

Independent Auditor's Report

To The Board of Directors
Houston Area League of PC Users, Inc.
Houston, Texas

I have audited the accompanying statement of financial position of Houston Area League of PC Users, Inc. (a nonprofit organization) as of May 31, 1999 and 1998, and the related statements of activities and cash flows for each of the two years in the period ended May 31, 1999. These financial statements are the responsibility of the Organization's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted the audit in accordance with generally accepted auditing standards. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. I believe that my audit provides a reasonable basis for my opinion.

In my opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Houston Area League of PC Users, Inc. as of May 31, 1999 and 1998, and the changes in its net assets and its cash flows for each of the two years in the period ended May 31, 1999 in conformity with generally accepted accounting principles.

January 4, 2000

Philip H. Salchli
Certified Public Accountant
Member American Institute of Certified Public Accountants
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Member Texas Society of Certified Public Accountants