..DID: 6711 ..TXT: PSC NO: 218 GAS STATEMENT TYPE: SCHD COMPANY: NIAGARA MOHAWK POWER CORPORATION STATEMENT NO: 16 INITIAL EFFECTIVE DATE: 01/01/99 STAMPS: Cancelled by Statement SCHD Number 17 Effective 02/01/1999 RECEIVED: 12/28/98 STATUS: Cancelled EFFECTIVE: 01/01/99 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%	\$0.3344
>2% to 5%	\$0.3679
>5%	\$1.3344

2. FOR OVERDELIVERIES:

DAILY IMBALANCE LEVEL	PAYMENT PER THERM
0 to 2%	\$0.1923
>2% to 10%	\$0.1731
>10% to 15%	\$0.1539
>15% to 20%	\$0.1346
>20%	\$0.1154

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