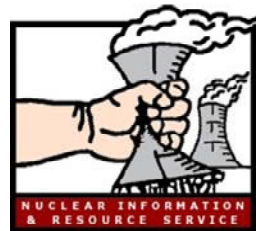


FINANCIAL STATEMENTS



NUCLEAR INFORMATION AND RESOURCE SERVICE

**FOR THE YEAR ENDED JANUARY 31, 2012
WITH SUMMARIZED FINANCIAL
INFORMATION FOR 2011**

NUCLEAR INFORMATION AND RESOURCE SERVICE

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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, 2012, 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' 2011 financial statements and, in our report dated January 10, 2012, 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 consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of NIRS' internal control over financial reporting. Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, 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, 2012, and the change in its net assets and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

A handwritten signature in cursive script that reads 'Gelman, Rosenberg & Freedman'.

February 14, 2013

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NUCLEAR INFORMATION AND RESOURCE SERVICE
STATEMENT OF FINANCIAL POSITION
AS OF JANUARY 31, 2012
WITH SUMMARIZED FINANCIAL INFORMATION FOR 2011

ASSETS

	<u>2012</u>	<u>2011</u>
CURRENT ASSETS		
Cash and cash equivalents	\$ <u>32,358</u>	\$ <u>10,887</u>
FIXED ASSETS		
Land	50,000	50,000
Building (Note 6)	150,000	150,000
Furniture and equipment	102,323	102,323
Leased equipment (Note 5)	<u>22,299</u>	<u>22,299</u>
	324,622	324,622
Less: Accumulated depreciation	<u>(116,184)</u>	<u>(109,132)</u>
Net fixed assets	<u>208,438</u>	<u>215,490</u>
OTHER ASSETS		
Deposit	<u>28,125</u>	<u>25,000</u>
TOTAL ASSETS	<u>\$ 268,921</u>	<u>\$ 251,377</u>

LIABILITIES AND NET ASSETS

CURRENT LIABILITIES		
Current portion of capital lease (Note 5)	\$ 4,035	\$ 3,461
Current portion of note payable (Note 6)	-	50,000
Accounts payable and accrued liabilities	58,273	74,036
Grants payable	<u>-</u>	<u>6</u>
Total current liabilities	<u>62,308</u>	<u>127,503</u>
LONG-TERM LIABILITIES		
Capital lease, less current portion (Note 5)	13,262	17,297
Note payable, less current portion (Note 6)	<u>60,000</u>	<u>10,000</u>
Total long-term liabilities	<u>73,262</u>	<u>27,297</u>
Total liabilities	<u>135,570</u>	<u>154,800</u>
NET ASSETS		
Unrestricted	45,574	(10,366)
Temporarily restricted (Note 2)	<u>87,777</u>	<u>106,943</u>
Total net assets	<u>133,351</u>	<u>96,577</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 268,921</u>	<u>\$ 251,377</u>

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, 2012
WITH SUMMARIZED FINANCIAL INFORMATION FOR 2011

	2012			2011
	Unrestricted	Temporarily Restricted	Total	Total
REVENUE				
Grants and contributions	\$ 564,045	\$ 80,000	\$ 644,045	\$ 394,144
Rental income (Note 4)	4,260	-	4,260	4,260
Publications	250	-	250	80
Interest	79	-	79	2,597
Other	3,620	-	3,620	11,577
Net assets released from donor restrictions (Note 3)	99,166	(99,166)	-	-
Total revenue	671,420	(19,166)	652,254	412,658
EXPENSES				
Program Services	523,969	-	523,969	435,715
Management and General	61,007	-	61,007	47,353
Fundraising	30,504	-	30,504	24,738
Total expenses	615,480	-	615,480	507,806
Change in net assets	55,940	(19,166)	36,774	(95,148)
Net assets at beginning of year	(10,366)	106,943	96,577	191,725
NET ASSETS AT END OF YEAR	\$ 45,574	\$ 87,777	\$ 133,351	\$ 96,577

See accompanying notes to financial statements.

NUCLEAR INFORMATION AND RESOURCE SERVICE
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED JANUARY 31, 2012
WITH SUMMARIZED FINANCIAL INFORMATION FOR 2011

	2012			2011	
	Program Services	Management and General	Fundraising	Total Expenses	Total Expenses
Grant - Wise Amsterdam	\$ 5,406	\$ -	\$ -	\$ 5,406	\$ 8,137
Salaries	184,401	21,694	10,847	216,942	200,662
Benefits	35,313	4,155	2,077	41,545	33,942
Payroll taxes	16,842	1,981	991	19,814	18,105
Accounting fees	12,157	1,430	715	14,302	15,341
Legal	1,059	125	62	1,246	7,016
Supplies	583	68	34	685	329
Telephone	5,024	591	295	5,910	3,093
Postage and delivery	5,523	650	325	6,498	13,791
Occupancy (Note 4)	63,877	7,515	3,757	75,149	93,078
Repairs and maintenance	6,930	815	408	8,153	8,937
Depreciation and amortization	5,994	705	353	7,052	8,658
Printing	15,451	1,818	909	18,178	12,160
Travel	10,487	1,234	617	12,338	1,049
Meetings	1,331	156	78	1,565	1,363
Insurance	3,439	405	202	4,046	4,066
Subscriptions and publications	220	26	13	259	1,211
Advertising and promotion	12,777	1,503	752	15,032	9,749
Events and campaign	30,033	3,533	1,767	35,333	5,452
Bank fees	816	96	48	960	4,069
Technology - computer/ website	11,382	1,339	670	13,391	11,600
Interest expense	6,521	767	384	7,672	10,448
Other - Miscellaneous	2,811	331	165	3,307	3,079
Other - RMTA	2,125	250	125	2,500	11,100
Other - Projects	5,433	639	320	6,392	17,020
Other - Ecodefense	850	100	50	1,000	1,000
Contributions	446	53	26	525	3,351
Fukushima	76,738	9,028	4,514	90,280	-
TOTAL	\$ 523,969	\$ 61,007	\$ 30,504	\$ 615,480	\$ 507,806

See accompanying notes to financial statements

NUCLEAR INFORMATION AND RESOURCE SERVICE
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JANUARY 31, 2012
WITH SUMMARIZED FINANCIAL INFORMATION FOR 2011

	<u>2012</u>	<u>2011</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	\$ 36,774	\$ (95,148)
Adjustments to reconcile change in net assets to net cash provided (used) by operating activities:		
Depreciation and amortization	7,052	8,658
Gain on disposal	-	(2,123)
(Increase) decrease in:		
Grants receivable	-	50,000
Deposit	(3,125)	-
Increase (decrease) in:		
Accounts payable and accrued liabilities	(15,763)	31,931
Grants payable	<u>(6)</u>	<u>(2,194)</u>
Net cash provided (used) by operating activities	<u>24,932</u>	<u>(8,876)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Payments on capital lease obligation	(3,461)	(2,889)
Payments on note payable	<u>-</u>	<u>(50,000)</u>
Net cash used by financing activities	<u>(3,461)</u>	<u>(52,889)</u>
Net increase (decrease) in cash and cash equivalents	21,471	(61,765)
Cash and cash equivalents at beginning of year	<u>10,887</u>	<u>72,652</u>
CASH AND CASH EQUIVALENTS AT END OF YEAR	<u>\$ 32,358</u>	<u>\$ 10,887</u>
SUPPLEMENTAL INFORMATION		
Interest Paid	<u>\$ 7,672</u>	<u>\$ 10,448</u>
SCHEDULE OF NON-CASH FINANCING TRANSACTIONS		
Capital Lease Obligations Incurred for Use of Equipment	<u>\$ -</u>	<u>\$ 22,299</u>

See accompanying notes to financial statements.

NUCLEAR INFORMATION AND RESOURCE SERVICE

NOTES TO FINANCIAL STATEMENTS JANUARY 31, 2012

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND GENERAL INFORMATION

Organization -

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

Basis of presentation -

The accompanying financial statements are presented on the accrual basis of accounting, and in accordance with FASB ASC 958, *Not-for-Profit Entities*.

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, 2011, 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.

Through December 31, 2012, the Dodd-Frank Wall Street Reform and Consumer Protection Act ("Dodd-Frank Act") provides temporary unlimited deposit insurance coverage for non-interest bearing transaction accounts at all Federal Deposit Insurance Corporation (FDIC) - insured depository institutions (the "Dodd-Frank Deposit Insurance Provision"). NIRS maintains a portion of its cash balances at financial institutions in non-interest bearing accounts; thereby, all of these cash balances are protected by the FDIC under this Act.

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.

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 thirty-nine 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, 2012

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

Uncertain tax positions -

In June 2006, the Financial Accounting Standards Board (FASB) released FASB ASC 740-10, *Income Taxes*, that provides guidance for reporting uncertainty in income taxes. For the year ended January 31, 2012, NIRS has documented its consideration of FASB ASC 740-10 and determined that no material uncertain tax positions qualify for either recognition or disclosure in the financial statements. The Federal Form 990, *Return of Organization Exempt from Income Tax*, is subject to examination by the Internal Revenue Service, generally for three years after it is filed.

Net asset classification -

The net assets are reported in two 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. Temporarily restricted 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.

Use of estimates -

The preparation of the 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.

NUCLEAR INFORMATION AND RESOURCE SERVICE

**NOTES TO FINANCIAL STATEMENTS
JANUARY 31, 2012**

2. TEMPORARILY RESTRICTED NET ASSETS

Temporarily restricted net assets consisted of the following at January 31, 2012:

Southeast Office Housing	\$ 60,000
Calvert Cliffs	5,000
Levy Co	16,110
Normandie/West Valley	<u>6,667</u>
	<u>\$ 87,777</u>

3. NET ASSETS RELEASED FROM DONOR 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:

Levy Co	\$ 2,500
Normandie/West Valley	66,666
Southeast	25,000
Fukushima	<u>5,000</u>
	<u>\$ 99,166</u>

4. LEASE COMMITMENT

In September 2005, NIRS entered into a six-year lease agreement for office space, which commenced in March 2006. In August 2011, NIRS extended the lease through February 28, 2018, with reduced monthly rent commencing July 1, 2011, and an annual escalation of 3% on March 1st of each fiscal year following.

The following are the future minimum lease payments:

<u>Year Ending January 31,</u>	
2013	\$ 59,036
2014	60,807
2015	62,631
2016	64,510
2017	<u>140,602</u>
	<u>\$ 387,586</u>

Rent expense for the year ending January 31, 2012 totaled \$75,149.

During 2007, NIRS began subleasing a portion of its office space on a month-to-month basis. Rental income for the year ending January 31, 2012 totaled \$4,260.

NUCLEAR INFORMATION AND RESOURCE SERVICE

**NOTES TO FINANCIAL STATEMENTS
JANUARY 31, 2012**

5. CAPITAL LEASE OBLIGATION

In fiscal year 2009, NIRS entered into a capital lease obligation with GE Capital for a copier, which expires in 2013. In August 2010, NIRS terminated the capital lease with GE Capital and entered into a new five-year agreement for a new copier with the Xerox Corporation.

As of January 31, 2012, the cost and related accumulated amortization of the leased asset totaled \$22,299 and \$5,203, respectively, with amortization expense for the period totaling \$2,602.

Future minimum lease payments at January 31, 2012 are as follows:

<u>Year Ending January 31,</u>	
2013	\$ 6,428
2014	6,428
2015	6,428
2016	<u>3,214</u>
	22,498
Less: Interest	<u>(5,201)</u>
	17,297
Less: Current portion	<u>(4,035)</u>
LONG-TERM PORTION	<u>\$ 13,262</u>

For the year ending January 31, 2012, interest paid totaled \$2,967.

6. NOTE PAYABLE

In May 2009, NIRS entered into a \$160,000 note payable to finance the construction of a house, to be used as office space, in North Carolina. The terms of the loan call for 36 consecutive interest-only payments at 6.75%, with three annual balloon payments of \$50,000 due on January 15, 2010, 2011 and 2012, respectively. The note matures on May 7, 2012, at which time a final payment of the remaining balance is due. The note is collateralized by the property. The fair value of the note payable approximates carrying value based upon terms and rates NIRS could obtain for obligations of similar nature. Subsequent to year-end, the maturity date was extended to March 7, 2013.

As of January 31, 2012, the outstanding principal of the note payable was \$60,000. Principal payments are due as follows:

Year Ending January 31, 2013	<u>\$ 60,000</u>
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For the year ending January 31, 2012, hometrust interest paid totaled \$4,705.

NUCLEAR INFORMATION AND RESOURCE SERVICE

**NOTES TO FINANCIAL STATEMENTS
JANUARY 31, 2012**

7. SUBSEQUENT EVENTS

In preparing these financial statements, NIRS has evaluated events and transactions for potential recognition or disclosure through February 14, 2013, the date the financial statements were issued.