

### Annual Commodity Price Hedging Report as per BY-LAW NO. 2008 – 426

The 2022 budget price for diesel fuel was \$1.08 per litre. Forecast volumes were 45.72 million litres for a total budget of approximately \$49.38 million. Actual volumes were 40.93 million litres and the average price was \$1.278 for a total cost of approximately \$52.32 million generating additional cost of approximately \$2.94 million versus the budget. Floating rate prices averaged \$1.644 per litre in 2022. The 2022 impact from hedging was \$0.365 per litre, effectively reducing the floating price, to a total all-in cost of \$1.278 per litre.

- 2022 - To secure the 2022 budget target, Treasury, in conjunction with Supply and Transit, entered Bank Swap Agreements with CIBC, RBC, BNS and National Bank to fix 75.5%% of the actual diesel fuel consumption for 2022.
- 2023 - Treasury, in conjunction with the Supply Branch and Transit Services, entered into Bank Swap Agreements to fix 61% of 2022 anticipated diesel fuel consumption.
- Future dated Bank Swaps held by the City had a mark-to-market value of \$4.28 million in favor of the City of Ottawa as at December 31, 2022.

All agreements entered during 2022 are consistent with the City's statement of policies and goals relating to the use of Financial Agreements to address commodity pricing and costs.

#### ***Statement of outstanding Transactions as of Dec 31, 2022***

ID	Bank	litres/month (1000's)	Fixed Price	Maturity schedule	Total Months	Total Litres (1,000's)
2022-7	BNC	300	1.062	Jan 23 - Dec 23	12	3600
2021-10	RBC	250	0.739	Jan 23 - Dec 23	12	3000
2021-11	CIBC	250	0.735	Jan 23 - Dec 23	12	3000
2021-12	CIBC	250	0.731	Jul 23 - Dec 23	6	1500
2021-15	Scotia	250	0.725	Jan 23 - June 23	6	1500
2021-7	CIBC	400	0.654	Jan 23 - Jun 23	6	2400
2022-2	CIBC	300	1.023	Jan 23 - Dec 23	12	3600
2022-3	RBC	300	1.023	Jan 23 - Dec 23	12	3600
2022-6	CIBC	300	1.00	Jan 23 - Dec 23	12	3600
2022-8	CIBC	350	1.062	Jan 23 - Dec 23	12	4200