

1 **Q. In P.U. 7 (1996-1997) and P.U. 36 (1998-1999) the Board ordered the use of time**
2 **sheets for staff as well as executives relating to inter-company transactions. On**
3 **page 2 of the Financial Consultant's Report (February 4, 2003) the Financial**
4 **Consultant stated that their procedures included assessing the company's**
5 **compliance with Board Orders. Please provide a copy of the time sheets you**
6 **reviewed for each member of the current Executive for the years 1999 –2001.**
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8 A. In our review of the Company's financial information, including intercompany charges,
9 we primarily employ enquiry and analytical procedures to assess reasonableness of the
10 information and compliance with Board orders.
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12 With respect to intercompany charges, and in particular the charges related to staff and
13 executive time charged to related companies, we have inquired as to the process and
14 procedures followed by the company to record and summarize this time and prepare
15 invoices to related companies. Our procedures did not include verification of individual
16 time sheets and consequently we do not have copies of such time sheets in our file.