

Assignment and Report

1. OPERATING NAME AND ADDRESS (INCLUDE ZIP CODE AND COUNTY) Scheels All Sports Inc. Scheels 3801 S MacArthur Blvd Springfield, IL 62711, Sangamon	2. U.I. NUMBER (ORG. SEG. CODE, ASSIGNMENT NO., P.P.C.) 772060-2016-0374-B1B		
	3. PERMIT/LICENSE NUMBER 337167017C02817	4a. TARGET DATE	4b. TARGET HOURS
	5. REQUESTED BY (SIGNATURE, TITLE AND DATE)		

6. ATF OFFICER(S) ASSIGNED

(b) (6)	- Assigned Investigator
(b) (6)	- Assigned Investigator
(b) (6)	- Lead Investigator

7. ASSIGNED BY (SIGNATURE, TITLE AND DATE)

(b) (6) Area Supervisor, 03/17/2016

8. PURPOSE/SPECIAL INSTRUCTIONS

Please conduct a full scope firearms compliance inspection of this Type 01 FFL. During initial review of this assignment please ensure the shared drive is reviewed for any additional variance approvals, correspondences, etc. that are not located in the file.

No NFA

Zoning - Please utilize the Shared Zoning Folder for all zoning information. If a location needs added, deleted or amended/updated, please do so to ensure we maintain an accurate and up to date database.

9. INSPECTION RESULTS		<input type="checkbox"/> CHECK IF NO VIOLATIONS, ADJUSTMENTS, ETC		10. TRAVEL EXPENSES (OPTIONAL)	
NO. OF VIOLATIONS	5	NO. OF REFERRALS		2111 - PER DIEM	
NO. OF TECS CHECKS	136	NO. OF TECS HITS		2112 - P.O.A.	
NO. OF TAX ADJUSTMENTS		\$ VALUE OF TAX INCREASES		2113 - COMM. AIR	
		\$ VALUE OF TAX DECREASES		2114 - RENTAL CAR	
NO. OF ASSESSMENTS		\$ VALUE OF ASSESSMENTS		2115 - GPV EXPENSES	
NO. OF CLAIMS		\$ VALUE OF CLAIMS		2116 - MISC.	
NO. OF TAX PERIODS		\$ VALUE OF TAXES VERIFIED		TOTAL \$ FOR INSP.	

11. ATF OFFICER'S RECOMMENDATION

Submitted by (b) (6) Industry Operations Investigator

On 03/17/2016, IOI (b) (6) conducted a full scope firearms compliance inspection May 16 – 25, 2016 at the licensed premise. IOI (b) (6) and IOI (b) (6) assisted with the physical inventory and review of the ATF Forms. The 12 month period of inspection was May 15, 2015 through May 15, 2016. No advance notice was given.

An alternate recommendation of a Warning Letter and Recall Inspection is recommended in lieu of a Warning Conference.

This was the licensee's first compliance inspection and there were no inventory violations. Although the licensee failed to report multiple sales, the VCAB report disclosed (b) (6) multiple sales had been correctly reported, of which approximately (b) (6) were within inspection period. Furthermore, although (b) (6) of the ATF F 4473 violations warrants a Warning Conference, the violation involved a current employee that is not prohibited and neither the individual nor firearm has not been associated with a trace.

During the closing conference, each violation and exhibit was reviewed. The licensee plans to review each violation with all firearm employees to ensure future compliance. In addition, the licensee began using the ATF electronic version of the Form 4473 in May 2016 to further ensure compliance.

Violts WL ONLY and Recall Inspection

Assignment and Report

1. OPERATING NAME AND ADDRESS (INCLUDE ZIP CODE AND COUNTY) Scheels All Sports Inc. Scheels 3801 S MacArthur Blvd Springfield, IL 62711, Sangamon	2. U.I. NUMBER (ORG. SEG. CODE, ASSIGNMENT NO., P.P.C.) 772060-2016-0374-B1B		
	3. PERMIT/LICENSE NUMBER 337167017C02817	4a. TARGET DATE	4b. TARGET HOURS
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12. TIME ACCOUNTING DATA

ATF OFFICER'S NAME (MONTH, YEAR, HOURS)	(b) (6)
MAY 2016	26.00
ATF OFFICER'S SUBTOTAL	26.00
ATF OFFICER'S SIGNATURE	
ATF OFFICER'S NAME (MONTH, YEAR, HOURS)	(b) (6)
MAY 2016	25.00
ATF OFFICER'S SUBTOTAL	25.00
ATF OFFICER'S SIGNATURE	
ATF OFFICER'S NAME (MONTH, YEAR, HOURS)	(b) (6)
MAY 2016	60.00
JUN 2016	8.00
ATF OFFICER'S SUBTOTAL	68.00
ATF OFFICER'S SIGNATURE	
TOTAL HOURS	119.00

13. REVIEW AND ROUTING

REVIEW COMMENTS AND RECOMMENDATION

Concur with alternate recommendation of WL Only. IOI has recommended a recall inspection but due to the FFL now utilizing electronic 4473s that will eliminate the vast majority of 4473 violations disclosed and eliminate future multiple sales being missed the A/S is recommending WL Only with No Recall Inspection.

This was the licensee's first compliance inspection and there were no inventory violations. Although the licensee failed to report multiple sales, the VCAB report disclosed multiple sales had been correctly reported, of which approximately within the inspection period. Furthermore, although the ATF F 4473 violations warrants a Warning Conference, the violation involved a current employee that is not prohibited and neither the individual nor firearm has been associated with a trace.

With DIO concurrence Warning Letter signed and mailed by A/S (b) (6) on 6/16/16.

Viols WL ONLY and No Recall Inspection

☒ REVIEWED ☐ CONCUR ☒ SEE COMMENTS ☐ FINAL DISPOSITION

SIGNATURE AND TITLE (b) (6) - Area Supervisor	REVIEW DATE 06/14/2016
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REVIEW COMMENTS AND RECOMMENDATION

After further discussion, DIO concurs with recommendation for Warning Letter.

Viols WL ONLY and No Recall Inspection

☒ REVIEWED ☒ CONCUR ☒ SEE COMMENTS ☒ FINAL DISPOSITION

SIGNATURE AND TITLE TEARNOLD - Director, Industry Operations	REVIEW DATE 06/15/2016
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ROUTING SEQUENCE AND DATE

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

CONTROL FILE POSTED DATE _____

Report of Violations

Instructions

Please write firmly with a ball point pen when completing this form. ATF officers will prepare this form in triplicate. The original copy 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 Scheels All Sports Inc. Scheels	Street Address 3801 S MacArthur Blvd	City Springfield	State IL	Zip Code 62711-	County Sangamon	Page 1 of 4 Pages
License/Permit/Registry Number <i>(If any)</i> 337167017C02817		Expiration Date 3/1/2017		Date(s) or Period of Inspection 05/16/2016 through 05/25/2016		

Inspection Results

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

Number: 1

Nature of Violation:

(b) (3) - PUBLIC
instances, the licensee failed to ensure the ATF Form 4473 was properly completed prior to transferring a firearm(s). Specifically;
(b) (3) - PUBLIC
instances, Question 11a was answered "No". (Actual Buyer)
instance, Questions 24 & 25 were blank. (Recertification Signature & Date)
Reference: Forms (b) (3) - Public Law 112-55 (125 Stat. 552)

Citation: 27 CFR 478.21(a)

Date Corrections to be Made:

(If not corrected immediately)

Corrective Action to be Taken:

(If not corrected immediately)

The violations were reviewed and the licensee was reminded to review each form when completed and prior to the transfer. The licensee was instructed that the actual buyer must complete the ATF F 4473, and each form must be recertified if the transfer is completed on a different day than when Section A was completed. Otherwise, the firearm can not be transferred.

Report of Violations

Instructions

Please write firmly with a ball point pen when completing this form. ATF officers will prepare this form in triplicate. The original copy 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 Scheels All Sports Inc. Scheels	Street Address 3801 S MacArthur Blvd	City Springfield	State IL	Zip Code 62711-	County Sangamon	Page 2 of 4 Pages
License/Permit/Registry Number <i>(If any)</i> 337167017C02817		Expiration Date 3/1/2017	Date(s) or Period of Inspection 05/16/2016 through 05/25/2016			

Inspection Results

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

Number: 2

Nature of Violation:

(b) (3) - Public Law 112-55 instances, the licensee failed to ensure the ATF Form 4473 was properly completed prior to transferring a firearm(s). Specifically;

(b) (3) - Public Law 112-55 instances, Question 11c was Blank. (Convicted of a Felony)
instances, Question 11d was Blank. (Fugitive from Justice)
instance, Question 11i was Blank. (Misdemeanor Crime of Domestic Violence)
instance, Question 11j was Blank. (Renounced United States Citizenship)
instances, Question 11k was Blank. (Alien Illegally in the United States)
instance, Question 11l was Blank. (Admitted to US under Nonimmigrant Visa)

Reference: Forms (b) (3) - Public Law 112-55 (125 Stat. 552)

Citation: 27 CFR 478.124(c)(1)

Date Corrections to be Made:

(If not corrected immediately)

Corrective Action to be Taken:

(If not corrected immediately)

The violations were reviewed and the licensee was reminded to review each form when completed and prior to the transfer. The licensee was instructed that all prohibiting questions must be properly answered or the firearm can not be transferred.

Report of Violations

Instructions

Please write firmly with a ball point pen when completing this form. ATF officers will prepare this form in triplicate. The original copy 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 Scheels All Sports Inc. Scheels	Street Address 3801 S MacArthur Blvd	City Springfield	State IL	Zip Code 62711-	County Sangamon	Page 3 of 4 Pages
License/Permit/Registry Number <i>(If any)</i> 337167017C02817		Expiration Date 3/1/2017	Date(s) or Period of Inspection 05/16/2016 through 05/25/2016			

Inspection Results

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

Number: 3

Nature of Violation:

(b) (3) - Public instance, the ATF F 4473 and other attached documentation disclosed the licensee transferred a firearm one day prior to conducting and receiving an approved background check. Specifically;

(b) (3) - Public Law 112-55 (125 Stat. 552), (b) (6)

Date Corrections to be Made:

(If not corrected immediately)

Corrective Action to be Taken:

(If not corrected immediately)

The violation was reviewed with the licensee. The licensee was instructed that ATF F 4473 Section A must be completed prior to conducting the background check, and that an approval number must be issued prior to transferring a firearm.

Citation: 27 CFR 478.102(a) ☒ (b) (6)

Report of Violations

Instructions

Please write firmly with a ball point pen when completing this form. ATF officers will prepare this form in triplicate. The original copy 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 Scheels All Sports Inc. Scheels	Street Address 3801 S MacArthur Blvd	City Springfield	State IL	Zip Code 62711-	County Sangamon	Page 4 of 4 Pages
License/Permit/Registry Number (If any) 337167017C02817		Expiration Date 3/1/2017	Date(s) or Period of Inspection 05/16/2016 through 05/25/2016			

Inspection Results

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

Number: 4

Nature of Violation:

(b) (3) - Public Law 112-55 (125 Stat. 552) instances, the licensee failed to submit ATF F 3310.4, Report of Multiple Sale or Other Disposition of Pistols or Revolvers, after 2 or more handguns were purchased and transferred to a non-licensee.

Reference: Form (b) (3) - Public Law 112-55 (125 Stat. 552)

Citation: 27 CFR 478.126a

Date Corrections to be Made:

(If not corrected immediately)

Corrective Action to be Taken:

(If not corrected immediately)

The licensee completed and submitted an ATF F 3310.4 for each of the transactions.

Number: 5

Nature of Violation:

(b) (3) - Public Law 112-55 (125 Stat. 552) instance, the licensee failed to ensure an ATF F 4473 was properly completed prior to transferring a firearm. Specifically, Question 11b was answered "Yes". (Under Indictment for a Felony.)

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

Citation: 27 CFR 478.99(c)

Date Corrections to be Made:

(If not corrected immediately)

Corrective Action to be Taken:

(If not corrected immediately)

The violation was reviewed and the licensee was reminded to review each form when completed and prior to the transfer. The licensee was instructed that all prohibiting questions must be properly answered or the firm can not be transferred.

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

Signature and Title of ATF

(b) (6)

ATF 101

Date

5-25-16

Date

5-25-16



U.S. Department of Justice

Bureau of Alcohol, Tobacco,
Firearms and Explosives

Springfield II Field Office

3161 W. White Oaks Dr. Suite 200
Springfield, IL 62704
www.atf.gov

June 13, 2016

772060 (b) (6)
5300

**CERTIFIED MAIL
RETURN RECEIPT REQUESTED**

Jason Mack
Scheels All Sports Inc.
3801 S MacArthur Blvd.
Springfield, IL 62711

FFL #3-37-167-01-7C-02817

Dear Mr. Mack:

During a recent compliance inspection at your firearms business covering the period of May 15, 2015 through May 15, 2016, you were cited for violations of 27 Code of Federal Regulations, Part 478. A copy of the Report of Violations, Form 5030.5, issued at the time of the inspection is enclosed.

The violations were fully explained to you by the Bureau of Alcohol, Tobacco, Firearms and Explosives (ATF) Industry Operations Investigator (b) (6). You indicated that you understood the requirements of the firearms laws and regulations. You further indicated 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 effort 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 ensure that criminals do not gain access to firearms. ATF appreciates the efforts you and other industry members make in this area, and 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.

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

Sincerely yours,

(b) (6)

Area Supervisor
Springfield II
Downers Grove SO

Enclosure

c: Federal Firearms Licensing Center

FIREARMS INSPECTION REPORT

Name: Scheels All Sports Inc.
Trade Name: Scheels

UI#: 772060-2016-0374-B1B
FFL#: 3-37-167-01-7C-02817

Address: 3801 S MacArthur Blvd
Springfield, IL 62711 (Sangamon County)

1 - Introduction

Inspection Profile:

ATF Industry Operations Investigator (IOI) (b)(6) conducted a full scope firearms compliance inspection May 16 – 25, 2016 at the licensed premise. IOI (b)(6) and IO (b)(6) assisted with the physical inventory and review of the ATF Forms on May 16 – 18, 2016. As a result of the inspection, a Report of Violations was issued.

Reference: Section 13-Violations

The 12 month inspection period was May 15, 2015 through May 15, 2016. No advance notice was given. The following persons were interviewed during the inspection:

- Jason Mack – Responsible Person and Store Leader
- (b)(6) – Gun Room Manager

Business Profile:

The licensee has held the Type 01, Dealer of Firearms licensee since February 1, 2011, which expires March 1, 2017. FLS correctly shows the licensed premise within Sangamon County. The business is registered with county zoning and there are no other restrictions that prohibit the licensed firearms business. GPS readings were taken, confirmed by Google Earth, and entered into NSpect.

NOTE: (b)(3) - 112 Public Law 55 125 Stat 552. According to Industry Operations (b)(6) with the Tracing Operations and Records Management Branch, the licensee is up to date with all their requirements. In addition, the licensee holds various Federal firearm licenses throughout the United States, in include UT, IA, KS, MN, NV, NE, MT, MN, WI, SD and ND.

For the 12 month inspection period, the licensee recorded the acquisition of (b)(4) firearms and the disposition of approximately (b)(4) firearms. The licensee deals in new and used firearms, to include both long guns and handguns. The physical inventory of 1,834 firearms consisted of approximately 40% handguns and 60% long guns. Approximately 5% of the licensee's inventory was used firearms. The licensee acquires firearms from all major manufacturers and wholesalers. No manufacturing activities are conducted by the licensee. All repairs are sent offsite or returned to the manufacturer. The licensee does not operate as a dealer at gun shows and does not deal in NFA firearms.

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Name: Scheels All Sports Inc.
Trade Name: Scheels

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The licensee conducts the firearms business from a large commercial storefront in Springfield, IL and specializes in all types of sporting supplies and apparel. In addition to the dealing in firearms, the licensee also offers Concealed Carry classes at the licensed premise.

The licensee maintains the website of www.scheels.com for advertising purposes and also conducts internet transfers for non-licensees via gunbroker.com and other similar type websites.

The licensee is registered with the Illinois Department of Revenue, and is enrolled on the Illinois State Police website to conduct background checks.

Ownership and Control:

The firearms business is operated as a corporation which is properly registered with the Illinois Secretary of State with an active status. No changes in ownership or control were disclosed. Store Manager Jason Mack is the only responsible person listed in the Federal Licensing System (FLS).

Variance:

The licensee maintains electronic records in accordance to Federal regulations, and has recently began using the ATF's electronic version of the Form 4473. Therefore, ATF Ruling 2016-1 pertaining to electronic A&D records, and ATF Ruling 2016-2 pertaining to an electronic version of Form 4473 was reviewed during the closing conference and a courtesy copy was provided.

2 - Recommendation

An alternate recommendation of a Warning Letter and Recall Inspection is recommended in lieu of a Warning Conference.

This was the licensee's first compliance inspection and there were no inventory violations. Although the licensee failed to report ^{(b)(3) - 112} multiple sales, the VCAB report disclosed ^{(b)(3) - 112} multiple sales had been correctly reported within the last 3 years, of which approximately ^{(b)(3) - 112} were within the 12 month inspection period. Furthermore, although ^{(b)(3)} of the ATF F 4473 violations warrants a Warning Conference, the violation involved a current employee that is not prohibited, and neither the individual nor firearm has not been associated with a trace.

Reference: Section 13-Violation Number 3 & 4

During the closing conference, each violation was reviewed and the licensee plans to review each violation with all firearm employees to ensure future compliance. In addition, the licensee recently began using the ATF electronic version of the Form 4473 in May 2016 to further ensure compliance with Federal and State regulations.

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Name: Scheels All Sports Inc.
Trade Name: Scheels

UI#: 772060-2016-0374-B1B
FFL#: 3-37-167-01-7C-02817

3 - Inspection History

Date and Type of Inspection: June 15, 2011 – Onsite Seminar
UI#: 772060-2011-0001-B1B
Inspection Results: None
Cited Violations: None

Date and Type of Inspection: January 24, 2011 – Qualification Inspection
UI#: 772060-2011-0114-B1B
Inspection Results: Approved
Cited Violations: None

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

The physical inventory was taken on May 15, 2016 and consisted of 1,834 firearms. The physical inventory was compared to a computerized report of all open dispositions which also consisted of (b)(6) firearms. No firearms were missing and no inventory or A&D violations were disclosed.

Gun Room Manager (b)(6) demonstrated that when a firearm is received and entered into the A&D records, two commercial tags are generated. One is placed on the box and one is used when the firearm is displayed for resale. Each tag includes an inventory number and all firearm information to include whether the firearm has been previously owned. (b)(6) also demonstrated recording the disposition of a firearm, and approximately 40 firearms were traced through the A&D records. Furthermore, the licensee maintains a separate record of entry for repair firearms that are returned to the manufacturer or wholesalers and/or sent to another FFL for repairs. IOI (b)(6) confirmed the licensee is maintaining A&D records in the proper format and in accordance to Federal regulations. The licensee has created two reports with open dispositions in order to assist with physical inventories:

- Main Log – Open Firearms
- Repair Log – Not Closed Firearms

The licensee's standard operating procedures were discussed during the inspection and the closing conference. As mentioned above, (b)(6) is the primary person responsible for maintaining the A&D records, filing ATF Forms 4473, and printing tags for inventory purposes. In addition, if a discrepancy is disclosed on a completed transfer, the licensee sends a letter to the purchaser who then returns and correctly answers the question on a copy of the form. Employees are encouraged to watch for straw purchases or suspicious activities and are allowed to deny a transaction for any reason. To further encourage employees, commissions are still paid although such transfers are denied or cancelled due to a suspected straw purchase or suspicious activity.

FIREARMS INSPECTION REPORT

Name: Scheels All Sports Inc.
Trade Name: Scheels

UI#: 772060-2016-0374-B1B
FFL#: 3-37-167-01-7C-02817

5 - ATF Forms 4473 – NICS & Other Dispositions

For the 12 month inspection period of May 15, 2015 through May 15, 2016, the licensee maintained (b)(3) - 112 Pub ATF Forms 4473, of which (b)(3) were for denied transactions. The review of the forms disclosed violations involving (b)(3) forms. An Inspection Worksheet was completed and a Report of Violations was issued. The licensee was cited for 27 CFR 478.21(a), 27 CFR 478.124(c)(1), 27 CFR 478.102(a) and 27 CFR 478.99(c).

Reference:

Section 7 – Suspicious/Prohibited Persons

Section 13 – Violations 1, 2, 3 & 5

Inspection Worksheets

Exhibit 1 – ATF Forms 4473 for Violations of 27 CFR 478.21(a)

Exhibit 2 – ATF Forms 4473 for Violations of 27 CFR 478.124(c)(1)

Exhibit 3 – ATF F 4473 and other Documentation for Violation of 27 CFR 478.102(a)

Exhibit 5 – ATF F 4473 for Violation of 27 CFR 478.99(c)

The licensee maintains the ATF Forms 4473 filed by the Transferor's Transaction Serial Number, which somewhat reflects the chronological date as well. The licensee properly maintains a separate file for denied and/or incomplete transactions. The licensee also maintains a manual and electronic file of FFL copies when firearms are transferred to other licensees. No law enforcement sales have been made.

The Illinois State Police (ISP) provided a Firearm Transaction Inquiry Program (FTIP) history for the period of March 14, 2016 through March 31, 2016. During the review of the ATF F 4473's (b)(3) approval numbers were compared to the history which disclosed the licensee is aware of the required background check and waiting period.

6 – Multiple Sales

The Violent Crime Analysis Branch (VCAB) provided an FFL multiple sale history for the period of April 1, 2013 to April 1, 2016. The report disclosed the licensee was associated with (b)(3) - 112 multiple sale transactions involving (b)(3) - 112 firearms. The inspection disclosed the licensee failed to report (b)(3) multiple sales involving (b)(3) - 112 firearms. A Report of Violations was issued and the licensee was cited for 27 CFR 478.126a. IOI confirmed the corrective action in eTrace.

Reference:

Section 13 – Violation 4

Exhibit 4 – ATF Forms 4473 for Violations of 27 CFR 478.126a

7 – Suspicious/Prohibited Purchasers

As a result of the inspection, 43 individuals were queried in TECS/NICS and/or eTrace which resulted in no disabling information. Specifically;

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FFL#: 3-37-167-01-7C-02817

- 1 Responsible Person (Jason Mack)
- (b)(3) individuals associated with the Unreported Multiple Sales
- (b)(3) individuals associated with other ATF F 4473 violations
- (b)(3) individuals associated with "Denied/Voided" transactions
- (b)(3) - 112 Public Law 55 125 Stat 552

None of the above individuals were prohibited, and none were prohibited at the time of the transfer. Furthermore, after an extensive review of the licensee's A&D records and eTrace, no additional traces or suspicious activity was disclosed. Therefore, no referral was generated.

NOTE: The inspection disclosed that the majority of denied transactions were later approved for a new transaction due to Illinois FOID card numbers being changed and reissued after receiving a concealed carry permit.

8 - Trace Activity

The Violent Crime Analysis Branch (VCAB) provided an FFL multiple sale history for the period of April 1, 2013 to April 1, 2016. The report disclosed the licensee was associated with (b)(3) successful trace request. (b)(3) - 112 Public Law 55 125 Stat 552

The following (b)(3) firearms were queried in eTrace for Secondary Market Analysis:

- 31 used firearms in inventory
- 6 used firearms sold within the last 12 months
- 15 firearms associated with "Denied/Voided" transactions
- (b)(3) firearms associated with ATF F 4473 violations
- (b)(3) - 112 Public Law 55 125 Stat 552
- (b)(3) firearms associated with Unreported Multiple Sales
- (b)(3) additional firearms transferred to individuals associated with the Unreported Multiple Sales

Review of eTrace disclosed that the licensee's traces were associated with domestic or other non-criminal type traces. No open or unsuccessful traces were disclosed and no other suspicious activity was disclosed. Therefore, no referral was generated.

9 - NFA/Importer/Collector/Manufacturer

The licensee does not deal in NFA firearms, does not import or manufacture firearms, and does not possess a collector's license.

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10 - Referrals

No referrals were generated.

11 - Other

The licensee displays the Youth Handgun Safety Act poster and pamphlets were available at the licensed premise. The licensee was aware that such pamphlet must be provided with all handgun transfers to non-licensees. In addition, trigger locks were maintained at the licensed premise, and the licensee was aware that a trigger lock must be provided with all handgun transfers to non-licensees in accordance with the Child Safety Lock Act of 2005.

12 - Closing Actions

IOI (b)(6) conducted a closing conference on May 25, 2016. The following persons attended the closing conference:

- Jason Mack – Responsible Person and Store Leader
- (b)(6) – Gun Room Manager
- (b)(6) – Assistant Store Leader

The Report of Violations was issued and each violation and exhibit was thoroughly reviewed. The Acknowledgement of Federal Firearms Regulations was also thoroughly reviewed and all questions were answered. Both the Report of Violations and the Acknowledgement of Federal Firearms Regulations were signed by the above listed persons. NOTE: Prior to the closing conference, IOI (b)(6) confirmed in eTrace that all corrective actions had been submitted and preventative action was discussed.

Reference:

Report of Violations

Exhibit 6 – Acknowledgement of Federal Firearms Regulations

IOI (b)(6) explained that although the inspection included an in-depth review of the Federal regulations, the acknowledgement is a general overview of the regulations and that it is the responsibility of each licensee to familiarize themselves with all the laws and regulations that govern the firearms business. The licensee was instructed to contact IOI (b)(6) or the ATF Springfield Area Office should any questions or concerns arise in the future.

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13 - Violations

1. 27 CFR 478.21(a)

Nature of Violation:

On (b)(3) instances, the licensee failed to ensure the ATF Form 4473 was properly completed prior to transferring a firearm(s). Specifically;

- On (b)(3) instances, Question 11a was answered "No". (Actual Buyer)
- On (b)(3) instance, Questions 24 & 25 were blank. (Recertification Signature & Date)

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

Licensee's Response:

The licensee explained that the violations were an oversight. The licensee further explained that all ATF Forms 4473 are normally reviewed when completed, when entered into the A&D records, and are also reviewed during regular audits. Responsible Person Jason Mack stated the forms with violations will be reviewed with each employee and they are now using the ATF electronic version of the ATF F 4473.

Corrective Action:

The violations were reviewed and the licensee was reminded to review each form when completed and prior to the transfer. The licensee was instructed that the actual buyer must complete the ATF F 4473, and each form must be recertified if the transfer is completed on a different day that when Section A was completed. Otherwise, the firearm cannot be transferred.

Reference:

Worksheet 2-4473
Exhibit 1 – ATF Forms 4473 for Violations of 27 CFR 478.21(a)

2. 27 CFR 478.124(c)(1)

Nature of Violation:

On (b)(3) instances, the licensee failed to ensure the ATF Form 4473 was properly completed prior to transferring a firearm(s). Specifically;

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

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

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Name: Scheels All Sports Inc.
Trade Name: Scheels

UI#: 772060-2016-0374-B1B
FFL#: 3-37-167-01-7C-02817

Licensee's Response:

The licensee again stated the violations were an oversight and that all forms will be more thoroughly reviewed prior to transferring a firearm.

Corrective Action:

The violations were reviewed and the licensee was reminded to review each form when completed and prior to the transfer. The licensee was instructed that all prohibiting questions must be properly answered or the firearm cannot be transferred.

Reference:

Worksheet 2-4473

Exhibit 2 – ATF Forms 4473 for Violations of 27 CFR 478.124(c)(1)

3. 27 CFR 478.102(a)

Nature of Violation:

(b)(3) - 112 P instance, the ATF F 4473 and other attached documentation disclosed the licensee transferred a firearm one day prior to conducting and receiving an approved background check. Specifically;

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

Reference: Form (b)(3) - 112 Public

Licensee's Response:

The licensee explained that the transaction involved an employee that had pre-ordered the firearm and felt strongly that the firearm was not transferred prior to the background check. The licensee stated the firearm could have been already paid for earlier and that maybe the form was signed and dated wrong. The licensee further explained that the Illinois State Police was issuing numerous delays during the month of December and that maybe the background check had been recalled. The licensee stated more attention would be given to all firearm transfers to ensure compliance.

FIREARMS INSPECTION REPORT

Name: Scheels All Sports Inc.
Trade Name: Scheels

UI#: 772060-2016-0374-B1B
FFL#: 3-37-167-01-7C-02817

Corrective Action:

The violation was reviewed with the licensee. The licensee was instructed that ATF F 4473 Section A must be completed prior to conducting the background check, and that an approval number must be issued prior to transferring a firearm.

Reference:

Worksheet 2-4473
Exhibit 3 – ATF F 4473 and other Documentation for Violation of 27 CFR 478.102

4. 27 CFR 478.126a

Nature of Violation:

On (b)(3) instances, the licensee failed to submit an ATF F 3310.4, Report of Multiple Sale or Other Disposition of Pistols or Revolvers, after 2 or more handguns were purchased and transferred to a non-licensee.

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

Licensee's Response:

The licensee stated the violation was an oversight and would be reviewed with all firearm employees.

Corrective Action:

The licensee completed and submitted an ATF F 3310.4 for each of the transactions.

Reference:

Worksheet 2-4473
Exhibit 4 – ATF Forms 4473 for Violations of 27 CFR 478.126a
NOTE: The corrective action was confirmed in eTrace.

5. 27 CFR 478.99(c)

Nature of Violation:

(b)(3) - 112 P instance, the licensee failed to ensure an ATF F 4473 was properly completed prior to transferring a firearm. (b)(3) - 112 Public Law 55 125 Stat 552

Reference: Form (b)(3) - 112 Public La

Licensee's Response:

The licensee again stated the violations were an oversight and that all forms will be more thoroughly reviewed prior to transferring a firearm. The licensee stated the violation will be reviewed with employees. The licensee is now utilizing an electronic version of the ATF F 4473.

FIREARMS INSPECTION REPORT

Name: Scheels All Sports Inc.
Trade Name: Scheels

UI#: 772060-2016-0374-B1B
FFL#: 3-37-167-01-7C-02817

Corrective Action:

The violation was reviewed and the licensee was reminded to review each form when completed and prior to the transfer. The licensee was instructed that all prohibiting questions must be properly answered or the firearm cannot be transferred.

Reference:

Worksheet 2-4473

Exhibit 5 – ATF F 4473 for Violation of 27 CFR 478.99(c)

X

(b)(6)

ATF Industry Operations Investigator

Index of Attachments:

Report of Violations

Inspection Worksheets

Exhibit 1 – ATF Forms 4473 for Violations of 27 CFR 478.21(a)

Exhibit 2 – ATF Forms 4473 for Violations of 27 CFR 478.124(c)(1)

Exhibit 3 – ATF F 4473 and other Documentation for Violation of 27 CFR 478.102(a)

Exhibit 4 – ATF Forms 4473 for Violations of 27 CFR 478.126a

Exhibit 5 – ATF F 4473 for Violation of 27 CFR 478.99(c)

Exhibit 6 – Acknowledgement of Federal Firearms Regulations