

# Fuel Hedge Program

# Fuel Hedging Program: Active Ultra-Low Sulfur Diesel (ULSD) Hedges

Date	Gallons Hedged	Percent of Expected Gallons Purchased*	Weighted Average Hedge Price for Each Month	2023 Adopted Budget (February Plan) Forecasted Commodity Price
September-23	2,854,250	54	2.62	3.06
October-23	2,854,323	53	2.66	3.06
November-23	2,659,407	52	2.72	3.06
December-23	2,479,089	47	2.76	3.06
January-24	2,756,162	56	2.79	2.72
February-24	2,703,685	53	2.80	2.72
March-24	2,798,962	50	2.78	2.72
April-24	2,576,170	50	2.76	2.72
May-24	2,644,233	50	2.71	2.72
June-24	2,696,809	50	2.63	2.72
July-24	2,551,355	50	2.63	2.72
August-24	2,824,348	50	2.57	2.72
September-24	2,426,085	46	2.55	2.72
October-24	2,224,198	42	2.53	2.72
November-24	1,922,935	37	2.50	2.72
December-24	1,762,443	33	2.47	2.72
January-25	1,437,371	29	2.45	2.57
February-25	1,280,368	25	2.42	2.57
March-25	1,166,103	21	2.42	2.57
April-25	858,586	17	2.42	2.57
May-25	660,899	12	2.47	2.57
June-25	449,288	8	2.56	2.57
July-25	212,425	4	2.57	2.57

\*MTA's fuel hedging program mitigates budget risk by dollar cost averaging approximately 50% of projected fuel expenses. The goal of the program is to be 50% hedged for the next 12 months. Monthly hedges are equal to approximately 4% of the projected fuel purchases expected to occur 13-24 months from each hedge execution date. The actual percentage hedged could be higher or lower than the 50% target depending on the actual levels of fuel consumption. While the fuel hedging program includes compressed natural gas, there are currently no active hedges.

# Annual Impact as of Sep 5, 2023

	<u>(\$ in millions)</u>		
	<u>2023</u>	<u>2024</u>	<u>2025</u>
<b><u>Ultra Low Sulfur Diesel</u></b>			
Current Prices vs. 2023 Adopted Budget	\$12.260	(\$3.641)	\$0.112
Impact of Hedge	<u>12.234</u>	<u>0.259</u>	<u>(0.040)</u>
<b>Net Impact: Fav/(Unfav)</b>	\$24.494	(\$3.382)	\$0.072
<b><u>Compressed Natural Gas</u></b>			
Current Prices vs. 2023 Adopted Budget	\$30.351	(\$12.744)	(\$26.710)
Impact of Hedge	<u>0.000</u>	<u>0.000</u>	<u>0.000</u>
<b>Net Impact: Fav/(Unfav)</b>	\$30.351	(\$12.744)	(\$26.710)
<b><u>Summary</u></b>			
Current Prices vs. 2023 Adopted Budget	\$42.611	(\$16.385)	(\$26.598)
Impact of Hedge	<u>12.234</u>	<u>0.259</u>	<u>(0.040)</u>
<b>Net Impact: Fav/(Unfav)</b>	\$54.845	(\$16.126)	(\$26.638)