

1 **Q. In reference to Schedule 6 (a) of the Financial Consultants 2003 Report - Charges to**
2 **Fortis Inc. - please provide particulars of the miscellaneous \$140,772 (2001) and**
3 **\$134,878 (September 2002), detailing how many employees were involved, the**
4 **periods of time and please provide time sheets in reference to these transactions.**

5
6 **A.** Please refer to CA-618 for a description of our approach to reviewing intercompany
7 charges.

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9 The miscellaneous charges in 2001 to Fortis Inc. consist of the following:

10		
11	Fortis Inc. Purchase – Series G	\$ 63,000
12	Professional services – Fraser Milner Casgrain	
13	for period ending Oct 31/01	34,576
14	Legal fees and foreign exchange on fees –Duke acquisition	20,054
15	Energy Council of Canada Sponsorship	10,000
16	2001 ERC application	7,000
17	Other miscellaneous items	<u>6,142</u>
18		
19		<u>\$ 140,772</u>
20		

21 The miscellaneous charges for 2002 to Fortis Inc. of \$134,878 includes a charge of
22 \$131,831 relating to a transfer of a balance for the former Vice-President, Engineering
23 and Energy Supply who retired from this position on February 28, 2001. This item related
24 to the transfer of a receivable balance on the books of Newfoundland Power to Fortis Inc.
25 The balance related to stock option loans and a related tax loan accumulated while this
26 person was employed with Newfoundland Power.