

#### 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 & P-6-9A

Order PW19-028

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), **Parkland** Fuel Corporation (dba Island Petroleum) and Noonan Petroleum Ltd. regarding propane pricing.

#### BEFORE THE COMMISSION

on Thursday, the 12th day of September, 2019

J. Scott MacKenzie, Q.C., Chair John Broderick, Commissioner Terry McKenna, Commissioner

# Order

Compared and Certified a True Copy

(Sgd) Heather Walker

Regulatory Services

### 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), Parkland Fuel Corporation (dba Island Petroleum) and Noonan Petroleum Ltd. regarding propane pricing.

## Order

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

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

- 1) An increase in all gasoline prices in both the dealer and consumer schedules of 1.0 cent 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 1.0 cpl;

will result in prices that are just and reasonable;

#### **AND UPON** receiving:

- The application of Irving Energy Distribution and Marketing (Irving) on September 10, 2019 for no change in its propane pricing schedule based on unchanged costs;
- The application of Kenmac Energy Inc. (Kenmac) on September 9, 2019 for an increase of 0.5 cpl in its propane pricing schedule based on increased costs;
- The application of Superior Plus Inc. (Superior) on September 10, 2019 for a decrease of 0.4 cpl in its propane pricing schedule based on decreased costs;
- 4) The application of Parkland Fuel Corporation (Island Petroleum) on September 11, 2019 for an increase of 0.1 cpl in its propane pricing schedule based on increased costs; and
- 5) The application of Noonan Petroleum Ltd (Noonan) on September 9, 2019 for an increase of 0.5 cpl in its propane pricing schedule based on increased costs:

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

- 1) No change in Irving's propane schedule;
- 2) An increase of 0.5 cpl in Kenmac's propane schedule;
- 3) A decrease of 0.4 cpl n Superior's propane schedule;
- 4) An increase of 0.1 cpl in Island Petroleum's propane schedule; and
- 5) An increase of 0.5 cpl in Noonan Petroleum's propane schedule;

will result in prices that 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 Friday, September 13, 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, September 13, 2019;
- 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, September 13, 2019, the maximum propane prices charged by:
  - a. Irving Energy Distribution and Marketing be in accordance with Appendix "A" to this Order:
  - b. Kenmac Energy Inc. be in accordance with Appendix "B" to this Order;
  - c. Superior Plus Inc. be in accordance with Appendix "C" to this Order:
  - d. Parkland Fuel Corporation be in accordance with Appendix "D" to this Order; and
  - e. Noonan Petroleum Ltd. be in accordance with Appendix "E" 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 12th day of September, 2019.

#### BY THE COMMISSION:

(Sgd) J. Scott MacKenzie
J. Scott MacKenzie, Q.C., Chair
O Date Developed
(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 A	Appeals	Commis	sion						
Prince Edward Island					Effect	ive: Sept	ember 1	3, 2019	
RETAIL DEALER PUMP PRICES									
ALL BRANDS:					,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	
CANADIAN CENTS PER LITRE (cpl	.)								
PRODUCT	Reg Gase	ular	Mid-C	Grade		nium oline	Die	esel	
Benchmark Price		5.0		3.5		1.9	74		
+ Wholesale Margin	5.0		5.0			5.0		5.0	
= Dealer Base Price	70.0					5.9	79.1		
+ Federal Excise Tax	10.0					0.0		.0	
+ PEI Prov. Tax 9.68		68	9.68		9.	68	15	.83	
+ Carbon Levy	4.42		4.	42	4.	42	5.	37	
= Wholesale Price (DTT)	94.1		97	.6	10:	1.0	104	1.3	
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%)	14.9	15.1	15.5	15.6	16.0	16.1	16.5	16.6	
= Self-Serve Pump Price	114.5	115.7	118.6	119.7	122.5	123.6	126.3	127.4	
Full-Serve	M in	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%)	15.2	15.7	15.8	16.2	16.3	16.7	16.8	17.2	
= Full-Serve Pump Price	116.8	120.3	120.9	124.3	124.8	128.2	128.6	132.0	

Island Regulatory and App	eais Commis	SIOII				
Prince Edward Island				Effec	tive: Septe	mber 13, 201
POS	TED CONSU	JMER PE	TROLEUM	1 PRICE	S	
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		*****	ntenenenenenenen		************	
Regular Unleaded Gasoline	80.1	10.0	90.1	9.68	4.42	104.2
Mid-Grade Unleaded Gasoline	82.3	10.0	92.3	9.68	4.42	106.4
Premium Unleaded Gasoline	84.5	10.0	94.5	9.68	4.42	108.6
Ultra Low-Sulphur Diesel	91.0	4.0	95.0	15.83	5.37	116.2
Stove Oil	99.6		99.6			99.6
Furnace Oil	91.7		91.7			91.7
■ Co-op						
•		10.0	00.1	0.60	4.42	104.2
Regular Unleaded Gasoline	80.1	10.0	90.1	9.68	4.42	104.2
Premium Unleaded Gasoline	84.5	10.0	94.5	9.68	4.42	108.6
Ultra Low-Sulphur Diesel	91.4	4.0	95.4	15.83	5.37	116.6
Stove Oil	99.6		99.6			99.6
Furnace Oil	91.7		91.7			91.7
■ Imperial Oil						
Regular Unleaded Gasoline	80.1	10.0	90.1	9.68	4.42	104.2
Mid-Grade Unleaded Gasoline	82.3	10.0	92.3	9.68	4.42	106.4
Premium Unleaded Gasoline	84.5	10.0	94.5	9.68	4.42	108.6
Ultra Low-Sulphur Diesel	91.4	4.0	95.4	15.83	5.37	116.6
Stove Oil	99.6		99.6			99.6
Furnace Oil	91.7		91.7			91.7
■ Irving						
Regular Unleaded Gasoline	79.3	10.0	89.3	9.68	4.42	103.4
Mid-Grade Unleaded Gasoline	81.4	10.0	91.4	9.68	4.42	105.5
Premium Unleaded Gasoline	91.4	4.0	93.4 95.4	9.68 15.83	4.42 5.37	107.5 116.6
Ultra Low-Sulphur Diesel Stove Oil	99.1	4.0	99.1	15.65	5.37	99.1
Furnace Oil	91.7		91.7			91.7
■ Petro-Canada						
Regular Unleaded Gasoline	80.1	10.0	90.1	9.68	4.42	104.2
Mid-Grade Unleaded Gasoline	82.3	10.0	92.3	9.68	4.42	106.4
Premium Unleaded Gasoline	84.5	10.0	94.5	9.68	4.42	108.6
Ultra Low-Sulphur Diesel	91.4	4.0	95.4	15.83	5.37	116.6
Stove Oil	99.6		99.6			99.6
Furnace Oil	91.7		91.7			91.7
Furnace Oil-ThermaClean	95.7		95.7			95.7
■ Ultramar						
Regular Unleaded Gasoline	80.1	10.0	90.1	9.68	4.42	104.2
Mid-Grade Unleaded Gasoline Premium Unleaded Gasoline	82.3 84.5	10.0	92.3 94.5	9.68 9.68	4.42 4.42	106.4 108.6
Ultra Low-Sulphur Diesel	91.0	4.0	95.0	15.83	5.37	116.2
Stove Oil	99.6	7.0	99.6	13.03	3.37	99.6
Furnace Oil	91.7		91.7			91.7
■ Wilson Fuel						
Regular Unleaded Gasoline	77.3	10.0	87.3	9.68	4.42	101.4
Ultra Low-Sulphur Diesel	85.3	4.0	89.3	15.83	5.37	110.5
Furnace Oil	91.7		91.7			91.7
■ XTR						
Furnace Oil	91.7		91.7			91.7

#### APPENDIX "A"

#### IRVING ENERGY DISTRIBUTION AND MARKETING

### **EFFECTIVE SEPTEMBER 13, 2019**

**MAXIMUM (EX. TAX) PRICES** 

PRINCE EDWARD ISLAND

CATEGORY	CENTS PER LITRE
Bulk Propane Delivery	69.9
Dispensing Units	63.9
Carburation and Portable Cylinders	74.0

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 6-1-1A—Propane September 12, 2019

#### APPENDIX "B"

### **KENMAC ENERGY INC.**

#### **EFFECTIVE SEPTEMBER 13, 2019**

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

#### **PRINCE EDWARD ISLAND**

CATEGORY	CENTS PER LITRE
Bulk Propane Delivery	69.6
Dispensing Units	63.6
Carburation and Portable Cylinders	73.7

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	ates:				

- 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 SEPTEMBER 13, 2019**

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

#### PRINCE EDWARD ISLAND

CATEGORY	CENTS PER LITRE
Bulk Propane Delivery	69.4
Dispensing Units	63.9

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.

#### APPENDIX "D"

#### PARKLAND FUEL CORPORATION

#### **EFFECTIVE SEPTEMBER 13, 2019**

**MAXIMUM (EX. TAX) PRICES** 

PRINCE EDWARD ISLAND

CATEGORY	CENTS PER LITRE
Bulk Propane Delivery	70.2

Docket P-6-11A—Propane September 12, 2019

#### APPENDIX "E"

#### **NOONAN PETROLEUM LTD.**

### **EFFECTIVE SEPTEMBER 13, 2019**

### MAXIMUM (EX. TAX) PRICES

#### **PRINCE EDWARD ISLAND**

CATEGORY	CENTS PER LITRE
Bulk Propane Delivery	69.6
Dispensing Units	63.6
Carburation and Portable Cylinders	73.7

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

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.

Docket P-6-9A—Propane September 12, 2019