



Focused Advisory Services - Case Study Modeling Project Costs and Schedules

Problem:

Energy Infrastructure Operators are challenged to estimate achievable schedules and budgets that, when combined, accurately value the opportunity costs of unexpected project events and delays. We engage with a leading oil and gas pipelines to increase data access and refine models and competitive benchmarks that assess risks and returns.



Analytics and Methodologies Applied:

- Line item project cost data - Use LawIQ's single comprehensive source of initial and reported final costs from public regulatory filings.
- Peer projects benchmarking matrix - Create comparison groups of historical projects including costs and regulatory and litigation

complexities.

- Overrun calculator - Calculate cost overruns as the difference between initial and actual costs.
- Deferred revenue cash flow model - Aggregate contracted shipper volumes and rates (considering escalation clauses), and model present value impact of estimated lost future cash flows from delays to planned in-service date.

Takeaways:

- **More comprehensive data and precise analytics are available to estimate and benchmark project costs and schedules and to value deferred revenue (opportunity cost) of unexpected events and delays.**
- **LawIQ analytics and insights can reduce the risk of additional deferred revenue and save infrastructure operators millions.**

Engage with us!

LawIQ | 202-505-5296 | info@lawiq.com | www.lawiq.com



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