



**UNITED STATES  
NUCLEAR REGULATORY COMMISSION**  
WASHINGTON, D.C. 20555-0001

June 20, 2016

EA-14-080

CampCo, Inc.  
Smith & Wesson Watch Division  
ATTN: Motti Slodowitz, President  
4625 West Jefferson Blvd.  
Los Angeles, California 90016

SUBJECT: CAMPCO, INC. - CONFIRMATORY ORDER, INVESTIGATION REPORT NO.  
3-2013-021

Dear Mr. Slodowitz:

The enclosed Confirmatory Order is being issued to CampCo, Inc. (CampCo) as a result of a successful alternative dispute resolution mediation session. The enclosed commitments were made as part of a settlement agreement between CampCo and the U.S. Nuclear Regulatory Commission (NRC). The settlement agreement concerns violations of NRC requirements, as identified in our letter dated December 10, 2015, transmitting a Notice of Violation (NOV) and proposed \$28,000 civil penalty to CampCo, Inc. (Agencywide Documents Access and Management System (ADAMS) ML15274A432).

Our December 10, 2015, NOV included four areas of violation: (1) distributing watches containing tritium (hydrogen-3) without first either NRC approval by amendment to CampCo's existing license or by obtaining a separate NRC exempt distribution license for these watches; (2) failing to submit timely required annual reports to the NRC; (3) failing to provide required information in the annual reports provided upon NRC request; and (4) failing to provide certificates with each lot of watches as required by the CampCo license. Along with the NOV, NRC also provided CampCo the opportunity to request Alternative Dispute Resolution (ADR) with the NRC. In response to our December 2015 NOV, CampCo requested ADR to address the NOV and proposed civil penalty.

A mediation session was held on March 22, 2016, and a preliminary settlement agreement was reached. The elements of that agreement, formulated and agreed to at the mediation session, are incorporated in the enclosed Confirmatory Order (Enclosure 1). The Confirmatory Order confirms the commitments made as part of the preliminary settlement agreement.

In light of the significant corrective actions CampCo has taken and the additional actions CampCo committed to take, as described in the Confirmatory Order (Enclosure 1), the NRC will not impose a civil penalty for the violations discussed in the NRC's letter dated December 10, 2015. The NRC is satisfied that its concerns will be addressed by making CampCo's commitments legally binding through a Confirmatory Order. As evidenced by the signed "Consent and Hearing Waiver Form" (Enclosure 2), dated June 6, 2016, CampCo agreed to the issuance of this Confirmatory Order.

Pursuant to Section 223 of the Atomic Energy Act of 1954, as amended, any person who willfully violates, attempts to violate, or conspires to violate, any provision of this Confirmatory Order shall be subject to criminal prosecution, as set forth in that section. Violation of this Confirmatory Order may also subject the person to civil monetary penalties.

Apart from the actions required by the enclosed Confirmatory Order, you are not required to respond to this letter. However, if you choose to provide a response, please provide it to me within 30 days. Your response should be addressed to the Director, Office of Enforcement and a separate copy provided to the NRC Document Control Desk by either (1) U.S. Postal Service at U.S. Nuclear Regulatory Commission, Washington, DC 20555-0001 or (2) direct mailing to U.S. Nuclear Regulatory Commission, One White Flint North, 11555 Rockville Pike, Rockville, MD 20852-2738. Should you have questions concerning the enclosed Confirmatory Order, please contact Mr. Hipolito Gonzalez, Branch Chief, Division of Material Safety, State, Tribal, and Rulemaking, Office of Nuclear Material Safety and Safeguards at (301) 415-5637.

In accordance with 10 CFR 2.390 of the NRC's "Agency Rules of Practice and Procedure," a copy of this letter and its enclosures will be made available electronically for public inspection in ADAMS, accessible from the NRC Web site at <http://www.nrc.gov/reading-rm/adams.html>. To the extent possible, your response should not include any personal privacy, proprietary, or safeguards information so that it can be made available to the Public without redaction.

Sincerely,

/RA/

Patricia K. Holahan, Director  
Office of Enforcement

Docket: 030-36619  
License: 04-23910-01 E

Enclosures:

1. Confirmatory Order
2. Consent and Hearing Waiver Form

cc:  
State of California

Tyson R. Smith  
Winston & Strawn LLP  
101 California Street  
35th Floor  
San Francisco, CA 94111-5840

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/RA/

Patricia K. Holahan, Director  
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cc:  
State of California

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