

United States Department of Justice
Bureau of Alcohol, Tobacco, Firearms and Explosives

SHOT Show – January 2012

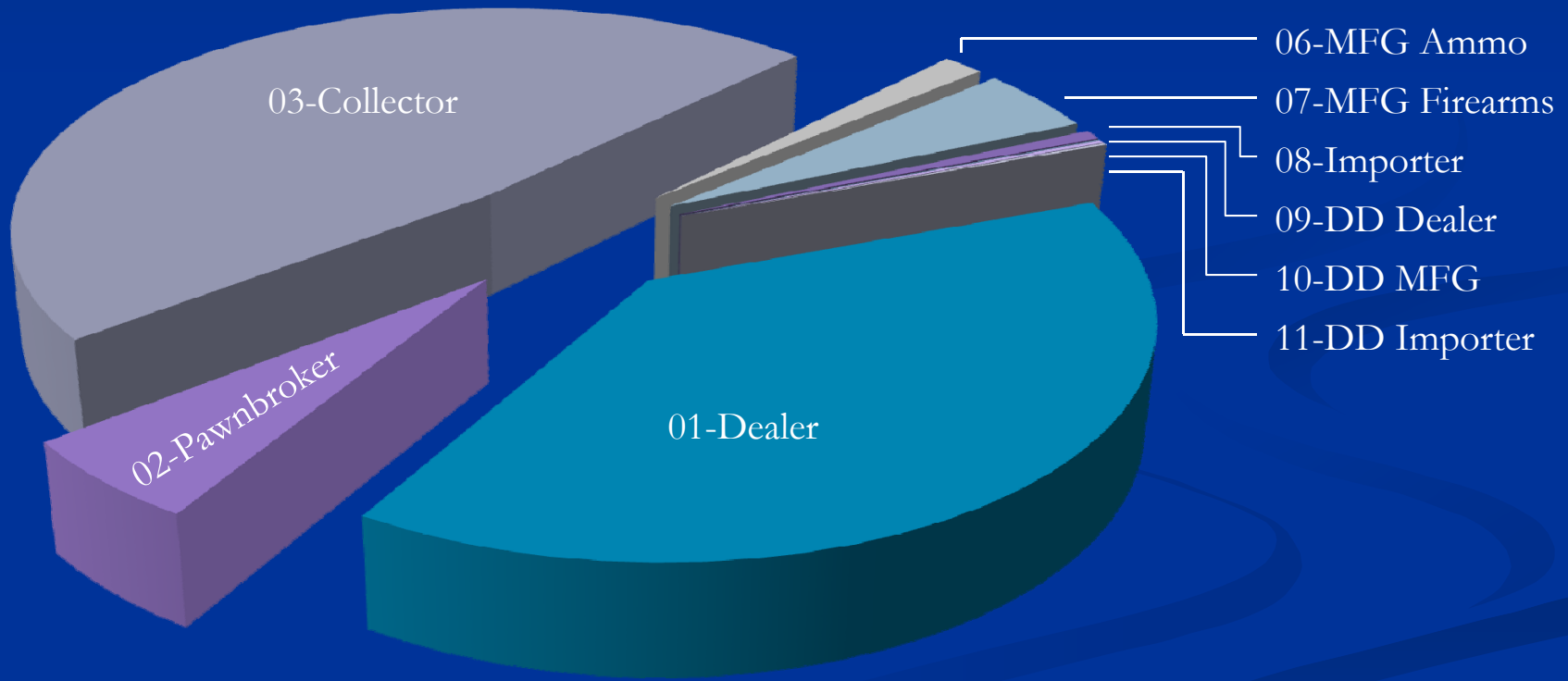


Industry Operations Inspection Results

Licenses

Type	Number	Percent
01-Dealer	48,854	39.21
02-Pawnbroker	7,128	5.72
03-Collector	59,698	47.91
06-MFG of Ammo	1,928	1.55
07-MFG of Firearms	5,699	4.57
08-Importer	824	.66
09-DD Dealer	46	.04
10-DD MFG	263	.21
11-DD Importer	161	.13
Total	124,601	100.00

Federal Firearms Licenses Market Share



Main purposes of Inspections

- Evaluate the level of compliance and educate the licensee regarding regulatory compliance.
- Promote voluntary internal controls beyond the regulations to prevent diversion.
- Detect diversion if present.

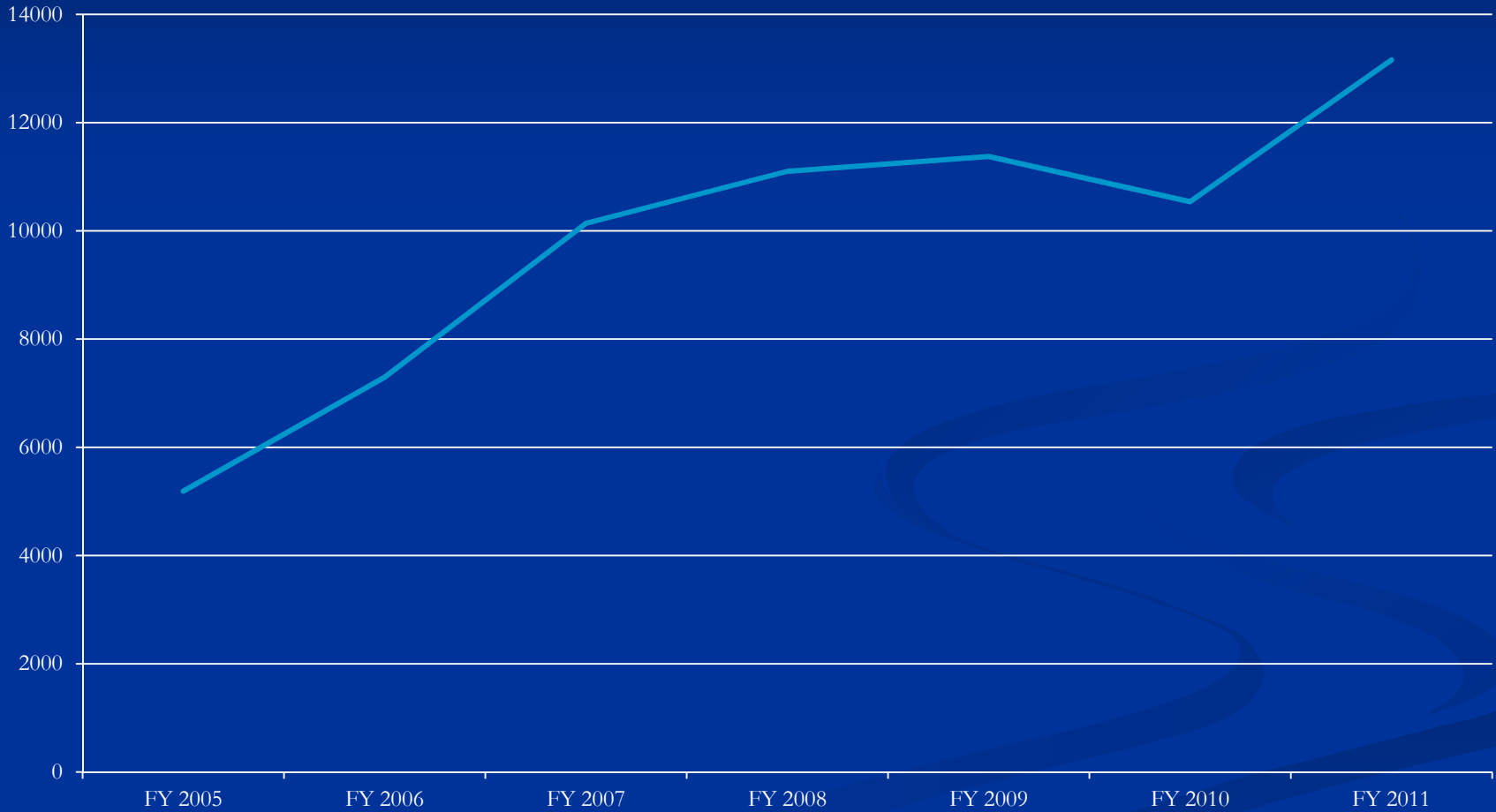
Compliance Inspections Conducted

Result	Number	Percent
No Violations	6,622	50.32
Report of Violations	1,652	12.55
Warning Letter	1,550	11.78
Warning Conference	792	6.02
Revoked/Deny Renewal	71	.54
Surrender in lieu of Revocation	42	.32
Out of Business	1,662	12.63
Other	768	5.84
Total	13,159	100.00

Last Five years

Result	Percent				
	2007	2008	2009	2010	2011
No Violations	41.19	47.05	53.79	50.23	50.32
Report of Violations	13.30	11.38	10.60	12.96	12.55
Warning Letter	14.34	13.06	11.89	13.36	11.78
Warning Conference	10.45	10.13	8.64	7.78	6.02
Revoked/Deny Renewal	.96	.85	.63	.64	.54
Surrender in lieu of Revocation	2.43	1.26	.35	.31	.32
Out of Business	15.44	15.48	14.10	13.03	12.63
Other	1.89	.80	N/A	1.69	5.84
Total	100.00	100.00	100.00	100.00	100.00

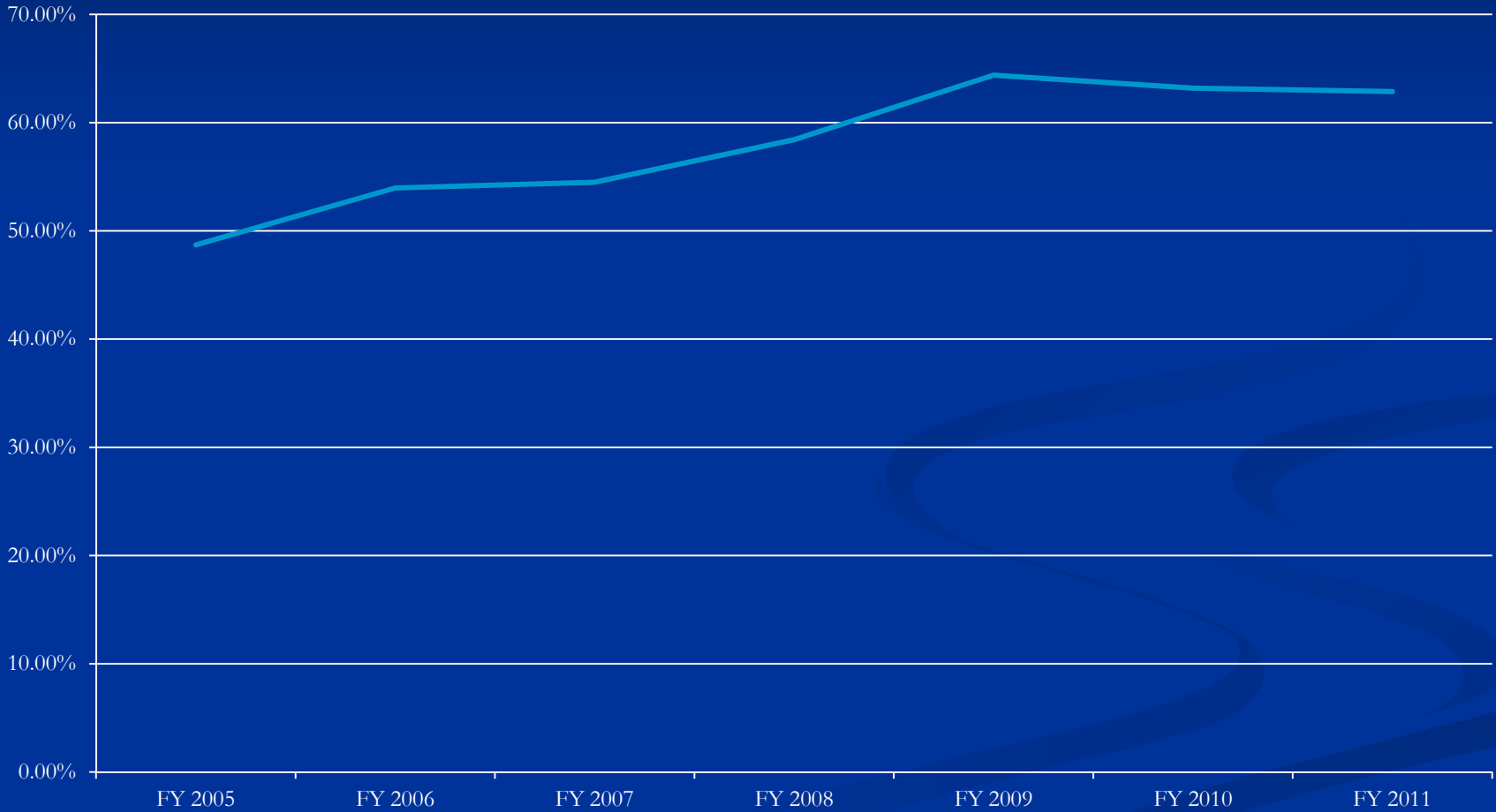
Compliance Inspections



No Violations



No Adverse Action



Revoked/Denied Renewal

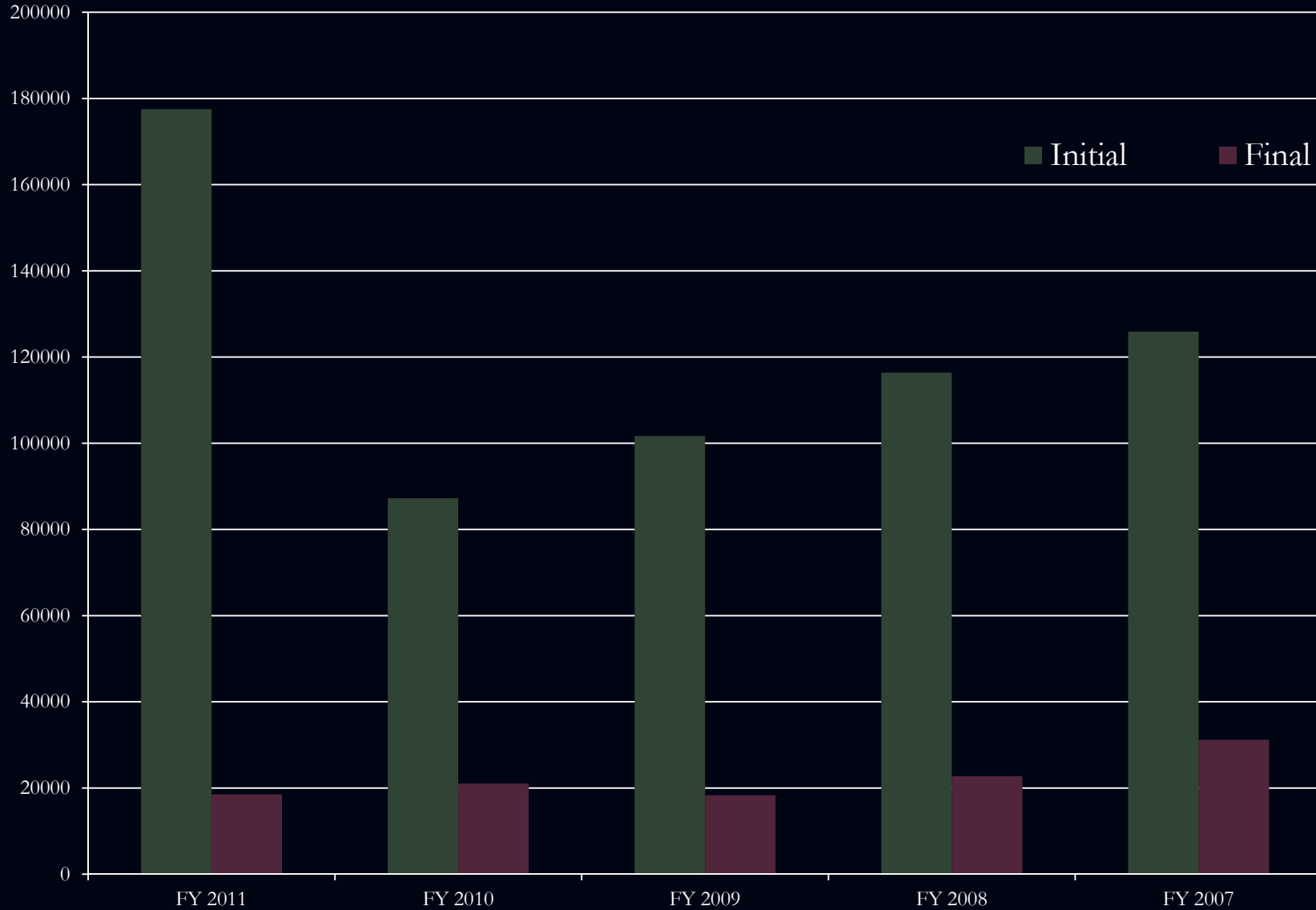


MOST FREQUENTLY CITED FIREARMS VIOLATIONS		YEAR					
		FY 2011		FY 2010		FY 2009	
Citation	Violation Description	No.	RANK	No.	RANK	No.	RANK
27 CFR 478.125(e)	Failure to timely record information in bound record (A&D record)	2666	1	2380	1	2194	1
27 CFR 478.124(c)(1)	Transferee did not properly complete Section A, F 4473	2284	2	1938	2	1707	2
27 CFR 478.21 - (a) - (b)	Failure to complete forms as indicated in instructions (this violation is often cited when the licensee failed to properly complete a form, but there is not a separate regulatory citation addressing the omitted or misdocumented item)	2025	3	1785	3	1578	3
27 CFR 478.124(c)(3)(iv)	Licensee did not record on F 4473 the date on which NICS was contacted	1745	4	1540	4	1385	4
27 CFR 478.124(c)(3)(i)	Licensee failed to obtain and/or document purchaser's ID	1619	5	1425	5	1206	5
27 CFR 478.124(c)(5)	Licensee did not sign and date F 4473	1419	6	1152	7	993	6
27 CFR 478.126a	Licensee failed to report multiple handgun sales	1312	7	1166	6	928	7
27 CFR 478.124(c)(4)	Licensee failed to properly identify firearm on F 4473	738	8	625	8	554	8
27 CFR 478.124(c)(3)(ii)	Licensee failed to require proper evidence of residency of lawful alien	466	9	391	9	358	9
27 CFR 478.99(c)	Licensee disposed of firearm to a person he had reasonable cause to believe was prohibited	395	10	318	10	258	10

Missing Firearms

	2011	2010	2009	Total
Initial Inventory Check	177,514	87,225	101,648	366,387
After Reconciliation	18,527	21,041	18,323	57,891

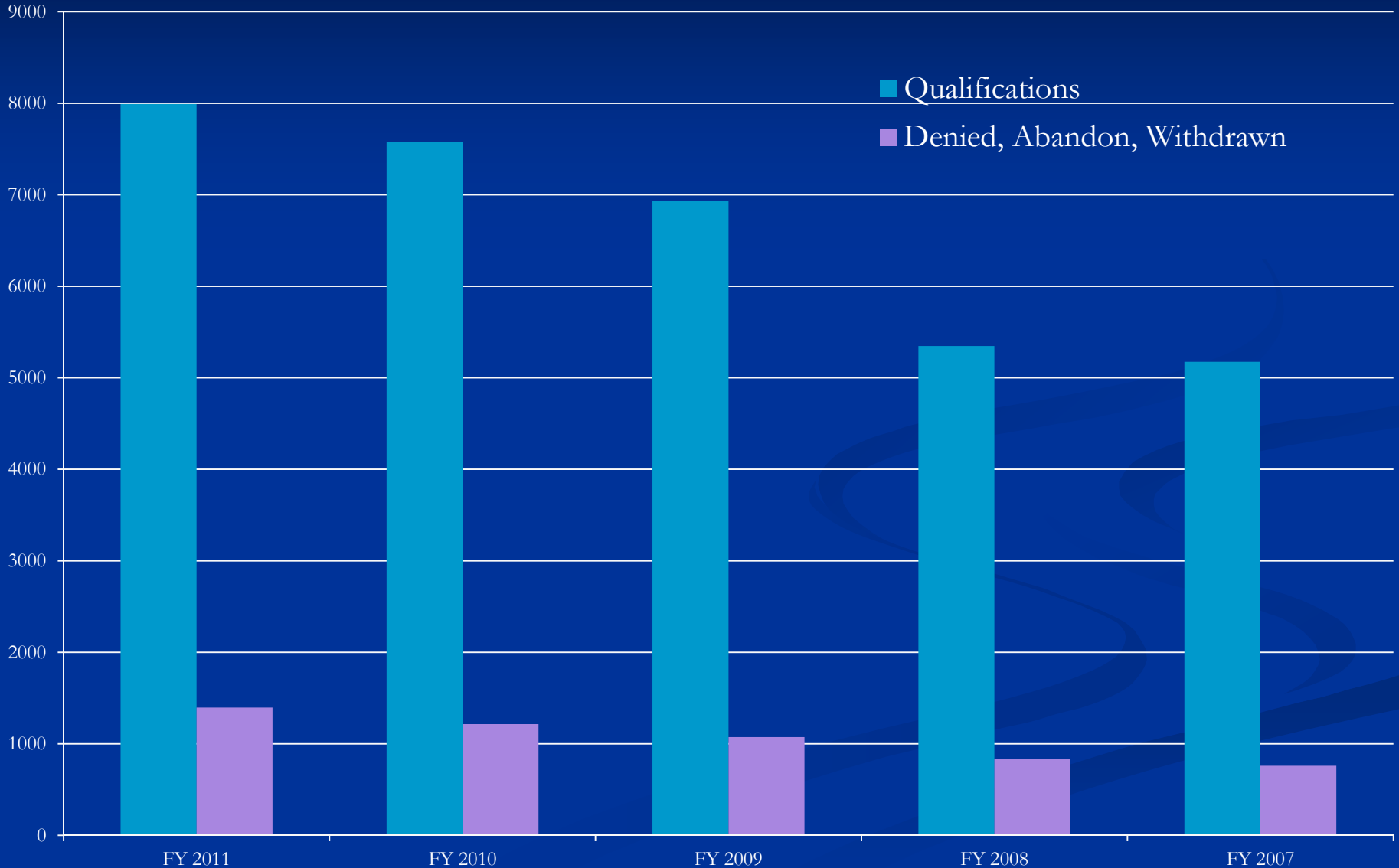
Firearms Inventory Discrepancies



Field IOIs

FY 2012	FY 2011	FY 2010	FY 2009	FY 2008	FY 2007
618	624	590	601	638	621

FFL Qualifications



Workload Priorities

■ Firearms

- Firearms Theft Investigations
- Prohibited Persons Verifications
- FFL Qualifications (not including 03-Collectors)
- 100% within five years for licensed importers and manufacturers (not including 06-MFG of Ammo)
- Recalls – Alternate to revocation
- Outreach Activities

Other Firearms priorities

- Recalls-WC for prior inspections
- Division Discretionary Activities
 - FFL targeted based on area intelligence
 - Violent Crime Investigations
 - Risk assessment tools (NICS denials, FFLs not inspected for more than 5 years, traces, multiple sales, etc)

Additional Activities

- Outreach
- Firearms & Explosives theft/loss
- ATF Magazines
- Special requests
- Collateral Inspections
- Initiatives
- Federal, State & local support

Performance Measures

- Industry members inspected in the last five years (application/compliance)
- Missing firearms from inventory (initial and after reconciliation)
- Annual compliance inspections completed
- % of license applications acted upon within authorize time frames
- % of ATF license actions upheld by judicial rulings.

Relevant Topics

- Security with firearms regarding travel representatives.
- Keep accurate records.
- Conduct Inventory checks periodically.
- Properly executed ATF 4473 and Multiple Sales Report.
- Computerized Records.
- Accuracy of Theft/Loss reports.
- Trace requests.

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