TE-01 PUBLIC

Magnalarm, Inc.
ATTN: Paul K. Echlin
Executive Vice President
5115 Louden Drive
Fort Wayne, IN 46815-5040

License No. 13-26477-01 Docket No. 030-33096

Dear Mr. Echlin:

This refers to a telephone contact conducted on February 24, 1994.

The contact was an examination of activities conducted under your license as they relate to radiation safety and to compliance with the Commission's rules and regulations and with the conditions of your license. The contact consisted of discussions with Paul Echlin.

As a result of this examination of activities, certain of your activities were found to be in violation of NRC requirements, as specified in the enclosed Notice. A written response is required.

It is our understanding that, as of the date of the aforementioned contact, no licensed material had ever been possessed nor had any licensed operations been performed. However, as discussed in the attached Information Notice, all regulatory requirements must be satisfied even when no operations are being performed.

In accordance with 10 CFR 2.790 of the Commission's regulations, a copy of this letter, the enclosure, and your response to this letter will be placed in the NRC Public Document Room.

The response directed by this letter and the accompanying Notice are not subject to the clearance procedures of the Office of Management and Budget as required by the Paperwork Reduction Act of 1980, PL 96-511.

We will gladly discuss any questions you have concerning this inspection.

Sincerely, Original Signed by B. J. Holt

B. J. Holt, Chief Nuclear Materials Inspection Section 1

Enclosures:
1. Notice of Violation
2. Information Notice 94-21

bcc w/enclosure
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