

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 &

P-6-11A

Order PW19-019

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., Superior Plus Inc. (dba Superior Propane) and Parkland Fuel Corporation (dba Island Petroleum) for changes in their propane pricing schedules.

BEFORE THE COMMISSION

on Friday, the 28th day of June, 2019

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., Superior Plus Inc. (dba Superior Propane) and Parkland Fuel Corporation (dba Island Petroleum) 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 June 27, 2019 for a decrease of 1.5 cents per litre ("cpl") in its propane pricing schedule based on decreased costs, the application of Kenmac Energy Inc. ("Kenmac") on June 26, 2019 for an increase of 0.5 cents per litre ("cpl") in its propane pricing schedule based on increased costs, the application of Superior Plus Inc. ("Superior") on June 24, 2019 for a decrease of 1.1 cpl in its propane pricing schedule based on decreased costs, and the application of Parkland Fuel Corporation ("Island Petroleum") on June 26, 2019 for a decrease of 0.4 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 7.0 cents per litre (cpl);
- 2) An increase in the diesel prices in both the dealer and consumer schedules of 5.0 cpl; and
- 3) An increase in the furnace fuel price in the consumer schedule of 4.0 cpl;

will result in prices that are just and reasonable;

AND UPON it also appearing to the Commission that a decrease of 1.5 cpl in Irving's propane schedule, an increase of 0.5 cpl in Kenmac's propane schedule, a decrease of 1.1 cpl in Superior's propane schedule and a decrease of 0.4 cpl in Island Petroleum'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 Saturday, June 29, 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 Saturday, June 29, 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. Monday, July 1, 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, the maximum propane prices charged by Superior Plus Inc. be in accordance with Appendix "C" to this Order and the maximum propane price charged by Parkland Fuel Corporation be in accordance with Appendix "D" 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 28th day of June, 2019.

BY THE COMMISSION:

(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.

Prince Edward Island						Effectiv	e: June 2	9, 2019	
RETAIL DEALER PUMP PRICES									
ALL BRANDS:		·····		·····	·····	·····			
CANADIAN CENTS PER LITRE (cpl)								
DDODUCT	Regular		Mid-Grade		Premium				
PRODUCT	Gas	oline	Gas	oline	Gas	oline	Die	esel	
Benchmark Price	71	1.6	75	5.1	78	3.5	76	.3	
+ Wholesale Margin	5	.0	5	.0	5	.0	5	.0	
= Dealer Base Price	76.6		80.1		83.5		81.3		
+ Federal Excise Tax	10.0		10.0		10.0		4.0		
+ PEI Prov. Tax	+ PEI Prov. Tax 9.68		9.68		9.68		15	15.83	
+ Carbon Levy	4.42		4.42		4.	42	5.	37	
= Wholesale Price (DTT)	100.7		104.2		107.6		106	5.5	
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%)	15.9	16.1	16.5	16.6	17.0	17.1	16.8	17.0	
= Self-Serve Pump Price	122.1	123.3	126.2	127.3	130.1	131.2	128.8	130.0	
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%)	16.2	16.7	16.8	17.2	17.3	17.7	17.1	17.6	
= Full-Serve Pump Price	124.4	127.9	128.5	131.9	132.4	135.8	131.1	134.6	

Island Regulatory and Appeals Commission Prince Edward Island Effective: June 29, 2019 POSTED CONSUMER PETROLEUM PRICES 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 86.7 10.0 96.7 9.68 4.42 110.8 98.9 113.0 Mid-Grade Unleaded Gasoline 88.9 10.0 9.68 4.42 Premium Unleaded Gasoline 91.1 10.0 101.1 9.68 4.42 115.2 Ultra Low-Sulphur Diesel 93.2 4.0 97.2 15.83 5.37 118.4 Stove Oil 101.0 101.0 101.0 Furnace Oil 93.1 93.1 93.1 ■ Со-ор Regular Unleaded Gasoline 86.7 10.0 96.7 9.68 4.42 110.8 Premium Unleaded Gasoline 91.1 10.0 101.1 9.68 4.42 115.2 Ultra Low-Sulphur Diesel 93.6 4.0 97.6 15.83 5.37 118.8 Stove Oil 101.0 101.0 101.0 Furnace Oil 93.1 93.1 93.1 ■ Imperial Oil Regular Unleaded Gasoline 10.0 96.7 4.42 110.8 86.7 9.68 Mid-Grade Unleaded Gasoline 88.9 10.0 98.9 9.68 4.42 113.0 Premium Unleaded Gasoline 91.1 10.0 101.1 9.68 4.42 115.2 Ultra Low-Sulphur Diesel 93.6 4.0 97.6 15.83 5.37 118.8 Stove Oil 101.0 101.0 101.0 Furnace Oil 93.1 93.1 93.1 ■ Irving Regular Unleaded Gasoline 95.9 85.9 10.0 9.68 4.42 110.0 Mid-Grade Unleaded Gasoline 88.0 10.0 98.0 9.68 4.42 112.1 Premium Unleaded Gasoline 90.0 10.0 100.0 9.68 4.42 114.1 Ultra Low-Sulphur Diesel 97.6 15.83 118.8 93.6 4.0 5.37 100.5 Stove Oil 100.5 100.5 Furnace Oil 93.1 93.1 93.1 ■ Petro-Canada Regular Unleaded Gasoline 10.0 86.7 96.7 9.68 4.42 110.8 Mid-Grade Unleaded Gasoline 113.0 88.9 10.0 98.9 9.68 4.42 Premium Unleaded Gasoline 91.1 10.0 101.1 9.68 4.42 115.2 Ultra Low-Sulphur Diesel 93.6 4.0 97.6 15.83 5.37 118.8 Stove Oil 101.0 101.0 101.0 Furnace Oil 93.1 93.1 93.1 Furnace Oil-ThermaClean 97.1 97.1 97.1 ■ Ultramar Regular Unleaded Gasoline 86.7 10.0 96.7 9.68 4.42 110.8 Mid-Grade Unleaded Gasoline 88.9 10.0 98.9 9.68 4.42 113.0 Premium Unleaded Gasoline 91.1 10.0 101.1 9.68 4.42 115.2 15.83 Ultra Low-Sulphur Diesel 93.2 4.0 97.2 5.37 118.4 Stove Oil 101.0 101.0 101.0 Furnace Oil 93.1 93.1 93.1 ■ Wilson Fuel Regular Unleaded Gasoline 83.9 10.0 93.9 108.0 9.68 4.42 Ultra Low-Sulphur Diesel 87.5 91.5 15.83 5.37 112.7 4.0 Furnace Oil 93.1 93.1 93.1 ■ XTR Furnace Oil 93.1 93.1 93.1 EFFECTIVE TAXATION RATES: GAS AND DIESEL PRODUCTS 15%; STOVE AND FURNACE OIL PRODUCTS 5%

APPENDIX "A"

IRVING ENERGY DISTRIBUTION AND MARKETING

EFFECTIVE JULY 1, 2019

MAXIMUM (EX. TAX) PRICES

PRINCE EDWARD ISLAND

CATEGORY	CENTS PER LITRE
Bulk Propane Delivery	69.1
Dispensing Units	63.1
Carburation and Portable Cylinders	73.2

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 6-1-1A—Propane June 28, 2019

APPENDIX "B"

KENMAC ENERGY INC.

EFFECTIVE JULY 1, 2019

MAXIMUM (EX. TAX) PRICES

PRINCE EDWARD ISLAND

CATEGORY	CENTS PER LITRE
Bulk Propane Delivery	70.6
Dispensing Units	64.6
Carburation and Portable Cylinders	74.7

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

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

- 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 JULY 1, 2019

MAXIMUM (EX. TAX) PRICES

PRINCE EDWARD ISLAND

CATEGORY	CENTS PER LITRE
Bulk Propane Delivery	69.5
Dispensing Units	64.0

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.

APPENDIX "D"

PARKLAND FUEL CORPORATION

EFFECTIVE JULY 1, 2019

MAXIMUM (EX. TAX) PRICES

PRINCE EDWARD ISLAND

CATEGORY	CENTS PER LITRE
Bulk Propane Delivery	69.8