Record of Decision

DEC 25-H110

In the Matter of

Licensees Subject to Decision MDG Contracting Services Inc., Intratech Engineering Laboratories Ltd., and SM

Walker Consulting Ltd.

Purpose

Applications to Revoke Nuclear Substances and Radiation Devices Licences

Record of Decision Date

September 12, 2025

RECORD OF DECISION – DEC 25-H110

Licensees Subject to Decision: MDG Contracting Services Inc.,

Intratech Engineering Laboratories Ltd., and

SM Walker Consulting Ltd.

Address/Location: MDG Contracting Services Inc.: 155 Industrial

Road 3, Sparwood, British Columbia, V0B 2G1

Intratech Engineering Laboratories Ltd.: 1080 Tapscott Road Unit 31, Scarborough, Ontario,

M1X 1E7

SM Walker Consulting Ltd.: 2148 Sydney Road,

Reserve Mines, Nova Scotia, B1E 1K1

Purpose: Applications to Revoke Nuclear Substances and

Radiation Devices Licences

Applications received: MDG Contracting Services Inc.: February 7, 2023

Intratech Engineering Laboratories Ltd.:

April 11, 2024

SM Walker Consulting Ltd.: September 23, 2024

Date of Decision: September 12, 2025

Panel of Commission: P. Tremblay, President

Licence No. 16798-1-27.0 issued to MDG Contracting Services Inc.: Revoked

Licence No. 11583-1-26.0 issued to Intratech Engineering Laboratories Ltd.: Revoked

Licence No. 60433-1-28.0 issued to SM Walker Consulting Ltd.: Revoked

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1.0 INTRODUCTION

- 1. The following 3 companies (the 3 licensees), each holding a Canadian Nuclear Safety Commission¹ (CNSC) nuclear substances and radiation devices licence, have applied for the revocation of their licences:
 - MDG Contracting Services Inc.
 - Intratech Engineering Laboratories Ltd.
 - SM Walker Consulting Ltd.

The sites and locations of the licensees and licences under this decision are located in multiple regions across Canada and are in the traditional and/or treaty territories of many Indigenous Nations and communities.

- 2. MDG Contracting Services Inc. holds CNSC nuclear substances and radiation devices licence no. 16798-1-27.0. This licence authorizes MDG Contracting Services Inc. to possess, transfer, use and store fixed nuclear gauges and is valid until August 31, 2027. MDG Contracting Services Inc. applied to revoke the licence in February 2023.
- 3. Intratech Engineering Laboratories Ltd. holds CNSC nuclear substances and radiation devices licence no. 11583-1-26.0. This licence authorizes Intratech Engineering Laboratories Ltd. to possess, transfer, use and store portable nuclear gauges and is valid until May 31, 2026. Intratech Engineering Laboratories Ltd. applied to revoke the licence in April 2024.
- 4. SM Walker Consulting Ltd. holds CNSC nuclear substances and radiation devices licence no. 60433-1-28.0. This licence authorizes SM Walker Consulting Ltd. to possess, transfer, use and store portable nuclear gauges and is valid until March 31, 2028. SM Walker Consulting Ltd. applied to revoke the licence in September 2024.
- 5. At the time they applied for the revocation of their licences, all 3 licensees owed outstanding licensing fees to the CNSC under the <u>Canadian Nuclear Safety</u>

 <u>Commission Cost Recovery Fees Regulations</u>² (CRFR). As the licence revocation applications were not accompanied by the prescribed fee, a CNSC designated officer³ is not authorized to revoke the licences.⁴
- 6. CNSC staff recommended⁵ that the Commission revoke all 3 licences on its own motion under section 25 of the *Nuclear Safety and Control Act*⁶ (NSCA) and

¹ The *Canadian Nuclear Safety Commission* is referred to as the "CNSC" when referring to the organization and its staff in general, and as the "Commission" when referring to the tribunal component.

² SOR/2003-212

³ A designated officer is a person authorized by the Commission, pursuant to section 37 of the <u>Nuclear Safety and Control Act</u> (NSCA), to carry out certain duties, including the revocation of certain types of licence.

⁴ Under paragraph 37(2)(d) and subsection 24(2) of the NSCA, a designated officer is authorized to revoke a licence on receipt of an application, provided that the application is accompanied by the prescribed fee.

⁵ CNSC staff submission, CMD 25-H110.

⁶ S.C. 1997, c. 9.

paragraph 8(2)(g) of the *General Nuclear Safety and Control Regulations*⁷ (GNSCR).

2.0 DECISIONS

- 7. For the reasons described below, the Commission revokes:
 - licence no. 16798-1-27.0 issued to MDG Contracting Services Inc.
 - licence no. 11583-1-26.0 issued to Intratech Engineering Laboratories Ltd.
 - licence no. 60433-1-28.0 issued to SM Walker Consulting Ltd.

3.0 ISSUES

- 8. The Commission may, on its own motion, renew, suspend in whole or in part, amend, revoke or replace a licence under the prescribed conditions. Subsection 8(2) of the GNSCR provides the conditions under which the Commission may exercise these powers:
 - (a) the licensee is not qualified to carry on the licensed activity;
 - (b) the licensed activity poses an unreasonable risk to the environment, the health and safety of persons or the maintenance of national security;
 - (c) the licensee has failed to comply with the Act,⁹ the regulations made under the Act or the licence;
 - (d) the licensee has been convicted of an offence under the Act;
 - (e) a record referred to in the licence has been modified in a manner not permitted by the licence;
 - (f) the licensee no longer carries on the licensed activity;
 - (g) the licensee has not paid the licence fee prescribed by the Cost Recovery Fees Regulations; or
 - (h) failure to do so could pose an unreasonable risk to the environment, the health and safety of persons or national security.

4.0 COMMISSION PROCEDURES

9. Pursuant to section 22 of the NSCA, the President of the Commission established himself as a Panel of the Commission to review the licence revocation applications.

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⁷ SOR/2000-202.

⁸ See section 25 of the NSCA.

⁹ The Act refers to the *Nuclear Safety and Control Act*.

10. The Commission was not obliged to provide an opportunity to be heard to the licensees in this matter, as the licensees had applied for the revocation of their licences.¹⁰

5.0 COMMISSION FINDINGS

11. In considering whether to revoke the 3 licences, the Commission considered the applicability of the conditions set out in subsection 8(2) of the GNSCR. The Commission finds that conditions 8(2)(f) and 8(2)(g) apply in this matter. These conditions are discussed below.

5.1 The licensees no longer carry on the licensed activities

- 12. CNSC staff submitted that the 3 companies are no longer in operation and are no longer in possession of any nuclear substances or radiation devices and, therefore, pose no risk to the health and safety of Canadians.¹¹
- 13. The reference section of CMD 25-H110 includes the Requests for Revocation and Record of Disposition of Nuclear Substances and Radiation Devices of all 3 licensees. 12
- 14. The Commission is satisfied that the information on the record shows that the 3 licensees are no longer carrying on the activities authorized under their respective licences.

5.2 The licensees have not paid the licence fees prescribed by the *Cost Recovery Fees Regulations*

- 15. The CRFR outline the framework for licensing fees charged to CNSC licensees. CNSC staff indicated that, as of the dates of their licence revocation applications, all 3 licensees owed outstanding licensing fees to the CNSC, which constitutes a violation of the CRFR.
- 16. CNSC staff described its process for requesting the outstanding balances and reported that no payments were received despite multiple notices being sent to each of the licensees. CNSC staff further noted that revoking the licences would not absolve the debt owed to the Crown, and that the remaining balances had been transferred to either the CNSC's collection agency or the CRA Set-off Program. 14

¹² CMD 25-H110, References section (pages 11-28).

¹⁰ Subsection 40(2) of the NSCA.

¹¹ CMD 25-H110, section 1.3.

¹³ CMD 25-H110, section 1.3.

¹⁴ "The CRA Set-off Program allows the CNSC to obtain funds from the company if they have a tax return" (CMD 25-H110, section 1.3).

- 17. CNSC staff noted that, should the Commission decide to revoke the licences, the invoices would be backdated to the original dates on which the licensees submitted all relevant information related to their licence revocation applications, in order to avoid unduly increasing the amounts owed.
- 18. Based on the information on the record for this matter, the Commission finds that the licensees have failed to pay their cost recovery fees as required by the CRFR. The Commission takes note that revoking the licences does not absolve the debt owed to the Crown, and that processes are in place to collect the remaining balances.

6.0 CONCLUSION

- 19. Based on the information on the record, the Commission finds that the conditions of paragraphs 8(2)(f) and (g) of the GNSCR are applicable to this matter. Therefore, pursuant to section 25 of the NSCA, the Commission revokes:
 - licence no. 16798-1-27.0 issued to MDG Contracting Services Inc.
 - licence no. 11583-1-26.0 issued to Intratech Engineering Laboratories Ltd.
 - licence no. 60433-1-28.0 issued to SM Walker Consulting Ltd.

| | September 12, 2025 |
|------------------------------------|--------------------|
| Pierre F. Tremblay | Date |
| President | |
| Canadian Nuclear Safety Commission | |