Islands Community Healthcare Association, which comprise the statements of financial position as of September 30, 2015, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements, for the purpose of expressing an opinion as to whether the financial statements are presented fairly, in all material respects, in accordance with accounting principles generally accepted in the United States (U.S. GAAP).

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 relying on the information would be changed or influenced by the omission or misstatement. An omission or misstatement that is monetarily small in amount could be considered material as a result of qualitative factors.

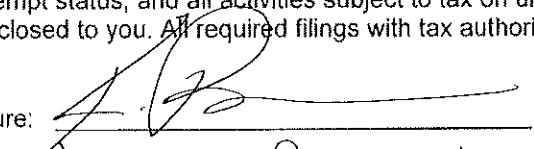
We confirm, to the best of our knowledge and belief, as of January 31, 2016, the following representations made to you during your audit.

- 1) We have fulfilled our responsibilities, as set out in the terms of the audit engagement letter dated October 16, 2015, including our responsibility for the preparation and fair presentation of the financial statements in accordance with U.S. GAAP.
- 2) The financial statements referred to above are fairly presented in conformity with U.S. GAAP.
- 3) We acknowledge our responsibility for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.
- 4) We acknowledge our responsibility for the design, implementation, and maintenance of internal control to prevent and detect fraud.
- 5) Significant assumptions we used in making accounting estimates, including those measured at fair value, are reasonable.
- 6) Related party relationships and transactions have been appropriately accounted for and disclosed in accordance with U.S. GAAP.
- 7) All events subsequent to the date of the financial statements and for which U.S. GAAP requires adjustment or disclosure have been adjusted or disclosed.
- 8) There are no uncorrected misstatements.
- 9) The effects of all known actual or possible litigation, claims, and assessments have been accounted for and disclosed in accordance with U.S. GAAP.
- 10) Material concentrations have been appropriately disclosed in accordance with U.S. GAAP.
- 11) Guarantees, whether written or oral, under which the organization is contingently liable, have been properly recorded or disclosed in accordance with U.S. GAAP.

- 12) We have provided you with:
- a) Access to all information, of which we are aware, that is relevant to the preparation and fair presentation of the financial statements, such as records, documentation, and other matters.
 - b) Additional information that you have requested from us for the purpose of the audit.
 - c) Unrestricted access to persons within the Organization from whom you determined it necessary to obtain audit evidence.
 - d) Minutes of the meetings of the governing board or summaries of actions of recent meetings for which minutes have not yet been prepared.
- 13) All material transactions have been recorded in the accounting records and are reflected in the financial statements.
- 14) We have disclosed to you the results of our assessment of the risk that the financial statements may be materially misstated as a result of fraud.
- 15) We have no knowledge of any fraud or suspected fraud that affects the organization and involves:
- a) Management,
 - b) Employees who have significant roles in internal control, or
 - c) Others where the fraud could have a material effect on the financial statements.
- 16) We have no knowledge of any allegations of fraud or suspected fraud affecting the organization's financial statements communicated by employees, former employees, grantors, regulators, or others.
- 17) We have no knowledge of any instances of noncompliance or suspected noncompliance with laws and regulations whose effects should be considered when preparing financial statements.
- 18) We have disclosed to you all known actual or possible litigation, claims, and assessment whose effects should be considered when preparing the financial statements.
- 19) We have disclosed to you the identity of the organization's related parties and all the related party relationships and transactions of which we are aware.
- 20) The organization has satisfactory title to all owned assets, and there are no liens or encumbrances on such assets nor has any asset been pledged as collateral.
- 21) We are responsible for compliance with the laws, regulations, and provisions of contracts and grant agreements applicable to us.
- 22) Bay Islands Community Healthcare Association is an exempt organization under Section 501(c)(3) of the Internal Revenue Code. Any activities of which we are aware that would jeopardize the Organization's tax-exempt status, and all activities subject to tax on unrelated business income or excise or other tax, have been disclosed to you. All required filings with tax authorities are up-to-date.

Signature: _____

Title: _____


K. Bricker, Pres, dent.

**BAY ISLANDS COMMUNITY
HEALTHCARE ASSOCIATION**

FINANCIAL STATEMENTS

SEPTEMBER 30, 2015

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INDEPENDENT AUDITORS' REPORT

TO THE BOARD OF DIRECTORS BAY ISLANDS COMMUNITY HEALTHCARE ASSOCIATION

We have audited the accompanying financial statements of Bay Islands Community Healthcare Association (a nonprofit organization), which comprise the statement of financial position as of September 30, 2015, and the related statements of activities and cash flows for the year then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

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Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Bay Islands Community Healthcare Association as of September 30, 2015, and the changes in net assets and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Kirk, Summa & Co., LLP

January 31, 2016
East Stroudsburg, Pennsylvania

**BAY ISLANDS COMMUNITY HEALTHCARE ASSOCIATION
STATEMENT OF FINANCIAL POSITION
SEPTEMBER 30, 2015**

ASSETS	
CURRENT ASSETS	
Cash	\$ 571,309
TOTAL CURRENT ASSETS	<u>571,309</u>
 TOTAL ASSETS	 <u><u>\$ 571,309</u></u>
 LIABILITIES AND NET ASSETS	
LIABILITIES	
 NET ASSETS	
Unrestricted	\$ 571,309
TOTAL NET ASSETS	<u>571,309</u>
 TOTAL LIABILITIES AND NET ASSETS	 <u><u>\$ 571,309</u></u>

The accompanying notes are an integral part of these financial statements.

BAY ISLANDS COMMUNITY HEALTHCARE ASSOCIATION
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2015

REVENUES - UNRESTRICTED:	
Contributions	\$ 254,644
TOTAL REVENUES	<u>254,644</u>
FUNCTIONAL EXPENSES:	
Program services	200,981
General and administrative	4,915
TOTAL FUNCTIONAL EXPENSES	<u>205,896</u>
NET CHANGE IN UNRESTRICTED NET ASSETS	48,748
UNRESTRICTED NET ASSETS AT BEGINNING OF YEAR	<u>522,561</u>
UNRESTRICTED NET ASSETS AT END OF YEAR	<u><u>\$ 571,309</u></u>

The accompanying notes are an integral part of these financial statements.

**BAY ISLANDS COMMUNITY HEALTHCARE ASSOCIATION
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED SEPTEMBER 30, 2015**

	Program Services	General and Administrative	Totals
Contributions made	\$ 200,000	\$ -	\$ 200,000
Professional fees	-	2,400	2,400
Internet expense	102	-	102
Insurance	-	945	945
Business registration fees	-	1,570	1,570
Misc expenses	879	-	879
Total functional expenses	\$ 200,981	\$ 4,915	\$ 205,896

The accompanying notes are an integral part of these financial statements.

**BAY ISLANDS COMMUNITY HEALTHCARE ASSOCIATION
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED SEPTEMBER 30, 2015**

Cash flows from operating activities:	
Increase in net assets	\$ 48,748
Adjustments to reconcile increase in net assets to to net cash provided by operating activities:	
Net cash provided by operating activities	<u>48,748</u>
Net increase in cash	48,748
Cash - beginning of year	<u>522,561</u>
Cash - end of year	<u><u>\$ 571,309</u></u>
Supplemental disclosure	
Income taxes paid	<u><u>-</u></u>
Interest paid	<u><u>-</u></u>

The accompanying notes are an integral part of these financial statements.

**BAY ISLANDS COMMUNITY
HEALTHCARE ASSOCIATION
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2015**

NOTE A – NATURE OF ACTIVITIES AND SIGNIFICANT ACCOUNTING POLICIES

Nature of Activities

The Bay Islands Community Healthcare Association was formed to support quality medical care, a basic human right, by soliciting, collecting & transferring funds to the Clinica Esperanza in Sandy Bay, Roatan, Honduras, a medical clinic operated by the Honduras NGO "Asociación de Salud Comunitaria de la Isla de la Bahía". The Organization is a Pennsylvania nonprofit corporation formed on July 8, 2008.

Financial Statement Presentation

The Organization's financial statements are presented in accordance with the Financial Accounting Standard Board's Statement of Financial Accounting Standards ASC 958-210-50-3, "Financial Statements of Not-for-Profit Organizations." Under FASB, the Organization is required to report information regarding its financial position and activities according to three classes on net assets, as applicable: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets. In addition, the Organization is required to present a statement of cash flows.

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts and disclosures. Actual results could differ from those estimates.

Cash and Cash Equivalents

For purposes of the statement of cash flows, the Organization considers all highly liquid investments including money market funds, with an initial maturity of three months or less to be cash equivalents.

Income Taxes

The Organization is exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code as a charitable institution other than a private foundation.

The Organization's Forms 990, *Return of Organization Exempt from Income Tax*, for the years ending September 30, 2013, 2014 and 2015 are subject to examination by the Internal Revenue Service, generally for three years after they were filed.

**BAY ISLANDS COMMUNITY
HEALTHCARE ASSOCIATION
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2015**

NOTE B – SUBSEQUENT EVENTS

In preparing these financial statements, management of Bay Islands Community Healthcare Association has evaluated events and transactions subsequent to September 30, 2015 through January 31, 2016, the date these financial statements were available to be issued. Based on the definitions and requirements of the Subsequent Events Topics of the FASB Accounting Standards Codification, management of Bay Islands Community Healthcare Association is not aware of any subsequent events that would require recognition or disclosure in the financial statements.