

The Secretariat

2014-03-19
NKS(14)2



Financial statements

for

**The Nordic Nuclear Safety Research Programme
NKS Secretariat**

2013

19 March 2014
Finn Physant
FRIT

Statement by Management

The NKS Secretariat and Group of Owners have discussed and approved the annual report of The Nordic Nuclear Safety Research Programme (in the following referred to as 'NKS') for the financial year 1 January 2013 - 31 December 2013.

In our opinion, the financial statements provide a true and accurate picture of the organisation's assets, liabilities and equity, financial position as at 31 December 2013 and the results of the organisation's activities for the financial year 1 January 2013 - 31 December 2013.

In our opinion, the management's review includes a fair review of the matters dealt with in the management review.

We recommend the financial statement for approval by the Group of Owners.

Roskilde, 19 March 2014

NKS Secretariat:

Finn Physant

Copenhagen, 10 June 2014

Group of Owners:

Sigurður M. Magnússon
Chairman

Steen Cordt Hoe

Jorma Aurela

Ole Harbitz

Lars Gedda

Independent Auditors' Report

To the group of owners of NKS

Report on the Financial Statements

We have audited the financial statements of NKS for the financial year 1 January to 31 December 2013, which comprises accounting policies, income statement, balance sheet and notes, including Financial Programme Specifikation. The financial statements are presented in accordance with the agreements and the accounting policies, which is decided by the Management, and which is described at page 5.

Management's responsibility for the financial statements

The Management is responsible for the preparation of financial statements that give a true and fair view in accordance with the agreements and the accounting policies, which is decided by the Management. The Management is also responsible for such internal control as the Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error, and selecting and applying an adequate accounting policies and the making of accounting estimates which are reasonable under the circumstances.

In addition, Management is responsible for the transactions covered by the financial statements are consistent with the contribution, laws and other regulations, agreements and generally accepted practices.

Auditor's responsibility and basis of opinion

Our responsibility is to express an opinion on the financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing and additional requirements under Danish Audit regulation as well as the public accepted auditing standards. This requires that we comply with ethical requirements and 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 misstatements of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to NKS's preparation of financial statements that give a true and fair view. 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 NKS's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Management, as well as the overall presentation of the financial statements.

The audit also involves an evaluation whether there are established procedures and internal controls that support the transactions, covered by the financial statements, which are consistent with the contribution, laws and other regulations, agreements and the accounting policies, which is decided by the Management.

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

The audit has not resulted in any qualification.

Independent Auditors' Report

Opinion

In our opinion, the financial statements give a true and fair view of NKS's financial position at 31 December 2013 and of the results of NKS's operations for the financial year 1 January to 31 December 2013 in accordance with the agreements and the accounting policies, which is decided by the Management.

It is also our opinion that there are established procedures and internal controls that supports that the transactions are subject to the financial statements are consistent with the contributions, laws and other regulations, agreements and the accounting policies, which is decided by the Management.

Statement on the management's review

We have read the Management's review. We have not performed any further procedures in addition to the audit of the financial statements. On this basis, it is our opinion that the information provided in the Management's review is consistent with the financial statements.

Roskilde, 19 March 2014

Dansk Revision Roskilde

Godkendt revisionsaktieselskab

Palle Sundstrøm

Partner, State-Authorised Public Accountant

Statement by Management

2013 has been characterised by planned work/operation of the R (Reactor)-part and the B (Emergency Preparedness)-part.

In the course of 2013, the currency market for the Norwegian and Swedish currency has developed in a negative direction in comparison with the Danish currency and the EURO. The total foreign exchange loss at the end of the year is at DKK 476,203 / EURO 63,832.

The financial statements are presented in DKK, but the amounts are also stated in EURO in a separate column.

The financial statements show a profit of DKK 435,341 / EURO 58,354, which is consistent with decisions taken by the Board.

Subsequently, the equity as at 31 December 2013 constitutes DKK 9,213,842 / EURO 1,235,050.

In assessing the year's profit and equity as at 31 December 2013, consideration must be made of the contracts for the R and B parts of DKK 6,041,481 / EURO 809,817, where invoices have not yet been received or where the work has not yet been completed.

It may also be indicated that NKS in accordance with programme managers' statements has received external funding of around DKK 13,9 mio. / EURO 1,86 mio. in the form of un-charged contributions. The external funding is the work performed in connection with the implementation of activities for which invoices will not be sent.

Unused coordination and travel funds for programmes for the year 2012 are returned to the reserve as are unused common programme costs for a total of DKK 890,531 / EURO 119,369.

Sigurður M. Magnússon
Chairman

Accounting policies

The financial statements are presented in accordance with the agreements and the accounting policies, which is decided by the Management.

The financial statements are presented in accordance with the same accounting policies as last year.

Recognition and measurement

The association uses the "open post"-principle, which means, that all expenses, which is paid in the period 1/2-2013 - 31/1-2014, are included in the financial statements.

Conversion of foreign currencies

Transactions in foreign currencies are in the course of the year translated to the exchange rate at the beginning of the financial year. Giro and bank accounts, receivables and payables in foreign currencies, are translated at the exchange rates at the balance sheet date.

Realised and unrealised exchange differences are recognised in the income statement as financial income or financial expenses.

The income statement

Revenue recognitions

Income include grants for the financial year from the owners and the additional funding.

Expenses

Expenses include paid expenses for the financial year's approved projects for respectively the R- and the B-part, including common program expenses and travels, activity supports and fees. The association is not taxable for VAT and therefore the expenses of the association are recognized including VAT.

Interest income + other income - exchange adjustments

Interest income + other income - exchange adjustments include interest income and exchange rate adjustments.

Income taxes

The association is not liable to pay tax.

Balance sheet

Cash and cash equivalents

Cash and cash equivalents include bankdeposit in giro and bank accounts in Denmark, Finland, Norway and Sweden.

Received prepayments

Received prepayments are measured at the exchange rates at the balance sheet date.

Income statement 2013

				Rate
Grants and interest income				7,4603
Beredskabsstyrelsen DK	DKK	428.226,96	EURO	57.400,77
Arbets- och näringsministeriet FI	DKK	2.536.536,00	EURO	340.004,56
Geislavarnir ríkisins IS	DKK	179.049,60	EURO	24.000,32
Statens strålevern NO	DKK	1.270.875,00	EURO	170.351,73
Strålsäkerhetsmyndigheten SE	DKK	3.964.870,00	EURO	531.462,54
Additional funding	DKK	851.007,83	EURO	114.071,53
Distinct contribution	DKK	0,00	EURO	0,00
Interest income + other income - exch.adjustments	DKK	-396.074,27	EURO	-53.090,93
Total grants and interest income	DKK	8.834.491,12	EURO	1.184.200,52
Expenses				
R-Part	DKK	4.429.829,99	EURO	593.787,11
B-Part	DKK	2.526.294,93	EURO	338.631,82
Activity support	DKK	199.897,59	EURO	26.794,85
Fees	DKK	1.048.100,00	EURO	140.490,33
Common program expenses	DKK	188.271,79	EURO	25.236,49
Travels	DKK	6.755,91	EURO	905,58
Total expenses for the NKS programme	DKK	8.399.150,21	EURO	1.125.846,17
Income - Expenses	DKK	435.340,91	EURO	58.354,34

Balance sheet 2013

Assets:	Rate			
	7,4603			
Giro and bank accounts converted to DKK, Note 1				
DK/IS-giro 918-9297	DKK	969.756,36	EURO	129.988,92
FI-giro 800015-70837915	DKK	3.999.445,05	EURO	536.097,08
NO-giro 7874.07.06976	DKK	1.572.784,94	EURO	210.820,60
SE-giro 6 64 63-1	DKK	5.294.000,29	EURO	709.622,98
Giro and bank accounts total	DKK	11.835.986,64	EURO	1.586.529,58
Total Assets	DKK	11.835.986,64	EURO	1.586.529,58
Liabilities:				
Equity:				
Retained from previous years	DKK	8.778.501,38	EURO	1.176.695,49
Result of this year	DKK	435.340,91	EURO	58.354,34
Total equity	DKK	9.213.842,29	EURO	1.235.049,84
Statement for new financial year, Note 2	DKK	2.622.144,35	EURO	351.479,75
Total Liabilities	DKK	11.835.986,64	EURO	1.586.529,58

Notes

				Rate
Note 1: Giro and bank accounts:				7,4603
DK/IS-giro 918-9297:				
Holding 31.01.2014	DKK	969.756,36		
Holding	DKK	969.756,36	EURO	129.988,92
FI-giro 800015-70837915				
Holding 31.01.2014	EURO	536.097,08		
Exchange equalisation		3.463.347,97		
Holding	DKK	3.999.445,05	EURO	536.097,08
NO-giro 7874.07.06976				
Holding 31.01.2014	NOK	36.269,71		
Giro deposits 31.01.2014		1.740.085,54		
Exchange equalisation		-203.570,31		
Holding	DKK	1.572.784,94	EURO	210.820,60
SE-giro 6 64 63-1:				
Holding 31.01.2014	SEK	6.335.567,60		
Exchange equalisation		-1.041.567,31		
Holding	DKK	5.294.000,29	EURO	709.622,98
Total	DKK	11.835.986,64	EURO	1.586.529,58

Note 2: Payment regarding the new financial year from Arbets- och näringsministeriet, FI and additional funding from IFE, NO:
 Owner contribution for 2014 - Paid
 31.01.2014
 Additional funding for 2014 - Paid
 31.01.2014

Notes

**Financial programme specification
31 January 2014**

	DKK							EURO			Rate
	Budget from 12	Returned 12	Budget 13	Total budget 13	Payments made	Contracts signed	Rest budget	Payments made	Contracts signed	Rest budget	7,4603
Total											
R-Part	2.343.131 1)	-256.881	4.720.000	6.806.250	4.429.830	2.125.732	250.688	593.787	284.939	33.603	
B-Part	4.083.916	-574.444	3.185.000	6.694.472	2.526.295	3.915.749	252.428	338.632	524.878	33.836	
Activity support	140.176	-535	149.208	288.849	199.898	0	88.951	26.795	0	11.923	
Fees	-7.000	7.000	1.055.000	1.055.000	1.048.100	0	6.900	140.490	0	925	
Common programme exp.	65.203	-65.203	250.000	250.000	188.272	0	61.728	25.237	0	8.274	
Travels	468	-468	10.000	10.000	6.756	0	3.244	906	0	435	
I alt	6.625.894	-890.531	9.369.208	15.104.571	8.399.151	6.041.481	663.939	1.125.846	809.817	88.996	
	F1	F2	F3	F	G	H1	H2	G	H1	H2	

$$F1 + F2 + F3 = F$$

$$F - G = H = H1 + H2$$

1) In the budget 2012 figure of DKK 2.343.131 for the R-Part, an amount of DKK 100.000 of the B-Part's budget is included in the budget for the RASTEP activity.

Notes

**Detailed financial programme specification
31 January 2014**

Specifikation:	DKK			Total budget 2013	Payments made	Contracts signed	Rest budget	EURO		
	Budget from 2012	Returned 2012	Budget 2013					Rate 7,4603	Payments made	Contracts signed
R-Part: Common program.	396.970	-171.970	670.000	895.000	719.143	0	175.857	96.396	0	23.572
Activities	1.861.250	0	3.950.000	5.811.250	3.685.518	2.125.732	0	494.017	284.939	0
Travel young scientists	84.911	-84.911	100.000	100.000	25.169	0	74.831	3.374	0	10.031
B-Part: Common program.	409.931	-184.931	670.000	895.000	230.515	470.000	194.485	30.899	63.000	26.069
Preparedness	1.534.468	0	570.000	2.104.468	578.473	1.525.995	0	77.540	204.549	0
Measurement	1.125.004	0	965.000	2.090.004	1.014.250	1.075.754	0	135.953	144.197	0
Radioecology	505.000	0	880.000	1.385.000	661.000	724.000	0	88.602	97.047	0
Waste	120.000	0	0	120.000	0	120.000	0	0	16.085	0
CfP 2011 rest.	300.000	-300.000	0	0	0	0	0	0	0	0
Travel young scientists	89.513	-89.513	100.000	100.000	42.057	0	57.943	5.637	0	7.767
Website renewal	535	-535	0	0	0	0	0	0	0	0
Fukushima	139.641	0	0	139.641	50.690	0	88.951	6.795	0	11.923
Translation project	0	0	149.208	149.208	149.208	0	0	20.000	0	0
Fee Secretariat	-7.000	7.000	615.000	615.000	608.100	0	6.900	81.511	0	925
Fee Chairman incl. travels	0	0	440.000	440.000	440.000	0	0	58.979	0	0
Reports etc.	21.170	-21.170	30.000	30.000	12.708	0	17.292	1.703	0	2.318
Postage etc.	3.295	-3.295	7.500	7.500	9.250	0	-1.750	1.240	0	-235
Equipment	15.000	-15.000	15.000	15.000	0	0	15.000	0	0	2.011

Notes

Specifikation:	DKK							EURO		
	Budget from 2012	Returned 2012	Budget 2013	Total budget 2013	Payments made	Contracts signed	Rest budget	Rate 7,4603	Payments made	Contracts signed
Internet	5.469	-5.469	90.000	90.000	71.328	0	18.672	9.561	0	2.503
Auditing	0	0	57.500	57.500	57.500	0	0	7.707	0	0
Information material	7.535	-7.535	30.000	30.000	30.259	0	-259	4.056	0	-35
Various	12.734	-12.734	20.000	20.000	7.227	0	12.773	969	0	1.712
Travels Secretariat	468	-468	10.000	10.000	6.756	0	3.244	906	0	435
Diff.	0	0	0	0	-1	0	1	0	0	0
Total	6.625.894	-890.531	9.369.208	15.104.571	8.399.150	6.041.481	663.940	1.125.846	809.817	88.996
	F1	F2	F3	F	G	H1	H2	G	H1	H2

$$F1 + F2 + F3 = F$$

$$F - G = H = H1 + H2$$