# Overview of the Final Report of the Blue Ribbon Commission on America's Nuclear Future

January 2012



### **Origins and Purpose**

- Blue Ribbon Commission on America's Nuclear Future established by the President's Memorandum for the Secretary of Energy on January 29, 2010
- <u>Charge to the Commission</u>: Conduct a comprehensive review of policies for managing the back end of the nuclear fuel cycle and recommend a new strategy
- Deliver recommendations to the Secretary of Energy by January 29, 2012



#### **Commission Members**

- Lee Hamilton, Co-Chair Director of the Center on Congress at Indiana State University, former Member of House of Representatives (D-IN)
- **Brent Scowcroft**, Co-Chair President, The Scowcroft Group, and former National Security Advisor to Presidents Ford and George H.W. Bush
- Mark Ayers, President, Building and Construction Trades Department, AFL-CIO
- Vicky Bailey, Former Commissioner, Federal Regulatory Commission; former Indiana Public Utility Commissioner; former DOE Assistant Secretary for Policy and International Affairs
- Dr. Albert Carnesale, Chancellor Emeritus and Professor, UCLA
- Pete V. Domenici, Senior Fellow, Bipartisan Policy Center; former U.S. Senator (R-N.M.)
- Susan Eisenhower, President, Eisenhower Group, Inc.
- Chuck Hagel, Distinguished Professor at Georgetown University; former U.S. Senator (R-NE)

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#### **Commission Members**

- Jonathan Lash, President, Hampshire College; former President, World Resources Institute
- Dr. Allison Macfarlane, Associate Professor of Environmental Science, George Mason University
- Dr. Richard Meserve, President, Carnegie Institution for Science and Senior Counsel, Covington & Burling LLP; former Chairman, U.S. Nuclear Regulatory Commission
- Dr. Ernest Moniz, Professor of Physics and Cecil & Ida Green Distinguished Professor, MIT
- **Dr. Per Peterson**, Professor and Chair, Department of Nuclear Engineering, University of California-Berkeley
- John Rowe, Chairman and CEO, Exelon Corporation
- **Dr. Phil Sharp**, President, Resources for the Future, former Member of the House of Representatives (D-IN)



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#### **Nuclear Waste: What's the Problem?**

- America has been trying to figure out what to do with spent nuclear fuel and high-level waste since the 1960s
- Under current law, the federal gov't was supposed to start taking spent fuel by 1998, more than a decade ago
- Utility ratepayers have been paying for a solution that hasn't materialized while taxpayers face growing, openended liabilities
- The waste isn't going anywhere because we simply have no place to put it—and trust in the federal government's competence to manage this problem is all but gone



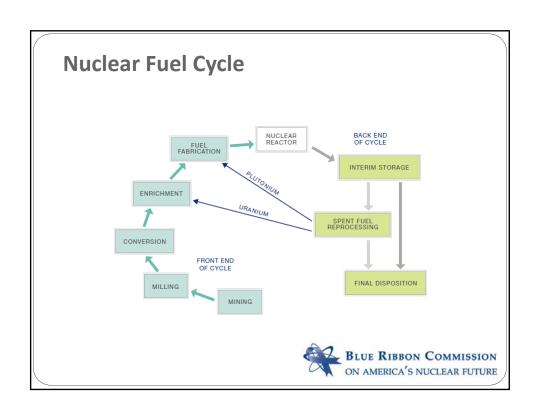
## Congress and the Administration must act to move beyond the current impasse

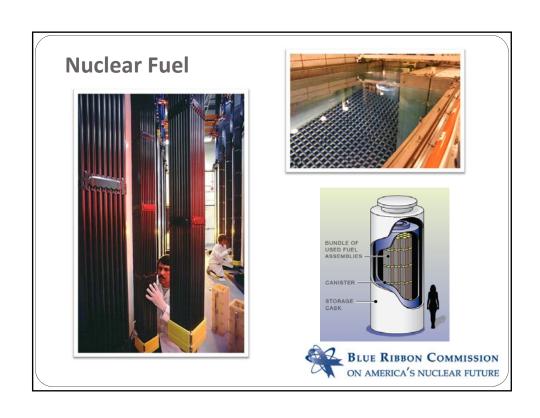
The waste exists.

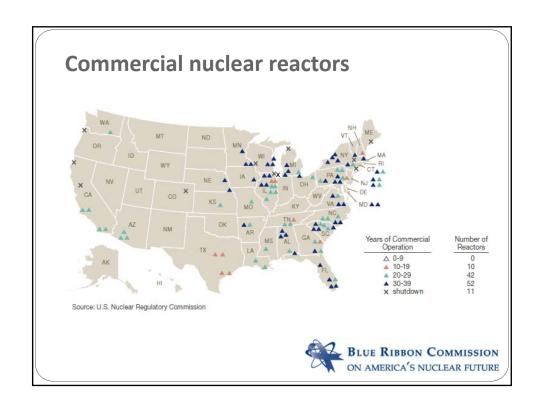
We have an ethical, legal, and financial responsibility to manage and dispose of it safely, at a reasonable cost, and in a reasonable timeframe.

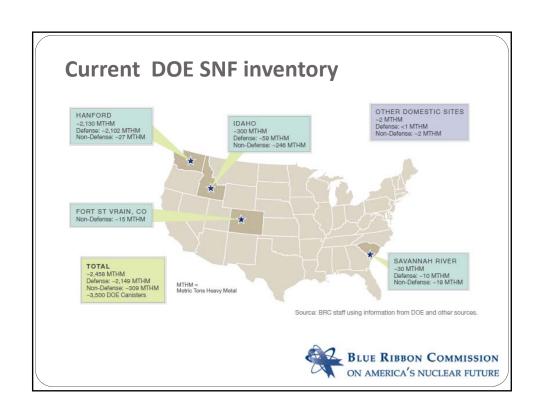
This was the driving impetus for the Commission. It is the basis for our shared sense of urgency about seeing our recommendations implemented.

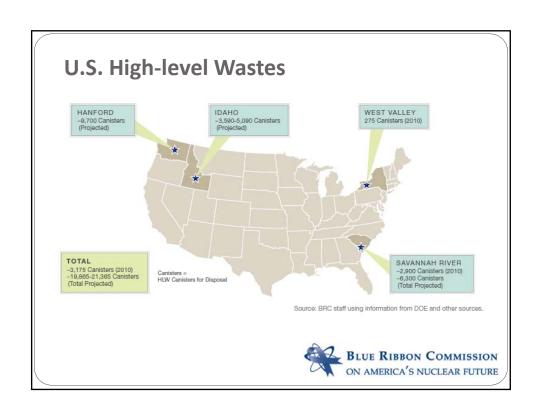














#### **Commission Activities**

- Full Commission meetings/site visits 2010:
  - March Where are we and how did we get here?
  - May Getting the issues on the table; three subcommittees formed ---Reactor & Fuel Cycle Technology; Transportation & Storage, Disposal
  - July Hanford Visit: a community's perspective
  - · August Maine Yankee site visit
  - September Crosscutting issues: governance, siting, international implications, ethical & societal foundations
  - · October Visits to Sweden and Finland
  - November International perspectives, working with the states, experts advice



#### **Commission Activities**

#### • 2011:

- January Visits to SC/GA (Savannah River) and NM (WIPP)
- February Visits to Japan, Russia and France; meeting on crosscutting issues; organizational form and scope, siting, financial considerations
- March Issued staff-developed report on "What We've Heard"
- May NRC/DOE reviews post-Fukushima; discussion of draft subcommittee recommendations to the full Commission
- June Visits to UK, France; draft subcommittee reports issued
- July Draft report submitted to Secretary of Energy
- September-October regional public comment meetings
- October-November established ad hoc subcommittee to address commingling of defense and civilian wastes
- December Meeting to discuss responses to public comment



 A new, consent-based approach to siting and development

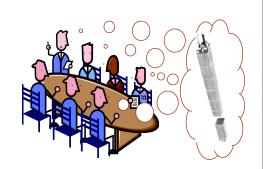






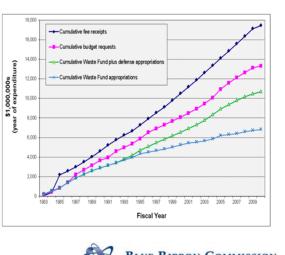
## **Overview of 8 Key Recommendations**

2. A new organization dedicated solely to implementing the waste management program and empowered with the authority and resources to succeed





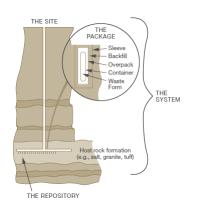
3. Access to the funds nuclear utility ratepayers are providing for the purpose of nuclear waste management





## **Overview of 8 Key Recommendations**

 Prompt efforts to develop one or more geologic disposal facilities





5. Prompt efforts to develop one or more consolidated storage facilities





## **Overview of 8 Key Recommendations**

6. Prompt efforts to prepare for the eventual largescale transport of spent nuclear fuel and highlevel waste to consolidated storage and disposal facilities when such facilities become available





7. Support for continued U.S. innovation in nuclear energy technology and for workforce development





## **Overview of 8 Key Recommendations**

8. Active U.S. leadership in international efforts to address safety, waste management, non-proliferation, and security concerns





#### **Proposed Legislative Changes**

Fully implementing these recommendations will require changes to the NWPA or other legislation to:

- Establish a new facility siting process
- Authorize consolidated interim storage facilities
- Broaden support to jurisdictions affected by transportation
- Establish a new waste management organization
- Ensure access to dedicated funding
- Promote international engagement to support safe and secure waste management



#### **Key Features of a New Approach**

- Consent-based
- Transparent
- Phased
- Adaptive
- Standards- and science-based
- Governed by partnership arrangements or legallyenforceable agreements between the implementing organization and host states, tribes, and local communities.



### **Empowering a New Waste Management Organization to Succeed**

- Organizational form: several options; Commission recommends federally-chartered corporation
- Scope of mission: to site, license, build and operate facilities for the safe consolidated storage and final disposal of SNF and HLW and conduct related R&D
- Resources and authorities: substantial implementing authority and assured access to funds coupled with rigorous technical, financial and regulatory oversight

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 Governance: board of directors nominated by the President, confirmed by Senate

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## **Fixing the Funding Problem:** A Two-Step Approach in the Near Term

- First, amend the Standard Contract so that nuclear utilities remit only the portion of the Nuclear Waste Fund fee that is actually appropriated for waste management activities each year.
- Place the remainder of fees collected each year in a trust account held by a qualified third-party institution
- Second, change the budgetary treatment of fee receipts so they directly offset appropriations for waste program
- Longer term, legislative action is needed to transfer unspent balance of Fund to new organization

#### **Siting New Facilities: Getting Started**

The United States should begin siting new nuclear waste management facilities by:

- Developing a set of basic initial criteria
- Developing a generic standard and supporting regulatory requirements EARLY in the process
- Encouraging expressions of interest from a large variety of communities
- Establishing initial program milestones



## Getting to Consent: Navigating the Federal/State/Tribal/Local Rights Dilemma

- Participation in the siting process on a voluntary basis
- Roles and authorities of host states, tribes, and communities defined through a process of negotiation
  - Implementing organization has authority to enter into legally binding agreements
- Implementing organization provides financial and technical support for participation
- Substantial incentives are made available
- Meaningful consultation in all aspects of facility siting, development, and operation

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#### The WIPP Example

- Currently the world's only operating deep geological repository for long-lived nuclear waste. Accepts defense transuranic (TRU) waste only.
- The site, in an ancient salt bed near Carlsbad, NM, was selected for study in 1974. WIPP received its first shipment of waste in 1999.

 Process was long and often contentious but the project enjoyed local support throughout.

- WIPP has received approx.
   10,200 shipments w/o incident
- Facility is now supported by a majority of NM citizens.



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## Further delay and stalemate is not only irresponsible, it will be costly...

Status of Litigation over DOE-Utility Standard Contracts (through 2010)	
Cases filed	78
Claims	\$6.4 billion
Payments for final judgments & settlements to date	\$2 billion
Estimated total damages if waste acceptance starts in 2020	\$20.8 billion
Estimated damages for each additional year of delay	Up to \$500 million per year
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#### **Status in Other Countries**

- <u>Finland</u>: Selected repository site at Olkiluoto with consent of local municipality (Eurajoki). Site studies since 2004; license application to be submitted in 2012; anticipated start in 2020.
- <u>Sweden</u>: Selected repository site at Forsmark with the support of the nearby community (Östhammer). Permit for construction submitted in 2011; anticipated start date 2025.
- <u>France</u>: Communities in Meuse/Haute-Marne region have volunteered for underground site-characterization program; program is providing local economic development benefits.
- Canada: Implementing an adaptive, consent-based process.
- <u>Spain</u>: Successfully used consent-based process to select site (Villar de Cañas) for a consolidated storage facility. Entire siting process took 6 years.

#### **Responding to Fukushima**

- Commission recommends the National Academy of Sciences undertake a comprehensive study of the accident and implications for U.S. policy & practices
- Dry cask storage and away-from-reactor pool storage at Fukushima performed well during crisis
- Fukushima points
   to importance of
   having long-term
   strategy & better
   near-term options for
   managing spent fuel



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#### **Conclusion**

- The overall record of the U.S. nuclear waste program has been one of broken promises and unmet commitments
- The Commission finds reasons for confidence that we can turn this record around
- We know what we have to do, we know we have to do it, and we even know how to do it
- We urge the Administration and Congress to act on our recommendations, without further delay

