November 10, 2021

Board of Directors
Desiring God Ministries
Minneapolis, MN

Dear Desiring God Ministries:

In planning and performing our audit of the financial statements of Desiring God Ministries (the “Organization”) as of and for the year ended June 30, 2021, in accordance with auditing standards generally accepted in the United States of America, we considered the Organization’s internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Organization’s internal control. Accordingly, we do not express an opinion on the effectiveness of the Organization’s internal control.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be significant deficiencies or material weaknesses and therefore, there can be no assurance that all deficiencies, significant deficiencies, or material weaknesses have been identified. We did not identify any deficiencies in internal control that we would consider to be material weaknesses. However, as discussed below, we identified certain matters involving the internal control and other operational matters that are presented for your consideration. This letter does not affect our report dated the date of this letter on the financial statements of Desiring God Ministries. We will review the status of these comments during our next audit engagement. Our comments and recommendations, all of which have been discussed with appropriate members of management, are intended to improve the internal control or result in other operating efficiencies. Our comments are summarized as follows:

**Formalize and Review Investment Policy**

The Organization has a formal written investment policy. The policy allows the Board to hold investments at an acceptable level of risk. The policy doesn’t address the targeted return for the investment portfolio. For the fiscal year the investment portfolio increased by $2,350,000 due to additional purchases by the Organization. The average investment balance was approximately $5,000,000. The investment income for the fiscal year was $6,008 a return of .12%. The investment returns and composition should be analyzed at least annually to evaluate performance and enhance the policy if necessary. The investments should also be reviewed for the number of transactions, purchases and sales, during the year to ensure it meets with the Organization’s expectations and not the investment bank increasing their income with the number of transactions.
Leases

In February 2016, FASB issued a new lease accounting standard intended to provide more transparency about lessees’ responsibilities related to leases. The new standard will be effective for the Organization for the year ending June 30, 2023. Under the new guidance, lessees will be required to recognize assets and liabilities created by leases with terms of more than 12 months. The Organization should inventory all its leases as part of a process to determine which leases are affected by this standard.

We believe that the implementation of these recommendations will provide the Organization with a stronger system of internal control while also making its operations more efficient. We will be happy to discuss the details of these recommendations with you at your convenience.

This communication is intended solely for the information and use of management, others within the organization, and is not intended to be and should not be used by anyone other than these specified parties.

Sincerely,

[Signature]

Schechter Dokken Kanter
Andrews & Silcox Ltd.