

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 PW19-036

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 Corporation (dba Island Petroleum) and Noonan Petroleum Ltd. regarding propane pricing.

BEFORE THE COMMISSION

on Thursday, the 7th day of November, 2019

J. Scott MacKenzie, Q.C., Chair John Broderick, 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:

- A continuation of all gasoline prices currently in effect in both the dealer and consumer schedules;
- 2) An increase in the diesel prices currently in effect in both the dealer and consumer schedules of 0.4 cents per litre (cpl); and
- 3) A continuation of 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 November 5, 2019 for an increase of 0.3 cents per litre (cpl) in its propane pricing schedule based on increased costs;
- The application of Kenmac Energy Inc. (Kenmac) on November 8, 2019 for no change in its propane pricing schedule based on unchanged costs;
- The application of Superior Plus Inc. (Superior) on November 5, 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 November 8, 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 November 4, 2019 for no change in its propane pricing schedule based on unchanged costs;

AND UPON it also appearing to the Commission that:

- 1) An increase of 0.3 cpl in Irving's propane schedule;
- 2) No change in Kenmac's propane schedule;
- 3) An increase of 0.4 cpl in Superior's propane schedule;
- 4) An increase of 0.3 cpl in Island Petroleum's propane schedule; and
- 5) No change 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, November 8, 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, November 8, 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, November 8, 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 7th day of November, 2019.

BY THE COMMISSION:

(Sgd) J. Scott MacKenzie
J. Scott MacKenzie, Q.C., Chair
(Sgd) John Broderick
John Broderick, 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					Effe	ctive: No	vember	8,2019
RETAIL DEALER PUMP PRICES								
ALL BRANDS:								
CANADIAN CENTS PER LITRE (cpl	.)							
PRODUCT	Reg	ular	Mid-C	Grade	Premium			
PRODUCT	Gas	oline	Gas	oline	Gas	oline	Diesel	
Benchmark Price	65	5.5	69.0		72.4		78.0	
+ Wholesale Margin	5.0		5.0		5.0		5.0	
= Dealer Base Price	70.5		74.0		77.4		83.0	
+ Federal Excise Tax	10.0		10.0		10.0		4.0	
+ PEI Prov. Tax	9.68		9.	9.68		68	15	.83
+ Carbon Levy	4.42		4.	42	4.	42	5.	37
= Wholesale Price (DTT)	94	.6	98.1		10	1.5	108	3.2
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%)	15.0	15.2	15.5	15.7	16.1	16.2	17.1	17.2
= Self-Serve Pump Price	115.1	116.3	119.1	120.3	123.1	124.2	130.8	131.9
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%)	15.3	15.8	15.8	16.3	16.4	16.8	17.4	17.8
= Full-Serve Pump Price	117.4	120.9	121.4	124.9	125.4	128.8	133.1	136.5

Prince Edward Island Effect		
Fillice Edward Island Effecti	tive: November 8,	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	80.6	10.0	90.6	9.68	4.42	104.7
Mid-Grade Unleaded Gasoline	82.8	10.0	92.8	9.68	4.42	106.9
Premium Unleaded Gasoline	85.0	10.0	95.0	9.68	4.42	109.1
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
	33.7		33.7			33.7
■ Co-op	00.6	10.0	00.6	0.00	4.42	1047
Regular Unleaded Gasoline	80.6	10.0	90.6	9.68	4.42	104.7
Premium Unleaded Gasoline	85.0	10.0	95.0	9.68	4.42	109.1
Ultra Low-Sulphur Diesel	95.3	4.0	99.3	15.83	5.37	120.5
Stove Oil	103.6		103.6			103.6
Furnace Oil	95.7		95.7			95.7
■ Imperial Oil		,	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,			
Regular Unleaded Gasoline	80.6	10.0	90.6	9.68	4.42	104.7
Mid-Grade Unleaded Gasoline	82.8	10.0	92.8	9.68	4.42	106.9
Premium Unleaded Gasoline	85.0	10.0	95.0	9.68	4.42	109.1
Ultra Low-Sulphur Diesel	95.3	4.0	99.3	15.83	5.37	120.5
Stove Oil	103.6		103.6			103.6
Furnace Oil	95.7		95.7			95.7
■ Irving						
Regular Unleaded Gasoline	79.8	10.0	89.8	9.68	4.42	103.9
Mid-Grade Unleaded Gasoline	81.9	10.0	91.9	9.68	4.42	106.0
Premium Unleaded Gasoline	83.9	10.0	93.9	9.68	4.42	108.0
Ultra Low-Sulphur Diesel	95.3	4.0	99.3	15.83	5.37	120.5
Stove Oil	103.1		103.1			103.1
Furnace Oil	95.7		95.7			95.7
■ Petro-Canada					~~~~~	
Regular Unleaded Gasoline	80.6	10.0	90.6	9.68	4.42	104.7
Mid-Grade Unleaded Gasoline	82.8	10.0	92.8	9.68	4.42	106.9
Premium Unleaded Gasoline	85.0	10.0	95.0	9.68	4.42	109.1
Ultra Low-Sulphur Diesel	95.3	4.0	99.3	15.83	5.37	120.5
Stove Oil	103.6		103.6			103.6
Furnace Oil Furnace Oil-ThermaClean	95.7 99.7		95.7 99.7			95.7 99.7
■ Ultramar	33.7		33.7			99.7
Regular Unleaded Gasoline	80.6	10.0	90.6	9.68	4.42	104.7
Mid-Grade Unleaded Gasoline	82.8	10.0	92.8	9.68	4.42	104.7
Premium Unleaded Gasoline	85.0	10.0	95.0	9.68	4.42	109.1
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
■ Wilson Fuel					*******	
Regular Unleaded Gasoline	77.8	10.0	87.8	9.68	4.42	101.9
Ultra Low-Sulphur Diesel	89.2	4.0	93.2	15.83	5.37	114.4
Furnace Oil	95.7		95.7			95.7
■ XTR						
Furnace Oil	95.7		95.7			95.7
EFFECTIVE TAXATION RATES: GAS	S AND DIESEL PRO	DUCTS 15%;	STOVE AND	FURNACE C	OIL PRODUCT	S 5%

APPENDIX "A"

IRVING ENERGY DISTRIBUTION AND MARKETING

EFFECTIVE NOVEMBER 8, 2019

MAXIMUM (EX. TAX) PRICES

PRINCE EDWARD ISLAND

CATEGORY	CENTS PER LITRE
Bulk Propane Delivery	71.8
Dispensing Units	65.8
Carburation and Portable Cylinders	75.9

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.

APPENDIX "B"

KENMAC ENERGY INC.

EFFECTIVE NOVEMBER 8, 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 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 NOVEMBER 8, 2019

MAXIMUM (EX. TAX) PRICES

PRINCE EDWARD ISLAND

CATEGORY	CENTS PER LITRE
Bulk Propane Delivery	73.1
Dispensing Units	67.6

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 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 NOVEMBER 8, 2019

MAXIMUM (EX. TAX) PRICES

PRINCE EDWARD ISLAND

CATEGORY	CENTS PER LITRE
Bulk Propane Delivery	73.6

APPENDIX "E"

NOONAN PETROLEUM LTD.

EFFECTIVE NOVEMBER 8, 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.