

IN THE MATTER OF)
WILLIAM C. SCHENK)
IOWA CPA CERTIFICATE)
NO. 246)
RESPONDENT)

STIPULATION

83-19

WHEREAS, certain matters have come to the attention of the Iowa Board of Accountancy which indicate that William C. Schenk failed to use generally accepted auditing standards and generally accepted accounting principles in the performance of financial statements, violation of Board Rules 11.4(2) and 11.4(3) and,

WHEREAS, the Iowa Board of Accountancy has caused this matter to be investigated by a certified public accountant who is independent of the Board; and

WHEREAS, following the investigation, William C. Schenk was given the opportunity to appear voluntarily with legal counsel before the Board's Committee on Ethics and Enforcement to be apprized of the results of the investigation and to orally present additional data, views, and comments at an informal conference held on July 31, 1984; and

WHEREAS, William C. Schenk with full knowledge of the character of the investigation, its potential legal consequences, the right to counsel, and the right to a formal adjudicatory proceedings under section 116.23 of the Code of Iowa, did appear voluntarily;

NOW THEREFORE, the Iowa Board of Accountancy and William C. Schenk do hereby stipulate and agree as follows:

1. William C. Schenk admits the jurisdiction of the Iowa Board of Accountancy over the persons and subject matter of this action.
2. William C. Schenk will develop a consultation agreement by September 3, 1984 with a firm of Certified Public Accountants, approved by the Board, to provide a pre-release review of all audit & review reports issued by Mr. Schenk. A copy of the agreement will be submitted to the Board by September 10, 1984. Mr. Schenk will submit copies of the the review comments on a quarterly basis to the Board. The consultation agreement shall be in full force thru December 31, 1985, at which time the Board will review the progress being made and may recommend an extension.

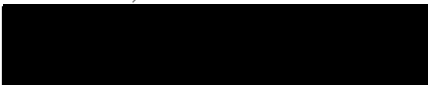
Mr. Schenk is to submit, by September 3, 1984 a list of all audit and review clients and their year end date to the Board.

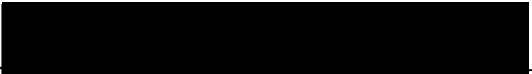
3. William C. Schenk will establish an accounting library with the following publications: AICPA Professional Standards (2 volumes) and FASB Accounting Standards, volumes I and II.

The order for these publications is to be submitted by September 3, 1984 and a copy of that order sent to the Board of Accountancy by the same date.

4. William C. Schenk has been informed that as a part of this stipulation his name and a summary description of the sanctions imposed on him will be published in the Iowa Board of Accountancy Newsletter.
5. Failure to execute the provisions of the stipulation shall result in the Board of Accountancy setting a date for a formal hearing on charges to be contained in a notice of hearing.
6. This agreement shall constitute the entire agreement of the parties hereto and is intended to effectuate a final disposition of all matters which are the subject of this stipulation. Satisfactory compliance with all terms and provisions of this stipulation by December 31, 1985 shall be considered a final disposition of this matter, and no other proceedings or actions, informal or formal, shall be instituted in this matter upon said satisfactory compliance.
7. This stipulation is entered into by William C. Schenk voluntarily and without coercion or threat of any kind by any person or body and William C. Schenk fully realizes the legal consequences of this stipulation.

Dated this 31 day of AUGUST, 1984


William C. Schenk
Respondent


Member, Iowa Board of Accountancy


Member, Iowa Board of Accountancy


Member, Iowa Board of Accountancy


Member, Iowa Board of Accountancy


Member, Iowa Board of Accountancy