Purpose of the education session

1. The purpose of this education session is to continue developing the underlying basis for a new accounting model (the model) for rate-regulated activities. The discussion will focus on the role of uncertainty in the recognition of a regulatory asset or regulatory liability.

2. The papers for this meeting, which should be read in conjunction with each other, include:

   (a) **Agenda Paper 9A: Developing the model—control and matching:**
   This paper summarises and refines the description of defined rate regulation. It also responds to requests from Board members for further analysis of the concept of control within the definition of an asset; and clarification that the model is not merely trying to achieve matching in the timing of recognition of income and related expenses.

   (b) **Agenda Paper 9B: Developing the model—recognition and uncertainty:** This paper considers the recognition criteria expected to be included in the forthcoming revised Conceptual Framework for Financial Reporting and discusses the role of different types of uncertainty when deciding whether to recognise assets and liabilities.