

Assignment and Report

1. OPERATING NAME AND ADDRESS (INCLUDE ZIP CODE AND COUNTY) ACE JEWELRY & LOAN, INC. 4750 E. BELKNAP HALTOM CITY, TX 76117, TARRANT		2. U.I. NUMBER (ORG. SEG. CODE, ASSIGNMENT NO., P.P.C.) 781080-2016-0248-B1B		
		3. PERMIT/LICENSE NUMBER 575439027D05743	4a. TARGET DATE	4b. TARGET HOURS
		5. REQUESTED BY (SIGNATURE, TITLE AND DATE)		
6. ATF OFFICER(S) ASSIGNED (b)(6) - Lead Investigator (b)(6) - Assigned Investigator				
7. ASSIGNED BY (SIGNATURE, TITLE AND DATE) (b)(6), Area Supervisor, 02/22/2016				
8. PURPOSE/SPECIAL INSTRUCTIONS DIO HELD WC ON 02/12/16 - ONSITE SHOULD COMMENCE ON/ABOUT 4/4/16				
9. INSPECTION RESULTS <input type="checkbox"/> CHECK IF NO VIOLATIONS, ADJUSTMENTS, ETC				
NO. OF VIOLATIONS	3	NO. OF REFERRALS		10. TRAVEL EXPENSES (OPTIONAL)
NO. OF TECS CHECKS	3	NO. OF TECS HITS		2111 - PER DIEM
NO. OF TAX ADJUSTMENTS		\$ VALUE OF TAX INCREASES		2112 - P.O.A.
		\$ VALUE OF TAX DECREASES		2113 - COMM. AIR
NO. OF ASSESSMENTS		\$ VALUE OF ASSESSMENTS		2114 - RENTAL CAR
NO. OF CLAIMS		\$ VALUE OF CLAIMS		2115 - GPV EXPENSES
NO. OF TAX PERIODS		\$ VALUE OF TAXES VERIFIED		2116 - MISC.
				TOTAL \$ FOR INSP.
11. ATF OFFICER'S RECOMMENDATION Submitted by (b)(6) - Industry Operations Investigator Submitted on: 05/25/2016 Viols ROV ONLY and Recall				
12. TIME ACCOUNTING DATA				
ATF OFFICER'S NAME (MONTH, YEAR, HOURS)		(b)(6)		
APR 2016		50.00		
ATF OFFICER'S SUBTOTAL		50.00	ATF OFFICER'S SIGNATURE	
ATF OFFICER'S NAME (MONTH, YEAR, HOURS)		(b)(6)		
APR 2016		9.00		
ATF OFFICER'S SUBTOTAL		9.00	ATF OFFICER'S SIGNATURE	
TOTAL HOURS		59.00		
13. REVIEW AND ROUTING				
REVIEW COMMENTS AND RECOMMENDATION WL RECOMMENDED AND RECALL DUE TO FFL HISTORY OF REPEATED VIOLATIONS Viols WL ONLY and Recall Inspection				
<input checked="" type="checkbox"/> REVIEWED <input checked="" type="checkbox"/> CONCUR <input checked="" type="checkbox"/> SEE COMMENTS <input checked="" type="checkbox"/> FINAL DISPOSITION				
SIGNATURE AND TITLE (b)(6) - Acting DIO			REVIEW DATE 05/27/2016	

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ROUTING SEQUENCE AND DATE

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

CONTROL FILE POSTED DATE _____

U.S. Department of Justice

Bureau of Alcohol, Tobacco, Firearms and Explosives

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 ACE JEWELRY & LOAN, INC.	Street Address 4750 E. BELKNAP	City HALTOM CITY	State TX	Zip Code 76117-	County TARRANT	Page 1 of 1 Pages
License/Permit/Registry Number <i>(If any)</i> 575439027D05743		Expiration Date 4/1/2017	Date(s) or Period of Inspection 04/13/2016 through 04/15/2016			

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:
Failure of licensee to record the NTN in Block 21b and the response provided by NICS in Block 21c on 01/31/16 ATF Form 4473.

Citation: 27 CFR 478.124(c)(3)(iv)

Date Corrections to be Made:
(If not corrected immediately)

Corrective Action to be Taken: The licensee will ensure that all ATF Forms 4473 are properly completed.
(If not corrected immediately)

Number: 2

Nature of Violation:
Failure of licensee to record the firearm serial number in Block 28 and the type of firearm in Block 29 on 01/01/16 ATF Form 4473.

Citation: 27 CFR 478.124(c)(4)

Date Corrections to be Made:
(If not corrected immediately)

Corrective Action to be Taken: The licensee will record all firearm information on all ATF Forms 4473.
(If not corrected immediately)

Number: 3

Nature of Violation:
Failure of licensee to obtain a properly completed ATF Form 4473 from a transferee who failed to complete Blocks 111 and 14 on 01/31/16 ATF Form 4473.

Citation: 27 CFR 478.124(c)(1)

Date Corrections to be Made:
(If not corrected immediately)

Corrective Action to be Taken: The licensee will ensure that all ATF Forms 4473 are properly completed.
(If not corrected immediately)

I Have Received a Copy of This Report of Violations <i>(Proprietor's signature and title)</i>	Date
Signature and Title of ATF Officer	Date

For Official Use Only

October 9 2019 Production

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ATF E-Form 5030 5
Revised April 2005



U.S. Department of Justice

Bureau of Alcohol, Tobacco,
Firearms and Explosives

www.atf.gov

May 27, 2016

Certified/Return Receipt Request - 20160248

ACE JEWELRY & LOAN, INC.
Attn: Richard K. Davis
4750 E. BELKNAP
HALTOM CITY, TX 76117-0000
RE: 575439027D05743

Dear Mr. Davis:

During a recent inspection at your firearms business covering the period 06/19/15 to 04/13/16 you were cited for violations of Title 27, Code of Federal Regulations, Part 478. A copy of the Report of Violations, ATF F 5030.5, issued at the time of the inspection is enclosed.

All violations were fully explained to you or your designated responsible person by the Bureau of Alcohol, Tobacco, Firearms and Explosives (ATF) Industry Operations Investigator(s). You or your responsible person indicated that you understood the requirements of the 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.

ACE JEWELRY & LOAN, INC.

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 (b)(6) (b)(6), Area Supervisor at (b)(6).

Sincerely yours,

(b)(6)

Ft. Worth Area Office Supervisor

Enclosure

c: Federal Firearms Licensing Center
Fort Worth (IO) Field Office

FIREARMS INSPECTION REPORT

Name: Ace Jewelry & Loan, Inc.
Trade Name:
Address: 4750 E Belknap
Haltom City, TX 76117 (Tarrant County)

UI#: 781080-2016-0248-B1B
FFL#: 5-75-439-02-7D-05743

1 - Introduction

Inspection Profile:

On April 13-14, 2016, ATF Industry Operations Investigator (b)(6) conducted a Recall Inspection at the business premises of Ace Jewelry & Loan, Inc. with assistance from Investigator (b)(6) on April 13. Investigator (b)(6) interviewed Mr. Richard (Kyle) Davis, Jr, clerk. Mr. Davis identified himself with his Texas Identification Card (TXID: #40587571). The period covered by this inspection was July 19, 2015 to April 13, 2016. Investigator (b)(6) held the inspection closeout on April 15, 2016. Investigator (b)(6) provided the licensee with no notification prior to conducting the inspection. No other Federal, State or local agencies participated.

Business Profile:

Mr. Davis described the business conducted by the licensee as retail sales and pawn loans on consumer products including firearms. Mr. Davis stated that this licensee has a registered domain name but not a website. Mr. Davis stated that this licensee conducts a small amount of internet transfers.

This licensee is located in a commercial storefront in an urban part of Haltom City, TX.

A review of the licensee's acquisition and disposition (A&D) record disclosed the licensee to have acquired and disposed of approximately (b)(4) firearms during the previous 12 months.

Mr. Davis stated (b)(4) percent of firearms transferred are used and all are sold retail.

Mr. Davis stated that the licensee does not conduct business at gun shows and has no off-site storage of firearms.

A review of the licensee's A&D record disclosed pawn customers as the primary supplier of firearms.

Mr. Davis stated that no other businesses are conducted on the licensed premises. This FFL has been active since August of 2010.

A query of the Texas Office of Consumer Credit Commissioner disclosed Ace Jewelry & Loan, Inc. operating under pawn license: 1695 (**Exhibit 1**).

FIREARMS INSPECTION REPORT

Name: Ace Jewelry & Loan, Inc.
Trade Name:

UI#: 781080-2016-0248-B1B
FFL#: 5-75-439-02-7D-05743

Ownership and Control:

Ace Jewelry & Loan, Inc. is owned by Richard L Davis and his wife Nancy L Davis. They each own (b)(4) interest in the corporation. A query of the Texas Comptroller of Public Accounts disclosed Ace Jewelry & Loan, Inc. 'in good standing.' (**Exhibit 2**).

The Federal Licensing System (FLS) disclosed Mr. and Mrs. Davis as well as their grandson Kyle Davis as responsible persons. Kyle Davis runs the day-to-day operations of the pawn shop with Mr. and Mrs. Davis helping on a part time basis.

Based on the above information, Investigator (b)(6) believes the responsible persons are correctly represented and does not suspect hidden ownership.

Variance:

This licensee maintains a computerized A&D record in compliance with ATF Ruling 2013-5.

2 - Recommendation

Viols ROV ONLY and Recall.

3 - Inspection History

The licensee previously held a Type 01 FFL (5-75-41904) that was changed to the current Type 02 FFL during the August 24, 2010 inspection. The 4 previous inspections have resulted in 3 Warning Conferences (2 were DIO held WC's) and a Warning Letter. In addition to the inspection history below ATF conducted an outreach seminar on February 18, 2016. The seminar was attended by one ATF IOI and all 3 responsible persons.

Date of Inspection: February 18, 2016
Type of Inspection: Outreach Seminar
UI#: 781080-2016-0001-B1B
Inspection Results: All Responsible Persons Attended
Cited Violations: N/A

Date of Inspection: June 18, 2015
Type of Inspection: SWBI
UI#: 781080-2015-0054-B1B
Inspection Results: DIO Held Warning Conference
Cited Violations: 478.125(e) 478.21a 478.124(c)(1) 478.124(c)(3)(i)
478.124(c)(3)(iv) 478.124(c)(4) 478.124(c)(3)(5)
478.131(a)(2) 478.129(b) 478.124(a) 478.102(a)

FIREARMS INSPECTION REPORT

Name: Ace Jewelry & Loan, Inc.
Trade Name:

UI#: 781080-2016-0248-B1B
FFL#: 5-75-439-02-7D-05743

Date of Inspection: April 23, 2014
Type of Inspection: SWBI Recall
UI#: 781080-2014-0134-B1B
Inspection Results: DIO Held Warning Conference
Cited Violations: 478.21(a) 478.124(c)(1) 478.124(c)(3)(iv) 478.124(c)(5)
478.125(e)

Date of Inspection: February 13, 2012
Type of Inspection: SWBI
UI#: 781080-2012-0166-B1B
Inspection Results: Warning Letter
Cited Violations: 478.124(b) 478.21(a) 478.124(c)(1) 478.124(c)(3)(i)
478.124(c)(3)(iv) 47.124(c)(4) 478.124(c)(5) 478.125(e)
478.126a 478.129(b) 478.129(c)

Date of Inspection: August 24, 2010
Type of Inspection: Recall
UI#: 781080-2010-0553-B1B
Inspection Results: Warning Conference
Cited Violations: 478.103 478.125(e)

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

The licensee's A&D record needs a day to print. As a result Investigators (b)(6) and (b)(6) compared the licensee's inventory to an 'in-inventory' list that was printed immediately. The in-inventory lists accurately reflected the firearm inventory. The next day when the complete A&D record was available Investigator (b)(6) compared the in-inventory list to the open entries and disclosed no discrepancies.

The licensee had (b)(3) open dispositions in the A&D record book and 73 firearms in inventory. A full inventory conducted by Investigator (b)(6) disclosed no discrepancies.

The licensee's A&D record book is in the proper format and entries are properly made.

The licensee did not complete an ATF Form 3310.11 (theft/loss) during the previous 12 months and did not complete one as a result of this inspection.

Investigator (b)(6) discovered no firearms with obliterated serial numbers or unregistered NFA firearms.

Investigator (b)(6) discovered no trafficking-related issues.

Investigator (b)(6) compared 25 ATF Forms 4473 to the corresponding disposition entries with no discrepancies disclosed.

FIREARMS INSPECTION REPORT

Name: Ace Jewelry & Loan, Inc.
Trade Name:

UI#: 781080-2016-0248-B1B
FFL#: 5-75-439-02-7D-05743

Kyle Davis stated that he conducts inventories 'around twice a year.'

5 - ATF Forms 4473 – NICS & Other Dispositions

The licensee had (b)(3) ATF Forms 4473 on file for the inspection period. Investigator (b)(6) reviewed all of these forms and disclosed 3 violations involving (b)(6) ATF Forms 4473's. Recorded on Worksheet 2, Lines 1-3, ROV #1-3.

Investigator (b)(6) compared 15 NTN's on the FFL Audit Report to the corresponding ATF Forms 4473 with no discrepancies disclosed.

The licensee is separately retaining ATF Forms 4473 where the transaction did not take place.

The licensee is properly conducting FFL-to-FFL transfers.

The licensee produced no transactions utilizing the provisions of 478.134.

Kyle Davis stated that he checks the ATF Forms 4473 by himself. Mr. Davis stated that the forms are double-checked prior to the customer leaving the premises only if Richard or Nancy Davis are present during the transaction.

6 - Multiple Sales

The Violent Crime Analysis Branch (VCAB) query disclosed no multiple sales to this licensee. Investigator (b)(6) discovered no unreported sales.

7 - Suspicious/Prohibited Purchasers

Investigator (b)(6) discovered no suspicious/prohibited purchasers.

8 - Trace Activity

The VCAB query disclosed one firearm trace to this licensee. This trace had a successful completion code.

This licensee transferred approximately (b)(4) used firearms in the previous 12 months.

9 - NFA/Importer/Collector/Manufacturer

Mr. Davis stated that the licensee does not import or manufacture firearms or ammunition and does not deal in NFA firearms.

10 - Referrals

This assignment generated no referrals.

FIREARMS INSPECTION REPORT

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Trade Name:

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11 - Other

This licensee had no Special Attention Flags in FLS that would indicate that this FFL was under a current ATF criminal enforcement investigation at the time of the inspection.

A query of this licensee in N-Force disclosed no open ATF criminal enforcement investigations.

This licensee had the Youth Handgun Safety Act poster (ATF I 5300.1) displayed and had the Youth Handgun Safety Act Notice (ATF I 5300.2) for distribution.

NCIC checks on the responsible persons disclosed no prohibiting information.

Mr. Davis stated that he provides a firearm safety device with every handgun transaction. The licensee had firearm safety devices available for purchase.

12 - Closing Actions

On April 15, 2016, Investigator (b)(6) discussed and explained all of the information on the Acknowledgement of Federal Firearms Regulations to Mr. Davis (**Exhibit 3**). Investigator (b)(6) afforded Mr. Davis the opportunity to ask questions. Mr. Davis completed the form and kept a copy for the licensee's records.

On April 15, 2016, Investigator (b)(6) discussed and explained all of the information on the Report of Violations to Mr. Davis. Investigator (b)(6) afforded Mr. Davis the opportunity to ask questions. Mr. Davis completed the form and kept a copy for the licensee's records.

13 - Violations

1. **27 CFR 478.124(c)(3)(iv) *Repeat violation from the last three inspections.**
Failure of licensee to record the NTN in Block 21b and the response provided by NICS in Block 21c on (b)(3)-112 ATF Form 4473

Nature of Violation: The licensee was missing NICS information on (b)(3)-112 ATF Form 4473. Recorded on Worksheet 2, Line 1 – **Exhibit 4**.

Licensee's Response: Mr. Davis stated that this was the result of an oversight.

Licensee's Corrective Action: Mr. Davis stated that he is becoming more familiar with the ATF Form 4473 and that the seminar in February of this year was very informative. Mr. Davis stated that he will be more attentive to oversights.

FIREARMS INSPECTION REPORT

Name: Ace Jewelry & Loan, Inc.
Trade Name:

UI#: 781080-2016-0248-B1B
FFL#: 5-75-439-02-7D-05743

2. **27 CFR 478.124(c)(4) *Repeat violation from the 2015 and 2012 inspections.**
Failure of licensee to record the firearm serial number in Block 28 and the type of firearm in Block 29 on (b)(3)-1 ATF Form 4473.

Nature of Violation: (b)(3)-112 ATF Form 4473 had partial firearm information recorded. Recorded on Worksheet 2, Line 2 – **Exhibit 5.**

Licensee's Response: Mr. Davis stated that he believes the firearm transferred did not have a serial number and that is why he left the block blank. Mr. Davis was unsure as to why the type was blank, but stated that it was possibly the result of an oversight.

Licensee's Corrective Action: Mr. Davis stated that he now understands to record 'NSN' if the firearm has no serial number.

3. **27 CFR 478.124(c)(1) *Repeat violation from the last three inspections.**
Failure of licensee to obtain a properly completed ATF Form 4473 from a transferee who failed to complete Blocks 111 and 14 on (b)(3)-112 ATF Form 4473.

Nature of Violation: (b)(3)-112 ATF Form 4473 did not have the nonimmigrant or the country of citizenship question answered. Recorded on Worksheet 2, Line 3 – **Exhibit 6.**

Licensee's Response: Mr. Davis stated that this was the result of an oversight.

Licensee's Corrective Action: Mr. Davis stated that he is becoming more familiar with the ATF form 4473 and that the seminar in February of this year was very informative. Mr. Davis stated that he will more attentive to oversights.

X

Industry Operations Investigator

Index of Worksheets and Exhibits

Exhibit 1 Pawn License Information

Exhibit 2 Corporate Information

Exhibit 3 Acknowledgement of Federal Firearms Regulations

Exhibit 4 ATF Form 4473 for Violation 1

Exhibit 5 ATF Form 4473 for Violation 2

Exhibit 6 ATF Form 4473 for Violation 3