

# 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 PW20-025

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 4th day of June, 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) A continuation of the 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) 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 June 2, 2020 for an increase of 2.8 cents per litre (cpl) in its propane pricing schedule based on increased costs;
- 2) The application of Kenmac Energy Inc. (Kenmac) on June 1, 2020 for an increase of 2.6 cpl in its propane pricing schedule based on increased costs:
- 3) The application of Superior Plus Inc. (Superior) on June 2, 2020 for an increase of 3.1 cpl in its propane pricing schedule based on increased costs;
- The application of Parkland Fuel Corporation (Island Petroleum) on June 1, 2020 for an increase of 1.7 cpl in its propane pricing schedule based on increased costs; and
- 5) The application of Noonan Petroleum Ltd. (Noonan) on June 2, 2020 for an increase of 2.6 cpl in its propane pricing schedule based on increased costs;

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

- 1) An increase of 2.8 cpl in Irving's propane schedule;
- 2) An increase of 2.6 cpl in Kenmac's propane schedule;
- 3) An increase of 3.1 cpl in Superior's propane schedule:
- 4) An increase of 1.7 cpl in Island Petroleum's propane schedule; and
- 5) An increase 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

- 1. the prices contained in the attached Dealer Petroleum Prices Schedule shall be effective 12:01 a.m. on Friday, June 5, 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, June 5, 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, June 5, 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 4th day of June, 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 June result in license suspension or monetary penalty.

Prince Edward Island						Effecti	ve: June	5, 2020
RETAIL DEALER PUMP PRICES								
ALL BRANDS:		<del></del>	<b>,</b>	Ţ~~~~~	,			
CANADIAN CENTS PER LITRE (cpl	CANADIAN CENTS PER LITRE (cpl)							
PROPUST	Reg	jular	Mid-0	Grade	Pren	nium		
PRODUCT	Gas	oline	Gas	oline	Gas	oline	Die	esel
Benchmark Price	44	1.3	47	7.8	51	2	42	.3
+ Wholesale Margin	5	.0	5	.0	5	.0	5	.0
= Dealer Base Price	49	9.3	52	2.8	56	5.2	47	7.3
+ 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)	74	.4	77	'.9	81	.3	73	.5
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%)	12.1	12.2	12.6	12.7	13.1	13.2	11.9	12.1
= Self-Serve Pump Price	92.5	93.6	96.5	97.6	100.4	101.5	91.4	92.6
Full-Serve	M in	Max	M in	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%)	12.1	12.7	12.6	13.3	13.1	13.8	11.9	12.6
= Full-Serve Pump Price	92.5	97.6	96.5	101.7	100.4	105.6	91.4	96.6

Island Regulatory and Appeals Commission					
Prince Edward Island				Effective	e: June 5, 2020

POSTED CONSUMER PETROLEUM PR	RICES	JM PR	PETROLEUM	CONSUMER	POSTED
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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	59.4	10.0	69.4	8.47	6.63	84.5
Mid-Grade Unleaded Gasoline	61.6	10.0	71.6	8.47	6.63	86.7
Premium Unleaded Gasoline	63.8	10.0	73.8	8.47	6.63	88.9
Ultra Low-Sulphur Diesel	59.2	4.0	63.2	14.15	8.05	85.4
Stove Oil	65.7		65.7			65.7
Furnace Oil	57.8		57.8			57.8
■ Co-op						
Regular Unleaded Gasoline	59.4	10.0	69,4	8.47	6,63	84.5
Premium Unleaded Gasoline	63.8	10.0	73.8	8.47	6.63	88.9
Ultra Low-Sulphur Diesel Stove Oil	59.6	4.0	63.6	14.15	8.05	85.8
Furnace Oil	65.7 57.8		65.7 57.8			65.7 57.8
■ Imperial Oil	57.0		37.0			57.0
Regular Unleaded Gasoline	59.4	10.0	69.4	8.47	6.63	84.5
Mid-Grade Unleaded Gasoline	61.6	10.0	71.6	8.47	6.63	86.7
Premium Unleaded Gasoline	63.8	10.0	73.8	8.47	6.63	88.9
Ultra Low-Sulphur Diesel	59.6	4.0	63.6	14.15	8.05	85.8
Stove Oil	65.7	4.0	65.7	14.13	6.03	65.7
Furnace Oil	57.8		57.8			57.8
■ Irving		L	37.10			3710
Regular Unleaded Gasoline	58.6	10.0	68.6	8.47	6.63	83.7
Mid-Grade Unleaded Gasoline	60.7	10.0	70.7	8.47	6.63	85.8
Premium Unleaded Gasoline	62.7	10.0	72.7	8.47	6.63	87.8
Ultra Low-Sulphur Diesel	59.6	4.0	63.6	14.15	8.05	85.8
Stove Oil	65.2		65.2			65.2
Furnace Oil	57.8		57.8			57.8
■ Petro-Canada						
Regular Unleaded Gasoline	59.4	10.0	69.4	8.47	6.63	84.5
Mid-Grade Unleaded Gasoline	61.6	10.0	71.6	8.47	6.63	86.7
Premium Unleaded Gasoline	63.8	10.0	73.8	8.47	6.63	88.9
Ultra Low-Sulphur Diesel	59.6	4.0	63.6	14.15	8.05	85.8
Stove Oil Furnace Oil	65.7 57.8		65.7 57.8			65.7 57.8
Furnace Oil-ThermaClean	61.8		61.8			61.8
■ Ultramar	01.0		01.0			01.0
Regular Unleaded Gasoline	59.4	10.0	69.4	8.47	6.63	84.5
Mid-Grade Unleaded Gasoline	61.6	10.0	71.6	8.47	6.63	86.7
Premium Unleaded Gasoline	63.8	10.0	73.8	8.47	6.63	88.9
Ultra Low-Sulphur Diesel	59.2	4.0	63.2	14.15	8.05	85.4
Stove Oil	65.7		65.7			65.7
Furnace Oil	57.8		57.8			57.8
■ Wilson Fuel	***************************************	·				
Regular Unleaded Gasoline	56.6	10.0	66.6	8.47	6.63	81.7
Ultra Low-Sulphur Diesel	53.5	4.0	57.5	14.15	8.05	79.7
Furnace Oil	57.8		57.8			57.8
■ XTR	F7.0	T	F7.0			F7.0
Furnace Oil	57.8	DUCTS 150	57.8	FURNA SE S	NI DECENS	57.8
EFFECTIVE TAXATION RATES: GAS	AND DIESEL PRO	υυC I S 15%;	SIUVEAND	TUKNACE (	JIL PKUDUCT	3 3%

# APPENDIX "A"

# IRVING ENERGY DISTRIBUTION AND MARKETING

# **EFFECTIVE JUNE 5, 2020**

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

### **PRINCE EDWARD ISLAND**

CATEGORY	CENTS PER LITRE
Bulk Propane Delivery	77.5
Dispensing Units	71.5
Carburation and Portable Cylinders	81.6

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 JUNE 5, 2020**

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

#### **PRINCE EDWARD ISLAND**

CATEGORY	CENTS PER LITRE
Bulk Propane Delivery	78.3
Dispensing Units	72.3
Carburation and Portable Cylinders	82.4

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	\$89.00	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	ates:	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 JUNE 5, 2020**

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

### PRINCE EDWARD ISLAND

CATEGORY	CENTS PER LITRE
Bulk Propane Delivery	77.6
Dispensing Units	72.1

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
Commercial 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 JUNE 5, 2020**

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

### PRINCE EDWARD ISLAND

CATEGORY	CENTS PER LITRE
Bulk Propane Delivery	76.7

420 lt			
	b. 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 JUNE 5, 2020**

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

#### PRINCE EDWARD ISLAND

CATEGORY	CENTS PER LITRE
Bulk Propane Delivery	78.3
Dispensing Units	72.3
Carburation and Portable Cylinders	82.4

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.