

# 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	2024 Adopted Budget (February Plan) Forecasted Commodity Price
February-24	2,703,685	53	2.80	2.75
March-24	2,798,962	50	2.78	2.75
April-24	2,576,170	50	2.76	2.75
May-24	2,644,233	50	2.71	2.75
June-24	2,696,809	50	2.63	2.75
July-24	2,551,355	50	2.63	2.75
August-24	2,824,348	50	2.57	2.75
September-24	2,646,658	50	2.56	2.75
October-24	2,669,081	50	2.55	2.75
November-24	2,563,982	50	2.52	2.75
December-24	2,643,770	50	2.49	2.75
January-25	2,464,206	50	2.48	2.55
February-25	2,347,512	46	2.47	2.55
March-25	2,332,431	42	2.47	2.55
April-25	1,932,076	37	2.47	2.55
May-25	1,762,751	33	2.50	2.55
June-25	1,573,048	29	2.53	2.55
July-25	1,275,575	25	2.53	2.55
August-25	1,176,680	21	2.52	2.55
September-25	882,078	17	2.48	2.55
October-25	667,110	12	2.45	2.55
November-25	427,159	8	2.43	2.55
December-25	220,120	4	2.43	2.55

\*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 February 6, 2024

	<u>(\$ in millions)</u>		
	<u>2024</u>	<u>2025</u>	<u>2026</u>
<b><u>Ultra Low Sulfur Diesel</u></b>			
Current Prices vs. 2024 Adopted Budget	\$12.142	\$12.072	\$10.652
Impact of Hedge	(4.224)	(0.168)	<u>0.000</u>
<b>Net Impact: Fav/(Unfav)</b>	<b>\$7.918</b>	<b>\$11.904</b>	<b>\$10.652</b>
<b><u>Compressed Natural Gas</u></b>			
Current Prices vs. 2024 Adopted Budget	\$15.060	\$9.032	\$3.227
Impact of Hedge	<u>0.000</u>	<u>0.000</u>	<u>0.000</u>
<b>Net Impact: Fav/(Unfav)</b>	<b>\$15.060</b>	<b>\$9.032</b>	<b>\$3.227</b>
<b><u>Summary</u></b>			
Current Prices vs. 2024 Adopted Budget	\$27.202	\$21.104	\$13.879
Impact of Hedge	(4.224)	(0.168)	<u>0.000</u>
<b>Net Impact: Fav/(Unfav)</b>	<b>\$22.978</b>	<b>\$20.936</b>	<b>\$13.879</b>