

Dockets P-1-1, P-6-1A,P-6-12A, P-6-2A, P-6-11A & P-6-9A

Order PW19-030

**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 26th day of September, 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

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

will result in prices that are just and reasonable;

# AND UPON receiving:

- The application of Irving Energy Distribution and Marketing (Irving) on September 24, 2019 for no change in its propane pricing schedule based on unchanged costs;
- The application of Kenmac Energy Inc. (Kenmac) on September 20, 2019 for an increase of 0.9 cpl in its propane pricing schedule based on increased costs;
- The application of Superior Plus Inc. (Superior) on September 24, 2019 for an increase of 1.3 cpl in its propane pricing schedule based on increased costs;
- 4) The application of Parkland Fuel Corporation (Island Petroleum) on September 23, 2019 for an increase of 1.2 cpl in its propane pricing schedule based on increased costs; and
- The application of Noonan Petroleum Ltd (Noonan) on September 20, 2019 for an increase of 0.9 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 0.9 cpl in Kenmac's propane schedule;
- 3) An increase of 1.3 cpl n Superior's propane schedule;
- 4) An increase of 1.2 cpl in Island Petroleum's propane schedule; and
- 5) An increase of 0.9 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

- 1. the prices contained in the attached Dealer Petroleum Prices Schedule shall be effective 12:01 a.m. on Friday, September 27, 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, September 27, 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, September 27, 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 26th day of September, 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					Effect	ive: Sept	ember 2	7, 2019
	RETA	AIL DEA	LER PL	JMP PR	ICES			
ALL BRANDS:								L
CANADIAN CENTS PER LITRE (cpl	.)							
PRODUCT		jular oline		Grade Oline		nium oline	Die	esel
Benchmark Price		7.5		0		1.4	76	
+ Wholesale Margin	5	.0	5	.0	5	.0	5	.0
= Dealer Base Price	72	2.5	76	<b>5.0</b>	79	9.4	8:	L.6
+ Federal Excise Tax	10	).0	10	).0	10	).0	4	.0
+ PEI Prov. Tax	9.	68	9.	68	9.	68	15	.83
+ Carbon Levy	4.	42	4.	42	4.	42	5.	37
= Wholesale Price (DTT)	96	.6	100	).1	103	3.5	100	5.8
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%)	15.3	15.5	15.8	16.0	16.4	16.5	16.8	17.0
= Self-Serve Pump Price	117.4	118.6	121.4	122.6	125.4	126.5	129.1	130.3
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%)	15.6	16.1	16.1	16.6	16.7	17.1	17.1	17.6
= Full-Serve Pump Price	119.7	123.2	123.7	127.2	127.7	131.1	131.4	134.9

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

Consumer Schedule

Island Regulatory and Appeals Commission
Prince Edward Island

Effective: September 27, 2019

POS	TED CONSU	JMER PE	TROLEUN	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	Тах	Тах	Тах	Levy	Price
■ Bluewave Energy						
Regular Unleaded Gasoline		10.0	92.6	9.68	4,42	106.7
Mid-Grade Unleaded Gasoline	84.8	10.0	94.8	9.68	4.42	108.9
Premium Unleaded Gasoline	87.0	10.0	97.0	9.68	4.42	111.1
Jltra Low-Sulphur Diesel	93.5	4.0	97.5	15.83	5.37	111.1
		4.0		15.65	5.57	
Stove Oil	102.6		102.6			102.6
Furnace Oil	94.7		94.7			94.7
∎ Со-ор		,				
Regular Unleaded Gasoline	82.6	10.0	92.6	9.68	4.42	106.7
Premium Unleaded Gasoline	87.0	10.0	97.0	9.68	4.42	111.1
Ultra Low-Sulphur Diesel	93.9	4.0	97.9	15.83	5.37	119.1
Stove Oil	102.6		102.6			102.6
Furnace Oil	94.7		94.7			94.7
∎ Imperial Oil						
Regular Unleaded Gasoline	82.6	10.0	92.6	9.68	4.42	106.7
Mid-Grade Unleaded Gasoline	84.8	10.0	94.8	9.68	4.42	108.9
Premium Unleaded Gasoline	87.0	10.0	97.0	9.68	4.42	111.1
Jltra Low-Sulphur Diesel	93.9	4.0	97.9	15.83	5.37	119.1
Stove Oil	102.6		102.6	10.00	0.07	102.6
Furnace Oil	94.7		94.7			94.7
∎ Irving						
Regular Unleaded Gasoline	81.8	10.0	91.8	9.68	4.42	105.9
Mid-Grade Unleaded Gasoline	83.9	10.0	93.9	9.68	4.42	108.0
Premium Unleaded Gasoline	85.9	10.0	95.9	9.68	4.42	110.0
Ultra Low-Sulphur Diesel	93.9	4.0	97.9	15.83	5.37	119.1
Stove Oil	102.1		102.1			102.1
Furnace Oil	94.7		94.7			94.7
Petro-Canada						
Regular Unleaded Gasoline	82.6	10.0	92.6	9.68	4.42	106.7
Mid-Grade Unleaded Gasoline	84.8	10.0	94.8	9.68	4.42	108.9
Premium Unleaded Gasoline	87.0	10.0	97.0	9.68	4.42	111.1
Ultra Low-Sulphur Diesel	93.9	4.0	97.9	15.83	5.37	119.1
Stove Oil	102.6		102.6			102.6
Furnace Oil	94.7		94.7			94.7
Furnace Oil-ThermaClean	98.7		98.7			98.7
Ultramar						
Regular Unleaded Gasoline	82.6	10.0	92.6	9.68	4.42	106.7
Mid-Grade Unleaded Gasoline	84.8	10.0	94.8	9.68	4.42	108.9
Premium Unleaded Gasoline Ultra Low-Sulphur Diesel	87.0	10.0	97.0	9.68	4.42	111.1 118.7
Stove Oil	93.5 102.6	4.0	97.5 102.6	15.83	5.37	102.6
Furnace Oil	94.7		94.7			94.7
■ Wilson Fuel			J-1.7			54.7
Regular Unleaded Gasoline	79.8	10.0	89.8	9.68	4.42	103.9
Jltra Low-Sulphur Diesel	87.8	4.0	91.8	15.83	5.37	113.0
Furnace Oil	94.7		94.7	20100	0.07	94.7
■ XTR						
Furnace Oil			94.7			94.7
EFFECTIVE TAXATION RATES: GAS				FURNACE		

# APPENDIX "A"

# **IRVING ENERGY DISTRIBUTION AND MARKETING**

# EFFECTIVE SEPTEMBER 27, 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 Rat	tes for Cylinders and	I 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 SEPTEMBER 27 2019

#### MAXIMUM (EX. TAX) PRICES

#### PRINCE EDWARD ISLAND

CATEGORY	CENTS PER LITRE
Bulk Propane Delivery	70.5
Dispensing Units	64.5
Carburation and Portable Cylinders	74.6

#### 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 SEPTEMBER 27, 2019

#### MAXIMUM (EX. TAX) PRICES

#### PRINCE EDWARD ISLAND

CATEGORY	CENTS PER LITRE
Bulk Propane Delivery	70.7
Dispensing Units	65.2

Rental Ra	ates for Cylinders a	nd 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 <u>SEPTEMBER 27, 2019</u>

MAXIMUM (EX. TAX) PRICES

PRINCE EDWARD ISLAND

CATEGORY	CENTS PER LITRE
Bulk Propane Delivery	71.4

# APPENDIX "E"

# NOONAN PETROLEUM LTD.

#### EFFECTIVE SEPTEMBER 27, 2019

#### MAXIMUM (EX. TAX) PRICES

#### PRINCE EDWARD ISLAND

CATEGORY	CENTS PER LITRE	
Bulk Propane Delivery	70.5	
Dispensing Units	64.5	
Carburation and Portable Cylinders	74.6	

#### 33 lb. Carburation Cylinders:

Handling Fee

\$3.00 Per Cylinder

334Gallon Fixed Tank\$110.00Per Installation Per Year500Gallon Fixed Tank\$110.00Per Installation Per Year1,000Gallon Fixed Tank\$250.00Per Installation Per Year	33	lb. Portable Cylinder	\$3.60	Per Month
420Ib. Fixed Cylinder\$79.00Per Installation Per Year for First Tank; Additional \$10.00 Per Year for Each Adde334Gallon Fixed Tank\$110.00Per Installation Per Year500Gallon Fixed Tank\$110.00Per Installation Per Year1,000Gallon Fixed Tank\$250.00Per Installation Per Year	100	lb. Portable Cylinder	\$3.60	Per Month
Additional \$10.00 Per Year for Each Adde334Gallon Fixed Tank500Gallon Fixed Tank1,000Gallon Fixed Tank\$250.00Per Installation Per Year\$250.00Per Installation Per Year	200	lb. Fixed Cylinder	\$30.00	Per Installation Per Year
334Gallon Fixed Tank\$110.00Per Installation Per Year500Gallon Fixed Tank\$110.00Per Installation Per Year1,000Gallon Fixed Tank\$250.00Per Installation Per Year	420	lb. Fixed Cylinder	\$79.00	Per Installation Per Year for First Tank;
500Gallon Fixed Tank\$110.00Per Installation Per Year1,000Gallon Fixed Tank\$250.00Per Installation Per Year				Additional \$10.00 Per Year for Each Added Tan
1,000     Gallon Fixed Tank     \$250.00     Per Installation Per Year	334	Gallon Fixed Tank	\$110.00	Per Installation Per Year
	500	Gallon Fixed Tank	\$110.00	Per Installation Per Year
1 750 Gallon Fixed Tank \$250.00 Por Installation Por Voor	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	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.