

SOME CURRENT LEGAL DEVELOPMENTS AND ISSUES IN NUCLEAR LAW



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Overview



Some recent legal developments in Canada:

- Nuclear Liability and Compensation Act
- ratification by Canada of the IAEA Convention on Supplementary Compensation for Nuclear Damage
- Fukushima-related amendments to Regulations
- two regulatory documents: Fitness for duty
- first decommissioning licence for modern NPP (Gentilly II) in Canada
- Ontario Power Generation's Deep Geological Repository

> Some current legal issues:

- federal review of environmental assessment law
- UN Declaration on the Rights of Indigenous Peoples
- post-Fukushima global accountability for safety
- readiness for new technologies

Nuclear Liability and Compensation Act

- In force January 1, 2017
- > Sets absolute liability limit of an operator of a nuclear installation at an amount that will increase to \$1 billion over 4 years \$650 million at proclamation, \$750 million, \$850 million, \$1 billion
- Operators must carry financial security to address liability
- Form of financial security:
 - operators to cover liability amount with insurance from approved insurer
 - subject to Minister's approval, operators permitted to cover up to 50% of their liability with other forms of financial security (s. 28, NLCA)
- Nuclear Liability and Compensation Regulations
 - designate nuclear installations
 - set classes of nuclear installations and,
 - liability limits commensurate with their risk

Nuclear Liability and Compensation Act (2)

Role of regulator – technical advisor, under new law:

- The CNSC is advisor to the Minister of Natural Resources on development of regulations with respect to designation of nuclear installations (s. 7(1))
- Statutory obligation on insurers to report to Minister on suspension or cancellation of insurance (s. 30)
- Penalty scheme under the Nuclear Liability and Compensation Act (NLCA)
- The CNSC will keep apprised of licensees' compliance with NLCA, but won't administer it –
 nuclear liability and nuclear safety are different (*Energy Probe v. Canada (AG)*, [1994] O.J. No.
 553)

Ratification by Canada of the Convention on Supplementary Compensation (CSC):

- On June 6, 2017, Canada ratified the CSC
- Canadian ratification of the Convention will create treaty relations with other members of the CSC, which include the United States.

Developments in Certain Regulations and Two Regulatory Documents

- Fukushima-related Amendments: Amending Certain Regulations Made Under the Nuclear Safety and Control Act:
 - At the April 12 Commission meeting, the Commission made regulations (44(1) of the Nuclear Safety and Control Act)
 - Next steps:
 - GIC approval
 - Canada Gazette, Part II
- 2 regulatory documents on fitness for duty:
 - REGDOC 2.2.4, Human Performance Management: Fitness for Duty: Managing Worker Fatigue Published March 21, 2017
 - REDGOC 2.2.4, Human Performance Management: Fitness for Duty: Random alcohol and drug testing – Commission meeting August 2017

Decommissioning of Nuclear Power Plant and Status of Deep Geological Repository

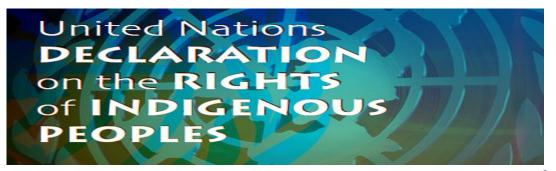
- > Decommissioning licence for nuclear power plant (NPP) (Gentilly II)
 - first modern decommissioning licence for a NPP
 - June 21, 2016
 - 10-year licence
- Status of Deep Geological Repository (DGR) project
 - May 26, 2017: Ontario Power Generation submitted its response to the Minister's additional information requests
 - Anticipated dates:
 - August/September 2017: public comment period on the draft Agency's report and potential conditions
 - November 2017: submission of decision package to Minister
 - January 2018: ministerial decision
- Two judicial review applications for DGR
 - Save Our Saugeen Shores, Inc. v. AG Canada et al. (T-946-15)
 - Mann v. AG Canada et al. (T-922-15)
 - both judicial reviews held in abeyance until the outcome of the ministerial decision

Current Issue #1 – CNSC Role in Environmental Assessment

- Lifecycle regulating begins with environmental assessment (EA), integrates results into regulatory oversight for nuclear projects
- Current framework for nuclear projects:
 - Canadian Environmental Assessment Act, 2012 (CEAA 2012)
 - The CNSC is the Responsible Authority to determine if a designated project is "likely to cause significant adverse environmental effects"
 - If the answer is no, licensing under the Nuclear Safety and Control Act (NSCA) follows
 - Nuclear Safety and Control Act
 - The CNSC regulates "to prevent unreasonable risk to the environment"
 - If project is not designated under CEAA 2012, licensing requires assessing environmental impact and preventing environmental risk
- EA process review Expert Panel, recommended changes

Current Issue #2 – Implementing UNDRIP Principles

- United Nations Declaration on the Rights of Indigenous
 Peoples (UNDRIP) is an international human rights standard
- Consultation, honour of the Crown s.35, Constitution
- "free, prior and informed consent" article 19 UNDRIP
- Goal of reconciliation with Indigenous peoples of Canada
- Working Group of Ministers to review laws, policies



Current Issue #3: Global Accountability for Nuclear Safety

- A nuclear accident anywhere is an accident *everywhere*
- National responsibilities with global impacts
- Convention on Nuclear Safety peer review process
- IAEA Integrated Regulatory Review Service (IRRS) peer review missions
- WANO and industry peer review
- How do we, collectively, enhance global safety and ensure accountability?
- Importance of transparency



Current Issue #4 – Readiness for New Technologies – Small Modular Reactors

- Most designs still conceptual novel features have potential benefit, but pose uncertainties
- Credible science and technology information is critical to support (and assess) safety claims
- The CNSC is also looking at other regulators' small modular reactor work:
 - US NRC: design certification process; developing prelicensing feedback mechanism for vendors
 - UK ONR: generic design assessment focused on adequacy of design processes and safety claims, using existing assessment standards to conduct reviews

CNSC Work Respecting Small Modular Reactors

Vendor design review (VDR)

- early feedback and identification of key issues, any fundamental barriers to licensing – *not* design certification
- conclusions of any VDR do not bind or otherwise influence decisions made by the Commission.

Small modular reactor (SMR) discussion paper (DIS-16-04)

lots of feedback – existing regulatory framework adequate, with graded approach,
 streamlining – need for common understanding

> IAEA SMR Regulators' Forum

- technology-neutral pilot project, facilitated by IAEA Scientific Secretary (Canada, China, Finland, France, Korea, Russian Federation, USA)
- not to develop separate SMR requirements, but to understand impacts on existing frameworks, develop common positions

CNSC Vendor Design Reviews

| VDR No | Country of origin | Company | Reactor type / Output per unit | Status |
|--------|------------------------|---|--|---|
| 1 | Canada / U.S. | Terrestrial Energy | Molten salt integral / 200 MWe | In progress – pending completion September 2017 |
| 2 | U.S. / Korea/ China | UltraSafe Nuclear/Global First Power | High temperature gas prismatic block / 5 MWe | In progress – pending completion March 2018 |
| 3 | Canada | LeadCold Nuclear | Molten lead pool fast spectrum / 3 – 10 MWe | In progress – pending completion June 2018 |
| 4 | Canada / U.S. | StarCore Nuclear | High temperature gas prismatic block / 10 MWe | Pending start July 2017 |
| 5 | U.S. | Advanced reactor concepts | Sodium pool fast spectrum /100 MWe | Pending start fall 2017 |
| 6 | U.K. | Moltex Energy | Molten salt / ~1000 MWe | Pending start fall 2017 |
| 7 | U.K. | U-Battery | High temperature gas prismatic block / 4 MWe | Pending start fall 2017 |

Canadian Nuclear Safety Commission



Questions?

Thank You

Annex I – Environmental Assessment



| EAs for Projects on the <i>Regulations</i> Designating Physical Activities: CEAA 2012 | EAs for Projects not on the <i>Regulations Designating Physical Activities</i> and for Subsequent Licensing Phases | |
|---|---|--|
| Project description | Licence application including project description | |
| EA review (Environmental Impact Statement) | Review of licence application including EA review | |
| Commission hearing and decision | Commission hearing and decision | |
| On-going licensing, monitoring and compliance • Site/regional offices conduct inspections • Daily inspections at nuclear power plants | On-going licensing, monitoring and compliance Site/regional offices conduct inspections Daily inspections at nuclear power plants | |







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