

# 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 PW20-017

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 9th day of April, 2020

J. Scott MacKenzie, Q.C., Chair M. Douglas Clow, Vice-Chair Erin T. Mitchell, Commissioner 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 2.0 cents per litre (cpl);
- A decrease in the diesel prices in both the dealer and consumer schedules of 1.0 cpl; and
- A decrease 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 April 7, 2020 for an increase of 0.2 cents per litre (cpl) in its propane pricing schedule based on increased costs;
- 2) The application of Kenmac Energy Inc. (Kenmac) on April 6, 2020 for an increase of 0.2 cpl in its propane pricing schedule based on increased costs:
- 3) The application of Superior Plus Inc. (Superior) on April 7, 2020 for an increase of 1.1 cpl in its propane pricing schedule based on increased costs;
- 4) The application of Parkland Fuel Corporation (Island Petroleum) on April 6, 2020 for an increase of 0.5 cpl in its propane pricing schedule based on increased costs; and
- 5) The application of Noonan Petroleum Ltd. (Noonan) on April 6, 2020 for an increase of 0.2 cpl n its propane pricing schedule based on increased costs;

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

- 1) An increase of 0.2 cpl in Irving's propane schedule;
- 2) An increase of 0.2 cpl in Kenmac's propane schedule;
- 3) An increase of 1.1 cpl in Superior's propane schedule:
- 4) An increase of 0.5 cpl in Island Petroleum's propane schedule; and
- 5) An increase of 0.2 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, April 10, 2020;
- 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, April 10, 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, April 10, 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;
  - 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 9th day of April, 2020.

#### BY THE COMMISSION:

(Sgd) J. Scott MacKenzie
J. Scott MacKenzie, Q.C., Chair
(Sgd) M. Douglas Clow
M. Douglas Clow, Vice-Chair
(Sgd) Erin T. Mitchell
Erin T. Mitchell, 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.

s of The Island Regulatory and Appeals Commission Dealer Sch								
Island Regulatory and Appeals Commission								
Prince Edward Island						Effective	e: April 1	0,2020
	RETA	AIL DEA	LER PU	JMP PR	ICES			
ALL BRANDS:	ALL BRANDS:							
CANADIAN CENTS PER LITRE (cp	.)							
PROPUST	Reg	jular	Mid-C	Grade	Pren	nium		
PRODUCT	Gas	oline	Gas	oline	Gas	oline	Die	esel
Benchmark Price	28	3.4	31	9	35	5.3	45	.5
+ Wholesale Margin	5	.0	5	.0	5	.0	5	.0
= Dealer Base Price	33	3.4	36	5.9	40	).3	50	).5
+ Federal Excise Tax	10	0.0	10	0.0	10	0.0	4	.0
+ PEI Prov. Tax	8.	47	8.	47	8.	47	14	.15
+ Carbon Levy	6.	63	6.	63	6.	63	8.	05
= Wholesale Price (DTT)	58	.5	62	.0	65	.4	76	.7
Self-Serve	Min	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%)	9.7	9.8	10.2	10.4	10.7	10.9	12.4	12.6
= Self-Serve Pump Price	74.2	75.3	78.2	79.4	82.1	83.3	95.1	96.3
Full-Serve	Min	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%)	9.7	10.4	10.2	10.9	10.7	11.4	12.4	13.1
= Full-Serve Pump Price	74.2	79.4	78.2	83.4	82.1	87.3	95.1	100.3

Island Regulatory and App	eals Commis	sion				
Prince Edward Island					Effective:	April 10, 2020
POS	TED 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		************			·····	
Regular Unleaded Gasoline	43.5	10.0	53.5	8,47	6,63	68.6
Mid-Grade Unleaded Gasoline	45.7	10.0	55.7	8.47	6.63	70.8
Premium Unleaded Gasoline	47.9	10.0	57.9	8.47	6.63	73.0
Ultra Low-Sulphur Diesel	62.4	4.0	66.4	14.15	8.05	88.6
Stove Oil	71.0	4.0		14.13	0.03	71.0
			71.0			
Furnace Oil	63.1		63.1			63.1
■ Co-op						
Regular Unleaded Gasoline	43.5	10.0	53.5	8.47	6.63	68.6
Premium Unleaded Gasoline	47.9	10.0	57.9	8.47	6.63	73.0
Ultra Low-Sulphur Diesel	44.9	4.0	48.9	14.15	8.05	71.1
Stove Oil	71.0		71.0			71.0
Furnace Oil	63.1		63.1			63.1
■ Imperial Oil						
Regular Unleaded Gasoline	43.5	10.0	53.5	8.47	6.63	68.6
Mid-Grade Unleaded Gasoline	45.7	10.0	55.7	8.47	6.63	70.8
Premium Unleaded Gasoline	47.9	10.0	57.9	8.47	6.63	73.0
Ultra Low-Sulphur Diesel	62.8	4.0	66.8	14.15	8.05	89.0
Stove Oil	71.0		71.0			71.0
Furnace Oil	63.1		63.1			63.1
■ Irving						
Regular Unleaded Gasoline	42.7	10.0	52.7	8.47	6.63	67.8
Mid-Grade Unleaded Gasoline	44.8	10.0	54.8	8.47	6.63	69.9
Premium Unleaded Gasoline	46.8	10.0	56.8	8.47	6.63	71.9
Ultra Low-Sulphur Diesel	62.8	4.0	66.8	14.15	8.05	89.0
Stove Oil	70.5		70.5			70.5
Furnace Oil	63.1		63.1			63.1
■ Petro-Canada						
Regular Unleaded Gasoline	43.5	10.0	53.5	8.47	6.63	68.6
Mid-Grade Unleaded Gasoline	45.7	10.0	55.7	8.47	6.63	70.8
Premium Unleaded Gasoline	47.9	10.0	57.9	8.47	6.63	73.0
Ultra Low-Sulphur Diesel	62.8	4.0	66.8	14.15	8.05	89.0
Stove Oil	71.0		71.0			71.0
Furnace Oil Furnace Oil-ThermaClean	63.1 67.1		63.1 67.1			63.1 67.1
■ Ultramar	07.1		07.1			07.1
Regular Unleaded Gasoline	43.5	10.0	53.5	8.47	6.62	68.6
Mid-Grade Unleaded Gasoline	45.7	10.0	55.7	8.47	6.63	70.8
Premium Unleaded Gasoline	47.9	10.0	57.9	8.47	6.63	73.0
Ultra Low-Sulphur Diesel	62.4	4.0	66.4	14.15	8.05	88.6
Stove Oil	71.0		71.0			71.0
Furnace Oil	63.1		63.1			63.1
■ Wilson Fuel						
Regular Unleaded Gasoline	40.7	10.0	50.7	8.47	6.63	65.8
Ultra Low-Sulphur Diesel	56.7	4.0	60.7	14.15	8.05	82.9
Furnace Oil	63.1		63.1			63.1
■ XTR						
Furnace Oil	63.1		63.1			63.1
EFFECTIVE TAXATION RATES: GAS	AND DIESEL PRO	DUCTS 15%	STOVEAND	FURNACE (	OIL PRODUCT	S 5%

# APPENDIX "A"

# IRVING ENERGY DISTRIBUTION AND MARKETING

# **EFFECTIVE APRIL 10, 2020**

### MAXIMUM (EX. TAX) PRICES

#### PRINCE EDWARD ISLAND

CATEGORY	CENTS PER LITRE
Bulk Propane Delivery	69.2
Dispensing Units	63.2
Carburation and Portable Cylinders	73.3

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 APRIL 10, 2020**

# MAXIMUM (EX. TAX) PRICES

#### **PRINCE EDWARD ISLAND**

CATEGORY	CENTS PER LITRE
Bulk Propane Delivery	69.5
Dispensing Units	63.5
Carburation and Portable Cylinders	73.6

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 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 APRIL 10, 2020**

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

### PRINCE EDWARD ISLAND

CATEGORY	CENTS PER LITRE
Bulk Propane Delivery	68.9
Dispensing Units	63.4
Carburation and Portable Cylinders	87.0

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 APRIL 10, 2020**

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

### PRINCE EDWARD ISLAND

CATEGORY	CENTS PER LITRE
Bulk Propane Delivery	68.4

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 APRIL 10, 2020**

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

#### PRINCE EDWARD ISLAND

CATEGORY	CENTS PER LITRE
Bulk Propane Delivery	69.5
Dispensing Units	63.5
Carburation and Portable Cylinders	73.6

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 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

- 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.