

ALAN G. LANCE
ATTORNEY GENERAL
STATE OF IDAHO

MARY E. HUGHES
Deputy Attorney General
State of Idaho
Department of Finance
P.O. Box 83720
Boise, Idaho 83720-0031
Telephone: (208) 332-8092
Facsimile: (208) 332-8098

**BEFORE THE DIRECTOR OF THE DEPARTMENT OF FINANCE
OF THE STATE OF IDAHO**

STATE OF IDAHO, Department of)
Finance, Securities Bureau,)
Complainant,)
vs.)
WENDY LEE BISHOP,)
Respondent.)
_____)

Docket No. 1998-7-60

AGREEMENT AND ORDER

The Director of the Department of Finance has instituted an investigation into the Idaho securities activities of Wendy Lee Bishop. Pursuant to said investigation, it appears to the Director that violations of the Idaho Securities Act, Idaho Code §30-1401 et seq., have occurred. The Director and the Respondent have agreed to resolve this matter without a public hearing or court proceedings. Therefore, the Director deems it appropriate and in the public interest that this Agreement and Order be entered. Respondent consents to the entry of this Agreement and Order.

BACKGROUND

1. Respondent Wendy Lee Bishop (Bishop) applied for registration in Idaho as a securities salesman on March 7, 1998. Pursuant to Idaho Code § 30-1407, and Rule 20 of the rules pursuant to the Idaho Securities Act (IDAPA 12.01.08.20), Bishop filed a Form U-4, Uniform Application for Securities Industry Registration or Transfer (Form U-4), with the Central Registration Depository, which comprised her application for registration in Idaho. Bishop subsequently amended her Form U-4.

2. On June 3, 1998, the Director entered an Order of Denial of Registration of Bishop.

AGREEMENT AND REMEDIES

3. Bishop represents that the information she has provided to the Department in its investigation of this matter is accurate and complete.

4. Bishop admits the allegations contained in Count Four of the Order of Denial of Registration.

5. Bishop agrees that, for a period of one year from the date of this Order, she will accept employment in the securities industry, and conduct securities business, only at branch or principal offices with on-site supervision, i.e. a principal who has successfully completed either the Series 8 or Series 24 examination of the National Association of Securities Dealers (NASD) and is designated by the broker-dealer as a supervisor or principal. "On-site supervision" shall mean that the principal referred to above is physically present to perform supervision duties as set forth in the Act, at the location from which Bishop performs her business activities, during those periods of time that Bishop performs her securities business activities. The provisions of this paragraph also apply to any investment advisory or investment advisory representative business undertaken by Bishop.

6. Bishop agrees that she will not accept employment in the securities industry in a

capacity in which she supervises securities sales activities of registered representatives.

7. Bishop acknowledges the provisions of Rule 81 of the rules pursuant to the Securities Act (IDAPA 12.01.08.081), which states:

Any salesman or investment adviser representative associated with a broker-dealer or investment adviser registered under the Act shall not engage in business activities, for which he receives compensation either directly or indirectly, outside the scope of his regular employment unless he has provided prior written notice to his employer firm.

8. Bishop acknowledges the provisions of Rule 3030 of the NASD Conduct Rules, which states: "No person associated with a member shall participate in any manner in a private securities transaction except in accordance with the requirements of this Rule." The rule provides that, prior to participating in any private securities transaction, a salesman must provide written notice to the employing firm describing in detail the transaction and the salesman's proposed role in the transaction, and whether the salesman will receive compensation. The firm which has received written notice must advise the salesman in writing whether the transaction is approved or disapproved, and whether any conditions are imposed on the transaction. Any substantial violation of the NASD Rules of Conduct constitutes a violation of the rules pursuant to the Idaho Securities Act. Rule 124 (IDAPA 12.01.08.124).

9. Bishop agrees to abide by the Idaho Securities Act and rules pursuant to the Act, in the future.

10. The Department agrees to vacate, without prejudice, the Order of Denial of Registration, Docket No. 1998-7-60. The Department further agrees to not consider the entry of that

Order in any subsequent application for registration made by Bishop.

DONE AND DATED at Boise, Idaho, this 13th day of January, 1999.

Wendy Lee Bishop
WENDY LEE BISHOP

Marilyn T. Scanlan
MARILYN T. SCANLAN
Bureau Chief, Securities Bureau
Department of Finance */by ml*

IT IS SO ORDERED this 13th day of January, 1999.

Gavin M. GEE
GAVIN M. GEE
Director of Finance

