The LTL FSC shall be calculated each week using the DOE U.S. Average on Highway Diesel Price on Monday (unless the Monday is a federal holiday, in which case the day will be Tuesday). This diesel price will then be used to determine the respective FSC percentage based upon the FSC matrix (DOE 190-K Item 200). The applicable percentage in the matrix shall be the FSC starting on Wednesday immediately after the Monday and running through the following Tuesday.

Example: If using the DOE 190-K, and the diesel price reported by DOE on Tuesday January 22, 2013 (January 21, 2013 is a holiday) was 3.783 dollars per gallon, the LTL FSC for LTL shipments offered for transportation under DOE rate tenders during the period of Wednesday January 23 through Tuesday January 29, 2013 would be 13.0%.

TRUCKLOAD FSC UNDER DOE 190-K APPLICABLE JANUARY 1, 2013 THRU DECEMBER 31, 2013

The TL FSC shall be calculated each week using the DOE U.S. Average on Highway Diesel Price on Monday (unless the Monday is a federal holiday, in which case the day will be Tuesday). This diesel price will then be used to determine the respective FSC per mile rate increase based upon the FSC matrix (DOE 190-K Item 200). The applicable per mile rate increase in the matrix shall be the FSC starting on Wednesday immediately after the Monday and running through the following Tuesday.

Example: If using the DOE 190-K, and the diesel price reported by DOE on Tuesday January 22, 2013 (January 21, 2013 is a holiday) was 3.783 dollars per gallon, the FSC for TL shipments offered for transportation under DOE rate tenders during the period of Wednesday January 23 through Tuesday January 29, 2013 would be 26.5%.

HOUSEHOLD GOODS FUEL SURCHARGE APPLICABLE UNITS, SUPERCEDED

Household Surcharge (FSC) is determined on the 1st Monday of the month and goes into effect on the 15th of that month and runs until the 14th of the following month. Transportation and Drayage FSC are calculated based upon the date of the activity.

Example: The diesel rate on January 7, 2013 is 3.783 dollars per gallon, therefore the FSC of 13% would be effective January 15th and run until February 14th, 2013. If the household goods were put into storage (SIT) and then delivered (drayage) on March 16th, the FSC for drayage would be based upon the diesel prices on March 4, 2012 - the first Monday in March. This FSC would be in effect for the drayage portion of the move.