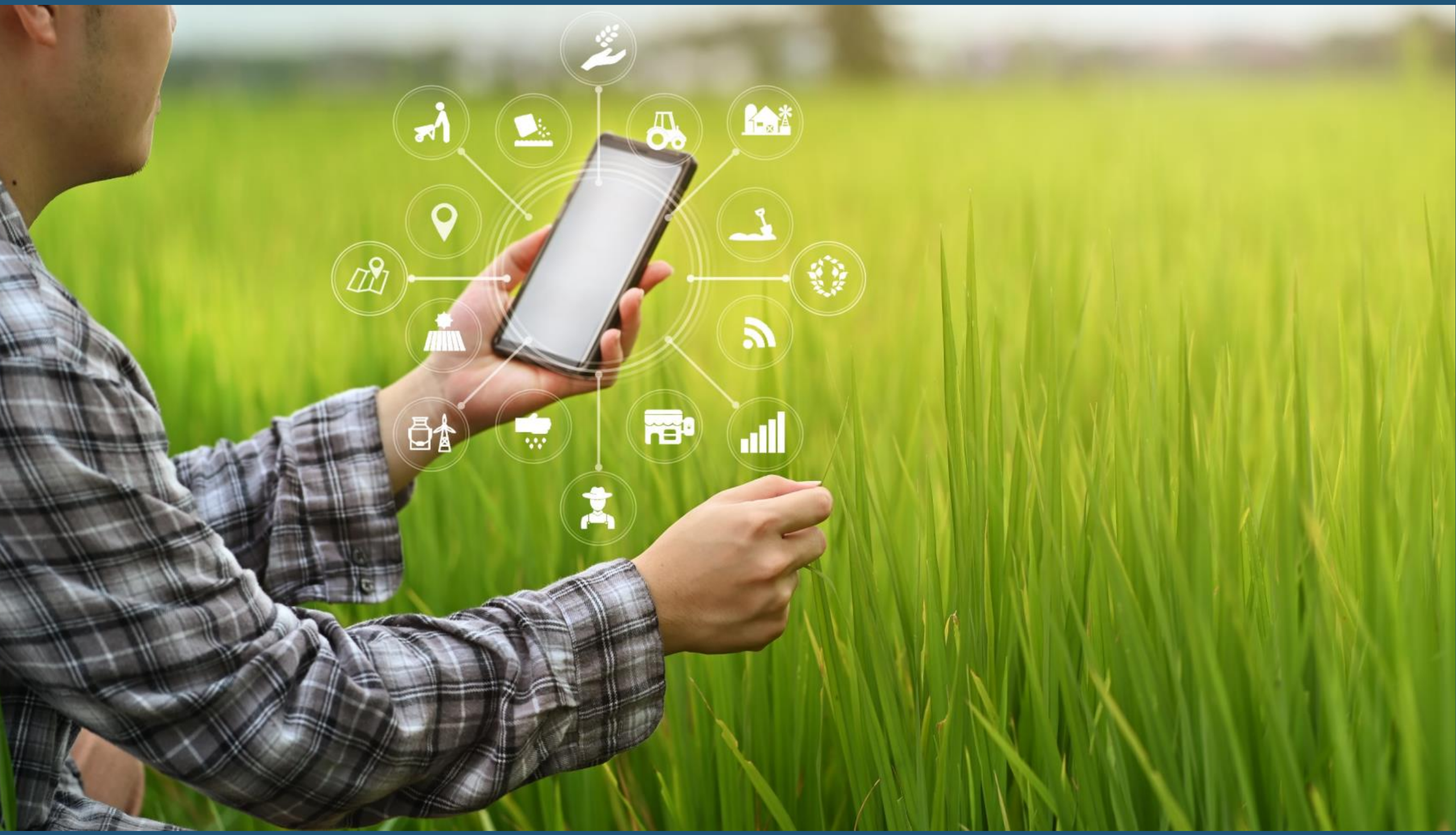
SunStream Business Services



SunStream Business Services
financial report for the year ended
December 31, 2021

Published March 11, 2022

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Message from our CEO

Daniel Ritch
CEO

"2021 was SunStream's first full year operating as a new entity. As with most startups, we had our share of significant successes and the challenges that come with growth. Through conversations with our owners, customers, and our staff, I believe the lessons of 2021 taught us that we have the capability and drive to provide the leading technology and excellent service required to lift our customers into the future, and to learn and grow from our challenges as we continue building our partnership, team, and capabilities. Our ownership entrusted us with investments to transform the Loan Accounting and Enterprise Performance Management systems into new and scalable platforms that link to their customer-facing technologies and can provide the valuable data insights which lead to a competitive advantage in the marketplace.

In 2021 we reset our governance and compliance programs and reached successful outcomes of meeting audit regulations and of building a sustainable methodology. We realigned our team and initiated building the skills and knowledge required to meet the challenges of embracing a new digital age, agile methodologies, and cloud operations to produce more secure, scalable, and repeatable outcomes. And, we have reset our core values and cultural expectations to ensure we build pride and success into the way we work. They are:

- **We are better together**
  - Connected relationship
  - Customer intimacy
- **Excellence over perfection**
  - Problem solving
  - Decision making
- **Trusted technology partner**
  - Accountability
  - Reliable delivery
- **Passionate about improvement**
  - Evolve forward
  - Impactful change

I am proud to be a part of the change and future of the organization, and we are looking forward to our partnership with our valued customers as we prepare ourselves to be the preeminent technology partner within the Farm Credit System."

x

Board of Directors

JEFF SWANHORST

CEO of AgriBank
Board Chair

DAVE ARMSTRONG

President and CEO of
GreenStone Financial Services
Board Vice-Chair

ROD HEBRINK

President and CEO of
Compeer Financial
Board Audit Committee Chair

DAN WAGNER

President and CEO of Farm
Credit Mid-America
Board Compensation
Committee Chair

Our Board of Directors (Board) represents each of our four ownership groups - AgriBank, Compeer Financial, Farm Credit Mid-America, and the CTC Group. Bill Johnson, President and CEO of Farm Credit Mid-America, announced his retirement effective, December 27, 2021. He is succeeded by Dan Wagner, President and CEO of Farm Credit Mid-America. Mr. Wagner has assumed the Chair of the Compensation Committee. We wish to thank Mr. Johnson for his leadership and guidance since our inception on April 1, 2020.

Executive Leadership

DAN RITCH
CEO

MICHAEL DAEHNE
Chief of Staff

TOM MCHALE
VP Finance

RUTH ANDERSON
VP Product and Service Delivery

COLE ORNDORFF
VP Technology Delivery

LOUISE PESAVENTO
Sr. Director Enterprise Risk, Governance & Compliance

DAVE JOHNSON
Director Risk Information Security Officer

Dan Ritch was named CEO in October 2021. In October 2021, Phil Frosch, VP of Finance and Controller, announced his retirement effective February 4, 2022. He was succeeded by Tom McHale, Vice President of Finance who joined SunStream on December 13, 2021. Michael Daehne was brought in as Chief of Staff in October 2021 and is currently serving as the Interim Director of Program Management.

SunStream Business Services

Financial Statements

For the year ended

December 31, 2021

SunStream Business Services

For the year ended December 31, 2021

MANAGEMENT'S DISCUSSION AND ANALYSIS

SunStream Business Services

The following commentary reviews the financial condition and results of operations of SunStream Business Services (SunStream or the Company) and provides additional specific information. The accompanying Financial Statements and Notes to the Financial Statements also contain important information about our financial condition and results of operations.

We operate as part of the Farm Credit System (the System). The System is a federally chartered network of borrower-owned lending institutions comprised of cooperatives and related service organizations, established by Congress to meet the credit needs of American agriculture. This network of financial cooperatives is owned and governed by the rural customers the System serves. SunStream serves various System entities by providing a comprehensive technology platform, support and related services. The Farm Credit Administration (FCA) is authorized by Congress to regulate the System.

AgriBank, FCB (AgriBank), a System Farm Credit Bank, and its District Associations are collectively referred to as the AgriBank Farm Credit District (AgriBank District or the District). SunStream is also part of the AgriBank District.

To request free copies of the Company's financial reports, contact us at:

SunStream Business Services
30 East 7th Street, Suite 700
St. Paul, MN 55101

www.sunstreamservices.com

Our Annual Report is available on our website no later than 75 days after the end of the calendar year and owners are provided a copy of such report no later than 90 days after the end of the calendar year.

FORMATION OF SUNSTREAM

In early 2020, the FCA granted regulatory approval for the formation of SunStream under Section 4.25 of the Farm Credit Act. SunStream became a separate entity owned by AgriBank and 11 AgriBank District Associations, effective April 1, 2020. These financial statements reflect the results of SunStream for the year ended December 31, 2021. Comparisons to prior year reflect the nine months from inception on April 1, 2020 through December 31, 2020.

FORWARD-LOOKING INFORMATION

This Annual Report includes forward-looking statements. These statements are not guarantees of future performance and involve certain risks, uncertainties, and assumptions that are difficult to predict. Words such as "anticipate", “believe", "estimate", "may", “expect”, “intend”, “outlook”, and similar expressions are used to identify such forward-looking statements. These statements reflect our current views with respect to future events. However, actual results may differ materially from our expectations due to a number of risks and uncertainties which may be beyond our control. These risks and uncertainties include, but are not limited to:

- Cybersecurity risks, including a failure or breach of our operational or security systems or infrastructure, or those of our third-party vendors or other service providers
- Disruptive technologies impacting the banking and financial services industries or implemented by our competitors which negatively impact our ability to compete in the marketplace
- Interest rate risk that could impact the cost of borrowed funds
- Political (including trade policies), legal, regulatory, financial markets, and economic conditions and developments in the United States (U.S.) and abroad
- Economic fluctuations in the agricultural, international, and farm-related business sectors
- Changes in U.S. government support of the agricultural industry and the System as a government-sponsored enterprise, as well as investor and rating agency reactions to events involving the U.S. government, other government-sponsored enterprises, and other financial institutions
- Actions taken by the Federal Reserve System in implementing monetary policy
- Length and severity of an epidemic or pandemic

COVID-19 PANDEMIC

When the significance of the COVID-19 situation became apparent, we implemented our Business Continuity Plan. In April 2020, operations transitioned to alternative work environments. To date, the transition to alternative work environments has occurred without significant issues. Our business continuity response has allowed us to continue to serve the Farm Credit mission. The COVID-19 pandemic resulted in a transformation of our workplace as most employees continue to work remotely. SunStream was able to quickly scale its remote connectivity and communication tools to not only enable its own remote workforce, but also that of all of its customers. The remote work environment has maintained the health of employees and allowed uninterrupted business functions. We have not had any significant changes to internal controls over financial reporting due to working remotely or due to limited staff.

SunStream's customers are composed primarily of lending institutions within the agriculture sector. This outbreak continues to create uncertainty in the economy, including the agriculture sector. The impact of the COVID-19 pandemic on U.S. agriculture will depend on the severity and duration of the outbreak, the continued response by the federal and local governments, and supportive commodity prices, among other factors. To date, the COVID-19 pandemic has not resulted in a material adverse impact to our Financial Statements; however, there could be longer term impacts on the implementation of and investment in technology. The extent to which the COVID-19 pandemic ultimately impacts us or our customers will depend on future developments that are highly uncertain and cannot be predicted.

YEAR IN REVIEW

Financially, 2021 was a break-even year for SunStream. In January 2021, we collected all remaining stock receivable from our owners and in June 2021, we entered into an agreement with AgriBank to provide a note payable in the form of a line of credit. SunStream maintained sufficient cash reserves throughout the year to support operations and was well capitalized at yearend.

In March 2021, SunStream received Board authorization to move forward with its Digital Transformation Strategy (DTS). The primary focus was to begin replacement of our current loan servicing system with Fiserv DNA for Loan Accounting. This initiative became known as the Premier Loan Accounting & Next-generation Technology (PLANT) Program. PLANT is a multi-year implementation and will require significant investment in outside resources. In addition, SunStream received Board approval to replace its Oracle EPM tool with a cloud-based solution from OneStream Software LLC. OneStream will replace our existing financial reporting and planning applications.

To create alignment on our DTS journey, we collaborated with our owner CIOs and their technology leaders to develop a set of architectural principles to guide SunStream's future solutions. The principles include concepts such as buy before build, common before custom, cloud first, and security first to name a few. These principles will provide a solid foundation as we transition from legacy solutions to modern technologies.

Governance and Risk were a top priority and we improved the safety and security of our customer information and data. We implemented additional compensating controls, which resulted in non-qualified results of our SOC I and SOC II audits. Threats related to Cybersecurity continue to become more sophisticated and we responded by adding ransomware testing and other assessments to protect our environments. We also increased the frequency of phish testing and security awareness training.

In May 2021, Steve Jensen, President and Chief Executive Officer announced his resignation. Cole Orndorff, Vice President of Technology Delivery was named interim Chief Executive Officer while the Board conducted a search to name his replacement and in September, Dan Ritch was named Chief Executive Officer, effective October 25, 2021.

In September 2021, AgVantis, Inc. agreed to our proposal to implement Infor's Financial Supplier Management (FSM). AgVantis, Inc. is a service organization within Farm Credit that provides services to 11 farm credit associations. The implementation will include those associations and AgVantis itself, resulting in 12 new customers.

RESULTS OF OPERATIONS

During the year ended December 31, 2021, operating and other income was offset by expenses, including tax provision. Net income for the period from inception on April 1, 2020 through December 31, 2020 was $7 thousand. No patronage or dividends have been distributed to shareholders since inception of SunStream.

SunStream maintains a core set of products and services that are sold primarily to AgriBank and its District associations, with ancillary products and services sold to Farm Credit entities outside of the AgriBank District. These products and services generate stable and predictable fee revenues that are collected monthly. Additionally, variable revenue is obtained through ad hoc consulting and project work as requested by our customers, as well as revenue from expenses (primarily mailing and postage fees, and insurance conference fees) passed through to our customers.

Operating expenses consist primarily of staff Salaries and Benefits, contracted services, occupancy and office expenses, equipment depreciation and maintenance, software subscription, mailing and communications costs, and audit/examination costs.

Operating Revenue

SunStream customers elect the products and services they use, and sign 3-year renewable contractual agreements. Fees are set annually and collected as standard monthly charges. Fees from consulting and project work are collected monthly in arrears as services are delivered, and revenue from pass-through expenses are collected monthly in arrears as vendor invoices are paid. Our business model strives to fully recover operating expenses.

Operating Expense

Components of Operating Expense

(dollars in thousands)

For the period ended December 31		2021		2020
Salaries and employee benefits	$	15,954	$	10,769
Purchased and vendor services		9,324		4,794
Occupancy and equipment		8,689		6,594
Other		2,028		1,971
Total operating expense	$	35,995	$	24,128

Salaries and employee benefits are adjusted annually for merit increases, promotions, new hires, retirements and terminations.

Purchased and vendor services include business operations expenses (HR, Payroll Administration, Legal, Internal Audit, etc.) and professional and contract services. Contact labor is expected to continue to increase due to resource needs related to our digital transformation.

Occupancy and equipment includes equipment and software maintenance as well as subscription license costs. SunStream will enter into multi-year committed renewal terms to leverage lower pricing where feasible. Maintenance is generally prepaid annually and recorded as a prepaid asset and amortized as expense over the maintenance term.

Other includes mailing and communications expenses which are impacted by usage and by regulatory fee changes. Audit and examination charges are expected to remain relatively stable going forward.

Other Income (Expense)

Other income / (expense) was attributed to the write-off related to the disposal of fixed assets, partially offset by patronage income paid by Farm Credit Foundations and interest income on cash balances held.

Provision for Income Taxes

Provision for income taxes was related to our estimate of taxes based on taxable income. Additional discussion is included in Note 9 to the Financial Statements.

OWNERSHIP AND CAPITAL

As of December 31, 2021, SunStream had four primary owners who contributed cash or assets in exchange for equal stock investments, in aggregate totaling $22.5 million. Ownership is comprised of AgriBank, Farm Credit Mid-America, Compeer Financial, and the CentRic Technology Group (CTC). As of December 31, 2021, the CTC group is comprised of nine AgriBank District associations. Refer to Note 7 to the financial statements for detailed discussion of ownership and capital.

Farm Credit Services of North Dakota, who is part of the CTC ownership group and AgCountry Farm Credit Services, who is a non-owner entity have merged effective January 1, 2022. On July 1, 2021, the Board of Directors of Delta Agricultural Credit Association, a member of the CTC ownership group, approved a preliminary resolution to pursue a potential voluntary liquidation and dissolution of the association. The proposed voluntary liquidation and dissolution is subject to multiple approvals, including regulatory approval by the Farm Credit Administration, the timing of which remains uncertain. Common shares of North Dakota and Delta will be redistributed as applicable to the remaining CTC owners so that equal ownership is maintained as described above.

The SunStream capital plan provides for continued investment in SunStream strategic products as well as ongoing investments in operations, controls, and information security. Capital levels are adequate for continued operations and approved projects.

FUNDING AND LIQUIDITY

Our primary sources of funding are revenue from core services and consulting and capital funding from our owners. In addition, we have the option to borrow from AgriBank, under a note payable, in the form of a line of credit, as described in Note 6 to the financial statements. The general financial agreement executed with AgriBank specifies the note payable is guaranteed by our owners. At December 31, 2021, we had $40 million available under our line of credit. Due to the cooperative structure of the Farm Credit System, we expect this borrowing relationship to continue into the foreseeable future. We had no borrowings on this line of credit during the year ended December 31, 2021.

RELATIONSHIP WITH AGRIBANK

We may borrow from AgriBank to fund our operations in accordance with the Farm Credit Act. Approval from AgriBank is required for us to borrow elsewhere. A General Financing Agreement (GFA), as discussed in Note 6 to the Financial Statements, governs this lending relationship. The components of cost of funds under the GFA are a variable rate component and a spread component, which includes cost of servicing, cost of liquidity, and bank profit. Refer to Note 11 to the Financial Statements for further disclosure regarding services purchased from AgriBank.

GOVERNANCE

The CEO or CEO-designee of each owner or owner-group serves as a member of the SunStream Board. As of December 31, 2021, the Board members were:

- Jeffrey Swanhorst, CEO of AgriBank, SunStream Board Chair
- David Armstrong, President and CEO of GreenStone Financial Services, SunStream Board Vice Chair
- Dan Wagner, President and CEO of Farm Credit Mid-America, SunStream Board Compensation Committee Chair
- Rodney Hebrink, President and CEO of Compeer Financial, SunStream Board Audit Committee Chair

SunStream's Board operates under a committee structure. The committees are:

Audit Committee

The Audit Committee is composed of the full Board. The Audit Committee responsibilities generally include, but are not limited to:

- oversight of the financial reporting risk and the accuracy of the annual shareholder reports,
- the oversight of the internal controls related to the preparation of annual shareholder reports,
- the review and assessment of the impact of accounting and auditing developments on the financial statements,
- the establishment and maintenance of procedures for the receipt, retention and treatment of confidential and anonymous submission of concerns regarding accounting, internal accounting controls or auditing matters, and
- the oversight of the Company's internal audit program, the independence of the outside auditors, the adequacy of the Company's system of internal controls and procedures, and the adequacy of management's action with respect to recommendations arising from those auditing activities.

Compensation Committee

- The Compensation Committee is responsible for the oversight of employee compensation. The Compensation Committee is composed of the full Board. The Committee reviews, evaluates and approves the compensation policies, programs and plans for senior officers and employees, including benefits programs.

REPORT OF MANAGEMENT

We prepare the Financial Statements of SunStream Business Services (the Company) and are responsible for their integrity and objectivity, including amounts that must necessarily be based on judgments and estimates. The Financial Statements have been prepared in conformity with accounting principles generally accepted in the United States of America. The Financial Statements, in our opinion, fairly present the financial condition of the Company for the year ended December 31, 2021. Other financial information included in the Annual Report is consistent with the Financial Statements.

To meet our responsibility for reliable financial information, we depend on accounting and internal control systems designed to provide reasonable, but not absolute assurance that assets are safeguarded and transactions are properly authorized and recorded. Costs must be reasonable in relation to the benefits derived when designing accounting and internal control systems. Financial operations audits are performed to monitor compliance. PricewaterhouseCoopers LLP, our independent auditors, audit the Financial Statements. They also consider internal controls to the extent necessary to design audit procedures that comply with auditing standards generally accepted in the United States of America. The Farm Credit Administration also performs examinations for safety and soundness as well as compliance with applicable laws and regulations.

The Board of Directors has overall responsibility for our system of internal control and financial reporting. The Board of Directors and its Audit Committee consults regularly with us and meets periodically with the independent auditors and other auditors to review the scope and results of their work. The independent auditors have direct access to the Board of Directors, which is composed solely of directors who are not officers or employees of the Company.

The undersigned certify we have reviewed the Company's Annual Report, which has been prepared in accordance with all applicable statutory or regulatory requirements. The information contained herein is true, accurate, and complete to the best of our knowledge and belief.

Jeffrey R. Swanhorst

Jeffrey R. Swanhorst
Board Chair
SunStream Business Services

Dan Ritch
President and Chief Executive Officer
SunStream Business Services

Thomas McHale
Vice President of Finance
SunStream Business Services

March 11, 2022

REPORT OF AUDIT COMMITTEE

The Financial Statements were prepared under the oversight of the Audit Committee. The Audit Committee is composed of the entire Board of Directors of SunStream Business Services (the Company). The Audit Committee oversees the scope of the Company's internal audit program, the approval, and independence of PricewaterhouseCoopers LLP (PwC) as independent auditors, the adequacy of the Company's system of internal controls and procedures, and the adequacy of management's actions with respect to recommendations arising from those auditing activities. The Audit Committee's responsibilities are described more fully in the Internal Control Policy and the Audit Committee Charter.

Management is responsible for internal controls and the preparation of the Financial Statements in accordance with accounting principles generally accepted in the United States of America. PwC is responsible for performing an independent audit of the Financial Statements in accordance with auditing standards generally accepted in the United States of America and to issue their report based on their audit. The Audit Committee's responsibilities include monitoring and overseeing these processes.

In this context, the Audit Committee reviewed and discussed the audited Financial Statements for the year ended December 31, 2021, with management. The Audit Committee also reviewed with PwC the matters required to be discussed by Statement on Auditing Standards AU-C 260, *The Auditor's Communication with Those Charged with Governance*, and both PwC and the internal auditors directly provided reports on any significant matters to the Audit Committee.

The Audit Committee had discussions with and received written disclosures from PwC confirming its independence. The Audit Committee also reviewed the non-audit services provided by PwC, if any, and concluded these services were not incompatible with maintaining PwC's independence. The Audit Committee discussed with management and PwC any other matters and received any assurances from them as the Audit Committee deemed appropriate.

Based on the foregoing review and discussions, and relying thereon, the Audit Committee recommended that the Board of Directors include the audited Financial Statements in the Annual Report for the year ended December 31, 2021.

Rodney Hebrink
Audit Committee Chair
SunStream Business Services

Audit Committee Members:
David Armstrong
Dan Wagner
Jeffrey Swanhorst

March 11, 2022

Report of Independent Auditors

To the Board of Directors of SunStream Business Services,

Opinion

We have audited the accompanying financial statements of SunStream Business Services (the "Company"), which comprise the statements of condition as of December 31, 2021 and 2020, and the related statements of comprehensive income, changes in shareholders' equity and cash flows for the periods then ended, including the related notes (collectively referred to as the "financial statements").

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Company as of December 31, 2021 and 2020, and the results of its operations and its cash flows for the periods then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (US GAAS). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Company and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Company's ability to continue as a going concern for one year after the date the financial statements are available to be issued.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with US GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with US GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Company's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the information included in the 2021 Annual Report, but does not include the financial statements and our auditors' report thereon. Our opinion on the financial statements does not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the financial statements or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

PricewaterhouseCoopers LLP

Minneapolis, Minnesota

March 11, 2022

STATEMENTS OF CONDITION

SunStream Business Services

(in thousands)

As of December 31		**2021**		2020
ASSETS				
Current assets:				
Cash and equivalents	**$**	**9,740**	$	8,814
Accounts receivable		**52**		14
Prepaid assets		**4,169**		3,447
Total current assets		**13,961**		12,275
Long-term assets:				
Fixed assets, net		**2,865**		3,398
Intangible assets, net		**9,029**		1,779
Right of use assets, net		**3,798**		4,575
Deferred tax assets, net		**72**		--
Other assets, long-term		**394**		84
Total long-term assets		**16,158**		9,836
Total assets	**$**	**30,119**	$	22,111
LIABILITIES				
Current liabilities:				
Accrued expenses and other liabilities	**$**	**1,320**	$	285
Accrued employee benefits		**1,997**		1,468
Total current liabilities		**3,317**		1,753
Long-term liabilities:				
Accrued employee benefits, long-term		**410**		391
Lease liabilities, net		**3,882**		4,614
Deferred tax liabilities, net		**--**		343
Total long-term liabilities		**4,292**		5,348
Total liabilities		**7,609**		7,101
SHAREHOLDERS' EQUITY				
Common stock		**22,500**		22,500
Common stock receivable		**--**		(7,500)
Unallocated retained earnings		**7**		7
Accumulated other comprehensive income		**3**		3
Total shareholders' equity		**22,510**		15,010
Total liabilities and shareholders' equity	**$**	**30,119**	$	22,111

The accompanying notes are an integral part of these Financial Statements.

STATEMENTS OF COMPREHENSIVE INCOME

SunStream Business Services

(in thousands)

For the period ended December 31		**2021**		2020
Operating revenue				
Core and consulting services	$	**36,079**	$	24,379
Total operating revenue		**36,079**		24,379
Operating expense				
Salaries and employee benefits		**15,954**		10,769
Purchased services		**9,324**		4,794
Occupancy and equipment		**8,689**		6,594
Other operating expense		**2,028**		1,971
Total operating expense		**35,995**		24,128
Other income (expense)				
Interest and patronage income		**26**		17
Other losses		**(39)**		(221)
Total other expense		**(13)**		(204)
Income before income taxes		**71**		47
Provision for income taxes		**71**		40
Net income	$	**--**	$	7
Other comprehensive income				
Employee benefit plan activity		**--**		3
Comprehensive income	$	**--**	$	10

The accompanying notes are an integral part of these Financial Statements.

STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY

SunStream Business Services

(in thousands)

	Common Stock	Common Stock Receivable	Unallocated Retained Earnings	Accumulated Other Comprehensive Income	Total Shareholders' Equity
Balance at inception on April 1, 2020	$ --	$ --	$ --	$ --	$ --
Net income	--	--	7	--	7
Other comprehensive income	--	--	--	3	3
Common stock issued	22,500	--	--	--	22,500
Common stock receivable	--	(7,500)	--	--	(7,500)
Balance at December 31, 2020	**$ 22,500**	**$ (7,500)**	**$ 7**	**$ 3**	**$ 15,010**
Common stock receivable	**--**	**7,500**	**--**	**--**	**7,500**
Balance at December 31, 2021	**$ 22,500**	**$ --**	**$ 7**	**$ 3**	**$ 22,510**

The accompanying notes are an integral part of these Financial Statements.

STATEMENTS OF CASH FLOWS

SunStream Business Services

(in thousands)

For the period ended December 31		2021		2020
Cash flows from operating activities				
Net income	$	--	$	7
Depreciation on fixed assets		1,575		1,254
Amortization on intangible assets		965		394
Loss on sale of fixed assets		39		222
Depreciation on right of use assets		777		577
Changes in operating assets and liabilities:				
Increase in intradistrict receivable		(38)		(14)
Increase in other assets		(1,104)		(503)
Increase in accrued expenses and other liabilities		508		1,196
Increase in shareholders' equity from employee benefits		--		3
Net cash provided by operating activities		2,722		3,136
Cash flows from investing activities				
Purchase of investment in other Farm Credit Institutions, net		--		(16)
Capitalized software development costs		(8,215)		(637)
Purchases of fixed assets, net		(1,081)		(1,260)
Net cash used in investing activities		(9,296)		(1,913)
Cash flows from financing activities				
Common stock issued		7,500		9,375
Business formation asset costs, net		--		(1,784)
Net cash provided by financing activities		7,500		7,591
Net change in cash		926		8,814
Cash at Inception		8,814		--
Cash at end of year	$	9,740	$	8,814
Supplemental schedule of non-cash activities				
Capitalized right of use assets	$	--	$	5,151
Impact of business formation transactions:				
Assets acquired		--		8,162
Liabilities assumed		--		(753)
Equity issued in exchange for assets		--		(5,625)
Common Stock receiveable		--		7,500
Supplemental information				
Taxes paid, net		108		--

The accompanying notes are an integral part of these Financial Statements.

NOTE 1: ORGANIZATION AND OPERATIONS

Farm Credit System and District

The Farm Credit System (System) is a federally chartered network of borrower-owned lending institutions comprised of cooperatives and related service organizations, established by Congress to meet the credit needs of American agriculture. As of January 1, 2022, the System consisted of three Farm Credit Banks, one Agricultural Credit Bank, and 65 borrower-owned cooperative lending institutions (Associations). AgriBank, FCB (AgriBank), a System Farm Credit Bank, and its District Associations are collectively referred to as the AgriBank Farm Credit District (AgriBank District or the District).

SunStream Business Services (SunStream or the Company) is engaged principally in providing information technology, financial services support, and other services to various entities within the System on a fee basis. SunStream provides services primarily to AgriBank and associations in the AgriBank District.

The Farm Credit Administration (FCA) chartered SunStream as a service corporation under Section 4.25 of the Farm Credit Act of 1971, as amended (Act). The FCA has authority under the Act to charter and regulate System banks, associations and service corporations. The activities of SunStream are examined by the FCA, and certain actions by SunStream are subject to prior approval of the FCA and/or SunStream's owners.

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation

The Financial Statements include the accounts and operations of SunStream Business Services for the year ended December 31, 2021. Prior year comparison are from the period of inception on April 1, 2020 through December 31, 2020. Prior to April 1, 2020, SunStream operated as a segment of AgriBank and the financial information related to SunStream was included in the AgriBank Annual and Quarterly Reports, as applicable.

Accounting Principles and Reporting Policies

Our accounting and reporting policies conform to generally accepted accounting principles in the United States of America (GAAP) and the prevailing practices within the technology services industry. Preparing financial statements in conformity with GAAP requires us to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the Financial Statements and the reported amounts of revenues and expenses during the period. Actual results could differ from those estimates.

Significant Accounting Policies

Cash: Cash represents cash on deposit at banks.

Accounts Receivable: Accounts receivable are stated at amounts management expects to collect on outstanding balances. SunStream evaluates the collectability of its receivables based on its prior experience and assessment of potential future losses and does so through ongoing reviews of its aging analysis. As of December 31, 2021, there was no allowance for uncollectable accounts recorded. We did not write off as bad debt any accounts receivable during the year ended December 31, 2021**.**

Fixed Assets: The carrying amount of fixed assets is at cost, less accumulated depreciation. Calculation of depreciation utilizes the straight-line method over the estimated useful lives of the assets. Gains or losses on disposition are included in "Other losses" in the Statement of Comprehensive Income. Depreciation and maintenance and repair expenses are included in "Occupancy and equipment" in the Statement of Comprehensive Income and improvements are capitalized.

Software Development Costs: SunStream develops new products, which we intend to offer as part of our core services, and we are developing significant upgrades and enhancements to its existing software-as-a-service ("SaaS") platform. We follow the guidance of ASC 350-40, Intangibles - Goodwill and Other - Internal-Use Software, for development costs related to these new products. Costs incurred in the planning stage and post-implementation period are expensed as incurred, while costs incurred in the application development stage are capitalized, assuming such costs are deemed to be recoverable. Costs incurred during the application development stage may include software configuration, installation, coding programs, and testing systems. Costs incurred in the operating stage are generally expensed as incurred except for significant upgrades and enhancements. Capitalized software development costs are amortized over the software's estimated useful life, which management has determined to be five years. Capitalized software development costs are included in "Intangible assets, net" in the Statement of Condition and disclosed in more detail in Note 5 to the financial statements.

Leases: We are the lessee in operating leases. We evaluate arrangements to determine if it is a lease and follow the guidance of ASC 842, Leases, in recording the obligation as a capitalized right of use asset. Leases with an initial term of 12 months or less are not recorded on the Statement of Condition with lease expense recognized on a straight-line basis over the lease term. For operating leases with terms greater than 12 months the right-of-use (ROU) assets and lease liabilities are included in the Statement of Condition and are disclosed in more detail in Note 4 to the financial statements.

The ROU assets represent our right to use an underlying asset for the lease term and lease liabilities represent our obligation to make lease payments arising from the lease. Operating lease ROU assets and liabilities are recognized based on the present value of lease payments over the lease term. As most of our leases do not provide an implicit rate, we use our incremental borrowing rate based on the information available at commencement date in determining the present value of lease payments. We use the implicit rate when it is readily determinable. Our lease terms may include options to extend or terminate the lease. The length of the lease term is modified to include the option when it is reasonably certain that we will exercise that option. Operating lease expense for lease payments is recognized on a straight-line basis over the lease term.

Post-Employment Benefit Plans: The District has various post-employment benefit plans in which our employees participate. Prior to SunStream's formation, certain eligible employees participated in these various post-employment benefit plans as AgriBank employees. Expenses related to these plans, are included in "Salaries and employee benefits" in the Statement of Comprehensive Income.

Certain employees participate in the AgriBank District Retirement Plan. The plan is comprised of two benefit formulas. At their option, employees hired prior to October 1, 2001, are on the cash balance formula or on the final average pay formula. Benefits eligible employees hired between October 1, 2001, and December 31, 2006, are on the cash balance formula. Effective January 1, 2007, the AgriBank District Retirement Plan was closed to new employees. The AgriBank District Retirement Plan utilizes the "Projected Unit Credit" actuarial method for financial reporting and funding purposes.

We also provide certain health insurance benefits to eligible retired employees according to the terms of those benefit plans. The anticipated cost of these benefits is accrued during the employees' active service period.

The defined contribution plan allows eligible employees to save for their retirement either pre-tax, post-tax, or both, with an employer match on a percentage of the employee's contributions. We provide benefits under this plan for those employees that do not participate in the AgriBank District Retirement Plan in the form of a fixed percentage of salary contribution in addition to the employer match. Employer contributions are expensed when incurred.

Income Taxes: The Company is organized as a C corporation for federal income tax purposes. Deferred tax assets and liabilities are recognized for future tax consequences of temporary differences between the carrying amounts and tax basis of assets and liabilities. Deferred tax assets are recorded if the deferred tax asset is more likely than not to be realized. If the realization test cannot be met, the deferred tax asset is reduced by a valuation allowance. Valuation allowances are recorded against the gross deferred tax assets that management believes, after considering all available positive and negative objective evidence, historical and prospective, with greater weight given to historical evidence, that it is more likely than not that these assets will not be realized. We had no uncertain income tax positions at December 31, 2021.

Revenue Recognition: We derive revenue from core services and consulting services from our customers, most of which are lending institutions in the Farm Credit System. Revenue is recognized when evidence of an arrangement exists, delivery has occurred, control of these services is transferred to our customers in an amount that reflects the consideration we expect to be entitled to in exchange for those services. We determine revenue recognition through the following steps:

- Identification of the contract, or contracts, with a customer
- Identification of the performance obligations in the contract
- Determination of the transaction price
- Allocation of the transaction price to the performance obligations in the contract
- Recognition of revenue when, or as, we satisfy a performance obligation

Core Services
Core services revenue primarily consists of fees for financial and retail information technology, collateral, tax reporting, technology and insurance services. We recognize core services revenue on a ratable basis over the contract term beginning on the date that our service is made available to the customer. Our subscription contracts are generally 36 months in duration, are billed monthly and are cancellable with a penalty. We consider various core services in a customer contract to be a series of distinct services which comprise a single performance obligation because they are substantially the same and have the same pattern of transfer. Payments from customers are due on demand.

Consulting Services
Consulting services revenues primarily consist of fees for project-based work. We have determined that an agreement to purchase these professional services constitutes an option to purchase services in accordance with ASC 606, Revenue from Contracts with Customers, rather than an agreement that creates enforceable rights and obligations because of the customer's contractual right to cancel services that have not yet been used. In the limited case of agreements where we determined that the option provides the customer with a material right, we allocate a portion of the transaction price to the material right based upon the relative standalone selling price. Consulting service agreements that do not contain a material right are accounted for when the customer exercises its option to purchase additional services. Revenue is recognized for projects as the service is performed and payments from customers are due on demand.

Impairment of Long-lived Assets: SunStream management reviews long-lived assets for impairment whenever events or changes in circumstances indicate that the carrying amount of such assets may not be recoverable. Since inception on April 1, 2020 there have been no impairment losses recognized for long-lived assets.

Recently Issued or Adopted Accounting Pronouncements

We have assessed the potential impact of accounting standards that have been issued by the Financial Accounting Standards Board (FASB) and have determined there were no recently issued or pending pronouncements that would materially impact the Company. While we are a nonpublic entity, our financial results are closely related to the performance of the combined Farm Credit System. Therefore, we typically adopt accounting pronouncements in alignment with other System institutions.

NOTE 3: PREPAID AND OTHER ASSETS

Prepaid Assets

(in thousands) As of December 31		2021		2020
Maintenance contracts and license fees	$	4,128	$	3,407
Postage		40		40
Total prepaid assets	$	4,169	$	3,447

NOTE 4: FIXED AND RIGHT OF USE ASSETS, NET

Fixed Assets

(in thousands) As of December 31		2021		2020
Computer hardware	$	3,939	$	3,499
Purchased software		1,007		972
Furniture and fixtures		194		181
Leasehold Improvements		33		--
Fixed assets, gross		5,173		4,652
Less: accumulated depreciation		2,308		1,254
Fixed assets, net	$	2,865	$	3,398

Right of Use Assets

(in thousands) As of December 31		2021		2020
Facilities and equipment	$	5,152	$	5,152
Less: accumulated depreciation		1,354		577
Right of use assets, net	$	3,798	$	4,575

Based on the current amount of right of use assets, minimum lease payments are expected to be as follows for the year ended December 31:

Future Minimum Lease Payments

(in thousands)		
2022	$	846
2023		832
2024		842
2025		858
2026		728
Total future minimum lease payments	$	4,106

NOTE 5: INTANGIBLE ASSETS

Intangible Assets

(in thousands)

As of December 31		**2021**		2020
Software development costs	$	**9,994**	$	2,173
Less: accumulated amortization		**965**		394
Intangible assets, net	$	**9,029**	$	1,779

Software development costs are typically amortized over a useful life of five years. Amortization expense associated with these assets totaled $573 thousand for the year ended December 31, 2021. There was $7.4 million of software development costs capitalized at December 31, 2021, compared to $85 thousand at December 31, 2020.

Based on the current amount of intangible assets subject to amortization, including those not yet placed in service, amortization expense is expected to be as follows for the years ending December 31:

Amortization of Intangible Assets

(in thousands)		
2022	$	**517**
2023		**666**
2024		**634**
2025		**487**
2026		**1,516**
Thereafter		**5,209**
Total amortization	$	**9,029**

NOTE 6: NOTE PAYABLE TO AGRIBANK

During 2021, we entered into a line of credit with AgriBank which is scheduled to mature on June 30, 2024. We intend to renegotiate the line of credit no later than the maturity date. The general financing agreement (GFA) executed with AgriBank specifies the note payable is guaranteed by our owners. The total line of credit is $40 million and it bears interest on any outstanding balance at a variable rate comprised of the sum of AgriBank's administered variable rate plus AgriBank's spread as determined from time to time by its Board. The line of credit is off-balance sheet until a draw is made resulting in a "Note payable to AgriBank" on the Statement of Condition. We had no outstanding balance under this line of credit during the year ended December 31, 2021.

The line of credit is governed by a GFA and substantially all of our assets serve as collateral. The GFA provides for limitations on our ability to borrow funds based on specified factors or formulas relating primarily to outstanding balances and financial condition. Additionally, we have requirements to maintain an effective program of internal controls over financial reporting. For the year ended December 31, 2021, we were not declared in default under any GFA covenants or provisions.

NOTE 7: SHAREHOLDERS' EQUITY

The Board may increase the amount of required investment to the extent authorized in the capital bylaws. All issued common stock is included within shareholders' equity on the Statement of Condition. To the extent stock has been issued, but not paid for in cash or in the form of an interest-bearing receivable, the related stock is reported on as a contra equity item included in "Common stock receivable" on the Statement of Condition and Statement of Changes in Shareholders' Equity. This accounting as a contra equity item has no impact on the capital stock owned by SunStream clients as owners retain all rights afforded to them by our bylaws. All previously outstanding common stock receivable was collected on January 4, 2021.

Description of Equities

The following represents information regarding classes and number of shares of stock outstanding. All shares are stated at a $5.00 par value.

Shareholders' Equity

As of December 31	**2021**	2020
Shares of class A common stock (at-risk)	**1,125,000**	1,125,000
Shares of class B common stock (at-risk)	**3,375,000**	3,375,000

Under our bylaws, we are authorized to issue various forms of stock, including:

- 50,000,000 shares of Class A common stock at a par value of $5 per share and has voting rights. Class A common stock may be issued only to AgriBank. At the time the holder of Class A common stock's Services Agreement is terminated with no renewal, any of such holder's outstanding Class A common stock is converted to nonvoting Class C common stock. Class A common stock may not be sold, retired, or reallocated to any other entity without prior written approval from FCA.
- 50,000,000 shares of Class B common stock at a par value of $5 per share and has voting rights. Class B common stock may be issued only to an entity that invests in SunStream and obtains services pursuant to a Services Agreement. At the time the holder of Class B common stock's Services Agreement is terminated with no renewal, any of such holder's outstanding Class B common stock is converted to nonvoting Class C common stock.
- 5,000,000 shares each of Class C, Class D, and Class E common stock. Each of these classes of common stock is at-risk, non-convertible and nonvoting with a $5.00 par value per share. Currently, no stock of these classes has been issued.
- 10,000,000 shares of Class F preferred stock and 5,000,000 shares of Class G preferred stock. Each of these classes of preferred stock is at-risk, non-convertible, and nonvoting with a $5.00 par value per share. Currently, no stock of this class has been issued.
- 5,000,000 shares each of Series A and Series B participation certificates. Each of these classes of participation certificates is at-risk, non-convertible and nonvoting with a $5.00 par value per share. Currently, no participation certificates of these classes has been issued.

At formation, SunStream issued 1,125,000 shares of Class A common stock and 3,375,000 shares of Class B common stock. Each owner of Class A and Class B common stock is entitled to a single vote regardless of the number of shares owned in accordance with the bylaws. No shareholder question or matter can be approved without a vote of Class A common stock cast in favor of said shareholder question or matter.

In the event of impairment, losses will be first absorbed equally by each series of participation certificates outstanding, second equally by each share of common stock outstanding, and third equally by each share of preferred stock outstanding. In the event of liquidation or dissolution of SunStream, any assets remaining after payment or retirement of all liabilities shall be distributed first to the holders of preferred stock, second to all holders of common stock and participation certificates, and third to past and present patrons on a patronage basis.

Patronage and Dividend Distributions

Dividends may be paid to any class of stock. Any dividend declared on common stock, preferred stock, or participation certificates is paid equally on a per share basis to all record holders of such stock on which a dividend is declared as of the effective date of declaration, without regard to the length of time such shares have been held by the shareholder. Patronage distributions may be declared from net earnings at the end of the fiscal year and paid to such shareholders and in such amounts as determined, at its sole discretion, by the Board from time to time. Generally, patronage distributions will be paid in cash during the first quarter after year end. The Board may authorize a distribution of earnings provided we meet all statutory and regulatory requirements. We have not accrued or paid patronage or declared dividends on common stock since inception on April 1, 2020.

NOTE 8: REVENUE RECOGNITION

The following table presents our revenues disaggregated by type of service:

Revenue by Service Type

(in thousands) For the period ending December 31		2021		2020
Core services	$	33,606	$	23,272
Consulting services		2,473		1,107
Total Revenue	$	36,079	$	24,379

For the year ended December 31, 2021, core services revenue represented 93% of our total revenues, compared to 95% for the period from inception on April 1, 2020 through December 31, 2020.

NOTE 9: INCOME TAXES

Provision for Income Taxes

Provision for Income Taxes

(dollars in thousands) For the period ending December 31		2021		2020
Current:				
Federal	$	404	$	(396)
State		82		93
Total current	$	486	$	(303)
Deferred:				
Federal	$	(367)	$	422
State		(48)		(79)
Total deferred		(415)		343
Provision for income taxes	$	71	$	40
Income before income taxes	$	71	$	47
Effective tax rate		100%		85%

Reconciliation of Taxes at Federal Statutory Rate to Provision for Income Taxes

(in thousands) For the period ending December 31		2021		2020
Federal tax at statutory rates	$	15	$	10
State tax, net		13		11
Other		43		19
Provision for income taxes	$	71	$	40

Provision for income tax is higher than statutory rate due to certain nondeductible expense.

Deferred Income Taxes

Tax laws require certain items to be included in our tax returns at different times than the items are reflected on our Statement of Comprehensive Income. Some of these items are temporary differences that will reverse over time. We record the tax effect of temporary differences as deferred tax assets and liabilities netted on our Statement of Condition.

Deferred Tax Assets and Liabilities

(in thousands) As of December 31		2021		2020
Accrued incentive	$	615	$	438
Net Operating Loss Carryforward		421		--
Postretirement benefit accrual		125		115
Other Assets		36		--
Total deferred tax asset	$	1,197	$	553
Depreciation	$	(974)	$	(18)
Accrued Pension Liability		(114)		
Other Liabilities		(37)		(878)
Total deferred tax liability	$	(1,125)	$	(896)
Net deferred tax assets / (liabilities)	$	72	$	(343)

A valuation allowance for the deferred tax assets was not necessary at December 31, 2021. Our income tax returns are subject to review by various United States taxing authorities. We record accruals for items that we believe may be challenged by these taxing authorities. However, we had no uncertain income tax positions at December 31, 2021.

NOTE 10: EMPLOYEE BENEFIT PLANS

Pension and Post-Employment Benefit Plans

Complete financial information for the pension and post-employment benefit plans may be found in the AgriBank 2021 Annual Report.

The Farm Credit Foundations Plan Sponsor and Trust Committees provide oversight of the benefit plans. These governance committees are comprised of elected or appointed representatives (senior leadership and/or Board of Director members) from the participating organizations. The Plan Sponsor Committee is responsible for employer decisions regarding all benefit plans including retirement benefits. These decisions could include plan design changes, vendor changes, determination of employer subsidies (if any), and termination of specific benefit plans. Any action to change or terminate the retirement plan can only occur at the direction of the AgriBank District participating employers. The Trust Committee is responsible for fiduciary and plan administrative functions.

Pension Plan: Certain employees participate in the AgriBank District Retirement Plan, a District-wide multi-employer defined benefit retirement plan. The Department of Labor has determined the plan to be a governmental plan; therefore, the plan is not subject to the provisions of the Employee Retirement Income Security Act of 1974, as amended (ERISA). As the plan is not subject to ERISA, the plan's benefits are not insured by the Pension Benefit Guaranty Corporation. Accordingly, the amount of accumulated benefits that participants would receive in the event of the plan's termination is contingent on the sufficiency of the plan's net assets to provide benefits at that time. This plan is noncontributory and covers certain eligible District employees. The assets, liabilities, and costs of the plan are not segregated by participating entities. As such, plan assets are available for any of the participating employers' retirees at any point in time. Additionally, if a participating employer stops contributing to the plan, the unfunded obligations of the plan may be borne by the remaining participating employers. Further, if we choose to stop participating in the plan, we may be required to pay an amount based on the underfunded status of the plan. Because of the nature of the plan, any individual employer is not able to unilaterally change the provisions of the plan. If an employee transfers to another employer within the same plan, the employee benefits under the plan transfer. Benefits are based on salary and years of service. There is no collective bargaining agreement in place as part of this plan.

AgriBank District Retirement Plan Information

(in thousands)

As of December 31		2021		2020
Unfunded liability	$	**46,421**	$	169,640
Projected benefit obligation		**1,500,238**		1,563,421
Fair value of plan assets		**1,453,817**		1,393,781
Accumulated benefit obligation		**1,384,554**		1,426,270

For the period ended December 31		2021		2020
Total plan expense[(1)]	$	**32,606**	$	42,785
Our allocated share of plan expenses		**1,011**		677
Contributions by participating employers[(1)]		**90,000**		90,000
Our allocated share of contributions		**1,321**		745

[(1)] Total plan expense and contributions by participating employers are for the year ended December 31, 2021.

The unfunded liability reflects the net of the fair value of the plan assets and the projected benefit obligation at the date of these Financial Statements. The projected benefit obligation is the actuarial present value of all benefits attributed by the pension benefit formula to employee service rendered prior to the measurement date based on assumed future compensation levels. The accumulated benefit obligation is the actuarial present value of the benefits attributed to employee service rendered before the measurement date and based on current employee service and compensation. The funding status is subject to many variables including performance of plan assets and interest rate levels. Therefore, changes in assumptions could significantly affect these estimates.

Costs are determined for each individual employer based on costs directly related to their current employees as well as an allocation of the remaining costs based proportionately on the estimated projected liability of the employer under this plan. We recognize our proportional share of expense and contribute a proportional share of funding. Our allocated share of plan expenses is included in "Salaries and employee benefits" in the Statement of Comprehensive Income.

Benefits paid to participants in the District were $88.6 million in 2021. While the plan is a governmental plan and is not subject to minimum funding requirements, the employers contribute amounts necessary on an actuarial basis to provide the plan with sufficient assets to meet the benefits to be paid to participants. The amount of the total District employer contributions expected to be paid into the pension plan during 2022 is $90.0 million. Our allocated share of these pension contributions in 2022 is expected to be $1.2 million. The amount ultimately to be contributed and the amount ultimately recognized as expense as well as the timing of those contributions and expenses, are subject to many variables including performance of plan assets and interest rate levels. These variables could result in actual contributions and expenses being greater than or less than the amounts reflected in the District financial statements.

Retiree Medical Plans: District employers also provide certain health insurance benefits to eligible retired employees according to the terms of the benefit plans. The anticipated costs of these benefits are accrued during the period of the employee's active status. Postretirement benefit expense related to the retiree medical plans were not material for any years presented.

Defined Contribution Plans

We participate in a District-wide defined contribution plan. For employees hired in the AgriBank District before January 1, 2007, employee contributions are matched dollar for dollar up to 2.0% and 50 cents on the dollar on the next 4.0% on both pre-tax and post-tax contributions. The maximum employer match is 4.0%. For employees hired in the AgriBank District after December 31, 2006, we contribute 3.0% of the employee's compensation and will match employee contributions dollar for dollar up to a maximum of 6.0% on both pre-tax and post-tax contributions. The maximum employer contribution is 9.0%.

Employer contribution expenses for the defined contribution plan, included in "Salaries and employee benefits" in the Statement of Comprehensive Income, were $763 thousand for the year ended December 31, 2021, compared to $677 thousand for the period from inception on April 1, 2020 to December 31, 2020. These expenses were equal to our cash contributions for the year ended December 31, 2021.

NOTE 11: RELATED PARTY TRANSACTIONS

SunStream is owned by AgriBank, Farm Credit Mid-America, ACA, Compeer Financial, ACA and CentRic Technology Group (CTC). CTC is a collaboration of certain AgriBank District Associations. The ownership rights held by the CTC are further divided amongst the Association members of the CTC based on an agreed upon formula.

Revenue from our owners was $33.4 million or 92% of total revenue for the year ended December 31, 2021, compared to $22.9 million or 94% for the period from inception on April 1, 2020 to December 31, 2021. There were no accounts receivable from our owners at December 31, 2021. The previously remaining stock receivable of $7.5 million was collected from our owners on January 4, 2021.

As discussed in Note 6 to the financial statements, we may borrow from AgriBank, in the form of a line of credit, to fund our operations and capital expenditures. We purchase various services from AgriBank including, but not limited to: travel, audit, facilities, human resources, and legal. The total cost of services we purchased from AgriBank was $1.9 million for the year ended December 31, 2021, compared to $1.7 million for the period from inception on April 1, 2020 to December 31, 2020. SunStream subleases office space from AgriBank, included in "Occupancy and equipment" on the Statement of Comprehensive Income, and tenant fees of $794 thousand were paid to AgriBank during the year ended December 31, 2021, compared to $584 thousand for the period from inception on April 1, 2020 to December 31, 2020. The sublease expires on October 31, 2026 and there is no option to extend.

We purchase human resource, benefit, payroll, and workforce management services from Farm Credit Foundations, a service entity included in the AgriBank District. The total cost of services purchased from Farm Credit Foundations was $157 thousand for the year ended December 31, 2021, compared to $122 thousand from the period from inception on April 1, 2020 to December 31, 2020. Our investment in Foundations was $16 thousand at December 31, 2021.

NOTE 12: CONTINGENCIES AND COMMITMENTS

In the normal course of business, we have various contingent liabilities and commitments outstanding, which may not be reflected in the Financial Statements. We do not anticipate any material losses because of these contingencies or commitments.

We may be named as a defendant in certain lawsuits or legal actions in the normal course of business. At the date of these Financial Statements, our management team was not aware of any material actions. However, management cannot ensure that such actions or other contingencies will not arise in the future.

NOTE 13: SUBSEQUENT EVENTS

There were no material subsequent events for the period from December 31, 2021 through March 11, 2022.

SUNSTREAM
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