

151 FERC ¶ 61,135  
FEDERAL ENERGY REGULATORY COMMISSION  
WASHINGTON, DC 20426

May 14, 2015

In Reply Refer To:  
Homer City Generation, L.P.  
Docket Nos. ER14-2281-000  
ER14-2281-001

Stuart A. Caplan, Esq.  
Dentons US LLP  
1221 Avenue of the Americas  
New York, NY 10020-1089

Dear Mr. Caplan:

1. On February 13, 2015, you filed, in the above-referenced proceedings, an Offer of Settlement (Settlement) on behalf of Homer City Generation, L.P. (Homer City) regarding Homer City's cost-based revenue requirement for reactive supply service it provides to the PJM Interconnection, L.L.C. system. On March 6, 2015, Commission Trial Staff filed comments in support of the Settlement. No other comments were filed. On March 18, 2015, the Settlement Judge certified the Settlement to the Commission as uncontested.<sup>1</sup>

2. The Settlement states that “[t]he standard of review the Commission shall apply when acting on proposed modifications to the Settlement under section 205 or 206 of the FPA, including by the Commission acting *sua sponte*, shall be the “just and reasonable” standard of review rather than the “public interest” standard of review.<sup>2</sup>

3. The Settlement resolves all issues in dispute in these proceedings. The Settlement appears to be fair and reasonable and in the public interest, and is hereby approved. The Commission's approval of the Settlement does not constitute approval of, or precedent regarding, any principle or issue in this proceeding.

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<sup>1</sup> *Homer City Generation, L.P.*, 150 FERC ¶ 63,011 (2015).

<sup>2</sup> Settlement, Art. VI.

4. This letter order terminates Docket Nos. ER14-2281-000 and ER14-2281-001.  
By direction of the Commission.

Kimberly D. Bose,  
Secretary.

cc: All Parties