FUEL SURCHARGE – EFFECTIVE 10/1/21

General: The Fuel Surcharge provides a TSP flexibility to obtain reasonable relief from sudden and unforeseen increases in diesel fuel prices. Since fuel-related rate adjustments for gradual changes in a TSP's fuel related costs over a longer period of time are beyond the purpose of this provision, a TSP

should consider gradual fuel price changes when it submits new rate offers during a rate filing open window if such changes significantly affect the TSP's operating costs.

Application: The Fuel Surcharge is applicable to all rate offers accepted under this Request for Offers and its Filing Instructions (FI). The Fuel Surcharge may be waived or altered only by the General Services Administration's (GSA's) Freight Management Program (FMP) or the GSA's Office of Fleet Management (OFM).

- A. Setting Baseline. Diesel fuel price ranges and corresponding applicable percent rate adjustment levels were collaboratively established with the motor TSP industry as of November 2000. The levels specified in this section reflect current standard industry practice and will be reviewed and revised on an as needed basis.
- B. Determination of Adjustment. Each Monday, or first working day thereafter if the Monday falls on a

Federal Holiday (after referred to as "Monday"), the Department of Energy, Energy Information Administration (EIA), posts the National U.S. Average diesel fuel price. If a Fuel Surcharge is justified based on each Monday's posting, the Fuel Surcharge applies to shipments picked up the ensuing Wednesday through the following Tuesday (Note: shipment pickup date is controlling for Fuel Surcharge purposes). A TSP is responsible for monitoring diesel fuel prices each Monday using one of the sources identified below to determine whether a Fuel Surcharge will apply for the one-week period beginning the upcoming Wednesday through Tuesday of the following week.

> EIA Website: <u>http://www.eia.doe.gov/</u> EIA Weekly Petroleum Status Report EIA Hotline: (202) 586-6966

- C. Amount of Adjustment. If on any given Monday National U.S. Average diesel fuel prices, as published in one of the sources identified above, exceed the neutral range, the TSP may increase its linehaul charge by the appropriate percentage specified in the table below.
- D. Schedule: The following table specifies the percentage Fuel Surcharge to be applied based on diesel fuel cost per gallon:

	Cost per Gallon	Percent
		Increase
Neutral	\$2.50 and	0.0%
Range	below	
	\$2.501 - \$2.630	1.0%
	\$2.631 - \$2.760	2.0%
	\$2.761 - \$2.890	3.0%
	\$2.891 - \$3.020	4.0%
	\$3.021 - \$3.150	5.0%
	\$3.151 - \$3.280	6.0%
	\$3.281 - \$3.410	7.0%
	\$3.411 - \$3.540	8.0%
	\$3.541 - \$3.670	9.0%
	\$3.671 - \$3.800	10.0%
	\$3.801 - \$3.930	11.0%
	\$3.931 - \$4.060	12.0%
	\$4.061 - \$4.190	13.0%
	\$4.191 - \$4.320	14.0%
	\$4.321 - \$4.450	15.0%
	\$4.451 - \$4.580	16.0%
	\$4.581 - \$4.710	17.0%
	\$4.711 - \$4.840	18.0%
	\$4.841 - \$4.970	19.0%
	\$4.971 - \$5.100	20.0%
	\$5.101 - \$5.230	21.0%
	\$5.231 - \$5.360	22.0%
	\$5.361 - \$5.490	23.0%

• NOTE: The table ends at \$5.49, but the \$0.13 increments and percentage increases continue for fuel costs above that dollar amount.