

1 **Q. Please provide a detailed accounting of the actual expenses incurred by**  
2 **Newfoundland Power in regulatory proceedings pertaining to the retention of**  
3 **Kathleen McShane.**  
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5 A. Newfoundland Power retained the services of Ms. Kathleen McShane as an expert  
6 witness for the Company in the 1998 Cost of Capital hearing. This was the first time that  
7 the Company had used the services of Ms. McShane and the cost of retaining her services  
8 for that proceeding was approximately \$104,000.  
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10 The Company has again retained the services of Ms. McShane for the 2003 General Rate  
11 Proceeding. The actual cost of retaining Ms. McShane's services for the 2003 General  
12 Rate Proceeding will not be known until the conclusion of her appearance as a witness  
13 which currently is expected to occur in March 2003.