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January 14, 1999

Ms. Blanca S. Bayo, Director Division of Records and Reporting Florida Public Service Commission 2540 Shumard Oak Boulevard Tallahassee, FL 32399-0850

> Re: Sumter Electric Cooperative, Inc. and Clay Electric Cooperative, Inc.

Dear Ms. Bayo:

OTH ____

Enclosed is a report called for in the Clay Electric Cooperative, Inc. / Sumter Electric Cooperative, Inc. Territorial Agreement. This is simply an update on the status of this agreement and we are requesting no Commission action in response to this filing.

Please acknowledge receipt and filing of the above by stamping the duplicate copy of this letter and returning same to this office in the enclosed preaddressed envelope.

Thank you for your assistance in connection with this matter.

Very truly yours,

ACK ____ AFA ____ APP LWS:pa Enclosures: Status Report CAF _ Duplicate copy of letter w/return envelope xc: Mr. Ben Brickhouse w/encls. GTR ____John H. Haswell, Esquire w/encls. EAG _ KEG ____ LIN ____ RC: WAS _____

DOCUMENT NUMBER-DATE

01026 JAN 25 8

SUMTER ELECTRIC COOPERATIVE, INC.'S REPORT ON STATUS OF TERRITORIAL AGREEMENT BETWEEN CLAY ELECTRIC COOPERATIVE, INC. AND SUMTER ELECTRIC COOPERATIVE, INC.

In Order No. PSC-95-0783-FOF-EC issued on June 29, 1995 in Docket No. 950333-EC the Commission approved the territorial agreement entered into by and between Clay Electric Cooperative, Inc. and Sumter Electric Cooperative, Inc. Section 5.2 of said Agreement calls for an annual report from Sumter Electric Cooperative, Inc. providing the status of the Agreement and any modifications proposed in the Agreement.

This is to advise the Commission that the subject territorial agreement remains in full force and effect and that no modifications have been proposed in such agreement nor have the parties encountered any disputes concerning the provisions of such agreement.

The parties will advise the Commission to the extent that any changes are proposed and will petition the Commission to resolve any disputes which may arise concerning the provisions of the Agreement which the parties are unable to resolve.

DATED this 2 day of January, 1999.

Respectfully summitted,

Lewis W. Stone
Florida Bar No. 0281174
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