

9 March 2010, no. 125, 2009–10, ISSN 1328-8091

National Radioactive Waste Management Bill 2010

Angus Martyn Law and Bills Digest Section

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National Radioactive Waste Management Bill 2010

Date introduced: 24 February 2010House: House of RepresentativesPortfolio: Resources, Energy and Tourism

Commencement: On Royal Assent.

Links: The <u>relevant links</u> to the Bill, Explanatory Memorandum and second reading speech can be accessed via BillsNet, which is at <u>http://www.aph.gov.au/bills/</u>. When Bills have been passed they can be found at ComLaw, which is at <u>http://www.comlaw.gov.au/</u>.

Purpose

The National Radioactive Waste Management Bill 2010 (the Bill) is intended to repeal and replace the existing *Commonwealth Radioactive Waste Management Act 2005* (the Act).

The Bill will restore some review rights and procedural fairness rights to the process of selecting a site for the proposed Commonwealth radioactive waste management facility, and enables the establishment of a regional consultative committee. Unlike the current Act, the Bill also allows for a site to be selected outside the Northern Territory.¹

Background

The proposed Commonwealth Radioactive Waste Management Facility

Extensive historical background on the proposed Commonwealth Radioactive Waste Management Facility is set out on the <u>Bills Digest</u> to the Act.² That legislation, along with the *Commonwealth Radioactive Waste Management (Related Amendment) Act 2005*, and the subsequent *Commonwealth Radioactive Waste Management Legislation Amendment Act 2006*, were intended to facilitate the process of selecting a site, and then developing, and eventually operating, a Commonwealth radioactive waste management facility in the Northern Territory.

At the time of the time of the passing of the Act, three potential sites for the facility had been identified by the former Howard Government in the Northern Territory. These were all Commonwealth Defence Department properties: Mount Everard and Harts Range (both near Alice Springs) and Fishers Ridge (near Katherine). All three sites are listed in

Warning:

^{1.} See discussion regarding **new sections 5-6** on pages 8-9 of this Digest.

^{2.} Angus Martyn, Commonwealth Radioactive Waste Management Bill 2005, *Bills Digest no.* 59, 2005–06, 28 October 2005, Parliamentary Library, Canberra.

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Schedule 1 to the Act. The Act also allowed the Chief Minister of the Northern Territory to nominate other potential sites, as long as they were not on Aboriginal land within the meaning of the *Aboriginal Land Rights (Northern Territory) Act 1976)*. Northern Territory indigenous Land Councils were also able to nominate sites on Aboriginal land. In May 2007, the Northern Land Council nominated an Aboriginal land site on Muckaty station, about 120 km from Tennant Creek. In September 2007, the nomination was approved under the provisions of the Act by the then Minister for Education, Science and Training, the Hon Julie Bishop MP, triggering the legal powers and protections conferred by the Act to potential facility sites.

Over 2006-2008, consultants Parsons Brinckerhoff undertook extensive studies in order to consider the suitability of the three Defence sites and Muckaty station as a location for the facility, including detailed studies of the sites' physical, biological and socioeconomic environments. Following a peer review process, the final report was submitted to the Department of Resources, Energy and Tourism in March 2009. The report has not been released, and the Government has previously stated it does not intend to do so.³

However, the Government has said that the Mount Everard, Harts Range and Fishers Ridge sites are no longer being considered as potential sites.⁴ The Muckaty station nomination is still afoot.

In terms of the types of waste that might be stored at the proposed facility, the Minister's second reading speech stated:⁵

In terms of radioactive waste, Australia produces low level and intermediate-level waste through its use of radioactive materials. Low-level waste includes lightly contaminated laboratory waste, such as paper, plastic, glassware and protective clothing, contaminated soil, smoke detectors and emergency exit signs.

Intermediate-level waste arises from the production of nuclear medicines, from overseas reprocessing of spent research reactor fuel and from disused medical and industrial sources such as radiotherapy sources and soil moisture meters.

As can be seen the generation of low-level and intermediate-level radioactive waste is an unavoidable result of many worthwhile activities.

5. Ibid.

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^{3.} Senator Carr, 'Answer to Question without notice: Commonwealth radioactive waste management facility project', [Questioner: Senator Ludlam], Senate, *Debates*, 26 November 2009, p. 9034

^{4.} M Ferguson, 'Second Reading speech: National Radioactive Waste Management Bill 2010', House of Representatives, *Debates*, 24 February 2010, p. 5, viewed 5 March 2010, <u>http://parlinfo.aph.gov.au/parlInfo/search/display/display.w3p;query=Id%3A%22chamber%</u> <u>2Fhansardr%2F2010-02-24%2F0013%22</u>

During the past 50 years, about 4,000 cubic metres of low-level and short-lived intermediate-level radioactive waste has accumulated in Australia. It is currently stored at interim facilities including a multitude of small stores located in suburban and regional areas across Australia.

By comparison, countries such as Britain and France annually produce around 25,000 cubic metres of low and intermediate-level waste. But unlike the current situation in Australia, Britain and France dispose of such waste in purpose built repositories.

In addition to providing proper disposal of Australia's low-level and short-lived intermediate level radioactive waste, the facility to be established under this bill will also be suitable for storing the approximately 32 cubic metres of long lived intermediate-level nuclear waste arising from reprocessing ANSTO's spent research reactor fuel. This material will return to Australia from France and the United Kingdom in 2015 and 2016.

The Commonwealth Radioactive Waste Management Act 2005

The Act provides the Commonwealth or a person working on behalf of the Commonwealth (including contractors and subcontractors) with the legislative authority to do anything in the Northern Territory 'necessary for or incidental to the purposes' of selecting the final site from those listed in Schedule 1 or otherwise nominated⁶ and then developing, operating and eventually decommissioning the facility.

The Act also provides that various state, territory and Commonwealth legislation does not apply to various stages of the facility. For example, the Act explicitly overrides the operation of both Territory and State laws that 'regulate, hinder or prevent' the facility's development and operation, although it retains the flexibility to permit the operation of any Territory or State laws if the Commonwealth considers this appropriate.⁷ It also overrides the application of the Commonwealth's *Aboriginal and Torres Strait Islander Heritage Protection Act 1984* and the *Environment Protection and Biodiversity Conservation Act 1999* (EPBCA) as far they might apply to the site selection process only.⁸ The construction and operation of the facility would however still be subject to the usual Commonwealth approval and licensing provisions, including the *Australian Radiation Protection and Nuclear Safety Act 1998* (ARPNS Act) and the EPBCA.⁹

Other significant features of the Act include:

9. Section 14.

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^{6.} Such nominations have to be approved by the responsible Commonwealth Minister, now being the Minister for Resources and Energy.

^{7.} Sections 5 and 13 of the Act.

^{8.} Section 6.

- the failure to observe the consultative and consent arrangements in relation to nomination of a place as a potential site by the Chief Minister or a Land Council, does not invalidate the nomination or any subsequent Commonwealth Ministerial approval of the nomination
- the nomination of place is not reviewable under the *Administrative Decisions (Judicial Review) Act 1977* (ADJRA) and is not disallowable by Parliament
- the Government's decision on the preferred site is not disallowable by Parliament, is not reviewable under the ADJRA, and the Government owes no legal obligation of procedural fairness towards anybody affected by the decision

When in Opposition, the ALP stated that it was 'committed to repealing the *Commonwealth Radioactive Waste Management Act* and establishing a consensual process of site selection'.¹⁰

Position of interested parties

The Northern Territory government remains opposed to siting of the facility in the Northern Territory.¹¹

Reports suggest that there are mixed feelings amongst the traditional owners of the Muckaty station site regarding the potential for the facility to be located there,¹² including elements of strong opposition.¹³

 Senator Carr (Shadow Minister for Industry, Innovation, Science and Research), Rights flattened as government steamrolls towards waste dump, media release, 27 September 2007, viewed 5 March 2010, http://parlinfo.aph.gov.au/parlInfo/search/display/display.w3p;query=Id%3A%22media%2F pressrel%2FEHFO6%22

- B Langford, 'Waste dump con job', Northern Territory News, 25 February 2010, viewed 5 March 2010, <u>http://parlinfo.aph.gov.au/parlInfo/search/display/display.w3p;query=Id%3A%22media%2Fpressclp%2FMWZV6%22</u>
- L Murdoch and T Arup, 'Fallout over NT nuclear dump site' *The Age*, 27 February 2010, p. 6, viewed 5 March 2010, <u>http://parlinfo.aph.gov.au/parlInfo/search/display/display.w3p;query=Id%3A%22media%2Fpressclp%2FJF0W6%22</u>
- N Wasley and J Green, 'Sense needed to tackle N-waste', *Canberra Times*, 26 February 2010, p. 21, viewed 8 March 2010, <u>http://parlinfo.aph.gov.au/parlInfo/search/display/display.w3p;query=Id%3A%22media%2</u> <u>Fpressclp%2FX40W6%22</u>,.

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The Opposition have said they continue to support the need for the facility, noting the Muckaty site was identified under the Coalition Government's process. They have stated that they 'will closely examine the details' of the Bill.¹⁴

The Greens have been critical of the Bill, and have expressed concerns about the openness of the site selection process to date and have pressed for further consultations.¹⁵

Committee consideration

The Bill has been referred to the Senate Legal and Constitutional Affairs Committee for inquiry and report by 30 April 2010. Details of the inquiry are at <u>http://www.aph.gov.au/senate/committee/legcon_ctte/radioactivewaste/info.htm</u>.

Financial implications

The Explanatory Memorandum to the Bill states:¹⁶

Overall, the financial impact of the legislation is considered to be negligible. Provision for any costs, including any liability of the Commonwealth to compensate persons for any acquisition etc. of their interests in land affected by the Bill, would be sought to supplement the existing administrated appropriation for Outcome 1 of the Department of Resources, Energy and Tourism.

Key issues

The Bill incorporates a requirement on the part of the Minister to accord procedural fairness in relation to:

- declaring that general nominations for potential facilities sites may be made, as opposed to restricting nominations to Northern Territory Land Councils, and
- declaring that a particular site has been selected for the facility.¹⁷

- 16. Explanatory Memorandum, National Radioactive Waste Management Bill 2010, p. 4.
- 17. The same procedural fairness requirement applies to a declaring regarding land necessary for all-weather road access to the site: see new section 9 of the Bill.

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^{14.} Senator Minchin, *Coalition has long supported need for national radioactive waste facility*, media release, 23 February 2010, viewed 8 March 2010, http://parlinfo.aph.gov.au/parlInfo/search/display/display.w3p;query=Id%3A%22media%2F pressrel%2FXXZV6%22

^{15.} Senator Ludlam, *Greens demand Senate inquiry into waste dump*, media release, 24 February 2010, viewed 5 March 2010, <u>http://parlinfo.aph.gov.au/parlInfo/search/display/display.w3p;query=Id%3A%22media%2F</u> <u>pressrel%2FMC0W6%22</u>

Such a requirement is explicitly excluded under the current Act. The new requirement is not however unduly onerous – it necessitates the Minister inviting comment from specified persons or entities, and 'tak[ing] into account and relevant comments given'.

In the event that the Minister makes an error of law in the processes applying to site nominations, approval of nominations, and selection of the preferred site, the Bill restores the right of an 'aggrieved person' to seek judicial review under the ADJR Act. However, the Bill also retains the current provisions of the Act that a failure to comply with certain procedural elements does not invalidate the nominations etc.

The Bill also contemplates, in the event that the Minister declares that general nominations for facility sites may be made, that the facility could be built outside the Northern Territory.¹⁸ However, depending on the circumstances, it is perhaps arguable that the Commonwealth does not have clear constitutional power to enact legislation to construct and operate a facility outside the territories, although the external affairs and implied nationhood power may provide sufficient power. This is covered in more depth in the discussion of **new section 37** in the mains provisions section of this Digest.

The Bill retains the existing provisions of the Act that effectively exclude State and Territory laws from operating where they would 'regulate, hinder or prevent' the Commonwealth from doing work to investigate the suitability of potential sites and then the construction and operation of the proposed facility, including the transporting of radioactive materials.

Main provisions

Part 1 - Preliminary

New section 3 contains a number of definitions, including those of 'Commonwealth contractor' and 'subcontractor'. The effect of these two definitions, combined with new sections 4 and 12, is that persons and companies with very remote legal contractual connections to the Commonwealth will potentially be exempted from State and Territory law when undertaking work connected to the proposed facility.

Part 2 – Nomination of sites

New section 4 allows for nomination of potential sites on Northern Territory Aboriginal land by the relevant Land Council. However, such a nomination may only be done before the 'general nomination start time'. General nominations are done under **new sections 5-7** (see below). This 'general nomination start time' will be fixed by the Commonwealth Minister by a written declaration made under **new section 5**, at some unspecified future

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^{18.} See discussion regarding **new sections 5-6** on pages 8-9 of this Digest.

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date. The declaration is not a legislation instrument, and hence not disallowable by Parliament.

New section 4 nominations contain similar procedural elements as existing section 3B of the Act (particularly in relation to providing evidence of consultation and consent with the relevant traditional Aboriginal owners). As with the current Act, however, a failure to comply with these elements does not invalidate a nomination, nor is the nomination disallowable by Parliament.¹⁹

In respect of general nominations, these may be made under **new section 6** by the owner of the relevant land, or by the certain leaseholders,²⁰ but only following a Ministerial declaration under **new section 5**. Before making such a declaration, the Minister have regard to whether it is unlikely that a facility will be able to be constructed and operated on Aboriginal land that has been nominated as a potential site under **new section 4**. This avenue for general nominations opens up a fall-back option if it appears that any Land Council nominated sites are not feasible for a facility for whatever reason. It is notable that a general nomination can be for a site outside the Northern Territory – the Act currently only allows for sites within the Northern Territory. **New section 7** contains procedural elements (particularly in relation to providing evidence of consultation and consent with 'specified groups of persons'²¹) but again, a failure to comply with these elements does not invalidate a nomination, nor is the nomination disallowable by Parliament.

New section 8 enables the Minister to, 'at his or her absolute discretion' give written approval of land, or part of land, nominated under **new sections 4 or 6**.²² A failure to observe procedural elements (which have been largely discussed above) does not invalidate any section 8 approval, nor is the approval disallowable by Parliament as it is not a legislative instrument. New section 8 essentially replicates the equivalent section (section 3C) currently in the Act.

New section 9, dealing with procedural fairness for section 5 declarations and section 8 approvals, is major change as compared the current Act. Existing section 3D of the Act specifies that 'no person is entitled to procedural fairness' in relation to a section 3A nomination of a site or section 3C Ministerial approval of a nomination. New section 9 contains a process that 'taken to be an exhaustive statement of the requirements for natural

- 21. These groups would presumably be specified in regulations.
- 22. Note that under new subsection 8(2), an approval of site nominated under new section 4 cannot be done after the general nomination start time. The Minister is also under no duty to consider a nomination.

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^{19.} This is because the nomination is not a legislative instrument.

^{20.} So for example a leaseholder of Crown land could make a nomination, but a leaseholder of privately owned land could not – specifics are contained in **new subparagraph 6(1)(d)(i)**.

justice' for **new section 5** declarations and **new section 8** approvals. It makes no mention of natural justice in relation to nominations.²³

In relation to natural justice for a **new section 5** declaration, the Minister must invite comments from all Land Councils and the general public (with a minimum 60 day period for comments to be received) on the proposed declaration, and then take these into account in deciding whether to make the declaration.

In relation to **new section 8** approvals, the Minister must invite comments from each nominator, and via public notices in the Gazette and newspapers, from persons with a right or interest in the relevant land – again with a minimum 60 day period for comments to be received. Comments from these persons must be taking into account by the Minister in deciding whether approve the nomination.²⁴

Part 3 – Selecting the site for the facility

New section 10 provides the Commonwealth or a person working on behalf of the Commonwealth (including contractors and subcontractors) with the legislative authority to do anything in a state or territory 'necessary for or incidental to the purposes' of selecting a site on which to construct and operate a facility. **New subsection 10(3)** provides a non-exhaustive list of the sort of activities which would fall into this category. **New subsection 10(4)** places various obligations on persons engaged in such activities outside of the sites – essentially to cause as little damage or inconvenience as possible to the relevant land and occupiers. **New section 10** differs from the equivalent section 4 in the Act in that extends to all states and territories – not just the Northern Territory, but otherwise is the same.

New section 11 effectively excludes State and Territory laws from operating where they would 'regulate, hinder or prevent the doing of a thing authorised by section 10'. New section 11(1) does state that only certain types of State and Territory laws (eg laws relating to 'the uses or proposed use of land or premises') are excluded, but the range of laws mentioned is so wide they are likely to give almost complete coverage. Indeed, even if a State or Territory law fell outside the type listed in **new subsection 11(1)**, the law could be excluded by prescribing it under regulation: **new subsections 11(2)-(3)**. This prescribing power also allows parts of laws, rather than the whole, to be excluded. Conversely, **new subsection 11(4)** provides that the regulations may prescribe a State or Territory law, or part of it, such that it has effect despite anything in **new section 11**. This allows the Commonwealth to limit the exclusions discussed above if thought appropriate. New section 11 is the same as section 5 in the current Act.

New subsection 12(1) provides that two Commonwealth laws, the Aboriginal and Torres Strait Islander Heritage Protection Act 1984 and the Environment Protection and

24. New paragraph 9(5)(e).

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^{23.} Noting however, that under the Bill judicial review under the ADJRA may be available.

Biodiversity Conservation Act 1999, have no effect where they would 'regulate, hinder or prevent the doing of a thing authorised by section 10'. Again a prescription power under regulation exists (**subsection 10(2**)) to allow for the exclusion of other Commonwealth laws, or parts of laws. **New section 12** is the same as section 6 in the current Act.

Part 4 - Acquisition or extinguishment of rights and interests

Part 4 allows the Minister to acquire and/or extinguish various rights and interests²⁵ both in the site finally selected for the facility or other land where this is required for providing all-weather road access to that site.

New subsection 13(2) enables the Minister to declare that a nominated site, or part of that site, has been selected as the site for the facility.²⁶ Under **new subsection 13(4)**, a declaration may also be made that that all or specified rights or interests in land in a State or Territory are required for providing all-weather road access to the selected site. Subsection 13(2) declarations may be revoked, but there is no provision for revocations in relation to subsection 13(4) declarations.

New section 14 specifies that a failure to comply with these various procedural elements in the nomination, Ministerial approval or declaration process does not invalidate a declaration, nor is the declaration disallowable by Parliament. However, the declaration must comply with **new section 17** procedural fairness requirements, which contains a process that 'taken to be an exhaustive statement of the requirements for natural justice'. By comparison, the Act currently specifically provides that the Minister need not accord any person procedural fairness in making a declaration selecting a site or land for road access.

Under **new section 17**, the Minister must invite comments from each nominator²⁷, and via public notices in the Gazette and newspapers, from persons with a right or interest in the relevant land, with a minimum 60 day period for comments to be received. Comments from these persons must be taking into account by the Minister in deciding whether to make the **new section 13** declaration.

New subsection 18(1) provides that at the time any new subsections 13(2) or 13(4) declaration has effect, any rights or interest in the selected site or road-access land that are specified in the declaration are acquired by the Commonwealth or extinguished and freed and discharged from all other rights and interests and from all trusts, restrictions,

Warning:

^{25.} Rights and interests specified in a **new subsection 13(2) or (4)** declarations may include rights to minerals (if any), native title rights and interests (if any), an interest in land that did not previously exist, and an easement in gross (if any).

^{26.} It must have been approved under **new section 6.**

^{27.} If the declaration in question is under **new subsection 13(4)** – land required for road access – a 'nominator' is a person that nominated the site for which the relevant access is required.

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dedications, reservations, obligations, mortgages, encumbrances, contracts, licences, charges and rates. This is little different from the equivalent section of the current Act.

The acquisition and/or extinguishment of rights and interests under **new section 18** has effect despite any other law of the Commonwealth, State or Territory, including the Commonwealth's *Lands Acquisition Act 1989* and the *Native Title Act 1993*: **new section 19**. This is identical to existing section 10 in the Act. Although the Explanatory Memorandum to the Bill makes no real comment on the provision, the Explanatory Memorandum to the current Act (then Bill) noted that the provision has the effect that:

it is not necessary for the Commonwealth to comply with any and all provisions of those Acts relating to preliminary processes for the acquisition or extinguishment of rights and interests in relation to land.

New section 21, allowing for the establishment of a regional consultative committee, is entirely new as compared to the current Act. Once a site selection declaration (new subsection 13(2)) has taken effect, the Minister may establish such a committee. The functions of the committee are to facilitate:

- communication between the Commonwealth, the operator of the facility (if any) at the selected site and persons living in or near the region where the selected site is situated, and
- such other functions as are prescribed via regulation.

Regulations may also prescribe the membership of the committee.

Part 5 – Conducting activities in relation to selected site

Part 5 is broadly similar to **Part 3** except that it deals with activities once the final site has been selected. It is also virtually identical to existing Part 4 in the Act.

New section 22 provides the Commonwealth or a person working on behalf of the Commonwealth with the legislative authority to do anything 'necessary for or incidental to' the various things listed **new subsection 22(2)**. These range from gathering information necessary for the Commonwealth licensing of the facility, building access roads, constructing, operating – including transport radioactive waste to and from the site - and decommissioning the facility.²⁸

New section 23 effectively excludes State and Territory laws from operating where they would 'regulate, hinder or prevent the doing of a thing authorised by section 12'. New

Warning:

^{28.} New subsection 22(3) also enables any activity mentioned in new subsection 10(3), but done once the site has been selected, to come within the legislative authority granted by new section 22.

sections 23(1)-(2) do state that only certain types of State and Territory laws (eg laws relating to 'the uses or proposed use of land or premises') are excluded, but again the range is so wide they are likely to give almost complete coverage. Even if a State or Territory law fell outside the types listed in **new subsections 23(1)-(2)**, the law could excluded by prescribing it under regulation: **new subsections 23(3)-(4)**. This prescribing power also allows parts of laws, rather than the whole, to be excluded. **New subsection 23(5)** provides that the regulations may prescribe a State or Territory law, or part of it, such that it has effect despite anything in **new section 23**. This allows the Commonwealth to limit the exclusions discussed above if thought appropriate. **New section 23** is the same as section 13 in the current Act.

New subsection 24(1) provides that the Commonwealth may prescribe by regulation a Commonwealth law, or part of it, so that it has no effect to the extent it would otherwise 'regulate, hinder or prevent the doing of a thing authorised by section 22'. However subsection 24(2) provides that the following laws cannot be prescribed:

- the Australian Radiation Protection and Nuclear Safety Act 1998;
- the Environment Protection and Biodiversity Conservation Act 1999;
- the Nuclear Non-Proliferation (Safeguards) Act 1987.

This means these laws will continue to apply.

Part 6 – Granting of rights and interests in land to original owners

Part 6 is virtually identical to existing Part 4A in the Act. That Part was added to the Act by the *Commonwealth Radioactive Waste Management Legislation Amendment Act 2006*.

It provides a legislative structure for the future return of Aboriginal Land to its original owners. The return is to be made in the Minister's 'absolute discretion'. **New section 25** sets out the features of the land to be returned. These define the land to have been Aboriginal land in the beginning, the nature of the original acquisition and the fact that the facility has been abandoned in accordance with the *Australian Radiation Protection and Nuclear Safety Act 1998*, that is, it is no longer needed as a radioactive waste storage facility and it has been declared to be safe.

New sections 26 and 27 establish a mechanism whereby the Minister (in his or her absolute discretion) can declare the land is no longer needed. The declaration must specify the land and the Land Trust to which he or she intends to return it. To come within these provisions, the Land Trust must be the same Land Trust (or its successor) which held the land before it was acquired by the Commonwealth. The declaration must be published in the *Gazette* and the Land Trust must be notified in writing. Provided these conditions are met, and the Land Trust has consented to the return of the land within the prescribed time frame (12 months, in the first instance), the Minister must make a declaration returning the

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land as a grant of estate in fee simple (with mineral rights reserved) or releasing the Commonwealth's interests in the land.

New section 32 provides for an indemnity by the Commonwealth to the Land Trusts specified in the return of land. The indemnity covers the Land Trust against any action, claim or demand brought against the Land Trust in respect of any liability arising from, or damage caused by, ionising radiation from the transport or management of 'controlled material' at the facility. This indemnity is reduced to the extent that any fault on the part of the Land Trust is involved (**proposed subsection 32(2)**). Furthermore the indemnity will not operate if the Land Trust does not notify the Commonwealth, in writing, of the issue 'as soon as practicable' (**proposed subsection 32(3)**) and it must then follow the directions of the Commonwealth in relation to the claim.

Part 7 – Miscellaneous

New sections 34 and **35** contain some recent standard Commonwealth legislative provisions on compensation. **New section 34** provides for 'reasonable' compensation to be payable to a person whose right or interest has been acquired, extinguished or otherwise affected under **new section 18**. **New section 35** provides that, if the effect of the Bill (once in operation) would result in constitutional acquisition of property from a person 'otherwise than on just terms', again reasonable compensation must be paid. In both cases, if the Commonwealth and the person claiming compensation do not agree on the amount, the person to whom the compensation is payable may institute proceedings in the Federal Court to determine, and recover, the amount payable.

New section 36 is revised form of section 16A Act. Section 16A requires the Commonwealth to indemnify the Northern Territory²⁹, and keep the Northern Territory indemnified against any 'action, claim or demand brought or made against the Northern Territory in respect of any liability arising from, or damaged caused by, ionising radiation from any act done or omitted to be done by or on behalf of the Commonwealth in relation to the transport of controlled material to or from, or the management of controlled material, at a facility on the selected site'. The amount of the indemnity is reduced by the extent to which any fault on the part of the State or Territory, or its employees, agents or contractors, contributed to the liability or damage. The indemnity only applies if the Northern Territory both gives the Commonwealth written notification of the action, claim or demand as soon as practicable, and follows any directions of the Commonwealth in relation to the action, claim or demand.

New section 36 is broadly similar, however it applies only if the nomination of the selected site was through section 4 (nomination of Aboriginal land by the relevant Land Council). Unfortunately neither the Explanatory Memorandum nor the second reading speech provide any background to the perceived need for this entirely new

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^{29.} The indemnity must be maintained over time.

provision, including why it effectively only applies should the proposed facility be built on Aboriginal Land in the Northern Territory, as opposed to other locations.

New section 37 provides a constitutional 'safety net' in the event that the purported operation of the Bill to a prospective facility outside a territory is beyond the constitutional power of the Commonwealth.³⁰

Certainly the Commonwealth has the power under section 122 of the Constitution to legislate to with a prospective facility in a Territory. If the Commonwealth has the constitutional ability to legislate on a subject, it also has the power to explicitly exclude or limit the operation of State or Territory law with respect to matters dealt with by the legislation. For example, section 83 of the *Australian Radiation Protection and Nuclear Safety Act 1999* provides that:

If a law of a State or Territory, or one or more provisions of such a law, is prescribed by the regulations, that law or provision does not apply in relation to the following:

(a) an activity of a controlled person in relation to a controlled apparatus or a controlled material;

(b) an activity of a controlled person in relation to a controlled facility.

There are a range of other constitutional powers that may arguably serve to support those parts of the Bill that authorise activities outside of the territories. For example, the external affairs power (section 51(xxix)) could be relevant by virtue of Australia being a party to the 1997 Convention on the <u>Safety of Spent Fuel Management and the Safety of Radioactive Waste Management.</u>³¹ By expediting the development of the proposed facility, the Bill could be said to support the broad objectives of the Convention. The 'implied nationhood' power could also be relevant to support legislation that essentially seeks to allow the Commonwealth to safely store waste generated by its agencies, although the scope of that power is uncertain.

However, depending on the circumstances, there may still be doubts that the Constitution would support those parts of the Bill that potentially authorise, or are related to, activities for a facility that may be outside of the territories. In this case, new section 37 allows the

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^{30.} Once a place is validly acquired by the Commonwealth for a public purpose, section 52 of the constitution does give the Commonwealth the exclusive power to pass laws with respect to that place. However, amongst other things, the some aspects of the Bill apply before any acquisition has taken place.

^{31.} See also G Carney, 'Constitutional framework for regulation of the Australian uranium industry' Australian Resources and Energy Law Journal, 26 (2007), p. 235 at 247 viewed 8 March 2010, http://parlinfo.aph.gov.au/parlInfo/search/display/display.w3p;query=Id%3A%22library%2 Fjrnart%2FUHCP6%22

Bill to effectively operate so it only applies in relation a facility, and other relevant land, within a territory.

Schedule 1

Item 1 repeals the current Act.

Item 2 repeals the current exemption from the ADJR Act in respect of site nominations, approval of nominations, and selection of the preferred site.

Schedule 2

Schedule 2 is designed to effectively preserve the legal status of the 2007 Muckaty station nomination. However, should it be eventually selected as the facility site by the Commonwealth under a **new section 13** Ministerial declaration, the new procedural fairness requirements in **new section 17** will apply to that declaration process.

Concluding comments

The issue of the proposed Commonwealth Radioactive Waste Management Facility is a contentious one, particularly as both this Bill and the current Act allow for the overriding of Territory and State law in particular. The Bill does restore and address some procedural fairness requirements and judicial review rights to the process, which were excluded by the Howard Government through the passing of the Act in 2005, and later amendments in 2006.

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