1(13/06/14)

3Bill in connection with the setting-up of the Nuclear Safety and Radiation Protection 4Authority

6 Explanatory Memorandum

8I. General Part

9 10**1. Introduction**

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12The object of this Bill is:

131. to set up the Nuclear Safety and Radiation Protection Authority (hereinafter referred to as the 14'NSRPA') as an independent administrative authority (hereinafter referred to as 'IAA') and 152. to transfer statutory duties and powers to it.

16The NSRPA will pool the expertise and knowledge within central government in the area of nuclear 17safety and radiation protection as far as possible.

18This Bill amends the Nuclear Energy Act and the Economic Offences Act to that end. It is also 19necessary to revise various aspects of rules and regulations based upon the Nuclear Energy Act. 20This will be done by means of a separate amending decree and a separate amending regulation.

22In the motion by MPs Jan Vos and Leegte, passed virtually unanimously, the House of 23Representatives asked the government to pool the duties and powers in the area of nuclear safety 24and radiation protection in a nuclear safety and radiation protection authority and to ensure that 25that authority is independent (Parliamentary Papers II, 2012/13, 32 645, No. 48).

27In his letter of 19 April 2013 to the Speaker of the House of Representatives (Parliamentary Papers 28II, 2012/13, 32 645, No. 51, p. 1) on the implementation of the Jan Vos/Leegte motion the Minister 29of Economic Affairs wrote that he considered it important for there to be a good, independent 30authority with sufficient critical mass:

31- that can ensure that nuclear safety and radiation protection are guaranteed in the Netherlands,

32- that meets the requirements laid down in international legislation, and

33- that pools government expertise in this area as far as possible.

35As part of the preparatory work for decision-making on the NSRPA the International Atomic Energy 36Agency (hereinafter referred to as the 'IAEA') was asked for advice, as also requested by Mrs Van 37Veldhoven MP. She had asked for a thorough-going legal analysis of the application of the 38International Atomic Energy Agency Convention on Nuclear Safety as regards the setting-up of the 39NSRPA (Proceedings II 2012/13, No. 58, item 14). The Autonomous Administrative Bodies Enabling 40Act (hereinafter referred to as the 'IAAs Enabling Act' or the 'Enabling Act') and the Agencies 41Regulation were submitted along with the request for a recommendation. A number of optional 42features with which IAAs could be equipped were also suggested in case this proves necessary to 43meet the IAEA requirements (Annex 1 to Parliamentary Papers II, 2013/14, 32 645, No. 58 and 44Parliamentary Papers I, 2013/14, 32 645, B; hereinafter referred to as the IAEA recommendation).

46Taking this recommendation into account, the Council of Ministers decided on 24 January 2014 to 47constitute the NSRPA as an IAA and place it under the Minister of Infrastructure and the 48Environment. The Minister of Economic Affairs is to prepare the legislation required for this, and the 49Minister of Infrastructure and the Environment is to prepare an organizational decision 50(Parliamentary Papers II, 2013/14, 32 645, No. 58, p. 2 and Parliamentary Papers I, 2013/14, 32 51645, B, p. 2).

52 53This Bill is signed by the Minister of Economic Affairs because of his responsibility for the Nuclear 54Energy Act (Article 1 (1) of the Decree of 11 November 2010 on Departmental Restructuring in 55relation to Energy and the Dutch Emissions Authority, Government Gazette 2010, 18531) and 56because he is responsible for most of the duties and powers that will be transferred to the NSRPA 57once this Act enters into force. The Minister of Infrastructure and the Environment is a co-58signatory, as once this Bill enters into force the NSRPA will fall under his responsibility as an IAA. 59Lastly, the IAAs Enabling Act lays down that an Act entrusting public authority to an IAA must be 60co-signed by the Minister of Housing and Central Government (Enabling Act, Section 6).¹

 $^{1^{1}}$ It is assumed here that the Amendment to the Non-Departmental Public Bodies Framework Act in connection with the linking-up of 2independent administrative authorities to the central government infrastructure and some technical modifications (Parliamentary Papers 3II, 2013/14, 33 912, No. 2, p. 1) will enter into force before this Bill is submitted to the House of Representatives. If not, this text will

61The Minister of Economic Affairs signs this Explanatory Memorandum also on behalf of the Ministers 62of Infrastructure & the Environment and Housing & Central Government.

64Organization of this document

65Chapter 2 discusses the policy reasons behind and need for the setting-up of the NSRPA in more 66depth and explains the decision to constitute it as an IAA placed under the Minister of 67Infrastructure and the Environment. Chapter 3 discusses the relationship between this Bill and the 68relevant international legislation, in particular the consequences for this Bill of a new European 69Union nuclear safety directive. Chapter 4 discusses the relationship between this Bill and the IAAS 70Enabling Act and the Nuclear Energy Act. Chapter 5 outlines the substance of the Bill. The last 71three chapters deal with the implementation and enforcement of the Bill, its consequences, and an 72overview of the advisory and consultation process on the Bill respectively.

742. Background and Need

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76This chapter comprises two sections. The first discusses the policy reasons behind and need for the 77setting-up of the NSRPA, and the second explains the decision by the Council of Ministers to 78constitute it as an IAA placed under the Minister of Infrastructure and the Environment.

80a. Policy reasons behind and need for the NSRPA

82The policy need for an NSRPA arises from the fact that the nuclear industry faces a number of 83substantial challenges. This requires the proper organization of those parts of central government 84that are responsible for nuclear safety and radiation protection. (It should be noted that primary 85responsibility for nuclear safety and radiation protection always rests with the person operating a 86nuclear facility or carrying out operations with fuels or radioactive materials. The government is 87responsible inter alia for policy and legislation and regulations on nuclear safety and radiation 88protection, the licensing and the enforcement of the legislation and regulations.) The current 89organization of duties, powers and responsibilities is vulnerable, however, as explained below.

91The Dutch nuclear industry is relatively small but very varied. There is one medium-sized nuclear 92power plant in Borssele, a small nuclear power plant in Dodewaard that has already been 93decommissioned, and there are two research reactors (in Petten and Delft). The Petten reactor is 94responsible for some 60% of European and 30% of worldwide production of medical isotopes. The 95company Covidien in Petten processes them into medical products. URENCO has an enrichment 96plant in Almelo where, as well as uranium, various isotopes are enriched for the medical and 97industrial sectors. The Central Organisation for Radioactive Waste (COVRA) in Borssele is the 98central facility for the storage of all Dutch radioactive waste. Also, a wide variety of radioactive 99sources and accelerators are used in the Netherlands for medical applications, research and 100industrial purposes (there are about a thousand licensees under the Nuclear Energy Act), and 101radioactive materials and fuels, irradiated or otherwise, are transported.

103and is currently implementing the measures required for this. Lessons have been learnt from the 104Fukushima disaster, resulting in modifications to the Borssele nuclear power plant. There are also 105plans to build a new research reactor 'Pallas' in Petten, to modify the research reactor in Delft and 106to build four proton clinics. Lastly, safety, security and radiation protection need to be improved on 107an ongoing basis. This requires the government among other things to grant new, complex 108licences, raise safety standards and develop new inspection protocols.

110The current organization in central government as regards nuclear safety and radiation protection, 111however, is vulnerable to the fragmentation of duties, responsibilities, powers, capabilities and 112resources, and it has low critical mass and an unacceptably complicated coordination burden.

113Berenschot's report of 7 December 2012, Radiation Protection from a System Perspective, 114Evaluation of Dutch Radiation Protection Policy, concludes that coordination between policy and 115implementation, between implementation and supervision, and between supervision and policy 116could be optimized. Access to knowledge and information is less than optimal at present. 117Berenschot also concludes that the capacity of government inspectorates to enforce radiation 118protection policy is very thinly spread and it is therefore important for the inspectorates to work 119together properly. This report was presented to the Speaker of the House of Representatives along 120with the government's response in a letter of 23 April 2013 (Parliamentary Papers II, 2012/13, 32

⁵need to be revised in the Minister's report.

121645, No. 52, p. 2). The government's response already indicates that the setting-up of the NSRPA 122 will help to improve this.

123The recommendation by the Court of Audit on the proposed setting-up of the Stichting 124Voorbereiding Pallas-reactor (Foundation for the preparation of the Pallas reactor) expresses the 125desire to guarantee the independence of licensing under the Nuclear Energy Act and organize it 126independently. In this recommendation the Court of Audit noted that, following the setting-up of 127the foundation, the Minister of Economic Affairs would be both the co-funder of the Pallas reactor in 128the preparatory phase and the licensing authority under the Nuclear Energy Act. The Minister of 129Economic Affairs refers to this recommendation in his letters of 23 April 2013 on the setting-up of 130the Stichting Voorbereiding Pallas-reactor to the Speakers of the House of Representatives and the 131Senate. In response to the recommendation he refers to the setting-up of an independent Nuclear 132Safety and Radiation Protection Authority (Parliamentary Papers I/II, 2012/13, 33 626, A/No. 1, p. 1335).

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135Lastly, this Bill anticipates Commission Proposal 15030/13 ATO 119, Draft proposal for a Council 136Directive 2009/71/Euratom establishing a Community framework for the nuclear safety of nuclear 137installations, of 16 May 2014 (hereinafter referred to as the 'nuclear safety amending directive') 138insofar as it relates to the competent regulatory authority (Articles 5 (2) and (3) and 8 (3)),² given 139the close relationship between these provisions and the NSRPA. The NSRPA will thus from the 140 outset meet the latest international requirements regarding a competent regulatory authority in its 141area. This also fulfils the pledge given by the Minister of Economic Affairs on the subject to the 142House of Representatives (Parliamentary Papers II, 2012/13, 21 501-33, No. 435, pp. 8-9).

144b. Decision to give the NSRPA IAA status

146This section discusses the arguments underlying the decision by the Council of Ministers to 147constitute the NSRPA as an IAA placed under the Minister of Infrastructure and the Environment. It 148considers first the various international requirements that exist as regards the independence of a 149nuclear safety and radiation protection authority, then the various options there are in the 150Netherlands for putting this into effect, then the IAEA recommendation, and lastly the decision 151made by the Council of Ministers.

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153International requirements

154International legislation lays down requirements for the independence of a nuclear safety and 155radiation protection authority (regulatory body (IAEA) or competent regulatory authority 156(Euratom)). Article 8 (2) of the IAEA Convention on Nuclear Safety adopted in Vienna on 20 157September 1994 (Treaty Series 1994, 284; hereinafter referred to as the Nuclear Safety 158Convention), for instance, reads as follows:

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Each Contracting Party shall take the appropriate steps to ensure an effective separation between the functions of the regulatory body and those of any other body or organization concerned with the promotion or utilization of nuclear energy.

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164Similar obligations are laid down in the following provisions:

165- Article 5 (2) of Council Directive 2009/71/Euratom of 25 June 2009 establishing a Community 166framework for the nuclear safety of nuclear installations (OJEU 2009, L 172; hereinafter referred to 167as the 'nuclear safety directive')

168- Article 20 (2) of the Joint Convention on the Safety of Spent Fuel Management and on the Safety 169of Radioactive Waste Management adopted in Vienna on 5 September 1997 (Treaty Series 1999, 170164)

171- Article 6 (2) of Council Directive 2011/70/Euratom of 19 July 2011 establishing a Community 172framework for the responsible and safe management of spent fuel and radioactive waste (OJEU 1732011, L 199)

174- Article 2A (3), basic principle D, of the Convention on the Physical Protection of Nuclear Material 175adopted in Vienna/New York on 3 March 1980 (Treaty Series 1980, 166), as amended and 176supplemented on 8 July 2005 (Treaty Series 2006, 81)

177- Article 76 (1)(a) of Council Directive 2013/59/Euratom of 5 December 2013 laying down basic 178safety standards for protection against the dangers arising from exposure to ionising radiation, and 179repealing Directives 89/618/Euratom, 90/641/Euratom, 96/29/Euratom, 97/43/Euratom and 1802003/122/Euratom (OJEU 2014, L 13).

 $^{7^2}$ Update once the directive has been passed. Situation as of 25/06/14: Draft directive ready for the Council to pass on 8 July 2014.

181The IAEA Code of Conduct on the Safety and Security of Radioactive Sources 2004 also contains a 182similar provision (Article 19 (a)), but this provision is not legally binding. The Netherlands has 183however complied with the call of the IAEA General Conference to make a political commitment to 184observe the Code of Conduct

185(http://www.iaea.org/Publications/Documents/Treaties/codeconduct_status.pdf).

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187The IAEA discusses the required independence of the regulatory body in more detail in various 188documents, in particular:

189- IAEA Safety Standards No. SF-1, Fundamental Safety Principles, principle 2, Role of government 190(Vienna 2006)

191- IAEA Safety Standards Series No. GSR Part 1, Governmental, Legal and Regulatory Framework 192 for Safety, requirements 3, 4 and 17 concerning 'Establishment of a regulatory body', 193'Independence of the regulatory body' and 'Effective independence in the performance of 194 regulatory functions' respectively (Vienna 2010)

195- IAEA Safety Standards Series No. GS-G-1.1, Organization and Staffing of the Regulatory Body for 196Nuclear Facilities, Chapter 2, 'Regulatory Independence and Funding of the Regulatory Body' 197(Vienna 2002)

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199The picture that emerges from these as regards the required independence of the regulatory body 200is as follows.

201The main reason for independence is to ensure that the regulatory body's decisions on nuclear 202safety can be taken without pressure from interests that could conflict with nuclear safety or 203radiation protection, as nuclear safety and radiation protection can involve complex – sometimes 204very complex – technical matters. Specialist knowledge and expertise are required for good 205decision-making on these matters. Also, the accidents at the nuclear power plants in Chernobyl and 206Fukushima have shown that these accidents can have major consequences. This further 207emphasizes the need for decision-making on nuclear safety and radiation protection to be 208meticulous and based on correct knowledge and expertise and without undue influence from other 209interests, i.e. independent.

210The IAEA goes on to identify six aspects for which the nature of the independence needs to be 211specified: political, legislative, financial, capability, information and international.

2121. The political aspect of independence involves the regulatory body being clearly and effectively 213separated from organizations that promote nuclear energy. This means that the regulatory body 214must not be subject to political influence or pressure when taking decisions on nuclear safety. This 215is however without prejudice to the fact that the regulatory body can be called to account for the 216fulfilment of its duties.

2172. The legislative aspects of independence mean inter alia that:

218- the duties and independence of the regulatory body must be laid down by law,

219- the regulatory body must have the power to lay down or draft general rules on nuclear safety in 220implementation of formal legislation,

221- the regulatory body has the power to make decisions, including enforcement decisions.

2223. The financial aspects of independence mean that it must be ensured that the regulatory body 223has adequate staff and funding to fulfil its duties satisfactorily.

2244. As regards the 'capability' aspect, the regulatory body must have at its disposal the independent 225technical expertise needed to fulfil its nuclear safety responsibilities. The management of the 226regulatory body must have the responsibility and power to employ the staff required for this 227purpose. The regulatory body must also have the power to set up independent advisory bodies, 228take out contracts for research and development for the fulfilment of its duties, and obtain advice. 2295. The information aspect means that the regulatory body must have the power to communicate 230independently with the public on its rules, requirements, decisions and opinions.

2316. The international aspects of independence mean that the regulatory body must have the power 232to maintain contacts with other countries' regulatory bodies and international organizations so as to 233promote cooperation and exchange relevant information.

234It should be noted that the regulatory body cannot be fully independent of the rest of government 235in every way; just like other government departments and private-sector organizations it will need 236to operate within its national system of laws and budgets.

237It is also clear from this that the regulatory body's independence will be closely related to the 238duties that need to be entrusted to it, and that its independence will be dependent on the options 239available under public law for framing its duties independently. Below is an overview of the national 240options.

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242National options

243The main public-law options in the Netherlands for framing a central government function more 244independently are an agency and an independent administrative authority. We shall now discuss 245the nature of these two types of organization respectively.

247 Agency

248An agency is a department of a Ministry that operates with internal independence and has its own 249management model and financial administration (Article 1 (a) of the Agencies Regulation 250(hereinafter referred to as the 'AR'). An agency can be set up if it:

2511. has an expected turnover or expected revenue of over 50 million euros per year,

2522. has a results-driven management model,

2533. will operate more efficiently than as a department of the Ministry concerned,

2544. is able to establish a relationship between expenditure and performance such that performance-255based funding is possible, and

2565. is able to guarantee financial functions and financial management of adequate quality. 257An additional requirement for the setting-up of a cost-benefit agency is that the predicted average 258depreciation costs per annum must exceed 5% of its total expenditure (RA, Articles 4 (1) and 5).

260Independent administrative authority

261An IAA is 'a central government administrative body that is invested by law with public authority 262and is not hierarchically subordinate to a Minister' (IAAs Enabling Act, Section 1 (a)). As there is at 263present no provision in any law that makes it possible to set up an IAA for nuclear safety and 264radiation protection by administrative order or Ministerial Regulation, an Act is needed to set up the 265NSRPA.

266An IAA can only be set up if one of the three justifications set out in the IAAs Enabling Act is met 267(Enabling Act, Section 3 (1)). It should be noted that the existence of one of these justifications 268alone is not regarded as sufficient to decide to set up an IAA.

269In the case of the NSRPA the first of the three reasons for setting up an IAA applies, namely the 270fact that there is a need for politically independent judgment based on special expertise, as 271independent judgment is required inter alia under Article 8 of the Nuclear Safety Convention. Also, 272nuclear safety and radiation protection requires highly specialized expertise that is in short supply 273in the Netherlands. The other two justifications do not play a role here.

275As regards the setting-up of the NSRPA, there are then two questions:

2761. What is the most suitable form for the NSRPA, an IAA or an agency (or part of an agency)? 2772. What should the NSRPA's position be?

278 279The form of the NSRPA

280Agency

281With an expected turnover of 25 million euros the NSRPA certainly cannot meet the first 282requirement for an agency. The management model required for the setting-up of an agency, with 283the roles of owner, client and contractor in one hierarchical column, is incompatible with the 284independence of the NSRPA required by the IAEA (AR, Articles 9-12, 30 and 31). Nor are there any 285 reasons to expect that the NSRPA would operate more efficiently as an agency than it would as a 286government department. In view of the activities of the NSRPA, in the case of the majority of its 287activities no relationship can be established between expenditure and performance such that 288performance-based funding would be possible. This means that the NSRPA cannot meet four of the 289 five justifications for setting up an agency.

290In all probability it would also not meet the supplementary condition for the setting-up of a cost-291benefit agency.

292Lastly, the subordinate position of an agency would limit the NSRPA's independence. Even if we 293assume that its duties and powers as an agency would be laid down by law, the Minister 294concerned, because of that subordinate position, would retain the power to issue instructions for 295the exercise of those duties and powers on a case-by-case basis or in general (General 296Administrative Law Act, Section 10:22 (1)).

298Part of an agency

299Making the NSRPA part of an existing agency was considered. In that case a new organization 300would not to be set up.

301This solution, however, does not tally with the previous conclusion that the NSRPA cannot meet the 302 justifications for setting up an agency. The requirement regarding turnover is the only one that 303would not be a problem if the NSRPA were to form part of an agency; the other three requirements 304would still not be met.

305Also, the international trend as regards nuclear safety and radiation protection authorities during 306the past ten years has in fact been to make them separate, distinctive organizations. The 307Netherlands would set itself apart unfavourably internationally by having the NSRPA form part of

309Lastly, the fact that the management model for an agency is unacceptable as regards the 310independence of the NSRPA would be an even stronger factor if it were to form part of an agency, 311since as part of an agency it would also be hierarchically subordinate to the agency's senior 312executive.

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314Independent administrative authority

315An IAA provides the most independence, as it is not subordinate to a Minister and its members 316cannot be officials subordinate to a Minister (Enabling Act, Sections 1 (a) and 9). 317An argument against deciding to constitute the NSRPA as an IAA could be that current government 318 policy is to be circumspect with IAAs. This is not to say, however, that there is a moratorium on 319setting up new IAAs, though it does mean that more importance is attached than before to 320additional reasons - in addition to a justification - for setting up an IAA. In the case of the NSRPA 321the additional reason lies in the fact that its independence is not only a national desire (see the 322parliamentary motion referred to at the start) but also an international obligation that the 323Netherlands is required to meet under the aforementioned IAEA conventions and Euratom 324directives. Furthermore, meeting international obligations must take precedence over any Dutch 325rules or policy that may be in conflict with them (cf. Dutch Constitution, Article 94).

327Position of the NSRPA

328The IAEA recommendation is important when it comes to deciding on the position of the NSRPA.

330The IAEA recommendation

331The following two options were put to the IAEA for a recommendation:

3321. The NSRPA would be part of the Human Environment and Transport Inspectorate under the 333responsibility of the Minister of Economic Affairs.

3342. The NSRPA would be a separate organization (an IAA) under the responsibility of the Minister of 335Economic Affairs.

337The IAEA recommendation included the following conclusions:

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'in response to your request to identify which variant provides "the best quarantee for independence" the result of the assessment indicates that for both variants, compliance with IAEA Safety Standard does not appear to be fully achieved. The most significant concern is related to the position of the future regulatory body; the two options place the regulatory body under the Minister of Economic Affairs, which is responsible for the national energy policy and this may result in potential conflicts between energy supply issues and safety considerations.'

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From the assessment the IAEA concluded that the variant where the NSRPA will be established as an "Independent Administrative Authority" (IAA) is preferable, given that the deviations on the Framework Act on IAA's, described in your table attached to your letter dated 24 October, are implemented. Even if this option is chosen, the main concern regarding the position of the regulatory body under the Minister of Economic Affairs remains, if this minister retains responsibilities for the national energy policy. In addition, it would be necessary to conduct a comprehensive assessment of the IAEA option once finalized (including, a review of the implementing documents/legal provisions).

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The conduct of an IRRS mission at the end of 2014 will constitute a good opportunity to further analyse the compliance of the Netherlands' existing nuclear regulatory Framework with the IAEA Safety Standards.

359 We are looking forward to our future cooperation and providing support as necessary for the 360 establishment of an independent regulatory body in the Netherlands.'

362It follows from this that:

363- neither an agency nor an IAA would fully meet the IAEA requirements, though it should be noted 364that the recommendation assumes it would be placed under the Minister of Economic Affairs. 365- the IAEA regards placing it under the Minister of Economic Affairs as a cause for concern, as this 366Minister is also responsible for energy policy and a potential conflict between energy supply and 367safety considerations could arise.

368- the IAEA's preference is for an IAA, if the additions to the IAAs Enabling Act as set out in the joint 369supplementary request for a recommendation are implemented.

370- the IAEA envisages the necessity, if its preference is developed, to make a further assessment of 371implementation and legal form.

372- the IAEA regards the IRRS mission at the end of 2014 as a good opportunity for a further 373assessment of the extent to which the Netherlands then meets the requirements.

374- the IAEA is keen to collaborate and offer the necessary support in developing an independent 375authority.

376 377*Conclusion*

378In view of the fact that the international requirement of the independence of the NSRPA can best 379be achieved in the Netherlands with an IAA, and in view of the IAEA's preference in its 380recommendation for an IAA, and given the IAEA's concern about placing the NSRPA under the 381Minister of Economic Affairs, the government has decided to place the NSRPA under the Minister of 382Infrastructure and the Environment as an IAA.

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3843. Relationship with international legislation

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386The preceding chapter has already discussed in detail the relevant international legislation, the 387requirement of the independence of the regulatory body laid down there, and the significance this 388has had for the decision to set up the NSRPA as an IAA.

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390For the rest, the nuclear safety amending directive is also important in this connection.³ Recital 7 of 391that directive emphasizes the importance of the competent regulatory authority's independence as 392 follows. A strong competent regulatory authority with effective independence in its decision-making 393is regarded as a fundamental requirement for the European nuclear safety regulatory framework. It 394is also regarded as being of the utmost importance that the competent regulatory authority be able 395to exercise its powers impartially, transparently and without undue influence on its decision-396making, so as to ensure a high level of nuclear safety. The directive therefore reinforces the 397importance of the regulatory body's independence. Under the nuclear safety amending directive 398member states must ensure that the competent regulatory authority is effectively independent of 399undue influence on its regulatory decision-making (Article 5 (2)). At present the functional 400separation from other bodies or organizations involved in the promotion or utilization of nuclear 401energy is still adequate. The proposed decision to set up the NSRPA as an IAA and place it under 402the Minister of Infrastructure and the Environment meets the strengthened requirement under the 403amending directive regarding the independence of the competent regulatory authority. 404A few provisions have been included in the Bill in connection with the implementation of the nuclear 405safety amending directive insofar as it relates to the competent regulatory authority (Articles 5 (2) 406and (3) and 8 (3) of the directive), namely the proposed Sections 8 and 9 (1) and (2) of the 407 Nuclear Energy Act on procedures relating to conflicts of interest and funding. These provisions 408implement Article 5 (2)(c) and (e) of the directive. These sections will be dealt with in Chapters 4 409and 5.

410Article 5 (2)(a, second part) of the directive lays down that the competent regulatory authority 411shall seek or accept instructions. The implementation of this provision in the directive, insofar as 412instructions from Ministers are concerned, is already adequately ensured by existing legislation. 413Constituting the NSRPA as an independent administrative authority places it at arm's length. 414Section 1 (a) of the IAAs Enabling Act lays down that an independent administrative authority must 415not be hierarchically subordinate to a Minister. An independent administrative authority thus acts 416independently of the responsible Minister, and vis-à-vis the independent administrative authority 417the Minister can only exercise those powers granted to him under the IAAs Enabling Act. The 418Minister cannot give instructions in individual cases. Other Ministers have no power whatsoever to 419give instructions. The same applies to any instructions from users of nuclear energy. Furthermore, 420the proposed Section 3 (2) of the Nuclear Energy Act lays down that the NSRPA must carry out its 421duties independently. This means that the NSRPA can neither seek nor accept such instructions. 422It is also not necessary to revise the legislation in order to implement the other parts of Articles 5 423(2) and (3) and 8 (3) of the nuclear safety amending directive. Part III of this Memorandum 424contains a transposition table indicating how these passages in the directive are to be implemented 425for the NSRPA using existing legislation.

4274. Relationship with existing legislation

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 $^{12^3}$ Update once the directive has been passed.

429This chapter discusses the relationship between this Bill and existing national legislation. In this 430context the IAAs Enabling Act and the Nuclear Energy Act are particularly important.

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432IAAs Enabling Act

433The IAAs Enabling Act will apply to the NSRPA. This means that the provisions of the IAAs Enabling 434Act on public-law IAAs without separate legal personality will in principle apply to the NSRPA.

435Insofar as is relevant here, this concerns the following points:

- 436- The meeting of obligations under the IAAs Enabling Act by another IAA forming part of the same 437legal person (Enabling Act, Section 7)
- 438- Approval of the mandate given to the IAA (Enabling Act, Section 8)
- 439- Staff working for the IAA being under the authority of that IAA (Enabling Act, Section 16)
- 440- The drawing-up of an annual report (Enabling Act, Section 18 (1))
- 441- Meticulousness in the exercise by the IAA of its duties and powers (Enabling Act, Section 19)
- 442- Submission of a draft budget by the IAA to the Minister concerned (Enabling Act, Section 25)
- 443- Immediately notifying the Minister concerned of substantial differences in the IAA's revenue or 444expenditure (Enabling Act, Section 30)
- 445- The recording of certain data on the IAA in a public register (Enabling Act, Section 40)
- 446- Ensuring the security of the IAA's data (Enabling Act, Section 41)

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448The IAAs Enabling Act is a general act, but unlike e.g. the General Administrative Law Act it does 449not distinguish between binding/semi-binding and regulatory rules. As a result the legislature can 450regulate a particular matter differently in specific legislation than is the case in the IAAs Enabling 451Act. This can be achieved by including a different substantive provision or explicitly stating that a 452particular provision in the IAAs Enabling Act does not apply in whole or in part. The Explanatory 453Memorandum to the specific Act should indicate to what extent its provisions differ from the IAAs 454Enabling Act and the reasons for the difference (Parliamentary Papers II, 2000/01, 27 426, No. 3, 455pp. 5-6).

456On a number of matters this Bill takes advantage of the opportunity to add to provisions in the 457IAAs Enabling Act and in a few cases to derogate from provisions in that Act.

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459Additions

460The additions relate to the following:

- 461- Financial and other interests of board members (Enabling Act, Section 13 and Nuclear Energy Act, 462Section 5 (5))
- 463- Membership of the board of the NSRPA is designated as a position of trust in the meaning of 464Section 1 (1)(a) of the Security Screening Act (Nuclear Energy Act, Section 5 (7)).
- 465- Board members must not be officials subordinate to any Minister (Enabling Act, Section 9 and 466Nuclear Energy Act, Section 5 (6)).
- 467- Appointment, suspension and dismissal of NSRPA board members (Enabling Act, Section 12 (1) 468and Nuclear Energy Act, Section 6 (1))
- 469- Remuneration or compensation of board members (Enabling Act, Section 14 (1) and Nuclear 470Energy Act, Section 7)
- 471- Procedures for conflicts of interest (Nuclear Energy Act, Section 8)
- 472- Funding and staff (Nuclear Energy Act, Sections 9 and 10)
- 473- The sending-in of the annual report (Enabling Act, Section 18 (2) and Nuclear Energy Act, Section 47411)
- 475- The obtaining of information from the IAA by various Ministers (Enabling Act, Section 20 and 476Nuclear Energy Act, Section 12 (1))
- 477- The option of drawing up rules on the furnishing of information by a [Minister?] to the NSRPA 478(Nuclear Energy Act, Section 12 (3))
- 479- laying down management regulations (Enabling Act, Section 11 and Nuclear Energy Act, Section 48012b)
- 481- Rules on neglect of duties (Enabling Act, Section 23 and Nuclear Energy Act, Section 12d)
- 482- The five-yearly report to the States General on the functioning of the IAA (Enabling Act, Section 48339 and Nuclear Energy Act, Section 12e)

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485The rule under the IAAs Enabling Act that the board members of an IAA must not occupy any 486additional posts that are undesirable with a view to the proper performance of their office or the 487maintenance of their independence, or confidence therein, is supplemented in this Bill. A board 488member of the NSRPA must also not have any financial or other interests that could jeopardize his 489impartiality. This has been done because under the international regulations referred to in Section 4902 at b. the NSRPA also needs to be independent inter alia of nuclear energy users and others 491carrying out operations with fuels or radioactive materials, as this independence could also be

492jeopardized by financial or other interests. An example of a financial or other interest of this kind is 493being a shareholder in a holder of a licence under the Nuclear Energy Act.

40.4

495Membership of the board of the NSRPA is designated as a position of trust because this post offers 496the possibility of harming national security. It would not be so appropriate for the Minister 497responsible for the policy area to which a position of trust belongs, given its nature, to designate 498this post as a position of trust, first and foremost because a person who is also an official 499subordinate to a Minister cannot be a member of the NSRPA board (Nuclear Energy Act, Section 5 500(6)). Also, any such designation must be reassessed every five years (Security Screening Act, 501Section 3 (4)). In view of the subject matter that board members of the NSRPA will or could have 502to deal with there is no need for this.

503

504Under Section 9 of the IAAs Enabling Act a board member of the NSRPA is not permitted to be an 505official subordinate to the Minister of Infrastructure and the Environment. Since the NSRPA could 506have policy dealings with virtually any Minister, in particular the Ministers of Economic Affairs, 507Social Affairs & Employment and Health, Welfare & Sport, it is not desirable for a board member of 508the NSRPA to be an official subordinate to any Minister. Also, because of the fact that officials are 509no longer in the employ of a particular Ministry but of the civil service, to increase the NSRPA's 510independence it is laid down that board members cannot be officials subordinate to any Minister.

511

512In the case of the NSRPA the rules on appointment, suspension and dismissal and on the 513remuneration or compensation of board members under the IAAs Enabling Act are set out in the 514Nuclear Energy Act. The Minister of Infrastructure and the Environment is designated as the 515competent Minister in this case, as the IAAs Enabling Act refers in this connection to the 'Minister 516concerned'. As regards the NSRPA's independence, it is important to make it clear that these 517powers are held solely by the Minister of Infrastructure and the Environment.

518

519In implementation of Article 5 (2)(e) of the nuclear safety amending directive a provision has been 520included requiring the NSRPA to draw up procedures to prevent or resolve conflicts of interest in 521the exercise of its duties. These procedures can relate to both the board and the staff of the 522NSRPA.

523

524In implementation of Article 5 (2)(c) of the nuclear safety amending directive a provision has been 525included requiring the Minister of Infrastructure and the Environment to make adequate funding for 526its duties available to the NSRPA and to include the NSRPA as a separate item in his budget. The 527Minister of Infrastructure and the Environment must state reasons in the notes to his budget for 528any departures from the draft budget. It is also laid down that the Minister of Infrastructure and 529the Environment must make adequate qualified staff available to the NSRPA for the exercise of its 530duties.

531

532

533The rules under the IAAs Enabling Act on the annual report, obtaining information from the NSRPA 534by the Minister concerned, the rules on neglect of duties and the five-yearly report to the States 535General on the NSRPA's functioning are supplemented in that the Ministers of Economic Affairs, 536Health, Welfare & Sport and Social Affairs & Employment are concerned, as well as the Minister of 537Infrastructure and the Environment. It is proposed, for instance, that these three Ministers: 538- shall be sent the NSRPA's annual report and

539- may obtain from the NSRPA all the information required for their duties and may demand access 540to all the information reasonably necessary for the fulfilment of their duties.

541The Minister of Infrastructure and the Environment must also consult with these three Ministers 542before making use of the rules on neglect of duties or before drawing up the five-yearly report to 543the States General on the NSRPA.

544Involving them in this way reflects their role as clients of the NSRPA.

545

546In addition to the rules under the Enabling Act, the Ministers of Infrastructure & the Environment, 547Economic Affairs, Health, Welfare & Sport and Social Affairs & Employment have the option of 548drawing up rules jointly on the data or information to be furnished to them by the NSRPA. 549Conversely, they can also lay down what data or information these Ministers should furnish to the 550NSRPA.

551

552The Bill includes an obligation upon the NSRPA to lay down management regulations. It follows 553from the IAAs Enabling Act that the management regulations then require the approval of the 554Minister concerned (Enabling Act, Sections 1 (b) and 11 (1)). The Bill specifies that as regards

555approval of the NSRPA's management regulations this is the Minister of Infrastructure and the 556Environment.

557It also lays down that the NSRPA's management regulations must only contain rules on the method 558of decision-making, financial management, administrative organization, replacement of members, 559power of representation and procedures with a view to the proper and meticulous exercise of the 560NSRPA's duties. The management regulations cannot therefore contain any rules on its modus 561operandi insofar as they relate to the independent exercise of its duties. This is to meet the 562international requirements, referred to in Chapter 2 at b., of not interfering with the independent 563exercise of the NSRPA's duties.

564

565Derogations

566The Bill derogates from the rules under the IAAs Enabling Act in that:

567- the Minister of Infrastructure and the Environment cannot lay down any policy rules on the NSRPA 568(Enabling Act, Section 21 (1) and Nuclear Energy Act, Section 12a).

569- the power to annul decisions of the NSRPA is limited (Enabling Act, Section 22 (1) and Nuclear 570Energy Act, Section 12c).

571The Minister of Infrastructure and the Environment cannot lay down any policy rules concerning the 572NSRPA. The purpose of this is to reflect the NSRPA's independence in its decision-making in the 573area of nuclear safety and radiation protection, and the associated security, and crisis preparation, 574and safeguards.

575The power to annul decisions of the NSRPA, in derogation from Section 10:35 of the General 576Administrative Law Act, is restricted to decisions taken that are incompatible with the law. It is 577therefore not possible for the Minister of Infrastructure and the Environment to annul decisions by 578the NSRPA on account of conflict with the public interest and thus to enter into substantive 579assessment of decisions taken by the NSRPA. The possibility of suspending a decision is linked to 580the possibility of annulling a decision (General Administrative Law Act, Section 10:43). With the 581restriction on the possibility of annulling decisions by the NSRPA, the possibility of suspending 582those decisions is thus also restricted.

583The normal objection and appeal facilities against decisions of the NSRPA remain fully available, for 584that matter.

585These restrictions maintain a careful balance between the interests of the Minister of Infrastructure 586and the Environment, as the Minister politically responsible for the NSRPA, in having adequate 587supervisory tools at his disposal to fulfil that responsibility and the interest of allowing the NSRPA 588to carry out its duties in the area of nuclear safety and radiation protection, and the associated 589security and crisis preparation, and safeguards independently.

590

591 Nuclear Energy Act

592As the matters on which the NSRPA is given duties and powers (nuclear safety and radiation 593protection, and the associated security, and safeguards) all lie within the scope of the Nuclear 594Energy Act, it has been decided to include the setting-up of the NSRPA as an IAA in the Nuclear 595Energy Act instead of in a separate establishing Act.

596

5975. The broad thrust of the Bill

598

599This Bill is essentially in two parts:

6001. A part setting up and constituting the NSRPA as an IAA (Section I, C). This deals in particular 601with administrative setup, organization and supervision of the NSRPA.

6022. A part transferring statutory powers to the NSRPA (Section I, (D), (E), (G)–(K), (M)–(Q)). The 603amending decree and amending regulation referred to at the start of Chapter 1 also relate to this. 604Lastly, Sections II, III and IV set out an amendment to the Economic Offences Act, transitional 605arrangements and a provision on entry into force respectively.

606

607The changes as a result of this Bill have been kept policy-neutral as far as possible. This means 608that the Bill does not in principle contain any changes other than those necessary for the setting-up 609of the NSRPA and the transfer of powers to the NSRPA.

610This principle has been disregarded on one point, namely one of the grounds for refusing a licence 611under the Nuclear Energy Act. The reasons for this are set out at c.

612

613a. Administrative setup and organization

614

615The form of the IAA

616The reasons for constituting the NSRPA as an IAA have already been discussed in detail in Chapter 6172 at a.

618In line with the VVD-PvdA coalition agreement (Building Bridges, 29 October 2012, p. 44) it is 619proposed that the NSRPA be constituted as a public-law IAA forming part of the legal entity of the 620State of the Netherlands. This means that the IAA will comprise solely the board of the NSRPA; the 621staff made available to the board to support it will be a department of the Ministry of Infrastructure 622and the Environment. This will be the department that became operational on 1 January 2015 as 623the temporary NSRPA organization (see Chapter 6, Temporary Organization).

624

625Board

626The Board of the NSRPA will consist of three members including the chair. The members of the 627board will be appointed for a period of five years and may be reappointed once for another such 628period. Appointment/reappointment will be based on expertise or experience needed for the 629exercise of the NSRPA's duties (Nuclear Energy Act, Section 5 (1)–(3)). Membership of the board of 630the NSRPA is a position of trust in the meaning of Section 1 (1)(a) of the Security Screening Act 631(Nuclear Energy Act, Section 5 (7)).

632Suspension and dismissal of members of the board will only take place on account of unsuitability 633or incapability for the post occupied or other compelling reasons lying in the person of the member 634concerned. A member may also resign at his own request (Enabling Act, Section 12 (2)).

635The Public and Semi-Public Sector Executives' Pay (Standards) Act (hereinafter referred to as the 636'Executives' Pay Act') applies to the board of the NSRPA (Executives' Pay Act, Sections 1.1 and 6371.2).

638The board of the NSRPA is responsible inter alia for:

639- taking independent expert decisions in the area of the NSRPA.

640- accounting directly to and making proposals to the government (the Minister),

641- representing the NSRPA and the Netherlands in national and international forums in its area,

642- developing the NSRPA into an autonomous, distinctive, authoritative organization,

643- deploying the NSRPA's legal tools,

644- spending the NSRPA's budget,

645- the NSRPA's HRM policy and

646⁴- having management regulations and mandate regulations for its staff.

647

648Funding

649The Minister of Infrastructure and the Environment must make adequate funding available to the 650NSRPA for the exercise of its duties and include the NSRPA as a separate item in the budget of the 651Ministry of Infrastructure and the Environment (Nuclear Energy Act, Section 9 (1) and (2)). For this 652purpose the NSRPA must send the Minister of Infrastructure and the Environment a draft budget 653for the next year annually before 1 April (Enabling Act, Section 25). Our Minister of Infrastructure 654and the Environment must state reasons for any departures from the draft budget, e.g. generic 655cutbacks, in the notes to his budget (Nuclear Energy Act, Section 9 (3)).

656The NSRPA is required to furnish the Minister of Infrastructure and the Environment periodically 657with information on its past and future performance (Government Accounts Act 2001, Section 44a).

658 659*Staff*

660Although the staff will not be officially in the employ of the NSRPA, they will be under its authority 661and account solely to it for their activities (Enabling Act, Section 16). The Minister of Infrastructure 662and the Environment must make adequate qualified staff available to the NSRPA for the exercise of 663its duties (Nuclear Energy Act, Section 10).

664The Minister of Economic Affairs, as the Minister responsible for the policy area in which the staff of 665the NSRPA operate, may, in agreement with Our Minister of the Interior and Kingdom Relations, 666designate certain staff NSRPA posts as positions of trust (Security Screening Act, Section 3 (1)).

667 668*Missi*

669The NSRPA is an internationally authoritative and independent authority that will monitor and 670continuously promote nuclear safety and radiation protection for this and subsequent generations.

672Duties and powers

673The duties and powers of the NSRPA lie in the area of nuclear safety and radiation protection, and 674the associated security and crisis preparation, and safeguards (Nuclear Energy Act, Section 3 (3)). 675The meanings of the terms 'nuclear safety', 'radiation protection', 'the associated security', 'the 676associated crisis preparation' and 'safeguards' are explained below.

677Nuclear safety relates to achieving good, suitable conditions for the operation of, prevention of 678accidents involving, or reducing the consequences of accidents at, nuclear facilities (i.e. facilities 679where nuclear energy can be released, or where fuels can be produced, processed, treated or

 $^{17^4}$ To be revised if necessary in response to the decision of the second meeting of the Management Group.

680stored), resulting in the protection of workers, the public and the environment against undesirable 681radiation risks.

682Radiation protection relates to protecting humans and the environment against the harmful effects 683of exposure to ionizing radiation, and the means of achieving this protection. The ionizing radiation 684may originate from e.g. nuclear facilities, fuels, radioactive materials/wastes or devices capable of 685emitting ionizing radiation (e.g. X-ray devices, accelerators and cyclotrons).

686The associated security relates to preventing and detecting, and responding to, theft, sabotage, 687unauthorized access to, illegal transfer of, or other malicious acts involving, nuclear facilities, fuels 688or radioactive materials.

689The associated crisis preparation relates to what is referred to in the Nuclear Energy Act as an 690accident involving a Category A or B object or a radiological emergency. An accident is an event as 691a result of which radiation is released, or is in danger of being released, that results or could result 692in an increased risk to humans or the environment, or that requires coordinated action to prevent 693or reduce an increased radiation risk to humans or the environment. -An example of a Category A 694object is a nuclear power plant or research reactor in the Netherlands or elsewhere. An example of 695a Category B object is a facility where solely fuels or radioactive materials are stored, a uranium 696enrichment facility, or a facility where radioactive materials are prepared or used. A radiological 697emergency is a situation that requires urgent action to protect humans, animals, plants and 698property against exposure to ionizing radiation (Nuclear Energy Act, Section 38 (b)-(e)). 699Preparation includes such things as:

700- maintaining and implementing the National Radiation Incidents Crisis Plan (formerly the National 701Nuclear Emergency Plan), ⁵

702- maintaining close ties with the ministries of Security & Justice (National Crisis Coordinator, 703Security Regions) and Health, Welfare & Sport (health care, distribution of iodine prophylaxis), 704- setting standards for preparation for nuclear accidents and crises in proper consultation with the 705neighbouring countries of Belgium and Germany,

706- ensuring the uninterruptible availability and training of experts who can be deployed in the crisis 707organization,

708- maintaining an expertise and monitoring system that can be deployed in the event of a crisis and 709scaled up if necessary, and

710- making a full and continuous contribution to the implementation of national crisis decision-making 711in the event of a crisis on a national scale, with the Minister of Security and Justice coordinating the 712crisis organization in line with the National Manual on Decision-Making in Crisis Situations.

713Safeguards are measures to prevent the utilization of nuclear material to make nuclear weapons.

714

715In line with the intention referred to in Chapter 1 at a. as far as possible to pool government 716expertise in the areas of nuclear safety and radiation protection, and the associated security, and 717safeguards in the NSRPA, the NSRPA also as far as possible has duties for which this expertise is 718needed. These duties in the areas mentioned relate inter alia to the following:

7191. To carry out the duties entrusted to it by or pursuant to the law The NSRPA needs statutory 720powers in order to carry out these duties. These powers are transferred to the NSRPA at various 721places in the Nuclear Energy Act and the rules and regulations based upon it (see next section). 722They include such things as granting licences, exemptions and approvals and checking and 723assessing documents required under the Nuclear Energy Act or the rules and regulations based 724upon it in order to demonstrate the safety of a requested or authorized operation.

7252. To enforce rules laid down by or pursuant to this Act

7263. To evaluate, prepare and advise on policy and laws and regulations, based on its specific 727knowledge and expertise

728

7294. To provide information

7305. To participate in activities of international organizations

7316. To maintain relations with similar foreign authorities and national and international organizations

7337. To support national organizations with knowledge

7348. Doing research in support of the exercise of its duties (Nuclear Energy Act, Section 3 (3)).

735

736Thus all duties in the area of nuclear safety and some in the area of radiation protection (of the 737environment, integrated licensing and the technical drafting of legislation and regulations), and the 738associated security and crisis protection, and safeguards are transferred to the NSRPA.

739The remaining responsibilities, in particular in the area of radiation protection, remain unchanged. 740The reason for this is that these responsibilities are exercised as part of a different system and so 741intertwined with it that it would not be efficient to separate them off. The Customs Administration

 $^{19^{5}}$ Check whether this will be ready on time for the new name to be used.

742controls the importation of radioactive materials as an integral part of its other customs activities, 743and the Social Affairs and Employment Inspectorate, for instance, inspects the radiation protection 744of workers as an integral part of inspecting other aspects of health and safety at work. Supervision 745of the protection of workers against the risks of ionizing radiation at nuclear facilities, however, is 746carried out by the Department of Nuclear Safety, Security and Safeguards (Appointment of 747Inspectors and Fulfilment of Duties (Nuclear Energy Act) Decree 2013, Article 1 (2)) and will be 748carried out by the NSRPA once this Bill enters into force.

749Independence

750The independence of the NSRPA required under the international legislation has already been 751discussed in detail in Chapter 2 at b. and Chapter 3. The proposal is to set out this requirement in 752general in Section 3 (2) of the Nuclear Energy Act, which lays down that the NSRPA must carry out 753its duties independently. The obligations set out in the various IAEA conventions (e.g. Article 8 (2) 754of the Nuclear Safety Convention) and Euratom directives (e.g. Article 5 (2) of the Nuclear Safety 755Directive) – see Chapter 2 at b. – to ensure that the competent regulatory body is effectively 756independent of undue influence on its decision-making is thus implemented.

757The stipulation is formulated as a general standard, which means that it must be observed by 758everyone concerned. When fulfilling its duties the NSRPA must ensure that it does so 759independently. Both the board and the staff of the NSRPA must take this into account. Those 760involved in the area of nuclear safety and radiation protection, e.g. applicants for licences and 761licensees, must take this into account in their contacts with the NSRPA. Lastly, the Minister of 762Infrastructure must take this into account in the exercise of the powers he has to fulfil his 763ministerial responsibility for the NSRPA.

764The NSRPA's independence is further reflected in the fact that it is proposed to constitute the 765NSRPA as an independent administrative authority, i.e. an administrative authority that is not 766hierarchically subordinate to a Minister. Some of the additions proposed to the Enabling Act and 767derogations from it also contribute to the NSRPA's independence (see Chapter 4). The Minister of 768Infrastructure and the Environment nevertheless needs to have certain powers to fulfil his political 769responsibility vis-à-vis the NSRPA (see below, Supervision of the NSRPA by the Minister of 770Infrastructure and the Environment).

771

772Demarcation from the duties of other organizations

773Despite the pooling of expertise, duties, powers and responsibilities that is brought about by the 774NSRPA, other persons and organizations retain duties, powers and responsibilities in related areas, 775in particular:

776- The Minister of Economic Affairs remains responsible for energy policy, including policy on nuclear 777energy.

778- The Minister of Economic Affairs remains responsible for policy and legislation and regulations on 779nuclear safety and some radiation protection (see above); the NSRPA does however have a role in 780the preparation thereof (Nuclear Energy Act, Section 3 (3)(c)).

781- The Ministers of Economic Affairs, Social Affairs & Employment, Health, Welfare & Sport and 782Defence remain responsible for policy and legislation and regulations on radiation protection insofar 783as that responsibility already rests with them; the NSRPA does however have a role in the 784preparation thereof (Nuclear Energy Act, Section 3 (3)(c)).

785- The Minister of Defence remains responsible for fuels, nuclear facilities and equipment, 786radioactive materials and ionizing radiation-emitting devices intended for the use of the armed 787forces that are exempt from the licensing requirements under the Nuclear Energy Act (Articles 2–7 788and 9 of the Defence Exemption (Nuclear Energy Act) Decree).

789- The National Mines Inspectorate, the Netherlands Food and Consumer Product Safety Authority, 790the Social Affairs and Employment Inspectorate, the Health Care Inspectorate and the Military 791Health Care Inspectorate remain responsible for the enforcement of the Nuclear Energy Act and 792rules and regulations based upon it insofar as they already have that responsibility (mines, product 793and food safety, workers, patients and defence respectively: Articles 2–6 of the Appointment of 794Inspectors and Fulfilment of Duties (Nuclear Energy Act) Decree 2013); the NSRPA provides 795support to them with knowledge (Nuclear Energy Act, Section 3 (2)(g)).

796- The Minister of Foreign Affairs remains responsible for policy on non-proliferation and for 797international coordination.

798- The Minister of Security and Justice remains responsible for coordinating crisis management in 799the event of nuclear accidents with potentially national consequences; the NSRPA makes its 800knowledge available here within the existing frameworks as laid down in particular in the National 801Manual on Decision-Making in Crisis Situations, where the NSRPA has a role in preparation (Nuclear 802Energy Act, Section 3 (3, opening)).

803- The Ministers of Economic Affairs and Education, Culture & Science remain responsible for 804supporting research into nuclear safety (e.g. grant aid to the NRG and scientific research at Delft 805University of Technology respectively), unless this is research that the NSRPA needs for the 806exercise of its duties (Nuclear Energy Act, Section 3 (2)(h)).

807- The Minister of Economic Affairs remains responsible for supporting companies or organizations, 808or promoting particular activities, e.g. funding the Stichting Voorbereiding PALLAS-reactor. 809- The Ministers of Economic Affairs and Finance remain responsible for approving financial security 810for the cost of decommissioning nuclear reactors (Nuclear Energy Act, Section 15f).

811- The Minister of Finance remains responsible for the Nuclear Accidents (Liability) Act (Wako).

812

813 Supervision of the NSRPA by the Minister of Infrastructure and the Environment

814In order to fulfil his ministerial responsibilities vis-à-vis the NSRPA, the Minister of Infrastructure 815and the Environment has the following powers:

816- He appoints, suspends and dismisses the members of the board (Nuclear Energy Act, Section 6 817(1) and Enabling Act, Section 12 (1)).

818- He sets the remuneration or compensation of the members of the board (Nuclear Energy Act, 819Section 7 and Enabling Act, Section 14 (2)).

820- He decides the amount of funding made available to the NSRPA and includes it in his budget 821(Nuclear Energy Act, Section 9 (1) and (2)).

822- He receives the NSRPA's annual report (Nuclear Energy Act, Section 11).

823- He can ask the NSRPA for all the information he needs for the exercise of his duties and can 824demand access to all factual data and documents of the NSRPA if this is needed for the fulfilment of 825his duties (Nuclear Energy Act, Section 12 (1) and (2)).

826- The NSRPA's management regulations require his approval (Nuclear Energy Act, Section 12b). 827- He can annul decisions of the NSRPA if they are incompatible with the law (Nuclear Energy Act, 828Section 12c).

829- He can take the necessary steps if the NSRPA seriously neglects its duties (Nuclear Energy Act, 830Section 12d and Enabling Act, Section 23 (1)).⁶

831

832b. Statutory powers

833

834Various statutory powers are to be transferred to the NSRPA with regard to nuclear safety and 835radiation protection, and the associated security and crisis preparation, and safeguards. These 836powers can be divided into five groups:

8371. Regulation

8382. Issuing decisions

8393. Enforcing the Nuclear Energy Act and the rules and regulations based upon it

8404. Crisis preparation

8415. Other powers

842These are all existing powers, most of which are currently held by the Minister of Economic Affairs. 843The powers transferred to the NSRPA under this Bill are discussed below.

844

845Regulatory powers

846It is proposed to include in the Nuclear Energy Act the option of granting to the Authority by or 847pursuant to administrative order the power to lay down further rules concerning organizational or 848technical matters in the area of nuclear safety and radiation protection, and the associated security, 849and safeguards (Nuclear Energy Act, Section 4 (1)). This will enable the NSRPA to lay down further 850rules on these matters, on which it has expertise par excellence, and which are highly detailed. 851In the case of all administrative orders and Ministerial Regulations based upon the Nuclear Energy 852Act it will be decided whether it is useful and desirable to give the NSRPA the power to lay down 853further rules.

854Drafts of NSRPA regulations will be published in a suitable way. Everyone will thus have the 855opportunity to submit objections on the matter to the NSRPA within a period of at least four weeks 856(Nuclear Energy Act, Section 4 (2)).

857The power of the Minister of Infrastructure and the Environment to annul decisions of the NSRPA 858that are incompatible with the law implies the option of annulling unauthorized decisions taken by 859the NSRPA if necessary (Nuclear Energy Act, Section 12c).

860Under Section 4:81 (1) of the General Administrative Law Act the NSRPA in fact has the power to 861lay down policy rules on its powers.

 $^{22^6}$ To be supplemented if necessary with the approval of the management regulations, independently of the decision of the second meeting 23 of the Management Group.

862Lastly, the NSRPA has the option of laying down non-binding guidelines such as guides. No 863statutory basis is required for this. Non-binding guidelines of this kind occur especially in the 864practice of supervision.

865

866Issuing decisions

867The NSRPA is authorized to grant licences for operations involving fuels, nuclear facilities, nuclear 868equipment or radioactive materials (Nuclear Energy Act, Sections 15 and 29 (1)). The associated 869powers and obligations of the competent authority are also to be transferred to the NSRPA (Nuclear 870Energy Act, Sections 15aa, 15b (2), 15d (2), 18a (1) and (2), 19, 20 (2), 20a (1) and (3), and 29a 871(2)(c)). These include such things as the obligation to regularly review the restrictions and rules 872applicable to existing licences and the power to revise these restrictions and rules (Nuclear Energy 873Act, Section 18a (1) and (2)).

874Following on from this power, the NSRPA is authorized to grant permission for the transfer of a 875licence in whole or in part (Nuclear Energy Act, Section 70 (2) and (3)).

876Lastly, the NSRPA is authorized to designate organizations or persons to which fuels, ores or 877radioactive materials, and the objects being or having been used for their packaging or storage, 878seized by the NSRPA under an administrative enforcement order are to be transferred (Nuclear 879Energy Act, Sections 22 (4) and 33 (4)).

880

881Enforcement

882The NSRPA is authorized to enforce the Nuclear Energy Act and the rules and regulations based 883upon it (Nuclear Energy Act, Section 58 (1)(a)). In addition, the other inspectors referred to in 884Articles 2–6 of the Appointment of Inspectors and Fulfilment of Duties (Nuclear Energy Act) Decree 8852013 are authorized to carry out enforcement insofar as their areas of operation are concerned 886(Nuclear Energy Act, Section 58 (1)(b)). These are the National Mines Inspectorate, the 887Netherlands Food and Consumer Product Safety Authority, the Social Affairs & Employment 888Inspectorate, the Public Health Supervisory Service and the Military Health Care Inspectorate. 889In addition, the NSRPA is to be given a number of specific powers in the area of enforcement or 890associated powers. These are the power to:

891- impose an order subject to a financial penalty in relation to the unauthorized presence of fuels, 892 ores or radioactive materials and the objects being or having been used for their packaging or 893 storage (Nuclear Energy Act, Sections 22 (3) and 33 (3)).

894- extend the period of an order forbidding persons access to a particular area for one week on 895account of contravention of the Nuclear Energy Act (Nuclear Energy Act, Section 36 (3)). 896- take all the necessary steps if there are serious shortcomings in the operation of a nuclear facility 897(Nuclear Energy Act, Section 37b (1) and (3)).

898- admit international inspectors checking for compliance with international rules (Nuclear Energy 899Act, Section 65 (1)).

900

901The unauthorized presence of fuels, ores or radioactive materials is no longer to be reported to the 902mayor of the municipality where these goods are located but to the NSRPA (Nuclear Energy Act, 903Sections 22 (1) and 33 (1)). Advantage is being taken of this opportunity to bring the rules into 904line with existing practice, as it has emerged that in the vast majority of cases such goods are 905reported to the Reporting and Information Centre of the Human Environment and Transport 906Inspectorate, of which the Department of Nuclear Safety, Security and Safeguards forms part. The 907NSRPA will immediately notify the mayor of the municipality where the goods are located of the 908report (Nuclear Energy Act, Sections 22 (2) and 33 (2)).

909

910Crisis preparation

911For the purpose of crisis preparation, accidents involving a Category A object (e.g. a nuclear power 912plant or a research reactor) or Category B object (e.g. a vehicle transporting fuels or radioactive 913materials) must be reported to the NSRPA as well as to the mayor of the municipality where the 914accident took place (Nuclear Energy Act, Section 39 (1)).

915The NSRPA, just like the mayor, must be furnished immediately with all the information needed for 916the exercise of its duties (Nuclear Energy Act, Section 39 (3)).

917In the event of an accident involving a nuclear power plant, research reactor or nuclear-powered 918vehicle, the NSRPA is authorized to order such measures to be taken as are necessary in its opinion 919to limit and remedy the consequences of the accident (Nuclear Energy Act, Section 47 (1)). As this 920includes situations in which the consequences are likely to be limited to safety within the facility 921concerned, Section 47 (3) of the Nuclear Energy Act can be deleted. The mayor of the municipality 922where the accident took place can ask the NSRPA to make use of its power to order measures 923(Nuclear Energy Act, Section 47 (3)(new)).

924In addition to the Minister of Economic Affairs, the Minister concerned and the King's 925Commissioner, the NSRPA must also be informed by the chair of the Security Region of the rules or 926measures that he has laid down or taken in the case of an accident involving a Category A object 927(Nuclear Energy Act, Section 49b (2)). The same applies to a mayor who has issued orders or 928universally binding rules in the case of an accident involving a Category B object (Nuclear Energy 929Act, Section 49c).

930Advantage is being taken of this opportunity to replace the incorrect mention of the Minister of the 931Interior and Kingdom Relations in Section 48 (1) of the Nuclear Energy Act with that of the Minister 932of Security and Justice, as the Royal Decree of 14 October 2010 concerning departmental 933reorganization regarding security (Government Gazette 2010, 16528) transferred the power, in the 934event of an accident involving a Category A object, to issue an Order requiring measures to be 935taken to the Minister of Security and Justice.

936

937Other powers

938Under the Bill the NSRPA is responsible for maintaining a register of fuels and ores and furnishing 939information from it (Nuclear Energy Act, Section 13 (3)).

940The NSRPA is also to be responsible for maintaining the register of radiation experts and the NSRPA 941will decide on applications for registration in that register (Nuclear Energy Act, Section 69 (2)–(4)). 942The power of the Ministers of Social Affairs & Employment, Economic Affairs and Health, Welfare 943and Sport to designate a register for this purpose can therefore be rescinded. Sections 69a–69d of 944the Nuclear Energy Act, which sets out this power and its consequences, will be redundant or will 945duplicate the rules on the supervision of independent administrative authorities under the Enabling 946Act. Advantage is being taken of this opportunity to delete these sections.

947

948c. Non-policy-neutral change

9/10

950Grounds for refusal

951Section 15b (1) of the Nuclear Energy Act sets out the grounds under which a licence application 952for operations involving fuels, nuclear facilities or nuclear equipment (Nuclear Energy Act, Section 95315) can be refused. One of these grounds for refusal is 'energy supply'. It is proposed to scrap this 954ground, as it is not desirable in view of the required independence of the NSRPA for the NSRPA to 955have to take considerations such as energy supply into account in its decisions. Also, this ground is 956no longer appropriate in a situation in which the choice of 'fuel' is not made by the government but 957left to the market.

958

9596. Implementation and enforcement

960

961Workability and enforceability

962The Bill does not make any changes to standards for industry or the public, hence there is no 963change in the workability or enforceability of the Nuclear Energy Act and the rules and regulations 964based upon it.

965

966Temporary organization

967The temporary NSRPA organization started work on 1 January 2015. It forms part of the Ministry of 968Infrastructure and the Environment. The following departments are absorbed into the NSRPA:

969- The Nuclear Installations and Safety Department of the Ministry of Economic Affairs

970- The Department of Nuclear Safety, Security and Safeguards and the Advisory Networks/Nuclear 971of the Human Environment and Transport Inspectorate (ILT)

972- The Radiation Protection Team of the Netherlands Enterprise Agency

973For the time being the NSRPA is to carry out its duties based on the powers mandated to it by the 974Minister of Economic Affairs. Once this Bill becomes law the staff of the temporary NSRPA 975organization will be made available to the NSRPA IAA.

976

977Appointment of board members

978The board members of the NSRPA will be appointed when this Bill enters into force.

979

9807. Consequences

981

982This chapter considers the consequences of the Bill for the public, industry, the authorities and the 983environment.

984

985Administrative burden

986This Bill has no consequences for the administrative burden on industry or the public.

987

988Effects on industry

989The Bill is not expected to have any effects on industry.

990The creation of the NSRPA, however, will ensure that industry has a clearer point of contact with 991government on matters of nuclear safety and radiation protection.

993Financial consequences for central government

994The creation of the NSRPA will result in an increase in the national budget for nuclear safety and 995radiation protection. On the one hand the NSRPA will be given new duties, such as providing 996information on nuclear safety and radiation protection and supporting other national organizations 997 with knowledge. On the other hand there are existing duties that will be stepped up, such as 998enforcing the Nuclear Energy Act legislation and participating in activities of international 999organizations and maintaining relations with similar foreign authorities and international 1000organizations.

1001[Figures on consequences for the national budget]⁷

1003Effects on the environment

1004The creation of the NSRPA as such will not have any effects on the environment. The expectation, 1005however, is that the pooling of government expertise and knowledge in the area of nuclear safety 1006and radiation protection will improve the quality and efficiency of government in these areas, which 1007 could indirectly have positive effects on the environment.

10098. The advisory and consultation process

1011Stakeholders

1012Nucleair Nederland, the Dutch Society for Radiation Protection and Greenpeace have been 1013consulted on the Bill.

1014[Response]

1015 1016*IAEA*

1017The Bill was submitted to the IAEA for a recommendation on *.

1018[Recommendation]

1020II. Notes on individual sections

1021

1022[...]

1023

1024III. Transposition table

1026The transposition table below shows where Articles 5 (2) and (3) and 8 (3) of the nuclear safety 1027amending directive are to be implemented, or how they have already been implemented. The 1028 following abbreviations are used in the table:

1029- NEA: Nuclear Energy Act

1030- Enabling Act: Independent Administrative Authorities Enabling Act

1031- GIPAA: Government Information (Public Access) Act

1032

Provision in nuclear safety amending directive	Provision in implementing regulation or existing legislation
Article 5 (2, first sentence)	NEA Sections 3 (1) and (2), 5 (5) and (6), 6 and 7 and Enabling Act Section 9
Article 5 (2)(a, first part)	ditto
Article 5 (2)(a, second part)	NEA Section 3 (2) and Enabling Act Section 1 (a)
Article 5 (2)(b)	NEA Section 15b (1) in conjunction with 15d (1), 15e (1), 18a (1) and (2), 19 (1), 20a (1), and 31 (4)
Article 5 (2)(c)	NEA Section 9
Article 5 (2)(d, first sentence)	NEA Section 9 (1) and 10 and Enabling Act Section 16
Article 5 (2)(d, second sentence)	NEA Section 3 (3)(h)

 $^{27^{7}}$ Will be available at the beginning of September 2014 at the earliest. To be furnished by the Temporary Organization Project Group.

Article 5 (2)(e)	NEA Section 8
Article 5 (2)(f)	NEA Sections 3 (3)(d), and GIPAA Sections 1a (1)(d),
	2, 7, 8, 9, 10 and 11
Article 5 (3, first sentence)	NEA Sections 13(3), 15, 15aa, 15b (2), 15d (2), 18a
	(1) and (2), 19, 20 (2), 20a (1) and (3), 22, 29 (1),
	29a (2)(c), 33, 36, 37b (1) and (3), 58 (1)(a), 65 (1),
	69 and 70 (2) and (3), 83 (1), 83a and 83b
Article 5 (3)(a)	NEA Sections 3 (3)(c) and 4 (1)
Article 5 (3)(b)-(d)	NEA Sections 3 (3)(b), 36, 58 (1), 83 (1), 83a and 83b
Article 8 (3)	NEA Section 3 (3)(f)

1036The Minister of Economic Affairs,