

WNA NEW BUILD LICENSING CONFERENCE

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WELCOME IN PRAGUE









Introductory Remarks

- Status of New Builds developed by CEZ
- International Cooperation in Licensing
- Design of Licensing Process
 - Design Development
- Procurement, Documentation, Supply Chain and Manufacturing Oversight

Conclusion

NEW BUILD LICENSING CONFERENCE



- Conference basic framework : WNA Report "Licensing and Project Development of New Nuclear Plants" by Licensing & Permitting Task Force published in 2013
 - Based on CORDEL survey done by experts in certain time and certain conditions
 - EXPECTATION: discussion of report topics in broad international forum and share of experience gained meanwhile
- Conference brings together representatives of regulators and industry including particular associations, working groups, etc.
- **EXPECTATION:** balanced discussion, fruitful opinion exchange





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Source: CEZ

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NEW BUILDS CHALLENGES



Political support

- political support is crucial, nuclear project compliance with national long-term energy concept necessary
- energy market in Europe is not functional, investment support mechanisms can have decision-making character (absence of them was a reason why CEZ cancelled Temelin tender process)
- international environment complicated

Legal aspects

 legal requirements (nuclear safety etc.) are being developed / changing continuously, licensing base is "moving target"







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CZECH REPUBLIC – COUNTRY WITH SMALL NUCLEAR PROGRAM WITH TRADITION





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STANDARD DESIGN AND REFERENCE PLANT CONCEPT

Standard design and its independent review

- repeated generic solution exists
- safety standard is established
- unproven features are minimal
- somebody already did design review or prelicensing

PLUS

- certain guarantee that design is prepared
- experience can be shared within licensees and regulators

MINUS

cannot be exclusion criterion only preference (otherwise potential vendors are minimized)

STANDARD DESIGN AND REFERENCE PLANT CONCEPT

Reference plant and its license

- one of standard design applications for specific site and licensee exists (in CEZ case at least construction licence was required)
- detailed architecture of plant is more or less prepared

PLUS

- solution was already bought by licensee and licensed by nuclear regulator
- not first of the kind solution

MINUS

- cannot be exclusion criterion only preference (otherwise potential vendors are minimized)
- licensing base is not fully comparable in different states
- construction license cannot be sufficient guarantee of succesful commissioning and operation

FUTURE POSSIBLE TENDER



Several designs can be in competition

AP1000	Westinghouse Electric Company LLC (USA)
EU-APWR	Mitsubishi Heavy Industries (Japan)
MIR1200	consorcium Škoda JS/JSC Atomstroyexport/JSC OKB Gidropress
(Czech	Republic/Russia)
EPR	AREVA NP (France)
ATMEA1	AREVA NP/Mitsubishi Heavy Industries (France/Japan)
APR1400	Korea Hydro&Nuclear Power (South Korea)

and possibly	
APR1000+	KEPCO (South Korea)
ACC1000	CGN (China)

Concept of standard design and reference plant can be followed again, preference strategy must be defined

• EXPECTATION: conference can bring new ideas and inspiration





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LICENSING PROCESS & COMMERCIAL MODEL INTERFERENCE



Temelin licensing scheme

EIA process for plant parameters envelope

Tender process (standard design concept); regulator is not fully involved; contract (potentially) signed with licensing risks which are not fully known

Site license – licensing base finalized

Construction license for selected design (risk : standard design has gaps against license base in more detailed evaluation)

Potential modification of design (too late)

Alternative licensing scheme

Design(s) is (are) prelicensed by regulator(s); potential modification need of design is identified

Contract signed with resolved or known licensing risks

EIA process, site and construction license for particular design

More resources are needed in initial project stage; long-term strategy must exist Enhanced international cooperation can help EXPECTATION: this conference can bring useful small steps forward





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NEW BUILDS CHALLENGES



<u>Designing</u>

- legal nuclear safety requirements are being developed / changing continuously, licensing base is "moving target" especially after such accident as Fukushima Daichi also requirements differ in particular countries although they have similar base
- design process is demanding and executed in "waves", it is not continuous (standard design versions)
- requirements for new reactors are applied to planned reactors design of which was finished many years ago, so need of design change is probable
- but: there is technical and especially commercial pressure not to do robust changes of standard design after contract signature
- EXPECTATION: conference can bring discussion on similar topics and ideas for resolution of the mentioned controversies





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NEW BUILDS CHALLENGES



Procurement, Documentation, Supply Chain and Manufacturing Oversight

- concept of intelligent customer requires active role and participation of investor (licensee)
- ultimate responsibility for nuclear safety versus turn key model of supply • samply (EPC)
- strong oversight mechanisms expected from regulator ٠
- oversight mechanisms subject of tough commercial negotiations with • vendors

EXPECTATION: conference can bring better understanding between licensees, ٠ vendors and regulators



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thanks for your attention let us start fruitful work

