Received: 05/27/1998 Status: CANCELLED Effective Date: 06/01/1998

..DID: 3589

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

COMPANY: NIAGARA MOHAWK POWER CORPORATION STATEMENT NO: 10

INITIAL EFFECTIVE DATE: 06/01/98

STAMPS:

Cancelled by Statement CASH Number 11 Effective 07/01/1998

RECEIVED: 05/27/98 STATUS: Cancelled EFFECTIVE: 06/01/98

STATEMENT OF CASHOUT

Applicable to Billings Pursuant to Rule 29 - Cashout of Imbalances

1. **FOR UNDERDELIVERIES:**

MONTHLY IMBALANCE LEVEL	Charge Per therm
0 to 2%	\$0.3451
>2% to 10%	\$0.3796
>10% to 15%	\$0.4141
>15% to 20%	\$0.4486
>20%	\$0.4831

2. **FOR OVERDELIVERIES:**

MONTHLY IMBALANCE LEVEL	PAYMENT PER THERM
0 to 2%	\$0.2030
>2% to 10%	\$0.1827
>10% to 15%	\$0.1624
>15% to 20%	\$0.1421
>20%	\$0.1218

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