

AUSLEY & McMULLEN

ATTORNEYS AND COUNSELORS AT LAW

227 SOUTH CALHOUN STREET
P.O. BOX 391 (ZIP 32302)
TALLAHASSEE, FLORIDA 32301
(850) 224-9115 FAX (850) 222-7560

July 14, 2006

HAND DELIVERED

Ms. Blanca S. Bayo, Director
Division of Commission Clerk
and Administrative Services
Florida Public Service Commission
2540 Shumard Oak Boulevard
Tallahassee, Florida 32399-0850

Re: Environmental Cost Recovery Clause
FPSC Docket No. 060007-EI

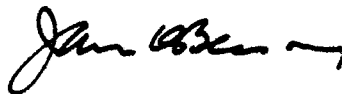
Dear Ms. Bayo:

Enclosed for filing in the above docket are the original and fifteen (15) copies of Tampa Electric Company's Potential New Environmental Projects for 2007.

Please acknowledge receipt and filing of the above by stamping the duplicate copy of this letter and returning same to this writer.

Thank you for your assistance in connection with this matter.

Sincerely,



James D. Beasley

JDB/pp
Enclosure

cc: All Parties of Record (w/enc.)

DOCUMENT NUMBER-DATE

06177 JUL 14 8

FPSC-COMMISSION CLERK

CERTIFICATE OF SERVICE

I HEREBY CERTIFY that a true copy of the foregoing report, filed on behalf of Tampa Electric Company, has been furnished by hand delivery (*) or U. S. Mail on this 14th day of July 2006 to the following:

Ms. Martha Carter Brown*
Office of General Counsel
Florida Public Service Commission
2540 Shumard Oak Boulevard
Room 370N – Gunter Building
Tallahassee, FL 32399-0850

Mr. Charles Beck
Ms. Patricia Christensen
Office of Public Counsel
111 West Madison Street – Suite 812
Tallahassee, FL 32399-1400

Mr. John W. McWhirter, Jr.
McWhirter, Reeves & Davidson, P.A.
400 North Tampa Street, Suite 2450
Tampa, FL 33601-5126

Mr. Timothy J. Perry
McWhirter, Reeves & Davidson, P.A.
117 South Gadsden Street
Tallahassee, FL 32301

Mr. John T. Butler
Squire, Sanders & Dempsey, L.L.P.
200 South Biscayne Boulevard
Suite 4000
Miami, FL 33131-2398

Mr. R. Wade Litchfield
Ms. Natalie F. Smith
Florida Power & Light Company
700 Universe Boulevard
Juno Beach, FL 33408-0420

Mr. Gary V. Perko
Hopping Green & Sams, P.A.
Post Office Box 6526
Tallahassee, FL 32314

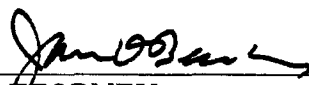
Mr. John T. Burnett
Associate General Counsel
Progress Energy Service Co., LLC
P. O. Box 14042
St. Petersburg, FL 33733-4042

Mr. Paul Lewis, Jr.
Progress Energy Florida, Inc.
106 East College Avenue, Suite 800
Tallahassee, FL 32301-7740

Ms. Susan Ritenour
Gulf Power Company
One Energy Place
Pensacola, FL 32520

Mr. Jeffrey A. Stone
Mr. Russell A. Badders
Beggs and Lane
Post Office Box 12950
Pensacola, FL 32591-2950

Mr. Robert Scheffel Wright
Mr. John T. Lavia, III
Landers & Parsons, P.A.
310 West College Avenue
Tallahassee, FL 32301



ATTORNEY

Tampa Electric Company
Potential New Environmental Projects for 2007

As of the date of this filing, Tampa Electric anticipates the inclusion of one new project in its 2007 Environmental Cost Recovery Clause ("ECRC") Projection Filing.

On March 15, 2005, pursuant to its authority under the federal Clean Air Act, the Environmental Protection Agency ("EPA") adopted the final Clean Air Mercury Rule ("CAMR"). CAMR employs a cap on total mercury emissions from coal-fired power plants in order to achieve significant emissions reductions. CAMR is estimated to reduce mercury nation-wide by 70 percent. All qualifying coal fired units must install Continuous Mercury Monitoring Systems by January 2009.

Mercury emissions from new and existing coal-fired plants will be capped at specified, nation-wide levels in two phases. For the first phase, which is effective 2010, nation-wide mercury levels are capped at approximately 38 tons per year. For the second phase, which is effective 2018, the nation-wide mercury levels are capped at approximately 15 tons per year.

Tampa Electric anticipates filing a petition within the next month requesting ECRC cost recovery for the development and implementation of a plan to comply with EPA's new CAMR rule. It is anticipated that both operational and maintenance ("O&M") as well as capital expenditures will be identified in the petition.