Received: 06/24/1999

Status: CANCELLED
Effective Date: 07/01/1999

..DID: 9175

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

COMPANY: NIAGARA MOHAWK POWER CORPORATION STATEMENT NO: 22

INITIAL EFFECTIVE DATE: 07/01/99

STAMPS:

Cancelled by Statement SCHD Number 23 Effective 08/01/1999

RECEIVED: 06/24/99 STATUS: Cancelled EFFECTIVE: 07/01/99

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% | \$0.3636 |
| >2% to 5% | \$0.3999 |
| >5% | \$1.3636 |

2. **FOR OVERDELIVERIES:**

| DAILY IMBALANCE LEVEL | PAYMENT PER THERN |
|-----------------------|-------------------|
| 0 to 2% | \$0.2215 |
| >2% to 10% | \$0.1993 |
| >10% to 15% | \$0.1772 |
| >15% to 20% | \$0.1550 |
| >20% | \$0.1329 |

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