



# **122nd MAINE LEGISLATURE**

## FIRST REGULAR SESSION-2005

**Legislative Document** 

No. 1342

S.P. 469

In Senate, March 17, 2005

### An Act Reducing Oversight Expense for Decommissioning Nuclear Power Plants To Benefit Electric Ratepayers

Submitted by the Office of the Public Advocate pursuant to Joint Rule 204. Reference to the Committee on Utilities and Energy suggested and ordered printed.

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JOY J. O'BRIEN Secretary of the Senate

Presented by Senator BARTLETT of Cumberland. Cosponsored by Representative: BLISS of South Portland.

	PART A
	Sec. A-1. 35-A MRSA c. 43, sub-c. 2, as amended, is repealed.
	Sec. A-2. 35-A MRSA c. 43, sub-c. 6 is enacted to read:
	SUBCHAPTER 6
	POST-DECOMMISSIONING OVERSIGHT FEES
_	
\$4395	. State assessment
	Any licensee operating an interim spent fuel storage
[aci]	ity in this State shall pay a fixed annual fee to cover all
	ent and reasonably foreseeable future state fees, costs and
	sments with respect to the licensee, including, but not
	ed to: the costs of any commission investigation; the
	ssion's participation in wholesale rate proceedings; safety,
	tion and environmental monitoring; and security
	ight-related costs. This annual fee consolidates the
	ous fees and assessments imposed by the State on the
	usee. The amount of the fixed payment is as follows:
	<ol> <li>September 1, 2005 to December 31, 2005. September 1, to December 31, 2005, \$90,000;</li> <li>Calendar years 2006 and 2007. Calendar years 2006 and \$360,000 per year;</li> </ol>
	3. Calendar year 2008. Calendar year 2008, \$296,667; and
	4. Calendar years 2009 to 12th month. Calendar years 2009
	he 12th month of the year following the year the spent
nucle	ear fuel is removed from the site, \$170,000 per year.
	The fees paid under this section are independent of and in
addit	ion to any compliance costs incurred either by the licensee
	y any contractor hired by the Department of Environmental
	ection to oversee, monitor or implement measures necessary to
	e compliance pursuant to the federal Resource Conservation
	Recovery Act of 1976, as amended.
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	PART B
	Sec. B-1. 22 MRSA §565-A, as amended by PL 1997, c. 686, §1,

#### 2 §565-A. Coordination with State Radiation Control Agency

Testing Laboratory 4 The Health and Environmental shall for environmental provide laboratory services testing and analysis as necessary to implement the radiation protection 6 services of the department conducted pursuant to section 680, subsection 2, paragraph D. Each-facility, - as defined -in-section 8 662,- shall - pay--a-fee-te-the-Health-and - Environmental-Testing Laboratory-to-the -special -revenue - account - ostablished -in -section 10 568--to--carry--eut--the--purposes-of--this--section---The-fee--is 12 \$90,000-annually-owcopt-that-for-fiscal-year-1997-98-the-fee-is \$122,000.

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Sec. B-2. 22 MRSA §661, as amended by PL 1999, c. 174, §2, is further amended to read:

#### 18 **§661.** Public policy

In the interests of the public health and welfare of the 20 people of this State, it is the declared public policy of this State that a facility licensed by the United States Nuclear 22 Regulatory Commission and situated in the State must be accomplished in a manner consistent with protection of the public 24 health and safety and in compliance with the environmental protection policies of this State. It is the purpose of this 26 chapter, in conjunction with sections 671 to 690; Title 25, sections 51 and 52; and Title 35-A, sections 4331 to 4393, to 28 exercise the jurisdiction of the State to the maximum extent permitted by the United States Constitution and federal law and 30 to-establish-in-cooperation-with-the-Federal-Government--a-State 32 Nuclear--Safety--Inspector--Program - for--the--on-site--monitoring, regulatory-review - and - oversight - of - a - facility - within - the - State 34 that -- holds -- a -- license -- issued -- by -- the -- United -- States -- Nuclear Regulatory-Commission. Nothing in this chapter may be construed as an attempt by the State to regulate radiological health and 36 safety reserved to the Federal Government by reason of the United 38 States Atomic Energy Act of 1954, as amended.

40 Sec. B-3. 22 MRSA §663, as amended by PL 1997, c. 686, §4 and PL 2003, c. 689, Pt. B, §6, is repealed.

Sec. B-4. 22 MRSA §664, sub-§1, as amended by PL 1999, c. 57, 44 Pt. B, §1, is further amended to read:

Records. Each facility licensee shall permit the inspection and copying, for the purposes of this chapter, of its books and records, maintained in any form, except that books and records that are privileged as a matter of law, proprietary, security-related or restricted by federal law, are not open to

inspection. Subject to the approval of the United States Nuclear 2 Regulatory Commission and of the facility licensee, access to books and records that are proprietary, security-related or 4 restricted by federal law may be granted, if the-State-Nuclear Safety--Inspector,--on--behalf--of---the--State, an authorized 6 representative of the State enters into a nondisclosure agreement. For purposes of this section, proprietary information 8 includes personnel manufacturers' records, proprietary information, licensee proprietary information and trade secrets. 10 For purposes of this subsection, "trade secrets" means any confidential formula, pattern, process, device, information or 12 compilation of information, including chemical name, that is used in any employer's business that gives the employer an opportunity to obtain any advantage over competitors who do not know or use 14 it.

Sec. B-5. 22 MRSA §664, sub-§2, as amended by PL 1999, c. 739, 18 §1, is further amended to read:

20 2. Monitoring. Each facility licensee shall permit monitoring, for the purposes of this chapter, of the premises, 22 equipment and materials, including source, special nuclear and by-product materials, in its possession or use, or subject to its 24 control and any vehicle or means of transportation used to remove materials or equipment from the site, including, but not limited Monitoring of vehicles or 26 to, by rail, water, roadway or air. other means of transportation used to remove materials or equipment from the site must be undertaken in a manner that is 28 safe, that employs properly calibrated instruments and that does not result in unreasonable delays in the removal of materials or 30 equipment from the site.

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For the purposes of this subsection, "monitoring" means any one or combination of the following:

- A. Observing the conduct of operations, including maintenance, quality assurance activities, the preparation, transportation and handling of radioactive waste, emissions monitoring, radiation protection and the observation of emergency preparedness tests and drills;
- 42 B. Taking analytical radiological measurements using properly calibrated instruments to confirm:
- (1) The results of quality assurance activities46 undertaken by or on behalf of the facility licensee;
- 48 (2) That the preparation, transportation and handling of radioactive waste is undertaken in accordance with
   50 applicable standards;

(3) The results of emissions monitoring undertaken by 2 or on behalf of the facility licensee; or 4 (4) That adequate radiation protection measures are in 6 place; ef and 8 c. Taking radiological measurements for the purpose of verifying compliance with applicable state laws, including, but not limited to, Title 38, section 1455, and confirming 10 and verifying compliance with the standards of the United States Nuclear Regulatory Commission for unrestricted 12 license termination, provided that the taking of such measurements employs techniques, protocols, instruments and 14 quality assurance practices in accordance with generally accepted scientific or industry practices, including, but 16 not limited to, those described in the federal Multi-Agency Radiation Survey and Site Investigation Manual. 18 20 The licensee shall, upon request, provide split samples to the State-Nuclear-Safety-Inspector an authorized representative of 22 the department. All analytical measurements taken pursuant to this subsection must be shared with the licensee. The licensee 24 may provide data to explain any conflicts between measurements taken by the licensee and measurements taken pursuant to this 26 subsection. 28 Nothing--in--this--chapter--prohibits--the--State--Nuclear--Safety Inspector-from-participating-in-licensee-training-activities-that are-scheduled-for-licensee-personnel. 30 Sec. B-6. 22 MRSA §664, sub-§§3 to 5, as amended by PL 1997, c. 32 686, §5, are repealed. 34 Sec. B-7. 22 MRSA §665, as amended by PL 1997, c. 686, §6, is repealed. 36 Sec. B-8. 22 MRSA §666, as amended by PL 1997, c. 686, §7 and 38 PL 2003, c. 689, Pt. B, §7, is repealed. 40 Sec. B-9. 22 MRSA §667, as amended by PL 1997, c. 686, §8, is 42 repealed. Sec. B-10. 22 MRSA §676, sub-§4, as amended by PL 1993, c. 44 664, §8 and PL 2003, c. 689, Pt. B, §6, is further amended to 46 read: 48 Radioactive waste. The Department of Health and Human 4. Services shall coordinate management of and shall serve as point of contact with the United States Nuclear Regulatory Commission 50

for high-level and low-level radioactive wastes, in consultation
with the Department of Environmental Protection, and the State Nuclear Safety Advisor in fulfillment of his the State Nuclear
Safety Advisor's duties pursuant to Title 25, sections 51 and 52, and-the-State-Nuclear-Safety-Inspector-in-fulfillment-of-his
duties-pursuant-te-section-666.

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Sec. B-11. 22 MRSA §679-B, sub-§2, as amended by PL 1995, c. 333, §1, is further amended to read:

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Service fee; ceiling. Except for waste that is exempt 2. 12 in accordance with subsection 4, the department shall assess annually by September 1st each low-level radioactive waste generator a service fee on all low-level radioactive waste 14 generated in this State that is shipped to a low-level radioactive waste disposal facility, stored awaiting disposal at 16 such a facility or stored for any other purpose. The service fee must be based 50% on the volume and 50% on the radioactivity of 18 the waste disposed in a disposal facility in the previous 20 calendar year or placed in storage in the previous calendar year if the State did not have access to a disposal facility for that year, but each generator must be assessed a minimum of \$100 22 Each generator must pay this service fee within 30 annually. days, except that any generator may choose to make quarterly 24 payments instead. Any radioactive waste for which a service fee was assessed and collected under this section can not be 26 reassessed for the purposes of this section. The radiation control program within the Division of Health Engineering shall 28 adopt rules in accordance with the Maine Administrative Procedure Act concerning the calculation of the fee and the exemptions to 30 the fee, consistent with this section. The--revenue -from--this service -- fee - each -- year - must - amount - to -- \$135,000- and -- must -- be 32 eredited-to-the-fund-established-in-subsection-l-and-used-to earry-out-the-purposes-of-this-section-and-of-Title-38r-section 34 1453-A----If - the - Advisory -- Commission - on - Radioactive - Waster -- as established-in-Title-38,-section-1453-A-is-dissolved,-the-service 36 fee-ceiling-must-be-lewered-by-the-amount-ef-the-budget-of-that 38 eemmissien.

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Sec. B-12. 25 MRSA §52, sub-§3, as amended by PL 2003, c. 673, Pt. S, §1, is repealed.

#### PART C

46 Sec. C-1. PL 1997, c. 686, §12, as amended by PL 1999, c. 366, §3, is further amended to read:

Sec. 12. Reimbursement. Maine Yankee Atomic Power Company 50 shall reimburse the Department of Environmental Protection for

incurred in conducting activities related actual costs to decommissioning by the department's regular or project staff or 2 by the department's contractors. Reimbursement charges may not exceed \$70,000 in fiscal year 1997-98 or \$100,000 in fiscal year 4 Reimbursement charges may not exceed \$50,000 for each 1998-99. remaining year of decommissioning activity. Payments required б under this section cease upon the July 2005 payment of \$50,000 to the department in fiscal year 2005-06. 8

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Sec. C-2. PL 1997, c. 700, §10 is amended to read:

Sec. 10. Payment by Maine Yankee Atomic Power Plant. 12 The Maine Yankee Atomic Power Plant shall pay \$25,000 by July 1st of each year to the Department of Environmental Protection to 14 support legislative allocations to the department associated with 16 the Advisory Commission Radioactive Waste on and Payments required under this section cease on Decommissioning. the date ef-the-final-operating-license-termination-of-the-Maine 18 Yankee-Atomic Power-Plant that the former plant site, except for 20 the spent fuel storage facility, is released from operating license requirements by the Nuclear Regulatory Commission. Any 22 unobligated balance remaining must-be-returned-to may be used by the department to pay costs incurred in overseeing and monitoring the site of the Maine Yankee Atomic Power Plant until the balance 24 is exhausted.

#### **SUMMARY**

30 The State's only nuclear generating unit, known as Maine Yankee, permanently ceased operations in 1997, began the process of dismantlement and decontamination in 1998 and has completed 32 more than 95% of that physical decommissioning process. With the 34 imminent completion of physical decommissioning of the nuclear generating unit, the State's monitoring and oversight activities will change significantly. This bill ensures that monitoring 36 and oversight of the site and the interim spent fuel storage installation will continue as necessary and will continue to be 38 funded by the nuclear generating facility. The bill reorganizes the State's oversight and monitoring functions and repeals or 40 sets the schedule for repeal of statutory provisions to eliminate unnecessary regulatory oversight functions and related fees that 42 are charged to electric ratepayers.

Certain state monitoring and oversight activities and costs 46 related to an operating nuclear facility, such as emissions reporting and waste transport fees, are also repealed. This 48 reorganization and establishment of a new assessment level on the licensee was part of a recent Federal Energy Regulatory Commission settlement related to decommissioning the facility that was unopposed and approved in August 2004.

Λ In particular, Part A of the bill establishes a single assessment to be paid by the licensee for all state activities 6 related to the site, including safety, radiation and environmental monitoring and security. The single annual payment 8 to the State is \$360,000 for calendar years 2006 and 2007 and \$170,000 every year thereafter until the spent fuel is removed 10 from the site and the interim spent fuel storage installation is finally decommissioned. Part A also eliminates the requirement 12 in the Maine Revised Statutes, Title 35-A for particular monitoring and reporting of routine radioactive releases, which 14 no longer occur.

Part B of the bill eliminates funding for the State Nuclear
 Safety Inspector position effective September 2005, as well as
 the various fees associated with specific testing and monitoring programs.

Part C eliminates, after the payment made in July 2005, the requirement that Maine Yankee reimburse the Department of Environmental Protection for costs incurred by the department in conducting activities related to the decommissioning. All fees eliminated in the bill are consolidated into the single assessment imposed in Part A of the bill, to be allocated by the State at its discretion.

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The Department of Health and Human Services and the 30 Department of Environmental Protection continue to be the primary agencies responsible for continued oversight of these activities.