DEPARTMENT OF THE TREASURY
ALCOHOL AND TOBACCO TAX AND TRADE BUREAU
ABSTRACT AND STATEMENT

For briefing offers in compromise of liabilities and/or violations incurred under Chapters 32, 51, 52, 53, 68, and/or 78 of the Internal Revenue Code, and/or liabilities and/or violations incurred under the Federal Alcohol Administration Act.

1. OFFER SUBMITTED BY (Name and address)
   Keystone Sporting Arms, Inc.
   8920 State Route 405
   Milton, Pennsylvania 17847

2. ORIGINATING OFFICE
   NRC

3. AMOUNT OF OFFER
   $400,000.00

4. PERMIT, LICENSE, OR REGISTRY NO. (if applicable)

5. SYSTEM CONTROL NUMBER(S)

6. DOLLAR AMOUNT OF LIABILITY BEING COMPROMISED (if applicable)
   $1,106,386.29

7. TAXPAYER IDENTIFICATION NUMBER

8. CHARGE
   VIOLATIONS:
   The government alleges that on or about the periods beginning October 1, 1998 and ending December 31, 2006, the proponent failed to timely file and pay their Firearms and Ammunition Excise Tax Returns.

   BUSINESS IN WHICH ENGAGED:
   It has been determined that the proponent was engaged in the business of a Firearms and Ammunition Manufacturer.

   DATE OR PERIOD AND LOCATION OF VIOLATIONS:
   On or about October 1, 1998 through December 31, 2006, at the proponent's premises located at 8920 State Route 405, Milton, Pennsylvania 17847.

   AMOUNT AND TERMS OF OFFER:
   The proponent has submitted an offer of $400,000.00 in compromise of the above violations incurred under the Internal Revenue Code.

   RECOMMENDATIONS:
   The Director, National Revenue Center recommends acceptance of the offer. In view of the agency's finding of doubt as to collectability of the full liability, acceptance of this offer, as submitted, is warranted.

9. I have considered the proposition to compromise the liability as charged herein, and, for the reasons embodied in the above abstract and statement, am of the opinion that it will be for the best interest of the United States to ☒ ACCEPT ☐ REJECT the terms proposed.

10. SIGNATURE AND TITLE
    Deputy Assistant Administrator
    Field Operations

11. DATE
    10/13/09