
Type meeting name here

Date **October 2022**
Project **Rate-regulated Activities**
Topic **Cover paper**
Contacts **Mariela Isern** (misern@ifrs.org)

This paper has been prepared for discussion at a public meeting of the Consultative Group for Rate Regulation. This paper does not represent the views of the International Accounting Standards Board (IASB) or any individual IASB member. Any comments in the paper do not purport to set out what would be an acceptable or unacceptable application of IFRS[®] Standards. The IASB's technical decisions are made in public and are reported in the IASB[®] *Update*.

Purpose of the meeting

1. The Exposure Draft [*Regulatory Assets and Regulatory Liabilities*](#) (Exposure Draft) was issued in January 2021 with a comment period that ended on 30 July 2021. The IASB discussed the respondents' feedback on the Exposure Draft at its October and November 2021 meetings.
2. The IASB started redeliberating the proposals based on a plan it discussed at its [December 2021](#) meeting.
3. The purpose of this meeting of the Consultative Group for Rate Regulation is to gather feedback for future redeliberations with the IASB on the topics covered in the following two papers:
 - (a) Agenda Paper 2—Capitalised borrowing costs. The purpose of this paper is:
 - (i) to discuss whether and how an entity's accounting treatment of borrowing costs may affect the amount of regulatory returns on an asset not yet available for use that the entity should reflect in profit or loss during the construction period; and
 - (ii) to explore possible courses of action that the IASB should consider.
 - (b) Agenda Paper 3—Inflation. The purpose of this paper is to gather input on the feedback received on the proposed treatment of inflation in the Exposure Draft. In particular, the feedback relates to the proposals for the accounting for inflation when a regulatory agreement adjusts the regulatory capital base for inflation.

Next steps

4. The staff will consider the feedback received at this meeting in future redeliberations with the IASB.