UNITED STATES OF AMERICA NUCLEAR REGULATORY COMMISSION

In the Matter of

Cito Products, Inc.
1002 South 12th Street
Watertown, Wisconsin 53094

Dicenses 48-16514-01
and 48-16514-02E

ORDER TO SHOW CAUSE

I

Cito Products, Inc., 1002 South 12th Street, Watertown, Wisconsin 53094 ("the licensee") is the holder of Byproduct Material License 48-16514-01 (expired) and Byproduct Material License 48-16514-02E ("the license") issued by the Nuclear Regulatory Commission ("the Commission"). License 48-16514-01 authorized the manufacturing and testing of smoke detectors containing byproduct material. The license was originally issued July 16, 1975. Cito Products, Inc. allowed the license to expire on July 31, 1980. License 48-16514-02E authorizes the distribution of the smoke detectors containing byproduct material. This license was originally issued on October 31, 1975 and the present expiration date of the license is October 31, 1980.

II

On October 10, 1979, the licensee's activities authorized by Licenses 48-16514-01 and 48-16514-02E located at 1002 South 12th Street, Watertown, Wisconsin, were inspected by a representative(s) of the NRC Office of Inspection and Enforcement for health and safety purposes. On June 3, 1980, the Commission sent Invoice 1546M to the licensee requesting payment within 30 days of the inspection fee of \$780

required by 10 CFR 170 of the Commission's regulations. A second notice of payment due, together with a Notice of Violation, was sent to the licensee on July 9, 1980. A final notice of payment due was sent to the licensee on August 11, 1980. To date the fee required by Part 170 has not been paid by the licensee.

III

In view of the foregoing and pursuant to the Atomic Energy Act of 1954, as amended, and the regulations in 10 CFR Parts 2, 30, and 170, IT IS HEREBY ORDERED THAT:

 The licensee show cause, in the manner hereinafter provided, why License 48-16514-02E should not be revoked permanently.

The licensee may, within twenty days of the date of receipt of this Order, file a written answer to this Order and may also request a hearing within said twenty-day period. Any answer filed shall specifically admit or deny such allegation made in Section I! above, and may set forth the matters of fact and law upon which the licensee relies. If a hearing is requested, the Commission will issue an Order designating the time and place of hearing. Upon failure of the licensee to file an answer within the time specified, the Director of Administration or the undersigned will, without further notice, issue an Order revoking License 48-16514-02E.

In the event the licensee files a timely answer and requests a hearing within the time specified, the issues to be considered at such hearing shall be (1) whether the licensee violated the Commission's regulations as specified in Section II above; and (2) whether the subject license should be permanently revoked.

In lieu of filing an answer to this Order, the licensee may pay the prescribed inspection fee within twenty days of the date of receipt of this Order. In the event the licensee remits the required fee within said twenty-day period, the Nuclear Regulatory Commission will issue an Order terminating this proceeding. Otherwise, the foregoing procedure for revocation of the license shall be followed.

FOR THE NUCLEAR REGULATORY COMMISSION

William O. Miller, Chief License Fee Management Branch

Office of Administration

Dated at Bethesda, Maryland this 19th day of Leptember 1950

RETURN RECEIPT REQUESTED