
THE STEWARDSHIP NETWORK

FINANCIAL STATEMENTS

For the year ended December 31, 2021

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For the year ended December 31, 2021

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INDEPENDENT ACCOUNTANT'S REVIEW REPORT

To the Board of Directors of
The Stewardship Network
Ann Arbor, Michigan

We have reviewed the accompanying financial statements of The Stewardship Network (a nonprofit corporation), which comprise the statement of financial position as of December 31, 2021, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements. A review includes primarily applying analytical procedures to management's financial data and making inquiries of entity management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, we do not express such an opinion.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes 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.

Accountant's Responsibility

Our responsibility is to conduct the review engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. Those standards require us to perform procedures to obtain limited assurance as a basis for reporting whether we are aware of any material modifications that should be made to the financial statements for them to be in accordance with accounting principles generally accepted in the United States of America. We believe that the results of our procedures provide a reasonable basis for our conclusion.

We are required to be independent of The Stewardship Network and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements related to our review.

Accountant's Conclusion

Based on our review, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in accordance with accounting principles generally accepted in the United States of America.

Respectfully,

Bennett & Associates, CPAs PLLC

Ann Arbor, Michigan
November 15, 2022

THE STEWARDSHIP NETWORK
STATEMENT OF FINANCIAL POSITION
December 31,

	2021
ASSETS	
Cash and cash equivalents	\$ 1,240,133
Accounts receivable	21,633
Promises to give	10,000
Prepaid expenses	9,323
Website development costs, net	14,570
Beneficial interest in assets held by Community Foundation for Southeast Michigan	15,569
TOTAL ASSETS	\$ 1,311,228
 LIABILITIES AND NET ASSETS	
LIABILITIES	
Accounts payable	\$ 52,226
Accrued liabilities	23,771
Deferred revenue	20,115
TOTAL LIABILITIES	96,112
 NET ASSETS	
Without donor restrictions	
Undesignated	210,286
Designated by the Board for endowment	15,569
	225,855
With donor restrictions	989,261
TOTAL NET ASSETS	1,215,116
TOTAL LIABILITIES AND NET ASSETS	\$ 1,311,228

THE STEWARDSHIP NETWORK
STATEMENT OF ACTIVITIES
For the year ended December 31,

	2021
NET ASSETS WITHOUT DONOR RESTRICTIONS	
SUPPORT, REVENUE, AND GAINS	
Contributions	\$ 385,561
Grants and contracts	209,816
Annual conference	22,020
Program service fees	94,502
Other revenue, support, and gains	13,752
	725,651
Net assets released from restrictions	183,274
	908,925
TOTAL SUPPORT, REVENUE, AND GAINS WITHOUT DONOR RESTRICTIONS	908,925
 EXPENSES	
Program services	700,062
Supporting services	
Management and general	48,496
Fundraising	27,053
	775,611
TOTAL EXPENSES	775,611
CHANGE IN NET ASSETS WITHOUT DONOR RESTRICTIONS	133,314
 NET ASSETS WITH DONOR RESTRICTIONS	
Contributions	1,159,099
Net assets released from restrictions	(183,274)
	975,825
CHANGE IN NET ASSETS WITH DONOR RESTRICTIONS	975,825
CHANGE IN NET ASSETS	1,109,139
 NET ASSETS AT BEGINNING OF YEAR	105,977
NET ASSETS AT END OF YEAR	\$ 1,215,116

THE STEWARDSHIP NETWORK
STATEMENT OF FUNCTIONAL EXPENSES
For the year ended December 31, 2021

	Program Services	Supporting Services		Total 2021
		Management and General	Fundraising	
Employee Compensation				
Salaries and wages	\$ 314,779	\$ 20,093	\$ 20,093	\$ 354,965
Employee benefits	22,859	706	706	24,271
Payroll taxes	24,761	1,581	1,581	27,923
	<u>362,399</u>	<u>22,380</u>	<u>22,380</u>	<u>407,159</u>
Other Expenses				
Accounting fees	-	18,400	-	18,400
Legal fees	172	-	-	172
Fees for services - other	177,311	556	-	177,867
Office expenses	4,135	2,049	411	6,595
Information technology	61,658	-	2,520	64,178
Occupancy	23,644	1,285	771	25,700
Travel	13,247	367	-	13,614
Conferences and meetings	37,394	-	-	37,394
Depreciation and amortization	7,771	971	971	9,713
Insurance	1,336	2,303	-	3,639
Staff training and development	1,714	-	-	1,714
Program materials and supplies	9,116	165	-	9,281
All other	165	20	-	185
	<u>165</u>	<u>20</u>	<u>-</u>	<u>185</u>
Total expenses	<u>\$ 700,062</u>	<u>\$ 48,496</u>	<u>\$ 27,053</u>	<u>\$ 775,611</u>

THE STEWARDSHIP NETWORK
STATEMENT OF CASH FLOWS
For the year ended December 31,

	<u>2021</u>
CASH FLOWS FROM OPERATING ACTIVITIES	
Change in net assets	\$ 1,109,139
Adjustments to reconcile change in net assets to net cash from operating activities:	
Depreciation and amortization	9,713
Change in beneficial interest in assets held by others	(1,621)
Changes in operating assets and liabilities	
Accounts receivable	21,183
Promises to give	(10,000)
Prepaid expenses	455
Accounts payable	29,982
Accrued liabilities	9,025
Deferred revenue	(25,833)
Refundable advances	(58,436)
Net cash from operating activities	<u>1,083,607</u>
CASH FLOWS FROM INVESTING ACTIVITIES	-
CASH FLOWS FROM FINANCING ACTIVITIES	-
NET CHANGE IN CASH AND CASH EQUIVALENTS	1,083,607
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	<u>156,526</u>
CASH AND CASH EQUIVALENTS AT END OF YEAR	<u><u>\$ 1,240,133</u></u>

NOTE A - NATURE OF ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Organization

The Stewardship Network's ("the Network") mission is to connect, equip, and mobilize people and organizations to care for lands and waters in their communities. As a 501(c)(3) nonprofit with a strong record of apolitical, transformational change leadership, the Network provides a unique function in the conservation community: facilitating the work of many by connecting conservation minded volunteers and practitioners to experts, to government agencies, to local organizers, to tribes and researchers and to each other; to craft and implement solutions to a multitude of the most pressing and challenging community conservation problems (water quality, invasive species control, biological diversity, habitat improvement, local food systems, civic engagement, etc.), which results in real on-the-ground conservation based eco-system vitality. This model is effective because individuals and organizations that care about their community, yet are unsure of what to do, address conservation problems one property at a time at a scale that is personal to those involved and now executable with their resources complemented by those brought to the table by the Network. Our community-based, collaborative model is unique among the conservation world, as we ask the critical question "What do you need to increase capacity to care for land and water?" We are not driven by a single species or issue and instead focus on revitalizing the system as a whole.

Basis of Accounting

The financial statements have been prepared on the accrual basis of accounting and, accordingly, reflect all significant receivables, payables, and other liabilities.

Basis of Presentation

Net assets and revenues, expenses, gains, and losses are classified based on the existence or absence of donor or grantor imposed restrictions. Accordingly, the Network's net assets and changes therein are classified and reported as follows:

Net assets without donor restrictions – Net assets available for use in general operations and not subject to donor (or certain grantor) restrictions.

Net assets with donor restrictions – Net assets subject to donor- (or certain grantor-) imposed restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates those resources be maintained in perpetuity. Donor-imposed restrictions are released when a restriction expires, that is, when the stipulated time has elapsed, when the stipulated purpose for which the resource was restricted has been fulfilled, or both.

Cash and Cash Equivalents

The Network considers all highly liquid investments with an initial maturity of three months or less to be cash equivalents.

Accounts Receivable

Accounts receivable consists of program service billings and grants receivable, and are recorded at the amount the Network expects to collect. No allowance for uncollectible receivables was considered necessary at December 31, 2021.

Property and Equipment

Equipment purchased with federal funds are expensed to the grant. The Federal Government has a reversionary interest in property purchased with federal funds. Its disposition as well as the ownership of any proceeds therefrom is subject to federal regulations. For equipment purchased with non-grant funds, the Network capitalizes equipment over \$2,000 and it is recorded at cost. Depreciation is generally computed by the straight-line method over the estimated useful lives of the assets. Costs of maintenance and repairs are charged to expense when incurred.

Website Development Costs

Website, database, and management system development costs including certain graphic design services have been capitalized and amortized on a straight-line basis over 3 years. The cost of maintenance is charged to operations as incurred.

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Support and Revenue Recognition

The Network recognizes revenue when it transfers promised goods or services to customers in an amount that reflects the consideration in which it expects to be entitled in exchange for those goods or services. The Network's contracts generally do not contain variable consideration, contingent revenue or warranties, and contract modifications are generally minimal.

Contributions

Contributions, including unconditional promises to give, are recognized when received. All contributions are reported as increases in net assets without donor restrictions unless use of the contributed assets is specifically restricted by the donor. Amounts received that are restricted by the donor to use in future periods or for specific purposes are reported as increases in net assets with donor restrictions. Unconditional promises with payments due in future years have an implied restriction to be used in the year the payment is due, and therefore are reported as restricted until the payment is due, unless the contribution is clearly intended to support activities of the current fiscal year. Conditional promises, such as matching grants, are not recognized until they become unconditional, that is, until all conditions on which they depend are substantially met.

Contribution of services are recognized in the financial statements only if the services received (a) create or enhance nonfinancial assets or (b) require specialized skills, are provided by individuals possessing those skills and would typically need to be purchased if not provided by donation.

Donated materials, goods, and supplies are recorded as contributions and as expenditures at their actual or estimated fair market values on the date of receipt.

Federal Grants

Federal grants are considered conditional contributions. The principal condition attached to these awards is that the Network must incur costs in accordance with the Office of Management and Budget's uniform guidance before costs can be reimbursed. Total amount promised under these grants for which conditions have not yet been fulfilled is \$49,999 at December 31, 2021. The Network exercises judgement regarding what constitutes a reimbursable cost per compliance with federal regulations.

Other Grants and Contracts

Revenue from nonfederal grants and contracts are considered conditional contributions. Performance obligations related to grant and contract revenue is transferred to the customer over time as reimbursable costs are incurred or when a unit of service is provided for a performance grant. The principal terms of revenue recognition are when the cost is incurred or service is provided; therefore, contract assets may exist at year end. Total amount promised under these grants and contracts for which conditions have not yet been fulfilled is \$19,200 at December 31, 2021. The Network exercises judgment regarding what constitutes a reimbursable cost per compliance with contracts with the customers. Grant and contract revenue received before it is spent is recorded as a refundable advance on the statement of financial position.

Amounts received under the Paycheck Protection Program (the "PPP") under Division A, Title I of the CARES Act, which was enacted March 27, 2020, are accounted for as conditional government grants and are recognized as revenue when conditions for forgiveness have been substantially met.

Annual Conference

Performance obligations related to annual conference registration fee revenue is transferred to the customer at a point in time and is recognized at the conclusion of the event. Payment is generally due in full prior to the conference; therefore, contract liabilities may exist at year end.

The contract terms are straightforward and do not involve significant judgement in the timing or amount of revenue recognized.

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Program Service Fees

Revenue from programs consists primarily of fees for various workshops, training, and consulting.

Performance obligations related to revenue from workshops and training is transferred to the customer at a point in time, upon completion of the workshop or training. The principal terms of sale are completion of the workshop or training. Payment is due in full at the beginning of the workshop or training; therefore, contract liabilities may exist at year end. The contract terms are straightforward and do not involve significant judgement in the timing or amount of revenue recognized.

Performance obligations related to consulting revenue is transferred to the customer over time. Revenue is recognized ratably over the term of the contract as the Network satisfies the promised obligations. Payment terms vary from payments due up front to payment due per an agreed upon payment schedule; therefore, contract assets and contract liabilities may exist at year end. Contract terms vary; therefore, the Network may exercise judgement based on individual contract terms whether it has satisfied its performance obligations and revenue recognition.

Disaggregation of Revenue from Contracts with Customers

The following table disaggregates the Network's revenue based on the timing of satisfaction of performance of obligations for the year ended December 31:

	2021
Over time:	
Consulting fees	\$ 94,502
	\$ 94,502
Point in time:	
Annual conference registration fees	\$ 22,020
Workshop and training registration fees	-
	\$ 22,020
	\$ 22,020

Contract Balances

Contract liabilities are shown on the statement of financial position as deferred revenue.

Expense Allocation

The costs of providing various programs and other activities have been summarized on a functional basis in the statement of activities and statement of functional expenses. Expenses are summarized and categorized based upon their functional classification as either program or supporting services. Specific expenses that are readily identifiable to a single program or activity are charged directly to that function. Certain categories of expenses are attributable to more than one program or supporting function. Therefore, these expenses require allocation on a reasonable basis that is consistently applied. The expenses that are allocated include occupancy, which is allocated on a square-footage basis, as well as salaries, wages, and employee benefits, which are allocated on the basis of estimates of time and effort.

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Income Taxes

The Network is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code and has been classified as other than a private foundation.

Subsequent Events

Subsequent events have been evaluated through November 15, 2022, the date the financial statements were available to be issued.

NOTE B - LIQUIDITY AND AVAILABILITY

Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of December 31, 2021, comprise the following:

	2021
Financial assets:	
Cash and cash equivalents	\$ 1,240,133
Accounts receivable	21,633
Promises to give	10,000
Beneficial interest in assets held by Community Foundation for Southeast Michigan	15,569
Total financial assets	1,287,335
Less financial assets held to meet donor-imposed restrictions:	
Purpose-restricted net assets	(989,261)
Less board-designated endowment funds	(15,569)
Amount available for general expenditures within one year	\$ 282,505

As part of its liquidity management plan, the Network has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations become due. It invests cash in excess of daily requirements in savings accounts.

NOTE C - FAIR VALUE MEASUREMENTS

FASB ASC 820 provides the framework for measuring fair value. The framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). The three levels of the fair value hierarchy under FASB ASC 820 are described as follows:

Level 1 – quoted prices in active markets for identical investment

Level 2 – other significant observable inputs (including quoted prices for similar investments, interest rates, prepayment speeds, credit risk, etc.)

Level 3 – significant unobservable inputs

The carrying value of receivables and cash equivalents in the accompanying statement of financial position approximate fair value and are, therefore not included in the following table.

Fair value of assets measured on a recurring basis at December 31 are as follows:

DECEMBER 31, 2021	Description	Total	Fair Value Measurements Using		
			Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
	Beneficial interest in assets held by Community Foundation for Southeast Michigan	\$ 15,569	\$ -	\$ -	\$ 15,569

The beneficial interest in assets held by Community Foundation for Southeast Michigan (the “Foundation”) has been valued, as a practical expedient, at the fair value of the Network’s share of the Foundation’s investment pool as of the measurement date. The beneficial interest in assets held by the Foundation is not redeemable by the Network as described in Note D.

Changes in level 3 assets and liabilities measured at fair value on a recurring basis are described in Note D.

NOTE D - BENEFICIAL INTEREST IN ASSETS HELD BY COMMUNITY FOUNDATION

The Network has transferred assets to the Community Foundation for Southeast Michigan (the “Foundation”) which is holding them as an endowed component fund (“Fund”) for the benefit of the Network. The Network has granted the Foundation variance power which gives the Foundation’s Board of Trustees the power to use the Fund for other purposes in certain circumstances. The Fund is subject to the Foundation’s investment and spending policies which currently result in a distribution to the Network of 4.50 percent of the average quarterly value over the previous twelve quarters (or actual if less than twelve). The Network reports the fair value of the Fund as Beneficial Interest in Assets Held by Community Foundation for Southeast Michigan in the statement of financial position. Changes in the value of the Fund are reported as gains or losses in the statement of activities. Changes in the Fund for the year ended December 31, 2021 are as follows:

	2021
Beginning balance	\$ 13,948
Amounts invested in Fund	-
Share of appreciation of Fund	1,621
Distributions received	-
Ending balance	\$ 15,569

NOTE E - PROMISES TO GIVE

Management considers all unconditional promises to give fully collectible within one year.

NOTE F - LINE OF CREDIT

The Network had a \$50,000 revolving line of credit with a local bank at the prime rate plus 1% that expired on November 21, 2020 and was not renewed.

NOTE G - REFUNDABLE ADVANCE UNDER PAYCHECK PROTECTION PROGRAM

In 2020, the Network was granted a loan from Level One Bank in the amount of \$45,200, pursuant to the Paycheck Protection Program (the “PPP”) under Division A, Title I of the CARES Act, which was enacted March 27, 2020. The Network received the notice of forgiveness from the Small Business Administration for this PPP loan for the full amount effective April 14, 2021.

In 2021, the Network was granted a second loan from Level One Bank in the amount of \$64,455, also pursuant to the PPP. The Network received the notice of forgiveness from the Small Business Administration for this PPP loan for the full amount effective October 5, 2021.

Under the terms of the PPP, certain amounts of the loans may be forgiven if they are used for qualifying expenses as described in the CARES Act. Management estimated that the loans would be forgiven in full and accounted for them as conditional government grants. The entire balance is included in refundable advances on the statement of financial position when granted and before forgiveness. Once conditions for forgiveness had been substantially met, the amount forgiven was recognized as revenue. Cash receipt of PPP funds are classified as operating cash flows.

NOTE H - WEBSITE DEVELOPMENT COSTS

The Network's website development costs consist of the following at December 31:

	2021
Website development costs	\$ 29,140
Less accumulated amortization	(14,570)
	\$ 14,570

Amortization expense was \$9,713 for the year ended December 31, 2021.

Future amortization expense as of December 31, 2021 is as follows:

2022	\$	9,713
2023		4,857
2024		-
2025		-
2026		-
		\$ 14,570

NOTE I - DESIGNATED NET ASSETS

The Network has designated funds for an endowment and placed them with the Community Foundation for Southeast Michigan.

NOTE J - NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions are restricted for the following purposes or periods:

	December 31, 2021
Subject to expenditure for specified purpose:	
Conservation programs	\$ 989,261
	\$ 989,261

Net assets were released from donor restrictions by incurring expenses satisfying the restricted purpose or by occurrence of the passage of time or other events specified by the donors as follows for the year ended December 31, 2021:

	2021
Satisfaction of purpose restrictions	
Conservation programs	\$ 183,274
	\$ 183,274

NOTE K - ENDOWMENT

The Network’s endowment (the Endowment) consists of a fund established to provide future funding for programs and general operations. The Endowment consists entirely of funds designated by the Board of Directors to function as an endowment.

Change in Endowment Net Assets

The changes in endowment net assets for the year ended December 31, 2021 are presented in the following schedule:

	Without Donor Restrictions	With Donor Restrictions	Total
Endowment net assets, beginning of year	\$ 13,948	\$ -	\$ 13,948
Net investment return	1,621	-	1,621
Contributions	-	-	-
Other changes:			
Distribution from board-designated endowment pursuant to distribution policy	-	-	-
Endowment net assets, end of year	<u>\$ 15,569</u>	<u>\$ -</u>	<u>\$ 15,569</u>

Investment and Spending Policies

The Network has adopted investment and spending policies for endowment assets that attempt to provide a predictable stream of funding for operations and to programs supported by its endowment while seeking to maintain the purchasing power of the endowment assets. To satisfy its long-term rate-of-return objectives, the Network has placed its endowment funds with the Community Foundation for Southeast Michigan (the “Foundation”). The funds are invested in accordance with the Foundation’s investment policy. The Endowment funds are subject to the investment and distribution policies of the Foundation. The Network determines annually whether it will accept the distribution designated by the Foundation from the fund or ask that it be reinvested for growth.

NOTE L - FACILITIES

The Network currently occupies office space in a building owned by Huron River Holdings on a month-to-month basis. The Network pays \$100 per month, and the difference between this and the fair value of the space is recognized as contribution revenue and rent expense. Rent expense totaled \$25,700 in 2021.

NOTE M - DONATED GOODS AND SERVICES

Volunteers have donated their time without compensation to the Network to assist with tasks such as on-line forum setup and maintenance, community organizing, data management, organizing events, and other programmatic and administrative responsibilities. Volunteer services are integral to the efficient operation of the Network. During the year ended December 31, 2021, several hundred hours of services were volunteered to the Network. No amounts have been reflected in the financial statements for these donated services. Volunteer services neither create or enhance nonfinancial assets nor do they require specialized skills. No amounts have been recognized in the statement of activities since the criteria for recognition have not been met.

The Network continues its partnership with other nonprofit organizations; governmental agencies, units, and departments; and private citizens in conjunction with its programming. The time volunteered through these partnerships to assist with program design, delivery, and promotion as well as support offered to staff was without compensation and no amounts have been recognized in the statement of activities since the criteria for recognition have not been met.

NOTE N - CONCENTRATIONS

Cash Balances

The Network's savings and checking accounts are held at two financial institutions. Accounts at each financial institution are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000. Management continues to assess the risks/benefits and at this time has determined that the Network is not exposed to any significant credit risk in the cash accounts.

Revenue

Contributions from a California-based nonprofit organization and Michigan-based private foundation totaled 50% and 14%, respectively, of the Network's total support and revenue during the year ended December 31, 2021.

NOTE O - EMPLOYEE BENEFIT PLAN

The Network provides retirement benefits under Section 401(k) of the Internal Revenue Code to which eligible employees may elect to make contributions under salary reduction agreements. For those employees electing to participate, the Network makes matching contributions on behalf of the participant of up to 3% of compensation. Matching contributions totaled \$9,946 for 2021.

NOTE P - CONTINGENCIES AND COMMITMENTS

The Network receives, directly or as a pass-through, a number of grants from various governmental agencies. These grants are subject to audit by the corresponding oversight agency as to allowable costs paid with governmental funds and as to the share of costs contributed by the Network. Management feels that any liability for reimbursement which could arise as the result of these audits would not be material. It is at least reasonably possible that the estimate of this liability could change in the near term.

The Network spent less than \$750,000 in federal financial assistance for 2021. Therefore, a single audit in accordance with the OMB Uniform Guidance is not required.

In the normal course of operations, there may be outstanding contingent liabilities, such as lawsuits, which are not reflected in the accompanying financial statements. Management is of the opinion that the insurance coverage is adequate to cover any potential losses. No such liabilities have been asserted; therefore, no estimation of loss has been made.

NOTE Q - NEW ACCOUNTING PRONOUNCEMENTS

The FASB issued ASU No. 2020-07, *Presentation and Disclosures by Not-for-Profit Entities for Contributed Nonfinancial Assets (Topic 958)*, which will require not-for-profit entities to present contributed nonfinancial assets as a separate line item in the statement of activities, apart from contributions of cash or other financial assets, and disclose contributed nonfinancial assets. The objective of the ASU is to improve transparency in the reporting of contributed nonfinancial assets, also known as gifts-in-kind, for not-for-profit organizations. ASU No. 2020-07 will be effective beginning in 2022. The Network is currently evaluating the impact the adoption of ASU No. 2020-07 will have on its financial statements.