Q. In reference to Schedule 6(a) of the Financial Consultant's Report - Charges to Fortis Inc., - Annual and Quarterly reports, please provide particulars of the \$210,510 (2000), \$122,294 (2001) and \$122,639 (Sept. 2002), detailing how many employees were involved, the periods of time and please provide time sheets in reference to these transactions.

A. The charges relating to Annual and Quarterly reports as indicated in Schedule 6B, are charges from Fortis Inc. to Newfoundland Power, and are recorded by the Company as non-regulated expenses.

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In the course of our review, it was explained by the Company that the costs related to the production of the Annual and Quarterly reports declined in 2001 and 2002 as a result of changes in the design and production vendor.