

LAW OFFICES
CHANDLER, LANG, HASWELL & COLE, P.A.
POST OFFICE BOX 23879
GAINESVILLE, FLORIDA 32602-3879

ORIGINAL

060000

JAMES F. LANG
JOHN H. HASWELL
C. WHARTON COLE*

May 1, 2006

TELEPHONE 352/376-5226
FAX 352/372-8858
211 N.E. FIRST STREET
GAINESVILLE, FL 32601-5367

*ADMITTED IN FL AND TX

WILLIAM H. CHANDLER
1920 - 1992

Blanca S. Bayo, Director
Division of Records and Reporting
Florida Public Service Commission
Capital Circle Office Center
2540 Shumard Oak Boulevard
Tallahassee, Florida 32399-0850

RECEIVED-FPSC
MAY -3 AM 9:28
COMMISSION
CLERK

RE: In Re: Joint Petition for Approval of Territorial Agreement between
Florida Power Corporation, d/b/a, Progress Energy Florida, Inc.
and Clay Electric Cooperative, Inc., in Alachua County, Florida
Docket No.: 900064-EU
Filed: May 1, 2006

Dear Ms. Bayo:

I am enclosing herewith an original and fifteen (15) copies of a Joint Status Report to be filed in this docket. I am also enclosing a copy of this letter as an acknowledgement copy and would appreciate it if you would file stamp it and return it to me in the enclosed self-addressed/stamped envelope as an acknowledgement of the date the Report was filed. Please call me if you have any questions regarding this matter.

Very truly yours,

John H. Haswell

- CMP _____
- COM _____
- CTR _____ JHH/daj
- ECR _____ Enclosures
- GCL _____ cc: Paul Waters
- DPC _____ Clay Electric Cooperative, Inc.
- RCA _____ John Burnett, Esquire
- SCR _____
- SGA _____
- SEC 1
- JTH Kim P.

RECEIVED & FILED

FPSC-BUREAU OF RECORDS

06 MAY -3 AM 8:56

DISTRIBUTION CENTER

DOCUMENT NUMBER-DATE

03887 MAY-3 06

FPSC-COMMISSION CLERK

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In Re: Joint Petition for Approval of) DOCKET NO. 900064-EU
Territorial Agreement between Florida Power)
Corporation, d/b/a, Progress Energy Florida, Inc.) FILED: May _____, 2006
and Clay Electric Cooperative, Inc. in)
Alachua County, Florida)
_____)

JOINT STATUS REPORT

On April 2, 1991, the Florida Public Service Commission ("Commission") approved the Territorial Agreement between Florida Power Corporation, d/b/a, Progress Energy Florida, Inc. ("PEF"), and Clay Electric Cooperative, Inc. ("Clay Electric") regarding their territorial boundaries in Alachua County, Florida.

Section 5.1 of the Agreement provides as follows:

"Section 5.1: This Agreement shall continue and remain in effect for a period of fifteen years from the date of the Commission's initial Order approving this Agreement, and shall be automatically renewed for additional fifteen (15) year periods unless either Party gives written notice to the other of its intent not to renew at least six months (6) months prior to the expiration of any fifteen (15) year period; provided, however, that each such renewal of this Agreement shall require prerequisite approval of the Commission with the same effect as the original Commission approval of this Agreement as required and provided for in Article 4 hereof."

This year, neither party to the Agreement notified the other of its intent not to renew within the six (6) month period referenced above. Hence, the 1991 Agreement is automatically renewed.

The purpose of this Joint Status Report is to inform the Commission that Clay Electric and PEF are currently discussing the possibility of proposing adjustments to the current Agreement in a joint petition to amend the current Agreement to better facilitate the transfer of customers who are still pending. Clay Electric and PEF anticipate that these discussions will be concluded in the near future and that, if the parties reach agreement on any modifications, the parties thereafter will file a joint petition amending the existing agreement, and requesting Commission approval.


DOCUMENT NUMBER-DATE

03887 MAY-3 06

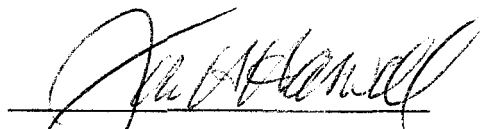
FPSC-COMMISSION CLERK

Dated this 1st day of May 2006.

Respectfully submitted,



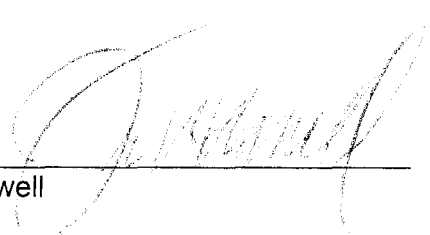
John Burnett, Esquire
FL Bar No. 173304
Progress Energy Florida, Inc.
100 Central Avenue
Suite CX1D
St. Petersburg, FL 33701
727-820-5184 Telephone
727-820-5249 Facsimile
Attorney for Progress Energy Florida, Inc.



John H. Haswell, Esquire
FL Bar No. 162536
Chandler, Lang, Haswell & Cole, P.A.
211 Northeast First Street
P. O. Box 23879
Gainesville, FL 32602
352-376-6226 Telephone
352-372-8858 Facsimile
Attorney for Clay Electric Cooperative, Inc.

CERTIFICATE OF SERVICE

I HEREBY CERTIFY that a true and correct copy of the foregoing has been furnished to Mary Ann Helton, Office of the General Counsel, Florida Public Service Commission, 2540 Shumard Oak Boulevard, Tallahassee, Florida 32399-0850, by U.S. Mail on this 15th day of May, 2006.



John H. Haswell