

**FINANCIAL STATEMENTS**

**NUCLEAR INFORMATION AND  
RESOURCE SERVICE**

**FOR THE YEAR ENDED JANUARY 31, 2009  
WITH SUMMARIZED FINANCIAL  
INFORMATION FOR 2008**

# NUCLEAR INFORMATION AND RESOURCE SERVICE

## CONTENTS

	<b>PAGE NO.</b>
INDEPENDENT AUDITORS' REPORT	2
EXHIBIT A - Statement of Financial Position, as of January 31, 2009, with Summarized Financial Information for 2008	3
EXHIBIT B - Statement of Activities and Change in Net Assets, for the Year Ended January 31, 2009, with Summarized Financial Information for 2008	4
EXHIBIT C - Statement of Functional Expenses, for the Year Ended January 31, 2009, with Summarized Financial Information for 2008	5
EXHIBIT D - Statement of Cash Flows, for the Year Ended January 31, 2009, with Summarized Financial Information for 2008	6
NOTES TO FINANCIAL STATEMENTS	7 - 11



**GELMAN, ROSENBERG & FREEDMAN**  
**CERTIFIED PUBLIC ACCOUNTANTS**

**INDEPENDENT AUDITORS' REPORT**

To the Board of Directors  
Nuclear Information and Resource Service  
Takoma Park, Maryland

We have audited the accompanying statement of financial position of the Nuclear Information and Resource Service (NIRS) as of January 31, 2009, and the related statements of activities and change in net assets, functional expenses and cash flows for the year then ended. These financial statements are the responsibility of NIRS' management. Our responsibility is to express an opinion on these financial statements based on our audit. The prior year summarized comparative information has been derived from NIRS' 2008 financial statements and, in our report dated November 7, 2008, we expressed an unqualified opinion on those statements.

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 of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of NIRS as of January 31, 2009, and its change in net assets and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

*Gelman Rosenberg & Freedman*

September 23, 2009

4550 MONTGOMERY AVENUE · SUITE 650 NORTH · BETHESDA, MARYLAND 20814  
(301) 951-9090 · FAX (301) 951-3570 · WWW.GRFCPA.COM

---

MEMBER OF CPAMERICA INTERNATIONAL, AN AFFILIATE OF HORWATH INTERNATIONAL  
MEMBER OF THE AMERICAN INSTITUTE OF CERTIFIED PUBLIC ACCOUNTANTS' PRIVATE COMPANIES PRACTICE SECTION

**NUCLEAR INFORMATION AND RESOURCE SERVICE**  
**STATEMENT OF FINANCIAL POSITION**  
**AS OF JANUARY 31, 2009**  
**WITH SUMMARIZED FINANCIAL INFORMATION FOR 2008**

<b>ASSETS</b>		<u>2009</u>	<u>2008</u>
<b>CURRENT ASSETS</b>			
Cash and cash equivalents		\$ 99,725	\$ 50,900
Grants receivable (Note 2)		<u>125,000</u>	<u>-</u>
Total current assets		<u>224,725</u>	<u>50,900</u>
<b>FIXED ASSETS</b>			
Furniture and equipment		102,323	99,300
Leased equipment (Note 6)		19,271	-
Less: Accumulated depreciation		<u>(101,011)</u>	<u>(96,617)</u>
Net fixed assets		<u>20,583</u>	<u>2,683</u>
<b>OTHER ASSETS</b>			
Deposit		25,000	25,000
Grants receivable, net of current portion (Note 2)		<u>50,000</u>	<u>-</u>
Total other assets		<u>75,000</u>	<u>25,000</u>
<b>TOTAL ASSETS</b>		<b><u>\$ 320,308</u></b>	<b><u>\$ 78,583</u></b>
<b>LIABILITIES AND NET ASSETS</b>			
<b>CURRENT LIABILITIES</b>			
Current portion of capital lease (Note 6)		\$ 2,825	\$ -
Accounts payable and accrued liabilities		23,368	22,583
Grants payable		<u>6,734</u>	<u>1,410</u>
Total current liabilities		<u>32,927</u>	<u>23,993</u>
<b>LONG-TERM LIABILITIES</b>			
Capital lease, less current portion (Note 6)		<u>15,034</u>	<u>-</u>
Total liabilities		<u>47,961</u>	<u>23,993</u>
<b>NET ASSETS</b>			
Unrestricted		(2,653)	4,590
Temporarily restricted (Note 3)		<u>275,000</u>	<u>50,000</u>
Total net assets		<u>272,347</u>	<u>54,590</u>
<b>TOTAL LIABILITIES AND NET ASSETS</b>		<b><u>\$ 320,308</u></b>	<b><u>\$ 78,583</u></b>

See accompanying notes to financial statements.

**NUCLEAR INFORMATION AND RESOURCE SERVICE**  
**STATEMENT OF ACTIVITIES AND CHANGE IN NET ASSETS**  
**FOR THE YEAR ENDED JANUARY 31, 2009**  
**WITH SUMMARIZED FINANCIAL INFORMATION FOR 2008**

	<u>2009</u>			<u>2008</u>
	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Total</u>	<u>Total</u>
<b>REVENUE</b>				
Grants and contributions	\$ 394,073	\$ 316,666	\$ 710,739	\$ 577,377
Interest/dividend income	114	-	114	527
Conference	4,875	-	4,875	-
Rental income (Note 5)	2,143	-	2,143	3,280
Publications	251	-	251	-
Other	8,079	-	8,079	5,324
Net assets released from donor restrictions (Note 4)	<u>91,666</u>	<u>(91,666)</u>	<u>-</u>	<u>-</u>
Total revenue	<u>501,201</u>	<u>225,000</u>	<u>726,201</u>	<u>586,508</u>
<b>EXPENSES</b>				
Program Services	434,008	-	434,008	550,406
Management and General	49,625	-	49,625	58,341
Fundraising	<u>24,811</u>	<u>-</u>	<u>24,811</u>	<u>28,744</u>
Total expenses	<u>508,444</u>	<u>-</u>	<u>508,444</u>	<u>637,491</u>
Change in net assets	(7,243)	225,000	217,757	(50,983)
Net assets at beginning of year, as restated (Note 7)	<u>4,590</u>	<u>50,000</u>	<u>54,590</u>	<u>105,573</u>
<b>NET ASSETS AT END OF YEAR</b>	<b><u>\$ (2,653)</u></b>	<b><u>\$ 275,000</u></b>	<b><u>\$ 272,347</u></b>	<b><u>\$ 54,590</u></b>

See accompanying notes to financial statements.

**NUCLEAR INFORMATION AND RESOURCE SERVICE**  
**STATEMENT OF FUNCTIONAL EXPENSES**  
**FOR THE YEAR ENDED JANUARY 31, 2009**  
**WITH SUMMARIZED FINANCIAL INFORMATION FOR 2008**

	<b>2009</b>			<b>2008</b>	
	<b>Program Services</b>	<b>Management and General</b>	<b>Fundraising</b>	<b>Total Expenses</b>	<b>Total Expenses</b>
Grant - Wise Amsterdam	\$ 7,000	\$ -	\$ -	\$ 7,000	\$ 32,700
Salaries	182,980	21,527	10,764	215,271	255,148
Benefits	30,464	3,584	1,792	35,840	44,711
Payroll taxes	14,421	1,697	848	16,966	22,803
Accounting fees	9,980	1,174	587	11,741	16,102
Legal	2,864	-	-	2,864	796
Supplies	1,075	127	63	1,265	1,184
Telephone	2,269	267	133	2,669	13,761
Postage and delivery	9,151	1,077	538	10,766	10,837
Occupancy (Note 5)	73,640	8,664	4,332	86,636	75,518
Repairs and maintenance	11,936	1,404	702	14,042	16,906
Depreciation and amortization	3,734	440	220	4,394	1,893
Printing	10,494	1,235	617	12,346	19,820
Travel	3,032	357	178	3,567	2,739
Meetings	6,378	750	375	7,503	3,909
Professional fees	-	-	-	-	21,584
Insurance	3,568	420	210	4,198	4,103
Subscriptions and publications	47	5	3	55	3,607
Advertising and promotion	769	90	45	904	4,368
Events and campaign	10,739	1,263	632	12,634	6,776
Bank fees	4,947	582	291	5,820	2,622
Technology - computer/ website	10,962	1,290	645	12,897	13,782
Interest expense	2,335	-	-	2,335	-
Other	1,557	182	92	1,831	1,906
Other - RMTA	-	-	-	-	3,221
Other - Projects	8,418	990	495	9,903	15,808
Other - Ecodefense	20,080	2,362	1,181	23,623	6,416
Other - NIRS Ukraine	807	95	47	949	1,264
Contributions	361	43	21	425	29,081
Moving expenses	-	-	-	-	551
Licensing	-	-	-	-	214
Beyond nuclear	-	-	-	-	3,141
Employee training	-	-	-	-	220
<b>TOTAL</b>	<b>\$ 434,008</b>	<b>\$ 49,625</b>	<b>\$ 24,811</b>	<b>\$ 508,444</b>	<b>\$ 637,491</b>

**NUCLEAR INFORMATION AND RESOURCE SERVICE**  
**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED JANUARY 31, 2009**  
**WITH SUMMARIZED FINANCIAL INFORMATION FOR 2008**

	<u>2009</u>	<u>2008</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Change in net assets	\$ 217,757	\$ (50,983)
Adjustments to reconcile change in net assets to net cash provided (used) by operating activities:		
Depreciation and amortization	4,394	1,893
(Increase) decrease in:		
Grants receivable	(175,000)	-
Prepaid expenses	-	6,202
Increase (decrease) in:		
Accounts payable and accrued liabilities	785	(22,757)
Grants payable	<u>5,324</u>	<u>(21,892)</u>
Net cash provided (used) by operating activities	<u>53,260</u>	<u>(87,537)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of fixed assets	<u>(3,023)</u>	<u>-</u>
Net cash used by investing activities	<u>(3,023)</u>	<u>-</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Payments on capital lease obligation	<u>(1,412)</u>	<u>-</u>
Net cash used by financing activities	<u>(1,412)</u>	<u>-</u>
Net increase (decrease) in cash and cash equivalents	48,825	(87,537)
Cash and cash equivalents at beginning of year	<u>50,900</u>	<u>138,437</u>
<b>CASH AND CASH EQUIVALENTS AT END OF YEAR</b>	<b><u>\$ 99,725</u></b>	<b><u>\$ 50,900</u></b>
<b>SUPPLEMENTAL INFORMATION:</b>		
Interest Paid	<b><u>\$ 2,335</u></b>	<b><u>\$ -</u></b>
<b>SCHEDULE OF NON-CASH FINANCING TRANSACTIONS:</b>		
Capital Lease Obligations Incurred for Use of Equipment	<b><u>\$ 19,271</u></b>	<b><u>\$ -</u></b>

See accompanying notes to financial statements.

## NUCLEAR INFORMATION AND RESOURCE SERVICE

### NOTES TO FINANCIAL STATEMENTS JANUARY 31, 2009

#### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND GENERAL INFORMATION

##### Organization -

The Nuclear Information and Resource Service (NIRS) is a nonprofit 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.

##### Basis of presentation -

The accompanying financial statements are presented on the accrual basis of accounting, and in accordance with Statement of Financial Accounting Standards No. 117, "Financial Statements of Not-for-Profit Organizations".

The financial statements include certain prior year summarized comparative information in total but not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with generally accepted accounting principles. Accordingly, such information should be read in conjunction with NIRS' financial statements for the year ended January 31, 2008, from which the summarized information was derived.

##### 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.

At times during the year, NIRS maintains cash balances at financial institutions in excess of the Federal Deposit Insurance Corporation (FDIC) limits. Management believes the risk in these situations to be minimal.

##### Grants receivable -

Grants receivable are stated at their fair value. Management considers all amounts to be fully collectible. Accordingly, an allowance for doubtful accounts has not been established.

##### Fixed assets -

Fixed assets are stated at cost. Fixed assets are depreciated on a straight-line basis over the estimated useful lives of the related assets, generally five to seven years. The cost of maintenance and repairs is recorded as expenses are incurred.

##### Income taxes -

NIRS is exempt from Federal income taxes under Section 501(c)(3) of the Internal Revenue Code. Accordingly, no provision for income taxes has been made in the accompanying financial statements. NIRS is not a private foundation.



## NUCLEAR INFORMATION AND RESOURCE SERVICE

### NOTES TO FINANCIAL STATEMENTS JANUARY 31, 2009

#### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND GENERAL INFORMATION (Continued)

##### Uncertain tax positions -

In June 2006, the Financial Accounting Standards Board (FASB) released FASB Interpretation No. (FIN) 48, *Accounting for Uncertainty in Income Taxes*. FIN 48 interprets the guidance in FASB Statement of Financial Accounting Standards (SFAS) No. 109, *Accounting for Income Taxes*. When FIN 48 is implemented, reporting entities utilize different recognition thresholds and measurement requirements when compared to prior technical literature. On December 30, 2008, the FASB Staff issued FASB Staff Position (FSP) FIN 48-3, *Effective Date of FASB Interpretation No. 48 for Certain Nonpublic Enterprises*. As deferred by the guidance in FSP FIN 48-3, NIRS is not required to implement the provisions of FIN 48 until fiscal years beginning after December 15, 2008. As such, NIRS has not implemented those provisions in the 2008 financial statements.

Since the provisions of FIN 48 have not been implemented in accounting for uncertain tax positions, NIRS continues to utilize its prior policy of accounting for these positions, following the guidance in SFAS No. 5, *Accounting for Contingencies*. Disclosure is not required of a loss contingency involving an unasserted claim or assessment when there has been no manifestation by a potential claimant of an awareness of a possible claim or assessment unless it is considered probable that a claim will be asserted and there is a reasonable possibility that the outcome will be unfavorable. Using that guidance, as of January 31, 2009, NIRS has no uncertain tax positions that qualify for either recognition or disclosure in the financial statements.

##### Net asset classification -

The net assets are reported in three self-balancing groups as follows:

- **Unrestricted net assets** include unrestricted revenue and contributions received without donor-imposed restrictions. These net assets are available for the operation of NIRS and include both internally designated and undesignated resources.
- **Temporarily restricted net assets** include revenue and contributions subject to donor-imposed stipulations that will be met by the actions of NIRS and/or the passage of time. When a restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the Statement of Activities and Change in Net Assets as net assets released from restrictions.

##### Grants and contributions -

Grants and contributions are recorded as revenue in the year notification is received from the donor. Grants and contributions are recognized as unrestricted support only to the extent of actual expenses incurred in compliance with the donor-imposed restrictions and satisfaction of time restrictions. Grants and contributions received in excess of expenses incurred are shown as temporarily restricted net assets in the accompanying financial statements.

**NUCLEAR INFORMATION AND RESOURCE SERVICE**

**NOTES TO FINANCIAL STATEMENTS  
JANUARY 31, 2009**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND GENERAL INFORMATION  
(Continued)**

Use of estimates -

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Accordingly, actual results could differ from those estimates.

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 and Change in Net Assets. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

**2. GRANTS RECEIVABLE**

As of January 31, 2009, contributors to NIRS have made written promises to give totaling \$175,000.

Grants are due as follows at January 31, 2009:

Less than one-year	\$ 125,000
One to five years	<u>50,000</u>
<b>TOTAL GRANTS RECEIVABLE</b>	<b><u>\$ 175,000</u></b>

**3. TEMPORARILY RESTRICTED NET ASSETS**

Temporarily restricted net assets consisted of the following at January 31, 2009:

The Mustard Seed Fund Grant	\$ 200,000
The Education Foundation Grant	<u>75,000</u>
	<b><u>\$ 275,000</u></b>

**4. NET ASSETS RELEASED FROM RESTRICTIONS**

The following temporarily restricted net assets were released from donor restrictions by incurring expenses (or through the passage of time) which satisfied the restricted purposes specified by the donors:

The Normandie Grant	\$ 6,666
The Education Foundation Grant	75,000
The Hahn Grant	<u>10,000</u>
	<b><u>\$ 91,666</u></b>

NUCLEAR INFORMATION AND RESOURCE SERVICE

NOTES TO FINANCIAL STATEMENTS  
JANUARY 31, 2009

5. LEASE COMMITMENT

In September 2005, NIRS entered into a six-year lease agreement for office space, which commenced in March 2006.

The following are the future minimum lease payments:

<u>Year Ended January 31,</u>	
2010	\$ 77,911
2011	80,249
2012	82,656
2013	<u>6,888</u>
	<b>\$ <u>247,704</u></b>

Rent expense for the year ended January 31, 2009 totaled \$86,636.

During 2007, NIRS began subleasing a portion of its office space on a month-to-month basis, which is included in rental income in the accompanying financial statements.

6. CAPITAL LEASE OBLIGATION

In fiscal year 2009, NIRS entered into a capital lease obligation for a copier, which expires in 2013. As of January 31, 2009, the cost and related accumulated amortization of the leased asset totaled \$19,271 and \$2,248, respectively.

Future minimum lease payments at January 31, 2009 are as follows:

<u>Year Ended January 31,</u>	
2010	\$ 6,060
2011	6,060
2012	6,060
2013	6,060
2014	<u>2,525</u>
	26,765
Less: Interest	<u>(8,906)</u>
	17,859
Less: Current portion	<u>(2,825)</u>
<b>LONG-TERM PORTION</b>	<b>\$ <u>15,034</u></b>

**NUCLEAR INFORMATION AND RESOURCE SERVICE**

**NOTES TO FINANCIAL STATEMENTS  
JANUARY 31, 2009**

**7. PRIOR PERIOD ADJUSTMENTS**

During the year ended January 31, 2009, NIRS clarified restrictions made by donors and reclassified the Mustard Seed Fund grant to temporarily restricted net assets. The adjustment was made retroactively.

The adjustment decreased unrestricted net assets in the amount of \$50,000 and increased temporarily restricted net assets by \$50,000 as of January 31, 2008.