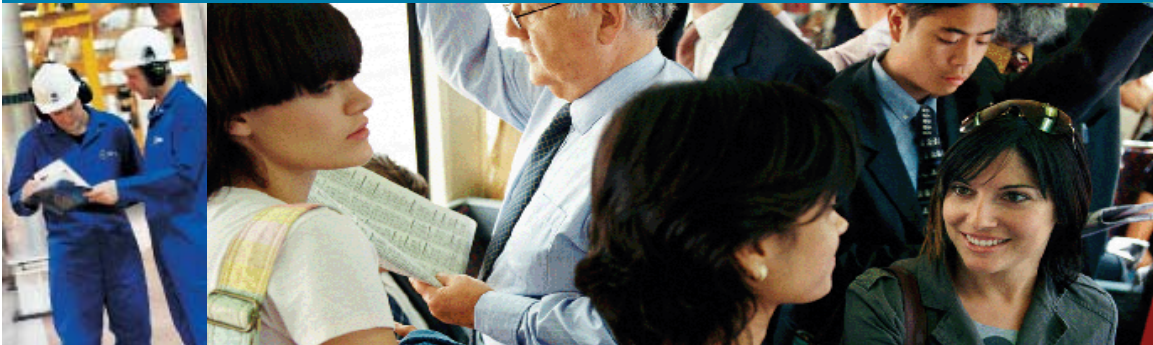


NDA

Nuclear  
Decommissioning  
Authority

# The Nuclear Decommissioning Authority

Sir Anthony Cleaver, Chairman NDA



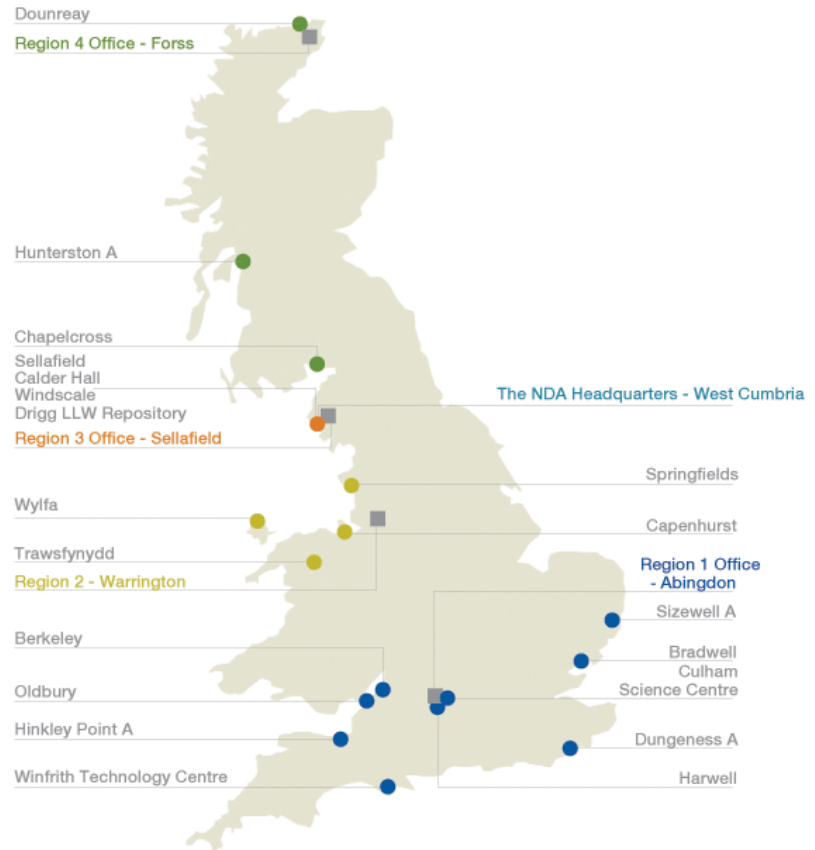
# Agenda

- Background and statutory duties
- Key drivers and mission
- Achievements to date
- Method of delivery
- The supply chain
- Competition
- Draft strategy
- Key issues



# Background

- Established by UK government in April 2005
- To clean up the UK civil public sector nuclear legacy
- Sites and facilities built from 1940's onwards
- Secure annual funding - \$3.6Bn
- Planned complement of 230
- Based in West Cumbria
- Four regional offices covering 20 sites across the UK



# Statutory duties

- Ensure legacy is dealt with safely, securely and cost effectively in ways that protect the environment
- Promote competition in the decommissioning and clean up market
- Carrying out R&D related to decommissioning
- Ensure maintenance & development of decommissioning skills
- Promote best practice and secure value for money
- Support the social and economic life of communities around sites

# NDA key drivers

- Safety, security and environmental performance
- Value for money solutions
- Effective use of the supply chain
- Learning from experience at home and overseas
- Full engagement with stakeholders

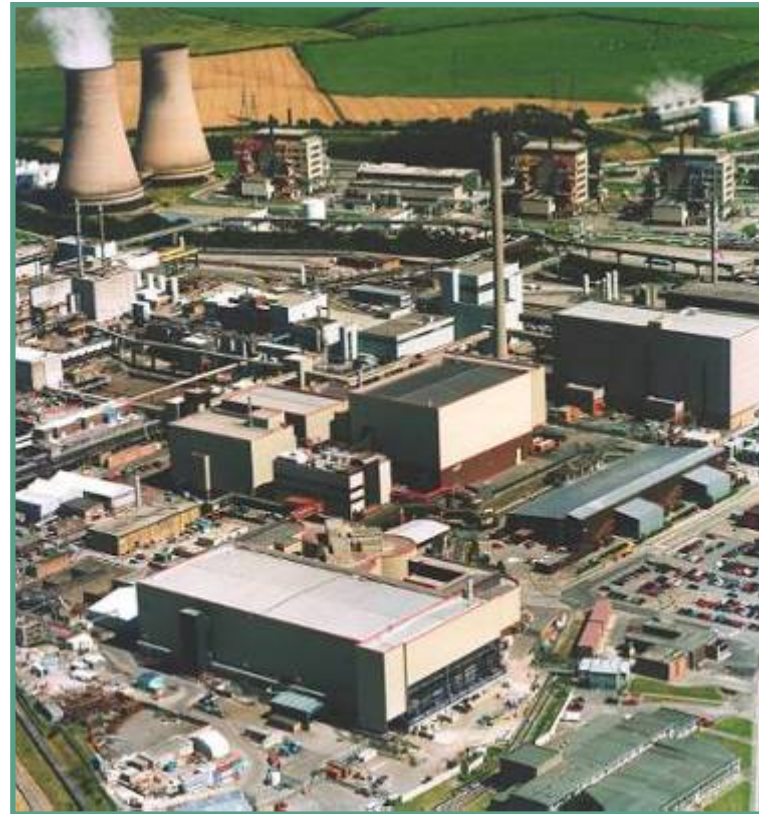


# The NDA's mission

To deliver a world class programme of safe, cost effective, accelerated and environmentally responsible decommissioning of the UK civil nuclear legacy, in an open and transparent manner and with due regard to the socio economic impact on our communities

# Achievements to date

- Standardised process for all site plans
- Portfolio management of contracts and funding
- Strategy and 2<sup>nd</sup> Annual plan with Government for approval
- Site and National Stakeholder Groups established
- Supply chain relationships being developed
- Preparing for 1<sup>st</sup> competition



# Method of delivery

- NDA owns sites and facilities
- Contracts with full scope contractor
  - Tier 1
- Contractor holds shares in Site Licence Company (SLC)
- Contractor accountable for
  - Safety and environmental performance
  - Delivering programme within site funding limits
- NDA
  - Reviews performance
  - Pays allowable costs + fee





# NDA supply chain

- Vibrant supply chain vital for NDA success
- NDA prime relationship is with Tier 1 contractors
- Need Tier 2 and below to be fully engaged
  - Competition
  - Innovation
  - Technology development
- A new international market
- Opportunities in all sectors



# Competition

- To improve contractor performance
- Drive innovation
- Introduce new technology
- Accelerate programmes
- Bring greater opportunities for the supply chain
- First competition this year – for LLW repository at Drigg
- Subsequent schedule to appear in approved strategy



# Draft Strategy

- Full public consultation August to November 2005
- Strong support to accelerate and deal with high hazards
- Mixed views on competition
- Split opinion on the treatment of Pu and uranic materials
- Strong support for early decision on waste disposal
- Split views on NDA commercial activities
- Approval expected by April



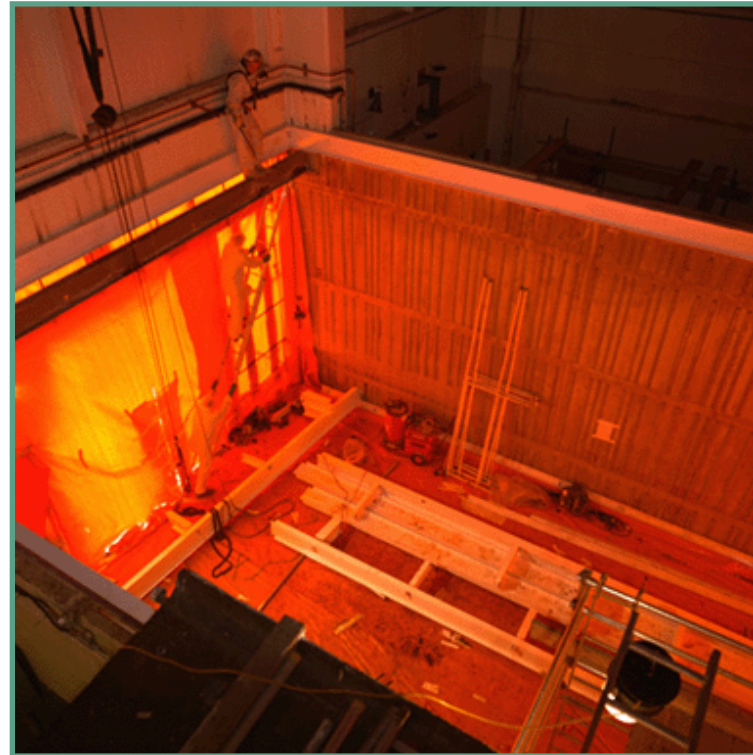
# Key issues

- Restructuring of UK nuclear industry
  - Westinghouse sale
  - Sale of British Nuclear Group
  - UKAEA transfers
- State aids outcome
- Reducing liabilities costs
- PSA targets
- Resolution of waste disposal uncertainty



# In conclusion

- NDA marks a major change for the UK nuclear industry
- We face many challenges
- Presents huge opportunities
  - NDA contractors
  - Regulators
  - The supply chain
  - Local communities
  - Stakeholders
- We are getting to grips with our inheritance



[www.nda.gov.uk](http://www.nda.gov.uk)

