

1 **HEARING DAY 2**2 **Cameco Corporation: Application for a licence to**
3 **operate the Key Lake Operation**

4 The first day of the public
5 hearing on this application was August 9th. The
6 public was invited to participate either by oral
7 presentation or written submission on Hearing Day
8 Two. September 4th was the deadline set for
9 filing by intervenors. The Notice of Public
10 Hearing 2001 01-H11 was published on June 4, 2001.

11 Commission Members present for Day
12 One of this hearing included: Mr. Graham,
13 Dr. Giroux, Dr. Barnes and myself. Ms MacLachlan
14 was absent. As such, Ms MacLachlan will
15 participate in the question period today but she
16 will not participate in the decision.

17 The presentations were made on Day
18 One by both the applicant, Cameco Corporation,
19 under CMD 01-H22.1, 01-H22.1A and by Commission
20 staff under CMD 01-H22. I note that both the
21 applicant, Cameco Corporation, and the CNSC staff
22 are present today. I will begin by an oral
23 presentation by Cameco Corporation as outlined in
24 Document CMD 01-H22.1B and I turn it back to
25 Cameco

1 **01-H22.1B**

2 **Oral presentation by Cameco Corporation**

3 MR. CHAD: Good morning,
4 Madam Chair, Members of the Commission. I am Gary
5 Chad, Senior Vice President, Law and Regulatory
6 Affairs and Corporate Secretary of Cameco
7 Corporation, the applicant in these proceedings.
8 I'm here today in support of Cameco's application
9 for a licence to operate the Key Lake Operation.
10 With me today are John Jarrell our Vice President,
11 Environment and Safety and Mike Wittrup our
12 Director of Environment.

13 In response to a Commission
14 request for further information made at the Day
15 One hearing held on August 9th, I will ask
16 Mr. Jarrell to make a presentation to the
17 Commission on the fish toxicity issue at Key Lake.
18 We would be pleased to answer any questions the
19 Commission may have for Cameco later after
20 Mr. Jarrell's presentation.

21 Thank you.

22 MR. JARRELL: Thank you.

23 For the transcript record, my name
24 is John Jarrell. I'm Vice President of
25 Environment and Safety.

1 As Gary mentioned, we are here
2 today to provide some supplementary information to
3 our original presentation on Day One Hearing which
4 was held on August the 9th.

5 Specifically what we would like to
6 do this morning is provide some background
7 information on the year 2000 fish toxicity
8 reported in our original submission. We would
9 like to address questions which arose from that
10 submission and provide an update of 2001 follow up
11 work.

12 As indicated on August 9th, we
13 believed the presence of toxicity in near-field
14 receiving water is a seasonal phenomenon. It
15 appears to be associated but likely not entirely
16 caused by cyclical pH depression in these waters.

17 To frame this issue, it can be
18 pointed out that in late 1993, Key Lake effluent
19 failed a routine semi-annual rainbow trout
20 toxicity test. Greater than 50 per cent of the
21 trout -- of the 10 trout fingerlings died during
22 the 96 hour test and less than two of ten died in
23 the control sample, which is the criteria for that
24 control.

25 Through a fair degree of effort,

1 which I might add, was used as a reference case in
2 subsequent studies of such investigations done in
3 Canada, we were able to trace the toxicity to an
4 excessive organic loss from the solvent extraction
5 circuit. We solved that problem and we expanded
6 the test regime to include routine toxicity
7 testing of the receiving environment as well as
8 the effluent.

9 The standard 96 hour trout test,
10 however, is not a practical test for control
11 purposes at a remote mine site. Fortunately, what
12 we were able to do was to develop a correlation
13 between a 15-minute bacteria luminescent toxicity
14 test and the standard rainbow trout toxicity test.
15 Such a correlation is not common, but it worked
16 out quite well in this particular case. This is
17 called a Microtox test and it is performed on site
18 at the Key Lake analytical laboratory.

19 The Key Lake mill practices batch
20 release of effluents. Each batch is nominally
21 about 5,000 cubic metres and is composite sampled
22 for licensed parameters as well as for Microtox
23 toxicity, both as it fills the pond and as that
24 pond is discharged. Thus toxicity testing is used
25 extensively at Key Lake. Typically one to one and

1 a half ponds per day are released. Trout toxicity
2 testing is done quarterly or more frequently as
3 required.

4 This picture taken this summer
5 shows the effluent release point into the
6 near-field receiving environment. Treated
7 effluent is discharged to a small shallow lake
8 which contains the equivalent of about one month's
9 worth of treated effluent. The discharge from
10 this small lake is the point where we commenced
11 routine receiving environment toxicity tests as
12 mentioned two slides back.

13 This slide shows that receiving
14 environment sample location where the creek which
15 drains Wolf Lake passes under the road near the
16 entrance to the mine site. This water is sampled
17 daily for Microtox toxicity and at least quarterly
18 using the trout test.

19 This close up picture also taken
20 this summer shows Wolf Creek. It is typically one
21 metre wide and about 10 to 30 centimetres deep.
22 The flow rate is typically about 100 to 180 litres
23 per second or about 9,000 to 15,000 cubic metres
24 per day. Thus a 5,000 cubic metre per day
25 effluent release is a sizeable proportion of the

1 overall flow.

2 This map provides some sense of
3 the relative location of the mill, the effluent
4 release point, Wolf Lake and its drainage. Note
5 that the ground water flow from the vicinity of
6 the Aboveground Tailings Management Facility,
7 which is called AGTMF in this slide, also enters
8 Wolf Lake. In the bottom right corner, discharge
9 from the Deilmann and Gaertner Pit dewatering
10 systems enters the natural environment.

11 The lines on this drawing
12 represent the surface lease or CNSC licensed site
13 boundaries. The circles represent sampling
14 locations for the 2001 aquatic monitoring program.
15 If you follow the mouse, basically the water
16 discharges out of Wolf Lake to the sampling point
17 which I showed you right at the road, to Fox Lake
18 and then out to this David Creek system out here.

19 This map depicts the receiving
20 environment, both for the treated effluent at the
21 top of the slide and the dewatering discharge from
22 the bottom of the slide. Again, the circles in
23 this represent these environmental -- enhanced
24 environmental monitoring sampling program sites.

25 Essentially what the water does is

1 it flows out through David Creek through what is
2 called an unknown lake and then up into a larger
3 lake called Delta Lake and then up to the Wheeler
4 River and so on and so forth. If you look at the
5 scale here, there is about a four kilometre, give
6 you a sense of the overall size of this drainage
7 path. The discharge from the dewatering system
8 works its way out through these set of lakes out
9 through here.

10 This slide summarizes the rainbow
11 trout toxicity test data, both for treated
12 effluent and also for the Wolf Creek discharge.
13 It is evident from this summary that the vast
14 majority of the trout tests have passed the test,
15 which calls for no more than 50 per cent toxicity.

16 Despite our best efforts we have
17 made a mistake in this table. The reported
18 numbers passed test for 2000 of nine effluent and
19 eleven for Wolf Creek represent the total number
20 of tests, not just the number of passed test,
21 which should have read eight and nine, instead of
22 nine and eleven. This, of course, changes the
23 bottom of the -- the summary at the bottom which
24 should read 126 and 66 for the eight to nine years
25 of reported data. So please accept my apology for

1 this error in our submission.

2 On August 9th we were asked the
3 extent to which passed tests pass and failed tests
4 fail. What we have done is we have summarized the
5 data over the last three and a half years to give
6 you a sense of what -- if you sort of look behind
7 the scenes on this data.

8 It is evident I think that the
9 vast majority of the tests showed no toxicity. It
10 is not a case of marginal toxicity just below the
11 50 per cent threshold. In our written submission
12 we attempt to explain what happened with a
13 53 per cent failure in 2000, which is hardly
14 intuitive for a test with ten trout fingerlings.
15 Suffice it to say that we have sufficient
16 circumstantial evidence to feel that we may have
17 had a short-term toxicity excursion in late 2000.

18 This slide summarizes the results
19 of Microtox testing. We believe this data
20 supports the view of the Microtox screening test
21 with the corresponding pond recycle based on these
22 results as effectively controlled toxicity of
23 effluent is measured by standard rainbow trout
24 tests. Whether Microtox is a good measure of
25 receiving environment toxicity is not as clear,

1 what the data does suggest, I believe, is that the
2 agent which causes or can cause effluent toxicity
3 is not present in toxic proportions within the
4 receiving environment.

5 As outlined in the presented
6 tables, overall there has been relatively few test
7 failures over the seven to eight years that issue
8 has been extensively studied. We have essentially
9 brought control to the issue of excessive organic
10 loss, yet have recently found evidence of some
11 toxicity near-field in the near-field receiving
12 environment. The frequency of trout tests was
13 increased from quarterly to monthly over the past
14 winter then to every two weeks in May which will
15 be carried out until October or November of this
16 year.

17 We continued our study into the
18 cause of summertime pH depression found in the
19 waters and this study started lasted year. We
20 initiated a toxicity identification program this
21 September despite the lack of an outright test
22 failure using what we believe will prove to be the
23 sample with the highest level of toxicity that we
24 found this year, which occurred in, I think, on
25 September 3rd.

1 We have also expanded our study to
2 investigate the potential of natural pH depression
3 in the bogs which surround the effluent receiving
4 environment flow path.

5 In conclusion, we believe Cameco
6 has gone to considerable lengths to both better
7 understand the impact of treated mill effluents on
8 the near-field receiving environment and the cause
9 of pH depression. Priority has been given in 2001
10 to tracking down the source of near-field toxicity
11 discovered in the year 2000. Studies have been
12 hampered by the ephemeral nature of this toxicity.
13 We believe the effect is transitory or at a
14 minimum cyclical. It is not clear to what extent
15 the mill effluent causes or enhances the observed
16 toxicity. But it is not a straightforward
17 effluent toxicity issue in the receiving
18 environment.

19 Our studies continue and we have
20 every intention of keeping regulatory agency staff
21 fully informed of our process. Both myself and
22 Mark Wittrup are here today to answer any
23 questions you may have either about this
24 presentation, intervenor comments or any other
25 issues you wish to discuss either now or later in

1 the proceedings.

2 Thank you for your attention.

3 THE CHAIRPERSON: Thank you.

4 With the permission of the
5 Commission Members, I would like to go to the
6 staff presentation before we open the floor for
7 questions.

8 That said, I would like to call on
9 Mr. Pereira for the oral presentation by CNSC
10 staff as outlined in CMD Document 01-H22.A.

11 Mr. Pereira.

12

13 **01-H22.A**

14 **Oral presentation by CNSC staff**

15 MR. PEREIRA: Thank you,
16 Madam Chair.

17 For the record, my name is Ken
18 Pereira. I'm the Director General of the
19 Directorate of Fuel Cycle and Materials
20 Regulation.

21 The Cameco Corporation is applying
22 for a uranium mill operating licence to continue
23 operating the existing uranium mill and supporting
24 facilities at Key Lake, Saskatchewan. At the Day
25 One Hearing in August 2001, CNSC staff presented

1 CMD 01-H22, which identified the scope of the
2 activities to be covered under the licence, as
3 well as the staff's evaluation of the company's
4 policies and programs.

5 The applicant has proposed no
6 changes to the existing scope of the operation
7 presently licensed by the CNSC. While the
8 applicant has applied for a five year licence,
9 CNSC staff recommended that the licence be issued
10 for a 27-month period.

11 In CMD 01-H22, CNSC staff reported
12 on the outcome of an evaluation in September 2000
13 of Cameco's Environmental Protection Program at
14 the Key Lake Operation. At the time of the Day
15 One Hearing in August, CNSC staff reported that a
16 number of action notices and recommendations still
17 required resolution. In a subsequent submission,
18 Cameco has provided acceptable responses to three
19 of the action notices and acceptable commitments
20 to address the four other action notices and two
21 recommendations.

22 CNSC staff has submitted
23 supplementary CMD 01-H22.A for this hearing. It
24 provides information requested by the Commission
25 on fish toxicity test results. The CNSC staff has

1 received and reviewed two intervenor CMDs that
2 were submitted for this hearing. One from
3 Ms Shiell and the other from Mr. Adamson. CNSC
4 staff is available to respond to any further
5 questions that the Commission may have regarding
6 the requested renewal of the licence for this
7 facility.

8 THE CHAIRPERSON: Thank you.

9 The floor is now open for
10 questions from Commission Members with regards to
11 the applicant and CNSC staff presentations.

12 Dr. Barnes.

13 MEMBER BARNES: Yes, a question to
14 staff. On the data presented in a table on page 4
15 of 01-H22.A, could you explain that sampling
16 structure a little bit more, specifically why in
17 so many cases no sample was taken of the effluent
18 sample presumably at the same time that a sample
19 was taken at Wolf Creek?

20 MR. PEREIRA: I will invite
21 Mr. Courtney to respond.

22 MR. COURTNEY: My name is Peter
23 Courtney. I'm the Project Officer for Key Lake.

24 I believe the reasons the samples
25 weren't taken is that they weren't required. A

1 lot of the samples that have been taken and are
2 shown in this table are for verification and they
3 are follow up on a toxic test event. So they have
4 been taken for verification. There wasn't any
5 requirement to match these samples on either side.

6 THE CHAIRPERSON: Dr. Barnes.

7 MEMBER BARNES: As you probably
8 appreciate from the sort of questions I tend to
9 ask in these, I am concerned that when sampling
10 programs are set up they are done so, not only for
11 compliance, but to ensure that really the data
12 that come out are reasonably robust and we can
13 draw some conclusions. In dealing with complex
14 environmental issues, we often can end up with no
15 conclusions by having an inadequate sampling base.

16 So I'm intrigued here when we have
17 two incidents in which there is sampling during
18 July 4th to the 16th in that first data and then
19 the toxicity test data for incident two in
20 December of the year 2000, that in total there are
21 ten sampling dates, six in July/August, four in
22 December and in only two of those cases are there
23 essentially double tests done on the same day.

24 So although it may not be
25 required, I wonder what is the rush now for in a

1 sense treating the effluent or sampling the
2 effluent some days and then a Wolf Creek sample on
3 other days. For example, in July 4th where there
4 clearly was a problem, percent of trout
5 fingerlings dead after 96 hours, 100, the effluent
6 was sampled at that time, that might give a cause
7 to essentially sample both the following week but
8 no sample was taken of the treated effluent.

9 So if one is concerned about
10 toxicity and being concerned about whether there
11 is a correlation that some of the toxicity might
12 be coming from the effluent, irrespective of
13 requirement, I would have thought the logical
14 approach would have been to make sure that you
15 sampled both the effluent and Wolf Creek. But
16 there seems to be no attempt to do this so I'm
17 puzzled.

18 Perhaps I could put the first
19 question then, to explain this strategy of
20 sampling, to the applicant and then for a comment
21 from staff.

22 MR. JARRELL: I also asked that
23 question of the designers of the program. The
24 answer I was given essentially was two-fold. One,
25 there is obvious residence time considers between

1 the two sample points and the other reason I was
2 given was that in order to spread this thing out
3 as much as possible to broadly cover the whole
4 summer period. That was in the year 2000 and in
5 the year 2001, of course, we took a different
6 tactic.

7 I should also point out that when
8 we did get these toxic results, what we did is we
9 resampled these or we retested these things to see
10 if this toxicity existed and it didn't. That is
11 one of the problems we have had is that if you
12 take the same water and sample it again or put it
13 to another trout toxicity test, you don't get the
14 same response. So it truly is a very transitory
15 response. So that is my understanding. I will
16 ask Mark Wittrup if he could add to that as well.

17 MR. WITTRUP: Mark Wittrup.

18 I don't have anything to add to
19 that.

20 THE CHAIRPERSON: Dr. Barnes,
21 would you like the staff to respond?

22 MEMBER BARNES: Well, just before
23 staff does, I think, Mr. Jarrell, what you tried
24 to -- what you showed, unless I am incorrect, was
25 that when the effluent is discharged into a fairly

1 small holding lake or pond you pointed out that in
2 fact the impact was quite noticeable in that
3 little creek. You showed the photograph of the
4 creek going under the road. You told us what the
5 volume of discharge normally was and that when you
6 discharged the effluent, it had a fairly quick
7 response. Yet, this is contrary to what I have
8 just heard that there is a lag.

9 But even if there is a lag, you
10 must know roughly what the time frame of that lag
11 might be and therefore you would adjust the
12 sampling strategy. I mean if you are trying to
13 show that there is -- there is obviously a
14 potential environmental effect from the effluent.
15 Right. And if you are trying to understand if
16 there is a correlation on that, on the impact of
17 the biota, the fish, you would try to look at both
18 aspects and if there is a lag effect, you would
19 try to understand the duration of that lag effect
20 and therefore adjust the sampling program
21 sufficiently.

22 MR. JARRELL: I agree with you.
23 I think the lag time, roughly speaking, of course,
24 doesn't act as sort of -- there is probably some
25 shortcircuiting, but basically it's a 300,000

1 cubic metre lake, so it's about a month's worth of
2 effluent. So in theory, if it was well mixed, it
3 would be about a one month lag. It's probably
4 less than that because I am sure there is some
5 shortcircuiting that occurs on that. I guess it
6 was that kind of a lag period.

7 I think the other thing to
8 remember, in the year 2001 the backbone of this
9 program back last year essential was the Microtox,
10 not the rainbow trout. Once we found the rainbow
11 trout toxicity in the summer, that's when we
12 really started to kick the rainbow trout into high
13 gear.

14 THE CHAIRPERSON: Would you wish
15 to have the staff comments at this time?

16 Mr. Pereira.

17 MR. PEREIRA: I will invite
18 Dr. Thompson to comment.

19 DR. THOMPSON: Two reports were
20 submitted to CNSC staff. One after the December
21 effluent toxicity incident, then another report
22 following up on the other events.

23 In our review of the reports, we
24 found that there were some Quality Assurance and
25 Quality Control issues with some of the work being

1 conducted and staff commented that those issues
2 had to be resolved in order to get reliable
3 information.

4 At the time that there was some
5 indication of toxicity from the effluent, the
6 laboratory doing the work conducted toxicity
7 identification in evaluation tests essentially on
8 samples that were found to be non-toxic or had
9 been manipulated in some fashion so the result
10 were essentially not usual at all.

11 So we did send back comments to
12 Cameco indicating that in the future those issues
13 had to be resolved for us to have data with which
14 to assess the situation.

15 Having said that, we have also
16 been involved in looking at the protocols that
17 Cameco put in place to assess the situation at
18 Wolf Creek. We made recommendations that given
19 that the trout toxicity tests are conducted off
20 site and should the results be toxic, then
21 essentially if you haven't planned to do follow-up
22 work, you don't have those effluent samples or the
23 water samples. So we recommended that Microtox be
24 used as a surrogate and should the Microtox
25 results indicate toxicity then that samples be

1 taken and that additional work be conducted on
2 those samples in an attempt to identify the
3 reasons for toxicity.

4 This work is now being conducted
5 by Cameco and we don't have the results of the
6 investigations that are currently underway to look
7 at the water samples that caused some toxicity in
8 September.

9 THE CHAIRPERSON: Dr. Barnes.

10 MEMBER BARNES: Could I just get
11 clarification from Dr. Thompson? Are you content
12 then that the sampling strategy now imposed,
13 imposed in 2000, is adequate for the toxicity
14 tests?

15 DR. THOMPSON: With the help of
16 Microtox tests which are done on site-- it's a
17 15-minute test with a longer period if necessary--
18 the turnaround is quick enough that action can
19 taken, large volumes of samples can be taken and
20 shipped off site to a lab that can conduct the
21 identification, evaluation tests.

22 So to my knowledge, the protocol
23 in place now is adequate to follow up on the
24 situation.

25 THE CHAIRPERSON: Dr. Giroux.

1 MEMBER GIROUX: I believe I was
2 the one who raised the question at a previous
3 meeting about the details of the toxicity tests,
4 and I would just like to express my appreciation,
5 both to staff and to the applicant, for the
6 detailed reports that we received.

7 I think it clarifies the situation
8 and is very instructive in terms of understanding
9 the basic things that you are doing.

10 The only comment I would make, I
11 think, without presuming our decision later, is
12 that you keep us informed of developments.
13 Especially if there are further problems and
14 failures in the tests, I think we should be
15 informed through some vehicle at the meetings.

16 Thank you.

17 THE CHAIRPERSON: To that, I would
18 suggest, Mr. Pereira that the Significant
19 Development Report would be a way to keep us
20 informed of these issues.

21 MR. PEREIRA: Yes.

22 THE CHAIRPERSON: Mr. Graham.

23 MEMBER GRAHAM: Thank you.

24 A couple of questions I have.

25 First of all, Wolf Lake, that is where the

1 drainage from the forest ponds go, the four ponds
2 drain out into Wolf Lake. Is Wolf Lake to be
3 drained at the time of decommissioning and the
4 sediment processed or not? Is that lake to be
5 drained and something done with that at
6 decommissioning?

7 THE CHAIRPERSON: That's a
8 question to the applicant?

9 MEMBER GRAHAM: Yes.

10 MR. JARRELL: Actually, the
11 conceptual decommissioning plan, Mr. Graham,
12 actually to bury the contaminated sediments in
13 that lake is basically to fill it in.

14 MEMBER GRAHAM: To fill it in.

15 MR. JARRELL: It's a very small
16 lake. So that what we costed out in the
17 conceptual decommissioning process is to actually
18 remove the lake and to basically bury those
19 sediments. That's the current thinking.

20 The main -- I wouldn't say
21 contaminant, but the main effect on that lake has
22 been actually some precipitation of gypsum or
23 calcium sulphate into that lake. If I could just
24 go back a little bit into some of this toxicity
25 thing, one of the difficulties, which we perhaps

1 didn't make as clear as we could is that this is
2 really a very ephemeral thing we are dealing with.

3 As soon as we find toxicity what
4 we do is we resample that water to see if we can
5 elicit the same response. If we can't, we collect
6 a sample right away and run it through the same
7 tests and we don't get the same results. What we
8 did this year is I think perhaps we got a little
9 bit smarter. What we did is we started to collect
10 duplicate samples so that if we have a failure on
11 one then we have another backup sample that we can
12 test at the same time.

13 So I think our fundamental problem
14 here is the fact that we are dealing with a very,
15 very elusive thing and something which I believe
16 is not related to this Microtox which is sort of
17 another reason that it makes this somewhat
18 complicated.

19 Thank you.

20 MEMBER GRAHAM: One other question
21 then just as a follow through. Before the
22 effluent gets to Wolf Lake it comes from those
23 four ponds, and those are the ones, I believe, are
24 they the ones with the betonyte lining?

25 MR. WITTRUP: Mark Wittrup. No,

1 they are lined with high-density polyethylene.

2 MEMBER GRAHAM: We learned, I
3 think at the last meeting, the first day hearing,
4 that you were having some problems with some of
5 the lining, the ventilator, whatever it was.
6 Maybe it's another name, but I am wondering is
7 that where you were having the problems?

8 MR. JARRELL: No, it wasn't,
9 Mr. Graham. What we were talking about in the
10 Day 1 hearing was the waste rock or the special
11 waste rock piles as opposed to these monitoring
12 ponds. It's quite a different issue here.

13 The issue, I think, with the waste
14 rock piles was the betonyte liners and the
15 condition of those. They didn't have anything to
16 do with these four monitoring ponds that discharge
17 into Wolf Lake.

18 MEMBER GRAHAM: So these are
19 working well. There is no problem. Over at the
20 waste rock then, with the betonyte lining, has
21 that been resolved and is that effluent -- have
22 you got it under control?

23 MR. JARRELL: We have always
24 maintained control of that. I think the issue is
25 one of -- it's a longer term issue. Those waste

1 rock piles are within what we call the cone of
2 depression which, you may recall, we talked about
3 which is just dewatering cone around the Deilmann
4 facility. So we collect any seepage from those
5 waste rock piles. In the long haul the plan is to
6 remove that material and basically use it as a
7 diluent in the processing to reduce the ore grade
8 down to 4 per cent.

9 So there is a long-term solution
10 for that. What there is is in the shorter term
11 there is containment of any contaminants from
12 these waste rock piles.

13 MEMBER GRAHAM: So that effluent
14 is not going into Wolf Lake or not going out.
15 It's being contained.

16 MR. JARRELL: That's correct. It's
17 around the Deilmann tailings facility, not around
18 the above-ground tailings facility or the mill
19 itself which is a separate watershed.

20 MEMBER GRAHAM: One other
21 question, Madam Chair.

22 In the hearing Day 1 of McArthur
23 River application, I think I asked the question of
24 exposed dose, of the record of the levels you had
25 of exposed dose of one millisievert per week for

1 workers, or five per quarter. I was given the
2 information that at McArthur River that was not
3 exceeded. The answer more or less led to ask the
4 question: What about at this facility? Has it
5 been exceeded?

6 MR. JARRELL: No, it hasn't.
7 I think the issue that we discussed in that
8 original Day 1 presentation was there was a
9 requirement on us from our licence at the end of
10 year one to assess what we got as far as dose
11 relative to predictions.

12 One of the difficulties we had was
13 that we did not attain that 4 per cent ore grade
14 through the whole year. So we had to prorate that
15 number and the issue that we got back from the
16 staff was essentially to reexamine that data once
17 we had a full year's of data. But all data we
18 have collected to date indicates we are on track.

19 MEMBER GRAHAM: Would CNSC staff
20 like to comment on that?

21 MR. PEREIRA: I will ask Mr.
22 McCabe to comment.

23 MR. McCABE: Thank you.

24 Rick McCabe. Yes, the projections
25 were based upon the 4 per cent grade that was

1 anticipated for milling in the Key Lake Mill.
2 They did not achieve that grade so what we did was
3 a linear extrapolation of that to get the 4 per
4 cent grade. That's not bad from our point of
5 view, but we decided just to go ahead and require
6 them to add further information and confirm that
7 those projections were on target.

8 We are comfortable with that and
9 they are at the moment well within the range of
10 predictions.

11 MEMBER GRAHAM: Thank you.

12 THE CHAIRPERSON: I have a
13 question for the applicant. With regards to the
14 impact on sampling of weather and winter, is there
15 any particular issues that come up because of that
16 that could affect the results or the variation?

17 MR. WITTRUP: Just a
18 clarification. The variation in specific sample?

19 THE CHAIRPERSON: The variation in
20 results that could be traced back to difficulties
21 in sampling techniques or separation of ice and
22 water, whatever.

23 MR. WITTRUP: Generally no, not in
24 the winter. For instance, in the pond release
25 area the sampling is done in heated sheds. The

1 water itself, of course, doesn't freeze. It just
2 comes from the plant. So it might get a little
3 crust on, but the sampling itself is done in a
4 heated shed and the Wolf Creek sampling site
5 generally flows all year, the water coming from
6 the effluent discharged maintains the channel so
7 that sampling there isn't a problem.

8 What becomes a problem is often
9 going out and sampling, not in the dead of winter
10 because you can drill holes through the ice and
11 get clean samples. The problem is generally on
12 the shoulder seasons, when you have freeze up or
13 break up. But generally all of the Environmental
14 Effects Monitoring Programs are done in ice-free
15 conditions and all of the water sampling. In
16 general monitorings are done from a safe location,
17 recognizing that there is a health and safety risk
18 involved as much as anything.

19 Does that answer your question,
20 Madam Chair?

21 THE CHAIRPERSON: Yes, thank you
22 very much.

23

24 **01-H22.2/H22.2A**

25 **Written submissions from Maisie Shiell**

1 At this point, I would like then
2 to move to the written submissions. We have a
3 written submission from Mrs. Shiell that is
4 outlined in two documents, H22.2 and H22.2A.

5 I now open the floor for questions
6 or comments from the Commission Members with
7 regard to this written submission.

8 Ms MacLachlan.

9 MS MacLACHLAN: From a procedural
10 perspective, I would just like to make the comment
11 for the record that the reference back to the
12 transcripts for the application for Rabbit Lake
13 and McArthur River should be linked to the
14 discussions on the Environmental Monitoring
15 Program, especially the Environmental Effects
16 Monitoring Program.

17 Having said that, I would also
18 like it restated for the record, the issue on page
19 2 raised by Mrs. Shiell with respect to
20 radionuclides and the rationale for them not being
21 monitored or measured in benthic invertebrates.
22 She makes the allegation that they are just
23 estimated measurements in the water in the
24 sediment.

25 I am wondering if we can have

1 restated for the record why radionuclides are not
2 measured, first of all.

3 MR. PEREIRA: I will ask
4 Dr. Thompson to respond.

5 DR. THOMPSON: Radionuclide
6 concentrations in benthic invertebrates are
7 calculated based on sediment concentrations and a
8 bioaccumulation factor. They can't be measured
9 directly in benthic invertebrates because we don't
10 have the biomass necessary to -- we don't have
11 enough organisms to be able to meet the
12 requirements for the chemical analyses for those
13 radionuclides.

14 MS MacLACHLAN: Thank you.

15 In that same vein and on that same
16 issue, I would like staff to comment on the
17 additional comment made by Mrs. Shiell, and I
18 quote -- she is referring back to measurement of
19 radionuclides. She says:

20 "The reason Mr. Courtney gave
21 me for not using sediment as
22 a trigger was that it was too
23 difficult to obtain a
24 meaningful impact because the
25 bio-availability from the

1 water and the sediment is not
2 known. This might load an
3 unnecessary cost on the
4 corporation".

5 Would you care to comment on that,
6 please?

7 DR. THOMPSON: Of course, I don't
8 know what Mr. Wittrup told Mrs. Shiell, but
9 essentially the program is designed to be able --
10 as we explained earlier in the case of McArthur
11 River -- the program is designed to provide the
12 best information, to extract the best information
13 we can from the Environmental Effects Monitoring
14 data. Essentially the information, the direct
15 information on benthic community effects is more
16 relevant in terms of assessing the significance of
17 those effects and this information, in combination
18 with information on chemical contaminants in
19 sediment, can be used then to determine which
20 contaminant, or which contaminants, may be causing
21 those effects.

22 So it's the weight of that
23 evidence that can best be used to make decisions
24 on risk management.

25 Having just the triggers, or even

1 if we had direct measurements in benthic
2 invertebrates, we would still need some method of
3 extrapolating from chemical measurements in
4 benthic invertebrates to potential significance or
5 potential environmental effects.

6 So the assessment would be even
7 more theoretical than an assessment based on
8 actual data collected in the field.

9 MS MacLACHLAN: Thank you.

10 THE CHAIRPERSON: Other questions?
11 Dr. Barnes.

12 MEMBER BARNES: Just to clarify,
13 Dr. Thompson, on your point of insufficient
14 biomass for the invertebrates. What are the
15 actual technics then for analysing that material?

16 DR. THOMPSON: The radionuclides
17 are measured at the Saskatchewan Research Council.
18 I am not familiar with the actual methods or the
19 volumes. I think maybe Cameco would be in a
20 better position to answer that question.

21 THE CHAIRPERSON: Cameco, please.

22 MR. WITTRUP: Mark Wittrup. It's
23 been an ongoing source of, I won't say contention,
24 but we have been asked about the ability to do
25 radionuclides in biological samples since the

1 earliest days of the panel and it's been a
2 continual dialogue with the Saskatchewan Research
3 Council.

4 The problem is that the relative
5 levels of radionuclides in the tissue, be it
6 benthic invertebrates or fish or whatever, is very
7 low relative to the counting equipment that they
8 have available to them. What they do is they dry
9 the sample, hash it and create a pellet out of it
10 and then put it in and count the activity, in
11 effect concentrate the sample in order to generate
12 a measurable signal.

13 Of course it has to be robust
14 enough signal that you don't have a very long
15 counting period because you start to build up
16 errors, and the smaller the sample, the longer the
17 counting time, the bigger the errors until the
18 error bar far outstrips even the sample making it
19 totally meaningless.

20 Generally, they would like to see
21 400 grams of wet weight material and, you can
22 appreciate the difficulties in getting that much
23 benthic invertebrate material. Then you come to
24 benthics. What do you sample? Do you sample the
25 whole bug, as had been suggested by Environment

1 Canada? Do you open them up and scrape the ichor
2 from the inside and collect enough of that to
3 sample? Collecting 400 plus or minus grams of
4 that is a considerable task and a considerable
5 impact on the bug population.

6 So we run into a number of
7 practical problems in getting just the biomass to
8 do it. So as Dr. Thompson has correctly pointed
9 out, we do indirectly. In fact, the University of
10 Saskatchewan toxicological group has been working
11 on refining that particular method of determining
12 a dose to benthic invertebrates. Dr. Thomas and
13 Dr. Lever have recently published a paper looking
14 at that very issue and working on the geometry of
15 the bugs and the amount of stomach content they
16 are likely to have with respect to the poor water
17 concentration and the sediment concentration.

18 So there is a lot of work going on
19 to refine the very technics that Dr. Thompson has
20 talked about, but it's not a very easy or
21 intuitive just to measure directly, but we do do
22 the waters and we do do the sediments.

23 THE CHAIRPERSON: Thank you very
24 much.

25

1 **01-H22.3**

2 **Written submission from W.R. Adamson**

3 We will now move to the written
4 submission from W.R. Adamson as noted in CMD
5 document H22.3.

6 The floor is now open for comments
7 or questions from the Commission Members on this
8 written submission.

9 --- Pause

10 THE CHAIRPERSON: There are no
11 questions with regards to this written submission.

12 This completes the record for the
13 public hearing on the matter of the application by
14 Cameco Corporation for a licence to operate the
15 Key Lake Operation.

16 The Commission will deliberate and
17 will publish its decision in due course. The
18 decision will be posted on the CNSC Web site as
19 well as distributed to participants.

20 This brings to the end this
21 hearing No. 5. We will take a five-minute break
22 while participants have an opportunity to find
23 their places and we will go to Item No. 6 in five
24 minutes. That will be 11:08.

25 Thank you.

1