

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
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	2,697,726	50	2.46	2.55
April-25	2,443,787	50	2.46	2.55
May-25	2,584,179	50	2.48	2.55
June-25	2,424,993	46	2.49	2.55
July-25	2,130,169	42	2.49	2.55
August-25	1,987,003	37	2.48	2.55
September-25	1,628,807	33	2.46	2.55
October-25	1,438,634	29	2.44	2.55
November-25	1,193,600	25	2.43	2.55
December-25	1,043,090	21	2.43	2.55
January-26	882,550	17	2.43	2.46
February-26	598,472	12	2.44	2.46
March-26	449,441	8	2.45	2.46
April-26	203,469	4	2.43	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 Jun 3, 2024

	<u>(\$ in millions)</u>		
	<u>2024</u>	<u>2025</u>	<u>2026</u>
<u>Ultra Low Sulfur Diesel</u>			
Current Prices vs. 2024 Adopted Budget	\$19.588	\$13.817	\$10.708
Impact of Hedge	(7.981)	(4.700)	(0.287)
Net Impact: Fav/(Unfav)	\$11.607	\$9.117	\$10.421
<u>Compressed Natural Gas</u>			
Current Prices vs. 2024 Adopted Budget	\$14.211	\$11.198	\$2.419
Impact of Hedge	<u>0.000</u>	<u>0.000</u>	<u>0.000</u>
Net Impact: Fav/(Unfav)	\$14.211	\$11.198	\$2.419
<u>Summary</u>			
Current Prices vs. 2024 Adopted Budget	\$33.799	\$25.015	\$13.126
Impact of Hedge	(7.981)	(4.700)	(0.287)
Net Impact: Fav/(Unfav)	\$25.818	\$20.315	\$12.840