

NUCLEAR INFORMATION AND RESOURCE SERVICE

**FINANCIAL STATEMENTS
AND INDEPENDENT AUDITOR'S REPORT**

JANUARY 31, 2020 AND 2019

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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 (a nonprofit organization), which comprise the statements of financial position as of January 31, 2020 and 2019, and the related statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements.

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 audits. We conducted our audits 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.

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, 2020 and 2019, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in Note B to the financial statements, in 2020, Nuclear Information and Resource Service adopted new accounting guidance, Accounting Standards Update (ASU) 2014-09, *Revenue from Contracts with Customers* and ASU 2018-08, *Clarifying the Scope of the Accounting Guidance for Contributions Received and Contributions Made*. Our opinion is not modified with respect to this matter.

Jane Maruca & McQuade PA

Washington, DC
August 31, 2020

**NUCLEAR INFORMATION AND RESOURCE SERVICE
STATEMENTS OF FINANCIAL POSITION
JANUARY 31, 2020 AND 2019**

	2020	2019
<u>ASSETS</u>		
CURRENT ASSETS		
Cash and cash equivalents	\$ 338,984	\$ 60,389
Grants receivable	30,274	30,589
Total Current Assets	369,258	90,978
PROPERTY AND EQUIPMENT, NET	9,316	176,836
OTHER ASSETS		
Security deposit	5,296	5,296
TOTAL ASSETS	\$ 383,870	\$ 273,110
<u>LIABILITIES AND NET ASSETS</u>		
CURRENT LIABILITIES		
Accounts payable	\$ 70,588	\$ 95,227
Accrued expenses	25,319	21,095
Loans payable - related parties	-	4,600
Loan payable, current portion	-	9,239
Total Current Liabilities	95,907	130,161
NON CURRENT LIABILITIES		
Loan payable, net of current portion	-	9,320
Total Liabilities	95,907	139,481
NET ASSETS		
Without donor restrictions	235,090	81,924
With donor restrictions	52,873	51,705
Total Net Assets	287,963	133,629
TOTAL LIABILITIES AND NET ASSETS	\$ 383,870	\$ 273,110

The accompanying notes are an integral part of these financial statements.

**NUCLEAR INFORMATION AND RESOURCE SERVICE
STATEMENT OF ACTIVITIES
YEAR ENDED JANUARY 31, 2020**

	Without Donor Restrictions	With Donor Restrictions	Total
REVENUE AND SUPPORT			
Grants and contributions	\$ 401,217	\$ 87,500	\$ 488,717
Rental income	10,205	-	10,205
Gain from sale of property and equipment	122,976	-	122,976
Other income	2,349	-	2,349
Net assets released from restrictions	86,332	(86,332)	-
Total Revenue and Support	<u>623,079</u>	<u>1,168</u>	<u>624,247</u>
EXPENSES			
Program services	378,305	-	378,305
Support services:			
Management and general	58,924	-	58,924
Fundraising	32,684	-	32,684
Total Support Services	<u>91,608</u>	<u>-</u>	<u>91,608</u>
Total Expenses	<u>469,913</u>	<u>-</u>	<u>469,913</u>
CHANGE IN NET ASSETS	153,166	1,168	154,334
NET ASSETS, beginning of year	<u>81,924</u>	<u>51,705</u>	<u>133,629</u>
NET ASSETS, end of year	<u><u>\$ 235,090</u></u>	<u><u>\$ 52,873</u></u>	<u><u>\$ 287,963</u></u>

The accompanying notes are an integral part of these financial statements.

**NUCLEAR INFORMATION AND RESOURCE SERVICE
STATEMENT OF ACTIVITIES
YEAR ENDED JANUARY 31, 2019**

	Without Donor Restrictions	With Donor Restrictions	Total
REVENUE AND SUPPORT			
Grants and contributions	\$ 422,556	\$ 75,000	\$ 497,556
Rental income	14,775	-	14,775
Miscellaneous	875	-	875
Other income	6,250	-	6,250
Interest income	1	-	1
Net assets released from restrictions	212,921	(212,921)	-
Total Revenue and Support	<u>657,378</u>	<u>(137,921)</u>	<u>519,457</u>
EXPENSES			
Program services	483,013	-	483,013
Support services:			
Management and general	68,501	-	68,501
Fundraising	46,464	-	46,464
Total Support Services	<u>114,965</u>	<u>-</u>	<u>114,965</u>
Total Expenses	<u>597,978</u>	<u>-</u>	<u>597,978</u>
CHANGE IN NET ASSETS	59,400	(137,921)	(78,521)
NET ASSETS , beginning of year	<u>22,524</u>	<u>189,626</u>	<u>212,150</u>
NET ASSETS , end of year	<u><u>\$ 81,924</u></u>	<u><u>\$ 51,705</u></u>	<u><u>\$ 133,629</u></u>

The accompanying notes are an integral part of these financial statements.

**NUCLEAR INFORMATION AND RESOURCE SERVICE
STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED JANUARY 31, 2020**

	Support Services			Total Support Services	Total Expenses
	Program Services	Management and General	Fundraising		
Personnel costs:					
Salaries	\$ 140,701	\$ 19,067	\$ 16,771	\$ 35,838	\$ 176,539
Payroll taxes	25,333	3,433	3,020	6,453	31,786
Employee benefits	30,944	4,193	3,689	7,882	38,826
Subtotal Personnel Costs	196,978	26,693	23,480	50,173	247,151
Accounting and consulting	52,941	9,450	-	9,450	62,391
Bank and credit card fees	-	1,910	-	1,910	1,910
Depreciation	3,269	795	353	1,148	4,417
Equipment and maintenance	3,772	917	408	1,325	5,097
Grants and contributions	30,285	-	-	-	30,285
Insurance	4,306	1,047	466	1,513	5,819
Interest	675	164	73	237	912
Legal fees	-	160	-	160	160
Meetings and conferences	4,694	-	-	-	4,694
Occupancy	51,935	12,633	5,614	18,247	70,182
Office supplies	1,150	280	124	404	1,554
Postage and shipping	537	131	57	188	725
Printing and copying	1,647	401	178	579	2,226
Telephone	4,945	1,203	535	1,738	6,683
Travel	8,261	-	-	-	8,261
Website and IT support	12,910	3,140	1,396	4,536	17,446
Total	\$ 378,305	\$ 58,924	\$ 32,684	\$ 91,608	\$ 469,913

The accompanying notes are an integral part of these financial statements.

**NUCLEAR INFORMATION AND RESOURCE SERVICE
STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED JANUARY 31, 2019**

	Support Services			Total Support Services	Total Expenses
	Program Services	Management and General	Fundraising		
Personnel costs:					
Salaries	\$ 218,280	\$ 29,665	\$ 26,042	\$ 55,707	\$ 273,987
Payroll taxes	26,499	3,601	3,162	6,763	33,262
Employee benefits	43,265	5,880	5,162	11,042	54,307
Subtotal Personnel Costs	288,044	39,146	34,366	73,512	361,556
Accounting and consulting	36,773	13,444	-	13,444	50,217
Bank and credit card fees	-	2,039	-	2,039	2,039
Depreciation	6,690	909	798	1,707	8,397
Dues and subscriptions	6,795	-	-	-	6,795
Equipment and maintenance	3,814	518	455	973	4,787
Grants and contributions	23,300	-	-	-	23,300
Insurance	7,608	1,034	908	1,942	9,550
Interest	1,327	180	159	339	1,666
Legal fees	5,000	95	-	95	5,095
Meetings and conferences	11,705	-	-	-	11,705
Occupancy	55,654	7,564	6,640	14,204	69,858
Office supplies	1,819	247	217	464	2,283
Postage and shipping	660	90	79	169	829
Printing and copying	4,696	638	561	1,199	5,895
Telephone	6,138	834	733	1,567	7,705
Travel	10,018	-	-	-	10,018
Website and IT support	12,972	1,763	1,548	3,311	16,283
Total	<u>\$ 483,013</u>	<u>\$ 68,501</u>	<u>\$ 46,464</u>	<u>\$ 114,965</u>	<u>\$ 597,978</u>

The accompanying notes are an integral part of these financial statements.

NUCLEAR INFORMATION AND RESOURCE SERVICE
STATEMENTS OF CASH FLOWS
YEARS ENDED JANUARY 31, 2020 AND 2019

	2020	2019
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	\$ 154,334	\$ (78,521)
Adjustments to reconcile change in net assets to net cash provided by (used for) operating activities:		
Depreciation	4,417	8,397
Gain on sale of property and equipment	(122,976)	-
Decrease (increase) in assets:		
Grants receivable	315	14,411
Security deposit	-	22,829
Increase (decrease) in liabilities:		
Accounts payable	(24,639)	56,317
Accrued expenses	4,224	(1,785)
Net Cash Provided by Operating Activities	15,675	21,648
 CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property and equipment	(359)	(393)
Proceeds from sale of property and equipment	286,438	-
Net Cash Provided by (Used for) Investing Activities	286,079	(393)
 CASH FLOWS FROM FINANCING ACTIVITIES		
Principal payments on loans payable - related parties	(4,600)	-
Proceeds from loans payable - related parties	-	4,600
Principal payments on loan payable	(18,559)	(8,573)
Net Cash Used for Financing Activities	(23,159)	(3,973)
 NET CHANGE IN CASH AND CASH EQUIVALENTS	278,595	17,282
 CASH AND CASH EQUIVALENTS, beginning of year	60,389	43,107
 CASH AND CASH EQUIVALENTS, end of year	\$ 338,984	\$ 60,389
 SUPPLEMENTARY INFORMATION		
Cash paid for interest	\$ 912	\$ 1,666

The accompanying notes are an integral part of these financial statements.

**NUCLEAR INFORMATION AND RESOURCE SERVICE
NOTES TO THE FINANCIAL STATEMENTS
JANUARY 31, 2020 AND 2019**

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’s programs for the fiscal years ended January 31, 2020 and 2019:

Maryland Grid of the Future Coalition – An effort to inform the public of the need for energy infrastructure modernization and its potential for advancing renewable energy, improving energy affordability, creating jobs, and reducing social and economic inequality

Don’t Waste America- An effort to raise awareness of the environmental and public safety impacts of nuclear waste and proposals to undertake cross-country transportation of it, and to encourage public involvement in the siting of high-level radioactive waste facilities.

The West Valley Project - 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.

NOTE B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting

NIRS prepares its financial statements on the accrual basis of accounting therefore, revenue and the related assets are recognized when earned and expenses and related liabilities are recognized as the obligations are incurred.

NUCLEAR INFORMATION AND RESOURCE SERVICE
NOTES TO THE FINANCIAL STATEMENTS
JANUARY 31, 2020 AND 2019
(continued)

NOTE B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Adoption of New Accounting Pronouncement

The Financial Accounting Standards Board (“FASB”) *Accounting Standards Codification Topic 606, Revenue from Contracts with Customers*, as amended, supersedes or replaces nearly all GAAP revenue recognition guidance. These standards establish a new contract and control-based revenue recognition model, change the basis for deciding when revenue is recognized over time or at a point in time, and expand disclosures about revenue. NIRS has implemented Topic 606.

In June 2018, FASB issued *ASU 2018-08, Clarifying the Scope and the Accounting Guidance for Contributions Received and Contributions Made*. This standard assists entities in evaluating whether transactions should be accounted for as contributions or exchange transactions and determining whether a contribution is conditional. NIRS has implemented the provisions of ASU 2018-08 applicable to both contributions received and to contributions made in the accompanying financial statements under a modified prospective basis. Accordingly, there was no effect on net assets in connection with NIRS’ implementation of ASU 2018-08.

Financial Statement Presentation

Financial statement preparation follows Financial Accounting Standards Board (“FASB”) Accounting Standards Codification (“ASC”) topic Not-for-Profit entities. In accordance with the topic, net assets, revenue, gains and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, net assets of NIRS and changes therein are classified and reported as follows:

Net Assets without Donor Restrictions – Net assets not subject to donor-imposed stipulations.

Net Assets with Donor Restrictions – Net assets subject to donor-imposed stipulations that may or will be met by either actions of NIRS and/or the passage of time, or that must be maintained permanently by NIRS. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions and are reported in the statement of activities as net assets released from restrictions. Contributions received with donor restrictions that are met in the same reporting period are reported as support without donor restrictions and increase net assets without donor restrictions.

NUCLEAR INFORMATION AND RESOURCE SERVICE
NOTES TO THE FINANCIAL STATEMENTS
JANUARY 31, 2020 AND 2019
(continued)

NOTE B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – continued

Cash and Cash Equivalents

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

Grants Receivable

Grants 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.

Property and Equipment

Property and equipment 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 and greater than \$300 are capitalized, while repairs and maintenance are generally expensed.

Revenue Recognition

NIRS recognizes contributions when cash, securities or other assets, an unconditional promise to give, or notification of a beneficial interest is received. Conditional promises to give, that is, those with a measurable performance or other barrier, and a right of return, are not recognized until the conditions on which they depend have been substantially met. Contributions received with donor stipulations are recorded as contributions with donor restrictions based on the donor's intent. Unless otherwise stated by the donor, individual donations are recorded as contributions without donor restrictions. Contributions with donor restrictions that are met in the same reporting period as the contribution is received are reported as contributions without donor restrictions.

NUCLEAR INFORMATION AND RESOURCE SERVICE
NOTES TO THE FINANCIAL STATEMENTS
JANUARY 31, 2020 AND 2019
(continued)

NOTE B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – continued

Method Used for Allocation of Expenses from Management and General Activities

The financial statements report certain categories of expenses that are attributable to one or more program or supporting services of NIRS. Therefore, these expenses require allocation on a reasonable basis that is consistently applied. The expenses that are allocated include depreciation, equipment and maintenance, interest, occupancy, office supplies, postage, printing, telephone and website, as well as salaries and benefits and payroll taxes, all of which are allocated on the basis of estimates of time and effort.

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.

NOTE C – 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 information 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 information returns for the years ended January 31, 2017 through 2019, 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.

NUCLEAR INFORMATION AND RESOURCE SERVICE
NOTES TO THE FINANCIAL STATEMENTS
JANUARY 31, 2020 AND 2019
(continued)

NOTE D – PROPERTY AND EQUIPMENT

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

	2020	2019
Land	\$ -	\$ 50,000
Buildings	-	150,000
Furniture and equipment	103,902	103,543
Website	21,725	21,725
	125,627	325,268
Less accumulated depreciation	(116,311)	(148,432)
Property and Equipment, Net	\$ 9,316	\$ 176,836

Depreciation expense totaled \$4,417 and \$8,397 for the years ended January 31, 2020, and 2019, respectively.

NOTE E – RETIREMENT PLAN

NIRS maintains a tax-deferred annuity plan (the “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 F – LOAN PAYABLE

Bank Loan

NIRS has a loan with Home Trust Bank with an original principal amount of \$60,000. The original loan bore an annual interest rate of 5% and had a maturity date of September 1, 2015. NIRS began the process of refinancing the loan at the maturity date, and secured refinancing on March 22, 2016, with a principal amount of \$41,339 and a maturity date of December 1, 2020 with an annual interest rate of 7%. The loan calls for 57 payments to be made of \$853 beginning on April 1, 2016. It is secured by real property located at 45 Riverview Drive, Ashville, NC. In November 2019, NIRS sold the building which located at 45 Riverview Drive, Ashville, NC along with the loan. So, the outstanding balance due as of January 31, 2020 and 2019, totaled \$0 and \$18,559, respectively. Interest expense totaled \$912 and \$1,666 for the years ended January 31, 2020 and 2019, respectively.

NUCLEAR INFORMATION AND RESOURCE SERVICE
NOTES TO THE FINANCIAL STATEMENTS
JANUARY 31, 2020 AND 2019
(continued)

NOTE F – LOAN PAYABLE – continued

Loans Payable – Related parties

During the year ended January 31, 2019, NIRS borrowed a total of \$7,600 from related parties of NIRS. Included in these loans were two short-term non-interest-bearing loans from members of the board of directors totaling \$5,500 and one short-term non-interest-bearing loan from the Executive Director of the organization for \$2,100. As of January 31, 2019, the outstanding balance on these loans totaled \$4,600. During the year ended January 31, 2020, all of these loans were paid off.

NOTE G – NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions were designated by donors for the following purposes as of January 31:

	2020	2019
Maryland grid conference	\$ -	\$ 19,087
Southeast office housing	18,559	18,559
Don't waste America	34,314	14,059
Total	\$ 52,873	\$ 51,705

NOTE H – LEASE COMMITMENTS

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 ended on February 28, 2018. The lease was subject to a 3% increase on March 1st of each fiscal year. A security deposit in the amount of \$5,296 was required in accordance with the lease agreement and was included in the statement of financial position as of January 31, 2018. During 2018, NIRS renewed the lease agreement with Takoma Business Center, LLC for their office space. The renewed lease commenced on March 1, 2018 and ends on February 28, 2025, with an option to extend for an additional 3 years. The lease is subject to a 3% increase on March 1st of each fiscal year. In accordance with the lease renewal, the security deposit was reduced to \$5,296 which is included in the statement of financial position as of January 31, 2020 and 2019.

NUCLEAR INFORMATION AND RESOURCE SERVICE
NOTES TO THE FINANCIAL STATEMENTS
JANUARY 31, 2020 AND 2019
(continued)

NOTE H – LEASE COMMITMENTS – continued

The future lease payments exceeding one year are as follows for the years ending January 31:

2020	\$	65,296
2021		67,255
2022		69,272
2023		71,350
2024		73,491
Thereafter		82,019
Total future lease payments	\$	428,683

Monthly lease payments include operating and storage expenses. Occupancy expense for the years ended January 31, 2020 and 2019, totaled \$70,182 and \$69,858, respectively.

NOTE I – SUBSEQUENT EVENTS

Subsequent to January 31, 2020, NIRS applied for and received the Paycheck Protection Program loan from the U.S. Small Business Administration in the amount of \$33,833. In preparing these financial statements, NIRS's management has evaluated events and transactions for potential recognition or disclosure through August 31, 2020, the date the financial statements were available to be issued. Except as noted above, there were no additional events or transactions discovered during the evaluation that required further recognition or disclosure.