EXHIBIT A

TITLE XI: - BUSINESS REGULATIONS
CHAPTER 110. - BUSINESS LICENSING
ARTICLE XLVII. - SECONDHAND DEALERS

§ 110.950. - Definitions.

The following words, terms and phrases, when used in this article, shall have the meanings ascribed to them in this section, except where the context clearly indicates a different meaning:

Firearm.

(1) The term "firearm" means:

a. Any weapon (including a starter gun) which will or is designed to or may readily be converted to expel a projectile by the action of an explosive;

b. The frame or receiver of any such weapon;

c. Any firearm muffler or firearm silencer; or

d. Any destructive device as that term is defined in 18 USC 921(a)(4).

(2) The term "firearm" does not include an antique firearm as that term is defined in 18 USC 921(a)(16).

Junk dealer means any person who shall keep a junk shop or store or junkyard or place for the purchase, sale or exchange of junk, wire or sheet material; old iron, brass, copper, tin, aluminum, or lead; junk motor vehicles or parts thereof; ranges, old rope, paper or bags; bones, glass or empty bottles; or any articles or things composed of or consisting of any combination of any one or more of the materials or articles mentioned in this section. The term "junk dealer" shall include businesses commonly known as scrap yards, salvage yards, and recycling facilities who purchase and resell items from persons other than dealers and suppliers.

Junk motor vehicle includes any wrecked, damaged, disabled or inoperable automobile, bus, truck or other motor vehicle, or any used part thereof.

Precious metals means any item containing gold, silver, platinum, palladium, or rhodium or any combination of gold, silver, platinum, palladium or rhodium. The term "precious metals" does not include items containing any chemical or any automotive, photographic, electrical, medical or dental materials, or electronic parts, except for those containing precious metals.

Secondhand dealer means any person which operates a business for profit which buys, sells, possesses on consignment for sale or trades jewelry, stamps, coins/currency, precious metals or stones, which may have been previously owned by a consumer; or which derives more than 35 percent of its gross receipts from the sale, consignment for sale, pledge or trade of any goods, wares or merchandise which have previously been owned by a consumer, including but not limited to furniture, appliances, automobile parts and accessories, metals, whether in bulk or manufactured state, computers, computer parts or equipment, video/camera/stereo parts or equipment, electronic

video consoles and games, videos, music, musical instruments, collectibles and memorabilia, sporting goods, bicycles, motorized tools/vehicles (section 110.952 notwithstanding), tools, collectible artwork, firearms including their accessories and ammunition. The term "secondhand dealer" shall include "junk dealer" as defined in this section. The term "secondhand dealer" shall include businesses commonly known as pawnbrokers, resale shops, swapshop operators, stamp dealers, coin dealers and jewelers who purchase and resell items from persons other than dealers and suppliers. The fact that any business does any of the following acts shall be prima facie proof that such business is a secondhand dealership:

(1) Advertises in any fashion that it buys or sells secondhand or used items. Such advertisements shall include, but not be limited to, online or electronic advertisements or posts (including social media), radio advertisements, media advertisements, telephone listings, and signs whether on the exterior or interior of the business.

(2) Devotes a significant segment or section of the business premises to the purchase or sale of secondhand or used items.

§ 110.951. -License required.

No person, either as owner, manager, lessee, officer or agent, or in any other capacity, within the city, shall operate or permit to be operated a secondhand dealership without first having obtained a license from the city to do so.

§ 110.952. - Exemptions.

The following are exempt from the requirements of this article:

(1) Garage sales as that term is defined in section 155.001.

(2) Sales conducted by governmental, civic, patriotic, fraternal, educational, religious or benevolent organizations which have been in active and continuous existence for at least one year prior to the holding of the sale, or which are incorporated as a not-for-profit corporation by the state.

(3) Sales or purchases which are regulated by the licensing laws of the state, including pawnbrokers, automobile dealers, used parts dealers and automotive parts recyclers. Consumer shows, or exhibitions of collectibles holding a license pursuant to any articles of this article.

(4) Sales or trades of used books or magazines between a customer and owner of a used book store.

§ 110.953. - Application.

An application for license required by this article shall be made in writing to the city clerk which shall at a minimum set forth the following:

(1) The name of the individual, partnership, corporation or association applying for a license.

(2) The residence, telephone number, date of birth and driver's license number of the applicant or partners; or, if a corporation or association, the residence, telephone number

and driver's license number of the officers and all shareholders owning more than five percent of the outstanding shares of stock.

(3) The location for which the license is requested.

(4) Whether the applicant, its partners, officers or listed shareholders have been convicted of any criminal offense or ordinance violation (other than traffic or parking offenses) in any jurisdiction and, if so, a list of such convictions with date and prosecuting jurisdiction.

(5) Whether the applicant, its partners, officers or listed shareholders have held a license or had an interest in a license issued by the city or any other jurisdiction regulating the purchase or sale of secondhand property revoked for cause, and, if so, list the date of revocation and jurisdiction.

(6) Whether the applicant desires to deal in, or buy or sell, or display firearms, derringers, Bowie knifes, dirks or other deadly weapons. If so, whether the applicant possesses a valid and current license or permit pursuant to federal or state law pertaining to the buying or selling of such firearms, derringers, Bowie knives, dirks or other deadly weapons. The applicant shall also furnish a copy of the applicable license or permit.

Upon receipt of an application for a license under this article, the city clerk shall cause a copy thereof to be sent to the police department and the department of business licensing.

In addition to being subject to penalty, as herein set forth, any person which obtains a license, as herein provided, by furnishing the city with a false and misleading application shall, upon the discovery thereof, suffer an immediate revocation of such license and forfeiture of all fees paid.

§ 110.954. - Fees.

The applicant shall pay the city clerk prior to filing an application a nonrefundable license fee of $100.00 per city fiscal year or part thereof. The license shall be renewed each year; the annual renewal fee shall be $100.00.

§ 110.955. - Issuance.

Upon receipt of the report from the police department and the department of business licensing, the city clerk shall issue the license requested unless the police department or the department of business licensing shall find that:

(1) The applicant is under the age of 18 years;

(2) The location requested is not in a permanent structure;

(3) The applicant, its partners, officers or listed shareholders have been convicted of or had pled guilty to any felony offense or offense related to theft, burglary, or purchasing or receiving stolen items under the laws of this state, city or any other jurisdiction within the past ten years, or have forfeited a bond to appear in court to answer for charges for such offenses during such time;

(4) The location requested and structure to be used would not comply with all applicable laws, including the zoning regulations set forth in title XV.

(5) The applicant, its partners, officers or listed shareholders have held a license or had an interest in a license issued by the city or any other jurisdiction regulating the purchase or sale of secondhand property which was revoked for cause;

(6) The applicant, its partners, officers or listed shareholders has knowingly furnished false or misleading information or withheld relevant information on any application for a license required by this article or any investigation into any application; or

(7) In the case of an applicant who desires to deal in, or buy or sell, or display firearms, derringers, Bowie knives, dirks or other deadly weapons; the applicant, its partners, officers or listed shareholders have been convicted of or had plead guilty to any offense related to the unlawful possession, sale or delivery of firearms or other deadly weapons.

§ 110.956. - Posting.

Every license issued under the provisions of this article shall, at all times during the period for which it is effective, be posted in a conspicuous place at or near the principal entrance to the premises for which the license is issued.

§ 110.957. - Revocation.

(a) Any license issued for a secondhand dealer under this article may be revoked or suspended for a period not to exceed 30 days by the mayor if he or she shall find after hearing:

(1) That the licensee, its officers, agents or employees have violated any of the provisions of this article, the laws of the state, or ordinances of the city in the operation of the business;

(2) That the licensee, its partners, officers or shareholders have been convicted of any offense set forth in section 110.953; or

(3) That the licensee, partners, officers or shareholders have knowingly furnished false or misleading information or withheld relevant information on any application for a license required by this article or any investigation into any application.

(b) Any license issued for a secondhand dealer under this article shall be revoked upon conviction of three or more violations of any provision of this article within a 24 month period.

(c) The licensee shall be responsible for the acts of its agents, servants and employees in the operation of the business. Prior to holding a hearing concerning the question of whether a license shall be revoked or suspended, the mayor shall give at least ten days' written notice to the licensee setting forth the alleged violation specifically. The licensee may present evidence and cross examine witnesses at such hearing.

§ 110.958. - Transfer.

(a) No license issued under this article may be transferred to any other person.

(b) No corporate licensee shall permit any transfer of its stock which would vest in aggregate more than five percent of the stock outstanding in such corporation in any shareholder unless

such shareholder has been certified by the police department and the department of business licensing as meeting the requirements of section 110.955.

§ 110.959. - Change of location.

No licensee shall carry on any business required to be licensed under this article except at the location designated on the license. Should the licensee wish to change the location, application shall be made to the department of business licensing for such change in writing. The police department and the department of business licensing shall approve the change of location unless the new location would be contrary to the provisions of this article or any of the ordinances of the city. There shall be no fee for filing any application for change of location.

§ 110.960. - Hours of operation.

No licensee shall purchase any goods, wares, articles or things whatsoever from any person between the hours of 10:00 p.m. and 7:00 a.m. the next day.

§ 110.961 - Prohibited purchases.

No licensee under this article shall purchase or accept any goods, wares, articles, or things under any of the following circumstances:

(1) Where the seller is less than the age of 18.

(2) Where the seller is intoxicated.

(3) Where the seller fails to present a valid and current identification government issued I.D. containing the seller's full legal name, date of birth, address, photograph, and an identification number.

(4) Where the article to be purchased had an original manufacturer's serial number at the time it was new, but no longer legibly exhibits such number.

(5) Where the licensee or its employee or agent knows or reasonably should have known that the items are stolen or otherwise illegal to possess.

§ 110.962. - Purchasing, selling, etc., weapons prohibited.

No licensee shall deal in, or buy or sell, or display in his shop, any firearm, derringer, Bowie knife, dirk or other deadly weapon of like character, capable of being secreted upon the person unless such licensee shall also possess a valid and current license as provided for in required by applicable federal, state, or local laws, ordinances, rules or regulations. Such weapons displayed for sale shall be in a locked cabinet, when employees are present during customer business hours, and security cameras are recording all activity surrounding the weapon display areas. After customer business hours, such weapons shall be locked in a secure area inaccessible to intruders such as a secure gun vault or locker or behind locked bars on windows and doors to the business.

§ 110.963. - Removal of identifying marks prohibited.

No licensee shall remove, alter or obliterate any manufacturer's make model or serial number, personal identification number or other identifying marks engraved or etched upon an item of personal property that was purchased or received by the licensee.

§ 110.964. - Record of purchases.

Every licensee shall keep at the licensed location a register on forms provided by the police department in which shall be entered all of the following information accurately:

(1) A succinct and accurate description of all property taken, purchased or received in the course of the business licensed under this article including:

a. Type of article.

b. Brand name/make/manufacturer.

c. Model number.

d. Serial number.

e. Color/finish.

f. Any other identifying marks, writings, engraving, etc.

An example of an insufficient description is "3 miscellaneous tools". An example of a more accurate and succinct description is "1 yellow DeWalt flat head screwdriver, 1 red Milwaukee socket wrench, and 1 blue Kobalt hammer."

(2) Clear photograph of any property using Leads Online cameras.

(3) Seller's full legal name, date of birth, and address. Also required is a color copy or photograph of a valid and current government issued photo I.D. containing the aforementioned information.

(4) The amount given or loaned to such person and the terms thereof.

(5) The name and signature of the employees who received the property.

(6) A signed statement of the person from whom the property was obtained affirming that he is over 18 years of age, lawful of owner of the property which is clear of all attachments.

(7) The date and time of the transaction.

Entries made in the register shall be printed or typed and shall be legible. All entries shall be made immediately upon receipt or purchase of any property. The register shall be open to inspection by any law enforcement officer during the performance of their duties during normal hours of operation.

All licensees are required to use the Leads Online system for keeping records under this section. The police department shall provide information on obtaining the software and hardware necessary for this purpose.

All licensees shall subscribe to and participate in "leadsonline.com", the current software based tracking system approved by the police department. Any article or item purchased, received, deposited, pawned or pledged shall be entered into leadsonline.com and downloaded into the database within 12 hours of receipt of the article. Leads Online may be substituted in the future at the discretion of the police department, however substitution shall be made with ample notice to licensees to allow for compliance.

§ 110.965. - Reports to police department.

(a) It shall be the duty of every licensee under this article to have available upon request for delivery, to the police department a legible, correct, and complete copy of the register for the period of time as specified.

(b) No person shall be required to furnish such description of any new property purchased from manufacturers or wholesale dealers having an established place of business, or of any goods purchased at open sale, or from a bankrupt stock. Such goods must be accompanied by a bill of sale or other evidence of open and legitimate purchase and must be shown to a member of the police department, when demanded.

§ 110.966. - Inspection of premises; seizures.

Every licensee under this article and every person employed by them in the conduct of business shall admit to any and every part of the premises designated in the license, during normal business hours, any law enforcement officer of the city to examine any goods, articles, things, pledges, pawns, or books or other records on the premises dealing with purchase or sale of used property and to search for and to take into possession any article known or for which he has reasonable grounds to believe to have been stolen. Such law enforcement officer may make any such search or seizure as is provided for in this section, and property so seized shall be receipted for by such officer, who shall adequately describe the seized property and sign the receipt. Should the officer determine the property not to be stolen, he shall promptly return same to licensee.

§ 110.967. - Waiting period.

The licensee under this article shall keep all property purchased or received from an individual, available for inspection for a period of 10 days before it can be sold, traded, discarded, melted, destroyed, or otherwise changed or altered from its condition at the time it was purchased or received. Licensees may advertise, display, and sell items during their respective waiting periods but they must remain on the licensed premises until the waiting period expires. However, in the event the items are determined to be stolen and the owner is identified within 10 days of the date of receipt by the dealer, the dealer shall make the owner whole for the total fair market value of the items.

§ 110.968. - Hold order.

(a) Upon receipt of a written hold order from a law enforcement officer of the city indicating that property in the possession of the licensee is needed for the purpose of a criminal investigation and prosecution, the licensee shall release the property to the custody of the law enforcement officer. Such officer shall provide a written acknowledgement that the property has been released to the officer. The release of the property to the custody of a law enforcement officer shall not be considered a waiver or release of the licensee's property rights or interest in the property. Upon completion of the criminal investigation, the property shall be returned to the licensee; except that, if the law enforcement officer has not completed the criminal investigation within 120 days after the property's release, the officer shall immediately return the property to the licensee or obtain and furnish to the licensee a warrant for the continued custody of the property.

(b) The licensee shall not release or dispose of the property except pursuant to a court order or the expiration of the holding period of the hold order, including all extensions.

(c) In cases where criminal charges have been filed and the property may be needed as evidence, the prosecuting attorney shall notify the licensee in writing. The notice shall contain the case number, the style of the case, and a description of the property. The licensee shall hold such property until receiving notice of the disposition of the case from the prosecuting attorney. The prosecuting attorney shall notify the licensee and claimant in writing within 15 days after the disposition of the case. When such other disposition is ordered, the court shall additionally order the person from whom the licensee acquired the property to pay restitution to the licensee in the amount that the licensee paid for the property together with reasonable attorneys' fees and costs.

(d) When any person is found to be the owner of stolen property that has been sold to a licensee, the property shall be returned to the owner without the payment of the money paid by the licensee or any costs or charges of any kind that the licensee may have placed on the property.

§ 110.969. - Penalty.

Any person who shall violate any of the provisions of this article shall upon conviction be subject to a fine of not less than $1,000.00 for each offense. In addition to the penalty set forth above, the city retains the right to suspend or revoke the license for a violation of any of the provisions of this Code or state or federal laws.