Received: 02/25/1998 Status: CANCELLED Effective Date: 03/01/1998

..DID: 2500

..TXT: PSC NO: 218 GAS STATEMENT TYPE: SCHD

COMPANY: NIAGARA MOHAWK POWER CORPORATION STATEMENT NO: 5

INITIAL EFFECTIVE DATE: 03/01/98

STAMPS:

Cancelled by Statement SCHD Number 6 Effective 04/01/1998

RECEIVED: 02/25/98 STATUS: Cancelled EFFECTIVE: 03/01/98

STATEMENT OF SCHEDULING PENALTIES

Applicable to Billings for Service Classification No. 11 Applicable to Balanced and Basic Aggregation Customers

1. **FOR UNDERDELIVERIES:**

DAILY IMBALANCE LEVEL	CHARGE PER THERM
0 to 2%	\$0.3564
>2% to 5%	\$0.3921
>5%	\$1.3564

2. **FOR OVERDELIVERIES:**

DAILY IMBALANCE LEVEL	PAYMENT PER THERM
0 to 2%	\$0.2144
>2% to 10%	\$0.1929
>10% to 15%	\$0.1715
>15% to 20%	\$0.1500
>20%	\$0.1286

Issued By: Albert J. Budney, Jr., President, Syracuse, New York