

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 PW19-034

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 24th day of October, 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

(Sqd) 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 of all gasoline prices currently in effect in both the dealer and consumer schedules;
- A continuation of the diesel prices currently in effect in both the dealer and consumer schedules; and
- 3) An increase of 1.0 cent per litre (cpl) in 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 October 23, 2019 for an increase of 1.2 cents per litre (cpl) in its propane pricing schedule based on increased costs;
- The application of Kenmac Energy Inc. (Kenmac) on October 21, 2019 for an increase of 1.7 cpl in its propane pricing schedule based on increased costs;
- The application of Superior Plus Inc. (Superior) on October 22, 2019 for an increase of 0.4 cpl in its propane pricing schedule based on increased costs;
- 4) The application of Parkland Fuel Corporation (Island Petroleum) on October 18, 2019 for an increase of 0.3 cpl in its propane pricing schedule based on increased costs; and
- The application of Noonan Petroleum Ltd (Noonan) on October 21, 2019 for an increase of 1.7 cpl in its propane pricing schedule based on increased costs;

AND UPON it also appearing to the Commission that:

- 1) An increase of 1.2 cpl in Irving's propane schedule;
- 2) An increase of 1.7 cpl in Kenmac's propane schedule;
- 3) An increase of 0.4 cpl n Superior's propane schedule;
- 4) An increase of 0.3 cpl in Island Petroleum's propane schedule; and
- 5) An increase of 1.7 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, October 25, 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, October 25, 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, October 25, 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 24th day of October, 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.

or the Island Negulatory and Appeals Commission								alei ocheu
Island Regulatory and A	Appeals	Commis	ssion					
Prince Edward Island					Eff	ective: O	ctober 2	5,2019
	RETA	AIL DEA	LER PU	JMP PR	ICES			
ALL BRANDS:		·····	·····		·····			
CANADIAN CENTS PER LITRE (cp	L)							
PRODUCT	_	jular oline		Grade Oline		nium oline	Die	sel
Benchmark Price	64	1.5	68	3.0	71	.4	77	.6
+ Wholesale Margin	5	.0	5	.0	5	.0	5	.0
= Dealer Base Price	69	9.5	73	3.0	76	5.4	82.6	
+ Federal Excise Tax	10.0		10	0.0	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)	93	.6	97	.1	100.5		107.8	
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%)	14.9	15.0	15.4	15.5	15.9	16.1	17.0	17.1
= Self-Serve Pump Price	114.0	115.1	118.0	119.1	121.9	123.1	130.3	131.4
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%)	15.2	15.6	15.7	16.1	16.2	16.7	17.3	17.7
= Full-Serve Pump Price	116.3	119.7	120.3	123.7	124.2	127.7	132.6	136.0

Island Regulatory and Appeals Commission					
Prince Edward Island			Eff	ective: Oc	tober 25, 2019
POSTED CONSUMER PETROLEUM PRICES					

POS	STED CONSU	JMER PE	TROLEUN	M 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		_L				·
Regular Unleaded Gasoline	79.6	10.0	89.6	9.68	4,42	103.7
Mid-Grade Unleaded Gasoline	81.8	10.0	91.8	9.68	4,42	105.9
Premium Unleaded Gasoline	84.0	10.0	94.0	9.68	4.42	108.1
Ultra Low-Sulphur Diesel	94.5	4.0	98.5	15.83	5.37	119.7
Stove Oil		4.0		13.03	3.37	
	103.6		103.6			103.6
Furnace Oil	95.7		95.7			95.7
■ Co-op						
Regular Unleaded Gasoline	79.6	10.0	89.6	9.68	4.42	103.7
Premium Unleaded Gasoline	84.0	10.0	94.0	9.68	4.42	108.1
Ultra Low-Sulphur Diesel	94.9	4.0	98.9	15.83	5.37	120.1
Stove Oil	103.6		103.6			103.6
Furnace Oil	95.7		95.7			95.7
■ Imperial Oil						
Regular Unleaded Gasoline	79.6	10.0	89.6	9.68	4.42	103.7
Mid-Grade Unleaded Gasoline	81.8	10.0	91.8	9.68	4.42	105.9
Premium Unleaded Gasoline	84.0	10.0	94.0	9.68	4.42	108.1
Ultra Low-Sulphur Diesel	94.9	4.0	98.9	15.83	5.37	120.1
Stove Oil	103.6	110	103.6	13.03	3.37	103.6
Furnace Oil	95.7		95.7			95.7
■ Irving						
Regular Unleaded Gasoline	78.8	10.0	88.8	9.68	4.42	102.9
Mid-Grade Unleaded Gasoline	80.9	10.0	90.9	9.68	4.42	105.0
Premium Unleaded Gasoline	82.9	10.0	92.9	9.68	4.42	107.0
Ultra Low-Sulphur Diesel	94.9	4.0	98.9	15.83	5.37	120.1
Stove Oil	103.1		103.1			103.1
Furnace Oil	95.7		95.7			95.7
■ Petro-Canada						
Regular Unleaded Gasoline	79.6	10.0	89.6	9.68	4.42	103.7
Mid-Grade Unleaded Gasoline	81.8	10.0	91.8	9.68	4.42	105.9
Premium Unleaded Gasoline	84.0	10.0	94.0	9.68	4.42	108.1
Ultra Low-Sulphur Diesel	94.9	4.0	98.9	15.83	5.37	120.1
Stove Oil	103.6		103.6			103.6
Furnace Oil	95.7		95.7			95.7
Furnace Oil-ThermaClean	99.7		99.7			99.7
■ Ultramar	70.6					100 7
Regular Unleaded Gasoline	79.6	10.0	89.6	9.68	4.42	103.7
Mid-Grade Unleaded Gasoline Premium Unleaded Gasoline	81.8	10.0	91.8	9.68	4.42	105.9
Ultra Low-Sulphur Diesel	94.5	4.0	94.0 98.5	9.68 15.83	5.37	108.1 119.7
Stove Oil	103.6	4.0	103.6	13.03	3.37	103.6
Furnace Oil	95.7		95.7			95.7
■ Wilson Fuel						
Regular Unleaded Gasoline	76.8	10.0	86.8	9.68	4.42	100.9
Ultra Low-Sulphur Diesel	88.8	4.0	92.8	15.83	5.37	114.0
Furnace Oil	95.7		95.7			95.7
■ XTR					<u> </u>	
Furnace Oil	95.7		95.7			95.7
EFFECTIVE TAXATION RATES: GAS		DUCTS 15%		FURNACE (DIL PRODUCT	
			3.5.EARD			

APPENDIX "A"

IRVING ENERGY DISTRIBUTION AND MARKETING

EFFECTIVE OCTOBER 25, 2019

MAXIMUM (EX. TAX) PRICES

PRINCE EDWARD ISLAND

CATEGORY	CENTS PER LITRE
Bulk Propane Delivery	71.5
Dispensing Units	65.5
Carburation and Portable Cylinders	75.6

33 lb. Carburation Cylinders:		
Handling Fee	\$3.00	Per Cylinder
Rental Through CAT Rentals	\$4.00	Per Cylinder

Rental Ra	tes for Cylinders and	l 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 OCTOBER 25, 2019

MAXIMUM (EX. TAX) PRICES

PRINCE EDWARD ISLAND

CATEGORY	CENTS PER LITRE
Bulk Propane Delivery	73.5
Dispensing Units	67.5
Carburation and Portable Cylinders	77.6

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 Each 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 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 OCTOBER 25, 2019

MAXIMUM (EX. TAX) PRICES

PRINCE EDWARD ISLAND

CATEGORY	CENTS PER LITRE
Bulk Propane Delivery	72.7
Dispensing Units	67.2

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 Installation Per Year for Each 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 OCTOBER 25, 2019

MAXIMUM (EX. TAX) PRICES

PRINCE EDWARD ISLAND

CATEGORY	CENTS PER LITRE	
Bulk Propane Delivery	73.3	

APPENDIX "E"

NOONAN PETROLEUM LTD.

EFFECTIVE OCTOBER 25, 2019

MAXIMUM (EX. TAX) PRICES

PRINCE EDWARD ISLAND

CATEGORY	CENTS PER LITRE
Bulk Propane Delivery	73.5
Dispensing Units	67.5
Carburation and Portable Cylinders	77.6

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 Each 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.