

Barriers to Investment in New Infrastructure, Part I / Part II

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Barriers to Investment in New Infrastructure

- **Applicability of Current Policies and Regulations**
- **Lack of Available Capital**
 - Attracting Capital
 - Competitive Returns
 - Guarantee of Service
 - Incentives
 - Joint Ventures

Creditworthiness

- Minimum Standards
- Stable Financial Backing
- Surety
- Diversified Business Model



Financing Terms

- Return on Equity
- Pre-Approvals
- Recovery on Acts of Nature
- Recovery of Regulatory Required Investments
- Billing Terms and Conditions
- Provider of Last Resort
- Low Pricing

Rates of Return Deficits

- Riders
- Performance Based Rates
- Rate Cases and Limited Timelines
- True-Up Mechanisms
- Stockholder/Company Risk