

1 **Q. In CA-618 the Board's Financial Consultant has advised that his procedures in**  
2 **reference to inter-company transactions did not include verification of individual**  
3 **time sheets. If the Board's Financial Consultant has not verified Newfoundland**  
4 **Power's individual time sheets please advise as to officials at the Public Utilities**  
5 **Board who have verified Newfoundland Power's time sheets.**  
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7 A. As noted, in CA-618 we described the approach and procedures followed in reviewing  
8 intercompany transactions. One objective of our review is to ascertain whether  
9 Newfoundland Power is maintaining time records for intercompany transactions.  
10 Through inquiry and analytical procedures we have determined that the Company is  
11 maintaining these time records. From a regulatory perspective, verification of individual  
12 time sheets, as with verification of any other individual transactions of the Company,  
13 would not normally be undertaken in a financial review unless issues were identified that  
14 warranted further analysis.