



April 24, 2025

To the Board of Directors
Masonic Home for Children at Oxford, Inc.
Oxford, North Carolina

We have audited the financial statements of the Masonic Home for Children at Oxford, Inc. (the “Organization”) for the year ended December 31, 2024, and have issued our report thereon dated April 24, 2025. Professional standards require that we advise you of the following matters relating to our audit.

Our Responsibility in Relation to the Financial Statement Audit

As communicated in our engagement letter dated January 21, 2025, our responsibility, as described by professional standards, is to form and express an opinion about whether the financial statements that have been prepared by management with your oversight are presented fairly, in all material respects, in accordance with accounting principles generally accepted in the United States of America. Our audit of the financial statements does not relieve you or management of its respective responsibilities.

Our responsibility, as prescribed by professional standards, is to plan and perform our audit to obtain reasonable, rather than absolute, assurance about whether the financial statements are free of material misstatement. An audit of financial statements includes consideration of internal control over financial reporting as a basis for designing 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 over financial reporting. Accordingly, as part of our audit, we considered the internal control of the Organization solely for the purpose of determining our audit procedures and not to provide any assurance concerning such internal control.

We are also responsible for communicating significant matters related to the audit that are, in our professional judgment, relevant to your responsibilities in overseeing the financial reporting process. However, we are not required to design procedures for the purpose of identifying other matters to communicate to you.

Planned Scope and Timing of the Audit

We conducted our audit consistent with the planned scope and timing we previously communicated to you.

Compliance with All Ethics Requirements Regarding Independence

The engagement team, others in our firm, as appropriate, our firm, and our network firms have complied with all relevant ethical requirements regarding independence.

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The engagement team consists of other professional members who are involved in the review of work that was done for the Organization or otherwise advised the engagement team to reduce identified independence threats to an appropriate level.

Significant Risks Identified

We have identified the following significant risks:

- Risk of improper revenue recognition
- Management override of controls

Qualitative Aspects of the Entity's Significant Accounting Practices

Significant Accounting Policies

Management has the responsibility to select and use appropriate accounting policies. A summary of the significant accounting policies adopted by Organization is included in Note 1 to the financial statements. There have been no initial selection of accounting policies and no changes in significant accounting policies or their application during 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 (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

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's current judgments. Those judgments are normally based on 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 markedly from management's current judgments.

The most sensitive accounting estimates affecting the financial statements are:

- Management's estimate of the fair market value of the Organization's beneficial interest in net assets of trusts is based on the Organization's percentage ownership of the net asset value per share provided by the trustee holding those assets.
- Management's estimate of the fair market value of the property held for sale is based on comparable sales for similar properties or assessed tax value provided by the appointed real estate professional.
- Management estimates depreciation and the future recoverability of the net carrying value of assets which is based on the nature and type of property and equipment and prior historical experience with similar assets.
- Management estimates certain expenses that were allocated between program services and supporting services on the statement of functional expenses.
- Management's estimates of the right-of-use leased assets and related lease liabilities are based on the present value of the lease payments using a discount rate equal to the risk-free rate of return when the lease was initiated.

We evaluated the key factors and assumptions used to develop these estimates in determining they are reasonable in relation to the financial statements taken as a whole.

Financial Statement Disclosures

Certain financial statement disclosures involve significant judgment and are particularly sensitive because of their significance to financial statement users. The most sensitive disclosures affecting the Organization's financial statements relate to:

- The fair value measurements in Note 2 to the financial statements, which requires judgment by management related to the valuation level within the fair value hierarchy.

Significant Difficulties Encountered During the Audit

We encountered no significant difficulties in dealing with management relating to the performance of the audit.

Corrected and 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. Management has corrected all such misstatements and a copy of the adjusting journal entries is attached.

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.

Management Representations

We have requested certain representations from management that are included in the management representation letter dated April 24, 2025.

Management Consultations with Other Independent Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters. Management informed us that, and to our knowledge, there were no consultations with other accountants regarding auditing and accounting matters.

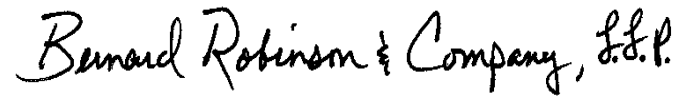
Other Audit Findings or Issues

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

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This information is intended solely for the use of the Audit Committee, Board of Directors, and management of Masonic Home for Children at Oxford, Inc. and is not intended to be, and should not be, used by anyone other than these specified parties.

Very truly yours,

A handwritten signature in black ink that reads "Bernard Robinson & Company, L.L.P." in a cursive script.

BERNARD ROBINSON & COMPANY, L.L.P.

Client: 3966.0 - *Masonic Home for Children at Oxford, Inc.*
Engagement: AUD 2024 - *Masonic Home for Children at Oxford, Inc.*
Trial Balance: TB
Workpaper: 1320 - *Adjusting Journal Entries Report*

Account	Description	Debit	Credit
Adjusting Journal Entries JE # 4			
To reclass Temp. Restricted Net Assets from Unrestricted Net Assets			
01-3000-00-00	Fund Balance	190,643.00	
01-3512-00-00	Temp. Restricted Third Party Trusts		190,643.00
Total		190,643.00	190,643.00