

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

NOT IN SUIT

For briefing offers in compromise of liabilities and/or violations incurred under sections 4181 and 4182 and Chapters 51 and 52 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)  Savage Arms, Inc. 100 Springdale Rd Westfield, MA 01085	OFFER IN COMPROMISE	
	2. ORIGINATING OFFICE TAD	3. AMOUNT OF OFFER \$800,000.00
	4. PERMIT, LICENSE, OR REGISTRY NO. (if applicable) [REDACTED]	
	5. CASE NUMBER	
	6. DOLLAR AMOUNT OF LIABILITY BEING COMPROMISED (if applicable) \$ \$1,219,337.77	
	7. TAXPAYER IDENTIFICATION NUMBER [REDACTED]	

8. CHARGE

**VIOLATIONS:**  
TTB alleged that the proponent improperly treated rebates issued to end-consumers of its products as price readjustments, in violation of 26 USC 6416(b)(1), 27 CFR 53.173, 53.174. The proponent extended these rebates to end-consumers who had purchased the proponent's articles from the proponent's direct customers.

**DATE OR PERIOD AND LOCATION OF VIOLATIONS:**  
The alleged violations occurred from January 1, 2018, to June 30, 2020, at 100 Springdale Rd, Westfield, MA 01085.

**BUSINESS IN WHICH ENGAGED:**  
The proponent operates as a firearms manufacturer/importer.

**AMOUNT AND TERMS OF OFFER:**  
The proponent has submitted an offer and paid \$800,000.00 in compromise of the above alleged violations.

**RECOMMENDATIONS:**  
The Deputy Assistant Administrator for Permitting and Taxation believes that doubt as to liability has been established and, as such, recommends acceptance of the OIC.

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 [REDACTED] Deputy Asst. Administrator Field Operations	11. DATE September 13, 2022
---	--------------------------------