

Dockets P-1-1, P-6-1A, P-2-12A & P-6-2A

Order PW19-004

**IN THE MATTER** of prices charged by wholesaler licensees for petroleum products; and

**IN THE MATTER** of applications by Irving Energy Distribution and Marketing, Kenmac Energy Inc. and Superior Plus Inc. (dba Superior Propane) for changes in their propane pricing schedules.

# **BEFORE THE COMMISSION**

on Thursday, the 14th day of February, 2019

J. Scott MacKenzie, Q.C., Chair M. Douglas Clow, Vice-Chair John Broderick, Commissioner

# Order

Compared and Certified a True Copy

(Sgd) Loretta Cameron

Land and Appeals

**IN THE MATTER** of prices charged by wholesaler licensees for petroleum products; and

**IN THE MATTER** of applications by Irving Energy Distribution and Marketing, Kenmac Energy Inc. and Superior Plus Inc. (dba Superior Propane) for changes in their propane pricing schedules.

# Order

**UPON** reviewing and considering current international, national and regional market and related conditions;

**AND UPON** receiving the application of Irving Energy Distribution and Marketing ("Irving") on February 13, 2019 for an increase of 3.7 cpl in its propane pricing schedule based on increased costs, the application of Kenmac Energy Inc. ("Kenmac") on February 12, 2019 for an increase of 1.0 cpl in its propane pricing schedule based on increased costs, and the application of Superior Plus Inc. ("Superior") on February 13, 2019 for an increase of 3.4 cpl in its propane pricing schedule based on increased costs;

**AND UPON** it appearing to the Commission that:

- 1) An increase in all gasoline prices in both the dealer and consumer schedules of 1.6 cents per litre (cpl);
- 2) An increase in the diesel prices in both the dealer and consumer schedules of 1.0 cpl; and
- 3) An increase in the furnace fuel and stove oil prices in the consumer schedule of 1.4 cpl;

will result in prices that are just and reasonable;

**AND UPON** it also appearing to the Commission that an increase of 3.7 cpl in Irving's propane schedule, an increase of 1.0 cpl in Kenmac's propane schedule, and an increase of 3.4 cpl in Superior's propane schedule are just and reasonable;

**NOW THEREFORE**, pursuant to the *Island Regulatory and Appeals Commission Act* and *the Petroleum Products Act*;

# IT IS ORDERED THAT

- 1. the prices contained in the attached Dealer Petroleum Prices Schedule shall be effective 12:01 a.m. on Friday, February 15, 2019;
- 2. the prices contained in the attached Posted Consumer Petroleum Prices Schedule shall be the maximum prices charged by the respective licensee, effective 12:01 a.m. on Friday, February 15, 2019;
- 3. the attached dealer prices, with H.S.T. added, shall be indicated on all documents accompanying deliveries of these products;
- 4. effective 12:01 a.m. Friday, February 15, 2019, the maximum propane prices charged by Irving Energy Distribution and Marketing be in accordance with Appendix "A" to this Order, the maximum propane prices charged by Kenmac Energy Inc. be in accordance with Appendix "B" to this Order, and the maximum propane prices charged by Superior Plus Inc. be in accordance with Appendix "C" to this Order;
- 5. the propane prices approved herein shall appear on all invoices covering sales or deliveries of propane; and
- 6. the prices determined in this Order, with adjustments resulting from tax changes only, shall remain in effect until otherwise ordered by the Commission.

**DATED** at Charlottetown, Prince Edward Island, this 14th day of February, 2019.

BY THE COMMISSION:

(Sgd) J. Scott MacKenzie J. Scott MacKenzie, Q.C., Chair

(Sgd) M. Douglas Clow M. Douglas Clow, Vice-Chair

(Sgd) John Broderick John Broderick, Commissioner

#### NOTICE:

#### Section 58 of the Petroleum Products Act reads as follows:

**58.** Where any person has the status of a party or is an intervenor in any hearing before the Commission, he is entitled

(a to appeal the decision of the Commission to the Court of Appeal; and

(b) to participate as a party in the hearing of an appeal.

and an appeal shall be on a question of law or jurisdiction only and be governed by section 13 of the Island Regulatory and Appeals Commission Act.

#### Sections 13 (1) and (2) of *the Island Regulatory and Appeals Commission Act* provide as follows:

13.(1) An appeal lies from a decision or order of the Commission to the Court of Appeal upon a question of law or jurisdiction.

(2) The appeal shall be made by filing a notice of appeal in the Court of Appeal within twenty days after the decision or order appealed from and the rules of court respecting appeals apply with the necessary changes.

The information in this Order is confidential until the price changes take effect. Any unauthorized use or communication of this information by licensees or their employees, and in particular, any disclosure of the contents of this Order to the public, or to the media, prior to 12:01 a.m. on the date in which these price changes come into effect, is strictly prohibited, and may result in license suspension or monetary penalty.

Orders of The	Island Regulatory	and Appeals (	Commission

Island	Regu	latory	and	Appeal	s C	Commission	

Prince	Edward	Island

Effective: February 15, 2019

RETAIL DEALER PUMP PRICES								
ALL BRANDS:								
CANADIAN CENTS PER LITRE (cpl)								
PRODUCT		iular oline		Grade oline		nium oline	Die	esel
Benchmark Price	56	5.2	59	).7	63	3.1	79	.5
+ Wholesale Margin	5	.0	5	.0	5	.0	5	.0
= Dealer Base Price	61	.2	64	.7	68	3.1	84	1.5
+ Federal Excise Tax	10	).0	10	).0	10	).0	4	.0
+ PEI Prov. Tax	9.	68	9.	68	9.	68	15	.83
= Tank Truck Price	80	.9	84	.4	87	.8	104	4.3
Self-Serve	Min	Max	Min	Max	Min	Max	Min	Max
+ Self-Serve Retail Margin	5.5	6.5	5.5	6.5	5.5	6.5	5.5	6.5
+ HST (15%)	13.0	13.1	13.5	13.6	14.0	14.1	16.5	16.6
= Self-Serve Pump Price	99.4	100.5	103.4	104.5	107.3	108.4	126.3	127.4
Full-Serve	Min	Max	Min	Max	Min	Max	Min	Max
+ Full-Serve Retail Margin	7.5	10.5	7.5	10.5	7.5	10.5	7.5	10.5
+ HST (15%)	13.3	13.7	13.8	14.2	14.3	14.7	16.8	17.2
= Full-Serve Pump Price	101.7	105.1	105.7	109.1	109.6	113.0	128.6	132.0

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#### Orders of The Island Regulatory and Appeals Commission

Consumer Schedule

Island Regulatory and Appeals Commission
Prince Edward Island

Effective: February 15, 2019

PUS	TED CONSU	VIER PETRC		5	
CANADIAN CENTS PER LITRE (cpl)	Maximum	Federal	Price Incl.	PEI	Max. Posted
	Consumer	Excise	Excise	Prov.	Tank Truck
BRAND	Base Price	Tax	Tax	Тах	Price
Bluewave Energy					
Regular Unleaded Gasoline	71.3	10.0	81.3	9,68	91.0
Aid-Grade Unleaded Gasoline					
	73.5	10.0	83.5	9.68	93.2
Premium Unleaded Gasoline	75.7	10.0	85.7	9.68	95.4
Jltra Low-Sulphur Diesel	96.4	4.0	100.4	15.83	116.2
Stove Oil	101.2		101.2		101.2
urnace Oil	93.3		93.3		93.3
Со-ор					
Regular Unleaded Gasoline	71.3	10.0	81.3	9.68	91.0
Premium Unleaded Gasoline	75.7	10.0	85.7	9.68	95.4
Jltra Low-Sulphur Diesel	96.8	4.0	100.8	15.83	116.6
Stove Oil	101.2	7.0	100.8	10.00	101.2
	93.3		93.3		93.3
Imperial Oil	33.3		33.3		55.5
		10.0	01.0		T
Regular Unleaded Gasoline	71.3	10.0	81.3	9.68	91.0
Aid-Grade Unleaded Gasoline	73.5	10.0	83.5	9.68	93.1
Premium Unleaded Gasoline	75.7	10.0	85.7	9.68	95.4
Jltra Low-Sulphur Diesel	96.8	4.0	100.8	15.83	116.6
Stove Oil	101.2		101.2		101.2
urnace Oil	93.3		93.3		93.3
Irving					
Regular Unleaded Gasoline	70.5	10.0	80.5	9.68	90.2
Aid-Grade Unleaded Gasoline	72.6	10.0	82.6	9.68	92.2
Premium Unleaded Gasoline	74.6	10.0	84.6	9.68	94.3
Jltra Low-Sulphur Diesel	96.8	4.0	100.8	15.83	116.6
Stove Oil	100.7		100.7		100.7
urnace Oil	93.3		93.3		93.3
Petro-Canada					
Regular Unleaded Gasoline	71.3	10.0	81.3	9.68	91.0
Aid-Grade Unleaded Gasoline	73.5	10.0	83.5	9.68	93.1
Premium Unleaded Gasoline	75.7	10.0	85.7	9.68	95.4
Jltra Low-Sulphur Diesel	96.8	4.0	100.8	15.83	116.6
Stove Oil	101.2		101.2		101.2
Furnace Oil	93.3		93.3		93.3
urnace Oil-ThermaClean	97.3		97.3		97.3
Ultramar					
Regular Unleaded Gasoline	71.3	10.0	81.3	9.68	91.0
Aid-Grade Unleaded Gasoline	73.5	10.0	83.5	9.68	93.2
Premium Unleaded Gasoline	75.7	10.0	85.7	9.68	95.4
Iltra Low-Sulphur Diesel Stove Oil	96.4	4.0	100.4	15.83	116.2 101.2
Gove Oil	101.2 93.3		101.2 93.3		93.3
Wilson Fuel	<i></i>		33.3		55.5
	<u>(0 5</u>	10.0	70 5	0.00	80.2
Legular Unleaded Gasoline	68.5	10.0	78.5	9.68	88.2
Iltra Low-Sulphur Diesel	90.7 93.3	4.0	94.7	15.83	110.5
urnace Oil	33.3		93.3		93.3
XTR					

# APPENDIX "A"

# **IRVING ENERGY DISTRIBUTION AND MARKETING**

# EFFECTIVE FEBRUARY 15, 2019

#### MAXIMUM (EX. TAX) PRICES

## PRINCE EDWARD ISLAND

CATEGORY	CENTS PER LITRE
Bulk Propane Delivery	79.8
Dispensing Units	73.8
Carburation and Portable Cylinders	83.9

33 lb. Carburation Cylinders:		
Handling Fee	\$3.00	Per Cylinder
Rental Through CAT Rentals	\$4.00	Per Cylinder

Rental Rates for Cylinders and Tanks:							
100	lb. Portable Cylinder	\$36.00	Per Year				
200	lb. Fixed Cylinder	\$30.00	Per Installation Per Year				
420	lb. Fixed Cylinder	\$91.00	Per Installation Per Year				
334	Gallon Fixed Tank	\$60.00	Per Installation Per Year				
500	Gallon Fixed Tank	\$150.00	Per Installation Per Year				
1,000	Gallon Fixed Tank	\$250.00	Per Installation Per Year				
1,750	Gallon Fixed Tank	\$250.00	Per Installation Per Year				
2,000	Gallon Fixed Tank	\$250.00	Per Installation Per Year				

# Service Rates:

- All installations will be charged on the basis of time and materials used.
- Cylinder and tank removal fees are not to exceed \$75.00 per tank.

# **APPENDIX "B"**

# **KENMAC ENERGY INC.**

# EFFECTIVE FEBRUARY 15, 2019

#### MAXIMUM (EX. TAX) PRICES

#### PRINCE EDWARD ISLAND

CATEGORY	CENTS PER LITRE
Bulk Propane Delivery	78.8
Dispensing Units	72.8
Carburation and Portable Cylinders	82.9

#### 33 lb. Carburation Cylinders:

Handling Fee

\$3.00 Per Cylinder

200 lb. Fixed 420 lb. Fixed 334 Gallon F	ble Cylinder I Cylinder I Cylinder Fixed Tank	\$3.60 \$30.00 \$79.00 \$110.00	Per Month Per Installation Per Year Per Installation Per Year for First Tank; Additional \$10.00 Per Year for Each Added Tank Per Installation Per Year
420 lb. Fixed 334 Gallon F	l Cylinder	\$79.00	Per Installation Per Year for First Tank; Additional \$10.00 Per Year for Each Added Tank
334 Gallon F	·		Additional \$10.00 Per Year for Each Added Tank
	ixed Tank	\$110.00	Per Installation Per Year
500 Gallon F		+	
	ixed Tank	\$110.00	Per Installation Per Year
1,000 Gallon F	ixed Tank	\$250.00	Per Installation Per Year
1,750 Gallon F	ixed Tank	\$250.00	Per Installation Per Year
2,000 Gallon F	ixed Tank	\$250.00	Per Installation Per Year

- All installations will be charged on the basis of time and materials used.
- Cylinder and tank removal fees are not to exceed \$75.00 per tank.

# APPENDIX "C"

# SUPERIOR PLUS INC.

# EFFECTIVE FEBRUARY 15, 2019

#### MAXIMUM (EX. TAX) PRICES

#### PRINCE EDWARD ISLAND

CATEGORY	CENTS PER LITRE
Bulk Propane Delivery	80.7
Dispensing Units	75.2

Rental Rates for Cylinders and Tanks:						
33	lb. Cylinder	\$3.60	Per Month			
100	lb. Cylinder	\$3.60	Per Month			
Reside	ential Installations	\$79.00	Per Year for First Tank;			
			Additional \$10.00 Per Year for Each Added Tank			
Comm	ercial Installations	\$110.00	Per Year for First Tank;			
			Additional \$10.00 Per Year for Each Added Tank			
Smart	Tank Sensor	\$120.00	Additional Per Year			

## Service Rates:

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- All installations will be charged on the basis of time and materials used.
- Cylinder and tank removal fees are not to exceed \$75.00 per tank.