

October 16, 2025

To the Connectional Council  
The Mid-Texas Annual Conference of the Global Methodist Church  
Waco, Texas

We have audited the financial statements of The Mid-Texas Annual Conference of the Global Methodist Church (the "Organization") for the year ended December 31, 2024, and have issued our report thereon dated October 16, 2025. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards, as well as certain information related to the planned scope and timing of our audit. We have communicated such information in our letter to you dated June 5, 2025. Professional standards also require that we communicate to you the following information related to our audit.

***Qualitative Aspects of the Organization's Accounting Practices***

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by the Organization are described in Note 2 to the financial statements. There have been no initial selection of accounting policies and no changes in significant accounting policies or their application during the year ended December 31, 2024. No matters have come to our attention that would require us, under professional standards, to inform you about (1) the methods used to account for significant unusual transactions, and/or (2) the effect of significant accounting policies in controversial or emerging areas for which there is a lack of authoritative guidance or consensus.

***Significant Accounting Estimates and Related Disclosures***

Accounting estimates and related disclosures are an integral part of the 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 financial statements and because of the possibility that future events affecting them may differ significantly from those expected.

***Financial Statement Disclosures***

Certain financial statement disclosures are particularly sensitive because of their significance to financial statement users. The financial statement disclosures are neutral, consistent, and clear.

***Significant Difficulties Encountered in Performing the Audit***

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

***Identified or Suspected Fraud***

We have not identified fraud or obtained information indicating that fraud may have occurred during the year ended December 31, 2024.

### ***Uncorrected and Corrected Misstatements***

For purposes of this communication, professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that we believe are trivial, and communicate them to the appropriate level of management. Further, professional standards also require us to communicate the effect of uncorrected misstatements related to prior periods on the relevant classes of transactions, account balances or disclosures, and the financial statements as a whole. Management has corrected all identified misstatements.

Uncorrected misstatements or matters underlying those uncorrected misstatements could potentially cause future-period financial statements to be materially misstated, even though the uncorrected misstatements are immaterial to the financial statements.

In addition, professional standards require us to communicate to you all material corrected misstatements that were brought to the attention of management as a result of our audit procedures. The attached schedule summarizes the material misstatements identified as a result of our audit that were brought to the attention of and corrected by management.

### ***Disagreements with Management***

For purposes of this letter, professional standards define a disagreement with management as a matter, whether or not resolved to our satisfaction, concerning a financial accounting, reporting, or auditing matter, which could be significant to the Organization's financial statements or the auditor's report. No such disagreements arose during the course of the audit.

### ***Representations Requested from Management***

We have requested certain representations from management that are included in the management representation letter dated October 16, 2025.

### ***Management Consultations with Other 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 Organization's financial statements or a determination of the type of auditor's opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

### ***Other Audit Matters, Findings, or Issues***

In the normal course of our professional association with the Organization we generally discuss a variety of matters, including the application of accounting principles and auditing standards, significant events or transactions that occurred during the year, business conditions affecting the Organization, and business plans and strategies that may affect the risks of material misstatement. None of the matters discussed resulted in a condition to our retention as the Organization's auditor.

We would like to express our appreciation for the courtesy and cooperation extended to us by Jim Noble and his staff.

This information is intended solely for the use of the Connectional Council and management of the Organization and is not intended to be, and should not be, used by anyone other than these specified parties.

Please do not hesitate to contact us if you want to discuss any of the matters contained herein.

Respectfully,

A handwritten signature in black ink that reads "Calvetti Ferguson". The script is cursive and fluid, with the first letter of each name being capitalized and prominent.

Calvetti Ferguson  
San Antonio, Texas

## AJE Report

*Mid-Texas Annual Conference of the Global Methodist Church  
12/31/2024*

Account	Description	Debit	Credit
<b>Adjusting Journal Entries</b>			
<b>Adjusting Journal Entries JE # 1</b>			
To adjust beginning net assets to prior year's ending balance.			
3200	3200 Retained Earnings	1,000	
3500	3500 Unrestricted Net Assets	1	
4001	4001 Connectional Giving		1,001
<b>Total</b>		<b>1,001</b>	<b>1,001</b>
<b>Adjusting Journal Entries JE # 2</b>			
To reverse client prepared AJE for proper financial statement reporting.			
3400	3400 Restricted Net Assets	56,024	
7000	7000 Bulgaria Partnership-Expenses	50,105	
6000	6000 Bulgaria Partnership		106,129
<b>Total</b>		<b>106,129</b>	<b>106,129</b>
<b>Adjusting Journal Entries JE # 3</b>			
To reverse client prepared AJE for proper financial statement reporting.			
3400	3400 Restricted Net Assets	1,710	
7002	7002 General New Church Start-Expenses	4,079	
6002	6002 General New Church Start-Revenue		5,789
<b>Total</b>		<b>5,789</b>	<b>5,789</b>
<b>Adjusting Journal Entries JE # 4</b>			
To reclass Connectional Giving income to proper account.			
6000	6000 Bulgaria Partnership	7,632	
4001	4001 Connectional Giving		7,632
<b>Total</b>		<b>7,632</b>	<b>7,632</b>
<b>Adjusting Journal Entries JE # 5</b>			
To properly record net assets with donor restrictions at year-end.			
3500	3500 Unrestricted Net Assets	30,012	
3400	3400 Restricted Net Assets		30,012
<b>Total</b>		<b>30,012</b>	<b>30,012</b>
<b>Total Adjusting Journal Entries</b>		<b>150,563</b>	<b>150,563</b>

**The Mid-Texas Annual Conference of the Global Methodist Church**  
**4901 Cobbs Drive**  
**Waco, Texas 76710**

October 16, 2025

Calvetti Ferguson  
250 W. Nottingham Drive, Suite 100  
San Antonio, TX 78209

This representation letter is provided in connection with your audit of the financial statements of The Mid-Texas Annual Conference of the Global Methodist Church (the "Organization"), which comprise the statement of financial position as of December 31, 2024, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the disclosures (collectively, the "financial statements"), for the purpose of expressing an opinion as to whether the financial statements are presented fairly, in all material aspects, in accordance with accounting principles generally accepted in the United States of America ("U.S. GAAP").

We confirm, to the best of our knowledge and belief, as of October 16, 2025, the following representations made to you during your audit.

**Financial Statements**

We have fulfilled our responsibilities, as set out in the terms of the audit engagement letter dated June 5, 2025, including our responsibility for the preparation and fair presentation of the financial statements in accordance with U.S. GAAP.

- 1) The financial statements referred to above are fairly presented in conformity with U.S. GAAP.
- 2) 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.
- 3) We acknowledge our responsibility for the design, implementation, and maintenance of internal control to prevent and detect fraud.
- 4) The methods, significant assumptions, and data used in making accounting estimates and their related disclosures are appropriate to achieve recognition, measurement, or disclosure that is reasonable in accordance with U.S. GAAP.
- 5) Related party relationships and transactions have been appropriately accounted for and disclosed in accordance with U.S. GAAP.
- 6) 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.



- 7) We are in agreement with the adjusting journal entries you have proposed, and they have been posted to the Organization's accounts. In this case, no representation about uncorrected misstatements is necessary.
- 8) The effects of all known actual or possible litigation, claims, and assessments have been accounted for and disclosed in accordance with U.S. GAAP.
- 9) Material concentrations have been appropriately disclosed in accordance with U.S. GAAP.
- 10) Guarantees, whether written or oral, under which the Organization is contingently liable, have been properly recorded or disclosed in accordance with U.S. GAAP.
- 11) As part of your audit, you assisted with preparation of the financial statements and related disclosures. We acknowledge our responsibility as it relates to those nonaudit services, including that we assume all management responsibilities; oversee the services by designating an individual, preferably within senior management, who possesses suitable skill, knowledge, or experience; evaluate the adequacy and results of the services performed; and accept responsibility for the results of the services. We have reviewed, approved, and accepted responsibility for the financial statements and related disclosures.

#### **Information Provided**

- 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:
  - 1) Management,
  - 2) Employees who have significant roles in internal control, or
  - 3) 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 potential litigation, claims, and assessments whose effect should be considered when preparing the financial statements.
- 19) We have disclosed to you the names of all the Organization's related parties and all the related party relationships and transactions, including side agreements.
- 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, except as made known to you in the notes to the financial statements.
- 21) We are responsible for compliance with the laws, regulations, and provisions of contracts and grant agreements applicable to us.
- 22) The Mid-Texas Annual Conference of the Global Methodist Church 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.

Signed: \_\_\_\_\_

A handwritten signature in dark ink, appearing to read "Rev. J. Noble", written over a horizontal line.

Jim Noble, Treasurer