

PRESENTED & ADOPTED:

SUBJECT: APPROVAL TO EXECUTE COMMODITY SWAP TO LIMIT POTENTIAL IMPACT OF ADVERSE PRICE MOVEMENT ON FY 2006 AND FY2007 DIESEL FUEL

PROPOSED
RESOLUTION
OF THE
BOARD OF DIRECTORS
OF THE
WASHINGTON METROPOLITAN AREA TRANSIT AUTHORITY

WHEREAS, The Board of Directors of the Washington Metropolitan Area Transit Authority has noted the volatile and often adverse price movements of the Authority's diesel fuel supplies; and

WHEREAS, The Board has determined that it may be in the Authority's best interest to enter into Master Commodity Swap Agreements in order to stabilize the costs for diesel fuel; and

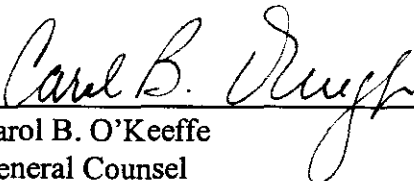
WHEREAS, These transactions are extremely time and market sensitive and require staff to have flexibility to achieve timely execution; now, therefore, be it

RESOLVED, That the General Manager/Chief Executive Officer or his designee is authorized to enter into Master Commodity Swap Agreements and to execute transactions under those Agreements for Fiscal 2006 and 2007 with responsible and responsive dealers, as may be in the Authority's best interest, based upon most favorable quotations; and be it further

RESOLVED, That the General Manager/Chief Executive Officer shall consult with the Board on any proposal prior to execution; and be it finally

RESOLVED, That this Resolution shall be effective immediately.

Reviewed as to form and legal sufficiency:



Carol B. O'Keeffe
General Counsel