1	Ottawa, Ontario
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3	Upon commencing on Friday, May 20, 2005
4	at 8:30 a.m.
5	
6	Opening Remarks
7	M. LEBLANC: Bonjour mesdames et messieurs.
8	Bienvenu à cette audience de la Commission canadienne de
9	sûreté nucléaire. The Canadian Nuclear Safety Commission
10	will continue its public hearings with two hearings today.
11	Mon nom est Marc Leblanc. Je suis
12	secrétaire de la Commission et j'aimerais aborder certains
13	aspects touchant le déroulement de l'audience.
14	During today's business we have
15	simultaneous translation. It is available to facilitate
16	communication in either of Canada's two official
17	languages.
18	Des appareils de traduction sont
19	disponibles à la réception. La version française est au
20	poste 8 and the English version is on channel 7. If you
21	would please keep the pace of speech relatively slow so
22	that the translators have a chance of keeping up.
23	Les audiences sont enregistrées et
24	transcrites textuellement. Les transcriptions se font

1	dans l'une ou l'autre des langues officielles, compte tenu
2	de la langue utilisée par le participant à l'audience
3	publique.
4	Les transcriptions devraient être
5	disponibles sur le site web de la Commission dès la
6	semaine prochaine.
7	To make the transcripts as meaningful as
8	possible we would ask everyone to identify themselves
9	clearly before speaking. As a courtesy to others in the
10	room, please silence your cell phones.
11	Madame Keen, présidente et première
12	dirigeante de la CCSN, va présider les audiences publiques
13	d'aujourd'hui.
14	Madame Keen.
15	THE CHAIRPERSON: Bonjour and welcome to
16	the continuation of the hearings of the Canadian Nuclear
17	Safety Commission.
18	I would like to begin by introducing the
19	members of the Commission that are with us this morning.
20	On my right are Dr. Moyra McDill and Dr.
21	Christopher Barnes. On my left are Mr. Alan Graham, Mr.
22	Michael Taylor and Dr. James Dosman.
23	As well as the Secretary of the Commission,
24	Marc Leblanc, I also welcome General Counsel of the
25	Commission, Jacques Lavoie, to the front.

1	I also would like to begin by acknowledging
2	that we have two guests with us today.
3	First of all, I would like to introduce Mr.
4	Jeffrey Merrifield, who is a Commissioner with the United
5	States Nuclear Regulatory Commission. Commissioner
6	Merrifield has spent some time in Canada. Most lately he
7	visited the Gentilly-2 facility yesterday and was the head
8	of delegation for the United States at the recent review
9	meeting of the convention on nuclear safety, which we
10	discussed yesterday.
11	Welcome, Commissioner Merrifield. Thank
12	you for joining us this morning.
13	Alors, j'aimerais également introduire une
14	de mes collègues, Madame Diane Laurin. Madame Laurin est
15	aussi un chef d'un tribunal administratif du Gouvernement
16	du Canada. She is the head of the Canadian Forces
17	Complaints Commission. I have the opportunity to spend
18	time with her as head of tribunals, so we are also
19	observing each other's hearings to see how hearings could
20	be improved in Canada as a tribunal head, so I welcome
21	Diane aussi.
22	I would like to now begin these series of
23	hearings.
24	First of all, I would like to note that the

Commission is still on enhanced security status, as are

1	many of the facilities that we regulate. As such, I will,
2	as necessary take measures to ensure that security matters
3	of a sensitive nature are not discussed in public and, as
4	such, I will take measures to call an in-camera session at
5	any time if I feel it is necessary for the Commission to
6	be able to discuss those security matters.
7	
8	04-H21 / 04-H21.1
9	Atomic Energy of Canada (AECL):
10	Financial guarantee for decommissioning
11	AECL's Chalk River Laboratories Site,
12	including the MAPLE Reactors and the New
13	Processing Facility
14	THE CHAIRPERSON: On the agenda today is
15	Hearing Day Two on the matter of the financial guarantee
16	for decommissioning of the AECL Chalk River's Laboratory
17	site, including the MAPLE reactors and the new processing
18	facility.
19	On September 16, 2004 the Canadian Nuclear
20	Safety Commission commenced a public hearing on this
21	matter.
22	Following the proceedings, the Commission
23	determined that additional information was needed before
24	it could reach a final decision. The Commission decided,
25	pursuant to Rule 14 of the CNSC Rules of Procedure, to

1	adjourn the public hearing to today's date.
2	Presentations were made on September 16,
3	2004 by AECL under Commission Member Documents 04-H21.1
4	and 04-H21.1A, and by Commission staff under CMD 04-H21.
5	Two groups of interveners, Concerned
6	Citizens of Renfrew County and Sierra Club of Canada also
7	made presentations on that day.
8	A Notice of Adjournment was published on
9	October 5, 2004, where the Commission requested that more
10	information be provided by CNSC staff and AECL.
11	Supplementary information has been filed by AECL and CNSC
12	staff and has been made available to the public.
13	The public was invited to participate
14	either by oral presentation or written submission and May
15	6, 2005 was the deadline set for filing by interveners.
16	The Commission has received 17 requests for
17	intervention.
18	May 12 was the deadline for filing of
19	supplementary information. I note the supplementary
20	submission was filed by AECL.
21	On that basis, I would like to start
22	today's hearing by calling on the presentation from Atomic
23	Energy of Canada Limited outlined in CMD 04-H21.1B and
24	04-H21.1C. As such, I turn over to Dr. Fehrenbach,
25	Vice-President of the Nuclear Laboratories Business Unit.

1	Dr. Fehrenbach, welcome. The floor is
2	yours, sir.
3	
4	04-H21.1B / 04-H21.1C
5	Oral presentation by Atomic
6	Energy Canada Limited
7	DR. FEHRENBACH: Thank you, Madam Chair.
8	Thank you for the opportunity to make a
9	short presentation on behalf of AECL prior to answering
10	any questions related to the financial guarantee for
11	decommissioning AECL's Chalk River Laboratory site.
12	For the record, my name is Dr. Paul
13	Fehrenbach, Vice-President of the Nuclear Laboratory's
14	Business Unit. I am accompanied today by: Mr. Michael
15	Robins, Vice-President and Chief Financial Officer for
16	AECL; Dr. William Kupferschmidt, General Manager,
17	Decommissioning, Waste Management and Site Projects; and
18	Mr. Glenn Archinoff, Chief Regulatory Officer for the
19	Nuclear Laboratory's Business Unit.
20	Others will be introduced as they are
21	called upon.
22	I am pleased, Madam Chair, to report that
23	we have made very good progress since last September in
24	providing the information required by the Commission in
25	reaching a final decision on the financial guarantee.

1	I would like to recognize the role of CNSC
2	staff in helping to define and refine the requirements for
3	a preliminary decommissioning plan for the unique
4	circumstances of the Chalk River Laboratories site.
5	In fact, it took much effort on both sides
6	to determine how best to deal with this unique site, a
7	site where decommissioning activities are being undertaken
8	while many facilities are still in operation and will be
9	for many years to come.
10	To give you a sense of the effort involved,
11	AECL and CNSC staff met formally six times in the past six
12	months in addition to regularly scheduled AECL-CNSC
13	meetings where this item was on the agenda.
14	Following the Day One Hearing last
15	September, we were asked to provide a comprehensive
16	preliminary decommissioning plan, or CPDP as I will try to
17	refer to it. The fundamental purpose of the CPDP is to
18	identify the long-term strategy, assumptions, technical
19	approach, scope and timing that apply to addressing the
20	nuclear legacy at the Chalk River site and a framework for
21	communications and public consultation.
22	We were also asked to make specific
23	commitments to provide additional information in response
24	to requests from CNSC staff.

We have fulfilled all of these requirements

l	on schedule, the major item being our submission of the
2	CPDP in 2005 March.
3	In addition, the CPDP has been posted in
4	both official languages on our web site.
5	As a result of these submissions, CNSC
6	staff recommends acceptance of the proposed financial
7	guarantee arrangement for the purposes of the licences of
8	the Chalk River labs, MAPLE reactors and new processing
9	facility.
10	CNSC staff is also recommending that the
11	Commission accept the staff's preliminary assessment that
12	the CPDP, together with the commitments for further
13	submissions, constitute an acceptable preliminary
14	decommissioning plan for Chalk River.
15	We realize however there is an additional
16	important consideration that needs to be addressed related
17	to funding. The CPDP is consistent with international
18	trends to accelerate decommissioning activities to
19	minimize the legacy left to future generations.
20	To implement the plan, there is a
21	requirement for increased funding for the early years of
22	the plan compared to current levels.
23	There is also a corresponding increase in
24	the overall estimated liability.

We have therefore been working closely with

1	Natural	Resources	Canada	to	secure	the	necessary	funding
2	to imple	ement the	plan.					

Funding sources will likely include a combination of the Federal Contaminated Sites Fund announced in last year's federal budget, proceeds from the sale of the AECL managed inventory of heavy water, and extra funds sought by NRCan as required to implement the CPDP.

As I said, we are working closely with NRCan to put the funding mechanisms in place to ensure a smooth transition when the plan becomes effective in April 2006.

I would like to take a few more minutes to assure Commissioners that we have not just spent our time planning decommissioning. We have actually been busy undertaking decommissioning and remediation projects.

The complexity of our operations means that we are carrying out decommissioning and remediation at the same time as we are building new facilities, all in an operating site environment.

Over the past five years AECL and the Government of Canada have invested more than \$150 million on decommissioning and waste management initiatives on the Chalk River site. This has included the launching of several new projects that are putting into place state of

1	the art storage facilities for low-level radioactive solid
2	wastes as well as for historic reactor fuels and
3	radioactive liquids.

These projects, which are at various stages of implementation, have received the appropriate regulatory approvals and opportunities for public input as part of the environmental assessment process.

In the individual consultations that were held on the projects shown on this slide, stakeholders asked us to provide them with a better understanding of how these projects roll up under the big picture.

In this regard, we would like to thank some of those who will be speaking later for their active participation in these projects. We value their input and look forward to continuing these discussions on the broader scale of future consultation activities going forward.

The groundwater treatment project is known as the wall and curtain groundwater treatment system.

This system provides treatment for a plume of strontium-90 and has been operating successfully for over six years intercepting the leading edge of the plume before it enters the wetland.

The unique feature of this system is that it is passive and requires minimal operator intervention.

1	The modular above ground storage project,
2	or MAGS, aims to improve the storage practice for low-
3	level solid wastes previously placed in sand trenches.

2.2.

To date, a waste compactor and two above ground storage structures have been constructed and placed in service. A third building with added shielding is the subject of an ongoing environmental assessment study and is scheduled for construction next summer.

The fuel packaging and storage project is dealing with some of the oldest fuels stored at the Chalk River site. The storage structures for these fuels are reaching the end of their operational lives. The FPS project will build the systems required to safely retrieve and repackage the fuel and store it in a monitored above ground storage vault based on AECL's proven Macstore technology.

The environmental assessment study for this project is under way. The draft guidelines for the EA study were recently received from the CNSC and preliminary engineering work is progressing well. The project is scheduled for completion in December of 2010.

The liquid waste transfer and storage project deals with the consolidation of radioactive liquid wastes that are currently stored in 21 tanks across the site.

1	The project has submitted its environmental
2	assessment study report to the CNSC and awaits formal
3	approval.
4	Within a few weeks, prequalified vendors
5	will be asked to submit proposals for the detailed
6	engineering and construction of this infrastructure.
7	Fieldwork is scheduled to begin next
8	summer. The project is scheduled for completion in
9	November of 2008.
10	Transfer of the wastes to the new facility
11	will commence the following spring.
12	In conclusion, Madam President and
13	Commissioners, I would like to emphasize that we have met
14	the requirements placed on AECL by the Commission at the
15	September hearing. AECL is pleased that CNSC staff are
16	recommending acceptance of our proposed financial
17	guarantee arrangement and of the CPDP.
18	We particularly want to emphasize the
19	following points:
20	First, we have revised our Chalk River site
21	preliminary decommissioning plan to make it a
22	comprehensive preliminary decommissioning plan
23	incorporating risk-informed methodologies. It was
24	developed in consultation with NRCan and with much
25	dialogue with CNSC staff.

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We would again like to acknowledge the
participation of CNSC staff, which we believe has resulted
in a plan that meets not only our own requirements and
expectations but also those of our regulator and our
stakeholder. While the CPDP is a plan, as we have just
shown, we are already executing a number of significant
projects to address components of the plan.

Second, we have provided a framework for communications and public consultation which will provide ongoing opportunities for the community and stakeholders to be involved in formulating the strategy for managing nuclear legacy liability at Chalk River. This document, along with the CPDP, was provided to Chalk River stakeholders in mid-April, which includes many of those present today, Concerned Citizens of Renfrew County, Sierra Club, Greenpeace, et cetera, as well as local community representatives. This was a continuation of our communication with stakeholders. For example, following the 2003 site licence renewal at Chalk River, we hosted the visit of representatives from the Concerned Citizens of Renfrew County and the Sierra Club at Chalk River to discuss our preliminary decommissioning plans, our environmental monitoring plan and an acceptable process for timely information exchange.

Finally, in large measure, the CPDP

1	represents the culmination of a major initiative that we
2	undertook in 2003 in concert with other government
3	agencies.
4	The goal was to develop a conceptual
5	technical strategy for managing the nuclear legacies on
6	our sites that would be consistent with modern
7	international standards and practices, ensure the health,
8	safety and security of the public and employees while
9	protecting the environment, and address regulatory
10	requirements and expectations.
11	We believe we have achieved these goals and
12	we look forward to implementing the strategy.
13	I would be pleased to answer any questions.
14	THE CHAIRPERSON: Thank you, Dr.
15	Fehrenbach.
16	Before we open the floor to questions to
17	AECL we will turn to the CNSC staff. This is moving to
18	the presentation by CNSC staff as outlined in CMD
19	documents 04-H21.A and 04-H21.B.
20	I will turn to Mr. Barclay Howden, Director
21	General of the Directorate of Nuclear Cycle and Facilities
22	Regulation. Mr. Howden, you may proceed, sir.
23	
24	04-H21.A / 04-H21.B

Oral presentation by CNSC staff

1	MR. HOWDEN: Thank you.
2	Madam Chair, Members of the Commission, for
3	the record my name is Barclay Howden.
4	With me today are: Mr. Greg Lamarre,
5	Director of the Research Facilities Division; Mr. Bob
6	Lojk, Director of the Waste and Geosciences Division; and
7	the rest of the licensing team for this issue.
8	Following the direction in the Notice of
9	Adjournment of the September 16, 2004 Commission hearing,
10	CNSC staff is here today to provide the Commission with an
11	update on the resolution of outstanding issues related to
12	the CRL site preliminary decommissioning plan.
13	CNSC staff has reviewed AECL's revised
14	preliminary decommissioning plan for the CRL site and has
15	formed a position on the licensee's submission and made
16	recommendations for your consideration.
17	I will now turn the presentation over to
18	Mr. Lamarre who will outline these for you.
19	MR. LAMARRE: Thank you, Mr. Howden.
20	For the record, my name is Greg Lamarre.
21	The primary purpose of this presentation is
22	to outline staff's position on the supplemental
23	information provided by AECL in support of their
24	preliminary decommissioning plan for the CRL, Chalk River
25	Laboratory site

1	A secondary purpose of the presentation is
2	to reconfirm staff's recommendation to the Commission to
3	accept AECL's proposal for a financial guarantee for the
4	decommissioning of the CRL site, including the MAPLE
5	reactors and the new processing facility.
6	Our presentation has six sections: First,
7	a background including a brief description of the site and
8	the requirements as detailed in the Notice of Adjournment
9	from the September 16 Commission hearing; next, a
10	description of CNSC staff's expectations and requirements
11	for the outstanding work on AECL's preliminary
12	decommissioning plan for the Chalk River site; a
13	description of AECL's preliminary decommissioning plan
14	deliverables to date and commitments in future; CNSC
15	staff's assessments of AECL's deliverables; staff's
16	conclusions; and, finally, our recommendations to the
17	Commission.
18	The Chalk River Laboratory site is a
19	nuclear research and test establishment that encompasses
20	many licensed nuclear facilities, including the MAPLE 1
21	and 2 reactors and the new processing facility.
22	The Chalk River site is a complex facility
23	for the purposes of decommissioning planning.
24	The Chalk River site contains both
25	operational and decommissioning facilities, which add to

the Notice of Adjournment and Request
Information dated October 5, 2004, the
ted that first staff provide on or before
a detailed listing and description of
and expectations that AECL had to fulfil
te PDP could be considered acceptable.
xt, AECL was to respond by March 18, 2005
was planning to meet each of CNSC staff's
expectations.
ird, staff was to provide by April 18,
ary assessment of AECL's submissions,
ised preliminary decommissioning plan,
and work plan for how AECL would address
eliverables and the licensee's plan for
he public and the periodic review and
RL site PDP over time.
requested by the Commission, staff
ovember 10, 2004 letter to AECL a list of
erables that needed to be addressed and
AECL's CRL site PDP in order for the
f's requirements.
ese deliverables were contained in staff

The 11 deliverables were selected such that

1	if appropriately addressed and accepted by staff, the four
2	outstanding implementation components on this slide would
3	be addressed.
4	CNSC staff and AECL discussed the specifics
5	of each of these 11 deliverables during a series of
6	meetings between January and March 2005.
7	AECL's March 18 submission to CNSC staff
8	contained:
9	First, a revised CRL PDP that incorporated
10	seven of the 11 CNSC staff requirements.
11	Second, supplementary information that
12	included AECL's commitment to address the outstanding CNSC
13	staff requirements by December 1 of this year.
14	In addition, AECL committed to provide
15	annual status reports on the progress of the operational
16	timelines against the decommissioning plan.
17	Finally, AECL provided a framework for a
18	communications and public consultation plan dated March
19	2005.
20	CNSC staff reviewed the documentation
21	submitted on March 18 by AECL, including the revised PDP
22	for the Chalk River site, as well as the supplemental
23	information, against the four previous outstanding
24	implementation components of the PDP as detailed in
25	CMD 04-H21.

1	Staff concludes that the long-term plan
2	presented in the Chalk River PDP supported by the
3	submission of the remaining deliverables, including the
4	annual status reports, will meet staff's expectations
5	regarding a preliminary decommissioning plan for the Chalk
6	River site.
7	CNSC staff therefore concludes first that
8	the information submitted by AECL meets staff's
9	expectations as detailed in CMD 04-H21.A.
10	The majority of the 11 deliverables were
11	incorporated into the revised preliminary decommissioning
12	plan by AECL.
13	In addition, AECL's plan to address the
14	remaining deliverables is acceptable.
15	Furthermore, AECL's plan for consulting
16	with the public and the periodic review and updating of
17	the Chalk River PDP is acceptable in that it meets the
18	requirements of Regulatory Guide G-217 Licensee Public
19	Information Programs.
20	Next, staff concludes that, as detailed in
21	CMD 04-H21, the proposed financial guarantee arrangement
22	is acceptable.
23	Staff notes that if AECL's status as an
24	agent of Her Majesty in Right of Canada were to change the
25	issue of an acceptable financial guarantee should be

1	revisited by the Commission for the subject of AECL
2	licences.
3	Finally, staff concludes that for the
4	purposes of the Chalk River Laboratories MAPLE 1 and 2
5	reactors and the new processing facility licences the
6	licence conditions requiring financial guarantees have
7	been met.
8	Staff therefore recommends to the
9	Commission first to accept staff's assessment of the
10	information provided by AECL on March 18, 2005, namely
11	that the revised preliminary decommissioning plan, along
12	with AECL's commitments for future submissions,
13	constitutes an acceptable preliminary decommissioning plan
14	for the Chalk River site.
15	Next, staff recommends that the Commission
16	consider the matter of an acceptable preliminary
17	decommissioning plan for the Chalk River site as part of
18	the overall review and assessment of key program areas at
19	the time of licence renewal hearings in 2006.
20	CNSC staff will closely monitor AECL's
21	progress on outstanding deliverables as per AECL's
22	commitments.
23	Finally, CNSC staff recommends that the
24	Commission accept staff's conclusions that the financial

guarantee arrangement in the form of the Minister's letter

1	submitted by AECL for decommissioning of the Chalk River
2	facilities is acceptable and that this satisfies the
3	conditions of the Chalk River Laboratories MAPLE reactors
4	and new processing facility licences with respect to the
5	submission of a financial guarantee.
6	Should AECL status as an agent of Her
7	Majesty in Right of Canada change, the acceptability of
8	the current financial guarantee arrangement for
9	decommissioning should be revisited.
10	This concludes my presentation. I will no
11	hand over the floor to Mr. Howden.
12	Thank you.
13	MR. HOWDEN: Madam Chair, that concludes
14	our presentation. Staff is available to respond to
15	questions.
16	THE CHAIRPERSON: Thank you, Mr. Howden.
17	The floor is now open for questions from Commission
18	members. Mr. Taylor, would you like to start?
19	MEMBER TAYLOR: Thank you, Madam Chair.
20	My first question is would staff remind us
21	what the four deliverables that have not yet been
22	delivered are?
23	MR. LOJK: For the record, my name is Bob
24	Lojk.
25	Essentially, the significant deliverables

that are left are the provision of an operational timeline
for planned decommissioning activities. It does not mean
that the entire timeline is missing. It just means that
certain components have to be fleshed out.

2.2.

The second part essentially is to develop and submit a cost estimate, a model of the cost, for major support and enabling facilities. We have been made privy to the Cabinet confidential information that was used to prepare a cost estimate and we have seen the numbers, we have just not been provided with a formal submission per your requirements. So as far as staff is concerned, it is quite acceptable. That is the cost model - the cost estimates, I'm sorry.

Number 10 is to develop and submit a cost model to estimate the cost of the major support and enabling facilities. This does not mean that the cost of the support and enabling facilities has not been provided. It just means that the cost model that they had previously used, which included only certain components, now they are planning to actually create a new model that will allow them to update their costs on a five year basis, as we have asked them to do.

The total decommissioning plan and costs are all assembled. The mechanisms for maintaining that have yet to be worked out. That is the reason that staff

1	finds the trailing items not to be critical in this
2	context.
3	MEMBER TAYLOR: Thank you.
4	THE CHAIRPERSON: Mr. Graham.
5	MEMBER GRAHAM: Thank you.
6	The question I have is with regard to you
7	gave three sources of - the question is to AECL - funding
8	I believe that you will be drawing on. Those three
9	sources that you will draw on, will they be a dedicated
10	fund that they will only be used for decommissioning
11	purposes? If they are not all used in one year or in the
12	year that you get them, like from the sale of heavy water,
13	will you put them into a fund that they can't be used for
14	operational costs and so on?
15	DR. FEHRENBACH: I will ask Mr. Michael
16	Robins to respond to that please.
17	MR. ROBINS: For the record, my name is
18	Michael Robins. I am the CFO of Atomic Energy of Canada.
19	Yes, all of the funds that are appropriated
20	to AECL for the purpose of decommissioning are put into a
21	segregated fund. At the end of this year we had
22	\$27 million that was left over from last year that was in
23	the segregated fund that is being put into use in the
24	2004-2005 fiscal year. That is the way that we will
25	continue to operate when the funds will come in.

1	In fact, we have a very transparent way of
2	representing our financial statements in the annual report
3	where we segregate all of the decommissioning activities
4	separate from the other activities of AECL. So it is very
5	transparent for the public and our shareholder and the
6	funds are kept in a separate account.

MR. FEHRENBACH: I would add to that,

Commissioner Graham, that we have organized ourselves such
that we have set up a separate liability management unit
within Dr. Kupferschmidt's organization, which will be
responsible for the management of those funds for
decommissioning purposes.

MEMBER GRAHAM: I guess the question I should ask is, this funding, it is used strictly for decommissioning but yesterday in another area we heard about a plume moving and the restoration of a tank and so on, new tanks. Would the building of a new tank, would that be taken out of that fund or would only the demolition of the old ones and the disposition of the old ones be out of that fund? How do you segregate those funds so that they are completely dedicated to decommissioning?

DR. FEHRENBACH: All of that work is considered the decommissioning work, both the preparatory work - once it falls into Mr. Kupferschmidt's purview. I

I	would ask Dr. Kupferschmidt to elaborate on that, if he
2	would.
3	DR. KUPFERSCHMIDT: Bill Kupferschmidt, for
4	the record.
5	For any facilities that are built for
6	operational purposes, that is obviously the responsibility
7	of site operations. However, when the facilities are no
8	longer deemed operational, they then migrate to my
9	responsibility and therefore become - it is my
10	responsibility through the access to these funds to deal
11	with them.
12	For example, for tanks that are no longer
13	being used for operational purposes, they are then
14	transferred to me. It is my responsibility to
15	decommission those or to remediate them.
16	MEMBER GRAHAM: But a new tank or a new
17	storage building for waste management and so on, do those
18	come out of that fund or not?
19	DR. FEHRENBACH: I guess we use the
20	division, Commissioner, that dealing with what we call
21	historic or legacy waste, things that already exist, then
22	it comes out of that fund.
23	Certainly, new operational waste would be

not be covered out of the decommissioning funds.

1	MEMBER GRAHAM: The contaminated site fund
2	that has been announced, you haven't received any money
3	from that yet but you will be making an application for
4	that I would presume.
5	DR. KUPFERSCHMIDT: It is Bill
6	Kupferschmidt, for the record.
7	We are in the process of making
8	application.
9	MEMBER GRAHAM: It is specific projects
10	that you would apply for. Those specific projects, are
11	they the top priority projects and will they be shared
12	with CNSC staff as you go along?
13	DR. KUPFERSCHMIDT: I am not quite certain,
14	Commissioner, what you mean by being shared with the
15	Commission.
16	MEMBER GRAHAM: I guess if you present a
17	list for funding, is CNSC staff going to have a chance to
18	agree that those are the top priorities and those are the
19	ones you should be going after first rather than something
20	that may not have as high a priority? By "sharing" I
21	guess is getting a consensus of which projects are the
22	most urgent and the ones that you should go after for
23	funding.
24	DR. KUPFERSCHMIDT: I believe that is,
25	Mr. Commissioner, one of the reasons why we have committed

1	to providing a yearly update, for example, on the progress
2	that we are making. That obviously would be the process
3	of dialogue with the Commission and the staff as we are
4	moving forward for itemizing. But we will have our own
5	internal, as we do right now, prioritisation process to
6	ensure that the highest priority programs are being
7	undertaken.
8	DR. FEHRENBACH: I would add to that,
9	Commissioner, that the projects, which have been submitted
10	for funding under the contaminated sites fund, are those
11	same projects which are on the comprehensive preliminary
12	decommissioning plan which we have just submitted to
13	staff. Yes, that plan is the principal instrument which
14	informs our application. That is the plan for which we
15	are requesting funding.
16	THE CHAIRPERSON: Dr. Barnes.
17	MEMBER BARNES: The preliminary
18	decommissioning plan, as we see it here, has basically no
19	information on costs and expenses or on staffing.
20	Correct? To AECL. When you are saying you are using this
21	as -
22	DR. FEHRENBACH: I will ask Dr.
23	Kupferschmidt to respond to that please.
24	DR KUDFERSCHMIDT. Mr Commissioner the

plan that is submitted does not have any reference in it

1	to costs, nor to staffing. That is correct.
2	MEMBER BARNES: Is there a reason for that?
3	MR. ROBINS: This is Mike Robins.
4	The plan that was submitted on the $18^{\rm th}$ of
5	March was the plan which drives the financial estimates
6	that we have for determining the liability that we are
7	going to be putting on our books. We are in the midst of
8	reviewing this with the Auditor General, who has
9	undertaken some significant scrutiny of both the plan from
10	an engineering perspective as well as the valuation that
11	is being put on.
12	As noted earlier, the final numbers will be
13	available to the staff in September after the scrutiny is
14	completed, but we plan to recognize this liability on our
15	books effective March 31. We estimate that the costs will
16	be somewhere in the neighbourhood of \$2 billion.
17	MEMBER BARNES: A question to staff. Was
18	it always your expectation that when we had this document,
19	as we have it today, that in fact it wouldn't come with
20	any figures on budgets or resource deployment staffing and
21	those sorts of issues.
22	In a sense, these were the, as I took it,
23	these were essentially the four remaining deliverables
24	that aren't here, but on the other hand assuming that they
25	should have been there, was it your initial expectation

1	that	kind	of	information	would	be	in	the	decommissioning
2	plan								

3 MR. HOWDEN: Barclay Howden speaking, for 4 the record.

Our expectation is that those numbers will eventually be available because that is what we expect with a preliminary decommissioning plan. I think AECL has given a number out, which from our understanding, is a net present value number that is being given out.

At this point, from the costing and estimates point of view, one of the deliverables is the final cost model which we do not have at the moment. We consider it a work in progress at the moment, Dr. Barnes, with the commitment from AECL to deliver it to us December 1, 2005 officially, but they have indicated that they will send it to us early, such that we can do some review, and back and forth.

From our point of view, in terms of the information that we have seen, our staff has met with AECL and has looked at - they have given us some of the range ideas of what the costs are. Some are unit costs. Some things are compared to international work that is going on as benchmarking. From what we have seen, we have a high level of confidence that the cost estimates that they will provide will be good quality cost estimates within a plus

1			
1	or	mınus	range.

But at this moment in time, until we
receive that official submission, we can't comment
formally on accepting that those are accurate costs, but
what we have seen is we are very confident that the costs
that will come in will be quite accurate.

MEMBER BARNES: If I come back to part of the reason for Day Two, the delay, was that there was insufficient information. There were specifically 11 deliverables that were expected. Correct?

Now we have the new plan but the majority, as I read it, of the four deliverables are essentially — to me the essence of the plan or at least the underpinning of the plan — to see whether there is a real capability of delivering this plan. These are sort of the engineering specifications, the kind of repairs to the site that will be done over a particular period of time depending on the components of the sites but, in a sense, is totally lacking the capabilities to deliver these plans as we presently have them here.

I am still slightly mystified whether you expected in Day Two here for us to receive that kind of information that, it seems to me, we could really see whether this plan was feasible or not. So, on the one hand, it seemed to me, that was a deliverable, therefore

1	there was an expectation on our part that we would receive
2	that information. You are now saying that is a
3	deliverable, one of the four deliverables or a combination
4	of the four that remain, that we will see sometime in '05,
5	in fact, I think it spills over into the first quarter
6	'06, and yet we are to accept this CPDP without that, to
7	me, very important information.
8	I mean, not only do we not have that, we do

I mean, not only do we not have that, we do not have any specific financial information on the revenue side. We heard from AECL as to kind of where those funds would go to, but again no real outline of the kind of requested budgets.

There is no financial information contained in this document at all. So I ask, is it appropriate to bring it back to the Commission for approval without that, lacking that information?

MR. HOWDEN: Barclay Howden speaking, for the record.

In terms of the Notice of Adjournment that was done by the Commission back in September, what was requested was a resubmission of the PDP with a plan forward for any parts that were not yet completed. That is what we have tried to present to you today.

In terms of the PDP that has been presented to us, and I am going to pass for more details to Mr. Lojk

1	in a moment, is in our opinion the level of detail
2	required for a PDP that has been presented is sufficient.
3	Thus, we have drawn the conclusion that it is technically
4	feasible.
5	We also are of the opinion that the
6	financial guarantee as proposed by AECL, with the
7	government backing, is satisfactory at the moment.
8	However, without the cost estimates to you, clearly that
9	is something you will have to weigh.
10	I will pass it to Mr. Lojk.
11	MR. LOJK: For the record, Bob Lojk.
12	I would just like to point out the
13	difference between the first appearance of staff before
14	you in September and now and what happened in the
15	intervening period.
16	As Mr. Fehrenbach pointed out, there were
17	extensive meetings culminating in an all day meeting where
18	the staff that actually made the decisions and looked at
19	the decisions and reviewed the documents sat down with
20	their counterparts in AECL and looked at very, very
21	detailed cost estimates, hundreds of sheets of
22	spreadsheets that list every single nut and bolt and
23	everything else that could be accommodated and detailed
24	and listed.

Consequently, while staff didn't get a

2.2.

chance to look at the total number - we did have some ideas of them, but we were able to see that in fact AECL had looked at every reasonable component and piece of this decommissioning plan, which is an assurance that we didn't have back in September, due perhaps to a communication problem or whatever. But at that time, we were not confident that they in fact had accounted for everything.

When we sat down and looked in detail through their books, through their cost estimates, through their spreadsheets, we had a high degree of confidence that in fact they had looked at everything and are fully aware of the liabilities that exist.

Consequently, staff felt at that time, given what was going on, that in fact AECL knew what the liabilities were, which is what my group wanted to see, that they recognize the liabilities, that they weren't assuming that certain things would be done by others or whatever, or they were leaving anything behind. So as far as our people who reviewed the documents were concerned, these documents are backed with spreadsheets, very, very detailed spreadsheets.

Consequently, we were in a position to support the submission by AECL saying we understand that they will fill in some of the missing details, they will provide, after they do their own accounting and budget

1	preparations, the numbers that support this. Given the
2	government's letter of guarantee, we felt that we were
3	sufficiently prepared to come before you.
4	MEMBER BARNES: Madam Chair might want to
5	overrule me if this point of questioning is inappropriate,
6	but I am just going to again ask the question.
7	We are given a preliminary decommissioning
8	plan which is quite thick and it has all kinds of
9	technical information. It has a schedule over basically a
10	century. It specifies all the particular sites and the
11	activities, et cetera. Right?
12	If we are talking about the
13	decommissioning, for this to be a reality we have to
14	understand the financial costing of that and, as I asked
15	Mr. Fehrenbach yesterday on a separate issue, whether the
16	appropriate resources are going to be deployed, and that
17	means technical resources, human resources, financial
18	resources, it is clear to me that you - in fact, you have
19	just said that staff has seen these spreadsheets right
20	down to individual nuts and bolts - I will allow a certain
21	exaggeration there. So I wonder why that information, at

I think it is very hard for a Commission to see whether this is a reality, if this plan has any

least some summary of it, isn't being brought forward

today in this public forum.

1	reality to it, if it doesn't have that important component
2	of the financial resources that are required to implement
3	i+

Again, I may be out of order here, but I read that the second phase, the implementation plan, will be received, is that right, in March of '06 or thereabouts? Do you intend at that time to bring it back to the Commission or is that a document that would simply go back to staff and we would see that in due course whenever the next reporting by AECL would come back to the Commission?

THE CHAIRPERSON: Mr. Howden, before you speak, rather than overruling Dr. Barnes, I am actually going to reinforce the point that he is making.

What you are asking us to do is accept seven out of the 11. We realize that the Commission asked you to come back in May, so we accept the timing. The timing is the timing asked for by the Commission, so we accept that.

But I believe that the Commission made it clear that we wanted to have you list all the necessary attributes, which you have listed, the 11 attributes, and the Commission would expect that not only were you satisfied but you would be in the position to share on both parties with us that information to be able to assess

1 this.

I can draw parallels to other projects
where we have accepted, for example Whiteshell, the
Government of Canada guarantee in terms of a fund. We
haven't asked for a segregated fund, but we still had a
very good idea of what the amount was. I realize that is
a different site and a different timing and this is a much
more complex site, but I think what Dr. Barnes' and I
believe Mr. Graham's questioning is is that in fact in
order to feel that there is sufficient funds being
requested from, as you said, a variety of sources, some
which you can bank on, some which not, the Commission
needs to know that there is sufficient funds being
requested and we are not in a position to do that.

I will put aside the concerns that we will probably have, and I will have, about other parts of this, including the public information plan, but just on the financial area, that we need to know this. I think we must be very blunt about this. People don't like to spend money on waste. It doesn't generate revenues. It doesn't offer an opportunity for a lot of profile and launching of new ideas.

The Commission is very supportive of AECL getting this money. We are not neutral about waste. We think that we want AECL to be given the money by the

1	Government of Canada as well as being guaranteed it.
2	As, Dr. Fehrenbach, you mentioned
3	yesterday, you wish to move forward in a timely manner on
4	all your waste management obligations. We think that you
5	are working with a hand tied behind your back if there is
6	not a clear support for waste, which is essential for us
7	to feel.
8	Part of this pressure is not being just
9	exerted on AECL but is being exerted on the shareholder to
10	come forward with the monies necessary to do that. I
11	think we should be straightforward about that. We need to
12	know that there is not only just a grosso moto acceptance
13	of this liability but that they really understand this
14	liability and that they understand that the provisions, as
15	you have discussed and as we have discussed, of the
16	principles of waste management, is prompt and timely
17	decommissioning. That is what we want you to be able to
18	push to get, to be frank.
19	That is the issue.
20	I don't know if anyone from Natural
21	Resources Canada is with us today. I guess not.
22	You can see where we are going,
23	Dr. Fehrenbach. We believe that you have the plan, I
24	think. We believe that you have an idea of what you need
25	to have. We just want to make sure that the shareholder

1	is paying accention to the money needed.
2	Dr. Fehrenbach.
3	DR. FEHRENBACH: Thank you, Madam Chair.
4	Let me try and provide some reassurances,
5	if I may.
6	First of all, these liabilities we are
7	speaking about are the liabilities of the Government of
8	Canada. They have been reviewing the estimates we have
9	prepared. Until they have approved them, we are not at
10	liberty to make the total estimate public. However, as
11	Mr. Robins has indicated earlier, it is in the
12	neighbourhood of \$2 billion at present value. So there is
13	an indication to you of the range of estimate.
14	Mr. Robins can elaborate further in a
15	moment on the uncertainties associated with that estimate
16	that the government is currently reviewing.
17	More importantly I think, for purposes of
18	moving forward with a risk-informed approach to dealing
19	with these liabilities, we have applied for funding for
20	the first five years of this plan. As I indicated in my
21	opening remarks, for the past five years the investment
22	that the government has been making in waste management,
23	dealing with these legacy liabilities, is about
24	\$150 million.

For the next five years we have applied for

1	double that to deal with the liabilities with the Chalk
2	River Laboratories. That is about \$300 million. We have
3	a plan, Commissioner Barnes, for ramping up with
4	resourcing over the next five years to deal with those
5	according to the plan's requirement in terms of activities
6	and human resources required to carry out those
7	activities. So those things exist.
8	MR. ROBINS: If I may. It is Mike Robins.
9	I would like to address your issue on timing.
10	The plans were submitted on March 20.
11	Since that time, as noted, there are very complex and
12	comprehensive analyses of the plans and the costing will
13	take some time.
14	Our internal audit organization has been
15	actively engaged in concurring the numbers and the Auditor
16	General is actively engaged now in the course of reviewing
17	the audit of our books to support the valuation that we
18	have put on the numbers.
19	It is a rigorous process that we are going
20	through to validate the liability.
21	NRCan has been actively involved and as
22	well communications with the Comptroller General of Canada
23	have been active and there is an awareness of the
24	activities that are being undertaken.
25	We are doing the due diligence around the

1	numbers	and	we	will	be	represer	nting	those	in	our	financia	1
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I think from my perspective, I fully understand that this is an extremely complex site. This is a huge task that AECL faces. It is going to be underpinned with public resources for the most part and the acquisition of those resources by you will be repeated over a long period of time. In order to access those, you will need some kind of plan and we are looking at that plan today.

I draw a distinction between your issue of securing those resources from government, those negotiations, against what I would view is a requirement by the Commission to look at the technical requirements of the plan to see whether those technical requirements are actually married in some kind of reality to a financial and resourcing underpinning. We do this all the time and we see other requests for activities from major utilities and so on. So I really think that the plan that we have before us, if it is for approval, is quite naked. It is missing important components. I am not sure how it can be approved except in some provisional way without these other components. I really don't.

1	Let me also turn to another key issue I
2	had, although, Madam Chair, you have already referred to
3	it.
4	In the supplementary information that was
5	provided in the letter from Mr. Sotirov to Mr. Martin, the
6	last bullet is that AECL was asked to provide a public
7	consultation plan for periodic review and updating of the
8	PDP. I certainly couldn't see that within the PDP.
9	It may depend on what you interpret as the
10	words "public consultation", but because this is one of
11	the most major decommissioning activities, we looked at
12	the Whiteshell yesterday, which is really quite miniscule
13	compared to what you are looking at here, there will be a
14	great deal of attention on this site internationally and
15	nationally, and particularly for the people that live in
16	that area. I would have thought that this requirement was
17	also to address not just the reporting mechanism back to
18	this Commission but also to the public as a whole.
19	To staff, do we have this information? Am
20	I missing something in the documents that we could call a
21	public consultation plan?
22	MR. HOWDEN: Barclay Howden speaking.
23	Dr. Barnes, at the back end of the
24	preliminary decommissioning plan, there is a separate plan
25	called a Framework for Communications and Public

1	Consultation Plan. In CMD 04-H21.1B, it is the last about
2	six or seven pages.
3	MEMBER BARNES: Okay. Thank you.
4	THE CHAIRPERSON: Dr. Dosman.
5	MEMBER DOSMAN: Madam Chair, my comments
6	and concerns are really on the same issue. Although much
7	has been discussed, there are the issues of the
8	operational timeline, the development of the cost model
9	and the cost model of support and enabling facilities.
10	I gather from AECL that there are two
11	issues. Am I correct? One is the sheer time that it has
12	taken to develop these models accurately. Then the other
13	issue that AECL mentioned is insuring that the financial
14	resources would be available.
15	Am I correct, that those have been two
16	impediments to completing the plan to the degree that the
17	Commission might like to see?
18	DR. FEHRENBACH: Commissioner, I don't
19	think those have been the impediments into completing the
20	plan as I understood the way you expressed it.
21	I think at the end of the Day One Hearing
22	there was the requirement that you placed on both the
23	staff and ourselves to bring together our understandings
24	of what was required to put in the plan. That has been
25	achieved. We believe that we have been able to provide a

timeline, a complete description of everything that needs to be done, everything on the site that is there now, and the scope of work, the enabling facilities that are required to proceed.

As discussed, we have shown and shared with the staff the basis for our estimating of the resources required. We have provided a fairly detailed plan for the next five years going forward, and we have applied for the funding to execute that plan.

We are fully prepared to provide the manpower necessary, some of which will be internal manpower, some of which will be contracted for particular activities over the course of the plan. So I don't think that pulling together the information has been the difficulty once we understood the details of the information required.

MEMBER DOSMAN: I can see, building on the previous hearing day, that progress has been made in staff clearly outlining the expectations and AECL attempting to meet expectations. I guess I am also, as has been discussed by our President and Commissioner Barnes, I am left with verbal assurances that there may be certain costs and so on that have been developed, but in making a decision on this matter this additional information would be quite helpful.

1	Let me ask AECL how confident are you that
2	such information could be provided in a relatively timely
3	manner.
4	MR. ROBINS: It is our expectation - this
5	is Mike Robins speaking that by June 30, when we have
6	to file our annual report, we will have assurances that we
7	will be able to value the costing model that has been
8	presented and provide the best estimate, to management's
9	ability, of the cost of completing this plan as filed with
10	the CNSC on March 20. It is just taking some time to
11	apply all the costs to validate it, do our due diligence
12	and gain assurance with the external auditors that these
13	financials will be fairly stated as of that date. That is
14	a time consuming effort.
15	As Dr. Fehrenbach alluded to, going out
16	many years is difficult. There are vagaries in the
17	specifics of the dollar values when you go out in long
18	term, so there is a need to get assurance and comfort that
19	the estimates that we put in place will in fact cover it
20	over the long term. That is the valuation process that we
21	are undertaking now.
22	June 30 is the date that we are looking to
23	be able to finalize our valuation, and that will be
24	supportive of the submission in September.

MEMBER DOSMAN: Madam Chair, may I ask CNSC

1	staff, having seen the information that you have seen and
2	so on, how confident is CNSC staff that AECL will be able
3	to provide the remaining items and model and plans that
4	would be required for a more complete assessment?
5	MR. HOWDEN: Dr. Dosman, we can say with a
6	high level of confidence that AECL will meet their
7	commitments beyond the seven out of 11 that have been
8	done. The seven of 11 that have been done are major,
9	major accomplishments. The current version of the PDP is
10	much improved than it was before.
11	So we are working toward two dates of
12	December 1, 2005 for the formal submission of the costing
13	model, but we are clearly going to get it earlier. March
14	31, 2006 for the operational plan, which is a five-year
15	plan which is to be updated on a yearly basis.
16	I would just like to make two points beyond
17	that. One is licence renewal is coming next year and at
18	such time the program will be up for review as we normally
19	do at licence renewal. That is one point for you.
20	The second thing is, I would like to point
21	out that the PDP is a living document. This thing doesn't
22	get done once and get set on the shelf. It has to be
23	adjusted as required with time. We expect it will adjust

with time because there are uncertainties. As the

uncertainties are assessed and become less uncertain, we

24

1	would expect changes.
2	We expect updating to be done on a minimum
3	frequency of every five years or if something else changes
4	that requires it to be. I just wanted to provide you with
5	that additional information.
6	THE CHAIRPERSON: Dr. McDill, do you have
7	any questions.
8	MEMBER McDILL: Thank you.
9	One of the major concerns last day was
10	trying to achieve I think the words that Dr. Fehrenbach
11	used were something along the lines of a greater
12	convergence of understanding. I think we are on the way
13	there. Congratulations. My compliments to both parties
14	on that.
15	I have a similar concern to Dr. Barnes with
16	respect to public input. I noticed that it is listed as
17	sources of uncertainty in estimating decommissioning
18	liability. I am just wondering if between that comment
19	and the issue of understanding whether or not this
20	convergence, I am going to use your term, is going to
21	extend to the public of understanding of what is there.
22	DR. FEHRENBACH: That's our plan and we
23	would hope that will be the end result, yes.
24	MEMBER McDILL: Thank you.
25	My next question is I guess to staff and to

1	AECL.
2	There is a very long figure, Figure $E-3$,
3	which starts with "Planning, design and construction,
4	operation, shutdown, decommissioning" and then ends with
5	"institutional control." Is staff satisfied that the
6	blue bar that ends with "institutional control" is
7	complete in all cases? Is there anything missing there
8	that doesn't belong?
9	I did notice one where institutional
10	control, for example, on I guess it is Figure E-3, D,
11	institutional control is at the beginning of the bar and
12	there is none at the end. This is a big, complicated
13	figure and I wonder if staff could comment.
14	MR. DOLLINAR: For the record, my name is
15	George Dollinar.
16	I believe you are referring to the fourth
17	bar down on the page. I believe that should be a darker
18	shade of blue indicating a planning phase. The IC periods
19	have a triangular end to them.
20	MEMBER McDILL: Would there be a blue bit
21	at the end of the package for disposal or not in that
22	case, a light blue bar?
23	MR. DOLLINAR: No, the package for disposal
24	item shown there is a facility. It gets decommissioned
25	and there is no institutional control following that.

1	That facility is removed after the packaging is completed.
2	MEMBER McDILL: The only things, I
3	shouldn't say the only things because they are significant
4	in their presentation, the major items in which
5	institutional control will still exist at the end is again
6	mostly on page D of Figure E-3, which is the landfill,
7	cover and dispose in situ with institutional control
8	monitoring, Iris facility, the very last bar, and there is
9	also one pointing to the high level waste repository,
10	which of course is still a matter of ongoing concern.
11	MR. DOLLINAR: That's correct.
12	MEMBER McDILL: Thank you.
13	THE CHAIRPERSON: I think we will go right
14	now to the interveners. I just think that it is maybe
15	appropriate right now to say that I think that the
16	Commission members have shown a great deal of satisfaction
17	with the progress that has been made since September in
18	terms of the content side of the comprehensive
19	decommissioning plan. There is a realization that this is
20	a complex site and that this is a living document.
21	The Commission has not only in the case of
22	AECL but in other licensees shown a great deal of interest
23	in making sure that these plans are comprehensive at the
24	beginning and that they have the necessary bells and
25	whistles on them to make sure that they are brought up on

1 a regular basis, and both content and finance to have done.

2.2.

I still believe that the Commission, and we will listen right now to the interveners in terms of other issues that they may bring forward, but I will come back at the end to the issue of ensuring that the Board of Directors and the shareholder understand the concerns that the Commission has with regard to decommissioning and handling of waste in general. We will come back to discuss how exactly the Commission puts that forward in a way that is understood very clearly that we need these numbers finalized. We need them public. We need them to be supported. We need somebody to say that they accept this liability seriously for 60 years of the federal government being involved in this. We just really do need this. That is one of our jobs.

We will come back at the end after we have heard the inputs from the interveners about this to decide how we go about that next.

We will now then move on to the interventions. I would just like to mention for interveners that we have read your written presentations fully and they will be duly considered. The opportunity now is for you to give a summary. We have allocated about 10 minutes for each of these oral presentations, to give

I	us a summary of your written presentation and the matters
2	that you wish to put before us.
3	We will start with CMD 04-H21.4. We have
4	with us M. Thierrin, who is President of the Ottawa-Vanier
5	Greens. Bonjour et bienvenu ici, M. Thierrin.
6	M. THIERRIN: Merci, Madame Keen.
7	THE CHAIRPERSON: I will give you the
8	floor, sir.
9	
10	04-H21.4
11	Oral presentation by the
12	Ottawa-Vanier Greens
13	MR. THIERRIN: Actually, I have just
14	recently won the nomination contest in Ottawa-Vanier as
15	the federal candidate for the upcoming election, which may
16	be in winter now.
17	Really, our constituency is starting to pay
18	attention to Chalk River because, yes, it is 150
19	kilometres upstream roughly from where we live.
20	Certainly the three points that I want to
21	hammer a bit today is the decommissioning as presented
22	today and certainly as it will be refined through planning
23	and further discussions. Will it meet a minimum criteria
24	for social acceptability?
25	I will emphasize later on the public

1 consultation that AECL has been kind enough to start. I
2 think there are pieces missing, but I would like to
3 contribute to add a few pieces there.

The report really talks a lot about technical feasibility to an extent and also financial capability. I am really glad that Mr. Barnes emphasized, from what I see as well, some gaps in the financial capability outlined in their report. I appreciate certainly the decisions that have taken place over the past few minutes to try to elaborate, well, what does that mean, and so on.

One thing I found very interesting is — let's go back 24 hours, 24 hours ago a government was about to fall because of an extra expense of \$4.9 billion. So I look at this figure of \$4.9 billion, which was basically the deal made by the Liberal Party and the NDP Party to ensure its survival so that we can enjoy a winter election. When I look at the previous report and the figures outlined more recently by AECL about the current estimated cost of decommissioning as \$2.2 billion and I look at those two figures together, a government almost fell for an expense of \$4.9 billion.

We are saying right now that, for example in the public communication strategy that is outlined by AECL, well, we are going to contact a few local

1	newspapers, we are going to contact the Pontiac Journal,
2	we are going to contact the Shawville Newspaper and so on
3	That is going to be basically the extent of our public
4	consultation.

Wake up, people. There are bigger communities downstream. You have a facility that is built partly on bedrock but also partly near a marsh that floats into the Ottawa River. Who lives downstream on the Ottawa River? One of the major arteries of the beginning of this country is the Ottawa River. Why is the capital on the Ottawa River, the cities of Montréal, Laval, Lévis, Québec, Trois-Rivières?

The public consultation plan should definitely include newspapers like Le Devoir, La Presse, Le Droit, closer to here, The Ottawa Citizen, possibly the Globe and Mail because the Globe and Mail wants to be a national newspaper, The National Post and others.

When we are talking about \$2.2 billion, and that is probably only a very minimalistic cost because we are talking about a facility that will need 400 years of nurturing, it seems to me that there should be a public consultation document that should be about this thick instead of just seven pages.

I appreciate certainly the fact that the communications person from AECL sent me a nice little

email over the past week saying that she would provide our green party association with as much documentation as we want in the near future about their future plans and so on, keep us involved and so on. We really appreciate this.

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I don't want to sound negative. I want to say, let's work together. How can we in Ottawa, or other groups in other provinces or downstream, whether it is Nova Scotia, Quebec and so on, how can other people help you do a really full-fledged public consultation process?

For example, on page 1 of the consultation, at the bottom it says that there should be enough notification of public information sessions. Just if you extend the breadth of your consultations, there should also be maybe visits. Visits to maybe schools or community centres or whatever in Ottawa, in Montreal, in other places, to have a truly - like, don't hide yourself in Chalk River. You are not adding to your credibility by hiding in Chalk River. You need to visit us. It is not up to us to have to travel three or four hours to go to your facility to tour it and so on. Certainly, that should be part of it, but it is also up to you to say, okay, we are going to have a public consultation session in a community centre in Ottawa and see how many people show up and how many people are really concerned.

I am still thinking of two years ago, this really stupid, stupid, stupid, stupid publicity campaign that appeared on Ottawa buses. There were pictures of smiling children. Next to it it said "Support ITER". Can you explain to me exactly what the relationship is between the ITER fusion project that I think Japan or France it is going to be built at now and smiling children?

If you want an example of how not to do public education, that is one good example. So please treat us with intelligence in the various communities where we live, whether it is Ottawa or other places, that are on the shorelines of the Ottawa River.

It seems to me that besides having greater public consultation there also ought to be a full-fledged panel, a full-fledged environmental panel as well. We are talking about an extremely complex site here. We are talking about a site that has already been managed, or mismanaged according to some people, for the last 50 years. We are talking about a huge potential - probably already a white elephant. I'm not sure. It depends on what your view on nuclear energy is I guess. We have different views here and I am not going to talk about the pros and cons of nuclear energy at this point.

Certainly, the decommissioning of the waste and the disposal or process of the waste coming out of

this historical facility needs to be really considered and
also provide it as an opportunity to educate us, educate
people, educate communities, educate other groups and
educate but also allow for other perspectives to be shown,
because that is what a true public consultation is. It is
not just where some people educate other people, they are
not really listening to what other people are saying.

I think there really is a need for a full public consultation and/or I think if we had a full environmental panel of course that could also include quite a degree of societal type of consultation as well. I think we would be very satisfied if AECL and CNSC were to go in this direction.

I think part of why this type of thing is needed is also when I come back now to the financial capability.

We right now have a Commission that was conducted its hearings in Ottawa not too long ago and has now in Montreal. Part of the reason why this Commission exists is because we have been one little empire within the government. Various people were talking with one another without really having proper reporting channels and so on.

Perhaps in the natural resources sector of the Canadian government things are very different than

they were in Public Works. Perhaps the fact that AECL is essentially a Crown corporation within roughly that same boundary as natural resources, and CNSC is also within that boundary, so you have - you know what I am saying. There are basically two bodies within the same overall boundaries that are basically telling one another, yes, we are supporting your financial guarantee. It is only if you get privatised that we would want to have more specific financial figures listed in detail in the documents.

For example, I appreciate that AECL has already costed things at \$2.2 billion, but in no documents that I have seen so far have I seen a breakdown of what - allow me or allow the public or allow people with perhaps more expertise than I have to examine those documents to decide, okay, \$2.2 billion, how is it broken down and for how long does that go? Is that for truly the full 400year cycle that we are talking about here?

Also, let's not forget that through about 10,000 years, I'm not sure what type of low level or high level waste exactly is at Chalk River, but I would imagine that some of that toxicity - not toxicity, but nuclear activity, the shelf life of some of these materials will very likely surpass 400 years. If it is \$2.2 billion. I would like to see for the public - it is not appropriate I

1	think for AECL or CNSC to have discussions with senior
2	levels of the government, which was what was alluded to in
3	the last 15-20 minutes, because this should really be
4	under greater public scrutiny-what mechanisms, I'm not
5	sure.
6	But when I hear that - I will make it
7	short; I will finish in one minute or less - I will say
8	that I am happy that there are discussions with the
9	Auditor General and I am wondering whether there are also
10	discussions with the sustainability commissioner who works
11	with the Auditor General and whether perhaps AECL and/or
12	CNSC would entertain asking the Auditor General and/or the
13	sustainable Commission to decide whether they are
14	satisfied with what is happening right now and also
15	whether they would like to feel that the complexity and
16	the dynamism of the full 400-year process that is entailed
17	here, if that process does not deserve a full panel
18	assessment by the Environment Evaluation Agency of the
19	government.
20	LA PRÉSIDENTE: Merci beaucoup, messieurs.
21	Are there questions from the Commission
22	members for M. Thierrin?
23	Dr. Barnes.
24	MEMBER BARNES: I think it would be useful
25	to ask AECL if you have any further comment on the

1	communication plan relative to the points being raised?
2	Are you looking too closely to your site as opposed to
3	reaching out to a wider public community.
4	DR. FEHRENBACH: Thank you, Commissioner.
5	We are prepared to engage and include all
6	those interested in the topic in our communication plan.
7	I think it has been alluded to already, when we became
8	aware of the interest of this particular group we offered
9	to send them whatever documentation they require and
10	involve them in further communication.
11	There is one other point though that I
12	would like to respond to for clarification, that is, to
13	keep in mind that what we are talking about here is a plar
14	not a project. There are individual projects to be
15	undertaken within that plan and during that plan and each
16	of those projects are subject to environmental assessment
17	processes which will, by themselves, involve further
18	public consultation. So each of the major projects that
19	take place during the plan will involve further public
20	consultation.
21	MR. THIERRIN: Can I respond? No?
22	THE CHAIRPERSON: Mr. Graham.
23	MEMBER GRAHAM: I was going to bring it up
24	at a later date, but with regard to the communications
25	plan I did have a series when I read this the other day

1 preparing for this meeting.

2 I guess communications is that you will 3 have to not only communicate well but you will have to 4 gain the trust of all of the stakeholders that will be 5 involved with them. One of the things that comes across 6 is that the past is behind you, you have to look to the 7 future. In gaining that trust, I would like to hear from Dr. Fehrenbach that even if some of these stakeholders may 8 9 be critical of you or critical of times, that chain of 10 communications and that area of communications will 11 continue because I think it is only through that type of 12 open dialogue that you will get a good communications 13 package going. Really you will receive criticism, but I 14 think it is very important to get assurances that even if you do get it that you will keep the line of 15 16 communications open.

17 DR. FEHRENBACH: Thank you, Commissioner.

18 Yes, I can respond affirmatively to that.

19 In fact, I guess it is fair to point out that we already

20 attract occasional criticism and are proceeding

21 nonetheless with a broader public consultation and

communication program. Yes, we would continue in spite of

criticism.

24 THE CHAIRPERSON: Further questions to

25 this?

Mr. Thierrin, do you have a comment you
wish to make now?
MR. THIERRIN: One is that the reason why
we are arguing in favour of a full environmental panel is
because there are cross-impacts of the different - I mean
these are very complex sites. I have seen the maps in
different buildings and so on, different facilities,
different decommissioning sites. There is going to be a
cumulative or cross-impact of these sites on one another.
I don't think it is having a fragmented
process of one little environmental assessment here,
another one here, another one here. Why not look at the
whole picture so that as a society - I mean as a society
we have to live with the stuff. Whether I am a green
party member or not, we have to live with the consequences
of the past 50 years, so let's really have a full process,
because small environmental assessments are very time
consuming.
I am probably one of the few people in this
room who is not paid to be here today, so you want to be
sensitive to the needs of community associations or small
riding associations and so on, if you want us to
participate meaningfully into this.
Yes, you may hear very far more vitriolic

criticisms than you are hearing from me today from other

1	people, but try to withstand that and say, okay, this is a
2	legacy of having huddled in secret for 50 years. That is
3	the normal process. But if you can go through that
4	process and after that entertain really good solid
5	discussions about how as a society we are going to be
6	paying for this because as a taxpayer I will be paying for
7	that \$2.3 plus billion.
8	THE CHAIRPERSON: Thank you very much,
9	Mr. Thierrin.
10	We will now then move to the oral
11	presentation, CMD 04-H21.3B by Mrs. Elizabeth May, who is
12	the Executive Director of Sierra Club. I believe it is
13	the first time you have been with us, Mrs. May. Thank you
14	very much for coming.
15	The floor is now yours, ma'am.
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17	04-H21.3B
18	Oral presentation by
19	Sierra Club of Canada
20	MS MAY: Thank you, Madam Chair. I
21	appreciate the opportunity to present to you orally, and I
22	appreciate that you have fully read and no doubt memorized
23	our written brief.
24	I want to speak briefly to our four summary
25	points and get into a bit more detail about a few of them

1 than what is in the written brief.

The bottom line position of the Sierra Club of Canada, and I can't say this strongly enough, is that you simply can't approve what you have before you. You don't have enough information, it is not adequate and it is not adequate on a number of points.

I think the Commissioners in earlier questioning made it clear that they share some of our concerns about the complete absence of any financial information in this document at all.

Let me be clear. Even if there were complete spreadsheets that suggested that we knew where every bolt was going to be purchased and what it was going to cost, the levels of uncertainty around those estimates are quite significant. That is what I would like to go through because right now AECL may say they have their documents and certainly the staff of the CNSC have seen those estimates and spreadsheets, but within the evidence before us, within AECL's presentation of the comprehensive preliminary decommissioning plan, there are identified a number of large uncertainties about total cost. That would make it very difficult to proceed, both in the absence of any financial information and knowing that financial information is predicated on a very uncertain perspective future for the decommissioning, including such

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1 things as how the public responds to the plans.

uncertainties impacting the plan.

2 AECL's own information tells us that could 3 cost a billion dollars more if public concerns led to a 4 different timetable for cleanup. These are large-scale 5

> I would also like to say a little bit about Sierra Club of Canada's experience in waste management I didn't touch on this in our written brief, but issues. we are members of something called the Green Budget We worked for many years to obtain what we now Coalition. see as contaminated sites funding within the federal We met with Prime Minister Martin when he was finance minister repeatedly, we met with Minister Manley when he was finance minister and ultimately under Minister Goodale and the 2004 budget. We were successful in seeing one of our demands - and this is a coalition of 20 environmental groups, national groups from across Canada, who put together a short list of things we want to see in the budget.

The toxic legacy, both radioactive and organic chemical, of the federal government is significant. We finally saw \$3.5 billion put forward in the 2004 budget. The \$3.5 billion was also matched with a \$500,000 commitment to those sites that were considered of mixed jurisdiction. But relevant to this issue is

1	\$3.5	billion	for al	1 the	toxic	waste	sites	across	Canada
2	that	are in	federal	juri	sdictio	on.			

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Obviously, a site that needs \$2 billion for cleanup is a huge - it is more than half of all available federal funds for toxic waste cleanup. It is not reasonable to assume that we have enough money for toxic waste cleanup in this country. More to the point that the Chair made earlier, it is hard to get that kind of money.

So what we have before us is not a commitment of funds but in fact a financial guarantee in a letter that just restates the obvious from former Minister Dhaliwal.

I want to stress that an admission of liability is not the same thing as a commitment to funding. It is not a commitment to funding of money on hand, nor is it a commitment to find the funds as they are needed for any particular toxic waste cleanup. An admission of liability is what that is. It is an admission of liability, not a commitment of funding.

Our fundamental point in this morning's hearing is that there is no transparent funding mechanism for the remediation of the Chalk River site that is independent of political influence. The proposal before us is merely a reinstatement of the federal government's responsibility under the Financial Administration Act for

cleaning up Chalk River. This goes to our fundamental
point that we need an independent and separate fund to be
established so that the cleanup activities can be carried
out in a way that this Commission can have confidence will
actually occur.

Our second point relates to the need for a public consultation process to gather input. Again, I have mentioned earlier AECL acknowledges that subsequent public demands for a more prompt cleanup of the Chalk River site could lead to increased costs of remediation. So it seems illogical to proceed with an assumption of a financial guarantee from a letter which is merely an admission of liability and to go ahead with an estimate of \$2 billion when the proponent itself is admitting that could be off by a factor as large as \$1 billion based on a public consultation process.

I want to also go briefly to what is described as a framework for a communications and public consultation plan and put to you very strongly that this is completely and wholly inadequate if not offensive.

This is a framework for a communications plan. There is nothing here.

Commissioner McDill mentioned the question of public trust. There are several words in here which immediately violate any trust to demonstrate the severity

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of the disconnect, whether it is cultural or political, that AECL fails to understand about public consultation.

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> The smaller point is that the description of stakeholders designates to all citizen groups, all environmental groups and all public interest groups the misnomer special interest groups. Special interest groups are those with a pecuniary interest in the outcome. then go on to describe the Concerned Citizens of Renfrew County as a special interest group. This is your local community group. These are local citizens. But more fundamental is that the notions of public consultation, and I second the points that was made by the first intervener from the Green Party, that what you don't do is just advertise in a local community. This is a significant large issue where we don't know from AECL's own information whether radioactive material from the site is already reaching the Ottawa River. There are significant issues for all those downstream and finding out who your critics are and promising to contact them in future is a process for managing critics, not informing the public.

If you are interested in informing the public, you put the public notices in *The Ottawa Citizen*

and in Le Droit and so on.

know about because you may not be aware, on page 5 the consultation proposal refers to open houses. Open houses are not adequate public consultation. They are a new and clever and very expensive device developed by public communications consulting firms. I know they are very expensive, but what you end up doing is opening up a room with separate stations around the room and members of the public who come in, walk from expert to expert, ask the question and have it answered. The key element of this that is anti-democratic in our view is that the public that comes to these sessions never hears their neighbour's questions, never hears someone who is very knowledgeable challenge the answer that is given.

We have just recently gone through this in Sydney, Nova Scotia on the tar ponds cleanup issue where the local Crown corporation ran open houses and then reported to the Minister of Public Works that there were only a handful of people who shut up and they were all satisfied. Fortunately, there was a petition circulating, and over 4,000 people signed it, saying that they were not satisfied and didn't want the incineration plant. That issue has now gone to a full panel review.

A full panel review is another one of our

key - and I know I should close soon - and fundamental recommendations because a full panel review under the Canadian Environmental Assessment Act is conducted by an independent panel such as yourselves, because it allows people who are present to hear the questions and the answers, because it provides independent advice and because at this point it is our reading of the Canadian Environmental Assessment Act that such a full review is absolutely mandated by the Act.

The environmental assessment process speaks to an environmental assessment as early as possible in the process and before irrevocable decisions are made.

We know that individual projects within the cleanup at Chalk River will go through screenings and go through the environmental assessment process, but now is the time to say with a project of this magnitude, which we know will be of at least - given the estimates we have from AECL today, we know it will be a minimum \$2 billion. It is likely to be more but it will be a minimum of \$2 billion. We are beginning now down that road. Now is the time to see the entire issue go to a full panel review before the Canadian Environmental Assessment Agency. That would be another way to ensure that there is adequate public consultation, because what you have before you is, with all respect - and I am sure that there are some

1	consultants who told AECL this would be a wonderful thing
2	to put in their package, but it made me see red because I
3	have been through these and they are not public
4	consultation. They are a sham propaganda exercise.
5	I suppose I have made myself clear on that
6	point.
7	THE CHAIRPERSON: I would ask you to wrap
8	up.
9	MS MAY: Yes.
10	THE CHAIRPERSON: Thanks, Mrs. May.
11	MS MAY: Again, I just would want to
12	reiterate that there are three key points today.
13	Admission of liability is not an adequate financial
14	guarantee. You have no adequate financial information
15	before you and if you did we want to see that in a
16	separate fund that is designated for the purpose, and
17	there must be an environmental assessment through a full
18	panel review.
19	Thank you for your attention.
20	THE CHAIRPERSON: Thank you very much. Are
21	there any questions for Mrs. May?
22	Mr. Graham.
23	MEMBER GRAHAM: My question is to AECL and
24	that is with regard to funding. That was the concern of
25	my first questions this morning and again it comes up in

1	Мс	Mav,	C	presentation.
l	MS	ľ¹d√	S	presentation.

I realize that the commitments in the budget are very new, but what ongoing discussions has there been with NRCan as far as assurances that you are going to have money going into your fund every year from NRCan or from some government agency other than what you have been able to glean from the sale of your own heavy water and so on?

9 Have you any commitments yet as to funding 10 from the Government of Canada?

MR. ROBINS: This is Mike Robins.

We have ongoing discussions with NRCan officials at all levels and assurances and active participation in the Contaminated Site Fund and assurances from NRCan that they will be going to Cabinet for additional funding to meet the obligations that will be reflected in the financial statements of AECL and the Government of Canada. There is a clear understanding from the officials of NRCan of the obligations of Canada to support this effort.

MEMBER GRAHAM: In the next say immediate short term, the next five years and so on, have you put together a package, a specific amount of funds, that you will need for the next five years? I am not looking for the wording that they support you. Support can come in

1	many ways and hard cash is probably the best support.
2	I am wondering if there has been a project
3	put forward for funding for the first say five years of
4	decommissioning so that you can start building the fund.
5	You submit a budget to government and you
6	get your budget approved. In that I presume there is some
7	decommissioning money but that certainly isn't going to be
8	sufficient to meet the graphs and the timelines that you
9	have put forward so could you enlighten us on that?
10	THE CHAIRPERSON: Could we just restate
11	that rather than Mr. Graham making a statement that that
12	isn't sufficient? That is a question. Thank you.
13	DR. FEHRENBACH: Yes. Let me try and
14	repeat what we thought we said earlier, that we have made
15	specific requests for specific projects, not only for
16	Chalk River but for the total amount of work in the

preliminary decommissioning plan for all of the wastes we are managing and obsolete facilities we are managing on behalf of the Government of Canada for a five year funding package. That is currently working its way through the various approval systems as we speak. We fully expect it to be in place for the beginning of the plan April 1st, 2006.

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MEMBER GRAHAM: Without getting into the specifics of dollars, does the requests that have gone

1	forward to government for funding meet the guidelines and
2	the plan that you have presented to us?
3	DR. FEHRENBACH: Yes, Commissioner, it
4	does. The project is put forward and the request for
5	funding reflect exactly the plan that we have presented
6	here and has been recommended by the CNSC staff.
7	THE CHAIRPERSON: Are there further
8	questions?
9	Yes, Dr. Barnes.
10	MEMBER BARNES: Just to press Mr. Robins a
11	little further, those are really generic responses. Is
12	there any indication when NRCan would submit that to
13	Cabinet? You didn't give a timeframe for that.
14	THE CHAIRPERSON: I just would like to make
15	sure that we are not getting into areas which are not
16	permitted, so answer, Dr. Fehrenbach, with discretion.
17	DR. FEHRENBACH: Thank you, Madam Chair. I
18	will invite Mr. Robins to respond to Commissioner Barnes.
19	MR. ROBINS: We have been informed that
20	there is a plan to go to the Government of Canada in the
21	fall for incremental funding to meet the needs of this
22	plan as submitted.
23	THE CHAIRPERSON: Further questions or
24	comments?
25	Yes, Dr. McDill.

1	MEMBER McDILL: Going back again to
2	Figure E-3, I wonder if perhaps staff and AECL might
3	comment on, for example, in the contaminated grounds on
4	E-3, page C, there is an assessment monitoring,
5	preparation of submission of a safety case, how an
6	environmental assessment will be positioned in that?
7	Staff first perhaps.
8	MR. HOWDEN: Barclay Howden.
9	In terms of the process, if AECL goes
10	forward with a licence amendment normally what we do is,
11	to move these types of projects to do the environmental
12	assessments that are required, and I don't know what is
13	required for this particular one, there would be a
14	submission of a letter of intent which basically then
15	starts the process, allows us to determine whether there
16	is a trigger. If there is a trigger, then determine
17	whether there is a project. If there is a project, then
18	an environmental assessment goes forward.
19	The type of environmental assessment that
20	goes forward depends on what the project is being
21	proposed.
22	MEMBER McDILL: Maybe I could ask AECL to
23	comment.
24	DR. FEHRENBACH: Paul Fehrenbach, for the
25	record. I would ask George Dollinar to respond to that

1	question please.
2	MR. DOLLINAR: George Dollinar, for the
3	record.
4	I would echo the comments of Barclay
5	Howden. That is our understanding of the process as well.
6	MEMBER McDILL: I realize trying to scope
7	things out for many years is a huge challenge, but for the
8	purposes of helping the public to understand what has to
9	happen, is there a place on figures like this where that
10	kind of thing could be identified to the public so they
11	could see where these things might occur?
12	I realize that I am asking a difficult
13	question. Perhaps AECL could comment because I know that
14	there has to be a licence and a project, but the public is
15	not as clear on that.
16	DR. KUPFERSCHMIDT: Bill Kupferschmidt, for
17	the record.
18	That certainly is something that would be
19	possible. I guess I would also like to get on the record
20	that in fact it is our plan during - once we secure the
21	approval of the Commission for the CPDP, that we would in
22	fact engage in a formal process with regard to
23	communicating all of this with the public in the local
24	areas.
25	That was part of our original plan.

1	MEMBER McDILL: And perhaps some non-local
2	areas as well.
3	DR. KUPFERSCHMIDT: Perhaps, yes.
4	THE CHAIRPERSON: Further questions?
5	Thank you very much.
6	We will then now move to the presentation
7	by the Ottawa Riverkeeper which is CMD 04-H21.5.
8	We have had the benefit, Ms Brown, of your
9	written interventions before. Welcome to the Commission.
10	The floor is yours now.
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12	04-H21.5
13	Oral presentation by the
14	Ottawa Riverkeeper
15	MS BROWN: Thank you, Madam Chair.
16	I appreciate the opportunity to speak
17	because I actually speak with people living in the Ottawa
18	Valley on a daily basis, people living from Chalk River to
19	Montreal, the very people who are drinking water from the
20	river and eating fish from the river, fishermen who have
21	pulled fish from the river with deformities that have
22	caused concern to them and also created many questions.
23	I would like to stress a couple of points
24	today, the first one being the determining of the
25	priorities for the decommissioning and site remediation.

1	How were these top priorities for remediation determined?
2	How can these priorities for
3	decommissioning and remediation be determined without an
4	appropriate cost model? Has an ecological risk assessment
5	been completed and if so the public should be privy to
6	this information for this information is determining on
7	behalf of the public what acceptable risks are.
8	An ecological risk assessment should
9	consider risks associated with all potential sources of
10	pollution, including the known radioactive plumes that are
11	moving through the groundwater and the surface waters.
12	We cannot continue to evaluate
13	environmental impacts at the Chalk River site in a
14	piecemeal fashion. Ottawa Riverkeeper fears that billions
15	of taxpayers' dollars could potentially be sunk into
16	wasteful and ineffective remediation.
17	So determining these priorities, we believe
18	that there is a lot of unknown risks and lack of
19	information that the public needs to have access to.
20	The decommissioning plan does not provide
21	adequate detail about the handling of the wastes. For
22	example, where will the contaminated pool water be
23	disposed of and where will the contaminated soils be
24	stored? Are the risks associated with these
25	decommissioning projects higher than the risks associated

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with the status quo. Without knowing the economic costs
associated with decommissioning and remediation projects
as well as the environmental costs with the status quo,
how can we make an educated decision that will protect the
public as well as our environment?

Although the AECL has reported on public consultation, we believe that there is still a lack of information. The scope of the contamination at the Chalk River site and the associated risks to human health and the aquatic environment are unclear. The potential impact on the environment is unclear.

We have concerns that precautionary decisions cannot be made without complete information. For example, there has been a full evaluation of all the wastes occurring at the site. There has been continual emphasis on radionuclides but what about the mercury, the lead and the persistent organic pollution such as PCBs? The public has major concerns with these wastes and they may have more repercussions than the radionuclides.

We believe that there is a need for more pollution prevention in the plans. The plan fails to describe how waste from the new facilities such as the MAPLE reactors and the new processing facility will be managed to minimize future decommissioning liabilities. Even those the new facilities are specifically mentioned

1	as	bei	.ng	covered	bу	the	financia	al	guarar	ntee	pro	oposal	,
2	the	ere	is	essentia	ally	no no	mention	of	them	in	the	plan.	

22.

All of this lack of information I think leads us to the need for a public consultation and full panel review under the Canadian Environmental Assessment Act. The public needs to hear from independent scientists and needs to know what the risks are to their river as well as to their human health. Until you can prove to the public that all the impacts are currently being contained within the vicinity of Chalk River, the Chalk River site, I think it is very important to consult with the general public on a watershed level.

If risk assessments have been completed, they cannot be considered properly until the public is involved in determining what the acceptable risks are.

I would like to say once again that we think the public consultation to date has been inadequate given the fact that there still are so many unanswered questions. I think to gain the trust of the public, the process must be transparent and the only way to ensure this is a full panel review.

That is all I have to say. Thank you.

THE CHAIRPERSON: I would like to make it clear that this is not an environmental assessment process that we are engaged in today. There are many processes

that we use with Atomic Energy of Canada. They have many licences with us and they have many processes with us. This is not an environmental assessment. There has been a number of calls for areas which may be appropriate within a broader process, but what we are talking about today, and I would just ask Commission members to help me with this, is that we will be talking about the preliminary decommissioning plan for this site and the financial quarantees.

There was opportunities yesterday for us to talk about the mid-term review and there are lots of opportunities for us to talk broader, but I think we must stick to the hearing today on that topic. But that isn't to quell questions if Commission members have some questions for Ms Brown.

Mr. Graham.

MEMBER GRAHAM: Just a question to CNSC staff, and I don't want to get into licensing or any other aspect but with regard to this. It is public relations and communications and so on. It is the availability of information. My question to CNSC staff is, is the information available on an ongoing basis publicly on the effects of the plumes that are reaching the Ottawa River of whatever or the effects of various ongoing studies that are being done onsite at Chalk River so that the public

1	can be part and have an educated participation in the
2	communications when the decommissioning goes forward?
3	MR. HOWDEN: Barclay Howden speaking.
4	I will start off. There is quite a bit of
5	information that is being made available to the public
6	that was not available before. Certainly the PDP has been
7	put on their web site. Also, there are annual reports for
8	releases. Environmental effects are now being made
9	available as well.
10	I just want to ask Mr. Lamarre to make a
11	quick comment and then Dr. Thompson about the
12	environmental effects report that was done recently.
13	MR. LAMARRE: Thank you, Mr. Howden.
14	For the record, my name is Greg Lamarre.
15	Just to confirm what Mr. Howden said, those
16	documents are certainly available, the Environmental Risk
17	Assessment, the Ecological Effects Review. Also, I would
18	like AECL to possibly comment on how they consulted with
19	the public on those two particular documents.
20	MEMBER GRAHAM: Without getting into a lot
21	of discussion and debate, really, all I want to know is
22	that is the public going to be informed as you go forward
23	and as the decommissioning goes forward, are the public
24	going to be informed not only about the decommissioning
25	plan as decommissioning a specific site or so on, but also

1	all of the other ongoing things that may be, as I say,
2	assessment of plumes and so on and what the effects of
3	that tritium might be or what amounts of tritium may be
4	reaching the water or the Ottawa River and so on?
5	I realize what the environmental impact
6	reviews said, but what I am wondering is is ongoing
7	information to the general public so that the

communications can be open and effective.

MR. LAMARRE: Greg Lamarre for the record. Yes, I can confirm that is in fact the case. When we look at what is coming up in the near term, just as an example, the two day licence renewal for Chalk River early next year, we will be dealing with those types of issues that you are talking about which we see as compliance issues against environmental release requirements. The public will obviously have a very open opportunity to participate in those hearings.

In addition, as we have also heard through the environmental assessment process, decommissioning projects per se will also have that public consultation aspect to it. So, yes, to answer your question succinctly, that public consultation and communications will continue.

MEMBER GRAHAM: It is the availability of results I think is the thing that I'm - that the public

1	get that.
2	DR. KUPFERSCHMIDT: Madam Chair, if I could
3	just add a comment? Thank you.
4	Bill Kupferschmidt for the record.
5	Commissioner Graham, from our perspective I
6	think we have quite an amazing record with regard to
7	making information available on our web site with regard
8	to our environmental performance. We have been doing so
9	for a number of years. In fact, with the changes in our
10	disclosure policy we are in fact making even more
11	information available on our web site. We are, through
12	our communications program, communicating with the various
13	stakeholders in the area and recognizing the comments we
14	made before, in fact, a recognition that we probably would
15	like to extend that to a broader base as well. I think we
16	have had a really solid track record of doing so. We had
17	as well I think even gone beyond that over the last year
18	and we are committed to doing so going forward.
19	DR. FEHRENBACH: I would just add that in
20	addition we are always open to answering questions that
21	anybody has at any time.
22	THE CHAIRPERSON: Mr. Taylor.
23	MEMBER TAYLOR: Thank you, Madam Chair.
24	I think I would like to comment on this
25	communications business.

1	It seems to me that people are having
2	integrity when we talk about putting reports on web sites
3	and things, but if I'm a guy sitting in the middle of the
4	Ottawa River in my fishing boat and I pick out a fish that
5	doesn't look too good and I immediately think is that
6	because of some stuff that is coming out of AECL, the
7	first thing I would do is not go look at some very
8	technical report on a web site. I would go in the pub and
9	talk to my friends about my concerns about this sort of
10	thing. Unless it is clear to me that the right thing to
11	do is go to AECL and get the information or the CNSC or
12	somebody, I am going to stay like that and worry about it.
13	I think a lot of this discussion about
14	putting things on a web site is fine and is a necessary
15	thing to do, but we have to go further than that. We have
16	to make it clear to people where, if they have a concern,
17	they can go and look for it or where they are going to get
18	the answer. I am not hearing that that is being done.
19	THE CHAIRPERSON: Further? Dr. Barnes.
20	MEMBER BARNES: Ms Brown in her
21	presentation refers to some of the priorities and the
22	radioactive waste plumes and so on. I just wanted to ask
23	a wider question maybe to staff or to AECL if they wish to
24	comment.

In the CPDP document, certainly the second

2.2.

part is broken down into planning envelopes, which is fine, so it takes the individual components of the site and addresses how they will be treated. Also, with reference to things like plumes and wider issues, some of these are hot spots but overall, since we are looking at a site that has to be monitored for decades, there will be some migration of these groundwaters, et cetera, perhaps beyond the existing plume tracks. I was also looking to see to what extent in this CPDP there was information on sort of site-wide groundwater monitoring so that one can see the hotspots in the context of the wider site groundwater network.

There is reference to there being over 2,000 shallow wells drilled over a period of time on the site, but that tends to be in the context of decommissioning the wells. This would be particularly on page C-4. Could I get from staff that -- have I missed something in this decommissioning plan that there is a strategy for long-term groundwater monitoring? I don't recall seeing a map in this. Am I looking for too much detail at this time?

I would have thought that there was a kind of hierarchy of analysis of decommissioning here: one, to have an overarching concern for the site overall, and within that how the particular hotspots are looked at. We

1	have had information from AECL, some of the pictures of
2	the Waterloo curtains and so on, but they are very site
3	specific and I am not sure that we have some confidence
4	that there is a network overall of groundwater monitoring
5	for the site.
6	MR. HOWDEN: Barclay Howden speaking.
7	I would suggest AECL can provide you the
8	details of the groundwater monitoring.
9	But from our perspective, groundwater
10	monitoring right now is an operational issue in terms of
11	being able to monitor what is going on at the moment.
12	The secondary piece of information that it
13	does provide is it does provide characterization info for
14	when you go to the decommissioning and input this
15	information to what decommissioning plans that you have to
16	do.
17	I will ask Dr. Thompson to comment on
18	whether we are satisfied with the groundwater monitoring
19	at the moment, but I would try to characterize it right
20	now as more of an operational issue.
21	I would like to make a comment. This leads
22	to what I thought was a very good point by the intervener.

When do you make the decision to continue managing the

do you make a decision to actually decommission it and

thing on a continual basis in an operational mode and when

23

24

1	take it out of service?
2	To us that is a very important point
3	because it determines what we have been talking - another
4	point that she raised was how do you determine your
5	priorities as you go toward decommissioning?
6	What we are looking at on that point is
7	there are some implementation aspects to this thing and
8	that is the reason that we insisted on having the five
9	year operational plan for decommissioning to go forward
10	and to be updated on a yearly basis so that we know that
11	the high priority items are being tackled, AECL can go to
12	their shareholder and get money on that particular aspect.
13	In terms of the groundwater monitoring, I
14	would like to ask Dr. Thompson to comment on its adequacy
15	for the moment.
16	MEMBER BARNES: Before Dr. Thompson adds, I
17	wasn't addressing this to today's operational groundwater
18	systems. I was looking for that in the context of
19	long-term decommissioning.
20	MR. HOWDEN: I will ask her to take that
21	into the context of her reply.
22	DR. THOMPSON: Patsy Thompson, for the
23	record.
24	Essentially, what is in the plan submitted
25	by AECL is a process for identifying priorities and for

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1	planning	remediation	and	other	work	that	may	be	needed	to
2	properly	decommission	ing	either	cont	amina	ated	are	eas or	
3	structure	es.								

The current groundwater monitoring program was a licence condition in AECL's previous licence in terms of developing the program. Once that program was acceptable to staff it has been implemented and has been implemented as per the agreement.

For the future decommissioning activities, the process would be the one similar to what has been used for the Whiteshell decommissioning as well as the recent example for Cluff Lake where an environmental assessment is conducted, performance objectives for the decommissioning activities have been set and then any monitoring program, such as groundwater monitoring, would be then a requirement based on the expectations of the performance of the decommissioning activity to verify that the environmental performance committed to in the environmental assessment is being adhered to.

So at this stage, in the preliminary decommissioning plan, we wouldn't expect to see details of a groundwater monitoring program essentially because the actual physical work that needs to be done and the remediation and any follow-up plan can't be determined right now. But the process will ensure that any

1 monitoring that is required will be based on the needs for
2 follow up.

THE CHAIRPERSON: I would just like to reinforce that I think this is an important point. One of the reasons we talked about needing a comprehensive decommissioning plan was that we needed to ensure that we understood the effects of one part, one decommissioning component or project, on the whole site and on an ongoing view of this. I think we can't lose this. We can't lose sight of the fact that we have ongoing operations, we have a decommissioning plan, and that there is some broader impact on not only the environment but radiation protection and I think a number of other aspects. would ask for some focus of that to be done when the staff are looking at this plan and ensure that there is not a gap between the ongoing operations and the decisions that are made ongoing and the plan and in particular plans for decommissioning, that we don't lose sight of the fact that our custodianship is for the broader health and safety and protection of the environment not just specifics.

What I would like to do now is just then take a 15-minute break. Thank you very much, Ms Brown. We will come back with the rest of the interveners in 15 minutes.

Thank you.

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1	Upon recessing at 10:46 a.m.
2	Upon resuming at 11:05 a.m.
3	THE CHAIRPERSON: If I could ask you to
4	take your seats please.
5	We will now move on to our next oral
6	presentation, 04-H21.2B, which is an oral presentation by
7	the Concerned Citizens of Renfrew County. We welcome
8	again Mr. Hendrickson.
9	Thank you very much for being with us, sir
10	The floor is yours.
11	
12	04-H21.2B
13	Oral presentation by Concerned
14	Citizens of Renfrew County
15	MR. HENDRICKSON: Thank you, Madam Chair,
16	Commission members, ladies and gentlemen.
17	My name is Ole Hendrickson. I am a
18	researcher for Concerned Citizens of Renfrew County. We
19	have been intervening in hearings on the Chalk River Labs
20	for quite a number of years now.
21	I have made a lot of points in my written
22	submission. I am going to try to cover some but
23	definitely not all.
24	We have concerns that this preliminary
25	decommissioning plan fails to provide an acceptable

1	costing	basis	for	deterr	nining	the	adequacy	of	a	financial
2	guarante	e for	the	Chalk	River	site	÷ •			

2.2.

One of its notable deficiencies is that it doesn't provide options for managing decommissioning waste, including high-level waste. It tends to overemphasize the underground disposal option and thereby give perhaps inadequate consideration to activities such as waste site remediation and aboveground storage.

In particular, the plan proposes disposal in a shallow rock cavity. The social and environmental acceptability of such a facility is questionable. It would likely fail to meet a goal of long-term stabilization containment and isolation of waste and would risk exposing future generations to harmful levels of radioactive contaminants or other toxic substances, heavy metals such as arsenic.

 $\label{eq:theory} \mbox{There is some history on this that I want}$ you to be aware of.

The Deep River disposal project back in the '80s and early '90s was the most expensive environmental screening ever done under the *Canadian Environmental*Assessment Act. It cost over \$30 million. It showed that creating a shallow rock cavern next to the Ottawa River would allow radioactive waste and heavy metals to begin migrating into the river in a matter of decades.

1	Mayors and Reeves on both sides of the
2	river downstream from that proposed project site passed
3	resolutions, the MRC Pontiac passed a resolution opposing
4	that

The process finally broke down in negotiations between Natural Resources Canada and the Town of Deep River when the town of Deep River was asking for a long-term guarantee of jobs at the Chalk River site. So the whole thing collapsed after spending in excess of \$30 million on a very expensive public consultation process. I don't think we want to repeat that sort of history. There is a history of public opposition to a disposal site right next to the Ottawa River.

Returning to the plan that we have before us, another failing, in our view, is that it doesn't set positive environmental goals or objectives. We need to know better where we are going with the Chalk River site. It has to consider the possible long-term negative environmental consequences of things like disposal facilities.

As all the other interveners have said today, public consultation is really key to this and it, in our view, is a federal government responsibility. The decommissioning liabilities at Chalk River predate AECL's existence as a Crown corporation. We have heard that a

1	major investment of public funds is anticipated for
2	decommissioning activities and there is considerable
3	uncertainty, in our view, regarding the acceptability of
4	some of the options in the plans such as the shallow rock
5	cavity.

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under discussion.

We strongly feel that locally oriented public consultation strategies are unacceptable. We do believe it is necessary for consultations to be done through a federally managed process and a panel review under the Canadian Environmental Assessment Act. I think it is time to start asking who is the responsible authority? Is it going to be NRCan, which is, as we have heard, going to put lots of money into this? Is it the Canadian Nuclear Safety Commission as the licensor?

I think that sort of issue needs to be

In the absence of a transparent process, we feel that the option of long-term monitored retrievable aboveground waste storage may not have received fair consideration. As a small local public interest group, we do not have the resources to represent the broader public interest in these kinds of matters.

Waste management is the biggest single element in dealing with nuclear liabilities. We acknowledge that there are very important efforts under

way at CRL to upgrade waste management practices and site infrastructure but the sum of those efforts really cannot be considered as the basis for a comprehensive decommissioning plan.

Health and safety and environmental protection are not just considerations that can be addressed by ongoing operations. We find, for example, the section of the plan that is entitled "Potential impact on the environment" to not be adequate in this regard. It says that decommissioning of structures and features on the CRL site will have little or negative impact on the natural environment, especially beyond the perimeter of the supervised area. There is really no evidence to support that. Some of the options, such as waste incineration, which we have also fought against and has ceased actually at the site, or the underground disposal in a shallow rock cavity, could have negative environmental impacts that extend beyond the site boundary.

The section of the plan, which is entitled "Other plumes", describes four plumes originating from the active area, which is immediately adjacent to the Ottawa River. Only one of those plumes, which is back from the NRX fuel base, has been previously mentioned, to our knowledge. Now we have, for the first time, heard about

three additional plumes, two from the NRU, which is an operating reactor, and one from Tank 240.

What does the plan say? It says that in general the strategy will be continued monitoring and assessment of the need for capture, but based on current information no provision is seen as necessary for capture and treatment. The purpose of continued monitoring is intended to be confirmatory in nature, providing data showing that the plumes are evolving as expected and impacts are acceptable.

This all raises questions in our mind: is the current information adequate; does the existing monitoring regime address aquatic biota immediately adjacent to these plumes, such as freshwater mussels; what is meant by "evolving as expected"; and, who determines what impacts are acceptable and how is that determination made?

In our view, preparing a site decommissioning plan provides a unique opportunity to take a comprehensive longer term look at the Chalk River site. Properly done, it should describe an approach that reduces hazards with an overarching objective to protect the environment and ensure the safety of the public and workers on the site.

We see some flaws in the strategic

1	approach, that is the term in the plan, to low-level
2	wastes. Ongoing activities are still generating waste.
3	The assumption in the plan is that these will be buried in
4	the waste management areas, many of which are right now
5	leaching radionuclides in an uncontrolled fashion. So
6	then each waste management area is just going to be
7	another facility which may, or in some cases may not,
8	eventually be cleaned up.

The strategic approach envisions three phases. The first phase is a quote/unquote "sustainable safe passive operational state" - lots of adjectives there - followed by storage with surveillance and establishment of final end state. It says that in that final end state most of the low-level waste is expected to be quote/unquote "managed in situ".

Managed in situ is clearly not an acceptable end state. The goal of the decommissioning process must be to bring the site to a state where active management isn't required.

A cynic might say that this strategic approach really has only one phase, which is to keep using the waste management areas and let future generations deal with them if they so choose. That is being too harsh.

Certainly, a more charitable view would say there are possible mitigating actions, such as soil washing or

the mane centeminated counce materials

L	removal of some of the more contaminated source materials.
2	That is I think what needs - we need details in the plan
3	as to which waste management areas are candidates for

4 those mitigating actions and what are the most promising

5 actions to be taken.

There will clearly be a need to transfer some wastes to surface facilities and costs for those surface facilities should be developed prior to acceptance of a financial guarantee.

The continuing reliance on waste management areas and potential waste burial in a disposal facility is disturbing, in our view. We must give a higher priority to monitored aboveground retrievable storage facilities at CRL.

We do support and will continue to support aboveground facilities such as the modular aboveground storage and/or the proposed shielded modular aboveground storage facilities. We would like to see greater detail in the plan on those facilities, including timetables, for implementation and costing estimates.

We feel that aboveground monitored retrievable storage has a higher social acceptability than the current practice of belowground non-retrievable, or retrievable only with difficulty, storage and is likely to, at least in the medium term, result in greater levels

1 of environmental protection.

We are disappointed that the quote/unquote "MAGS and SMAGS" facilities are not featured in Figure E-3, which has been discussed a fair bit, the operating plan for decommissioning the CRL site, showing major activities and enabling facilities. Instead the figure shows planning for the shallow rock cavity and the intrusion-resistant underground structures beginning in the current year, in 2005. This, in itself, this planning, should be a trigger for an environmental assessment, in our view. If those types of permanent disposal facilities, and particularly the shallow rock cavity, are being worked on, let's have the public discussion on them.

We are also concerned that the plan doesn't give sufficient attention to high-level waste. We have made many interventions on the need for containment of the shorter term, the 30-year fission products, such as strontium and caesium. That continues to be a major concern. But there are also large quantities of long-lived alpha emitters at the site, which over the long run posed the greatest risks. It is unlikely that society will accept the plan that disposes of those long-lived wastes in shallow burial sites where they could be mobilized over longer timescales or result in harmful

1	exposure to future generations not aware of their
2	presence.
3	We need better characterization of those
4	wastes, the fuel waste, high-level liquid waste, the
5	molybdem-99 production waste, the reactor components, and
6	so forth.
7	In particular, the high-level fuel wastes
8	are a major concern. If, as the plan suggests, extensive
9	processing, packaging and immobilization programs are
10	required for AECL's highly varied and non-CANDU type
11	wastes to be accepted into a used fuel repository, then
12	major facilities will be required at a significant
13	expense.
14	Some of these highly varied wastes are
15	currently in tile holes in Waste Management Area B and
16	water has entered some of those tile holes. I don't know
17	if they are the ones with fuel waste or not. There is a
18	proposed remediation program. We heard a bit about that
19	this morning. But it is clear that a longer term strategy
20	for dealing with these highly varied high-level fuel
21	wastes is an urgent priority and is a gap in the plan.
22	I think that public safety and
23	environmental protection must take precedents in
24	developing that high level fuel waste strategy.

The Nuclear Waste Management Organization

on Fuel Waste Management will have a general bearing on what is done at Chalk River, but the specifics on how to address the unique features of Chalk River's high-level wastes must be addressed by AECL and not by the NWMO.

Just to emphasize, we think the plan should provide maybe a medium-term strategy for monitored retrievable aboveground storage of high level fuel waste and more generally should describe current and anticipated volumes and activities of high-level wastes at the labs, the special challenges they pose for storage and how those challenges will be addressed.

We have already heard quite a bit of discussion on cost estimates and the need for more cost estimates in the plan. There is a heavy reliance in the plan on cost and waste models. I don't claim to be an expert on this, but these models mainly apply to the buildings and infrastructure on the site and less to the waste management areas or affected lands. There isn't yet an estimate for the cost of the major supporting and enabling facilities necessary to carry out the decommissioning activities described in the plan. We don't have yet a range of decommissioning costs that might be associated with alternative strategies.

These major uncertainties about overall costs of the different decommissioning activities,

1	combined with uncertainties concerning environmental and
2	social acceptability of the decommissioning plan, makes
3	any determination of the adequacy of the financial
4	guarantee premature.
5	Thank you.
6	THE CHAIRPERSON: Thank you very much,
7	Mr. Hendrickson.
8	Are there questions from the Commission
9	members? Yes, Dr. Dosman.
10	MEMBER DOSMAN: I am just wondering,
11	Madam Chair, if I might ask AECL to comment on the
12	intervener's thoughts about general retrievable storage
13	versus belowground less retrievable storage.
14	DR. FEHRENBACH: Yes. Thank you,
15	Commissioner. I would like to comment on that.
16	First of all, we should separate our
17	discussion into low- and intermediate-level waste and
18	high-level waste, as did Mr. Hendrickson. I just want to
19	make sure that it is clear which I am talking about.
20	With respect to low- and intermediate-level
21	waste, we have assumed that ultimately to complete
22	decommissioning of the site by the time, 70 or 100 years
23	from now, and put it in a Greenfield state, we will want
24	to have had put the waste into a disposal facility that
25	requires no further action or institutional control. So

1	we have assumed for the moment the international best
2	practice for that disposal facility, which would be a
3	shallow rock cavern.

However, if the public is ultimately uncomfortable with that, as will become evident through the public consultation process and the environmental assessment of that before a project like that would go forward, we would certainly take that into consideration. It is quite possible that some other solution would have to be found.

In the meantime, we are engaging in monitored retrievable storage for all of the low-level waste. We have ceased burial of the low-level waste and it is now being placed in the modular aboveground storage structures that were mentioned.

With respect to high-level waste and spent fuel, again it is assumed in our plan that the ultimate end point will be disposal in a high-level or spent fuel repository. It is still unclear at this particular point in time what the recommendation will be from the Nuclear Waste Management Organization, but it is expected that there will be a mechanism and methodology recommended by NWMO to the government for ultimate implementation in Canada as a repository for high-level waste and we would make use of that facility when it is available.

1	Mr. Hendrickson is quite right. There
2	would be enabling facilities required to package the
3	high-level waste and spent fuels from Chalk River for
4	ultimate emplacement in such a disposal facility. Those
5	enabling facilities are included in our plan, and costed.
6	In the meantime, we continue to proceed
7	with monitored retrievable storage of high-level wastes or
8	the site. Currently, we are using tile holes. We have a
9	project in place to allow us to move away from tile holes
10	into a dry storage, such as that of the Macstore. In
11	fact, we already have on site a number of canisters for
12	spent fuel, which we are storing from the NPD reactor. In
13	fact, all of the high-level wastes from the new MAPLE
14	reactors and new processing facility will be calcined and
15	stored in aboveground canisters. So monitored retrievable
16	storage is very much a part of the plan leading ultimately
17	to eventual disposal in a disposal facility.
18	MEMBER DOSMAN: Thank you, Dr. Fehrenbach.
19	THE CHAIRPERSON: Further questions?
20	Mr. Taylor.
21	MEMBER TAYLOR: Thank you, Madam Chair.
22	I would just like to ask this of staff.
23	There are a number of comments in the intervener's
24	submission that refer to elements missing from the
25	decommissioning plan or things that are not complete

1	Having reviewed this submission, does the staff retain the
2	same opinion about the PDP?
3	MR. HOWDEN: Barclay Howden speaking.
4	I will ask Mr. Bob Lojk to comment please.
5	MR. LOJK: For the record, Bob Lojk. I
6	would like to answer that question.
7	We had considered the intervener's
8	submissions, which we found very good and they bring some
9	important points. The consideration that we looked at is
10	that this is a preliminary decommissioning plan. We had
11	asked the licensee, as we ask every other licensee, to
12	essentially not come up with the ideal option. At this
13	point, they have to come up with an option and we expect
14	it to be an expensive option that is doable in order to
15	ensure that it can be covered by that. For instance, if
16	in fact the NWMO decides on surface storage or whatever,
17	that is probably cheaper than them digging a hole several
18	hundred metres underground, and likewise with the shallow
19	rock cavern and other ways of disposing of waste.
20	What we are trying to look at, I think the
21	point we made, as Dr. Fehrenbach made, is that there is a
22	period where there is storage and there is a period where
23	there is disposal. Ultimately, we want the plan to cover

There may be a decision at some later time

24

25

the disposal option.

1	by this Commission that continued monitoring in a storage
2	facility may be the way to go, but eventually the
3	expensive option is to finally dispose of the material
4	somewhere. We find that international practice dictates
5	that material in areas such as ours, where you are subject
6	to glaciations and all that, if you want to minimize the
7	institutional controls and include increased security, it
8	dictates that it be buried below the surface.
9	The comments that were made about the
10	leakage and the contamination, underground structures, as
11	proved in many countries including Canada, can be designed
12	in such a manner that they are safe and don't give
13	anything out to the environment for a very long period of
14	time. Definitely, our requirements as a Commission staff
15	will be that whatever is built is built to a certain
16	standard that will be safe essentially in perpetuity.
17	So consequently, while the comments are
18	very good, we have addressed them and the PDP addresses
19	them.
20	MEMBER TAYLOR: If I may follow up, let's
21	take, for example, point 30 about reactor stacks and air
22	ducts. Are you saying that you expect such things to
23	appear in later more detailed plans?

MR. LOJK: No. 30, "Elements missing from the decommissioning plan", these are associated with a

1	particular building. Like right now, there are stacks
2	sitting in Waste Area C that have been recognized as being
3	in there.
4	When staff went through the detailed
5	estimates for that, they were much more detailed than for
6	the preliminary decommissioning plan. For instance, each
7	area that was listed on the preliminary decommissioning
8	plan was supported by 30 or 40 pages of detailed, I will
9	call it, nuts and bolts but it didn't quite get down to
10	the nuts and bolts element.
11	From our point of view, from the survey
12	that we did, from the due diligence that we carried out,
13	in order to ensure a solid preliminary decommissioning
14	plan was in fact adequate, what we looked at appeared to
15	cover every single item within the bounds expected in a
16	preliminary decommissioning plan and not a final
17	decommissioning plan.
18	DR. FEHRENBACH: If I could, Commissioner,
19	just add to that answer.
20	Specifically, with respect to stacks and
21	air ducts, that information is included explicitly in
22	Attachment A of the CPDP. The stacks and ducts are also
23	included with their respective building numbers as part of
24	a facility with which they are associated.

MEMBER TAYLOR: Thank you.

1	THE CHAIRPERSON: Further questions? Thank
2	you very much.
3	Thank you for coming and thank you for your
4	presentation.
5	We will now move to the next submission,
6	which is an oral presentation by Greenpeace Canada as
7	outlined in CMD 04-H21.6.
8	We have Mr. Stensil with us.
9	Mr. Stensil, the floor is yours, sir.
10	
11	O4-H21.6
12	Oral presentation by
13	Greenpeace Canada
14	MR. STENSIL: Thank you very much.
15	Given that, Madam President, you indulged
16	me a little bit yesterday in terms of the length of my
17	presentation, I am going to try my best to be concise.
18	Please let me know how I am doing.
19	I will start with what we know.
20	We know this is a complex site. We know
21	that AECL is struggling with how to clean it up and
22	balance that with its business interests. We also know
23	behind the scenes the federal government is figuring out
24	the politics of how to deal with this massive liability as
25	well. We also know that AECL will be dealing with the

1	conflict of interest between its responsibility to clean
2	up the site and its primary business interest as what is
3	on the table right now for approximately 300 years.

The last thing we know is that approximately once a year we all come together and we figure out where we are at. Last September we got together and not everything was on the table and we decided to put it off. The year before that we got together, all of the information was not available.

What I am going to suggest to you today, this may seem like a long visit to the dentist but such is processes that hopefully will work. I am going to recommend to you today that the decision on this financial guarantee be delayed until next year's licensing hearing. Why? For the exact same reason as you did last September. All the information was not there.

Last September we had a number in terms of a financial estimate and we had a plan, which was judged not to be quite up to par. This year, we have a plan which has some problems, as Ole has pointed out, but we don't have a number.

I would have to say, to go to the regulatory guide, which as I said yesterday are handy for interveners to be able to measure the CNSC against its own rules, in terms of the acceptability of a financial

1	guarantee it states:
2	"Safe operation and
3	decommissioning include the
4	development of acceptable
5	decommissioning plan, the
6	provision of credible estimates of
7	the costs of implementing such
8	decommissioning plans and the
9	provision of corresponding
10	measures to ensure that the costs
11	of decommissioning will be met."
12	We don't have all of those so I would urge
13	that you cannot make a decision to accept this financial
14	guarantee as it stands.
15	I know staff stated that they have seen the
16	numbers, the secret Cabinet numbers that are lurking
17	around back in the bureaucracy. I know the Commission is
18	striving to be a transparent Commission. That is not the
19	way to present information to the public to be able to
20	make a judgment.
21	The second point, in terms of measures to
22	ensure that the costs of decommissioning will be met, this
23	gets back to the nature of the financial guarantee and the
24	dependability of it. It was mentioned that there are some
25	memos to Cabinet that are happening and we are going to

1	get money from the Contaminated Sites Fund. We don't have
2	those on the table. I know last September I noted that in
3	2002 AECL president Robert Van Adel stated that the
4	Government of Canada has requested NRCan to do a two-year
5	study. It may not take two years but they have given them
6	up to two years to come back for an examination of whether
7	or not the current disposition of liabilities between AECL
8	and the Government of Canada, as they were formally
9	recognized, is an appropriate approach.

At the time that I put that forward, respectfully, I was told that is not really within the realm of the discussions that we should be having in front of the CNSC. That was put forward today as evidence, that there is a Cabinet memo happening and therefore this financial guarantee will be acceptable.

That is something to consider there.

In terms of the implementation of this financial guarantee, this is where I am going to say you are going to need to go beyond just the guide for financial guarantees whereas in the list of examples of financial guarantees you have an express commitment from government.

Given everything, given the complexity of the site, given the transparency problems we have had, given the defiance we have at times had with the

1	proponent, I think we need to look beyond just a simple
2	guarantee from the government that they will pay.
3	I will quote, now that we have a stack of
4	AECL decommissioning documents dating back to 2003. One
5	of the reasons is, there is the business interest of AECL
6	that they will always be managing. This is at the crux of
7	it, the heart of it.
8	If we go back to the decommissioning plan
9	from November 2003 it states:
10	"Over the longer term, beyond the
11	10-year timeframe, decommissioning
12	priorities and schedules will be
13	determined in part by"
14	And amongst that list it says "resource
15	availability".
16	Last year, June 2004, there was a section
17	in terms of uncertainties, which has been removed in the
18	current one. However, it states:
19	"The availability of resources
20	involving human, facilities and
21	rate of funding will dictate the
22	total time required to complete
23	the decommissioning process."
24	As I said, I asked a question about this
25	last year. It is absent from the current decommissioning

1	plan. But there is still another statement that says:
2	"The plan for the CRL site also takes
3	into consideration financial constraints
4	presented by the current projected
5	availability of funds to conduct a
6	decommissioning program as reflected in the
7	AECL corporate plan. This necessarily
8	constrains certain activities and generally
9	results in long timeframes for
10	decommissioning CRL."
11	This is being business-driven. It is not
12	being driven necessarily by environmental and health
13	considerations if you look at this theme throughout all
14	these documents. That is why I am saying we need to look
15	at - even if there is an acceptance of a hundred year time
16	plan, we need to look at another method to ensure that
17	this is funded, that say at one point the government
18	decides to pull everything we are not left in the lurch.
19	I will put a little mental test to you.
20	We now have a prime minister that committed
21	in 1996 to cap AECL's funding at \$100 million. He wasn't
22	able to do it under the Chrétien years for certain
23	political reasons. He did it in this budget, in the main
24	estimates, for the first time. It is capped.
25	However, AECL admitted in front of the

1	Natural Resources Committee in early May I think that they
2	were looking for \$70 million in funding for the ACR, their
3	business interest, within this year, as well as they
4	believe for the next year.

They admitted here today that they are also looking for another \$300 million for decommissioning over the next five-year period. How do you think all this is going to pan off in terms of when you look at the total spend that they are asking for? There is an issue there.

Thus, as noted, although the regulatory guide says we should accept a pure expression of commitment from the government, we need to look beyond that.

Hendrickson noted, which is the solid rock repository.

This is the first time - I did notice it was in the 2004, but this is an acknowledgement that the wastes on this site may be there forever. We may be using the words "low" and "intermediate" level wastes, but the reason why radioactive wastes are controversial and a concern to the public is that they are very long-lived. Intermediate—level wastes can be very long-lived.

To me that poses the question of the 300-year institutional timeframe for monitoring and whatnot. That raises the question of whether that is even

1	appropriate to state.
2	It also, I would venture to say, goes back
3	to my previous point about the current funding mechanism.
4	How much will this repository cost, which is projected to
5	be in about 2020?
6	We know that OPG is planning to make a
7	similar site at the Bruce facility, which will cost
8	approximately \$800 million.
9	If we do the calculus on this, does AECL
10	then expect the federal government between say 2016 and
11	2020 to spend an additional \$800 million or up to
12	\$1 billion on a rock repository? That is just the
13	repository, it is not necessarily the decommissioning
14	activities.
15	The rock repository also, as Ole stated,
16	raises questions of public concern and social
17	acceptability. This goes to the heart of the plan and I
18	would urge the Commission to think beyond simple licences
19	and the expectations of the guide.
20	We have a very complex site which may not
21	fit the procedure for EAs and everything else that we have
22	been given. We may want to put it to a larger review that

fit the procedure for EAs and everything else that we have
been given. We may want to put it to a larger review that
is independent, given the controversy, and strive to find
ways to gain social acceptance for this. That was the
precedent set by Seabourn.

1	I would even quote Le Bureau des audiences
2	publiques en environnement in Quebec recently. It became
3	obvious during hearings on the retubing of Gentilly-2 that
4	they had no option for dealing with the long-lived
5	intermediate level wastes. So they have demanded of
6	Hydro-Québec to come up with the socially acceptable
7	management option. That should become standard practice
8	here at the CNSC as well.
9	From there I will turn to public
10	consultation.
11	THE CHAIRPERSON: Just 30 seconds actually.
12	MR. STENSIL: Almost one page left.
13	I asked a question last year on public
14	consultation saying could AECL expand on it. There was a
15	one-word answer. No, not at this time. That is three
16	words.
17	We are now given a communications plan.
18	Here I am very sympathetic to the presentation of
19	Elizabeth May. As an intervener, as a member of the
20	public, I do not want to be sold a bunch of goods. We
21	want to be consulted on this, and if you want to find
22	social acceptance for something as building a repository
23	on the banks of the Ottawa River, it is not going to be
24	done through a communications plan. We are going to need
25	to look for a form of some independent mechanism to look

1	at this.
2	I am suggesting a panel review.
3	Potentially, that could be aligned to when the EA would
4	happen for the repository.
5	OPG's EA is supposed to take place in
6	approximately 2010. These are pretty quick timelines in
7	the grand scheme of things.
8	THE CHAIRPERSON: Thank you, Mr. Stensil.
9	Thank you very much. Perhaps during the questioning we
10	may allow some opportunities for you to expand on some of
11	these points.
12	Questions from the Commission members?
13	Actually, with regard to your point about
14	the public information plan, and correct me if I am wrong
15	here, you have talked about that really the way to do this
16	is a panel or something to similar to that. That doesn't
17	seem to me to meet the criteria as sort of an ongoing
18	consultation and engagement, which I think Ms May was
19	talking about.
20	Are there any particular comments that you
21	would like to make, suggestions that you would make, to
22	AECL, or recommendations to AECL or to us, with regard to
23	an ongoing, I would call it, engagement plan or
24	communications-consultation plan?

MR. STENSIL: To start I think the reason

why people are concentrating on the concept of a panel review is it is there, it exists. We have done it for major things in the past, such as the Berger Commission on the McKenzie Valley Pipeline and AECL's proposal on waste. And it allows an opportunity for independent experts and scientists to weigh in on some of these issues where certain community groups may not have the capacity. So that builds trust, first of all.

Out of that process, this is what I would venture to say, once you have had a fair airing of all of these different items - like the solid rock repository is suddenly on the map, it is not mentioned directly anywhere in this document, although it will probably be the item of the most public concern - once there is a fair hearing of all that there could be recommendations that come out of it on such a process, on a stakeholder process.

I know Ole in the past has talked about guardianship communities or stakeholder communities that would be involved in that in the long term if a decision was made to accept the fact that these wastes will be here for tens and hundreds of thousands of years. That is what we are looking at. So in terms of building that sort of social consensus, I don't think we have made that mechanism yet and we need to put some hard thinking into it.

1	THE CHAIRPERSON: Any other questions or
2	comments?
3	Thank you very much.
4	Right now I am going to move to a series of
5	written submissions that have been grouped together since
6	they reflect similar comments or requests to the
7	Commission. I will ask the Secretary of the Commission to
8	read the list of interveners which have these similar
9	comments and I will ask members if they have questions on
10	the issues that are raised in these letters.
11	M. Leblanc.
12	
13	04-H21.7 to 04-H21.18
14	Written submissions by
15	Various Interveners
16	M. LEBLANC: Merci.
17	The Commission has received 12 written
18	interventions, which reflect similar comments, concerns or
19	requests. These are outlined in Commission Member
20	Documents 04-H21.7 to 04-H21.18.
21	Interventions were submitted by: M. Michel
22	Henry, Tracey Lavigne, Gary Wallenwein, Richard Meloche,
23	David Heyood, Nancy Allen, Colin Massicotte, Shannon
24	Haggety, Sara Morley, George Daicos, John Monaghan and
25	from M. Louis Julien.

1	THE CHAIRPERSON: My question to the
2	Commission members is do you have any comments or
3	questions with regard to these similar Commission
4	documents?
5	Yes, Mr. Graham.
6	MEMBER GRAHAM: Just as a comment or just
7	as a question to AECL.
8	Again this comes back to
9	communications and so on and AECL gets copies of these
10	also for public record. In your public consultation, will
11	you directly communicating with each of these interveners
12	to address some of the questions that they have asked
13	within their interventions?
14	DR. FEHRENBACH: Paul Fehrenbach, for
15	the record.
16	Yes, we will include those interveners
17	on our subsequent communication process.
18	I guess I would also like to respond a
19	little bit to the perception that the only communication
20	plan we have is a web site. We certainly didn't want to
21	leave that impression. In fact, two things I would say.
22	First of all, we have an existing and
23	extensive outreach program throughout the region. We
24	advertise that we have a 1-800 number if anybody would
25	like to call us. If we here rumours we chase them down

1	We meet regularly with representatives of the local
2	communities. We are out and about in the communities in
3	fairs, et cetera.
4	But beyond that, we have described,
5	for purposes of this particular exercise a framework for a
6	communications and public consultation plan for periodic
7	updating of the Chalk River comprehensive preliminary
8	decommissioning plan. In there we have outlined five or
9	six elements that the public consultation would consist of
10	including: public notices in newspapers and other
11	locations; questionnaires and comment forums and specific
12	events such as public information sessions; contact
13	information that would be included in all printed
14	information materials; public information sessions; as
15	well as a virtual consultation forum on our web site.
16	So we are taking great effort to enlarge
17	the consultation and communication effort of the
18	decommissioning plans going forward, not just a one-time
19	thing but going forward as they are updated.
20	As Mr. Howden mentioned earlier, the
21	decommissioning plan will be a living document and we will
22	keep the public informed and involved.
23	We will also be involving the people who

subscribe to the chain-mail interventions with respect to

1	each of the individual projects that come up when we are
2	inviting public comment on individual projects.
3	MEMBER GRAHAM: Just to clarify, you
4	mention at the very outset that you would be including
5	these intervenors on your list of communications, which I
6	think is a good move, but my question was not that.
7	I said will you be communicating with them
8	on their concerns that they have outlined in their letters
9	today regarding the disposition of plumes, the other
10	things with regard to burial of low-level waste?
11	If you read those interventions, I think
12	they have valid questions and valid concerns, and some of
13	them may be there because of lack of information.
14	I mean, we heard earlier today with regard
15	to they are only aware of one of the intervenors is
16	only aware of one of the plumes, and we have been talking
17	about at least two of them for quite some time, one from
18	the storage and one from the tank, but it is lack of
19	knowledge and so on.
20	So will you be communicating with regard to
21	these interventions and addressing some of their concerns
22	to them directly and setting the record straight or
23	getting their input before you go forward, not just
24	putting their names on a list to send them stuff, but also

have a meaningful communication?

1	DR. FEHRENBACH: Yes, we will create a
2	response to the concerns in that series of interventions,
3	which are all identical, and respond to their concerns
4	based on the information that is in the public domain, in
5	the CPDP, and we will invite them for further discussions.
6	We will invite them to consult further with the
7	information that is available and ask further questions of
8	us, yes.
9	MEMBER GRAHAM: I am not only talking about
10	the ones that you refer to as being identical. I am
11	talking to some of the referrals of some of the
12	intervenors that have been here in oral presentation this
13	morning, and I use the example of the concern with regard
14	to only aware of one plume and now there are four. We, as
15	a Commission, have been aware of not only just these, but
16	I think there has to be or I feel that I would like a
17	commitment that there will be an honest approach or not
18	an honest that is incorrect wording that there will
19	be a concerted approach to try and communicate on a two-
20	way communication with the intervenors, whether they were
21	a one concern that you refer to, but also to some of the
22	oral presentations which had a series of concerns.
23	DR. KUPPERSCHMIDT: It is Bill
24	Kupperschmidt.

We will make such a commitment to do so.

1	THE CHAIRPERSON: I would just like to note
2	for the record that the document that Mr. Stensil was
3	speaking about was G-206 in case others were interested in
4	seeing some of the policy documents of the Commission in
5	order to check against our commitments to those areas.
6	Mr. Taylor.
7	MEMBER TAYLOR: Thank you, Madam Chair.
8	I have a question for staff which isn't
9	directly associated with the CMD, although it raises the
10	issues in my mind.
11	We have heard a considerable amount about
12	the complexity of the site, the concerns about combining
13	operations and decommissioning at the the same time.
14	Has the staff given thought to establishing
15	a permanent office at the site to perhaps enhance the
16	communication and oversight that staff can make?
17	MR. HOWDEN: Barclay Howden speaking.
18	The answer to that question is yes. Right
19	now, we are considering the establishment of an office at
20	Chalk River.
21	Some of the things we were looking at would
22	be to have a group cross-trained to cover various types of
23	facilities and activities. We would still need a group
24	like that would need lots of specialist support from
25	Ottawa here to undertake it.

1	As I think we mentioned to the Commission
2	during one of the SDRs earlier this year, we are doing a
3	review within my Directorate of the deliverance of our
4	regulatory programs and also, we are also doing some
5	additional work on our regulatory requirements,
6	specifically focused on the Chalk River site as the result
7	of some issues.
8	So no decisions have been made, but it is
9	being considered as part of our assessment of our
10	effectiveness of delivering regulatory programs, yes.
11	MEMBER TAYLOR: Thank you.
12	THE CHAIRPERSON: Dr. Barnes.
13	MEMBER BARNES: It is a reiteration of
13 14	MEMBER BARNES: It is a reiteration of other comments and certainly building on what Mr. Graham
14	other comments and certainly building on what Mr. Graham
14 15	other comments and certainly building on what Mr. Graham said, in the material that you provided on public
14 15 16	other comments and certainly building on what Mr. Graham said, in the material that you provided on public consultation, on page 5 of that, at 2.6, you do specify
14151617	other comments and certainly building on what Mr. Graham said, in the material that you provided on public consultation, on page 5 of that, at 2.6, you do specify the areas the mechanisms for public consultation, but I
14 15 16 17 18	other comments and certainly building on what Mr. Graham said, in the material that you provided on public consultation, on page 5 of that, at 2.6, you do specify the areas — the mechanisms for public consultation, but I still feel that this is largely treating information as
14 15 16 17 18	other comments and certainly building on what Mr. Graham said, in the material that you provided on public consultation, on page 5 of that, at 2.6, you do specify the areas — the mechanisms for public consultation, but I still feel that this is largely treating information as sort of bits of facts, as it were, and largely a one-way
14 15 16 17 18 19 20	other comments and certainly building on what Mr. Graham said, in the material that you provided on public consultation, on page 5 of that, at 2.6, you do specify the areas — the mechanisms for public consultation, but I still feel that this is largely treating information as sort of bits of facts, as it were, and largely a one-way flow of information. I will just read them, "public

somewhat one-way.

1	It goes on a little better "public
2	information sessions". They typically, again, are very
3	local, and finally, "creating a virtual consultation forum
4	on the web" which again could be quite interesting.
5	I think, just to provide my own views, this
6	is looking at a very large complex decommissioning site.
7	I think it is going to set a benchmark potentially in
8	Canada. That sort of thing clearly is going to be decades
9	in length. It has the potential for attracting public
10	dialogue.
11	I think we all would agree that it is
12	important to develop and build public trust in a capacity
13	to dispose of waste, low, intermediate and high-level.
14	International as well as national attention will, I think,
15	be focused, likely to in surges over a period of time, and
16	I think AECL really should try and challenge itself to
17	developing new mechanisms of public consultation.
18	I think Elizabeth May touched on this when
19	she at least characterized we don't have the
20	information from you I don't expect it today on what
21	exactly you mean by public information sessions. We know
22	that it can be people providing information or, as she
23	indicated, a room where people simply go around and pick
24	up hits of information

1	But a lot of people like to attend meetings
2	where they have specialists of pros and cons, a more
3	active debate where they can hear opinions and falsehoods
4	challenged in a more open forum. I think there are ways
5	here in which the whole process of looking at long-term
6	and short-term waste disposal or the sensible
7	decommissioning of sites like this can be achieved. I
8	think it benefits society if AECL really could take rather
9	more creative mechanisms here or identify creative
10	mechanisms.
11	THE CHAIRPERSON: Further comments?
12	Thank you very much. This completes the
13	record for the public hearing on the matter of the
14	financial guaranty for decommissioning AECL's Chalk River
15	Laboratories site, including MAPLE reactors and the new
16	processing facility.
17	I will propose that the Commission confer
18	with regards to the information we have considered today
19	and we will determine if further information is needed or
20	if the Commission is ready to proceed with its decision,
21	and we will advise accordingly.
22	Thank you very much.
23	We are going to take a break and we will be
24	back at 12:45 to start the next hearing. Thank you.
25	Upon adjourning at 11:55 a.m.