

**NUCLEAR INFORMATION AND RESOURCE SERVICE
FINANCIAL STATEMENTS
AND INDEPENDENT AUDITOR'S REPORT**

JANUARY 31, 2014 AND 2013

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Independent Auditor's Report

To The Board of Directors
Nuclear Information and Resource Service
Takoma Park, MD

We have audited the accompanying financial statements of Nuclear Information and Resource Service ("NIRS") (a nonprofit organization), which comprise the statement of financial position as of January 31, 2014, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements. The prior year statements were audited by other auditors, whose opinion dated January 16, 2014, was unmodified.

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.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Independent Auditor's Report
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Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Nuclear Information and Resource Service as of January 31, 2014, and the changes in its net assets and its cash flows for the year then ended in conformity with the accounting principles generally accepted in the United States of America.

Ribis, Jones & Maresca, P.A.

December 23, 2014
Columbia, MD

NUCLEAR INFORMATION AND RESOURCE SERVICE
STATEMENTS OF FINANCIAL POSITION
JANUARY 31, 2014 AND 2013

<u>ASSETS</u>		
	2014	2013
CURRENT ASSETS		
Cash and cash equivalents	\$ 33,787	\$ 66,634
Accounts receivable	12,500	88,486
Total Current Assets	46,287	155,120
PROPERTY AND EQUIPMENT		
Property and equipment, net	189,824	197,669
OTHER ASSETS		
Security deposit	28,125	28,125
TOTAL ASSETS	\$ 264,236	\$ 380,914
<u>LIABILITIES AND NET ASSETS</u>		
CURRENT LIABILITIES		
Accounts payable	\$ 35,016	\$ 49,093
Accrued expenses	33,445	1,051
Capital lease obligation	8,132	4,704
Loan payable	51,034	55,684
Total Current Liabilities	127,627	110,532
LONG TERM LIABILITIES		
Capital lease obligation	-	8,558
Total Liabilities	127,627	119,090
NET ASSETS		
Unrestricted assets	58,075	129,659
Temporarily restricted assets	78,534	132,165
Total Net Assets	136,609	261,824
TOTAL LIABILITIES AND NET ASSETS	\$ 264,236	\$ 380,914

See independent auditor's report and accompanying notes to financial statements.

NUCLEAR INFORMATION AND RESOURCE SERVICE
STATEMENT OF ACTIVITIES
YEAR ENDED JANUARY 31, 2014

	Unrestricted	Temporarily Restricted	Total
REVENUE AND SUPPORT			
Grants and contributions	\$ 343,983	\$ 53,119	\$ 397,102
Rental income	13,342	-	13,342
Miscellaneous	1,856	-	1,856
Other income	16,123	-	16,123
Interest income	13	-	13
Net assets released from restrictions	106,750	(106,750)	-
Total Revenue and Support	482,067	(53,631)	428,436
 EXPENSES			
Program services	422,848	-	422,848
Support services:			
Management and general	85,146	-	85,146
Fundraising	45,657	-	45,657
Total support services	130,803	-	130,803
Total Expenses	553,651	-	553,651
 CHANGE IN NET ASSETS	(71,584)	(53,631)	(125,215)
 NET ASSETS, beginning of year	129,659	132,165	261,824
 NET ASSETS, end of year	\$ 58,075	\$ 78,534	\$ 136,609

See independent auditor's report and accompanying notes to financial statements.

NUCLEAR INFORMATION AND RESOURCE SERVICE
STATEMENT OF ACTIVITIES
YEAR ENDED JANUARY 31, 2013

	Unrestricted	Temporarily Restricted	Total
REVENUE AND SUPPORT			
Grants and contributions	\$ 556,419	\$ 82,270	\$ 638,689
Rental income	4,260	-	4,260
Other income	6,346	-	6,346
Interest income	10	-	10
Net assets released from restrictions	37,882	(37,882)	-
Total Revenue and Support	604,917	44,388	649,305
EXPENSES			
Program services	444,131	-	444,131
Support services:			
Management and general	51,136	-	51,136
Fundraising	25,565	-	25,565
Total support services	76,701	-	76,701
Total Expenses	520,832	-	520,832
CHANGE IN NET ASSETS	84,085	44,388	128,473
NET ASSETS , beginning of year	45,574	87,777	133,351
NET ASSETS , end of year	\$ 129,659	\$ 132,165	\$ 261,824

See independent auditor's report and accompanying notes to financial statements.

NUCLEAR INFORMATION AND RESOURCE SERVICE
STATEMENTS OF FUNCTIONAL EXPENSES
YEAR ENDED JANUARY 31, 2014 AND COMPARATIVE TOTALS FOR YEAR ENDED JANUARY 31, 2013

	2014				2013	
	Supporting Services			Total Supporting Services	Total Expenses	Total Expenses
	Program Services	Management and General	Fundraising			
Personnel costs:						
Salaries	\$ 228,211	\$ 40,924	\$ 21,517	\$ 62,441	\$ 290,652	\$ 266,220
Payroll taxes	16,809	3,014	1,585	4,599	21,408	21,780
Employee benefits	30,533	5,475	2,879	8,354	38,887	36,837
Subtotal personnel costs	<u>275,553</u>	<u>49,413</u>	<u>25,981</u>	<u>75,394</u>	<u>350,947</u>	<u>324,837</u>
Accounting	-	17,048	-	17,048	17,048	13,565
Bank and credit card fees	-	961	-	961	961	1,297
Depreciation	6,810	1,221	642	1,863	8,673	10,769
Dues and subscriptions	594	-	-	-	594	125
Equipment and maintenance	3,787	679	357	1,036	4,823	7,285
Grants and contributions	26,500	-	-	-	26,500	10,150
Insurance	3,551	637	334	971	4,522	3,912
Interest expense	3,979	714	375	1,089	5,068	7,197
Legal fees	-	28	-	28	28	678
Meetings and conferences	527	-	-	-	527	503
Occupancy	54,505	9,774	5,139	14,913	69,418	65,273
Office supplies	934	167	88	255	1,189	6,439
Postage and shipping	1,990	357	3,205	3,562	5,552	4,212
Printing and copying	400	72	7,188	7,260	7,660	436
Professional fees	14,790	-	-	-	14,790	33,610
Telephone	7,533	1,351	710	2,061	9,594	4,751
Travel	3,112	510	-	510	3,622	3,026
Website and IT support	18,283	2,214	1,638	3,852	22,135	22,768
Total	<u>\$ 422,848</u>	<u>\$ 85,146</u>	<u>\$ 45,657</u>	<u>\$ 130,803</u>	<u>\$ 553,651</u>	<u>\$ 520,833</u>

See independent auditor's report and accompanying notes to financial statements.

NUCLEAR INFORMATION AND RESOURCE SERVICE
STATEMENTS OF CASH FLOWS
JANUARY 31, 2014 AND 2013

	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	\$ (125,215)	\$ 128,473
Adjustments to reconcile change in net assets to net cash provided by (used for) operating activities:		
Depreciation	8,673	10,769
Decrease (increase) in assets:		
Accounts receivable	75,986	(88,486)
Increase (decrease) in liabilities:		
Accounts payable	(14,077)	(9,180)
Accrued expenses	32,394	1,051
Net Cash (Used for) Provided by Operating Activities	(22,239)	42,627
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of equipment	(828)	-
Payments on capital lease obligation	(5,130)	(4,035)
Payments on loan payable	(4,650)	(4,316)
Net Cash Used for Investing Activities	(10,608)	(8,351)
NET (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS	(32,847)	34,276
CASH AND CASH EQUIVALENTS, beginning of year	66,634	32,358
CASH AND CASH EQUIVALENTS, end of year	\$ 33,787	\$ 66,634
SUPPLEMENTARY INFORMATION		
Interest expense	\$ 5,068	\$ 7,197

See independent auditor's report and accompanying notes to financial statements.

**NUCLEAR INFORMATION AND RESOURCE SERVICE
NOTES TO FINANCIAL STATEMENTS
JANUARY 31, 2014 AND 2013**

NOTE A - ORGANIZATION AND NATURE OF ACTIVITIES

Organization

Nuclear Information and Resource Service (“NIRS”) is a not-for-profit organization, incorporated in Washington, D.C. for the purpose of being the national information and networking center for citizens and environmental activists concerned about nuclear power, radioactive waste, radiation and sustainable energy issues.

NIRS educates and empowers individuals and groups working to end nuclear power and build a safe, clean, sustainable and affordable nuclear-free, carbon-free energy system. NIRS facilitates the ability of individuals to participate in issues that affect them, and also engages in legal actions to prevent construction of new nuclear power reactors and to promote positive changes in regulatory policy.

The following is a description of NIRS’ Programs for the fiscal year ended January 31, 2013:

The Nuclear 911 Campaign is an effort to take the lessons learned from the real-life disasters at Fukushima and Chernobyl and apply them to emergency response planning for reactors in the United States. Goals include expanding the size of current emergency evacuation and agricultural interdiction zones and providing more realistic and useful training for emergency responders and utility personnel.

The West Valley Project is an effort to clean up nuclear waste on the West Valley nuclear waste site in New York that has been leaking radioactive waste into the ground since 1966. In an effort to persuade the Department of Energy (“DOE”) to clean up the site, NIRS has joined with other organizations and undertaken the dissemination and public release of hydrogeology studies of surface and groundwater on and offsite at West Valley. The author of the studies will meet for public briefings with elected officials, public interest allies and for media work. Public education and outreach is being carried out with events to publicize the West Valley nuclear problems. Additionally, efforts are being made to continue to track DOE physical site activities and provide detailed input on DOE’s science panel and study teams.

NUCLEAR INFORMATION AND RESOURCE SERVICE
NOTES TO FINANCIAL STATEMENTS
JANUARY 31, 2014 AND 2013
(continued)

NOTE B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting

The financial statements are prepared on the accrual basis of accounting in accordance with generally accepted accounting principles. Revenue is recognized when earned and expenses are recorded as incurred.

Financial Statement Presentation

Net assets and revenue are classified based on the existence or absence of donor-imposed restrictions. Accordingly, the net assets of and changes therein, are classified and reported as follows:

Unrestricted Net Assets - Net assets not subject to donor-imposed restrictions.

Temporarily Restricted Net Assets - Net assets subject to donor-imposed restrictions that may or will be met by either actions of NIRS and/or the passage of time. When a restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets and are reported in the statement of activities as net assets released from restrictions.

Permanently Restricted Net Assets - Net assets subject to donor-imposed stipulations that they be maintained permanently by NIRS. There were no permanently restricted net assets as of January 31, 2014.

Cash and Cash Equivalents

NIRS considers all cash and other highly liquid investments with initial maturities of three months or less to be cash equivalent.

Accounts Receivable

Accounts receivable are stated at the amount management expects to collect from balances outstanding at year end. Annually, management determines if an allowance for doubtful accounts is necessary based upon a review of outstanding receivables, historical collection of information and existing economic conditions. Accounts deemed uncollectible are charged off based on specific circumstances of the parties involved. Management believes all receivables are fully collectible within one year and no provision for allowance for doubtful accounts is deemed necessary.

NUCLEAR INFORMATION AND RESOURCE SERVICE
NOTES TO FINANCIAL STATEMENTS
JANUARY 31, 2014 AND 2013
(continued)

NOTE B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued

Fixed Assets

Fixed assets are stated at cost and depreciated on a straight-line basis over the estimated useful lives of the related assets, generally two to thirty-nine years. Expenditures which extend the useful life of an asset are capitalized, while repairs and maintenance are generally expensed.

Revenue Recognition

Grants and contributions, including unconditional promises to give, are recognized as revenue in the period in which a notification is received. Grants and contributions received with donor restrictions are recorded as temporarily or permanently restricted revenue based on the donor's intent. Expirations of temporary restrictions are reported as reclassifications from temporarily restricted net assets to unrestricted net assets.

Functional Allocation of Expenses

The costs of providing the various programs and other activities have been summarized on a functional basis in the statement of activities. Accordingly, certain costs have been allocated among programs and support services benefited.

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 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 revenue and expenses during the reporting period. Actual results could differ from these estimates.

Reclassifications

Certain items in the 2013 financial statements have been reclassified to conform to the 2014 presentation.

NUCLEAR INFORMATION AND RESOURCE SERVICE
NOTES TO FINANCIAL STATEMENTS
JANUARY 31, 2014 AND 2013
(continued)

NOTE C – PROPERTY AND EQUIPMENT

Property and equipment consisted of the following as of January 31:

	2014	2013
Land	50,000	50,000
Buildings	150,000	150,000
Furniture and equipment	103,150	102,323
Capital lease asset	22,299	22,299
	325,449	324,622
Less accumulated depreciation	(135,625)	(126,953)
Total	\$ 189,824	\$ 197,669

Depreciation expense totaled \$- and \$- for the years ended January 31, 2014, and 2013, respectively.

NOTE D – RETIREMENT PLAN

NIRS maintains a tax-deferred annuity plan qualified under Section 403(b) of the Internal Revenue Code. Participation in the plan is available to all employees meeting eligibility requirements. NIRS does not contribute to the plan.

NOTE E – TEMPORARILY RESTRICTED NET ASSETS

Temporarily restricted net assets were designated by donors for the following purposes as of January 31:

	2014	2013
Calvert Cliffs	\$ -	\$ 5,000
Fukshima	-	500
Levy Co	-	9,810
Normandie/West Valley	15,000	61,171
Southeast office housing	51,034	55,684
Time restrictions	12,500	-
Total	\$ 78,534	\$ 132,165

NUCLEAR INFORMATION AND RESOURCE SERVICE
NOTES TO FINANCIAL STATEMENTS
JANUARY 31, 2014 AND 2013
(continued)

NOTE F – LOAN PAYABLE

NIRS has a loan with Home Trust Bank with an original principal amount of \$60,000. This loan bears an interest rate of 5%. The loan matures on September 1, 2015. It is secured by real property located at 45 Riverview Drive, Ashville, NC., The outstanding balance due as of January 31, 2014 and 2013, totaled \$- and \$-, respectively. Interest expense totaled \$- and \$- for the years ended January 31, 2014 and 2013, respectively.

NOTE G – LEASE COMMITMENT

NIRS entered into a lease agreement with Takoma Business Center, LLC, for the office space located at 6930 Carrol Avenue, Suite #340, Takoma Park, Maryland. The lease commenced on July 1, 2011, and will end on February 28, 2018. The lease is subject to a 3% increase on March 1 of each fiscal year. A security deposit in the amount of \$- is part of the lease agreement for the office space and is included on the statement of financial position.

The future lease payments exceeding one year are as follows:

2015	\$	62,631
2016		64,510
2017		66,446
2018		68,439
2019		5,717
Total future lease payments	\$	267,743

The monthly lease payment amounts include operating and storage expenses. The lease payments and the related office space expenses for the years ended January 31, 2014 and 2013, totaled \$- and \$65,273, respectively.

NOTE H – CAPITAL LEASE OBLIGATION

In July 2010, NIRS entered into a five-year, capital lease agreement for a new copier with the Xerox Corporation in the amount of \$22,299. The lease was terminated early and a new operating lease for a copier was entered into as of August 2014. As of January 31, 2014 and 2013, the accumulated depreciation expense on the capital leased equipment totaled \$- and \$-, respectively. Capital lease obligations for the years ended January 31, 2014 and 2013, totaled \$- and \$-, and interest expense totaled \$- and \$-, respectively.

NUCLEAR INFORMATION AND RESOURCE SERVICE
NOTES TO FINANCIAL STATEMENTS
JANUARY 31, 2014 AND 2013
(continued)

NOTE I – INCOME TAXES

NIRS is a 501(c)(3) entity exempt from federal income tax under Section 501(a) of the Internal Revenue Code. NIRS is, however, subject to tax on business income unrelated to their exempt purpose.

NIRS believes that it has appropriate support for any tax positions taken, and as such, does not have any uncertain tax positions that are material to the financial statements or that would have an effect on its tax-exempt status. There are no unrecognized tax benefits or liabilities that need to be recorded.

NIRS's income tax returns are subject to examination by the Internal Revenue Service for a period of three years from the date they were filed, except under certain circumstances. NIRS's Form 990 tax returns for the years ended January 31, 2011 through 2013, are open for a tax examination by the Internal Revenue Service, although no request has been made as of the date of these financial statements.

NOTE J – SUBSEQUENT EVENTS

In preparing these financial statements, NIRS's management has evaluated events and transactions for potential recognition or disclosure through December 23, 2014, the date the financial statements were available to be issued. There were no additional events or transactions discovered during the evaluation that required further disclosure.