

#### THE ISLAND REGULATORY AND APPEALS COMMISSION

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

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

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

Order PW19-015

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 Tuesday, the 14th day of May, 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 May 13, 2019 for a decrease of 1.4 cents per litre ("cpl") in its propane pricing schedule based on decreased costs, the application of Kenmac Energy Inc. ("Kenmac") on May 13, 2019 for a decrease of 1.9 cpl in its propane pricing schedule based on decreased costs, and the application of Superior Plus Inc. ("Superior") on May 13, 2019 for a decrease of 1.5 cpl in its propane pricing schedule based on decreased costs;

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

- 1) A decrease in all gasoline prices in both the dealer and consumer schedules of 4.5 cpl;
- 2) A decrease in the diesel prices in both the dealer and consumer schedules of 1.4 cpl; and
- 3) A decrease 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 1.4 cpl in Irving's propane schedule, a decrease of 1.9 cpl in Kenmac's propane schedule, and a decrease of 1.5 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

- the prices contained in the attached Dealer Petroleum Prices Schedule shall be effective 12:01 a.m. on Wednesday, May 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 Wednesday, May 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. Wednesday, May 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
- 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 May, 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
(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.

Island Regulatory and Appeals Commission									
Prince Edward Island						Effectiv	/e: May 1	5, 2019	
	RETAIL DEALER PUMP PRICES								
ALL BRANDS:	ALL PRANCE:								
ALL DIVINOS.	~~~~~				Ţ				
CANADIAN CENTS PER LITRE (cpl	)								
PRODUCT	Reg	ular	Mid-0	Grade	Prer	nium			
PRODUCT	Gas	oline	Gas	oline	Gas	oline	Die	esel	
Benchmark Price	74	1.9	78	3.4	81	1.8	81	.3	
+ Wholesale Margin	5	.0	5.0		5.0		5.0		
= Dealer Base Price	79.9		83.4		86.8		86.3		
+ Federal Excise Tax	10.0		10.0		10	10.0		4.0	
+ PEI Prov. Tax	+ PEI Prov. Tax 9.68		9.68		9.	68	15	.83	
+ Carbon Levy	4.42		4.42		4.	42	5.	37	
= Wholesale Price (DTT)	104.0		107	7.5	110	0.9	111	1.5	
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%)	16.4	16.6	17.0	17.1	17.5	17.6	17.6	17.7	
= Self-Serve Pump Price	125.9	127.1	130.0	131.1	133.9	135.0	134.6	135.7	
Full-Serve	M in	Max	M in	Max	M in	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%)	16.7	17.2	17.3	17.7	17.8	18.2	17.9	18.3	
= Full-Serve Pump Price	128.2	131.7	132.3	135.7	136.2	139.6	136.9	140.3	

Island Regulatory and Appeals Commission

Prince Edward Island

Effective: May 15, 2019

#### POSTED CONSUMER PETROLEUM PRICES

			I			
CANADIAN CENTS PER LITRE (cpl)	Maximum	Federal	Price Incl.	PEI		Max. Posted
	Consumer	Excise	Excise	Prov.	Carbon	Tank Truck
BRAND	Base Price	Tax	Tax	Tax	Levy	Price
■ Bluewave Energy					~~~~~	
Regular Unleaded Gasoline	90.0	10.0	100.0	9.68	4.42	114.1
Mid-Grade Unleaded Gasoline	92.2	10.0	102.2	9.68	4.42	116.3
Premium Unleaded Gasoline	94.4	10.0	104.4	9.68	4.42	118.5
Ultra Low-Sulphur Diesel	98.2	4.0	102.2	15.83	5.37	123.4
Stove Oil	107.4		107.4			107.4
Furnace Oil	99.5		99.5			99.5
■ Co-op						
Regular Unleaded Gasoline	90.0	10.0	100.0	9.68	4.42	114.1
Premium Unleaded Gasoline	94.4	10.0	104.4	9.68	4.42	118.5
Ultra Low-Sulphur Diesel	98.6	4.0	102.6	15.83	5.37	123.8
Stove Oil	107.4	4.0	107.4	13.03	3.37	107.4
Furnace Oil	99.5		99.5			99.5
■ Imperial Oil						33.3
Regular Unleaded Gasoline	90.0	10.0	100.0	9.68	4.42	114.1
Mid-Grade Unleaded Gasoline	92.2	10.0	102.2	9.68	4.42	116.3
Premium Unleaded Gasoline	94.4	10.0	104.4	9.68	4.42	118.5
Ultra Low-Sulphur Diesel	98.6	4.0	102.6	15.83	5.37	123.8
Stove Oil	107.4	4.0	107.4	13.03	3.37	107.4
Furnace Oil	99.5		99.5			99.5
■ Irving			33.3			33.3
Regular Unleaded Gasoline	89.2	10.0	99.2	9.68	4,42	113.3
Mid-Grade Unleaded Gasoline	91.3	10.0	101.3	9.68	4.42	115.4
Premium Unleaded Gasoline	93.3	10.0	103.3	9.68	4.42	117.4
Ultra Low-Sulphur Diesel	98.6	4.0	102.6	15.83	5.37	123.8
Stove Oil	106.9		106.9			106.9
Furnace Oil	99.5		99.5			99.5
■ Petro-Canada						
Regular Unleaded Gasoline	90.0	10.0	100.0	9.68	4.42	114.1
Mid-Grade Unleaded Gasoline	92.2	10.0	102.2	9.68	4.42	116.3
Premium Unleaded Gasoline	94.4	10.0	104.4	9.68	4.42	118.5
Ultra Low-Sulphur Diesel	98.6	4.0	102.6	15.83	5.37	123.8
Stove Oil	107.4		107.4			107.4
Furnace Oil	99.5		99.5			99.5
Furnace Oil-ThermaClean  ■ Ultramar	103.5	L	103.5			103.5
Regular Unleaded Gasoline	90.0	10.0	100.0	0.69	4.42	114.1
Mid-Grade Unleaded Gasoline	92.2	10.0	100.0	9.68 9.68	4.42	114.1
Premium Unleaded Gasoline	94.4	10.0	104.4	9.68	4.42	118.5
Ultra Low-Sulphur Diesel	98.2	4.0	102.2	15.83	5.37	123.4
Stove Oil	107.4		107.4			107.4
Furnace Oil	99.5		99.5			99.5
■ Wilson Fuel						
Regular Unleaded Gasoline	87.2	10.0	97.2	9.68	4.42	111.3
Ultra Low-Sulphur Diesel	92.5	4.0	96.5	15.83	5.37	117.7
Furnace Oil	99.5		99.5			99.5
■ XTR			,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,		,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	
Furnace Oil	99.5		99.5			99.5
EFFECTIVE TAXATION RATES: GAS	S AND DIESEL PRO	DUCTS 15%;	STOVE AND	FURNACE (	OIL PRODUCT	S 5%

#### APPENDIX "A"

#### IRVING ENERGY DISTRIBUTION AND MARKETING

#### EFFECTIVE May 15, 2019

#### **MAXIMUM (EX. TAX) PRICES**

#### PRINCE EDWARD ISLAND

CATEGORY	CENTS PER LITRE
Bulk Propane Delivery	72.9
Dispensing Units	66.9
Carburation and Portable Cylinders	77.0

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.

Docket P-6-1A—Propane May 14, 2019

#### APPENDIX "B"

#### **KENMAC ENERGY INC.**

#### **EFFECTIVE MAY 15, 2019**

#### **MAXIMUM (EX. TAX) PRICES**

#### **PRINCE EDWARD ISLAND**

CATEGORY	CENTS PER LITRE
Bulk Propane Delivery	73.9
Dispensing Units	67.9
Carburation and Portable Cylinders	78.0

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 MAY 15, 2019**

#### **MAXIMUM (EX. TAX) PRICES**

#### PRINCE EDWARD ISLAND

CATEGORY	CENTS PER LITRE
Bulk Propane Delivery	74.3
Dispensing Units	68.8

Rental Ra	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.