# **SPRINGER NATURE** Link

**O** Search

<u>Home</u> > <u>Journal of Regulatory Economics</u> > Article

# The regulated firm and the DCF model: Some lessons from financial theory

Published: 28 March 2014

Volume 2, pages 191–200, (1990) Cite this article



# Your privacy, your choice

We use essential cookies to make sure the site can function. We, and our 96 **partners**, also use optional cookies and similar technologies for advertising, personalisation of content, usage analysis, and social media.

By accepting optional cookies, you consent to allowing us and our partners to store and access personal data on your device, such as browsing behaviour and unique identifiers. Some third parties are outside of the European Economic Area, with varying standards of data protection. See our **privacy policy** for more information on the use of your personal data. Your consent choices apply to springer.com and applicable subdomains.

You can find further information, and change your preferences via 'Manage preferences'. You can also change your preferences or withdraw consent at any time via 'Your privacy choices', found in the footer of every page.

We use cookies and similar technologies for the following purposes:

- > Store and/or access information on a device
- > Personalised advertising and content, advertising and content measurement, audience research and services development

Accept all cookies

**Reject optional cookies** 

Manage preferences





### Your privacy, your choice

We use essential cookies to make sure the site can function. We, and our 96 **partners**, also use optional cookies and similar technologies for advertising, personalisation of content, usage analysis, and social media.

By accepting optional cookies, you consent to allowing us and our partners to store and access personal data on your device, such as browsing behaviour and unique identifiers. Some third parties are outside of the European Economic Area, with varying standards of data protection. See our **privacy policy** for more information on the use of your personal data. Your consent choices apply to springer.com and applicable subdomains.

You can find further information, and change your preferences via 'Manage preferences'. You can also change your preferences or withdraw consent at any time via 'Your privacy choices', found in the footer of every page.

We use cookies and similar technologies for the following purposes:

#### Store and/or access information on a device

Accept all cookies
Reject optional cookies
Manage preferences

## **Explore related subjects**

Discover the latest articles and news from researchers in related subjects, suggested using machine learning.

Business Mathematics	Financial Engineering	
Mathematics in Busines	Mathematical Finance	
Quantitative Finance	Statistical Finance	

# References

Bierman, H. Jr., and J. Hass. 1984. "Equity Flotation Cost Adjustment in Utilities' Cost of Service." *Public Utilities Fortnightly* 113 (March):46–49.

#### Google Scholar

# Your privacy, your choice

We use essential cookies to make sure the site can function. We, and our 96 **partners**, also use optional cookies and similar technologies for advertising, personalisation of content, usage analysis, and social media.

By accepting optional cookies, you consent to allowing us and our partners to store and access personal data on your device, such as browsing behaviour and unique identifiers. Some third parties are outside of the European Economic Area, with varying standards of data protection. See our **privacy policy** for more information on the use of your personal data. Your consent choices apply to springer.com and applicable subdomains.

You can find further information, and change your preferences via 'Manage preferences'. You can also change your preferences or withdraw consent at any time via 'Your privacy choices', found in the footer of every page.

We use cookies and similar technologies for the following purposes:

#### Store and/or access information on a device

Accept all cookies
Reject optional cookies
Manage preferences

MacDonald, J. 1967. *Valuation of Common Stock and the Cost of Equity Capital*. Unpublished Ph.D. thesis. Stanford Graduate School of Business.

Myers, S.C. 1972. "Finance Theory in Rate Cases." *The Bell Journal of Economics and Management Science* 3 (Spring): 58–97.

Article Google Scholar

Patterson, C.S. 1981. "Issue Costs in the Estimation of the Cost of Equity Capital." *Public Utilities Fortnightly* 108 (July): 28–32.

#### **Google Scholar**

Patterson, C.S. 1983. "Flotation Cost Allowance in Rate of Return Regulation:

# Your privacy, your choice

We use essential cookies to make sure the site can function. We, and our 96 **partners**, also use optional cookies and similar technologies for advertising, personalisation of content, usage analysis, and social media.

By accepting optional cookies, you consent to allowing us and our partners to store and access personal data on your device, such as browsing behaviour and unique identifiers. Some third parties are outside of the European Economic Area, with varying standards of data protection. See our **privacy policy** for more information on the use of your personal data. Your consent choices apply to springer.com and applicable subdomains.

You can find further information, and change your preferences via 'Manage preferences'. You can also change your preferences or withdraw consent at any time via 'Your privacy choices', found in the footer of every page.

We use cookies and similar technologies for the following purposes:

#### Store and/or access information on a device

Accept all cookies
Reject optional cookies
Manage preferences

# **Cite this article**

Beranek, W., Howe, K.M. The regulated firm and the DCF model: Some lessons from financial theory. *J Regul Econ* **2**, 191–200 (1990). https://doi.org/10.1007/BF00165933

# **Keywords**

Share Price	Equity Capital	Dividend Payout	<u>Equity Base</u>	Discount Cash Flow
-------------	----------------	-----------------	--------------------	--------------------

# Your privacy, your choice

We use essential cookies to make sure the site can function. We, and our 96 **partners**, also use optional cookies and similar technologies for advertising, personalisation of content, usage analysis, and social media.

By accepting optional cookies, you consent to allowing us and our partners to store and access personal data on your device, such as browsing behaviour and unique identifiers. Some third parties are outside of the European Economic Area, with varying standards of data protection. See our **privacy policy** for more information on the use of your personal data. Your consent choices apply to springer.com and applicable subdomains.

You can find further information, and change your preferences via 'Manage preferences'. You can also change your preferences or withdraw consent at any time via 'Your privacy choices', found in the footer of every page.

We use cookies and similar technologies for the following purposes:

#### Store and/or access information on a device

Accept all cookies
Reject optional cookies
Manage preferences

## Your privacy, your choice

We use essential cookies to make sure the site can function. We, and our 96 **partners**, also use optional cookies and similar technologies for advertising, personalisation of content, usage analysis, and social media.

By accepting optional cookies, you consent to allowing us and our partners to store and access personal data on your device, such as browsing behaviour and unique identifiers. Some third parties are outside of the European Economic Area, with varying standards of data protection. See our **privacy policy** for more information on the use of your personal data. Your consent choices apply to springer.com and applicable subdomains.

You can find further information, and change your preferences via 'Manage preferences'. You can also change your preferences or withdraw consent at any time via 'Your privacy choices', found in the footer of every page.

We use cookies and similar technologies for the following purposes:

#### Store and/or access information on a device

Accept all cookies
Reject optional cookies
Manage preferences