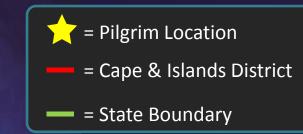
Power Reactor Decommissioning Rulemaking

Massachusetts State Senator Daniel A. Wolf Cape and Islands District

March 15, 2016

Pilgrim Nuclear Power Station has announced that it will close no later than June 2019



Decommissioning Goals from a State Perspective

- Safe removal of fuel from the reactor vessel
- Transfer fuel from the spent fuel pool to dry cask storage
- Clean up and rehabilitate the site for productive use, consistent with community goals, as quickly as practicable
- Give the public, the state and local authorities a voice in the process
- Continue appropriate monitoring, emergency preparedness, and evacuation planning during the process
- Ensure that the economics of decommissioning reflect best public policy for the citizens, not investor interests

Suggested Regulatory Approach for Decommissioning

- Require licensees to prepare a more detailed site-specific Post-Shutdown Decommissioning Activities Report ("PSDAR") that includes:
 - a site characterization
 - plans for site remediation and a description of the end use of the site, if restricted
 - plans for spent fuel management
 - a proposed timeline for the decommissioning activities that enables decommissioning to take place safely and as quickly as possible
 - prioritize immediate risks (e.g. eliminating high-density storage of irradiated fuel in spent fuel pools)
 - reflect up-to-date scientific evidence and technology
 - safety and emergency preparedness plans that reflect site-specific risks at various stages of decommissioning
 - require transition to dry cask storage before reducing emergency response or security requirements
 - cost estimates for decommissioning and spent fuel management

Suggested Regulatory Approach for Decommissioning

- Require the formation of a community engagement/advisory panel.
- Require a public hearing, opportunity to comment and public input on a draft of the PSDAR and any subsequent requests to change or update the PSDAR.
- Require the NRC to analyze long term environmental impacts of the PSDAR prior to approval.
- Require local and/or state approval and NRC approval of the final PSDAR and any requests to change or update the PSDAR.

Suggested Changes to Decommissioning Trust Funds

- Broaden the definition of legitimate decommissioning activities to include site restoration and spent fuel management.
- Allow Decommissioning Trust Funds to be used to move spent fuel from wet storage to dry cask; however, require licensees to replenish the Fund with any money recovered from the Department of Energy for this purpose.
- Do not allow the Fund to be used for other corporate expenses such as taxes and lobbying.

Suggested Changes to Decommissioning Trust Funds

- To the extent possible, ensure that the parent company of the limited liability corporation (LLC) that manages a single nuclear power station be held accountable for cleanup costs.
- Clarify that non-radiological issues and issues unrelated to operational safety (site restoration, non-radiological cleanup, redevelopment planning) are subject to state and local oversight and not preempted.

Projected Pilgrim Nuclear Decommissioning Deficit

Current Trust Fund has approximately \$900 million

Current Expected Decommissioning Costs (including site restoration and spent fuel management) are approximately \$1.4 billion

Projected Pilgrim Nuclear Decommissioning Deficit



Decommissioning Trust Fund Growth Rate

Assumptions:

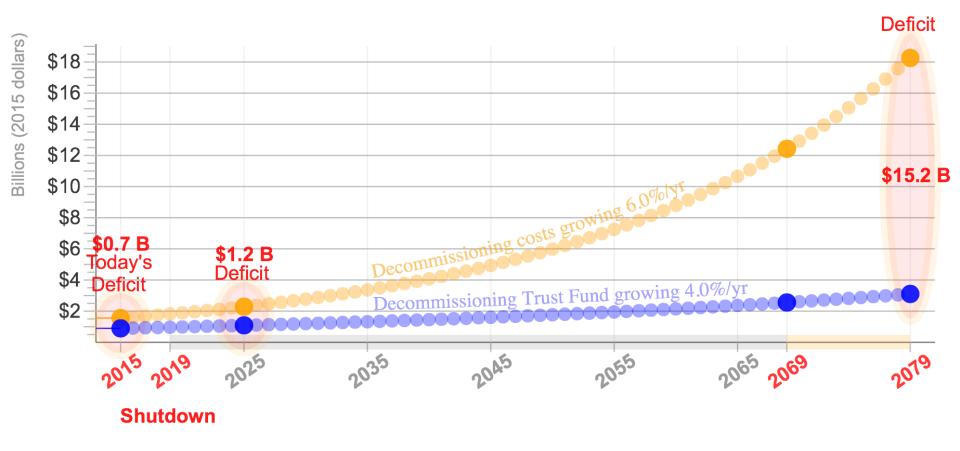
1) Trust Fund is not used for any purpose other than decommissioning.

2) Decommissioning is defined broadly to include site restoration and spent fuel management costs.

Source: Dr. Brian E. Boyle, PhD

3) The cost of spent fuel management will be reimbursed from the existing DOE fund.

Projected Pilgrim Nuclear Decommissioning Deficit



Source: Dr. Brian E. Boyle, PhD