

# 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 PW20-007

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 13th day of February, 2020

J. Scott MacKenzie, Q.C., Chair M. Douglas Clow, Vice-Chair 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), 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 2.4 cents per litre (cpl);
- 2) An increase in the diesel prices in both the dealer and consumer schedules of 1.8 cpl; and
- An increase in the furnace fuel and stove oil prices in the consumer schedule of 1.4 cpl;

will result in prices that are just and reasonable;

# **AND UPON** receiving:

- The application of Irving Energy Distribution and Marketing (Irving) on February 12, 2020 for a decrease of 4.7 cents per litre (cpl) in its propane pricing schedule based on decreased costs;
- The application of Kenmac Energy Inc. (Kenmac) on February 10, 2020 for a decrease of 2.6 cpl in its propane pricing schedule based on decreased costs;
- 3) The application of Superior Plus Inc. (Superior) on February 11, 2020 for a decrease of 5.1 cpl in its propane pricing schedule based on decreased costs:
- 4) The application of Parkland Fuel Corporation (Island Petroleum) on February 10, 2020 for a decrease of 4.2 cpl in its propane pricing schedule based on decreased costs; and
- 5) The application of Noonan Petroleum Ltd. (Noonan) on February 10, 2020 for a decrease of 2.6 cpl in its propane pricing schedule based on decreased costs;

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

- 1) A decrease of 4.7 cpl in Irving's propane schedule;
- 2) A decrease of 2.6 cpl in Kenmac's propane schedule;
- 3) A decrease of 5.1 cpl in Superior's propane schedule;
- 4) A decrease of 4.2 cpl in Island Petroleum's propane schedule; and
- 5) A decrease of 2.6 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, February 14, 2020;
- 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, February 14, 2020;
- 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, February 14, 2020, 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:
  - 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
- 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 13th day of February, 2020.

#### BY THE COMMISSION:

(Sgd) J. Scott MacKenzie
J. Scott MacKenzie, Q.C., Chair
(O. I) M. Davida a Olavi
(Sgd) M. Douglas Clow
M. Douglas Clow, Vice-Chair
(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					Effe	ctive: Fe	bruary 1	4, 2020
RETAIL DEALER PUMP PRICES								
ALL BRANDS:								
CANADIAN CENTS PER LITRE (cpl	.)							
PRODUCT	Ĭ	ular oline		Grade oline		nium oline	Die	sel
Benchmark Price	62	2.8	66	5.3	69	9.7	68	.9
+ Wholesale Margin	5	.0	5	.0	5	.0	5	.0
= Dealer Base Price	67	7.8	71	3	74	1.7	73	3.9
+ Federal Excise Tax	10.0		10	0.0	10	0.0	4	.0
+ PEI Prov. Tax	8.	47	8.	47	8.	47	14	.15
+ Carbon Levy	4.	42	4.	42	4.	42	5.	37
= Wholesale Price (DTT)	90	.7	94	.2	97	.6	97	.4
Self-Serve	M in	Max	Min	Max	Min	Max	Min	Max
+ Self-Serve Retail Margin	6.0	7.0	6.0	7.0	6.0	7.0	6.0	7.0
+ HST (15%)	14.5	14.7	15.0	15.2	15.5	15.7	15.5	15.7
= Self-Serve Pump Price	111.2	112.4	115.2	116.4	119.1	120.3	118.9	120.1
Full-Serve	M in	Max	Min	Max	Min	Max	Min	Max
+ Full-Serve Retail Margin	6.0	10.5	6.0	10.5	6.0	10.5	6.0	10.5
+ HST (15%)	14.5	15.2	15.0	15.7	15.5	16.2	15.5	16.2
= Full-Serve Pump Price	111.2	116.4	115.2	120.4	119.1	124.3	118.9	124.1

Prince Edward Island				Effe	ective: Feb	ruary 14, 202
POSTED CONSUMER PETROLEUM PRICES						
CANADIAN CENTS PER LITRE (cpl)	Maximum	Federal	Price Incl.	PEI		Max. Posted
оли поли сели сели серу	Consumer	Excise	Excise	Prov.	Carbon	Tank Truck
BRAND	Base Price	Tax	Tax	Tax	Levy	Price
	base Frice	Tax	Tax	Iax	Levy	FIICE
■ Bluewave Energy	77.9	10.0	87.9	8,47	4.42	100.8
Regular Unleaded Gasoline					4.42	
Mid-Grade Unleaded Gasoline	80.1	10.0	90.1	8.47	4.42	103.0
Premium Unleaded Gasoline	82.3	10.0	92.3	8.47	4.42	105.2
Ultra Low-Sulphur Diesel	85.8	4.0	89.8	14.15	5.37	109.3
Stove Oil	94.4		94.4			94.4
Furnace Oil	86.5		86.5			86.5
■ Co-op						
Regular Unleaded Gasoline	77.9	10.0	87.9	8.47	4.42	100.8
Premium Unleaded Gasoline	82.3	10.0	92.3	8.47	4.42	105.2
Ultra Low-Sulphur Diesel	86.2	4.0	90.2	14.15	5.37	109.7
Stove Oil	94.4		94.4			94.4
Furnace Oil	86.5		86.5			86.5
■ Imperial Oil						
Regular Unleaded Gasoline	77.9	10.0	87.9	8.47	4.42	100.8
Mid-Grade Unleaded Gasoline	80.1	10.0	90.1	8.47	4.42	102.9
Premium Unleaded Gasoline	82.3	10.0	92.3	8.47	4.42	105.2
Ultra Low-Sulphur Diesel	86.2	4.0	90.2	14.15	5.37	109.7
Stove Oil	94.4		94.4			94.4
Furnace Oil	86.5		86.5			86.5
■ Irving						
Regular Unleaded Gasoline	77.1	10.0	87.1	8.47	4.42	100.0
Mid-Grade Unleaded Gasoline	79.2	10.0	89.2	8.47	4.42	102.0
Premium Unleaded Gasoline	81.2	10.0	91.2	8.47	4.42	104.1
Ultra Low-Sulphur Diesel	86.2	4.0	90.2	14.15	5.37	109.7
Stove Oil	93.9		93.9			93.9
Furnace Oil  Petro-Canada	86.5		86.5			86.5
	77.0	100	07.0	0.47	4.40	1000
Regular Unleaded Gasoline Mid-Grade Unleaded Gasoline	77.9	10.0	87.9	8.47	4.42	100.8 102.9
Premium Unleaded Gasoline	80.1 82.3	10.0	90.1 92.3	8.47 8.47	4.42 4.42	102.9
Ultra Low-Sulphur Diesel	86.2	4.0	90.2	14.15	5.37	109.7
Stove Oil	94.4		94.4			94.4
Furnace Oil	86.5		86.5			86.5
Furnace Oil-ThermaClean	90.5		90.5			90.5
■ Ultramar						
Regular Unleaded Gasoline	77.9	10.0	87.9	8.47	4.42	100.8
Mid-Grade Unleaded Gasoline	80.1	10.0	90.1	8.47	4.42	103.0
Premium Unleaded Gasoline	82.3	10.0	92.3	8.47	4.42	105.2
Ultra Low-Sulphur Diesel	85.8	4.0	89.8	14.15	5.37	109.3
Stove Oil	94.4		94.4			94.4
Furnace Oil ■ Wilson Fuel	86.5		86.5			86.5
Regular Unleaded Gasoline	75.1	10.0	85.1	8.47	4.42	98.0
Ultra Low-Sulphur Diesel	80.1	4.0	84.1	14.15	5.37	103.6
Furnace Oil	86.5	1	86.5	- 1.13	3.37	86.5
■ XTR						
Furnace Oil	86.5		86.5		T	86.5
EFFECTIVE TAXATION RATES: GAS		DUCTS 15%		FURNACE	OIL PRODUCT	

# APPENDIX "A"

# IRVING ENERGY DISTRIBUTION AND MARKETING

# **EFFECTIVE FEBRUARY 14, 2020**

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

### PRINCE EDWARD ISLAND

CATEGORY	CENTS PER LITRE
Bulk Propane Delivery	68.4
Dispensing Units	62.4
Carburation and Portable Cylinders	72.5

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 FEBRUARY 14, 2020**

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

#### **PRINCE EDWARD ISLAND**

CATEGORY	CENTS PER LITRE
Bulk Propane Delivery	69.3
Dispensing Units	63.3
Carburation and Portable Cylinders	73.4

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 FEBRUARY 14, 2020**

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

#### PRINCE EDWARD ISLAND

CATEGORY	CENTS PER LITRE
Bulk Propane Delivery	67.9
Dispensing Units	62.4

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 FEBRUARY 14, 2020**

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

### PRINCE EDWARD ISLAND

CATEGORY	CENTS PER LITRE
Bulk Propane Delivery	65.9

420	lb. Fixed Cylinder	\$80.00	Per Installation Per Year. Each Additional Tank \$40.00 Per Year. Generator Tanks \$80.00 Per Year
334/500	Gallon Fixed Tank	\$125.00	Per Installation Per Year. Each Additional Tank \$65.00 Per Year. Generator Tanks \$150.00 Per Year
1000	Gallon Fixed Tank	\$200.00	Per Installation Per Year. Each Additional Tank \$100.00 Per Year. Generator Tanks \$250.00 Per Year
1750/2000	Gallon Fixed Tank	\$250.00	Per Installation Per Year. Each Additional Tank \$125.00 Per Year. Generator Tanks \$500.00 Per Year
Tank Monitor		\$50.00	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 \$110.00 per tank.

# APPENDIX "E"

# NOONAN PETROLEUM LTD.

# **EFFECTIVE FEBRUARY 14, 2020**

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

#### PRINCE EDWARD ISLAND

CATEGORY	CENTS PER LITRE
Bulk Propane Delivery	69.3
Dispensing Units	63.3
Carburation and Portable Cylinders	73.4

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 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.