

4th December 2006

Mr. Sean Wyse,
General Manager,
ESB Customer Supply,
Lower Fitzwilliam Street,
Dublin 2,
Ireland.

Our ref: 30626

**Re: Direction to ESB Public Electricity Supplier on Electricity Charges
to apply from 1 January 2007**

Dear Sean,

I am writing to you pursuant to the Commission's powers under Section 3 (a) (i) of Statutory Instrument No. 60 of 2005.

Following receipt of ESB Customer Supply's and Power Generation's updated forecast of generation costs for 2007 and the Commission's review of these revised cost forecasts, the Commission hereby approves a set of tariffs to apply from 1st January 2007 that reflect these cost revisions.

ESB Customer Supply as the Public Electricity Supplier (PES) should charge these tariffs to their customers, in line with the Commission's Direction on tariffs to apply from 1st January 2007. The statement of approved tariffs is outlined in Attachment 1 of the Commission's Direction to ESB PES (CER/06/252).

In respect of those large energy users (Medium Voltage, 38kV and 110kV customer categories) affected by the Commission's direction on Ending of Tariff Regulation (CER/06/167), the tariffs outlined in Attachment 2 of the Commission's Direction (CER/06/206) will apply to customers who have been, under 'exceptional circumstances', approved by the Commission to be supplied by PES in accordance with the Commission's direction on Ending Tariff Regulation. These tariffs will apply until 31st December 2006 and thereafter these customers will be charged the equivalent 2007 tariff detailed in Attachment 1 of CER/06/252.

I have attached this paper along with this letter, for your information.

Yours sincerely,



Tom Reeves
Chairman