United States Senate

WASHINGTON, DC 20510 February 9, 2011

#### Via Electronic Transmission

The Honorable Eric H. Holder, Jr. Attorney General U.S. Department of Justice 950 Pennsylvania Avenue, N.W. Washington, DC 20530

Dear Attorney General Holder:

During our meeting on January 31, I provided you with copies of my recent letters to Acting ATF Director Kenneth E. Melson. I had received serious allegations from ATF whistleblowers. ATF agents told my staff that the agency allowed the sale of assault rifles to known and suspected straw purchasers for an illegal trafficking ring near the southwest border. Authorities allegedly recovered two of those weapons at the scene of a firefight near the southwest border on December 14, 2010. Customs and Border Protection Agent Brian Terry lost his life in that firefight and may have been killed with one of those two rifles. That is why I requested nearly two weeks ago that the ATF brief my staff as soon as possible.

Unfortunately, the reaction to my request has, so far, been little more than delay and denial. I finally received a letter at close of business on Friday, February 4, in response to my request. It came not from the ATF, but from the Justice Department. In that letter, the Department categorically denied that the ATF "knowingly allowed the sale of assault weapons to a straw purchaser...." The Department said the ATF makes "every effort to interdict weapons that have been purchased illegally and prevent their transportation into Mexico."

However, as I explained in my initial letter to Acting Director Melson, the allegations I received are supported by documentation. It is already public record that federal agents arrested Jaime Avila on December 15, 2010—the very same day that CBP Agent Terry died. The ATF had been tracking Avila's firearms purchases because Avila was a suspected trafficker since at least November 2009.<sup>1</sup> According to the whistleblowers, at least one gun dealer wanted to stop participating in sales like those to Avila sometime around October 2009. However, the ATF allegedly encouraged the dealer to continue selling to suspected traffickers and asked the dealer to forward information about the sales to the Bureau.

<sup>&</sup>lt;sup>1</sup> Bureau of Alcohol, Tobacco, and Firearms, "Multiple Sale Summary," Nov 25, 2009 (Attachment 1).

The dealer who sold the weapons allegedly recovered at the scene of Agent Terry's death met with both ATF representatives and Assistant U.S. Attorneys as early as December 17, 2009 to "discuss his role as [a Federal Firearms Licensee] FFL during this investigation."<sup>2</sup> On January 9, 2010, Jaime Avila bought three more firearms at the same Glendale, Arizona gun dealer and his purchase was entered into an ATF database two days later.<sup>3</sup> By January 13, ATF added Avila to a suspect person database for the investigation.<sup>4</sup> On January 14, ATF entered the firearms Avila purchased five days earlier into the National Tracing Center's Suspect Gun Database.<sup>5</sup>

On January 16, 2010, Avila bought three AK-47 variant, Romanian WASR-10 assault rifles from the same dealer with the serial numbers 1983AH3977, 1979IS1530, and 1971CZ3775.<sup>6</sup> ATF entered these weapons into the National Tracing Center's Suspect Gun Database three days later.<sup>7</sup> Over the next several months. ATF continued to track Avila's multiple firearms purchases in near real-time, including two purchases of .50 caliber rifles in June 2010.<sup>8</sup>

After the shooting of CBP Agent Terry, law enforcement officials recovered from the scene two assault rifles.<sup>9</sup> On December 16, 2010, ATF's trace results confirmed that serial numbers 1983AH3977 and 1971CZ3755 match two of the three rifles purchased by Avila and tracked by the ATF nearly a year earlier.<sup>10</sup> In addition to these specific weapons, the indictment of Avila and others references approximately 769 firearms. Of those, the indictment refers to the recovery of only about 103 weapons. So, where are the other approximately 666 weapons referenced in the indictment? Why did the ATF not seize them?

The Justice Department's reply asked that Committee staff stop speaking to law enforcement personnel about these matters. However, if not for the bravery and patriotism of law enforcement personnel who were willing to put their careers on the line, this Committee would have been forced to rely on nothing more than rumors in the blogosphere and a Justice Department denial to resolve these allegations. We need more than that. To be an effective check on Executive Branch power, we need cold, hard facts. We will seek them from whatever source is necessary.

Unfortunately, the Justice Department's letter suggested that my attempts to seek information about these matters might be politically motivated. I understand the Department needs to "protect ... law enforcement personnel ... from inappropriate

<sup>&</sup>lt;sup>2</sup> Bureau of Alcohol, Tobacco, and Firearms, "Management Log for Case: 785115-10-[redacted]," Dec 17, 2009 (Attachment 2).

<sup>&</sup>lt;sup>3</sup> Bureau of Alcohol, Tobacco, and Firearms, "Multiple Sale Summary," Jan 11, 2010 (Attachment 3).

<sup>&</sup>lt;sup>4</sup> E-mail from ATF Program Analyst to ATF Agents, Jan 13, 2010 (Attachment 4).

<sup>&</sup>lt;sup>5</sup> Bureau of Alcohol, Tobacco, and Firearms, "Suspect Gun Summary," Jan 14, 2010 (Attachment 5).

<sup>&</sup>lt;sup>6</sup> Bureau of Alcohol, Tobacco, and Firearms, "Suspect Gun Summary," Jan 19, 2010 (Attachment 6). <sup>7</sup> Id.

<sup>&</sup>lt;sup>8</sup> Bureau of Alcohol, Tobacco, and Firearms, "Suspect Gun Summary," Jun 8 and Jun 16, 2010 (Attachment 7).

<sup>&</sup>lt;sup>9</sup> Bureau of Alcohol, Tobacco, and Firearms, "Significant Information Report," Dec 16, 2010 (Attachment 8). <sup>10</sup> Bureau of Alcohol, Tobacco, and Firearms, "Firearms Trace Summaries," Dec 16, 2010 (Attachment 9).

political influence."<sup>11</sup> However, there is a difference between inappropriate political influence and appropriately holding officials accountable to the American people. I try to conduct non-partisan oversight of the Executive Branch. Regardless of which party controls the White House or the Congress, I do my best to ask tough questions. If you have any evidence that there is anything "inappropriate" about my motives in this matter, please let me know. Otherwise, I respectfully request that the Department avoid such implications in the future.

Finally, I want to share with you a portion of an e-mail from Carolyn Terry, Agent Terry's stepmother. She wrote yesterday:

It's hard to accept that our son was shot and murdered with a gun that was bought in the U.S. We have not had any contact from the Border Patrol or any other agents since returning home on the 22nd of [January]. Our calls are not returned. I truly feel that our son's death is a cover-up and they hope that we will go away. That will not happen. We want to know who allowed the sale of that gun that murdered our son. Any help will [be] appreciated. We are the victims of this case and we want some answers.<sup>12</sup>

The Terry family deserves answers. The whistleblowers have expressed a desire to honor Agent Terry's memory by disclosing this information. The Justice Department should work to do the same. The best way to honor his memory is to come clean.

Sincerely,

Chuck Grandey

Charles E. Grassley **Ranking Member** 

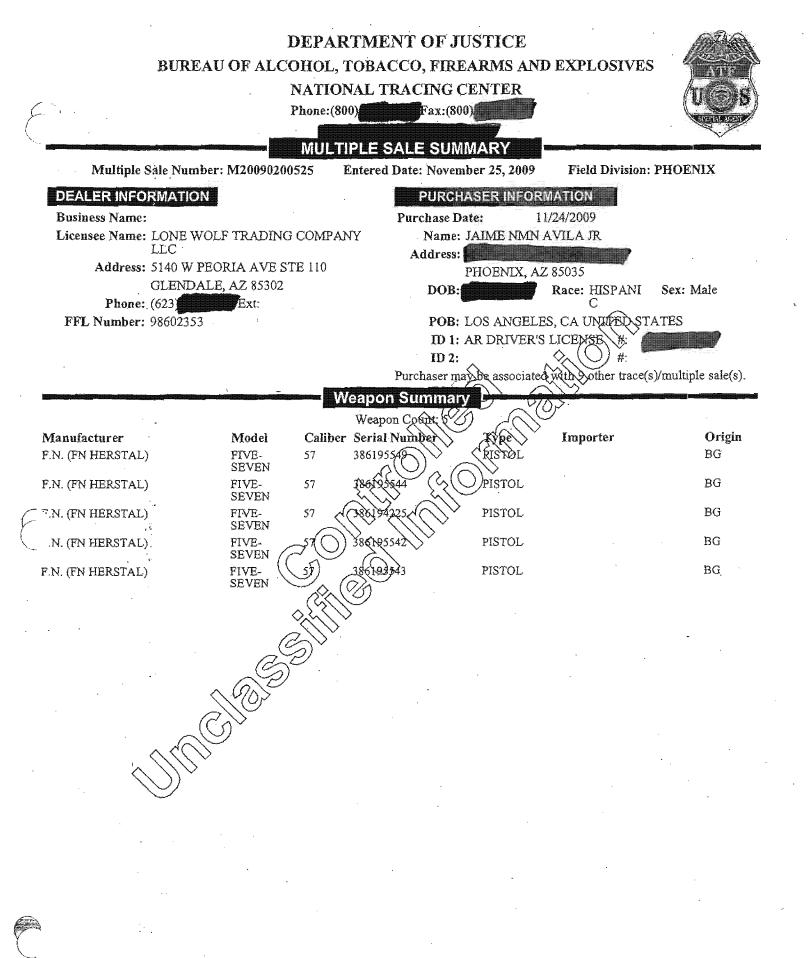
The Honorable Patrick Leahy CC: Chairman United States Senate Committee on the Judiciary

> The Honorable Robert S. Mueller, III Director Federal Bureau of Investigation

Kenneth E. Melson **Acting Director** Bureau of Alcohol, Tobacco, Firearms, and Explosives

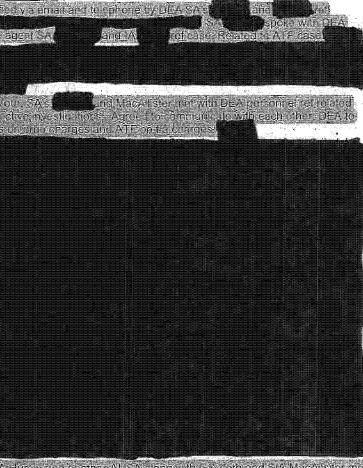
The Honorable Alan D. Bersin Commissioner United States Customs and Border Protection

<sup>&</sup>lt;sup>11</sup> Letter from the Justice Department to Senator Charles E. Grassley, Jan 31, 2011. <sup>12</sup> E-mail from Carolyn Terry, Feb 8, 2011.



Page 1 of 1

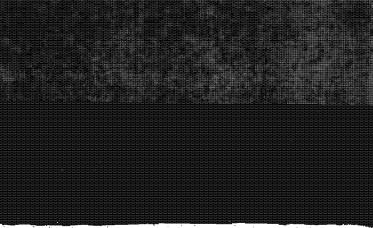
	(	
Manageme	nt Log for Case: 785115- Case Title	10
	Date: 01/04/20	) <u>10</u>
173	User:	
Log Date 12/14/2009	Log Type INTER AGENCY CONTA	Mgmt Log Text Notfied via emai
12/15/2009	INVESTIGATIVE ACTIVIT	ttase agent SA
12/15/2009	ADMINISTRATIVE ACTIV	A STATE
12/15/2009	MEETING/CONTACT (SE	respective nives
12/16/2009		Nosus of Solution
12/16/2009	INVESTIGATIVE ACTIVIT	
12/16/2009	INVESTIGATIVE ACTIVIT	
	1	
12/17/2009	STATE/LOCAL OVERTIN	
5		
· · · · · ·		le .
12/17/2009		AUSA Hurey and with FELA dro H
12/17/2009	INTER AGENCY CONTAG	
12/17/2009	INTER AGENCY CONTAG	on Secamento
12/21/2009	INVESTIGATIVE ACTIVIT	Acterit
12/23/2009	INTER AGENCY CONTAI	
12/23/2009	INTER AGENCY CONTAI	
12/24/2009	AUSA/DA CONTACT	
12/24/2009	FIELD SUPPORT - GENE	
12/24/2009	FIELD SUPPORT - GENE	
12/24/2009	INTER AGENCY CONTAI	
J <sup>2</sup> /29/2009	INVESTIGATIVE ACTIVIT	



ξ.

USA Hundy and another AUSA diang with CS Weth and S/A MacAdster met of FFLA, dre Howard to discuss his follows an CFL during this investigation

on December 10, 2009 SV-MiscAliston protos Volh morwith los Adeption international and capacity the participation in this case



•

.

			······································
	PARTMENT OF JU		
BUREAU OF ALCOHO			VES
	FIONAL TRACING C		(U@)S)
F.HOI	Print Date		C. STATISTICS
4 24 27 27 27 27 27 27 27 27 27 27 27 27 27	JLTIPLE SALE SUM	and the first of the second of the second	
Multiple Sale Number: M20100004614	Entered Date: Janua	ry 11, 2010 Field Divisi	on: PHOENIX
DEALER INFORMATION	ST THE SECTION STREET, STRE	SER INFORMATION	
Business Name: Licensee Name: LONE WOLF TRADING COI	Purchase Da	te: 01/09/2010 AIME NMN AVILA JR	
LLC	Address:		
Address: 5140 W PEORIA AVE STE 11 GLENDALE, AZ 85302	0 I DOB:	HOENIX, AZ 85035 Řace: HISPA	NI Sex: Male
( Phone: (623)		C _	
FFL Number: 98602353		OS ANGELES, CA UNIPEL Z DRIVER'S LICENSE #	STATES
	' <b>DD 2:</b>	$\sim$	
	The second se	be associated with other tr	ace(s)/multiple sale(s).
	Weapon Summary Weapon Coûdt 8	NOT	
Manufacturer Model Ca	liber Serial Number	Type Importer	Origin
F.N. (FN HERSTAL) FIVE- 57 SEVEN	386203502	RISTOL	BG
F.N. (FN HERSTAL) FIVE 57 SEVEN	186263509 [2	PISTOL	BG
N. (FN HERSTAL). SEVEN	~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~	PISTOL	BG
O SEVEN	$\bigcirc \land \checkmark \land $		
$(\bigcirc f)$		•	
	2. (B)		· ·
$\Diamond $		· · · ·	· · · · · · · ·
	>`		
S.	· · · ·		
$\mathbb{C}^{\mathbb{N}}$		•	
	$\sim$		
<b>)</b> •			
	e sur a la secondadada	<b>A</b>	Dave 1 - f 1
	Aultiple Sale: M2010000461 OR OFFICIAL USE ONL	4 Y	Page 1 of 1

Ecom: Sent:	Wednesday, January 13, 2010 10:39 AM
To: Cc: Subject:	Suspect Person Entries - IN# 785115-10-
Attachments:	Suspect Person Entries - IN# 785115-10-10-10 (VCAB# 1000).pdf; FTS Queries - IN# 785115-10-10-10-10-10-10-10-10-10-10-10-10-10-

Per your request, 42 subjects have been added to the Suspect Person Database for IN# 785115-10- Attached are PDF files based on queries executed in the Firearms Tracing System (FTS), and a Suspect Person Information Report revealing the information currently entered into the Suspect Person Database for this investigation. Please see below for a summary of the information found within the FTS.

By entering these subjects into the Suspect Person Database, queries of the FTS will be conducted on a monthly basis and any new associations will be forwarded to you. If you should have any questions or need assistance, please feel free to contact me at the number below.

When information is provided by e-mail, a copy is also provided to the Intelligence Group Supervisor and designated FIST (Field Intelligence Support Team) member.

Last Name	First Name	Middle Name	DOB	Traces	Multiple Sale Reports	# of Firearms in M/S	Suspect Gun Reports	# of Suspect Guns
				- 10 	di ji di		ti O	0. 0 - 1
				<u>4</u>	G G	0 = = [	- 20 6	(ji±:
	. 19			3	2	20	2	20
Avila	Jaime			ji ji	2 01	8	2 	10
				5	0.1		0	
				5	2	8	2	8
				5 0	<u>. 0</u> 11		0, 0, 1	0.45
	- 15 al			· · · · · · · · · · · · · · · · · · ·		0	<u>0</u>	2 * <u>U</u>
				4			1	<u>15</u> 1
Contraction of the				<u>0.000</u>	<u>на на на на на</u>		t d	1 1 1 1 1
				0	n n e	<u>10</u> ,	9	68
i anti-tata inter-				4 4	<u>. ().</u> 3		0 ÷	3
				<del></del>	- <u>0</u> 2	0	2	13
				6	1.	()	1	<u>4</u>
		Hand Land		<u></u>	- A	j : 	4	36
				18		3.		0 <sup>*</sup> -
				a (0)	1	10	2	20

1						•	
			Sector Design	2. O	D. A.	0	1.1.2.0.2.2
				0	0:1 =	1	1
<u> </u>			Q	0.0		0	Ū.
			G.	Ő.	The ofference	6 D	ō.
		and for	0	0	Contraction of the second s	0 == 7	
		and at	1	<u>0                                    </u>	<u> </u>	- C	n de Orchi
			5		en .	12	109
			0	0		С —	
		17 million 10	15	14	60	20	133
	in 19. and a provide state		1	0	0	2	5
			2			1	. 1 .
	1 <sup>9</sup> 12-11-11-11-11-11-11-11-11-11-11-11-11-1		6	0	0		0
			1	0	0	1 TO	0
			······ Δ. β ·····	5	53	11	238
	de sa			0	0	Den e	TO see al
			0	1.000	19. A. S.	0	0
	Wydro dda			y Comme	32 9 0 m	4	25
			25 g	A CONTRACT	and a Different	2	16

Please be advised that the Consolidated Appropriations Act of 2009, Public L. 111-8, which became effective on March 12, 2009, restricts the disclosure of any part of the contents of the Firearms Tracing System or any information required to be kept by Federal Firearms Licensees pursuant to 18 USC 923(g), or required to be reported pursuant to 18 USC 923(g)(3) and 923(g)(7).

The information, which is being provided per your request, is for official law enforcement use only and may only be disseminated by the Bureau of Alcohol, Tobacco, Firearms and Explosives to a Federal, State, local, tribal, or foreign law enforcement agency, or a Federal, State, or local prosecutor, solely in connection with and for use in a criminal investigation or prosecution; or a Federal agency for a national security or intelligence purpose. This disclosure restriction shall not be construed to prevent the sharing or exchange of such information among and between Federal, State, local, or foreign law enforcement agencies, Federal, State, or local prosecutors, and Federal national security, intelligence, or counterterrorism officials; or the publication of statistical aggregate data regarding firearms traffickers and trafficking channels, firearms misuse, felons, and trafficking investigations. If you have questions regarding these restrictions please contact ATF legal counsel prior to disclosing any of the information provided in this correspondence outside of ATF.

Please complete the attached OSII Customer Satisfaction Survey form. Click on the "Mail" box located at the bottom of the form and then click on "Serid". 👘 🐋

2

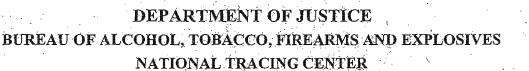
Sincerely,

ò

Program Analyst Bureau of Alcohol, Tobacco, Firearms and Explosives Office of Strategic Intelligence and Information Violent Crime Intelligence Division Violent Crime Analysis Branch Main Office #: (304) Direct #: (304)

Fax #: (304)

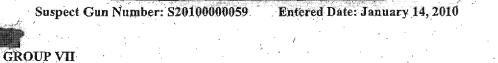
DOJ-FF-05677



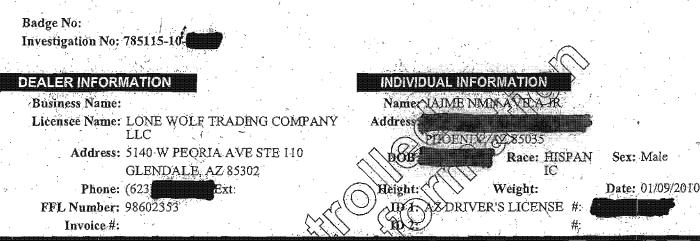
Phone:(800)

Print Date

SUSPECT GUN SUMMARY



PHOENIX FD GROUP VII 201 E WASHINGTON ST STE 940 PHOENIX, AZ 85004

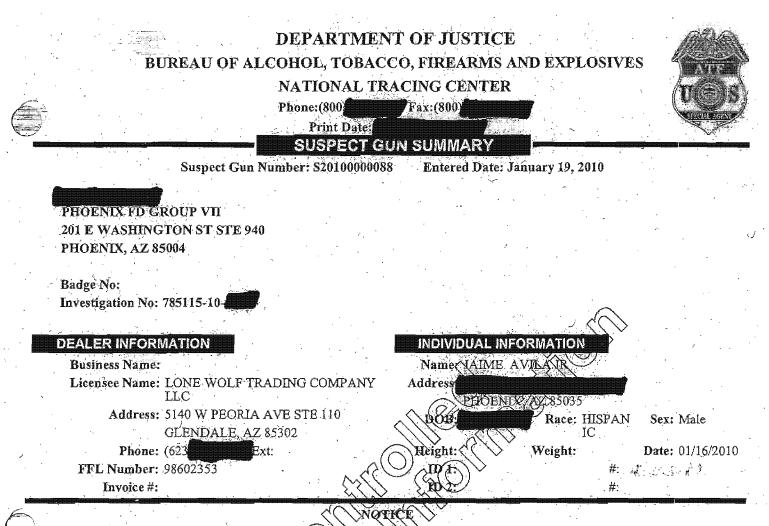


The firearm(s) listed below was entered into the Firearms Fracing System as a suspect gun. You have requested NTC maintain a lookout for the firearm(s) if any of the dispect guns in this report are traced by another agency and/or individual, your Division's Firearms Tracticiting Coordinator(FTC) will be notified in writing by the NTC. The notification will include the identity of the officer and/or agency requesting the trace. It will be incumbent upon the FTC or yourself to contact the firearms trace requestor. The NTC will not release any information concerning your suspect gun(s).

	<u>`</u>	'wa	and the	in.	1000			Man				with t						1000			il and		ad its	1000			2000		a -		
	- 74		0.000	1000												1													2		
in the second		- <b>1</b>	0000	ज्यः	т.	1000	0000		erere	- 10	0000		-		Π.	<b>1</b> 1	200		999	-	2000	-		0000	-	-	-	20000	а.	_	
				A 1		¥	٠×.	e 1		6.1	. m	. 9	See.	-990	а.	÷.	99 - I	<b>1</b> 1	• •			140	сe.,	к.	- 1		- No.		а.		
	Υ.				ι÷,		-	8				r g	8	:22		ч.	8-1	н.		11		. 9	80	1.4	- 8		и.,				
·	- N.			÷.		m.,		-	8. h	n di	<b>.</b>	an.	æ.		т.		м.	-	6 A			n i i i	÷.			202	8.7				
~ .	7														÷.												- 60		8		

Manufacturer	Model	Caliber	Serial Number	Туре	Importer
F.N. (FN HERSTAL)	OFIVE-SEVEN	57	386203502	PISTOL	FNH USA LLC, FREDERICKSBURG VA
F.N. (FN HERSTAL)	FIVE-SEVEN	57	386203509	PISTOL	FNH USA LLC. FREDERICKSBURG VA
F.N. (FN HERSTAL)	FIVE-SEVEN	57	386206115	PISTOL	FNH USA LLC, FREDERICKSBURG VA

Suspect Gun: S20100000059 FOR OFFICIAL USE ONLY Page 1 of 1



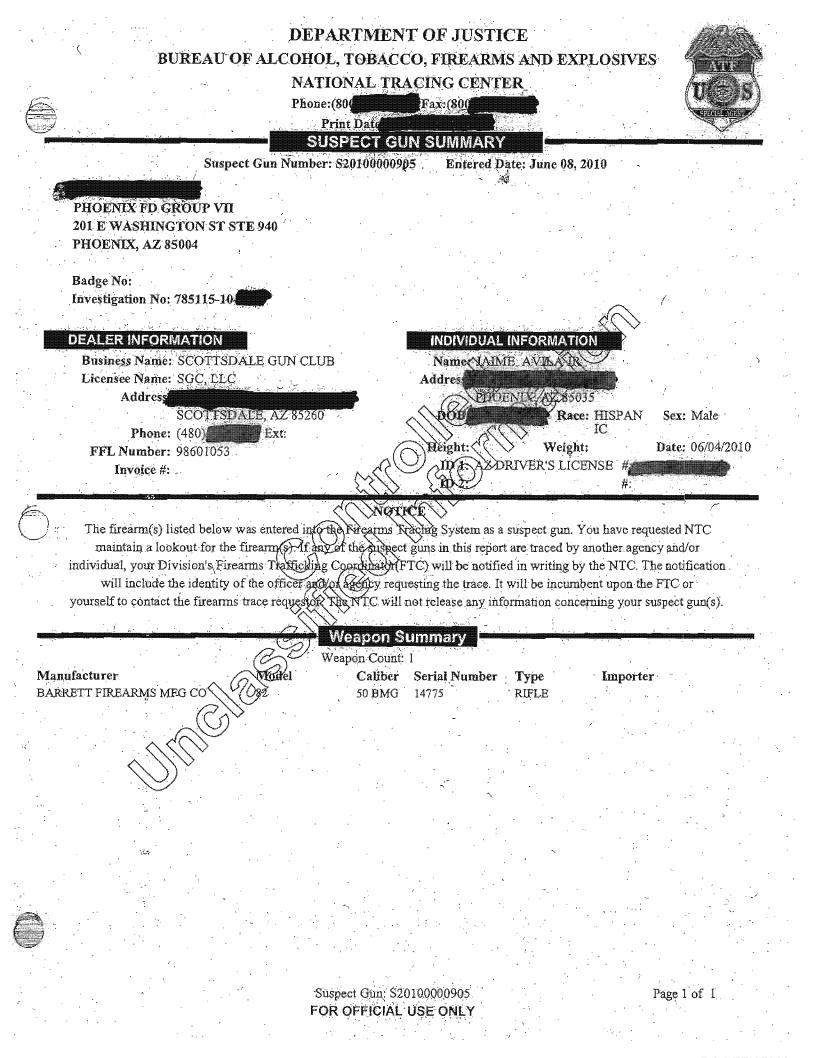
The firearm(s) listed below was entered into the Firearms Fracing System as a suspect gun. You have requested NTC maintain a lookout for the firearm(s). If any of the suspect guns in this report are traced by another agency and/or individual, your Division's Firearms Trafficking Coordinated (FTC) will be notified in writing by the NTC. The notification will include the identity of the officer and/or agency requesting the trace. It will be incumbent upon the FTC or yourself to contact the firearms trace requestor. The NTC will not release any information concerning your suspect gun(s).

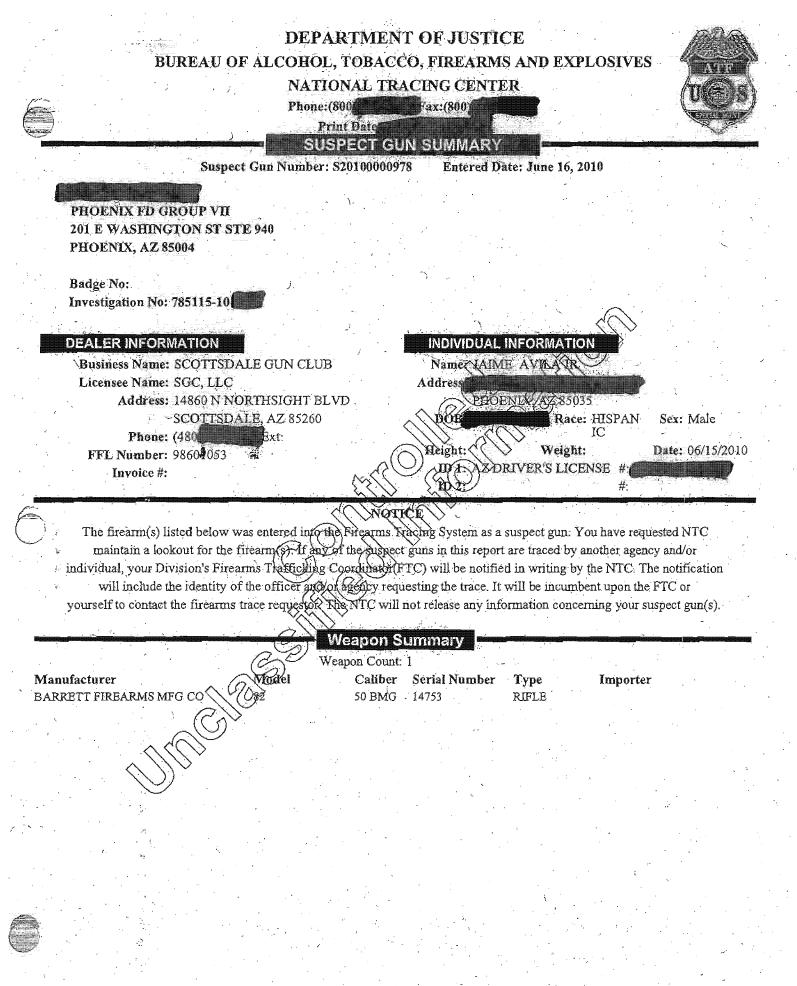
×.	CONTRACT OF A				
	ATTACK 0 1-1	10.00	1 A A	100 C	 W. B. S. B. Martin
, www.	·	1		5 B	 lary
ъ÷.	MININ	diam'r.	- and the other	A. 200	 A
r 5	******	******			annonananan sananana

	Cor	Weapon Count:	3			,
Manufacturer	Model	Caliber	Serial Number	Туре	Importer	
ROMARM/CUGIR	OWASR-10	762	1983AH3977	RIFLE)	CENTURY ARMS INC (CAI), ST. ALBANS, VT	
ROMARM/CUGIR	WASR-10	762	1979IS1530	RIFLE	CENTURY ARMS INC (CAI), ST. ALBANS, VT	
ROMARM/CUGIR	WASR-10	762	1971CZ3775	RIFLE	CENTURY ARMS INC (CAI), ST. ALBANS, VT	

Suspect Gun: S20100000088

Page 1 of 1





Suspect Gun: S20100000978 FOR OFFICIAL USE ONLY

Bureau of Alcohol, Tobacco, Firearms and Explosives

DATE: 12/16/2010 FROM: Phoenix Field Di FIELD OFFICE: Phoenix VII Field	Auto and a second s			· · · · · · · · · · · · · · · · · · ·	
	1	CASE INFORMA	TION	· · · · ·	
CASE NUMBER: 785115-10-					
CASE TITLE					1× 1
SPECIAL AGENT: Voth, David		TELI (60	PHONE NUMBER:		
	SYNOP	SIS OF INCIDEN	TACTIVITY		
Arrest of Jaime AVILA.					

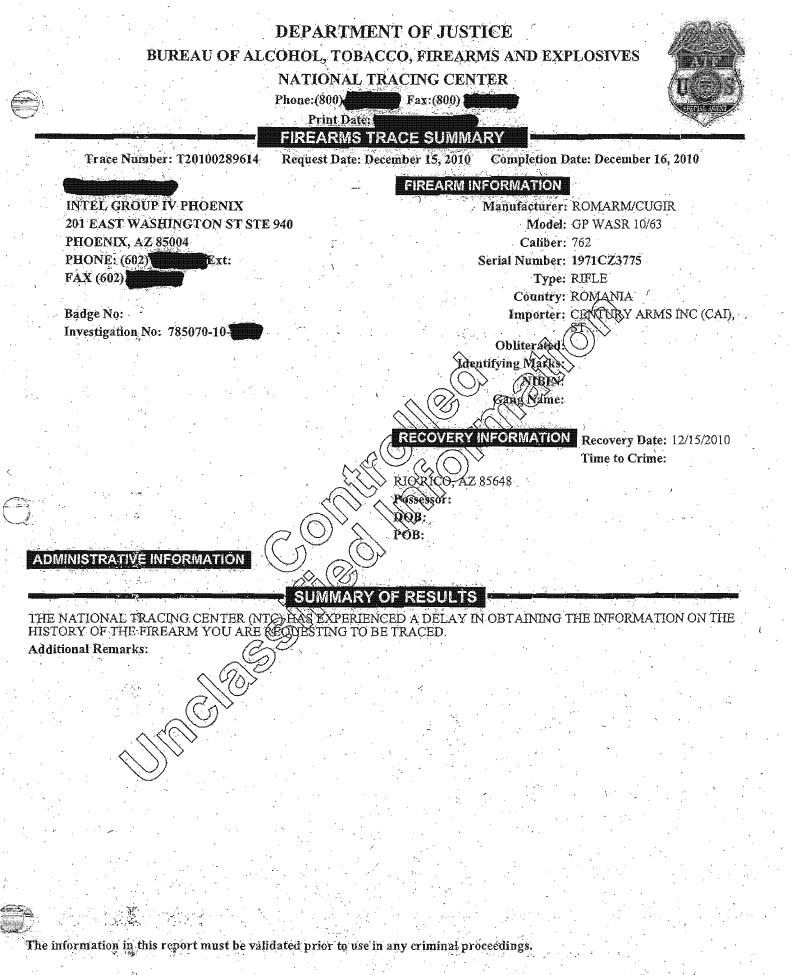
NARRATIVE OF INCIDENT/ACTIVITY

On January 16, 2010, Jaime AVILA purchased three (3) AK-47 variant rifles from a Phoenix area FFL. On December 15, 2010, after the shooting death of a U.S. Border Patrol agent in Southern Arizona law enforcement officers/agents conducted a search of the area. Two (2) of the AK-47 variant rifles purchased by AVILA on 01/16/2010 were recovered in the area during this search.

On December 15, 2010, ATE agents located AVILA and subsequently interviewed and arrested him on charges stemming from this January 16, 2010, frearm purchased these frearms for an unidentified Hispanic male.

AVILA was held overnight and ATF agents have prepared a criminal complaint for Jaime AVILA on firearm charges relating to the straw purchase of the straw

For Official Use Ouly Page 1 of 1



Trace: 120100289614 FOR OFFICIAL USE ONLY Page 1 of 1

