



Board of Directors
Mount Olivet Rolling Acres, Inc.
Chanhassen, Minnesota

We have audited the consolidated financial statements of Mount Olivet Rolling Acres, Inc. (the Corporation) for the year ended December 31, 2020, and have issued our report thereon dated May 6, 2021. We have previously communicated to you information about our responsibilities under auditing standards generally accepted in the United States of America, as well as certain information related to the planned scope and timing of our audit. Professional standards also require that we communicate to you the following information related to our audit.

Significant audit findings

Qualitative aspects of accounting practices

Accounting policies

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by the Corporation are described in Note 1 to the consolidated financial statements.

No new accounting policies were adopted and the application of existing policies was not changed during 2020.

We noted no transactions entered into by the Corporation during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the consolidated financial statements in the proper period.

Accounting estimates

Accounting estimates are an integral part of the consolidated financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the consolidated financial statements and because of the possibility that future events affecting them may differ significantly from those expected. The most sensitive estimates affecting the consolidated financial statements were:

- Management's estimate of depreciation is based on the estimated useful lives of the buildings, equipment, and furniture. We evaluated the key factors and assumptions used to develop depreciation in determining that it is reasonable in relation to the consolidated financial statements taken as a whole.
- Management's estimate of the functional allocation of expenses shared between programs, management and general, and fundraising is based on a reasonable and consistent basis using factors such as direct payroll allocation and total direct expenses. We evaluated the key factors and assumptions used to develop the allocation in determining that it is reasonable in relation to the consolidated financial statements taken as a whole.

Financial statement disclosures

Certain financial statement disclosures may be particularly sensitive because of their significance to financial statement users. There were no particularly sensitive financial statement disclosures.

The financial statement disclosures are neutral, consistent, and clear.

Difficulties encountered in performing the audit

We encountered no significant difficulties in dealing with management in performing and completing our audit.

Uncorrected misstatements

Professional standards require us to accumulate all misstatements identified during the audit, other than those that are clearly trivial, and communicate them to the appropriate level of management. The attached schedule summarizes the uncorrected misstatement of the consolidated financial statements. Management has determined that its effects are immaterial to the consolidated financial statements taken as a whole.

Corrected misstatements

Management did not identify and we did not notify them of any financial statement misstatements detected as a result of audit procedures.

Disagreements with management

For purposes of this letter, a disagreement with management is a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the consolidated financial statements or the auditors' report. No such disagreements arose during our audit.

Management representations

We have requested certain representations from management that are included in the management representation letter dated May 6, 2021.

Management consultations with other independent accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to the Corporation's consolidated financial statements or a determination of the type of auditors' opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

Significant issues discussed with management prior to engagement

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to engagement as the Corporation's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our engagement.

Audits of group financial statements


We noted no matters related to the group audit that we consider to be significant to the responsibilities of those charged with governance of the group.

Other information in documents containing audited consolidated financial statements

Our auditors' opinion, the audited consolidated financial statements, and the notes to consolidated financial statements should only be used in their entirety. Inclusion of the audited consolidated financial statements in a document you prepare, such as an annual report, should be done only with our prior approval and review of the document.

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This information is intended solely for the use of the board of directors and management of Mount Olivet Rolling Acres, Inc., and is not intended to be, and should not be, used by anyone other than these specified parties.



CliftonLarsonAllen LLP

Minneapolis, Minnesota
May 6, 2021

**MOUNT OLIVET ROLLING ACRES, INC.
SUMMARY OF PASSED ADJUSTMENTS
DECEMBER 31, 2020**

Account	Description	Debit	Credit
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Passed Journal Entries JE # 2

To pass on recording the Corporation's beneficial interest in the Fallander and Norberg Trusts.

CLA1999	Interest in Perpetual Trusts	\$ 106,213.00	\$ -
CLA3999	Net Assets - Beginning	-	98,930.00
CLA4999	Change in Value of Perpetual Trusts	-	7,283.00
Total		<u>\$ 106,213.00</u>	<u>\$ 106,213.00</u>

Passed Journal Entries JE # 3

Pass on recording a lease as a capital lease as required by GAAP.

11100	Furniture and Equipment	\$ 29,815.00	\$ -
35990	Retained Earnings	1,024.00	-
702300-0-000	Furn/Equip Depreciation	5,963.00	-
703700-2-023	Capital Lease Interest	2,559.00	-
11300	Accum Depreciation	-	8,945.00
21540-0-0-000	Cap. Lease	-	22,815.00
68800-0-0-006	OverHead Allocation	-	7,601.00
Total		<u>\$ 39,361.00</u>	<u>\$ 39,361.00</u>

Cumulative Impact

Assets (Overstated) Understated	\$ 127,083
Liabilities Overstated (Understated)	(22,815)
Net Assets Overstated (Understated)	(97,906)
Support and Revenue Overstated (Understated)	(7,283)
Expenses (Overstated) Understated	921
Changes in Net Assets Overstated (Understated)	<u>\$ (6,362)</u>