

Assignment and Report

1. OPERATING NAME AND ADDRESS (INCLUDE ZIP CODE AND COUNTY) THE SPORTS CENTER INC The Sports Center 305 SEARGENT S PRENTISS DR NATCHEZ, MS 39120, ADAMS		2. U.I. NUMBER (ORG. SEG. CODE, ASSIGNMENT NO., P.P.C.) 777040-2016-0103-B1B		
		3. PERMIT/LICENSE NUMBER 164001018J00039	4a. TARGET DATE 12/31/2015	4b. TARGET HOURS
		5. REQUESTED BY (SIGNATURE, TITLE AND DATE)		
6. ATF OFFICER(S) ASSIGNED (b)(6) - Lead Investigator				
7. ASSIGNED BY (SIGNATURE, TITLE AND DATE) (b)(6), Area Supervisor, 11/03/2015				
8. PURPOSE/SPECIAL INSTRUCTIONS CONDUCT ONSITE FIREARMS DISPOSITION EMPHASIS (DE) INSPECTION PER GUIDELINES SET FORTH IN IOI MANUAL.				
9. INSPECTION RESULTS <input type="checkbox"/> CHECK IF NO VIOLATIONS, ADJUSTMENTS, ETC				
NO. OF VIOLATIONS		3	NO. OF REFERRALS	
NO. OF TECS CHECKS		20	NO. OF TECS HITS	
NO. OF TAX ADJUSTMENTS		\$ VALUE OF TAX INCREASES		2111 - PER DIEM
		\$ VALUE OF TAX DECREASES		2112 - P.O.A.
NO. OF ASSESSMENTS		\$ VALUE OF ASSESSMENTS		2113 - COMM. AIR
NO. OF CLAIMS		\$ VALUE OF CLAIMS		2114 - RENTAL CAR
NO. OF TAX PERIODS		\$ VALUE OF TAXES VERIFIED		2115 - GPV EXPENSES
10. TRAVEL EXPENSES (OPTIONAL)				
2116 - MISC.				
TOTAL \$ FOR INSP.				
11. ATF OFFICER'S RECOMMENDATION Submitted by (b)(6) Industry Operations Investigator Submitted on: 12/06/2015 Viols WC with WL and Recall				
12. TIME ACCOUNTING DATA				
ATF OFFICER'S NAME (MONTH, YEAR, HOURS) (b)(6)				
NOV 2015		58.00		
ATF OFFICER'S SUBTOTAL		58.00		ATF OFFICER'S SIGNATURE
TOTAL HOURS		58.00		
13. REVIEW AND ROUTING				
REVIEW COMMENTS AND RECOMMENDATION Viols WL ONLY and No Recall Inspection				
<input checked="" type="checkbox"/> REVIEWED <input checked="" type="checkbox"/> CONCUR <input type="checkbox"/> SEE COMMENTS <input checked="" type="checkbox"/> FINAL DISPOSITION				
SIGNATURE AND TITLE (b)(6) - Area Supervisor		(b)(6)		REVIEW DATE 12/07/2015

Assignment and Report

1. OPERATING NAME AND ADDRESS (INCLUDE ZIP CODE AND COUNTY) THE SPORTS CENTER INC The Sports Center 305 SEARGENT S PRENTISS DR NATCHEZ, MS 39120, ADAMS	2. U.I. NUMBER (ORG. SEG. CODE, ASSIGNMENT NO., P.P.C.) 777040-2016-0103-B1B		
	3. PERMIT/LICENSE NUMBER 164001018J00039	4a. TARGET DATE 12/31/2015	4b. TARGET HOURS
	5. REQUESTED BY (SIGNATURE, TITLE AND DATE)		

13. REVIEW AND ROUTING

REVIEW COMMENTS AND RECOMMENDATION

See PII dated 12/21/15 MDWREN

Viols WL ONLY and No Recall Inspection

☒ REVIEWED

☐ CONCUR

☒ SEE COMMENTS

☐ FINAL DISPOSITION

SIGNATURE AND TITLE

MDWREN - DIO

REVIEW DATE

12/21/2015

ROUTING SEQUENCE AND DATE

- ☐ 1. _____
- ☐ 2. _____
- ☐ 3. _____
- ☐ 4. _____

CONTROL FILE POSTED DATE _____

Please write firmly with a ball point pen when completing this form. ATF officers will prepare this form in quadruplicate. The original copy and the suspense copy (where required) will be given to the proprietor or a responsible representative. The remaining copies will be submitted with the completed inspection report. Supervisors will detach one copy from the completed report for their files.

Name of Proprietor SPORTSCENTER, INC	Street Address 305 SEARGENT S. PRENTISS DR.	City NATCHEZ	State MS	ZIP Code 39120	County ADAMS	Page <u>1</u> of <u>3</u> Pages
License/Permit/Registry Number (if any) 1-64-001-01-8J-00039		Expiration Date 09/01/2018	Date(s) or Period of Inspection 16 NOV 2014 TO 16 NOV 2015			

Inspection Results

An examination of your premises, records and operations has disclosed the following violations which have been explained to you:

[illegible]

I Have Received a Copy of This Report of Violations (Proprietor's signature and title)

Signature and Title of ATF Officer

(b)(6) [Redacted] President
- IOI

Date 19 NOV 15

Date 19 NOV 15

Report of Violations

Instructions

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Name of Proprietor SPORTSCENTER, INC.	Street Address 305 SEARGENTS S. PRENTISS DR.	City NATCHEZ	State MS	ZIP Code 39120	County ADAMS	Page <u>2</u> of <u>3</u> Pages
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License/Permit/Registry Number (if any) -04-001-01-8J-00039	Expiration Date 09/01/2018	Date(s) or Period of Inspection 16 NOV 2014 TO 16 NOV 2015
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Inspection Results

An examination of your premises, records and operations has disclosed the following violations which have been explained to you:

Number	USC or CFR Citation	Nature of Violation	Corrective Action to be Taken (If not corrected immediately)	Date Corrections to be Made (If not corrected immediately)
2	27 CFR 478.102(a)	ON <small>(b)(3) 112 Public Law 55 125 STAT 552 (b)(6)</small> FORMS INVOLVING INVESTIGATOR <small>(b)(6)</small> INSTRUCTED INDIVIDUAL, THE LICENSEE <small>(b)(3) 112 Public Law 55 125 STA</small> THE FFL THAT THE ONLY VALID NICS ACCEPTED A NON-QUALIFYING EXEMPTION FOR FIREARM PURCHASES IN MS, IS THE MS FIREARMS AS A NICS EXEMPTION AND PERMIT. THE FFL ACKNOWLEDGED HE FAILED TO CONDUCT ANICS CHECK WOULD ONLY ACCEPT THE MS PERMIT PRIOR TO TRANSFER OF A FIREARM AS ANICS EXEMPTION. AN NICS MS JUST QUERY WAS CONDUCTED ON THE PURCHASER BY INVESTIGATOR <small>(b)(6)</small> ON 19 NOV 2015 WITH NO PROHIBITIVE INFORMATION DISCLOSED		

I Have Received a Copy of This Report of Violations (Proprietor's signature and title)

Signature and Title of ATF Officer

(b)(6)

John W. Craig
- IOI

President

Date
19 NOV 15

Date
19 NOV 15

November 9 2018 Production

392

ATF Form 5030.5
Revised April 2005

Report of Violations

Instructions

Please write firmly with a ball point pen when completing this form. ATF officers will prepare this form in quadruplicate. The original copy and the suspense copy (where required) will be given to the proprietor or a responsible representative. The remaining copies will be submitted with the completed inspection report. Supervisors will detach one copy from the completed report for their files.

Name of Proprietor PORTSCENTER, INC.	Street Address 305 SEARGENT S. PRENTISS DR.	City NATCHEZ	State MS	ZIP Code 39120	County ADAMS	Page <u>3</u> of <u>3</u> Pages
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License/Permit/Registry Number (if any) -64-001-01-8J-00039	Expiration Date 09/01/2018	Date(s) or Period of Inspection 16 NOV 2014 TO 16 NOV 2015
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Inspection Results

An examination of your premises, records and operations has disclosed the following violations which have been explained to you:

Number	USC or CFR Citation	Nature of Violation	Corrective Action to be Taken (If not corrected immediately)	Date Corrections to be Made (If not corrected immediately)
3	27 CFR 478.126a	IN [REDACTED] INSTANCES INVOLVING [REDACTED] HANDGUNS	INVESTIGATOR [REDACTED] INSTRUCTED	
		THE FFL FAILED TO REPORT THE COMPLETE AN ATF F 3310.4 ON THE MULTIPLE SALE OF PISTOLS AND REVOLVERS AND FILE A COMPLETED ATF 3310.4 WITHIN THE TIME FRAME REQUIRED.	THE FFL THAT IS A REQUIREMENT TO COMPLETE AN ATF F 3310.4 ON THE MULTIPLE SALE OF PISTOLS AND REVOLVERS AND REPORT THE SALE TO ATF BY CLOSE OF THE BUSINESS DAY THE SALE TOOK PLACE. THE FFL ACKNOWLEDGED HE SENT FORMS IN SOMETIMES A MONTH LATE. FFL NOW HAS A SYSTEM TO REPORT HIS MULTIPLE SALES BY CLOSE OF THE BUSINESS DAY.	

I Have Received a Copy of This Report of Violations (Proprietor's signature and title)

Signature and Title of ATF Officer (b)(6)	 President	Date 19 NOV 15
	- IOI	Date 19 NOV 15



U.S. Department of Justice
Bureau of Alcohol, Tobacco,
Firearms and Explosives
One Galleria Blvd., Suite 1700
Metairie, LA 70001

www.atf.gov

December 21, 2015

777040 (b)(6)
5373

CERTIFIED MAIL – RETURN RECEIPT REQUIRED

The Sports Center, Inc.
The Sports Center
305 Seargent S. Prentiss Dr.
Natchez, MS 39120, Adams
1-64-001-01-8J-00039

Dear Mr. Craig:

During a recent compliance inspection at your firearms business covering the period of November 16, 2014 to November 16, 2015, you were cited for violations of Title 27, Code Of Federal Regulations, Part 478. A copy of the Report of Violations, ATF Form 5030.5, issued at time of the inspection is enclosed.

All violations were fully explained to you by the Bureau of Alcohol, Tobacco, Firearms and Explosives (ATF) Industry Operations Investigator(s). You indicated that you understood the requirements of the Federal firearms laws and regulations and that corrective actions would be taken to eliminate future violations.

The records you are required to maintain and the business operations you conduct are important to law enforcement in our continuing efforts to reduce violent crime and protect the public. It is essential that you comply with all Federal laws and regulations that govern your firearms business. This is critical to carrying out our mission to protect the public and to ensure that criminals do not gain access to firearms. ATF appreciates the efforts you and other industry members make in this area. We look forward to continuing to work with you in that regard.

You are reminded that retention of your Federal firearms license is conditioned upon your compliance with Federal laws and regulations. Any future violations, either repeat or otherwise, could be viewed as willful and may result in the revocation of your license. Please ensure that future compliance is achieved.

-2-

The Sports Center, Inc.
The Sports Center

Should you have any questions regarding this matter, please contact Industry Operations Investigator (b)(6), at (b)(6).

Sincerely yours,

(b)(6)

Area Supervisor

Enclosure

cc: Federal Firearms Licensing Center
New Orleans III (IO) Field Office

FIREARMS INSPECTION REPORT

Name: The Sports Center, Inc.
Trade Name: The Sports Center

UI#: 777040-2016-0103-B1B
FFL#: 1-64-001-01-8J-00039

Address: 305 Seargent S. Prentiss Dr.
Natchez, MS 39120, Adams

1 - Introduction

Inspection Profile:

An onsite compliance inspection was conducted by Industry Operations Investigator (b)(6) from November 16th, 2014 to November 19th, 2015. Mr. Wade Wyatt Craig, Jr and Mr. Jason Andrew Wisner-Responsible Persons were identified by their MS Driver's license and interviewed during the course of the inspection. Mr. Wade Wyatt Craig, Jr. is the son of Mr. Wade Wyatt Craig- President of The Sports Center, Inc. and is acting in the position of Store Manager due to the (b)(6). The inspection was started on November 16th, 2015 with a closing conference conducted on November 19th, 2015.

This was a firearms DE inspection which covered a period from November 16th, 2014 to November 16th, 2015. Advance notice of the inspection was not given.

Business Profile:

The Sports Center, Inc. operates a retail firearm shop and sporting goods store under the name The Sports Center. The Sports Center, Inc. sells new handguns, long guns and silencers as well as ammunition and firearms accessories. In addition, The Sports Center, Inc. handles the shipment of firearms back to the manufacturer for warranty and repair for individual customers.

In addition to the store located in Natchez, MS, the company has a second Sports Center store located in Starkville, MS. This store operates under FFL #: 1-64-105-01-56-02137.

A query of the MS Secretary of State business services website has no other listings for Mr. Wade Wyatt Craig as an officer for another corporation or LLC. A query of FLS, shows no other listings or affiliations with any other FFL for Mr. Wade Wyatt Craig. The Sports Center, Inc. has held a firearms license since 1981.

During the past twelve months, the Licensee acquired (b)(4) firearms and disposed of approximately (b)(4) firearms.

FIREARMS INSPECTION REPORT

Name: The Sports Center, Inc.
Trade Name: The Sports Center

UI#: 777040-2016-0103-B1B
FFL#: 1-64-001-01-8J-00039

The total numbers acquired include approximately (b)(4) handguns (b)(4) two receivers (b)(4) (b)(4) silencers (b)(4) and (b)(4) (b)(4) % long guns.

The primary supplier for The Sports Center, Inc. (b)(4) et (b)(4) and individual manufacturer's for new firearms. firearms.

The Sports Center, Inc. does take used or wholesale firearms in on trade but only firearms previously purchased from them. Firearms sales are conducted at gun shows, banquets and events at this time. Regulations for the sale of firearms at gun shows were discussed with Mr. Craig.

The Sports Center, Inc. is active with regard to internet purchases from www.gunbroker.com for individuals, but only accepts these transfers from other licensed FFL dealers.

The Sports Center, Inc. does not currently utilize the internet to sale firearms or conduct their business. The Sports Center, Inc. has no current government contracts and no other ATF licenses are affiliated with the business premise.

All firearms are currently being stored on the business premises and there are no other off site storage locations for firearms.

The business premise is a commercial storefront in the business area of Natchez, MS located at 305 Seargents S Prentiss Dr., Natchez, MS 39120. The business premises are owned by Mr. Wade Wyatt Craig- President therefore no valid lease is necessary or in effect.

The Sports Center, Inc. has IRS EIN #: (b)(3) - 26 USC 6103 MS State Tax ID (b)(3) - 26 USC 6103 (b)(3) - 26 USC 6103 ATF SOT (b)(3) - 26 USC 6103 and City of Natchez PL #: 14315. All Licenses and Permits are valid and The Sports Center, Inc. is in compliance with all other State and local laws.

Ownership and Control:

The Sports Center, Inc. is a Corporation in "Good Standing" as listed with the MS Secretary of State's website. Officers and members of the Company are listed as Mr. Wade Wyatt Craig- President / Director, Mr. Richard Henry Butler- Treasurer / Director and Mr. W. T. Sturdivant- Secretary / Director. Each officer currently holds one-third (33.33 %) stock ownership of the corporation.

FIREARMS INSPECTION REPORT

Name: The Sports Center, Inc.
Trade Name: The Sports Center

UI#: 777040-2016-0103-B1B
FFL#: 1-64-001-01-8J-00039

Investigator (b)(6) informed Mr. Craig that if another new person ever invests in or receives any "stock ownership" of the company that this would constitute a change of control in the company and would require The Sports Center, Inc. to apply for a new FFL. Mr. Wade Wyatt Craig "verbally" acknowledged that he understood.

Responsible persons listed on the license within FLS are as follows:

- 1) Richard Henry Butler- Sales
- 2) Robert Tucker Craig- Manager (Starkville, MS)
- 3) Wade Wyatt Craig- President
- 4) Wade Wyatt Craig, Jr.- Sales Manager
- 5) Phillip Slade Fancher- Manager (Starkville, MS)
- 6) Vernon E. Smith- Sales
- 7) Jason A. Wisner- Sales

There have been no other changes to responsible persons and there is no indication of hidden ownership.

Variance:

The Sports Center, Inc. has no current "active" variance and none were requested.

2 - Recommendation

Report of Violations, Warning Conference with WL and Recall

A Warning Conference is recommended due to the following violation: **27 CFR 478.25a-**
In (b)(6) instances, the licensee failed to respond to an ATF trace request within the time frame required (reference Violation # 1)

3 - Inspection History

Investigators (b)(6) conducted an Industry Outreach Seminar for the employees of The Sports Center, Inc. in Natchez, MS on May 3rd, 2012. They presented a Power point entitled "10 Most Frequently Cited Violations and How to Avoid Them." This was a General UI that resulted in no further action.

Date and Type of Inspection: 5/3/2012, B1B Industry Outreach
UI#: 777040-2012-0001
Inspection Results: General UI, no further action
Cited Violations: None

FIREARMS INSPECTION REPORT

Name: The Sports Center, Inc.
Trade Name: The Sports Center

UI#: 777040-2016-0103-B1B
FFL#: 1-64-001-01-8J-00039

Investigator (b)(6) conducted a B1B DE Compliance inspection of The Sports Center, Inc. in Natchez, MS from March 29th to March 30th, 2010. Results of the inspection resulted in an ROV with a Warning letter with a recall.

Date and Type of Inspection: 03/30/2010, B1B DE Compliance
UI#: 777040-2010-0042
Inspection Results: Violations with WL and recall
Cited Violations: See Below:

- 1- **27 CFR 478.21(a)** – On (b)(3) - 112 Public L form, the licensee failed to follow the headings and directions on ATF F 4473. The purchaser answered “NO” to Question # 11a on the ATF F 4473 form.
- 2- **27 CFR 478.99(c)** - On (b)(3) - 112 Public L form, the licensee transferred a firearm to someone who appeared to be prohibited at the time of transfer. The purchaser answered “YES” to Question # 11i on the ATF F 4473 form.
- 3- **27 CFR 478.124(c) (1)** - On (b)(3) - 112 Public L form, the licensee failed to obtain a properly completed ATF F 4473 form from the purchaser prior to transfer of the firearm. The purchaser failed to answer Question # 11b on the ATF F 4473 form.
- 4- **27 CFR 478.124(c) (3) (i)** - On (b)(3) - 112 Public L form, the licensee failed to verify the identity of the purchaser and record this information on ATF F 4473 prior to the transfer of a firearm. Question #: 20a was left blank on the ATF F 4473 form.

4 - Acquisition & Disposition (A&D) Record - Inventory

A full inventory was conducted. The physical count revealed that there were Seven-hundred and forty-seven (747) firearms in physical inventory. The current inventory of firearms was composed of approximately (b)(3) - 112 Public Law 55 125 Stat 552 NFA silencers, (b)(3) - 112 Public L receiver, (b)(3) - 112 Public Law 55 125 Stat 552 long guns and (b)(3) - 112 Public Law 55 125 Stat 552 handguns. The A & D book and NFRTR showed (b)(3) - 112 Public Law 55 125 Stat 552 7) open spaces in the acquisition and disposition and NFA branch records.

Ten (10) firearms were traced through the FFL required records from Acquisition through disposition with no criminal or adverse findings.

There were zero (0) firearms examined during inventory inspection which contained obliterated serial numbers. There was no theft or loss reported for this FFL during the inspection period.

The licensee saves all invoices for new firearm acquisitions and logs all firearms in the A & D record by close of the next business day.

FIREARMS INSPECTION REPORT

Name: The Sports Center, Inc.
Trade Name: The Sports Center

UI#: 777040-2016-0103-B1B
FFL#: 1-64-001-01-8J-00039

All firearm dispositions are logged out of the A & D record by close of the next business day.

The A & D record was accurate and in the proper format and was being maintained as required by regulations. A review of the A & D record revealed no discrepancies.

5 - ATF Forms 4473 – NICS & Other Dispositions

There were (b)(3) - 112 Public Law 55 125 Stat 552 forms on file for the review period. There were (b)(3) - 112 Public Law 55 125 Stat 552 denied forms for the time period examined. All (b)(3) - 112 Public Law 55 125 Stat 552 ATF F 4473 forms for the review period were examined.

The Licensee did have the proper filing system in place for ATF Forms 4473. The Forms were filed in chronological order by date of sale then filed monthly. All denied and no transfer forms are kept in a separate file by year.

The licensee stated they have an ATF F 4473 review system in place for all firearms transactions prior to the customer and the firearm leaving the business premise.

A review of (b)(3) - 112 Public Law 55 125 Stat 552 forms on file for the review period revealed the following discrepancies:

- On (b)(3) - 112 Public Law 55 125 Stat 552 forms all involving (b)(3) - 112 Public Law 55 125 Stat 552 individual, the Licensee accepted a non-qualifying out of state concealed carry permit as a NICS exemption and failed to conduct a NICS background check prior to the transfer of a firearm.
(Reference Violation #2, Exhibit #2, & Worksheet #2).

Transfers to other licensees were recorded and documented correctly within the A & D book and copies of licenses for all FFL transfers are on file.

One-hundred and ninety-six (196) NICS transaction numbers were verified by comparing them to the NICS FFL audit log from the last 60 day time frame. There were no discrepancies with the audit log.

6 - Multiple Sales

There were (b)(3) - 112 Public Law 55 125 Stat 552 multiple sales involving (b)(3) - 112 Public Law 55 125 Stat 552 handguns reported to the Violent Crimes Analysis Branch (VCAB) by this licensee according to the report received from the VCAB dated November 12th, 2015.

There were (b)(3) - 112 Public Law 55 125 Stat 552 unreported multiple sales, involving (b)(3) - 112 Public Law 55 125 Stat 552 handguns for this licensee during the review period.

FIREARMS INSPECTION REPORT

Name: The Sports Center, Inc.
Trade Name: The Sports Center

UI#: 777040-2016-0103-B1B
FFL#: 1-64-001-01-8J-00039

- In (b)(3) - 112 Public Law 55 125 Stat 552 instances involving (b)(3) - 112 Public Law 55 125 Stat 552 handguns, the Licensee failed to report the multiple sale of handguns and file a completed ATF F 3310.4 within the time frame required (**Reference Violation #3, Exhibit #3, & Worksheet #2**).

Investigator (b)(6) instructed the FFL that it is a requirement to report the sale of two or more handguns or revolvers within five business days to ATF by completing an ATF Form 3310.4 and either mail it or fax it in to the ATF National Tracing Center by close of the business day.

Investigator (b)(6) reminded the Licensee to fax or send the second copy of the Multiple sale form to local LEO officials. Mr. Wade Wyatt Craig, Jr. "verbally" acknowledged that he understood these requirements per 27 CFR 478.126a.

7 - Suspicious/Prohibited Purchasers

There were no (0) suspicious purchasers, straw purchasers or possible traffickers identified during this inspection.

There were (b)(3) - 112 Public Law 55 125 Stat 552 Mississippi Firearm Permits holders identified through review of the ATF 4473 forms affiliated with this licensee. (b)(3) - 112 Public Law 55 125 Stat 552 MS Firearm permit holders with multiple individual purchases were queried in the ATF E-Trace databases with no negative trace information disclosed.

Investigator (b)(6) conducted MSJUST NCIC checks on fifteen (15) people to include seven (7) Responsible Persons, seven (7) MS firearms permit holders and One (1) person who appeared to be prohibited at the time of transfer (reference Violation #2).

The MSJUST NCIC checks on these fifteen (15) people revealed no prohibiting information.

8 - Trace Activity

According to the Violent Crime Analysis Branch Trace report for The Sports Center, Inc. there were (b)(3) - 112 Public Law 55 125 Stat 552 traces associated with this Licensee within the past 12 Months.

(b)(3) - 112 Public Law 55 125 Stat 552

Investigator (b)(6) asked the FFL about their failure to respond to these trace requests by the VCAB. Mr. Craig stated that he did not know why they had not responded to these trace requests and that all the old records were in storage and available to be searched.

FIREARMS INSPECTION REPORT

Name: The Sports Center, Inc.
Trade Name: The Sports Center

UI#: 777040-2016-0103-B1B
FFL#: 1-64-001-01-8J-00039

Investigator (b)(6) instructed the FFL to perform a review of their records to find the ATF F 4473 forms affiliated with these traced firearms. (b)(3) - 112 Public Law 55 125 Stat 552 traces were located during the ATF F 4473 form review with copies of the forms obtained by Investigator (b)(6)

In addition, The Sports Center, Inc. wrote a letter dated 19 November, 2015 stating that the ATF F 4473 form for (b)(3) - 112 Public Law 55 125 Stat 552 trace could not be located. The FFL was cited for violating 27 CFR 478.25a (**Exhibit #1- "Page 1 of VCAB report" / "ATF F 4473 forms" / "Letter dated 19 November 2015"**)

- In (b)(3) - 112 Public Law 55 instances, the Licensee failed to respond to an ATF trace request within the time frame required (**Reference Violation #1, Exhibit #1, & Worksheet #2**).

The ATF F 4473 forms and the letter were forwarded to the VCAB by Investigator (b)(6) on November 30th, 2015 resolving these traces.

There were five (5) used or wholesale firearms within inventory. A 100 % secondary market analysis was conducted and these firearms were queried within E-trace and MS JUST with no prohibiting information disclosed

9 - NFA/Importer/Collector/Manufacturer

The Licensee is currently licensed as a Type 01 'Dealer' of firearms. In addition, The Sports Center, Inc. has ATF SOT control (b)(3) - 26 USC 6103 and conducts business as a NFA Firearms dealer.

The Sports Center, Inc. has twelve (12) NFA Silencers in inventory. A full inventory of NFA firearms were conducted and a review of the NFRTR revealed no discrepancies.

(b)(3) - 26 USC 6103

. The Form 3's for these transactions were on file and accurate. The main supplier for these NFA Firearms are (b)(4).

Regulations under 27 CFR 479 for the sale and transfer of firearms under the National Firearms Act (NFA) were reviewed by Investigator (b)(6) and Mr. Wade Wyatt Craig, Jr. was instructed on the Form 1 through Form 5 record keeping requirements with regard to NFA firearm transactions as well as NFA regulations under 27 CFR 479.131.

10 - Referrals

No referrals were generated as a result of this inspection.

FIREARMS INSPECTION REPORT

Name: The Sports Center, Inc.
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UI#: 777040-2016-0103-B1B
FFL#: 1-64-001-01-8J-00039

11 - Other

The Sports Center, Inc. did have the ATF I 5300.1 Youth Handgun Safety Act Poster for display in his business. IOI (b)(6) instructed Mr. Craig– Responsible Person to provide Youth Handgun Safety Act Notices, ATF I 5300.2 for all handgun transfers.

Secure gun storage and safety devices will be available to customers and all firearms in inventory will be in a secure location at all times.

Investigator (b)(6) conducted MSJUST NCIC checks on Responsible Persons Wade Wyatt Craig (DOB: (b)(6)) and (b)(6) (DOB (b)(6)) with no prohibiting information being disclosed.

GPS coordinates for the store location were obtained and recorded in decimal format and are as follows: N31.55039 / W91.37065.

12 - Closing Actions

On November 19th, 2015, a closing conference was held with the Licensee and the rules and regulations for firearms were reviewed.

An overview of standard operating procedures with regard to firearms records and transactions were provided by Investigator (b)(6)

Investigator (b)(6) reviewed the instructions as to the proper completion and filing of the required ATF F 4473 forms. In addition, Mr. Wade Wyatt Craig, Jr. – Responsible Person was instructed on the record keeping requirements per 27 CFR 478.125(e) with regard to all firearm transactions.

The signature of Mr. Wade Wyatt Craig, Jr. – Responsible Person was obtained on the “Acknowledgement of Federal Firearms Regulations” (**Reference Exhibit # 4- “Acknowledgement of Federal Firearms Regulations” dated November 19th, 2015).**

13 - Violations

1. **27 CFR 478.25a**

Nature of violation:

In (b)(3) - 112 Public Law 5 instances, the licensee failed to respond to an ATF trace request within the time frame required (**Exhibit #1- “Page 1 of VCAB report” / “ATF F 4473 forms” / “Letter dated 19 November 2015”**)

FIREARMS INSPECTION REPORT

Name: The Sports Center, Inc.
Trade Name: The Sports Center

UI#: 777040-2016-0103-B1B
FFL#: 1-64-001-01-8J-00039

Licensee's response:

The Licensee stated that they did not know why no one in the store had never responded to these trace requests and that the old records were available and in storage.

Corrective action:

Investigator (b)(6) instructed the FFL that it is a requirement to respond to an ATF trace request within twenty-four (24) hours and provide this information to ATF. FFL now has a system in place to properly respond to ATF Trace requests within the twenty-four (24) hour time frame.

CORRECTED IMMEDIATELY. On November 19th, 2015, the FFL submitted (b)(6) ATF F 4473 forms and a letter that resolved these traces. Investigator (b)(6) forwarded this information to the VCAB on November 30th, 2015. **(Reference Violation #1, Exhibit #1, & Worksheet #2).**

2. 27 CFR 478.102(a)

Nature of violation:

The Licensee failed to perform a required NICS background check on a purchaser prior to the transfer of a firearm.

- (b)(3) - 112 Public Law 55-129) forms involving one (1) individual, the licensee accepted a non-qualifying out-of-state concealed carry permit as a NICS exemption and failed to conduct a NICS check **(Exhibit #2- "Four (4) ATF F 4473: Wisner")**

Licensee's response:

The Licensee stated that this individual was the father of one of the managers and that he did not realize that an out of state concealed carry permit could not be used as a NICS exemption.

Corrective action:

Investigator (b)(6) instructed the FFL that the only valid NICS exemption for firearm purchasers in Mississippi (MS) is the MS firearms permit.

The FFL stated that he understood and would only accept the MS firearms permit as a NICS exemption. Investigator (b)(6) performed a NICS / MS JUST query on the purchaser with no Prohibiting information being disclosed **(Reference Violation #2, Exhibit #2, & Worksheet #2).**

FIREARMS INSPECTION REPORT

Name: The Sports Center, Inc.
Trade Name: The Sports Center

UI#: 777040-2016-0103-B1B
FFL#: 1-64-001-01-8J-00039

3. 27 CFR 478.126a

Nature of violation:

The licensee failed to report the Multiple Sale of handguns and file a completed ATF F 3310.4 within the time frame required.

- In (b)(3) - 112 Public Law instances involving (b)(3) - 112 Public Law handguns the FFL failed to report the Multiple sale of pistols and revolvers and file a completed ATF F 3310.4 within the required time frame (**Exhibit #3-(b)(3) - 112 Public Law 55 125 Stat 552, (b)(6)**)

Licensee's response:

The Licensee was aware he failed to report the multiple sale of Cavin and that he had mailed the multiple sale form ten months after the transaction. The Licensee further stated they must have just missed adding the third firearm to the previous multiple sale of Smith and would do a better job at reporting the Multiple sale of handguns in the future.

Corrective action:

Investigator (b)(6) instructed the FFL to always fill out an ATF F 3310.4 "Report of Multiple Sale or other Dispositions of Pistols and Revolvers" and report the sale of two (2) or more firearms within five (5) business days to ATF. Investigator (b)(6) also instructed the FFL to be sure and send a copy of the multiple sale form to the local LEO office.

CORRECTED IMMEDIATELY. On November 19th, 2015, the FFL completed an ATF F 3310.4 and added the third handgun for the multiple sale (b)(6) and faxed a copy to both ATF NTC and the local LEO agency (**Reference Violation #3, Exhibit #3, & Worksheet #2**).

X

Industry Operations Investigator

FIREARMS INSPECTION REPORT

Name: The Sports Center, Inc.
Trade Name: The Sports Center

UI#: 777040-2016-0103-B1B
FFL#: 1-64-001-01-8J-00039

Index of Worksheets and Exhibits

- 1- Firearms Inspection- "Informational Page"
- 2- Worksheet #1- "Inventory and A & D Worksheet"
- 3- Worksheet #2- "ATF Form 4473 Worksheets"
- 4- **Exhibit #1-** "Page 1 of VCAB report" / "Old ATF F 4473 forms Letter dated 19 November 2015"
- 5- **Exhibit #2-** (b)(3) - 112 Public Law 55 125 Stat 552, (b)(6)
- 6- **Exhibit #3-** (b)(3) - 112 Public Law 55 125 Stat 552, (b)(6)
- 7- **Exhibit #4-** "Acknowledgement of Federal Firearms Regulations dated 19 November 2015"