



# **U.S. NUCLEAR WASTE TECHNICAL REVIEW BOARD**

## **GENERAL FUND**

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### **FINANCIAL STATEMENTS**

**As of and for the Years Ended September 30, 2007 and 2006**

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## Independent Auditors' Report

Chairman and Board  
U.S. Nuclear Waste Technical Review Board  
Arlington, VA

We have audited the balance sheets of the U.S. Nuclear Waste Technical Review Board ("NWTRB") as of September 30, 2007 and September 30, 2006, and the related statements of net cost, changes in net position, and budgetary resources, for the years then ended (herein referred to as "financial statements"). The objective of our audits was to express an opinion on the fair presentation of these financial statements.

In connection with our audits, we also considered NWTRB's internal control over financial reporting and tested NWTRB's compliance with certain provisions of applicable laws, regulations, contracts, and grant agreements that could have a direct and material effect on its financial statements.

**Management's Responsibilities.** The *Accountability of Tax Dollars Act* (ATDA) requires the agency to report annually on its financial status and any other information needed to fairly present its financial position and results of operations. Management is responsible for the financial statements, including:

- Preparing the financial statements in conformity with accounting principles generally accepted in the United States of America.
- Establishing and maintaining effective internal controls over financial reporting, compliance with applicable laws and regulations, and performance reporting.
- Complying with laws, regulations, contracts, grant agreements, and memorandums of understanding, including Federal Financial Management Improvement Act (FFMIA) and legislation that established the U.S. Nuclear Waste Technical Review Board and defined its public purpose, governing structure, and reporting requirements (the Nuclear Waste Policy Act Amendments of 1987, as amended and Public Law 100-203).



In fulfilling this responsibility, estimates and judgments by management are required to assess the expected benefits and related costs of internal control policies. Because of inherent limitations in internal control, misstatements, due to error or fraud, may nevertheless occur and not be detected.

This independent audit report is a consolidated report on the following:

- Opinion on financial statements
- Report on internal control over financial reporting
- Report on compliance with laws and regulations and other matters
- Distribution

## **OPINION ON FINANCIAL STATEMENTS**

We have audited the balance sheets of the U.S. Nuclear Waste Technical Review Board as of September 30, 2007 and September 30, 2006, and the related statements of net cost, changes in net position, and budgetary resources for the years then ended.

We conducted our audits in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; Office of Management and Budget (OMB) Circular A-136 “Financial Reporting Requirements;” and OMB Bulletin No. 07-04 “Audit Requirements for Federal Financial Statements.” *Government Auditing Standards*, OMB Circular A-136, and OMB Bulletin No. 07-04 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: (i) examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; (ii) assessing the accounting principles used and the significant estimates made by management; and (iii) evaluating the overall financial statement presentation. We believe our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the U.S. Nuclear Waste Technical Review Board as of September 30, 2007 and September 30, 2006, and its net costs, changes in net position, budgetary resources, and reconciliation of net costs to budgetary obligations, for the years then ended, in conformity with accounting principles generally accepted in the United States of America (GAAP), and the form and content for entity financial statements specified by the Office of Management and Budget (OMB) in OMB Circular A-136. GAAP for Federal entities are standards prescribed by the Federal Accounting Standards Advisory Board (FASAB), which has been designated the official accounting standards-setting body for the Federal Government by the American Institute of Certified Public Accountants.



## **REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING**

In planning and performing our audit, we considered the U.S. Nuclear Waste Technical Review Board's internal control over financial reporting by obtaining an understanding of the agency's internal control, determined whether internal controls had been placed in operation, assessed control risk, and performed tests of controls in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements. We limited our internal control testing to those controls necessary to achieve the objectives described in OMB Bulletin No. 07-04, "Audit Requirements for Federal Financial Statements." We did not test all internal controls relevant to operating objectives as broadly defined by the Federal Managers' Financial Integrity Act of 1982, such as those controls relevant to ensuring efficient operations. The objective of our audit was not to provide assurance on internal control. Consequently, we do not provide an opinion on internal control.

Our consideration of internal control over financial reporting would not necessarily disclose all matters on the internal control over financial reporting that might be reportable conditions. Under standards issued by the American Institute of Certified Public Accountants (AICPA), reportable conditions are matters coming to our attention relating to significant deficiencies in the design or operation of the internal control over financial reporting that, in our judgment, could adversely affect the agency's ability to record, process, summarize, and report financial data consistent with the assertions by management in the financial statements. Material weaknesses are reportable conditions in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements, in amounts that would be material in relation to the financial statements being audited, may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

Because of inherent limitations in any internal control structure, misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of internal control over financial reporting to future periods are subject to the risk that the internal control may become inadequate because of changes in conditions, or that the degree of compliance with the policies and procedures may deteriorate.

The results of our tests disclosed no instances of reportable conditions or material weaknesses.



## REPORT ON COMPLIANCE WITH LAWS AND REGULATIONS AND OTHER MATTERS

The management of the U.S. Nuclear Waste Technical Review Board is responsible for complying with laws and regulations applicable to the agency. As part of obtaining reasonable assurance about whether the agency's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws and regulations, noncompliance with which could have a direct and material effect on the determination of financial statement amounts, and certain other laws and regulations specified in OMB Bulletin No. 07-04, including the requirements referred to in the Federal Financial Management Improvement Act (FFMIA) of 1996 and legislation that established the U.S. Nuclear Waste Technical Review Board and defined its public purpose, governing structure, and reporting requirements (the Nuclear Waste Policy Act Amendments of 1987, as amended and Public Law 100-203). We limited our tests of compliance to these provisions, and we did not test compliance with all laws and regulations applicable to NWTRB.

Providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion.

Our tests of compliance with certain provisions of laws, regulations, contracts, grant agreements, and memorandums of understanding as described above, exclusive of those referred to in FFMIA, disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and OMB Bulletin No. 07-04.

Under FFMIA, we are required to report whether: (i) the agency's financial management systems substantially comply with Federal financial management systems requirements, (ii) federal accounting standards are properly applied, and (iii) the United States Government Standard General Ledger is properly used at the transaction level. Our tests included:

1. Evaluating the SAS 70 review "Report on Controls Placed in Operation and Test of Operating Effectiveness for the Period July 1, 2006 to June 30, 2007 for GSA Heartland Finance Center External Services Division and Pegasys Financial System," dated July 31, 2007, and the SAS 70 review "Report on Controls Placed in Operation and Test of Operating Effectiveness for the Period July 1, 2006 to June 30, 2007" for GSA's National Payroll Center, Payroll Accounting and Reporting System, dated July 31, 2007.
2. Designing and performing tests of controls and transactions to evaluate the effectiveness of controls at the intersection of NWTRB's and GSA's control systems throughout the accounting cycle.
3. Utilizing the criteria for FFMIA compliance set forth in OMB Memorandum "Revised Implementation Guidance for the Federal Financial Management Improvement Act" dated January 4, 2001 relevant to a small agency utilizing an accounting service provider to evaluate if the agency and its service provider (GSA) satisfy the criteria for financial management systems, use of Federal accounting standards, and use of the U.S. Standard General Ledger at the transaction level.



The results of our tests disclosed no instances in which the agency's financial management systems did not substantially comply with Federal financial management systems requirements, application of appropriate federal accounting standards, and use of the United States Government Standard General Ledger at the transaction level.

## **DISTRIBUTION**

This report is intended for the information and use of the U.S. Nuclear Waste Technical Review Board's Commissioners, management, Office of Management and Budget, the Government Accountability Office, the U.S. Congress, and the Secretary of Energy and is not intended to be and should not be used by anyone other than these specified parties.

*Martin & Wall, P.C.*

November 13, 2007  
Washington, DC

**NUCLEAR WASTE TECHNICAL REVIEW BOARD**

**BALANCE SHEETS**

**As Of September 30, 2007 and 2006**

	2007	2006
	<hr/>	<hr/>
Assets:		
Intragovernmental:		
Fund Balance With Treasury (Note 3)	\$503,203	\$433,985
Total Intragovernmental	<u>503,203</u>	<u>433,985</u>
Fixed Assets, Net (Note 4)	<u>3,739</u>	<u>16,903</u>
Total Assets	<u><u>\$506,943</u></u>	<u><u>\$450,888</u></u>
Liabilities: (Note 5)		
Intragovernmental:		
Accounts Payable	\$	\$10,607
Total Intragovernmental		<u>10,607</u>
Accounts Payable	29,903	279
Other (Note 6)	<u>265,016</u>	<u>220,821</u>
Total Liabilities	<u>294,919</u>	<u>231,707</u>
Net Position:		
Cumulative Results of Operations - Other Funds	<u>\$212,024</u>	<u>\$219,181</u>
Total Net Position	<u>212,024</u>	<u>219,181</u>
Total Liabilities and Net Position	<u><u>\$506,943</u></u>	<u><u>\$450,888</u></u>

\*Amounts may be off by a dollar due to rounding.

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

**NUCLEAR WASTE TECHNICAL REVIEW BOARD**

**STATEMENTS OF NET COST**

**For The Years Ended September 30, 2007 and 2006**

	<u>2007</u>	<u>2006</u>
Program Costs:		
Program A:		
Gross Costs (Note 7)	<u>\$3,725,330</u>	<u>\$3,581,252</u>
Net Program Costs	<u>3,725,330</u>	<u>3,581,252</u>
Net Cost of Operations	<u><u>\$3,725,330</u></u>	<u><u>\$3,581,252</u></u>

\*Amounts may be off by a dollar due to rounding.

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

**NUCLEAR WASTE TECHNICAL REVIEW BOARD**

**STATEMENT OF CHANGES IN NET POSITION**

**For The Years Ended September 30, 2007**

	<u>Earmarked Funds</u>	<u>All Other Funds</u>	<u>Eliminations</u>	<u>Consolidated Total</u>
<b>Cumulative Results of Operations:</b>				
Beginning Balances	\$	\$219,181	\$	\$219,181
Adjustments:				
(a) Changes in Accounting Principles (+/-)				
(b) Corrections of Errors (+/-)				
Beginning Balances, as Adjusted	\$	\$219,181		\$219,181
<b>Budgetary Financing Sources:</b>				
<b>Other Financing Resources (Non-Exchange):</b>				
Transfers-In/Out Without Reimbursement		3,591,406		3,591,406
Imputed Financing		126,766		126,766
Other				
Total Financing Sources		3,718,172		3,718,172
Net Cost of Operations (+/-)		3,725,330		3,725,330
Net Change		(7,158)		(7,158)
<b>Cumulative Results of Operations</b>	<b>\$</b>	<b>\$212,024</b>	<b>\$</b>	<b>\$212,024</b>
<b>Unexpended Appropriations:</b>				
Beginning Balances	\$	\$	\$	\$
Adjustments:				
(a) Changes in Accounting Principles (+/-)				
(b) Corrections of Errors (+/-)				
Beginning Balances, as Adjusted	\$	\$	\$	\$
<b>Budgetary Financing Sources:</b>				
Appropriations Received				
Other Adjustments				
Appropriations Used				
Total Budgetary Financing Sources				
Total Unexpended Appropriations				
Net Position	\$	\$212,024	\$	\$212,024

\*Amounts may be off by a dollar due to rounding.

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

**NUCLEAR WASTE TECHNICAL REVIEW BOARD**

**STATEMENT OF CHANGES IN NET POSITION**

**For The Years Ended September 30, 2006**

	<u>Earmarked Funds</u>	<u>All Other Funds</u>	<u>Eliminations</u>	<u>Consolidated Total</u>
<b>Cumulative Results of Operations:</b>				
Beginning Balances	\$	(\$152,770)	\$	(\$152,770)
Adjustments:				
(a) Changes in Accounting Principles (+/-)		259,070		259,070
(b) Corrections of Errors (+/-)		(5,482)		(5,482)
Beginning Balances, as Adjusted	\$	\$100,818		\$100,818
<b>Budgetary Financing Sources:</b>				
<b>Other Financing Resources (Non-Exchange):</b>				
Transfers-In/Out Without Reimbursement		3,571,920		3,571,920
Imputed Financing		127,695		127,695
Other				
Total Financing Sources		3,699,615		3,699,615
Net Cost of Operations (+/-)		3,581,252		3,581,252
Net Change		118,363		118,363
<b>Cumulative Results of Operations</b>	<b>\$</b>	<b>\$219,181</b>	<b>\$</b>	<b>\$219,181</b>
<b>Unexpended Appropriations:</b>				
Beginning Balances	\$	\$	\$	\$
Adjustments:				
(a) Changes in Accounting Principles (+/-)				
(b) Corrections of Errors (+/-)				
Beginning Balances, as Adjusted	\$	\$	\$	\$
<b>Budgetary Financing Sources:</b>				
Appropriations Received				
Other Adjustments				
Appropriations Used				
Total Budgetary Financing Sources				
Total Unexpended Appropriations				
Net Position	\$	\$219,181	\$	\$219,181

\*Amounts may be off by a dollar due to rounding.

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

**NUCLEAR WASTE TECHNICAL REVIEW BOARD**  
**STATEMENT OF BUDGETARY RESOURCES**  
**For The Years Ended September 30, 2007 and 2006**

	<u>2007</u>	<u>2007</u>	<u>2006</u>	<u>2006</u>
	Budgetary	Non-Budgetary Credit Program Financing Accounts	Budgetary	Non-Budgetary Credit Program Financing Accounts
Budgetary Resources:				
Unobligated Balance:				
Beginning of Period	\$206,161	\$	\$200,732	\$
Recoveries of Prior Year Obligations	57,587		39,585	
Budget Authority:				
Appropriations Received	3,591,406		3,608,000	
Subtotal	<u>\$3,591,406</u>		<u>\$3,608,000</u>	
Nonexpenditure Transfers, Net				
Temporarily Not Available Pursuant to Public Law (-)			(36,080)	
Permanently Not Available				
Total Budgetary Resources	<u>\$3,855,154</u>	<u>\$</u>	<u>\$3,812,237</u>	<u>\$</u>
Status of Budgetary Resources:				
Obligations Incurred (Note 8)				
Direct	\$3,561,183	\$	\$3,591,180	\$
Subtotal	<u>\$3,561,183</u>		<u>\$3,591,180</u>	
Unobligated Balances				
Apportioned				
Exempt from Apportionment	293,971		221,057	
Subtotal	<u>\$293,971</u>		<u>\$221,057</u>	
Unobligated Balances - Not Available				
Total Status of Budgetary Resources	<u>\$3,855,154</u>	<u>\$</u>	<u>\$3,812,237</u>	<u>\$</u>
Change in Obligated Balances:				
Obligated Balance, Net: (Note 9)				
Unpaid Obligations, Brought Forward, October 1	\$227,824	\$	\$247,088	\$
Total, Unpaid Obligated Balance, Brought Forward, Net	<u>\$227,824</u>		<u>\$247,088</u>	
Obligations Incurred	3,561,183		3,591,180	
Gross Outlays (-)	(3,522,188)		(3,585,754)	
Recoveries of Prior-Year Unpaid Obligations, Actual (-)	(57,587)		(39,585)	
Obligated Balance, Net, End of Period:				
Unpaid Obligations (+) (Note 10)	209,232		212,928	
Total, Unpaid Obligated Balance, Net, End of Period	<u>\$209,232</u>	<u>\$</u>	<u>\$212,928</u>	<u>\$</u>
Net Outlays:				
Gross Outlays (+)	3,522,188		3,585,754	
Offsetting Collections (-)				
Net Outlays	<u>\$3,522,188</u>	<u>\$</u>	<u>\$3,585,754</u>	<u>\$</u>

\*Amounts may be off by a dollar due to rounding.

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

Nuclear Waste Technical Review Board  
Notes to Financial Statements  
September 30, 2007 and 2006

**NOTE 1 – OVERVIEW OF REPORTING ENTITY**

The U.S. Nuclear Waste Technical Review Board (“NWTRB”) is an independent agency of the Executive Branch of the United States Government. The NWTRB performs technical and scientific peer review of activities undertaken by the U.S. Secretary of Energy related to the disposal, transportation, and packaging of spent nuclear fuel and high-level radioactive waste. The NWTRB is an independent source of technical and scientific analysis of these issues for the U.S. Congress, U.S. Secretary of Energy, and the public.

NWTRB’s major program activities include: reviewing scientific research papers prepared by U.S. Department of Energy (DOE), holding public meetings on scientific findings, and preparing two public reports per year for Congress and DOE. This is accomplished through three scientific panels:

1. Preclosure Operations
2. Postclosure Performance
3. System Integration

NWTRB was established in 1987 by the Nuclear Waste Policy Acts Amendments of 1987, Public Law 100-203, which also established a governance structure and a requirement to report to the U.S. Congress twice a year. The Nuclear Waste Policy Amendments Act authorized a board of 11 part-time members. The National Academy of Sciences recommends candidates to the President of the United States, who then makes the appointments. The NWTRB maintains strict conflict of interest policies for board members.

**NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**Basis of Presentation**

These financial statements have been prepared from the accounting records of the NWTRB in accordance with Generally Accepted Accounting Principles (GAAP), and the form and content for entity financial statements specified by the office of Management and Budget (OMB) in OMB Circular A - 136. GAAP for Federal entities are standards prescribed by the Federal Accounting Standards Advisory Board (FASAB), which has been designated the official accounting standards-setting body for the Federal Government by the American Institute of Certified Public Accountants.

Nuclear Waste Technical Review Board  
Notes to Financial Statements  
September 30, 2007 and 2006

**NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES  
(CONTINUED)**

**Basis of Presentation (Continued)**

OMB Circular A – 136 requires agencies to prepare financial statements, which include a Balance Sheet, a Statement of Net Cost, a Statement of Changes in Net Position, and a Statement of Budgetary Resources. The Balance Sheet presents, as of September 30, 2007, amounts of future economic benefits owned or managed by NWTRB (assets), amounts owed by NWTRB (liabilities), and amounts, which comprise the difference (net position). The Statement of Net Cost reports the full cost of the program, both direct and indirect costs of the output, and the costs of identifiable supporting services provided by other segments within NWTRB and other reporting entities. The Statement of Budgetary Resources reports an agency's budgetary activity.

**Basis of Accounting**

Transactions are recorded on the accrual accounting basis in accordance with OMB Circular A - 136. Under the accrual basis of accounting, revenues are recognized when earned, and expenses are recognized when a liability is incurred, without regard to receipt or payment of cash.

**Use of Estimates**

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. Actual results may differ from those estimates.

**Revenues and Other Financing Sources**

NWTRB is an appropriated – no year fund. In FY 2007, budgetary resources for NWTRB included unobligated balances at the beginning of the period, Transfers In during the period, and recoveries of prior year obligations. Other financing sources for NWTRB consist of imputed financing sources which are costs financed by other Federal entities on behalf of NWTRB, as required by Statement of Federal Financial Accounting Standard (SFFAS) No. 5, Accounting for Liabilities of the Federal Government.

Nuclear Waste Technical Review Board  
Notes to Financial Statements  
September 30, 2007 and 2006

**NOTE 3 – FUND BALANCE WITH TREASURY**

Treasury performs cash management activities for all Federal agencies. The net activity represents Fund Balance with Treasury. Fund Balance with the Treasury is the aggregate amount of funds in the entity's accounts with Treasury for which the entity is authorized to make expenditures and pay liabilities. The fund balance is increased by receiving appropriations and other revenues; it is reduced by disbursements and other outflows.

All of NWTRB's Fund Balance with Treasury is coming from unobligated balances at the beginning of the period and transferred in during the period. No trust, revolving or other fund type is used to fund NWTRB's activities. NWTRB operates as a no-year fund, where the fund balance of the previous year is carry forward to the next year.

A. Fund Balance with Treasury	<u>2007</u>	<u>2006</u>
Appropriated Fund	\$503,203	\$433,985
B. Status of Fund Balance with Treasury		
1) Unobligated Balance		
a) Available	293,971	221,057
b) Unavailable		
2) Obligated Balance not yet Disbursed	<u>209,232</u>	<u>212,928</u>
Total	\$503,203	\$433,985

**NOTE 4 – FIXED ASSETS, NET**

Fixed assets consist of property that is used in NWTRB's operations and consumed over time. General equipment consists of office equipment and computer software. Depreciation expense and accumulated depreciation are calculated and recorded based on the actual acquisition cost and on the useful life. The following summarizes the capitalization and depreciation policy for each category:

- Equipment with an initial acquisition cost of \$10,000 or more and an estimated service life of greater than two years is capitalized. Equipment is capitalized at acquisition cost and is depreciated using the straight-line method over its estimated useful life.
- All computer software with an initial acquisition cost of \$10,000 or more and an estimated service life of two years or greater is capitalized. The computer software is capitalized at acquisition cost and is depreciated using the straight-line method over a period of three years. There is no salvage value.

Nuclear Waste Technical Review Board  
Notes to Financial Statements  
September 30, 2007 and 2006

**NOTE 4 – FIXED ASSETS, NET (CONTINUED)**

As of September 30, 2007, NWTRB shows Equipment – Administrative total cost of \$18,696 and a net book value of \$3,739. The Accumulated Depreciation to date is \$14,957. NWTRB also shows Leasehold Improvements with a total cost of \$68,582 and a net book value of \$0. The Accumulated Amortization to date is \$68,582.

<u>2007</u>	<u>Equipment</u>	<u>Leasehold</u>	<u>Total</u>
Cost	\$18,696	\$68,582	\$87,278
Accum. Depr.	(\$14,957)	(\$68,582)	(\$83,538)
Net Book Value	\$3,739	\$0	\$3,739

  

<u>2006</u>	<u>Equipment</u>	<u>Leasehold</u>	<u>Total</u>
Cost	\$18,696	\$68,582	\$87,278
Accum. Depr.	(\$11,218)	(\$59,157)	(\$70,375)
Net Book Value	\$7,478	\$9,425	\$16,903

In addition to these items, NWTRB owns certain fixed assets that are not reflected on the balance sheet as of September 30, 2007 or 2006. These consist of office furniture and computer equipment that were acquired in prior years, are still in service, but are fully or near-fully depreciated and have immaterial book values. Therefore, these fixed assets are not booked as assets as of September 30, 2007 or 2006.

**NOTE 5 – LIABILITIES NOT COVERED BY BUDGETARY RESOURCES**

Liabilities of NWTRB are classified as liabilities covered or not covered by budgetary resources. As of September 30, 2007, NWTRB showed liabilities covered by budgetary resources of \$138,727 and liabilities not covered by budgetary resources of \$156,192. As of September 30, 2006, NWTRB showed liabilities covered by budgetary resources of \$84,167 and liabilities not covered by budgetary resources of \$147,540.

As of September 30, 2007, liabilities covered by budgetary resources is composed of Accounts Payable \$29,903 and Accrued Funded Payroll and Leave \$108,823. As of September 30, 2006, liabilities covered by budgetary resources is composed of Accounts Payable \$10,886 and Accrued Funded Payroll and Leave \$73,281

Nuclear Waste Technical Review Board  
Notes to Financial Statements  
September 30, 2007 and 2006

**NOTE 5 – LIABILITIES NOT COVERED BY BUDGETARY RESOURCES  
(CONTINUED)**

With the Public	<u>2007</u>	<u>2006</u>
Other	\$156,192	\$147,540
Total liabilities not covered by budgetary resources	<u>156,192</u>	<u>147,540</u>
Total liabilities covered by budgetary resources	<u>138,727</u>	<u>84,166</u>
Total liabilities	\$294,919	\$231,707 *

\*Rounding

**NOTE 6 – OTHER LIABILITIES**

As of September 30, 2007, other liabilities with the public consist of Accrued Funded Payroll and Leave of \$108,823 and Unfunded Leave in the amount of \$156,192. As of September 30, 2006, other liabilities with the public consist of Accrued Funded Payroll and Leave of \$73,281 and Unfunded Leave in the amount of \$147,540.

	<u>With the Public</u>	<u>Non-Current</u>	<u>Current</u>	<u>Total</u>	
2007	Other Liabilities	\$156,192	\$108,823	\$265,016	*
2006	Other Liabilities	\$147,540	\$73,280	\$220,821	*

\*Rounding

**NOTE 7 – INTRAGOVERNMENTAL COSTS AND EXCHANGE REVENUE**

Intragovernmental costs are those of good/services purchased from a federal entity.

	<u>Total 2007</u>	<u>Total 2006</u>
Program A		
Intragovernmental costs	422,870	315,728
Public costs	<u>3,302,460</u>	<u>3,265,524</u>
Total Program A costs	<u>3,725,330</u>	<u>3,581,252</u>
Total Program A	<u><u>3,725,330</u></u>	<u><u>3,581,252</u></u>

Nuclear Waste Technical Review Board  
Notes to Financial Statements  
September 30, 2007 and 2006

**NOTE 8 – APPORTIONMENT CATEGORIES OF OBLIGATIONS INCURRED**

NWTRB is not subject to apportionment, nor does it have reimbursable authority. Therefore, all obligations are direct, exempt.

	<u>2007</u>	<u>2006</u>
Direct		
Category A	0	0
Category B	0	0
Exempt	\$3,561,183	\$3,591,180

**NOTE 9 – ADJUSTMENT TO BEGINNING BALANCE OF BUDGETARY RESOURCES**

The \$14,896 difference between the FY06 Unpaid Obligation Balance and the FY07 Unpaid Obligation Balance, Brought Forward is the result of a FY06 undelivered order being booked in FY07.

**NOTE 10 – UNDELIVERED ORDERS AT THE END OF THE PERIOD**

The amount of Unpaid Obligated Balance, Net, End of Period shown on the Statement of Budgetary Resources includes obligations relating to Undelivered Orders (goods and services contracted for but not yet received at the end of the year) and Accounts Payable (amounts owed at the end of the year by NWTRB for good and services received). The amount of each is as follows:

	<u>Undelivered Orders</u>	<u>Accounts Payable</u>	<u>Unpaid Obl. Balance, Net</u>
2007	\$70,505	\$138,727	\$209,232
2006	\$128,762	\$84,166	\$212,928

Nuclear Waste Technical Review Board  
Notes to Financial Statements  
September 30, 2007 and 2006

**NOTE 11 – RECONCILIATION OF NET COSTS OF OPERATIONS  
(PROPRIETY) TO BUDGET (FORMERLY THE STATEMENT OF  
FINANCING)**

	2007	2006
<i>Resources Used to Finance Activities:</i>		
Budgetary Resources Obligated		
Obligations Incurred	\$ 3,561,183	\$ 3,591,180
Less: Spending Authority from Offsetting Collections and Recoveries	<u>57,587</u>	<u>39,585</u>
Net Obligations	3,503,596	3,551,595
 Other Resources		
Imputed Financing from Costs Absorbed by Others	<u>126,766</u>	<u>127,695</u>
Net Other Resources Used to Finance Activities	<u>126,766</u>	<u>127,695</u>
 Total Resources Used to Finance Activities	3,630,362	3,679,290
 <i>Resources Used to Finance Items not Part of the Net Cost of Operations</i>		
Change in Budgetary Resources Obligated for Goods		
Services and Benefits Ordered But Not Yet Provided	(73,152)	89,120
Resources that Finance the Acquisition of Assets	<u>                    </u>	<u>17,372</u>
Total Resources Used to Finance Items Not Part of the Net Cost of Operations	<u>(73,152)</u>	<u>106,492</u>
 Total Resources Used to Finance the Net Cost of Operations	3,703,514	3,572,798
 <i>Components of the Net Cost of Operations that will not Require or Generate Resources in the Current Period:</i>		
<i>Components Requiring or Generating Resources in Future Periods:</i>		
Increase in Annual Leave Liability	<u>8,652</u>	<u>(6,553)</u>
Total Components of Net Cost of Operations that will Require or Generate Resources in Future Periods	8,652	(6,553)
 <i>Components Not Requiring or Generating Resources:</i>		
Depreciation and Amortization	<u>13,164</u>	<u>15,007</u>
Total Components of Net Cost of Operations that will not Require or Generate Resources	<u>13,164</u>	<u>15,007</u>
Total Components of Net Cost of Operations that will not Require or Generate Resources in the Current Period	<u>21,816</u>	<u>8,454</u>
Net Cost of Operations	<u><u>3,725,330</u></u>	<u><u>3,581,252</u></u>

\*Amounts may be off by a dollar due to rounding.

Nuclear Waste Technical Review Board  
Notes to Financial Statements  
September 30, 2007 and 2006

**NOTE 11 – RECONCILIATION OF NET COSTS OF OPERATIONS  
(PROPRIETARY) TO BUDGET (FORMERLY THE STATEMENT OF  
FINANCING) – (CONTINUED)**

As of September 30, 2007, liabilities not covered by budgetary resources total \$156,192 and the change in components requiring or generating resources in future period shows \$8,652. The \$8,652 is the net increase in Annual Leave Liability for FY06 and FY07. Accrued funded payroll liability is covered by budgetary resources and is included in the net cost of operations. Whereas, the unfunded leave liability includes the expense related to the increase in annual leave liability for which the budgetary resources will be provided in a subsequent period.

	<u>2007</u>	<u>2006</u>
Liabilities not covered by budgetary resources	\$156,192	\$147,540
Change in components requiring/generating resources	\$8,652	(\$6,553)