

THE ISLAND REGULATORY AND APPEALS COMMISSION

Prince Edward Island Île-du-Prince-Édouard **CANADA**

Dockets P-1-1, P-6-1A,

P-2-12A & P-6-2A

Order PW19-007

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 March, 2019

J. Scott MacKenzie, Q.C., Chair M. Douglas Clow, Vice-Chair John Broderick, Commissioner Terry McKenna, 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 March 14, 2019 for a decrease of 1.1 cents per litre ("cpl") in its propane pricing schedule based on decreased costs, the application of Kenmac Energy Inc. ("Kenmac") on March 13, 2019 for a decrease of 1.4 cpl in its propane pricing schedule based on decreased costs, and the application of Superior Plus Inc. ("Superior") on March 13, 2019 for a decrease of 0.9 cpl in its propane pricing schedule based on decreased costs;

AND UPON it appearing to the Commission that:

- 1) An increase in all gasoline prices in both the dealer and consumer schedules of 6.0 cpl;
- 2) A continuation of the diesel prices currently in effect in both the dealer and consumer schedules; and
- 3) An increase in the furnace fuel and stove oil prices in the consumer schedule of 1.0 cpl;

will result in prices that are just and reasonable;

AND UPON it also appearing to the Commission that a decrease of 1.1 cpl in Irving's propane schedule, a decrease of 1.4 cpl in Kenmac's propane schedule, and a decrease of 0.9 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, March 15, 2019;
- 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, March 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, March 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 March, 2019.

BY THE COMMISSION:

(Sgd) J. Scott MacKenzie
J. Scott MacKenzie, Q.C., Chair
(Sad) M. Douglas Clow
M. Douglas Clow, Vice-Chair
W. Bouglas Clow, Vice Chair
(Sgd) John Broderick
John Broderick, Commissioner
(Sgd) Terry McKenna
Terry McKenna, 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.

sland Regulatory and Appeals Commission								
Prince Edward Island					E	ffective:	March 1	5,2019
RETAIL DEALER PUMP PRICES								
ALL BRANDS:								
CANADIAN CENTS PER LITRE (cpl	.)							
PRODUCT	Ĭ	jular oline		Grade oline		nium oline	Die	esel
Benchmark Price	69	9.6	73	3.1	76	5.5	80).5
+ Wholesale Margin	5.0		5	5.0		.0	5.0	
= Dealer Base Price	74.6		78	78.1 83		1.5	85.5	
+ Federal Excise Tax	10.0		10	10.0		0.0	4.0	
+ PEI Prov. Tax	9.68		9.	9.68 9.		68	15	.83
= Wholesale Price (DTT)	94	94.3		97.8		101.2		5.3
Self-Serve	M in	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%)	15.0	15.1	15.5	15.6	16.0	16.2	16.6	16.8
= Self-Serve Pump Price	114.8	115.9	118.8	119.9	122.7	123.9	127.4	128.6
Full-Serve	M in	Max	M in	Max	M in	Max	M in	Max
+ Full-Serve Retail Margin	7.5	10.5	7.5	10.5	7.5	10.5	7.5	10.5
+ HST (15%)	15.3	15.7	15.8	16.2	16.3	16.8	16.9	17.4
= Full-Serve Pump Price	117.1	120.5	121.1	124.5	125.0	128.5	129.7	133.2

Island Regulatory and Appeals Commission						
Prince Edward Island				Effective: March 15, 2019		
POSTED CONSUMER PETROLEUM PRICES						
CANADIAN CENTS PER LITRE (cpl)	Maximum	Federal	Price Incl.	PEI	Max. Posted	
	Consumer	Excise	Excise	Prov.	Tank Truck	
BRAND	Base Price	Tax	Tax	Tax	Price	
■ Bluewave Energy						
Regular Unleaded Gasoline	84.7	10.0	94.7	9.68	104.4	
Mid-Grade Unleaded Gasoline	86.9	10.0	96.9	9.68	106.6	
Premium Unleaded Gasoline	89.1	10.0	99.1	9.68	108.8	
Ultra Low-Sulphur Diesel	97.4	4.0	101.4	15.83	117.2	
Stove Oil	103.0		103.0		103.0	
Furnace Oil	95.1		95.1		95.1	
■ Co-op	33.1		30.1			
Regular Unleaded Gasoline	84.7	10.0	94.7	0.00	104.4	
		10.0		9.68	-	
Premium Unleaded Gasoline	89.1	10.0	99.1	9.68	108.8	
Ultra Low-Sulphur Diesel	97.8	4.0	101.8	15.83	117.6	
Stove Oil	103.0		103.0		103.0	
Furnace Oil	95.1	l	95.1		95.1	
■ Imperial Oil						
Regular Unleaded Gasoline	84.7	10.0	94.7	9.68	104.4	
Mid-Grade Unleaded Gasoline	86.9	10.0	96.9	9.68	106.5	
Premium Unleaded Gasoline	89.1	10.0	99.1	9.68	108.8	
Ultra Low-Sulphur Diesel	97.8	4.0	101.8	15.83	117.6	
Stove Oil	103.0		103.0		103.0	
Furnace Oil	95.1		95.1		95.1	
■ Irving					·····	
Regular Unleaded Gasoline	83.9	10.0	93.9	9.68	103.6	
Mid-Grade Unleaded Gasoline Premium Unleaded Gasoline	86.0 88.0	10.0	96.0	9.68	105.6 107.7	
Ultra Low-Sulphur Diesel	97.8	10.0 4.0	98.0 101.8	9.68 15.83	117.6	
Stove Oil	102.5	4.0	102.5	13.03	102.5	
Furnace Oil	95.1		95.1		95.1	
■ Petro-Canada					******************	
Regular Unleaded Gasoline	84.7	10.0	94.7	9.68	104.4	
Mid-Grade Unleaded Gasoline	86.9	10.0	96.9	9.68	106.5	
Premium Unleaded Gasoline	89.1	10.0	99.1	9.68	108.8	
Ultra Low-Sulphur Diesel	97.8	4.0	101.8	15.83	117.6	
Stove Oil	103.0		103.0		103.0	
Furnace Oil	95.1		95.1		95.1	
Furnace Oil-ThermaClean	99.1		99.1		99.1	
■ Ultramar						
Regular Unleaded Gasoline	84.7	10.0	94.7	9.68	104.4	
Mid-Grade Unleaded Gasoline Premium Unleaded Gasoline	86.9 89.1	10.0	96.9 99.1	9.68 9.68	106.6 108.8	
Ultra Low-Sulphur Diesel	97.4	4.0	101.4	15.83	117.2	
Stove Oil	103.0	110	103.0	13.03	103.0	
Furnace Oil	95.1		95.1		95.1	
■ Wilson Fuel						
Regular Unleaded Gasoline	81.9	10.0	91.9	9.68	101.6	
Ultra Low-Sulphur Diesel	91.7	4.0	95.7	15.83	111.5	
Furnace Oil	95.1		95.1		95.1	
■ XTR		~~~~~				
Furnace Oil	95.1		95.1		95.1	

APPENDIX "A"

IRVING ENERGY DISTRIBUTION AND MARKETING

EFFECTIVE MARCH 15, 2019

MAXIMUM (EX. TAX) PRICES

PRINCE EDWARD ISLAND

CATEGORY	CENTS PER LITRE
Bulk Propane Delivery	78.9
Dispensing Units	72.9
Carburation and Portable Cylinders	83.0

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 MARCH 15, 2019

MAXIMUM (EX. TAX) PRICES

PRINCE EDWARD ISLAND

CATEGORY	CENTS PER LITRE
Bulk Propane Delivery	79.2
Dispensing Units	73.2
Carburation and Portable Cylinders	83.3

33 lb. Carburation Cylinders:		
Handling Fee	\$3.00	Per Cylinder

Rental Ra	Rental Rates for Cylinders and Tanks:					
33	lb. Portable Cylinder	\$3.60	Per Month			
100	lb. Portable Cylinder	\$3.60	Per Month			
200	lb. Fixed Cylinder	\$30.00	Per Installation Per Year			
420	lb. Fixed Cylinder	\$79.00	Per Installation Per Year for First Tank;			
			Additional \$10.00 Per Year for Each Added Tank			
334	Gallon Fixed Tank	\$110.00	Per Installation Per Year			
500	Gallon Fixed Tank	\$110.00	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 R	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 "C"

SUPERIOR PLUS INC.

EFFECTIVE MARCH 15, 2019

MAXIMUM (EX. TAX) PRICES

PRINCE EDWARD ISLAND

CATEGORY	CENTS PER LITRE
Bulk Propane Delivery	80.4
Dispensing Units	74.9

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:

- 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.