UNITED STATES OF AMERICA FEDERAL ENERGY REGULATORY COMMISSION

Before Commissioners: Pat Wood, III, Chairman; Nora Mead Brownell, Joseph T. Kelliher, and Suedeen G. Kelly.

Holland Energy, LLC

Docket No. ER04-1075-000

ORDER APPROVING UNCONTESTED SETTLEMENT AGREEMENT

(Issued March 7, 2005)

1. On December 15, 2004, Holland Energy, LLC (Holland), filed a settlement agreement providing for the full and final resolution of all issues related to Holland's revenue requirement for providing Reactive Supply and Voltage Control from Generation Sources Service that the Commission set for hearing in *Holland Energy, LLC*, 109 FERC ¶ 61,004 (2004).

2. On December 29, 2004, Commission Trial Staff submitted comments in support of the settlement. No other comments were filed. On January 24, 2005, the presiding settlement judge certified the settlement to the Commission as uncontested.

3. The subject settlement is in the public interest and is hereby approved. The Commission's approval of this settlement does not constitute approval of, or precedent regarding, any principle or issue in this proceeding. The Commission retains the right to investigate rates, terms, and conditions under the just and reasonable and not unduly discriminatory or preferential standard of section 206 of the Federal Power Act, 16 U.S.C. § 824e (2000).

4. This order terminates Docket No. ER04-1075-000.

By the Commission.

(SEAL)

Linda Mitry, Deputy Secretary.