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January 5, 2010

Ms. Martha Carter Brown Senior Attorney Office of General Counsel Florida Public Service Commission 2540 Shumard Oak Boulevard Tallahassee, FL 32399-0850

Re: Petition by Tampa Electric Company for approval of extension of small power production agreement with City of Tampa; FPSC Docket No. 090146-EQ

Dear Ms. Brown:

As an update to our letter of October 6, 2009, this is to advise that Tampa Electric and the City of Tampa remain in negotiations regarding the parties' proposed extension of their McKay Bay small power production agreement, although no appropriate resolution has been reached to date. We will continue to provide periodic updates to you as negotiations go forward.

Sincerely,

James D. Beasley

JDB/pp

cc: Rich Zambo Ann Cole, Director ✓ Division of Commission Clerk Paula Brown William Ashburn

DOCUMENT NUMPER-DATE

FPSC-COMMISSION OF TO