

**Questions Submitted by Connie Prado**  
**June 19, 2019**  
**Regular Called Board Meeting**  
**Report/Consent/Discussion and Possible Action**  
**Agenda Item #4**

1. **The Quarterly Investment Report for the period ending May 31, 2019 indicates a withdrawal of approx. \$7.8 Million. The Quarterly Investment Report for the period ending February 28, 2019 indicates a withdrawal of approx. \$43,000. It was my impression that in the narrative to agenda item #4 for the Quarterly Investment Report for the period ending February 28, 2019, that the previous administration transferred approx. \$7.3 Million before August 31, 2018. Was this the case? Should the answer be yes, please account for the pending \$7.8 Million withdrawal?**

No, the banking transfer of \$7.3 Million was not processed before August 31, 2018 by previous administration. A banking transfer was completed on May 31, 2019 from the Lone Star Investment Pool Workmen's Compensation Fund to the Lone Star Investment Pool General Fund to reflect internal booking transfers per the Annual Financial Report ending August 31, 2018. This bank transfer is reflected in both the Workers Compensation Fund and the General Fund on the Quarterly Investment Report ending May 31, 2019.

2. **Is the Workers Compensation fund considered a restricted fund?**

The Workers Compensation Fund is not a restricted fund.

3. **Should the Board of Trustees approve fund transfers, for example, a fund transfer from the Workers Compensation fund to the General Fund Balance?**

The current School Board Policy designates Board approved investment officers to approve all district fund transfers. This is stated in CDA Legal and CDA Local. All account activity is then reported to the Board on quarterly basis. The Board is not required to approve each individual transfer.