## Appendix A

# Qualifications

1	Present Occupation	
2		
3	Q.	What is your present occupation?
4	A.	I am a consulting economist and President of Ben Johnson Associates,
5		Inc.®, a firm of economic and analytic consultants specializing in the area
6		of public utility regulation.
7		
8	Educ	ational Background
9		
10	Q.	What is your educational background?
11	A.	I graduated with honors from the University of South Florida with a
12		Bachelor of Arts degree in Economics in March 1974. I earned a Master
13		of Science degree in Economics at Florida State University in September
14		1977. The title of my Master's Thesis is a "A Critique of Economic Theory
15		as Applied to the Regulated Firm." Finally, I graduated from Florida State
16		University in April 1982 with the Ph.D. degree in Economics. The title of
17		my doctoral dissertation is "Executive Compensation, Size, Profit, and
18		Cost in the Electric Utility Industry."
19		

1

20

21

22

23

Clients

2		
3	Q.	What types of clients have employed your firm?
4	A	Much of our work is performed on behalf of public agencies at every level
5		of government involved in utility regulation. These agencies include state
6		regulatory commissions, public counsels, attorneys general, and local
7		governments, among others. We have also worked for a wide variety of
8		different private organizations and firms, both regulated and unregulated.
9		The diversity of our clientele is illustrated below.
10		
11	Regu	latory Commissions
12		
13		Alaska Public Utilities Commission
14		Arizona Corporation Commission
15		Arkansas Public Service Commission
16		Connecticut Department of Public Utility Control
17		District of Columbia Public Service Commission
18		Idaho Public Utilities Commission
19		Idaho State Tax Commission

Iowa Department of Revenue and Finance

Kansas State Corporation Commission

Minnesota Department of Public Service

Maine Public Utilities Commission

1	Missouri Public Service Commission
2	National Association of State Utility Consumer Advocates
3	Nevada Public Service Commission
4	New Hampshire Public Utilities Commission
5	North Carolina Utilities Commission—Public Staff
6	Oklahoma Corporation Commission
7	Ontario Ministry of Culture and Communications
8	Staff of the Delaware Public Service Commission
9	Staff of the Georgia Public Service Commission
10	Texas Public Utilities Commission
11	Virginia State Corporation Commission
12	Washington Utilities and Transportation Commission
13	West Virginia Public Service Commission—Division of Consumer Advocate
14	Wisconsin Public Service Commission
15	Wyoming Public Service Commission
16	
17	Public Counsels
18	
19	Arizona Residential Utility Consumers Office
20	Colorado Office of Consumer Counsel
21	Colorado Office of Consumer Services
22	Connecticut Consumer Counsel
23	District of Columbia Office of People's Counsel
24	Florida Public Counsel
25	Georgia Consumers' Utility Counsel

1	Hawaii Division of Consumer Advocacy
2	Illinois Small Business Utility Advocate Office
3	Indiana Office of the Utility Consumer Counselor
4	Iowa Consumer Advocate
5	Maryland Office of People's Counsel
6	Minnesota Office of Consumer Services
7	Missouri Public Counsel
8	New Hampshire Office of Consumer Advocate
9	New York State Department of State – Utility Intervention Unit
10	Ohio Consumer Counsel
11	Pennsylvania Office of Consumer Advocate
12	Utah Department of Business Regulation—Committee of Consumer Services
13	
14	Attorneys General
15	
16	Arkansas Attorney General
17	Florida Attorney General—Antitrust Division
18	Idaho Attorney General
19	Kentucky Attorney General
20	Michigan Attorney General
21	Minnesota Attorney General
22	Nevada Attorney General's Office of Advocate for Customers of Public Utilities
23	South Carolina Attorney General
24	Utah Attorney General
25	Virginia Attorney General
26	Washington Attorney General
	4

## 1 <u>Local Governments</u>

2	
3	City of Austin, TX
4	City of Corpus Christi, TX
5	City of Dallas, TX
6	City of El Paso, TX
7	City of Galveston, TX
8	City of Norfolk, VA
9	City of Phoenix, AZ
10	City of Richmond, VA
11	City of San Antonio, TX
12	City of Tucson, AZ
13	County of Augusta, VA
14	County of Henrico, VA
15	County of York, VA
16	Town of Ashland, VA
17	Town of Blacksburg, VA
18	Town of Pecos City, TX
19	
20	Other Government Agencies
21	
22	Canada—Department of Communications
23	Hillsborough County Property Appraiser
24	Provincial Governments of Canada
25	Sarasota County Property Appraiser

1	State of Florida—Department of General Services
2	United States Department of Justice—Antitrust Division
3	Utah State Tax Commission
4	
5	Regulated Firms
6	
7	Alabama Power Company
8	Americall LDC, Inc.
9	BC Rail
10	CommuniGroup
11	Florida Association of Concerned Telephone Companies, Inc
12	LDDS Communications, Inc.
13	Louisiana/Mississippi Resellers Association
14	Madison County Telephone Company
15	Montana Power Company
16	Mountain View Telephone Company
17	Nevada Power Company
18	Network I, Inc.
19	North Carolina Long Distance Association
20	Northern Lights Public Utility
21	Otter Tail Power Company
22	Pan-Alberta Gas, Ltd.
23	Resort Village Utility, Inc.
24	South Carolina Long Distance Association
25	Stanton Telephone

1	Teleconnect Company
2	Tennessee Resellers' Association
3	Westel Telecommunications
4	Yelcot Telephone Company, Inc.
5	
6	Other Private Organizations
7	
8	AARP
9	Arizona Center for Law in the Public Interest
10	Black United Fund of New Jersey
11	Clark Canyon, LLC
12	Clearwater Paper Company
13	Coalition of Boise Water Customers
14	Colorado Energy Advocacy Office
15	East Maine Medical Center
16	Georgia Legal Services Program
17	Harris Corporation
18	Helca Mining Company
19	Idaho Small Timber Companies
20	Independent Energy Producers of Idaho
21	Interstate Securities Corporation
22	J.R. Simplot Company
23	Merrill Trust Company
24	MICRON Semiconductor, Inc.
25	Native American Rights Fund

1		North Carolina Sustainable Energy Association
2		Skokomish Indian Tribe
3		South Carolina Solar Business Alliance
4		Tamarack Energy Partnership
5		Twin Falls Canal Company
6		World Center for Birds of Prey
7		
8	Prior	Experience
9		
10	Q.	Before becoming a consultant, what was your employment
11		experience?
12	A.	From August 1975 to September 1977, I held the position of Senior Utility
13		Analyst with Office of Public Counsel in Florida. From September 1974
14		until August 1975, I held the position of Economic Analyst with the same
15		office. Prior to that time, I was employed by the law firm of Holland and
16		Knight as a corporate legal assistant.
17		
18	Q.	In how many formal utility regulatory proceedings have you been
19		involved?
20	A.	I have been actively involved in more than 400 different formal regulatory
21		proceedings concerning electric, telephone, natural gas, railroad, and
22		water and sewer utilities.
23		

1	Q.	Have you done any independent research and analysis in the field of
2		regulatory economics?
3	A.	Yes, I have undertaken extensive research and analysis of various aspects
4		of utility regulation. Initially I prepare reports for the internal use of the
5		Florida Public Counsel, but in the subsequent years I've prepared reports
6		for use by the staff of the Florida Legislature and for submission to the
7		Arizona Corporation Commission, the Florida Public Service
8		Commission, the Canadian Department of Communications, and the
9		Provincial Governments of Canada, among others. In addition, as I already
10		mentioned, my Master's thesis concerned the theory of the regulated firm.
11		
12	Q.	Have you testified previously as an expert witness in the area of public
13		utility regulation?
14	A.	Yes. I have provided expert testimony on more than 300 occasions in
15		proceedings before state courts, federal courts, and regulatory
16		commissions throughout the United States and in Canada. I have presented
17		or have pending expert testimony before 35 state commissions, the
18		Interstate Commerce Commission, the Federal Communications
19		Commission, the District of Columbia Public Service Commission, the
20		Alberta, Canada Public Utilities Board, and the Ontario Ministry of
21		Culture and Communication.

16

17

18

19

20

21

### 1 0. What types of companies have you analyzed? 2 A. My work has involved more than 425 different telephone companies, 3 covering the entire spectrum from AT&T Communications to Stanton 4 Telephone, and approximately 60 electric utilities. I have also worked on 5 consulting engagements involving more than 35 other regulated firms, 6 including water, sewer, natural gas, and railroad companies. 7 8 Teaching and Publications 9 10 Have you ever lectured on the subject of regulatory economics? 0. 11 Yes, I have lectured to undergraduate classes in economics at Florida State A. 12 University on various subjects related to public utility regulation and 13 economic theory. I have also addressed conferences and seminars 14 sponsored by such institutions as the National Association of Regulatory 15 Utility Commissioners (NARUC), the Marquette University College of

10

Business Administration, the Utah Division of Public Utilities and the

University of Utah, the Competitive Telecommunications Association

the Michigan State University Institute of Public Utilities, the National

Association of State Utility Consumer Advocates (NASUCA), the Rural

Electrification Administration (REA) and North Carolina State University.

(COMPTEL), the International Association of Assessing Officers (IAAO),

1	Q.	Have you published any articles concerning public utility regulation?
2	A.	Yes, I have authored or co-authored the following articles and comments:
3		
4		"Attrition: A Problem for Public Utilities—Comment." Public Utilities
5		Fortnightly, March 2, 1978, pp. 32-33.
6		
7		"The Attrition Problem: Underlying Causes and Regulatory Solutions."
8		Public Utilities Fortnightly, March 2, 1978, pp. 17-20.
9		
10		"The Dilemma in Mixing Competition with Regulation." Public Utilities
11		Fortnightly, February 15, 1979, pp. 15-19.
12		
13		"Cost Allocations: Limits, Problems, and Alternatives." Public Utilities
14		Fortnightly, December 4, 1980, pp. 33-36.
15		
16		"AT&T is Wrong." The New York Times, February 13, 1982, p. 19.
17		
18		"Deregulation and Divestiture in a Changing Telecommunications
19		Industry," with Sharon D. Thomas. Public Utilities Fortnightly, October
20		14, 1982, pp. 17-22.
21		

1	"Is the Debt-Equity Spread Always Positive?" Public Utilities Fortnightly,
2	November 25, 1982, pp. 7-8.
3	
4	"Working Capital: An Evaluation of Alternative Approaches." Electric
5	Rate-Making, December 1982/January 1983, pp. 36-39.
6	
7	"The Staggers Rail Act of 1980: Deregulation Gone Awry," with Sharon
8	D. Thomas. West Virginia Law Review, Coal Issue 1983, pp. 725-738.
9	
10	"Bypassing the FCC: An Alternative Approach to Access Charges." Public
11	Utilities Fortnightly, March 7, 1985, pp. 18-23.
12	
13	"On the Results of the Telephone Network's Demise—Comment," with
14	Sharon D. Thomas. <i>Public Utilities Fortnightly</i> , May 1, 1986, pp. 6-7.
15	
16	"Universal Local Access Service Tariffs: An Alternative Approach to
17	Access Charges." In Public Utility Regulation in an Environment of
18	Change, edited by Patrick C. Mann and Harry M. Trebing, pp. 63-75.
19	Proceedings of the Institute of Public Utilities Seventeenth Annual
20	Conference. East Lansing, Michigan: Michigan State University Public
21	Utilities Institute, 1987.

1		
2		With E. Ray Canterbery. Review of <i>The Economics of</i>
3		Telecommunications: Theory and Policy by John T. Wenders. Southern
4		Economic Journal 54.2 (October 1987).
5		
6		"The Marginal Costs of Subscriber Loops," A Paper Published in the
7		Proceedings of the Symposia on Marginal Cost Techniques for Telephone
8		Services. The National Regulatory Research Institute, July 15-19, 1990
9		and August 12-16, 1990.
10		
11		With E. Ray Canterbery and Don Reading. "Cost Savings from Nuclear
12		Regulatory Reform: An Econometric Model." Southern Economic
13		Journal, January 1996.
14		
15	Profe	ssional Memberships
16		
17	Q.	Do you belong to any professional societies?
18	A.	Yes. I am a member of the American Economic Association.