

ENCLOSURE

NOTICE OF VIOLATION

Security Engineering, Inc.
Clemmons, NC

Docket No. 030-11562
License No. 32-16736-01E

During the Nuclear Regulatory Commission (NRC) inspection conducted on December 1, 1987, a violation of NRC requirements was identified. In accordance with the "General Statement of Policy and Procedure for NRC Enforcement Actions," 10 CFR Part 2, Appendix C (1987), the violation is listed below:

License Item 9A, states that the licensee is authorized to distribute smoke detector devices specified in License Condition 10 to persons exempt from the requirements for a license. License Item 4 states that the authorization expires on December 31, 1986.

Contrary to the above, the licensee representative, Nat Swanson, indicated during the inspection that the licensee had distributed approximately 900 devices to persons exempt from the requirements for a license during the period from January 1, 1987 and December 1, 1987.

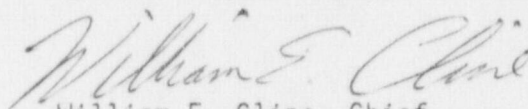
This is a Severity Level V violation (Supplement VI).

Pursuant to the provisions of 10 CFR 2.201, Security Engineering, Inc. is hereby required to submit a written statement or explanation to the Nuclear Regulatory Commission, ATTN: Document Control Desk, Washington, DC 20555, with a copy to the Regional Administrator, Region II, within 30 days of the date of the letter transmitting this Notice. This reply should be clearly marked as a "Reply to a Notice of Violation" and should include (1) admission or denial of the violation, (2) the reason for the violation if admitted, (3) the corrective steps which have been taken and the results achieved, (4) the corrective steps which will be taken to avoid further violations, and (5) the date when full compliance will be achieved. Where good cause is shown, consideration will be given to extending the response time. If an adequate reply is not received within the time specified in this Notice, an

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order may be issued to show cause why the license should not be modified, suspended, or revoked or why such other action as may be proper should not be taken.

FOR THE NUCLEAR REGULATORY COMMISSION



William E. Cline, Chief
Nuclear Materials Safety and
Safeguards Branch
Division of Radiation Safety
and Safeguards

Dated at Atlanta, Georgia
this 17th day of December 1987