

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
March-24	2,798,962	52	2.78	2.75
April-24	2,576,170	53	2.76	2.75
May-24	2,644,233	51	2.71	2.75
June-24	2,696,809	51	2.63	2.75
July-24	2,551,355	50	2.63	2.75
August-24	2,824,348	53	2.57	2.75
September-24	2,646,658	54	2.56	2.75
October-24	2,669,081	54	2.55	2.75
November-24	2,563,982	54	2.52	2.75
December-24	2,643,770	53	2.49	2.75
January-25	2,464,206	47	2.48	2.55
February-25	2,560,941	53	2.46	2.55
March-25	2,565,696	48	2.46	2.55
April-25	2,146,774	44	2.46	2.55
May-25	1,983,121	38	2.49	2.55
June-25	1,797,801	34	2.51	2.55
July-25	1,488,205	29	2.51	2.55
August-25	1,412,061	27	2.50	2.55
September-25	1,102,650	23	2.47	2.55
October-25	889,551	18	2.44	2.55
November-25	640,841	13	2.42	2.55
December-25	440,452	9	2.41	2.55
January-26	205,169	4	2.40	2.46

*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 March 7, 2024

	(\$ in millions)		
	<u>2024</u>	<u>2025</u>	<u>2026</u>
<u>Ultra Low Sulfur Diesel</u>			
Current Prices vs. 2024 Adopted Budget	\$9.439	\$9.128	\$8.564
Impact of Hedge	<u>(3.638)</u>	<u>0.210</u>	<u>(0.287)</u>
Net Impact: Fav/(Unfav)	\$5.801	\$9.338	\$8.278
<u>Compressed Natural Gas</u>			
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>
Net Impact: Fav/(Unfav)	\$15.060	\$9.032	\$3.227
<u>Summary</u>			
Current Prices vs. 2024 Adopted Budget	\$16.375	\$7.826	\$2.607
Impact of Hedge	<u>(3.638)</u>	<u>0.210</u>	<u>(0.287)</u>
Net Impact: Fav/(Unfav)	\$12.737	\$8.036	\$2.320