



6 September, 2002

Mr. Kieran O'Brien  
Managing Director  
ESB National Grid  
27 Lower Fitzwilliam St  
Dublin 2

Our ref: 0209-8960

Dear Kieran

**Transmission Use of System Charges 2003**

I am writing to you pursuant to the Commission's powers under Sections 35 and 36 of the Electricity Regulation Act, 1999.

As you know, the Commission has determined the allowed revenues for ESBNG and for ESB Networks, in its capacity as System Owner, which should form the basis for Transmission Use of System (TUoS) charges in 2003. The determination takes account of earlier submissions and consultations with ESBNG and with ESB Networks. I enclose a copy of the determination which will be published on the Commission's website today.

ESBNG has also submitted to the Commission for approval a statement of TUoS charges for 2003 dated 4 September 2002. This statement is based on, among other things, the above determination of allowed revenues. The Commission has examined this statement of charges and hereby approves it in accordance with Section 36(3) of the 1999 Act. The statement is being published on the Commission's website today. The Commission also directs that these charges come into effect on 1 January 2003.

Yours sincerely

Tom Reeves  
Commissioner

cc Mr Dermot Byrne, ESB Networks.