Market accounts assets and liabilities represent cash, liabilities, and amounts due to and from market participants. The cash and lines of credit are kept segregated from IESO corporate accounts.

Components of the market accounts are as follows:

As at December 31 (in thousands of Canadian dollars)	2016	2015
	$	$
Cash, restricted for market activities	323,318	271,574
Amounts due from market participants	1,323,061	1,171,390
Interest receivable	186	157
Revolving line of credit	(150,501)	(12,739)
HST receivable	21,622	20,247
Amounts due to market participants	(1,399,290)	(1,380,087)
Other liabilities	121,396	(70,542)
Closing balance	-	-

Regulatory assets consist of the following:

As at December 31 (in thousands of Canadian dollars)	2016	2015
	$	$
Un-recovered Smart metering entity expenses	21,623	40,849
PSAB transition item	43,441	47,353
Closing balance	**65,064**	**88,202**

Insert a blurb here about SME.
The IESO makes an annual application for recovery of Smart metering entity expenses for those expenses incurred in the current year plus a recovery of previously incurred but unrecovered costs.

Effective January 1, 2011, the IESO adopted Canadian public sector accounting standards with a transition date of January 1, 2010. The adoption of PSAB was accounted for by retroactive application with restatement of prior periods subject to the requirements in Section PS 2125, *First-time Adoption by Government Organizations*. The corresponding change to pension and other-post employment benefits resulted in previously unrecognized actuarial losses and past service costs of $80,617 thousand at the date of transition being charged to the accumulated deficit.

The IESO includes a portion of the accumulated deficit resulting from the PSAB transition items in the annual proposed expenditures to the OEB for recovery through system fees.