

1 Q. (BY MR. PULMAN) All right. And the three
2 people -- I'm trying to be politically correct here --

3 A. Um-hmm.

4 Q. -- in this environment --

5 A. Right.

6 Q. -- the three people that you were telling
7 about Carol, Carolyn and --

8 A. -- Diane Flores.

9 Q. -- Diane, were they paid out of the
10 administrative salaries?

11 A. That's correct.

12 Q. How much were they paid?

13 A. Carol was, I believe, close to a hundred.

14 Q. All right.

15 A. I believe Ms. Williams was sixty and I think
16 Diane Flores was somewhere around forty or forty-five.

17 Q. Did you receive compensation from the school?

18 A. I take a draw from -- from all my businesses.

19 Q. Okay. So your draw is reflected on a balance
20 sheet; not on the income statement?

21 A. Right.

22 Q. Okay. How much was your draw?

23 A. I thought we were talking about this -- this
24 teach-out.

25 Q. We are. How much was your draw, sir?

1 MR. TREU: Go ahead and answer.

2 THE WITNESS: I draw \$1.5 to \$1.8 million
3 a year.

4 Q. (BY MR. PULMAN) And when is the last time
5 that you received a draw?

6 MR. TREU: Now we need to -- we need to
7 get back to the teach out. We let you go a long time on
8 the income stuff which was not at all a topic of the
9 subpoena, which we've indulge -- allowed you to indulge
10 a lot of the questions. Can we get back to teach out as
11 opposed to -- we're really not prepared to talk extreme
12 detail on any finances. And --

13 Q. (BY MR. PULMAN) The way -- I understand. I'm
14 going to ask the question. Your lawyer can instruct you
15 not to answer and we'll take it up with the judge.

16 When was the last time that you took a
17 draw?

18 MR. TREU: If you recall.

19 THE WITNESS: Probably a week before or
20 two weeks before the school closed.

21 Q. (BY MR. PULMAN) Okay. And your -- I'm
22 looking at the balance sheet here. I don't see a draw
23 account.

24 A. I draw my money from another company that is a
25 holding company for all the -- all my companies.

- 1 Q. Oh. So it all flows up?
- 2 A. Right.
- 3 Q. Okay. So which company is that?
- 4 A. Edu Dyne.
- 5 Q. Edu Dyne?
- 6 A. Yes. Edu --
- 7 Q. Edu Dyne?
- 8 A. Yeah.
- 9 Q. Okay. So when you told me earlier that you're
- 10 the 100 percent owner of --
- 11 A. Right.
- 12 Q. -- Dickinson --
- 13 A. Right.
- 14 Q. -- are you the owner or is Edu Dyne the owner?
- 15 A. Edu Dyne is the owner.
- 16 Q. Okay. So Edu Dyne owns 100 percent?
- 17 A. And I own 100 percent of Edu Dyne.
- 18 Q. Okay. And is Dickinson of San Antonio -- this
- 19 says, "Career Point College San Antonio campuses"?
- 20 A. Right.
- 21 Q. Does -- Does this describe the operations only
- 22 of Dick -- of the debtor, Dickinson of San Antonio?
- 23 A. That's correct.
- 24 Q. Okay. And is this entity a sub S --
- 25 A. No.