Received: 01/27/1999 Status: CANCELLED Effective Date: 02/01/1999

..DID: 7094

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

COMPANY: NIAGARA MOHAWK POWER CORPORATION STATEMENT NO: 17

INITIAL EFFECTIVE DATE: 02/01/99

STAMPS:

Cancelled by Statement SCHD Number 18 Effective 03/01/1999

RECEIVED: 01/27/99 STATUS: Cancelled EFFECTIVE: 02/01/99

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%	\$0.3267
>2% to 5%	\$0.3594
>5%	\$1.3267

2. **For Overdeliveries:**

DAILY IMBALANCE LEVEL	Payment Per therm
0 to 2%	\$0.1846
>2% to 10%	\$0.1662
>10% to 15%	\$0.1477
>15% to 20%	\$0.1292

Issued By: Darlene D. Kerr, Executive Vice President, Syracuse, New York

Received: 01/27/1999 Status: CANCELLED Effective Date: 02/01/1999

>20% \$0.1108