

# 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
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	2,646,658	50	2.56	2.72
October-24	2,669,081	50	2.55	2.72
November-24	2,563,982	50	2.52	2.72
December-24	2,643,770	50	2.49	2.72
January-25	2,258,839	46	2.48	2.57
February-25	2,134,084	42	2.47	2.57
March-25	2,099,165	37	2.47	2.57
April-25	1,717,378	33	2.48	2.57
May-25	1,542,381	29	2.51	2.57
June-25	1,348,296	25	2.54	2.57
July-25	1,062,945	21	2.54	2.57
August-25	941,299	17	2.54	2.57
September-25	661,505	12	2.50	2.57
October-25	444,668	8	2.46	2.57
November-25	213,477	4	2.43	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 January 5, 2024

	<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	\$14.636	\$16.734	\$14.385
Impact of Hedge	<u>12.608</u>	<u>(5.688)</u>	<u>(0.300)</u>
<b>Net Impact: Fav/(Unfav)</b>	\$27.244	\$11.046	\$14.086
<b><u>Compressed Natural Gas</u></b>			
Current Prices vs. 2023 Adopted Budget	\$33.098	(\$3.604)	(\$21.422)
Impact of Hedge	<u>0.000</u>	<u>0.000</u>	<u>0.000</u>
<b>Net Impact: Fav/(Unfav)</b>	\$33.098	(\$3.604)	(\$21.422)
<b><u>Summary</u></b>			
Current Prices vs. 2023 Adopted Budget	\$47.734	\$13.130	(\$7.037)
Impact of Hedge	<u>12.608</u>	<u>(5.688)</u>	<u>(0.300)</u>
<b>Net Impact: Fav/(Unfav)</b>	\$60.342	\$7.442	(\$7.337)