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February 9, 1999

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

990000-PU

Re: FPSC Docket No. 920202-EU, Territorial Agreement Between Clay Electric Cooperative, Inc. and Jacksonville Electric Authority

Dear Ms. Bayo:

Enclosed herewith please find an original and fifteen (15) copies of JEA's Annual Report to the Commission for filing in connection with the Territorial Agreement between Clay Electric Cooperative, Inc. and JEA. This report is filed pursuant to Section 6.2 of the captioned Territorial Agreement, previously approved by the Commission in its October 26, 1992 Order No. PSC-92-1208-FOF-EU.

ACK Cordially, AFA May APP Neill W. McArthur, Jr. CAF CMU - NWMcA, jr./jh CTR Enclosures 110 Copies EAG cys: Legal Division (FLSC) LEG _ - John H. Haswell, Esquire LIN John Fish JEA OPC -2/9/99-nwmca,jr/jh G:\SHARED\NEILLM\CORRESPO\BayoLtr4.wpd RCH _ SEC / WAS _____ DOCUMENT NUMBER-DATE OTH 01823 FEB 11 8

FPSC-RECORDS/REPORTING

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BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION Tallahassee, Florida

In re: Petition for Approval of a Territorial Agreement Between Clay Electric Cooperative, Inc. and the Jacksonville Electric Authority in Clay and Duval Counties

FPSC Docket No.: 920202-EU

ANNUAL REPORT OF JEA FOR 1998

JEA (formerly known as Jacksonville Electric Authority), pursuant to the Order approving Territorial Agreement between JEA and Clay Electric cooperative, Inc. ("Clay") dated October 26, 1992, does hereby advise the Florida Public Service Commission that:

1. By legislative action by the Council of the City of Jacksonville, effective September 25, 1998, JEA's Charter was amended by Ordinance 98-253-E. That Charter Amendment *inter alia* formally changed the name from "Jacksonville Electric Authority" to "JEA."

2. During JEA's fiscal year ending September 30, 1998, there were 829 customers located within the territorial area of Clay in Clay County were transferred from JEA to Clay. During that same period there were 185 customers located within the territorial area of JEA in the City of Jacksonville (Duval County) were transferred from Clay to JEA.

DOCUMENT NUMBER-DATE 0 1 823 FEB 11 8 FPSC-RECORDS/REPORTING 3. For the time frame from October 26, 1992, when the Territorial Agreement was adopted, through September 30, 1998, a total of 3,827 customers were transferred from Clay to JEA and a total of 4,540 customers were transferred from JEA to Clay.

Respectfully submitted, JEA

RICHARD A. MULLANEY General Counsel

By:

NELL W. McARTHUR, JR. Fla. Bar No. 143098 117 West Duval Street, Suite 480 Jacksonville, Florida 32202 Tel.: (904) 630-1715 ATTORNEYS FOR JEA

CERTIFICATE OF SERVICE

I hereby certify that on the <u>4</u> day of February, 1999, a true and correct copy of the foregoing Report has been furnished by First Class United States Mail, postage prepaid, to:

Legal Division Florida Public Service Commission 2540 Shumard Oak Boulevard Tallahassee, Florida 32399-0863 John H. Haswell, Esquire Chandler, Lang & Howell Post Office Box 23879 Gainesville, Florida 32602

Neil-W. McArthur, Jr. Assistant General Counsel

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