

The NKS Secretariat

NKS(18)2
2018-06-28



Financial Statements

for

The Nordic Nuclear Safety Research Programme

Central Business Registration no.:
38 64 98 68

2017

28 June 2018
Finn Physant
FRIT

Statement by Management

The Chairmann, Sigurður M. Magnússon and the NKS Secretariat have considered and approved the Financial Statements of The Nordic Nuclear Safety Research Programme (in the following referred to as 'NKS') for the financial year 1 January 2017 - 31 December 2017.

In our opinion, the Financial Statements provide a true and fair view of the organisation's assets, liabilities and equity, financial position as at 31 December 2017 and the results of the organisation's activities for the financial year 1 January 2017 - 31 December 2017.

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

The Management recommend the financial statement for approval by the Group of Owners.

Copenhagen, 28 June 2018

The Management:

Chairman

NKS Secretariat

Sigurður M. Magnússon

Finn Physant

We, the signers, as representatives of the owners of NKS hereby approve The Financial Statements for The Nordic Nuclear Safety Research Programme 2017.

Copenhagen, 28 June 2018

Group of Owners:

Sigurður M. Magnússon
Iceland, chairman

Carsten Israelson
Denmark

Jorma Aurela
Finland

Ole Harbitz
Norway

Anneli Hällgren
Sweden

Independent Auditors' Report

To the group of owners of NKS

Opinion

We have audited the Financial Statements of NKS for the financial year 1 January - 31 December 2017, which comprise income statement, balance sheet, notes and financial programme specification, including a summary of significant accounting policies, for NKS. The Financial Statements are prepared in accordance with the agreements and the accounting policies, which is decided by the Management, and which is described at page 12.

In our opinion, the Financial Statements give a true and fair view of NKS' financial position at 31 December 2017 and of the results of NKS' operations for the financial year 1 January - 31 December 2017 in accordance with the agreements and the accounting policies, which is decided by the Management.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) and the additional requirements applicable in Denmark as well as in accordance with generally accepted government auditing standards. Our responsibilities under those standards and requirements are further described in the "Auditor's Responsibilities for the Audit of the Financial Statements" section of our report. We are independent of NKS in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) and the additional requirements applicable in Denmark, and we have fulfilled our other ethical responsibilities in accordance with these rules and requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

The Management's Responsibilities 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, and 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.

In preparing the Financial Statements, the Management is responsible for assessing NKS' ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting in preparing the Financial Statements unless the Management either intends to liquidate NKS or to cease operations, or has no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the Financial Statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs and the additional requirements applicable in Denmark as well as in accordance with generally accepted government auditing standards, will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users of accounting information taken on the basis of these Financial Statements.

Independent Auditors' Report

As part of an audit conducted in accordance with ISAs and the additional requirements applicable in Denmark as well as in accordance with generally accepted government auditing standards, we exercise professional judgment and maintain professional scepticism throughout the audit.

We also:

- Identify and assess the risks of material misstatement of the Financial Statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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' internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management.
- Conclude on the appropriateness of the Management's use of the going concern basis of accounting in preparing the Financial Statements and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on NKS' ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Financial Statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause NKS to cease to continue as a going concern.
- Evaluate the overall presentation, structure and contents of the Financial Statements, including the disclosures, and whether the Financial Statements represent the underlying transactions and events in a manner that gives a true and fair view.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Statement on Management's Review

The Management is responsible for Management's Review.

Our opinion on the Financial Statements does not cover Management's Review, and we do not express any form of assurance conclusion thereon.

In connection with our audit of the Financial Statements, our responsibility is to read Management's Review and, in doing so, consider whether Management's Review is materially inconsistent with the Financial Statements or our knowledge obtained during the audit, or otherwise appears to be materially misstated.

Based on the work we have performed, we conclude that Management's Review is in accordance with the Financial Statements. We did not identify any material misstatement of Management's Review.

Independent Auditors' Report

Declaration on compliance with other legislation and other regulations

Opinion on legal-critical audit and performance audit

The Management is responsible for ensuring that the transactions covered by the Financial Statements comply with applicable appropriations, laws and other regulations as well as agreements and standard practice. The Management is also responsible that due financial consideration has been applied to the management of funds and operations of the activities included in the annual accounts. The Management is responsible for establishing systems and processes that support economy thrift, productivity and efficiency.

In conjunction with our audit of the Financial Statements, it is our responsibility to implement both legal-critical audit and performance audit of selected areas in accordance with generally accepted government auditing standards. In our legal-critical auditing, we assess with a high degree of certainty of the selected areas whether the examined transactions covered by the Financial Statements comply with the relevant provisions in appropriations, laws and other regulations as well as agreements and standard practice. In our performance audit, we assess with a high degree of certainty whether the systems, processes or transactions examined support due financial consideration for the management of the funds and operations of the activities included in the Financial Statements.

If we conclude, on the basis of the work we have carried out, that grounds for significant critical comments exist, we are under obligation to report on this in this statement.

We have no critical comments to report in this regard.

Roskilde, 28 June 2018

Dansk Revision Roskilde

Godkendt revisionsaktieselskab, CVR-nr. 14 67 80 93

Palle Sundstrøm

Partner, State-Authorised Public Accountant

Mne nr. : 10012

Management's review

2017 has been characterised by planned work/operation of the R (Reactor)-part and the B (Emergency Preparedness)-part.

A new Programme manager of the R parts has started the 1. January 2017.

In the course of 2017, the currency market for the Norwegian and the 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 196,021/ EUR 26,330/7,4449.

The Financial Statements are presented in DKK, but the amounts are also stated in EUR in a separate column.

The Financial Statements show a deficit of DKK 670,763 / EUR 90,097, which is consistent with decisions taken by the Board.

Subsequently, the equity as at 31 December 2017 constitutes DKK 6,489,081 / EUR 871,614.

In assessing the year's deficit and equity as at 31 December 2017, consideration must be made of the contracts for the R and B parts of DKK 5,727,744 / EUR 761,351, which is calculated at 31 December 2017, where invoices have not yet been received or where the work has not yet been completed.

It may also be noted that NKS in accordance with programme managers' statements has received external funding of around DKK 13,8 mio. / EUR 1.85 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 activity, coordination and travel funds for programmes for the year 2016 are returned to the reserve as are unused common programme costs for a total of DKK 567,118 / EUR 76,175.

Income statement 2017

				Kurs
Grants and interest income				7,4449
Danish Emergency Management Agency	DKK	375.000,00	EUR	50.370,05
Ministry of Economic Affairs and Employment, FI	DKK	2.602.040,00	EUR	349.506,37
Icelandic Radiation Safety Authority	DKK	178.425,60	EUR	23.966,15
Norwegian Radiation Protection Authority	DKK	654.560,00	EUR	87.920,59
Swedish Radiation Safety Authority	DKK	3.541.265,00	EUR	475.663,21
Additional funding	DKK	838.794,77	EUR	112.667,03
Interest income	DKK	5.756,01	EUR	773,15
Total grants and interest income	DKK	8.195.841,38	EUR	1.100.866,55
Expenses				
R-Part	DKK	3.765.795,35	EUR	505.822,15
B-Part	DKK	3.561.928,21	EUR	478.438,69
Fees	DKK	1.147.500,00	EUR	154.132,36
Common program expenses	DKK	185.419,93	EUR	24.905,63
Travels	DKK	9.939,54	EUR	1.335,08
Exchange adjustments	DKK	196.020,89	EUR	26.329,55
Total expenses for the NKS programme	DKK	8.866.603,92	EUR	1.190.963,47
Income - Expenses	DKK	-670.762,54	EUR	-90.096,92

Balance sheet 2017

Assets:					Kurs
					7,4449
Giro and bank accounts converted to DKK, Note 1					
DK/IS-giro 918-9297	DKK	1.368.489,35	EUR		183.815,68
FI-giro 800015-70837915	DKK	2.148.144,08	EUR		288.539,01
NO-giro 7874.07.06976	DKK	2.094.931,01	EUR		281.391,42
SE-giro 6 64 63-1	DKK	877.517,03	EUR		117.868,21
<hr/>					
Giro and bank accounts total	DKK	6.489.081,47	EUR		871.614,32
Total Assets	DKK	6.489.081,47	EUR		871.614,32
Liabilities:					
Equity:					
Retained from previous years	DKK	7.159.872,01	EUR		961.715,00
Result of this year	DKK	-670.790,54	EUR		-90.100,68
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Total equity	DKK	6.489.081,47	EUR		871.614,32
Total Liabilities	DKK	6.489.081,47	EUR		871.614,32

Notes

Note 1: Giro and bank accounts:	Currency		DKK	EUR
DK/IS-giro 918-9297:				
Holding 31.01.2018	DKK	1.368.489,35	1.368.489,35	183.815,68
FI-giro 800015-70837915				
Holding 31.01.2018	EUR	6.592,61	49.081,32	6.592,61
Giro deposits 31.01.2018	EUR	281.946,40	2.099.062,75	281.946,40
NO-giro 7874.07.06976				
Holding 31.01.2018	NOK	121.975,58	92.286,72	12.395,97
Giro deposits 31.01.2018	NOK	2.646.899,67	2.002.644,29	268.995,46
SE-giro 6 64 63-1:				
Holding 31.01.2018	SEK	1.160.276,38	877.517,03	117.868,21
Correction			0,01	
Total			6.489.081,47	871.614,33

Exchange rates pr. 31.12.2017

EUR	744,49
NOK	75,66
SEK	75,63

Notes

Financial programme specification - 31 January 2018

	DKK							EURO		
	Budget from 16	Returned 16	Budget 17	Total budget 17	Payments made	Contracts signed, but not paid	Rest budget	Payments made	Contracts signed, but not paid	Rest budget
Total	6.335.702	-567.118	8.783.950	14.552.534	8.670.583	5.727.744	154.207	1.164.634	769.351	20.713
	F1	F2	F3	F	G	H1	H2	G	H1	H2
R-Part	2.807.695	-131.770	3.709.000	6.384.925	3.765.795	2.551.853	67.277	505.822	342.765	9.037
B-Part	3.445.290	-352.631	3.709.950	6.802.609	3.561.928	3.168.391	72.290	478.439	425.579	9.710
2016 seminar	-2.690	2.690	0	0	0	0	0	0	0	0
Fees	7.500	-7.500	1.155.000	1.155.000	1.147.500	7.500	0	154.132	1.007	0
Common programme exp.	77.851	-77.851	200.000	200.000	185.420	0	14.580	24.906	0	1.958
Travels	56	-56	10.000	10.000	9.940	0	60	1.335	0	8

$$F1 + F2 + F3 = F$$

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

Notes

Detailed financial programme specification - 31 January 2018

Specifikation:	DKK				EURO					
	Budget from 16	Returned 16	Budget 17	Total budget 17	Payments made	Contracts signed, but not paid	Rest budget	Payments made	7,4449 Contracts signed, but not paid	Rest budget
R-Part: Common program.	337.475	-87.475	585.000	835.000	527.687	255.000	52.313	70.879	34.252	7.027
Activities	2.430.220	-4.295	3.099.000	5.524.925	3.228.072	2.296.853	0	433.595	308.514	0
Travel young scientists	40.000	-40.000	25.000	25.000	10.036	0	14.964	1.348	0	2.010
B-Part: Common program.	332.951	-82.951	585.000	835.000	257.448	510.000	67.552	34.580	68.503	9.074
Preparedness	1.370.024	-155.000	2.083.950	3.298.974	1.756.768	1.542.206	0	235.969	207.149	0
Measurement	1.075.371	-48.750	1.016.000	2.042.621	1.236.250	806.371	0	166.053	108.312	0
Radioecology	546.014	-30.000	0	516.014	291.200	224.814	0	39.114	30.197	0
Waste	85.000	0	0	85.000	0	85.000	0	0	11.417	0
Travel young scientists	35.930	-35.930	25.000	25.000	20.262	0	4.738	2.722	0	636
2016 seminar	-2.690	2.690	0	0	0	0	0	0	0	0
Fee Secretariat	7.500	-7.500	675.000	675.000	667.500	7.500	0	89.659	1.007	0
Fee Chairman incl. travels	0	0	480.000	480.000	480.000	0	0	64.474	0	0
Reports etc.	13.719	-13.719	26.250	26.250	20.360	0	5.890	2.735	0	791
Postage etc.	-1.760	1.760	7.500	7.500	8.420	0	-920	1.131	0	-124
Equipment	15.000	-15.000	5.000	5.000	4.694	0	306	630	0	41
Internet	26.325	-26.325	70.000	70.000	56.875	0	13.125	7.639	0	1.763

Notes

Detailed financial programme specification - 31 January 2018

	DKK				EURO 7,4449						
Specifikation:	Budget from 2016	Returned 2016	Budget 2017	Total budget 2017	Payments made	Contracts signed, but not paid	Rest budget	Payments made	Contracts signed, but not paid	Rest budget	
Auditing	0	0	61.250	61.250	73.750	0	-12.500	9.906	0	-1.679	
Information material	14.608	-14.608	20.000	20.000	11.986	0	8.014	1.610	0	1.076	
Various	9.959	-9.959	10.000	10.000	9.335	0	665	1.254	0	89	
Travels Secretariat	56	-56	10.000	10.000	9.940	0	60	1.335	0	8	
Diff.	0	0	0	0	0	0	0	0	0	1	
Total	6.335.702	-567.118	8.783.950	14.552.534	8.670.583	5.727.744	154.207	1.164.634	769.351	20.713	
	F1	F2	F3	F	G	H1	H2	G	H1	H2	

$$F1 + F2 + F3 = F$$

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

Accounting policies

The Financial Statements is presented in accordance with the agreements and the accounting policies, which is decided by the Management.

The Financial Statements is 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 1/2-2017 - 31/1-2018, 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, is translated at the exchange rates at the balance sheet date.

Realised and unrealised exchange differences is 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 is recognized including VAT.

Interest income

Interest income include interest income.

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.